

NYANDENI LOCAL MUNICIPALITY



SECOND ADJUSTED BUDGET

APRIL 2015

1.1 MAYOR'S REPORT

We are tabling the Budget Adjustment at a crucial time in our country's history, where we are still battling with service delivery backlogs particularly in infrastructure. The Municipality is specifically faced with slow economic growth as well struggling to collect revenue; and is currently dependent on equitable share as the main source of funding.

Some of the challenges that have been experienced in implementing the Service Delivery and Budget Implementation Plan (SDBIP) for 2014/15 include:

- a. Limited budget on repairs and maintenance;
- b. Limited budget on infrastructure;
- c. Lack of progress on implementation of by-laws.

In order to improve operational efficiency, the following areas will be prioritized internally:

- a. Reconciliation of valuation roll and old accounts.
- b. Continue to fast track expenditure on conditional grants
- c. Improving on implementation of by-laws
- d. Fill in the budgeted posts to ensure effectiveness on implementation of the SDBIP.

The Municipality will strive to intensify Performance Management System (PMS) in order to ensure that we meet the objectives and key performance indicators as outlined in our IDP and SDBIP.

1.2 RESOLUTIONS

1.2.1 Council resolves that the second adjustment budget of the Nyandeni Local Municipality for the financial year 2014/2015; and indicative for the two projected outer years 2015/16 and 2016/17 be approved due to additional funding on MIG and INEP as set-out in the following schedules

- 1.1. Table B 1 Adjustment Budget Summary
- 1.2. Table B2 Adjustment Budget Financial Performance by Standard Classification
- 1.3. Table B3 Adjustment Budget Financial Performance (revenue & expenditure by municipal vote)
- 1.4. Table B4 Adjustment Budget Financial Performance revenue & expenditure
- 1.5. Table B5 Adjustment Capital Expenditure budget by Vote & Funding
- 1.6. Table B6 Adjustment Budget Financial Position
- 1.7. Table B7 Adjustment Budget cash Flows
- 1.8. Table B8 cash Backed reserves/accumulated surplus reconciliations
- 1.9. Table B9 Asset management

Multi-year Capital Budget

1.2.2 Council resolves that multi-year capital appropriations by vote and associated funding reflected in Schedules B5 be approved.

Property Rates and other Municipal Tax

1.2.3 Council resolves that property rates and any other municipal tax remain unchanged for the budget year 2014/15.

Tariffs and Charges

1.2.4 Council resolves that tariffs and charges remain unchanged for the budget year 2014/15.

Measurable Performance Objectives

1.2.5 Council resolves that the measurable performance objectives for revenue from each source and for each vote reflect the budget adjustments.

Integrated Development Plan

1.2.6 Council resolves to continue the implementation of the approved Integrated Development Plan.

Cashflow

1.2.7 Council resolves that the reserves remain unchanged for the budget year 2014/2015.

1.3 Executive Summary

This section contains an Executive Summary of the adjustment budget, highlighting the processes which lead to the compilation of the adjustment budget.

1.3.1 Strategic Focus Areas and Municipal Priority Issues

The following strategic focus areas remain for the 2014/15 financial year:-

- To ensure sound governance practices within Nyandeni Local Municipality
- To provide sound governance for local communities through public participation
- To provide sustainable services to all inhabitants of the municipality
- Economic Growth that lead to sustainable job creation
- Institutional Development and Organizational Transformation
- Financial Viability and Management

1.3.2 Key Performance Indicators

For the 2014/15 budget year, the following objectives and key performance indicators still remain for the 2014/15 financial year:-

Financial Viability

- To ensure effective Debtors management
- To increase revenue by 5%
- To ensure effective Budget management
- To ensure proper management of municipal assets
- To ensure proper SCM procedures
- To ensure compliance with relevant legislation and regulations

Infrastructure and Service Delivery

- To construct and maintain roads to service centres and economic development nodes
- To improve livelihoods in urban centres through infrastructure development
- To improve storm water system so as to achieve life span of road network
- To provide electricity to all outstanding households and new settlements
- To facilitate provision of access to Portable water and Sanitation to all communities
- To provide and maintain local amenities and community facilities
- To improve accessibility of communities through safe bridges

Institutional Transformation and Development

- To ensure effective compliance and sound management practices within the institution
- To ensure alignment of the Organogram with the assigned powers and functions
- To provide a tool for evaluating individual performance
- To ensure that all employees have the required competency levels
- To provide opportunities to new entrants to the labour market

Good Governance

- To ensure effective public participation in our processes of decision making
- To improve municipal planning, policy development, and management policy implementation
- To develop a long term vision for Nyandeni Municipal Area
- To ensure meaningful participation by all spheres of government for seamless delivery of services
- To monitor internal controls and provide advice to management and council
- To identify, access and mitigate municipal risk
- To provide a tool for measuring achievement of predetermined objectives

Local Economic Development

- To promote entrepreneurship and increase to markets

1.3.3 Section 72 Mid-year Performance Assessment Report

Introduction

Section 72 of the Municipal Finance Management Act, 2003 (Act No. 56 of 2003) stipulates as follows:-

Mid-year budget and performance assessment

72. (1) The accounting officer of a municipality must by 25 January of each year—
- (a) assess the performance of the municipality during the first half of the financial year, taking into account—
 - (i) the monthly statements referred to in section 71 for the first half of the financial year;
 - (ii) the municipality's service delivery performance during the first half of the financial year, and the service delivery targets and performance indicators set in the service delivery and budget implementation plan;
 - (iii) the past year's annual report, and progress on resolving problems identified in the annual report; and
 - (iv) the performance of every municipal entity under the sole or shared control of the municipality, taking into account reports in terms of section 88 from any such entities; and
 - (b) submit a report on such assessment to—
 - (i) the mayor of the municipality;
 - (ii) the National Treasury; and
 - (iii) the relevant provincial treasury.
- (2) The statement referred to in section 71(1) for the sixth month of a financial year may be incorporated into the report referred to in subsection (1)(b) of this section.

- (3) The accounting officer must, as part of the review—
 - (a) make recommendations as to whether an adjustments budget is necessary;
and
 - (b) recommend revised projections for revenue and expenditure to the extent that this may be necessary.

1.3.4 Preparation of the Mid-year Assessment Report

A mid-year assessment was carried out and a report submitted to the Honourable Mayor and Council during January 2015. Set out below is a summary of the report and findings submitted by the Municipal Manager.

1.3.5 Analysis of operating revenue

EC155 Nyandeni - Table B1 Adjustments Budget Summary -

Description	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget A	Prior Adjusted 1 A1	Accum. Funds 2 B	Multi-year capital 3 C	Unfore. Unavoid. 4 D	Nat. or Prov. Govt 5 E	Other Adjusts. 6 F	Total Adjusts. 7 G	Adjusted Budget 8 H	Adjusted Budget	Adjusted Budget
R thousands											
Financial Performance											
Property rates	5 005	5 005	-	-	-	-	-	-	5 005	5 305	5 624
Service charges	200	200	-	-	-	-	-	200	212	225	
Investment revenue	5 000	5 000	-	-	-	-	-	5 000	5 300	5 618	
Transfers recognised - operational	173 502	173 502	-	-	-	-	12 728	12 728	186 230	239 459	246 848
Other own revenue	22 840	22 840	-	-	-	-	4 313	4 313	27 153	7 781	8 247
Total Revenue (excluding capital transfers and contributions)	206 547	206 547	-	-	-	-	17 040	17 040	223 587	258 057	266 561
Employee costs	80 928	80 928	-	-	-	-	-	80 928	86 107	91 618	
Remuneration of councillors	16 174	16 174	-	-	-	-	-	16 174	17 209	18 310	
Depreciation & asset impairment	34 598	34 598	-	-	-	-	-	34 598	38 244	41 916	
Finance charges	105	105	-	-	-	-	-	105	112	118	
Materials and bulk purchases	16 846	16 846	-	-	-	-	3 500	3 500	20 346	28 562	
Transfers and grants	3 720	3 720	-	-	-	-	-	3 720	3 939	4 156	
Other expenditure	66 495	66 495	-	-	-	-	100 641	100 641	167 136	184 268	
Total Expenditure	218 866	218 866	-	-	-	-	104 141	104 141	323 007	353 141	368 949
Surplus/(Deficit)	(12 319)	(12 319)	-	-	-	-	(87 101)	(87 101)	(99 420)	(95 083)	(102 388)
Transfers recognised - capital	60 324	60 324	-	-	-	-	1 000	1 000	61 324	59 367	61 991
Contributions recognised - capital & contributed assets	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	48 005	48 005	-	-	-	-	(86 101)	(86 101)	(38 096)	(35 716)	(40 397)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	48 005	48 005	-	-	-	-	(86 101)	(86 101)	(38 096)	(35 716)	(40 397)
Capital expenditure & funds sources											
Capital expenditure											
Transfers recognised - capital	86 102	86 102	-	-	-	-	(14 000)	(14 000)	72 102	91 061	84 969
Public contributions & donations	-	-	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-	-	-
Total sources of capital funds	86 102	86 102	-	-	-	-	(14 000)	(14 000)	72 102	91 061	84 969
Financial position											
Total current assets	79 307	79 307	-	-	-	-	-	-	79 307	83 238	87 377
Total non current assets	316 819	316 819	-	-	-	-	5 000	5 000	321 819	393 259	443 234
Total current liabilities	8 000	8 000	-	-	-	-	-	-	8 000	7 500	6 800
Total non current liabilities	1 366	1 366	-	-	-	-	-	-	1 366	1 447	1 527
Community wealth/Equity	419 845	419 845	-	-	-	-	(28 085)	(28 085)	391 760	467 550	522 284
Cash flows											
Net cash from (used) operating	85 450	85 450	-	-	-	-	-	-	85 450	132 028	132 057
Net cash from (used) investing	(86 102)	(86 102)	-	-	-	-	14 000	14 000	(72 102)	(91 061)	(84 969)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	13 029	13 029	-	-	-	-	14 000	14 000	27 029	53 996	81 084
Cash backing/surplus reconciliation											
Cash and investments available	72 826	72 826	-	-	-	-	-	-	72 826	76 375	80 136
Application of cash and investments	1 670	1 670	-	-	-	-	(20)	(20)	1 650	(7 486)	(9 011)
Balance - surplus (shortfall)	71 157	71 157	-	-	-	-	20	20	71 177	83 861	89 147
Asset Management											
Asset register summary (WDV)	379 481	379 481	-	-	-	-	(118 136)	(118 136)	261 345	332 785	382 761
Depreciation & asset impairment	34 598	34 598	-	-	-	-	-	-	34 598	38 244	41 916
Renewal of Existing Assets	86 102	-	-	-	-	-	(86 102)	(86 102)	-	-	-
Repairs and Maintenance	16 846	16 846	-	-	-	-	3 500	3 500	20 346	27 050	28 562
Free services											
Cost of Free Basic Services provided	3 720	3 720	-	-	-	-	-	-	3 720	3 939	4 156
Revenue cost of free services provided	27 620	27 620	-	-	-	-	-	-	27 620	27 896	27 629
Households below minimum service level											
Water:	-	-	-	-	-	-	-	-	-	-	-
Sanitation/sewage:	-	-	-	-	-	-	-	-	-	-	-
Energy:	4	4	-	-	-	-	-	-	4	4	4
Refuse:	-	-	-	-	-	-	-	-	-	-	-

Revenue by Source

An annual budget is worth R5 million. The projected year to date revenue on property rates reflect an amount of R2, 5 million. The actual year to date amount that has been billed reflect an amount of R6, 6 million, which means that the property rates were under-budgeted at an amount of R1, 6 million. We have billed more than the budget by 1, 6 million.

An annual budget is worth R200 thousand. The year to date revenue on service charges (refuse removal) reflect an amount of R100 000. The actual year to date that has been billed reflect an amount of R83 000, which means that the service charges were under-billed by R17 000.

The year to date revenue on the interest on investments reflect an amount of R2, 5 million. The actual year to date that has been received reflect an amount of R2,4 million, which means that the municipality has received an amount that is less than the projected amount by R10 000. The municipality has actually received 96% of the total projected amount.

In relation to other income an amount of R11, 8 million has been received in the past six months, and a bulk amount of R8 million is in relation to the Vat Recovery.

Operating Expenditure

- **Salaries and Wages**

An annual budget is worth R97, 1 million. An amount of R50, 1 million has been spent as compared to the year to date projections of R48, 5 million. In the month of December there was an increase in the salaries of both the Senior Managers and Managers that was effected. Such increase was funded through the savings identified, although the actual expenditure incurred to date seems to be more than projected, it will be replenished through savings in the last six months. Also, the travelling claims have shown an increase, therefore departments will need to scrutinize the travelling claims and ensure that controls in relation to the claims are strengthened.

- **General Expenses**

An annual budget is worth R66, 4 million. An amount of R33, 5 million has been spent as compared to the year to date projections of R35, 8 million. This is due to the slow expenditure patterns in the first quarter of the financial year

- **Repairs and Maintenance**

An annual budget is worth R16, 8 million. An amount of R8.1 million has been spent as compared to the year to date projections of R8, 4 million. This is due to the early closure as a result of the December holidays, where few invoices were not submitted timeously to the municipality.

Capital Expenditure

- An annual budget is worth R86, 1 million. The year to date actual is expenditure is R58, 6 million which is far than the year to date projected expenditure. This is due to the grant funded expenditure on MIG that improved in terms of spending.

1.3.6 Steps taken to address shortfall on operating revenue

- Reconciliation on the valuation roll against the actual billing has been performed to ensure accuracy.
- Registering authority has been granted, and it will start to operate at Ngqeleni satellite in the third quarter of the financial year.

1.3.7 STEPS TO BE TAKEN IN ADDRESSING THE OVER-EXPENDITURE

- Adherence to control procedures and avoidance of wasteful expenditure is critical in taking us forward.
- Adherence to the control procedures in budget and monitoring
- Adherence to the control procedures in cash flow management

1.3.8 Conclusion on the Mid-year Performance Assessment

- Based on the analysis above, an Adjustments budget is necessary to effect the changes in the estimates and bring in line the expenditure budget to the revenue that can be collected.

1.3.9 Proposed Adjustments Budget for 2014/2015 Financial Year

1.3.9.1 Introduction

Section 28 of the Municipal Finance Management Act, 2003 (Act No. 56 of 2003) stipulates as follows:-

Municipal adjustments budgets

28. (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 council;
 - (f) may correct any errors in the annual budget; and
 - (g) may provide for any other expenditure within a prescribed framework.

Section 23 of the Municipal Finance Management Act, 2003 (56/2003): Municipal budget and reporting regulations 393 of 2009 stipulates as follows:-

Timeframes for tabling of adjustments budgets

23. (1) An adjustments budget referred to in section 28 (2) (b), (d) and (f) of the Act may be tabled in the municipal council at any time after the mid-year budget and performance assessment has been tabled in the council, but not later than 28 February of the current year.

After approval of the Mid-year Assessment Report the Chief Financial Officer engaged with all the Departmental Heads to address the outcomes of the assessment report resulting in the proposed adjustments budget discussed below.

1.3.10 Revenue

1.3.10.1 Own Revenue

1. Own revenue will be adjusted upwards by an amount of R4300 000 which will be funded from our own reserves.

1.3.11 Grants and Subsidies

In relation to the Integrated National Electrification Programme, there is an amount of R3 000 000 that has been deposited in March to the municipality account as per the agreement between the municipality and the Department of Energy as a top-up to the grant of R4 000 000 and that resulted to the municipality to adjust the budget by R3 000 000.

In relation to the Municipal Infrastructure Grant, there is an amount of R5 000 000 which is an adjustment as per Gazette No. 38613 dated the 26 March 2015 and that resulted to the municipality to adjust the MIG by R5 000 000.

1.3.12 Expenditure

1.3.12.1 Analysis of Expenditure

The objective is to give a comprehensive view of expenditures that have been affected during the second adjustment budget period.

EXPENDITURE CLASS	APPROVED BUDGET	INCREASE/(DECREASE)	ADJUSTED BUDGET
Salaries & Wages	R97 102 000	Nil	R97 102 000
General Expenses	R62 604 000	R28 540 256	R91 144 256
Repairs & Maintenances	R16 846 000	R3500 000	R20 346 000
Capital Expenditure	R86 102 000	(14 000 000)	R72 102 000

GENERAL EXPENSES:

The line items that affected the second adjustment budget are as follows:

Description	Amount
INEG (adjustment)	R3 000 000

The above expenditure has been funded from the R3 000 000 which is an adjustment by Department of Energy.

CAPITAL EXPENDITURES

Description	Amount
MIG (adjustment)	R5 000 000

The above expenditure has been funded from the R5 000 000 which is an adjustment of Municipal Infrastructure Grant by National Treasury.

1.4 BUDGET SCHEDULES

1.4.1 Table B 1 Adjustment Budget Summary

EC155 Nyandeni - Table B1 Adjustments Budget Summary -

Description	Budget Year 2014/15									Budget Year	Budget Year
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2015/16	+2 2016/17
R thousands	A	1	2	3	4	5	6	7	8		
Financial Performance											
Property rates	5 005	5 005	-	-	-	-	-	-	5 005	5 305	5 624
Service charges	200	200	-	-	-	-	-	-	200	212	225
Investment revenue	5 000	5 000	-	-	-	-	-	-	5 000	5 300	5 618
Transfers recognised - operational	173 502	173 502	-	-	-	-	9 728	9 728	183 230	239 459	246 848
Other own revenue	22 840	22 840	-	-	-	-	4 313	4 313	27 153	7 781	8 247
Total Revenue (excluding capital transfers and contributions)	206 547	206 547					14 040	14 040	220 587	258 057	266 561
Employee costs	80 928	80 928	-	-	-	-	-	-	80 928	86 107	91 618
Remuneration of councillors	16 174	16 174	-	-	-	-	-	-	16 174	17 209	18 310
Depreciation & asset impairment	34 598	34 598	-	-	-	-	-	-	34 598	38 244	41 916
Finance charges	105	105	-	-	-	-	-	-	105	112	118
Materials and bulk purchases	16 846	16 846	-	-	-	-	3 500	3 500	20 346	27 050	28 562
Transfers and grants	3 720	3 720	-	-	-	-	-	-	3 720	3 939	4 156
Other expenditure	66 495	66 495	-	-	-	-	92 641	92 641	159 136	180 479	184 268
Total Expenditure	218 866	218 866					96 141	96 141	315 007	353 141	368 949
Surplus/(Deficit)	(12 319)	(12 319)					(82 101)	(82 101)	(94 420)	(95 083)	(102 388)
Transfers recognised - capital	60 324	60 324	-	-	-	-	(4 000)	(4 000)	56 324	59 367	61 991
Contributions recognised - capital & contributed a	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	48 005	48 005					(86 101)	(86 101)	(38 096)	(35 716)	(40 397)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	48 005	48 005					(86 101)	(86 101)	(38 096)	(35 716)	(40 397)
Capital expenditure & funds sources											
Capital expenditure	86 102	86 102	-	-	-	-	(19 000)	(19 000)	67 102	91 061	84 969
Transfers recognised - capital	86 102	86 102	-	-	-	-	(19 000)	(19 000)	67 102	91 061	84 969
Public contributions & donations	-	-	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-	-	-
Total sources of capital funds	86 102	86 102					(19 000)	(19 000)	67 102	91 061	84 969
Financial position											
Total current assets	79 307	79 307	-	-	-	-	-	-	79 307	83 238	87 377
Total non current assets	316 819	316 819	-	-	-	-	-	-	316 819	393 259	443 234
Total current liabilities	8 000	8 000	-	-	-	-	-	-	8 000	7 500	6 800
Total non current liabilities	1 366	1 366	-	-	-	-	-	-	1 366	1 447	1 527
Community wealth/Equity	419 845	419 845					(33 085)	(33 085)	386 760	467 550	522 284
Cash flows											
Net cash from (used) operating	85 450	85 450	-	-	-	-	-	-	85 450	132 028	132 057
Net cash from (used) investing	(86 102)	(86 102)	-	-	-	-	19 000	19 000	(67 102)	(91 061)	(84 969)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	13 029	13 029					19 000	19 000	32 029	53 996	81 084
Cash backing/surplus reconciliation											
Cash and investments available	72 826	72 826	-	-	-	-	-	-	72 826	76 375	80 136
Application of cash and investments	1 670	1 670	-	-	-	-	(20)	(20)	1 650	(7 486)	(9 011)
Balance - surplus (shortfall)	71 157	71 157					20	20	71 177	83 861	89 147
Asset Management											
Asset register summary (WDV)	379 481	379 481	-	-	-	-	(19 000)	(19 000)	360 481	397 325	425 852
Depreciation & asset impairment	34 598	34 598	-	-	-	-	-	-	34 598	38 244	41 916
Renewal of Existing Assets	86 102	-	-	-	-	-	(86 102)	(86 102)	-	-	-
Repairs and Maintenance	16 846	16 846	-	-	-	-	3 500	3 500	20 346	27 050	28 562
Free services											
Cost of Free Basic Services provided	3 720	3 720	-	-	-	-	-	-	3 720	3 939	4 156
Revenue cost of free services provided	27 620	27 620	-	-	-	-	-	-	27 620	27 896	27 629
Households below minimum service level											
Water:	-	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-	-	-
Energy:	4	4	-	-	-	-	-	-	4	4	4
Refuse:	-	-	-	-	-	-	-	-	-	-	-

1.4.2 Table B2 Adjustment Budget Financial Performance by standard classification

EC155 Nyandeni - Table B2 Adjustments Budget Financial Performance (standard classification) -

Standard Description	Ref	Budget Year 2014/15									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2015/16	+2 2016/17
R thousands	1, 4	A	A1	B	C	D	E	F	G	H		
Revenue - Standard												
<i>Governance and administration</i>		183 150	183 150	-	-	-	-	203	203	183 353	230 398	233 444
Executive and council		-	-	-	-	-	-	-	-	-	-	-
Budget and treasury office		182 650	182 650	-	-	-	-	203	203	182 853	230 398	233 444
Corporate services		500	500	-	-	-	-	-	-	500	-	-
<i>Community and public safety</i>		6 990	6 990	-	-	-	-	300	300	7 290	7 409	7 854
Community and social services		440	440	-	-	-	-	-	-	440	466	494
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		6 550	6 550	-	-	-	-	300	300	6 850	6 943	7 360
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		57 531	57 531	-	-	-	-	9 000	9 000	66 531	59 405	62 029
Planning and development		35	35	-	-	-	-	-	-	35	37	39
Road transport		57 496	57 496	-	-	-	-	9 000	9 000	66 496	59 368	61 990
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		19 200	19 200	-	-	-	-	8 537	8 537	27 737	20 212	25 225
Electricity		19 000	19 000	-	-	-	-	8 537	8 537	27 537	20 000	25 000
Water		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		200	200	-	-	-	-	-	-	200	212	225
<i>Other</i>		-	-	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	2	266 871	266 871	-	-	-	-	18 040	18 040	284 911	317 425	328 552
Expenditure - Standard												
<i>Governance and administration</i>		150 241	150 241	-	-	-	-	203	203	150 444	160 986	171 937
Executive and council		54 434	54 434	-	-	-	-	-	-	54 434	57 811	61 309
Budget and treasury office		67 175	67 175	-	-	-	-	203	203	67 378	72 804	78 491
Corporate services		28 632	28 632	-	-	-	-	-	-	28 632	30 371	32 137
<i>Community and public safety</i>		37 854	37 854	-	-	-	-	300	300	38 154	40 223	42 698
Community and social services		34 622	34 622	-	-	-	-	-	-	34 622	36 801	39 087
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		1 922	1 922	-	-	-	-	300	300	2 222	2 035	2 147
Housing		1 310	1 310	-	-	-	-	-	-	1 310	1 387	1 464
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		96 544	96 544	-	-	-	-	9 000	9 000	105 544	130 524	127 824
Planning and development		12 768	12 768	-	-	-	-	-	-	12 768	13 555	14 367
Road transport		83 776	83 776	-	-	-	-	9 000	9 000	92 776	116 969	113 457
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		20 328	20 328	-	-	-	-	8 537	8 537	28 865	21 407	26 490
Electricity		19 000	19 000	-	-	-	-	8 537	8 537	27 537	20 000	25 000
Water		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		1 328	1 328	-	-	-	-	-	-	1 328	1 407	1 490
<i>Other</i>		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	3	304 967	304 967	-	-	-	-	18 040	18 040	323 008	353 141	368 949
Surplus/ (Deficit) for the year		(38 096)	(38 096)	-	-	-	-	-	-	(38 096)	(35 717)	(40 397)

1.4.3 Table B3 Adjustment Budget Financial Performance (revenue and expenditure by municipal vote)

EC155 Nyandeni - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) -

Vote Description <i>[Insert departmental structure etc]</i>	Ref	Budget Year 2014/15									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
		3	4	5	6	7	8	9	10	+1 2015/16	+2 2016/17	
		A	A1	B	C	D	E	F	G	H		
Revenue by Vote	1											
Vote 1 - MUNICIPAL GOVERNANCE AND ADMINISTRATION		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - BUDGET AND TREASURY		182 650	182 650	-	-	-	-	203	203	182 853	230 398	233 444
Vote 3 - CORPORATE SERVICES		500	500	-	-	-	-	-	-	500	-	-
Vote 4 - COMMUNITY AND SOCIAL SERVICES		7 190	7 190	-	-	-	-	300	300	7 490	7 621	8 079
Vote 5 - PLANNING AND DEVELOPMENT		35	35	-	-	-	-	-	-	35	37	39
Vote 6 - INFRASTRUCTURE		76 496	76 496	-	-	-	-	17 537	17 537	94 033	79 368	86 990
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	266 871	266 871	-	-	-	-	18 040	18 040	284 911	317 425	328 552
Expenditure by Vote	1											
Vote 1 - MUNICIPAL GOVERNANCE AND ADMINISTRATION		54 434	54 434	-	-	-	-	-	-	54 434	57 811	61 309
Vote 2 - BUDGET AND TREASURY		67 175	67 175	-	-	-	-	203	203	67 378	72 804	78 491
Vote 3 - CORPORATE SERVICES		28 632	28 632	-	-	-	-	-	-	28 632	30 371	32 137
Vote 4 - COMMUNITY AND SOCIAL SERVICES		37 873	37 873	-	-	-	-	300	300	38 173	40 243	42 724
Vote 5 - PLANNING AND DEVELOPMENT		14 078	14 078	-	-	-	-	-	-	14 078	14 942	15 831
Vote 6 - INFRASTRUCTURE		102 776	102 776	-	-	-	-	17 537	17 537	120 313	136 969	138 457
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	304 967	304 967	-	-	-	-	18 040	18 040	323 008	353 141	368 949
Surplus/ (Deficit) for the year	2	(38 096)	(38 096)	-	-	-	-	-	-	(38 096)	(35 717)	(40 397)

1.4.4 Table B4 Adjustment Budget Financial performance (revenue & expenditure)

EC155 Nyandeni - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) -

Description	Ref	Budget Year 2014/15									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2015/16 Adjusted Budget	+2 2016/17 Adjusted Budget
R thousands	1	A	A1	B	C	D	E	F	G	H		
Revenue By Source												
Property rates	2	5 005	5 005	-	-	-	-	-	-	5 005	5 305	5 624
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	200	200	-	-	-	-	-	-	200	212	225
Service charges - other		-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		165	165	-	-	-	-	-	-	165	175	185
Interest earned - external investments		5 000	5 000	-	-	-	-	-	-	5 000	5 300	5 618
Interest earned - outstanding debtors		-	-	-	-	-	-	-	-	-	-	-
Dividends received		-	-	-	-	-	-	-	-	-	-	-
Fines		50	50	-	-	-	-	-	-	50	53	56
Licences and permits		6 500	6 500	-	-	-	-	-	-	6 500	6 890	7 303
Agency services		-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - operating		173 502	173 502	-	-	-	-	12 728	12 728	186 230	239 459	246 848
Other revenue	2	16 125	16 125	-	-	-	-	4 313	4 313	20 438	663	702
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		206 547	206 547	-	-	-	-	17 040	17 040	223 587	258 057	266 561
Expenditure By Type												
Employee related costs		80 928	80 928	-	-	-	-	-	-	80 928	86 107	91 618
Remuneration of councillors		16 174	16 174	-	-	-	-	-	-	16 174	17 209	18 310
Debt impairment		3 500	3 500	-	-	-	-	-	-	3 500	3 707	3 910
Depreciation & asset impairment		34 598	34 598	-	-	-	-	-	-	34 598	38 244	41 916
Finance charges		105	105	-	-	-	-	-	-	105	112	118
Bulk purchases		-	-	-	-	-	-	-	-	-	-	-
Other materials		16 846	16 846	-	-	-	-	3 500	3 500	20 346	27 050	28 562
Contracted services		391	391	-	-	-	-	-	-	391	414	439
Transfers and grants		3 720	3 720	-	-	-	-	-	-	3 720	3 939	4 156
Other expenditure		62 604	62 604	-	-	-	-	100 641	100 641	163 245	176 359	179 918
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		218 866	218 866	-	-	-	-	104 141	104 141	323 007	353 141	368 949
Surplus/(Deficit)		(12 319)	(12 319)	-	-	-	-	(87 101)	(87 101)	(99 420)	(95 083)	(102 388)
Transfers recognised - capital		60 324	60 324	-	-	-	-	1 000	1 000	61 324	59 367	61 991
Contributions		-	-	-	-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) before taxation		48 005	48 005	-	-	-	-	(86 101)	(86 101)	(38 096)	(35 716)	(40 397)
Taxation		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		48 005	48 005	-	-	-	-	(86 101)	(86 101)	(38 096)	(35 716)	(40 397)
Attributable to minorities		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		48 005	48 005	-	-	-	-	(86 101)	(86 101)	(38 096)	(35 716)	(40 397)
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		48 005	48 005	-	-	-	-	(86 101)	(86 101)	(38 096)	(35 716)	(40 397)

1.4.5 Table B5 Adjustment Capital Expenditure Budget by Vote and Funding

EC155 Nyandeni - Table B5 Adjustments Capital Expenditure Budget by vote and funding -

Description	Ref	Budget Year 2014/15									Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or Prov.	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H				
R thousands												
Capital expenditure - Vote												
Multi-year expenditure to be adjusted												
Vote 1 - MUNICIPAL GOVERNANCE AND ADMINISTRATION	2	-	-	-	-	-	-	-	-	-	-	-
Vote 2 - BUDGET AND TREASURY		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - COMMUNITY AND SOCIAL SERVICES		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - PLANNING AND DEVELOPMENT		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - INFRASTRUCTURE		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	3	-	-	-	-	-	-	-	-	-	-	-
Single-year expenditure to be adjusted												
Vote 1 - MUNICIPAL GOVERNANCE AND ADMINISTRATION	2	-	-	-	-	-	-	-	-	-	-	-
Vote 2 - BUDGET AND TREASURY		3 600	3 600	-	-	-	-	-	-	3 600	3 812	4 022
Vote 3 - CORPORATE SERVICES		7 895	7 895	-	-	-	-	-	-	7 895	8 361	8 821
Vote 4 - COMMUNITY AND SOCIAL SERVICES		685	685	-	-	-	-	-	-	685	725	765
Vote 5 - PLANNING AND DEVELOPMENT		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - INFRASTRUCTURE		73 922	73 922	-	-	-	-	(14 000)	(14 000)	59 922	78 163	71 362
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		86 102	86 102	-	-	-	-	(14 000)	(14 000)	72 102	91 061	84 969
Total Capital Expenditure - Vote		86 102	86 102	-	-	-	-	(14 000)	(14 000)	72 102	91 061	84 969
Capital Expenditure - Standard												
Governance and administration												
Executive and council		11 495	11 495	-	-	-	-	-	-	11 495	12 173	12 843
Budget and treasury office		3 600	3 600	-	-	-	-	-	-	3 600	3 812	4 022
Corporate services		7 895	7 895	-	-	-	-	-	-	7 895	8 361	8 821
Community and public safety		460	460	-	-	-	-	225	225	685	487	514
Community and social services		-	-	-	-	-	-	-	225	225	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		460	460	-	-	-	-	-	-	460	487	514
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		-	54 922	-	-	-	-	5 000	5 000	59 922	78 162	71 362
Planning and development		-	-	-	-	-	-	-	-	-	-	-
Road transport		-	54 922	-	-	-	-	5 000	5 000	59 922	78 162	71 362
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		-	19 225	-	-	-	-	(19 225)	(19 225)	-	238	251
Electricity		-	19 000	-	-	-	-	(19 000)	(19 000)	-	-	-
Water		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		-	225	-	-	-	-	(225)	(225)	-	238	251
Other		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard	3	11 955	86 102	-	-	-	-	(14 000)	(14 000)	72 102	91 061	84 969
Funded by:												
National Government		56 324	56 324	-	-	-	-	5 000	5 000	61 324	59 368	61 990
Provincial Government		4 000	4 000	-	-	-	-	(4 000)	(4 000)	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Other transfers and grants		25 778	25 778	-	-	-	-	(15 000)	(15 000)	10 778	31 693	22 979
Total Capital transfers recognised	4	86 102	86 102	-	-	-	-	(14 000)	(14 000)	72 102	91 061	84 969
Public contributions & donations		-	-	-	-	-	-	-	-	-	-	-
Borrowing		-	-	-	-	-	-	-	-	-	-	-
Internally generated funds		-	-	-	-	-	-	-	-	-	-	-
Total Capital Funding		86 102	86 102	-	-	-	-	(14 000)	(14 000)	72 102	91 061	84 969

1.4.6 Table B6 Adjustment Budget Financial Position

EC155 Nyandeni - Table B6 Adjustments Budget Financial Position -

Description	Ref	Budget Year 2014/15									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2015/16 Adjusted Budget	+2 2016/17 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		13 681	13 681						-	13 681	13 681	13 681
Call investment deposits	1	59 145	59 145	-	-	-	-	-	-	59 145	62 694	66 455
Consumer debtors	1	6 481	6 481	-	-	-	-	-	-	6 481	6 863	7 241
Other debtors									-	-		
Current portion of long-term receivables									-	-		
Inventory									-	-		
Total current assets		79 307	79 307	-	-	-	-	-	-	79 307	83 238	87 377
Non current assets												
Long-term receivables									-	-		
Investments									-	-		
Investment property		60 473	60 473						-	60 473	60 473	60 473
Investment in Associate									-	-		
Property, plant and equipment	1	255 536	255 536	-	-	-	-	5 000	5 000	260 536	332 785	382 760
Agricultural									-	-		
Biological									-	-		
Intangible		809	809						-	809	-	-
Other non-current assets									-	-		
Total non current assets		316 819	316 819	-	-	-	-	5 000	5 000	321 819	393 259	443 234
TOTAL ASSETS		396 126	396 126	-	-	-	-	5 000	5 000	401 126	476 497	530 611
LIABILITIES												
Current liabilities												
Bank overdraft									-	-		
Borrowing		-	-	-	-	-	-	-	-	-	-	-
Consumer deposits									-	-		
Trade and other payables		8 000	8 000	-	-	-	-	-	-	8 000	7 500	6 800
Provisions									-	-		
Total current liabilities		8 000	8 000	-	-	-	-	-	-	8 000	7 500	6 800
Non current liabilities												
Borrowing	1	1 142	1 142	-	-	-	-	-	-	1 142	1 209	1 276
Provisions	1	225	225	-	-	-	-	-	-	225	238	251
Total non current liabilities		1 366	1 366	-	-	-	-	-	-	1 366	1 447	1 527
TOTAL LIABILITIES		9 366	9 366	-	-	-	-	-	-	9 366	8 947	8 327
NET ASSETS	2	386 760	386 760	-	-	-	-	5 000	5 000	391 760	467 550	522 284
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)		404 845	404 845	-	-	-	-	(32 385)	(32 385)	372 460	467 550	522 284
Reserves		15 000	15 000	-	-	-	-	4 300	4 300	19 300	-	-
TOTAL COMMUNITY WEALTH/EQUITY		419 845	419 845	-	-	-	-	(28 085)	(28 085)	391 760	467 550	522 284

1.4.7 Table B7 Adjustment Budget Cash Flow

EC155 Nyandeni - Table B7 Adjustments Budget Cash Flows -

Description	Ref	Budget Year 2014/15									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H	+1 2015/16	+2 2016/17
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Ratepayers and other		27 393	27 393					4 313	4 313	31 706	29 036	30 779
Government - operating	1	173 502	173 502					12 728	12 728	186 230	239 459	246 848
Government - capital	1	60 324	60 324					(4 000)	(4 000)	56 324	59 368	61 990
Interest		5 000	5 000							5 000	5 295	5 586
Dividends												
Payments												
Suppliers and employees		(180 664)	(180 664)					(13 040)	(13 040)	(193 704)	(201 018)	(213 028)
Finance charges		(105)	(105)							(105)	(112)	(118)
Transfers and Grants	1											
NET CASH FROM/(USED) OPERATING ACTIVITIES		85 450	85 450	-	-	-	-	-	-	85 450	132 028	132 057
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		(86 102)	(86 102)					14 000	14 000	(72 102)	(91 061)	(84 969)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(86 102)	(86 102)	-	-	-	-	14 000	14 000	(72 102)	(91 061)	(84 969)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans												
Borrowing long term/refinancing												
Increase (decrease) in consumer deposits												
Payments												
Repayment of borrowing												
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	-	-	-	-	-	-	-	-
NET INCREASE/ (DECREASE) IN CASH HELD		(652)	(652)	-	-	-	-	14 000	14 000	13 348	40 967	47 088
Cash/cash equivalents at the year begin:	2	13 681	13 681							13 681	13 029	33 996
Cash/cash equivalents at the year end:	2	13 029	13 029					14 000		27 029	53 996	81 084

1.4.8 Table B8 Cash Backed Reserves Accumulated surplus reconciliation

EC155 Nyandeni - Table B8 Cash backed reserves/accumulated surplus reconciliation -

Description	Ref	Budget Year 2014/15									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2015/16	+2 2016/17
		A	A1	B	C	D	E	F	G	H		
R thousands												
Cash and investments available												
Cash/cash equivalents at the year end	1	13 029	13 029	-	-	-	-	14 000	14 000	27 029	53 996	81 084
Other current investments > 90 days		59 798	59 798	-	-	-	-	(14 000)	(14 000)	45 798	22 379	(948)
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-	-
Cash and investments available:		72 826	72 826	-	-	-	-	-	-	72 826	76 375	80 136
Applications of cash and investments												
Unspent conditional transfers		-	-	-	-	-	-	-	-	-	-	-
Unspent borrowing		-	-	-	-	-	-	-	-	-	-	-
Statutory requirements		-	-	-	-	-	-	-	-	-	-	-
Other working capital requirements	2	1 670	1 670	-	-	-	-	(20)	(20)	1 650	(7 486)	(9 011)
Other provisions		-	-	-	-	-	-	-	-	-	-	-
Long term investments committed		-	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments		-	-	-	-	-	-	-	-	-	-	-
Total Application of cash and investments:		1 670	1 670	-	-	-	-	(20)	(20)	1 650	(7 486)	(9 011)
Surplus(shortfall)		71 157	71 157	-	-	-	-	20	20	71 177	83 861	89 147

1.4.9 Table B9 Asset Management

EC155 Nyandeni - Table B9 Asset Management -

Description	Ref	Budget Year 2014/15									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2015/16	+2 2016/17
R thousands		A	A1	B	C	D	E	F	G	H		
CAPITAL EXPENDITURE												
Total New Assets to be adjusted	1	86 102	86 102	-	-	-	-	(14 000)	(14 000)	72 102	91 061	84 969
Infrastructure - Road transport		54 422	54 422	-	-	-	-	5 000	5 000	59 422	77 633	70 803
Infrastructure - Electricity		19 000	19 000	-	-	-	-	(19 000)	(19 000)	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Other		225	225	-	-	-	-	(225)	(225)	-	238	251
Infrastructure		73 647	73 647	-	-	-	-	(14 225)	(14 225)	59 422	77 871	71 054
Community		-	-	-	-	-	-	225	225	225	-	-
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets	6	11 955	11 955	-	-	-	-	-	-	11 955	12 661	13 356
Agricultural Assets		-	-	-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-	-	-
Intangibles		500	500	-	-	-	-	-	-	500	530	559
Total Renewal of Existing Assets to be adjusted	2	86 102	-	-	-	-	-	(86 102)	(86 102)	-	-	-
Infrastructure - Road transport		54 422	-	-	-	-	-	(54 422)	(54 422)	-	-	-
Infrastructure - Electricity		19 000	-	-	-	-	-	(19 000)	(19 000)	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Other		225	-	-	-	-	-	(225)	(225)	-	-	-
Infrastructure		73 647	-	-	-	-	-	(73 647)	(73 647)	-	-	-
Community		-	-	-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets	6	11 955	-	-	-	-	-	(11 955)	(11 955)	-	-	-
Agricultural Assets		-	-	-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-	-	-
Intangibles		500	-	-	-	-	-	(500)	(500)	-	-	-
Total Capital Expenditure to be adjusted	4	108 844	54 422	-	-	-	-	(49 422)	(49 422)	5 000	77 633	70 803
Infrastructure - Road transport		38 000	19 000	-	-	-	-	(38 000)	(38 000)	(19 000)	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Other		449	225	-	-	-	-	(449)	(449)	(225)	238	251
Infrastructure		147 293	73 647	-	-	-	-	(87 871)	(87 871)	(14 224)	77 871	71 054
Community		-	-	-	-	-	-	225	225	225	-	-
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets	6	23 910	11 955	-	-	-	-	(11 955)	(11 955)	-	12 661	13 356
Agricultural Assets		-	-	-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-	-	-
Intangibles		1 000	500	-	-	-	-	(500)	(500)	-	530	559
TOTAL CAPITAL EXPENDITURE to be adjusted	2	172 203	86 102	-	-	-	-	(100 102)	(100 102)	(14 000)	91 061	84 969
ASSET REGISTER SUMMARY - PPE (WDV)	5											
Infrastructure - Road transport		247 532	247 532	-	-	-	-	(99 136)	(99 136)	148 396	217 596	264 562
Infrastructure - Electricity		19 000	19 000	-	-	-	-	(19 000)	(19 000)	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Other		266 532	266 532	-	-	-	-	(118 136)	(118 136)	148 396	217 596	264 562
Infrastructure		4 092	4 092	-	-	-	-	-	-	4 092	4 334	4 572
Community		60 473	60 473	-	-	-	-	-	-	60 473	60 473	60 473
Heritage assets		47 575	47 575	-	-	-	-	-	-	47 575	50 382	53 153
Investment properties		809	809	-	-	-	-	-	-	809	-	-
Other assets		-	-	-	-	-	-	-	-	-	-	-
Agricultural Assets		-	-	-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-	-	-
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	379 481	379 481	-	-	-	-	(118 136)	(118 136)	261 345	332 785	382 761
EXPENDITURE OTHER ITEMS												
Depreciation & asset impairment		34 598	34 598	-	-	-	-	-	-	34 598	38 244	41 916
Repairs and Maintenance by asset class	3	16 846	16 846	-	-	-	-	3 500	3 500	20 346	27 050	28 562
Infrastructure - Road transport		14 374	14 374	-	-	-	-	3 500	3 500	17 874	24 432	25 800
Infrastructure - Electricity		500	500	-	-	-	-	-	-	500	530	559
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		14 874	14 874	-	-	-	-	3 500	3 500	18 374	24 962	26 359
Community		162	162	-	-	-	-	-	-	162	172	181
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets	6	1 810	1 810	-	-	-	-	-	-	1 810	1 917	2 022
TOTAL EXPENDITURE OTHER ITEMS to be adjusted		51 444	51 444	-	-	-	-	3 500	3 500	54 944	65 294	70 479
% of capital exp on renewal of assets		50,0%	0,0%							0,0%	0,0%	0,0%
Renewal of existing assets as % of deprecn		248,9%	0,0%							0,0%	0,0%	0,0%
R&M as a % of PPE		4,4%	4,4%							7,8%	8,1%	7,5%
Renewal and R&M as a % of PPE		27,1%	4,4%							7,8%	8,1%	7,5%

2. Municipal Manager's Quality Certification

I _____, Municipal Manager of the Nyandeni Local Municipality hereby certify that the adjustments budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act 56 of 2003 and the regulations made under the Act, and that the second adjustment budget and supporting documents are consistent with the Integrated Development Plan of the municipality.

Signature

Mrs N. Nomandela
Municipal Manager
Nyandeni Local Municipality

Date: _____