

**ADJUSTMENT
BUDGET OF
FEZILE DABI
DISTRICT
MUNICIPALITY**

**2012/13 TO 2014/15
MEDIUM TERM REVENUE AND
EXPENDITURE FORECASTS**

**Copies of this document can be
obtained from:**

- **The Municipal buildings**
- **www.feziledabi.gov.za**

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Abbreviations and Acronyms

AO	Accounting Officer
CFO	Chief Financial Officer
CPI	Consumer Price Index
CRRF	Capital Replacement Reserve Fund
DBSA	Development Bank of South Africa
DORA	Division of Revenue Act
DWA	Department of Water Affairs
EE	Employment Equity
EM	Executive Mayor
GAMAP	Generally Accepted Municipal Accounting Practice
GDP	Gross domestic product
GFS	Government Financial Statistics
GRAP	General Recognised Accounting Practice
HR	Human Resources
IDP	Integrated Development Plan
IT	Information Technology
KPA	Key Performance Area
KPI	Key Performance Indicator
LED	Local Economic Development
MFMA	Municipal Financial Management Act Programme
MMC	Member of Mayora Committee
MSA	Municipal Systems Act
MTEF	Medium-term Expenditure Framework
MTREF	Medium-term Revenue and Expenditure Framework
PMS	Performance Management System
PPE	Property Plant and Equipment
RSC	Regional Services Council
SALGA	South African Local Government Association
SDBIP	Service Delivery Budget Implementation Plan
SMME	Small Micro and Medium Enterprises

Part 1 – Adjustment Budget 2012/13

1.1 Mayor's Report

Mayor's report can be accessed from the municipality's website; the report was delivered by the Executive Mayor after the Budget was approved by council on the 31 May 2012, www.feziledabi.gov.za.

1.2 Council Resolutions

The following resolutions were taken by council to be effected on the Adjustment budget 2012/13:

1. TRANSFERS AND GRANTS TO LOCAL MUNICIPALITIES (NON-MONETARY & CAPITAL IN NATURE 2012/13)

MUNICIPALITY	PROJECT	APPROVED BUDGET 2012/13	ADJUSTMENT BUDGET 2012/13
FDDM	Electrification of stands in Edenville	R 3500 000	R 3500 000
	Provision of Electricity for farm workers houses	R 100 000	R 100 000
Mafube	Sewer Reticulation and Toilet Structures in Qalabotjha	R 3000 000	R0
Ngwathe	Refurbishment of Electrical Network in Vredefort	R 1000 000	R 1000 000
	Construction of Vehicular Stormwater Crossing and Pedestrian Walkaway in Tumahole	R 0	R 3000 000
Metsimaholo	Sewer Yard connections in Gortin for 2400 erven	R 3000 000	R 3000 000
Moqhaka	Installation of new Outfall Sewer between Const.PS and WWTW	R 4 500 000	R 7 500 000

TOTAL

R 15 100 000

R 18 100 000

- The changes that were effected on the above table were due to the resolution taken by council, that funds be transferred from Sewer Reticulation and Toilet Structures in Qalabotjha to Installation of new Outfall Sewer between Const.PS and WWTW.
- There is an additional project amounting to R 3000 000 (Construction of Vehicular Stormwater Crossing and Pedestrian Walkaway in Tumahole which resulted the increase from R 15 100 000 to R 18 100 000

2. RE- BUDGETING OF FUNDS THAT WERE NOT FULLY UTILISED IN THE PREVIOUS FINANCIAL YEAR 2011/12 FOR THE FOLLOWING:

(TRANSFERS AND GRANTS TO LOCAL MUNICIPALITIES (NON-MONETARY & CAPITAL IN NATURE FROM 2011/12 BUDGET YEAR)

PROJECT	APPROVED 2012/13	BUDGET	ADJUSTMENT 2012/13	BUDGET
Mafube: Upgrading of outfall sewer in Namahadi Ext 23(Mamello, Frankfort)	R0		R 201 000	
Tumahole stormwater canals	R0		R 627 000	
Rehabilitation of streets in Ngwathe	R0		R 3 520 000	
Laboratory	R0		R 1000 000	
Storm water open channels and sidewalks Zamdela	R0		R 174 000	
TOTAL	R0		R 5 522 000	

**3. COUNCIL ALSO RESOLVED THAT THE FOLLOWING TAKE EFFECT ON THIS ADJUSTMENT BUDGET:
(INCREASE ON THE AMOUNT BUDGETED FOR HIV & AIDS BENEFIT CONCERT)**

	APPROVED 2012/13	BUDGET	ADJUSTMENT 2012/13	BUDGET
HIV & AIDS Benefit Concert	R 1500 000.00		R 6000 000.00	

4. A RESOLUTION WAS TAKEN BY COUNCIL ON THE FOLLOWING ITEM TO BE EFFECTED ON THIS BUDGET:

(RE-BUDGETING OF FIRE STATION WORK- MAFUBE FRANKFORT FROM FUNDING WHICH WAS PREVIOUSLY NOT FULLY UTILISED IN 2011/12 AND THAT ADDITIONAL FUNDS BE ALLOCATED TO THE PROJECT)

	APPROVED 2012/13	BUDGET	ADJUSTMENT 2012/13	BUDGET
Renovation of Fire Station- Mafube Frankfort	R 0.00		R 944 773.35	
Renovation of Fire Station- Mafube Frankfort	R 0.00		R 630 000.00	
TOTAL			R1 574 773.35	

1.3 Executive Summary

TOTAL INCOME

The total estimated Income for the 2012/2013 financial year amounted to R 170 227 142 and has been adjusted as follows to R 196 494 516:

	R	R
	APPROVED BUDGET	ADJUSTMENT BUDGET
Municipal Systems Improvement Grant	1 000 000	1 000 000
Equitable Share	12 669 000	12 669 000
Local Government Financial Management Grant	1 250 000	1 250 000
RSC Levy Replacement Grant	118 477 000	118 477 000
EPWP Grant	1 000 000	1 000 000
Interest Bank Accounts	3 145 500	3 145 500
Interest on Investments	7 357 600	7 357 600
Other income	310 000	310 000
Fezile Dabi Sports Stadium Grant	0	10 000 000
Accumulated Surplus	25 018 042	41 285 416
TOTAL INCOME	170 227 142	196 494 516

Total Income has increased with **R 26 267 374** which is the equivalent of 15.43% as a result of the following:

- Inclusion of R 10 000 000 Fezile Dabi Sports Stadium Grant
- Increase of R 16 267 374 on accumulated surplus (cash backed)

TOTAL EXPENDITURE

Total expenditure increased in same proportion with total income, an increase of **R 26 267 374** is made up as outlined below:

	R	R
	APPROVED BUDGET	ADJUSTMENT BUDGET
Employee related costs	70 694 601	71 212 101
Remuneration of Councillors	6 047 800	6 599 800
Depreciation	3 495 599	3 495 599
Finance Charges	3 000 000	3 000 000
Contracted services	7 960 000	8 884 773
Transfers and grants to Local Municipalities (non-monetary capital and operational in natu	17 100 000	35 745 000
Other Expenses	53 892 942	59 521 043
Capital Expenditure	8 036 200	8 036 200
TOTAL EXPENDITURE	170 227 142	196 494 516

1.4 Operating Revenue Framework

Summary of revenue classified by main revenue source

	Approved Budget 2012/13 R	Adjustment budget 2012/13 R
Municipal System Improvement Grant	1 000 000	1 000 000
Equitable Share	12 669 000	12 669 000
Local Government Financial Management Grant	1 250 000	1 250 000
RSC Levy Replacement Grant	118 477 000	118 477 000
EPWP Grant	1 000 000	1 000 000
Fezile Dabi Sports Stadium Grant	0	10 000 000
Interest Bank Accounts	3 145 500	3 145 500
Interest on Investments	7 357 600	7 357 600
Other income	310 000	310 000
TOTAL	145 209 100	155 209 100

- Operating revenue increased with R 10 000 000 as compared to the 2012/13 Approved budget due to the inclusion of the Fezile Dabi Sport Stadium Grant.
- Operating revenue represents 80.07% of the total income excluding funds from the accumulated surplus.

Percentage growth in revenue by main source

	Approved budget 2012/13	Adjustment budget 2012/13	Percentage growth %
Municipal Systems Improvement Grant	1 000 000	1 000 000	0%
Equitable Share	12 669 000	12 669 000	0%
Local Government Financial Management Grant	1 250 000	1 250 000	0%
RSC Levy Replacement Grant	118 477 000	118 477 000	0%
EPWP Grant	1 000 000	1 000 000	0%
Fezile Dabi Sports Stadium Grant	0	10 000 000	100%
Interest on external Investment	10 503 100	10 503 100	0%
Other income	310 000	310 000	0%
TOTAL OPERATING INCOME	145 209 100	155 209 100	6.89%

Operating Transfers and Grants Receipts**DC20 Fezile Dabi - Supporting Table SB7 Adjustments Budget - transfers and grant receipts -**

Description	Ref	Budget Year 2012/13							Budget Year +1 2013/14	Budget Year +2 2014/15
		Original Budget	Prior Adjusted	Multi-year capital	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		
R thousands										
RECEIPTS:	1, 2									
<u>Operating Transfers and Grants</u>										
National Government:		134,396	-	-	-	-	-	134,396	143,007	153,097
Local Government Equitable Share		12,669	-	-	-	-	-	12,669	135,887	140,897
Finance Management	3	1,250	-	-	-	-	-	1,250	1,250	1,250
Municipal Systems Improvement		1,000	-	-	-	-	-	1,000	870	950
EPWP Incentive		1,000	-	-	-	-	-	1,000	-	-
RSC Levy Replacement		118,477	-	-	-	-	-	118,477	-	-
Regional Bulk Infrastructure Grant -Ngwathe		-	-	-	-	-	-	-	5,000	10,000
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	10,000	10,000	10,000	-	-

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ADJUSTMENT BUDGET 2012/13

Other capital transfers [insert description]		-	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	6	-	-	-	-	-	-	-	-	-
TOTAL RECEIPTS OF TRANSFERS & GRANTS		134,396	-	-	-	10,000	10,000	144,396	143,007	153,097

- Operating Transfers and Grants Receipts increased by R 10 000 000 (Fezile Dabi Sport Stadium Grant), the inclusion of the additional amount is as per Provincial Treasury's assessment.
- Operating Transfers and Grants Receipts represents 93.03% of the total operational revenue which excludes funding from the accumulated surplus.
- Operating Transfers and Grants Receipts represents 73.49% of the total operational revenue which includes funding from the accumulated surplus

1.5 Operating Expenditure Framework

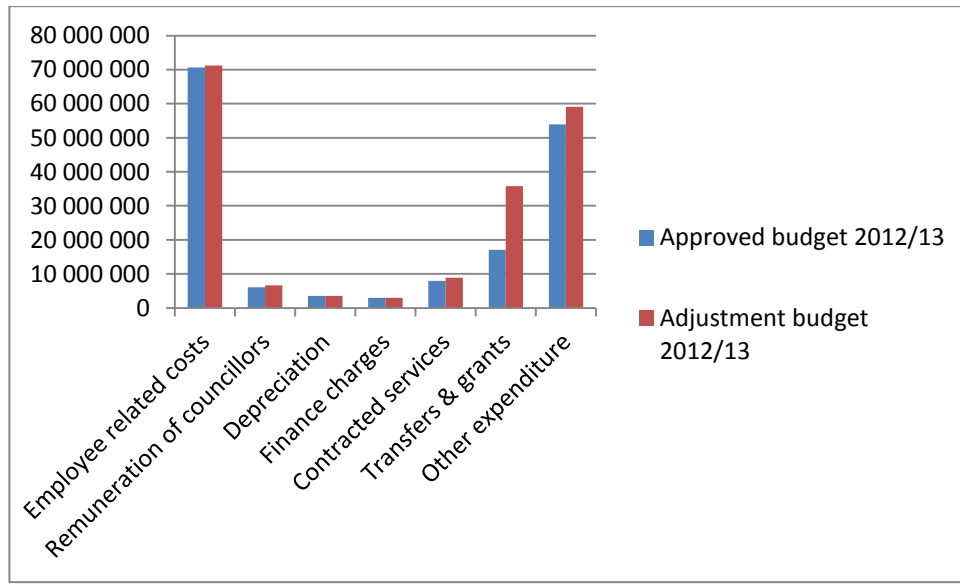
Expenditure framework for the 2012/13 budget and MTREF is informed by the following:

- Funding of the budget over the medium term is informed by section 18 and 19 of the MFMA (Cash backed reserves are in place to ensure adherence to the aforementioned.)
- Presentations made to the budget steering committee in line with the IDP, The budget regulations and circulars.

Description	Ref	Budget Year 2012/13									Budget Year +1 2013/14	Budget Year +2 2014/15
		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 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
Expenditure By Type												
Employee related costs		70 695	-	-	-	-	-	518	518	71 212	74 773	78 437
Remuneration of councillors		6 048	-	-	-	-	-	552	552	6 600	6 930	7 269
Debt impairment		-	-	-	-	-	-	-	-	-	-	-
Depreciation & asset impairment		3 496	-	-	-	-	-	-	-	3 496	3 670	3 850
Finance charges		3 000	-	-	-	-	-	-	-	3 000	3 150	3 304
Bulk purchases		-	-	-	-	-	-	-	-	-	-	-
Other materials		-	-	-	-	-	-	-	-	-	-	-
Contracted services		7 960	-	-	-	-	-	885	885	8 845	9 287	9 742
Transfers and grants		17 100	-	-	-	-	-	18 645	18 645	35 745	37 532	39 371
Other expenditure		53 893	-	-	-	-	-	5 168	5 168	59 521	67 174	70 466
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		162 191	-	-	-	-	-	25 767	25 767	188 458	202 516	212 439

Operating Expenditure by type

- Employee related costs were budgeted at R 70 694 601 which has now increased to R 71 212 101 the increase is due to the adjustments made on salary packages and due to the implementation of the Salary and Wage collective agreement - 2012/15.
- Remuneration of councillors increased with R 552 000 which is equivalent to 9.13% this is due to the expenses relating to the MPAC and the increase of 5.5% published on the draft determination of upper limits of salaries, allowances and benefits of councilors.
- Depreciation allocation remained unchanged at R 3 495 599
- Finance charges also remained unchanged
- Contracted services increased with R 924 773 a movement from General Expenses to contracted services and this is as the result of the additional allocation on the HIV & AIDS Benefit Concert.
- Transfers and grants to local municipalities increased with R 18 645 000 resulting from a comparison between the 2012/13 Approved budget and the 2012/13 Adjustment budget.

Main operational expenditure categoriesOperational repairs and maintenance

Description	Approved budget 2012/13	Adjustment budget 2012/13
Repairs and maintenance	1 134 010	1 244 010

	FEZILE DABI DISTRICT MUNICIPALITY								ADJUSTMENT BUDGET 2012/13			
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		8 036	-	-	-	-	-	-	-	8 036	8 438	8 851
Total Capital Expenditure - Vote		8 036	-	-	-	-	-	-	-	8 036	8 438	8 851

- Capital budget remained unchanged

Breakdown of the capital budget

Environmental Health Laboratory Building	R 2 000 000
Renewal to existing Buildings	R 500 000
Council Vehicles	R 750 000
IT Equipment	R 500 000
Fire Fighting Vehicles	R 3 200 000
Office Furniture & Equipment	<u>R 1 086 200</u>
TOTAL CAPITAL EXPENDITURE	<u>R 8 036 200</u>

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assets		-										
Surplus/(Deficit) after capital transfers & contributions	(16 982)	-	-	-	-	-	(16 267)	(16 267)	(33 249)	(35 378)	(37 111)	
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-	
Surplus/ (Deficit) for the year	(16 982)	-	-	-	-	-	(16 267)	(16 267)	(33 249)	(35 378)	(37 111)	
Capital expenditure & funds sources												
Capital expenditure	8 036	-	-	-	-	-	-	-	8 036	8 438	8 851	
Transfers recognised - capital	-	-	-	-	-	-	-	-	-	-	-	
Public contributions & donations	-	-	-	-	-	-	-	-	-	-	-	
Borrowing	-	-	-	-	-	-	-	-	-	-	-	
Internally generated funds	8 036	-	-	-	-	-	-	-	8 036	8 438	8 851	
Total sources of capital funds	8 036	-	-	-	-	-	-	-	8 036	8 438	8 851	
Financial position												
Total current assets	120 951	-	-	-	-	-	90 334	90 334	211 285	221 849	232 720	
Total non current assets	27 448	-	-	-	-	-	-	-	27 448	28 820	30 232	
Total current liabilities	19 557	-	-	-	-	-	3 382	3 382	22 938	24 085	25 265	
Total non current liabilities	26 614	-	-	-	-	-	6 144	6 144	32 759	34 397	36 082	
Community wealth/Equity	102 227	-	-	-	-	-	(18 587)	(18 587)	83 641	87 823	92 126	
Cash flows												
Net cash from (used) operating	(7 821)	-	-	-	-	-	(16 632)	(16 632)	(24 453)	(25 676)	(26 934)	
Net cash from (used) investing	(8 036)	-	-	-	-	-	-	-	(8 036)	(8 438)	(8 851)	
Net cash from (used) financing	(5 300)	-	-	-	-	-	-	-	(5 300)	(5 564)	(5 837)	
Cash/cash equivalents at the year end	142 923	-	-	-	-	-	(16 632)	(16 632)	126 291	182 171	191 097	
Cash backing/surplus reconciliation												
Cash and investments available	120 951	-	-	-	-	-	90 334	90 334	211 285	221 849	232 720	
Application of cash and investments	91 583	-	-	-	-	-	9 135	9 135	100 718	20 935	21 961	
Balance - surplus (shortfall)	29 368	-	-	-	-	-	81 199	81 199	110 567	200 914	210 759	

Explanatory notes to Table B1 - Budget Summary

- Table B1 is a budget summary and provides a concise overview of the municipality's budget from all of the major financial perspectives (operating, capital expenditure, financial position, cash flow, and MFMA funding compliance).
- The table provides an overview of the amounts to be approved by Council for operating performance, resources deployed to capital expenditure, financial position, cash and funding compliance.
- Financial management reforms emphasises the importance of the municipal budget being funded. This requires the simultaneous assessment of the Financial Performance, Financial Position and Cash Flow Budgets, along with the Capital Budget. The Budget Summary provides the key information in this regard:
 - The operating surplus/deficit (after Total Expenditure) is negative over the MTREF and is being funded from accumulated cash-backed surpluses from previous years.
 - Capital expenditure is balanced by capital funding sources, internally generated funds is financed from a combination of the current operating surplus and accumulated cash-backed surpluses from previous years.

DC20 Fezile Dabi - Table B2 Adjustments Budget Financial Performance (standard classification) -

Standard Description	Ref	Budget Year 2012/13									Budget Year +1 2013/14	Budget Year +2 2014/15
		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, 4	A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Revenue - Standard												
Governance and administration		100 035	-	-	-	-	-	12 628	12 628	112 663	118 310	124 107
Executive and council		47 658	-	-	-	-	-	3 212	3 212	50 870	53 414	56 031
Budget and treasury office		17 004	-	-	-	-	-	(1 206)	(1 206)	15 798	16 588	17 400
Corporate services		35 373	-	-	-	-	-	10 622	10 622	45 995	48 309	50 676
Community and public safety		12 212	-	-	-	-	-	278	278	12 490	13 115	13 757
Community and social services		-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		12 212	-	-	-	-	-	278	278	12 490	13 115	13 757
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		32 962	-	-	-	-	-	(2 907)	(2 907)	30 056	31 559	33 105
Planning and development		15 102	-	-	-	-	-	(1 447)	(1 447)	13 655	14 337	15 040
Road transport		-	-	-	-	-	-	-	-	-	-	-
Environmental protection		17 861	-	-	-	-	-	(1 459)	(1 459)	16 401	17 221	18 065
Trading services		-	-	-	-	-	-	-	-	-	-	-
Electricity		-	-	-	-	-	-	-	-	-	-	-
Water		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	2	145 209	-	-	-	-	-	10 000	10 000	155 209	162 983	170 969
Expenditure - Standard	-											
Governance and administration		111 999	-	-	-	-	-	25 115	25 115	137 114	143 970	151 024

Executive and council		53 764	-	-	-	-	-	5 749	5 749	59 512	62 488	65 550
Budget and treasury office		15 547	-	-	-	-	-	131	131	15 677	16 461	17 268
Corporate services		42 689	-	-	-	-	-	19 235	19 235	61 925	65 021	68 207
Community and public safety		13 361	-	-	-	-	-	1 691	1 691	15 052	15 804	16 579
Community and social services		-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		13 361	-	-	-	-	-	1 691	1 691	15 052	15 804	16 579
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		36 830	-	-	-	-	-	(539)	(539)	36 292	38 106	39 974
Planning and development		16 885	-	-	-	-	-	(394)	(394)	16 492	17 316	18 165
Road transport		-	-	-	-	-	-	-	-	-	-	-
Environmental protection		19 945	-	-	-	-	-	(145)	(145)	19 800	20 790	21 809
Trading services		-	-	-	-	-	-	-	-	-	-	-
Electricity		-	-	-	-	-	-	-	-	-	-	-
Water		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	3	162 191	-	-	-	-	-	26 267	26 267	188 458	197 881	207 577
Surplus/ (Deficit) for the year		(16 982)	-	-	-	-	-	(16 267)	(16 267)	(33 249)	(34 898)	(36 608)

- Table B2 is a view of the budgeted financial performance in relation to revenue and expenditure per standard classification. The modified GFS standard classification divides the municipal services into 15 functional areas. Municipal revenue, operating expenditure and capital expenditure are then classified in terms of each of these functional areas which enable the National Treasury to compile government's reports.

DC20 Fezile Dabi - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) -

Vote Description <i>[Insert departmental structure etc]</i>	Ref	Budget Year 2012/13									Budget Year +1 2013/14	Budget Year +2 2014/15	
		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 A	4 A1	5 B	6 C	7 D	8 E	9 F	10 G	11 H	12	13	
R thousands													
Revenue by Vote	1												
Vote 1 - COUNCIL GENERAL		10 672	-	-	-	-	-	(459)	(459)	10 213	10 724	11 249	
Vote 2 - EXECUTIVE MAYOR		11 355	-	-	-	-	-	2 552	2 552	13 907	14 602	15 318	
Vote 3 - SPEAKER		5 112	-	-	-	-	-	1 966	1 966	7 077	7 431	7 795	
Vote 4 - MAYORAL COMMITTEE		2 832	-	-	-	-	-	334	334	3 166	3 324	3 487	
Vote 5 - MUNICIPAL MANAGER		18 020	-	-	-	-	-	(1 180)	(1 180)	16 841	17 683	18 549	
Vote 6 - FINANCE		13 911	-	-	-	-	-	(967)	(967)	12 944	13 592	14 258	
Vote 7 - INFORMATION TECHNOLOGY		3 049	-	-	-	-	-	(240)	(240)	2 810	2 950	3 095	
Vote 8 - PROJECT MANAGEMENT & PUBLIC WORKS		20 518	-	-	-	-	-	11 548	11 548	32 066	33 670	35 319	
Vote 9 - CORPORATE SUPPORT SERVICES		14 724	-	-	-	-	-	(926)	(926)	13 798	14 488	15 198	
Vote 10 - FIRE & EMERGENCY SERVICES		6 868	-	-	-	-	-	458	458	7 326	7 693	8 070	
Vote 11 - DISASTER MANAGEMENT		5 286	-	-	-	-	-	(180)	(180)	5 106	5 361	5 624	
Vote 12 - LED & TOURISM		15 058	-	-	-	-	-	(1 447)	(1 447)	13 611	14 292	14 992	
Vote 13 - ENVIRONMENTAL HEALTH		17 803	-	-	-	-	-	(1 459)	(1 459)	16 343	17 160	18 001	
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-	
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-	
Total Revenue by Vote	2	145 209	-	-	-	-	-	10 000	10 000	155 209	162 970	170 955	
Expenditure by Vote	1												
Vote 1 - COUNCIL GENERAL		11 941	-	-	-	-	-	934	934	12 875	13 519	14 181	

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Vote 2 - EXECUTIVE MAYOR		12 636	-	-	-	-	-	4 203	4 203	16 839	17 680	18 547
Vote 3 - SPEAKER		5 725	-	-	-	-	-	(158)	(158)	5 566	5 845	6 131
Vote 4 - MAYORAL COMMITTEE		3 320	-	-	-	-	-	512	512	3 832	4 023	4 221
Vote 5 - MUNICIPAL MANAGER		20 142	-	-	-	-	-	258	258	20 400	21 420	22 470
Vote 6 - FINANCE		15 547	-	-	-	-	-	131	131	15 677	16 461	17 268
Vote 7 - INFORMATION TECHNOLOGY		3 389	-	-	-	-	-	5	5	3 395	3 565	3 739
Vote 8 - PROJECT MANAGEMENT & PUBLIC WORKS		22 930	-	-	-	-	-	18 893	18 893	41 822	43 913	46 065
Vote 9 - CORPORATE SUPPORT SERVICES		16 370	-	-	-	-	-	338	338	16 708	17 544	18 403
Vote 10 - FIRE & EMERGENCY SERVICES		7 688	-	-	-	-	-	1 184	1 184	8 872	9 316	9 772
Vote 11 - DISASTER MANAGEMENT		5 673	-	-	-	-	-	507	507	6 180	6 489	6 807
Vote 12 - LED & TOURISM		16 885	-	-	-	-	-	(394)	(394)	16 492	17 316	18 165
Vote 13 - ENVIRONMENTAL HEALTH		19 945	-	-	-	-	-	(145)	(145)	19 800	20 790	21 809
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	162 191	-	-	-	-	-	26 267	26 267	188 458	197 881	207 577
Surplus/ (Deficit) for the year	2	(16 982)	-	-	-	-	-	(16 267)	(16 267)	(33 249)	(34 912)	(36 622)

- Table B3 is a view of the budgeted financial performance in relation to the revenue and expenditure per municipal vote.

DC20 Fezile Dabi - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) -

Description	Ref	Budget Year 2012/13									Budget Year +1 2013/14	Budget Year +2 2014/15
		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	1	A	A1	B	C	D	E	F	G	H		
Revenue By Source												
Property rates	2	-	-	-	-	-	-	-	-	-	-	-
Property rates - penalties & collection charges		-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - other		-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		-	-	-	-	-	-	-	-	-	-	-
Interest earned - external investments		10 503	-	-	-	-	-	-	-	10 503	11 028	11 569
Interest earned - outstanding debtors		-	-	-	-	-	-	-	-	-	-	-
Dividends received		-	-	-	-	-	-	-	-	-	-	-
Fines		-	-	-	-	-	-	-	-	-	-	-
Licences and permits		-	-	-	-	-	-	-	-	-	-	-
Agency services		-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - operating		134 396	-	-	-	-	-	10 000	10 000	144 396	151 616	159 045
Other revenue	2	310	-	-	-	-	-	-	-	310	326	341
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		145 209	-	-	-	-	-	10 000	10 000	155 209	162 970	170 955
Expenditure By Type	-											
Employee related costs		70 695	-	-	-	-	-	518	518	71 212	74 773	78 437
Remuneration of councillors		6 048	-	-	-	-	-	552	552	6 600	6 930	7 269
Debt impairment		-	-	-	-	-	-	-	-	-	-	-
Depreciation & asset impairment		3 496	-	-	-	-	-	-	-	3 496	3 670	3 850

Finance charges	3 000	-	-	-	-	-	-	-	-	3 000	3 150	3 304
Bulk purchases	-	-	-	-	-	-	-	-	-	-	-	-
Other materials	-	-	-	-	-	-	-	-	-	-	-	-
Contracted services	7 960	-	-	-	-	-	885	885	8 845	8 845	9 287	9 742
Transfers and grants	17 100	-	-	-	-	-	18 645	18 645	35 745	35 745	37 532	39 371
Other expenditure	53 893	-	-	-	-	-	5 668	5 668	59 561	59 561	63 006	66 093
Loss on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure	162 191	-	-	-	-	-	26 267	26 267	188 458	188 458	198 348	208 067
Surplus/(Deficit)	(16 982)	-	-	-	-	-	(16 267)	(16 267)	(33 249)	(33 249)	(35 378)	(37 111)
Transfers recognised - capital	-	-	-	-	-	-	-	-	-	-	-	-
Contributions	-	-	-	-	-	-	-	-	-	-	-	-
Contributed assets	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) before taxation	(16 982)	-	-	-	-	-	(16 267)	(16 267)	(33 249)	(33 249)	(35 378)	(37 111)
Taxation	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation	(16 982)	-	-	-	-	-	(16 267)	(16 267)	(33 249)	(33 249)	(35 378)	(37 111)
Attributable to minorities	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality	(16 982)	-	-	-	-	-	(16 267)	(16 267)	(33 249)	(33 249)	(35 378)	(37 111)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(16 982)	-	-	-	-	-	(16 267)	(16 267)	(33 249)	(33 249)	(35 378)	(37 111)

- Total revenue was budgeted at R 145 209 100 which has now increased to R 155 209 100.

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Vote 5 - MUNICIPAL MANAGER		100	-	-	-	-	-	-	-	100	105	110
Vote 6 - FINANCE		50	-	-	-	-	-	-	-	50	53	55
Vote 7 - INFORMATION TECHNOLOGY		500	-	-	-	-	-	-	-	500	525	551
Vote 8 - PROJECT MANAGEMENT & PUBLIC WORKS		3 250	-	-	-	-	-	-	-	3 250	3 413	3 580
Vote 9 - CORPORATE SUPPORT SERVICES		120	-	-	-	-	-	-	-	120	126	132
Vote 10 - FIRE & EMERGENCY SERVICES		3 200	-	-	-	-	-	-	-	3 200	3 360	3 525
Vote 11 - DISASTER MANAGEMENT		100	-	-	-	-	-	-	-	100	105	110
Vote 12 - LED & TOURISM		6	-	-	-	-	-	-	-	6	7	7
Vote 13 - ENVIRONMENTAL HEALTH		300	-	-	-	-	-	-	-	300	315	330
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		8 036	-	-	-	-	-	-	-	8 036	8 438	8 851
Total Capital Expenditure - Vote		8 036	-	-	-	-	-	-	-	8 036	8 438	8 851
Capital Expenditure - Standard												
<i>Governance and administration</i>		3 880	-	-	-	-	-	-	-	3 880	4 074	4 274
Executive and council		510	-	-	-	-	-	-	-	510	536	562
Budget and treasury office		550	-	-	-	-	-	-	-	550	578	606
Corporate services		2 820	-	-	-	-	-	-	-	2 820	2 961	3 106
<i>Community and public safety</i>		100	-	-	-	-	-	-	-	100	105	110
Community and social services		-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		100	-	-	-	-	-	-	-	100	105	110
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		306	-	-	-	-	-	-	-	306	322	337
Planning and development		6	-	-	-	-	-	-	-	6	7	7
Road transport		-	-	-	-	-	-	-	-	-	-	-
Environmental protection		300	-	-	-	-	-	-	-	300	315	330
<i>Trading services</i>		-	-	-	-	-	-	-	-	-	-	-
Electricity		-	-	-	-	-	-	-	-	-	-	-
Water		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-	-	-
<i>Other</i>		3 750	-	-	-	-	-	-	-	3 750	3 938	4 130
Total Capital Expenditure - Standard	3	8 036	-	-	-	-	-	-	-	8 036	8 438	8 851

Funded by:												
National Government		-	-	-	-	-	-	-	-	-	-	-
Provincial Government		-	-	-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-	-	-
Total Capital transfers recognised	4	-	-	-	-	-	-	-	-	-	-	-
Public contributions & donations		-	-	-	-	-	-	-	-	-	-	-
Borrowing		-	-	-	-	-	-	-	-	-	-	-
Internally generated funds		8 036	-	-	-	-	-	-	-	8 036	8 438	8 851
Total Capital Funding		8 036	-	-	-	-	-	-	-	8 036	8 438	8 851

- Table B5 is a breakdown of the capital programme in relation to capital expenditure by municipal vote (single-year appropriations); capital expenditure by standard classification; and the funding sources necessary to fund the capital budget.
- Capital expenditure is funded from internally generated funds.

DC20 Fezile Dabi - Table B6 Adjustments Budget Financial Position -

Description	Ref	Budget Year 2012/13									Budget Year +1 2013/14	Budget Year +2 2014/15
		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		9 420	-	-	-	-	-	74 463	74 463	83 882	88 077	92 392
Call investment deposits	1	111 531	-	-	-	-	-	15 871	15 871	127 402	133 773	140 327
Consumer debtors	1	-	-	-	-	-	-	-	-	-	-	-
Other debtors		-	-	-	-	-	-	-	-	-	-	-
Current portion of long-term receivables		-	-	-	-	-	-	-	-	-	-	-
Inventory		-	-	-	-	-	-	-	-	-	-	-
Total current assets		120 951	-	-	-	-	-	90 334	90 334	211 285	221 849	232 720
Non current assets												
Long-term receivables		-	-	-	-	-	-	-	-	-	-	-
Investments		-	-	-	-	-	-	-	-	-	-	-
Investment property		-	-	-	-	-	-	-	-	-	-	-
Investment in Associate		-	-	-	-	-	-	-	-	-	-	-
Property, plant and equipment	1	27 033	-	-	-	-	-	-	-	27 033	28 385	29 776
Agricultural		-	-	-	-	-	-	-	-	-	-	-
Biological		-	-	-	-	-	-	-	-	-	-	-
Intangible		415	-	-	-	-	-	-	-	415	435	457
Other non-current assets		-	-	-	-	-	-	-	-	-	-	-
Total non current assets		27 448	-	-	-	-	-	-	-	27 448	28 820	30 232
TOTAL ASSETS		148 398	-	-	-	-	-	90 334	90 334	238 733	250 669	262 952
LIABILITIES												
Current liabilities												
Bank overdraft		-	-	-	-	-	-	-	-	-	-	-
Borrowing		3 000	-	-	-	-	-	-	-	3 000	3 150	3 304

Consumer deposits		-	-	-	-	-	-	-	-	-	-	-
Trade and other payables		16 557	-	-	-	-	-	3 382	3 382	19 938	20 935	21 961
Provisions		-	-	-	-	-	-	-	-	-	-	-
Total current liabilities		19 557	-	-	-	-	-	3 382	3 382	22 938	24 085	25 265
Non current liabilities												
Borrowing	1	17 418	-	-	-	-	-	3 014	3 014	20 432	21 454	22 505
Provisions	1	9 196	-	-	-	-	-	3 130	3 130	12 327	12 943	13 577
Total non current liabilities		26 614	-	-	-	-	-	6 144	6 144	32 759	34 397	36 082
TOTAL LIABILITIES		46 171	-	-	-	-	-	9 526	9 526	55 697	58 482	61 348
NET ASSETS	2	102 227	-	-	-	-	-	80 808	80 808	183 036	192 187	201 605
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)		90 392	-	-	-	-	-	(14 586)	(14 586)	75 805	79 596	83 496
Reserves		11 835	-	-	-	-	-	(4 000)	(4 000)	7 835	8 227	8 630
TOTAL COMMUNITY WEALTH/EQUITY		102 227	-	-	-	-	-	(18 587)	(18 587)	83 641	87 823	92 126

Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-	-	-
Payments												
Repayment of borrowing		(5 300)	-	-	-	-	-	-	-	(5 300)	(5 564)	(5 837)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(5 300)	-	-	-	-	-	-	-	(5 300)	(5 564)	(5 837)
NET INCREASE/ (DECREASE) IN CASH HELD		(21 157)	-	-	-	-	-	(16 632)	(16 632)	(37 789)	(39 679)	(41 623)
Cash/cash equivalents at the year begin:	2	164 080	-	-	-	-	-	-	47 205	211 285	221 850	232 720
Cash/cash equivalents at the year end:	2	142 923	-	-	-	-	-	(16 632)	30 573	173 496	182 171	191 097

- The budgeted cash flow statement is the first measurement in determining if the budget is funded.
- It shows the expected level of cash in-flow versus cash out-flow that is likely to result from the implementation of the budget.

DC20 Fezile Dabi - Table B8 Cash backed reserves/accumulated surplus reconciliation -

Description	Ref	Budget Year 2012/13									Budget Year +1 2013/14	Budget Year +2 2014/15
		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	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
Cash and investments available												
Cash/cash equivalents at the year end	1	142 923	-	-	-	-	-	(16 632)	(16 632)	126 291	182 171	191 097
Other current investments > 90 days		(21 972)	-	-	-	-	-	106 966	106 966	84 994	39 678	41 622
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-	-
Cash and investments available:		120 951	-	-	-	-	-	90 334	90 334	211 285	221 849	232 720
Applications of cash and investments												
Unspent conditional transfers		-	-	-	-	-	-	-	-	-	-	-
Unspent borrowing		-	-	-	-	-	-	-	-	-	-	-
Statutory requirements		-	-	-	-	-	-	-	-	-	-	-
Other working capital requirements	2	16 557	-	-	-	-	-	3 382	3 382	19 938	20 935	21 961
Other provisions		4 961	-	-	-	-	-	7 366	7 366	12 327		

Long term investments committed	66 045	-	-	-	-	-	2 407	2 407	68 453	-	-
Reserves to be backed by cash/investments	4 019	-	-	-	-	-	(4 019)	(4 019)	-	-	-
Total Application of cash and investments:	91 583	-	-	-	-	-	9 135	9 135	100 718	20 935	21 961
Surplus(shortfall)	29 368	-	-	-	-	-	81 199	81 199	110 567	200 914	210 759

DC20 Fezile Dabi - Table B9 Asset Management -

Description	Ref	Budget Year 2012/13									Budget Year +1 2013/14	Budget Year +2 2014/15
		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		
R thousands												
CAPITAL EXPENDITURE												
<u>Total New Assets to be adjusted</u>	1	7 536	-	-	-	-	-	-	-	7 536	7 913	8 301
<i>Infrastructure - Road transport</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Infrastructure - Electricity</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Infrastructure - Water</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Infrastructure - Sanitation</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Infrastructure - Other</i>		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Community		-	-	-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets	6	7 336	-	-	-	-	-	-	-	7 336	7 703	8 080
Agricultural Assets		-	-	-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-	-	-
Intangibles		200	-	-	-	-	-	-	-	200	210	220

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<i>Infrastructure - Other</i>		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Community		-	-	-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets	6	1 134	-	-	-	-	-	110	110	1 244	1 306	1 370
TOTAL EXPENDITURE OTHER ITEMS to be adjusted		4 630	-	-	-	-	-	110	110	4 740	4 977	5 221
<i>% of capital exp on renewal of assets</i>		6.2%	0.0%							6.2%	6.2%	6.2%
<i>Renewal of existing assets as % of deprecn</i>		14.3%	0.0%							14.3%	14.3%	14.3%
<i>R&M as a % of PPE</i>		3.6%	0.0%							4.0%	4.0%	4.0%
<i>Renewal and R&M as a % of PPE</i>		5.2%	0.0%							5.6%	5.6%	5.6%

Explanatory notes to Table B8 - Cash Backed Reserves/Accumulated Surplus Reconciliation

- The cash backed reserves/accumulated surplus reconciliation is aligned to the requirements of MFMA Circular 42 – Funding a Municipal Budget.
- In essence the table evaluates the funding levels of the budget by firstly forecasting the cash and investments at year end and secondly reconciling the available funding to the liabilities/commitments that exist.
- The outcome of this exercise would either be a surplus or deficit. A deficit would indicate that the applications exceed the cash and investments available and would be indicative of non-compliance with the MFMA requirements that the municipality's budget must be "funded".

Explanatory notes to Table B10 - Basic Service Delivery Measurement

Table B10 has not been completed as the district municipality does not render any basic services.

PART 2 SUPPORTING DOCUMENTATION

2.1 Overview of the annual budget process

Section 53 of the MFMA requires the Mayor of the municipality to provide general political guidance in the budget process and the setting of priorities that must guide the preparation of the budget. In addition Chapter 2 of the Municipal Budget and Reporting Regulations states that the Mayor of the municipality must establish a Budget Steering Committee to provide technical assistance to the Mayor in discharging the responsibilities set out in section 53 of the Act.

The Budget Steering Committee consists of the Municipal Manager and senior officials of the municipality meeting under the chairpersonship of the MMC for Finance.

The primary aim of the Budget Steering Committee is to ensure:

- That the process followed to compile the budget complies with legislation and good budget practices;
- That there is proper alignment between the policy and service delivery priorities set out in the municipality's IDP and the budget, taking into account the need to protect the financial sustainability of the municipality;
- That the various spending priorities of the different municipal departments are properly evaluated and prioritised in the allocation of resources.

2.1.1 Budget Process Overview

BUDGET PROCESS

The 2012-2013 Multi Year Adjustment Budget was compiled in accordance with the budget policy which forms part of the budget documents (as part of the budget related policies).

This budget process started in 05 August 2011 with the tabling of the 2012/13 budget timetable before Council. Many processes were undertaken both politically and administratively, amongst others, consultation with the communities and meetings held with steering committee, senior managers and other managers to inform the budget.

In terms of the MFMA, the Council of a municipality must for each financial year approve an annual budget 30 days before the start of the financial year. In order to comply with the abovementioned provision, the Mayor must table a draft budget at a Council meeting 90 days before the start of the financial year. The draft budget was tabled to Council on 29 March 2012.

A municipality is expected to table a funded and credible budget which is based on realistic estimates of revenue to be collected and grants to be received.

The final budget was tabled and approved by Council 30 days before the start of the financial year. This budget is thus based on realistic estimates of revenue to be received in line with MFMA.

Applicable dates:

05 August 2011 - Tabled the 2012/2013 budget timeline
08 November 2011 - Budget inputs forms sent to departmental heads
29 February 2012 - IDP Steering Committee meeting convened
5, 7 and 8 March, - Budget Steering Committee meetings were held
29 March 2012 - Draft Budget were tabled to Council

Public Participation took place during May 2012 as follows

3 May 2012 – Mafube Local Municipality – Villiers Town Hall
4 May 2012 – Ngwathe Local Municipality – Parys Town Hall
7 May 2012 – Moqhaka Local Municipality – Viljoenskroon Town Hall
8 May 2012 – Metsimaholo Local Municipality – Etienne Rossouw Theatre

14 May 2012- Budget Steering Committee assessed the budget road show report and inputs from the public during the road show.

31 May 2012- approval of the final budget 2012/13

21 November 2012- Budget Steering Committee meeting held for 2012/13 Adjustment budget.

2.2 Overview of budget related-policies

Council to take note that the following policies relate to the budget and its implementation:

Budget Policy (reviewed)

Fixed Asset Policy

Supply Chain Management Policy

Virement Policy (reviewed)

Banking and Investment Policy (reviewed)

The above policies can also be accessed from www.feziledabi.gov.za

2.3 Overview of budget assumptions

BASIC ASSUMPTIONS FOR PROJECTING REVENUE AND EXPENDITURE

ADJUSTMENT BUDGET 2012/13

BACKGROUND

The assumptions used for the 2012/13 Adjustment budget are enumerated below. However the budget is structurally balanced.

REVENUE ASSUMPTIONS

Interest earned on external investments

The interest earned on external investments is based on the assumption of the average interest rate range of 5-6 % on the investments during the year. Note should be taken that these are short-term investments that will be redeemed within the financial year.

Other Income

The other income is based on the assumption that the sale of tender documents based on an average amount of R200 Per document for 200 documents.

Expenditure

An increase of 6% was budgeted as annual increase to employees salary which has now been adjusted to 6.08% and 5% annual increase for councilors remuneration was budgeted for which has now been adjusted to 5.5%.

All other General and Capital Expenses have been budgeted in line with the user's Inputs, applying the combination of Zero-Based and Incremental Budgeting approaches as well as taking into account previous years' circulars and circular 58 together with circular 59.

2.4 Overview of budget funding

This adjustment budget is funded as follows:

Total Revenue (excluding capital transfers and contributions)	R 155 209 100
Total Expenditure	<u>(R 188 458 316)</u>
Operating deficit	(R 33 249 216)
Capital expenditure	<u>(R 8 036 200)</u>
Total deficit amounts to	(R 41 285 416)

Cash and cash equivalents as at 30 October 2012

Total cash and cash equivalents	R 211 285 188
Total cash committed	(R 68 453 000)
Funding of the deficit	<u>(R 41 285 416)</u>
	R 101 546 772

This represents a funded budget as all investments are cash backed

2.5 Legislation compliance status

Compliance with the MFMA implementation requirements have been substantially adhered to through the following activities:

1. In year reporting

Reporting to National Treasury in electronic format was fully complied with on a monthly basis. Section 71 reporting to the Executive Mayor (within 10 working days) is in the progressive stage and reports will be placed on the website.

2. Internship programme

The municipality is participating in the Municipal Financial Management Internship programme and has employed 4 interns undergoing training in various divisions of the Financial Services Department. Since the introduction of the Internship programme the municipality has appointed 7 interns working in the district and local municipalities.

3. Budget and Treasury Office

The Budget and Treasury Office has been established in accordance with the MFMA.

4. Audit Committee

An Audit Committee has been established and is fully functional.

5. Service Delivery and Implementation Plan

The detail SDBIP document was approved together with the budget.

6. Annual Report

Annual report is to be compiled in terms of the MFMA and National Treasury requirements.

<i>less Revenue Foregone</i>		-	-	-	-	-	-	-	-	-	-	-
Net Service charges - refuse revenue		-	-	-	-	-	-	-	-	-	-	-
Other Revenue By Source												
Fuel levy		-	-	-	-	-	-	-	-	-	-	-
Other revenue	3	310	-	-	-	-	-	-	-	310	326	341
Total 'Other' Revenue	1	310	-	-	-	-	-	-	-	310	326	341
EXPENDITURE ITEMS												
Employee related costs												
Basic Salaries and Wages		42 513	-	-	-	-	-	42	42	42 556	44 683	46 873
Pension and UIF Contributions		7 007	-	-	-	-	-	(169)	(169)	6 838	7 180	7 532
Medical Aid Contributions		4 545	-	-	-	-	-	(141)	(141)	4 404	4 624	4 851
Overtime		1 261	-	-	-	-	-	-	-	1 261	1 324	1 389
Performance Bonus		942	-	-	-	-	-	250	250	1 192	1 251	1 313
Motor Vehicle Allowance		10 202	-	-	-	-	-	644	644	10 846	11 388	11 946
Cellphone Allowance		-	-	-	-	-	-	-	-	-	-	-
Housing Allowances		1 137	-	-	-	-	-	(36)	(36)	1 102	1 157	1 213
Other benefits and allowances		3 087	-	-	-	-	-	(74)	(74)	3 013	3 164	3 319
Payments in lieu of leave		-	-	-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-	-	-
sub-total	4	70 695	-	-	-	-	-	518	518	71 212	74 773	78 437
<i>Less: Employees costs capitalised to PPE</i>		-	-	-	-	-	-	-	-	-	-	-
Total Employee related costs	1	70 695	-	-	-	-	-	518	518	71 212	74 773	78 437
Contributions recognised - capital												
<i>List contributions by contract</i>		-	-	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-	-
Total Contributions recognised - capital		-	-	-	-	-	-	-	-	-	-	-
Depreciation & asset impairment												
Depreciation of Property, Plant & Equipment		3 496	-	-	-	-	-	-	-	3 496	3 670	3 850
Lease amortisation		-	-	-	-	-	-	-	-	-	-	-
Capital asset impairment		-	-	-	-	-	-	-	-	-	-	-
Depreciation resulting from revaluation of PPE		-	-	-	-	-	-	-	-	-	-	-
Total Depreciation & asset impairment	1	3 496	-	-	-	-	-	-	-	3 496	3 670	3 850

Bulk purchases												
Electricity		-	-	-	-	-	-	-	-	-	-	-
Water		-	-	-	-	-	-	-	-	-	-	-
Total bulk purchases	1	-	-	-	-	-	-	-	-	-	-	-
Contracted services												
<i>IDP Implementation</i>		1 200	-	-	-	-	-	-	-	1 200	1 260	1 322
<i>Municipal Systems Improvement programme</i>		1 000	-	-	-	-	-	-	-	1 000	1 050	1 101
<i>Cleaning Services</i>		350	-	-	-	-	-	-	-	350	368	386
<i>Performance Management Systems</i>		340	-	-	-	-	-	-	-	340	357	374
<i>Emergency Funding</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Renovations-Mafube Fire Station</i>		-	-	-	-	-	-	1 575	1 575	1 575	1 654	1 735
<i>Security Services-Building</i>		150	-	-	-	-	-	-	-	150	158	165
<i>Sport Development Programmes</i>		850	-	-	-	-	-	-	-	850	893	936
<i>Vredefort Dome</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Other</i>		4 070	-	-	-	-	-	(690)	(690)	3 380	3 549	3 723
sub-total	1	7 960	-	-	-	-	-	885	885	8 845	9 287	9 742
Allocations to organs of state:												
Electricity		-	-	-	-	-	-	-	-	-	-	-
Water		-	-	-	-	-	-	-	-	-	-	-
Sanitation		-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-
Total contracted services		7 960	-	-	-	-	-	885	885	8 845	9 287	9 742
Other Expenditure By Type												
Repairs and maintenance	-	1 134	-	-	-	-	-	110	110	1 244	1 306	1 370
Collection costs		-	-	-	-	-	-	-	-	-	-	-
Contributions to 'other' provisions		-	-	-	-	-	-	-	-	-	-	-
Consultant fees		-	-	-	-	-	-	-	-	-	-	-
Audit fees		1 850	-	-	-	-	-	-	-	1 850	1 943	2 038
General expenses	3,5	16 769	-	-	-	-	-	1 088	1 088	17 857	18 750	19 668
Training and Membership fees		1 075	-	-	-	-	-	-	-	1 075	1 128	1 184
DBSA		5 300	-	-	-	-	-	-	-	5 300	5 564	5 837
Administrations,Security Services,Telephone & Fax		150	-	-	-	-	-	-	-	150	158	165
Donations & Campaigns - Executive Mayor		2 470	-	-	-	-	-	(350)	(350)	2 120	2 226	2 335
Upgrading of Municipal Resorts&Agricultural Projects		1 400	-	-	-	-	-	40	40	1 440	1 512	1 586

Total Call investment deposits	1	111 531	-	-	-	-	-	15 871	15 871	127 402	133 773	140 327
Consumer debtors												
Consumer debtors		-	-	-	-	-	-	-	-	-	-	-
Less: provision for debt impairment		-	-	-	-	-	-	-	-	-	-	-
Total Consumer debtors	1	-	-	-	-	-	-	-	-	-	-	-
Debt impairment provision												
Balance at the beginning of the year		-	-	-	-	-	-	-	-	-	-	-
Contributions to the provision		-	-	-	-	-	-	-	-	-	-	-
Bad debts written off		-	-	-	-	-	-	-	-	-	-	-
Balance at end of year		-	-	-	-	-	-	-	-	-	-	-
Property, plant & equipment												
PPE at cost/valuation (excl. finance leases)		43 640	-	-	-	-	-	-	-	43 640	45 822	48 067
Leases recognised as PPE	2	-	-	-	-	-	-	-	-	-	-	-
Less: Accumulated depreciation		16 607	-	-	-	-	-	-	-	16 607	17 437	18 291
Total Property, plant & equipment	1	27 033	-	-	-	-	-	-	-	27 033	28 385	29 776
LIABILITIES												
Current liabilities - Borrowing												
Short term loans (other than bank overdraft)		-	-	-	-	-	-	-	-	-	-	-
Current portion of long-term liabilities		3 000	-	-	-	-	-	-	-	3 000	3 150	3 304
Total Current liabilities - Borrowing		3 000	-	-	-	-	-	-	-	3 000	3 150	3 304
Trade and other payables												
Creditors		16 557	-	-	-	-	-	3 382	3 382	19 938	20 935	21 961
Unspent conditional grants and receipts		-	-	-	-	-	-	-	-	-	-	-
VAT		-	-	-	-	-	-	-	-	-	-	-
Total Trade and other payables	1	16 557	-	-	-	-	-	3 382	3 382	19 938	20 935	21 961
Non current liabilities - Borrowing												
Borrowing	3	17 418	-	-	-	-	-	3 014	3 014	20 432	21 454	22 505
Finance leases (including PPP asset element)		-	-	-	-	-	-	-	-	-	-	-
Total Non current liabilities - Borrowing		17 418	-	-	-	-	-	3 014	3 014	20 432	21 454	22 505
Provisions - non current												
Retirement benefits		5 643	-	-	-	-	-	797	797	6 440	6 762	7 093
List other major items		-	-	-	-	-	-	-	-	-	-	-
Refuse landfill site rehabilitation		-	-	-	-	-	-	-	-	-	-	-
Other		3 553	-	-	-	-	-	2 333	2 333	5 887	6 181	6 484
Total Provisions - non current		9 196	-	-	-	-	-	3 130	3 130	12 327	12 943	13 577

										-	-	-
Vote 3 - vote name										-	-	-
Function 1 - (name)										-	-	-
Sub-function 1 - (name)										-	-	-
<i>Insert measure/s description</i>										-	-	-
Sub-function 2 - (name)										-	-	-
<i>Insert measure/s description</i>										-	-	-
Sub-function 3 - (name)										-	-	-
<i>Insert measure/s description</i>										-	-	-
Function 2 - (name)										-	-	-
Sub-function 1 - (name)										-	-	-
<i>Insert measure/s description</i>										-	-	-
Sub-function 2 - (name)										-	-	-
<i>Insert measure/s description</i>										-	-	-
Sub-function 3 - (name)										-	-	-
<i>Insert measure/s description</i>										-	-	-
And so on for the rest of the Votes										-	-	-

DC20 Fezile Dabi - Supporting Table SB4 Adjustments to budgeted performance indicators and benchmarks -

Description of financial indicator	Basis of calculation	2009/10	2010/11	2011/12	Budget Year 2012/13			Budget Year +1 2013/14	Budget Year +2 2014/15
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Adjusted Budget	Adjusted Budget
<u>Borrowing Management</u>									
Credit Rating	Short term/long term rating	2.8%	6.7%	3.9%	5.2%	0.0%			
Capital Charges to Operating Expenditure	Interest & Principal Paid /Operating Expenditure	34.7%	74.3%	22.2%	5.1%	0.0%	4.4%	4.4%	4.4%

Borrowed funding of 'own' capital expenditure	Borrowing/Capital expenditure excl. transfers and grants	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<u>Safety of Capital</u>									
Gearing	Long Term Borrowing/ Funds & Reserves	245.9%	210.8%	195.6%	147.2%	0.0%	260.8%	260.8%	260.8%
<u>Liquidity</u>									
Current Ratio	Current assets/current liabilities	4.1%	2.6%	4.2%	618.5%	0.0%	921.1%	921.1%	921.1%
Current Ratio adjusted for aged debtors	Current assets/current liabilities less debtors > 90 days/current liabilities	3.8%	2.5%	4.0%	140.3%	0.0%	0.0%	0.0%	0.0%
Liquidity Ratio	Monetary Assets/Current Liabilities	3.8%	2.5%	4.0%	6.2	0.0	9.2	9.2	9.2
<u>Revenue Management</u>									
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing	223.4%	100.0%	100.0%	100.0%	0.0%	100.0%	100.0%	100.0%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	6.1%	3.2%	2.6%	0.0%	0.0%	0.0%	0.0%	0.0%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<u>Creditors Management</u>									
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))	80.0%	80.0%	80.0%	80.0%	0.0%	0.0%	80.0%	80.0%
Creditors to Cash		23.3%	9.8%	13.6%	11.6%	0.0%	11.5%	11.5%	11.5%
<u>Other Indicators</u>									
Electricity Distribution Losses (2)	% Volume (units purchased and generated less units sold)/units purchased and generated	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Water Distribution Losses (2)	% Volume (units purchased and own source less units sold)/Total units purchased and own source	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Employee costs	Employee costs/(Total Revenue - capital revenue)	23.7%	34.9%	36.8%	48.7%	0.0%	45.9%	45.9%	45.9%
Repairs & Maintenance	R&M/(Total Revenue excluding capital revenue)	0.3%	0.4%	0.5%	0.8%	0.0%	0.8%	0.8%	0.8%
Finance charges & Depreciation	FC&D/(Total Revenue - capital revenue)	2.0%	5.4%	4.2%	4.5%	0.0%	4.2%	4.2%	4.2%
<u>IDP regulation financial viability indicators</u>									

R thousands			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Budget Year +1 2013/14	Budget Year +2 2014/15
Funding measures	-	-								
Cash/cash equivalents at the year end - R'000	1	18(1)b	150 590	206 197	-	142 923	-	173 496	182 171	191 097
Cash + investments at the yr end less applications - R'000	2	18(1)b	124 866	189 736	-	29 368	-	110 567	200 914	210 759
Cash year end/monthly employee/supplier payments	3	18(1)b	0	0	-	0	-	0	0	0
Surplus/(Deficit) excluding depreciation offsets: R'000	4	18(1)	18 125	8 830	-	(16 982)	-	(33 249)	(35 378)	(37 111)
Service charge rev % change - macro CPIX target exclusive	5	18(1)a,(2)	106.00%	6.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Cash receipts % of Ratepayer & Other revenue	6	18(1)a,(2)	0.0%	0.0%	0.0%	100.0%	0.0%	0.0%	0.0%	0.0%
Debt impairment expense as a % of total billable revenue	7	18(1)a,(2)	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Capital payments % of capital expenditure	8	18(1)c;19	100.0%	97.2%	0.0%	100.0%	0.0%	0.0%	0.0%	0.0%
Borrowing receipts % of capital expenditure (excl. transfers)	9	18(1)c	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Grants % of Govt. legislated/gazetted allocations	10	18(1)a	39.1%	54.1%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Current consumer debtors % change - incr(decr)	11	18(1)a	0.0%	0.0%	0.0%				0.0%	0.0%
Long term receivables % change - incr(decr)	12	18(1)a	0.0%	0.0%	0.0%	0.0%			0.0%	0.0%
R&M % of Property Plant & Equipment	13	20(1)(vi)	1.8%	2.7%	0.0%	3.6%	0.0%	4.0%	4.0%	4.0%
Asset renewal % of capital budget	14	20(1)(vi)	0.0%	0.0%	0.0%	6.2%	0.0%	6.2%	6.2%	6.2%

DC20 Fezile Dabi - Supporting Table SB7 Adjustments Budget - transfers and grant receipts -

Description	Ref	Budget Year 2012/13						Budget Year +1 2013/14	Budget Year +2 2014/15	
		Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	
R thousands		A	7 A1	8 B	9 C	10 D	11 E	12 F		
RECEIPTS:	1, 2									
- Operating Transfers and Grants										
National Government:		134 396	-	-	-	-	-	134 396	143 007	153 097
Local Government Equitable Share		12 669	-	-	-	-	-	12 669	135 887	140 897
Finance Management	3	1 250	-	-	-	-	-	1 250	1 250	1 250
Municipal Systems Improvement		1 000	-	-	-	-	-	1 000	870	950
EPWP Incentive		1 000	-	-	-	-	-	1 000	-	-
RSC Levy Replacement		118 477	-	-	-	-	-	118 477	-	-

Regional Bulk Infrastructure Grant-Ngwathe		-	-	-	-	-	-	-	5 000	10 000
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	10 000	10 000	10 000	-	-
Fezile Dabi Sports Stadium Grant		-	-	-	-	10 000	10 000	10 000	-	-
	4	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]	5	-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	6	134 396	-	-	-	10 000	10 000	144 396	143 007	153 097
Capital Transfers and Grants										
National Government:		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Other capital transfers [insert description]		-	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	6	-	-	-	-	-	-	-	-	-
TOTAL RECEIPTS OF TRANSFERS & GRANTS		134 396	-	-	-	10 000	10 000	144 396	143 007	153 097

Balance unspent at beginning of the year		-	-	-	-	-	-	-	-	-
Current year receipts		-	-	-	-	-	-	-	-	-
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-	-	-	-
Other grant providers:										
Balance unspent at beginning of the year		-	-	-	-	-	-	-	-	-
Current year receipts		-	-	-	-	-	-	-	-	-
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-	-	-	-
Total operating transfers and grants revenue		134 396	-	-	-	10 000	10 000	144 396	138 007	143 097
Total operating transfers and grants - CTBM	2	-	-	-	-	-	-	-	-	-
Capital transfers and grants:										
National Government:										
Balance unspent at beginning of the year		-	-	-	-	-	-	-	-	-
Current year receipts		-	-	-	-	-	-	-	-	-
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-	-	-	-
Provincial Government:										
Balance unspent at beginning of the year		-	-	-	-	-	-	-	-	-
Current year receipts		-	-	-	-	-	-	-	-	-
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-	-	-	-
District Municipality:										
Balance unspent at beginning of the year		-	-	-	-	-	-	-	-	-
Current year receipts		-	-	-	-	-	-	-	-	-
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-	-	-	-
Other grant providers:										
Balance unspent at beginning of the year		-	-	-	-	-	-	-	-	-
Current year receipts		-	-	-	-	-	-	-	-	-
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-	-	-	-
Total capital transfers and grants revenue		-	-	-	-	-	-	-	-	-
Total capital transfers and grants - CTBM		-	-	-	-	-	-	-	-	-
TOTAL TRANSFERS AND GRANTS REVENUE		134 396	-	-	-	10 000	10 000	144 396	138 007	143 097

TOTAL ALLOCATIONS TO ENTITIES/EMs'		-	-	-	-	-	-	-	-	-	-	-	-
Transfers to other Organs of State	3	-	-	-	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-	-	-
TOTAL ALLOCATIONS TO OTHER ORGANS OF STATE:		-	-	-	-	-	-	-	-	-	-	-	-
Grants to other Organisations	4	-	-	-	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-	-	-
TOTAL GRANTS TO OTHER ORGANISATIONS:		-	-	-	-	-	-	-	-	-	-	-	-
TOTAL TRANSFERS/GRANTS	5	17 100	-	-	-	-	-	3 000	3 000	20 100	21 105	22 139	

DC20 Fezile Dabi - Supporting Table SB11 Adjustments Budget - councillor and staff benefits -

Summary of remuneration	Ref	Budget Year 2012/13									% 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		4 456	-	-	-	-	-	405	405	4 861	9.1%
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-	
Medical Aid Contributions		-	-	-	-	-	-	-	-	-	
Motor Vehicle Allowance		1 334	-	-	-	-	-	126	126	1 461	9.5%
Cellphone Allowance		258	-	-	-	-	-	20	20	278	
Housing Allowances		-	-	-	-	-	-	-	-	-	
Other benefits and allowances		-	-	-	-	-	-	-	-	-	
Sub Total - Councillors		6 048	-					552	552	6 600	9.1%

Cellphone Allowance		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Housing Allowances		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Payments in lieu of leave		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	5	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sub Total - Other Staff of Entities		-	-	-	-	-	-	-	-	-	-	-	-	-	-
% increase															
Total Municipal Entities		-	-	-	-	-	-	-	-	-	-	-	-	-	-
COUNCILLOR ALLOWANCES, EMPLOYEE REMUNERATION & ENTITY REMUNERATION		76 743	-	-	-	-	-	-	-	1 070	1 070		77 812	1.4%	
% increase															
TOTAL MANAGERS AND STAFF		70 695	-	-	-	-	-	-	-	518	518		71 213	0.7%	

DC20 Fezile Dabi - Supporting Table SB12 Adjustments Budget - monthly revenue and expenditure (municipal vote) -

Description	Ref	Budget Year 2012/13												Medium Term Revenue and Expenditure Framework	Budget Year +1 2013/14	Budget Year +2 2014/15
		July	August	Sept.	October	November	December	January	February	March	April	May	June			
		Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget			
R thousands																
Revenue by Vote																
Vote 1 - COUNCIL GENERAL		4 134	64	44	54	54	54	54	54	54	54	54	5540	10 213	10 724	11 249
Vote 2 - EXECUTIVE MAYOR		4 399	153	76	115	115	115	115	115	115	115	115	8358	13 907	14 602	15 318
Vote 3 - SPEAKER		1 980	156	85	121	121	121	121	121	121	121	121	3888	7 077	7 431	7 795
Vote 4 - MAYORAL COMMITTEE		1 097	35	25	30	30	30	30	30	30	30	30	1769	3 166	3 324	3 487
Vote 5 - MUNICIPAL MANAGER		6 981	250	212	231	231	231	231	231	231	231	231	7550	16 841	17 683	18 549
Vote 6 - FINANCE		5 389	171	153	162	162	162	162	162	162	162	162	5935	12 944	13 592	14 258

FEZILE DABI DISTRICT MUNICIPALITY

ADJUSTMENT BUDGET 2012/13

Vote 7 - INFORMATION TECHNOLOGY	1 181	23	37	30	30	30	30	30	30	30	30	1328	2 810	2 950	3 095
Vote 8 - PROJECT MANAGEMENT & PUBLIC WORKS	7 949	207	375	291	291	291	291	291	291	291	291	21208	32 066	33 670	35 319
Vote 9 - CORPORATE SUPPORT SERVICES	5 704	274	168	221	221	221	221	221	221	221	221	5884	13 798	14 488	15 198
Vote 10 - FIRE & EMERGENCY SERVICES	2 661	127	138	133	133	133	133	133	133	133	133	3336	7 326	7 693	8 070
Vote 11 - DISASTER MANAGEMENT	2 048	50	36	43	43	43	43	43	43	43	43	2628	5 106	5 361	5 624
Vote 12 - LED & TOURISM	5 834	192	103	148	148	148	148	148	148	148	148	6298	13 611	14 292	14 992
Vote 13 - ENVIRONMENTAL HEALTH	6 897	288	199	244	244	244	244	244	244	244	244	7007	16 343	17 160	18 001
Vote 14 - [NAME OF VOTE 14]												-	-	-	-
Vote 15 - [NAME OF VOTE 15]												-	-	-	-
Total Revenue by Vote	56 255	1 992	1 650	1 823	1 823	1 823	1 823	1 823	1 823	1 823	1 823	80728	155 209	162 970	170 955
Expenditure by Vote															
Vote 1 - COUNCIL GENERAL	829	288	282	285	285	285	285	285	285	285	285	9195	12 875	13 519	14 181
Vote 2 - EXECUTIVE MAYOR	703	696	493	595	595	595	595	595	595	595	595	10186	16 839	17 680	18 547
Vote 3 - SPEAKER	680	709	547	645	645	645	645	645	645	645	645	(1 529)	5 566	5 845	6 131
Vote 4 - MAYORAL COMMITTEE	154	160	159	158	158	158	158	158	158	158	158	2 095	3 832	4 023	4 221
Vote 5 - MUNICIPAL MANAGER	1 123	1 133	1 367	1208	1 208	1 208	1 208	1 208	1208	1208	1208	7115	20 400	21 420	22 470
Vote 6 - FINANCE	1 162	777	988	883	883	883	883	883	883	883	883	5687	15 677	16 461	17 268
Vote 7 - INFORMATION TECHNOLOGY	78	106	239	92	92	92	92	92	92	92	92	2235	3 395	3 565	3 739
Vote 8 - PROJECT MANAGEMENT & PUBLIC WORKS	1 407	940	2 414	3414	4 414	5 414	6 414	7 414	8414	9414	10414	(18 250)	41 822	43 913	46 065
Vote 9 - CORPORATE SUPPORT SERVICES	1 180	1 246	1 080	1169	1 169	1 169	1 169	1 169	1169	1169	1169	3851	16 708	17 544	18 403
Vote 10 - FIRE & EMERGENCY SERVICES	530	577	891	554	554	554	554	554	554	554	554	2442	8 872	9 316	9 772
Vote 11 - DISASTER MANAGEMENT	150	227	234	231	231	231	231	231	231	231	231	3721	6 180	6 489	6 807
Vote 12 - LED & TOURISM	548	872	663	606	606	606	606	606	606	606	606	9561	16 492	17 316	18 165
Vote 13 - ENVIRONMENTAL HEALTH	1 094	1 309	1 280	1228	1 228	1 228	1 228	1 228	1228	1228	1228	6 293	19 800	20 790	21 809

FEZILE DABI DISTRICT MUNICIPALITY

ADJUSTMENT BUDGET 2012/13

Electricity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Water	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste water management	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste management	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Other</i>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	56 255	1 992	1 650	1 877	1 977	2 077	2 177	2 277	2 377	2 477	2 577	77 499	155 209	162 983	170 969
Expenditure - Standard															
Governance and administration	7 315	6 055	7 569	6 373	6 584	6 573	6 784	6 773	6 984	6 973	7 184	61 948	137 114	143 970	151 024
Executive and council	3 489	2 987	2 848	2 918	2 918	2 918	2 918	2 918	2 918	2 918	2 918	26 844	59 512	62 488	65 550
Budget and treasury office	1 162	777	988	977	1 188	1 177	1 388	1 377	1 588	1 577	1 788	1 692	15 677	16 461	17 268
Corporate services	2 664	2 292	3 733	2 478	2 478	2 478	2 478	2 478	2 478	2 478	2 478	33 412	61 925	65 021	68 207
Community and public safety	681	804	1 125	1 325	1 525	1 725	1 925	2 125	2 325	2 525	2 725	(3 756)	15 052	15 804	16 579
Community and social services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sport and recreation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public safety	681	804	1 125	1 325	1 525	1 725	1 925	2 125	2 325	2 525	2 725	(3 756)	15 052	15 804	16 579
Housing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services	1 642	2 181	1 943	2 250	2 041	2 400	2 191	2 550	2 341	2 700	2 491	11 563	36 292	38 106	39 974
Planning and development	548	872	663	1 022	813	1 172	963	1 322	1 113	1 472	1 263	5 269	16 492	17 316	18 165
Road transport	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Environmental protection	1 094	1 309	1 280	1 228	1 228	1 228	1 228	1 228	1 228	1 228	1 228	6 293	19 800	20 790	21 809
Trading services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Electricity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Water	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste water management	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste management	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Other</i>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	9 638	9 039	10 637	9 948	10 150	10 698	10 900	11 448	11 650	12 198	12 400	69 755	188 458	197 881	207 577
Surplus/ (Deficit)	46 617	(7 048)	(8 986)	(8 071)	(8 173)	(8 621)	(8 723)	(9 171)	(9 273)	(9 721)	(9 823)	7 744	(33 249)	(34 898)	(36 608)

FEZILE DABI DISTRICT MUNICIPALITY

ADJUSTMENT BUDGET 2012/13

Transfers recognised - operational	55 894	1 400	-	-	44 015	-	-	300	32 787	-	-	10 000	144 396	151 616	-	159 045
Other revenue	57	20	36	28	28	28	28	28	28	28	28	(27)	310	326	-	341
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue	56 255	1 992	1 651	1 642	45 799	1 937	2 104	2 586	35 271	2 698	2 932	341	155 209	162 970	170 955	
Expenditure By Type																
Employee related costs	5 281	4 935	4 947	5 054	5 054	5 054	5 054	5 054	5 054	5 054	5 054	15 614	71 212	74 773	-	78 437
Remuneration of councillors	452	460	459	457	457	457	457	457	457	457	457	1 573	6 600	6 930	-	7 269
Debt impairment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Depreciation & asset impairment	-	-	-	-	-	-	-	-	-	-	-	3 496	3 496	3 670	-	3 850
Finance charges	-	-	-	-	-	-	1 500	-	-	-	-	1 500	3 000	3 150	-	3 304
Bulk purchases	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other materials	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contracted services	47	224	733	3 216	3 365	508	125	125	125	125	125	125	8 845	9 287	-	9 742
Grants and subsidies	940	450	2 010	4 021	8 042	-	8 042	12 240	-	-	-	(0)	35 745	37 532	-	39 371
Other expenditure	2 917	2 970	2 487	2 791	2 791	2 791	2 791	2 791	2 791	2 791	2 791	28 859	59 561	63 006	-	66 093
Loss on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure	9 638	9 039	10 637	15 540	19 709	8 810	17 969	20 667	8 427	8 427	8 427	51 167	188 458	198 348	208 067	
Surplus/(Deficit)	46 617	(7 047)	(8 986)	(13 897)	26 089	(6 873)	(15 865)	(18 081)	26 843	(5 729)	(5 495)	(50 825)	(33 249)	(35 378)	(37 111)	
Transfers recognised - capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contributions	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contributed assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	46 617	(7 047)	(8 986)	(13 897)	26 089	(6 873)	(15 865)	(18 081)	26 843	(5 729)	(5 495)	(50 825)	(33 249)	(35 378)	(37 111)	

Decrease (increase) other non-current receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Receipts by Source	56 255	1 992	1 651	1 642	45 799	1 937	2 104	2 586	35 271	2 698	2 932	341	155 209	162 969	170 955	
Cash Payments by Type																
Employee related costs	(5 281)	(4 935)	(4 947)	(5 054)	(5 054)	(5 054)	(5 054)	(5 054)	(5 054)	(5 054)	(5 054)	(15614)	(71 212)	(74773)	(78 436)	
Remuneration of councillors	(452)	(460)	(459)	(457)	(457)	(457)	(457)	(457)	(457)	(457)	(457)	(1 573)	(6 600)	(6 930)	(7 270)	
Collection costs	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Interest paid	-	-	-	-	-	-	(1 500)	-	-	-	-	(1 500)	(3 000)	(3 150)	(3 304)	
Bulk purchases - Electricity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Bulk purchases - Water & Sewer	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other materials	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Contracted services	(47)	(224)	(733)	(3 216)	(3 365)	(508)	(125)	(125)	(125)	(125)	(125)	(126)	(8 845)	(9 287)	(9 742)	
Grants and subsidies paid - other municipalities	(940)	(450)	(2 010)	(4 021)	(8 042)	-	(8 042)	(12 240)	-	-	-	0	(35745)	(37532)	(39 371)	
Grants and subsidies paid - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
General expenses	(2 917)	(2 970)	(2 487)	(2 791)	(2 791)	(2 791)	(2 791)	(3 291)	(2 791)	(2 791)	(2 791)	(20 059)	(51261)	(53824)	(56 461)	
Cash Payments by Type	(9 638)	(9 039)	(10 637)	(15 540)	(19 709)	(8 810)	(17969)	(21167)	(8 427)	(8 427)	(8 427)	(38 872)	(176663)	(185496)	(194585)	
Other Cash Flows/Payments by Type																
Capital assets	(57)	(25)	(9)	-	-	(68)	(42)	(11)	(106)	-	-	(7 719)	(8 036)	(8 438)	(8 851)	
Repayment of borrowing	-	-	-	-	-	(4 150)	-	-	-	-	-	(4 150)	(8 300)	(8 715)	(9 142)	
Other Cash Flows/Payments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Cash Payments by Type	(9 695)	(9 064)	(10 645)	(15 540)	(19 709)	(13 028)	(18011)	(21178)	(8 533)	(8 427)	(8 427)	(50740)	(192999)	(202 649)	(212 579)	
NET INCREASE/(DECREASE) IN CASH HELD	65 950	11 056	12 296	17 182	65 508	14 966	20 116	23 764	43 804	11 126	11 359	51 082	348 208	365 619	383 534	
Cash/cash equivalents at the month/year beginning:		65 950	77 006	89 302	106 484	171 992	186 958	207 073	230 837	274 641	285 767	297 126	-	348 208	713 827	
Cash/cash equivalents at the month/year end:	65 950	77 006	89 302	106 484	171 992	186 958	207 073	230 837	274 641	285 767	297 126	348 208	348 208	713 827	1097360	

Fire, safety & emergency	-	-	-	-	-	-	-	-	-	-	-	-
Security and policing	-	-	-	-	-	-	-	-	-	-	-	-
Buses	-	-	-	-	-	-	-	-	-	-	-	-
Clinics	-	-	-	-	-	-	-	-	-	-	-	-
Museums & Art Galleries	-	-	-	-	-	-	-	-	-	-	-	-
Cemeteries	-	-	-	-	-	-	-	-	-	-	-	-
Social rental housing	-	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-	-	-	-
Housing development	-	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-	-
Other assets	7 336	-	-	-	-	-	-	-	7 336	7 703	8 080	
General vehicles	750	-	-	-	-	-	-	-	750	788	826	
Specialised vehicles	3 200	-	-	-	-	-	-	-	3 200	3 360	3 525	18
Plant & equipment	-	-	-	-	-	-	-	-	-	-	-	
Computers - hardware/equipment	300	-	-	-	-	-	-	-	300	315	330	
Furniture and other office equipment	1 086	-	-	-	-	-	-	-	1 086	1 141	1 196	
Abattoirs	-	-	-	-	-	-	-	-	-	-	-	
Markets	-	-	-	-	-	-	-	-	-	-	-	
Civic Land and Buildings	-	-	-	-	-	-	-	-	-	-	-	
Other Buildings	2 000	-	-	-	-	-	-	-	2 000	2 100	2 203	

				-	-		-					-
Infrastructure - Other		-	-	-	-		-	-	-	-	-	-
<i>Refuse</i>		-	-	-	-		-	-	-	-	-	-
<i>Transportation</i>	2	-	-	-	-		-	-	-	-	-	-
<i>Gas</i>		-	-	-	-		-	-	-	-	-	-
<i>Other</i>	3	-	-	-	-		-	-	-	-	-	-
Community		-	-	-	-		-	-	-	-	-	-
Parks & gardens		-	-	-	-		-	-	-	-	-	-
Sports Fields & stadia		-	-	-	-		-	-	-	-	-	-
Swimming pools		-	-	-	-		-	-	-	-	-	-
Community halls		-	-	-	-		-	-	-	-	-	-
Libraries		-	-	-	-		-	-	-	-	-	-
Recreational facilities		-	-	-	-		-	-	-	-	-	-
Fire, safety & emergency		-	-	-	-		-	-	-	-	-	-
Security and policing		-	-	-	-		-	-	-	-	-	-
Buses		-	-	-	-		-	-	-	-	-	-
Clinics		-	-	-	-		-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-		-	-	-	-	-	-
Cemeteries		-	-	-	-		-	-	-	-	-	-
Social rental housing		-	-	-	-		-	-	-	-	-	-
Other		-	-	-	-		-	-	-	-	-	-
Heritage assets		-	-	-	-		-	-	-	-	-	-
Buildings		-	-	-	-		-	-	-	-	-	-
Other		-	-	-	-		-	-	-	-	-	-

				-	-		-					
Total Repairs and Maintenance Expenditure to be adjusted	1	3 495	-	-	-	-	-	-	-	3 495	3 670	3 850

Specialised vehicles	18	640	-	-	-	-	-	-	-	640	672	705
Refuse		-	-	-	-	-	-	-	-	-	-	-
Fire		640	-	-	-	-	-	-	-	640	672	705
Conservancy		-	-	-	-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-	-	-	-

DC20 Fezile Dabi - Supporting Table SB19 List of capital programmes and projects affected by Adjustments Budget -

Municipal Vote/Capital project R thousand	Program/Project description	Project number	IDP Goal Code 3	Individually Approved Yes/No 6	Asset Class 4	Asset Sub-Class 4	GPS co-ordinates 5	Medium Term Revenue and Expenditure Framework					
								Budget Year 2012/13		Budget Year +1 2013/14		Budget Year +2 2014/15	
								Original Budget	Adjusted Budget	Original Budget	Adjusted Budget	Original Budget	Adjusted Budget
Parent municipality: <i>List all capital programs/projects grouped by Municipal Vote</i>													
Entities: <i>List all capital programs/projects grouped by Municipal Entity</i> <i>Entity Name</i> <i>Project name</i>													

Total Operating Expenditure	2	-	-	-	-	-	-	-	-	-	-	-
Capital Expenditure By Municipal Entity												
Entity 1 total capital expenditure									-	-		
Entity 2 total capital expenditure									-	-		
Entity 3 etc. total capital expenditure									-	-		
									-	-		
									-	-		
									-	-		
									-	-		
									-	-		
									-	-		
									-	-		
Total Capital Expenditure	2	-	-	-	-	-	-	-	-	-	-	-

2.7 Municipal Manager's Quality Certificate



Fezile Dabi District Municipality
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Aiming above the horizon

QUALITY CERTIFICATE

I, Ms Molibeli Lindi, Municipal Manager of Fezile Dabi District Municipality hereby certify that the 2012/2013 adjustment budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under that Act, and that the adjustment budget and supporting documentation are consistent with the Integrated Development Plan of the municipality.

Print Name: W Molibeli
Municipal Manager of Fezile Dabi District Municipality (DC20)

Signature: Molibeli

Date: 15/01/2013

