

2020/21 MTREF Budget Summary

REVENUE STREAMS

TRADING SERVICES:

Electricity

Water

Refuse

Sanitation

NON-TRADING SERVICES

Property Rates

TRANSFERS AND SUBSIDIES

Municipal Infrastructure Grant

INEP

FMG

EQUITABLE SHARE

OPERATING BUDGET

WC041 Kannaland - Table A4 Budgeted Financial Performance (revenue and expenditure)												
Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework			
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23	Percentage
Revenue By Source												
Property rates	2	2 401	–	17 001	17 117	17 117	17 117	–	29 705	31 190	32 750	18,41%
Service charges - electricity revenue	2	43 362	–	44 924	59 573	60 970	60 970	–	54 366	60 616	67 587	33,70%
Service charges - water revenue	2	12 580	–	12 773	16 920	16 920	16 920	–	12 376	13 696	15 121	7,67%
Service charges - sanitation revenue	2	6 189	–	6 174	6 271	6 271	6 271	–	6 271	6 589	6 923	3,89%
Service charges - refuse revenue	2	3 985	–	5 801	6 193	6 263	6 263	–	6 945	7 292	7 657	4,30%
Service charges - other		–	–	–	–	–	–	–	–	–	–	0,00%
Rental of facilities and equipment		572	–	500	956	881	881	–	17	18	19	0,01%
Interest earned - external investments		508	–	669	526	778	778	–	–	–	–	0,00%
Interest earned - outstanding debtors		10 058	–	49	5 622	5 622	5 622	–	5 136	5 436	5 755	3,18%
Dividends received		–	–	–	–	–	–	–	–	–	–	0,00%
Fines, penalties and forfeits		2 206	–	5 575	8 928	7 370	7 370	–	7 264	7 627	8 009	4,50%
Licences and permits		139	–	173	160	198	198	–	50	53	55	0,03%
Agency services		–	–	828	1 010	1 010	1 010	–	1 000	1 050	1 103	0,62%
Transfers and subsidies		30 715	–	34 779	37 147	45 565	45 565	–	37 942	43 268	51 163	23,52%
Other revenue	2	1 325	–	622	1 660	1 526	1 526	–	260	273	287	0,16%
Gains on disposal of PPE		–	–	–	–	–	–	–	–	–	–	
Total Revenue (excluding capital transfers and contributions)		114 039	–	129 869	162 083	170 490	170 490	–	161 333	177 108	196 428	
Expenditure By Type												
Employee related costs	2	10 513	–	55 327	59 406	61 192	61 192	–	58 957	62 606	67 674	35,21%
Remuneration of councillors		85	–	2 866	3 277	3 408	3 408	–	3 578	3 757	3 945	2,14%
Debt impairment	3	(61)	–	8 302	14 077	11 584	11 584	–	11 227	12 035	12 910	6,70%
Depreciation & asset impairment	2	2 406	–	–	11 192	9 336	9 336	–	12 231	12 843	13 485	7,30%
Finance charges		(176)	–	612	722	670	670	–	227	229	231	0,14%
Bulk purchases	2	25 861	–	25 263	40 200	40 200	40 200	–	45 725	51 920	58 940	27,31%
Other materials	8	958	–	1 747	4 082	3 683	3 683	–	5 822	6 426	6 871	3,48%
Contracted services		10 428	–	7 901	15 531	22 051	22 051	–	16 126	20 981	28 399	9,63%
Transfers and subsidies		2 052	–	2 379	558	308	308	–	470	494	518	0,28%
Other expenditure	4, 5	(18 735)	–	8 477	13 911	11 877	11 877	–	13 091	13 711	14 438	7,82%
Loss on disposal of PPE		–	–	–	–	–	–	–	–	–	–	0,00%
Total Expenditure		33 331	–	112 875	162 954	164 307	164 307	–	167 455	185 002	207 412	
Surplus/(Deficit)		80 708	–	16 994	(871)	6 183	6 183	–	(6 123)	(7 894)	(10 984)	

CAPITAL BUDGET

WC041 Kannaland - Table A5 Budgeted Capital Expenditure by vote, functional classification and funding

Vote Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand	1										
Capital expenditure - Vote											
Multi-year expenditure to be appropriated	2										
Vote 1 - MUNICIPAL MANAGER		–	–	–	–	–	–	–	80	–	–
Vote 2 - CORPORATE SERVICES		–	–	–	650	650	650	–	–	–	–
Vote 3 - FINANCIAL SERVICES		–	–	–	–	–	–	–	–	–	–
Vote 4 - TECHNICAL SERVICES		–	–	–	–	–	–	–	2 810	790	1 160
Capital multi-year expenditure sub-total		–	–	–	650	650	650	–	2 890	790	1 160
Single-year expenditure to be appropriated	2										
Vote 1 - MUNICIPAL MANAGER		–	–	–	–	–	–	–	80	–	–
Vote 2 - CORPORATE SERVICES		–	–	–	3 733	4 272	4 272	–	4 704	–	–
Vote 3 - FINANCIAL SERVICES		–	–	–	360	610	610	–	1 949	–	–
Vote 4 - TECHNICAL SERVICES		–	–	–	47 883	30 159	30 159	–	58 333	36 948	33 499
Capital single-year expenditure sub-total		–	–	–	51 976	35 042	35 042	–	65 066	36 948	33 499
Total Capital Expenditure - Vote	3,7	–	–	–	52 626	35 692	35 692	–	67 956	37 738	34 659
Capital Expenditure - Functional											
Governance and administration		16 708	–	84 695	360	610	610	–	2 359	–	–
Executive and council		(16 946)	–	(20 096)	–	–	–	–	160	–	–
Finance and administration		33 654	–	104 790	360	610	610	–	2 199	–	–
Internal audit		–	–	–	–	–	–	–	–	–	–
Community and public safety		7 637	–	(6 565)	4 383	4 922	4 922	–	5 454	–	–
Community and social services		3 184	–	(4 570)	700	650	650	–	4 145	–	–
Sport and recreation		5 012	–	745	3 105	3 595	3 595	–	1 309	–	–
Public safety		(584)	–	(943)	578	678	678	–	–	–	–
Housing		25	–	(1 797)	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–	–
Economic and environmental services		5 594	–	(5 766)	–	–	–	–	550	200	550
Planning and development		8	–	–	–	–	–	–	–	–	–
Road transport		5 587	–	(5 766)	–	–	–	–	550	200	550
Environmental protection		–	–	–	–	–	–	–	–	–	–
Trading services		(30 082)	–	(72 363)	47 883	30 159	30 159	–	60 623	37 548	34 119
Energy sources		(9 688)	–	(44 949)	3 345	3 520	3 520	–	1 356	2 130	2 130
Water management		(12 962)	–	(18 714)	26 538	24 437	24 437	–	28 617	30 468	31 789
Waste water management		(2 943)	–	(4 568)	18 000	2 202	2 202	–	30 650	4 950	200
Waste management		(4 489)	–	(4 131)	–	–	–	–	–	–	–
Other		143	–	–	–	–	–	–	–	–	–
Total Capital Expenditure - Functional	3,7	(0)	–	–	52 626	35 692	35 692	–	68 986	37 748	34 669
Funded by:											
National Government		10 166	–	(11 800)	47 658	25 633	25 633	–	59 721	36 938	33 489
Provincial Government		2 354	–	(874)	4 578	9 569	9 569	–	3 600	–	–
District Municipality		–	–	–	–	–	–	–	–	–	–
Other transfers and grants		–	–	–	–	–	–	–	–	–	–
Transfers recognised - capital	4	12 520	–	(12 674)	52 236	35 202	35 202	–	63 321	36 938	33 489
Public contributions & donations	5	–	–	–	–	–	–	–	–	–	–
Borrowing	6	–	–	–	–	–	–	–	–	–	–
Internally generated funds		–	–	(64)	390	490	490	–	5 665	810	1 180
Total Capital Funding	7	12 520	–	(12 739)	52 626	35 692	35 692	–	68 986	37 748	34 669

GRANT FUNDING

Subsidies & Transfers 2020-2011					88 514 000,00	105 568 760,00	86 211 033,00	88 045 000,00
					Original Budget			
Type	Project	Grant	Gazette	Dept	19-20	20-21	21-22	22-23
Opex		Equitable Share	All	National	28 147 000,00	29 803 000,00	31 659 000,00	33 315 000,00
Opex		FMG	CFO	National	2 215 000,00	2 647 000,00	2 911 000,00	3 132 000,00
Opex		Mun Syst Imp Grant (MSIG)	CFO	National		1 900 000,00	2 000 000,00	1 000 000,00
Opex		MIG - PMU	Public	National	513 550,00	511 650,00	536 200,00	554 150,00
Opex		EPWP	Public	National	1 184 000,00	1 171 000,00	-	-
Opex		WC - Fin Management Support	CFO	Provincial	330 000,00			
Opex		Human Settlement	Housing	Provincial	380 000,00	200 000,00	6 000 000,00	13 000 000,00
Opex		Fire kit	Housing	Provincial		2 402 760,00	2 643 033,00	
Opex		WC: Transport Infrastructure	Public	Provincial	50 000,00	50 000,00	50 000,00	50 000,00
Opex		WC Fin Mngmt Capacity Building	CFO	Provincial	380 000,00	401 000,00	-	-
Opex		Library (Replacement)	library	Provincial	2 826 000,00	3 049 000,00	3 216 000,00	3 393 000,00
Capex	Furniture & Equip : Bersig Bib Upgrading Bib Bersig	Library (Replacement)	library	Provincial	50 000,00			
Capex		Community Serv Library Grant	library	Provincial	650 000,00	1 000 000,00	-	-
Opex		Thusong Centre	hall	Provincial	-	-	146 000,00	-
Opex		communiy development workers	hall	Provincial		112 000,00	112 000,00	112 000,00
Opex		Fire Services Capacity Building	Fire	Provincial	252 000,00			
Capex		Fire Services Capacity Building	Fire	Provincial	578 000,00			
Capex	Drought Relief	Drought Relief	Water	Provincial	3 300 000,00	2 600 000,00	-	-
Capex	RBIG - Dam Reallocation	Regional Bulk Infrastructure	Water	National	10 000 000,00	-	-	-
Capex	RBIG - WWTW	Regional Bulk Infrastructure	Sewerage	National	15 000 000,00	30 000 000,00	4 750 000,00	
Capex	WSIG	Water Serv Infrastructure Grant	Water	National	10 000 000,00	20 000 000,00	20 000 000,00	20 960 000,00
Capex	INEG	INEG	Elec	National	2 901 000,00	-	2 000 000,00	2 000 000,00
Capex	MIG Projects	MIG - Capital	Public	National	9 757 450,00	9 721 350,00	10 187 800,00	10 528 850,00
		Total MIG (including PMU)			10 271 000,00	10 233 000,00	10 724 000,00	11 083 000,00
Opex		Equitable Share (Equit Share Formula)		National	26 533 000,00	28 189 000,00	29 980 000,00	31 566 000,00
Opex		Equitable Share (Rem for Councillors)		National	1 374 000,00	1 374 000,00	1 439 000,00	1 509 000,00
Opex		Equitable Share (Ward Committee)		National	240 000,00	240 000,00	240 000,00	240 000,00

PROPOSED TARIFFS

TRADING SERVICES:

Electricity 12%

Water 6%

Refuse 6.5%

Sanitation 8%

NON-TRADING SERVICES

Property Rates 8%