

BITOU LOCAL MUNICIPALITY



## **Second Adjustments Budget 27 February 2023**

# Table of Contents

Table of Contents .....2

Glossary.....3

Section 1 – Mayor’s Report.....5

Section 2 - Executive Summary .....8

Section 3 – B-Schedule tables .....15

Municipal manager’s quality certification.....25

## **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 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-*

*(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*

*(d) may authorise the utilisation of projected savings in one vote towards spending under another vote;*

*(f) may correct any errors in the annual budget; and*

*(g) may provide for any other expenditure within a prescribed framework.*

Regulation 23(1) of the Municipal Budget and Reporting Regulations determine the following:

“An adjustments budget referred to in section 28(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 council, but not later than 28 February of the current year.”

The Adjustments Budget tabled here today does not shift the priorities and overall direction of the current budget; it merely allows us scope to accelerate or decelerate certain programs to ensure that service delivery continues uninterrupted and that community needs identified in the IDP are met in accordance with the mandate of the municipality.

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

The reasons for the recommendation to adopt an adjustments budget as per legislative framework quoted above, are the following in accordance with the framework provided:

1. To adjust revenue projections downward where it is evident that revenue targets will not be met.
2. To adjust expenditure upward where it is evident that the allocations were insufficient to address service delivery needs of the communities.
3. To correct errors identified in the original budget and to utilise savings in one vote towards spending on another.

4. To incorporate additional grant funding received in both the operating and capital budget

Further adjustment details are listed below:

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

Multi-year funds have been shifted in capital programs in accordance with the rollout plan.

**1.1.2 Allocations and grant adjustments**

Grant funding increased by R 6 400 000.00 as a result of additional grant funding received from various sources. The grants are appropriated in the 2022/2023 Adjustment budget as follows:

**Operating grant additional funding**

Approved operating additional funding amounting to R 800 000.00, this is made up of:

- Financial Management Capacity Building Grant – R800 000 split into R 500 000.00 for revenue enhancement and R300 000.00 for Bursaries
- In addition thereto an amount of R 270 000.00 was received in respect of LGSETA and the human Settlement operational grant was reduced by R 260 000.00

**Capex additional funding**

The Capital grant funding reflects a net increase of R 2 600 000.00 made up as follows:

- Emergency Municipal Load Shedding Relief Grant receipt of R 5 600 000.00
- Informal Settlement Upgrading Partnership Grant decreasing by R 3 000 000.00

Capital projects from own Funding is decreasing by R 3 968 011.82

Funding from borrowing is also decreasing by R 3 588 000.00

The total net effect of the aforementioned is an decrease in the capital budget in the amount of R 5 562 098.78

**1.1.3 Appropriation of additional revenues that have become available**

No additional revenue from own sources has become available to be appropriated in the budget to accelerate current programs or projects

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

The following errors were identified in the budget and require a correction:

1. Expenditure for fuel was incorrectly budgeted and has been corrected, the correction, coupled with the additional need for fuel to run generators as a result of the intense and prolonged load shedding require an adjustment in excess of R7 Million.
2. Overtime and standby allowances were under budgeted when considering service delivery needs and the effect of load shedding and an adjustment had to be made.
3. Various adjustments in salary related expenditure needed to be made to ensure correct allocation of salary related expenditure to relevant sections.

4. Realistically anticipated revenue to be collected for the various revenue sources have not materialised and were adjusted downwards to be in line with the actual performance.
5. The huge increase in the purchase price of electricity that was announced by NERSA, was not factored into the budget and was not known when the original budget was compiled, it has been factored into the Adjustment Budget increasing the Adjustment Budget by R12 Million

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

Taking into consideration the reasons listed in paragraph 1.1, coupled with the result as reported in the mid-year budget and performance assessment, 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 second annual adjustments budget of Bitou Municipality for the financial year 2022/2023, be approved as indicated in the following tables:
  - 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, where necessary within directorates where applicable and impacted on through the approval of the adjustments budget.
- 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. This budget is presented in accordance with Regulation 23(1) of the Municipal Budget and Reporting Regulations, 2009

### 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) - 28/02/2023												
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	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	-	-	-	-	(7 251)	(7 251)	152 705	167 141	175 351
Service charges - electricity revenue	2	207 720	207 720	-	-	-	-	(6 081)	(6 081)	201 639	237 855	272 381
Service charges - water revenue	2	93 277	93 277	-	-	-	-	(5 261)	(5 261)	88 015	106 886	122 480
Service charges - sanitation revenue	2	87 047	87 047	-	-	-	-	(1 486)	(1 486)	85 561	99 747	115 135
Service charges - refuse revenue	2	53 272	53 272	-	-	-	-	(4 994)	(4 994)	48 278	55 616	58 132
Service charges - other		-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		1 193	1 193	-	-	-	-	(15)	(15)	1 179	1 236	1 291
Interest earned - external investments		4 600	4 600	-	-	-	-	500	500	5 100	5 176	5 756
Interest earned - outstanding debtors		14 572	14 572	-	-	-	-	3 860	3 860	18 432	16 184	18 018
Dividends received		-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		35 870	35 870	-	-	-	-	(10 112)	(10 112)	25 758	37 423	39 108
Licences and permits		1 002	1 002	-	-	-	-	61	61	1 064	1 046	1 094
Agency services		2 414	2 414	-	-	-	-	121	121	2 536	2 521	2 634
Transfers and subsidies		153 896	163 835	-	-	-	-	810	810	164 645	197 799	188 392
Other revenue	2	7 875	7 875	-	-	-	-	1 754	1 754	9 629	7 981	8 464
Gains		-	-	-	-	-	-	522	522	522	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>822 693</b>	<b>832 632</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(27 571)</b>	<b>(27 571)</b>	<b>805 062</b>	<b>936 611</b>	<b>1 008 235</b>

The above table indicates a total operating revenue (excluding capital transfers and contributions) of R 805,062 Million for the 2022/2023 adjustments budget an decrease of

R 27.5 Million. The following revenue sources were adjusted:

#### Property rates

Property rates decreased by R7.2 Million due to the and an under-estimation of the effect of the R350,000 valuation rebate applied to all ratepayers for the financial year.

#### Service Charges - Electricity Revenue

Electricity has been adjusted downwards by R6 Million due to continuous loadshedding and longer downtime due to the different stages. The increase in consumption anticipated in the colder months will not meet the current budgeted target and thus the need for adjustment.

#### Service Charges - Water Revenue

Revenue from the sale of water has been adjusted downward by R5.2 Million, which is also due to continuous loadshedding and pump stations not being able to handle the demand during



this time. The peak demand season for this revenue source has also passed and based on the established trend it is necessary to adjust it downward.

#### Service Charges - Sanitation Revenue

This revenue source has continuously been underperforming and the effect of the increase in the number of indigent customers has led to an adjustment of R1.4 Million to bring this source in line with the actual revenue.

#### Service Charges - Refuse Revenue

Refuse revenue has been adjusted downward with R4.9 Million. This revenue source has been adjusted downwards as a result of the under performance of the revenue source in the current financial year, a basic revenue enhancement assessments by management has also shown that not all customers are charged appropriately for the volume of refuse generated and that there are various anomalies in respect of the level of service rendered and the associated billing that require attention.

#### Fines Penalties and Forfeits

Due to the late appointment of the service provider for traffic violations prosecution, we have anticipated that not all revenue initially budgeted will be collected by the end of the financial year. It was thus necessary to adjust the revenue downward by R10 Million for the 2022/2023 financial year.

#### Transfers and Subsidies (Operating)

Transfers and Subsidies (Operating) reflects a net increase of R 810 000 due to the additional grant received as well as a reduction as referred to in the mayors report herein above

#### 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) - 28/02/2023												
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	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	307 747	-	-	-	-	802	802	308 549	309 520	327 129
Remuneration of councillors		6 944	6 944	-	-	-	-	-	-	6 944	7 239	7 539
Debt impairment		103 440	103 440	-	-	-	-	9 200	9 200	112 640	107 996	108 615
Depreciation & asset impairment		37 400	37 400	-	-	-	-	763	763	38 163	40 072	42 075
Finance charges		10 739	10 739	-	-	-	-	(1 963)	(1 963)	8 776	13 737	15 509
Bulk purchases - electricity		161 902	161 902	-	-	-	-	12 000	12 000	173 902	177 445	194 480
Inventory Consumed		17 674	17 834	-	-	-	-	(206)	(206)	17 628	17 411	18 019
Contracted services		91 004	98 831	-	-	-	-	992	992	99 823	127 734	104 907
Transfers and subsidies		4 750	5 085	-	-	-	-	1 100	1 100	6 185	350	350
Other expenditure		78 447	75 434	-	-	-	-	7 256	7 256	82 690	81 150	88 491
Losses		-	-	-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>818 774</b>	<b>825 357</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>29 944</b>	<b>29 944</b>	<b>855 301</b>	<b>882 654</b>	<b>907 114</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 funds for overtime and standby due to the continuous loadshedding stages as well as to provide for the under budgeting in the original budget.

2. *Debt Impairment*

Due to the decrease in revenue, we anticipate an increase in our consumers not being able to pay their accounts. Based on this and past experience, we have adjusted the figure upwards with R9.2 Million.

3. *Finance Charges*

Due to the late taking up of the new loan and the Municipalities ability to settle old debt, Interest charges is reduced by R1.9 Million.

4. *Bulk Purchases*

As previously alluded to, NERSA has indicated a 18.65% increase in electricity tariffs which results in an adjustment to our Bulk Purchases from ESKOM. Looking at last years actuals and taking the percentage increase into account, it was necessary to adjust the expenditure in respect of bulk purchases with R12 Million. This is the biggest contributor to the total expenditure increase.

5. *Transfers and Subsidies*

The upwards adjustment is due to additional Grant funding received including funding for Bursaries as well as an increase of R300,000.00 for Grant in Aid.

6. *Other Expenditure*

Other expenditure has increased with R7.2 Million due to incorrectly budgeting for Fuel Cost. This coupled with the current and new Generators to be purchased for operational effectiveness during loadshedding necessitates the adjustment of this expenditure item.

## 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 - 28/02/2023												
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	-	-	-	-	(400)	(400)	178	8 109	10 199
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	38 633	-	-	-	(1 923)	(1 808)	(3 730)	34 903	58 754	44 838
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>Capital multi-year expenditure sub-total</b>	3	35 685	42 215	-	-	-	(1 923)	(2 208)	(4 130)	38 085	66 863	55 037
<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	11 788	-	-	-	341	(2 492)	(2 151)	9 637	9 765	3 983
Vote 4 - Corporate Services		35	35	-	-	-	-	(100)	(100)	(65)	-	-
Vote 5 - Financial Services		-	-	-	-	-	-	(600)	(600)	(600)	-	-
Vote 6 - Economic Development & Planning		-	435	-	-	-	-	-	-	435	-	-
Vote 7 - Engineering Services		52 882	53 237	-	-	-	3 576	(2 156)	1 419	54 657	44 731	16 704
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>Capital single-year expenditure sub-total</b>		62 765	65 496	-	-	-	3 916	(5 348)	(1 432)	64 064	54 496	20 687
<b>Total Capital Expenditure - Vote</b>		98 450	107 711	-	-	-	1 994	(7 556)	(5 562)	102 148	121 360	75 724

The capital budget decreases with R5 562 098 from R 107 710 512 to R 102 148 413.

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

### CRR amendments:

The CRR decreased from R 26 827 600 to R 22 859 588. The decrease is due to the projects that have not yet started and it is highly unlikely that they will be fully spent by 30 June 2023.

### Borrowing amendments:

Borrowings have been adjusted downward with R3 588 000 for the following reasons:

- Removal of the lifeguard towers from the list of projects
- Shifting projects that have not yet commenced and are unlikely to be completed to the outer years of the budget.
- Utilising savings on certain projects to supplement funding shortfalls on others.

### Grants amendments:

The following grants have either been received or reduced as per Gazette.

### Emergency Municipal Load Shedding Relief Grant:

The Municipality applied for funding to assist the current issues experienced with loadshedding when it comes to the continued provision of water services as well as waste water pumping stations and facilities and an amount of R 5 600 000.00 has been approved.

### Informal Settlement Upgrading Partnership Grant:

As per the Gazette received from Provincial Treasury the grant is decreasing by R3 000 000.00

### District Grant: Community Safety Initiative

The Municipality received funding from the Garden Route District for the purchase of cameras to the value of R120 000.00

### MRF:

Additional funding has also been received from the LGSETA in the amount of R20 000.00

### Adjustments to Budget Funding

The proposed adjustments will be funded as follows:

WC047 Bitou - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 01/08/2022

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
		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H	Adjusted Budget	Adjusted Budget
R thousands												
Funded by:												
National Government		35 048	35 575	-	-	-	-	-	-	35 575	30 519	31 073
Provincial Government		6 030	6 465	-	-	-	-	1 890	1 890	8 354	-	-
District Municipality		-	-	-	-	-	-	104	104	104	-	-
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	42 040	-	-	-	-	1 994	1 994	44 034	30 519	31 073
Borrowing		38 843	38 843	-	-	-	-	(3 588)	(3 588)	35 255	43 550	19 642
Internally generated funds		18 529	26 828	-	-	-	-	(3 968)	(3 968)	22 860	47 291	25 008
Total Capital Funding		98 450	107 711	-	-	-	-	(5 562)	(5 562)	102 148	121 360	75 724

Projects financed out of own funds decrease by R 3 968 011,82 from the initial R 26 827 600 to R 22 859 588. Projects financed out of Borrowings has decreased by R3 588 000 from 38 843 299 to 35 255 299. Grants received from the Provincial and National Government increase by R1.9 Million from R 42 Million to R 44 Million.

As can be seen in the attached 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. The current result is not conducive to ensure long-term financial sustainability and will place pressure on future budgets, it therefore needs to be carefully managed to ensure the financial turnaround of the municipality.

### **Conclusion on the results of the adjustments budget**

The Revenue Adjustment Budget (excluding capital transfers) decreases with R27.5 Million, from R 832,632 Million to R 805,062 Million.

The Expenditure Adjustment Budget increased with R29.9 Million from R 825,356 Million to R855,301 Million.

The overall budgeted surplus decreased with R 51,9 Million from R54,717 Million to R 2,8 Million.

The capital budget decreases with R 5,56 Million from R107,7 5 Million to R 102,1 Million.

### **Adjustment budget tables**

#### **Adjustment Budget Summary**

**WC047 Bitou - Table B1 Adjustments Budget Summary - 01/08/2022**

Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted 1	Accum. Funds 2	Multi-year capital 3	Unfore. Unavoid. 4	Nat. or Prov. Govt 5	Other Adjusts. 6	Total Adjusts. 7	Adjusted Budget 8	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
<b>Financial Performance</b>											
Property rates	159 956	159 956	-	-	-	-	(7 251)	(7 251)	152 705	167 141	175 351
Service charges	441 315	441 315	-	-	-	-	(17 822)	(17 822)	423 494	500 104	568 128
Investment revenue	4 600	4 600	-	-	-	-	500	500	5 100	5 176	5 756
Transfers recognised - operational	153 896	163 835	-	-	-	-	810	810	164 645	197 799	188 392
Other own revenue	62 926	62 926	-	-	-	-	(3 808)	(3 808)	59 118	66 391	70 608
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>822 693</b>	<b>832 632</b>	-	-	-	-	<b>(27 571)</b>	<b>(27 571)</b>	<b>805 062</b>	<b>936 611</b>	<b>1 008 235</b>
Employee costs	306 473	307 747	-	-	-	-	802	802	308 549	309 520	327 129
Remuneration of councillors	6 944	6 944	-	-	-	-	-	-	6 944	7 239	7 539
Depreciation & asset impairment	37 400	37 400	-	-	-	-	763	763	38 163	40 072	42 075
Finance charges	10 739	10 739	-	-	-	-	(1 963)	(1 963)	8 776	13 737	15 509
Inventory consumed and bulk purchases	179 576	179 736	-	-	-	-	11 794	11 794	191 530	194 856	212 498
Transfers and grants	4 750	5 085	-	-	-	-	1 100	1 100	6 185	350	350
Other expenditure	272 892	277 705	-	-	-	-	17 448	17 448	295 153	316 880	302 012
<b>Total Expenditure</b>	<b>818 774</b>	<b>825 357</b>	-	-	-	-	<b>29 944</b>	<b>29 944</b>	<b>855 301</b>	<b>882 654</b>	<b>907 114</b>
<b>Surplus/(Deficit)</b>	<b>3 919</b>	<b>7 276</b>	-	-	-	-	<b>(57 515)</b>	<b>(57 515)</b>	<b>(50 239)</b>	<b>53 957</b>	<b>101 121</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	46 335	47 441	-	-	-	-	5 600	5 600	53 041	35 097	35 734
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>54 717</b>	-	-	-	-	<b>(51 915)</b>	<b>(51 915)</b>	<b>2 802</b>	<b>89 054</b>	<b>136 855</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>50 254</b>	<b>54 717</b>	-	-	-	-	<b>(51 915)</b>	<b>(51 915)</b>	<b>2 802</b>	<b>89 054</b>	<b>136 855</b>
<b>Capital expenditure &amp; funds sources</b>											
<b>Capital expenditure</b>	<b>98 450</b>	<b>122 746</b>	-	-	-	-	<b>(20 597)</b>	<b>(20 597)</b>	<b>102 148</b>	<b>121 360</b>	<b>75 724</b>
Transfers recognised - capital	41 078	42 040	-	-	-	-	1 994	1 994	44 034	30 519	31 073
Public contributions & donations	-	-	-	-	-	-	-	-	-	-	-
Borrowing	38 843	38 843	-	-	-	-	(3 588)	(3 588)	35 255	43 550	19 642
Internally generated funds	18 529	26 828	-	-	-	-	(3 968)	(3 968)	22 860	47 291	25 008
<b>Total sources of capital funds</b>	<b>98 450</b>	<b>107 711</b>	-	-	-	-	<b>(5 562)</b>	<b>(5 562)</b>	<b>102 148</b>	<b>121 360</b>	<b>75 724</b>
<b>Financial position</b>											
Total current assets	(30 668)	725	-	-	-	-	7 986	7 986	8 711	23 028	89 466
Total non current assets	61 050	70 311	-	-	-	-	(6 326)	(6 326)	63 985	81 288	33 648
Total current liabilities	(30 228)	5 963	-	-	-	-	27 694	27 694	33 657	(29 315)	(34 456)
Total non current liabilities	10 356	10 356	-	-	-	-	25 882	25 882	36 238	44 577	20 715
<b>Community wealth/Equity</b>	<b>36 499</b>	<b>36 499</b>	-	-	-	-	-	-	<b>36 499</b>	<b>73 929</b>	<b>123 923</b>
<b>Cash flows</b>											
Net cash from (used) operating	(1 031 167)	(1 038 845)	-	-	-	-	10 273	10 273	(1 028 571)	(1 159 234)	(1 196 477)
Net cash from (used) investing	(98 450)	(107 711)	-	-	-	-	5 562	5 562	(102 148)	-	-
Net cash from (used) financing	-	-	-	-	-	-	13 451	13 451	13 451	22 898	(1 278)
<b>Cash/cash equivalents at the year end</b>	<b>(1 129 617)</b>	<b>(1 146 555)</b>	-	-	-	-	<b>29 286</b>	<b>29 286</b>	<b>(1 117 269)</b>	<b>(1 136 337)</b>	<b>(1 197 756)</b>
<b>Cash backing/surplus reconciliation</b>											
Cash and investments available	(68 453)	(68 458)	-	-	-	-	29 571	29 571	(38 887)	(21 056)	30 962
Application of cash and investments	11 433	44 123	-	-	-	-	(43 030)	(43 030)	1 092	31 465	108 020
<b>Balance - surplus (shortfall)</b>	<b>(79 886)</b>	<b>(112 581)</b>	-	-	-	-	<b>72 602</b>	<b>72 602</b>	<b>(39 979)</b>	<b>(52 521)</b>	<b>(77 057)</b>
<b>Asset Management</b>											
Asset register summary (WDV)	61 050	70 311	-	-	-	-	(7 089)	(7 089)	63 222	81 288	33 648
Depreciation	37 400	37 400	-	-	-	-	763	763	38 163	40 072	42 075
Renewal and Upgrading of Existing Assets	6 515	6 455	-	-	-	-	(62)	(62)	6 393	4 418	1 387
Repairs and Maintenance	50 447	49 797	-	-	-	-	(862)	(862)	48 935	57 560	55 831
<b>Free services</b>											
Cost of Free Basic Services provided	(28 216)	(28 216)	-	-	-	-	-	-	(28 216)	(31 060)	(33 428)
Revenue cost of free services provided	(5 887)	(5 887)	-	-	-	-	-	-	(5 887)	(6 000)	(6 100)
<b>Households below minimum service level</b>											
Water:	-	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-	-	-

## 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) - 28/02/2023

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	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	-	-	-	-	(7 251)	(7 251)	152 705	167 141	175 351
Service charges - electricity revenue	2	207 720	207 720	-	-	-	-	(6 081)	(6 081)	201 639	237 855	272 381
Service charges - water revenue	2	93 277	93 277	-	-	-	-	(5 261)	(5 261)	88 015	106 886	122 480
Service charges - sanitation revenue	2	87 047	87 047	-	-	-	-	(1 486)	(1 486)	85 561	99 747	115 135
Service charges - refuse revenue	2	53 272	53 272	-	-	-	-	(4 994)	(4 994)	48 278	55 616	58 132
Service charges - other		-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		1 193	1 193	-	-	-	-	(15)	(15)	1 179	1 236	1 291
Interest earned - external investments		4 600	4 600	-	-	-	-	500	500	5 100	5 176	5 756
Interest earned - outstanding debtors		14 572	14 572	-	-	-	-	3 860	3 860	18 432	16 184	18 018
Dividends received		-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		35 870	35 870	-	-	-	-	(10 112)	(10 112)	25 758	37 423	39 108
Licences and permits		1 002	1 002	-	-	-	-	61	61	1 064	1 046	1 094
Agency services		2 414	2 414	-	-	-	-	121	121	2 536	2 521	2 634
Transfers and subsidies		153 896	163 835	-	-	-	-	810	810	164 645	197 799	188 392
Other revenue	2	7 875	7 875	-	-	-	-	1 754	1 754	9 629	7 981	8 464
Gains		-	-	-	-	-	-	522	522	522	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>822 693</b>	<b>832 632</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(27 571)</b>	<b>(27 571)</b>	<b>805 062</b>	<b>936 611</b>	<b>1 008 235</b>
<b>Expenditure By Type</b>												
Employee related costs		306 473	307 747	-	-	-	-	802	802	308 549	309 520	327 129
Remuneration of councillors		6 944	6 944	-	-	-	-	-	-	6 944	7 239	7 539
Debt impairment		103 440	103 440	-	-	-	-	9 200	9 200	112 640	107 996	108 615
Depreciation & asset impairment		37 400	37 400	-	-	-	-	763	763	38 163	40 072	42 075
Finance charges		10 739	10 739	-	-	-	-	(1 963)	(1 963)	8 776	13 737	15 509
Bulk purchases - electricity		161 902	161 902	-	-	-	-	12 000	12 000	173 902	177 445	194 480
Inventory Consumed		17 674	17 834	-	-	-	-	(206)	(206)	17 628	17 411	18 019
Contracted services		91 004	98 831	-	-	-	-	992	992	99 823	127 734	104 907
Transfers and subsidies		4 750	5 085	-	-	-	-	1 100	1 100	6 185	350	350
Other expenditure		78 447	75 434	-	-	-	-	7 256	7 256	82 690	81 150	88 491
Losses		-	-	-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>818 774</b>	<b>825 357</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>29 944</b>	<b>29 944</b>	<b>855 301</b>	<b>882 654</b>	<b>907 114</b>
<b>Surplus/(Deficit)</b>		<b>3 919</b>	<b>7 276</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(57 515)</b>	<b>(57 515)</b>	<b>(50 239)</b>	<b>53 957</b>	<b>101 121</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		46 335	47 441	-	-	-	-	5 600	5 600	53 041	35 097	35 734
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>54 717</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(51 915)</b>	<b>(51 915)</b>	<b>2 802</b>	<b>89 054</b>	<b>136 855</b>
Taxation		-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>		<b>50 254</b>	<b>54 717</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(51 915)</b>	<b>(51 915)</b>	<b>2 802</b>	<b>89 054</b>	<b>136 855</b>
Attributable to minorities		-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>50 254</b>	<b>54 717</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(51 915)</b>	<b>(51 915)</b>	<b>2 802</b>	<b>89 054</b>	<b>136 855</b>
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>50 254</b>	<b>54 717</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(51 915)</b>	<b>(51 915)</b>	<b>2 802</b>	<b>89 054</b>	<b>136 855</b>

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

**WC047 Bitou - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 01/08/2022**

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	-	-	-	-	100	100	55 165
Vote 3 - Community Services		139 714	149 525	-	-	-	-	(14 960)	(14 960)	134 565
Vote 4 - Corporate Services		-	-	-	-	-	-	275	275	275
Vote 5 - Financial Services		182 942	182 942	-	-	-	-	(3 669)	(3 669)	179 273
Vote 6 - Economic Development & Planning		4 202	4 702	-	-	-	-	1 239	1 239	5 941
Vote 7 - Engineering Services		485 908	486 642	-	-	-	-	(4 956)	(4 956)	481 686
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>870 749</b>	<b>881 794</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(21 971)</b>	<b>(21 971)</b>	<b>859 824</b>
<b>Expenditure by Vote</b>	1									
Vote 1 - Council		9 773	9 773	-	-	-	-	27	27	9 800
Vote 2 - Office of the Municipal Manager		30 026	30 026	-	-	-	-	469	469	30 495
Vote 3 - Community Services		228 348	238 802	-	-	-	-	8 514	8 514	247 317
Vote 4 - Corporate Services		68 794	68 794	-	-	-	-	(29)	(29)	68 765
Vote 5 - Financial Services		82 925	82 925	-	-	-	-	(1 602)	(1 602)	81 324
Vote 6 - Economic Development & Planning		24 488	24 488	-	-	-	-	(118)	(118)	24 371
Vote 7 - Engineering Services		390 974	387 102	-	-	-	-	22 412	22 412	409 514
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>835 328</b>	<b>841 911</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>29 674</b>	<b>29 674</b>	<b>871 585</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>35 421</b>	<b>39 883</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(51 645)</b>	<b>(51 645)</b>	<b>(11 762)</b>

The table above reflects the changes or adjustments made per functional area.



## Financial Position

WC047 Bitou - Table B6 Adjustments Budget Financial Position - 28/02/2023

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	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
<b>ASSETS</b>												
<b>Current assets</b>												
Cash		27 525	27 525	-	-	-	-	(19 335)	(19 335)	8 190	29 258	156 109
Call investment deposits	1	85 710	84 210	-	-	-	-	(82 660)	(82 660)	1 550	147 597	168 194
Consumer debtors	1	112 671	112 671	-	-	-	-	(31 541)	(31 541)	81 130	130 459	136 851
Other debtors		29 921	29 921	-	-	-	-	213 461	213 461	243 382	27 683	28 987
Current portion of long-term receivables		-	-	-	-	-	-	11	11	11	-	-
Inventory		16 201	16 201	-	-	-	-	336	336	16 538	16 201	16 201
<b>Total current assets</b>		<b>272 028</b>	<b>270 528</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>80 273</b>	<b>80 273</b>	<b>350 801</b>	<b>351 199</b>	<b>506 343</b>
<b>Non current assets</b>												
Long-term receivables		-	-	-	-	-	-	-	-	-	-	-
Investments		-	-	-	-	-	-	9 857	9 857	9 857	-	-
Investment property		25 663	25 663	-	-	-	-	(12 971)	(12 971)	12 692	25 663	25 663
Investment in Associate		-	-	-	-	-	-	-	-	-	-	-
Property, plant and equipment	1	1 319 883	1 326 144	-	-	-	-	(66 121)	(66 121)	1 260 023	1 358 175	1 424 726
Agricultural		-	-	-	-	-	-	-	-	-	-	-
Biological		-	-	-	-	-	-	-	-	-	-	-
Intangible		(0)	(0)	-	-	-	-	0	0	-	(0)	(0)
Other non-current assets		35	35	-	-	-	-	-	-	35	35	35
<b>Total non current assets</b>		<b>1 345 582</b>	<b>1 351 842</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(69 234)</b>	<b>(69 234)</b>	<b>1 282 608</b>	<b>1 383 873</b>	<b>1 450 424</b>
<b>TOTAL ASSETS</b>		<b>1 617 610</b>	<b>1 622 371</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>11 038</b>	<b>11 038</b>	<b>1 633 409</b>	<b>1 735 072</b>	<b>1 956 767</b>
<b>LIABILITIES</b>												
<b>Current liabilities</b>												
Bank overdraft		-	-	-	-	-	-	-	-	-	-	-
Borrowing		(328)	(328)	-	-	-	-	352	352	24	(328)	(328)
Consumer deposits		9 948	9 948	-	-	-	-	(100)	(100)	9 848	10 416	10 926
Trade and other payables		91 269	91 269	-	-	-	-	200 790	200 790	292 059	95 065	99 723
Provisions		49 889	49 889	-	-	-	-	41 214	41 214	91 103	56 164	58 916
<b>Total current liabilities</b>		<b>150 778</b>	<b>150 778</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>242 256</b>	<b>242 256</b>	<b>393 034</b>	<b>161 317</b>	<b>169 238</b>
<b>Non current liabilities</b>												
Borrowing	1	104 142	104 142	-	-	-	-	(1 991)	(1 991)	102 151	104 663	68 588
Provisions	1	121 998	121 998	-	-	-	-	(53 222)	(53 222)	68 776	145 843	168 777
<b>Total non current liabilities</b>		<b>226 140</b>	<b>226 140</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(55 213)</b>	<b>(55 213)</b>	<b>170 927</b>	<b>250 506</b>	<b>237 365</b>
<b>TOTAL LIABILITIES</b>		<b>376 918</b>	<b>376 918</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>187 043</b>	<b>187 043</b>	<b>563 961</b>	<b>411 823</b>	<b>406 603</b>
<b>NET ASSETS</b>	2	<b>1 240 692</b>	<b>1 245 452</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(176 004)</b>	<b>(176 004)</b>	<b>1 069 448</b>	<b>1 323 249</b>	<b>1 550 164</b>
<b>COMMUNITY WEALTH/EQUITY</b>												
Accumulated Surplus/(Deficit)		1 114 615	1 114 615	-	-	-	-	-	(88 195)	1 050 898	1 189 200	1 409 547
Reserves		126 077	126 077	-	-	-	-	(107 527)	(107 527)	18 550	134 049	140 617
<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>(107 527)</b>	<b>(195 722)</b>	<b>1 069 448</b>	<b>1 323 249</b>	<b>1 550 164</b>

## Cash Flow

WC047 Bitou - Table B7 Adjustments Budget Cash Flows - 28/02/2023

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	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>												
<b>Receipts</b>												
Property rates		159 956	159 956	-	-	-	-	(29 414)	(29 414)	130 542	141 996	148 812
Service charges		375 118	375 118	-	-	-	-	(15 884)	(15 884)	359 234	423 736	481 494
Other revenue		38 050	38 050	-	-	-	-	1 659	1 659	39 709	11 355	11 862
Transfers and Subsidies - Operational	1	105 717	86 646	-	-	-	-	78 266	78 266	164 912	88 398	133 347
Transfers and Subsidies - Capital	1	52 305	40 911	-	-	-	-	12 130	12 130	53 041	35 097	35 734
Interest		4 600	4 600	-	-	-	-	500	500	5 100	5 176	5 756
Dividends		-	-	-	-	-	-	-	-	-	-	-
<b>Payments</b>												
Suppliers and employees		(644 455)	(644 455)	-	-	-	-	(43 311)	(43 311)	(687 766)	(649 245)	(665 543)
Finance charges		(8 700)	(8 700)	-	-	-	-	(76)	(76)	(8 776)	(13 739)	(15 509)
Transfers and Grants	1	(4 750)	(4 750)	-	-	-	-	(1 435)	(1 435)	(6 185)	(350)	(350)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>77 840</b>	<b>47 375</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2 435</b>	<b>2 435</b>	<b>49 810</b>	<b>42 424</b>	<b>135 603</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>												
<b>Receipts</b>												
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-	-	-
<b>Payments</b>												
Capital assets		(98 450)	(107 711)	-	-	-	-	5 562	5 562	(102 148)	(121 360)	(75 724)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(98 450)</b>	<b>(107 711)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5 562</b>	<b>5 562</b>	<b>(102 148)</b>	<b>(121 360)</b>	<b>(75 724)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>												
<b>Receipts</b>												
Short term loans		-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	35 255	35 255	35 255	43 550	19 642
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-	-	-
<b>Payments</b>												
Repayment of borrowing		(21 828)	(21 828)	-	-	-	-	24	24	(21 804)	(20 652)	(20 921)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>(21 828)</b>	<b>(21 828)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>35 279</b>	<b>35 279</b>	<b>13 451</b>	<b>22 898</b>	<b>(1 278)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>(42 438)</b>	<b>(82 164)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>43 277</b>	<b>43 277</b>	<b>(38 887)</b>	<b>(56 038)</b>	<b>58 600</b>
Cash/cash equivalents at the year begin:	2	110 464	110 464	-	-	-	-	(61 837)	(61 837)	48 627	105 851	49 814
Cash/cash equivalents at the year end:	2	68 025	28 300	-	-	-	-	(18 560)	(18 560)	9 740	49 814	108 414

## Expenditure on transfer and grant programme

WC047 Bitou - Supporting Table SB8 Adjustments Budget - expenditure on transfers and grant programme - 28/02/2023

Description	Ref	Budget Year 2022/23							Budget Year +1 2023/24	Budget Year +2 2024/25
		Original Budget A	Prior Adjusted 2 A1	Multi-year capital 3 B	Nat. or Prov. Govt 4 C	Other Adjusts. 5 D	Total Adjusts. 6 E	Adjusted Budget 7 F	Adjusted Budget	Adjusted Budget
R thousands										
<b>EXPENDITURE ON TRANSFERS AND GRANT PROGRAM:</b>	1									
<u>Operating expenditure of Transfers and Grants</u>										
<b>National Government:</b>		131 895	131 895	-	-	-	-	131 895	11 044	11 649
Operational Revenue: General Revenue: Equitable Share		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	-	-
Local Government Financial Management Grant [Schedule 5B]		1 721	1 721	-	-	-	-	1 721	1 771	1 771
<b>Provincial Government:</b>		22 001	31 812	-	-	935	935	32 747	52 922	27 693
Capacity Building		-	-	-	-	-	-	-	-	-
Capacity Building and Other		12 741	12 741	-	-	935	935	13 676	11 902	12 693
Housing		9 260	19 071	-	-	-	-	19 071	41 020	15 000
<b>Other grant providers:</b>		-	-	-	-	270	270	270	-	-
Departmental Agencies and Accounts		-	-	-	-	270	270	270	-	-
<b>Total Operating Transfers and Grants</b>	6	153 896	163 707	-	-	1 205	1 205	164 912	63 966	39 342
<u>Capital Transfers and Grants</u>										
<b>National Government:</b>		40 305	40 911	-	-	-	-	40 911	35 097	35 734
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]		8 718	8 718	-	-	-	-	8 718	11 000	11 494
Municipal Infrastructure Grant [Schedule 5B]		22 508	23 114	-	-	-	-	23 114	23 347	24 240
Water Services Infrastructure Grant [Schedule 5B]		9 079	9 079	-	-	-	-	9 079	750	-
<b>Provincial Government:</b>		6 030	6 530	-	-	5 600	5 600	12 130	-	-
Infrastructure		6 000	6 500	-	-	5 600	5 600	12 100	-	-
Libraries, Archives and Museums		30	30	-	-	-	-	30	-	-
<b>Total Capital Transfers and Grants</b>	6	46 335	47 441	-	-	5 600	5 600	53 041	35 097	35 734
<b>TOTAL EXPENDITURE OF TRANSFERS &amp; GRANTS</b>		200 231	211 148	-	-	6 805	6 805	217 953	99 063	75 076

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

WC047 Bitou - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 28/02/2023

Description	Ref	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
		Original Budget	Prior Adjusted 5 A1	Accum. Funds 6 B	Multi-year capital 7 C	Unfore. Unavoid. 8 D	Nat. or Prov. Govt 9 E	Other Adjusts. 10 F	Total Adjusts. 11 G	Adjusted Budget 12 H	Adjusted Budget	Adjusted Budget
R thousands		A										
<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	-	-	-	-	(400)	(400)	178	8 109	10 199
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	38 633	-	-	-	(1 923)	(1 808)	(3 730)	34 903	58 754	44 838
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>Capital multi-year expenditure sub-total</b>	3	35 685	42 215	-	-	-	(1 923)	(2 208)	(4 130)	38 085	66 863	55 037
<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	11 788	-	-	-	341	(2 492)	(2 151)	9 637	9 765	3 983
Vote 4 - Corporate Services		35	35	-	-	-	-	(100)	(100)	(65)	-	-
Vote 5 - Financial Services		-	-	-	-	-	-	(600)	(600)	(600)	-	-
Vote 6 - Economic Development & Planning		-	435	-	-	-	-	-	-	435	-	-
Vote 7 - Engineering Services		52 882	53 237	-	-	-	3 576	(2 156)	1 419	54 657	44 731	16 704
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>Capital single-year expenditure sub-total</b>		62 765	65 496	-	-	-	3 916	(5 348)	(1 432)	64 064	54 496	20 687
<b>Total Capital Expenditure - Vote</b>		98 450	107 711	-	-	-	1 994	(7 556)	(5 562)	102 148	121 360	75 724
<b>Capital Expenditure - Functional</b>												
<b>Governance and administration</b>		3 835	3 835	-	-	-	-	(700)	(700)	3 135	2 100	1 883
Executive and council		-	-	-	-	-	-	-	-	-	-	-
Finance and administration		3 835	3 835	-	-	-	-	(700)	(700)	3 135	2 100	1 883
Internal audit		-	-	-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		8 204	10 144	-	-	-	-	(2 521)	(2 521)	7 623	7 074	8 416
Community and social services		3 930	3 930	-	-	-	-	(119)	(119)	3 811	2 900	6 308
Sport and recreation		3 794	3 794	-	-	-	-	(2 307)	(2 307)	1 487	4 124	2 059
Public safety		480	2 420	-	-	-	-	(96)	(96)	2 324	50	50
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		10 790	11 396	-	-	-	-	(1 317)	(1 317)	10 079	8 576	5 320
Planning and development		-	435	-	-	-	-	-	-	435	-	-
Road transport		10 790	10 961	-	-	-	-	(1 317)	(1 317)	9 644	8 576	5 320
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
<b>Trading services</b>		75 621	82 335	-	-	-	-	(1 024)	(1 024)	81 312	103 609	60 105
Energy sources		21 116	27 475	-	-	-	-	(1 810)	(1 810)	25 665	42 241	21 006
Water management		40 579	40 935	-	-	-	-	(3 453)	(3 453)	37 481	27 127	11 831
Waste water management		12 400	12 400	-	-	-	-	4 270	4 270	16 670	25 441	23 285
Waste management		1 526	1 526	-	-	-	-	(30)	(30)	1 496	8 800	3 983
<b>Other</b>		-	-	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional</b>	3	98 450	107 711	-	-	-	-	(5 562)	(5 562)	102 148	121 360	75 724
<b>Funded by:</b>												
National Government		35 048	35 575	-	-	-	-	-	-	35 575	30 519	31 073
Provincial Government		6 030	6 465	-	-	-	-	1 890	1 890	8 354	-	-
District Municipality		-	-	-	-	-	-	104	104	104	-	-
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	41 078	42 040	-	-	-	-	1 994	1 994	44 034	30 519	31 073
<b>Borrowing</b>		38 843	38 843	-	-	-	-	(3 588)	(3 588)	35 255	43 550	19 642
<b>Internally generated funds</b>		18 529	26 828	-	-	-	-	(3 968)	(3 968)	22 860	47 291	25 008
<b>Total Capital Funding</b>		98 450	107 711	-	-	-	-	(5 562)	(5 562)	102 148	121 360	75 724

**WC047 Bitou - Supporting Table SB19 List of capital programmes**

Municipal Vote/Capital project	Program/Project description	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							
ROADS, STORMWATER AND BUILDINGS MAINTENANCE							
NEW HORIZONS: CONNECTING SARINGA RO	CONSTRUCTION OF CONNECTION BETW	2 500	2 500	–	–	–	–
SPEEDHUMPS	CONSTRUCTION OF SPEEDHUMPS	100	107	100	100	100	100
BUS SHELTERS	CONSTRUCTION OF BUS SHELTERS	120	113	200	200	220	220
BOSSIESGIF: NEW WATER (PH4A)	UISP: New sewer at Qolweni & Bossiesgif	3 000	1 500	–	–	–	–
UPGRADING OF ALL GRAVEL ROADS IN KRAN	Upgrading of all gravel roads in Kranshoek v	–	183	4 170	3 276	–	–
WATER SERVICES: WASTE WATER PURIFICATION							
KWA-NOKUTHULA: UPGRADE BULK SEWER	New bulk outfall sewer to accommodate new	–	–	–	–	8 696	–
WITTEDRIF MAIN SPS	Upgrade of Pump Station	2 500	2 120	–	–	–	–
GANSEVALLEI WASTE WATER TREATMENT P	Sludge Management Project to meet legislativ	1 800	2 180	1 000	1 000	–	–
BOSSIESGIF: NEW WATER (PH4A)	UISP: New sewer at Qolweni & Bossiesgif	1 200	600	–	–	–	–
KURLAND Waste Water Treatment Works	Upgrade of Kurland WWTW	–	–	1 291	1 291	8 889	8 889
SECURITY FENCING - WASTE WATER PLANT	Security Measures to meet legislative complia	–	–	–	–	–	–
GENERATORS	Generators for Loadshedding	–	4 870	–	–	–	–
ELECTRICAL AND MECHANICAL ENGINEERING SERVICES							
MACHINERY AND EQUIPMENT	Testers and ladders for electricians	100	100	100	100	–	–
PLETT: ASSET REPLACEMENT	Capital spares: replace defective mini-sub	1 950	1 950	2 350	2 350	2 750	2 750
PLETT: NEW GENERATORS	Capital Spares: New Gerenators - Load She	1 000	996	1 300	1 300	–	–
SCADA SYSTEMS	Master Plan Project: Supply and Install Scad	450	434	450	450	450	450
REPLACE FAULTY MV METER UNIT	Replacing faulty metering units	565	397	580	580	590	590
GOOSEVALLEY: UPGRADE MAIN SUPPLY	UPGRADE MAIN O/H HV LINE WITH U/G C	650	650	350	350	–	–
PLETT: REPLACE EXTERNAL RADIAL SUPPLY	REPLACE EXTERNAL RADIAL HV SUPPL	650	650	650	650	–	–
NEW STREETLIGHTS	CROWS NEST; ODLAND & LONGSHIPS, K	1 000	1 000	2 645	2 645	916	916
QOLWENI: ELECTRIFICATION OF 169 HOUSE	ELECTRIFICATION OF 169 TOP STRUCT	2 585	962	–	–	–	–
WATER SERVICES: WATER DISTRIBUTION							
PUMP STATION EQUIPMENT	Capital Spares: new pumps, motors and fitting	1 700	1 700	2 000	2 000	–	–
KURLAND: UPGRADE WTW	UPGRADE WORKS FROM 0.6 TO 1.2MI	150	250	250	250	–	–
PLETT WTW: NEW PUMP STATION	New clear water pump station at Plett WTW	16 506	16 084	13 375	13 375	–	–
EBENEZER: NEW BULK WATER, PORTION 20	Construction of new Bulk Water	2 628	2 651	–	–	–	–
REPLACEMENT OF AC PIPES	REPLACEMENT OF AC PIPES	2 200	2 100	2 000	2 000	–	–
NATURES VALLEY RESERVOIR	NATURES VALLEY RESERVOIR UPGRAD	3 000	1 000	2 000	4 000	–	–
PLETT DESALINATION PLANT	PLETT DESALINATION PLANT - CAPITAL	600	446	–	–	–	–
BOSSIESGIF: NEW WATER (PH4A)	UISP: New sewer at Qolweni & Bossiesgif	1 800	900	–	–	–	–
LIBRARY SERVICES							
RECREATIONAL EQUIPMENT	Shin pads, pool table, table tennis, foose ball, j	20	30	–	–	–	–
LAW ENFORCEMENT							
BOAT FOR RIVER BY- LAWS	New Boat so serve the whole of Bitou	200	–	–	–	–	–
CAMERAS	Cameras for Law Enforcement	–	104	–	–	–	–
SCM							
FENCING	Fencing at SCM stores	600	–	–	–	–	–
PARKS AND RECREATION: PARKS MAINTENANCE AND HORTICULTURE							
SPRINKLER SYSTEM	Sprinkler system for all Sportfields	150	–	120	–	–	–
BOOSTER PUMP	Booster pumps for all Sportfields	50	–	45	1 559	–	–
FENCING OF KWANOKUTHULA CEMETRY (NE	FENCING OF KWANOKUTHULA CEMETR	1 000	–	–	–	–	–
BOSSIESGIF: UPGRADING OF SPORTS FIELD	Bossiesgif upgrading of Sports Field	438	541	–	–	–	–
KURLAND: UPGRADING OF SPORTS FIELD	Kurland upgrading of Sports Field	–	61	–	–	–	–
NEW HORIZON UPGRADING OF SPORTS FIEL	New Horizon upgrading of Sports Field	–	52	–	–	–	–
UPGRADING OF GREENVALLEY SPORTFIELD	Upgrading of Greenvalley Sport Field Floodi	–	–	2 500	–	–	–
UPGRADING OF KURLAND SPORTFIELD FLO	–	1	–	257	–	1 752	–
UPGRADING OF KRANSHOEK SPORTFIELD F	Upgrading of Kranshoek Sport Field Floodi	–	–	–	2 359	–	1 559
PARKS AND RECREATION: BEACHES							
LIFE GUARD TOWERS	8 Life Guard Towers	1 262	–	–	–	–	–
FACILITIES & SERVICE CENTRES							
UPGRADING OF EXISTING 7 COMMUNITY HAI	Stage curtains, blinds, steel frame counters in	200	–	200	200	–	–
INTERGRATED WASTE MANAGEMENT							
TRANSFER STATION WASTE CONTROLLERS	Guard Houses	30	–	–	–	–	–
OFFICE BUILDING MAINTENANCE							
UPGRADE OF MUNICIPAL BUILDINGS	UPGRADE OF 3 SMME SHELTERS & TOIL	696	696	–	–	–	–
INFORMATION TECHNOLOGY							
LAPTOP REPLACEMENT	Replacement of equipment older than 5 Year	300	–	–	–	–	–
MOBILE DEVICES	For paper less agenda, workforce and meter	100	–	–	–	–	–
REPAIRS MAINTENANCE & EQUIPMENT	Operational in nature / Replacement of failed	200	500	–	–	–	–

WC047 Bitou - Table B8 Cash backed reserves/accumulated surplus reconciliation - 28/02/2023

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
		3	4	5	6	7	8	9	10			
R thousands		A	A1	B	C	D	E	F	G	H		
<b>Cash and investments available</b>												
Cash/cash equivalents at the year end	1	68 025	28 300	-	-	-	-	(18 560)	(18 560)	9 740	49 814	108 414
Other current investments > 90 days		45 209	83 434	-	-	-	-	(83 434)	(83 434)	(0)	127 041	215 889
Non current assets - Investments	1	-	-	-	-	-	-	9 857	9 857	9 857	-	-
<b>Cash and investments available:</b>		<b>113 234</b>	<b>111 734</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(92 137)</b>	<b>(92 137)</b>	<b>19 598</b>	<b>176 855</b>	<b>324 303</b>
<b>Applications of cash and investments</b>												
Unspent conditional transfers		-	-	-	-	-	-	(14 228)	(14 228)	(14 228)	-	-
Unspent borrowing		-	-	-	-	-	-	(91 796)	(91 796)	(91 796)	(43 550)	(19 642)
Statutory requirements		-	-	-	-	-	-	-	-	-	-	-
Other working capital requirements	2	(79 090)	(79 090)	-	-	-	-	(124 114)	(124 114)	(203 205)	(78 732)	(82 915)
Other provisions		-	-	-	-	-	-	-	-	-	-	-
Long term investments committed		-	-	-	-	-	-	9 857	9 857	9 857	-	-
Reserves to be backed by cash/investments		1 399 293	1 517 324	-	-	-	-	(410 776)	(410 776)	1 106 548	1 496 151	1 612 900
<b>Total Application of cash and investments:</b>		<b>1 320 203</b>	<b>1 438 234</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(631 057)</b>	<b>(631 057)</b>	<b>807 177</b>	<b>1 373 869</b>	<b>1 510 343</b>
<b>Surplus(shortfall)</b>		<b>(1 206 969)</b>	<b>(1 326 499)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>538 920</b>	<b>538 920</b>	<b>(787 579)</b>	<b>(1 197 014)</b>	<b>(1 186 039)</b>

WC047 Bitou - Table B10 Basic service delivery measurement - 28/02/2023

Description	Ref	Budget Year 2022/23								
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjus.	Total Adjus.	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)									-	-
Minimum Service Level and Above sub-total		17	17	-	-	-	-	-	-	17
Using public tap (< min.service level)	3	17063	17063						-	17
Other water supply (< min.service level)	3,4								-	-
No water supply									-	-
Below Minimum Service Level sub-total		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)									-	-
Minimum Service Level and Above sub-total		15 672	15 672	-	-	-	-	-	-	15 672
Bucket toilet									-	-
Other toilet provisions (< min.service level)		29	29						-	29
No toilet provisions		52	52						-	52
Below Minimum Service Level sub-total		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)									-	-
Minimum Service Level and Above sub-total		-	-	-	-	-	-	-	-	-
Electricity (< min.service level)		21679	21679						-	21 679
Electricity - prepaid (< min. service level)									-	-
Other energy sources									-	-
Below Minimum Service Level sub-total		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									-	-
Below Minimum Service Level sub-total		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, \_\_\_\_\_ 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: \_\_\_\_\_

Municipal Manager of Bitou Local Municipality – WC047

Date \_\_\_\_\_