

NW375 MOSES KOTANE LOCAL MUNICIPALITY 2022/2023 ADJUSTMENT BUDGET

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Glossary

Act – means the Local Government: Municipal Finance Management Act, 2003 (Act No.56 Of 2003)
Adjustment Budget – Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the course of the financial year.
Allocations – Money received from Provincial or National Government or other municipalities.
Budget – The Financial plan of Municipality.
Budget Related Policy- Related Policy – Policy of a municipality affecting or affected by the budget, such as the tariffs policy, rates policy and credit control and debt collection policy.
Capital Expenditure – Spending on assets such as land, building 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 scores as expenditure in the month it received, even though it may not be paid in the same period.
DORA – Division of Revenue Act. Annual piece of legislation that shows the amount of the allocations from National to local government.
Equitable Share – A general grant paid to municipalities. It is predominantly targeted to help with free basic services.
GFS – Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities.
IDP – Integrated Development Plan. The main strategic planning document of the Municipality.
KPI- Key Performance Indicators. Measures of service output and /or outcome.
MFMA – The Municipal Finance Management Act – no 56 of 2003. The principle piece of legislation relating to municipal financial management.
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.

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Also includes details of the previous and current year financial positions.
Operating Expenditure – Spending on the day to day expenses of the Municipality such as salaries and wages.
Own Revenue – Means total revenue as reflected in the municipality’s financial performance budget less national and provincial conditional transfers.
Rates – Local Government taxation based on 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.
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 and Adjustment Budget.
Vote – One of the main segments into which a budget is divided, usually at directorate/ departmental Level.

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PURPOSE:

The purpose of this report is to obtain approval for special adjustments budget to the approved 2022/23 Medium-term Revenue and Expenditure Framework (MTREF) in terms of Section 28 of the Local Government: Municipal Finance Management Act, 2003 (ACT 56 of 2003).

Part 1 – Adjustment Budget

1.1 MAYOR’S REPORT (Attached Separately)

1.2 COUNCIL RESOLUTION (123/02/2023) (Attached Separately)

1.3 EXECUTIVE SUMMARY

The council resolved under item **123/02/2023** that the budget for 2022/23 be adjusted as advised by the Executive committee after considering the midyear budget statement submitted in terms of Section 72 of the MFMA.

The compilation of the 2022-2023 Adjustment Budget posed many challenges and obstacles, owing to limited financial resources. Restrained expenditure was and is still encouraged to ensure that spending remains within the affordability parameters of the MKLM’s finances, to ensure that the council deliver on its core mandate and achieve the development goals.

Owing to prudent financial management little capacity for additional financing existed, and community issues will have to be prioritised within every department’s allocated budget. Services will have to be rendered responsibly with innovation and determination, as expected from responsible municipal officials in terms of the MFMA.

The budget principles that informed the compilation of the 2022/2023 Adjustment Budget are in line with Section 28 of the MFMA and the following additional principals needs to be highlighted;

- The inclusion of additional funding requests are subject to;
 - Any savings identified departmentally;
 - Additional revenue generation;
 - Reprioritisation of services and
 - Value for money, benefits to the municipality and affordability.

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- It should be noted that there is unlimited needs with limited resources and affordability within the context of sustainability must be considered and maintained.
- Departments should concentrate on core functions, proactively review the operational budget and identify savings that can be affected if necessary to assist with the cash-flow position.
- All proposed capital adjustments must be accompanied by revised cash-flow and milestone projections to ensure timely submission to the performance management unit for the compilation of the revised 2022/2023 SDBIP.

The principals applied in compilation of the revised budget was if the is no expenditure or the expenditure is less than the budgeted amount during the first half of the financial year the budget amount will be reduced or removed unless the is a motivation. If the expenditure trend indicates an over expenditure or expected over expenditure the budgeted amount was aligned with the estimated expenditure. This process was also applied to the collection trend of revenue over the mentioned period. If the is under collection on a specific account, the budget was decreased according to the actual revenue collected or the budget was increased if the revenue indicated such a trend.

1.4 1.4 FRAMEWORK FOR ADJUSTMENT BUDGET

An Adjustment Budget, as explained in the glossary, is the means whereby municipality may revise its annual budget during the course of a financial year. The following Adjustments are recommended to the Council for approval.

Overview

The table below reflects an overview of the 2022/2023 adjustments budget for

NW375 MOSES KOTANE LOCAL MUNICIPALITY 2022/2023 ADJUSTMENT BUDGET

NW375 Moses Kotane - 2022/2023 ADJUSTMENT BUDGET				
Description (Rands)	Original Budget	Adjusted Budget	Movements	%
Operating Revenue	1,002,764,828	1,009,317,357	6,552,529	0.6%
Operating Expenditure	1,086,050,840	1,090,325,841	4,275,001	0.4%
Capital Expenditure	234,539,883	248,107,191	13,567,308	5.5%

- Operating revenue has increased by R6 552 529, from R1 002 764 828 to R1 009 317 357, which equates to an increase of 0.6%.
- The operating expenditure has increased from R1 086 050 840 to R1 090 325 841, which translate to 0.4% upward adjustment. An amount of R5 000 000 for Energy Efficiency and Demand Side Management grant also formed part of the increased expenditure.
- Capital expenditure budget has increased from R234 539 883 to R248 107 191. The increment relates to MIG and WSIG roll overs as well R2 000 000 for IT equipment.

OPERATING REVENUE

NW375 Moses Kotane - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 28/02/2023

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	1	A	A1	B	C	D	E	F	G	H		
Revenue By Source												
Property rates	2	124,143	124,143	-	-	-	-	-	-	124,143	129,606	135,438
Service charges - electricity revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	2	225,928	225,928	-	-	-	-	-	-	225,928	236,104	246,482
Service charges - sanitation revenue	2	5,733	5,733	-	-	-	-	-	-	5,733	5,991	6,254
Service charges - refuse revenue	2	11,558	11,558	-	-	-	-	-	-	11,558	12,078	12,609
Rental of facilities and equipment		127	127	-	-	-	-	-	-	127	132	138
Interest earned - external investments		5,438	5,438	-	-	-	-	-	-	5,438	5,678	5,933
Interest earned - outstanding debtors		85,594	85,594	-	-	-	-	-	-	85,594	89,360	93,382
Dividends received		-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		2,000	2,000	-	-	-	-	-	-	2,000	2,088	2,182
Licences and permits		2,000	2,000	-	-	-	-	-	-	2,000	2,088	2,180
Agency services		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies		538,131	538,131	-	-	-	-	6,553	6,553	544,684	571,496	609,020
Other revenue	2	2,113	2,113	-	-	-	-	-	-	2,113	2,206	2,306
Gains		-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		1,002,765	1,002,765	-	-	-	-	6,553	6,553	1,009,317	1,056,827	1,115,924

NW375 MOSES KOTANE LOCAL MUNICIPALITY 2022/2023 ADJUSTMENT BUDGET

NW375 Moses Kotane - Operating Revenue				
Description	2022/2023 MTREF			
	Original Budget	Adjustment Budget	Movements	%
Rands				
<u>Revenue By Source</u>				
Property rates	124,143,338	124,143,338	-	
Service charges - water revenue	225,927,605	225,927,605	-	
Service charges - sanitation revenue	5,732,601	5,732,601	-	
Service charges - refuse revenue	11,557,900	11,557,900	-	
Rental of facilities and equipment	126,532	126,532	-	
Interest earned - external investments	5,438,345	5,438,345	-	
Interest earned - outstanding debtors	85,594,162	85,594,162	-	
Fines	2,000,000	2,000,000	-	
Licences and permits	2,000,000	2,000,000	-	
Agency services			-	
Transfers recognised - operational	538,131,117	544,683,646	6,552,529	1.2%
Other revenue	2,113,228	2,113,228	-	
Gains on disposal of PPE			-	
Total	1,002,764,828	1,009,317,357	6,552,529	1%

Operating revenue has increased from R1 002 764 828 to R1 009 317 357. The increase amount R6 552 529. The operating revenue increase relates to Library grants and Energy Efficiency and Demand Side Management Grant allocated for the current financial year.

Observations

- Equitable shares have been reduced by a portion of 2021/22 unspent operating grants (R617 000) for FMG, EPWP AND PMU.
- Library Grant have been reduced by R419 745.35 of 2021/22 unspent portion.
- Inclusion of Library Grant roll over of R1 020 528.65.
- Inclusion of Library Grant for 2022-23 financial year received in September 2022 (R1 149 000)
- Inclusion of Energy Efficiency and Demand Side Management Grant of R5 000 000.

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OPERATING EXPENDITURE

NW375 Moses Kotane - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 28/02/2023

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	1	A	A1	B	C	D	E	F	G	H	Adjusted Budget	Adjusted Budget
Expenditure By Type												
Employee related costs		275,251	275,251	-	-	-	-	758	758	276,009	289,021	303,613
Remuneration of councillors		26,922	26,922	-	-	-	-	-	-	26,922	28,268	29,682
Debt impairment		276,957	276,957	-	-	-	-	-	-	276,957	289,143	301,866
Depreciation & asset impairment		150,878	150,878	-	-	-	-	-	-	150,878	157,517	164,605
Finance charges		3,687	3,687	-	-	-	-	-	-	3,687	3,849	4,023
Bulk purchases - electricity		20,000	20,000	-	-	-	-	1,261	1,261	21,261	20,880	21,820
Inventory consumed		109,720	109,720	-	-	-	-	-	-	109,720	114,548	119,702
Contracted services		127,587	127,587	-	-	-	-	5,111	5,111	132,699	133,157	138,469
Transfers and subsidies		-	-	-	-	-	-	-	-	-	-	-
Other expenditure		95,048	95,048	-	-	-	-	(2,856)	(2,856)	92,192	99,206	105,168
Losses		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		1,086,051	1,086,051	-	-	-	-	4,275	4,275	1,090,326	1,135,590	1,188,948

NW375 Moses Kotane - Operating Expenditure

Description	2022/2023 MTREF			
	Original Budget	Adjusted Budget	Movements	%
Rands				
Expenditure by type				
Employee related costs	275,250,847	276,009,323	758,476	0.27%
Remuneration of councillors	26,922,372	26,922,372	-	
Debt impairment	276,957,149	276,957,149	-	
Depreciation & asset impairment	150,878,394	150,878,394	-	
Finance charges	3,687,184	3,687,184	-	
Bulk purchases - electricity	20,000,000	21,261,255	1,261,255	5.9%
Inventory consumed	109,720,000	109,720,000	-	
Contracted services	127,587,252	132,698,635	5,111,383	3.9%
Transfers and subsidies	-	-	-	
Other expenditure	95,047,642	92,191,529	-2,856,113	-3.1%
Losses	-	-	-	
Total	1,086,050,840	1,090,325,841	4,275,001.00	0.4%

Operating expenditure has increased by R4.2 million or 0.4% when compared to the original budget.

Observations

- Movements of funds to correct overspending where possible.
- Inclusion of Library Grant expenditure (R2 169 529)
- Inclusion of EEDSM expenditure of R5 000 000.
- Reduce IT operational expenditure budget with R2 000 000 to be transferred to capital budget for acquisition of IT equipment.

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CAPITAL EXPENDITURE

NW375 Moses Kotane - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 28/02/2023

Description	Ref	Budget Year 2022/23										Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unavoid. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	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			
Total Capital Expenditure - Vote		234,540	234,540	-	-	-	-	13,567	13,567	248,107	247,317	275,690	
Capital Expenditure - Functional													
Governance and administration		2,000	2,000	-	-	-	-	2,000	2,000	4,000	2,089	2,182	
Executive and council		-	-	-	-	-	-	-	-	-	-	-	
Finance and administration		2,000	2,000	-	-	-	-	2,000	2,000	4,000	2,089	2,182	
Internal audit		-	-	-	-	-	-	-	-	-	-	-	
Community and public safety		13,310	13,310	-	-	-	-	7,384	7,384	20,695	1,044	30,391	
Community and social services		-	-	-	-	-	-	-	-	-	-	18,300	
Sport and recreation		12,310	12,310	-	-	-	-	7,384	7,384	19,695	-	11,000	
Public safety		1,000	1,000	-	-	-	-	-	-	1,000	1,044	1,091	
Housing		-	-	-	-	-	-	-	-	-	-	-	
Health		-	-	-	-	-	-	-	-	-	-	-	
Economic and environmental services		59,336	59,336	-	-	-	-	(4,552)	(4,552)	54,784	26,404	53,000	
Planning and development		2,736	2,736	-	-	-	-	(1,384)	(1,384)	1,352	9,979	18,000	
Road transport		56,600	56,600	-	-	-	-	(3,167)	(3,167)	53,432	16,425	35,000	
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	
Trading services		159,894	159,894	-	-	-	-	8,735	8,735	168,628	217,780	190,117	
Energy sources		12,919	12,919	-	-	-	-	4,757	4,757	17,676	5,000	6,000	
Water management		119,668	119,668	-	-	-	-	10,327	10,327	129,995	187,780	163,117	
Waste water management		24,230	24,230	-	-	-	-	(3,272)	(3,272)	20,958	10,000	6,000	
Waste management		3,077	3,077	-	-	-	-	(3,077)	(3,077)	-	15,000	15,000	
Other		-	-	-	-	-	-	-	-	-	-	-	
Total Capital Expenditure - Functional	3	234,540	234,540	-	-	-	-	13,567	13,567	248,107	247,317	275,690	
Funded by:													
National Government		231,040	231,040	-	-	-	-	11,567	11,567	242,607	243,662	271,872	
Provincial Government		-	-	-	-	-	-	-	-	-	-	-	
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	231,040	231,040	-	-	-	-	11,567	11,567	242,607	243,662	271,872	
Borrowing		-	-	-	-	-	-	-	-	-	-	-	
Internally generated funds		3,500	3,500	-	-	-	-	2,000	2,000	5,500	3,655	3,818	
Total Capital Funding		234,540	234,540	-	-	-	-	13,567	13,567	248,107	247,317	275,690	

Capital has increased by R13.5 million which include approved roll overs for R8.4 million and R2.4 for MIG and WSIG respectively.

- Inclusion of approved roll-over on Water Infrastructure Service Grant (WISG) **(R2 403 399.68)**
- Inclusion of approved roll-over on Municipal Infrastructure Service Grant (MIG) **(R8 438 909.59)**

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Table 2-B2: Financial Performance (functional classification)

NW375 Moses Kotane - Table B2 Adjustments Budget Financial Performance (functional classification) - 28/02/2023

Standard 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 Adjus.	Total Adjus.	Adjusted Budget	+1 2023/24 Adjusted Budget	+2 2024/25 Adjusted Budget
R thousands	1, 4	A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Revenue - Functional												
<i>Governance and administration</i>		513,861	513,861	-	-	-	-	(617)	(617)	513,244	540,428	570,663
Executive and council		20,422	20,422	-	-	-	-	-	-	20,422	19,480	20,364
Finance and administration		493,439	493,439	-	-	-	-	(617)	(617)	492,822	520,948	550,299
Internal audit		-	-	-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		19,046	19,046	-	-	-	-	8,169	8,169	27,216	14,155	51,662
Community and social services		2,736	2,736	-	-	-	-	785	785	3,521	9,979	18,000
Sport and recreation		12,310	12,310	-	-	-	-	7,384	7,384	19,695	-	29,300
Public safety		4,000	4,000	-	-	-	-	-	-	4,000	4,176	4,362
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		62,627	62,627	-	-	-	-	(3,167)	(3,167)	59,460	22,828	41,706
Planning and development		6,027	6,027	-	-	-	-	-	-	6,027	6,403	6,706
Road transport		56,600	56,600	-	-	-	-	(3,167)	(3,167)	53,432	16,425	35,000
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		638,270	638,270	-	-	-	-	13,657	13,657	651,927	723,078	723,781
Energy sources		12,919	12,919	-	-	-	-	9,757	9,757	22,676	5,000	6,000
Water management		476,828	476,828	-	-	-	-	10,249	10,249	487,078	564,272	559,802
Waste water management		52,499	52,499	-	-	-	-	(3,272)	(3,272)	49,226	40,004	37,867
Waste management		96,024	96,024	-	-	-	-	(3,077)	(3,077)	92,948	113,802	120,111
Other		-	-	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	1,233,805	1,233,805	-	-	-	-	18,042	18,042	1,251,847	1,300,489	1,387,811
Expenditure - Functional												
<i>Governance and administration</i>		307,189	307,189	-	-	-	-	(13,931)	(13,931)	293,258	321,463	342,484
Executive and council		95,323	95,323	-	-	-	-	(1,931)	(1,931)	93,392	99,785	110,451
Finance and administration		208,494	208,494	-	-	-	-	(12,000)	(12,000)	196,494	218,137	228,315
Internal audit		3,372	3,372	-	-	-	-	-	-	3,372	3,541	3,718
<i>Community and public safety</i>		108,615	108,615	-	-	-	-	2,670	2,670	111,284	113,651	118,967
Community and social services		30,245	30,245	-	-	-	-	2,670	2,670	32,914	31,663	33,162
Sport and recreation		46,036	46,036	-	-	-	-	-	-	46,036	48,182	50,434
Public safety		32,334	32,334	-	-	-	-	-	-	32,334	33,806	35,370
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		93,832	93,832	-	-	-	-	(725)	(725)	93,107	98,196	98,034
Planning and development		23,817	23,817	-	-	-	-	(725)	(725)	23,092	25,045	26,241
Road transport		70,015	70,015	-	-	-	-	-	-	70,015	73,151	71,793
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		573,609	573,609	-	-	-	-	16,261	16,261	589,870	599,334	626,370
Energy sources		29,247	29,247	-	-	-	-	6,261	6,261	35,508	30,559	31,956
Water management		462,074	462,074	-	-	-	-	10,000	10,000	472,074	482,713	504,415
Waste water management		24,596	24,596	-	-	-	-	-	-	24,596	25,772	27,013
Waste management		57,692	57,692	-	-	-	-	-	-	57,692	60,289	62,985
Other		2,806	2,806	-	-	-	-	-	-	2,806	2,946	3,093
Total Expenditure - Functional	3	1,086,051	1,086,051	-	-	-	-	4,275	4,275	1,090,326	1,135,590	1,188,948
Surplus/ (Deficit) for the year		147,754	147,754	-	-	-	-	13,767	13,767	161,521	164,899	198,864

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Table 3-B3: Financial Performance by Municipal Vote (revenue and expenditure)

NW375 Moses Kotane - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 28/02/2023

Vote Description <small>(Insert departmental structure etc)</small>	Ref	Budget Year 2022/23								Budget Year	Budget Year	
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or Prov.	Other	Total Adjusts.	Adjusted	Adjusted	
		Budget	Adjusted	Funds	capital	Unavoid.	Govt	Adjusts.	9	Budget	Budget	
<small>R thousands</small>		A	A1	B	C	D	E	F	G	H	+1 2023/24	+2 2024/25
Revenue by Vote	1											
Vote 01 - Municipal Council		20,422	20,422	-	-	-	-	-	-	20,422	19,480	20,364
Vote 02 - Office Of The Accounting Officer		-	-	-	-	-	-	-	-	-	-	-
Vote 03 - Budget And Treasury Office		492,839	492,839	-	-	-	-	(617)	(617)	492,222	520,322	549,644
Vote 04 - Corporate Services		600	600	-	-	-	-	-	-	600	626	665
Vote 05 - Community Services		115,071	115,071	-	-	-	-	5,093	5,093	120,163	127,957	171,773
Vote 06 - Planning & Development		100	100	-	-	-	-	-	-	100	105	109
Vote 07 - Infrastructure & Technical Services		604,773	604,773	-	-	-	-	13,605	13,605	618,378	631,999	645,266
Vote 08 -		-	-	-	-	-	-	-	-	-	-	-
Vote 09 -		-	-	-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	1,233,805	1,233,805	-	-	-	-	18,081	18,081	1,251,886	1,300,489	1,387,811
Expenditure by Vote	1											
Vote 01 - Municipal Council		83,217	83,217	-	-	-	-	(1,931)	(1,931)	81,286	87,171	97,208
Vote 02 - Office Of The Accounting Officer		19,856	19,856	-	-	-	-	-	-	19,856	20,752	21,787
Vote 03 - Budget And Treasury Office		91,576	91,576	-	-	-	-	-	-	91,576	95,747	100,164
Vote 04 - Corporate Services		75,860	75,860	-	-	-	-	(2,000)	(2,000)	73,860	79,466	83,248
Vote 05 - Community Services		198,251	198,251	-	-	-	-	(7,330)	(7,330)	190,921	207,300	216,814
Vote 06 - Planning & Development		21,413	21,413	-	-	-	-	-	-	21,413	22,445	23,528
Vote 07 - Infrastructure & Technical Services		595,877	595,877	-	-	-	-	11,261	11,261	607,139	622,710	646,198
Vote 08 -		-	-	-	-	-	-	-	-	-	-	-
Vote 09 -		-	-	-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	1,086,051	1,086,051	-	-	-	-	-	-	1,086,051	1,135,590	1,188,948
Surplus/ (Deficit) for the year	2	147,754	147,754	-	-	-	-	18,081	18,081	165,835	164,899	198,864

NW375 MOSES KOTANE LOCAL MUNICIPALITY 2022/2023 ADJUSTMENT BUDGET

Table 4-B4: Financial Performance (Revenue and Expenditure)

NW375 Moses Kotane - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 28/02/2023

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 Adjusted Budget	+2 2024/25 Adjusted Budget
R thousands	1	A	A1	B	C	D	E	F	G	H		
Revenue By Source												
Property rates	2	124,143	124,143	-	-	-	-	-	-	124,143	129,606	135,438
Service charges - electricity revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	2	225,928	225,928	-	-	-	-	-	-	225,928	236,104	246,482
Service charges - sanitation revenue	2	5,733	5,733	-	-	-	-	-	-	5,733	5,991	6,254
Service charges - refuse revenue	2	11,558	11,558	-	-	-	-	-	-	11,558	12,078	12,609
Rental of facilities and equipment		127	127	-	-	-	-	-	-	127	132	138
Interest earned - external investments		5,438	5,438	-	-	-	-	-	-	5,438	5,678	5,933
Interest earned - outstanding debtors		85,594	85,594	-	-	-	-	-	-	85,594	89,360	93,382
Dividends received		-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		2,000	2,000	-	-	-	-	-	-	2,000	2,088	2,182
Licences and permits		2,000	2,000	-	-	-	-	-	-	2,000	2,088	2,180
Agency services		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies		538,131	538,131	-	-	-	-	6,553	6,553	544,684	571,496	609,020
Other revenue	2	2,113	2,113	-	-	-	-	-	-	2,113	2,206	2,306
Gains		-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		1,002,765	1,002,765	-	-	-	-	6,553	6,553	1,009,317	1,056,827	1,115,924
Expenditure By Type												
Employee related costs		275,251	275,251	-	-	-	-	758	758	276,009	289,021	303,613
Remuneration of councillors		26,922	26,922	-	-	-	-	-	-	26,922	28,268	29,682
Debt impairment		276,957	276,957	-	-	-	-	-	-	276,957	289,143	301,866
Depreciation & asset impairment		150,878	150,878	-	-	-	-	-	-	150,878	157,517	164,605
Finance charges		3,687	3,687	-	-	-	-	-	-	3,687	3,849	4,023
Bulk purchases - electricity		20,000	20,000	-	-	-	-	1,261	1,261	21,261	20,880	21,820
Inventory consumed		109,720	109,720	-	-	-	-	-	-	109,720	114,548	119,702
Contracted services		127,587	127,587	-	-	-	-	5,111	5,111	132,699	133,157	138,469
Transfers and subsidies		-	-	-	-	-	-	-	-	-	-	-
Other expenditure		95,048	95,048	-	-	-	-	(2,856)	(2,856)	92,192	99,206	105,168
Losses		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		1,086,051	1,086,051	-	-	-	-	4,275	4,275	1,090,326	1,135,590	1,188,948

NW375 MOSES KOTANE LOCAL MUNICIPALITY 2022/2023 ADJUSTMENT BUDGET

Table 5-B5: Capital Expenditure by vote fundin

NW375 Moses Kotane - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 28/02/2023

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 Adjusted Budget	+2 2024/25 Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
Capital expenditure - Vote												
Multi-year expenditure to be adjusted	2											
Vote 01 - Municipal Council		-	-	-	-	-	-	-	-	-	-	-
Vote 02 - Office Of The Accounting Officer		-	-	-	-	-	-	-	-	-	-	-
Vote 03 - Budget And Treasury Office		1,000	1,000	-	-	-	-	-	-	1,000	1,044	1,091
Vote 04 - Corporate Services		1,000	1,000	-	-	-	-	2,000	2,000	3,000	1,045	1,091
Vote 05 - Community Services		16,387	16,387	-	-	-	-	4,307	4,307	20,695	16,044	45,391
Vote 06 - Planning & Development		2,736	2,736	-	-	-	-	(1,384)	(1,384)	1,352	9,979	18,000
Vote 07 - Infrastructure & Technical Services		213,417	213,417	-	-	-	-	8,644	8,644	222,061	219,205	210,117
Vote 08 -		-	-	-	-	-	-	-	-	-	-	-
Vote 09 -		-	-	-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	3	234,540	234,540	-	-	-	-	13,567	13,567	248,107	247,317	275,690
Single-year expenditure to be adjusted	2											
Vote 01 - Municipal Council		-	-	-	-	-	-	-	-	-	-	-
Vote 02 - Office Of The Accounting Officer		-	-	-	-	-	-	-	-	-	-	-
Vote 03 - Budget And Treasury Office		-	-	-	-	-	-	-	-	-	-	-
Vote 04 - Corporate Services		-	-	-	-	-	-	-	-	-	-	-
Vote 05 - Community Services		-	-	-	-	-	-	-	-	-	-	-
Vote 06 - Planning & Development		-	-	-	-	-	-	-	-	-	-	-
Vote 07 - Infrastructure & Technical Services		-	-	-	-	-	-	-	-	-	-	-
Vote 08 -		-	-	-	-	-	-	-	-	-	-	-
Vote 09 -		-	-	-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Vote		234,540	234,540	-	-	-	-	13,567	13,567	248,107	247,317	275,690
Capital Expenditure - Functional												
Governance and administration		2,000	2,000	-	-	-	-	2,000	2,000	4,000	2,089	2,182
Executive and council		-	-	-	-	-	-	-	-	-	-	-
Finance and administration		2,000	2,000	-	-	-	-	2,000	2,000	4,000	2,089	2,182
Internal audit		-	-	-	-	-	-	-	-	-	-	-
Community and public safety		13,310	13,310	-	-	-	-	7,384	7,384	20,695	1,044	30,391
Community and social services		-	-	-	-	-	-	-	-	-	-	18,300
Sport and recreation		12,310	12,310	-	-	-	-	7,384	7,384	19,695	-	11,000
Public safety		1,000	1,000	-	-	-	-	-	-	1,000	1,044	1,091
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		59,336	59,336	-	-	-	-	(4,552)	(4,552)	54,784	26,404	53,000
Planning and development		2,736	2,736	-	-	-	-	(1,384)	(1,384)	1,352	9,979	18,000
Road transport		56,600	56,600	-	-	-	-	(3,167)	(3,167)	53,432	16,425	35,000
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		159,894	159,894	-	-	-	-	8,735	8,735	168,628	217,780	190,117
Energy sources		12,919	12,919	-	-	-	-	4,757	4,757	17,676	5,000	6,000
Water management		119,668	119,668	-	-	-	-	10,327	10,327	129,995	187,780	163,117
Waste water management		24,230	24,230	-	-	-	-	(3,272)	(3,272)	20,958	10,000	6,000
Waste management		3,077	3,077	-	-	-	-	(3,077)	(3,077)	-	15,000	15,000
Other		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	3	234,540	234,540	-	-	-	-	13,567	13,567	248,107	247,317	275,690
Funded by:												
National Government		231,040	231,040	-	-	-	-	11,567	11,567	242,607	243,662	271,872
Provincial Government		-	-	-	-	-	-	-	-	-	-	-
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	231,040	231,040	-	-	-	-	11,567	11,567	242,607	243,662	271,872
Borrowing												
Internally generated funds		3,500	3,500	-	-	-	-	2,000	2,000	5,500	3,655	3,818
Total Capital Funding		234,540	234,540	-	-	-	-	13,567	13,567	248,107	247,317	275,690

NW375 MOSES KOTANE LOCAL MUNICIPALITY 2022/2023 ADJUSTMENT BUDGET

Table 6 - B6: Statement of Financial Position

NW375 Moses Kotane - Table B6 Adjustments Budget Financial Position - 28/02/2023

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	Adjusted Budget	+1 2023/24
R thousands		A	A1	B	C	D	E	F	G	H		
ASSETS												
Current assets												
Cash		(474,428)	(474,428)	-	-	-	-	-	-	(474,428)	879	2,000
Call investment deposits	1	58,805	58,805	-	-	-	-	-	-	58,805	61,392	61,392
Consumer debtors	1	112,737	112,737	-	-	-	-	-	-	112,737	102,147	95,308
Other debtors		5,150	5,150	-	-	-	-	-	-	5,150	5,256	5,256
Current portion of long-term receivables												
Inventory		8,927	8,927	-	-	-	-	-	-	8,927	9,306	9,306
Total current assets		(288,809)	(288,809)	-	-	-	-	-	-	(288,809)	178,980	173,262
Non current assets												
Long-term receivables		-	-	-	-	-	-	-	-	-	-	-
Investments		-	-	-	-	-	-	-	-	-	-	-
Investment property		154,834	154,834	-	-	-	-	-	-	154,834	154,834	154,834
Investment in Associate												
Property, plant and equipment	1	3,340,001	3,340,001	-	-	-	-	11,567	11,567	3,351,568	2,851,662	2,880,012
Biological												
Intangible		12,478	12,478	-	-	-	-	2,000	2,000	14,478	13,877	13,900
Other non-current assets		14	14	-	-	-	-	-	-	14	14	14
Total non current assets		3,507,327	3,507,327	-	-	-	-	13,567	13,567	3,520,894	3,020,387	3,048,760
TOTAL ASSETS		3,218,517	3,218,517	-	-	-	-	13,567	13,567	3,232,085	3,199,367	3,222,022
LIABILITIES												
Current liabilities												
Bank overdraft												
Borrowing		25,864	25,864	-	-	-	-	-	-	25,864	22,662	17,662
Consumer deposits		-	-	-	-	-	-	-	-	-	-	-
Trade and other payables		210,667	210,667	-	-	-	-	-	-	210,667	205,213	183,654
Provisions		43,585	43,585	-	-	-	-	-	-	43,585	45,547	45,547
Total current liabilities		280,117	280,117	-	-	-	-	-	-	280,117	273,422	246,863
Non current liabilities												
Borrowing	1	-	-	-	-	-	-	-	-	-	-	-
Provisions	1	36,813	36,813	-	-	-	-	-	-	36,813	38,433	38,433
Total non current liabilities		36,813	36,813	-	-	-	-	-	-	36,813	38,433	38,433
TOTAL LIABILITIES		316,930	316,930	-	-	-	-	-	-	316,930	311,855	285,296
NET ASSETS	2	2,901,587	2,901,587	-	-	-	-	13,567	13,567	2,915,154	2,887,512	2,936,726
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)		2,901,587	2,901,587	-	-	-	-	8,224	8,224	2,909,812	2,887,512	2,936,726
Reserves		-	-	-	-	-	-	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY		2,901,587	2,901,587	-	-	-	-	8,224	8,224	2,909,812	2,887,512	2,936,726

NW375 MOSES KOTANE LOCAL MUNICIPALITY 2022/2023 ADJUSTMENT BUDGET

Table 7-B7: Cash Flow

NW375 Moses Kotane - Table B7 Adjustments Budget Cash Flows - 28/02/2023

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 Adjusted Budget	+2 2024/25 Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates		64,555	64,555	-	-	-	-	-	-	64,555	71,283	74,491
Service charges		69,779	69,779	-	-	-	-	-	-	69,779	84,728	88,360
Other revenue		6,040	6,040	-	-	-	-	-	-	6,040	477,331	458,127
Transfers and Subsidies - Operational	1	538,131	538,131	-	-	-	-	-	-	538,131	571,496	609,318
Transfers and Subsidies - Capital	1	231,040	231,040	-	-	-	-	-	-	231,040	243,662	251,872
Interest		4,372	4,372	-	-	-	-	-	-	4,372	4,565	4,565
Dividends		-	-	-	-	-	-	-	-	-	-	-
Payments												
Suppliers and employees		(658,215)	(658,215)	-	-	-	-	-	-	(658,215)	695,076	728,622
Finance charges		-	-	-	-	-	-	-	-	-	-	-
Transfers and Grants	1	-	-	-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		255,702	255,702	-	-	-	-	-	-	255,702	2,148,140	2,215,355
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		(234,540)	(234,540)	-	-	-	-	-	-	(234,540)	(247,317)	(275,690)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(234,540)	(234,540)	-	-	-	-	-	-	(234,540)	(247,317)	(275,690)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans		-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-	-	-
Payments												
Repayment of borrowing		(15,000)	(15,000)	-	-	-	-	-	-	(15,000)	(20,000)	(25,000)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(15,000)	(15,000)	-	-	-	-	-	-	(15,000)	(20,000)	(25,000)
NET INCREASE/ (DECREASE) IN CASH HELD		6,162	6,162	-	-	-	-	-	-	6,162	1,880,823	1,914,665
Cash/cash equivalents at the year begin:	2	97,444	97,444	-	-	-	-	-	-	97,444	101,732	101,732
Cash/cash equivalents at the year end:	2	103,606	103,606	-	-	-	-	-	-	103,606	1,982,555	2,016,396

It must be noted that the municipality is experiencing cash flow and balancing budgeting and reporting. The municipality is currently engaging the System Vendor to provide training and assist with this matter. The discrepancies on the cash flow has affected the balance sheet and the accumulated surplus reconciliation.

NW375 MOSES KOTANE LOCAL MUNICIPALITY 2022/2023 ADJUSTMENT BUDGET

Table 8-B8: Cash backed reserves/accumulated surplus reconciliation

NW375 Moses Kotane - Table B8 Cash backed reserves/accumulated surplus reconciliation - 28/02/2023

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 Adjusted Budget	+2 2024/25 Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
Cash and investments available												
Cash/cash equivalents at the year end	1	103,606	103,606	-	-	-	-	-	-	103,606	1,982,555	2,016,396
Other current investments > 90 days		(519,229)	(519,229)	-	-	-	-	-	-	(519,229)	(1,920,284)	(1,953,004)
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-	-
Cash and investments available:		(415,623)	(415,623)	-	-	-	-	-	-	(415,623)	62,271	63,392
Applications of cash and investments												
Unspent conditional transfers		153,611	153,611	-	-	-	-	-	-	153,611	153,611	153,611
Unspent borrowing		-	-	-	-	-	-	-	-	-	-	-
Statutory requirements		-	-	-	-	-	-	-	-	-	-	-
Other working capital requirements	2	21,019	21,019	-	-	-	-	-	-	21,019	(90,214)	(94,611)
Other provisions		-	-	-	-	-	-	-	-	-	-	-
Long term investments committed		-	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments		-	-	-	-	-	-	-	-	-	-	-
Total Application of cash and investments:		174,630	174,630	-	-	-	-	-	-	174,630	63,397	59,000
Surplus(shortfall)		(590,253)	(590,253)	-	-	-	-	-	-	(590,253)	(1,125)	4,392

Due to challenges highlighted above, the above shortfall does not reflect a true reflection of the municipality’s budget deficit. The budget remains unfunded and there is a financial plan in place to address the shortfall.

Table 9-B9: Asset Management

NW375 Moses Kotane - Table B9 Asset Management - 28/02/2023

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 Adjusted Budget	+2 2024/25 Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
Total Capital Expenditure to be adjusted	4	234,540	234,540	-	-	-	-	13,528	13,528	248,068	247,317	275,690
Roads Infrastructure		56,600	56,600	-	-	-	-	(8,996)	(8,996)	47,604	16,425	35,000
Storm water Infrastructure		-	-	-	-	-	-	5,829	5,829	5,829	-	-
Electrical Infrastructure		12,919	12,919	-	-	-	-	4,757	4,757	17,676	5,000	6,000
Water Supply Infrastructure		109,668	109,668	-	-	-	-	20,288	20,288	129,956	171,956	139,117
Sanitation Infrastructure		34,230	34,230	-	-	-	-	(13,272)	(13,272)	20,958	25,824	30,000
Solid Waste Infrastructure		3,077	3,077	-	-	-	-	(3,077)	(3,077)	-	15,000	15,000
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		216,493	216,493	-	-	-	-	5,528	5,528	222,022	234,205	225,117
Community Facilities		16,046	16,046	-	-	-	-	6,000	6,000	22,046	11,023	48,391
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-
Community Assets		16,046	16,046	-	-	-	-	6,000	6,000	22,046	11,023	48,391
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets		-	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		500	500	-	-	-	-	2,000	2,000	2,500	523	545
Intangible Assets		500	500	-	-	-	-	2,000	2,000	2,500	523	545
Computer Equipment		-	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		1,500	1,500	-	-	-	-	-	-	1,500	1,566	1,636
Machinery and Equipment		-	-	-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE to be adjusted	4	234,540	234,540	-	-	-	-	13,528	13,528	248,068	247,317	275,690

NW375 MOSES KOTANE LOCAL MUNICIPALITY 2022/2023 ADJUSTMENT BUDGET

NW375 Moses Kotane - Table B9 Asset Management - 28/02/2023

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	Adjusted Budget	+1 2023/24	+2 2024/25
R thousands		A	A1	B	C	D	E	F	G	H			
ASSET REGISTER SUMMARY - PPE (WDV)	5	3,093,617	3,093,617	-	-	-	-	13,528	13,528	3,107,145	2,680,067	2,708,440	
<i>Roads Infrastructure</i>		766,689	766,689	-	-	-	-	(8,996)	(8,996)	757,693	1,379,995	1,398,570	
<i>Storm water Infrastructure</i>		56,340	56,340	-	-	-	-	5,829	5,829	62,169	-	-	
<i>Electrical Infrastructure</i>		102,988	102,988	-	-	-	-	4,757	4,757	107,744	164,949	165,949	
<i>Water Supply Infrastructure</i>		1,540,635	1,540,635	-	-	-	-	20,288	20,288	1,560,923	367,166	334,327	
<i>Sanitation Infrastructure</i>		(9,188)	(9,188)	-	-	-	-	(13,272)	(13,272)	(22,461)	(17,579)	(13,403)	
<i>Solid Waste Infrastructure</i>		26,729	26,729	-	-	-	-	(3,077)	(3,077)	23,652	57,130	57,130	
<i>Rail Infrastructure</i>										-	-	-	
<i>Coastal Infrastructure</i>										-	-	-	
<i>Information and Communication Infrastructure</i>		24,116	24,116	-	-	-	-	-	-	24,116	-	-	
Infrastructure		2,508,307	2,508,307	-	-	-	-	5,528	5,528	2,513,836	1,951,661	1,942,573	
<i>Community Assets</i>		383,998	383,998	-	-	-	-	6,000	6,000	389,998	558,114	595,482	
<i>Heritage Assets</i>		14	14	-	-	-	-	-	-	14	14	14	
<i>Investment properties</i>		154,834	154,834	-	-	-	-	-	-	154,834	154,834	154,834	
<i>Other Assets</i>		13,347	13,347	-	-	-	-	-	-	13,347	-	-	
<i>Biological or Cultivated Assets</i>										-	-	-	
<i>Intangible Assets</i>		12,478	12,478	-	-	-	-	2,000	2,000	14,478	13,877	13,900	
<i>Computer Equipment</i>		371	371	-	-	-	-	-	-	371	-	-	
<i>Furniture and Office Equipment</i>		9,402	9,402	-	-	-	-	-	-	9,402	1,566	1,636	
<i>Machinery and Equipment</i>		1,103	1,103	-	-	-	-	-	-	1,103	-	-	
<i>Transport Assets</i>		9,763	9,763	-	-	-	-	-	-	9,763	-	-	
<i>Land</i>										-	-	-	
<i>Zoo's, Marine and Non-biological Animals</i>										-	-	-	
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	3,093,617	3,093,617	-	-	-	-	13,528	13,528	3,107,145	2,680,067	2,708,440	

NW375 MOSES KOTANE LOCAL MUNICIPALITY 2022/2023 ADJUSTMENT BUDGET

Table 10- B10: Basic Service Delivery Measurement

NW375 Moses Kotane - Table B10 Basic service delivery measurement - 28/02/2023

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 Adjus.	Total Adjus.	Adjusted Budget	+1 2023/24	+2 2024/25
		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
Household service targets	1											
Water:												
Piped water inside dwelling		7000	0	0	0	0	0	0	0	7	7000	7000
Piped water inside yard (but not in dwelling)		10000	0	0	0	0	0	0	0	10	10000	0
Using public tap (at least min.service level)	2	52000	0	0	0	0	0	0	0	52	52000	0
Other water supply (at least min.service level)												
<i>Minimum Service Level and Above sub-total</i>		69	-	-	-	-	-	-	-	69	69	7
Using public tap (< min.service level)	3	12000	0	0	0	0	0	0	0	12	12000	0
Other water supply (< min.service level)	3.4											
No water supply												
<i>Below Minimum Service Level sub-total</i>		12	-	-	-	-	-	-	-	12	12	-
Total number of households	5	81	-	-	-	-	-	-	-	81	81	7
Sanitation/sewerage:												
Flush toilet (connected to sewerage)		8000	0	0	0	0	0	0	0	8,000	8000	0
Flush toilet (with septic tank)		5500	0	0	0	0	0	0	0	5,500	5000	0
Chemical toilet												
Pit toilet (ventilated)												
Other toilet provisions (> min.service level)												
<i>Minimum Service Level and Above sub-total</i>		13,500	-	-	-	-	-	-	-	13,500	13,000	-
Bucket toilet												
Other toilet provisions (< min.service level)												
No toilet provisions		40000	0	0	0	0	0	0	0	40,000	40000	0
<i>Below Minimum Service Level sub-total</i>		40,000	-	-	-	-	-	-	-	40,000	40,000	-
Total number of households	5	53,500	-	-	-	-	-	-	-	53,500	53,000	-
Energy:												
Electricity (at least min. service level)												
Electricity - prepaid (> min.service level)												
<i>Minimum Service Level and Above sub-total</i>												
Electricity (< min.service level)												
Electricity - prepaid (< min. service level)												
Other energy sources												
<i>Below Minimum Service Level sub-total</i>												
Total number of households	5											
Refuse:												
Removed at least once a week (min.service)		75500	0	0	0	0	0	0	0	75,500	75500	0
<i>Minimum Service Level and Above sub-total</i>		75,500	-	-	-	-	-	-	-	75,500	75,500	-
Removed less frequently than once a week												
Using communal refuse dump												
Using own refuse dump												
Other rubbish disposal		0	0	0	0	0	0	0	0		0	0
No rubbish disposal												
<i>Below Minimum Service Level sub-total</i>												
Total number of households	5	75,500	-	-	-	-	-	-	-	75,500	75,500	-
Households receiving Free Basic Service	15											
Water (6 kilolites per household per month)		25	-	-	-	-	-	-	-	25	25	-
Sanitation (free minimum level service)												
Electricity/other energy (50kwh per household per month)		30	-	-	-	-	-	-	-	30	30	-
Refuse (removed at least once a week)		58	-	-	-	-	-	-	-	58	58	-
Cost of Free Basic Services provided (R'000)	16											
Water (6 kilolites per indigent household per month)		10,000	10,000	-	-	-	-	-	-	10,000	10,440	10,910
Sanitation (free sanitation service to indigent households)		400	400	-	-	-	-	-	-	400	418	436
Electricity/other energy (50kwh per indigent household per month)		8,400	8,400	-	-	-	-	-	-	8,400	8,770	9,164
Refuse (removed once a week for indigent households)		250	250	-	-	-	-	-	-	250	261	273
Cost of Free Basic Services provided - Informal Formal Settlements (R'000)		16,575	-	-	-	-	-	-	-	16,575	17,330	-
Total cost of FBS provided		35,625	19,050	-	-	-	-	-	-	35,625	37,218	20,783
Highest level of free service provided												
Property rates (R'000 value threshold)												
Water (kilolites per household per month)												
Sanitation (kilolites per household per month)												
Sanitation (Rand per household per month)												
Electricity (kw per household per month)												
Refuse (average litres per week)												
Revenue cost of free services provided (R'000)	17											
Property rates (tariff adjustment) (impermissible values per section 17 of MPRA)		2,974	-	-	-	-	-	-	-	2,974	3,105	-
Property rates exemptions, reductions and rebates and impermissible values in excess of section 17 of MPRA)		3,007	3,007	-	-	-	-	-	-	3,007	3,139	3,280
Water (in excess of 6 kilolites 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												
Total revenue cost of subsidised services provided	6	5,981	3,007	-	-	-	-	-	-	5,981	6,244	3,280

NW375 MOSES KOTANE LOCAL MUNICIPALITY 2022/2023 ADJUSTMENT BUDGET

2.8 OTHER SUPPORTING DOCUMENTS

Table SB 1: Detailed Financial Performance

NW375 Moses Kotane - Supporting Table SB1 Supporting detail to 'Budgeted Financial Performance' - 28/02/2023

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	Adjusted Budget	Adjusted Budget
		A	6 A1	7 B	8 C	9 D	10 E	11 F	12 G	13 H	+1 2023/24	+2 2024/25
R thousands												
REVENUE ITEMS												
Property rates												
Total Property Rates		127,150	127,150	-	-	-	-	-	-	127,150	132,745	138,718
Less Revenue Foregone (exemptions, reductions and rebates and impermissible values in excess of section 17 of MPRA)		3,007	3,007	-	-	-	-	-	-	3,007	3,139	3,280
Net Property Rates		124,143	124,143	-	-	-	-	-	-	124,143	129,606	135,438
Service charges - electricity revenue												
Total Service charges - electricity revenue		8,400	8,400	-	-	-	-	-	-	8,400	8,770	9,164
Less Revenue Foregone (in excess of 50 kwh per indigent household per month)		-	-	-	-	-	-	-	-	-	-	-
Less Cost of Free Basis Services (50 kwh per indigent household per month)		8,400	8,400	-	-	-	-	-	-	8,400	8,770	9,164
Net Service charges - electricity revenue		-	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue												
Total Service charges - water revenue		235,928	235,928	-	-	-	-	-	-	235,928	246,544	257,392
Less Revenue Foregone (in excess of 6 kilolitres per indigent household per month)		-	-	-	-	-	-	-	-	-	-	-
Less Cost of Free Basis Services (6 kilolitres per indigent household per month)		10,000	10,000	-	-	-	-	-	-	10,000	10,440	10,910
Net Service charges - water revenue		225,928	225,928	-	-	-	-	-	-	225,928	236,104	246,482
Service charges - sanitation revenue												
Total Service charges - sanitation revenue		6,133	6,133	-	-	-	-	-	-	6,133	6,408	6,691
Less Revenue Foregone (in excess of free sanitation service to indigent households)		-	-	-	-	-	-	-	-	-	-	-
Less Cost of Free Basis Services (free sanitation service to indigent households)		400	400	-	-	-	-	-	-	400	418	436
Net Service charges - sanitation revenue		5,733	5,733	-	-	-	-	-	-	5,733	5,991	6,254
Service charges - refuse revenue												
Total refuse removal revenue		11,808	11,808	-	-	-	-	-	-	11,808	12,339	12,882
Total landfill revenue		-	-	-	-	-	-	-	-	-	-	-
Less Revenue Foregone (in excess of one removal a week to indigent households)		-	-	-	-	-	-	-	-	-	-	-
Less Cost of Free Basis Services (removed once a week to indigent households)		250	250	-	-	-	-	-	-	250	261	273
Net Service charges - refuse revenue		11,558	11,558	-	-	-	-	-	-	11,558	12,078	12,609
Other Revenue By Source												
Fuel Levy		-	-	-	-	-	-	-	-	-	-	-
Other Revenue		2113228	2113228	0	0	0	0	0	-	2,113	2206308	2305594
Total 'Other' Revenue	1	2,113	2,113	-	-	-	-	-	-	2,113	2,206	2,306

NW375 MOSES KOTANE LOCAL MUNICIPALITY 2022/2023 ADJUSTMENT BUDGET

NW375 Moses Kotane - Supporting Table SB1 Supporting detail to 'Budgeted Financial Performance' - 28/02/2023

Description	Ref	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
		Original Budget A	Prior Adjusted 6	Accum. Funds 7	Multi-year capital 8	Unfore. Unavoid. 9	Nat. or Prov. Govt 10	Other Adjusts. 11	Total Adjusts. 12	Adjusted Budget 13	Adjusted Budget	Adjusted Budget
R thousands												
EXPENDITURE ITEMS												
Employee related costs												
Basic Salaries and Wages		198,002	198,002	-	-	-	-	213	213	198,215	207,985	218,601
Pension and UIF Contributions		37,730	37,730	-	-	-	-	4	4	37,734	39,616	41,597
Medical Aid Contributions		15,622	15,622	-	-	-	-	-	-	15,622	16,403	17,223
Overtime		4,322	4,322	-	-	-	-	-	-	4,322	4,538	4,765
Performance Bonus		13,827	13,827	-	-	-	-	-	-	13,827	14,500	15,208
Motor Vehicle Allowance		1,663	1,663	-	-	-	-	-	-	1,663	1,688	1,714
Cellphone Allowance		-	-	-	-	-	-	-	-	-	-	-
Housing Allowances		575	575	-	-	-	-	-	-	575	604	634
Other benefits and allowances		3,511	3,511	-	-	-	-	0	0	3,512	3,687	3,871
Payments in lieu of leave		-	-	-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-	-	-
sub-total	4	275,251	275,251	-	-	-	-	218	218	275,469	289,021	303,613
Less: Employees costs capitalised to PPE		-	-	-	-	-	-	-	-	-	-	-
Total Employee related costs	1	275,251	275,251	-	-	-	-	218	218	275,469	289,021	303,613
Depreciation & asset impairment												
Depreciation of Property, Plant & Equipment		145,244	145,244	-	-	-	-	-	-	145,244	151,635	158,459
Lease amortisation		5,634	5,634	-	-	-	-	-	-	5,634	5,882	6,147
Capital asset impairment		-	-	-	-	-	-	-	-	-	-	-
Total Depreciation & asset impairment	1	150,878	150,878	-	-	-	-	-	-	150,878	157,517	164,605
Bulk purchases												
Electricity Bulk Purchases		20,000	20,000	-	-	-	-	1,261	1,261	21,261	20,880	21,820
Total bulk purchases	1	20,000	20,000	-	-	-	-	1,261	1,261	21,261	20,880	21,820
Transfers and grants												
Cash transfers and grants		-	-	-	-	-	-	-	-	-	-	-
Non-cash transfers and grants		-	-	-	-	-	-	-	-	-	-	-
Total transfers and grants		-	-	-	-	-	-	-	-	-	-	-
Contracted services												
Outsourced Services		58,700	58,700	-	-	-	-	131	131	58,831	61,223	67,490
Consultants and Professional Services		16,200	16,200	-	-	-	-	(220)	(220)	15,980	16,913	17,674
Contractors		52,687	52,687	-	-	-	-	500	500	53,187	55,021	53,305
Total contracted services		127,587	127,587	-	-	-	-	411	411	127,999	133,157	138,469
Other Expenditure By Type												
Collection costs		-	-	-	-	-	-	-	-	-	-	-
Contributions to 'other' provisions		600	600	-	-	-	-	-	-	600	627	655
Audit fees		3,500	3,500	-	-	-	-	-	-	3,500	3,654	3,818
Other Expenditure		90,948	90,948	-	-	-	-	(1,890)	(1,890)	89,057	94,925	100,695
Total Other Expenditure	1	95,048	95,048	-	-	-	-	(1,890)	(1,890)	93,157	99,206	105,168
by Expenditure Item												
Employee related costs		-	-	-	-	-	-	-	-	-	-	-
Inventory Consumed (Project Maintenance)		-	-	-	-	-	-	-	-	-	-	-
Contracted Services		51,835	51,835	-	-	-	-	-	-	51,835	54,132	52,375
Other Expenditure		2,150	2,150	-	-	-	-	(2,000)	(2,000)	150	2,247	2,346
Total Repairs and Maintenance Expenditure	15	53,985	53,985	-	-	-	-	(2,000)	(2,000)	51,985	56,378	54,721
Inventory Consumed												
Inventory Consumed - Water		100,935	100,935	-	-	-	-	-	-	100,935	105,376	110,531
Inventory Consumed - Other		8,785	8,785	-	-	-	-	-	-	8,785	9,171	9,171
Total Inventory Consumed & Other Material		109,720	109,720	-	-	-	-	-	-	109,720	114,548	119,702

NW375 MOSES KOTANE LOCAL MUNICIPALITY 2022/2023 ADJUSTMENT BUDGET

Table SB 2: Supporting Table to Financial Position

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	Adjusted Budget	
		A	A1	B	C	D	E	F	G	H	+1 2023/24	+2 2024/25
R thousands												
ASSETS												
Consumer debtors												
Consumer debtors		2,118,872	2,118,872	-	-	-	-	-	-	2,118,872	2,196,552	2,189,713
Less: provision for debt impairment		(2,006,135)	(2,006,135)	-	-	-	-	-	-	(2,006,135)	(2,094,405)	(2,094,405)
Total Consumer debtors	1	112,737	112,737	-	-	-	-	-	-	112,737	102,147	95,308
Debt impairment provision												
Balance at the beginning of the year		(1,062,778)	(1,062,778)	-	-	-	-	-	-	(1,062,778)	(1,109,541)	(1,109,541)
Contributions to the provision		(4,851)	(4,851)	-	-	-	-	-	-	(4,851)	(5,064)	(5,064)
Bad debts written off		(938,506)	(938,506)	-	-	-	-	-	-	(938,506)	(979,800)	(979,800)
Balance at end of year		(2,006,135)	(2,006,135)	-	-	-	-	-	-	(2,006,135)	(2,094,405)	(2,094,405)
Inventory												
Water												
Opening Balance		62	62	-	-	-	-	-	-	62	65	65
System Input Volume		100,935	100,935	-	-	-	-	-	-	100,935	105,376	110,531
Water Treatment Works		-	-	-	-	-	-	-	-	-	-	-
Bulk Purchases		100,935	100,935	-	-	-	-	-	-	100,935	105,376	110,531
Natural Sources		-	-	-	-	-	-	-	-	-	-	-
Authorised Consumption	12	(100,935)	(100,935)	-	-	-	-	-	-	(100,935)	(105,376)	(110,531)
Billed Authorised Consumption		(100,935)	(100,935)	-	-	-	-	-	-	(100,935)	(105,376)	(110,531)
Billed Metered Consumption		(100,935)	(100,935)	-	-	-	-	-	-	(100,935)	(105,376)	(110,531)
Free Basic Water		-	-	-	-	-	-	-	-	-	-	-
Subsidised Water		-	-	-	-	-	-	-	-	-	-	-
Revenue Water		(100,935)	(100,935)	-	-	-	-	-	-	(100,935)	(105,376)	(110,531)
Non-revenue Water		-	-	-	-	-	-	-	-	-	-	-
Closing Balance Water		62	62	-	-	-	-	-	-	62	65	65
Agricultural Consumables												
Standard Rated												
Opening Balance		11,443	11,443	-	-	-	-	-	-	11,443	11,946	11,946
Acquisitions		5,887	5,887	-	-	-	-	-	-	5,887	6,146	6,146
Issues	13	(8,785)	(8,785)	-	-	-	-	-	-	(8,785)	(9,171)	(9,171)
Adjustments	14	-	-	-	-	-	-	-	-	-	-	-
Write-offs	15	-	-	-	-	-	-	-	-	-	-	-
Closing balance - Consumables Standard Rated		8,545	8,545	-	-	-	-	-	-	8,545	8,921	8,921
Zero Rated												
Closing Balance - Housing Stock		-	-	-	-	-	-	-	-	-	-	-
Land												
Opening Balance		320	320	-	-	-	-	-	-	320	320	320
Acquisitions		-	-	-	-	-	-	-	-	-	-	-
Closing Balance - Land		320	320	-	-	-	-	-	-	320	320	320
Closing Balance - Inventory & Consumables		8,927	8,927	-	-	-	-	-	-	8,927	9,306	9,306
Property, plant & equipment												
PPE at cost/valuation (excl. finance leases)		6,426,424	6,426,424	-	-	-	-	11,528	11,528	6,437,952	3,090,362	3,118,712
Leases recognised as PPE		-	-	-	-	-	-	-	-	-	-	-
Less: Accumulated depreciation		(3,086,423)	(3,086,423)	-	-	-	-	-	-	(3,086,423)	(238,700)	(238,700)
Total Property, plant & equipment	1	3,340,001	3,340,001	-	-	-	-	11,528	11,528	3,351,529	2,851,662	2,880,012
LIABILITIES												
Current liabilities - Borrowing												
Short term loans (other than bank overdraft)		-	-	-	-	-	-	-	-	-	-	-
Current portion of long-term liabilities		25,864	25,864	-	-	-	-	-	-	25,864	22,662	17,662
Total Current liabilities - Borrowing		25,864	25,864	-	-	-	-	-	-	25,864	22,662	17,662
Trade and other payables												
Trade Payables		57,056	57,056	-	-	-	-	-	-	57,056	51,602	30,043
Other creditors		-	-	-	-	-	-	-	-	-	-	-
Unspent conditional transfers		153,611	153,611	-	-	-	-	-	-	153,611	153,611	153,611
VAT		-	-	-	-	-	-	-	-	-	-	-
Total Trade and other payables	1	210,667	210,667	-	-	-	-	-	-	210,667	205,213	183,654
Retirement benefits		-	-	-	-	-	-	-	-	-	-	-
Refuse landfill site rehabilitation		21,281	21,281	-	-	-	-	-	-	21,281	22,217	22,217
Other		15,533	15,533	-	-	-	-	-	-	15,533	16,216	16,216
Total Provisions - non current		36,813	36,813	-	-	-	-	-	-	36,813	38,433	38,433
CHANGES IN NET ASSETS												
Accumulated surplus/(Deficit)												
Accumulated surplus/(Deficit) - opening balance		3,017,853	3,017,853	-	-	-	-	-	-	3,017,853	3,150,639	3,292,418
GRAP adjustments		-	-	-	-	-	-	-	-	-	-	-
Restated balance		3,017,853	3,017,853	-	-	-	-	-	-	3,017,853	3,150,639	3,292,418
Surplus/(Deficit)		147,754	147,754	-	-	-	-	-	-	165,835	164,899	198,864
Transfers to/from Reserves		(264,051)	(264,051)	-	-	-	-	(5,543)	(5,543)	(269,594)	(428,058)	(554,589)
Depreciation offsets		-	-	-	-	-	-	-	-	-	-	-
Other adjustments		31	31	-	-	-	-	-	-	31	32	34
Accumulated Surplus/(Deficit)	1	2,901,587	2,901,587	-	-	-	-	12,538	12,538	2,914,125	2,887,512	2,936,726
Total Reserves	2	-	-	-	-	-	-	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	2,901,587	2,901,587	-	-	-	-	12,538	12,538	2,914,125	2,887,512	2,936,726

NW375 MOSES KOTANE LOCAL MUNICIPALITY 2022/2023 ADJUSTMENT BUDGET

NW375 Moses Kotane - Supporting Table SB4 Adjustments to budgeted performance indicators and benchmarks - 28/02/2023

Description of financial indicator	Basis of calculation	2019/20	2020/21	2021/22	Budget Year 2022/23			Budget Year +1 2023/24	Budget Year +2 2024/25
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Adjusted Budget	Adjusted Budget
Borrowing Management									
Credit Rating	Short term/long term rating								
Capital Charges to Operating Expenditure	Interest & Principal Paid/ Operating Expenditure				1.7%	1.7%	1.7%	2.1%	2.4%
Capital Charges to Own Revenue	Finance charges & Repayment of borrowing /Own Revenue				0.0%	0.0%	0.0%	0.0%	0.0%
Borrowed funding of 'own' capital expenditure	Borrowing/Capital expenditure excl. transfers and grants				0.0%	0.0%	0.0%	0.0%	0.0%
Safety of Capital									
Gearing	Long Term Borrowing/ Funds & Reserves				0.0%	0.0%	0.0%	0.0%	0.0%
Liquidity									
Current Ratio	Current assets/current liabilities				-103.1%	-103.1%	-103.1%	65.5%	70.2%
Current Ratio adjusted for aged debtors	Current assets/current liabilities less debtors > 90 days/current liabilities				-103.1%	-103.1%	0.0%	0.0%	0.0%
Liquidity Ratio	Monetary Assets/Current Liabilities				-1.5	-1.5	-1.5	0.2	0.3
Revenue Management									
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing								
Current Debtors Collection Rate (Cash receipts % of Ratepayer & Other revenue)									
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue				11.8%	11.8%	11.7%	10.2%	9.0%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old				0.0%	0.0%	0.0%	0.0%	0.0%
Creditors Management									
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))								
Creditors to Cash and Investments					203.3%	203.3%	203.3%	10.4%	9.1%
Other Indicators									
Electricity Distribution Losses (2)	Total Volume Losses (kW)								
	Total Cost of Losses (Rand '000)								
	% Volume (units purchased and generated less units sold)/units purchased and generated								
Water Distribution Losses (2)	Total Volume Losses (kℓ)	0.0%	2600205.0%	0.0%	2840235.8%		2840235.8%	3124259.3%	3436685.3%
	Total Cost of Losses (Rand '000)	-	19,266	-	18,500		18,500	17,500	16,500
	% Volume (units purchased and generated less units sold)/units purchased and generated								
Employee costs	Employee costs/(Total Revenue - capital revenue)				27.4%	27.4%	27.3%	27.3%	27.2%
Remuneration	Total remuneration/(Total Revenue - capital revenue)								
Repairs & Maintenance	R&M/(Total Revenue excluding capital revenue)				5.4%	5.4%	5.2%	5.3%	4.9%
Finance charges & Depreciation	FC&D/(Total Revenue - capital revenue)				15.4%	15.4%	15.3%	15.3%	15.1%
IDP regulation financial viability indicators									
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)				1948.2%	1948.2%	1948.2%	1672.2%	1746.6%
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services				11.2%	11.2%	11.2%	9.7%	8.5%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure				0.0	0.0	0.0	0.0	0.0

NW375 MOSES KOTANE LOCAL MUNICIPALITY 2022/2023 ADJUSTMENT BUDGET

NW375 Moses Kotane - Supporting Table SB6 Adjustments Budget - funding measurement - 28/02/2023

Description	Ref	MFMA section	2019/20			2020/21			2021/22			Medium Term Revenue and Expenditure Framework	
			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Budget Year +1 2023/24	Budget Year +2 2024/25			
R thousands													
Funding measures													
Cash/cash equivalents at the year end - R'000	1	18(1)b				103,606	103,606	103,606	1,982,555	2,016,396			
Cash + investments at the yr end less applications - R'000	2	18(1)b				(590,253)	(590,253)	(590,253)	(1,125)	4,392			
Cash year end/monthly employee/supplier payments	3	18(1)b				-	-	-	-	-			
Surplus/(Deficit) excluding depreciation offsets: R'000	4	18(1)				(116,297)	(116,297)	(103,759)	(263,160)	(355,725)			
Service charge rev % change - macro CPIX target exclusive	5	18(1)a,(2)				0.0%	0.0%	0.0%	-1.5%	-1.6%			
Cash receipts % of Ratepayer & Other revenue	6	18(1)a,(2)	0.0%	0.0%	0.0%	30.6%	30.6%	30.6%	132.0%	124.0%			
Debt impairment expense as a % of total billable revenue	7	18(1)a,(2)				75.4%	75.4%	75.4%	75.3%	75.3%			
Capital payments % of capital expenditure	8	18(1)c,19				100.0%	100.0%	0.0%	0.0%	0.0%			
Borrowing receipts % of capital expenditure (excl. transfers)	9	18(1)c				0.0%	0.0%	0.0%	0.0%	0.0%			
Grants % of Govt. legislated/gazetted allocations	10	18(1)a				0.0%	0.0%	0.0%	0.0%	0.0%			
Current consumer debtors % change - incr(decr)	11	18(1)a							-8.9%	-6.4%			
Long term receivables % change - incr(decr)	12	18(1)a							0.0%	0.0%			
R&M % of Property Plant & Equipment	13	20(1)(vi)				1.7%	1.7%	1.7%	2.1%	2.0%			
Asset renewal % of capital budget	14	20(1)(vi)				8.1%	8.1%	11.1%	14.4%	24.6%			

NW375 Moses Kotane - Supporting Table SB7 Adjustments Budget - transfers and grant receipts - 28/02/2023

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	
R thousands										
RECEIPTS:										
Operating Transfers and Grants										
National Government:		538,131	538,131	-	-	(617)	(617)	537,514	571,496	609,020
Local Government Equitable Share										
Equitable Share	3	528,602	528,602	-	-	(617)	(617)	527,985	563,247	600,772
Expanded Public Works Programme Integrated Grant		1,652	1,652	-	-	-	-	1,652	-	-
Local Government Financial Management Grant		1,950	1,950	-	-	-	-	1,950	1,950	1,652
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		5,927	5,927	-	-	-	-	5,927	6,299	6,596
Provincial Government:		-	-	-	-	2,170	2,170	2,170	-	-
Capacity Building and Other Grants	5	-	-	-	-	2,170	2,170	2,170	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
National Library South Africa		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	6	538,131	538,131	-	-	1,553	1,553	539,684	571,496	609,020
Capital Transfers and Grants										
National Government:		231,040	231,040	-	-	11,528	11,528	242,568	243,662	271,887
Energy Efficiency and Demand Side Management Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		166,040	166,040	-	-	9,125	9,125	175,165	173,662	181,872
Water Services Infrastructure Grant		65,000	65,000	-	-	2,403	2,403	67,403	70,000	90,015
Provincial Government:		-	-	-	-	-	-	-	-	-
Infrastructure Grant		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Investment Unit		-	-	-	-	-	-	-	-	-
National Small Business Council		-	-	-	-	-	-	-	-	-
Registration of Deeds Trade Account		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	6	231,040	231,040	-	-	11,528	11,528	242,568	243,662	271,887
TOTAL RECEIPTS OF TRANSFERS & GRANTS		769,171	769,171	-	-	13,081	13,081	782,252	815,158	880,907

NW375 MOSES KOTANE LOCAL MUNICIPALITY 2022/2023 ADJUSTMENT BUDGET

NW375 Moses Kotane - Supporting Table SB8 Adjustments Budget - expenditure on transfers and grant programme - 28/02/2023

Description	Ref	Budget Year 2022/23							Budget Year	Budget Year
		Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2023/24	+2 2024/25
		A	2 A1	3 B	4 C	5 D	6 E	7 F	Adjusted Budget	Adjusted Budget
R thousands										
EXPENDITURE ON TRANSFERS AND GRANT PROGRAM:	1									
<u>Operating expenditure of Transfers and Grants</u>										
National Government:		4,033	4,033	-	-	(31)	(31)	4,002	4,134	4,241
Equitable Share		500	500	-	-	-	-	500	522	545
Expanded Public Works Programme Integrated Grant		1,583	1,583	-	-	(31)	(31)	1,552	1,662	1,745
Local Government Financial Management Grant		1,950	1,950	-	-	-	-	1,950	1,950	1,950
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
North West Provincial Arts and Culture Council		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		4,033	4,033	-	-	(31)	(31)	4,002	4,134	4,241
<u>Capital expenditure of Transfers and Grants</u>										
National Government:		231,040	231,040	-	-	11,528	11,528	242,568	243,662	271,872
Municipal Infrastructure Grant		164,540	164,540	-	-	10,625	10,625	175,165	173,662	181,872
Water Services Infrastructure Grant		66,500	66,500	-	-	903	903	67,403	70,000	90,000
Provincial Government:		-	-	-	-	-	-	-	-	-
Infrastructure Grant		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Investment Unit		-	-	-	-	-	-	-	-	-
National Small Business Council		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		231,040	231,040	-	-	11,528	11,528	242,568	243,662	271,872
Total capital expenditure of Transfers and Grants		235,073	235,073	-	-	11,498	11,498	246,570	247,796	276,112

NW375 MOSES KOTANE LOCAL MUNICIPALITY 2022/2023 ADJUSTMENT BUDGET

NW375 Moses Kotane - Supporting Table SB18a Adjustments Budget - capital expenditure on new assets by asset class - 28/02/2023

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	Adjusted Budget	Adjusted Budget	+1 2023/24
R thousands		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H			
Capital expenditure on new assets by Asset Class/Sub-class													
Infrastructure		144,807	144,807	-	-	-	-	25,274	25,274	170,081	168,012	129,103	
Roads Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Roads		-	-	-	-	-	-	-	-	-	-	-	
Road Structures		-	-	-	-	-	-	-	-	-	-	-	
Road Furniture		-	-	-	-	-	-	-	-	-	-	-	
Capital Spares		-	-	-	-	-	-	-	-	-	-	-	
Storm water Infrastructure		-	-	-	-	-	-	5,829	5,829	5,829	-	-	
Drainage Collection		-	-	-	-	-	-	5,829	5,829	5,829	-	-	
Storm water Conveyance		-	-	-	-	-	-	-	-	-	-	-	
Attenuation		-	-	-	-	-	-	-	-	-	-	-	
Electrical Infrastructure		12,919	12,919	-	-	-	-	4,757	4,757	17,676	5,000	6,000	
Power Plants		-	-	-	-	-	-	-	-	-	-	-	
HV Substations		-	-	-	-	-	-	-	-	-	-	-	
HV Switching Station		-	-	-	-	-	-	-	-	-	-	-	
HV Transmission Conductors		-	-	-	-	-	-	-	-	-	-	-	
MV Substations		-	-	-	-	-	-	-	-	-	-	-	
MV Switching Stations		-	-	-	-	-	-	-	-	-	-	-	
MV Networks		-	-	-	-	-	-	-	-	-	-	-	
LV Networks		12,919	12,919	-	-	-	-	4,757	4,757	17,676	5,000	6,000	
Capital Spares		-	-	-	-	-	-	-	-	-	-	-	
Water Supply Infrastructure		104,581	104,581	-	-	-	-	21,038	21,038	125,619	138,012	102,103	
Dams and Weirs		-	-	-	-	-	-	-	-	-	-	-	
Boreholes		-	-	-	-	-	-	-	-	-	-	-	
Reservoirs		500	500	-	-	-	-	-	-	500	522	545	
Pump Stations		-	-	-	-	-	-	-	-	-	-	-	
Water Treatment Works		1,500	1,500	-	-	-	-	3,280	3,280	4,780	8,500	-	
Bulk Mains		10,040	10,040	-	-	-	-	9,043	9,043	19,083	14,160	57,779	
Distribution		91,342	91,342	-	-	-	-	9,915	9,915	101,257	108,030	43,779	
Distribution Points		1,200	1,200	-	-	-	-	(1,200)	(1,200)	-	6,800	-	
PRV Stations		-	-	-	-	-	-	-	-	-	-	-	
Capital Spares		-	-	-	-	-	-	-	-	-	-	-	
Sanitation Infrastructure		24,230	24,230	-	-	-	-	(3,272)	(3,272)	20,958	10,000	6,000	
Pump Station		-	-	-	-	-	-	-	-	-	-	-	
Reticulation		-	-	-	-	-	-	-	-	-	-	-	
Waste Water Treatment Works		-	-	-	-	-	-	-	-	-	-	-	
Outfall Sewers		-	-	-	-	-	-	-	-	-	-	-	
Toilet Facilities		24,230	24,230	-	-	-	-	(3,272)	(3,272)	20,958	10,000	6,000	
Capital Spares		-	-	-	-	-	-	-	-	-	-	-	
Solid Waste Infrastructure		3,077	3,077	-	-	-	-	(3,077)	(3,077)	-	15,000	15,000	
Landfill Sites		3,077	3,077	-	-	-	-	(3,077)	(3,077)	-	15,000	15,000	
Furniture and Office Equipment		1,500	1,500	-	-	-	-	-	-	1,500	1,566	1,636	
Furniture and Office Equipment		1,500	1,500	-	-	-	-	-	-	1,500	1,566	1,636	
Machinery and Equipment		-	-	-	-	-	-	-	-	-	-	-	
Machinery and Equipment		-	-	-	-	-	-	-	-	-	-	-	
Transport Assets		-	-	-	-	-	-	-	-	-	-	-	
Transport Assets		-	-	-	-	-	-	-	-	-	-	-	
Land		-	-	-	-	-	-	-	-	-	-	-	
Land		-	-	-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-	
Total Capital Expenditure on new assets to be adjusted	1	146,307	146,307	-	-	-	-	25,274	25,274	171,581	169,578	130,740	

**NW375 MOSES KOTANE LOCAL MUNICIPALITY 2022/2023
ADJUSTMENT BUDGET**

2.10 MUNICIPAL MANAGER 'S QUALITY CERTIFICATE

- Attached separate