

ITEM

BUDGET AND TREASURY OFFICE: 2022/23 SPECIAL ADJUSTMENT BUDGET REPORT

PURPOSE

To table the proposed adjustments on 2022/23 Annual Budget to Budget Steering Committee for approval.

INTRODUCTION

Section 28 of the Municipal Finance Management Act, 2003 (MFMA) allows a municipality to revise its approved annual budget through an adjustment budget.

- 1) A municipality may revise an approved annual budget through an adjustments budget.
- 2) An adjustments budget-
 - a) must adjust the revenue and expenditure estimates downwards if there is material under-collection of revenue during the current year;
 - b) may appropriate additional revenues that have become available over and above those anticipated in the annual budget, but only to revise or accelerate spending programmes already budgeted for;
 - c) may, within a prescribed framework, authorise unforeseeable and unavoidable expenditure recommended by the mayor of the municipality;
 - d) may authorise the utilisation of projected savings in one vote towards spending under another vote;
 - e) may authorise the spending of funds that were unspent at the end of the past financial year where the under-spending could not reasonably have been foreseen at the time to include projected roll-overs when the annual budget for the current year was approved by the council;
 - f) may correct any errors in the annual budget; and
 - g) may provide for any other expenditure within a prescribed framework.
- 3) An adjustments budget must be in a prescribed form.
- 4) Only the mayor may table an adjustments budget in the municipal council, but an adjustments budget in terms of subsection (2)(b) to (g) may only be tabled within any prescribed limitations as to timing or frequency.
- 5) When an adjustments budget is tabled, it must be accompanied by-
 - a) an explanation how the adjustments budget affects the annual budget;
 - b) a motivation of any material changes to the annual budget;
 - c) an explanation of the impact of any increased spending on the annual budget and the annual budgets for the next two financial years; and
 - d) any other supporting documentation that may be prescribed.
- 6) Municipal tax and tariffs may not be increased during a financial year.

7) Sections 22(b), 23(3) and 24(3) apply in respect of an adjustments budget, and in such application a reference in those sections to an annual budget must be read as a reference to an adjustments budget.

Section 16(3) provides that budget in each sphere of government must contain- a) Estimates of revenue and expenditure, differentiating between capital and current expenditure;

b) Proposals of financing any anticipated deficit for the period which they apply; and

c) An indication of intentions regarding borrowings and other forms of public liability that will increase public debt during the ensuing year.

Section 23(3) of the Municipal Budget and Reporting Regulation (MBRR) further states that:

If a national or provincial adjustments budget allocations or transfers additional revenues to a municipality, the Mayor of the municipality must, at the next available council meeting, but within 60 days of the relevant national or provincial adjustments budget, table an adjustments budget referred to in section 28(2)(b) of the Act in the municipal council to appropriate these additional revenues

RECOMMENDATIONS THAT:

In terms of the Municipal Finance Management Act, 2003 (Act no 56 of 2003); Municipal Council to approve the 2022/23 Proposed Special Adjustments on the Annual Budget of West Rand District Municipality:

- That the revenue budget be adjusted from R271,149 million to R308,934 million.
 - That the operational expenditure budget be adjusted from R273,458 million to R305,993 million.
 - That the capital revenue budget be adjusted from R47,975 million to R48,975.
 - That the capital expenditure budget be adjusted from R45,650 million to R51,900 million.
- 2) That the Adjusted budget be published on the municipal website and be submitted to National and Provincial Treasury.
- 3) That Council mandates the Executive Mayor to continue with the process of adjusting the Service Delivery and Budget Implementation Plan (SDBIP).

WEST RAND DISTRICT MUNICIPALITY



SPECIAL ADJUSTMENT BUDGET REPORT 2022/2023 MTREF

TABLE OF CONTENTS

PART ONE: ADJUSTMENT BUDGETS.....	2
1. Section one: Resolutions.....	2
2. Section two: Executive summary	2
3. Section three: 2022/23 West Rand District Municipal budget.....	3
3.1 Special Adjustment budget summary.....	3
3.2 Municipal Regulations on a Standard Chart of Accounts (mSCOA).....	3
3.3 Operating budget	6
3.4 The adjusted balanced operating budget.....	6
3.5 Capital budget	5
3.6 Repairs & maintenance expenditure	5
3.7 Working capital analysis	6
3.8 Grants allocation	6
3.9 Conclusion	7
4. Section four: Adjustment budget tables.....	8
PART THREE: ANNEXURE	9

PART ONE: ADJUSTMENT BUDGETS

1. Section one: Resolutions

It is recommended –

- 1) That the revenue budget be adjusted from R271,149 million to R308,934 million.
 - That the operational expenditure budget be adjusted from R273,458 million to R305,993 million.
 - That the capital revenue budget be adjusted from R47,975 million to R48,975.
 - That the capital expenditure budget be adjusted from R45,650 million to R51,900 million.
- 2) That the Adjusted budget be published on the municipal website and be submitted to National and Provincial Treasury.
- 3) That Council mandates the Executive Mayor to continue with the process of adjusting the Service Delivery and Budget Implementation Plan (SDBIP).

2. Section two: Executive summary

2.1. Introduction

The Special adjustments budget for 2022/2023 was compiled in accordance with the requirements of the Municipal Finance Management Act, Act 56 of 2003, as well as the Municipal Budget and Reporting Regulations (MBRR) which gives a clear directive on the prescribed reporting framework and structure to be used.

The adjustment budget is based on additional grant allocated to the municipality following the Provincial Gazette No. 99, Extraordinary 20 March 2023 issued by provincial government. There are no material implications on service delivery for the remainder of this financial year and to prior adjustments as a result of this adjustment budgets.

2.2. Legislative background

The West Rand District Municipality has followed Municipal Budget Reporting and Regulation section 23(3) and Section 28 of the Municipal Finance Management Act, 2003 (MFMA) that allows a municipality to revise its approved annual budget through an adjustment budget. Amongst other, the municipality has approved the main adjustments budgets to adjust the revenue and expenditure estimates downwards of material under-collection of revenue during the current year; to appropriate additional revenues that have become available over and above those anticipated in the annual budget, but only to revise or accelerate spending programmes already budgeted for; correct any errors in the annual budget.

The proposed special adjustment is compiled in accordance with Section 23(3) of the MBRR that if provincial or national budgets allocates or transfers additional revenue to a municipality, the Mayor of the Municipality must, at the next available council meeting, but within 60 days of the approval of the relevant national or provincial adjustments budget referred in terms of 28(2)(b) of the Act in the municipal council to appropriate these additional revenues.

An adjustment budget needs to be funded. Additional funding can only be allocated from service identified in the votes, where additional revenue is collected in addition to the revenue budgeted for or under certain conditions from cash-backed reserved accumulated surpluses.

3. Section three: 2022/23 West Rand District Municipal budget

3.1. Special Adjustment budget summary

The special adjustment budget seeks to appropriate additional revenues and prevent unauthorized expenditure that may occur subsequent to grant received after the main adjustment budgets. The municipality has implemented financial strategies to improve financial situation with continued guidance and support provided by the external stakeholders.

A high-level summary of the 2022/23 Special adjustment budgets is provided in the table below:

Table 1: High level summary of the 2022/23 Special Adjustment Budgets

DC48 West Rand Financial Performance Summary of the Adjustment Budget Statement - April 2023								
Description	Ref	2022/2023 Adjustment Budget						
		Original Budget	Prior Adjusted	Other Adjustments	Total Adjustments	Adjusted Budget	Budget Year +2023/24	Budget Year +2024/25
R thousands								
Financial Performance								
Interest earned - external investments		2 244	-	1 780	1 780	4 024	4 213	4 407
Transfers and subsidies - operational		246 405	2 885	21 648	24 533	270 938	284 718	288 752
Transfers and subsidies - capital		47 975	1 000	-	1 000	48 975	51 277	53 636
Other revenue		21 940	11 726	-	11 726	33 666	35 249	36 870
Gains on disposal of PPE		560	(254)	-	(254)	306	320	335
Total Revenue		319 124	15 356	23 428	38 784	357 909	375 776	384 000
Operating expenditure		273 458	13 906	18 628	32 534	305 993	321 421	327 143
Capital expenditure		45 650	1 450	4 800	6 250	51 900	54 339	56 839
Total Expenditure		319 108	15 356	23 428	38 784	357 893	375 760	383 982
Surplus/Deficit		16	-	-	-	16	17	18

The computation of the adjusted budget summary has taken into account both income and expenditure according to the Municipality's additional allocation of R14,3 million and R7,2 for fire services and LGSETA programmes respectively. The fire service grant was gazette provincial government to assist the municipality to maintain and improve operations for service delivery in the current financial year.

The grants are conditional, the municipality has to comply with conditions stipulated by transferring departments and submit expenditure report to relevant treasuries.

3.2. Municipal Regulations on a Standard Chart of Accounts (mSCOA)

The municipality has prepared its budget and B schedules on version 6.6 of the mSCOA classification framework.

3.3. Operating budget

A summary of the operating budget is provided in the table below:

Table 2: Operating budget

Table B4 Adjustmet Budget Performance (Revenue and Expenditure) April 2023								
Description	Ref	Budget Year 2022/23						
		Original Budget	Prior Adjusted	Other adjustments	Total Adjustments	Adjusted Budget	Budget Year +2023/24	Budget Year +2024/25
R thousands								
Revenue By Source								
Rental of facilities and equipment		2 365	-	-	-	2 365	2 476	2 590
Interest earned - external investments		2 244	-	1 780	1 780	4 024	4 213	4 407
Interest earned - outstanding debtors		211	157	-	157	368	385	403
Licences and permits		250	524	-	524	774	810	848
Reversal on impairment of investment		3 600	-	-	-	3 600	3 769	3 943
Transfers and subsidies		246 405	2 885	21 648	24 533	270 938	284 718	288 752
Other revenue		15 515	11 045	-	11 045	26 560	27 808	29 087
Gains on disposal of PPE		560	(254)	-	(254)	306	320	335
(National / Provincial and District)		47 975	1 000	-	1 000	48 975	51 277	53 636
Total Revenue including capital transfers and contributions)		319 124	15 356	23 428	38 784	357 909	375 776	384 000
Expenditure By Type								
Employee related costs		211 367	3 377	330	3 707	215 074	225 183	235 541
Remuneration of councillors		13 132	(946)	200	(746)	12 386	12 968	13 564
Debt impairment		650	-	-	-	650	681	712
Depreciation & asset impairment		3 800	2 000	-	2 000	5 800	6 073	6 352
Finance Charges		530	5 573	-	5 573	6 103	6 390	6 684
Other materials		250	-	180	180	430	450	471
Contracted services		11 358	(336)	6 082	5 746	17 104	17 908	18 731
Transfers and subsidies		11 932	1 260	-	1 260	13 192	13 812	14 447
Other expenditure		20 439	2 979	11 836	14 815	35 254	37 957	30 640
Total Expenditure		273 458	13 906	18 628	32 534	305 993	321 421	327 143
Surplus/Deficit		45 666	1 450	4 800	6 250	51 916	54 356	56 857
Total Capital expenditure		45 650	1 450	4 800	6 250	51 900	54 339	56 839
Total Surplus/Deficit		16	-	-	-	16	17	18

3.4. The adjusted balanced operating budget

The adjusted operating surplus of the current year still remains at R16 thousand, however adjustments were applied in terms of income and expenditure to elaborate additional funds and more on the shifting of funds particularly between capital expenditures and capital revenue. The portion of R4,8 million grant will shifted from operational revenue and be allocated as capital revenue to fund capital expenditure as per mSCOA reporting.

The total additional expenditure of R6 million on contracted services includes repairs and maintenance of fire stations and Disaster Management Centre building and fire vehicles. The Rural Asset Management Systems Grant (RAMS) will cater for another reallocation of expenditure under contracted services for professional services with R490 thousand contracted workers (R330 thousand) and other RAMS project expenditure (R160 thousand). The other expenditure has an additional allocation for the purchase of fire fighters uniform and protective clothing and equipment and advertising.

The additional adjustment on expenditure amount R7,2 million will be utilized for LGSETA trainings and programmes in 2022/23 financial year.

The major reasons underpinning the municipality adjusting its budget is:

- Additional revenue allocation for operational budget
- Additional expenditure for operational budget
- Redirection of operational budget being utilized for capital purposes;

3.5. Capital budget

National Treasury has urged municipality to prioritize spending on infrastructure. The summary of capital projects over the MTREF is listed in the table below.

The total capital expenditure will be adjusted with additional R4,8 million due to additional grant gazetted by Provincial Government which is 35% of R14.3 million. The funds will be shifted from operations to capital funds based on service delivery needs analysis. The total adjustment of R620 thousand for computers includes R220 thousand that will be funded by Rural Asset Management Systems (RAMS) Grant. The funds will be reallocated from operational to capital grant under Rural Planning and Economic Development (RPED) department.

All grants are anticipated to be utilized and committed by end of the financial year.

Table 3: Capital projects as % of total municipal budget

DC48 West Rand Summary of the Capital Expenditure Adjustment Budget Statement - April 2023					
Description	2022/2023 Adjustment Budget				
	Original Budget	Prior Adjusts	Other Adjusts	Total Adjust	Adjusted Budget
R thousands					
Construction of multi-purpose centre	43 000	(2 277)	-	(2 277)	40 723
Road construction	-	3 277	-	3 277	3 277
ICT equipment - public safety servers	-	-	2 300	2 300	2 300
ICT equipment - public safety generators	-	-	170	170	170
Computer equipment	450	-	620	1 070	1 520
Purchase of motor vehicle- RPED	-	450	(190)	260	260
Fire services vehicles	2 200	-	-	-	2 200
Disaster management equipment	-	-	1 500	1 500	1 500
Security systems public safety	-	-	400	400	400
Total capital expenditure	45 650	1 450	4 800	6 250	51 900
Total municipal expenditure	319 109	-	-	-	355 213
% of municipal expenditure	14.3%	-	-	-	14.6%

3.6. Repairs and maintenance expenditure

The adjustments reflected as repairs and maintenance only represents contracted services on emergency vehicles maintenance in responding to service delivery. The maintenance of building is for fire stations and disaster management centre. In terms of National Treasury norms repairs and maintenance must be 8% of total operating budget, however due financial challenges faced by the municipality repairs and

maintenance has increase from 0.4% to 2.2% of the total operating budget in 2022/23. Table below depicts the expenditure items:

Table 4:
Repairs and maintenance expenditure

Description	2022/2023 Adjustment Budget - April				
	Original Budget	Prior Adjusts	Other Adjusts	Total Adjust	Adjusted Budget
R thousands					
Repairs of emergency vehicles	510	–	2 900	2 900	3 410
Repairs of computer and ICT equipment	90	–	–	–	90
Maintenance of building	600	–	3 702	3 702	4 302
Total capital expenditure	1 200	–	6 602	6 602	7 802
Total municipal expenditure	319 109	–	–	–	355 213
% of municipal expenditure	0.4%	–	–	–	2.2%

3.7. Working Capital analysis

Table 5: Working capital

Free Cash Flow Analysis	
Total Application of cash and investments:	Balances (R '000)
Closing balance as at 31 December 2022 including call accounts	63 438
Unspent conditional grants	(24 657)
Free cash flow - 1 January 2023	38 781
Obligations	(67 779)
January 2023 obligations	(23 329)
February 2023 obligations	(20 055)
March 2023 obligations	(24 395)
Equitable share – March 2023	63 705
Neighbourhood Development Grant	9 600
Net inflow	44 307
Conditional grant call account	(9 600)
Free cash flow - 1 April 2023	34 707
Obligations	(63 097)
April 2023 obligations	(21 652)
May 2023 obligations	(20 895)
June 2023 obligations	(20 550)
Net cash flow - June 2023	(28 390)

3.8. Transfers and grants made to the municipality

In the main adjustment budgets all grants were allocated according to DoRA and gazette, no amendments except for rollovers and LG Seta discretionary grant. The special adjustment budget focuses on the additional grant of R14,3 million was allocated in March 2023 after the approval of the main adjustment budgets. The grant is made of R11,3 million and R3 million for fire services and disaster management respectively. It has increased the total grants and transfers to R312,6 million.

The LGSETA approved the discretionary grant allocation of R15,9 million in March that will be transferred into two financial years. The municipality will receive R7,2 million and R8,6 million in 2022/23 and 2023/24 respectively. The grant will be utilised for learnerships and skills programme within the West Rand Region.

The various grants are listed in a table below:

Table 8: Grants allocation

DC48 West Rand - Supporting Table SB7 Transfers & Grants-							
Description	Budget Year 2022/2023						
	Original Budget	Prior Adjusts	Other Adjusts	Total Adjusts	Adjusted budget	Budget Year +2023/24	Budget Year +2024/25
R thousands							
RECEIPTS:							
Operating Transfers and Grants							
National Government:	232 673	-	-	-	232 673	243 609	254 815
Local Government Equitable Share	48 516	-	-	-	48 516	50 796	53 133
RSC Levy Replacement	181 736	-	-	-	181 736	190 278	199 030
Finance Management	1 200	-	-	-	1 200	1 256	1 314
EPWP Incentive	1 221	-	-	-	1 221	1 278	1 337
Provincial Government:	11 932	1 685	14 372	16 057	27 989	13 812	14 447
Health Subsidy	11 932	1 260	-	1 260	13 192	13 812	14 447
GRAP 17	-	425	-	425	425	-	-
Disaster Management & Fire Services grant	-	-	14 372	14 372	14 372	-	-
Other grant providers:	1 800	1 200	6 376	7 576	9 376	12 705	3 285
LG SETA	1 800	1 200	6 376	7 576	9 376	12 705	3 285
Total Operating Transfers and Grants	246 405	2 885	20 748	23 633	270 038	270 126	272 547
Capital Transfers and Grants							
National Government:	45 775	1 000	-	1 000	46 775	48 973	51 226
Rural Roads Asset Management Systems	2 775	-	-	-	2 775	2 905	3 039
Neighbourhood Development Partnership	43 000	1 000	-	1 000	44 000	46 068	48 187
Provincial Government:	2 200	-	-	-	2 200	-	-
Fire Rescue Services	2 200	-	-	-	2 200	-	-
Total Capital Transfers and Grants	47 975	1 000	-	1 000	48 975	48 973	51 226
TOTAL RECEIPTS OF TRANSFERS & GRANTS	294 380	3 885	20 748	24 633	319 013	319 099	323 774

3.9. Conclusion

The special adjustment budget has been prepared to ensure that the unauthorized expenditure is prevented. It is important to note that expenditure required to address the challenges facing the municipality and our communities will always exceed the available funding, hence the implementation of the financial strategies to achieve the balance to expenditure against realistically anticipated revenue as stipulated in Section 18 of the MFMA.

The WRDM has merely been able to achieve a balanced adjusted budget though remedial measures are in place to improve the municipality's performance, revenue streams still remain a major challenge.

4. Section four: Adjustment budget tables

The following budget tables have been completed and are attached as **Annexure A**:

- Table B1 – Adjustment Budget summary;
- Table B2 – Adjustments Budget Financial Performance (Revenue and Expenditure by standard classification);
- Table B3 – Adjustments budget Financial Performance (Revenue and expenditure by municipal vote)
- Table B4 – Adjustments Budget Financial Performance (Revenue by Source and Expenditure by type);
- Table B5 – Adjustments Budget Capital Expenditure by Vote, standard classification and funding;
- Table B6 –Adjusted Budget Financial Position;
- Table B7 – Adjustments Budget Cash Flows;

PART THREE: ANNEXURE

DC48 West Rand - Table B1 Consolidated Adjustments Budget Summary - March 2023

Description	Budget Year 2022/2023									Budget Year	Budget Year
	Original Budget	Prior Adjusted	Accum. Funds	Accum. Funds	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	+2023/24	+2024/25
	A	1	2	3	4	5	6	7	8	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Financial Performance											
Rental of facilities and equipment	2 365	-	-	-	-	-	-	-	2 365	2 476	2 590
Service charges	-	-	-	-	-	-	-	-	-	-	-
Investment revenue	2 244	-	-	-	-	-	-	-	2 244	2 350	2 458
Interest earned - outstanding debtors	211	157	-	-	-	-	-	157	367	385	403
Licences and permits	250	524	-	-	-	-	-	524	774	810	848
Reversal on impairment of investment	3 600	-	-	-	-	-	-	-	3 600	3 769	3 943
Transfers recognised - operational	246 405	2 885	-	-	-	-	21 648	24 533	270 938	284 718	288 752
Other own revenue	15 515	11 045	-	-	-	-	-	11 045	26 560	27 808	29 087
Gains on disposal of PPE	560	(254)	-	-	-	-	-	(254)	306	320	335
Total Revenue (excluding capital transfers and contributions)	271 149	14 356	-	-	-	-	21 648	36 004	307 154	322 636	328 415
Employee costs	211 367	3 377	-	-	-	-	330	3 707	215 074	225 183	235 541
Remuneration of councillors	13 132	(946)	-	-	-	-	-	(946)	12 186	12 758	13 345
Debt impairment	650	-	-	-	-	-	-	-	650	681	712
Depreciation & asset impairment	3 800	2 000	-	-	-	-	-	2 000	5 800	6 073	6 352
Finance charges	530	5 573	-	-	-	-	-	5 573	6 103	6 390	6 684
Other Materials	250	-	-	-	-	-	-	-	250	262	274
Contracted Services	11 358	(336)	-	-	-	-	6 082	5 746	17 104	17 908	18 731
Transfers and grants	11 932	1 260	-	-	-	-	-	1 260	13 192	13 812	14 447
Other expenditure	20 439	2 979	-	-	-	-	10 436	13 415	33 854	36 491	29 107
Total Expenditure	273 458	13 906	-	-	-	-	16 848	30 754	304 213	319 557	325 194
Surplus/(Deficit)	(2 309)	450	-	-	-	-	4 800	5 250	2 941	3 080	3 221
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	47 975	1 000	-	-	-	-	-	1 000	48 975	51 277	53 636
Surplus/(Deficit) after capital transfers & contributions	45 666	1 450	-	-	-	-	4 800	4 800	50 466	54 356	56 857
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year											
Capital expenditure & funds sources											
Capital expenditure											
Transfers recognised - capital	45 650	1 000	-	-	-	-	1 000	1 000	46 650	48 843	51 089
Borrowing	-	-	-	-	-	-	-	-	-	-	-
Internally generated funds	450	-	-	-	-	-	-	-	450	300	250
Total sources of capital funds	46 100	1 450	-	-	-	-	4 800	6 250	51 916	54 356	56 856
Financial position											
Total current assets	10 832	(4 433)	-	-	-	-	-	(4 433)	6 399	6 700	7 008
Total non current assets	63 297	8 676	-	-	-	-	-	8 676	71 973	75 355	78 822
Total current liabilities	81 579	4 510	-	-	-	-	-	4 510	86 089	124 178	129 890
Total non current liabilities	62 409	6 148	-	-	-	-	-	6 148	68 557	71 779	75 081
Community wealth/Equity	(69 859)	(6 416)	-	-	-	-	-	(6 416)	(76 275)	(113 902)	(119 141)
Cash flows											
Net cash from (used) operating	49 745	(5 895)	-	-	-	-	(5 895)	23 299	73 044	76 477	82 276
Net cash from (used) investing	(44 770)	(2 025)	-	-	-	-	(4 800)	(6 825)	(51 595)	(54 339)	(56 839)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	7 714	(5 583)	-	-	-	-	(5 583)	(5 583)	(608)	(760)	1 364
Cash backing/surplus reconciliation											
Cash and investments available	-	-	-	-	-	-	-	-	-	-	-
Application of cash and investments	-	-	-	-	-	-	-	-	-	-	-
Balance - surplus (shortfall)	-	-	-	-	-	-	-	-	-	-	-

DC48 West Rand - Table B2 Consolidated Adjustments Budget Financial Performance (functional classification) - April 2023 2023

Standard Description	Ref	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2025/26
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1, 4	A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Revenue - Functional												
Governance and administration		81 968	16 361	-	-	-	-	-	23 892	105 859	94 484	89 768
Executive and council		9 770	(254)	-	-	-	-	-	-	9 770	10 229	10 700
Finance and administration		58 382	16 616	-	-	-	-	7 276	23 892	82 274	69 790	63 938
Internal audit		13 815	-	-	-	-	-	-	-	13 815	14 464	15 130
Community and public safety		160 166	(2 362)	-	-	-	-	-	10 226	170 392	178 400	186 606
Community and social services		-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		113 446	(4 146)	-	-	-	-	14 372	10 226	123 672	129 484	135 441
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		46 720	1 784	-	-	-	-	-	-	46 720	48 916	51 166
Economic and environmental services		76 991	907	-	-	-	-	-	907	77 898	88 235	92 294
Planning and development		76 991	907	-	-	-	-	-	907	77 898	88 235	92 294
Road transport		-	-	-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		-	-	-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	319 124	14 906	-	-	-	-	21 648	35 025	354 149	361 119	368 668
Expenditure - Functional												
Governance and administration		90 255	12 766	-	-	-	-	7 276	18 513	108 768	104 204	99 935
Executive and council		10 946	(946)	-	-	-	-	-	(946)	10 000	10 470	10 952
Finance and administration		61 625	12 662	-	-	-	-	7 276	18 409	80 034	74 119	68 466
Internal audit		17 684	1 050	-	-	-	-	-	1 050	18 734	19 615	20 517
Community and public safety		152 561	1 140	-	-	-	-	14 372	15 512	168 073	175 972	184 067
Community and social services		-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		106 844	(90)	-	-	-	-	14 372	14 282	121 126	126 819	132 652
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		45 717	1 230	-	-	-	-	-	1 230	46 947	49 153	51 414
Economic and environmental services		76 293	1 000	-	-	-	-	-	1 000	77 293	80 926	84 648
Planning and development		76 293	1 000	-	-	-	-	-	1 000	77 293	80 926	84 648
Road transport		-	-	-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		-	-	-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	319 109	14 906	-	-	-	-	21 648	35 025	354 134	361 102	368 650
Surplus/ (Deficit) for the year		16	0	-	-	-	-	-	(0)	16	17	18

DC48 West Rand - Table B3 Consolidated Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - April 2023

Vote Description <i>[Insert departmental structure etc]</i>	Ref	Budget Year 2022/23									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2023/24	+2 2024/25
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
Revenue by Vote	1											
Vote 1 - Corporate Governance		9 770	(254)	-	-	-	-	-	(254)	9 516	9 963	10 421
Vote 2 - Municipal Manager & Support		13 815	-	-	-	-	-	-	-	13 815	14 464	15 130
Vote 3 - Corporate Services		27 190	1 200	-	-	-	-	7 276	8 476	35 666	38 389	31 092
Vote 4 - Budget & Treasury Office		31 192	15 416	-	-	-	-	-	15 416	46 608	48 799	51 043
Vote 5 - Health & Social Development		46 720	1 784	-	-	-	-	-	1 784	48 504	50 783	53 119
Vote 6 - Public safety		113 446	(4 146)	-	-	-	-	14 372	10 226	123 672	129 484	135 441
Vote 7 - Regional planning & Economic Development		76 991	907	-	-	-	-	-	907	77 898	81 559	85 311
Vote 8 - Development Agency		-	-	-	-	-	-	-	-	-	-	-
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	319 124	14 906	-	-	-	-	21 648	36 554	355 679	373 442	381 557
Expenditure by Vote	1											
Vote 1 - Corporate Governance		10 946	(946)	-	-	-	-	-	(946)	10 000	10 470	10 951
Vote 2 - Municipal Manager & Support		17 684	1 050	-	-	-	-	-	1 050	18 734	19 615	20 517
Vote 3 - Corporate Services		35 465	(752)	-	-	-	-	7 276	6 524	41 989	45 008	38 016
Vote 4 - Budget & Treasury Office		26 160	13 415	-	-	-	-	-	13 415	39 575	41 435	43 341
Vote 5 - Health & Social Development		45 717	1 230	-	-	-	-	-	1 230	46 947	49 153	51 414
Vote 6 - Public safety		106 844	(90)	-	-	-	-	14 372	14 282	121 126	126 819	132 652
Vote 7 - Regional planning & Economic Development		76 293	1 000	-	-	-	-	-	1 000	77 293	80 926	84 648
Vote 8 - Development Agency		-	-	-	-	-	-	-	-	-	-	-
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	319 109	14 906	-	-	-	-	21 648	36 554	355 663	373 425	381 540
Surplus/ (Deficit) for the year	2	16	-	-	-	-	-	-	-	16	17	17

Table B4 Adjustmet Budget Performance (Revenue and Expenditure) April 2023

Description	Ref	Budget Year 2022/23										Budget Year +2023/24	Budget Year +2024/25
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other adjustments	Total Adjustments	Adjusted Budget			
R thousands		A	B	C	D	E	F						
Revenue By Source													
Rental of facilities and equipment		2 365	–	–	–	–	–	–	–	2 365	2 476	2 590	
Interest earned - external investments		2 244	–	–	–	–	–	1 780	1 780	4 024	4 213	4 407	
Interest earned - outstanding debtors		211	157	–	–	–	–	–	157	368	385	403	
Licences and permits		250	524	–	–	–	–	–	524	774	810	848	
Reversal on impairment of investment		3 600	–	–	–	–	–	–	–	3 600	3 769	3 943	
Transfers and subsidies		246 405	2 885	–	–	–	–	21 648	24 533	270 938	284 718	288 752	
Other revenue		15 515	11 045	–	–	–	–	–	11 045	26 560	27 808	29 087	
Gains on disposal of PPE		560	(254)	–	–	–	–	–	(254)	306	320	335	
(National / Provincial and District)		47 975	1 000	–	–	–	–	–	1 000	48 975	51 277	53 636	
Total Revenue including capital transfers and contributions)		319 124	15 356					23 428	38 784	357 909	375 776	384 000	
Expenditure By Type													
Employee related costs		211 367	3 377	–	–	–	–	330	3 707	215 074	225 183	235 541	
Remuneration of councillors		13 132	(946)	–	–	–	–	200	(746)	12 386	12 968	13 564	
Debt impairment		650	–	–	–	–	–	–	–	650	681	712	
Depreciation & asset impairment		3 800	2 000	–	–	–	–	–	2 000	5 800	6 073	6 352	
Finance Charges		530	5 573	–	–	–	–	–	5 573	6 103	6 390	6 684	
Other materials		250	–	–	–	–	–	180	180	430	450	471	
Contracted services		11 358	(336)	–	–	–	–	6 082	5 746	17 104	17 908	18 731	
Transfers and subsidies		11 932	1 260	–	–	–	–	–	1 260	13 192	13 812	14 447	
Other expenditure		20 439	2 979	–	–	–	–	11 836	14 815	35 254	37 957	30 640	
Total Expenditure		273 458	13 906					18 628	32 534	305 993	321 421	327 143	
Surplus/Deficit		45 666	1 450					4 800	6 250	51 916	54 356	56 857	
Total Capital expenditure		45 650	1 450					4 800	6 250	51 900	54 339	56 839	
Total Surplus/Deficit		16	–					–	–	16	17	18	

DC48 West Rand - Table B5 Consolidated Adjustments Capital Expenditure Budget by Vote Funding March 2023												
Vote Description	Ref	Budget Year 2022/23									Budget Year +2023/24	Budget Year +2024/25
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts	Total Adjustments	Adjusted Budget		
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H	Adjusted Budget	Adjusted Budget
R thousands	1											
Multi-Year expenditure appropriation	2											
Vote 1 - Corporate Governance		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager & Support		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Budget & Treasury Office		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Health & Social Development		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Public safety		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Regional planning & Economic Development		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Development Agency		-	-	-	-	-	-	-	-	-	-	-
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 Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2											
Vote 1 - Corporate Governance		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager & Support		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Budget & Treasury Office		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Health & Social Development		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Public safety		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Regional planning & Economic Development		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Development Agency		-	-	-	-	-	-	-	-	-	-	-
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 Capital single-year expenditure	4	-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure		-	-	-	-	-	-	-	-	-	-	-
Capital Expenditure - Functional Classification												
Governance and administration		450	-	-	-	-	-	-	-	450	471	493
Finance and administration		450	-	-	-	-	-	-	-	450	471	493
Community and public safety		2 200	-	-	-	-	-	4 770	4 770	6 970	4 994	5 224
Public safety		2 200	-	-	-	-	-	4 770	4 770	4 770	4 994	5 224
Regional Planning and economic development		43 000	1 450	-	-	-	-	30	1 480	44 480	46 571	48 713
Economic development		43 000	1 450	-	-	-	-	30	1 480	44 480	46 571	48 713
Economic and environmental services		-	-	-	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		-	-	-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	45 650	1 450	-	-	-	-	4 800	6 250	51 900	52 036	54 430
Funded by:												
National Government		43 000	1 450	-	-	-	-	30	1 480	44 480	46 571	48 713
Provincial Government		2 200	-	-	-	-	-	4 770	4 770	6 970	7 298	7 633
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital		45 200	1 450	-	-	-	-	4 800	6 250	51 450	53 868	56 346
		450	-	-	-	-	-	-	-	450	471	493
Borrowing	6	-	-	-	-	-	-	-	-	-	-	-
Internally generated funds		450	-	-	-	-	-	-	-	450	471	493
Total Capital Funding		45 650	1 450	-	-	-	-	4 800	6 250	51 900	54 339	56 839

DC48 West Rand- Table B6 Consolidated Adjusted Budget Statement- Financial Position- 28 February 2023													
Description	Ref	Budget Year 2022/2023										Budget Year +2023/24	Budget Year +2024/25
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts	Total Adjustments	Adjusted Budget			
		A	3	4	5	6	7	8	9	10			
R thousands	1												
		A	A1	B	C	D	E	F	G	H			
ASSETS													
Current assets													
Cash		7 714	-	-	-	-	-	(5 072)	(5 072)	2 642	2 766	2 893	
Call investment deposits		-	-	-	-	-	-	-	-	-	-	-	
Short-term Investments		-	-	-	-	-	-	-	-	-	-	-	
Other debtors		2 995	-	-	-	-	-	660	660	3 655	3 827	4 003	
Inventory		122	-	-	-	-	-	(20)	(20)	102	107	112	
Total current assets		10 832	10 832	10 832	10 832	10 832	10 832	(4 433)	(4 433)	6 399	10 832	10 832	
Non current assets													
Long-term receivables		255	-	-	-	-	-	(255)	(255)	-	-	-	
Investment property		6 700	-	-	-	-	-	1 700	1 700	8 400	8 795	9 199	
Property, plant and equipment		56 206	-	-	-	-	-	7 139	7 139	63 345	66 322	69 373	
Biological		136	-	-	-	-	-	92	92	228	239	250	
Total non current assets		63 297	-	-	-	-	-	8 676	8 676	71 973	75 355	78 822	
TOTAL ASSETS		74 129	-	-	-	-	-	4 243	4 243	78 371	82 055	85 829	
LIABILITIES													
Current liabilities													
Trade and other payables		65 825	-	-	-	-	-	4 763	4 763	70 588	73 905	77 305	
Vat Payables		15 754	-	-	-	-	-	870	870	16 624	17 405	18 206	
Transfers payables (non-exchange)		-	-	-	-	-	-	30 444	30 444	30 444	31 875	33 341	
Unspent conditional grants		-	-	-	-	-	-	15 442	15 442	15 442	16 168	16 911	
Provisions		15 400	-	-	-	-	-	(252)	(252)	15 148	15 860	16 589	
Total current liabilities		96 979	-	-	-	-	-	51 266	51 266	148 245	155 213	162 353	
Non current liabilities													
Employee benefit obligation		49 730	-	-	-	-	-	-	-	49 730	52 067	54 462	
Provisions		17 080	-	-	-	-	-	6 148	6 148	23 228	24 320	25 438	
Total non current liabilities		66 810	-	-	-	-	-	6 148	6 148	72 958	76 387	79 901	
TOTAL LIABILITIES		163 789	-	-	-	-	-	57 414	57 414	221 203	231 600	242 253	
NET ASSETS	2	(89 660)	-	-	-	-	-	(53 172)	(53 172)	(142 832)	(149 545)	(156 424)	
COMMUNITY WEALTH/EQUITY													
Accumulated Surplus/(Deficit)		(77 133)	-	-	-	-	-	(6 416)	(6 416)	(76 275)	(79 860)	(83 533)	
Reserves		-	-	-	-	-	-	-	-	-	-	-	
TOTAL COMMUNITY WEALTH/EQUITY	2	(77 133)	-	-	-	-	-	(6 416)	(6 416)	(76 275)	(79 860)	(83 533)	

DC48 West Rand - Table B7 Consolidated Adjustment Budget Statement - Cash Flow - 28 February 2023												
Description	Ref	Budget Year 2022/23									Budget Year +2023/24	Budget Year +2024/25
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts	Total Adjusts	Adjusted Budget		
R thousands	1	A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates		-	-	-	-	-	-	-	-	-	-	-
Service charges		-	-	-	-	-	-	-	-	-	-	-
Other revenue		22 130	-	-	-	-	-	1 026	1 026	23 156	24 244	25 360
Transfers and Subsidies - Operational		246 405	-	-	-	-	-	2 435	2 435	248 840	260 535	272 520
Transfers and Subsidies - Capital		47 975	-	-	-	-	-	1 000	1 000	48 975	51 277	53 636
Interest		2 244	-	-	-	-	-	-	-	2 244	2 350	2 458
Payments												
Suppliers and employees		(256 546)	-	-	-	-	-	(3 523)	(3 523)	(260 069)	(272 293)	(284 818)
Finance charges		(530)	-	-	-	-	-	(5 573)	(5 573)	(6 103)	(6 390)	(5 830)
Transfers and Grants		(11 932)	-	-	-	-	-	(1 260)	(1 260)	(13 192)	(13 812)	(14 447)
NET CASH FROM/(USED) OPERATING ACTIVITIES		49 745	-	-	-	-	-	(5 895)	(5 895)	43 850	45 911	48 878
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
Proceeds on disposal of PPE		880	-	-	-	-	-	(880)	(880)	-	-	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-	-	-
Payments												
Capital assets		(45 650)	-	-	-	-	-	(1 450)	(1 450)	(47 100)	(49 314)	(51 582)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(44 770)	-	-	-	-	-	(2 330)	(2 330)	(47 100)	(49 314)	(51 582)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans		-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-	-	-
Payments												
Repayment of borrowing		-	-	-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	-	-	-	-	-	-	-	-
NET INCREASE/ (DECREASE) IN CASH HELD		4 975	-	-	-	-	-	(8 225)	(8 225)	(3 250)	(3 402)	(2 705)
Cash/cash equivalents at beginning:		2 642	-	-	-	-	-	2 642	-	2 642	(608)	(4 010)
Cash/cash equivalents at month/year end:		7 617	-	-	-	-	-	(5 583)	(8 225)	(608)	(4 010)	(6 715)