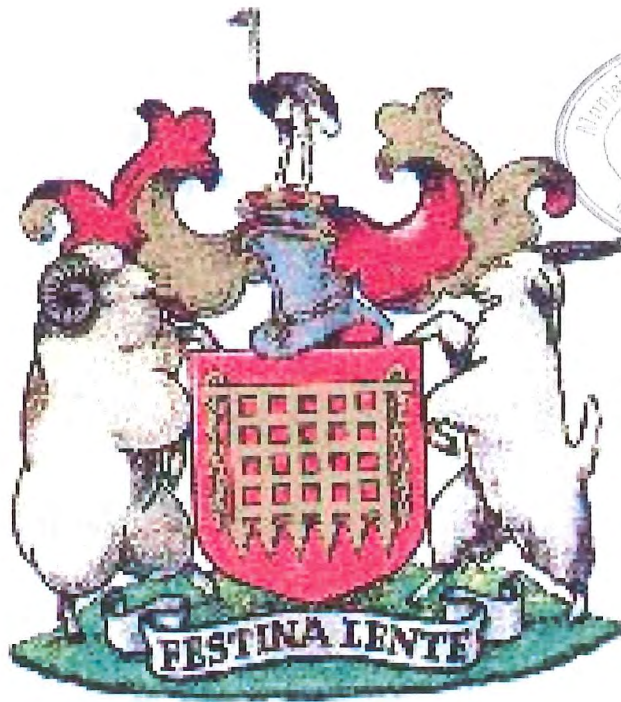




BEAUFORT WEST MUNICIPALITY



ADJUSTMENTS BUDGET 2018 / 2019

SIRKULASIE	OPDRAG

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Foreword – Adjustments Budget

LEGISLATIVE REQUIREMENT

Section 28 of the Municipal Finance Management Act (No 56 of 2003) states the following:

“28. Municipal Adjustments Budgets

- (1) A municipality may revise an approved annual budget through an adjustments budget.
- (2) An adjustments budget-
 - (a) Must adjust the revenue and expenditure estimates downwards if there is material under-collection of revenue during the current year;
 - (b) May appropriate additional revenues that have become available over and above those anticipated in the annual budget, but only to revise or accelerate spending programmes already budgeted for;
 - (c) May, within a prescribed framework, authorise unforeseeable and unavoidable expenditure recommended by the mayor of the municipality;
 - (d) May authorise the utilisation of projected savings in one vote towards spending under another vote;
 - (e) May authorise the spending of funds that were unspent at the end of the past financial year where the under-spending could not reasonably have been foreseen at the time to include projected roll-overs when the annual budget for the current year was approved by the council;
 - (f) May correct any errors in the annual budget; and
 - (g) May provide for any other expenditure within a prescribed framework.
- (3) An adjustments budget must be in a prescribed form.
- (4) Only the mayor may table an adjustments budget in the municipal council, but an adjustments budget in terms of subsection (2)(b) to (g) may only be tabled within prescribed limitations as to timing and frequency.
- (5) When an adjustments budget is tabled, it must be accompanied by-
 - (a) An explanation how the adjustments budget affects the annual budget;
 - (b) A motivation of any material changes to the annual budget;
 - (c) An explanation of the impact of any increased spending on the annual budget and the annual budgets for the next two financial years; and
 - (d) Any supporting documentation that may be prescribed.
- (6) Municipal tax and tariffs may not be increased during a financial year except when required in terms of a financial recovery plan.”

The revised budget for 2018/19 was necessitated to adjust expenditure and revenue projections to compensate for the under collection of revenue and to authorize the utilization of projected savings in one vote towards spending under another vote.

The revised budget also makes provision for the spending of funds that were unspent at the end of the 2017/18 financial year. Furthermore, additional allocations were received from Provincial Government.

EXECUTIVE SUMMARY

Summary of Adjusted Operating Budget

The Adjustments Budget Financial Performance (Supporting Table B4) indicates a surplus of R 6,644 million. The total operating revenue (excluding capital transfers and contributions) amounts to R 360,505 million and the total operating expenditure amounts to R 381,372 million, resulting in an operating deficit of R 20,867 million. Taking into account the transfers recognised capital and contributions recognised capital amounting to R 27,511 the surplus (deficit) for the year amounts to R 6,644 million.

Due to accounting treatment of capital grants and depreciation, the estimated operating surplus is reconciled as follows:

Operating Revenue Budget Adjustments:

The originally approved operating revenue budget amounted to R 303,973 million and increased with R 56,532 million to R 360,505 million.

The main adjustments were made to:

- Property rates and service charges were adjusted to be in line with the current trend;
- Fine income was adjusted to be in line with the current trend and to comply with iGRAP1 (Traffic Fines) requirements;
- Transfers and subsidies were increased by R 42,859 million. The municipality received additional grants from the Provincial Government and provision was also made for the 2017/18 unspent roll-overs that was approved by Provincial Treasury. Included in the R 42,859 million is an amount of R 3,750,000 from the Development Bank of South Africa (DBSA) for a revenue enhancement programme.
- The increase in other revenue is mainly due to the additional VAT income that will be collected from additional grants allocated.

Operating Expenditure Budget Adjustments:

The adjustments made to the operating expenditure by type as set out in Table B4 – Adjustments Budget Financial Performance.

The originally approved operating expenditure budget amounted to R 319,844 million and increased with R 61,528 million to R 381,372 million.

The following adjustments were made:

- Employee related costs were adjusted upwards;
- Debt impairment specifically relating to traffic fines were adjusted to be in line with the current trend and to comply with iGRAP1 (Traffic Fines) requirements;
- The expenditure line items other materials, contracted services and other expenditure were adjusted to be in line with the mSCOA classifications and to provide for additional operating grants received.

Capital Budget

The capital budget were revised upwards from R 24,187 million to R 28,811 million.

The main adjustments were as follows:

- To provide for funding (R 2,259,290) received from the National Department Rural Development and Land Reform to equip and commission one boreholes to deliver water to the residents of Beaufort West;
- To provide for three projects namely the Develop Renosterkop Borehole – Beaufort West, Interconnect 3 Reservoirs - Beaufort West and Rehabilitate Borehole SRK 4 (Kuilspoort) – Beaufort West. These three projects will be funded from the Fire and Drought Relief Grant received from the Department of Local Government amounting to R 1,913,600. The Municipality will also provide R 200 000 co-funding on this project.

Refer to supporting document Table B5 – Adjustments Capital Expenditure Budget by vote and by funding as well as the detailed capital budget, **Annexure 2**

Recommendations

It is recommended that:

- The adjusted operating revenue and expenditure projections as set out in table B3 be approved;
- The adjusted capital expenditure and funding sources as set out in table B5 be approved;
- That the service delivery and budget implementation plan be adjusted in accordance with the revised budget and that the revised SDBIP be submitted for approval;
- That the revised budget and SDBIP be submitted to National and Provincial Treasury;
- That no overspending of the revised budget be allowed except in cases where the provisions of section 29(1) of the MFMA can be invoked.
- That further savings be identified and that directors promote effectiveness and efficiency within their respective directorates; and
- That overtime and the use of temporary employees be carefully monitored and considered given the poor cash flow position.



RDL. N Constable
EXECUTIVE MAYOR

Municipal Manager's Quality Certification

Quality Certificate

In my capacity as the Municipal Manager of the Beaufort West Local Municipality, I hereby certify that the adjustments budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act, and that the adjustments budget and supporting documents are consistent with the Integrated Development Plan of the municipality.



Kosie Haarhoff

Beaufort West Local Municipality (WC053)

Date: 2019.02.27

Annexure 1 – Supporting documentation

WC053 Beaufort West - Table B2 Adjustments Budget Financial Performance (functional classification) - 2018/2019

Standard Description	Ref	Budget Year 2018/19									Budget Year +1 2019/20	Budget Year +2 2020/21	
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	NaL. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget	
		5	6	7	8	9	10	11	12	13	14		
R thousands	1, 4	A	A1	B	C	D	E	F	G	H			
Revenue - Functional													
<i>Governance and administration</i>		85,861	-	-	-	-	-	2,864	2,864	88,725	88,080	93,804	
Executive and council		39,989	-	-	-	-	-	(4,077)	(4,077)	35,912	43,457	47,337	
Finance and administration		45,872	-	-	-	-	-	6,471	6,471	52,343	44,623	46,467	
Internal audit		-	-	-	-	-	-	470	470	470	-	-	
<i>Community and public safety</i>		42,289	-	-	-	-	-	35,544	35,544	77,833	42,911	38,384	
Community and social services		6,631	-	-	-	-	-	495	495	7,125	7,071	7,329	
Sport and recreation		3,034	-	-	-	-	-	(278)	(278)	2,756	3,109	936	
Public safety		1	-	-	-	-	-	155	155	157	3	3	
Housing		32,623	-	-	-	-	-	35,172	35,172	67,795	32,729	30,116	
Health		-	-	-	-	-	-	-	-	-	-	-	
<i>Economic and environmental services</i>		39,688	-	-	-	-	-	20,347	20,347	60,036	63,902	73,699	
Planning and development		796	-	-	-	-	-	(2)	(2)	794	809	610	
Road transport		38,892	-	-	-	-	-	20,349	20,349	59,241	63,092	73,089	
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	
<i>Trading services</i>		159,222	-	-	-	-	-	2,201	2,201	161,422	164,713	182,932	
Energy sources		98,349	-	-	-	-	-	(5,504)	(5,504)	92,844	93,815	99,397	
Water management		30,146	-	-	-	-	-	7,647	7,647	37,793	36,138	49,140	
Waste water management		20,791	-	-	-	-	-	30	30	20,821	23,762	23,289	
Waste management		9,936	-	-	-	-	-	28	28	9,964	10,999	11,105	
Other		-	-	-	-	-	-	-	-	-	-	-	
Total Revenue - Functional	2	327,060	-	-	-	-	-	60,956	60,956	388,016	359,607	388,819	
Expenditure - Functional													
<i>Governance and administration</i>		67,854	-	-	-	-	-	9,259	9,259	77,113	65,552	69,336	
Executive and council		16,735	-	-	-	-	-	1,559	1,559	18,294	16,898	17,795	
Finance and administration		49,693	-	-	-	-	-	7,316	7,316	57,009	46,798	49,527	
Internal audit		1,427	-	-	-	-	-	384	384	1,810	1,857	2,014	
<i>Community and public safety</i>		56,384	-	-	-	-	-	35,483	35,483	91,867	57,580	56,784	
Community and social services		9,430	-	-	-	-	-	534	534	9,964	10,210	11,136	
Sport and recreation		8,778	-	-	-	-	-	(643)	(643)	8,135	8,913	9,493	
Public safety		4,053	-	-	-	-	-	(153)	(153)	3,900	4,070	4,334	
Housing		34,123	-	-	-	-	-	35,745	35,745	69,868	34,387	31,821	
Health		-	-	-	-	-	-	-	-	-	-	-	
<i>Economic and environmental services</i>		51,943	-	-	-	-	-	16,916	16,916	68,859	74,710	81,621	
Planning and development		6,693	-	-	-	-	-	(404)	(404)	6,289	7,619	7,988	
Road transport		45,251	-	-	-	-	-	17,320	17,320	62,571	67,091	73,633	
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	
<i>Trading services</i>		143,662	-	-	-	-	-	(129)	(129)	143,533	147,801	157,165	
Energy sources		82,687	-	-	-	-	-	(983)	(983)	81,704	86,024	91,539	
Water management		26,934	-	-	-	-	-	898	898	27,833	26,542	28,192	
Waste water management		16,444	-	-	-	-	-	(708)	(708)	15,736	16,321	17,300	
Waste management		17,597	-	-	-	-	-	663	663	18,260	18,913	20,133	
Other		-	-	-	-	-	-	-	-	-	-	-	
Total Expenditure - Functional	3	319,844	-	-	-	-	-	61,528	61,528	381,372	345,642	364,906	
Surplus/ (Deficit) for the year		7,216	-	-	-	-	-	(572)	(572)	6,644	13,965	23,914	

WC053 Beaufort West - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 2018/2019

Vote Description <i>(Insert departmental structure etc)</i>	Ref	Budget Year 2018/19									Budget Year +1 2019/20	Budget Year +2 2020/21
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjus.	Total Adjus.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
R thousands												
Revenue by Vote	1											
Vote 1 - Municipal Manager		-	-	-	-	-	-	470	470	470	-	-
Vote 2 - Director: Corporate Service		46,037	-	-	-	-	-	(3,238)	(3,238)	42,800	49,806	53,907
Vote 3 - Director: Financial Services		41,720	-	-	-	-	-	9,061	9,061	50,781	44,264	46,112
Vote 4 - Director: Engineering Services		65,890	-	-	-	-	-	4,785	4,785	70,675	71,126	85,699
Vote 5 - Director: Community Services		75,064	-	-	-	-	-	55,383	55,383	130,447	100,596	103,704
Vote 6 - Director: Electrical Services		98,349	-	-	-	-	-	(5,504)	(5,504)	92,844	93,815	99,397
		-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	327,060	-	-	-	-	-	60,956	60,956	388,016	359,607	388,819
Expenditure by Vote	1											
Vote 1 - Municipal Manager		4,754	-	-	-	-	-	1,204	1,204	5,959	4,955	5,323
Vote 2 - Director: Corporate Service		34,966	-	-	-	-	-	(16)	(16)	34,949	34,704	36,686
Vote 3 - Director: Financial Services		25,954	-	-	-	-	-	8,150	8,150	34,104	24,666	25,906
Vote 4 - Director: Engineering Services		89,265	-	-	-	-	-	(934)	(934)	88,331	87,998	93,728
Vote 5 - Director: Community Services		82,217	-	-	-	-	-	54,107	54,107	136,324	107,294	111,724
Vote 6 - Director: Electrical Services		82,687	-	-	-	-	-	(983)	(983)	81,704	86,024	91,539
		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	319,844	-	-	-	-	-	61,528	61,528	381,372	345,642	364,906
Surplus/ (Deficit) for the year	2	7,216	-	-	-	-	-	(572)	(572)	6,644	13,965	23,914

WC053 Beaufort West - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 2018/2019

Description	Ref	Budget Year 2018/19									Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or Prov.	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Govt	Adjus.	Adjus.	Budget	Budget	Budget
R thousands	1	3	4	5	6	7	8	9	10	11	12	
		A	A1	B	C	D	E	F	G	H		
Revenue By Source												
Property rates	2	37 156	-	-	-	-	-	86	86	37 243	39 152	41 162
Service charges - electricity revenue	2	78 474	-	-	-	-	-	(5 541)	(5 541)	72 934	77 764	82 592
Service charges - water revenue	2	20 008	-	-	-	-	-	(1 238)	(1 238)	18 771	19 383	20 548
Service charges - sanitation revenue	2	15 517	-	-	-	-	-	141	141	15 657	16 166	17 587
Service charges - refuse revenue	2	8 166	-	-	-	-	-	(108)	(108)	8 057	8 539	9 050
Service charges - other		-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		1 376	-	-	-	-	-	(134)	(134)	1 242	1 399	1 515
Interest earned - external investments		1 260	-	-	-	-	-	(845)	(845)	415	520	625
Interest earned - outstanding debtors		2 940	-	-	-	-	-	82	82	3 022	3 204	3 396
Dividends received		-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		30 429	-	-	-	-	-	20 053	20 053	50 483	55 500	61 023
Licences and permits		629	-	-	-	-	-	(8)	(8)	621	671	723
Agency services		750	-	-	-	-	-	-	-	750	795	843
Transfers and subsidies		102 893	-	-	-	-	-	42 859	42 859	145 752	103 521	105 824
Other revenue	2	4 375	-	-	-	-	-	1 183	1 183	5 558	5 119	5 225
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		303 973	-	-	-	-	-	56 532	56 532	360 505	331 733	350 112
Expenditure By Type												
Employee related costs		103 811	-	-	-	-	-	3 668	3 668	107 480	111 352	118 470
Remuneration of councillors		6 225	-	-	-	-	-	(158)	(158)	6 067	6 410	6 674
Debt impairment		22 832	-	-	-	-	-	20 000	20 000	42 832	46 202	50 571
Depreciation & asset impairment		19 222	-	-	-	-	-	-	-	19 222	20 431	21 841
Finance charges		2 308	-	-	-	-	-	(589)	(589)	1 719	1 468	1 394
Bulk purchases		70 500	-	-	-	-	-	(3 250)	(3 250)	67 250	71 453	75 925
Other materials		19 720	-	-	-	-	-	(10 536)	(10 536)	9 184	8 586	9 233
Contracted services		8 639	-	-	-	-	-	95 471	95 471	104 111	58 137	57 696
Transfers and subsidies		650	-	-	-	-	-	(40)	(40)	610	550	550
Other expenditure		65 936	-	-	-	-	-	(43 039)	(43 039)	22 898	21 052	22 551
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		319 844	-	-	-	-	-	61 528	61 528	381 372	345 642	364 906
Surplus/(Deficit)												
Surplus/(Deficit)		(15 871)	-	-	-	-	-	(4 996)	(4 996)	(20 867)	(13 909)	(14 794)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		23 087	-	-	-	-	-	4 424	4 424	27 511	22 873	23 707
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-	5 000	15 000
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	6 644	13 965	23 914
Surplus/(Deficit) before taxation		7 216	-	-	-	-	-	(572)	(572)	6 644	13 965	23 914
Taxation		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		7 216	-	-	-	-	-	(572)	(572)	6 644	13 965	23 914
Attributable to minorities		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		7 216	-	-	-	-	-	(572)	(572)	6 644	13 965	23 914
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		7 216	-	-	-	-	-	(572)	(572)	6 644	13 965	23 914

WC053 Beaufort West - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 2018/2019

Description	Ref	Budget Year 2018/19									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 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H	+1 2019/20	+2 2020/21
R thousands												
Capital expenditure - Vote												
Multi-year expenditure to be adjusted	2											
Vote 1 - Municipal Manager		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Director: Corporate Service		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Director: Financial Services		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Director: Engineering Services		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Director: Community Services		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Director: Electrical Services		-	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	3	-	-	-	-	-	-	-	-	-	-	-
Single-year expenditure to be adjusted	2											
Vote 1 - Municipal Manager		50	-	-	-	-	-	(20)	(20)	30	-	-
Vote 2 - Director: Corporate Service		250	-	-	-	-	-	271	271	521	-	-
Vote 3 - Director: Financial Services		200	-	-	-	-	-	(50)	(50)	150	-	-
Vote 4 - Director: Engineering Services		9 427	-	-	-	-	-	4 353	4 353	13 780	17 741	28 787
Vote 5 - Director: Community Services		200	-	-	-	-	-	70	70	270	533	-
Vote 6 - Director: Electrical Services		14 060	-	-	-	-	-	-	-	14 060	9 600	9 920
		-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		24 187	-	-	-	-	-	4 624	4 624	28 811	27 873	38 707
Total Capital Expenditure - Vote		24 187	-	-	-	-	-	4 624	4 624	28 811	27 873	38 707
Capital Expenditure - Functional												
Governance and administration		500	-	-	-	-	-	220	220	720	-	-
Executive and council		50	-	-	-	-	-	(20)	(20)	30	-	-
Finance and administration		450	-	-	-	-	-	240	240	690	-	-
Internal audit		-	-	-	-	-	-	-	-	-	-	-
Community and public safety		3 009	-	-	-	-	-	(16)	(16)	2 993	3 011	833
Community and social services		200	-	-	-	-	-	(103)	(103)	97	-	-
Sport and recreation		2 809	-	-	-	-	-	(68)	(68)	2 741	3 011	833
Public safety		-	-	-	-	-	-	154	154	154	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		6 301	-	-	-	-	-	365	365	6 666	6 583	10 982
Planning and development		200	-	-	-	-	-	(20)	(20)	180	-	-
Road transport		6 101	-	-	-	-	-	385	385	6 486	6 583	10 982
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		14 377	-	-	-	-	-	4 056	4 056	18 433	18 280	26 892
Energy sources		14 060	-	-	-	-	-	-	-	14 060	9 600	9 920
Water management		-	-	-	-	-	-	4 373	4 373	4 373	5 893	16 972
Waste water management		317	-	-	-	-	-	(317)	(317)	-	2 255	-
Waste management		-	-	-	-	-	-	-	-	-	533	-
Other		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	3	24 187	-	-	-	-	-	4 624	4 624	28 811	27 873	38 707
Funded by:												
National Government		23 087	-	-	-	-	-	2 259	2 259	25 346	27 873	38 707
Provincial Government		-	-	-	-	-	-	2 165	2 165	2 165	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	4	23 087	-	-	-	-	-	4 424	4 424	27 511	27 873	38 707
Public contributions & donations		-	-	-	-	-	-	-	-	-	-	-
Borrowing		-	-	-	-	-	-	-	-	-	-	-
Internally generated funds		1 100	-	-	-	-	-	200	200	1 300	-	-
Total Capital Funding		24 187	-	-	-	-	-	4 624	4 624	28 811	27 873	38 707

WC053 Beaufort West - Table B6 Adjustments Budget Financial Position - 2018/2019

Description	Ref	Budget Year 2018/19									Budget Year	Budget Year
		Original	Prior Adjusted	Accum.	Multi-year	Unfore.	Nat. or Prov.	Other Adjusts.	Total Adjusts.	Adjusted	Adjusted	Adjusted
		Budget	3	Funds	capital	Unavoid.	Govt			Budget	Budget	Budget
		A1	4	5	6	7	8	9	10			
R thousands		A		B	C	D	E	F	G	H		
ASSETS												
Current assets												
Cash		2 162	-	-	-	-	-	(1 762)	(1 762)	400	4 500	7 500
Call investment deposits	1	5 423	-	-	-	-	-	(4 407)	(4 407)	1 017	5 232	11 634
Consumer debtors	1	20 067	-	-	-	-	-	-	-	20 067	21 188	22 432
Other debtors		20 161	-	-	-	-	-	15 911	15 911	35 972	38 130	34 800
Current portion of long-term receivables		-	-	-	-	-	-	785	785	785	833	883
Inventory		3 952	-	-	-	-	-	(202)	(202)	3 750	3 937	4 134
Total current assets		51 768	-	-	-	-	-	10 225	10 225	61 991	73 820	81 383
Non current assets												
Long-term receivables		1 859	-	-	-	-	-	836	836	2 695	2 945	3 245
Investments		-	-	-	-	-	-	-	-	-	-	-
Investment property		7 552	-	-	-	-	-	(548)	(548)	7 003	6 747	6 478
Investment in Associate		-	-	-	-	-	-	-	-	-	-	-
Property, plant and equipment	1	535 883	-	-	-	-	-	(16 954)	(16 954)	518 929	519 511	525 886
Agricultural		-	-	-	-	-	-	-	-	-	-	-
Biological		-	-	-	-	-	-	-	-	-	-	-
Intangible		395	-	-	-	-	-	(1)	(1)	393	324	250
Other non-current assets		5 396	-	-	-	-	-	(119)	(119)	5 277	5 255	5 232
Total non current assets		551 085	-	-	-	-	-	(16 787)	(16 787)	534 298	534 781	541 091
TOTAL ASSETS		602 850	-	-	-	-	-	(6 562)	(6 562)	596 288	608 601	622 475
LIABILITIES												
Current liabilities												
Bank overdraft		-	-	-	-	-	-	-	-	-	-	-
Borrowing		3 206	-	-	-	-	-	-	-	3 206	2 326	1 826
Consumer deposits		1 456	-	-	-	-	-	-	-	1 456	1 336	1 231
Trade and other payables		31 522	-	-	-	-	-	14 110	14 110	45 632	50 360	48 975
Provisions		8 804	-	-	-	-	-	6 636	6 636	15 439	15 739	16 089
Total current liabilities		44 988	-	-	-	-	-	20 745	20 745	65 733	69 762	68 121
Non current liabilities												
Borrowing	1	9 591	-	-	-	-	-	-	-	9 591	7 711	6 811
Provisions	1	55 595	-	-	-	-	-	-	-	55 595	51 795	47 795
Total non current liabilities		65 186	-	-	-	-	-	-	-	65 186	59 506	54 606
TOTAL LIABILITIES		110 173	-	-	-	-	-	20 745	20 745	130 919	129 267	122 727
NET ASSETS	2	492 677	-	-	-	-	-	(27 308)	(27 308)	465 369	479 334	499 748
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)		487 254	-	-	-	-	-	(26 433)	(26 433)	460 821	471 222	489 568
Reserves		5 423	-	-	-	-	-	(875)	(875)	4 549	8 112	10 180
Minorities' interests		-	-	-	-	-	-	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY		492 677	-	-	-	-	-	(27 308)	(27 308)	465 369	479 334	499 748

WC053 Beaufort West - Table B7 Adjustments Budget Cash Flows - 2018/2019

Description	Ref	Budget Year 2018/19									Budget Year	Budget Year
		Original	Prior	Accum. Funds	Multi-year	Unfore.	Nat. or Prov.	Other Adjus.	Total Adjus.	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	4	capital	Unavoid.	Govt	8	9	Budget	Budget	Budget
		3	5	6	7			10				
		A	A1	B	C	D	E	F	G	H		
R thousands												
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates		32 629	-	-	-	-	-	2 751	2 751	35 380	37 195	39 104
Service charges		113 783	-	-	-	-	-	(3 132)	(3 132)	110 651	116 687	124 072
Other revenue		30 746	-	-	-	-	-	(4 592)	(4 592)	26 154	29 603	32 070
Government - operating	1	102 893	-	-	-	-	-	42 859	42 859	145 752	103 521	105 824
Government - capital	1	23 087	-	-	-	-	-	4 424	4 424	27 511	27 873	38 707
Interest		4 200	-	-	-	-	-	(763)	(763)	3 437	3 724	4 021
Dividends		-	-	-	-	-	-	-	-	-	-	-
Payments												
Suppliers and employees		(274 531)	-	-	-	-	-	(42 457)	(42 457)	(316 989)	(276 991)	(290 550)
Finance charges		(1 358)	-	-	-	-	-	(361)	(361)	(1 719)	(1 468)	(1 394)
Transfers and Grants	1	(650)	-	-	-	-	-	40	40	(610)	(550)	(550)
NET CASH FROM/(USED) OPERATING ACTIVITIES		30 799	-	-	-	-	-	(1 231)	(1 231)	29 568	39 593	51 304
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-
Decrease (Increase) in non-current debtors		-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables		-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-	-	-
Payments												
Capital assets		(24 187)	-	-	-	-	-	(4 624)	(4 624)	(28 811)	(27 873)	(38 707)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(24 187)	-	-	-	-	-	(4 624)	(4 624)	(28 811)	(27 873)	(38 707)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans		-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		103	-	-	-	-	-	(103)	(103)	-	-	-
Payments												
Repayment of borrowing		(4 329)	-	-	-	-	-	135	135	(4 194)	(3 405)	(3 194)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(4 226)	-	-	-	-	-	31	31	(4 194)	(3 405)	(3 194)
NET INCREASE/ (DECREASE) IN CASH HELD												
Cash/cash equivalents at the year begin:	2	5 199	-	-	-	-	-	(345)	(345)	4 854	1 417	9 732
Cash/cash equivalents at the year end:	2	7 585	-	-	-	-	-	(6 168)	(6 168)	1 417	9 732	19 134

WC053 Beaufort West - Table B8 Cash backed reserves/accumulated surplus reconciliation - 2018/2019

Description	Ref	Budget Year 2018/19									Budget Year +1 2019/20	Budget Year +2 2020/21
		Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget
		A	A1	B	C	D	E	F	G	H		
R thousands												
Cash and investments available												
Cash/cash equivalents at the year end	1	7 585	-	-	-	-	-	(6 168)	(6 168)	1 417	9 732	19 134
Other current investments > 90 days		-	-	-	-	-	-	-	-	-	-	-
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-	-
Cash and investments available:		7 585	-	-	-	-	-	(6 168)	(6 168)	1 417	9 732	19 134
Applications of cash and investments												
Unspent conditional transfers		-	-	-	-	-	-	-	-	-	-	-
Unspent borrowing		-	-	-	-	-	-	-	-	-	-	-
Statutory requirements		-	-	-	-	-	-	-	-	-	-	-
Other working capital requirements	2	(5 793)	-	-	-	-	-	4 241	4 241	(1 552)	186	515
Other provisions		-	-	-	-	-	-	-	-	-	-	-
Long term investments committed		-	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments		5 423	-	-	-	-	-	(4 664)	(4 664)	759	8 112	10 180
Total Application of cash and investments:		(370)	-	-	-	-	-	(423)	(423)	(793)	8 298	10 694
Surplus(shortfall)		7 955	-	-	-	-	-	(5 745)	(5 745)	2 209	1 434	8 439

Annexure 2 – Adjustments Capital Budget over the 2018/19 Medium Term Revenue Expenditure Framework (MTREF)

Vote	Main Vote	Vote Name	Project Name	2018/2019	Adjustments Budget	2019/2020	2020/2021	B5 CAPEX - Funding Internally generated funds	Source
Vote 1 - Municipal Manager	1010	Municipal Manager	Furniture and Office Equipment	50,000	30,000	-	-	Internally generated funds	CRR
Vote 2 - Director: Corporate Service	1100	Admin: Corporate Services	Furniture and Office Equipment	50,000	50,000	-	-	Internally generated funds	CRR
Vote 2 - Director: Corporate Service	1140	Library Church Street	Furniture and Office Equipment		97,270	-	-	Provincial Government	PAWC
Vote 3 - Director: Financial Services	1200	Admin: Financial Services	Furniture and Office Equipment	200,000	150,000	-	-	Internally generated funds	CRR
Vote 2 - Director: Corporate Service	1201	Information Technology	Computer Equipment	200,000	374,000	-	-	Internally generated funds	CRR
Vote 4 - Director: Engineering Services	1400	Admin: Engineering Service	Machinery and Equipment	200,000	180,000	-	-	Internally generated funds	CRR
Vote 4 - Director: Engineering Services	1580	Recreation Sites	Nelspoort : Upgrade Sport Stadium	500,000	-	-	-	National Government	MIG
Vote 4 - Director: Engineering Services	1580	Recreation Sites	Beaufort West Sports Stadium : Upgrade Rugby Field	902,000	1,470,314	371,191	197,123	National Government	MIG
Vote 4 - Director: Engineering Services	1580	Recreation Sites	Beaufort West: Voortrekker Street Sports Fields - Upgrade Tennis Courts	635,543	635,543	-	-	National Government	MIG
Vote 4 - Director: Engineering Services	1580	Recreation Sites	Rustdene : Upgrade Existing Regional Sport Stadium Ph2	135,865	-	1,342,805	-	National Government	MIG
Vote 4 - Director: Engineering Services	1580	Recreation Sites	Kwa-Mandlenkosi : Upgrade Sports Stadium	635,543	635,543	1,296,697	635,876	National Government	MIG
Vote 4 - Director: Engineering Services	1640	Sewerage Farm	Nelspoort : Rehabilitate Sanitation: Oxidation Ponds	-	-	2,134,647	-	National Government	MIG
Vote 4 - Director: Engineering Services	1640	Sewerage Farm	Nelspoort (Budget Maintenance) : Rehabilitate Sanitation: Oxidation Ponds Ph2	-	-	120,000	-	National Government	MIG
Vote 4 - Director: Engineering Services	1640	Sewerage Farm	Prince Valley, Area 58 : New Bulk Sewer Pump Station & Rising Main	317,205	-	-	-	National Government	MIG
Vote 4 - Director: Engineering Services	1660	Street Works & Storm Water	Rustdene : External Stormwater next to Buitekant St (Ph IV Housing)	-	-	562,680	-	National Government	MIG
Vote 4 - Director: Engineering Services	1660	Street Works & Storm Water	Merweville : Upgrade Roads	1,023,000	-	-	-	National Government	MIG
Vote 4 - Director: Engineering Services	1660	Street Works & Storm Water	Rustdene : Pieter Street - Upgrade Gravel Roads	-	-	-	1,073,542	National Government	MIG
Vote 4 - Director: Engineering Services	1660	Street Works & Storm Water	Hillside : New Stormwater Retention Pond Ph2	-	-	-	3,526,177	National Government	MIG
Vote 4 - Director: Engineering Services	1660	Street Works & Storm Water	Kwa-Mandlenkosi : Upgrade Streets Diliso Avenue & Matsnaka Street	-	-	1,505,340	-	National Government	MIG
Vote 4 - Director: Engineering Services	1660	Street Works & Storm Water	Nelspoort : Upgrade Roads - Freddie Max Crescent	1,300,000	2,007,756	-	1,438,544	National Government	MIG
Vote 4 - Director: Engineering Services	1660	Street Works & Storm Water	Rustdene, Kwa-Mandlenkosi & Hillside II - Rehabilitate Gravel Roads	-	-	1,945,201	-	National Government	MIG
Vote 4 - Director: Engineering Services	1660	Street Works & Storm Water	Prince Valley (Ward 6) : Upgrade Streets - James Smith/Michael de Villiers Avenue	2,754,898	2,654,898	-	-	National Government	MIG
Vote 5 - Director: Community Services	1800	Admin: Community Service	Machinery and Equipment	200,000	116,000	-	-	Internally generated funds	CRR

Vote	Director	Service	Code	Category	Description	Cost	Source	Allocation	Commitment	Category	Total
Vote 5	Director	Community Services	1980	Refuse Removal	Beaufort West : New Refuse Transfer Station	-	-	-	532,874	- National Government	MIG
Vote 5	Director	Community Services	2060	Fire Brigade	Machinery and Equipment	-	154,074	-	-	Provincial Government	PAWC
Vote 6	Director	Electrical Services	3010	Admin: Electrical Services	Machinery and Equipment	200,000	-	-	-	Internally generated funds	CRR
Vote 6	Director	Electrical Services	3010	Admin: Electrical Services	Integrated National Electrification Programme	-	-	-	9,920,000	National Government	INEP
Vote 6	Director	Electrical Services	3050	Reticulation: Low Voltage	Electrification of 257 Houses (S1 Development) Phase 1	3,983,500	-	-	-	National Government	INEP
Vote 6	Director	Electrical Services	3060	Reticulation: High Voltage	New S1 Development Substation	2,500,000	-	-	-	National Government	INEP
Vote 6	Director	Electrical Services	3060	Reticulation: High Voltage	Upgrading of Beaufort West Substation - Katjeskop (Phase 3)	716,500	-	-	-	National Government	INEP
Vote 6	Director	Electrical Services	3060	Reticulation: High Voltage	Upgrading of Low Smith Substation (Phase 2)	2,800,000	-	-	-	National Government	INEP
Vote 6	Director	Electrical Services	3090	Street Lightening	Greater Beaufort West Ph2 : New High Mast Lighting	2,704,703	-	-	-	National Government	MIG
Vote 6	Director	Electrical Services	4010	Admin: Water	Beaufort West : Investigation for New Aquifers	-	-	-	139,507	National Government	MIG
Vote 4	Director	Engineering Services	4050	Water Purification	Beaufort West: Klein Hans River - New Water Supply Pipelines & Upgrade Boreholes & Pump Station	-	-	-	1,832,415	National Government	MIG
Vote 4	Director	Engineering Services	4050	Water Purification	Nelspoort : New Bulk Water Supply	-	-	810,961	-	National Government	MIG
Vote 4	Director	Engineering Services	4050	Water Purification	Regional Bulk Infrastructure Grant	-	-	5,000,000	15,000,000	National Government	RBIG
Vote 4	Director	Engineering Services	4050	Water Purification	Equip and Commission 1 Borehole	-	2,259,290	-	-	National Government	DRDLR
Vote 4	Director	Engineering Services	4050	Water Purification	Develop Renosterkop Borehole - Beaufort West	-	1,282,250	-	-	Provincial Government	PAWC
Vote 4	Director	Engineering Services	4050	Water Purification	Interconnect 3 Reservoirs - Beaufort West	-	171,350	-	-	Provincial Government	PAWC
Vote 4	Director	Engineering Services	4050	Water Purification	Rehabilitate Borehole SRK 4 (Kullisport) - Beaufort West	-	460,000	-	-	Provincial Government	PAWC
Vote 4	Director	Engineering Services	4050	Water Purification	Rehabilitate Borehole SRK 4 (Kullisport) - Beaufort West	-	200,000	-	-	Provincial Government	CRR
Vote 4	Director	Engineering Services	4050	Water Purification	Murraysburg South : Upgrade Stormwater Channel	-	-	555,500	-	National Government	MIG
Vote 4	Director	Engineering Services	6660	Murraysburg Street Works & Storm Water	Murraysburg : Rehabilitate Roads & Stormwater	1,023,128	-	1,823,128	393,115	National Government	MIG
Vote 4	Director	Engineering Services	6660	Murraysburg Street Works & Storm Water	Murraysburg : New Stormwater Drainage	-	-	-	1,539,000	National Government	MIG
Vote 4	Director	Engineering Services	6660	Murraysburg Street Works & Storm Water	Murraysburg : Upgrade Streets - Setaars, Paarden & Perl Roads	-	-	-	2,549,448	National Government	MIG
Vote 4	Director	Engineering Services	6660	Murraysburg Street Works & Storm Water	Murraysburg : New Fencing of Stormwater Channel Ph1	-	-	81,750	-	National Government	MIG
Vote 6	Director	Electrical Services	6800	Murraysburg Electricity	Murraysburg : New High Mast Lighting	1,155,315	-	1,155,315	-	National Government	MIG
Vote 4	Director	Engineering Services	6900	Murraysburg Water Works	Murraysburg (Budget Maintenance) : Upgrade & Extend Water Supply	-	-	81,639	-	National Government	MIG
Total:											
						24,187,200	28,811,434	27,873,400	38,707,350		