KAI !GARIB MUNICIPALITY

DRAFT BUDGET REPORT

MTREF 2021-2023

INDEX

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 and 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

KPI's – Key Performance Indicators. Measures of service output and/or outcome.

MFMA – The Municipal Finance Management Act – No. 53 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. Also includes details of the previous and current years' financial position.

Net Assets – Net assets are the residual interest in the assets of the entity after deducting all its liabilities. This means the net assets of the municipality equates to the "net wealth" of the municipality, after all assets were sold/recovered and all liabilities paid. Transactions which do not meet the definition of Revenue or Expenses, such as increases in values of Property, Plant and Equipment where there is no inflow or outflow of resources are accounted for in Net Assets.

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, spending without, or in excess of, an approved budget.

Virement – A transfer of budget.

Vote – One of the main segments of a budget. The structure is for reporting requirements and links the accounting performance both to the IDP and to the responsible officials.

PART 1 – ANNUAL BUDGET

Section 1 – Mayor's Report

Introduction:

It is with great pleasure that I present the 2020/2021 Draft Annual Budget to the Council for consideration.

With the Covid-19 pandemic among us, careful consideration must be taken to ensure that we as the municipality put all the necessary controls in place to ensure the safety of our staff and especially members of our communities. This pandemic will have long lasting effects on the municipality's economic and the ability to render services safely and effectively.

The budget tabled does not meet the requirements yet, however we strive towards a budget that complies with the latest budget regulations as well as the requirements of the National Treasury. The municipality continues to refine the budgeting processes, for which I must thank the Chief Financial Officer and her staff for the tremendous effort.

The assumptions the draft annual budget is based on, are fully disclosed in the executive summary of the draft budget documentation. Unfortunately, I must report that the municipality is in a dire cash flow position and unless drastic measures, including full cooperation from the Council and the Management team, are being taken, the municipality's sustainability is in serious doubt.

According to treasury requirements and previous circulars municipalities must adopt a conservative approach when projecting their expected revenues and cash receipts. Municipalities were also requested to pay particular attention to managing all revenue and cash streams effectively and carefully evaluate all spending decisions.

During the review of the financial status of the municipality undertaken in the drafting of the mid-year report and with the compilation of the Adjustment Budget, it became clear that further attention would have to be paid to managing the cash streams of the municipality more effectively and that all spending decisions will have to undergo even stricter evaluations to ensure that funds are spent only on necessities and that the spending is economic, efficient and effective.

Recommendations

It is recommended:

1) that the Council approves the Drat Annual Budget for the MTREF 2020/2021
2) That further investigation should take place with regard to cost reflective tariffs for the services rendered by the municipality.
3) That the Service Delivery Budget and Implementation Plan (SDBIP) be adjusted accordingly and approved in line with the legislative requirements

Section 2 - Budget Related Resolutions

DRAFT ANNUAL BUDGET 2020/2021

The resolution tabled at Council for consideration with approval of the adjustments budget is:

RECOMMENDATION:

a) That the Draft Annual Budget of KAI !GARIB Municipality for the MTREF 2020/2021 as set out in the summary be approved:

(i)	Total Revenue	R 263,958m
(ii)	Total Expenditure	R 257,649m
(iii)	Total Capital budget	R 27,296m

b) That it will be noted that there are no changes to any budget related policies.

c) That the Directors put control measures in place to prevent any over-expenditure on the Operational and Capital Budget.

d) That the Service Delivery Budget and Implementation Plan (SDBIP) be adjusted accordingly and be approved in line with the legislative requirements.

Section 3 – Executive Summary

Introduction

The Annual 2019/20 budget already indicated to us that the 2020/2021 will be a cash flow challenged year. During the midterm assessment the figures for the six months shows us that the challenge is going to be more serious and that immediately remedial actions need to be put into place.

Remedial actions like the following were recommended to Council with the tabling of the adjustment budget;

1. The constitution of a debt collection unit with the mandate to concentrate on the collection of debt by means of legal actions and at the same time the cleansing of data to support the debt collection efforts.
2. Stricter control over “out of control expenses” like, overtime and vehicle costs. Over time is being assessed on a weekly basis to limit it to “emergency over time” only. This process involves a mind shit from our employees to brake the previous culture and to think outside the box and in the process become more effective.

KGM will have to face the fact that the health of our cash flow will take medium to long term to recover considering material factors like the R343,470m outstanding creditors together with the current monthly struggle to honour the fixed commitments.

In order for Council to deliver with regard to service delivery serious actions from administration with the necessary support from Council is needed.

PAYMENT PECENTAGE

As indicated in the Section 72 report, the payment percentage drop since the National Lockdown was announced at the end of March this year. This gives direction towards 2020/2021 and will have a long-lasting effect on the economy. A percentage of 80 % was used for the 2020/2021 budget.

ELECTRICITY SERVICE

As to the Council during the last budget processes explained, the electricity services (commercial services) subsidized the other activities of the Council. The practice came under pressure over the past 10 years with the exceedingly increases for Eskom. Exceedingly increases granted Eskom on one side and tariffs municipalities on the other hand can pass on to consumers, constrained by NERSA. The municipality will apply for a tariff increase of 8.10% according to the latest Budget Circular.

WATER SERVICE

The potential for generating income from water is limited. KGM had been criticized because of the fact that the water tariffs are not cost reflective. The income in the draft budget is based on 6% tariff adjustments.

The consumption with regard to indigents were not considered for the income projection and an 80% payment percentage is used.

SEWERAGE SERVICE

The municipality has no other choice but to increase the service tariffs with 6%. Additional to that the tariff becomes a prepaid tariff. KGM is in the unfortunate situation where many of the older established neighbourhoods do not have waterborne sewerage. These neighbourhoods also are responsible for the majority of the Residential Rates income. KGM must start putting itself in a position to replace some of the dilapidated sewerage trucks in order to maintain service delivery.

REFUSE SERVICE

The situation in the different neighbourhoods is a testimony of the level of the service. KGM has no other choice but to increase the service tariffs with 6%. KGM must start putting itself in a position to replace some of the dilapidated refuse removal trucks in order to maintain service delivery.

ASSESMENT RATES

Property rate tariffs will increase with 6% for the 2020/2021 financial year.

EMPLOYEMENT COST

With regard to the employment cost the budget is based on the Collective agreement of the Bargaining Council issued on 16 August 2018

"*Employee related costs The South African Local Government Bargaining Council recently entered into a three-year Salary and Wage Collective Agreement for the period 01 July 2015 to 30 June 2018. The agreement reached is as follows:*

- *2018/19 Financial Year – 7 per cent*
- *2019/20 Financial Year – average CPI (Jan 2019) + 1,5 per cent*
- *2020/21 Financial Year – average CPI (Jan 2020) + 1,25 per cent*

CAPITAL BUDGET

The capital budget will comprise the following:

Municipal Infrastructure Grant (MIG): R22,290m

Integrated National Electrification Programme (INEP): R3,006m

Water Services Infrastructure Grant (WSIG): R2,000m

The planned capital projects are registered with the relative departments and will be started as soon as the Grants is received in the new financial year.

Section 3 – TABLES

NC082 !Kai! Garib - Table A1 Budget Summary

Description	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework		
R thousands	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
Financial Performance										
Property rates	**13,843**	17,614	13,730	22,739	22,739	21,374	20,153	19,750	20,935	22,191
Service charges	71,472	76,833	81,130	119,856	106,232	84,531	88,813	133,865	141,173	152,406
Investment revenue	17	262	130	217	217	108	151	247	278	307
Transfers recognised - operational	48,571	52,456	55,351	92,399	92,399	52,732	52,996	97,068	104,541	113,154
Other own revenue	8,516	9,539	11,634	23,165	23,165	17,507	16,588	13,028	14,767	15,043
Total Revenue (excluding capital transfers and contributions)	142,419	156,704	161,976	258,376	244,752	176,253	178,701	263,959	281,693	303,101
Employee costs	62,612	78,422	86,266	116,165	110,365	86,631	81,508	115,190	121,750	128,479
Remuneration of councillors	5,009	4,704	4,961	5,204	7,616	5,163	5,157	7,930	8,545	9,455
Depreciation & asset impairment	35,682	72,545	44,136	–	4,650	–	–	90	80	75
Finance charges	997	2,320	2,913	18,625	8,625	5,826	6,959	21,647	33,223	41,215
Materials and bulk purchases	41,395	45,543	52,213	66,740	70,853	32,925	25,662	74,430	76,220	78,725
Transfers and grants	11,121	10,908	9,577	–	–	–	–	–	–	–
Other expenditure	43,255	38,820	48,144	51,642	39,077	39,130	32,984	38,362	39,301	42,379
Total Expenditure	200,070	253,261	248,211	258,376	241,187	169,674	152,271	257,649	279,119	300,328
Surplus/(Deficit)	(57,651)	(96,557)	(86,235)	–	3,565	6,578	26,430	6,310	2,574	2,774
Transfers recognised - capital	25,081	27,816	25,077	31,295	14,395	9,483	15,289	27,296	32,911	46,097
Contributions recognised - capital & contributed a	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	(32,571)	(68,741)	(61,158)	31,295	17,961	16,062	41,719	33,606	35,485	48,871
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) for the year	(32,571)	(68,741)	(61,158)	31,295	17,961	16,062	41,719	33,606	35,485	48,871
Capital expenditure & funds sources										
Capital expenditure	**62,441**	53,396	53,407	31,295	17,895	9,483	15,289	27,296	32,911	46,097
Transfers recognised - capital	**22,666**	27,816	25,077	31,295	17,895	9,483	15,289	27,296	32,911	46,097
Public contributions & donations	**–**	–	–	–	–	–	–	–	–	–
Borrowing	**–**	–	–	–	–	–	–	–	–	–
Internally generated funds	**39,774**	25,580	28,330	–	–	–	–	–	–	–
Total sources of capital funds	**62,441**	53,396	53,407	31,295	17,895	9,483	15,289	27,296	32,911	46,097
Financial position										
Total current assets	**36,432**	40,185	40,973	53,322	36,133	76,249	91,269	80,271	66,502	76,139
Total non current assets	**821,512**	852,186	834,526	769,254	790,885	842,163	857,610	759,972	794,476	771,588
Total current liabilities	**50,170**	88,783	126,189	34,329	98,829	123,377	158,819	44,289	32,182	30,793
Total non current liabilities	**54,309**	59,302	66,182	60,651	66,182	66,182	65,750	62,139	64,078	67,912
Community wealth/Equity	**753,465**	744,285	683,128	727,596	662,007	728,852	724,311	733,814	764,717	749,021
Cash flows										
Net cash from (used) operating	**69,471**	(4,976)	64,556	(3,699)	17,154	(24,133)	34,245	29,705	27,082	27,368
Net cash from (used) investing	**4,197**	(101,313)	(112,181)	(79,232)	2,055	(118,747)	(131,601)	(27,229)	(32,911)	(46,097)
Net cash from (used) financing	**12,053**	(2,750)	787	(216)	895	(255)	(683)	–	–	–
Cash/cash equivalents at the year end	**51,591**	(94,480)	(84,582)	(79,812)	24,515	(142,011)	(96,915)	13,941	8,113	(10,616)
Cash backing/surplus reconciliation										
Cash and investments available	**14,626**	(37,676)	1,191	3,657	3,558	(1,172)	11,533	2,984	3,865	4,141
Application of cash and investments	**18,690**	4,690	84,418	(1,990)	62,210	57,970	89,049	(43,250)	(34,551)	(46,283)
Balance - surplus (shortfall)	**(4,064)**	(42,366)	(83,228)	5,647	(58,652)	(59,142)	(77,516)	46,234	38,416	50,423
Asset management										
Asset register summary (WDV)	**815,380**	846,477	833,996	764,384	786,015	840,857	754,723	754,723	789,687	767,017
Depreciation & asset impairment	**35,682**	72,545	44,136	–	4,650	–	90	90	80	75
Renewal of Existing Assets	**–**	–	–	–	–	–	–	–	–	–
Repairs and Maintenance	**3,597**	5,077	2,788	2,140	2,094	2,456	2,094	2,094	2,183	2,248

NC082 !Kai! Garib - Table A2 Budgeted Financial Performance (revenue and expenditure by standard classification)

Standard Classification 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	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
Revenue - Standard										
Governance and administration		**82,634**	**62,892**	**78,211**	**90,663**	**85,924**	**83,737**	**94,342**	**91,863**	**95,996**
Executive and council		705	2,351	2	3,280	3,280	888	3,852	3,430	3,584
Budget and treasury office		81,919	60,531	78,132	87,371	82,644	82,842	90,490	88,421	92,399
Corporate services		10	9	77	12	–	6	–	13	13
Community and public safety		**787**	**2,835**	**2,651**	**254**	**380**	**278**	**380**	**265**	**278**
Community and social services		780	821	1,205	254	378	277	378	265	278
Sport and recreation		8	2,013	1,443	–	2	1	2	–	–
Public safety		–	0	3	0	–	0	–	0	0
Housing		–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–
Economic and environmental services		**4,663**	**9,580**	**22,916**	**30,075**	**22,232**	**16,797**	**21,844**	**31,147**	**32,654**
Planning and development		4,663	9,580	22,916	30,075	22,232	16,797	21,844	31,147	32,654
Road transport		–	–	–	–	–	–	–	–	–
Environmental protection		–	–	–	–	–	–	–	–	–
Trading services		**79,415**	**109,214**	**83,274**	**168,679**	**150,611**	**84,924**	**174,689**	**191,329**	**220,270**
Electricity		52,742	63,842	57,023	143,966	133,982	59,214	155,544	165,578	193,265
Water		13,610	22,125	13,420	11,601	7,925	12,321	6,795	12,088	12,677
Waste water management		7,715	13,624	7,544	7,975	5,600	7,977	6,885	8,310	8,715
Waste management		5,349	9,623	5,288	5,137	3,104	5,413	5,465	5,352	5,613
Other	4	–	–	–	–	–	–	–	–	–
Total Revenue - Standard	2	**167,499**	**184,520**	**187,053**	**289,671**	**259,147**	**185,736**	**291,255**	**314,604**	**349,198**
Expenditure - Standard										
Governance and administration		**95,764**	**145,297**	**110,871**	**50,717**	**59,600**	**66,384**	**60,052**	**57,958**	**60,898**
Executive and council		15,249	15,369	13,822	11,386	16,493	14,308	15,981	12,605	13,171
Budget and treasury office		68,700	116,505	80,199	25,691	24,582	35,186	24,504	28,745	30,084
Corporate services		11,816	13,423	16,850	13,641	18,524	16,890	19,566	16,608	17,643
Community and public safety		**9,397**	**13,163**	**12,680**	**9,440**	**14,481**	**12,847**	**14,067**	**10,940**	**11,523**
Community and social services		5,991	8,591	9,558	7,094	11,896	10,155	11,282	7,998	8,385
Sport and recreation		2,545	3,464	2,064	1,488	1,652	1,712	1,778	1,850	1,973
Public safety		1	–	–	–	–	–	–	–	–
Housing		–	107	346	369	350	395	378	475	507
Health		859	1,001	712	490	584	584	629	616	658
Economic and environmental services		**10,751**	**16,117**	**17,562**	**20,842**	**19,019**	**21,059**	**21,603**	**24,553**	**25,881**
Planning and development		3,266	6,094	9,232	13,868	10,129	12,389	12,147	15,856	16,662
Road transport		7,485	10,023	8,330	6,975	8,890	8,669	9,456	8,697	9,219
Environmental protection		–	–	–	–	–	–	–	–	–
Trading services		**84,158**	**78,684**	**107,098**	**177,377**	**148,087**	**69,385**	**161,928**	**185,668**	**202,025**
Electricity		57,273	43,529	60,666	141,004	115,019	31,505	126,714	142,299	156,248
Water		12,853	18,073	18,320	19,091	17,658	20,251	18,720	22,982	24,215
Waste water management		6,181	7,485	17,751	7,202	6,197	7,265	6,597	8,382	8,848
Waste management		7,851	9,597	10,361	10,080	9,213	10,364	9,897	12,005	12,714
Other	4	–	–	–	–	–	–	–	–	–
Total Expenditure - Standard	3	**200,070**	**253,261**	**248,211**	**258,376**	**241,187**	**169,674**	**257,649**	**279,119**	**300,328**
Surplus/(Deficit) for the year		**(32,571)**	**(68,741)**	**(61,158)**	**31,295**	**17,961**	**16,062**	**33,606**	**35,485**	**48,871**

NC082 !Kai! Garib - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
Revenue by Vote	1									
Vote 1 - EXECUTIVE AND COUNCIL		705	2,351	2	3,280	3,280	888	3,852	3,430	3,584
Vote 2 - BUDGET AND TREASURY		81,919	60,531	78,132	87,371	82,644	82,842	91,760	88,421	92,399
Vote 3 - CORPORATE SERVICES		10	9	77	12	–	6	–	13	13
Vote 4 - COMMUNITY AND SOCIAL SERVICES		1,252	1,524	2,137	8,437	676	7,465	676	8,791	9,219
Vote 5 - TECHNICAL AND ENGINERING SERVICES		79,476	111,320	84,910	168,788	150,762	85,050	173,569	191,442	220,389
Vote 6 - PLANNING AND DEVELOPMENT		4,137	8,784	21,795	21,784	21,786	9,484	21,397	22,508	23,594
Vote 7 -		–	–	–	–	–	–	–	–	–
Vote 8 -		–	–	–	–	–	–	–	–	–
Vote 9 -		–	–	–	–	–	–	–	–	–
Vote 10 -		–	–	–	–	–	–	–	–	–
Vote 11 -		–	–	–	–	–	–	–	–	–
Vote 12 -		–	–	–	–	–	–	–	–	–
Vote 13 -		–	–	–	–	–	–	–	–	–
Vote 14 -		–	–	–	–	–	–	–	–	–
Vote 15 -		–	–	–	–	–	–	–	–	–
Total Revenue by Vote	2	**167,499**	**184,520**	**187,053**	**289,671**	**259,147**	**185,736**	**291,255**	**314,604**	**349,198**
Expenditure by Vote *to be appropriated*	1									
Vote 1 - EXECUTIVE AND COUNCIL		15,249	15,369	13,822	11,386	16,493	14,308	15,981	12,605	13,171
Vote 2 - BUDGET AND TREASURY		68,700	116,505	80,199	25,691	24,582	35,186	24,504	28,745	30,084
Vote 3 - CORPORATE SERVICES		11,816	13,423	16,850	13,641	18,524	16,890	19,566	16,608	17,643
Vote 4 - COMMUNITY AND SOCIAL SERVICES		4,391	5,303	5,576	10,737	5,460	8,084	4,917	11,903	12,444
Vote 5 - TECHNICAL AND ENGINERING SERVICES		98,450	98,494	125,291	190,532	167,887	87,647	182,562	201,371	218,604
Vote 6 - PLANNING AND DEVELOPMENT		1,465	4,168	6,473	6,390	8,240	7,559	10,118	7,886	8,382
Vote 7 -		–	–	–	–	–	–	–	–	–
Vote 8 -		–	–	–	–	–	–	–	–	–
Vote 9 -		–	–	–	–	–	–	–	–	–
Vote 10 -		–	–	–	–	–	–	–	–	–
Vote 11 -		–	–	–	–	–	–	–	–	–
Vote 12 -		–	–	–	–	–	–	–	–	–
Vote 13 -		–	–	–	–	–	–	–	–	–
Vote 14 -		–	–	–	–	–	–	–	–	–
Vote 15 -		–	–	–	–	–	–	–	–	–
Total Expenditure by Vote	2	**200,070**	**253,261**	**248,211**	**258,376**	**241,187**	**169,674**	**257,649**	**279,119**	**300,328**
Surplus/(Deficit) for the year	2	**(32,571)**	**(68,741)**	**(61,158)**	**31,295**	**17,961**	**16,062**	**33,606**	**35,485**	**48,871**

NC082 !Kai! Garib - 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
Revenue By Source											
Property rates	2	11,017	14,318	13,588	22,739	22,739	20,273	20,152	19,750	20,935	22,191
Property rates - penalties & collection charges		2,825	3,297	142	–	–	1,101	1	–	–	–
Service charges - electricity revenue	2	50,115	53,325	55,750	81,073	78,557	58,954	63,491	90,625	95,338	103,821
Service charges - water revenue	2	11,134	11,898	12,607	17,627	15,166	12,253	12,906	20,818	22,067	23,391
Service charges - sanitation revenue	2	6,101	6,907	7,544	12,240	7,246	7,977	7,298	12,971	13,749	14,574
Service charges - refuse revenue	2	4,122	4,702	5,230	8,916	5,264	5,347	5,118	9,451	10,018	10,619
Service charges - other		–	–	–	–	–	–	–	–	–	–
Rental of facilities and equipment		115	157	204	385	385	195	199	534	566	600
Interest earned - external investments		17	262	130	217	217	108	151	247	278	307
Interest earned - outstanding debtors		7,481	7,907	9,445	20,738	20,738	9,268	10,133	10,823	12,420	12,505
Dividends received		–	–	–	–	–	–	–	–	–	–
Fines		139	84	128	62	62	87	72	115	127	132
Licences and permits		–	–	–	670	670	–	–	685	702	754
Agency services		425	774	953	210	210	7,199	5,168	212	241	288
Transfers recognised - operational		48,571	52,456	55,351	92,399	92,399	52,732	52,996	97,068	104,541	113,154
Other revenue	2	356	618	905	1,100	1,100	758	615	660	711	765
Gains on disposal of PPE		–	–	–	–	–	–	400	–	–	–
Total Revenue (excluding capital transfers and contributions)		**142,419**	**156,704**	**161,976**	**258,376**	**244,752**	**176,253**	**178,701**	**263,959**	**281,693**	**303,101**
Expenditure By Type											
Employee related costs	2	62,612	78,422	86,266	116,165	110,365	86,631	81,508	115,190	121,750	128,479
Remuneration of councillors		5,009	4,704	4,961	5,204	7,616	5,163	5,157	7,930	8,545	9,455
Debt impairment	3	13,759	(2,928)	15,719	13,811	13,811	8,250	–	7,760	7,757	7,779
Depreciation & asset impairment	2	35,682	72,545	44,136	–	4,650	–	–	90	80	75
Finance charges		997	2,320	2,913	18,625	8,625	5,826	6,959	21,647	33,223	41,215
Bulk purchases	2	37,798	40,466	49,425	62,522	66,635	30,469	23,093	73,000	75,500	78,000
Other materials	8	3,597	5,077	2,788	4,218	4,218	2,456	2,570	1,430	720	725
Contracted services		7,880	10,505	10,571	14,876	11,763	11,444	14,786	8,380	6,955	7,559
Transfers and grants		11,121	10,908	9,577	–	–	–	–	–	–	–
Other expenditure	4, 5	21,616	28,825	21,854	22,955	13,503	19,436	18,198	22,222	24,589	27,041
Loss on disposal of PPE		–	2,419	–	–	–	–	–	–	–	–
Total Expenditure		**200,070**	**253,261**	**248,211**	**258,376**	**241,187**	**169,674**	**152,271**	**257,649**	**279,119**	**300,328**
Surplus/(Deficit)		**(57,651)**	**(96,557)**	**(86,235)**	**–**	**3,565**	**6,578**	**26,430**	**6,310**	**2,574**	**2,774**
Transfers recognised - capital		25,081	27,816	25,077	31,295	14,395	9,483	15,289	27,296	32,911	46,097
Contributions recognised - capital	6	–	–	–	–	–	–	–	–	–	–
Contributed assets		–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions		**(32,571)**	**(68,741)**	**(61,158)**	**31,295**	**17,961**	**16,062**	**41,719**	**33,606**	**35,485**	**48,871**
Taxation		–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after taxation		**(32,571)**	**(68,741)**	**(61,158)**	**31,295**	**17,961**	**16,062**	**41,719**	**33,606**	**35,485**	**48,871**
Attributable to minorities		–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) attributable to municipality		**(32,571)**	**(68,741)**	**(61,158)**	**31,295**	**17,961**	**16,062**	**41,719**	**33,606**	**35,485**	**48,871**
Share of surplus/ (deficit) of associate	7	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) for the year		**(32,571)**	**(68,741)**	**(61,158)**	**31,295**	**17,961**	**16,062**	**41,719**	**33,606**	**35,485**	**48,871**

NC082 !Kai! Garib - Table A5 Budgeted Capital Expenditure by vote, standard classification and funding

Vote 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
Capital expenditure - Vote											
Multi-year expenditure *to be appropriated*	2										
Vote 1 - EXECUTIVE AND COUNCIL		–	–	–	–	–	–	–	–	–	–
Vote 2 - BUDGET AND TREASURY		–	–	–	–	–	–	–	–	–	–
Vote 3 - CORPORATE SERVICES		–	–	–	–	–	–	–	–	–	–
Vote 4 - COMMUNITY AND SOCIAL SERVICES		–	–	–	–	–	–	–	–	–	–
Vote 5 - TECHNICAL AND ENGINERING SERVICES		–	–	–	–	–	–	–	–	–	–
Vote 6 - PLANNING AND DEVELOPMENT		–	–	–	–	–	–	–	–	–	–
Vote 7 -		–	–	–	–	–	–	–	–	–	–
Vote 8 -		–	–	–	–	–	–	–	–	–	–
Vote 9 -		–	–	–	–	–	–	–	–	–	–
Vote 10 -		–	–	–	–	–	–	–	–	–	–
Vote 11 -		–	–	–	–	–	–	–	–	–	–
Vote 12 -		–	–	–	–	–	–	–	–	–	–
Vote 13 -		–	–	–	–	–	–	–	–	–	–
Vote 14 -		–	–	–	–	–	–	–	–	–	–
Vote 15 -		–	–	–	–	–	–	–	–	–	–
Capital multi-year expenditure sub-total	7	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Single-year expenditure *to be appropriated*	2										
Vote 1 - EXECUTIVE AND COUNCIL		–	–	–	–	–	–	3	–	–	–
Vote 2 - BUDGET AND TREASURY		39,774	2,370	2,170	–	–	38	39	–	–	–
Vote 3 - CORPORATE SERVICES		–	–	–	–	–	63	158	–	–	–
Vote 4 - COMMUNITY AND SOCIAL SERVICES		–	–	–	–	–	16	289	–	–	–
Vote 5 - TECHNICAL AND ENGINERING SERVICES		22,666	51,026	51,238	31,295	17,895	8,687	9,642	27,296	32,911	46,097
Vote 6 - PLANNING AND DEVELOPMENT		–	–	–	–	–	679	5,158	–	–	–
Vote 7 -		–	–	–	–	–	–	–	–	–	–
Vote 8 -		–	–	–	–	–	–	–	–	–	–
Vote 9 -		–	–	–	–	–	–	–	–	–	–
Vote 10 -		–	–	–	–	–	–	–	–	–	–
Vote 11 -		–	–	–	–	–	–	–	–	–	–
Vote 12 -		–	–	–	–	–	–	–	–	–	–
Vote 13 -		–	–	–	–	–	–	–	–	–	–
Vote 14 -		–	–	–	–	–	–	–	–	–	–
Vote 15 -		–	–	–	–	–	–	–	–	–	–
Capital single-year expenditure sub-total		**62,441**	**53,396**	**53,407**	**31,295**	**17,895**	**9,483**	**15,289**	**27,296**	**32,911**	**46,097**
Total Capital Expenditure - Vote		**62,441**	**53,396**	**53,407**	**31,295**	**17,895**	**9,483**	**15,289**	**27,296**	**32,911**	**46,097**
Capital Expenditure - Standard											
Governance and administration		**39,774**	**2,370**	**2,170**	**–**	**–**	**101**	**200**	**–**	**–**	**–**
Executive and council		–	–	–	–	–	–	3	–	–	–
Budget and treasury office		39,774	2,370	2,170	–	–	38	39	–	–	–
Corporate services		–	–	–	–	–	63	158	–	–	–
Community and public safety		**–**	**–**	**–**	**–**	**–**	**16**	**289**	**–**	**–**	**–**
Community and social services		–	–	–	–	–	16	289	–	–	–
Sport and recreation		–	–	–	–	–	–	–	–	–	–
Public safety		–	–	–	–	–	–	–	–	–	–
Housing		–	–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–	–
Economic and environmental services		**16,152**	**12,870**	**14,140**	**–**	**–**	**685**	**5,165**	**–**	**–**	**–**
Planning and development		–	–	–	–	–	679	5,158	–	–	–
Road transport		16,152	12,870	14,140	–	–	6	6	–	–	–
Environmental protection		–	–	–	–	–	–	–	–	–	–
Trading services		**6,514**	**38,156**	**37,098**	**31,295**	**17,895**	**8,681**	**9,636**	**27,296**	**32,911**	**46,097**
Electricity		–	11,215	15,201	–	–	–	–	3,006	2,000	6,000
Water		6,514	23,874	21,897	31,295	17,895	8,559	9,464	24,290	30,911	40,097
Waste water management		–	–	–	–	–	122	172	–	–	–
Waste management		–	3,068	–	–	–	–	–	–	–	–
Other		–	–	–	–	–	–	–	–	–	–
Total Capital Expenditure - Standard	3	**62,441**	**53,396**	**53,407**	**31,295**	**17,895**	**9,483**	**15,289**	**27,296**	**32,911**	**46,097**
Funded by:											
National Government		22,666	27,816	25,077	31,295	17,895	9,483	15,289	27,296	32,911	46,097
Provincial Government		–	–	–	–	–	–	–	–	–	–
District Municipality		–	–	–	–	–	–	–	–	–	–
Other transfers and grants		–	–	–	–	–	–	–	–	–	–
Transfers recognised - capital	4	**22,666**	**27,816**	**25,077**	**31,295**	**17,895**	**9,483**	**15,289**	**27,296**	**32,911**	**46,097**
Public contributions & donations	5	–	–	–	–	–	–	–	–	–	–
Borrowing	6	–	–	–	–	–	–	–	–	–	–
Internally generated funds		39,774	25,580	28,330	–	–	–	–	–	–	–
Total Capital Funding	7	**62,441**	**53,396**	**53,407**	**31,295**	**17,895**	**9,483**	**15,289**	**27,296**	**32,911**	**46,097**

NC082 !Kai! Garib - Table A6 Budgeted Financial Position

Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework		
R thousand		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
ASSETS											
Current assets											
Cash		14,857	2,404	1,651	3,590	2,689	3,582	11,466	2,984	3,865	4,141
Call investment deposits	1	67	67	67	67	869	67	67	–	–	–
Consumer debtors	1	19,575	29,974	35,231	47,235	30,395	70,831	77,824	71,530	60,148	69,449
Other debtors		–	5,679	2,297	–	–	–	–	4,219	–	–
Current portion of long-term receivables		1,047	1,037	802	998	1,211	802	802	890	982	960
Inventory	2	887	1,023	925	1,432	969	967	1,110	648	1,506	1,590
Total current assets		**36,432**	**40,185**	**40,973**	**53,322**	**36,133**	**76,249**	**91,269**	**80,271**	**66,502**	**76,139**
Non current assets											
Long-term receivables		6,132	5,709	530	4,870	4,870	1,306	1,070	5,249	4,789	4,571
Investments		–	–	–	–	–	–	–	–	–	–
Investment property		1,134	1,200	1,300	1,300	1,400	1,300	1,300	1,400	1,500	1,700
Investment in Associate		–	–	–	–	–	–	–	–	–	–
Property, plant and equipment	3	814,186	845,177	832,620	763,042	784,563	839,448	855,131	753,236	788,121	765,231
Agricultural		–	–	–	–	–	–	–	–	–	–
Biological		–	–	–	–	–	–	–	–	–	–
Intangible		60	100	75	42	52	109	109	87	66	85
Other non-current assets		–	–	–	–	–	–	–	–	–	–
Total non current assets		**821,512**	**852,186**	**834,526**	**769,254**	**790,885**	**842,163**	**857,610**	**759,972**	**794,476**	**771,588**
TOTAL ASSETS		**857,944**	**892,370**	**875,499**	**822,576**	**827,019**	**918,412**	**948,879**	**840,243**	**860,977**	**847,727**
LIABILITIES											
Current liabilities											
Bank overdraft	1	298	40,147	527	–	–	4,821	–	–	–	–
Borrowing	4	2,982	2,675	4,245	2,382	3,182	3,960	3,960	4,287	2,341	2,303
Consumer deposits		1,536	1,592	1,629	1,700	1,689	1,659	1,664	1,620	1,750	1,800
Trade and other payables	4	44,734	38,770	117,222	24,469	86,933	110,371	150,629	32,487	21,880	20,014
Provisions		621	5,598	2,566	5,778	7,026	2,566	2,566	5,895	6,211	6,677
Total current liabilities		**50,170**	**88,783**	**126,189**	**34,329**	**98,829**	**123,377**	**158,819**	**44,289**	**32,182**	**30,793**
Non current liabilities											
Borrowing		10,245	7,737	6,681	6,876	6,681	6,681	6,248	5,872	6,608	6,350
Provisions		44,063	51,565	59,501	53,775	59,501	59,501	59,501	56,267	57,470	61,563
Total non current liabilities		**54,309**	**59,302**	**66,182**	**60,651**	**66,182**	**66,182**	**65,750**	**62,139**	**64,078**	**67,912**
TOTAL LIABILITIES		**104,479**	**148,085**	**192,371**	**94,980**	**165,012**	**189,560**	**224,569**	**106,428**	**96,260**	**98,706**
NET ASSETS	5	**753,465**	**744,285**	**683,128**	**727,596**	**662,007**	**728,852**	**724,311**	**733,814**	**764,717**	**749,021**
COMMUNITY WEALTH/EQUITY											
Accumulated Surplus/(Deficit)		753,465	744,285	683,128	727,596	662,007	728,852	724,311	733,814	764,717	749,021
Reserves	4	–	–	–	–	–	–	–	–	–	–
Minorities' interests		–	–	–	–	–	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	5	**753,465**	**744,285**	**683,128**	**727,596**	**662,007**	**728,852**	**724,311**	**733,814**	**764,717**	**749,021**

NC082 !Kai! Garib - Table A7 Budgeted Cash Flows

Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework		
R thousand		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
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates, penalties & collection charges		76,075	7,215	8,473	6,705	22,685	(3,863)	(7,676)	19,750	20,935	22,191
Service charges		71,472	76,833	81,130	80,642	82,300	84,531	88,813	133,865	141,173	152,406
Other revenue		1,035	1,632	2,190	9,154	1,675	8,240	6,054	2,205	2,347	2,538
Government - operating	1	48,571	52,456	55,351	56,332	50,712	52,732	52,996	97,068	104,541	113,154
Government - capital	1	25,081	27,816	25,077	23,284	24,214	9,483	15,289	23,395	24,508	24,594
Interest		7,499	8,169	9,575	7,920	11,200	9,376	10,284	11,070	12,698	12,812
Dividends		–	–	–	–	–	–	–	–	–	–
Payments											
Suppliers and employees		(148,143)	(165,869)	(104,749)	(180,177)	(168,303)	(168,444)	(109,793)	(241,509)	(264,407)	(284,990)
Finance charges		(997)	(2,320)	(2,913)	(1,820)	–	(5,826)	(6,959)	(7,760)	(7,757)	(7,779)
Transfers and Grants	1	(11,121)	(10,908)	(9,577)	(5,739)	(7,329)	(10,362)	(14,764)	(8,380)	(6,955)	(7,559)
NET CASH FROM/(USED) OPERATING ACTIVITIES		**69,471**	**(4,976)**	**64,556**	**(3,699)**	**17,154**	**(24,133)**	**34,245**	**29,705**	**27,082**	**27,368**
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE		–	2,419	–	–	–	–	400	–	–	–
Decrease (Increase) in non-current debtors		4,197	424	5,179	551	–	(776)	(540)	–	–	–
Decrease (increase) other non-current receivables		–	–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current investments		–	–	–	–	3,591	–	–	67	–	–
Payments											
Capital assets		–	(104,156)	(117,360)	(79,783)	(1,536)	(117,971)	(131,460)	(27,296)	(32,911)	(46,097)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**4,197**	**(101,313)**	**(112,181)**	**(79,232)**	**2,055**	**(118,747)**	**(131,601)**	**(27,229)**	**(32,911)**	**(46,097)**
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans		(1,047)	10	235	12	–	–	–	–	–	–
Borrowing long term/refinancing		13,084	–	1,571	–	1,311	0	–	–	–	–
Increase (decrease) in consumer deposits		16	56	37	100	89	30	35	–	–	–
Payments											
Repayment of borrowing		–	(2,815)	(1,056)	(328)	(506)	(285)	(718)	–	–	–
NET CASH FROM/(USED) FINANCING ACTIVITIES		**12,053**	**(2,750)**	**787**	**(216)**	**895**	**(255)**	**(683)**	**–**	**–**	**–**
NET INCREASE/ (DECREASE) IN CASH HELD		**85,721**	**(109,039)**	**(46,839)**	**(83,147)**	**20,103**	**(143,135)**	**(98,038)**	**2,476**	**(5,829)**	**(18,729)**
Cash/cash equivalents at the year begin:	2	**(34,130)**	**14,559**	**(37,743)**	**3,335**	**4,412**	**1,124**	**1,124**	**11,466**	**13,941**	**8,113**
Cash/cash equivalents at the year end:	2	**51,591**	**(94,480)**	**(84,582)**	**(79,812)**	**24,515**	**(142,011)**	**(96,915)**	**13,941**	**8,113**	**(10,616)**

NC082 !Kai! Garib - Table A8 Cash backed reserves/accumulated surplus reconciliation

Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework		
R thousand		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
Cash and investments available											
Cash/cash equivalents at the year end	1	51,591	(94,480)	(84,582)	(79,812)	24,515	(142,011)	(96,915)	13,941	8,113	(10,616)
Other current investments > 90 days		(36,965)	56,804	85,772	83,469	(20,957)	140,839	108,447	(10,957)	(4,248)	14,757
Non current assets - Investments	1	–	–	–	–	–	–	–	–	–	–
Cash and investments available:		**14,626**	**(37,676)**	**1,191**	**3,657**	**3,558**	**(1,172)**	**11,533**	**2,984**	**3,865**	**4,141**
Application of cash and investments											
Unspent conditional transfers		6,922	4,830	6,169	–	2,169	6,169	6,169	–	–	–
Unspent borrowing		–	–	–	–	–	–		–	–	–
Statutory requirements	2										
Other working capital requirements	3	11,769	(139)	78,249	(1,990)	60,041	51,801	82,880	(43,250)	(34,551)	(46,283)
Other provisions											
Long term investments committed	4	–	–	–	–	–	–	–	–	–	–
Reserves to be backed by cash/investments	5										
Total Application of cash and investments:		**18,690**	**4,690**	**84,418**	**(1,990)**	**62,210**	**57,970**	**89,049**	**(43,250)**	**(34,551)**	**(46,283)**
Surplus(shortfall)		**(4,064)**	**(42,366)**	**(83,228)**	**5,647**	**(58,652)**	**(59,142)**	**(77,516)**	**46,234**	**38,416**	**50,423**

NC082 !Kai! Garib - Supporting Table SA13a Service Tariffs by category

Description	Ref	Provide description of tariff structure where appropriate	2016/17	2017/18	2018/19	Current Year 2019/20	2020/21 Medium Term Revenue & Expenditure Framework		
							Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
Property rates *(rate in the Rand)*	1								
Residential properties			0.006502	0.006957	0.007374	0.007817	0.008286	0.008783	0.009310
Residential properties - vacant land			0.006502	0.006957	0.014748	0.015633	0.016571	0.017565	0.018619
Formal/informal settlements			0.006502	0.006957	0.007374	0.007817	0.008286	0.008783	0.009310
Small holdings			0.006502	0.006957	0.007374	0.007817	0.008286	0.008783	0.009310
Farm properties - used			0.001625	0.001739	0.001844	0.001954	0.002071	0.002195	0.002327
Farm properties - not used			0.001625	0.001739	0.001844	0.001954	0.002071	0.002195	0.002327
Industrial properties			0.006502	0.006957	0.007374	0.007817	0.008286	0.008783	0.009310
Business and commercial properties			0.006502	0.006957	0.007374	0.007817	0.008286	0.008783	0.009310
Communal land - residential									
Communal land - small holdings									
Communal land - farm property									
Communal land - business and commercial									
Communal land - other									
State-owned properties			0.020871	0.023376	0.024778	0.026265	0.027841	0.029511	0.031282
Municipal properties									
Public service infrastructure			0.020871	0.023376	0.024778	0.026265	0.027841	0.029511	0.031282
Privately owned towns serviced by the owner									
State trust land			0.020871	0.023376	0.024778	0.026265	0.027841	0.029511	0.031282
Restitution and redistribution properties									
Protected areas									
National monuments properties									
Exemptions, reductions and rebates *(Rands)*									
Residential properties									
R15 000 threshhold rebate			20,000	20,000	20,000	20,000	20,000	20,000	20,000
General residential rebate									
Indigent rebate or exemption		First R100,000 on Valuation	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Pensioners/social grants rebate or exemption									
Temporary relief rebate or exemption									
Bona fide farmers rebate or exemption									
Other rebates or exemptions	2								
Water tariffs									
Domestic									
Basic charge/fixed fee *(Rands/month)*			57.50	69.00	73.13	77.53	82.18	87.11	92.34
Service point - vacant land *(Rands/month)*			57.50	69.00	73.13	77.53	82.18	87.11	92.34
Water usage - flat rate tariff *(c/kl)*			99.53	109.48	116.05	123.01	130.39	138.21	146.51
Water usage - life line tariff		(describe structure)							
Water usage - Block 1 (c/kl)		0-6kl	5.01	6.01	6.37	6.76	7.17	7.60	8.06
Water usage - Block 2 (c/kl)		7-20kl	4.42	5.53	5.86	6.21	6.58	6.97	7.39
Water usage - Block 3 (c/kl)		21-30kl	5.00	6.00	6.36	6.75	7.16	7.59	8.04
Water usage - Block 4 (c/kl)		31-50kl	5.49	6.59	6.98	7.40	7.84	8.31	8.81
Other	2	Above 50kl	6.48	7.77	8.24	8.73	9.25	9.81	10.39
Waste water tariffs									
Domestic									
Basic charge/fixed fee *(Rands/month)*			127.08	152.49	161.64	171.34	181.62	192.52	204.07
Service point - vacant land *(Rands/month)*									
Waste water - flat rate tariff *(c/kl)*									
Volumetric charge - Block 1 (c/kl)		Residential	127.08	152.49	161.64	171.34	181.62	192.52	204.07
Volumetric charge - Block 2 (c/kl)		Churches	127.08	152.49	161.64	171.34	181.62	192.52	204.07
Volumetric charge - Block 3 (c/kl)		Small Businesses	372.31	446.77	473.58	501.99	532.11	564.04	597.88
Volumetric charge - Block 4 (c/kl)		Schools	2,332.55	2,799.06	2,967.01	3,145.03	3,333.73	3,533.75	3,745.78
Other	2	Hospitals	5,091.24	6,109.49	6,476.06	6,864.62	7,276.50	7,713.09	8,175.88
Electricity tariffs									
Domestic									
Basic charge/fixed fee *(Rands/month)*			222.61	226.80	238.37	269.52	291.35	308.83	327.36
Service point - vacant land *(Rands/month)*			140.95	143.60	153.42	168.76	182.43	193.38	204.98
FBE		Based on 50Kwh/month - Prepaid	65.98	67.15	70.39	76.28	82.46	87.41	92.65
Life-line tariff - meter		(describe structure)							
Life-line tariff - prepaid		(describe structure)							
Flat rate tariff - meter *(c/kwh)*									
Flat rate tariff - prepaid*(c/kwh)*									
Meter - IBT Block 1 (c/kwh)		Block 1 (0-350Kwh)	1.33	1.36	1.43	1.54	1.67	1.76	1.87
Meter - IBT Block 2 (c/kwh)		Block 2 (> 350Kwh)	1.47	1.50	1.57	1.78	1.92	2.04	2.16
Meter - IBT Block 3 (c/kwh)		(fill in thresholds)							
Meter - IBT Block 4 (c/kwh)		(fill in thresholds)							
Meter - IBT Block 5 (c/kwh)		(fill in thresholds)							
Prepaid - IBT Block 1 (c/kwh)		Block 1 (0-350Kwh)	1.55	1.58	1.66	1.83	1.98	2.09	2.22
Prepaid - IBT Block 2 (c/kwh)		Block 2 (> 350Kwh)	1.56	1.59	1.67	1.89	2.04	2.16	2.29
Prepaid - IBT Block 3 (c/kwh)		(fill in thresholds)							
Prepaid - IBT Block 4 (c/kwh)		(fill in thresholds)							
Prepaid - IBT Block 5 (c/kwh)		(fill in thresholds)							
Other	2								
Waste management tariffs									
Domestic									
Street cleaning charge									
Basic charge/fixed fee		Residential	78.79	94.55	100.22	106.23	112.60	119.36	126.52
80l bin - once a week		Businesses	214.90	257.88	273.35	289.75	307.14	325.57	345.10
250l bin - once a week		Cages	322.09	386.51	409.70	434.28	460.34	487.96	517.24

NC082 !Kai! Garib - Supporting Table SA14 Household bills

Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework			
Rand/cent		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21 % incr.	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
Monthly Account for Household - 'Middle Income Range'	1										
Rates and services charges:											
Property rates				417.87	442.94	442.94	442.94	6.0%	469.51	497.69	527.55
Electricity: Basic levy				238.37	269.52	269.52	269.52	8.1%	291.35	308.83	327.36
Electricity: Consumption				1,522.62	1,695.66	1,695.66	1,695.66	8.1%	1,833.03	1,943.01	2,059.59
Water: Basic levy				73.13	77.52	77.52	77.52	6.0%	82.18	87.11	92.34
Water: Consumption				183.94	195.00	195.00	195.00	6.0%	206.70	219.10	232.25
Sanitation				161.64	171.34	171.34	171.34	6.0%	181.62	192.52	204.07
Refuse removal				100.22	106.24	106.24	106.24	6.0%	112.60	119.36	126.52
Other											
sub-total		–	–	**2,697.79**	**2,958.22**	**2,958.22**	**2,958.22**	**7.4%**	**3,177.00**	**3,367.62**	**3,569.67**
VAT on Services				341.99	377.29	377.29	377.29		406.12	430.49	456.32
Total large household bill:		–	–	**3,039.78**	**3,335.51**	**3,335.51**	**3,335.51**	**7.4%**	**3,583.12**	**3,798.11**	**4,025.99**
% increase/-decrease			–	–	**9.7%**	–	–		**7.4%**	**6.0%**	**6.0%**
Monthly Account for Household - 'Affordable Range'	2										
Rates and services charges:											
Property rates				294.96	312.66	312.66	312.66	6.0%	331.42	351.31	372.39
Electricity: Basic levy				–	–	–	–	–	–	–	
Electricity: Consumption				831.77	922.64	922.64	922.64	8.1%	997.37	1,057.21	1,120.64
Water: Basic levy				73.13	77.52	77.52	77.52	6.0%	82.18	87.11	92.34
Water: Consumption				152.12	161.25	161.25	161.25	6.0%	170.93	181.18	192.05
Sanitation				161.64	171.34	171.34	171.34	6.0%	181.62	192.52	204.07
Refuse removal				100.22	106.24	106.24	106.24	6.0%	112.60	119.36	126.52
Other											
sub-total		–	–	**1,613.85**	**1,751.65**	**1,751.65**	**1,751.65**	**7.1%**	**1,876.12**	**1,988.69**	**2,108.01**
VAT on Services				197.83	215.85	215.85	215.85		231.71	245.61	260.34
Total small household bill:		–	–	**1,811.69**	**1,967.49**	**1,967.49**	**1,967.49**	**7.1%**	**2,107.83**	**2,234.30**	**2,368.36**
% increase/-decrease			–	–	**8.6%**	–	–		**7.1%**	**6.0%**	**6.0%**
Monthly Account for Household - 'Indigent' Household receiving free basic services	3										
Rates and services charges:											
Property rates				172.06	182.39	182.39	182.39	6.0%	193.33	204.93	217.23
Electricity: Basic levy				–	–	–	–	–	–	–	–
Electricity: Consumption				494.03	533.96	533.96	533.96	8.1%	577.22	611.85	648.56
Water: Basic levy				73.13	77.53	77.53	77.53	6.0%	82.18	87.11	92.34
Water: Consumption				120.30	127.50	127.50	127.50	6.0%	135.15	143.26	151.85
Sanitation				161.64	171.34	171.34	171.34	6.0%	181.62	192.52	204.07
Refuse removal				100.22	106.23	106.23	106.23	6.0%	112.60	119.36	126.52
Other											
sub-total		–	–	**1,121.38**	**1,198.95**	**1,198.95**	**1,198.95**	**6.9%**	**1,282.11**	**1,359.03**	**1,440.57**
VAT on Services				142.40	152.48	152.48	152.48		163.32	173.12	183.50
Sub-total				**1,263.78**	**1,351.43**	**1,351.43**	**1,351.43**		**1,445.42**	**1,532.15**	**1,624.08**
Min: Subsidy				571.85	607.87	607.87	607.87		646.18	684.96	726.05
Total small household bill:		–	–	**691.94**	**743.56**	**743.56**	**743.56**	**7.5%**	**799.24**	**847.19**	**898.02**
% increase/-decrease			–	–	**7.5%**	–	–		**7.5%**	**6.0%**	**6.0%**

References

1. Use as basis property value of R700 000, 1 000 kWh electricity and 30kl water

2. Use as basis property value of R500 000 and R700 000, 500 kWh electricity and 25kl water

3. Use as basis property value of R 300 000, 350kWh electricity and 20kl water (50 kWh electricity and 6 kl water free)

4. Note this is for a SINGLE household.

Quality certificate

I, Mr I.G.A de Waal, as municipal manager of KAI !GARIB MUNICIPALITY,

hereby certify that the adjustments budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under that Act, and that the adjustments budget and supporting documentation are consistent with the Integrated Development Plan of the municipality.

Mr. I.G.A. de Waal

Municipal Manager of KAI ! GARIB NC082