CENTRAL KAROO DISTRICT MUNICIPALITY



ADJUSTMENT BUDGET 2019/2020 AND MTREF – 28 FEBRUARY 2020

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# GLOSSARY

**Adjustments Budgets** – Prescribed in section 28 of the Municipal Finance Management Act. It is the formal means by which a Municipality may revise its budget during a financial year.

**Allocations** – Money received from Provincial and National Treasury.

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

**Budget related policy** – Policy of a Municipality affecting or affected by the budget.

**Capital Expenditure** – Spending on municipal assets such as land, buildings and vehicles. Any capital expenditure must be reflected as an asset on a Municipality’s balance sheet.

**Cash Flow Statement** – A statement showing when actual cash will be received and spent by the Municipality, and the month end balances of cash and short-term investments. Cash receipts and payments do not always coincide with budgeted revenue and expenditure timings. For example, when an invoice is received by the Municipality it is shown as expenditure in the month that the services or goods are received, even though it may not be paid in the same period.

**CKDM** – Central Karoo District Municipality

**DORA** – Division of Revenue Act. The annual piece of legislation that indicate the allocations from National Government to Local Government.

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

**GDFI** - Gross Domestic Fixed Investment

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

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

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

**MFMA** - 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 as prescribed by the MFMA sets out indicative revenue and projected expenditure for the budget year plus two outer financial years to determine the affordability level.

**Operating Expenditure** – Spending on the day to day expenses of a Municipality such as general expenses, salaries & wages and repairs & maintenance.

**Rates** – Local Government tax based on assessed valuation of a property.

**TMA** – Total Municipal Account

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

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

**Vote** – One of the main segments into which a budget is divided, usually at department level.

# CHAPTER 1 – MAYOR’S REPORT

Councilors, municipal manager, head of departments, guests, ladies and gentlemen, good morning to all.

I herewith table the Central Karoo District Municipality’s 2019/2020 Adjusted Estimates and Medium - Term Budget of the Municipality’s expenditure.

The budget I am tabling today was prepared in accordance with the prescripts of the Municipal Finance Management Act, (Act 56 of 2003) and complies with Generally Recognized Accounting Practice - Local Government.

The Adjustment Budget was necessitated by revised income and expenditure projections as well as approved roll-over applications and additional allocations made to CKDM by the Western Cape Government.

The Adjustment Budget was prepared with due cognizance of the tough economic conditions and uncertainty currently influencing the South African economy.

The Municipality is actively pursuing projects and activities to broaden the income base and buffer the current reliance on grants.

The operating and capital expenditure budgets had to be drastically cut to fund the forensic audit requested by Council on 14 August 2019, the costs thereof already running at over R 1 200 000.

The Council remains committed to capable local government, leadership at all levels and active citizenship thus, resulting in a restoration of public confidence in local government.

**I thank you**

**Dr AL Rabie**

**EXECUTIVE MAYOR**

**28 February 2020**

# CHAPTER 2 – COUNCIL RESOLUTION

1. That in terms of section 28 of the Municipal Finance Management Act, 56 of 2003, the adjustment budget of the Central Karoo District Municipality for the financial year 2019/2020; and indicative allocations for the two projected outer years 2020/2021 and 2021/2022; and the multi-year and single year capital appropriations are approved as set-out in the following tables:
   1. Budgeted Financial Performance (revenue and expenditure by standard classification);
   2. Budgeted Financial Performance (revenue and expenditure by municipal vote);
   3. Budgeted Financial Performance (revenue by source and expenditure by type); and
   4. Multi-year and single year capital appropriations by municipal vote and standard classification and associated funding by source.
2. That the financial position, cash flow, cash-backed reserve/accumulated surplus, asset management and basic service delivery targets are adopted as set-out in the following tables:
   1. Budgeted Financial Position;

2.2 Budgeted Cash Flows;

* 1. Cash backed reserves and accumulated surplus reconciliation;
  2. Asset management;

1. That in terms of section 24(2)(c)(iii) of the Municipal Finance Management Act, 56 of 2003, the measurable performance objectives for capital and operating expenditure by vote for each year of the medium-term revenue and expenditure framework be adjusted in line with the adjustment budget should it be necessary.
2. That leases relating to the acquisition of multifunction copiers be approved as per section 45(2) of the MFMA.
3. That the final documents be available for inspection at the municipal offices.

# CHAPTER 3 – EXECUTIVE SUMMARY

**PREFACE**

The budget tabled here today is the Adjusted MTREF (Medium Term Revenue and Expenditure Framework) for the 2019/2020, 2020/2021 and 2021/2022 financial years as legislatively prescribed in terms of section 28 of the Municipal Finance Management Act, Act 56 of 2003 (MFMA).

The following documents were considered in the preparation of the budget:

* The Municipal Finance Management Act, Act 56 of 2003 (MFMA)
* All National treasury circulars giving guidance on budget processes
* The municipal budget and reporting regulations as issued in Government gazette 32141 on 17 April 2009
* Government Gazette 37577 dated 22 April 2014: Municipal Regulations on Standard Chart of Accounts
* Division of Revenue Act (16 of 2019)
* Appropriation Act (29 of 2019)
* Division of Revenue Amendment Act (30 of 2019)
* Western Cape Government Provincial Gazette Extraordinary 8058
* Western Cape Government Provincial Gazette Extraordinary 8152
* Western Cape Government Provincial Gazette Extraordinary 8181

The adjustment budget was prepared as a result of the budget and performance management assessment done in January 2020 as contained in the mid-year budget and performance report. Also, additional funds have become available through additional allocations and roll-overs.

## **CAPITAL BUDGET**

The Municipality is funding 33% of the capital budget using the Roads Administration Fee earned by the Municipality is focused on replacing the outdated computer equipment, providing office furniture for newly appointed staff and ensuring that the Environmental Health Department has the required tools and equipment to carry out the required testing in line with best practices.

The Municipality is implementing the Rural Roads Asset Management System project internally and a vehicle, furniture and computer equipment is required to do so. In addition, the Municipality must acquire specific computer software in order to implement the project and analyse the data gathered.

Capital budget: Strategic Objectives

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Original Budget** | **Adjustment** | **Adjusted Budget** | **2020/2021** | **2021/2022** |
| **Total** | **743 800** | **368 500** | **1 112 300** | **120 000** | **1 125 000** |
| Build a well capacitated workforce, skilled youth and communities | 44 300 | -15 000 | 29 300 | 40 000 | 20 000 |
| Deliver a sound and effective administrative and financial service to achieve sustainability and viability in the region | 114 000 | -26 500 | 87 500 | 20 000 | 1 045 000 |
| Facilitate good governance principles and effective stakeholder participation | 1. 00 | -20 000 | 66 300 | 20 000 | 20 000 |
| Improve and maintain district roads and promote safe roads transport |  | 870 000 | 870 000 | 20 000 | 20 000 |
| Prevent and minimize the impact of possible disasters and improve public safety in the region | 405 700 | -405 000 | 700 |  |  |
| Promote regional, economic development, tourism and growth opportunities | 50 500 | -20 000 | 30 500 |  |  |
| Promote safe, healthy and socially stable communities through the provision of a sustainable environmental health service | 43 000 | -15 000 | 28 000 | 20 000 | 20 000 |

Capital budget: Project

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Original Budget** | **Adjustment** | **Adjusted Budget** | **2020/2021** | **2021/2022** |
| **Total** | **743 800** | **368 500** | **1 112 300** | **120 000** | **1 125 000** |
| CAPITAL COMMITTEE FURNITURE AND EQUIPMENT | 5 300 | - | 5 300 |  |  |
| CAPITAL CORPORATE SERVICES FURNITURE AND EQUIPMENT | 14 000 | - | 14 000 | 20 000 | 1 045 000 |
| CAPITAL COUNCIL CHAMBERS FURNITURE AND EQUIPMENT | 40 000 | -20 000 | 20 000 |  |  |
| CAPITAL FINANCE COMPUTER EQUIPMENT | 40 000 | -1 500 | 38 500 |  |  |
| CAPITAL FINANCE FURNITURE AND EQUIPMENT | 20 000 | -5 000 | 15 000 |  |  |
| CAPITAL FIRE FURNITURE AND EQUIPMENT | 10 000 | -10 000 | 0 |  |  |
| CAPITAL FIRE TRANSPORT ASSETS | 395 700 | - 395 000 | 700 |  |  |
| CAPITAL HEALTH COMPUTER EQUIPMENT | 15 000 | - | 15 000 |  |  |
| CAPITAL HEALTH EQUIPMENT | 13 000 | - | 13 000 | 20 000 | 20 000 |
| CAPITAL HUMAN RESOURCES FURNITURE AND EQUIPMENT | 11 300 | - | 11 300 | 20 000 | 20 000 |
| CAPITAL MM COMPUTER EQUIPMENT | 25 000 | - 15 000 | 10 000 | 10 000 | 10 000 |
| CAPITAL REGISTRY OFFICE FURNITURE AND EQUIPMENT | 18 000 | - | 18 000 | 20 000 |  |
| CAPITAL STRATEGIC SERVICES COMPUTER EQUIPMENT | 50 500 | - 2 000 | 48 500 |  |  |
| CAPITAL STRATEGIC SERVICES FURNITURE AND EQUIPMENT | 50 000 | - | 50 000 | 10 000 | 10 000 |
| RAMMS |  | 870 000 | 870 000 | 20 000 | 20 000 |

Capital budget: Vote

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Original Budget** | **Adjustment** | **Adjusted Budget** | **2020/2021** | **2021/2022** |
| **Total** | **743 800** | **546 500** | **1 290 300** | **120 000** | **1 125 000** |
| **Capital** | **743 800** | **546 500** | **1 290 300** | **120 000** | **1 125 000** |
| CORPORATE SERVICES | 153 600 | -45 000 | 108 600 | 70 000 | 1 075 000 |
| FINANCE | 60 000 | -6 500 | 53 500 |  |  |
| MUNICIPAL MANAGER | 31 000 | -10 000 | 21 000 | 10 000 | 10 000 |
| ENVIRONMENTAL HEALTH | 43 000 | -15 000 | 28 000 | 20 000 | 20 000 |
| DISASTER MANAGEMENT | 405 700 | -405 000 | 700 |  |  |
| STRATEGIC SERVICES | 50 500 | -20 000 | 30 500 |  |  |
| RAMMS |  | 870 000 | 870 000 | 20 000 | 20 000 |

## **OPERATING BUDGET**

## **EXPENDITURE**

**Summary of Adjusted Expenditure Budget Per GRAP Item:**

|  |  |  |  |
| --- | --- | --- | --- |
|  | **Original Budget** | **Adjustment** | **Adjusted budget** |
| **Total** | **96,254,787** | **7,208,384** | **103,463,171** |
| CONSUMABLES | 16,273,562 | -3,570,734 | 12,702,828 |
| CONTRACTED SERVICES | 12,742,278 | 2,984,134 | 15,726,412 |
| COUNCIL | 3,796,012 | 45,000 | 3,841,012 |
| DEPRECIATION | 282,655 | 190,000 | 472,655 |
| EMPLOYEE COSTS | 50,827,935 | 4,432,206 | 55,260,141 |
| OTHER | 12,332,345 | 3,127,778 | 15,460,123 |

The most material increases relate to contracted services. These increases are as a direct result of the provision for the cost of the special internal audit requested by Council on 14 August 2019.

The implementation of MSCOA continues to place additional pressure on the costs being incurred relating to contracted services.

Increases in the Employee costs relates to the impact of long-term employee benefit accruals required in terms of GRAP based on improved information that became available during the compilation of the 30 June 2019 Annual Financial Statements.

Further details re the outer years are contained in the B Schedules and no adjustments were made.

## **REVENUE**

The adjusted budgeted revenue (including capital grant revenue) for the 2019/2020 financial year amounts to R 104 609 577.

Further details re the outer years are contained in the B Schedules and no adjustments were made.

**Summary of Revenue Budget per source:**

|  |  |  |  |
| --- | --- | --- | --- |
|  | **Total Budget** | **Adjustment** | **Adjusted budget** |
| **Total** | **-97,236,676** | **-7,372,901** | **-104,609,577** |
| AGENCY | -4,683,446 | 375,392 | -4,308,054 |
| INTEREST | -630,000 | -300,000 | -930,000 |
| OTHER | -2,951,230 | -69,000 | -3,020,230 |
| OTHER INCOME | -47,775,000 | -4,325,750 | -52,100,750 |
| RENTAL | -93,000 | 0 | -93,000 |
| TRANSFER | -41,104,000 | -3,053,543 | -44,157,543 |

The major changes relating to revenue are:



**FINANCIAL VIABILITY AND SUSTAINABILITY**

The Municipality must ensure the financial sustainability of its operations and ensure that it operates as a going concern. The adjusted budget for 2019/2020 financial year as well as the outer 2 years are funded.

**SDBIP (SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN)**

Changes in the top level SDBIP may be made as a result of this adjustment budget.

**POLICY CHANGES**

The annual review of all budget related policies has been finalised and the review of the policies re the 2020/2021 year will commence shortly to ensure completion before the end of March 2020.

**S JOOSTE**

**MUNICIPAL MANAGER**

# CHAPTER 4 – ADJUSTMENT BUDGET TABLES

See Annexure A

# CHAPTER 5 – OVERVIEW OF THE ANNUAL BUDGET PROCESS

The entire budget process is prescribed by the Municipal Finance Management Act.

# CHAPTER 6 - ALIGNMENT OF ANNUAL BUDGET WITH INTEGRATED DEVELOPMENT PLAN

The adjustment budget is in line with the IDP and the SDBIP will be adjusted as required to ensure alignment remains in place.

# CHAPTER 7 - MEASURABLE PERFORMANCE OBJECTIVES AND INDICATORS

The SDBIP will be adjusted as a result of this adjustment budget.

# CHAPTER 8 – OVERVIEW OF BUDGET RELATED POLICIES

**BUDGET RELATED POLICIES**

The prioritization of service delivery and the management of council functions is the key to the budget. Central Karoo District Municipality’s budget process is guided and governed by legislation regulations and budget related policies. Central Karoo District Municipality embarked on a process of reviewing all financial and budget related policies during the budget process for the 2019/2020 financial year. The Municipality grants exemption re interest on all debtors other than accounts for municipal tax and basic municipal services.

# CHAPTER 9 – OVERVIEW OF THE BUDGET ASSUMPTIONS

The adjustment budget for the 2019/2020 financial year was drawn up with the following assumptions and principles taken into account:

* The budget is prepared in terms of the provisions of the Generally Recognized Accounting Practice framework to comply with the provisions of the MFMA GRAP implementation dates.
* The impact of the Municipal Standard Chart of Accounts was taken in to account during the budget preparation.
* Revenue figures are based on realistic estimates of revenue to be collected.
* Actual revenue collected for the current year and realistic revenue projections were taken into account in determining the revenue for the coming year.
* National growth parameters were used as far as possible for the determination of outer year budget amounts.
* The employee related costs are based on actual costs as the annual increases for 2019/2020 had been finalized before the completion of this budget.
* The Municipality still relies heavily on grants and subsidies for funding of the capital and operating requirements for the 2019/2020 financial year.
* Only funded capital projects are included in the capital estimates for the 2019/2020 financial year.
* Both the capital and operating budgets are informed by the IDP process done through a public participation process.

# CHAPTER 10 - BUDGET FUNDING

**FUNDING OF BUDGET EXPENDITURE**

Operating expenditure to the amount of R 103 463 171 and Capital expenditure of R 1 112 300 will be funded through the following sources:

|  |  |  |  |
| --- | --- | --- | --- |
|  | **Total Budget** | **Adjustment** | **Adjusted budget** |
| **Total** | **96,254,787** | **7,208,384** | **103,463,171** |
| CONSUMABLES | 16,273,562 | -3,570,734 | 12,702,828 |
| CONTRACTED SERVICES | 12,742,278 | 2,984,134 | 15,726,412 |
| COUNCIL | 3,796,012 | 45,000 | 3,841,012 |
| DEPRECIATION | 282,655 | 190,000 | 472,655 |
| EMPLOYEE COSTS | 50,827,935 | 4,432,206 | 55,260,141 |
| OTHER | 12,332,345 | 3,127,778 | 15,460,123 |

**FISCAL SUSTAINABILITY OF THE MUNICIPALITY**

Strict budget control is exercised in order to ensure that operating expenditure does not exceed actual operating revenue received. Blocks will be put on expenditure to ensure that the monthly expenditure incurred remains in proportion with the available monthly budget.

The credit control policy will be strictly enforced in the 2019/2020 financial year to ensure that all accounts due to the Municipality is collected in further contribution to the financial sustainability of the Municipality.

The Municipality is actively pursuing projects that will ensure that additional revenue sources will become available and that the reliance on grants can be moderated.

**FINANCIAL CHALLENGES AND CONSTRAINTS**

Central Karoo District Municipality faces the following financial challenges:

1. Achieving financial stability in the medium term and long term
2. Dependence on grant funding
3. Managing cost
4. Exploring alternative revenue sources

A long-term financial plan was compiled during 2018/2019 but it will be refined during the 2020/2021 budget preparation cycle to ensure that these challenges are addressed.

**FINANCIAL RISKS**

Financial risks include:

* Changes in inflation rate and other variables
* Unemployment trends
* Global financial instability
* The impact of the change in the VAT rate
* Instability in the fuel price

**FUNDING COMPLIANCE IN TERMS OF SECTION 18 OF THE MFMA**

In compliance with the requirements of Section 18 of the MFMA, the revenue budget was based on the following principles:

* Realistically anticipated revenue to be collected.
* Actual revenue of previous years was taken into account.
* Capital projects were only included if funding confirmation was received, either by means of the DORA allocations as promulgated or by means of commitment from funding institutions.

**PARTICULARS OF PLANNED SAVINGS OVER THE MEDIUM TERM**

The principle of value adding in all aspects of the administration and service rendering is applied and no expenditure is incurred unless value is added to the municipal administration or services. Care is taken in administrative and supply chain processes to ensure that real economic benefit flows to the Municipality as a result of funds being spent.

The following expenditure items are closely monitored:

* Travelling and subsistence
* Telephone expenses.
* Overtime and standby allowances
* Workshops and conferences.
* Fuel and maintenance expenditure in respect of service delivery vehicles
* Stationery expenditure
* Expenditure relating to all forms of catering

**CONTRIBUTIONS OR DONATIONS IN CASH OR IN-KIND**

No donations are budgeted for the 2019/2020 financial year. Support to the community will be given in terms of the Mayoral Fund Policy.

**PARTICULARS OF THE MUNICIPALITY’S INVESTMENTS**

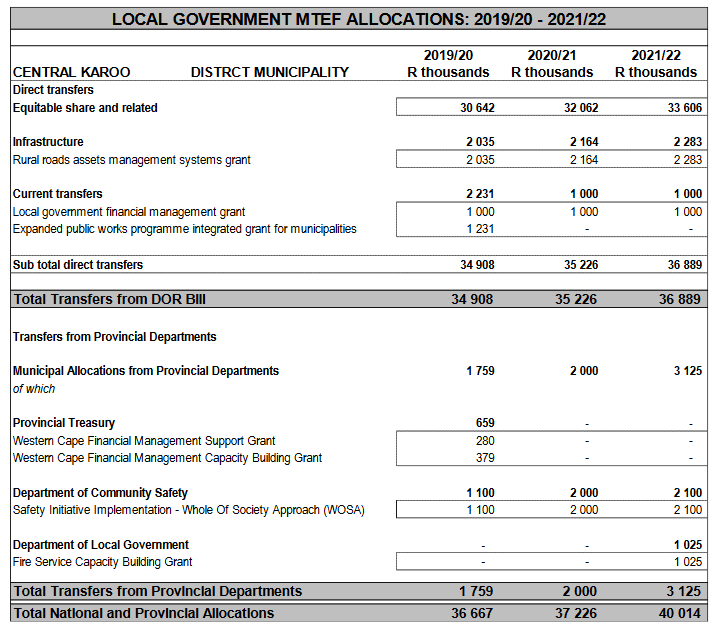
Investments are made when funds are available in line with the Cash Management and Investment policy.

**PARTICULARS OF BANK OVERDRAFTS AND CREDIT FACILITIES**

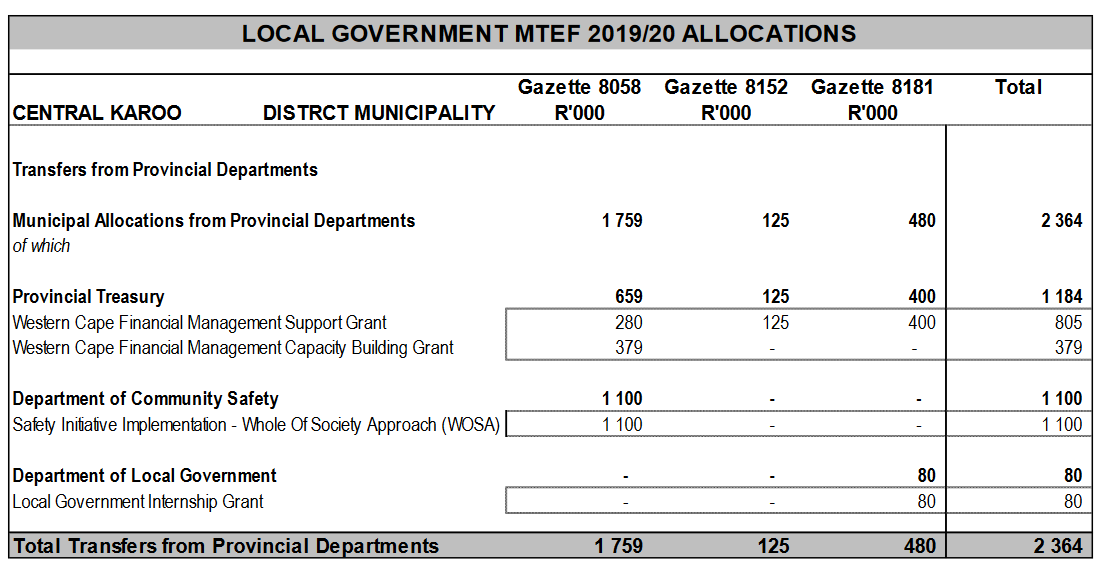
The Municipality does not have a bank overdraft facility. The Municipality has entered into lease agreements relating to the acquisition of multi-functional copier machines with a finance lease obligation as at 30 June 2018 of R 20 668

# CHAPTER 11 - PARTICULARS OF GRANTS AND SUBSIDIES RECEIVED

The original budgeted grants to be received for the 2019/2020 financial year are as follows:



The adjustment allocations are:



The following adjustments were made by the Western Cape Government:



# CHAPTER 12 – ALLOCATIONS AND GRANTS MADE BY THE MUNICIPALITY

The municipality intends to make funding available to the Laingsburg, Beaufort West and Prince Albert Municipalities relating to the implementation of the safety plan.

The exact terms and conditions and values to be determined and recorded in a memorandum of understanding.

# CHAPTER 13 – COUNCILLOR ALLOWANCES AND EMPLOYEE BENEFITS

The budget for Council Allowances was adjusted slightly to allow for a possible increase amounting to a maximum of 4%

The salary budget is based on the actual expenditure calculated of the remaining period of the financial year.

# CHAPTER 14 – MONTHLY TARGETS – REVENUE, EXPENDITURE AND CASH FLOW

The targets are detailed in the budget tables, included in Annexure A

# CHAPTER 15 – ANNUAL BUDGETS AND SDBIP PLANS – INTERNAL DEPARTMENTS

Refer to Chapter 4 and 5 of the IDP and the final SDBIP and the adjusted SDBIP to be approved in February 2019.

# CHAPTER 16 – ANNUAL BUDGETS AND SDBIP PLANS – MUNICIPAL ENTITIES

The municipal entity – Central Karoo Economic Development Agency (CKEDA) has been deregistered and liquidated.

# CHAPTER 17 - CONTRACTS HAVING FUTURE BUDGETARY IMPLICATIONS

There are no contracts with future budgetary implications other than operational contracts such as the contract for the financial system with SEBATA and the lease agreements.

# CHAPTER 18 – CAPITAL EXPENDITURE DETAILS

The capital requirements are only indicative of the confirmed funding for the MTREF and do not include issues of priority where funding applications are in process and have not yet been confirmed.

### Capital budget: Strategic Objectives

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Original Budget** | **Adjustment** | **Adjusted Budget** | **2020/2021** | **2021/2022** |
| **Total** | **743 800** | **368 500** | **1 112 300** | **120 000** | **1 125 000** |
| Build a well capacitated workforce, skilled youth and communities | 44 300 | -15 000 | 29 300 | 40 000 | 20 000 |
| Deliver a sound and effective administrative and financial service to achieve sustainability and viability in the region | 114 000 | -26 500 | 87 500 | 20 000 | 1 045 000 |
| Facilitate good governance principles and effective stakeholder participation | 1. 00 | -20 000 | 66 300 | 20 000 | 20 000 |
| Improve and maintain district roads and promote safe roads transport |  | 870 000 | 870 000 | 20 000 | 20 000 |
| Prevent and minimize the impact of possible disasters and improve public safety in the region | 405 700 | -405 000 | 700 |  |  |
| Promote regional, economic development, tourism and growth opportunities | 50 500 | -20 000 | 30 500 |  |  |
| Promote safe, healthy and socially stable communities through the provision of a sustainable environmental health service | 43 000 | -15 000 | 28 000 | 20 000 | 20 000 |

### Capital budget: Project

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Original Budget** | **Adjustment** | **Adjusted Budget** | **2020/2021** | **2021/2022** |
| **Total** | **743 800** | **368 500** | **1 112 300** | **120 000** | **1 125 000** |
| CAPITAL COMMITTEE FURNITURE AND EQUIPMENT | 5 300 | - | 5 300 |  |  |
| CAPITAL CORPORATE SERVICES FURNITURE AND EQUIPMENT | 14 000 | - | 14 000 | 20 000 | 1 045 000 |
| CAPITAL COUNCIL CHAMBERS FURNITURE AND EQUIPMENT | 40 000 | -20 000 | 20 000 |  |  |
| CAPITAL FINANCE COMPUTER EQUIPMENT | 40 000 | -1 500 | 38 500 |  |  |
| CAPITAL FINANCE FURNITURE AND EQUIPMENT | 20 000 | -5 000 | 15 000 |  |  |
| CAPITAL FIRE FURNITURE AND EQUIPMENT | 10 000 | -10 000 | 0 |  |  |
| CAPITAL FIRE TRANSPORT ASSETS | 395 700 | - 395 000 | 700 |  |  |
| CAPITAL HEALTH COMPUTER EQUIPMENT | 15 000 | - | 15 000 |  |  |
| CAPITAL HEALTH EQUIPMENT | 13 000 | - | 13 000 | 20 000 | 20 000 |
| CAPITAL HUMAN RESOURCES FURNITURE AND EQUIPMENT | 11 300 | - | 11 300 | 20 000 | 20 000 |
| CAPITAL MM COMPUTER EQUIPMENT | 25 000 | - 15 000 | 10 000 | 10 000 | 10 000 |
| CAPITAL REGISTRY OFFICE FURNITURE AND EQUIPMENT | 18 000 | - | 18 000 | 20 000 |  |
| CAPITAL STRATEGIC SERVICES COMPUTER EQUIPMENT | 50 500 | - 2 000 | 48 500 |  |  |
| CAPITAL STRATEGIC SERVICES FURNITURE AND EQUIPMENT | 50 000 | - | 50 000 | 10 000 | 10 000 |
| RAMMS |  | 870 000 | 870 000 | 20 000 | 20 000 |

### Capital budget: Vote

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Original Budget** | **Adjustment** | **Adjusted Budget** | **2020/2021** | **2021/2022** |
| **Total** | **743 800** | **368 500** | **1 112 300** | **120 000** | **1 125 000** |
| **Capital** | **743 800** | **368 500** | **1 112 300** | **120 000** | **1 125 000** |
| CORPORATE SERVICES | 153 600 | -45 000 | 108 600 | 70 000 | 1 075 000 |
| FINANCE | 60 000 | -6 500 | 53 500 |  |  |
| MUNICIPAL MANAGER | 31 000 | -10 000 | 21 000 | 10 000 | 10 000 |
| ENVIRONMENTAL HEALTH | 43 000 | -15 000 | 28 000 | 20 000 | 20 000 |
| DISASTER MANAGEMENT | 405 700 | -405 000 | 700 |  |  |
| STRATEGIC SERVICES | 50 500 | -20 000 | 30 500 |  |  |
| RAMMS |  | 870 000 | 870 000 | 20 000 | 20 000 |

# CHAPTER 19 – LEGISLATION COMPLIANCE STATUS

The Municipal Finance Management Act brought about uniformity, accountability and control measures to local government in terms of financial reporting and budgeting. The Act and supporting Regulations required a high level of transformation in financial discipline and planning.

The objective of the Regulations was to secure and maintain sound and sustainable management of the budgeting and reporting practices of municipalities by establishing uniform norms and standards and other requirements for ensuring transparency, accountability and appropriate lines of responsibility in the budgeting and reporting process.

# CHAPTER 20 – OTHER SUPPORTING DOCUMENTATION – SERVICE LEVEL STANDARDS

**PERFORMANCE LEVELS STANDARDS – Refer to the SDBIP**

# CHAPTER 21 – ANNUAL BUDGET - ENTITIES

The municipal entity – Central Karoo Economic Development Agency (CKEDA) was deregistered and liquidated.

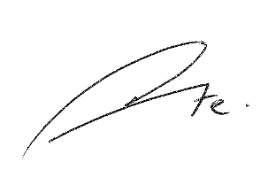
# CHAPTER 22 – MUNICIPAL MANAGER’S QUALITY CERTIFICATE

I, **Stefanus Jooste**, municipal manager of Central Karoo District Municipality herby certify that the adjustment budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act, and that the annual budget and supporting documents are consistent with the Integrated Development Plan of the Municipality.

**STEFANUS JOOSTE**

**Municipal Manager of the Central Karoo District Municipality**

**DC5**

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**28 February 2020**

**ANNEXURE A**

**A and B SCHEDULES**