

ANNUAL BUDGET OF
**SETSOTO LOCAL
MUNICIPALITY**



2014/15 TO 2016/17
MEDIUM TERM REVENUE AND EXPENDITURE FORECASTS

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Abbreviations and Acronyms

AMR	Automated Meter Reading
ASGISA	Accelerated and Shared Growth Initiative
BPC	Budget Planning Committee
CBD	Central Business District
CFO	Chief Financial Officer
MM	Municipal Manager
CPI	Consumer Price Index
CRRF	Capital Replacement Reserve Fund
DBSA	Development Bank of South Africa
DoRA	Division of Revenue Act
DWA	Department of Water Affairs
EE	Employment Equity
EEDSM	Energy Efficiency Demand Side Management
EM	Executive Mayor
FBS	Free basic services
GAMAP	Generally Accepted Municipal Accounting Practice
GDP	Gross domestic product
GDS	Gauteng Growth and Development Strategy
GFS	Government Financial Statistics
GRAP	General Recognised Accounting Practice
HR	Human Resources
HSRC	Human Science Research Council
IDP	Integrated Development Strategy
IT	Information Technology
kℓ	kilolitre
km	kilometre
KPA	Key Performance Area
KPI	Key Performance Indicator
kWh	kilowatt
ℓ	litre
LED	Local Economic Development
MEC	Member of the Executive Committee
MFMA	Municipal Financial Management Act
MIG	Municipal Infrastructure Grant
MMC	Member of Mayoral Committee
MPRA	Municipal Properties Rates Act

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MSA	Municipal Systems Act
MTEF	Medium-term Expenditure Framework
MTREF	Medium-term Revenue and Expenditure Framework
NERSA	National Electricity Regulator South Africa
NGO	Non-Governmental organisations
NKPIs	National Key Performance Indicators
OHS	Occupational Health and Safety
OP	Operational Plan
PBO	Public Benefit Organisations
PHC	Provincial Health Care
PMS	Performance Management System
PPE	Property Plant and Equipment
PPP	Public Private Partnership
PTIS	Public Transport Infrastructure System
RG	Restructuring Grant
RSC	Regional Services Council
SALGA	South African Local Government Association
SAPS	South African Police Service
SDBIP	Service Delivery Budget Implementation Plan
SMME	Small Micro and Medium Enterprises

PART 1: Annual Budget

1.1 Mayor's Report

The Honourable Speaker- Cllr Mohlomi Molefi Pius
Members of the Executive Committee
Members of the Council
The Municipal Manager
All Directors
All Managers
Members of the Public
Representatives from the Media
Ladies and Gentlemen

Setsoto Local Municipality is confronted by extraordinary challenges that require us to come together as a community to reconfirm our priorities and define the municipality we want to be. These shared goals are expressed each year in our municipal Integrated Development Plan. The Integrated Development Plan spells our needs, the budget quantifies what we can afford, and sets in motion the initiatives and corrective measures that will keep us on a true course.

As a Mayor, I am committed to sustaining the important financial reforms that have allowed the municipality to weather the uncertainty of these troubled economic times. I will continue building a stable and sound fiscal management plan that maintain and enhance the municipality's bond rating.

Whatever the circumstances we face, be assured that I will run the municipality in a fiscally responsible way and keep my pact with the public to put their interests before all others. It is my goal to maintain a high level of service, purchase the necessary equipment and maintain an adequate reserve fund.

Honourable Speaker and Members, it is my pleasure to present for your consideration the Executive Committee's proposed budget for the Fiscal Year 2014/2015. This proposed budget is the result of a thorough and consistent budget process that has been used for many years, but also in line with the National Treasury guidelines on Budgeted Reforms.

The budget process is spearheaded by the Treasury Department, under the direction of the budget team of the Accountant Budget, Manager Financial Control and the Chief Financial Officer. This process takes months of cost/revenue analysis, meeting with departmental heads to discuss the details of the department needs and goals and review the needs in relation to the municipality's Integrated Development Plan predetermined objectives. Upon conclusion of the

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departmental meetings, the budget team reprioritise request based on the overall needs and resources of the municipality and made adjustments for funding of specific request.

It is important for me that this budget reflects the commitment to the Setsoto Local Municipality of a community where every person, family and business has a chance to grow. This budget provides the resources and direction that will help deliver on the following five Setsoto Local Municipality's Key Performance Areas as contained in the Integrated Development Plan:

1. Infrastructure and Services
2. Local Economic Development
3. Organisational Development and Transformation
4. Financial Viability and Management
5. Good Governance and Public Participation

In addition, I ask that we treat this budget process as another step of our internal transformation process to consider both short and long-term perspectives of how we function. As such the underlying principles that guided this budget were:

- The ongoing difficulties in the national and local economy
- Aging and poorly maintained water, sanitation, electricity and roads infrastructure
- The need to prioritise projects and expenditure within the existing resources envelope given cash flow realities and declining cash position of the municipality
- The increased cost of electricity due to Eskom's tariff increases
- The National Treasury guidelines not to effect any tariff increases this year
- Wage increases for municipal staff due to effecting parity within those positions on the same level and also the filling of those critical positions
- Measures that should be in place to be fully GRAP compliant

Honourable Speaker, I present this document, the municipality's Proposed Budget for Fiscal Year 2014/2015, in a strong believe that it continues this process of sound financial management. It provides the surest path to overcoming the municipality's financial challenges, and that it respect both the interests of the taxpayer and our responsibility to future generations. Setsoto Local Municipality is moving in the right direction.

The total budget over the medium-term is **R 1 193 248 642** constituted by **R 392 719 653** for 2014/2015, **R 397 605 473** for 2015/2016 and **R 402 923 472** for 2016/2017. The total revenue increase is **9%** against the adjustment budget 2013/2014 and **6%** against the 2013/2014 approved budget.

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The operating expenditure for the medium-term equates to R1 173 313 338, constituted by R374 267 6156 for 2014/2015, R397 595 011 for 2015/2016 and R401 450 711 for 2016/2017. The total expenditure has decreased by 12% against the adjustment budget 2013/2014 and 24% against the 2013/2014 approved budget.

Mr. Speaker, our operational budget has increased. This is how this portion of the 2014/2015 has been allocated per department.

Department	Proposed Budget	%
Council	45 842 182	-18
Corporate Services	1 272 741	85
Municipal Manager's Office	2 824 000	-10
Treasury Services	77 006 768	30
Social Services	39 297 164	12
Engineering Services	284 215 904	1
Total	450 458 758	2

As noted in the attached budget, revenue of the municipality is made out of the following revenue sources:

Revenue Source	Proposed Budget	% Increase
Property Rates	39 956 768	8
Service Charges (water, electricity, refuse and sanitation)	130 737 140	8
Investment Revenue	1 951 200	7
Transfers recognised	180 030 000	9
Other Revenue	40 043 985	49
Total	392 719 693	9

The total revenue from rates and service charges is an amount of R **170 694 508**, which is an increase of **8%**. This is how our revenue streams are made up:

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- Property rates
- Service charges for electricity, water sanitation and refuse removal
- Increases in depreciation and debt impairment increased due to our efforts to address the audit queries and align our accounting systems to GRAP standards
- Small long-term investment at OVK, SANLAM and ABSA
- Investment on Municipal Infrastructure Grant
- Equitable Share
- Conditional Grants

The following are conditional grant:

Grant Name	Amount
Municipal Infrastructure Grant	59 660 000
Municipal Improvement Grant	934 000
Financial Management Grant	1 600 000
Regional Bulk Infrastructure Grant	20 000 000
Extended Public Works Programme	2 632 000
Total	84 826 000

- Other revenue- the main increase is the increase in debt book. The bigger the debt book, the bigger the interest on the outstanding debts. The other income is from, fines, and licenses.

Mr. Speaker an amount of **R 374 267 615** for the 2014/2015 has been budgeted for operating expenditure of which salaries, allowances and benefits equals to **R 146 795 816** or **39 %** of the expenditure budget and slightly above the normal average of **33%**. The expenditure by vote is made up of the following:

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Vote	Original Budget	Adjustment Budget	Proposed Budget	% Increase
Employee Costs	123 170 428	140 304 691	146 795 816	4
Remuneration of councillors	8 943 752	9 377 958	9 535 948	2
Debt impairment	53 328 000	78 259 000	69 000 000	-11
Depreciation and Assets Impairment	165 501 000	49 650 300	0	-99
Repairs and Maintenance	28 568 000	13 461 733	16 901 505	25
Finance Charges	1 880 000	980 000	997 000	2
Bulk Purchases	54 000 000	53 000 000	58 242 000	10
Contracted Services	14 705 000	35 624 000	29 765 000	-16
Transfers and Grants	15 665 000	15 386 000	9 228 000	-40
Other Expenditure	96 037 731	143 620 544	132 562 803	-8
Total	493 765 911	426 451 689	374 267 616	-12

The following cross-cutting measures need to be noted:

- Remuneration of Councillors is in line with the determination of upper limits for public representatives
- Repairs and maintenance has been increased by 25% of the current budget
- Contracted services have decreased by 16% due to organisational reengineering to enhance organisational internal capacity
- Provision for depreciation and asset impairment has been informed by the Municipality's Asset Management Policy as well as the GRAP standards. Note that the implementation of GRAP 17 accounting standard has meant bringing a range of assets previously not included in the assets register onto the register. This has resulted in a significant increase in depreciation relative to previous years and is not expensed through the income statement as it relates mainly to the significant increase in the revaluation value of infrastructure assets. These expenses are directly accounted against the appropriation account.

In conclusion Mr. Speaker, I stand here today again grateful for the trust bestowed in us to lead this municipality by our communities. We have a duty to ensure that the values that they stood for, and particularly of the late first President of the democratic South Africa, Mr. Nelson Mandela, may his soul rest in peace,

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remain at the centre of our work- and we dare not disappoint them. I irritate my willingness to work together with all political parties, stakeholders and communities to find workable solutions for the diverse range of developmental challenges facing the municipality.

My sincere appreciation to my Executive Committee members, Chairperson of the Finance Committee, Councillor Koalane, council members, the Municipal Manager, Senior Management and the entire staff, for the support, dedication and effort to put this draft budget together.

We have developed a proposed budget that will control costs to residents while maintaining the expected high quality of services that makes this community a great place to live, learn, work, play and stay.

I thank you.

1.2 Executive Summary

The application of sound financial management principles for the compilation of the Municipality financial plan is essential and critical to ensure that the Municipality remains financially viable and that municipal services are provided sustainably, economically and equitably to all communities.

The Municipality business and service delivery priorities were reviewed as part of this year's planning and budget process. A critical review was also undertaken of expenditures on noncore and 'nice to have' items. Key areas where savings were realized were on telephone and internet usage, printing, workshops, accommodation, and catering.

The Municipality has embarked on implementing a range of revenue collection strategies to optimize the collection of debt owed by consumers. Furthermore, the Municipality has undertaken various customer care initiatives to ensure the municipality truly involves all citizens in the process of ensuring a people lead government.

National Treasury's MFMA Circular No. 70 and 72 were used to guide the compilation of the 2014/15 MTREF.

The main challenges experienced during the compilation of the 2014/15 MTREF can be summarised as follows:

- The on-going difficulties in the national and local economy;
- Aging and poorly maintained water, roads and electricity infrastructure;
- The need to reprioritise projects and expenditure within the existing resource envelope given the cash flow realities and declining cash position of the municipality;
- The increased cost of electricity (due to tariff increases from Eskom), which is placing upward pressure on service tariffs to residents. Continuous high tariff increases are not sustainable - as there will be point where services will no-longer be affordable;
- Wage increases for municipal staff that continue to exceed consumer inflation, as well as the need to fill critical vacancies and the implementation of the newly approved staff structure.
- Affordability of capital projects – original allocations had to be reduced and the operational expenditure associated with prior year's capital investments needed to be factored into the budget as part of the 2014/15 MTREF process; and

The following budget principles and guidelines directly informed the compilation of the 2014/15 MTREF:

- The 2013/14 Adjustments Budget priorities and targets, as well as the base line allocations contained in that Adjustments Budget were adopted as the upper limits for the new baselines for the 2014/15 annual budget;
- Intermediate service level standards were used to inform the measurable objectives.

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- Tariff and property rate increases should be affordable, except where there are price increases in the inputs of services that are beyond the control of the municipality, for instance the cost of providing water and electricity. In addition, tariffs need to remain or move towards being cost reflective, and should take into account the need to address infrastructure backlogs;
- The new Valuation Roll for the term 2014 till 2018 will also come into effect and will have a non-favourable impact on certain categories of users. The impact are limited as far as possible.
- There will be no budget allocated to national and provincial funded projects unless the necessary grants to the municipality are reflected in the national and provincial budget and have been gazetted as required by the annual Division of Revenue Act;

1.3 Recommendation

It is recommended that council at its meeting to be held on the 28 March 2014, consider the tabled draft budget 2014/2015 and adopt the draft budget 2014/2015 and approve the following recommendations: The Council of Setsoto Local Municipality, acting in terms of section 24 of the Municipal Finance Management Act, (Act 56 of 2003) approves and adopts:

- 1.1. The annual budget of the municipality for the financial year 2014/15 and the multi-year and single-year capital appropriations as set out as follows:
- 1.2. The financial position, cash flow budget, cash-backed reserve/accumulated surplus, asset management and basic service delivery targets are approved as set out below:
2. The Council of Setsoto Local Municipality, acting in terms of section 75A of the Local Government: Municipal Systems Act (Act 32 of 2000) approves and adopts with effect from 1 July 2014:
 - 2.1. the tariffs for property rates – as set out in 2.6,
 - 2.2. the tariffs for electricity– as set out in 2.6
 - 2.3. the tariffs for the supply of water – as set out in 2.6
 - 2.4. the tariffs for sanitation services – as set out in 2.6
 - 2.5. the tariffs for solid waste services – as set out in 2.6
3. The Council of Setsoto Local Municipality, acting in terms of 75A of the Local Government: Municipal Systems Act (Act 32 of 2000) approves and adopts with effect from 1 July 2014 the tariffs for other services, as set out in paragraph 2.6 respectively.

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In view of the aforementioned, the following table is a consolidated overview of the proposed 2014/15 Medium-term Revenue and Expenditure Framework:

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1.4 Summary of Operating Revenue and Expenditure

FS191 Setsoto - Table A1 Budget Summary										
Description	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 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 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Financial Performance										
Property rates	23,680	28,460	33,195	26,809	36,867	36,997	36,997	39,957	42,554	45,107
Service charges	95,427	84,357	101,539	120,952	120,952	–	–	130,738	139,236	147,590
Investment revenue	2,344	2,365	–	600	1,822	–	–	1,951	2,078	2,203
Transfers recognised - operational	135,824	159,065	–	172,835	173,335	–	–	180,030	171,091	162,818
Other own revenue	86,077	118,529	278,658	50,746	26,822	–	–	40,044	42,647	45,206
Total Revenue (excluding capital transfers and contributions)	343,352	392,775	413,391	371,942	359,798	36,997	36,997	392,720	397,605	402,923
Employee costs	81,791	91,547	120,376	123,170	140,305	–	–	146,796	156,338	165,718
Remuneration of councillors	8,144	8,020	11,082	8,944	9,378	–	–	9,536	10,156	10,765
Depreciation & asset impairment	192,384	192,450	208,622	165,501	49,650	–	–	(0)	(0)	(1)
Finance charges	2,850	1,879	1,265	1,880	980	–	–	997	1,062	1,126
Materials and bulk purchases	42,297	59,547	83,260	54,000	53,671	–	–	58,242	62,028	65,749
Transfers and grants	13,385	7,894	8,133	15,665	15,386	–	–	9,228	9,828	10,417
Other expenditure	103,792	100,617	164,984	124,606	157,082	–	–	149,469	158,185	147,676
Total Expenditure	444,643	461,955	597,722	493,766	426,452	–	–	374,268	397,595	401,451
Surplus/(Deficit)	(101,290)	(69,180)	(184,331)	(121,824)	(66,654)	36,997	36,997	18,452	10	1,473
Transfers recognised - capital	–	–	–	68,887	79,977	–	–	57,739	61,492	65,182
Contributions recognised - capital & contr	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	(101,290)	(69,180)	(184,331)	(52,937)	13,323	36,997	36,997	76,191	61,503	66,654
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) for the year	(101,290)	(69,180)	(184,331)	(52,937)	13,323	36,997	36,997	76,191	61,503	66,654

Total operating revenue has grown by **5.6 %** or **R20.7 million** for the 2014/15 financial year when compared to the 2013/14 Budget. For the two outer years, operational revenue will increase by **6.5 %** and **6.0 %** respectively.

Total operating expenditure for the 2014/15 financial year has been appropriated at **R374 million** and translates into a budgeted surplus of **R18 million** which exclude depreciation for the year 2014/15 that are mainly attributed to the revaluation of assets. When compared to the 2013/14 Adjustments Budget, operational expenditure has decreased by R2.5 million in the 2014/15 budget. The total surplus will be utilised for capital spending on infrastructure and movable asset acquisition.

1.5 Operating Revenue Framework

For Setsoto Municipality to continue improving the quality of services provided to its citizens it needs to generate the required revenue. In these tough economic times strong revenue management is fundamental to the financial sustainability of every municipality. The reality is that we are faced with development backlogs and poverty. The expenditure required to address these challenges will inevitably always exceed available funding; hence difficult choices have to be made in relation to tariff increases and balancing expenditures against realistically anticipated revenues.

The municipality's revenue strategy is built around the following key components:

- National Treasury's guidelines and macroeconomic policy;
- Growth in the Municipality and continued economic development;
- Efficient revenue management, which aims to ensure a 80 per cent annual collection rate for property rates and other key service charges;
- Electricity tariff increases as approved by the National Electricity Regulator of South Africa (NERSA);
- Achievement of full cost recovery of specific user charges especially in relation to trading services;
- Determining the tariff escalation rate by establishing/calculating the revenue requirement of each service;
- The municipality's Property Rates Policy approved in terms of the Municipal Property Rates Act, 2004 (Act 6 of 2004) (MPRA);
- Increase ability to extend new services and recover costs;
- The municipality's Indigent Policy and rendering of free basic services; and
- Tariff policies of the Council.

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The following table is a summary of the 2014/15 MTREF (classified by main revenue source):

1.6 Summary of Operating Revenue by source

Table 2 – Summary of Operating Revenue by source

FS191 Setsoto - Table A1 Budget Summary										
Description	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 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 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Financial Performance										
Property rates	23,680	28,460	33,195	26,809	36,867	36,997	36,997	39,957	42,554	45,107
Service charges	95,427	84,357	101,539	120,952	120,952	–	–	130,738	139,236	147,590
Investment revenue	2,344	2,365	–	600	1,822	–	–	1,951	2,078	2,203
Transfers recognised - operational	135,824	159,065	–	172,835	173,335	–	–	180,030	171,091	162,818
Other own revenue	86,077	118,529	278,658	50,746	26,822	–	–	40,044	42,647	45,206
Total Revenue (excluding capital transfers and contributions)	343,352	392,775	413,391	371,942	359,798	36,997	36,997	392,720	397,605	402,923

In line with the formats prescribed by the Municipal Budget and Reporting Regulations, capital transfers and contributions are excluded from the operating statement, as inclusion of these revenue sources would distort the calculation of the operating surplus/deficit.

Revenue generated from rates and services charges forms a significant percentage of the revenue basket for the Municipality. Rates and service charge revenues comprise **43 %** of the total revenue mix. In the 2013/14 financial year, revenue from rates and services charges totalled **R157.8 million** or **44 %**. A notable trend is the decrease in the total percentage revenue generated from rates and services charges which decreases from **44 %** in 2013/14 to **43 %** in 2014/15. This decline can mainly attributed to the decreased share that the sale of electricity contributes to the total revenue mix, which in turn is due to the percentage increased allowed by NERSA for electricity sales. The above table excludes revenue foregone arising from discounts and rebates associated with the tariff policies of the Municipality.

Operating grants and transfers totals **R173 million** in the 2013/14 financial year and increases to **R180 million** by 2014/15.

1.6.1 Property Rates

Property rates cover the cost of the provision of general services. Determining the effective property rate tariff is therefore an integral part of the municipality's budgeting process. A newly valued Property Valuation roll will come into effect 1 July 2014 which will have an impact on the tariff structure. Certain categories of consumers will be effected more than others, but a effective and transparent basis was used to calculate the rate per rand.

National Treasury's MFMA Circular No. 51 deals, inter alia with the implementation of the Municipal Property Rates Act, with the regulations issued by the Department of Co-operative Governance. These regulations came into effect on 1 July 2009 and prescribe the rate ratio for the non-residential categories, public service infrastructure and agricultural properties relative to residential properties to be **0,25:1**. The implementation of these regulations was done in the previous budget process and the Property Rates Policy of the Municipality has been amended accordingly.

The following stipulations in the Property Rates Policy are highlighted:

- The first R15 000 of the market value of a property used for residential purposes is excluded from the rate-able value (Section 17(h) of the MPRA).

1.6.2 Sale of Water and Impact of Tariff Increases

South Africa faces similar challenges with regard to water supply as it did with electricity, since demand growth outstrips supply. Consequently, National Treasury is encouraging all municipalities to carefully review the level and structure of their water tariffs to ensure:

- Water tariffs are fully cost-reflective – including the cost of maintenance and renewal of purification plants, water networks and the cost associated with reticulation expansion;
- Water tariffs are structured to protect basic levels of service and ensure the provision of free water to the poorest of the poor (indigent); and
- Water tariffs are designed to encourage efficient and sustainable consumption.

In addition National Treasury has urged all municipalities to ensure that water tariff structures are cost reflective by 2014.

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A tariff increase of 10 % from 1 July 2014 for water is proposed. In addition 6 kℓ water per 30-day period will again be granted free of charge to all residents.

A summary of the proposed tariffs for households (residential) and non-residential are as follows:

1.7 Proposed Water Tariffs

Table 3. Proposed Water Tariffs

WATER SERVICES				
DESCRIPTION	TARIFF No VAT 2013/2014	TARIFF No VAT 2014/2015	TARIFF Inc Vat 2014/2015	
Availability:	62.42	68.67	78.28	
Basic Charge				
Domestic Use				
Fully Connected Site with Meter	73.90	81.29	92.67	
Site with Communal Tap/Basic charge	62.42	68.67	78.28	
Site with tap without meter	73.90	81.29	92.67	
Business	93.37	102.71	117.09	
Small Holdings	89.58	98.54	112.33	
Government & Provincial	228.84	251.72	286.97	
Sports Clubs	179.10	197.01	224.59	
Unit Price				
0 -6kl : (free for domestic customers)	-	-	-	
0 - 6kl (All other users and consumers)	2.95	3.24	3.69	
6,1 - 10kl	3.47	3.81	4.35	
10,1 - 20 kl	3.79	4.17	4.75	
20,1 - 30kl	4.21	4.63	5.28	
30,1kl >	4.52	4.98	5.67	
Municipal Use & Sports Clubs	2.74	3.01	3.43	

The following table shows the impact of the proposed increases in water tariffs on the water charges for a single dwelling-house:

1.8 Comparison between current water charges and increases (Domestic)

Table 4 Comparison between current water charges and increases (Domestic)

Monthly consumption kℓ	Current amount payable R	Proposed amount payable R	Difference (Increase) R	Percentage change
20	125.68	138.23	12.55	9%
30	167.78	184.53	16.75	9%
40	212.98	234.33	21.35	10%
50	248.18	284.13	35.95	14%
80	383.78	433.53	49.75	13%
100	474.18	533.13	58.95	12%

1.8.1 Sale of Electricity and Impact of Tariff Increases

NERSA has announced the revised bulk electricity pricing structure. An 8 % increase in the Eskom bulk electricity tariff to municipalities will be effective from 1 July 2014.

Considering the Eskom increases, the consumer tariff had to be increased by 7.39 % as approved by NERSA to offset the additional bulk purchase cost from 1 July 2014. Furthermore, it should be noted that given the magnitude of the tariff increase, it is expected to depress growth in electricity consumption, which will have a negative impact on the municipality’s revenue from electricity.

Registered indigents will again be granted 50 kWh per 30-day period free of charge.

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The following table shows the impact of the proposed increases in electricity tariffs on the electricity charges for domestic customers:

Table 5 Comparison between current electricity charges and increases (Domestic)

Monthly consumption kWh	Current amount payable R	Proposed amount payable R	Difference (Increase) R	Percentage change
100	298.78	320.96	22.18	7%
250	421.78	452.96	31.18	7%
500	670.28	719.46	49.18	7%
750	980.78	1052.96	72.18	7%
1 000	1313.28	1410.46	97.18	7%
2 000	2643.28	2840.46	197.18	7%

It should further be noted that NERSA has advised that a stepped tariff structure needs to be implemented from 1 July 2011. The effect thereof will be that the higher the consumption, the higher the cost per kWh.

1.8.2 Sanitation and Impact of Tariff Increases

A tariff increase of 10 % for sanitation from 1 July 2014 is proposed. This is based on the input cost assumptions related to water. It should be noted that electricity costs contributes largely to the waste water treatment input costs, therefore the higher than CPI increase of 10 % for sanitation tariffs. The following factors also contribute to the proposed tariff increase:

- Free sanitation will be applicable to registered indigents; and

The following table compares the current and proposed tariffs:

Table 6 Comparison between current sanitation charges and increases

SEWERAGE SERVICES				
DESCRIPTION		TARIFF No VAT 2013/2014	TARIFF No VAT 2014/2015	TARIFF Inc Vat 2014/2015
Bucket System / VIP System		44.49	48.94	55.79
Domestic		56.80	62.48	71.23
Septic Tank		56.80	62.48	71.23
Septic Tank Indigent only		-	-	-
Business		82.87	91.16	103.92

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The following table shows the impact of the proposed increases in sanitation tariffs on the sanitation charges for a single dwelling-house:

1.8.3 Waste Removal and Impact of Tariff Increases

Currently solid waste removal is operating at a deficit. It is widely accepted that the rendering of this service should at least break even, which is currently not the case. The Municipality will have to implement a solid waste strategy to ensure that this service can be rendered in a sustainable manner over the medium to long-term. The main contributors to this deficit are repairs and maintenance on vehicles, increases in general expenditure such as petrol and diesel and the cost of remuneration.

A 10 % increase in the waste removal tariff is proposed from 1 July 2014.

<u>REFUSE SERVICES</u>				
DESCRIPTION		TARIFF No VAT 2013/2014	TARIFF No VAT 2014/2015	TARIFF Inc Vat 2014/2015
HOUSEHOLD				
	Township	56.80	62.48	71.23
	Town	69.05	75.95	86.58
Business				
	Town & Township Factor Value	72.13	79.34	90.45
	Business to start with a value of 2			
	All Business' must be valued by Enviromental Health Officers			
	Tuckshop	56.80	62.48	71.23

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1.9 Summary of operating expenditure by standard classification item

Table 8 Summary of operating expenditure by standard classification item

FS191 Setsoto - Table A1 Budget Summary										
Description	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Financial Performance										
Employee costs	81,791	91,547	120,376	123,170	140,305	–	–	146,796	156,338	165,718
Remuneration of councillors	8,144	8,020	11,082	8,944	9,378	–	–	9,536	10,156	10,765
Depreciation & asset impairment	192,384	192,450	208,622	165,501	49,650	–	–	(0)	(0)	(1)
Finance charges	2,850	1,879	1,265	1,880	980	–	–	997	1,062	1,126
Materials and bulk purchases	42,297	59,547	83,260	54,000	53,671	–	–	58,242	62,028	65,749
Transfers and grants	13,385	7,894	8,133	15,665	15,386	–	–	9,228	9,828	10,417
Other expenditure	103,792	100,617	164,984	124,606	157,082	–	–	149,469	158,185	147,676
Total Expenditure	444,643	461,955	597,722	493,766	426,452	–	–	374,268	397,595	401,451

The budgeted allocation for employee related costs for the 2014/15 financial year totals R146 million, which equals 39 % of the total cash funded operating expenditure. (Debt impairment and Depreciation excluded from total expenditure). Provision was made for the partial implementation of the Organisational structure that was adopted by Council as well as that the Library services has been transferred to the Provincial Government.

The cost associated with the remuneration of councillors is determined by the Minister of Co-operative Governance and Traditional Affairs in accordance with the Remuneration of Public Office Bearers Act, 1998 (Act 20 of 1998). The most recent proclamation in this regard has been taken into account in compiling the Municipality budget.

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The provision of debt impairment was determined based on an annual collection rate of 70 % and the Debt Write-off Policy of the Council. For the 2014/5 financial year this amount equates to R69 million. While this expenditure is considered to be a non-cash flow item, it informed the total cost associated with rendering the services of the municipality, as well as the municipality's realistically anticipated revenues.

Provision for depreciation and asset impairment has been informed by the Municipality's Asset Management Policy as well as the GRAP standards. Note that the implementation of GRAP 17 accounting standard has meant bringing a range of assets previously not included in the assets register onto the register. This has resulted in a significant increase in depreciation relative to previous years and are not expensed through the income statement as it relates mainly to the significant increase in the revaluation value of infrastructure assets. These expenses are directly accountant against the appropriation account.

Finance charges consist primarily of the repayment of interest on long-term borrowing (cost of capital).

Bulk purchases are directly informed by the purchase of electricity from Eskom

1.9.1 Free Basic Services: Basic Social Services Package

The social package assists households that are poor or face other circumstances that limit their ability to pay for services. To receive these free services the households are required to register in terms of the Municipality Indigent Policy. The target is to register 8 000 or more indigent households during the 2014/15 financial year, a process reviewed annually.

The cost of the social package of the registered indigent households is largely financed by national government through the local government equitable share received in terms of the annual Division of Revenue Act.

1.10 Capital expenditure

The following table provides a breakdown of budgeted capital expenditure by vote:

Table 9 – Summary of Capital Expenditure per Department

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FS191 Setsoto - Supporting Table SA36 Detailed capital budget														
Municipal Vote/Capital project	Ref	Program/Project description	Project number	IDP Goal code 2	Individually Approved (Yes/No)	Asset Class	Asset Sub-Class	GPS co-ordin	Total Project Estimate	Prior year outcomes		2014/15 Medium Term Revenue & Expenditure Framework		
R thousand	4				6	3	3	5		Audited Outcome 2012/13	Current Year 2013/14 Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Parent municipality:														
<i>List all capital projects grouped by Municipal Vote</i>														
		Moemaneng: upgrading of oxidation ponds	MIG/FS0448/W/06/08		Yes	Infrastructure - Sanitation	Sewerage purification		36,787	11,090	12,758	1,000		
		Megheleng: Upgrading of bulk water supply	MIG/FS/0707/W/08/10		Yes	Infrastructure - Water	Water purification		62,677	11,181	930			
		Marquard Installation of 2 high mast lights	MIG/FS0794/CL/10/11		Yes	Infrastructure - Electricity	Street Lighting		1,363	682	68			
		Senekal Installation of 5 high mast lights	MIG/FS/0795/CL/10/11		Yes	Infrastructure - Electricity	Street Lighting		2,385	793	94			
		Ficksburg Installation of 7 high mast lights	MIG/FS0796/CL/10/11		Yes	Infrastructure - Electricity	Street Lighting		2,572	1,090	128			
		Ficksburg Construction of 3km paved road	MIG/FS0869/R,ST/11/13		Yes	Infrastructure - Road transport	Roads, Pavements & Bridges		21,992	-	3,062			
		Senekal Construction of 3km paved road	MIG/FS0870/R,ST/11/13		Yes	Infrastructure - Road transport	Roads, Pavements & Bridges		21,992	-	2,083			
		Ficksburg Upgrading of Recreational & Sport Facilities	MIG/FS0873/CF/12/14		Yes	Infrastructure - Other	Recreational facilities		63,042	12,103	20,711			
		Clocolan Development of new solid waste disposal site	MIG/FS0877/F/12/13		Yes	Infrastructure - Other	Waste Management		3,203	-	2,657			
		Marquard Development of new solid waste disposal site	MIG/FS0878/F/12/13		Yes	Infrastructure - Other	Waste Management		3,116	-	5,804			
		Senekal Development of new solid waste disposal site	MIG/FS0879/F/12/13		Yes	Infrastructure - Other	Waste Management		10,428	8,208	447			
		Ficksburg Development of new solid waste disposal site	MIG/FS0880/F/12/13		Yes	Infrastructure - Other	Waste Management		13,760	10,725	815			
		Marquard Fencing of Municipal Properties	MIG/FS/0881/F/12/12		Yes	Infrastructure - Other	Other		7,037	6,392	352			
		Ficksburg Fencing of Municipal Properties	MIG/FS0883/F/12/12		Yes	Infrastructure - Other	Other		1,961	-	1,772			
		Senekal Fencing of Municipal Properties	MIG/FS0884/F/12/12		Yes	Infrastructure - Other	Other		5,610	5,082	281			
		Clocolan Refurbishment of waste water treatment works			Yes	Infrastructure - Sanitation	Sewerage purification		4,674	-	4,674			
Parent Capital	1										56,636	1,000	-	

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Vote	Department	Description	Budget
0301	Corporate Services Admin	Furniture & Equipment	120,000
0311	Housing Council Services	Furniture & Equipment	120,000
0303	Human Resource	Furniture & Equipment	1,620,000
0305	Legal Services & Communication	Furniture & Equipment	30,000
0306	Directoy Corporate - Adimin	Vehicles & Equipment	600,000
0101	Munipal Managers Office	Furniture & Equipment	53,000
0103	IDP/PMS Offive	Furniture & Equipment	200,000
0105	Internal Audit	Furniture & Equipment	28,000
0107	Information Technolgy	Furniture & Equipment	30,000
0201	Budget & Treasury	Finance System	2,100,000
0201	Budget & Treasury	Furniture & Equipment	90,000
0421	Sports & Recreation	Furniture & Equipment	25,000
0421	Sports & Recreation	Vehicles & Equipment	150,000
0421	Sports & Recreation	Grounds & Fencing	340,000
0431	Traffic	Furniture & Equipment	200,000
0413	LED	Furniture & Equipment	100,000
0437	Sercurity	Furniture & Equipment	120,000
0401	Community Admin	Furniture & Equipment	300,000
0521	Roads	Roads Network	6,500,000
0550	sew erage	Furniture & Equipment	55,125
0550	sew erage	Sew erage Network	1,525,000
0103	Mayor Support	Furniture & Equipment	50,000
0540	Water	Vehicles & Equipment	578,812.00
0540	Water	Furniture & Equipment	45,000.00
0540	Water	Grounds & Fencing	23,100.00
0503	PMU	PMU projects analysis	200,000.00

1.11 Legislation compliance status

Compliance with the MFMA implementation requirements have been substantially adhered to through the following activities:

1. In year reporting
Reporting to National Treasury in electronic format was fully complied with on a monthly basis. Section 71 reporting to the Executive Mayor (within 10 working days) has progressively improved and includes monthly published financial performance on the Municipality website.
2. Internship programme
The Municipality is participating in the Municipal Financial Management Internship programme and has employed five interns undergoing training in various divisions of the Financial Services Department. Since the introduction of the Internship programme the Municipality has successfully employed and trained 7 interns through this programme and a majority of them were appointed either in the Municipality or other Institutions such as KPMG, Ernest & Young, SARS, Auditor General, and National Treasury.
3. Budget and Treasury Office
The Budget and Treasury Office has been established in accordance with the MFMA.
4. Audit Committee
An Audit Committee has been established and is fully functional.
5. Service Delivery and Implementation Plan
The detail SDBIP document is at a draft stage and will be finalised after approval of the 2014/15 MTREF in May 2014 directly aligned and informed by the 2014/15 MTREF.
6. Annual Report
Annual report is compiled in terms of the MFMA and National Treasury requirements.
7. MFMA Training
The MFMA training module in electronic format is presented at the Municipality internal centre and training is ongoing.
8. Policies
An amendment of the Municipal Property Rates Regulations as published in Government Notice 363 of 27 March 2009, was announced in Government Gazette 33016 on 12 March 2010. The ratios as prescribed in the Regulations have been complied with.

1.12 Funding credibility on cash flow

The following table illustrate that based on the collection rate of service charges the budget are cash funded. Although the budgeted deficit is reflected, it is attributed mainly as a result of the revaluation of infrastructure assets and the depreciation on the said assets. The Municipality had an unfunded surplus to the amount of R 2 billion due to the revaluation. The deficit will be appropriated against this unfunded surplus.

Table 10 – Summary of Operating Revenue and Expenditure cash flow

Setsoto Local Municipality – Annual Budget & MTREF 2014/15

FS191 Setsoto - Supporting Table SA30 Budgeted monthly cash flow													Medium Term Revenue and Expenditure Framework			
MONTHLY CASH FLOWS	Budget Year 2014/15												Revenue and Expenditure Framework			
	R thousand	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Cash Receipts By Source														1		
Property rates	2,198	2,198	2,198	2,198	2,198	2,198	2,198	2,198	2,198	2,198	2,198	2,198	2,198	26,371	28,086	29,771
Property rates - penalties & collection charges																
Service charges - electricity revenue	3,523	3,523	3,523	3,523	3,523	3,523	3,523	3,523	3,523	3,523	3,523	3,523	3,523	42,270	45,018	47,719
Service charges - water revenue	1,659	1,659	1,659	1,659	1,659	1,659	1,659	1,659	1,659	1,659	1,659	1,659	1,659	19,913	21,208	22,480
Service charges - sanitation revenue	922	922	922	922	922	922	922	922	922	922	922	922	922	11,068	11,787	12,495
Service charges - refuse revenue	1,086	1,086	1,086	1,086	1,086	1,086	1,086	1,086	1,086	1,086	1,086	1,086	1,086	13,035	13,883	14,716
Service charges - other																
Rental of facilities and equipment	69	69	69	69	69	69	69	69	69	69	69	69	69	822	876	928
Interest earned - external investments	163	163	163	163	163	163	163	163	163	163	163	163	163	1,951	2,078	2,203
Interest earned - outstanding debtors	1,784	1,784	1,784	1,784	1,784	1,784	1,784	1,784	1,784	1,784	1,784	1,784	1,784	21,410	22,802	24,170
Dividends received																
Fines	24	24	24	24	24	24	24	24	24	24	24	24	24	292	311	329
Licences and permits	15	20	5											40	43	45
Agency services																
Transfer receipts - operational	84,291	1,316	934		50,404			526	33,076				9,483	180,030	171,091	162,818
Other revenue													6,415	6,415	6,832	7,242
Cash Receipts by Source	95,733	12,764	12,367	11,428	61,832	11,428	11,428	11,954	44,504	11,428	11,428	27,326	323,619	324,013	324,916	
Other Cash Flows by Source																
Transfer receipts - capital	25,000				15,000				17,739				0	57,739	61,492	65,182
Contributions recognised - capital & Contributed assets																
Proceeds on disposal of PPE																
Short term loans																
Borrowing long term/refinancing																
Increase (decrease) in consumer deposits																
Decrease (Increase) in non-current debtors																
Decrease (increase) other non-current receivables																
Decrease (increase) in non-current investments																
Total Cash Receipts by Source	120,733	12,764	12,367	11,428	76,832	11,428	11,428	11,954	62,243	11,428	11,428	27,326	381,358	385,505	390,097	
Cash Payments by Type																
Employee related costs	11,240	11,240	11,240	11,240	16,240	17,240	11,240	11,240	11,240	11,240	11,240	12,160	146,796	156,338	165,718	
Remuneration of councillors	795	795	795	795	795	900	800	800	800	800	800	663	9,536	10,156	10,765	
Finance charges	83	83	83	83	83	83	83	83	83	83	83	83	997	1,062	1,126	
Bulk purchases - Electricity	4,854	4,854	4,854	4,854	4,854	4,854	4,854	4,854	4,854	4,854	4,854	4,854	58,242	62,028	65,749	
Bulk purchases - Water & Sewer																
Other materials																
Contracted services	2,480	2,480	2,480	2,480	2,480	2,480	2,480	2,480	2,480	2,480	2,480	2,480	29,765	30,700	22,542	
Transfers and grants - other municipalities																
Transfers and grants - other	769	769	769	769	769	769	769	769	769	769	769	769	9,228	9,828	10,417	
Other expenditure	4,311	4,311	4,311	4,311	4,311	4,311	4,311	4,311	4,311	4,311	4,311	3,289	50,704	54,000	47,240	
Cash Payments by Type	24,531	24,531	24,531	24,531	29,531	30,636	24,536	24,536	24,536	24,536	24,536	24,297	305,268	324,110	323,557	
Other Cash Flows/Payments by Type																
Capital assets	6,249	6,249	6,249	6,249	6,249	6,249	6,249	6,249	6,249	6,249	6,249	6,249	74,993	61,492	65,182	
Repayment of borrowing																
Other Cash Flows/Payments																
Total Cash Payments by Type	30,780	30,780	30,780	30,780	35,780	36,886	30,786	30,786	30,786	30,786	30,786	30,546	380,261	385,603	388,739	
NET INCREASE/(DECREASE) IN CASH HELD	89,953	(18,016)	(18,413)	(19,352)	41,051	(25,458)	(19,358)	(18,831)	31,457	(19,358)	(19,358)	(3,220)	1,097	(97)	1,359	
Cash/cash equivalents at the month/year begin:	3,562	93,515	75,499	57,085	37,733	78,784	53,326	33,969	15,137	46,595	27,237	7,879	3,562	4,659	4,562	
Cash/cash equivalents at the month/year end:	93,515	75,499	57,085	37,733	78,784	53,326	33,969	15,137	46,595	27,237	7,879	4,659	4,659	4,562	5,920	

1.13 Municipal manager’s quality certificate

I S T R Ramakarane, municipal manager of Setsoto Local Municipality, hereby certify that the annual 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.

Print Name _ S T R RAMAKARANE _____

Municipal manager of Setsoto Municipality (FS191)

Signature _____

Date _____

Part 2 – Supporting Documentation

2.1 Overview of the annual budget process

Section 53 of the MFMA requires the Mayor of the municipality to provide general political guidance in the budget process and the setting of priorities that must guide the preparation of the budget.

In terms of section 21 of the MFMA the Mayor is required to table in Council ten months before the start of the new financial year (i.e. in August 2010) a time schedule that sets out the process to revise the IDP and prepare the budget.

The Mayor tabled the budget key timelines before Council meeting outlining the key activities to be undertaken with strict timeliness. There was however necessary deviations from the key dates set out in the Budget Time Schedule tabled in Council due to the non availability of key personnel.

The municipality tabled the Draft Budget for 2014/2015 in Council on 28 March 2014. All relevant documents as tabled in Council were placed on the municipality's website and municipal offices for community consultation. All documents in the appropriate format were provided to National Treasury and the Provincial Treasury for inputs and recommendations.

Community Participation was conducted from 06 to 10 May 2013 in all four towns of Setsoto municipality. Inputs received during public participation focused on Service Delivery issues and backlogs.

When finalising the budget the municipality took into account inputs received from Treasury Departments and the community.

Setsoto Local Municipality – Annual Budget & MTREF 2014/15

FS191 Setsoto - Table A1 Budget Summary										
Description	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Financial Performance										
Property rates	23,680	28,460	33,195	26,809	36,867	36,997	36,997	39,957	42,554	45,107
Service charges	95,427	84,357	101,539	120,952	120,952	–	–	130,738	139,236	147,590
Investment revenue	2,344	2,365	–	600	1,822	–	–	1,951	2,078	2,203
Transfers recognised - operational	135,824	159,065	–	172,835	173,335	–	–	180,030	171,091	162,818
Other own revenue	86,077	118,529	278,658	50,746	26,822	–	–	40,044	42,647	45,206
Total Revenue (excluding capital transfers and contributions)	343,352	392,775	413,391	371,942	359,798	36,997	36,997	392,720	397,605	402,923
Employee costs	81,791	91,547	120,376	123,170	140,305	–	–	146,796	156,338	165,718
Remuneration of councillors	8,144	8,020	11,082	8,944	9,378	–	–	9,536	10,156	10,765
Depreciation & asset impairment	192,384	192,450	208,622	165,501	49,650	–	–	(0)	(0)	(1)
Finance charges	2,850	1,879	1,265	1,880	980	–	–	997	1,062	1,126
Materials and bulk purchases	42,297	59,547	83,260	54,000	53,671	–	–	58,242	62,028	65,749
Transfers and grants	13,385	7,894	8,133	15,665	15,386	–	–	9,228	9,828	10,417
Other expenditure	103,792	100,617	164,984	124,606	157,082	–	–	149,469	158,185	147,676
Total Expenditure	444,643	461,955	597,722	493,766	426,452	–	–	374,268	397,595	401,451
Surplus/(Deficit)	(101,290)	(69,180)	(184,331)	(121,824)	(66,654)	36,997	36,997	18,452	10	1,473
Transfers recognised - capital	–	–	–	68,887	79,977	–	–	57,739	61,492	65,182
Contributions recognised - capital & contr	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	(101,290)	(69,180)	(184,331)	(52,937)	13,323	36,997	36,997	76,191	61,503	66,654
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) for the year	(101,290)	(69,180)	(184,331)	(52,937)	13,323	36,997	36,997	76,191	61,503	66,654

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FS191 Setsoto - Table A2 Budgeted Financial Performance (revenue and expenditure by standard classification)										
Standard Classification Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand	1									
Revenue - Standard										
Governance and administration		–	128,012	127,800	134,352	119,501	–	127,125	135,388	143,511
Executive and council		–	55,287	58,955	58,689	59,276	–	48,666	51,829	54,939
Budget and treasury office		–	63,301	67,145	67,125	59,394	–	77,007	82,012	86,933
Corporate services		–	9,425	1,699	8,538	831	–	1,452	1,546	1,639
Community and public safety		–	7,341	1,360	1,214	5,361	–	1,349	1,437	1,523
Community and social services		–	301	314	385	363	–	454	483	512
Sport and recreation		–	6,657	45	53	29	–	57	61	65
Public safety		–	378	823	270	4,435	–	292	311	329
Housing		–	4	178	506	534	–	546	582	617
Economic and environmental services		–	47,302	24,825	27,604	27,629	–	31,540	32,732	34,656
Road transport		–	47,302	24,825	27,604	27,629	–	31,540	32,732	34,656
Trading services		–	210,120	290,498	277,659	287,284	–	290,445	289,541	288,415
Electricity		–	83,307	96,437	103,849	101,599	–	109,757	116,891	123,905
Water		–	57,907	55,973	113,230	119,936	–	114,351	102,001	89,622
Waste water management		–	41,995	111,112	29,406	31,125	–	28,568	30,425	32,250
Waste management		–	26,910	26,976	31,174	34,625	–	37,769	40,224	42,637
Other	4	–	–	–	–	–	–	–	–	–
Total Revenue - Standard	2	–	392,775	444,483	440,829	439,775	–	450,459	459,098	468,105
Expenditure - Standard										
Governance and administration		–	76,882	115,961	143,418	126,974	–	117,516	125,155	132,664
Executive and council		–	30,028	69,410	52,254	59,502	–	51,002	54,317	57,576
Budget and treasury office		–	23,887	18,779	35,673	41,326	–	39,636	42,213	44,745
Corporate services		–	22,966	27,772	55,491	26,146	–	26,878	28,625	30,343
Community and public safety		–	44,576	41,372	35,830	37,281	–	38,582	41,090	43,555
Community and social services		–	5,525	5,969	9,307	15,847	–	8,196	8,729	9,253
Sport and recreation		–	12,355	21,022	12,690	11,014	–	10,377	11,052	11,715
Public safety		–	6,096	8,249	7,591	5,648	–	12,536	13,351	14,152
Housing		–	20,600	6,132	6,241	4,771	–	7,472	7,958	8,435
Economic and environmental services		–	161,709	14,367	45,990	19,695	–	24,208	25,781	27,328
Road transport		–	161,194	14,367	45,990	19,695	–	24,208	25,781	27,328
Environmental protection		–	514	–	–	–	–	–	–	–
Trading services		–	178,789	387,781	268,528	242,501	–	193,961	205,569	197,903
Electricity		–	85,567	59,422	76,303	71,794	–	77,671	81,720	76,623
Water		–	38,540	249,399	65,707	93,949	–	41,856	44,577	42,251
Waste water management		–	34,440	35,212	71,261	38,479	–	34,319	36,550	33,743
Waste management		–	20,241	43,748	55,257	38,280	–	40,115	42,722	45,286
Other	4	–	–	–	–	–	–	–	–	–
Total Expenditure - Standard	3	–	461,955	559,480	493,766	426,452	–	374,268	397,595	401,451
Surplus/(Deficit) for the year		–	(69,180)	(114,997)	(52,937)	13,323	–	76,191	61,503	66,654

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FS191 Setsoto - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)										
Vote Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand										
Revenue by Vote	1									
Vote 1 - Council		–	–	58,155	56,049	56,136	–	45,842	48,822	51,751
Vote 2 - Corporate Services		–	–	1,866	8,368	686	–	1,273	1,355	1,437
Vote 3 - Municipal Manager		–	–	800	2,640	3,140	–	2,824	3,008	3,188
Vote 4 - Financial Services		–	–	67,145	67,125	59,394	–	77,007	82,012	86,933
Vote 5 - Community and Economic Services		–	–	28,169	32,558	40,130	–	39,297	41,851	44,363
Vote 6 - Technical Services		263,782	343,352	288,347	274,090	280,288	–	284,216	282,049	280,434
Total Revenue by Vote	2	263,782	343,352	444,483	440,829	439,775	–	450,459	459,098	468,105
Expenditure by Vote to be appropriated	1									
Vote 1 - Council		–	–	31,378	38,506	50,704	–	40,405	43,031	45,613
Vote 2 - Corporate Services		–	–	27,087	54,482	26,709	–	32,277	34,375	36,437
Vote 3 - Municipal Manager		–	–	38,032	17,992	10,316	–	12,635	13,457	14,264
Vote 4 - Financial Services		–	–	18,779	35,673	41,326	–	39,636	42,213	44,745
Vote 5 - Community and Economic Services		–	–	85,805	87,853	73,479	–	71,260	75,892	80,445
Vote 6 - Technical Services		290,547	444,643	358,400	259,261	223,917	–	178,055	188,628	179,946
Total Expenditure by Vote	2	290,547	444,643	559,480	493,766	426,452	–	374,268	397,595	401,451
Surplus/(Deficit) for the year	2	(26,765)	(101,290)	(114,997)	(52,937)	13,323	–	76,191	61,503	66,654

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FS191 Setsoto - Table A4 Budgeted Financial Performance (revenue and expenditure)											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand	1										
Revenue By Source											
Property rates	2	23,680	28,460	33,195	26,809	36,867	36,997	36,997	39,957	42,554	45,107
Property rates - penalties & collection charges											
Service charges - electricity revenue	2	42,376	45,332	53,457	60,323	60,323	–	–	64,046	68,209	72,301
Service charges - water revenue	2	22,318	10,225	20,536	27,429	27,429	–	–	30,172	32,133	34,061
Service charges - sanitation revenue	2	14,285	13,412	12,623	15,245	15,245	–	–	16,770	17,860	18,931
Service charges - refuse revenue	2	16,358	15,388	14,922	17,955	17,955	–	–	19,751	21,034	22,296
Service charges - other		91	–	–	–	–	–	–	–	–	–
Rental of facilities and equipment		436	131	–	752	813	–	–	822	876	928
Interest earned - external investments		2,344	2,365	–	600	1,822	–	–	1,951	2,078	2,203
Interest earned - outstanding debtors		11,836	27,280	–	30,000	18,084	–	–	32,440	34,549	36,622
Dividends received		–	–	–	–	30	–	–	35	37	40
Fines		297	387	–	270	4,450	–	–	292	311	329
Licences and permits		1	106	–	12	21	–	–	40	43	45
Agency services		–	–	–	–	–	–	–	–	–	–
Transfers recognised - operational		135,824	159,065	–	172,835	173,335	–	–	180,030	171,091	162,818
Other revenue	2	73,508	90,624	278,658	19,712	3,424	–	–	6,415	6,832	7,242
Gains on disposal of PPE		–	–	–	–	–	–	–	–	–	–
Total Revenue (excluding capital transfers and contributions)		343,352	392,775	413,391	371,942	359,798	36,997	36,997	392,720	397,605	402,923
Expenditure By Type											
Employee related costs	2	81,791	91,547	120,376	123,170	140,305	–	–	146,796	156,338	165,718
Remuneration of councillors		8,144	8,020	11,082	8,944	9,378	–	–	9,536	10,156	10,765
Debt impairment	3	56,657	57,536	83,687	53,328	78,259	–	–	69,000	73,485	77,894
Depreciation & asset impairment	2	192,384	192,450	208,622	165,501	49,650	–	–	(0)	(0)	(1)
Finance charges		2,850	1,879	1,265	1,880	980	–	–	997	1,062	1,126
Bulk purchases	2	30,341	44,284	48,437	54,000	53,671	–	–	58,242	62,028	65,749
Other materials	8	11,956	15,263	34,823	–	–	–	–	–	–	–
Contracted services		–	727	–	14,705	35,624	–	–	29,765	30,700	22,542
Transfers and grants		13,385	7,894	8,133	15,665	15,386	–	–	9,228	9,828	10,417
Other expenditure	4, 5	47,135	42,354	81,297	56,572	43,200	–	–	50,704	54,000	47,240
Loss on disposal of PPE		–	–	–	–	–	–	–	–	–	–
Total Expenditure		444,643	461,955	597,722	493,766	426,452	–	–	374,268	397,595	401,451
Surplus/(Deficit)		(101,290)	(69,180)	(184,331)	(121,824)	(66,654)	36,997	36,997	18,452	10	1,473
Transfers recognised - capital		–	–	–	68,887	79,977	–	–	57,739	61,492	65,182
Contributions recognised - capital	6	–	–	–	–	–	–	–	–	–	–
Contributed assets		–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions		(101,290)	(69,180)	(184,331)	(52,937)	13,323	36,997	36,997	76,191	61,503	66,654
Taxation		–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after taxation		(101,290)	(69,180)	(184,331)	(52,937)	13,323	36,997	36,997	76,191	61,503	66,654
Attributable to minorities		–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) attributable to municipality		(101,290)	(69,180)	(184,331)	(52,937)	13,323	36,997	36,997	76,191	61,503	66,654
Share of surplus/ (deficit) of associate	7	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) for the year		(101,290)	(69,180)	(184,331)	(52,937)	13,323	36,997	36,997	76,191	61,503	66,654

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FS191 Setsoto - Table A5 Budgeted Capital Expenditure by vote, standard classification and funding											
Vote Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Capital expenditure - Vote											
Multi-year expenditure to be appropriated	2										
Vote 1 - Council		-	-	-	-	-	-	-	-	-	-
Vote 2 - Corporate Services		-	-	-	-	-	-	-	-	-	-
Vote 3 - Municipal Manager		-	-	-	-	-	-	-	-	-	-
Vote 4 - Financial Services		-	-	-	-	-	-	-	-	-	-
Vote 5 - Community and Economic Services		-	-	-	-	-	-	-	-	-	-
Vote 6 - Technical Services		-	-	-	52,034	-	-	-	-	-	-
Capital multi-year expenditure sub-total	7	-	-	-	52,034	-	-	-	-	-	-
Single-year expenditure to be appropriated	2										
Vote 1 - Council		-	1,765	-	-	-	-	-	50	-	-
Vote 2 - Corporate Services		4,524	-	361	1,000	800	-	-	2,490	-	-
Vote 3 - Municipal Manager		-	-	-	530	-	-	-	311	-	-
Vote 4 - Financial Services		-	1,265	509	3,220	2,300	-	-	2,190	-	-
Vote 5 - Community and Economic Services		610	5,819	20,775	-	45,725	-	-	34,073	22,894	-
Vote 6 - Technical Services		62,087	63,177	49,572	23,325	37,847	-	-	35,879	22,158	-
Capital single-year expenditure sub-total		67,221	72,026	71,217	28,075	86,672	-	-	74,993	45,052	-
Total Capital Expenditure - Vote		67,221	72,026	71,217	80,109	86,672	-	-	74,993	45,052	-
Capital Expenditure - Standard											
Governance and administration		-	-	-	-	(330)	-	-	4,921	-	-
Executive and council						-			361		
Budget and treasury office						-			2,190		
Corporate services						(330)			2,370		
Community and public safety		-	-	-	-	450	-	-	24,470	3,000	-
Community and social services									2,925		
Sport and recreation									21,226	3,000	
Public safety						120			200		
Housing						330			120		
Economic and environmental services		-	-	-	-	-	-	-	11,645	21,158	-
Road transport									11,645	21,158	
Trading services		-	-	-	-	-	-	-	33,756	20,449	-
Electricity									291		
Water									4,731		
Waste water management									19,012	1,000	
Waste management									9,723	19,449	
Other									200	445	
Total Capital Expenditure - Standard	3	-	-	-	-	120	-	-	74,993	45,052	-
Funded by:											
National Government						74,977			67,685	45,052	
Provincial Government						5,000					
Transfers recognised - capital	4	-	-	-	-	79,977	-	-	67,685	45,052	-
Public contributions & donations	5										
Borrowing	6										
Internally generated funds						6,695			7,308		
Total Capital Funding	7	-	-	-	-	86,672	-	-	74,993	45,052	-

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FS191 Setsoto - Supporting Table SA2 Matrix Financial Performance Budget (revenue source/expenditure type and dept.)								
Description	Ref	Vote 1 - Council	Vote 2 - Corporate Services	Vote 3 - Municipal Manager	Vote 4 - Financial Services	Vote 5 - Community and Economic Services	Vote 6 - Technical Services	Total
R thousand	1							
Revenue By Source								
Property rates					39,957			39,957
Property rates - penalties & collection charges								-
Service charges - electricity revenue							64,046	64,046
Service charges - water revenue							30,172	30,172
Service charges - sanitation revenue							16,770	16,770
Service charges - refuse revenue						19,751		19,751
Service charges - other								-
Rental of facilities and equipment		-	5	-	-	817	-	822
Interest earned - external investments					1,951			1,951
Interest earned - outstanding debtors					32,440			32,440
Dividends received					35			35
Fines						292		292
Licences and permits						40		40
Agency services								-
Other revenue		113	1,267	-	1,024	395	4,719	7,518
Transfers recognised - operational		45,730	-	2,824	1,600	18,003	111,874	180,030
Gains on disposal of PPE								-
Total Revenue (excluding capital transfers and contribu		45,842	1,273	2,824	77,007	39,297	227,580	393,823
Expenditure By Type								
Employee related costs		13,898	18,531	6,796	16,862	44,123	46,666	146,876
Remuneration of councillors		9,536	-	-	-	-	-	9,536
Debt impairment		-	2,000	-	3,000	18,000	46,000	69,000
Depreciation & asset impairment		-	-	-	-	-	-	-
Finance charges		500	145	-	132	-	220	997
Bulk purchases		-	-	-	-	-	58,240	58,240
Other materials		-	-	-	-	-	-	-
Contracted services		4,001	4,547	1,451	15,913	1,320	2,534	29,765
Transfers and grants		8,000	168	-	-	60	1,000	9,228
Other expenditure		4,470	6,886	4,389	3,729	7,757	24,497	51,729
Loss on disposal of PPE								-
Total Expenditure		40,405	32,277	12,635	39,636	71,260	179,158	375,371
Surplus/(Deficit)		5,437	(31,004)	(9,811)	37,370	(31,963)	48,422	18,452
Transfers recognised - capital							57,739	57,739
Contributions recognised - capital								-
Contributed assets								-
Surplus/(Deficit) after capital transfers & contributions		5,437	(31,004)	(9,811)	37,370	(31,963)	106,161	76,191

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FS191 Setsoto - Supporting Table SA25 Budgeted monthly revenue and expenditure																
Description	Ref	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Revenue By Source																
Property rates		39,957	–	–	–	–	–	–	–	–	–	–	–	39,957	42,554	45,107
Property rates - penalties & collection charges		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Service charges - electricity revenue		5,429	5,429	5,429	5,429	5,429	5,429	5,429	5,429	5,429	5,429	5,429	4,326	64,046	68,209	72,301
Service charges - water revenue		2,514	2,514	2,514	2,514	2,514	2,514	2,514	2,514	2,514	2,514	2,514	2,514	30,172	32,133	34,061
Service charges - sanitation revenue		1,397	1,397	1,397	1,397	1,397	1,397	1,397	1,397	1,397	1,397	1,397	1,397	16,770	17,860	18,931
Service charges - refuse revenue		1,646	1,646	1,646	1,646	1,646	1,646	1,646	1,646	1,646	1,646	1,646	1,646	19,751	21,034	22,296
Service charges - other		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Rental of facilities and equipment		69	69	69	69	69	69	69	69	69	69	69	69	822	876	928
Interest earned - external investments		163	163	163	163	163	163	163	163	163	163	163	163	1,951	2,078	2,203
Interest earned - outstanding debtors		2,703	2,703	2,703	2,703	2,703	2,703	2,703	2,703	2,703	2,703	2,703	2,703	32,440	34,549	36,622
Dividends received		–	35	–	–	–	–	–	–	–	–	–	–	35	37	40
Fines		24	24	24	24	24	24	24	24	24	24	24	24	292	311	329
Licences and permits		15	20	5	–	–	–	–	–	–	–	–	–	40	43	45
Agency services		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Transfers recognised - operational		84,291	1,316	934	–	50,404	–	–	526	33,076	–	–	9,483	180,030	171,091	162,818
Other revenue		535	535	535	535	535	535	535	535	535	535	535	535	6,415	6,832	7,242
Gains on disposal of PPE		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Revenue (excluding capital transfers and contributions)		138,742	15,851	15,419	14,480	64,884	14,480	14,480	15,006	47,556	14,480	14,480	22,860	392,720	397,605	402,923
Expenditure By Type																
Employee related costs		11,240	11,240	11,240	11,240	16,240	17,240	11,240	11,240	11,240	11,240	11,240	12,160	146,796	156,338	165,718
Remuneration of councillors		795	795	795	795	795	900	800	800	800	800	800	663	9,536	10,156	10,765
Debt impairment		–	–	–	–	–	34,500	–	–	–	–	–	34,500	69,000	73,485	77,894
Depreciation & asset impairment		–	–	–	–	–	–	–	–	–	–	–	(0)	(0)	(0)	(1)
Finance charges		83	83	83	83	83	83	83	83	83	83	83	83	997	1,062	1,126
Bulk purchases		4,854	4,854	4,854	4,854	4,854	4,854	4,854	4,854	4,854	4,854	4,854	4,854	58,242	62,028	65,749
Other materials		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Contracted services		2,480	2,480	2,480	2,480	2,480	2,480	2,480	2,480	2,480	2,480	2,480	2,480	29,765	30,700	22,542
Transfers and grants		769	769	769	769	769	769	769	769	769	769	769	769	9,228	9,828	10,417
Other expenditure		4,311	4,311	4,311	4,311	4,311	4,311	4,311	4,311	4,311	4,311	4,311	3,289	50,704	54,000	47,240
Loss on disposal of PPE		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Expenditure		24,531	24,531	24,531	24,531	29,531	65,136	24,536	24,536	24,536	24,536	24,536	58,796	374,268	397,595	401,451
Surplus/(Deficit)		114,212	(8,680)	(9,112)	(10,051)	35,353	(50,656)	(10,056)	(9,530)	23,020	(10,056)	(10,056)	(35,936)	18,452	10	1,473
Transfers recognised - capital		5,200	5,200	5,200	5,200	5,200	3,200	5,200	5,560	5,900	3,900	5,900	2,079	57,739	61,492	65,182
Contributions recognised - capital		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Contributed assets		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions		119,412	(3,480)	(3,912)	(4,851)	40,553	(47,456)	(4,856)	(3,970)	28,920	(6,156)	(4,156)	(33,857)	76,191	61,503	66,654
Taxation		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Attributable to minorities		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Share of surplus/ (deficit) of associate		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit)	1	119,412	(3,480)	(3,912)	(4,851)	40,553	(47,456)	(4,856)	(3,970)	28,920	(6,156)	(4,156)	(33,857)	76,191	61,503	66,654

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FS191 Setsoto - Supporting Table SA30 Budgeted monthly cash flow													Medium Term Revenue and Expenditure Framework			
MONTHLY CASH FLOWS													Budget Year 2014/15			
R thousand	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17	
Cash Receipts By Source													1			
Property rates	2,198	2,198	2,198	2,198	2,198	2,198	2,198	2,198	2,198	2,198	2,198	2,198	2,198	26,371	28,086	29,771
Property rates - penalties & collection charges																
Service charges - electricity revenue	3,523	3,523	3,523	3,523	3,523	3,523	3,523	3,523	3,523	3,523	3,523	3,523	3,523	42,270	45,018	47,719
Service charges - water revenue	1,659	1,659	1,659	1,659	1,659	1,659	1,659	1,659	1,659	1,659	1,659	1,659	1,659	19,913	21,208	22,480
Service charges - sanitation revenue	922	922	922	922	922	922	922	922	922	922	922	922	922	11,068	11,787	12,495
Service charges - refuse revenue	1,086	1,086	1,086	1,086	1,086	1,086	1,086	1,086	1,086	1,086	1,086	1,086	1,086	13,035	13,883	14,716
Service charges - other																
Rental of facilities and equipment	69	69	69	69	69	69	69	69	69	69	69	69	69	822	876	928
Interest earned - external investments	163	163	163	163	163	163	163	163	163	163	163	163	163	1,951	2,078	2,203
Interest earned - outstanding debtors	1,784	1,784	1,784	1,784	1,784	1,784	1,784	1,784	1,784	1,784	1,784	1,784	1,784	21,410	22,802	24,170
Dividends received																
Fines	24	24	24	24	24	24	24	24	24	24	24	24	24	292	311	329
Licences and permits	15	20	5											40	43	45
Agency services																
Transfer receipts - operational	84,291	1,316	934		50,404			526	33,076				9,483	180,030	171,091	162,818
Other revenue													6,415	6,415	6,832	7,242
Cash Receipts by Source	95,733	12,764	12,367	11,428	61,832	11,428	11,428	11,954	44,504	11,428	11,428	27,326	323,619	324,013	324,916	
Other Cash Flows by Source																
Transfer receipts - capital	25,000				15,000				17,739				0	57,739	61,492	65,182
Contributions recognised - capital & Contributed assets																
Proceeds on disposal of PPE																
Short term loans																
Borrowing long term/refinancing																
Increase (decrease) in consumer deposits																
Decrease (increase) in non-current debtors																
Decrease (increase) other non-current receivables																
Decrease (increase) in non-current investments																
Total Cash Receipts by Source	120,733	12,764	12,367	11,428	76,832	11,428	11,428	11,954	62,243	11,428	11,428	27,326	381,358	385,505	390,097	
Cash Payments by Type																
Employee related costs	11,240	11,240	11,240	11,240	16,240	17,240	11,240	11,240	11,240	11,240	11,240	12,160	146,796	156,338	165,718	
Remuneration of councillors	795	795	795	795	795	900	800	800	800	800	800	663	9,536	10,156	10,765	
Finance charges	83	83	83	83	83	83	83	83	83	83	83	83	997	1,062	1,126	
Bulk purchases - Electricity	4,854	4,854	4,854	4,854	4,854	4,854	4,854	4,854	4,854	4,854	4,854	4,854	58,242	62,028	65,749	
Bulk purchases - Water & Sewer																
Other materials																
Contracted services	2,480	2,480	2,480	2,480	2,480	2,480	2,480	2,480	2,480	2,480	2,480	2,480	29,765	30,700	22,542	
Transfers and grants - other municipalities																
Transfers and grants - other	769	769	769	769	769	769	769	769	769	769	769	769	9,228	9,828	10,417	
Other expenditure	4,311	4,311	4,311	4,311	4,311	4,311	4,311	4,311	4,311	4,311	4,311	3,289	50,704	54,000	47,240	
Cash Payments by Type	24,531	24,531	24,531	24,531	29,531	30,636	24,536	24,536	24,536	24,536	24,536	24,297	305,268	324,110	323,557	
Other Cash Flows/Payments by Type																
Capital assets	6,249	6,249	6,249	6,249	6,249	6,249	6,249	6,249	6,249	6,249	6,249	6,249	74,993	61,492	65,182	
Repayment of borrowing																
Other Cash Flows/Payments																
Total Cash Payments by Type	30,780	30,780	30,780	30,780	35,780	36,886	30,786	30,786	30,786	30,786	30,786	30,546	380,261	385,603	388,739	
NET INCREASE/(DECREASE) IN CASH HELD	89,953	(18,016)	(18,413)	(19,352)	41,051	(25,458)	(19,358)	(18,831)	31,457	(19,358)	(19,358)	(3,220)	1,097	(97)	1,359	
Cash/cash equivalents at the month/year begin:	3,562	93,515	75,499	57,085	37,733	78,784	53,326	33,969	15,137	46,595	27,237	7,879	3,562	4,659	4,562	
Cash/cash equivalents at the month/year end:	93,515	75,499	57,085	37,733	78,784	53,326	33,969	15,137	46,595	27,237	7,879	4,659	4,659	4,562	5,920	

2.3 Overview of budget related-policies

The municipal budget related policies was reviewed as part of community inputs and the final reviewed policies are attached

2.4 TARIFFS 2013/14

The main service tariff structure are highlighted below and the full tariff list are attached.

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ASSESSMENT RATES			
DESCRIPTION	TARIFF No VAT 2013/2014	TARIFF No VAT 2014/2015	TARIFF Inc Vat 2014/2015
Public / Residential			
Market Value	0.1000	0.0400	
Government / State Owned			
Market Value Residential		0.0400	
Market Value Business	0.1000	0.0800	
Business / Industrial			
Market Value	0.2000	0.0800	
Farms / Agricultural			
Market Value	0.025	0.0100	
Public Service Infrastructure			
Market Value	0.025	0.0100	
Exemptions, Rebates, Discounts & Reductions.			
As stipulated in the Council's Rates Policy and Rates By-Law			
Rebate - Government/State owned			0%
Rebate - Public/Residential			85%
Rebate - Business/Industrial			85%
Rebate - Farms/Agricultural			85%

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ELECTRICITY				
DESCRIPTION		TARIFF No VAT 2013/2014	TARIFF No VAT 2014/2015	TARIFF Inc Vat 2014/2015
Availability:		87.70	94.18	107.37
Basic Charges				
	Domestic	225.78	242.46	276.41
	Business	278.77	299.37	341.28
	Industrial High > 15000 kwh	3,177.34	3,412.14	3,889.84
	Industrial Low < 15000 kwh	212.97	228.71	260.72
	Small Holdings / Farms	338.27	363.27	414.13
	Government & Provincial	511.02	548.79	625.62
	School Hostels	225.78	242.46	276.41
	Sport	204.42	219.53	250.26
	Municipal use	204.42	219.53	250.26
Unit Price per Kwh				
	Small Holdings / Farms (No free Kwh applicable)	0.94	1.01	1.15
	Government & Provincial (No free Kwh applicable)	1.32	1.41	1.61
	Sport (No free Kwh applicable)	0.94	1.01	1.15
	Municipal use (No free Kwh applicable)	0.99	1.06	1.21
	Single rate tariff / Prepaid	1.18	1.26	1.44
Inclining Block Tariffs (IBT) - New				
Domestic Tariffs:				
Block 1	0 - 50 c/kwh	0.64	0.64	0.73
Block 2	51 - 350 c/kwh	0.82	0.82	0.93
Block 3	351 - 600 c/kwh	1.11	1.11	1.27
Block 4	600 > c/kwh	1.33	1.33	1.52
Commercial Tariffs:				
	Prepaid 2000 c/kwh	1.22	1.31	1.49
	Conventional 2000 c/kwh	1.22	1.31	1.49
Industrial:				
	c/kwh	1.24	1.33	1.52
Bulk Users				
	K V A High voltage	134.50	144.44	164.67
	K V A Low voltage	124.05	133.21	151.86
	0 - 15000	0.57	0.61	0.70
	15001 >	0.49	0.53	0.60

<u>REFUSE SERVICES</u>				
DESCRIPTION		TARIFF No VAT 2013/2014	TARIFF No VAT 2014/2015	TARIFF Inc Vat 2014/2015
HOUSEHOLD				
	Township	56.80	62.48	71.23
	Town	69.05	75.95	86.58
Business				
	Town & Township Factor Value	72.13	79.34	90.45
	Business to start with a value of 2			
	All Business' must be valued by Enviromental Health Officers			
	Tuckshop	56.80	62.48	71.23
	Provincial & Government Buildings	193.33	212.66	242.43
	Garden Refuse (Container or Trailer rental)	126.50	139.15	158.63
	Building Rubble per 8 ton Load	1,207.50	1,328.25	1,514.21
	Cleaning of Sites (Vacant Sites Only)(per 100 m2 or part thereof)	603.75	664.13	757.10
	Removal of Trade Refuse (per 85 lt container)	103.50	113.85	129.79
	Removal of perishable foodstuffs	230.00	253.00	288.42
Removal of Carcass				
	Cattle	241.50	265.65	302.84
	Other Than Cattle	120.75	132.83	151.42

<u>SEWERAGE SERVICES</u>				
DESCRIPTION		TARIFF No VAT 2013/2014	TARIFF No VAT 2014/2015	TARIFF Inc Vat 2014/2015
Bucket System / VIP System		44.49	48.94	55.79
Domestic		56.80	62.48	71.23
Septic Tank		56.80	62.48	71.23
Septic Tank Indigent only		-	-	-
Business		82.87	91.16	103.92
Provincial Administration		194.84	214.33	244.34
- Hospitals		567.64	624.40	711.82
- Jails		644.36	708.79	808.02
Availability		31.48	34.62	39.47
				-

<u>WATER SERVICES</u>				
DESCRIPTION		TARIFF No VAT 2013/2014	TARIFF No VAT 2014/2015	TARIFF Inc Vat 2014/2015
Availability:		62.42	68.67	78.28
Basic Charge				
	Domestic Use			
	Fully Connected Site with Meter	73.90	81.29	92.67
	Site with Communal Tap/Basic charge	62.42	68.67	78.28
	Site with tap without meter	73.90	81.29	92.67
	Business	93.37	102.71	117.09
	Small Holdings	89.58	98.54	112.33
	Government & Provincial	228.84	251.72	286.97
	Sports Clubs	179.10	197.01	224.59
Unit Price				
	0 -6kl : (free for domestic customers)	-	-	-
	0 - 6kl (All other users and consumers)	2.95	3.24	3.69
	6,1 - 10kl	3.47	3.81	4.35
	10,1 - 20 kl	3.79	4.17	4.75
	20,1 - 30kl	4.21	4.63	5.28
	30,1kl >	4.52	4.98	5.67
	Municipal Use & Sports Clubs	2.74	3.01	3.43

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FS191 Setsoto - Table A1 Budget Summary										
Description	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousands										
Financial Performance										
Property rates	23,680	28,460	33,195	26,809	36,867	36,997	36,997	39,957	42,554	45,107
Service charges	95,427	84,357	101,539	120,952	120,952	–	–	130,738	139,236	147,590
Investment revenue	2,344	2,365	–	600	1,822	–	–	1,951	2,078	2,203
Transfers recognised - operational	135,824	159,065	–	172,835	173,335	–	–	180,030	171,091	162,818
Other own revenue	86,077	118,529	278,658	50,746	26,822	–	–	40,044	42,647	45,206
Total Revenue (excluding capital transfers and contributions)	343,352	392,775	413,391	371,942	359,798	36,997	36,997	392,720	397,605	402,923
Employee costs	81,791	91,547	120,376	123,170	140,305	–	–	146,796	156,338	165,718
Remuneration of councillors	8,144	8,020	11,082	8,944	9,378	–	–	9,536	10,156	10,765
Depreciation & asset impairment	192,384	192,450	208,622	165,501	49,650	–	–	(0)	(0)	(1)
Finance charges	2,850	1,879	1,265	1,880	980	–	–	997	1,062	1,126
Materials and bulk purchases	42,297	59,547	83,260	54,000	53,671	–	–	58,242	62,028	65,749
Transfers and grants	13,385	7,894	8,133	15,665	15,386	–	–	9,228	9,828	10,417
Other expenditure	103,792	100,617	164,984	124,606	157,082	–	–	149,469	158,185	147,676
Total Expenditure	444,643	461,955	597,722	493,766	426,452	–	–	374,268	397,595	401,451
Surplus/(Deficit)	(101,290)	(69,180)	(184,331)	(121,824)	(66,654)	36,997	36,997	18,452	10	1,473
Transfers recognised - capital	–	–	–	68,887	79,977	–	–	57,739	61,492	65,182
Contributions recognised - capital & contributed	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	(101,290)	(69,180)	(184,331)	(52,937)	13,323	36,997	36,997	76,191	61,503	66,654
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) for the year	(101,290)	(69,180)	(184,331)	(52,937)	13,323	36,997	36,997	76,191	61,503	66,654
Capital expenditure & funds sources										
Capital expenditure	–	–	–	–	120	–	–	74,993	45,052	–
Transfers recognised - capital	–	–	–	–	79,977	–	–	67,685	45,052	–
Public contributions & donations	–	–	–	–	–	–	–	–	–	–
Borrowing	–	–	–	–	–	–	–	–	–	–
Internally generated funds	–	–	–	–	6,695	–	–	7,308	–	–
Total sources of capital funds	–	–	–	–	86,672	–	–	74,993	45,052	–
Financial position										
Total current assets	115,582	123,840	126,361	71,388	–	–	–	–	–	–
Total non current assets	2,293,234	3,788,232	3,666,100	2,062,476	–	–	–	–	–	–
Total current liabilities	108,086	86,916	69,825	91,702	–	–	–	–	–	–
Total non current liabilities	12,033	56,543	67,512	14,977	–	–	–	–	–	–
Community wealth/Equity	2,282,004	3,768,613	3,655,124	2,027,184	–	–	–	–	–	–
Cash flows										
Net cash from (used) operating	60,053	104,260	103,533	118,918	114,174	–	–	41,637	5,774	(3,137)
Net cash from (used) investing	(63,560)	(62,936)	(91,343)	(80,105)	(86,672)	–	–	(74,993)	45,052	–
Net cash from (used) financing	(6,902)	(7,591)	(2,093)	(972)	(505)	–	–	(1,200)	(1,260)	(1,323)
Cash/cash equivalents at the year end	(26,941)	6,791	16,887	37,840	49,489	–	22,491	14,932	64,498	60,039
Cash backing/surplus reconciliation										
Cash and investments available	(15,803)	8,748	19,094	32,543	–	–	–	–	–	–
Application of cash and investments	(11,481)	30,878	39,059	55,769	–	–	–	–	–	–
Balance - surplus (shortfall)	(4,322)	(22,130)	(19,965)	(23,226)	–	–	–	–	–	–
Asset management										
Asset register summary (WDV)	16,710	86,614	81,412	14,983	–	–	–	–	–	–
Depreciation & asset impairment	192,384	192,450	208,622	165,501	49,650	–	(0)	(0)	(0)	(1)
Renewal of Existing Assets	–	–	–	–	–	–	–	–	–	–
Repairs and Maintenance	–	–	–	–	–	–	–	–	–	–
Free services										
Cost of Free Basic Services provided	18,744	18,744	18,744	18,744	18,744	18,744	18,744	18,744	18,744	18,744
Revenue cost of free services provided	22,255	22,255	22,255	22,255	22,255	22,255	22,255	22,255	22,255	22,255
Households below minimum service level										
Water:	5	5	5	5	5	5	5	5	5	5
Sanitation/sew erage:	14	14	14	14	14	14	14	14	14	14
Energy:	–	–	–	–	–	–	–	–	–	–
Refuse:	20	20	20	20	20	20	20	20	20	20

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FS191 Setsoto - Table A2 Budgeted Financial Performance (revenue and expenditure by standard classification)										
Standard Classification Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand	1									
Revenue - Standard										
<i>Governance and administration</i>		–	128,012	127,800	134,352	119,501	–	127,125	135,388	143,511
Executive and council		–	55,287	58,955	58,689	59,276	–	48,666	51,829	54,939
Budget and treasury office		–	63,301	67,145	67,125	59,394	–	77,007	82,012	86,933
Corporate services		–	9,425	1,699	8,538	831	–	1,452	1,546	1,639
<i>Community and public safety</i>		–	7,341	1,360	1,214	5,361	–	1,349	1,437	1,523
Community and social services		–	301	314	385	363	–	454	483	512
Sport and recreation		–	6,657	45	53	29	–	57	61	65
Public safety		–	378	823	270	4,435	–	292	311	329
Housing		–	4	178	506	534	–	546	582	617
Health		–	–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>		–	47,302	24,825	27,604	27,629	–	31,540	32,732	34,656
Planning and development		–	–	–	–	–	–	–	–	–
Road transport		–	47,302	24,825	27,604	27,629	–	31,540	32,732	34,656
Environmental protection		–	–	–	–	–	–	–	–	–
<i>Trading services</i>		–	210,120	290,498	277,659	287,284	–	290,445	289,541	288,415
Electricity		–	83,307	96,437	103,849	101,599	–	109,757	116,891	123,905
Water		–	57,907	55,973	113,230	119,936	–	114,351	102,001	89,622
Waste water management		–	41,995	111,112	29,406	31,125	–	28,568	30,425	32,250
Waste management		–	26,910	26,976	31,174	34,625	–	37,769	40,224	42,637
<i>Other</i>	4	–	–	–	–	–	–	–	–	–
Total Revenue - Standard	2	–	392,775	444,483	440,829	439,775	–	450,459	459,098	468,105
Expenditure - Standard										
<i>Governance and administration</i>		–	76,882	115,961	143,418	126,974	–	117,516	125,155	132,664
Executive and council		–	30,028	69,410	52,254	59,502	–	51,002	54,317	57,576
Budget and treasury office		–	23,887	18,779	35,673	41,326	–	39,636	42,213	44,745
Corporate services		–	22,966	27,772	55,491	26,146	–	26,878	28,625	30,343
<i>Community and public safety</i>		–	44,576	41,372	35,830	37,281	–	38,582	41,090	43,555
Community and social services		–	5,525	5,969	9,307	15,847	–	8,196	8,729	9,253
Sport and recreation		–	12,355	21,022	12,690	11,014	–	10,377	11,052	11,715
Public safety		–	6,096	8,249	7,591	5,648	–	12,536	13,351	14,152
Housing		–	20,600	6,132	6,241	4,771	–	7,472	7,958	8,435
Health		–	–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>		–	161,709	14,367	45,990	19,695	–	24,208	25,781	27,328
Planning and development		–	–	–	–	–	–	–	–	–
Road transport		–	161,194	14,367	45,990	19,695	–	24,208	25,781	27,328
Environmental protection		–	514	–	–	–	–	–	–	–
<i>Trading services</i>		–	178,789	387,781	268,528	242,501	–	193,961	205,569	197,903
Electricity		–	85,567	59,422	76,303	71,794	–	77,671	81,720	76,623
Water		–	38,540	249,399	65,707	93,949	–	41,856	44,577	42,251
Waste water management		–	34,440	35,212	71,261	38,479	–	34,319	36,550	33,743
Waste management		–	20,241	43,748	55,257	38,280	–	40,115	42,722	45,286
<i>Other</i>	4	–	–	–	–	–	–	–	–	–
Total Expenditure - Standard	3	–	461,955	559,480	493,766	426,452	–	374,268	397,595	401,451
Surplus/(Deficit) for the year		–	(69,180)	(114,997)	(52,937)	13,323	–	76,191	61,503	66,654

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FS191 Setsoto - Table A2 Budgeted Financial Performance (revenue and expenditure by standard classification)							2014/15 Medium Term Revenue & Expenditure Framework			
Standard Classification Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast			
R thousand	1									
Revenue - Standard										
<i>Municipal governance and administration</i>		–	128,012	127,800	134,352	119,501	–	127,125	135,388	143,511
Executive and council		–	55,287	58,955	58,689	59,276	–	48,666	51,829	54,939
<i>Mayor and Council</i>		–	54,497	58,155	56,049	56,136	–	45,842	48,822	51,751
<i>Municipal Manager</i>		–	790	800	2,640	3,140	–	2,824	3,008	3,188
Budget and treasury office		–	63,301	67,145	67,125	59,394	–	77,007	82,012	86,933
Corporate services		–	9,425	1,699	8,538	831	–	1,452	1,546	1,639
<i>Human Resources</i>		–	530	700	632	107	–	683	727	771
<i>Information Technology</i>		–	66	11	676	679	–	726	773	819
<i>Property Services</i>		–	8,829	988	7,230	45	–	44	47	49
<i>Other Admin</i>		–	–	–	–	–	–	–	–	–
<i>Community and public safety</i>		–	7,341	1,360	1,214	5,361	–	1,349	1,437	1,523
Community and social services		–	301	314	385	363	–	454	483	512
<i>Libraries and Archives</i>		–	9	1	2	1	–	–	–	–
<i>Community halls and Facilities</i>		–	88	75	83	83	–	90	95	101
<i>Cemeteries & Crematoriums</i>		–	204	239	300	280	–	324	345	366
<i>Other Community</i>		–	–	–	–	–	–	40	43	45
Sport and recreation		–	6,857	45	53	29	–	57	61	65
Public safety		–	378	823	270	4,435	–	292	311	329
<i>Police</i>		–	–	0	–	–	–	–	–	–
<i>Fire</i>		–	–	–	–	–	–	–	–	–
<i>Other</i>		–	378	823	270	4,435	–	292	311	329
Housing		–	4	178	508	534	–	546	582	617
Health		–	–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>		–	47,302	24,825	27,604	27,629	–	31,540	32,732	34,656
Planning and development		–	–	–	–	–	–	–	–	–
Road transport		–	47,302	24,825	27,604	27,629	–	31,540	32,732	34,656
<i>Roads</i>		–	47,302	24,825	24,004	24,003	–	28,557	30,413	32,238
<i>Other</i>		–	–	–	3,600	3,626	–	2,983	2,319	2,419
Environmental protection		–	–	–	–	–	–	–	–	–
<i>Trading services</i>		–	210,120	290,498	277,659	287,284	–	290,445	289,541	288,415
Electricity		–	83,307	96,437	103,849	109,599	–	109,757	116,891	123,905
<i>Electricity Distribution</i>		–	83,307	96,437	103,849	109,599	–	109,757	116,891	123,905
Water		–	57,907	55,973	113,230	118,936	–	114,351	102,001	89,622
<i>Water Distribution</i>		–	57,907	55,973	113,230	118,936	–	114,351	102,001	89,622
Waste water management		–	41,995	111,112	29,406	31,125	–	28,568	30,425	32,250
<i>Sewerage</i>		–	41,995	111,112	29,406	31,125	–	28,568	30,425	32,250
Waste management		–	26,910	26,976	31,174	34,625	–	37,769	40,224	42,637
<i>Solid Waste</i>		–	26,910	26,976	31,174	34,625	–	37,769	40,224	42,637
Other		–	–	–	–	–	–	–	–	–
Total Revenue - Standard	2	–	392,775	444,483	440,829	439,775	–	450,459	459,098	468,105
Expenditure - Standard										
<i>Municipal governance and administration</i>		–	76,882	115,961	143,418	126,974	–	117,516	125,155	132,664
Executive and council		–	30,028	69,410	52,254	59,502	–	51,002	54,317	57,576
<i>Mayor and Council</i>		–	23,456	31,378	38,506	50,704	–	40,405	43,031	45,613
<i>Municipal Manager</i>		–	6,573	38,032	13,749	8,797	–	10,597	11,286	11,963
Budget and treasury office		–	23,837	18,779	35,673	41,328	–	39,836	42,213	44,745
Corporate services		–	22,866	27,772	55,491	26,146	–	26,878	28,625	30,343
<i>Human Resources</i>		–	2,526	3,417	6,097	3,921	–	4,863	5,180	5,490
<i>Information Technology</i>		–	–	4,243	2,038	1,519	–	2,038	2,171	2,301
<i>Property Services</i>		–	8,657	6,818	3,007	2,690	–	35	37	40
<i>Other Admin</i>		–	11,783	17,538	42,144	18,016	–	19,941	21,238	22,512
<i>Community and public safety</i>		–	44,576	41,372	35,830	37,281	–	38,582	41,090	43,555
Community and social services		–	5,525	5,969	9,307	15,847	–	8,196	8,729	9,253
<i>Libraries and Archives</i>		–	3,623	3,678	5,557	3,334	–	–	–	–
<i>Community halls and Facilities</i>		–	868	697	1,952	616	–	571	608	644
<i>Cemeteries & Crematoriums</i>		–	1,034	1,594	1,799	3,592	–	3,396	3,616	3,833
<i>Other Community</i>		–	–	–	–	–	–	4,230	4,505	4,775
Sport and recreation		–	12,355	21,022	12,690	11,014	–	10,377	11,052	11,715
Public safety		–	6,096	8,249	7,591	5,648	–	12,536	13,351	14,152
<i>Police</i>		–	–	2,332	–	–	–	5,121	5,454	5,781
<i>Fire</i>		–	303	1,057	–	802	–	1,355	1,444	1,530
<i>Other</i>		–	5,793	4,859	7,591	4,847	–	6,060	6,454	6,841
Housing		–	20,600	6,132	6,241	4,771	–	7,472	7,958	8,435
Health		–	–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>		–	161,709	14,367	45,990	19,695	–	24,208	25,781	27,328
Planning and development		–	–	–	–	–	–	–	–	–
Road transport		–	161,194	14,367	45,990	19,695	–	24,208	25,781	27,328
<i>Roads</i>		–	161,194	14,367	40,661	15,646	–	19,353	20,611	21,848
<i>Other</i>		–	–	–	5,329	4,049	–	4,855	5,170	5,480
Environmental protection		–	514	–	–	–	–	–	–	–
<i>Other</i>		–	514	–	–	–	–	–	–	–
<i>Trading services</i>		–	178,789	387,781	268,528	242,501	–	193,961	205,569	197,903
Electricity		–	85,567	59,422	76,303	71,794	–	77,671	81,720	78,623
<i>Electricity Distribution</i>		–	85,567	59,422	76,303	71,794	–	77,671	81,720	78,623
Water		–	38,540	249,399	65,707	93,949	–	41,856	44,577	42,251
<i>Water Distribution</i>		–	38,540	249,399	65,707	93,949	–	41,856	44,577	42,251
Waste water management		–	34,440	35,212	71,261	38,479	–	34,319	36,550	33,743
<i>Sewerage</i>		–	34,440	35,212	71,261	38,479	–	34,319	36,550	33,743
Waste management		–	20,241	43,748	55,257	38,280	–	40,115	42,722	45,286
<i>Solid Waste</i>		–	20,241	43,748	55,257	38,280	–	40,115	42,722	45,286
Other		–	–	–	–	–	–	–	–	–
Total Expenditure - Standard	3	–	461,955	559,480	493,766	426,452	–	374,268	397,595	401,451
Surplus/(Deficit) for the year		–	(69,180)	(114,997)	(52,937)	13,323	–	76,191	61,503	66,654

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FS191 Setsoto - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Revenue by Vote	1									
Vote 1 - Council		–	–	58,155	56,049	56,136	–	45,842	48,822	51,751
Vote 2 - Corporate Services		–	–	1,866	8,368	686	–	1,273	1,355	1,437
Vote 3 - Municipal Manager		–	–	800	2,640	3,140	–	2,824	3,008	3,188
Vote 4 - Treasury Services		–	–	67,145	67,125	59,394	–	77,007	82,012	86,933
Vote 5 - Social Services		–	–	28,169	32,558	40,130	–	39,297	41,851	44,363
Vote 6 - Engineering Services		263,782	343,352	288,347	274,090	280,288	–	284,216	282,049	280,434
Vote 7 - [NAME OF VOTE 7]		–	–	–	–	–	–	–	–	–
Vote 8 - [NAME OF VOTE 8]		–	–	–	–	–	–	–	–	–
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–	–	–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–	–	–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–	–	–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–	–	–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–	–	–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–	–	–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–
Total Revenue by Vote	2	263,782	343,352	444,483	440,829	439,775	–	450,459	459,098	468,105
Expenditure by Vote to be appropriated	1									
Vote 1 - Council		–	–	31,378	38,506	50,704	–	40,405	43,031	45,613
Vote 2 - Corporate Services		–	–	27,087	54,482	26,709	–	32,277	34,375	36,437
Vote 3 - Municipal Manager		–	–	38,032	17,992	10,316	–	12,635	13,457	14,264
Vote 4 - Treasury Services		–	–	18,779	35,673	41,326	–	39,636	42,213	44,745
Vote 5 - Social Services		–	–	85,805	87,853	73,479	–	71,260	75,892	80,445
Vote 6 - Engineering Services		290,547	444,643	358,400	259,261	223,917	–	178,055	188,628	179,946
Vote 7 - [NAME OF VOTE 7]		–	–	–	–	–	–	–	–	–
Vote 8 - [NAME OF VOTE 8]		–	–	–	–	–	–	–	–	–
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–	–	–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–	–	–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–	–	–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–	–	–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–	–	–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–	–	–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–
Total Expenditure by Vote	2	290,547	444,643	559,480	493,766	426,452	–	374,268	397,595	401,451
Surplus/(Deficit) for the year	2	(26,765)	(101,290)	(114,997)	(52,937)	13,323	–	76,191	61,503	66,654

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Expenditure by Vote	1									
Vote 1 - Council		-	-	31,378	38,506	50,704	-	40,405	43,031	45,613
1,1 - 0001: Council General Expenditure				31,378	38,506	39,509		26,570	28,297	29,995
1,2 - 0003: Mayor Support Office						10,640		11,438	12,182	12,913
1,3 - 0005: Speaker Support Office						555		2,396	2,552	2,705
1,4 - 0011: Ward councillors										
Vote 2 - Corporate Services		-	-	27,087	54,482	26,709	-	32,277	34,375	36,437
2,1 - 0301: Corporate Services - Admin				17,538	38,574	14,245		16,495	17,567	18,621
2,2 - 0441: Health Environmental Services						-		-	-	-
2,3 - 0311: Housing Council Services				6,132	6,241	4,771		7,472	7,958	8,435
2,4 - 0303: Human Resource				3,417	6,097	3,921		4,863	5,180	5,490
2,5 - 0305: Legal Services and Communications					3,571	3,772		2,605	2,774	2,940
2,6 - 0306: Director Corporate - Admin						-		842	897	951
Vote 3 - Municipal Manager		-	-	38,032	17,992	10,316	-	12,635	13,457	14,264
3,1 - 0101: Municipal Manager Office				38,032	10,271	4,516		3,095	3,297	3,494
3,2 - 0103: IDP/PMS Office					1,135	2,069		3,854	4,104	4,351
3,3 - 0105: Internal Audit					2,342	2,213		3,648	3,885	4,118
3,4 - 0107: Information Technology					4,243	1,519		2,038	2,171	2,301
Vote 4 - Treasury Services		-	-	18,779	35,673	41,326	-	39,636	42,213	44,745
4,1 - 0230: Assessment Rates					6,200	6,200		3,000	3,195	3,387
4,2 - 0201: Financial Services				18,779	29,473	35,126		36,636	39,018	41,359
Vote 5 - Social Services		-	-	85,805	87,853	73,479	-	71,260	75,892	80,445
5,1 - 0403: Libraries				3,678	5,557	3,334		-	-	-
5,2 - 0421: Parks and Recreation				21,022	12,226	10,865		10,244	10,910	11,565
5,3 - 0411: Properties				6,818	3,007	2,690		35	37	40
5,4 - 0431: Traffic Services					7,591	4,847		6,060	6,454	6,841
5,5 - 0405: Cemeteries				1,594	1,799	3,592		3,396	3,616	3,833
5,6 - 0407: Community Halls				697	1,952	616		571	608	644
5,7 - 0435: Fire Protection & Civil Defence				8,249		802		1,355	1,444	1,530
5,8 - Other Community Services						8,306		9,351	9,959	10,556
5,9 - 0409: Swimming Pool					464	149		133	142	150
5,10 - 0480: Cleaning Services				43,748	55,257	38,280		40,115	42,722	45,286
Vote 6 - Engineering Services		290,547	444,643	358,400	259,261	223,917	-	178,055	188,628	179,946
6,1 - 0521: Roads and Stormwater				14,367	40,661	15,646		19,353	20,611	21,848
6,2 - 0501: Technical Services - Admin					5,329	2,652		3,052	3,251	3,446
6,3 - 0550: Sewerage Services				35,212	71,261	38,479		34,319	36,550	33,743
6,4 - 0445: Abattoir						-		-	-	-
6,5 - 0530: Electricity				59,422	76,303	71,794		77,671	81,720	76,623
6,6 - 0540: Water Services		290,547	444,643	249,399	65,707	93,949		41,856	44,577	42,251
6,7 - 0503: PMU						1,397		1,802	1,919	2,034
Total Expenditure by Vote	2	290,547	444,643	559,480	493,766	426,452	-	374,268	397,595	401,451
Surplus/(Deficit) for the year	2	(26,765)	(101,290)	(114,997)	(52,937)	13,323	-	76,191	61,503	66,654

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FS191 Setsoto - Table A4 Budgeted Financial Performance (revenue and expenditure)											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand	1										
Revenue By Source											
Property rates	2	23,680	28,460	33,195	26,809	36,867	36,997	36,997	39,957	42,554	45,107
Property rates - penalties & collection charges											
Service charges - electricity revenue	2	42,376	45,332	53,457	60,323	60,323	-	-	64,046	68,209	72,301
Service charges - water revenue	2	22,318	10,225	20,536	27,429	27,429	-	-	30,172	32,133	34,061
Service charges - sanitation revenue	2	14,285	13,412	12,623	15,245	15,245	-	-	16,770	17,860	18,931
Service charges - refuse revenue	2	16,358	15,388	14,922	17,955	17,955	-	-	19,751	21,034	22,296
Service charges - other		91	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		436	131	-	752	813	-	-	822	876	928
Interest earned - external investments		2,344	2,365	-	600	1,822	-	-	1,951	2,078	2,203
Interest earned - outstanding debtors		11,836	27,280	-	30,000	18,084	-	-	32,440	34,549	36,622
Dividends received		-	-	-	-	30	-	-	35	37	40
Fines		297	387	-	270	4,450	-	-	292	311	329
Licences and permits		1	106	-	12	21	-	-	40	43	45
Agency services		-	-	-	-	-	-	-	-	-	-
Transfers recognised - operational		135,824	159,065	-	172,835	173,335	-	-	180,030	171,091	162,818
Other revenue	2	73,508	90,624	278,658	19,712	3,424	-	-	6,415	6,832	7,242
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		343,352	392,775	413,391	371,942	359,798	36,997	36,997	392,720	397,605	402,923
Expenditure By Type											
Employee related costs	2	81,791	91,547	120,376	123,170	140,305	-	-	146,796	156,338	165,718
Remuneration of councillors		8,144	8,020	11,082	8,944	9,378	-	-	9,536	10,156	10,765
Debt impairment	3	56,657	57,536	83,687	53,328	78,259	-	-	69,000	73,485	77,894
Depreciation & asset impairment	2	192,384	192,450	208,622	165,501	49,650	-	-	(0)	(0)	(1)
Finance charges		2,850	1,879	1,265	1,880	980	-	-	997	1,062	1,126
Bulk purchases	2	30,341	44,284	48,437	54,000	53,671	-	-	58,242	62,028	65,749
Other materials	8	11,956	15,263	34,823	-	-	-	-	-	-	-
Contracted services		-	727	-	14,705	35,624	-	-	29,765	30,700	22,542
Transfers and grants		13,385	7,894	8,133	15,665	15,386	-	-	9,228	9,828	10,417
Other expenditure	4, 5	47,135	42,354	81,297	56,572	43,200	-	-	50,704	54,000	47,240
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-	-
Total Expenditure		444,643	461,955	597,722	493,766	426,452	-	-	374,268	397,595	401,451
Surplus/(Deficit)		(101,290)	(69,180)	(184,331)	(121,824)	(66,654)	36,997	36,997	18,452	10	1,473
Transfers recognised - capital		-	-	-	68,887	79,977	-	-	57,739	61,492	65,182
Contributions recognised - capital	6	-	-	-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(101,290)	(69,180)	(184,331)	(52,937)	13,323	36,997	36,997	76,191	61,503	66,654
Taxation		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		(101,290)	(69,180)	(184,331)	(52,937)	13,323	36,997	36,997	76,191	61,503	66,654
Attributable to minorities		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(101,290)	(69,180)	(184,331)	(52,937)	13,323	36,997	36,997	76,191	61,503	66,654
Share of surplus/ (deficit) of associate	7	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year		(101,290)	(69,180)	(184,331)	(52,937)	13,323	36,997	36,997	76,191	61,503	66,654

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FS 191 Setsoto - Table A5 Budgeted Capital Expenditure by vote, standard classification and funding											
Vote Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand	1										
Capital expenditure - Vote											
Multi-year expenditure to be appropriated	2										
Vote 1 - Council		-	-	-	-	-	-	-	-	-	-
Vote 2 - Corporate Services		-	-	-	-	-	-	-	-	-	-
Vote 3 - Municipal Manager		-	-	-	-	-	-	-	-	-	-
Vote 4 - Treasury Services		-	-	-	-	-	-	-	-	-	-
Vote 5 - Social Services		-	-	-	-	-	-	-	-	-	-
Vote 6 - Engineering Services		-	-	-	52,034	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	7	-	-	-	52,034	-	-	-	-	-	-
Single-year expenditure to be appropriated	2										
Vote 1 - Council		-	1,765	-	-	-	-	-	50	-	-
Vote 2 - Corporate Services		4,524	-	361	1,000	800	-	-	2,490	-	-
Vote 3 - Municipal Manager		-	-	-	530	-	-	-	311	-	-
Vote 4 - Treasury Services		-	1,265	509	3,220	2,300	-	-	2,190	-	-
Vote 5 - Social Services		610	5,819	20,775	-	45,725	-	-	34,073	22,894	-
Vote 6 - Engineering Services		62,087	63,177	49,572	23,325	37,847	-	-	35,879	22,158	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		67,221	72,026	71,217	28,075	86,672	-	-	74,993	45,052	-
Total Capital Expenditure - Vote		67,221	72,026	71,217	80,109	86,672	-	-	74,993	45,052	-
Capital Expenditure - Standard											
Governance and administration		-	-	-	-	(330)	-	-	4,921	-	-
Executive and council		-	-	-	-	-	-	-	361	-	-
Budget and treasury office		-	-	-	-	-	-	-	2,190	-	-
Corporate services		-	-	-	-	(330)	-	-	2,370	-	-
Community and public safety		-	-	-	-	450	-	-	24,470	3,000	-
Community and social services		-	-	-	-	-	-	-	2,925	-	-
Sport and recreation		-	-	-	-	-	-	-	21,226	3,000	-
Public safety		-	-	-	-	-	-	-	120	-	-
Housing		-	-	-	-	-	-	-	330	-	-
Health		-	-	-	-	-	-	-	120	-	-
Economic and environmental services		-	-	-	-	-	-	-	11,645	21,158	-
Planning and development		-	-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	11,645	21,158	-
Environmental protection		-	-	-	-	-	-	-	-	-	-
Trading services		-	-	-	-	-	-	-	33,756	20,449	-
Electricity		-	-	-	-	-	-	-	291	-	-
Water		-	-	-	-	-	-	-	4,731	-	-
Waste water management		-	-	-	-	-	-	-	19,012	1,000	-
Waste management		-	-	-	-	-	-	-	9,723	19,449	-
Other		-	-	-	-	-	-	-	200	445	-
Total Capital Expenditure - Standard	3	-	-	-	-	120	-	-	74,993	45,052	-
Funded by:											
National Government		-	-	-	-	74,977	-	-	67,685	45,052	-
Provincial Government		-	-	-	-	5,000	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	4	-	-	-	-	79,977	-	-	67,685	45,052	-
Public contributions & donations	5	-	-	-	-	-	-	-	-	-	-
Borrowing	6	-	-	-	-	-	-	-	-	-	-
Internally generated funds		-	-	-	-	6,695	-	-	7,308	-	-
Total Capital Funding	7	-	-	-	-	86,672	-	-	74,993	45,052	-

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FS191 Setsoto - Table A7 Budgeted Cash Flows											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand											
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Ratepayers and other		134,328	79,541	100,330	127,460	96,238			31,555	36,267	38,472
Government - operating	1	198,302	238,547	186,947	172,835	173,335			180,030	171,091	162,818
Government - capital	1		-	87,217	68,887	73,887			56,677	44,059	45,955
Interest		2,344	29,645	2,312	21,000	12,311			27,903	24,431	25,897
Dividends			-	28		30			35	37	40
Payments											
Suppliers and employees		(272,070)	(241,594)	(263,902)	(253,719)	(225,261)			(244,339)	(259,221)	(264,774)
Finance charges		(2,850)	(1,879)	(1,265)	(1,880)	(980)			(997)	(1,062)	(1,126)
Transfers and Grants	1		-	(8,133)	(15,665)	(15,386)			(9,228)	(9,828)	(10,417)
NET CASH FROM/(USED) OPERATING ACTIVITIES		60,053	104,260	103,533	118,918	114,174	-	-	41,637	5,774	(3,137)
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE			-								
Decrease (Increase) in non-current debtors											
Decrease (increase) other non-current receivables		4	4		4						
Decrease (increase) in non-current investments		4,336	9,182								
Payments											
Capital assets		(67,899)	(72,122)	(91,343)	(80,109)	(86,672)			(74,993)	45,052	-
NET CASH FROM/(USED) INVESTING ACTIVITIES		(63,560)	(62,936)	(91,343)	(80,105)	(86,672)	-	-	(74,993)	45,052	-
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans											
Borrowing long term/refinancing											
Increase (decrease) in consumer deposits					5	5					
Payments											
Repayment of borrowing		(6,902)	(7,591)	(2,093)	(977)	(510)			(1,200)	(1,260)	(1,323)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(6,902)	(7,591)	(2,093)	(972)	(505)	-	-	(1,200)	(1,260)	(1,323)
NET INCREASE/ (DECREASE) IN CASH HELD		(10,408)	33,733	10,096	37,840	26,997	-	-	(34,556)	49,566	(4,460)
Cash/cash equivalents at the year begin:	2	(16,533)	(26,941)	6,791	-	22,491		22,491	49,489	14,932	64,498
Cash/cash equivalents at the year end:	2	(26,941)	6,791	16,887	37,840	49,489	-	22,491	14,932	64,498	60,039

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FS191 Setsoto - Table A10 Basic service delivery measurement										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Household service targets										
Water:										
Piped water inside dwelling		3,655	3,655	3,655	3,655	3,655	3,655	3,655	3,655	3,655
Piped water inside yard (but not in dwelling)		9,138	9,138	9,138	9,138	9,138	9,138	9,138	9,138	9,138
Using public tap (at least min.service level)	2	7,724	8,224	8,224	8,224	8,224	8,224	8,224	8,224	8,224
Other water supply (at least min.service level)	4									
<i>Minimum Service Level and Above sub-total</i>		20,517	21,017	21,017	21,017	21,017	21,017	21,017	21,017	21,017
Using public tap (< min.service level)	3	4,567	4,567	4,567	4,567	4,567	4,567	4,567	4,567	4,567
Other water supply (< min.service level)	4									
No water supply		916	916	916	916	916	916	916	916	916
<i>Below Minimum Service Level sub-total</i>		5,483	5,483	5,483	5,483	5,483	5,483	5,483	5,483	5,483
Total number of households	5	26,000	26,500	26,500	26,500	26,500	26,500	26,500	26,500	26,500
Sanitation/sewerage:										
Flush toilet (connected to sewerage)		9,210	9,710	9,710	9,710	9,710	9,710	9,710	9,710	9,710
Flush toilet (with septic tank)										
Chemical toilet										
Pit toilet (ventilated)		1,316	1,316	1,316	1,316	1,316	1,316	1,316	1,316	1,316
Other toilet provisions (> min.service level)										
<i>Minimum Service Level and Above sub-total</i>		10,526	11,026	11,026	11,026	11,026	11,026	11,026	11,026	11,026
Bucket toilet		10,526	10,526	10,526	10,526	10,526	10,526	10,526	10,526	10,526
Other toilet provisions (< min.service level)										
No toilet provisions		3,948	3,948	3,948	3,948	3,948	3,948	3,948	3,948	3,948
<i>Below Minimum Service Level sub-total</i>		14,474	14,474	14,474	14,474	14,474	14,474	14,474	14,474	14,474
Total number of households	5	25,000	25,500	25,500	25,500	25,500	25,500	25,500	25,500	25,500
Energy:										
Electricity (at least min.service level)		24,300	24,300	24,300	24,300	24,300	24,300	24,300	24,300	24,300
Electricity - prepaid (min.service level)										
<i>Minimum Service Level and Above sub-total</i>		24,300	24,300	24,300	24,300	24,300	24,300	24,300	24,300	24,300
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	24,300	24,300	24,300	24,300	24,300	24,300	24,300	24,300	24,300
Refuse:										
Removed at least once a week		7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000
<i>Minimum Service Level and Above sub-total</i>		7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000
Removed less frequently than once a week		20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000
Using communal refuse dump										
Using own refuse dump										
Other rubbish disposal										
No rubbish disposal										
<i>Below Minimum Service Level sub-total</i>		20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000
Total number of households	5	27,000	27,000	27,000	27,000	27,000	27,000	27,000	27,000	27,000
Households receiving Free Basic Service										
Water (6 kilolitres per household per month)		27,000	27,000	27,000	27,000	27,000	27,000	27,000	27,000	27,000
Sanitation (free minimum level service)		8,000	8,000	8,000	8,000	8,000	8,000	8,000	8,000	8,000
Electricity/other energy (50kwh per household per month)		27,000	27,000	27,000	27,000	27,000	27,000	27,000	27,000	27,000
Refuse (removed at least once a week)		8,000	8,000	8,000	8,000	8,000	8,000	8,000	8,000	8,000
Cost of Free Basic Services provided (R'000)										
Water (6 kilolitres per household per month)		5,054	5,054	5,054	5,054	5,054	5,054	5,054	5,054	5,054
Sanitation (free sanitation service)		5,405	5,405	5,405	5,405	5,405	5,405	5,405	5,405	5,405
Electricity/other energy (50kwh per household per month)		2,880	2,880	2,880	2,880	2,880	2,880	2,880	2,880	2,880
Refuse (removed once a week)		5,405	5,405	5,405	5,405	5,405	5,405	5,405	5,405	5,405
Total cost of FBS provided (minimum social package)		18,744	18,744	18,744	18,744	18,744	18,744	18,744	18,744	18,744
Highest level of free service provided										
Property rates (R value threshold)										
Water (kilolitres per household per month)	6	6	6	6	6	6	6	6	6	6
Sanitation (kilolitres per household per month)										
Sanitation (Rand per household per month)	56	56	56	56	56	56	56	56	56	56
Electricity (kwh per household per month)	50	50	50	50	50	50	50	50	50	50
Refuse (average litres per week)	56	56	56	56	56	56	56	56	56	56
Revenue cost of free services provided (R'000)										
Property rates (R15 000 threshold rebate)		3,511	3,511	3,511	3,511	3,511	3,511	3,511	3,511	3,511
Property rates (other exemptions, reductions and rebates)										
Water		5,054	5,054	5,054	5,054	5,054	5,054	5,054	5,054	5,054
Sanitation		5,405	5,405	5,405	5,405	5,405	5,405	5,405	5,405	5,405
Electricity/other energy		2,880	2,880	2,880	2,880	2,880	2,880	2,880	2,880	2,880
Refuse		5,405	5,405	5,405	5,405	5,405	5,405	5,405	5,405	5,405
Municipal Housing - rental rebates										
Housing - top structure subsidies	6									
Other										
Total revenue cost of free services provided (total social package)		22,255	22,255	22,255	22,255	22,255	22,255	22,255	22,255	22,255

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FS191 Setsoto - Supporting Table SA2 Matrix Financial Performance Budget (revenue source/expenditure type and dept.)																	
Description	Ref	Vote 1 - Council	Vote 2 - Corporate Services	Vote 3 - Municipal Manager	Vote 4 - Treasury Services	Vote 5 - Social Services	Vote 6 - Engineering Services	Vote 7 - [NAME OF VOTE 7]	Vote 8 - [NAME OF VOTE 8]	Vote 9 - [NAME OF VOTE 9]	Vote 10 - [NAME OF VOTE 10]	Vote 11 - [NAME OF VOTE 11]	Vote 12 - [NAME OF VOTE 12]	Vote 13 - [NAME OF VOTE 13]	Vote 14 - [NAME OF VOTE 14]	Vote 15 - [NAME OF VOTE 15]	Total
R thousand	1																
Revenue By Source																	
Property rates					39,957												39,957
Property rates - penalties & collection charges																	-
Service charges - electricity revenue							64,046										64,046
Service charges - water revenue							30,172										30,172
Service charges - sanitation revenue							16,770										16,770
Service charges - refuse revenue						19,751											19,751
Service charges - other																	-
Rental of facilities and equipment		-	5	-	-	817	-										822
Interest earned - external investments					1,951												1,951
Interest earned - outstanding debtors					32,440												32,440
Dividends received					35												35
Fines						292											292
Licences and permits						40											40
Agency services																	-
Other revenue		113	1,267	-	1,024	395	4,719										7,518
Transfers recognised - operational		45,730	-	2,824	1,600	18,003	111,874										180,030
Gains on disposal of PPE																	-
Total Revenue (excluding capital transfers and cont		45,842	1,273	2,824	77,007	39,297	227,580	-	-	-	-	-	-	-	-	-	393,823
Expenditure By Type																	
Employee related costs		13,898	18,531	6,796	16,862	44,123	46,666										146,876
Remuneration of councillors		9,536	-	-	-	-	-										9,536
Debt impairment		-	2,000	-	3,000	18,000	46,000										69,000
Depreciation & asset impairment		-	-	-	-	-	-										-
Finance charges		500	145	-	132	-	220										997
Bulk purchases		-	-	-	-	-	58,240										58,240
Other materials		-	-	-	-	-	-										-
Contracted services		4,001	4,547	1,451	15,913	1,320	2,534										29,765
Transfers and grants		8,000	168	-	-	60	1,000										9,228
Other expenditure		4,470	6,886	4,389	3,729	7,757	24,497										51,729
Loss on disposal of PPE																	-
Total Expenditure		40,405	32,277	12,635	39,636	71,260	179,158	-	-	-	-	-	-	-	-	-	375,371
Surplus/(Deficit)		5,437	(31,004)	(9,811)	37,370	(31,963)	48,422	-	-	-	-	-	-	-	-	-	18,452
Transfers recognised - capital							57,739										57,739
Contributions recognised - capital																	-
Contributed assets																	-
Surplus/(Deficit) after capital transfers & contributions		5,437	(31,004)	(9,811)	37,370	(31,963)	106,161	-	-	-	-	-	-	-	-	-	76,191

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FS191 Setsoto - Supporting Table SA8 Performance indicators and benchmarks											
Description of financial indicator	Basis of calculation	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Borrowing Management											
Credit Rating											
Capital Charges to Operating Expenditure	Interest & Principal Paid /Operating Expenditure	2.2%	2.0%	0.6%	0.6%	0.3%	0.0%	0.0%	0.6%	0.6%	0.6%
Capital Charges to Own Revenue	Finance charges & Repayment of borrowing /Own Revenue	4.7%	4.1%	0.8%	1.4%	0.8%	0.0%	0.0%	1.0%	1.0%	1.0%
Borrowed funding of 'own n' capital expenditure	Borrowing/Capital expenditure ex cl. transfers and grants and contributions	0.0%	0.0%	0.0%	0.0%	0.0%	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%	0.0%	0.0%	0.0%	0.0%	0.0%
Liquidity											
Current Ratio	Current assets/current liabilities	1.1	1.4	1.8	0.8	-	-	-	-	-	-
Current Ratio adjusted for aged debtors	Current assets less debtors > 90 days/current liabilities	1.1	1.4	1.8	0.8	-	-	-	-	-	-
Liquidity Ratio	Monetary Assets/Current Liabilities	0.1	0.1	0.3	0.4	-	-	-	-	-	-
Revenue Management											
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/Last 12 Mths Billing		65.5%	34.4%	24.3%	64.2%	52.1%	0.0%	0.0%	15.0%	16.2%
Current Debtors Collection Rate (Cash receipts % of Ratepayer & Other revenue)		65.5%	34.4%	24.3%	64.2%	52.1%	0.0%	0.0%	15.0%	16.2%	16.2%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	29.0%	28.8%	25.2%	8.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old										
Creditors Management											
Creditors System Efficiency	% of Creditors Paid Within Terms (w ithin 'MFMA' s 65(e))										
Creditors to Cash and Investments		-95.1%	778.2%	344.8%	153.5%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
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)										
	Total Cost of Losses (Rand '000)										
	% Volume (units purchased and generated less units sold)/units purchased and generated										
Employee costs	Employee costs/(Total Revenue - capital revenue)	23.8%	23.3%	29.1%	33.1%	39.0%	0.0%	0.0%	37.4%	39.3%	41.1%
Remuneration	Total remuneration/(Total Revenue - capital revenue)	0.0%	0.0%	0.0%	35.5%	41.6%	0.0%	0.0%	39.8%	41.9%	43.8%
Repairs & Maintenance	R&M/(Total Revenue excluding capital revenue)	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Finance charges & Depreciation	FC&D/(Total Revenue - capital revenue)	56.9%	49.5%	50.8%	45.0%	14.1%	0.0%	0.0%	0.3%	0.3%	0.3%
IDP regulation financial viability indicators											
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	5.6	53.1	18.8	15.5	15.5	15.5	1.3	8.3	8.3	8.8
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	83.3%	100.2%	77.3%	19.9%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	(1.5)	0.4	0.6	1.5	1.7	-	-	0.5	2.1	1.9

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FS191 Setsoto - Supporting Table SA25 Budgeted monthly revenue and expenditure														Medium Term Revenue and Expenditure Framework		
Description	Ref	Budget Year 2014/15												Budget Year	Budget Year	Budget Year
		July	August	Sept.	October	November	December	January	February	March	April	May	June	2014/15	+1 2015/16	+2 2016/17
R thousand																
Revenue By Source																
Property rates		39,957	-	-	-	-	-	-	-	-	-	-	-	39,957	42,554	45,107
Property rates - penalties & collection charges		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue		5,429	5,429	5,429	5,429	5,429	5,429	5,429	5,429	5,429	5,429	4,326	64,046	68,209	72,301	
Service charges - water revenue		2,514	2,514	2,514	2,514	2,514	2,514	2,514	2,514	2,514	2,514	2,514	30,172	32,133	34,061	
Service charges - sanitation revenue		1,397	1,397	1,397	1,397	1,397	1,397	1,397	1,397	1,397	1,397	1,397	16,770	17,860	18,931	
Service charges - refuse revenue		1,646	1,646	1,646	1,646	1,646	1,646	1,646	1,646	1,646	1,646	1,646	19,751	21,034	22,296	
Service charges - other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Rental of facilities and equipment		69	69	69	69	69	69	69	69	69	69	69	822	876	928	
Interest earned - external investments		163	163	163	163	163	163	163	163	163	163	163	1,951	2,078	2,203	
Interest earned - outstanding debtors		2,703	2,703	2,703	2,703	2,703	2,703	2,703	2,703	2,703	2,703	2,703	32,440	34,549	36,622	
Dividends received		-	35	-	-	-	-	-	-	-	-	-	35	37	40	
Fines		24	24	24	24	24	24	24	24	24	24	24	292	311	329	
Licences and permits		15	20	5	-	-	-	-	-	-	-	-	40	43	45	
Agency services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfers recognised - operational		84,291	1,316	934	-	50,404	-	-	526	33,076	-	-	180,030	171,091	162,818	
Other revenue		535	535	535	535	535	535	535	535	535	535	535	6,415	6,832	7,242	
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Revenue (excluding capital transfers and contributions)		138,742	15,851	15,419	14,480	64,884	14,480	14,480	15,006	47,556	14,480	14,480	392,720	397,605	402,923	
Expenditure By Type																
Employee related costs		11,240	11,240	11,240	11,240	16,240	17,240	11,240	11,240	11,240	11,240	12,160	146,796	156,338	165,718	
Remuneration of councillors		795	795	795	795	795	900	800	800	800	800	800	9,536	10,156	10,765	
Debt impairment		-	-	-	-	-	34,500	-	-	-	-	-	69,000	73,485	77,894	
Depreciation & asset impairment		-	-	-	-	-	-	-	-	-	-	(0)	(0)	(0)	(1)	
Finance charges		83	83	83	83	83	83	83	83	83	83	83	997	1,062	1,126	
Bulk purchases		4,854	4,854	4,854	4,854	4,854	4,854	4,854	4,854	4,854	4,854	4,854	58,242	62,028	65,749	
Other materials		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Contracted services		2,480	2,480	2,480	2,480	2,480	2,480	2,480	2,480	2,480	2,480	2,480	29,765	30,700	22,542	
Transfers and grants		769	769	769	769	769	769	769	769	769	769	769	9,228	9,828	10,417	
Other expenditure		4,311	4,311	4,311	4,311	4,311	4,311	4,311	4,311	4,311	4,311	4,311	50,704	54,000	47,240	
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Expenditure		24,531	24,531	24,531	24,531	29,531	65,136	24,536	24,536	24,536	24,536	24,536	374,268	397,595	401,451	
Surplus/(Deficit)																
Transfers recognised - capital		5,200	5,200	5,200	5,200	5,200	3,200	5,200	5,560	5,900	3,900	5,900	57,739	61,492	65,182	
Contributions recognised - capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Contributed assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Surplus/(Deficit) after capital transfers & contributions		119,412	(3,480)	(3,912)	(4,851)	40,553	(47,456)	(4,856)	(3,970)	28,920	(6,156)	(4,156)	76,191	61,503	66,654	
Taxation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Attributable to minorities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Surplus/(Deficit)	1	119,412	(3,480)	(3,912)	(4,851)	40,553	(47,456)	(4,856)	(3,970)	28,920	(6,156)	(4,156)	76,191	61,503	66,654	

Setsoto Local Municipality – Annual Budget & MTREF 2014/15

FS191 Setsoto - Supporting Table SA26 Budgeted monthly revenue and expenditure (municipal vote)															Medium Term Revenue and Expenditure Framework		
Description	Ref	Budget Year 2014/15												Budget Year	Budget Year	Budget Year	
		July	August	Sept.	October	November	December	January	February	March	April	May	June	2014/15	+1 2015/16	+2 2016/17	
R thousand																	
Revenue by Vote																	
Vote 1 - Council		3,820	3,820	3,820	3,820	3,820	3,820	3,820	3,820	3,820	3,820	3,820	3,820	45,842	48,822	51,751	
Vote 2 - Corporate Services		106	106	106	106	106	106	106	106	106	106	106	106	1,273	1,355	1,437	
Vote 3 - Municipal Manager		235	235	235	235	235	235	235	235	235	235	235	235	2,824	3,008	3,188	
Vote 4 - Treasury Services		6,417	6,417	6,417	6,417	6,417	6,417	6,417	6,417	6,417	6,417	6,417	77,007	82,012	86,933		
Vote 5 - Social Services		3,275	3,275	3,275	3,275	3,275	3,275	3,275	3,275	3,275	3,275	3,275	39,297	41,851	44,363		
Vote 6 - Engineering Services		23,685	23,685	23,685	23,685	23,685	23,685	23,685	23,685	23,685	23,685	23,685	284,216	282,049	280,434		
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Revenue by Vote		37,538	37,538	37,538	37,538	37,538	37,538	37,538	37,538	37,538	37,538	37,538	37,538	450,459	459,098	468,105	
Expenditure by Vote to be appropriated																	
Vote 1 - Council		4,439	4,439	4,439	4,439	4,439	4,439	4,439	4,439	4,439	4,439	4,439	(8,428)	40,405	43,031	45,613	
Vote 2 - Corporate Services		56,970	56,970	56,970	56,970	56,970	56,970	56,970	56,970	56,970	56,970	56,970	(594,390)	32,277	34,375	36,437	
Vote 3 - Municipal Manager		1,207	1,207	1,207	1,207	1,207	1,207	1,207	1,207	1,207	1,207	1,207	(636)	12,635	13,457	14,264	
Vote 4 - Treasury Services		3,677	3,677	3,677	3,677	3,677	3,677	3,677	3,677	3,677	3,677	3,677	(810)	39,636	42,213	44,745	
Vote 5 - Social Services		8,420	8,420	8,420	8,420	8,420	8,420	8,420	8,420	8,420	8,420	8,420	(21,360)	71,260	75,892	80,445	
Vote 6 - Engineering Services		27,133	27,133	27,133	27,133	27,133	27,133	27,133	27,133	27,133	27,133	27,133	(120,411)	178,055	188,628	179,946	
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Expenditure by Vote		101,846	101,846	101,846	101,846	101,846	101,846	101,846	101,846	101,846	101,846	101,846	(746,036)	374,268	397,595	401,451	
Surplus/(Deficit) before assoc.		(64,308)	(64,308)	(64,308)	(64,308)	(64,308)	(64,308)	(64,308)	(64,308)	(64,308)	(64,308)	(64,308)	783,574	76,191	61,503	66,654	
Tax ation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Attributable to minorities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Surplus/(Deficit)	1	(64,308)	(64,308)	(64,308)	(64,308)	(64,308)	(64,308)	(64,308)	(64,308)	(64,308)	(64,308)	(64,308)	783,574	76,191	61,503	66,654	

Setsoto Local Municipality – Annual Budget & MTREF 2014/15

FS191 Setsoto - Supporting Table SA27 Budgeted monthly revenue and expenditure (standard classification)																
Description	Ref	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand																
Revenue - Standard																
Governance and administration		8,232	8,232	8,232	8,232	8,232	8,232	8,232	8,232	8,232	8,232	8,232	36,573	127,125	135,388	143,511
Executive and council		4,056	4,056	4,056	4,056	4,056	4,056	4,056	4,056	4,056	4,056	4,056	4,056	48,666	51,829	54,939
Budget and treasury office		4,056	4,056	4,056	4,056	4,056	4,056	4,056	4,056	4,056	4,056	4,056	32,396	77,007	82,012	86,933
Corporate services		121	121	121	121	121	121	121	121	121	121	121	121	1,452	1,546	1,639
Community and public safety		112	112	112	112	112	112	112	112	112	112	112	112	1,349	1,437	1,523
Community and social services		38	38	38	38	38	38	38	38	38	38	38	38	454	483	512
Sport and recreation		5	5	5	5	5	5	5	5	5	5	5	5	57	61	65
Public safety		24	24	24	24	24	24	24	24	24	24	24	24	292	311	329
Housing		46	46	46	46	46	46	46	46	46	46	46	46	546	582	617
Health		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		2,628	2,628	2,628	2,628	2,628	2,628	2,628	2,628	2,628	2,628	2,628	2,628	31,540	32,732	34,656
Planning and development		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Road transport		2,628	2,628	2,628	2,628	2,628	2,628	2,628	2,628	2,628	2,628	2,628	2,628	31,540	32,732	34,656
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Trading services		24,204	24,204	24,204	24,204	24,204	24,204	24,204	24,204	24,204	24,204	24,204	24,204	290,445	289,541	288,415
Electricity		9,146	9,146	9,146	9,146	9,146	9,146	9,146	9,146	9,146	9,146	9,146	9,146	109,757	116,891	123,905
Water		9,529	9,529	9,529	9,529	9,529	9,529	9,529	9,529	9,529	9,529	9,529	9,529	114,351	102,001	89,622
Waste water management		2,381	2,381	2,381	2,381	2,381	2,381	2,381	2,381	2,381	2,381	2,381	2,381	28,568	30,425	32,250
Waste management		3,147	3,147	3,147	3,147	3,147	3,147	3,147	3,147	3,147	3,147	3,147	3,147	37,769	40,224	42,637
Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue - Standard		35,177	35,177	35,177	35,177	35,177	35,177	35,177	35,177	35,177	35,177	35,177	63,517	450,459	459,098	468,105
Expenditure - Standard																
Governance and administration		9,793	13,392	13,392	13,392	13,392	13,392	13,392	13,392	13,392	13,392	13,392	(26,194)	117,516	125,155	132,664
Executive and council		4,250	5,476	5,476	5,476	5,476	5,476	5,476	5,476	5,476	5,476	5,476	(8,008)	51,002	54,317	57,576
Budget and treasury office		3,303	3,677	3,677	3,677	3,677	3,677	3,677	3,677	3,677	3,677	3,677	(436)	39,636	42,213	44,745
Corporate services		2,240	4,239	4,239	4,239	4,239	4,239	4,239	4,239	4,239	4,239	4,239	(17,750)	26,878	28,625	30,343
Community and public safety		3,215	4,070	4,070	4,070	4,070	4,070	4,070	4,070	4,070	4,070	4,070	(5,335)	38,582	41,090	43,555
Community and social services		683	929	929	929	929	929	929	929	929	929	929	(1,774)	8,196	8,729	9,253
Sport and recreation		865	1,206	1,206	1,206	1,206	1,206	1,206	1,206	1,206	1,206	1,206	(2,544)	10,377	11,052	11,715
Public safety		1,045	1,098	1,098	1,098	1,098	1,098	1,098	1,098	1,098	1,098	1,098	510	12,536	13,351	14,152
Housing		623	838	838	838	838	838	838	838	838	838	838	(1,527)	7,472	7,958	8,435
Health		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		2,017	4,099	4,099	4,099	4,099	4,099	4,099	4,099	4,099	4,099	4,099	(18,796)	24,208	25,781	27,328
Planning and development		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Road transport		2,017	4,099	4,099	4,099	4,099	4,099	4,099	4,099	4,099	4,099	4,099	(18,796)	24,208	25,781	27,328
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Trading services		16,163	28,063	28,063	28,063	28,063	28,063	28,063	28,063	28,063	28,063	28,063	(102,831)	193,961	205,569	197,903
Electricity		6,473	7,140	7,140	7,140	7,140	7,140	7,140	7,140	7,140	7,140	7,140	(197)	77,671	81,720	76,623
Water		3,488	8,646	8,646	8,646	8,646	8,646	8,646	8,646	8,646	8,646	8,646	(48,097)	41,866	44,577	42,251
Waste water management		2,860	7,249	7,249	7,249	7,249	7,249	7,249	7,249	7,249	7,249	7,249	(41,026)	34,319	36,550	33,743
Waste management		3,343	5,028	5,028	5,028	5,028	5,028	5,028	5,028	5,028	5,028	5,028	(13,511)	40,115	42,722	45,286
Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure - Standard		31,189	49,624	49,624	49,624	49,624	49,624	49,624	49,624	49,624	49,624	49,624	(153,156)	374,268	397,595	401,451
Surplus/(Deficit) before assoc.		3,988	(14,447)	(14,447)	(14,447)	(14,447)	(14,447)	(14,447)	(14,447)	(14,447)	(14,447)	(14,447)	216,674	76,191	61,503	66,654
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit)	1	3,988	(14,447)	(14,447)	(14,447)	(14,447)	(14,447)	(14,447)	(14,447)	(14,447)	(14,447)	(14,447)	216,674	76,191	61,503	66,654

Setsoto Local Municipality – Annual Budget & MTREF 2014/15

FS191 Setsoto - Supporting Table SA30 Budgeted monthly cash flow													Medium Term Revenue and Expenditure Framework		
MONTHLY CASH FLOWS	Budget Year 2014/15												Budget Year		
R thousand	July	August	Sept.	October	November	December	January	February	March	April	May	June	2014/15	+1 2015/16	+2 2016/17
Cash Receipts By Source													1		
Property rates	2,198	2,198	2,198	2,198	2,198	2,198	2,198	2,198	2,198	2,198	2,198	2,198	26,371	28,086	29,771
Property rates - penalties & collection charges															
Service charges - electricity revenue	3,523	3,523	3,523	3,523	3,523	3,523	3,523	3,523	3,523	3,523	3,523	3,523	42,270	45,018	47,719
Service charges - water revenue	1,659	1,659	1,659	1,659	1,659	1,659	1,659	1,659	1,659	1,659	1,659	1,659	19,913	21,208	22,480
Service charges - sanitation revenue	922	922	922	922	922	922	922	922	922	922	922	922	11,068	11,787	12,495
Service charges - refuse revenue	1,086	1,086	1,086	1,086	1,086	1,086	1,086	1,086	1,086	1,086	1,086	1,086	13,035	13,883	14,716
Service charges - other															
Rental of facilities and equipment	69	69	69	69	69	69	69	69	69	69	69	69	822	876	928
Interest earned - external investments	163	163	163	163	163	163	163	163	163	163	163	163	1,951	2,078	2,203
Interest earned - outstanding debtors	1,784	1,784	1,784	1,784	1,784	1,784	1,784	1,784	1,784	1,784	1,784	1,784	21,410	22,802	24,170
Dividends received															
Fines	24	24	24	24	24	24	24	24	24	24	24	24	292	311	329
Licences and permits	15	20	5	-	-	-	-	-	-	-	-	-	40	43	45
Agency services															
Transfer receipts - operational	84,291	1,316	934	-	50,404	-	-	526	33,076	-	-	9,483	180,030	171,091	162,818
Other revenue												6,415	6,415	6,832	7,242
Cash Receipts by Source	95,733	12,764	12,367	11,428	61,832	11,428	11,428	11,954	44,504	11,428	11,428	27,326	323,619	324,013	324,916
Other Cash Flows by Source															
Transfer receipts - capital	25,000				15,000				17,739			0	57,739	61,492	65,182
Contributions recognised - capital & Contributed assets															
Proceeds on disposal of PPE															
Short term loans															
Borrowing long term/refinancing															
Increase (decrease) in consumer deposits															
Decrease (increase) in non-current debtors															
Decrease (increase) other non-current receivables															
Decrease (increase) in non-current investments															
Total Cash Receipts by Source	120,733	12,764	12,367	11,428	76,832	11,428	11,428	11,954	62,243	11,428	11,428	27,326	381,358	385,505	390,097
Cash Payments by Type															
Employee related costs	11,240	11,240	11,240	11,240	16,240	17,240	11,240	11,240	11,240	11,240	11,240	12,160	146,796	156,338	165,718
Remuneration of councillors	795	795	795	795	795	900	800	800	800	800	800	663	9,536	10,156	10,765
Finance charges	83	83	83	83	83	83	83	83	83	83	83	83	997	1,062	1,126
Bulk purchases - Electricity	4,854	4,854	4,854	4,854	4,854	4,854	4,854	4,854	4,854	4,854	4,854	4,854	58,242	62,028	65,749
Bulk purchases - Water & Sewer															
Other materials															
Contracted services	2,480	2,480	2,480	2,480	2,480	2,480	2,480	2,480	2,480	2,480	2,480	2,480	29,765	30,700	22,542
Transfers and grants - other municipalities															
Transfers and grants - other	769	769	769	769	769	769	769	769	769	769	769	769	9,228	9,828	10,417
Other expenditure	4,311	4,311	4,311	4,311	4,311	4,311	4,311	4,311	4,311	4,311	4,311	3,289	50,704	54,000	47,240
Cash Payments by Type	24,531	24,531	24,531	24,531	29,531	30,636	24,536	24,536	24,536	24,536	24,536	24,297	305,268	324,110	323,557
Other Cash Flows/Payments by Type															
Capital assets	6,249	6,249	6,249	6,249	6,249	6,249	6,249	6,249	6,249	6,249	6,249	6,249	74,993	61,492	65,182
Repayment of borrowing															
Other Cash Flows/Payments															
Total Cash Payments by Type	30,780	30,780	30,780	30,780	35,780	36,886	30,786	30,786	30,786	30,786	30,786	30,546	380,261	385,603	388,739
NET INCREASE/(DECREASE) IN CASH HELD	89,953	(18,016)	(18,413)	(19,352)	41,051	(25,458)	(19,358)	(18,831)	31,457	(19,358)	(19,358)	(3,220)	1,097	(97)	1,359
Cash/cash equivalents at the month/year begin:	3,562	93,515	75,499	57,085	37,733	78,784	53,326	33,969	15,137	46,595	27,237	7,879	3,562	4,659	4,562
Cash/cash equivalents at the month/year end:	93,515	75,499	57,085	37,733	78,784	53,326	33,969	15,137	46,595	27,237	7,879	4,659	4,659	4,562	5,920

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CORPORATE SERVICES			
DESCRIPTION	TARIFF No VAT 2013/2014	TARIFF No VAT 2014/2015	TARIFF Inc Vat 2014/2015
Photocopies			
- Photostats A4	2.41	2.65	3.02
- Photostats A3	5.02	5.52	6.29
Copies of Maps	71.50	78.65	89.66
Clearance Certificate	77.00	84.70	96.56
Valuation Certificate	77.00	84.70	96.56
Look-up-fees per hour or part per hour	6.60	7.26	8.28
Building Plan Copies	77.00	84.70	96.56
Faxes : Per page			
- Sending	6.66	7.32	8.35
- Receiving	6.66	7.32	8.35
Voters roll per page	2.81	3.09	3.52
Valuation Roll per unit	770.00	847.00	965.58
Address Roll per unit	770.00	847.00	965.58
Posters :			
- Deposit	300.00	300.00	342.00
- Rental per poster	0.50	0.50	0.57
Enquiry Fees -per hour of part thereof (Special Requests)	44.00	48.40	55.18
Deeds Office Enquiries per property (Aktex)	33.00	36.30	41.38
Pointing of Site Pens - Surveyor Costs plus	10.00%	10.00%	
Pound Fees per day (per head)			-
Only for Cattle, Horses and Donkeys			
First day	77.00	84.70	96.56
Second Day and longer per day	77.00	84.70	96.56
Only for Buck, Sheep and Pigs			
First day	22.00	24.20	27.59
Second Day and longer per day	22.00	24.20	27.59
Wood (if available)			
- Droppers (if available)			
Per 100 for 1.2m lengths	132.00	145.20	165.53
Per 100 for 1.8m lengths	198.00	217.80	248.29
- Selling of Wood (if available)			
Per bundle carried by single human	22.00	24.20	27.59
Dry wood per cubic meter	77.00	84.70	96.56
Saw Timber per cubic meter (chopped)	198.00	217.80	248.29
Saw Timber - 1 meter lengts	99.00	108.90	124.15
Per Bag	22.00	24.20	27.59
Valuation Objection Fees			
- Per property with a minimum of R 3500-00 if less than four objections, there after	330.00	363.00	413.82
Encroachments on sidewalks			
- Application for advertising boards and other encroachments			
* Permanent structure per year plus 10% escalation per year	405.00	607.50	692.55
* Temporary structure per year plus 10% escalation per year	330.00	495.00	564.30

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Building Approvals/Inspections Fees			
- Residential Sites			
0-100m2	97.50	146.25	166.73
101-200m2	277.50	416.25	474.53
201-300m2	375.00	562.50	641.25
301m2+	600.00	900.00	1,026.00
- Sewerage Inspect - Per sewerage point (new buildings)	45.00	67.50	76.95
- Trading and Industrial Sites			
0-200m2	600.00	900.00	1,026.00
201-500m2	975.00	1,462.50	1,667.25
501m2+	2,250.00	3,375.00	3,847.50
- Sewerage Inspect - Per sewerage point (new buildings)	52.50	78.75	89.78
Debtors Collection Fee			
Default charge	75.00	112.50	128.25
Cheque returned by bank	150.00	225.00	256.50

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<u>CEMETRIES</u>			
DESCRIPTION	TARIFF No VAT 2013/2014	TARIFF No VAT 2014/2015	TARIFF Inc Vat 2014/2015
TOWN :			
- Selling of graves:			
- Adults	504.00	564.48	643.51
- Children under the age of 10	280.00	313.60	357.50
- Stillborn	No charge	No charge	No charge
- Non Residence	840.00	940.80	1,072.51
TOWN SHIP :			
- Residence	134.40	150.53	171.60
- Children under the age of 10	100.80	112.90	128.70
- Stillborn	No charge	No charge	No charge
- Non Residence	560.00	627.20	715.01
OPEN AND CLOSURE			
Weekdays	224.00	250.88	286.00
Weekends & Public Holidays	392.00	439.04	500.51
Burial on top of each other	392.00	439.04	500.51
Erection of Tombstone plans	22.40	25.09	28.60
Wall of Remembrance :			
- Residence	448.00	501.76	572.01
- Non Residence	560.00	627.20	715.01
Muslim Graves	728.00	815.36	929.51
Erection / Replacement of tombstones :			
- Residence	95.20	106.62	121.55
- None Residence	168.00	188.16	214.50
Traffic Assistance / Escourt	560.00	627.20	715.01

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PROPERTIES			
DESCRIPTION	TARIFF No VAT 2013/2014	TARIFF No VAT 2014/2015	TARIFF Inc Vat 2014/2015
Parking Area			
- Busses per day	28.00	31.36	35.75
- Taxi / Busses Loading	4.48	5.02	5.72
Vendors			
- per day	5.60	6.27	7.15
- weekly	22.40	25.09	28.60
- monthly	84.00	94.08	107.25
Hawkers:			
Normal Annual permit:			
- Local hawkers	100.00	100.00	114.00
- Outside hawkers	150.00	150.00	171.00
Seasonal Permits(cherry Festival/pensions):			
- Local hawkers	50.00	50.00	57.00
- Outside hawkers	150.00	150.00	171.00
Caravan Park			
Out of Season tariff (03 January to 31 October each year)			
- overnight tariff - first four persons	88.42	99.03	112.90
- per extra person	15.72	17.61	20.07
- additional vehicle	20.63	23.11	26.34
Day visitor to park	17.68	19.81	22.58
Pensioners visiting park			
- Overnight tariff - first four persons	49.12	55.02	62.72
- per extra person	9.82	11.00	12.54
- day visitor	12.77	14.30	16.31
- day visitor (Groups of 10 or more persons)	9.82	11.00	12.54
Maximum of six (6) persons per stand			
Contractors - an additional	20.63	23.11	26.34
- no storage of any material / vehicles / equipment			
In Season tariff (01 November to 02 January each year)			
- overnight tariff - first four persons	140.49	157.35	179.38
- per extra person	15.72	17.61	20.07
- additional vehicle	20.63	23.11	26.34
Day visitor to park	23.58	26.41	30.11
Pensioners visiting park			
- Overnight tariff - first four persons	88.42	99.03	112.90
- per extra person	17.68	19.81	22.58
- day visitor	12.77	14.30	16.31
Maximum of six (6) persons per stand			
Contractors - an additional	20.63	23.11	26.34
- no storage of any material / vehicles / equipment			

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Renting of Council land/properties) and the selling of land				
Arable/ploughable land rental per annum per hectare		168.00	188.16	214.50
Grazing Land rental per annum per hectare		134.40	150.53	171.60
Undetermined/ unspecified land for projects per annum per square meter				
	0 - 1000m ²	5.60	6.27	7.15
	1001 - 5000m ²	11.20	12.54	14.30
	5001m ² and above	22.40	25.09	28.60
Office Space per square meter per month including services		52.07	58.32	66.48
Office Space per square meter per month excluding services		35.27	39.50	45.03
Town Houses per square meter per month - no yard excluding municipal		56.00	62.72	50.00
Town Houses per square meter per month - with yard - including municipal		89.60	100.35	80.00
Lease of properties Community Based organisations and Non Government and Non Profit making Organisations per square meter per month		22.40	25.09	28.60
Purchase price for residential site for Low Cost RDP houses		1,200.00	1,200.00	1,200.00
Purchase price for residential site in former "Black areas"			As per municipal valuations plus VAT	
Purchase price for residential site in former "White areas"			As per municipal valuations plus VAT	
Purchase price for business sites, commercial sites, industrial sites plus VAT			Tender Process	Tender Process
Alienation of school sites, Clinic Sites				Donation
Alienation of crech sites, Church Sites			Tender Process	Tender Process
Sundry				
	Sale of Sand Per 6 m ³	280.00	313.60	357.50
	Sale of Gravel Per 6 m ³	280.00	313.60	357.50
	Hire of Back-actor Per Hour - Driver included	392.00	439.04	500.51
	Hire of Grader Per Hour - Driver included	672.00	752.64	858.01

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TOWN HALL & BUILDINGS			
DESCRIPTION	TARIFF No VAT 2013/2014	TARIFF No VAT 2014/2015	TARIFF Inc Vat 2014/2015
A DEPOSIT TO BE PAID AT ALL TIMES.			
DEPOSIT FOR RATE PAYERS			
Halls	400.00	400.00	400.00
Crockery	400.00	400.00	400.00
DEPOSIT FOR NON RATE PAYERS			
Halls	800.00	800.00	800.00
Crockery	800.00	800.00	800.00
RENTAL			
Rate Payers			
Town Hall			
per day or part thereof	294.74	330.11	376.32
Extra day for preparations after 17h00	117.89	132.04	150.52
Non Rate Payers			
Town Hall			
per day or part thereof	1,000.00	1,000.00	1,140.00
Horticultural Hall			
per day or part thereof	201.60	225.79	257.40
repetitions (each)	28.00	31.36	35.75
Sports Sessions (between 08:00-17:00)	28.00	31.36	35.75
(between 17:00-24:00)	44.80	50.18	57.20
Township Community Halls & LDF Sports Hall			
if no entrance fee is charged & for community organisations			
LDF Hall	44.80	50.18	57.20
Community Halls	84.00	94.08	107.25
if entrance fee is charged & for Political Meetings			
LDF Hall	84.00	94.08	107.25
Community Halls	134.40	150.53	171.60
Sportsclubs per year or part thereof (only if hall is not needed for other purposes) - Only Communit Halls and LDF Hall			
Maximum of 4 hours per week per club	147.86	165.61	188.79
Stadiums and Open Grounds			
Townships			
Deposit	112.00	125.44	100.00
Practise session per activity per day or part thereof	72.80	81.54	92.95
Matches per activity per day or part thereof	112.00	125.44	143.00
Any other non-sport functions	134.40	150.53	171.60
Rent : 06:00-18:00	134.40	150.53	171.60
Towns			
Deposit	448.00	501.76	400.00
Practise session per activity per day or part thereof	112.00	125.44	143.00
Matches per activity per day or part thereof	168.00	188.16	214.50
Rent : 06:00-18:00	134.40	150.53	171.60
Rent after 18:00 without lights	156.80	175.62	200.20
Rent after 18:00 with lights	201.60	225.79	257.40
Any other non-sport functions	224.00	250.88	286.00
	336.00	376.32	429.00
Cricket Field			
Practise session per activity per day or part thereof	112.00	125.44	143.00
Rent : 09:00-19:00	201.60	225.79	257.40
Rent with lights	268.80	301.06	343.20
Athletic Track (Unmarked) per day or part thereof	268.80	301.06	343.20

SWIMMING POOL				
DESCRIPTION		TARIFF No VAT 2013/2014	TARIFF No VAT 2014/2015	TARIFF Inc Vat 2014/2015
Season Tickets				
	Adults	44.80	50.18	57.20
	School Going Children	33.60	37.63	42.90
Day Visitors				
	Adults	3.93	4.40	5.02
	School Going Children	1.96	2.20	2.50

PROTECTION SERVICES				
DESCRIPTION		TARIFF No VAT 2013/2014	TARIFF No VAT 2014/2015	TARIFF Inc Vat 2014/2015
VELD FIRES				
Area of Rate Payers				
	Call out fee - payable by owner	112.00	125.44	143.00
Area outside of Rate Payers				
	Call out fee - payable by owner	784.00	878.08	1,001.01
	Running cost per vehicle per kilometer	3.08	3.45	3.93
	Tariff per hour	616.00	689.92	786.51

ASSESSMENT RATES			
DESCRIPTION	TARIFF No VAT 2013/2014	TARIFF No VAT 2014/2015	TARIFF Inc Vat 2014/2015
Public / Residential			
Market Value	0.1000	0.0400	
Government / State Owned			
Market Value Residential		0.0400	
Market Value Business	0.1000	0.0800	
Business / Industrial			
Market Value	0.2000	0.0800	
Farms / Agricultural			
Market Value	0.025	0.0100	
Public Service Infrastructure			
Market Value	0.025	0.0100	
Exemptions, Rebates, Discounts & Reductions.			
As stipulated in the Council's Rates Policy and Rates By-Law			
Rebate - Government/State owned		0%	
Rebate - Public/Residential		85%	
Rebate - Business/Industrial		85%	
Rebate - Farms/Agricultural		85%	

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ELECTRICITY				
DESCRIPTION	TARIFF No VAT 2013/2014	TARIFF No VAT 2014/2015	TARIFF Inc Vat 2014/2015	
Availability:	87.70	94.18	107.37	
Basic Charges				
Domestic	225.78	242.46	276.41	
Business	278.77	299.37	341.28	
Industrial High > 15000 kwh	3,177.34	3,412.14	3,889.84	
Industrial Low < 15000 kwh	212.97	228.71	260.72	
Small Holdings / Farms	338.27	363.27	414.13	
Government & Provincial	511.02	548.79	625.62	
School Hostels	225.78	242.46	276.41	
Sport	204.42	219.53	250.26	
Municipal use	204.42	219.53	250.26	
Unit Price per Kwh				
Small Holdings / Farms (No free Kwh applicable)	0.94	1.01	1.15	
Government & Provincial (No free Kwh applicable)	1.32	1.41	1.61	
Sport (No free Kwh applicable)	0.94	1.01	1.15	
Municipal use (No free Kwh applicable)	0.99	1.06	1.21	
Single rate tariff / Prepaid	1.18	1.26	1.44	
Inclining Block Tariffs (IBT) - New				
Domestic Tariffs:				
Block 1 0 - 50 c/kwh	0.64	0.69	0.78	
Block 2 51 - 350 c/kwh	0.82	0.88	1.00	
Block 3 351 - 600 c/kwh	1.11	1.19	1.36	
Block 4 600 > c/kwh	1.33	1.43	1.63	
Commercial Tariffs:				
Prepaid 2000 c/kwh	1.22	1.31	1.49	
Conventional 2000 c/kwh	1.22	1.31	1.49	
Industrial:				
c/kwh	1.24	1.33	1.52	
Bulk Users				
K V A High voltage	134.50	144.44	164.67	
K V A Low voltage	124.05	133.21	151.86	
0 - 15000	0.57	0.61	0.70	
15001 >	0.49	0.53	0.60	
Deposit				
Domestic	500.00	500.00		
Business	700.00	700.00		
Non Citizen - Domestic	1,000.00	1,000.00		
Non Citizen - Business	1,400.00	1,400.00		
New Connections				
Domestic Single Phase	1,500.00	1,500.00	1,710.00	
Business Single Phase	3,000.00	3,000.00	3,420.00	
Domestic Other - Cost plus	10.00%	10.00%		
Business Other - Cost plus	10.00%	10.00%		
or actual cost which ever is the highest.				
Re Connection cost				
Domestic	350.00	350.00	399.00	
Business	350.00	350.00	399.00	
Testing of Meters	200.00	200.00	228.00	
The Financial Manager will charge a Deposit to his own discretion on any applicants who are not a South African citizen.				

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REFUSE SERVICES				
DESCRIPTION		TARIFF No VAT 2013/2014	TARIFF No VAT 2014/2015	TARIFF Inc Vat 2014/2015
HOUSEHOLD				
	Township	56.80	62.48	71.23
	Town	69.05	75.95	86.58
Business				
	Town & Township Factor Value	72.13	79.34	90.45
	Business to start with a value of 2			
	All Business' must be valued by Enviromental Health Officers			
	Tuckshop	56.80	62.48	71.23
Provincial & Government Buildings		193.33	212.66	242.43
Garden Refuse (Container or Trailer rental)		126.50	139.15	158.63
Building Rubble per 8 ton Load		1,207.50	1,328.25	1,514.21
Cleaning of Sites (Vacant Sites Only)(per 100 m2 or part thereof)		603.75	664.13	757.10
Removal of Trade Refuse (per 85 lt container)		103.50	113.85	129.79
Removal of perishable foodstuffs		230.00	253.00	288.42
Removal of Carcass				
	Cattle	241.50	265.65	302.84
	Other Than Cattle	120.75	132.83	151.42
Services to be rendered once a week.				

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<u>SEWERAGE SERVICES</u>				
DESCRIPTION	TARIFF No VAT 2013/2014	TARIFF No VAT 2014/2015	TARIFF Inc Vat 2014/2015	
Bucket System / VIP System	44.49	48.94	55.79	
Domestic	56.80	62.48	71.23	
Septic Tank	56.80	62.48	71.23	
Septic Tank Indigent only	-	-	-	
Business	82.87	91.16	103.92	
Provincial Administration	194.84	214.33	244.34	
- Hospitals	567.64	624.40	711.82	
- Jails	644.36	708.79	808.02	
Availability	31.48	34.62	39.47	
Services:			-	
Blockages office hours	96.84	106.53	121.44	
after hours	193.28	212.61	242.37	
Inspection fees	48.32	53.16	60.60	
Connection Fees or actual cost, which ever is the highest.	1,811.25	1,992.38	2,271.31	
Service based on once per week				

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<u>WATER SERVICES</u>				
DESCRIPTION	TARIFF No VAT 2013/2014	TARIFF No VAT 2014/2015	TARIFF Inc Vat 2014/2015	
Availability:	62.42	68.67	78.28	
Basic Charge				
Domestic Use				
Fully Connected Site with Meter	73.90	81.29	92.67	
Site with Communal Tap/Basic charge	62.42	68.67	78.28	
Site with tap without meter	73.90	81.29	92.67	
Business	93.37	102.71	117.09	
Small Holdings	89.58	98.54	112.33	
Government & Provincial	228.84	251.72	286.97	
Sports Clubs	179.10	197.01	224.59	
Unit Price				
0 -6kl : (free for domestic customers)	-	-	-	
0 - 6kl (All other users and consumers)	2.95	3.24	3.69	
6,1 - 10kl	3.47	3.81	4.35	
10,1 - 20 kl	3.79	4.17	4.75	
20,1 - 30kl	4.21	4.63	5.28	
30,1kl >	4.52	4.98	5.67	
Municipal Use & Sports Clubs	2.74	3.01	3.43	
Deposit				
Household	200.00	200.00	200.00	
Business	400.00	400.00	400.00	
Non Citizen - Domestic	400.00	400.00	400.00	
Non Citizen - Business	800.00	800.00	800.00	
New Connection				
Household	1,451.21	1,596.33	1,819.81	
Business	3,628.00	3,990.80	4,549.51	
or actual cost, which ever is the highest.				
Re-Connection				
Household	315.88	315.88	360.10	
Business	473.77	473.77	540.10	
No Charge to be levied for Call Out				
Testing of Watermeters	150.00	150.00	171.00	
Prepaid Water meters				
Tariff to be determined once meters are installed.				

<u>PROPOSED INDIGENT SUBSIDY</u>			
DESCRIPTION		% SUBSIDY 2014/2015	
<u>INCOME CATEGORY</u>			
R 0 - R 2500 per household per month			100%
Account		R	168.10
Water	6 kl	R	15.60
Electricity	50Kwh	R	39.18
Refuse	per month	R	71.23
Sewer	per month	R	71.23

