

BITOU LOCAL MUNICIPALITY



# **First Adjustments Budget as at 09 December 2022**



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## **Glossary**

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

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

**Budget** – The financial plan of the Municipality.

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

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

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

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

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

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

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

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

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

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

**MFMA** – Local Government: Municipal Finance Management Act (56/2003). The principle piece of legislation relating to municipal financial management. Sometimes referred to as the Act.

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

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

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

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

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

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

**Virement** – A transfer of budget.

**Virement policy** - The policy that sets out the rules for budget transfers. Virements are normally allowed within a vote. Transfers between votes must be agreed by Council through an Adjustments Budget.

**Vote** – one of the main segments into which a budget of a municipality is divided for the appropriation of money for the different departments or functional areas of the municipality; and (b) which specifies the total amount that is appropriated for the purposes of the department or functional area concerned.

## **PART 1 – ADJUSTMENTS BUDGET REPORT**

### **Section 1 – Mayor’s Report**

#### ***1.1 Municipal Roll-over Adjustment Budget***

The 2022/2023 MTREF was approved by Council on 07 June 2022 in accordance with Section 24(1) of the Local Government: Municipal Finance Management Act, 2003(Act 56 of 2003).

In terms of section 28 of the MFMA a municipality may revise an approved annual budget through an adjustments budget. Only the Mayor may table an adjustments budget in the municipal council and it may only be tabled within prescribed limitations as to timing or frequency.

Section 28 (2) (b) of the MFMA stipulates as follows:

*An adjustments budget-*

*(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*

*Section 23 (3) If a national or provincial adjustments budget allocates or transfers additional revenues to a municipality, the mayor or the municipality must, at the next available council meeting, but within 60 days of the approval of the relevant national or provincial adjustments budget table an adjustments budget referred to in section 28(2)(b) of the Act in the municipal council to appropriate these additional revenues.*

The Adjustments Budget does not shift the priorities and overall direction of the current budget; it merely allows us scope to accelerate or decelerate certain programs.

#### **1.1 Reasons for the adjustments budget**

The reasons for the recommendation to adopt an Adjustments Budget result from roll-overs of Grant funding and additional grant funding that has been received.

Further adjustment details are listed below:

##### **1.1.1 Multi-year funds shifting in relation to the capital program**

No multi-year funds will be shift in the capital program.

##### **1.1.2 Allocations and grant adjustments**

Grant funding increased by R 10 900 605.00 as n result of approved roll-overs, roll-overs that were not approved and have to be repaid and additional grant funding received from various sources. The grants are appropriated in the 2022/2023 Adjustment budget as follows:

#### **Operating grant roll-overs and additional funding**

Approved operating grant roll-overs and additional funding amounting to R 9 938 819.00, this is made up of:

- Human Settlement - approved roll-over amounted R 9 811 047.00
- Local Government Public Employment Support Grant – a roll-over of R 127 771.00 has been granted

### **Capex grant roll-over and additional funding**

The Capital grant funding Increases by R 961 786.23 as follows:

- MIG – roll-over funds amounted to R 527 003.62 VAT excl. has been granted
- RSEP – approved roll-over amounted to R 434 782.61 VAT excl. has been granted

Own Funding is increasing by R 8 298 700.00

The Net Effect is an Increase in the Capital Budget of R 9 260 486.23

#### **1.1.3 Appropriate/Decrease additional revenues that have become available**

No Appropriation or decrease of additional revenue

#### **1.1.4 Correction of errors in the annual budget**

Virements of budgetary provisions, as approved in terms of Council's Virement Policy and processed in the Council's accounting system up until 30 November 2022.

### **1.2 Recommendation to council regarding the Adjustments Budget**

Taking into consideration the reasons listed in paragraph 1.1, it is recommended that Council approves the adjustments budget.

### **1.3 Recommendation to council regarding the SDBIP**

That the Departmental SDBIP be reviewed within directorates where applicable.

### **RECOMMENDATION:**

- a. That the first annual adjustments budget of Bitou Municipality for the financial year 2022/2023, be approved:
  - i. Table B2: Adjustments Budget Financial Performance (expenditure by standard classification)
  - ii. Table B3: Adjustments Budget Financial Performance (expenditure by municipal vote)
  - iii. Table B4: Adjustments Budget Financial Performance (revenue by source)
  - iv. Table B5: Adjustments Budget Capital Expenditure for both multi-year and single year by vote, standard classification and funding
  - v. Table B6: Budgeted Financial Position
  - vi. Table B7: Budgeted Cash Flow
  - vii. Table B8: Cash backed reserves/Accumulated surplus reconciliation
  - viii. Table B9: Asset Management
  - ix. Table B10: Basic service delivery measurement
  - x. Supporting Tables SB1 – SB 20

- b. That the Departmental SDBIP be reviewed within directorates where applicable.
- c. That the adjustments budget be submitted to the authorities and in the format as required by law

## SECTION 2 - EXECUTIVE SUMMARY

### Introduction

In terms of section 28 of the MFMA a municipality may revise an approved annual budget through an adjustments budget.

### Adjustment highlights

#### Operating Budget

The following adjustments were affected:

#### Revenue by Source

The following table reflects the approved 2022/2023 MTREF, the proposed adjustments budget and the adjustments budget movements:

WC047 Bitou - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 09/12/2022										
Description	Ref	Budget Year 2022/23								
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget
R thousands	1	A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H
<b>Revenue By Source</b>										
Property rates	2	159 956	159 956	-	-	-	-	-	-	159 956
Service charges - electricity revenue	2	207 720	207 720	-	-	-	-	-	-	207 720
Service charges - water revenue	2	93 277	93 277	-	-	-	-	-	-	93 277
Service charges - sanitation revenue	2	87 047	87 047	-	-	-	-	-	-	87 047
Service charges - refuse revenue	2	53 272	53 272	-	-	-	-	-	-	53 272
Service charges - other		-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		1 193	1 193	-	-	-	-	-	-	1 193
Interest earned - external investments		4 600	4 600	-	-	-	-	-	-	4 600
Interest earned - outstanding debtors		14 572	14 572	-	-	-	-	-	-	14 572
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		35 870	35 870	-	-	-	-	-	-	35 870
Licences and permits		1 002	1 002	-	-	-	-	-	-	1 002
Agency services		2 414	2 414	-	-	-	-	-	-	2 414
Transfers and subsidies		153 896	153 896	-	-	-	-	9 939	9 939	163 835
Other revenue	2	7 875	7 875	-	-	-	-	-	-	7 875
Gains		-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>822 693</b>	<b>822 693</b>	-	-	-	-	<b>9 939</b>	<b>9 939</b>	<b>832 632</b>

The above table indicates a total operating revenue (excluding capital transfers and contributions) of R 832 632 262 for the 2022/2023 adjustments budget an increase of

R 9 938 819.00. The following revenue sources were adjusted:

#### Transfers and Subsidies (Operating)

Transfers and Subsidies (Operating) increases with R 9 938 819.00.



### Expenditure by Type

The following tables reflects the approved 2022/2023 MTREF, the proposed adjustments budget and the increase/decrease:

WC047 Bitou - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 09/12/2022										
Description	Ref	Budget Year 2022/23								
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget
R thousands	1	A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H
<b>Expenditure By Type</b>										
Employee related costs		306 473	306 526	-	-	-	-	1 556	1 556	308 082
Remuneration of councillors		6 944	6 944	-	-	-	-	-	-	6 944
Debt impairment		103 440	103 440	-	-	-	-	-	-	103 440
Depreciation & asset impairment		37 400	37 400	-	-	-	-	-	-	37 400
Finance charges		10 739	10 739	-	-	-	-	-	-	10 739
Bulk purchases - electricity		161 902	161 902	-	-	-	-	-	-	161 902
Inventory Consumed		17 674	18 184	-	-	-	-	-	-	18 184
Contracted services		91 004	89 628	-	-	-	-	9 811	9 811	99 439
Transfers and subsidies		4 750	4 750	-	-	-	-	-	-	4 750
Other expenditure		78 447	79 261	-	-	-	-	(4 784)	(4 784)	74 477
Losses		-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>818 774</b>	<b>818 774</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6 583</b>	<b>6 583</b>	<b>825 357</b>

The adjustments on the operating expenditure were mainly due to the following reasons:

1. *Employee related costs*

The increase in Employee Related Cost is a result of additional positions under Law Enforcement and ICT.

2. *Contracted Services*

Increased with R 9 811 048 this is mainly due to additional Housing expenditure (Planning Fees and Top Structure)

3. *Other Expenditure*

This reduction of R 4 784 000 is attributable to finance leases for the vehicles and ICT computer services

## 2022/2023 Capital Budget Adjustments

Full details of proposed amendment to the 2022/2023 capital budget are reflected in Table below

WC047 Bitou - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 09/12/2022												
Description	Ref	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
		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	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
<b>Capital expenditure - Vote</b>												
<b>Multi-year expenditure to be adjusted</b>	2											
Vote 1 - Council		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Community Services		578	578	-	-	-	-	-	-	578	8 507	10 392
Vote 4 - Corporate Services		2 404	2 404	-	-	-	-	-	-	2 404	-	-
Vote 5 - Financial Services		600	600	-	-	-	-	-	-	600	-	-
Vote 6 - Economic Development & Planning		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Engineering Services		32 103	32 103	-	-	-	-	6 530	6 530	38 633	45 356	38 998
<b>Capital multi-year expenditure sub-total</b>	3	<b>35 685</b>	<b>35 685</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6 530</b>	<b>6 530</b>	<b>42 215</b>	<b>53 863</b>	<b>49 390</b>
<b>Single-year expenditure to be adjusted</b>	2											
Vote 1 - Council		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Community Services		9 848	9 848	-	-	-	-	1 940	1 940	11 788	9 765	3 983
Vote 4 - Corporate Services		35	35	-	-	-	-	-	-	35	-	-
Vote 5 - Financial Services		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Economic Development & Planning		-	-	-	-	-	-	435	435	435	-	-
Vote 7 - Engineering Services		52 882	52 882	-	-	-	-	356	356	53 237	56 731	22 851
<b>Capital single-year expenditure sub-total</b>		<b>62 765</b>	<b>62 765</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2 730</b>	<b>2 730</b>	<b>65 496</b>	<b>66 496</b>	<b>26 833</b>
<b>Total Capital Expenditure - Vote</b>		<b>98 450</b>	<b>98 450</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9 260</b>	<b>9 260</b>	<b>107 711</b>	<b>120 360</b>	<b>76 224</b>

The capital budget increases with R 9 260 486 from R 98 450 000 to R 107 710 512.

The increases and decreases in the 2022/23 financial year, as reflected in the table above, are explained below.

### CRR amendments:

The CRR increased from R 18 513 000 to R 26 827 600. The increase is due to the Electrification projects in Ebenezer and Qolweni that will be re-imbursed through DMRE at a later stage. The procurement of fleet for public safety also needs to be included as this was not rolled over in the Annual Budget.

### Grants amendments:

The following roll-overs has been approved.

### MIG:

Roll-over of R 5 270 003,62 has been approved.

### RSEP:

Roll-over of R 434 782,61 has been approved.

## Adjustments to Budget Funding

The proposed adjustments will be funded as follows

WC047 Bitou - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 09/12/2022												
Description	Ref	Budget Year 2022/23									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 2023/24	+2 2024/25
R thousands		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
<b>Funded by:</b>												
National Government		35 048	35 048	-	-	-	-	527	527	35 575	30 519	31 073
Provincial Government		6 030	6 030	-	-	-	-	435	435	6 465	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	4	41 078	41 078	-	-	-	-	962	962	42 040	30 519	31 073
Borrowing		38 843	38 843	-	-	-	-	-	-	38 843	42 550	20 142
Internally generated funds		18 529	18 529	-	-	-	-	8 299	8 299	26 828	47 291	25 008
<b>Total Capital Funding</b>		<b>98 450</b>	<b>98 450</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9 260</b>	<b>9 260</b>	<b>107 711</b>	<b>120 360</b>	<b>76 224</b>

Projects financed out of own funds increase by R 8 298 700 from the initial R 18 528 900 to R 26 827 600. Grants received from the National Government increase by R 527 003 from R 35 047 825 to R 35 574 828.

As can be seen on the Table B8, the adjustment budget is funded however the municipality needs to ensure it improves its reserves and working capital to ensure that non-cash items and provisions are cash backed

## Conclusion

The Revenue Adjustment Budget (excluding capital transfers) increased with R 9 938 819.00 from R 822 693 000 to R 832 632 262.

The Expenditure Adjustment Budget increases with R 6 582 594 from R 818 774 000 to R 825 356 624.

The overall budgeted surplus Increased with R 4 462 000 from R50 254 000 to R 54 717 000.

The capital budget increases with R 9 260 000 from R 98 450 000 to R 107 710 512.

## **Adjustment budget tables**

### **Adjustment Budget Summary**

**WC047 Bitou - Table B1 Adjustments Budget Summary - 09/12/2022**

Description	Budget Year 2022/23								
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget
R thousands	A	1 A1	2 B	3 C	4 D	5 E	6 F	7 G	8 H
<b>Financial Performance</b>									
Property rates	159 956	159 956	-	-	-	-	-	-	159 956
Service charges	441 315	441 315	-	-	-	-	-	-	441 315
Investment revenue	4 600	4 600	-	-	-	-	-	-	4 600
Transfers recognised - operational	153 896	153 896	-	-	-	-	9 939	9 939	163 835
Other own revenue	62 926	62 926	-	-	-	-	-	-	62 926
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>822 693</b>	<b>822 693</b>	-	-	-	-	<b>9 939</b>	<b>9 939</b>	<b>832 632</b>
Employee costs	306 473	306 526	-	-	-	-	1 556	1 556	308 082
Remuneration of councillors	6 944	6 944	-	-	-	-	-	-	6 944
Depreciation & asset impairment	37 400	37 400	-	-	-	-	-	-	37 400
Finance charges	10 739	10 739	-	-	-	-	-	-	10 739
Inventory consumed and bulk purchases	179 576	180 086	-	-	-	-	-	-	180 086
Transfers and grants	4 750	4 750	-	-	-	-	-	-	4 750
Other expenditure	272 892	272 329	-	-	-	-	5 027	5 027	277 355
<b>Total Expenditure</b>	<b>818 774</b>	<b>818 774</b>	-	-	-	-	<b>6 583</b>	<b>6 583</b>	<b>825 357</b>
<b>Surplus/(Deficit)</b>	<b>3 919</b>	<b>3 919</b>	-	-	-	-	<b>3 356</b>	<b>3 356</b>	<b>7 276</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	46 335	46 335	-	-	-	-	1 106	1 106	47 441
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>50 254</b>	<b>50 254</b>	-	-	-	-	<b>4 462</b>	<b>4 462</b>	<b>54 717</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>50 254</b>	<b>50 254</b>	-	-	-	-	<b>4 462</b>	<b>4 462</b>	<b>54 717</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>98 450</b>	<b>98 450</b>	-	-	-	-	<b>9 260</b>	<b>9 260</b>	<b>107 711</b>
Transfers recognised - capital	41 078	41 078	-	-	-	-	962	962	42 040
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	38 843	38 843	-	-	-	-	-	-	38 843
Internally generated funds	18 529	18 529	-	-	-	-	8 299	8 299	26 828
<b>Total sources of capital funds</b>	<b>98 450</b>	<b>98 450</b>	-	-	-	-	<b>9 260</b>	<b>9 260</b>	<b>107 711</b>
<b>Financial position</b>									
Total current assets	272 028	272 028	-	-	-	-	-	-	272 028
Total non current assets	1 345 582	1 345 582	-	-	-	-	6 260	6 260	1 351 842
Total current liabilities	150 778	150 778	-	-	-	-	-	-	150 778
Total non current liabilities	226 140	226 140	-	-	-	-	-	-	226 140
<b>Community wealth/Equity</b>	<b>1 240 692</b>	<b>1 240 692</b>	-	-	-	-	-	-	<b>1 240 692</b>
<b>Cash flows</b>									
Net cash from (used) operating	120 049	120 049	-	-	-	-	11 045	11 045	131 094
Net cash from (used) investing	(98 450)	(98 450)	-	-	-	-	(9 260)	(9 260)	(107 711)
Net cash from (used) financing	(21 828)	(21 828)	-	-	-	-	-	-	(21 828)
<b>Cash/cash equivalents at the year end</b>	<b>110 234</b>	<b>110 234</b>	-	-	-	-	<b>1 784</b>	<b>1 784</b>	<b>112 019</b>
<b>Cash backing/surplus reconciliation</b>									
Cash and investments available	113 234	113 234	-	-	-	-	-	-	113 234
Application of cash and investments	1 306 447	1 306 447	-	-	-	-	113 568	113 568	1 420 016
<b>Balance - surplus (shortfall)</b>	<b>(1 193 213)</b>	<b>(1 193 213)</b>	-	-	-	-	<b>(113 568)</b>	<b>(113 568)</b>	<b>(1 306 781)</b>
<b>Asset Management</b>									
Asset register summary (WDV)	61 050	61 050	-	-	-	-	6 260	6 260	67 311
Depreciation	37 400	37 400	-	-	-	-	-	-	37 400
Renewal and Upgrading of Existing Assets	6 515	6 515	-	-	-	-	-	-	6 515
Repairs and Maintenance	50 447	49 797	-	-	-	-	-	-	49 797
<b>Free services</b>									
Cost of Free Basic Services provided	(28 216)	(28 216)	-	-	-	-	-	-	(28 216)
Revenue cost of free services provided	5 887	5 887	-	-	-	-	-	-	5 887
<b>Households below minimum service level</b>									
Water:	17	17	-	-	-	-	-	-	17
Sanitation/sewerage:	0	0	-	-	-	-	-	-	0
Energy:	22	22	-	-	-	-	-	-	22
Refuse:	0	0	-	-	-	-	-	-	0

## Section 3 – B-Schedule tables

### 4.1 2022/23 Adjustments Budget

The tables included in section 4 to the end of this report are from the ‘B Schedule Adjustments Budget’ legislated as part of section MFMA and MBRR.

#### Financial Performance (Revenue and Expenditure)

**WC047 Bitou - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 09/12/2022**

Description	Ref	Budget Year 2022/23								
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget
R thousands	1	A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H
<b>Revenue By Source</b>										
Property rates	2	159 956	159 956	-	-	-	-	-	-	159 956
Service charges - electricity revenue	2	207 720	207 720	-	-	-	-	-	-	207 720
Service charges - water revenue	2	93 277	93 277	-	-	-	-	-	-	93 277
Service charges - sanitation revenue	2	87 047	87 047	-	-	-	-	-	-	87 047
Service charges - refuse revenue	2	53 272	53 272	-	-	-	-	-	-	53 272
Service charges - other		-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		1 193	1 193	-	-	-	-	-	-	1 193
Interest earned - external investments		4 600	4 600	-	-	-	-	-	-	4 600
Interest earned - outstanding debtors		14 572	14 572	-	-	-	-	-	-	14 572
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		35 870	35 870	-	-	-	-	-	-	35 870
Licences and permits		1 002	1 002	-	-	-	-	-	-	1 002
Agency services		2 414	2 414	-	-	-	-	-	-	2 414
Transfers and subsidies		153 896	153 896	-	-	-	-	9 939	9 939	163 835
Other revenue	2	7 875	7 875	-	-	-	-	-	-	7 875
Gains		-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>822 693</b>	<b>822 693</b>	-	-	-	-	<b>9 939</b>	<b>9 939</b>	<b>832 632</b>
<b>Expenditure By Type</b>										
Employee related costs		306 473	306 526	-	-	-	-	1 556	1 556	308 082
Remuneration of councillors		6 944	6 944	-	-	-	-	-	-	6 944
Debt impairment		103 440	103 440	-	-	-	-	-	-	103 440
Depreciation & asset impairment		37 400	37 400	-	-	-	-	-	-	37 400
Finance charges		10 739	10 739	-	-	-	-	-	-	10 739
Bulk purchases - electricity		161 902	161 902	-	-	-	-	-	-	161 902
Inventory Consumed		17 674	18 184	-	-	-	-	-	-	18 184
Contracted services		91 004	89 628	-	-	-	-	9 811	9 811	99 439
Transfers and subsidies		4 750	4 750	-	-	-	-	-	-	4 750
Other expenditure		78 447	79 261	-	-	-	-	(4 784)	(4 784)	74 477
Losses		-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>818 774</b>	<b>818 774</b>	-	-	-	-	<b>6 583</b>	<b>6 583</b>	<b>825 357</b>
<b>Surplus/(Deficit)</b>		<b>3 919</b>	<b>3 919</b>	-	-	-	-	<b>3 356</b>	<b>3 356</b>	<b>7 276</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		46 335	46 335	-	-	-	-	1 106	1 106	47 441
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) before taxation</b>		<b>50 254</b>	<b>50 254</b>	-	-	-	-	<b>4 462</b>	<b>4 462</b>	<b>54 717</b>
Taxation		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>		<b>50 254</b>	<b>50 254</b>	-	-	-	-	<b>4 462</b>	<b>4 462</b>	<b>54 717</b>
Attributable to minorities		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>50 254</b>	<b>50 254</b>	-	-	-	-	<b>4 462</b>	<b>4 462</b>	<b>54 717</b>
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>50 254</b>	<b>50 254</b>	-	-	-	-	<b>4 462</b>	<b>4 462</b>	<b>54 717</b>

### Financial Performance (Revenue and Expenditure by Municipal Vote)

**WC047 Bitou - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 09/12/2022**

Vote Description  <i>[Insert departmental structure etc]</i>	Ref	Budget Year 2022/23								
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H
<b>R thousands</b>										
<b>Revenue by Vote</b>	1									
Vote 1 - Council		2 918	2 918	-	-	-	-	-	-	2 918
Vote 2 - Office of the Municipal Manager		55 066	55 066	-	-	-	-	-	-	55 066
Vote 3 - Community Services		139 714	139 714	-	-	-	-	9 811	9 811	149 525
Vote 4 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 5 - Financial Services		181 221	181 221	-	-	-	-	-	-	181 221
Vote 6 - Economic Development & Planning		4 202	4 202	-	-	-	-	500	500	4 702
Vote 7 - Engineering Services		485 908	485 908	-	-	-	-	734	734	486 642
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	<b>869 028</b>	<b>869 028</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>11 045</b>	<b>11 045</b>	<b>880 073</b>
<b>Expenditure by Vote</b>	1									
Vote 1 - Council		9 773	9 773	-	-	-	-	-	-	9 773
Vote 2 - Office of the Municipal Manager		30 026	30 026	-	-	-	-	-	-	30 026
Vote 3 - Community Services		228 348	228 348	-	-	-	-	10 455	10 455	238 802
Vote 4 - Corporate Services		68 794	68 794	-	-	-	-	-	-	68 794
Vote 5 - Financial Services		66 371	66 371	-	-	-	-	-	-	66 371
Vote 6 - Economic Development & Planning		24 488	24 488	-	-	-	-	-	-	24 488
Vote 7 - Engineering Services		390 974	390 974	-	-	-	-	(3 872)	(3 872)	387 102
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	<b>818 774</b>	<b>818 774</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6 583</b>	<b>6 583</b>	<b>825 357</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>50 254</b>	<b>50 254</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4 462</b>	<b>4 462</b>	<b>54 717</b>

The table above reflects the changes or adjustments made per functional area. As stipulated above in an effort to improve the operational viability and also address some of the service delivery challenges, the adjustment budget was used to refinance and reprioritise the service delivery in the municipality additional National and Provincial grants.

## Financial Position

WC047 Bitou - Table B6 Adjustments Budget Financial Position - 09/12/2022

Description	Ref	Budget Year 2022/23								
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H
<b>ASSETS</b>										
<b>Current assets</b>										
Cash		27 525	27 525	-	-	-	-	-	-	27 525
Call investment deposits	1	85 710	85 710	-	-	-	-	-	-	85 710
Consumer debtors	1	112 671	112 671	-	-	-	-	-	-	112 671
Other debtors		29 921	29 921	-	-	-	-	-	-	29 921
Current portion of long-term receivables		-	-	-	-	-	-	-	-	-
Inventory		16 201	16 201	-	-	-	-	-	-	16 201
<b>Total current assets</b>		<b>272 028</b>	<b>272 028</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>272 028</b>
<b>Non current assets</b>										
Long-term receivables		-	-	-	-	-	-	-	-	-
Investments		-	-	-	-	-	-	-	-	-
Investment property		25 663	25 663	-	-	-	-	-	-	25 663
Investment in Associate		-	-	-	-	-	-	-	-	-
Property, plant and equipment	1	1 319 883	1 319 883	-	-	-	-	6 260	6 260	1 326 144
Agricultural		-	-	-	-	-	-	-	-	-
Biological		-	-	-	-	-	-	-	-	-
Intangible		(0)	(0)	-	-	-	-	-	-	(0)
Other non-current assets		35	35	-	-	-	-	-	-	35
<b>Total non current assets</b>		<b>1 345 582</b>	<b>1 345 582</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6 260</b>	<b>6 260</b>	<b>1 351 842</b>
<b>TOTAL ASSETS</b>		<b>1 617 610</b>	<b>1 617 610</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6 260</b>	<b>6 260</b>	<b>1 623 871</b>
<b>LIABILITIES</b>										
<b>Current liabilities</b>										
Bank overdraft		-	-	-	-	-	-	-	-	-
Borrowing		(328)	(328)	-	-	-	-	-	-	(328)
Consumer deposits		9 948	9 948	-	-	-	-	-	-	9 948
Trade and other payables		91 269	91 269	-	-	-	-	-	-	91 269
Provisions		49 889	49 889	-	-	-	-	-	-	49 889
<b>Total current liabilities</b>		<b>150 778</b>	<b>150 778</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>150 778</b>
<b>Non current liabilities</b>										
Borrowing	1	104 142	104 142	-	-	-	-	-	-	104 142
Provisions	1	121 998	121 998	-	-	-	-	-	-	121 998
<b>Total non current liabilities</b>		<b>226 140</b>	<b>226 140</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>226 140</b>
<b>TOTAL LIABILITIES</b>		<b>376 918</b>	<b>376 918</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>376 918</b>
<b>NET ASSETS</b>	2	<b>1 240 692</b>	<b>1 240 692</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6 260</b>	<b>6 260</b>	<b>1 246 952</b>
<b>COMMUNITY WEALTH/EQUITY</b>										
Accumulated Surplus/(Deficit)		1 114 615	1 114 615	-	-	-	-	-	113 568	1 120 875
Reserves		126 077	126 077	-	-	-	-	-	-	126 077
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>		<b>1 240 692</b>	<b>1 240 692</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>113 568</b>	<b>1 246 952</b>

## Cash Flow

**WC047 Bitou - Table B7 Adjustments Budget Cash Flows - 09/12/2022**

Description	Ref	Budget Year 2022/23								
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H
R thousands										
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		159 956	159 956	-	-	-	-	-	-	159 956
Service charges		375 118	375 118	-	-	-	-	-	-	375 118
Other revenue		38 050	38 050	-	-	-	-	-	-	38 050
Transfers and Subsidies - Operational	1	153 896	153 896	-	-	-	-	9 939	9 939	163 835
Transfers and Subsidies - Capital	1	46 335	46 335	-	-	-	-	1 106	1 106	47 441
Interest		4 600	4 600	-	-	-	-	-	-	4 600
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(644 455)	(644 455)	-	-	-	-	-	-	(644 455)
Finance charges		(8 700)	(8 700)	-	-	-	-	-	-	(8 700)
Transfers and Grants	1	(4 750)	(4 750)	-	-	-	-	-	-	(4 750)
NET CASH FROM/(USED) OPERATING ACTIVITIES		120 049	120 049	-	-	-	-	11 045	11 045	131 094
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
Payments										
Capital assets		(98 450)	(98 450)	-	-	-	-	(9 260)	(9 260)	(107 711)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(98 450)	(98 450)	-	-	-	-	(9 260)	(9 260)	(107 711)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-
Payments										
Repayment of borrowing		(21 828)	(21 828)	-	-	-	-	-	-	(21 828)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(21 828)	(21 828)	-	-	-	-	-	-	(21 828)
NET INCREASE/ (DECREASE) IN CASH HELD		(229)	(229)	-	-	-	-	1 784	1 784	1 555
Cash/cash equivalents at the year begin:	2	110 464	110 464	-	-	-	-	-	-	110 464
Cash/cash equivalents at the year end:	2	110 234	110 234	-	-	-	-	1 784	1 784	112 019



## Expenditure on transfer and grant programme

WC047 Bitou - Supporting Table SB8 Adjustments Budget - expenditure on transfers and grant programme - 09/12/2022

Description	Ref	Budget Year 2022/23							Budget Year +1 2023/24	Budget Year +2 2024/25
		Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		2	3	4	5	6	7			
R thousands		A	A1	B	C	D	E	F		
<b>EXPENDITURE ON TRANSFERS AND GRANT PROGRAM:</b>	1									
<b>Operating expenditure of Transfers and Grants</b>										
<b>National Government:</b>		131 895	131 895	-	-	-	131 895	131 895	11 044	11 649
Operational Revenue:General Revenue:Equitable Share		129 019	129 019	-	-	-	129 019	129 019	9 273	9 878
Expanded Public Works Programme Integrated Grant for Municipalities [Schedule 5B]		1 155	1 155	-	-	-	1 155	1 155	-	-
Local Government Financial Management Grant [Schedule 5B]		1 721	1 721	-	-	-	1 721	1 721	1 771	1 771
<b>Provincial Government:</b>		22 001	22 001	-	-	9 939	31 940	31 940	56 935	30 226
Capacity Building and Other		12 741	12 741	-	-	128	12 869	12 869	56 935	30 226
Infrastructure		9 260	9 260	-	-	9 811	19 071	19 071	-	-
All Grants							-	-		
<b>Total Operating Transfers and Grants</b>	6	153 896	153 896	-	-	9 939	163 835	163 835	69 529	43 683
<b>Capital Transfers and Grants</b>										
<b>National Government:</b>		40 305	40 305	-	-	606	40 911	40 911	30 519	31 073
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]		8 718	8 718	-	-	-	8 718	8 718	9 565	9 995
Municipal Infrastructure Grant [Schedule 5B]		22 508	22 508	-	-	606	23 114	23 114	20 302	21 078
Water Services Infrastructure Grant [Schedule 5B]		9 079	9 079	-	-	-	9 079	9 079	652	-
<b>Provincial Government:</b>		6 030,000	6 030,000	-	-	500,000	6 530	6 530	-	-
Infrastructure		6 000	6 000	-	-	500	6 500	6 500	-	-
Libraries, Archives and Museums		30	30	-	-	-	30	30	-	-
Transfer from Operational Revenue							-	-		
<b>Total Capital Transfers and Grants</b>	6	46 335	46 335	-	-	1 106	47 441	47 441	30 519	31 073
<b>TOTAL EXPENDITURE OF TRANSFERS &amp; GRANTS</b>		200 231	200 231	-	-	11 045	211 276	211 276	100 048	74 756

## Section 4 - Capital Expenditure per project affected by the Adjustment budget

WC047 Bitou - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 09/12/2022

Description	Ref	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
		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		
<b>Capital expenditure - Vote</b>												
<b>Multi-year expenditure to be adjusted</b>	2											
Vote 1 - Council		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Community Services		578	578	-	-	-	-	-	-	578	8 507	10 392
Vote 4 - Corporate Services		2 404	2 404	-	-	-	-	-	-	2 404	-	-
Vote 5 - Financial Services		600	600	-	-	-	-	-	-	600	-	-
Vote 6 - Economic Development & Planning		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Engineering Services		32 103	32 103	-	-	-	-	6 530	6 530	38 633	45 356	38 998
<b>Capital multi-year expenditure sub-total</b>	3	<b>35 685</b>	<b>35 685</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6 530</b>	<b>6 530</b>	<b>42 215</b>	<b>53 863</b>	<b>49 390</b>
<b>Single-year expenditure to be adjusted</b>	2											
Vote 1 - Council		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Community Services		9 848	9 848	-	-	-	-	1 940	1 940	11 788	9 765	3 983
Vote 4 - Corporate Services		35	35	-	-	-	-	-	-	35	-	-
Vote 5 - Financial Services		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Economic Development & Planning		-	-	-	-	-	-	435	435	435	-	-
Vote 7 - Engineering Services		52 882	52 882	-	-	-	-	356	356	53 237	56 731	22 851
<b>Capital single-year expenditure sub-total</b>		<b>62 765</b>	<b>62 765</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2 730</b>	<b>2 730</b>	<b>65 496</b>	<b>66 496</b>	<b>26 833</b>
<b>Total Capital Expenditure - Vote</b>		<b>98 450</b>	<b>98 450</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9 260</b>	<b>9 260</b>	<b>107 711</b>	<b>120 360</b>	<b>76 224</b>
<b>Capital Expenditure - Functional</b>												
<b>Governance and administration</b>		<b>3 835</b>	<b>3 835</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3 835</b>	<b>2 100</b>	<b>1 883</b>
Executive and council		-	-	-	-	-	-	-	-	-	-	-
Finance and administration		3 835	3 835	-	-	-	-	-	-	3 835	2 100	1 883
Internal audit		-	-	-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		<b>8 204</b>	<b>8 204</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 940</b>	<b>1 940</b>	<b>10 144</b>	<b>7 472</b>	<b>8 609</b>
Community and social services		3 930	3 930	-	-	-	-	-	-	3 930	2 900	6 308
Sport and recreation		3 794	3 794	-	-	-	-	-	-	3 794	4 522	2 252
Public safety		480	480	-	-	-	-	1 940	1 940	2 420	50	50
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		<b>10 790</b>	<b>10 790</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>606</b>	<b>606</b>	<b>11 396</b>	<b>9 470</b>	<b>5 320</b>
Planning and development		-	-	-	-	-	-	435	435	435	-	-
Road transport		10 790	10 790	-	-	-	-	171	171	10 961	9 470	5 320
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
<b>Trading services</b>		<b>75 621</b>	<b>75 621</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6 714</b>	<b>6 714</b>	<b>82 335</b>	<b>101 318</b>	<b>60 412</b>
Energy sources		21 116	21 116	-	-	-	-	6 359	6 359	27 475	42 241	21 006
Water management		40 579	40 579	-	-	-	-	356	356	40 935	26 127	12 331
Waste water management		12 400	12 400	-	-	-	-	-	-	12 400	24 150	23 092
Waste management		1 526	1 526	-	-	-	-	-	-	1 526	8 800	3 983
<b>Other</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Capital Expenditure - Functional</b>	3	<b>98 450</b>	<b>98 450</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9 260</b>	<b>9 260</b>	<b>107 711</b>	<b>120 360</b>	<b>76 224</b>
<b>Funded by:</b>												
National Government		35 048	35 048	-	-	-	-	527	527	35 575	30 519	31 073
Provincial Government		6 030	6 030	-	-	-	-	435	435	6 465	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>	4	<b>41 078</b>	<b>41 078</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>962</b>	<b>962</b>	<b>42 040</b>	<b>30 519</b>	<b>31 073</b>
<b>Public contributions &amp; donations</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Borrowing</b>		<b>38 843</b>	<b>38 843</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>38 843</b>	<b>42 550</b>	<b>20 142</b>
<b>Internally generated funds</b>		<b>18 529</b>	<b>18 529</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8 299</b>	<b>8 299</b>	<b>26 828</b>	<b>47 291</b>	<b>25 008</b>
<b>Total Capital Funding</b>		<b>98 450</b>	<b>98 450</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9 260</b>	<b>9 260</b>	<b>107 711</b>	<b>120 360</b>	<b>76 224</b>

Municipal Vote/Capital project	Program/Project description	Project number	Medium Term Revenue and Expenditure Framework					
			Budget Year 2022/23		Budget Year +1 2023/24		Budget Year +2 2024/25	
			Original Budget	Adjusted Budget	Original Budget	Adjusted Budget	Original Budget	Adjusted Budget
R thousand								
Parent municipality:								
List all capital programs/projects grouped by Municipal Vote								
<b>ROADS, STORMWATER AND BUILDINGS MAINTENANCE</b>								
NEW HORIZONS: EBENEZER NEW ACCESS ROADS	New access road into Ebenezer	RDS2209	-	171	-	-	-	-
<b>ELECTRICAL AND MECHANICAL ENGINEERING SERVICES</b>								
QOLWENI: ELECTRIFICATION OF 169 HOUSEHOLDS FOR QOLWENI PHASE 3A	ELECTRIFICATION OF 169 TOP STRUCTURES	ELE2230	-	2 585	-	-	-	-
ELECTRIFICATION OF EBENEZER PORTION 20	ELECTRIFICATION OF EBENEZER PORTION 20	ELE2221	-	3 774	-	-	-	-
<b>WATER SERVICES: WATER DISTRIBUTION</b>								
NEW CLEAR WATER PUMP STATION: WATER TREATMENT WORKS	New clear water pump station : Water Treatment Works	ELE2221	-	356	-	-	-	-
<b>LAW ENFORCEMENT</b>								
2X CANOPIES	Replacement of Law Enforcement Vehicle, Canopies for Toyota Double Cab CX456145 & Toyota long base CX58390	LAW2208	-	70	-	-	-	-
2X GT'S	2X GT'S for Traffic Services	LAW2209	-	760	-	-	-	-
1X NISSAN NARVARA	Nissan Narvara for Law Enforcement	LAW2210	-	480	-	-	-	-
1X VW KOMBI	VW Kombi for Fire Services	LAW2211	-	630	-	-	-	-
<b>LOCAL ECONOMIC DEVELOPMENT</b>								
CONSTRUCTION OF QOLWENI CULTURAL VILLAGE PHASE01	Infrastructure for SMME'S ACTIVITIES	LED2022	-	435	-	-	-	-

**WC047 Bitou - Table B8 Cash backed reserves/accumulated surplus reconciliation - 09/12/2022**

Description	Ref	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
		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		
<b>R thousands</b>												
<b>Cash and investments available</b>												
Cash/cash equivalents at the year end	1	110 234	110 234	-	-	-	-	1 784	1 784	112 019	173 855	321 303
Other current investments > 90 days		3 000	3 000	-	-	-	-	(1 784)	(1 784)	1 216	3 000	3 000
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-	-
<b>Cash and investments available:</b>		<b>113 234</b>	<b>113 234</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>113 234</b>	<b>176 855</b>	<b>324 303</b>
<b>Applications of cash and investments</b>												
Unspent conditional transfers		-	-	-	-	-	-	-	-	-	-	-
Unspent borrowing		-	-	-	-	-	-	-	-	-	-	-
Statutory requirements		-	-	-	-	-	-	-	-	-	-	-
Other working capital requirements	2	(79 090)	(79 090)	-	-	-	-	-	-	(79 090)	(90 478)	(94 568)
Other provisions		-	-	-	-	-	-	-	-	-	-	-
Long term investments committed		-	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments		1 385 538	1 385 538	-	-	-	-	113 568	113 568	1 499 106	1 546 703	1 737 402
<b>Total Application of cash and investments:</b>		<b>1 306 447</b>	<b>1 306 447</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>113 568</b>	<b>113 568</b>	<b>1 420 016</b>	<b>1 456 225</b>	<b>1 642 834</b>
<b>Surplus(shortfall)</b>		<b>(1 193 213)</b>	<b>(1 193 213)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(113 568)</b>	<b>(113 568)</b>	<b>(1 306 781)</b>	<b>(1 279 370)</b>	<b>(1 318 530)</b>

WC047 Bitou - Table B10 Basic service delivery measurement - 09/12/2022

Description	Ref	Budget Year 2022/23								
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget
		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H
<b>Household service targets</b>	1									
<b>Water:</b>										
Piped water inside dwelling		12047	12047						-	12
Piped water inside yard (but not in dwelling)		3609	3609						-	4
Using public tap (at least min.service level)	2	1407	1407						-	1
Other water supply (at least min.service level)									-	-
<i>Minimum Service Level and Above sub-total</i>		17	17	-	-	-	-	-	-	17
Using public tap (< min.service level)	3	17063	17063						-	17
Other water supply (< min.service level)	3,4								-	-
No water supply									-	-
<i>Below Minimum Service Level sub-total</i>		17	17	-	-	-	-	-	-	17
<b>Total number of households</b>	5	34	34	-	-	-	-	-	-	34
<b>Sanitation/sewerage:</b>										
Flush toilet (connected to sewerage)		15192	15192						-	15 192
Flush toilet (with septic tank)		396	396						-	396
Chemical toilet		49	49						-	49
Pit toilet (ventilated)		35	35						-	35
Other toilet provisions (> min.service level)									-	-
<i>Minimum Service Level and Above sub-total</i>		15 672	15 672	-	-	-	-	-	-	15 672
Bucket toilet									-	-
Other toilet provisions (< min.service level)		29	29						-	29
No toilet provisions		52	52						-	52
<i>Below Minimum Service Level sub-total</i>		81	81	-	-	-	-	-	-	81
<b>Total number of households</b>	5	15 753	15 753	-	-	-	-	-	-	15 753
<b>Energy:</b>										
Electricity (at least min. service level)									-	-
Electricity - prepaid (> min.service level)									-	-
<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-
Electricity (< min.service level)		21679	21679						-	21 679
Electricity - prepaid (< min. service level)									-	-
Other energy sources									-	-
<i>Below Minimum Service Level sub-total</i>		21 679	21 679	-	-	-	-	-	-	21 679
<b>Total number of households</b>	5	21 679	21 679	-	-	-	-	-	-	21 679
<b>Refuse:</b>										
Removed at least once a week (min.service)		16645	16645						-	16 645
Minimum Service Level and Above sub-total		16 645	16 645	-	-	-	-	-	-	16 645
Removed less frequently than once a week									-	-
Using communal refuse dump		260	260						-	260
Using own refuse dump									-	-
Other rubbish disposal									-	-
No rubbish disposal									-	-
<i>Below Minimum Service Level sub-total</i>		260	260	-	-	-	-	-	-	260
<b>Total number of households</b>	5	16 905	16 905	-	-	-	-	-	-	16 905
<b>Households receiving Free Basic Service</b>	15									
Water (6 kilolitres per household per month)		11145400	11145400						-	11 145 400
Sanitation (free minimum level service)		4581361	4581361						-	4 581 361
Electricity/other energy (50kwh per household per month)		12488806	12488806						-	12 488 806
Refuse (removed at least once a week)									-	-
<b>Cost of Free Basic Services provided (R'000)</b>	16									
Water (6 kilolitres per indigent household per month)		-	-	-	-	-	-	-	-	-
Sanitation (free sanitation service to indigent households)		(11 145)	(11 145)	-	-	-	-	-	-	(11 145)
Electricity/other energy (50kwh per indigent household per month)		(4 581)	(4 581)	-	-	-	-	-	-	(4 581)
Refuse (removed once a week for indigent households)		(12 489)	(12 489)	-	-	-	-	-	-	(12 489)
<b>Cost of Free Basic Services provided - Informal Formal Settlements (R'000)</b>		-	-	-	-	-	-	-	-	-
<b>Total cost of FBS provided</b>		(28 216)	(28 216)	-	-	-	-	-	-	(28 216)
<b>Highest level of free service provided</b>										
Property rates (R'000 value threshold)									-	-
Water (kilolitres per household per month)									-	-
Sanitation (kilolitres per household per month)									-	-
Sanitation (Rand per household per month)									-	-
Electricity (kw per household per month)									-	-
Refuse (average litres per week)									-	-
<b>Revenue cost of free services provided (R'000)</b>	17									
Property rates (tariff adjustment) ( impermissible values per section 17 of MPRA)		-	-	-	-	-	-	-	-	-
Property rates exemptions, reductions and rebates and impermissible values in excess of section 17 of MPRA)		5 887	5 887	-	-	-	-	-	-	5 887
Water (in excess of 6 kilolitres per indigent household per month)		-	-	-	-	-	-	-	-	-
Sanitation (in excess of free sanitation service to indigent households)		-	-	-	-	-	-	-	-	-
Electricity/other energy (in excess of 50 kwh per indigent household per month)		-	-	-	-	-	-	-	-	-
Refuse (in excess of one removal a week for indigent households)		-	-	-	-	-	-	-	-	-
Municipal Housing - rental rebates		-	-	-	-	-	-	-	-	-
Housing - top structure subsidies		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
<b>Total revenue cost of subsidised services provided</b>	6	5 887	5 887	-	-	-	-	-	-	5 887

## Municipal manager's quality certification

### *Municipal manager's quality certification*

#### QUALITY CERTIFICATE

I, Mbulelo Memoni the Municipal Manager of Bitou Local Municipality, hereby certify that

- ☐ The monthly budget statement
- ☐ Quarterly report on the implementation of the budget and financial state of affairs of the municipality
- ☐ Mid-year budget and performance assessment
- ☒ The Municipal Adjustments budget

for the financial year 2022/23 has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Signature 

Print Name: Mbulelo Memoni

Municipal Manager of Bitou Local Municipality – WC047

Date 09/12/2022