



MATATIELE

LOCAL MUNICIPALITY

2020/2021 ADJUSTMENTS BUDGET REPORT

Table of Contents 6

Glossary	3
Legislative Framework	4
PART 1 – ADJUSTMENT BUDGET	
Section 1 – Resolutions	4
Section 2 – Executive Summary	
2.1 Introduction	5
2.2 Adjustment budget	6-14
2.2 Total adjustments budget	15
Section 3 – Adjusted Budget Tables	16-27
PART 2 SUPPORTING DOCUMENTATION	
Section 4 – Overview on Budget related Policies and Assumptions	29
Section 5 – Councilor and Staff benefits	30
Section 6 – Municipal Manager’s quality Certificate	31

Glossary

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

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

Budget – The financial plan of the Municipality.

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

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

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

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

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

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

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

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

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

MBRR – Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations April 2009

MFMA – The Municipal Finance Management Act – No. 56 of 2003. The principle piece of legislation relating to municipal financial management.

MTREF – Medium Term Revenue and Expenditure Framework. A medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous and current years' financial position.

Operating expenditure – Spending on the day to day expenses of the Municipality such as salaries and wages.

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

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

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

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

Legal Framework

In terms of section 28(2)(b) of the Municipal Finance Management Act, 2003 (Act No. 56 of 2003) (MFMA) read with sub-regulation 23(3) of the Municipal Budget and Reporting Regulations (MBRR), municipalities must adjust their 2020/21 MTREF budgets to account for the additional revenues allocation that were made available.

SECTION 1 _RESOLUTIONS

It is recommended that;

1. The adjustments budget, inclusive of changes in terms of section 28(2)(b) of the MFMA and amended Division of revenue bill, of Matatiele Municipality for the financial year 2020/2021; and indicative for the two projected years 2021/22 and 2022/23, as set-out in the schedules, be approved:
2. Council approves the adjustment total revenue budget of R 539,701,764.
3. Council approves the adjustment operating expenditure budget of R 435,074,576.
4. Council approves the adjustment capital budget of R 177,313,684.
5. Council approves the total budget of R 612,388,260.
6. Council approves the addition of the following roads to be funded from municipal reserves;
 - I. Upgrade of Thotaneng access road with a budget allocation of R1,500,000.
 - II. Re-surfacing of Matatiele streets with a budget allocation of R1,500,000.
 - III. Construction of Hasera access road with a budget allocation of R1,600,000.
 - IV. Construction of Mbizeni access road with a budget allocation of R1,300,000.
 - V. Construction of Moqobi access road with a budget allocation of R1,300,000.
 - VI. Upgrade of Luxeni access road with a budget allocation of R1,100,000.
 - VII. Construction of Mateo access road with a budget allocation of R1,100,000.
 - VIII. Construction of Fobane access road with a budget allocation of R2,100,000.
 - IX. A Budget allocation for Mountain view substation of R500 000.
7. Council approves and notes the change of funding of the following electricity projects from INEP to municipal reserves;
 - X. Lufefeni electrification with a budget allocation of R 311,197.
 - XI. Qili electrification with a budget allocation of R 1,606,328.
 - XII. Sehlabeng electrification with a budget allocation of R 3,617,162.
 - XIII. Makhoba electrification with a budget allocation of R 3,944,412.
 - XIV. Mngeni electrification with a budget allocation of R 2,965,073.
 - XV. Mahareng electrification with a budget allocation of R 193,601.
 - XVI. Zitapile electrification with a budget allocation of R 72,513.
 - XVII. Council notes that there are no changes to any budget related policies.
8. Council notes that there are no changes in the budget assumptions.
9. Council notes that there are no changes on the tariffs as previously approved.

SETION 2 _EXECUTIVE SUMMARY

INTRODUCTION

The purpose of the report is to table to council in terms of section 28(2)(b) the adjustments budget as required in terms of the Municipal Finance Management Act 56 of 2003.

To inform Council of additional equitable share allocated to the Municipality and the reduced allocation of the Integrated national electrification programme grant as per the government gazette no: 43605

LEGISLATIVE REQUIREMENT

As guided by the Local Government: Munipal Finance Management Act No.56 of 2009, Chapter 7 on roles of mayors, Chapter 4; section 28, the municipality may revise an approved annual budget through an adjustments budget.

-An adjustments budget—

- a) must adjust the revenue and expenditure estimates downwards if there is material under-collection of revenue during the current year;
- b) may appropriate additional revenues that have become available over and above those anticipated in the annual budget, but only to accelerate spending programmes already budgeted for ;
- c) may, within a prescribed framework, authorise unforeseeable and unavoidable expenditure recommended by the mayor of the municipality;
- d) may authorise the utilisation of projected savings in a vote towards spending under another vote;
- e) may authorise the spending of funds that were unspent at the end of the past financial year where the under-spending could not reasonably have been foreseen at the time to include projected roll-overs when the annual budget of the current year was approved by the council;
- f) may correct any errors in the annual budget; and
- g) may provide for any other expenditure within a prescribed framework

ADJUSTMENTS BUDGET FINANCIAL PERFORMANCE (REVENUE AND EXPENDITURE)

Revenue Budget

Description	Ref	Budget Year 2020/21									Budget Year +1 2021/22	Budget Year +2 2022/23
		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											
Revenue By Source												
Property rates	2	48,190	-	-	-	-	-	-	-	48,190	50,600	53,129
Service charges - electricity revenue	2	53,291	-	-	-	-	-	-	-	53,291	59,871	63,055
Service charges - refuse revenue	2	15,526	-	-	-	-	-	-	-	15,526	16,302	17,117
Rental of facilities and equipment		500	-	-	-	-	-	-	-	500	525	551
Interest earned - external investments		14,650	-	-	-	-	-	-	-	14,650	15,383	16,152
Interest earned - outstanding debtors		11,799	-	-	-	-	-	-	-	11,799	12,389	13,008
Dividends received		-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		2,094	-	-	-	-	-	-	-	2,094	2,198	2,308
Licences and permits		4,525	-	-	-	-	-	-	-	4,525	4,751	4,988
Agency services		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies-Operating		256,212	-	-	-	-	49,781	-	49,781	305,993	267,930	281,432
Transfers and subsidies-Capital		101,527	-	-	-	-	(20,000)	-	(20,000)	81,527	127,554	135,922
Other revenue	2	1,608	-	-	-	-	-	-	-	1,608	1,688	1,773
Gains		-	-	-	-	-	-	-	-	-	-	-
Total Revenue (Capital transfers and contributions)		509,921	-	-	-	-	29,781	-	29,781	539,702	559,191	589,437

Remarks on Revenue;

- The total approved revenue budget amounted to R509,9 million and the adjusted revenue budget is R539,7 million. A net increase of R29,7 million on the total revenue budget mainly due to the following;
 - Increased operational transfers and subsidies due to additional allocation of equitable share of R49,7 million as per the amended DORA.
 - Decreased capital transfers and subsidies due to reduced allocation for the integrated national electrification programme grant of R20, million as per the amended DORA.
 - All other revenue sources remain unchanged.

Operating Expenditure Budget

Description	Ref	Budget Year 2020/21									Budget Year +1 2021/22	Budget Year +2 2022/23
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1	A	3	4	5	6	7	8	9	10		
		A	A1	B	C	D	E	F	G	H		
Expenditure By Type												
Employee related costs		125,231	-	-	-	-	-	-	-	125,231	131,492	138,067
Remuneration of councillors		21,537	-	-	-	-	-	-	-	21,537	21,753	22,841
Debt impairment		5,000	-	-	-	-	-	-	-	5,000	5,250	5,513
Depreciation & asset impairment		33,110	-	-	-	-	-	-	-	33,110	34,766	36,504
Finance charges		-	-	-	-	-	-	-	-	-	-	-
Bulk purchases		48,000	-	-	-	-	-	-	-	48,000	50,400	52,920
Other materials		5,567	-	-	-	-	-	150	150	5,717	5,845	6,137
Contracted services		101,279	-	-	-	-	-	24,532	24,532	125,811	107,466	112,840
Transfers and subsidies		-	-	-	-	-	-	-	-	-	-	-
Other expenditure		68,670	-	-	-	-	-	2,000	2,000	70,670	73,022	76,673
Losses		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		408,393	-	-	-	-	-	26,682	26,682	435,075	429,994	451,494

Remarks on operating expenditure;

1. The approved operating expenditure budget was R408,3 million and the adjusted operating budget amounts to R435, million with an increase of R26,6 million due to increased revenue together with the following adjustments within different expenditure items;
 - a) Budget for other material relating to inventory has increased by R150 000 to a total adjusted budget of R5,7 million due to additional funds allocated for procurement of batho pele charts for the public participation unit.
 - b) Contracted services budget has increased by R24,5 million to a total adjusted budget of R125,8 million with the following effects;
 - i. Repairs and maintenance of buildings, facilities, road maintenance through EPWP has been allocated an additional R5,7 million on the adjusted budget.
 - ii. An additional budget of R4, million has been allocated for the Cash cropping programme to enhance local economic development.
 - iii. The budget for indigent support through provision of alternate energy has been allocated an additional R5, million.
 - iv. Additional funds have been allocated for feasibility study for future planning, customer satisfaction survey for public participation and legal costs.
 - c) Other operating expenditure budget has increased by R2, million mainly to enhance communication and public participation programmes for the Covid_19 pandemic.
 - d) All other expenditure types remain unchanged.

Capital Expenditure Budget

Description	Ref	Budget Year 2020/21									Budget Year +1 2021/22	Budget Year +2 2022/23
		Original Budget	Prior Adjusted 5	Accum. Funds 6	Multi-year capital 7	Unfore. Unavoid. 8	Nat. or Prov. Govt 9	Other Adjusts. 10	Total Adjusts. 11	Adjusted Budget 12	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
Capital Expenditure - Functional												
<i>Governance and administration</i>		9,159	-	-	-	-	-	-	-	9,159	10,074	11,082
Executive and council		-	-	-	-	-	-	-	-	-	-	-
Finance and administration		9,159	-	-	-	-	-	-	-	9,159	10,074	11,082
Internal audit		-	-	-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		3,260	-	-	-	-	-	-	-	3,260	3,300	3,630
Community and social services		1,560	-	-	-	-	-	-	-	1,560	1,430	1,573
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		1,700	-	-	-	-	-	-	-	1,700	1,870	2,057
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		80,724	-	-	-	-	-	11,500	11,500	92,224	76,412	81,762
Planning and development		480	-	-	-	-	-	-	-	480	528	581
Road transport		80,244	-	-	-	-	-	11,500	11,500	91,744	75,884	81,182
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		81,171	-	-	-	-	-	(8,500)	(8,500)	72,671	94,937	102,336
Energy sources		78,241	-	-	-	-	-	(8,500)	(8,500)	69,741	91,714	98,791
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		2,930	-	-	-	-	-	-	-	2,930	3,223	3,545
<i>Other</i>		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	3	174,314	-	-	-	-	-	3,000	3,000	177,314	184,724	198,810
Funded by:												
National Government		99,080	-	-	-	-	-	(20,000)	(20,000)	79,080	127,553	135,922
Provincial Government		260	-	-	-	-	-	-	-	260	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations)		-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	4	99,340	-	-	-	-	-	(20,000)	(20,000)	79,340	127,553	135,922
Borrowing		-	-	-	-	-	-	-	-	-	-	-
Internally generated funds		74,974	-	-	-	-	-	23,000	23,000	97,974	57,171	62,888
Total Capital Funding		174,314	-	-	-	-	-	3,000	3,000	177,314	184,724	198,810

Remarks capital budget.

- The approved capital budget was R174,3 million and the adjusted capital budget is R177,3 million the net increase of R3, million is due to the following;
 - Increased budget for roads by R11,5 million to total budget R91,7 million for construction and upgrade of existing roads that were not included on the approved budget.
 - A net decrease of R8,5 million on electricity projects to a total budget of R69,7 million adjusted budget for energy services as a result of reduced INEP grant allocation.
- The capital expenditure funding has been adjusted as follows;
 - National government funding has decreased by R20, million due to reduced allocation on the integrated electrification programme grant on the amended DORA by National treasury.
 - Provincial government funding remains unchanged at R260 000 on the adjusted budget.
 - The internally generated funding has increased by R23, million due to additional funds allocated for the equitable share.

6.1 Detailed Capital Projects per Municipal Vote

Budget and Treasury

PROJECT DESCRIPTION	NEW OR UPGRADE OF EXISTING	REGION /WARD	APPROVED BUDGET 2020/2021	AMENDMENTS	ADJUSTED BUDGET 2020/2021	CAPITAL REPLACEMENT RESERVES	MUNICIPAL INFRASTRUCTURE GRANT	INEP	LIBRARY SUPPORT
Budget Planning & Investments			-	200,000	200,000	200,000	-	-	-
Computer Equipment	New	Admin	-	200,000	200,000	200,000	-	-	-
			-	-	-	-			
Revenue & Expenditure Management			1,000,000	-	1,000,000	1,000,000	-	-	-
Smart metering	Upgrade	19 & 20	1,000,000	-	1,000,000	1,000,000	-	-	-
			-	-	-	-	-	-	-
Supply Chain Management			4,500,000	-200,000	4,300,000	4,300,000	-	-	-
Municipal Fleet	New	Admin	3,000,000	-	3,000,000	3,000,000	-	-	-
Machinery & Equipment	New		1,500,000	-200,000	1,300,000	1,300,000			
TOTAL BUDGET & TREASURY			5,500,000	-	5,500,000	5,500,000	-	-	-

- The total approved budget for budget and treasury remains unchanged at R5,5 million.

Office of the Municipal Manager

PROJECT DESCRIPTION	NEW OR UPGRADE OF EXISTING	REGION /WARD	APPROVED BUDGET 2020/2021	AMENDMENTS	ADJUSTED BUDGET 2020/2021	CAPITAL REPLACEMENT RESERVES	MUNICIPAL INFRASTRUCTURE GRANT	INEP	LIBRARY SUPPORT
SPU & Communications			528,500	-	528,500	528,500	-	-	-
Outdoor billboards (welcome boards)		14,19 & 20	500,000	-	500,000	500,000	-	-	-
Computer Equipment		Admin	20,000	-	20,000	20,000			
Corel Draw graphic software		Admin	8,500	-	8,500	8,500			
			528,500	-	528,500	528,500	-	-	-

- The total approved budget for the office of the Municipal manager remains unchanged at R528 500.

Corporate Services

PROJECT DESCRIPTION	NEW OR UPGRADE OF EXISTING	REGION /WARD	APPROVED BUDGET 2020/2021	AMENDMENTS	ADJUSTED BUDGET 2020/2021	CAPITAL REPLACEMENT RESERVES	MUNICIPAL INFRASTRUCTURE GRANT	INEP	LIBRARY SUPPORT
Human Resources			200,000	-	200,000	200,000	-	-	-
IPMS Electronic System		Admin	200,000	-	200,000	200,000			
						-			
ICT			2,850,000	-	2,850,000	2,850,000	-	-	-
Computer Equipment	New	Admin	300,000	-	300,000	300,000	-	-	-
Public Wi-Fi Rollout	New	19	500,000	-	500,000	500,000	-	-	-
Clock- in-System	New	Admin	450,000	-	450,000	450,000	-	-	-
Uninterrupted Power Supply (UPSs)	New/upgrade	Admin	500,000	-	500,000	500,000	-	-	-
Provision of Surveillance Cameras	New/upgrade	Admin	400,000	-	400,000	400,000	-	-	-
Network Cable Install /upgrade	Upgrade	Admin	300,000	-	300,000	300,000	-	-	-
Computer Equipment	New	All Wards	250,000	-	250,000	250,000	-	-	-
Network Cable (ICT Centre)	New	Various Wards	150,000	-	150,000	150,000	-	-	-
TOTAL CORPORATE SERVICES			3,050,000	-	3,050,000	3,050,000	-	-	-

- The total approved budget for corporate services remains unchanged at R3,million .

Community Services

PROJECT DESCRIPTION	NEW OR UPGRADE OF EXISTING	REGION /WARD	APPROVED BUDGET 2020/2021	AMENDMENTS	ADJUSTED BUDGET 2020/2021	CAPITAL REPLACEMENT RESERVES	MUNICIPAL INFRASTRUCTURE GRANT	INEP	LIBRARY SUPPORT
Public Amenities			1,560,000	-	1,560,000	1,300,000	-	-	260,000
Halls Cleaning Machinery Gear & Machinery	Upgrade	All ward	200,000	-	200,000	200,000	-	-	-
Furniture & Equipment (GRANT)	New	Admin	200,000	-	200,000	-	-	-	200,000
Nethball Court	Upgrade	20	50,000	-	50,000	50,000	-	-	-
Open ground fencing	Upgrade	20	200,000	-	200,000	200,000	-	-	-
Construction of new blocks of public toilets	New	19	700,000	-	700,000	700,000	-	-	-
Procure Jojo tanks	New	All wards	150,000	-	150,000	150,000	-	-	-
Library laptops (Library Grant)	New	Admin	60,000	-	60,000	-	-	-	60,000
						-			
Public Participation			80,000	-	80,000	80,000	-	-	-
Computer Equipment	New	Admin	50,000	-	50,000	50,000			
Furniture & Equipment	New	Admin	30,000	-	30,000	30,000			
Public Safety			1,700,000	-	1,700,000	1,700,000	-	-	-
						-	-	-	-
Roadmarking Machine	New	All wards	200,000	-	200,000	200,000	-	-	-
Traffic Signals (Robots)	Upgrade	19	1,200,000	-	1,200,000	1,200,000	-	-	-
Traffic Management system	New	Admin	300,000	-	300,000	300,000	-	-	-
						-	-	-	-
Solid Waste & Enviroment			2,930,000	-	2,930,000	2,930,000	-	-	-
Grass cutting Machines	New	19,20,01	30,000	-	30,000	30,000	-	-	-
weigh bridge	New	19	1,000,000	-	1,000,000	1,000,000	-	-	-
Landfill site remediation	Upgrade	19	400,000	-	400,000	400,000	-	-	-
cemetery development	New	19	1,000,000	-	1,000,000	1,000,000	-	-	-
nature reserve AR	Upgrade	19	200,000	-	200,000	200,000	-	-	-
Furniture	New	Admin	160,000	-	160,000	160,000	-	-	-
Security guard houses at cemetery & nature reserve	New	19	100,000	-	100,000	100,000	-	-	-
Computer Equipment	New	Admin	40,000	-	40,000	40,000	-	-	-
Community Governance			-	-	-				
TOTAL COMMUNITY SERVICES			6,270,000	-	6,270,000	6,010,000	-	-	260,000

- The total budget for community services remains unchanged at R6,2 million.

Economic Development & Planning

PROJECT DESCRIPTION	NEW OR UPGRADE OF EXISTING	REGION /WARD	APPROVED BUDGET 2020/2021	AMENDMENTS	ADJUSTED BUDGET 2020/2021	CAPITAL REPLACEMENT RESERVES	MUNICIPAL INFRASTRUCTURE GRANT	INEP	LIBRARY SUPPORT
Local Economic Development			450,000	-	450,000	450,000	-	-	-
Hawker Stalls	New	19	450,000	-	450,000	450,000	-	-	-
			-	-	-	-			
Planning			15,000	-	15,000	15,000	-	-	-
Computer Equipment	New	Admin	15,000	-	15,000	15,000			
			-	-	-	-			
EDP Governance			15,000	-	15,000	15,000	-	-	-
Furniture & Equipment	New	Admin	15,000	-	15,000	15,000	-	-	-
						-	-	-	-
TOTAL PLANNING & DEVELOPMENT			480,000	-	480,000	480,000	-	-	-

- The total budget for economic development and planning remains unchanged at R480,000.

Infrastructure Services

Electricity Unit

PROJECT DESCRIPTION	NEW OR UPGRADE OF EXISTING	REGION /WARD	APPROVED BUDGET 2020/2021	AMENDMENTS	ADJUSTED BUDGET 2020/2021	CAPITAL REPLACEMENT RESERVES	MUNICIPAL INFRASTRUCTURE GRANT	INEP	LIBRARY SUPPORT
Electricity			78,241,000	-8,500,000	69,741,000	37,150,000	-	32,591,000	-
Vikinduku –Lubaleko (500)	New	5	9,000,000	-9,000,000	-	-	-	-	-
Hillside –Manzi (320)	New	7	5,796,000	-5,796,000	-	-	-	-	-
Sifolweni (155)	New	7	2,821,000	-2,821,000	-	-	-	-	-
Ngcwengana (147)	New	7	2,646,000	-2,646,000	-	-	-	-	-
Matiase B (Mhlangeni, Vimba, Mavundleni, Mngayi):(500)	New	9	9,000,000	263,000	9,263,000			9,263,000	-
Mbombo (390)	New	9	7,128,000	-	7,128,000	-	-	7,128,000	-
Mnyamaneni (Kesa, Sdakeni) –(400)	New	18	7,200,000	-	7,200,000	-	-	7,200,000	-
Small Location-Mpofini (500)	New	22	9,000,000	-	9,000,000	-	-	9,000,000	-
Shenxa	Existing	26	6,000,000	101,936	6,101,936	6,101,936	-	-	-
Mohapi #2	Existing	13	4,000,000	-1,812,222	2,187,778	2,187,778	-	-	-
Epiphany Electrification	New	22	10,000,000	-	10,000,000	10,000,000	-	-	-
Transformers	Upgrade	19& 20	800,000	150,000	950,000	950,000	-	-	-
50 x Electrical Poles	Upgrade	19	150,000	-150,000	-	-	-	-	-
Substation Switch Gears	Upgrade	19	1,500,000	-	1,500,000	1,500,000	-	-	-
Installation of High Mast Lights	New	19	1,500,000	-	1,500,000	1,500,000	-	-	-
Street lights	Upgrade	19	1,000,000	-	1,000,000	1,000,000	-	-	-
Christmas Lights	New	19	250,000	-	250,000	250,000	-	-	-
Furniture	New	19	150,000	-	150,000	150,000	-	-	-
1500m MV Paper Cable	New	19	300,000	-	300,000	300,000	-	-	-
Mt View Substation	New	19	-	500,000	500,000	500,000	-	-	-
Lufefeni Electrification (CRR)	New	5	-	311,197	311,197	311,197	-	-	-
QILI Electrification (CRR)	New	18	-	1,606,328	1,606,328	1,606,328	-	-	-
Schlabeng Electrification (CRR)	New	4	-	3,617,162	3,617,162	3,617,162	-	-	-
Makhoba Electrification (CRR)	New	9	-	3,944,412	3,944,412	3,944,412	-	-	-
Mngeni Electrification (CRR)	New	7	-	2,965,073	2,965,073	2,965,073	-	-	-
Mahareng Electrification	New		-	193,601	193,601	193,601	-	-	-
Zitapile Electrification (CRR)	New		-	72,513	72,513	72,513	-	-	-

- The budget for electricity services has decreased with a net of R8,5 million due to reduced allocation for inep .

The reduced allocation of R20, million for integrated electrification programme grant has resulted to the following adjustments on the electrification projects;

Project Description	Region	Original Budget 2020/21	Amendments	Adjusted Budget 2020/21
Vikinduku - Lubaleko	Ward 05	9,000,000	- 9,000,000	-
Sifolweni Electrification	Ward 07	2,820,996	- 2,820,996	-
Hillside Manzi Electrification	Ward 07	5,796,000	- 5,796,000	-
Small Location-Mpofini	Ward 22	9,000,000	-	9,000,000
Mnyamaneni	Ward 18	7,200,000	-	7,200,000
Mbombo Electrification	Ward 09	7,128,000	-	7,128,000
Ngcwengana Electrification	Ward 07	2,646,000	- 2,646,000	-
Matias (Mhlangeni Vimba Mavundleni Mnqayi)	Ward 09	9,000,000	263,000	9,263,000
	-	52,591,000	- 20,000,000	32,591,000

- The budget of R9, million for Vikinduku electrification has been removed from the adjustments budget.
- The budget of R2,8 million for Sifolweni electrification has been removed from the adjustments budget.
- The budget of R5,7 million for Hillside Manzi electrification has been removed from the adjustments budget.
- The budget of R2,6 million for Ngcwengana electrification has been removed on the adjustments budget.
- The budget for Small location –Mpofini electrification remains unchanged at R9,million .
- The budget for Mnyamaneni electrification remains unchanged at R7,2 million on the adjustments budget .
- The budget for Mbombo electrification remains unchanged as R7,1 million on the adjustments budget.
- The budget for Matias electrification has increased from R9, million to an adjusted budget of R9,2 million .

The following electricity projects were not completed in the 2019/2020 financial year , due to roll over that was not approved for the INEP grant .The funding source for these projects has been changed to be funded by the municipal reserves in this adjustments budget .

Project Description	Region	Original Budget 2020/21	Amendments	Adjusted Budget 2020/21
Vikinduku - Lubaleko	Ward 05	9,000,000	- 9,000,000	-
Sifolweni Electrification	Ward 07	2,820,996	- 2,820,996	-
Hillside Manzi Electrification	Ward 07	5,796,000	- 5,796,000	-
Small Location-Mpofini	Ward 22	9,000,000	-	9,000,000
Mnyamaneni	Ward 18	7,200,000	-	7,200,000
Mbombo Electrification	Ward 09	7,128,000	-	7,128,000
Ngcwengana Electrification	Ward 07	2,646,000	- 2,646,000	-
Matias (Mhlangeni Vimba Mavundleni Mnqayi)	Ward 09	9,000,000	263,000	9,263,000
	-	52,591,000	- 20,000,000	32,591,000

Project Management and O&M

PROJECT DESCRIPTION	NEW OR UPGRADE OF EXISTING	REGION /WARD	APPROVED BUDGET 2020/2021	AMENDMENTS	ADJUSTED BUDGET 2020/2021	CAPITAL REPLACEMENT RESERVES	MUNICIPAL INFRASTRUCTURE GRANT	INEP	LIBRARY SUPPORT
			64,444,200	11,500,000	75,944,200	29,455,000	46,489,200	-	-
Maluti Internal Streets -Phase 4	Upgrade	1	15,000,000	-	15,000,000	-	15,000,000	-	-
Matatiele CBD Internal Streets -Phase 2	Upgrade	19	4,000,000	-	4,000,000	-	4,000,000	-	-
Cedarville Internal Roads -Phase 3	Upgrade	26	7,229,200	-	7,229,200	-	7,229,200	-	-
Matatiele CBD Internal Streets -Phase 3	Upgrade	19	1,000,000	-	1,000,000	-	1,000,000	-	-
Harry Gwala Internal Streets	Upgrade	20	2,000,000	-	2,000,000	-	2,000,000	-	-
Cedarville Sport Center	New	26	975,000	-	975,000	975,000	-	-	-
Extension of Matatiele Sport Center	New	20	4,000,000	-	4,000,000	-	4,000,000	-	-
Mahangu AR and Bridge	New	9	2,500,000	-	2,500,000	-	2,500,000	-	-
Freystata Bridge	New	15	800,000	-	800,000	-	800,000	-	-
Ngcwengane Bridge	New	7	460,000	-	460,000	-	460,000	-	-
Mohapi Access Road and Bridges	New	13	2,500,000	-	2,500,000	-	2,500,000	-	-
Purutle to Moyeni AR and Bridges	New	24	2,500,000	-	2,500,000	-	2,500,000	-	-
Magonggolweni AR	New	10	2,500,000	-	2,500,000	-	2,500,000	-	-
Msukeni Access Road	New	21	2,000,000	-	2,000,000	-	2,000,000	-	-
Lagrange Pedestrian Bridge	New	7	480,000	-	480,000	480,000	-	-	-
Nkasela Access Road	New	4	8,000,000	-	8,000,000	8,000,000	-	-	-
Moiketsi Access Road	New	14	2,500,000	-	2,500,000	2,500,000	-	-	-
Mkhemane Access Road	New	22	6,000,000	-	6,000,000	6,000,000	-	-	-
Re-Surfacing of Matatiele Streets	Upgrade	19	-	1,500,000	1,500,000	1,500,000	-	-	-
Upgrade Thotaneg Access Road	Upgrade	11	-	1,500,000	1,500,000	1,500,000	-	-	-
Upgrade Mbizeni Access Road	Upgrade	17	-	1,300,000	1,300,000	1,300,000	-	-	-
Upgrade Luxeni Access Road	Upgrade	17	-	1,100,000	1,100,000	1,100,000	-	-	-
Hasera Access Road	New	11	-	1,600,000	1,600,000	1,600,000	-	-	-
Moqobi Access Road	New	12	-	1,300,000	1,300,000	1,300,000	-	-	-
Upgrade Fobane Access Road	New	23	-	2,100,000	2,100,000	2,100,000	-	-	-
Mateo Access Road	New	8	-	1,100,000	1,100,000	1,100,000	-	-	-

- The total budget for project management unit has increased by R11,5 million .
- The following projects have been allocated budget on the adjusted budget and will be funded by the municipal reserves;

Project Description	Region	Original Budget 2020/21	Amendments	Adjusted Budget 2020/21	Funding Source
Re-Surfacing of Matatiele Streets	19	-	1,500,000	1,500,000	Capital Replacement Reserves
Upgrade Thotaneg Access Road	11	-	1,500,000	1,500,000	Capital Replacement Reserves
Upgrade Mbizeni Access Road	17	-	1,300,000	1,300,000	Capital Replacement Reserves
Upgrade Luxeni Access Road	17	-	1,100,000	1,100,000	Capital Replacement Reserves
Hasera Access Road	11	-	1,600,000	1,600,000	Capital Replacement Reserves
Moqobi Access Road	12	-	1,300,000	1,300,000	Capital Replacement Reserves
Upgrade Fobane Access Road	23	-	2,100,000	2,100,000	Capital Replacement Reserves
Mateo Access Road	8	-	1,100,000	1,100,000	Capital Replacement Reserves
		-	11,500,000	11,500,000	

Human Settlements

PROJECT DESCRIPTION	NEW OR UPGRADE OF EXISTING	REGION /WARD	APPROVED BUDGET 2020/2021	AMENDMENTS	ADJUSTED BUDGET 2020/2021	CAPITAL REPLACEMENT RESERVES	MUNICIPAL INFRASTRUCTURE GRANT	INEP
			15,800,000	-	15,800,000	15,800,000	-	-
Completion of Council Chamber & Offices	New	Admin	13,000,000	-	13,000,000	13,000,000	-	-
Renovation of Municipal Sores	Upgrade	Admin	800,000	-	800,000	800,000	-	-
Pound Structure	New	19	2,000,000	-	2,000,000	2,000,000	-	-

- The total approved budget for human settlements and building control remains unchanged at R15,8 million.

Grants Receipts

Description	Ref	Budget Year 2019/20							Budget Year +1	Budget Year +2
		Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		2	3	4	5	6	7			
R thousands		A	A1	B	C	D	E	F		
EXPENDITURE ON TRANSFERS AND GRANT PROGRAM:	1									
Operating expenditure of Transfers and Grants										
National Government:		255,022	–	–	49,781	–	49,781	304,803	267,930	281,432
Local Government Equitable Share		249,823	–	–	49,781	–	49,781	299,604	266,230	279,732
Expanded Public Works Programme Integrated Grant		3,499	–	–	–	–	–	3,499	–	–
Local Government Financial Management Grant		1,700	–	–	–	–	–	1,700	1,700	1,700
Other transfers and grants [insert description]							–	–		
Provincial Government:		1,190	–	–	–	–	–	1,190	–	–
Capacity Building and Other		1,190	–	–	–	–	–	1,190	–	–
Other transfers and grants [insert description]							–	–		
District Municipality:		–	–	–	–	–	–	–	–	–
[insert description]							–	–		
Other grant providers:		–	–	–	–	–	–	–	–	–
[insert description]							–	–		
Total operating expenditure of Transfers and Grants:		256,212	–	–	49,781	–	49,781	305,993	267,930	281,432
Capital expenditure of Transfers and Grants										
National Government:		101,527	–	–	(20,000)	–	(20,000)	81,527	127,554	135,922
Municipal Infrastructure Grant (MIG)		48,936	–	–	–	–	–	48,936	53,054	56,068
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]		52,591	–	–	(20,000)	–	(20,000)	32,591	74,500	79,854
Other capital transfers [insert description]							–	–		
Provincial Government:		–	–	–	–	–	–	–	–	–
Other capital transfers/grants [insert description]							–	–		
District Municipality:		–	–	–	–	–	–	–	–	–
[insert description]							–	–		
Other grant providers:		–	–	–	–	–	–	–	–	–
[insert description]							–	–		
Total capital expenditure of Transfers and Grants		101,527	–	–	(20,000)	–	(20,000)	81,527	127,554	135,922
Total capital expenditure of Transfers and Grants		357,739			29,781	–	29,781	387,520	395,484	417,354

Remarks grant and subsidies;

- The approved total budget on transfers and grants receipts amounted to R357,7 million and the adjusted budget amounts to R387,5 million, the net increase of R29,7 million is as a result of increased equitable share allocation and decreased allocation for the integrated electrification programme grant as per the amended division of revenue bill.

7. TOTAL ADJUSTMENTS BUDGET 2020/2021

DESCRIPTION	2020/21 Medium Term Revenue & Expenditure Framework				
	Original Budget 2020/21	Amendment	Adjusted Budget 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
Total Revenue Budget (Including Capital grants)	509,920,764	29,781,000	539,701,764	559,190,676	589,436,544
Total Operating Expenditure Budget	408,392,856	26,681,720	435,074,576	429,993,936	451,493,568
Total Capital Expenditure Budget	174,313,680	3,000,004	177,313,684	184,724,148	198,809,964
Total Budget	582,706,536	29,681,724	612,388,260	614,718,084	650,303,532

Remarks on Total Adjustments budget;

- The approved total budget of R582,7 million has increased by R29,6 to a total adjustments budget of R612,3 million.
- The total budget results into no surplus/deficit.

SECTION 3_ ANNUAL BUDGET TABLES

EC441 Matatiele - Table B1 Adjustments Budget Summary - 29 September 2020

Description	Budget Year 2020/21										Budget Year +1 2021/22	Budget Year +2 2022/23
	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	Adjusted Budget
	A	1 A1	2 B	3 C	4 D	5 E	6 F	7 G	8 H			
R thousands	A	1 A1	2 B	3 C	4 D	5 E	6 F	7 G	8 H			
Financial Performance												
Property rates	48,190	–	–	–	–	–	–	–	48,190	50,600	53,129	
Service charges	68,817	–	–	–	–	–	–	–	68,817	76,173	80,172	
Investment revenue	14,650	–	–	–	–	–	–	–	14,650	15,383	16,152	
Transfers recognised - operational	256,212	–	–	–	–	49,781	–	49,781	305,993	267,930	281,432	
Other own revenue	20,525	–	–	–	–	–	–	–	20,525	21,551	22,629	
Total Revenue (excluding capital transfers and contributions)	408,394	–	–	–	–	49,781	–	49,781	458,175	431,637	453,515	
Employee costs	125,231	–	–	–	–	–	–	–	125,231	131,492	138,067	
Remuneration of councillors	21,537	–	–	–	–	–	–	–	21,537	21,753	22,841	
Depreciation & asset impairment	33,110	–	–	–	–	–	–	–	33,110	34,766	36,504	
Finance charges	–	–	–	–	–	–	–	–	–	–	–	
Materials and bulk purchases	53,567	–	–	–	–	–	150	150	53,717	56,245	59,057	
Transfers and grants	–	–	–	–	–	–	–	–	–	–	–	
Other expenditure	174,949	–	–	–	–	–	26,532	26,532	201,480	185,738	195,025	
Total Expenditure	408,393	–	–	–	–	–	26,682	26,682	435,075	429,994	451,494	
Surplus/(Deficit)	1	–	–	–	–	49,781	(26,682)	23,099	23,100	1,643	2,021	
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	101,527	–	–	–	–	(20,000)	–	(20,000)	81,527	127,554	135,922	
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	–	–	–	–	–	–	–	–	–	–	–	
Surplus/(Deficit) after capital transfers & contributions	101,528	–	–	–	–	29,781	(26,682)	3,099	104,627	129,197	137,943	
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–	–	
Surplus/ (Deficit) for the year	101,528	–	–	–	–	29,781	(26,682)	3,099	104,627	129,197	137,943	
Capital expenditure & funds sources												
Capital expenditure	174,314	–	–	–	–	–	3,000	3,000	177,314	184,724	198,810	
Transfers recognised - capital	99,340	–	–	–	–	–	(20,000)	(20,000)	79,340	127,553	135,922	
Borrowing	–	–	–	–	–	–	–	–	–	–	–	
Internally generated funds	74,974	–	–	–	–	–	23,000	23,000	97,974	57,171	62,888	
Total sources of capital funds	174,314	–	–	–	–	–	3,000	3,000	177,314	184,724	198,810	
Financial position												
Total current assets	232,526	–	–	–	–	–	(51)	(51)	232,475	196,206	178,531	
Total non current assets	1,143,450	–	–	–	–	–	3,000	3,000	1,146,450	1,163,566	900,807	
Total current liabilities	97,388	–	–	–	–	–	(150)	(150)	97,238	65,452	92,485	
Total non current liabilities	27,398	–	–	–	–	–	–	–	27,398	(27,685)	(27,976)	
Community wealth/Equity	1,251,190	–	–	–	–	29,781	(26,682)	3,099	1,254,289	807,254	34,493	
Cash flows												
Net cash from (used) operating	140,489	–	–	–	–	–	(36)	(36)	140,453	418,025	456,631	
Net cash from (used) investing	(174,301)	–	–	–	–	–	135	135	(174,166)	(184,724)	(198,810)	
Net cash from (used) financing	–	–	–	–	–	–	–	–	–	–	–	
Cash/cash equivalents at the year end	103,071	–	–	–	–	–	99	99	103,171	336,472	594,293	
Cash backing/surplus reconciliation												
Cash and investments available	117,708	–	–	–	–	–	99	99	117,807	106,990	85,151	
Application of cash and investments	295,529	–	–	–	–	–	(150)	(150)	295,379	(609,490)	(582,353)	
Balance - surplus (shortfall)	(177,821)	–	–	–	–	–	249	249	(177,572)	716,480	667,504	
Asset Management												
Asset register summary (WDV)	760,488	–	–	–	–	–	–	–	760,488	769,398	534,815	
Depreciation & asset impairment	33,110	–	–	–	–	–	–	–	33,110	34,766	36,504	
Renewal and Upgrading of Existing Assets	35,079	–	–	–	–	–	7,350	7,350	42,429	47,152	49,667	
Repairs and Maintenance	22,093	–	–	–	–	–	2,900	2,900	24,993	23,271	24,435	
Free services												
Cost of Free Basic Services provided	–	–	–	–	–	–	–	–	–	–	–	
Revenue cost of free services provided	17,954	–	–	–	–	–	–	–	17,954	–	–	
Households below minimum service level												
Water:	–	–	–	–	–	–	–	–	–	–	–	
Sanitation/sewerage:	–	–	–	–	–	–	–	–	–	–	–	
Energy:	–	–	–	–	–	–	–	–	–	–	–	
Refuse:	–	–	–	–	–	–	–	–	–	–	–	

EC441 Matatiele - Table B2 Adjustments Budget Financial Performance (functional classification) - 29 September 2020

Vote Description	Ref	Budget Year 2020/21									Budget Year +1 2021/22	Budget Year +2 2022/23
		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
		3	4	5	6	7	8	9	10			
R thousands		A	A1	B	C	D	E	F	G	H		
Revenue by Vote	1											
Vote 1 - Executive and council		–	–	–	–	–	–	–	–	–	–	–
Vote 2 - Finance and Admin		145	–	–	–	–	–	–	–	145	152	160
Vote 3 - Corporate		325,469	–	–	–	–	–	49,781	49,781	375,250	345,573	362,958
Vote 4 - Development and Planning		171,998	–	–	–	–	–	(20,000)	(20,000)	151,998	205,465	217,919
Vote 5 - Community		11,958	–	–	–	–	–	–	–	11,958	7,633	8,014
Vote 6 - Infrastructure		350	–	–	–	–	–	–	–	350	368	386
Vote 7 - Internal Audit		–	–	–	–	–	–	–	–	–	–	–
Total Revenue by Vote	2	509,921	–	–	–	–	–	29,781	29,781	539,702	559,191	589,437
Expenditure by Vote	1											
Vote 1 - Executive and council		42,187	–	–	–	–	–	1,500	1,500	43,687	44,596	46,826
Vote 2 - Finance and Admin		25,584	–	–	–	–	–	5,500	5,500	31,084	27,236	28,598
Vote 3 - Corporate		91,841	–	–	–	–	–	10,082	10,082	101,922	97,131	101,987
Vote 4 - Development and Planning		134,543	–	–	–	–	–	1,600	1,600	136,143	142,430	149,552
Vote 5 - Community		44,474	–	–	–	–	–	2,500	2,500	46,974	47,459	49,831
Vote 6 - Infrastructure		69,765	–	–	–	–	–	5,500	5,500	75,265	71,142	74,699
Vote 7 - Internal Audit		–	–	–	–	–	–	–	–	–	–	–
Total Expenditure by Vote	2	408,393	–	–	–	–	–	26,682	26,682	435,075	429,994	451,494
Surplus/ (Deficit) for the year	2	101,528	–	–	–	–	–	3,099	3,099	104,627	129,197	137,943

EC441 Matatiele - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 29 September 2020

Description	Ref	Budget Year 2020/21										Budget Year +1 2021/22	Budget Year +2 2022/23
		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	Adjusted Budget
		3	4	5	6	7	8	9	10	11	12	13	14
R thousands	1	A	A1	B	C	D	E	F	G	H	I	J	K
Revenue By Source													
Property rates	2	48,190	–	–	–	–	–	–	–	48,190	50,600	53,129	
Service charges - electricity revenue	2	53,291	–	–	–	–	–	–	–	53,291	59,871	63,055	
Service charges - water revenue	2	–	–	–	–	–	–	–	–	–	–	–	
Service charges - sanitation revenue	2	–	–	–	–	–	–	–	–	–	–	–	
Service charges - refuse revenue	2	15,526	–	–	–	–	–	–	–	15,526	16,302	17,117	
Rental of facilities and equipment		500	–	–	–	–	–	–	–	500	525	551	
Interest earned - external investments		14,650	–	–	–	–	–	–	–	14,650	15,383	16,152	
Interest earned - outstanding debtors		11,799	–	–	–	–	–	–	–	11,799	12,389	13,008	
Dividends received		–	–	–	–	–	–	–	–	–	–	–	
Fines, penalties and forfeits		2,094	–	–	–	–	–	–	–	2,094	2,198	2,308	
Licences and permits		4,525	–	–	–	–	–	–	–	4,525	4,751	4,988	
Agency services		–	–	–	–	–	–	–	–	–	–	–	
Transfers and subsidies		256,212	–	–	–	–	49,781	–	49,781	305,993	267,930	281,432	
Other revenue	2	1,608	–	–	–	–	–	–	–	1,608	1,688	1,773	
Gains		–	–	–	–	–	–	–	–	–	–	–	
Total Revenue (excluding capital transfers and contributions)		408,394	–	–	–	–	49,781	–	49,781	458,175	431,637	453,515	
Expenditure By Type													
Employee related costs		125,231	–	–	–	–	–	–	–	125,231	131,492	138,067	
Remuneration of councillors		21,537	–	–	–	–	–	–	–	21,537	21,753	22,841	
Debt impairment		5,000	–	–	–	–	–	–	–	5,000	5,250	5,513	
Depreciation & asset impairment		33,110	–	–	–	–	–	–	–	33,110	34,766	36,504	
Finance charges		–	–	–	–	–	–	–	–	–	–	–	
Bulk purchases		48,000	–	–	–	–	–	–	–	48,000	50,400	52,920	
Other materials		5,567	–	–	–	–	–	150	150	5,717	5,845	6,137	
Contracted services		101,279	–	–	–	–	–	24,532	24,532	125,811	107,466	112,840	
Transfers and subsidies		–	–	–	–	–	–	–	–	–	–	–	
Other expenditure		68,670	–	–	–	–	–	2,000	2,000	70,670	73,022	76,673	
Losses		–	–	–	–	–	–	–	–	–	–	–	
Total Expenditure		408,393	–	–	–	–	–	26,682	26,682	435,075	429,994	451,494	
Surplus/(Deficit)		1	–	–	–	–	49,781	(26,682)	23,099	23,100	1,643	2,021	
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		101,527	–	–	–	–	(20,000)	–	(20,000)	81,527	127,554	135,922	
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		–	–	–	–	–	–	–	–	–	–	–	
Transfers and subsidies - capital (in-kind - all)		–	–	–	–	–	–	–	–	–	–	–	
Surplus/(Deficit) before taxation		101,528	–	–	–	–	29,781	(26,682)	3,099	104,627	129,197	137,943	
Taxation		–	–	–	–	–	–	–	–	–	–	–	
Surplus/(Deficit) after taxation		101,528	–	–	–	–	29,781	(26,682)	3,099	104,627	129,197	137,943	
Attributable to minorities		–	–	–	–	–	–	–	–	–	–	–	
Surplus/(Deficit) attributable to municipality		101,528	–	–	–	–	29,781	(26,682)	3,099	104,627	129,197	137,943	
Share of surplus/ (deficit) of associate		–	–	–	–	–	–	–	–	–	–	–	
Surplus/ (Deficit) for the year		101,528	–	–	–	–	29,781	(26,682)	3,099	104,627	129,197	137,943	

EC441 Matatiele - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 29 September 2020

Description	Ref	Budget Year 2020/21									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 2021/22	+2 2022/23
R thousands		A	5	6	7	8	9	10	11	12		
		A	A1	B	C	D	E	F	G	H		
Capital expenditure - Vote												
Multi-year expenditure to be adjusted	2											
Vote 1 - Executive and council		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Finance and Admin		1,000	-	-	-	-	-	-	-	1,000	-	-
Vote 3 - Corporate		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Development and Planning		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Community		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Infrastructure		136,755	-	-	-	-	-	3,000	3,000	139,755	-	-
Vote 7 - Internal Audit		-	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	3	137,755	-	-	-	-	-	3,000	3,000	140,755	-	-
Single-year expenditure to be adjusted	2											
Vote 1 - Executive and council		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Finance and Admin		5,029	-	-	-	-	-	-	-	5,029	528	581
Vote 3 - Corporate		3,130	-	-	-	-	-	-	-	3,130	6,050	6,655
Vote 4 - Development and Planning		480	-	-	-	-	-	-	-	480	170,822	183,517
Vote 5 - Community		6,190	-	-	-	-	-	-	-	6,190	3,881	4,270
Vote 6 - Infrastructure		21,730	-	-	-	-	-	-	-	21,730	3,443	3,787
Vote 7 - Internal Audit		-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		36,559	-	-	-	-	-	-	-	36,559	184,724	198,810
Total Capital Expenditure - Vote		174,314	-	-	-	-	-	3,000	3,000	177,314	184,724	198,810
Capital Expenditure - Functional												
Governance and administration		9,159	-	-	-	-	-	-	-	9,159	10,074	11,082
Executive and council		-	-	-	-	-	-	-	-	-	-	-
Finance and administration		9,159	-	-	-	-	-	-	-	9,159	10,074	11,082
Internal audit		-	-	-	-	-	-	-	-	-	-	-
Community and public safety		3,260	-	-	-	-	-	-	-	3,260	3,300	3,630
Community and social services		1,560	-	-	-	-	-	-	-	1,560	1,430	1,573
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		1,700	-	-	-	-	-	-	-	1,700	1,870	2,057
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		80,724	-	-	-	-	-	11,500	11,500	92,224	76,412	81,762
Planning and development		480	-	-	-	-	-	-	-	480	528	581
Road transport		80,244	-	-	-	-	-	11,500	11,500	91,744	75,884	81,182
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		81,171	-	-	-	-	-	(8,500)	(8,500)	72,671	94,937	102,336
Energy sources		78,241	-	-	-	-	-	(8,500)	(8,500)	69,741	91,714	98,791
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		2,930	-	-	-	-	-	-	-	2,930	3,223	3,545
Other		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	3	174,314	-	-	-	-	-	3,000	3,000	177,314	184,724	198,810
Funded by:												
National Government		99,080	-	-	-	-	-	(20,000)	(20,000)	79,080	127,553	135,922
Provincial Government		260	-	-	-	-	-	-	-	260	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	4	99,340	-	-	-	-	-	(20,000)	(20,000)	79,340	127,553	135,922
Borrowing		-	-	-	-	-	-	-	-	-	-	-
Internally generated funds		74,974	-	-	-	-	-	23,000	23,000	97,974	57,171	62,888
Total Capital Funding		174,314	-	-	-	-	-	3,000	3,000	177,314	184,724	198,810

EC441 Matatiele - Table B6 Adjustments Budget Financial Position - 29 September 2020

Description	Ref	Budget Year 2020/21									Budget Year +1 2021/22	Budget Year +2 2022/23
		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	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
R thousands												
ASSETS												
Current assets												
Cash		23,886	-					99	99	23,985	2,363	(20,572)
Call investment deposits	1	93,822	-	-	-	-	-	-	-	93,822	104,626	105,723
Consumer debtors	1	66,534	-	-	-	-	-	-	-	66,534	40,343	76,886
Other debtors		47,299	-					-	-	47,299	47,879	13,763
Current portion of long-term receivables		-	-					-	-	-	-	-
Inventory		984	-					(150)	(150)	834	994	2,731
Total current assets		232,526	-	-	-	-	-	(51)	(51)	232,475	196,206	178,531
Non current assets												
Long-term receivables		-	-					-	-	-	-	-
Investments		-	-					-	-	-	-	-
Investment property		35,947	-					-	-	35,947	36,324	36,705
Investment in Associate		-	-					-	-	-	-	-
Property, plant and equipment	1	1,107,177	-	-	-	-	-	3,000	3,000	1,110,177	1,126,906	863,778
Biological		-	-					-	-	-	-	-
Intangible		326	-					-	-	326	336	324
Other non-current assets		-	-					-	-	-	-	-
Total non current assets		1,143,450	-	-	-	-	-	3,000	3,000	1,146,450	1,163,566	900,807
TOTAL ASSETS		1,375,976	-	-	-	-	-	2,949	2,949	1,378,926	1,359,772	1,079,339
LIABILITIES												
Current liabilities												
Bank overdraft		-	-					-	-	-	-	-
Borrowing		-	-	-	-	-	-	-	-	-	-	-
Consumer deposits		1,268	-					-	-	1,268	1,282	1,295
Trade and other payables		81,679	-	-	-	-	-	(150)	(150)	81,529	49,578	76,445
Provisions		14,440	-					-	-	14,440	14,592	14,745
Total current liabilities		97,388	-	-	-	-	-	(150)	(150)	97,238	65,452	92,485
Non current liabilities												
Borrowing	1	-	-	-	-	-	-	-	-	-	-	-
Provisions	1	27,398	-	-	-	-	-	-	-	27,398	(27,685)	(27,976)
Total non current liabilities		27,398	-	-	-	-	-	-	-	27,398	(27,685)	(27,976)
TOTAL LIABILITIES		124,787	-	-	-	-	-	(150)	(150)	124,637	37,767	64,509
NET ASSETS	2	1,251,190	-	-	-	-	-	3,099	3,099	1,254,289	1,322,006	1,014,829
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)		793,988	-	-	-	-	29,781	(26,682)	3,099	797,087	1,269,247	501,328
Reserves		457,202	-	-	-	-	-	-	-	457,202	(461,993)	(466,835)
TOTAL COMMUNITY WEALTH/EQUITY		1,251,190	-	-	-	-	29,781	(26,682)	3,099	1,254,289	807,254	34,493

EC441 Matatiele - Table B7 Adjustments Budget Cash Flows - 29 September 2020

Description	Ref	Budget Year 2020/21									Budget Year +1 2021/22	Budget Year +2 2022/23
		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
		3	4	5	6	7	8	9	10			
R thousands		A	A1	B	C	D	E	F	G	H		
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates		49,807	-					-	-	49,807	99,574	54,912
Service charges		82,700	-					-	-	82,700	65,678	75,402
Other revenue		8,726	-					-	-	8,726	252,454	289,280
Transfers and Subsidies - Operational	1	256,212	-					49,781	49,781	305,993	245,603	281,432
Transfers and Subsidies - Capital	1	101,527	-					(20,000)	(20,000)	81,527	116,924	135,922
Interest		11,799	-					-	-	11,799	27,771	29,160
Dividends		-	-					-	-	-	-	-
Payments												
Suppliers and employees		(370,283)	-					(29,817)	(29,817)	(400,099)	(389,978)	(409,477)
Finance charges		-	-					-	-	-	-	-
Transfers and Grants	1	-	-					-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		140,489	-	-	-	-	-	(36)	(36)	140,453	418,025	456,631
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
Proceeds on disposal of PPE		-	-					-	-	-	-	-
Decrease (increase) in non-current receivables		13	-					-	-	13	-	-
Decrease (increase) in non-current investments		-	-					-	-	-	-	-
Payments												
Capital assets		(174,314)	-					135	135	(174,179)	(184,724)	(198,810)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(174,301)	-	-	-	-	-	135	135	(174,166)	(184,724)	(198,810)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans		-	-					-	-	-	-	-
Borrowing long term/refinancing		-	-					-	-	-	-	-
Increase (decrease) in consumer deposits		-	-					-	-	-	-	-
Payments												
Repayment of borrowing		-	-					-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	-	-	-	-	-	-	-	-
NET INCREASE/ (DECREASE) IN CASH HELD		(33,812)	-	-	-	-	-	99	99	(33,713)	233,301	257,821
Cash/cash equivalents at the year begin:	2	136,883	-					-	-	136,883	103,171	336,472
Cash/cash equivalents at the year end:	2	103,071	-					99	99	103,171	336,472	594,293

EC441 Matatiele - Table B8 Cash backed reserves/accumulated surplus reconciliation - 29 September 2020

Description	Ref	Budget Year 2020/21									Budget Year +1 2021/22	Budget Year +2 2022/23
		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		
Cash and investments available												
Cash/cash equivalents at the year end	1	103,071	–	–	–	–	–	99	99	103,171	336,472	594,293
Other current investments > 90 days		14,637	–	–	–	–	–	–	–	14,637	(229,482)	(509,141)
Non current assets - Investments	1	–	–	–	–	–	–	–	–	–	–	–
Cash and investments available:		117,708	–	–	–	–	–	99	99	117,807	106,990	85,151
Applications of cash and investments												
Unspent conditional transfers		3,270	–	–	–	–	–	–	–	3,270	(29,653)	3,340
Unspent borrowing			–						–	–		
Statutory requirements			–						–	–		
Other working capital requirements	2	(76,296)	–					(150)	(150)	(76,446)	(207,421)	(209,373)
Other provisions			–						–	–		
Long term investments committed		–	–					–	–	–	–	–
Reserves to be backed by cash/investments		–	–					–	–	–	–	–
Total Application of cash and investments:		(73,026)	–	–	–	–	–	(150)	(150)	(73,176)	(237,073)	(206,033)
Surplus(shortfall)		190,734	–	–	–	–	–	249	249	190,983	344,063	291,184

EC441 Matatiele - Table B9 Asset Management - 29 September 2020

Description	Ref	Budget Year 2020/21									Budget Year +1 2021/22	Budget Year +2 2022/23
		Original Budget A	Prior Adjusted 7 A1	Accum. Funds 8 B	Multi-year capital 9 C	Unfore. Unavoid. 10 D	Nat. or Prov. Govt 11 E	Other Adjusts. 12 F	Total Adjusts. 13 G	Adjusted Budget 14 H	Adjusted Budget	Adjusted Budget
R thousands												
CAPITAL EXPENDITURE												
Total New Assets to be adjusted	1	139,235	—	—	—	—	—	(4,350)	(4,350)	134,885	137,572	149,143
Roads Infrastructure		27,240	—	—	—	—	—	4,000	4,000	31,240	20,127	22,429
Storm water Infrastructure		—	—	—	—	—	—	—	—	—	—	—
Electrical Infrastructure		78,091	—	—	—	—	—	(8,500)	(8,500)	69,591	91,549	98,609
Water Supply Infrastructure		—	—	—	—	—	—	—	—	—	—	—
Sanitation Infrastructure		—	—	—	—	—	—	—	—	—	—	—
Solid Waste Infrastructure		1,000	—	—	—	—	—	—	—	1,000	1,100	1,210
Rail Infrastructure		—	—	—	—	—	—	—	—	—	—	—
Coastal Infrastructure		—	—	—	—	—	—	—	—	—	—	—
Information and Communication Infrastructure		950	—	—	—	—	—	—	—	950	1,045	1,150
Infrastructure		107,281	—	—	—	—	—	(4,500)	(4,500)	102,781	113,821	123,397
Community Facilities		1,750	—	—	—	—	—	—	—	1,750	1,925	2,118
Sport and Recreation Facilities		5,175	—	—	—	—	—	—	—	5,175	8,880	9,389
Community Assets		6,925	—	—	—	—	—	—	—	6,925	10,805	11,506
Heritage Assets		—	—	—	—	—	—	—	—	—	—	—
Revenue Generating		—	—	—	—	—	—	—	—	—	—	—
Non-revenue Generating		—	—	—	—	—	—	—	—	—	—	—
Investment properties		—	—	—	—	—	—	—	—	—	—	—
Operational Buildings		16,000	—	—	—	—	—	—	—	16,000	3,300	3,630
Housing		—	—	—	—	—	—	—	—	—	—	—
Other Assets	6	16,000	—	—	—	—	—	—	—	16,000	3,300	3,630
Biological or Cultivated Assets		—	—	—	—	—	—	—	—	—	—	—
Servitudes		—	—	—	—	—	—	—	—	—	—	—
Licences and Rights		209	—	—	—	—	—	—	—	209	229	252
Intangible Assets		209	—	—	—	—	—	—	—	209	229	252
Computer Equipment		2,100	—	—	—	—	—	200	200	2,300	2,244	2,468
Furniture and Office Equipment		540	—	—	—	—	—	—	—	540	374	411
Machinery and Equipment		2,880	—	—	—	—	—	(50)	(50)	2,830	3,168	3,485
Transport Assets		3,300	—	—	—	—	—	—	—	3,300	3,630	3,993
Land		—	—	—	—	—	—	—	—	—	—	—
Zoo's, Marine and Non-biological Animals		—	—	—	—	—	—	—	—	—	—	—
Total Renewal of Existing Assets to be adjusted	2	—	—	—	—	—	—	—	—	—	—	—
Roads Infrastructure		—	—	—	—	—	—	—	—	—	—	—
Storm water Infrastructure		—	—	—	—	—	—	—	—	—	—	—
Electrical Infrastructure		—	—	—	—	—	—	—	—	—	—	—
Water Supply Infrastructure		—	—	—	—	—	—	—	—	—	—	—
Sanitation Infrastructure		—	—	—	—	—	—	—	—	—	—	—
Solid Waste Infrastructure		—	—	—	—	—	—	—	—	—	—	—
Rail Infrastructure		—	—	—	—	—	—	—	—	—	—	—
Coastal Infrastructure		—	—	—	—	—	—	—	—	—	—	—
Information and Communication Infrastructure		—	—	—	—	—	—	—	—	—	—	—
Infrastructure		—	—	—	—	—	—	—	—	—	—	—
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		—	—	—	—	—	—	—	—	—	—	—
Total Upgrading of Existing Assets to be adjusted	2a	35,079	—	—	—	—	—	7,350	7,350	42,429	47,152	49,667
Roads Infrastructure		32,429	—	—	—	—	—	7,500	7,500	39,929	44,237	46,460
Storm water Infrastructure		—	—	—	—	—	—	—	—	—	—	—
Electrical Infrastructure		400	—	—	—	—	—	(150)	(150)	250	440	484
Water Supply Infrastructure		—	—	—	—	—	—	—	—	—	—	—
Sanitation Infrastructure		—	—	—	—	—	—	—	—	—	—	—
Solid Waste Infrastructure		400	—	—	—	—	—	—	—	400	440	484
Rail Infrastructure		—	—	—	—	—	—	—	—	—	—	—
Coastal Infrastructure		—	—	—	—	—	—	—	—	—	—	—
Information and Communication Infrastructure		—	—	—	—	—	—	—	—	—	—	—
Infrastructure		33,229	—	—	—	—	—	7,350	7,350	40,579	45,117	47,428
Community Facilities		—	—	—	—	—	—	—	—	—	—	—
Sport and Recreation Facilities		50	—	—	—	—	—	—	—	50	55	61
Community Assets		50	—	—	—	—	—	—	—	50	55	61
Heritage Assets		—	—	—	—	—	—	—	—	—	—	—
Revenue Generating		—	—	—	—	—	—	—	—	—	—	—
Non-revenue Generating		—	—	—	—	—	—	—	—	—	—	—
Investment properties		—	—	—	—	—	—	—	—	—	—	—
Operational Buildings		800	—	—	—	—	—	—	—	800	880	968
Housing		—	—	—	—	—	—	—	—	—	—	—
Other Assets	6	800	—	—	—	—	—	—	—	800	880	968
Biological or Cultivated Assets		—	—	—	—	—	—	—	—	—	—	—
Servitudes		—	—	—	—	—	—	—	—	—	—	—
Licences and Rights		—	—	—	—	—	—	—	—	—	—	—
Intangible Assets		—	—	—	—	—	—	—	—	—	—	—
Computer Equipment		—	—	—	—	—	—	—	—	—	—	—
Furniture and Office Equipment		—	—	—	—	—	—	—	—	—	—	—
Machinery and Equipment		1,000	—	—	—	—	—	—	—	1,000	1,100	1,210
Transport Assets		—	—	—	—	—	—	—	—	—	—	—
Land		—	—	—	—	—	—	—	—	—	—	—
Zoo's, Marine and Non-biological Animals		—	—	—	—	—	—	—	—	—	—	—

EC441 Matatiele - Table B9 Asset Management - 29 September 2020

Description	Ref	Budget Year 2020/21									Budget Year +1 2021/22	Budget Year +2 2022/23
		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
		7	8	9	10	11	12	13	14	15	16	17
R thousands		A	A1	B	C	D	E	F	G	H		
Total Capital Expenditure to be adjusted	4	174,314	-	-	-	-	-	3,000	3,000	177,314	184,724	198,810
Roads Infrastructure		59,669	-	-	-	-	-	11,500	11,500	71,169	64,364	68,889
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		78,491	-	-	-	-	-	(8,650)	(8,650)	69,841	91,989	99,093
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		1,400	-	-	-	-	-	-	-	1,400	1,540	1,694
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		950	-	-	-	-	-	-	-	950	1,045	1,150
Infrastructure		140,510	-	-	-	-	-	2,850	2,850	143,360	158,939	170,825
Community Facilities		1,750	-	-	-	-	-	-	-	1,750	1,925	2,118
Sport and Recreation Facilities		5,225	-	-	-	-	-	-	-	5,225	8,935	9,449
Community Assets		6,975	-	-	-	-	-	-	-	6,975	10,860	11,567
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		16,800	-	-	-	-	-	-	-	16,800	4,180	4,598
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets		16,800	-	-	-	-	-	-	-	16,800	4,180	4,598
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		209	-	-	-	-	-	-	-	209	229	252
Intangible Assets		209	-	-	-	-	-	-	-	209	229	252
Computer Equipment		2,100	-	-	-	-	-	200	200	2,300	2,244	2,468
Furniture and Office Equipment		540	-	-	-	-	-	-	-	540	374	411
Machinery and Equipment		3,880	-	-	-	-	-	(50)	(50)	3,830	4,268	4,695
Transport Assets		3,300	-	-	-	-	-	-	-	3,300	3,630	3,993
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE to be adjusted	4	174,314	-	-	-	-	-	3,000	3,000	177,314	184,724	198,810

EC441 Matatiele - Table B9 Asset Management - 29 September 2020

Description	Ref	Budget Year 2020/21									Budget Year +1 2021/22	Budget Year +2 2022/23
		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		
R thousands		A	A1	B	C	D	E	F	G	H		
ASSET REGISTER SUMMARY - PPE (WDV)	5	760,488	-	-	-	-	-	-	-	760,488	769,398	534,815
Roads Infrastructure		442,163	-	-	-	-	-	-	-	442,163	445,617	333,243
Storm water Infrastructure		778	-	-	-	-	-	-	-	778	754	778
Electrical Infrastructure		4,675	-	-	-	-	-	(150)	(150)	4,525	5,236	4,422
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		1,613	-	-	-	-	-	-	-	1,613	2,520	1,034
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		1,325	-	-	-	-	-	-	-	1,325	1,424	1,532
Infrastructure		450,554	-	-	-	-	-	(150)	(150)	450,404	455,551	341,009
Community Assets		128,435	-	-	-	-	-	-	-	128,435	129,941	123,998
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		35,947	-	-	-	-	-	-	-	35,947	36,324	36,705
Other Assets		70,772	-	-	-	-	-	-	-	70,772	71,568	(14,438)
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		326	-	-	-	-	-	-	-	326	336	324
Computer Equipment		18,041	-	-	-	-	-	200	200	18,241	18,333	(891)
Furniture and Office Equipment		14,283	-	-	-	-	-	-	-	14,283	14,239	8,087
Machinery and Equipment		4,206	-	-	-	-	-	(50)	(50)	4,156	4,502	4,097
Transport Assets		16,847	-	-	-	-	-	-	-	16,847	17,307	14,589
Land		21,076	-	-	-	-	-	-	-	21,076	21,297	21,335
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	760,488	-	-	-	-	-	-	-	760,488	769,398	534,815
EXPENDITURE OTHER ITEMS												
Depreciation & asset impairment		33,110	-	-	-	-	-	-	-	33,110	34,766	36,504
Repairs and Maintenance by asset class	3	22,093	-	-	-	-	-	2,900	2,900	24,993	23,271	24,435
Roads Infrastructure		6,998	-	-	-	-	-	1,300	1,300	8,298	7,348	7,715
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		6,998	-	-	-	-	-	1,300	1,300	8,298	7,348	7,715
Community Facilities		1,180	-	-	-	-	-	600	600	1,780	1,239	1,301
Sport and Recreation Facilities		9,050	-	-	-	-	-	100	100	9,150	9,503	9,978
Community Assets		10,230	-	-	-	-	-	700	700	10,930	10,742	11,279
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		1,210	-	-	-	-	-	300	300	1,510	1,271	1,334
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets		1,210	-	-	-	-	-	300	300	1,510	1,271	1,334
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment		1,225	-	-	-	-	-	600	600	1,825	1,286	1,351
Transport Assets		2,430	-	-	-	-	-	-	-	2,430	2,625	2,756
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	6	-	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE OTHER ITEMS to be adjusted		55,203	-	-	-	-	-	2,900	2,900	58,103	58,037	60,938
Renewal and upgrading of Existing Assets as % of total capex		20.1%	0.0%							23.9%	25.5%	25.0%
Renewal and upgrading of Existing Assets as % of deprecn"		105.9%	0.0%							128.1%	135.6%	136.1%
R&M as a % of PPE		2.9%	0.0%							3.3%	3.0%	4.6%
Renewal and upgrading and R&M as a % of PPE		7.5%	0.0%							8.9%	9.2%	13.9%

EC441 Matatiele - Table B10 Basic service delivery measurement - 29 September 2020

Description	Ref	Budget Year 2020/21									Budget Year +1 2021/22	Budget Year +2 2022/23
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
Household service targets	1											
Water:												
Piped water inside dwelling									-	-		
Piped water inside yard (but not in dwelling)									-	-		
Using public tap (at least min.service level)	2								-	-		
Other water supply (at least min.service level)									-	-		
Minimum Service Level and Above sub-total		-	-	-	-	-	-	-	-	-	-	-
Using public tap (< min.service level)	3								-	-		
Other water supply (< min.service level)	3,4								-	-		
No water supply									-	-		
Below Minimum Service Level sub-total		-	-	-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:												
Flush toilet (connected to sewerage)									-	-		
Flush toilet (with septic tank)									-	-		
Chemical toilet									-	-		
Pit toilet (ventilated)									-	-		
Other toilet provisions (> min.service level)									-	-		
Minimum Service Level and Above sub-total		-	-	-	-	-	-	-	-	-	-	-
Bucket toilet									-	-		
Other toilet provisions (< min.service level)									-	-		
No toilet provisions									-	-		
Below Minimum Service Level sub-total		-	-	-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-	-	-
Energy:												
Electricity (at least min. service level)									-	-		
Electricity - prepaid (> min.service level)									-	-		
Minimum Service Level and Above sub-total		-	-	-	-	-	-	-	-	-	-	-
Electricity (< min.service level)									-	-		
Electricity - prepaid (< min. service level)									-	-		
Other energy sources									-	-		
Below Minimum Service Level sub-total		-	-	-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-	-	-
Refuse:												
Removed at least once a week (min.service)									-	-		
Minimum Service Level and Above sub-total		-	-	-	-	-	-	-	-	-	-	-
Removed less frequently than once a week	2								-	-		
Using communal refuse dump	2								-	-		
Using own refuse dump	2								-	-		
Other rubbish disposal	2								-	-		
No rubbish disposal									-	-		
Below Minimum Service Level sub-total		8	-	-	-	-	-	-	-	8	-	-
Total number of households	5	8	-	-	-	-	-	-	-	8	-	-
Households receiving Free Basic Service	15											
Water (6 kilolitres per household per month)		-	-	-	-	-	-	-	-	-	-	-
Sanitation (free minimum level service)		-	-	-	-	-	-	-	-	-	-	-
Electricity/other energy (50kwh per household per month)		0	-	-	-	-	-	-	-	0	-	-
Refuse (removed at least once a week)		0	-	-	-	-	-	-	-	0	-	-
Cost of Free Basic Services provided (R'000)	16											
Water (6 kilolitres per indigent household per month)		-	-	-	-	-	-	-	-	-	-	-
Sanitation (free sanitation service to indigent households)		-	-	-	-	-	-	-	-	-	-	-
Refuse (removed once a week for indigent households)		-	-	-	-	-	-	-	-	-	-	-
Cost of Free Basic Services provided - Informal Formal Settlements (R'000)		-	-	-	-	-	-	-	-	-	-	-
Total cost of FBS provided		-	-	-	-	-	-	-	-	-	-	-
Highest level of free service provided												
Property rates (R'000 value threshold)		65000							-	65,000		
Water (kilolitres per household per month)		0							-	-		
Sanitation (kilolitres per household per month)		0							-	-		
Sanitation (Rand per household per month)									-	-		
Electricity (kw per household per month)		50							-	50		
Refuse (average litres per week)									-	-		
Revenue cost of free services provided (R'000)	17											
Property rates (tariff adjustment) (impermissible values per section 17 of MPRA)		17,954							-	17,954		
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)		-	-	-	-	-	-	-	-	-	-	-
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 free refuse collection service to indigent households)		-	-	-	-	-	-	-	-	-	-	-
Municipal Housing - rental rebates		-	-	-	-	-	-	-	-	-	-	-
Housing - top structure subsidies	6	-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-
Total revenue cost of subsidised services provided		17,954	-	-	-	-	-	-	-	17,954	-	-

SECTION 4_SUPPORTING TABLES

OVERVIEW OF BUDGET RELATED POLICIES AND BUDGET ASSUMPTIONS

Budget Related Policies

There are no changes to the budget assumptions proposed on the adjustments Budget

Budget Assumptions

There are no changes to the budget assumptions proposed on the adjustments budget

Tariffs

There are no changes to the approved tariffs on the adjustments budget

Budget Funding

The adjustments budget is cash – funded which is an indicator of a “credible” budget. Funding levels are acceptable (inclusive of the Reserve balances), which is remarkable in these economic times, and is sufficient to cover all requirements of the funding and reserves policy.

EC441 Matatiele - Supporting Table SB11 Adjustments Budget - councillor and staff benefits - 29 September

Summary of remuneration	Ref	Budget Year 2020/21										% change
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget		
R thousands		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Councillors (Political Office Bearers plus Other)												
Basic Salaries and Wages		13,568	–					–	–	13,568	0.0%	
Pension and UIF Contributions		773	–					–	–	773	0.0%	
Medical Aid Contributions		142	–					–	–	142	0.0%	
Motor Vehicle Allowance		133	–					–	–	133	0.0%	
Cellphone Allowance		2,489	–					–	–	2,489		
Housing Allowances		4,431	–					–	–	4,431		
Other benefits and allowances		–	–					–	–	–		
Sub Total - Councillors		21,537	–			–		–	–	21,537	0.0%	
% increase			(0)							–		
Senior Managers of the Municipality												
Basic Salaries and Wages		3,114	–					–	–	3,114	0.0%	
Pension and UIF Contributions		122	–					–	–	122	0.0%	
Medical Aid Contributions		44	–					–	–	44	0.0%	
Overtime		–	–					–	–	–		
Performance Bonus		–	–					–	–	–		
Motor Vehicle Allowance		1,779	–					–	–	1,779	0.0%	
Cellphone Allowance		–	–					–	–	–		
Housing Allowances		1,385	–					–	–	1,385		
Other benefits and allowances		456	–					–	–	456		
Payments in lieu of leave		–	–					–	–	–		
Long service awards		–	–					–	–	–		
Post-retirement benefit obligations	5	–	–					–	–	–		
Sub Total - Senior Managers of Municipality		6,900	–	–		–		–	–	6,900	0.0%	
% increase			(0)							–		
Other Municipal Staff												
Basic Salaries and Wages		83,378	–					–	–	83,378	0.0%	
Pension and UIF Contributions		13,905	–					–	–	13,905	0.0%	
Medical Aid Contributions		5,322	–					–	–	5,322	0.0%	
Overtime		–	–					–	–	–		
Performance Bonus		6,197	–					–	–	6,197		
Motor Vehicle Allowance		4,114	–					–	–	4,114	0.0%	
Cellphone Allowance		7	–					–	–	7	0.0%	
Housing Allowances		1,896	–					–	–	1,896		
Other benefits and allowances		3,512	–					–	–	3,512		
Payments in lieu of leave		–	–					–	–	–		
Long service awards		–	–					–	–	–		
Post-retirement benefit obligations	5	–	–					–	–	–		
Sub Total - Other Municipal Staff		118,330	–	–	–	–	–	–	–	118,330	0.0%	
% increase												
Total Parent Municipality		146,768	–	–	–	–	–	–	–	146,768	0.0%	
TOTAL SALARY, ALLOWANCES & BENEFITS		146,768	–	–	–	–	–	–	–	146,768	0.0%	
% increase												
TOTAL MANAGERS AND STAFF		125,231	–	–	–	–	–	–	–	125,231	0.0%	

MUNICIPAL MANAGER'S QUALITY CERTIFICATE

I **LIZO MATIWANE**, Municipal Manager of **Matatiele Local Municipality**, hereby certify that the Adjustments Budget for the 2020/2021 MTREF and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act, and that the annual Budget and supporting documents are consistent with the Integrated Development Plan of the Municipality.

Print Name Lizo Matiwane

Municipal Manager of Matatiele Local Municipality (EC441)

Signature _____

Date _____

