

ANNEXURE "A"

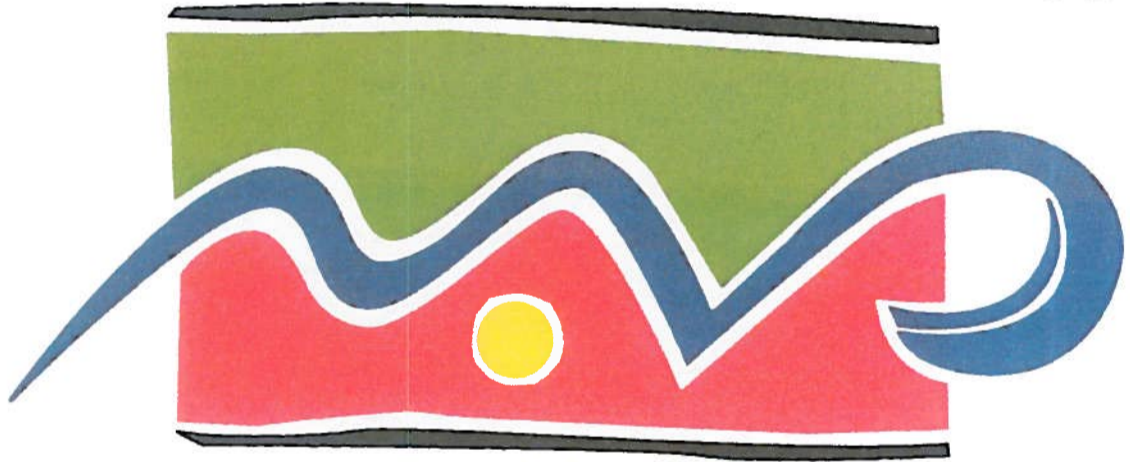
BUDGET DOCUMENT



ADJUSTMENTS BUDGET
December 2018

SCHEDULE B

CAPE WINELANDS DISTRICT
MUNICIPALITY • MUNISIPALITEIT • UMASIPALA



ANNEXURE A

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A: Mayors Report

The Cape Winelands District Municipality (CWDM) received additional funding from the Western Cape Government via the Western Cape Provincial Treasury in terms of Provincial Gazette Extraordinary 8005 of Thursday, 22 November 2018 attached as Annexure "D" and from the Western Cape Government and Public Works in terms of addendum number 1 to memorandum of agreement for the 2018/2019 financial year, attached as Annexure "E".

The application of the grants is explained below:

1. Safety Plan Implementation: Whole of Society Approach (WOSA)

The purpose of this grant is to enable a resilient, sustainable, quality living environment through the operationalisation of a Safety Plan.

The outcome of this grant is – improved wellness and safety of the community within the priority areas.

An amount of R1 000 000 was gazetted for this purpose.

2. Local Government ~~Graduate~~ Internship Grant

The purpose of this grant is to provide financial assistance to municipalities in support of capacity building for the future by means of graduate internship programme.

The outcome of this grant is –

• To improve the capacity of municipalities to deliver services;

• To transfer the institutional knowledge to the interns;

• Maximising of efficiency gains through the internship programme; and

• To contribute to the future sustainability of the municipalities by investing in human capital.

An amount of R72 000 was gazetted for this purpose.

3. Community Development Workers (CDW) Operational Support Grant

The purpose of this grant is to provide financial assistance to municipalities to cover the operational and capital costs pertaining to the line functions of the community development workers.

The outcome of this grant is – to fund the working operations of staff placed at municipalities.

This grant was reallocated - R 74 000.

4. Municipal Service Delivery and Capacity Building Grant

The purpose of this grant is to provide financial assistance to municipalities to improve infrastructure systems, structures, corporate governance and service delivery.

The outcome of this grant is to –

- Improve the capacity of municipalities to deliver services;
- Strengthen infrastructure, processes, systems and structures;
- Improve corporate governance in municipalities;
- Maximising efficiency gains in service delivery;
- Achieve cost effective service delivery outcomes as envisaged by specific strategic objectives, which is outlined in the Municipal Integrated Development Plans;
- Enable the Municipalities to comply with the legislative requirements in maximising efficiency gains;
- Bring government information and services closer to the people to promote access to opportunities as a basis for improved livelihoods;
- Provide cost-effective, integrated efficient and sustainable service provision to better serve the needs of citizens; and
- Build sustainable partnerships with government, business and civil society.

An amount of R400 000 was gazetted for this purpose.

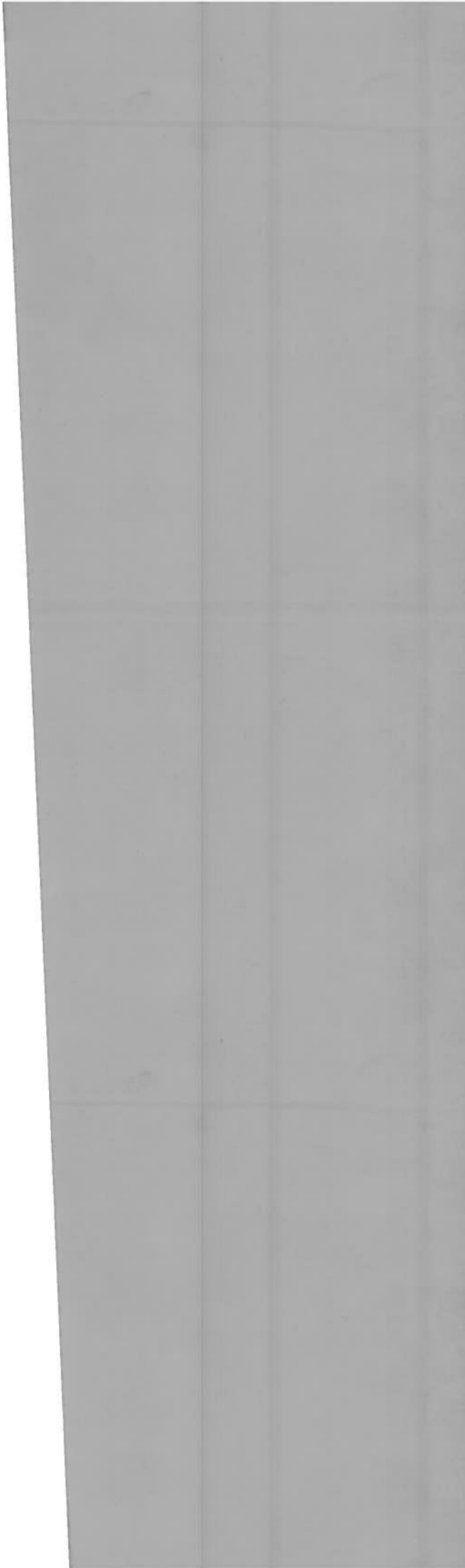
5. Western Cape Government: Transport and Public Works

As explained in Annexure "E" the purpose of the additional funding is to make provision for additional costs in respect of labour and for the procurement of services and materials.

The outcome of this grant is -

- Improved maintenance of the Provincial Roads in the jurisdiction of the Cape Winelands District Municipality;

An amount of R10 845 000 was added to the Roads Agency Function budget by the addendum attached as Annexure "E".



B: RESOLUTIONS

The resolution with regard to the approval of the budget will be submitted after the approval of this Adjustments Budget to the relevant treasuries.

5

C: EXECUTIVE SUMMARY

The table below is a high-level summary of the changes proposed by this adjustments budget. The deficit of R74 000 will be funded in the February adjustments budget in terms of Regulation 23(1)

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	2018/2019 Dec. Adjusted Budget	2018/2019 Amended Budget	Adjustments	Budget
Revenue				
Ex Rev: Operational Revenue	-340 000	-340 000		
Ex Rev: Rental Fixed Assets	-131 000	-131 000		
Ex Rev: Agency Services	-121 144 500	-10 845 000	-10 845 000	
Ex Rev: Agency Goods & Services	-512 800			
Ex Rev: Service Charges	-100 000			
Ex Rev: Int. Div. Rent on Land	-51 850 000			
Ex Rev: Int. Div. Rent on Land	-250 000			
Non-Ex Rev:				
Non-Ex Rev: Transfers & Subsidy	-233 097 000	-1 398 000	-1 398 000	
Total Revenue	-407 425 300	-12 243 000		-419 668 300
Expenditure				
Employee Related Costs	212 991 046			
Remuneration of Councillors	11 675 588			
Operational Costs	65 925 920	4 072 000	4 072 000	69 997 920
Contracted Services	8 000			
Interest Dividend Rent on Land	1 029 000			
Operating Leases	5 570 510			
Bad Debt Written Off	10 000 393			
Depreciation and Amortisation	21 636 215	5 845 000	5 845 000	27 481 215
Inventory	9 231 000			
Transfers and Subsidies	-			
Default	20 000			
Gains and Losses	405 077 200	12 317 000	12 317 000	417 394 200
Total Expenditure	-2 348 100	74 000		-2 274 100
-Surplus / Deficit	2 348 100			2 348 100
Capital Expenditure Agency Services		74 000		74 000
-Surplus / Deficit after funding	-	-		74 000

D: ADJUSTMENT BUDGET TABLES

In accordance with the Budget and Reporting Regulations the following compulsory schedules are attached, reflecting the composition and detail of the above mentioned amounts.

Table B1

Table B2

Adjustments Budget Summary

Adjustments Budgeted Financial Performance

(Revenue and Expenditure by standard classification)

Adjustments Budgeted Financial Performance (Revenue and Expenditure by Municipal Vote)

Adjustments Budgeted Financial Performance (Revenue and Expenditure)

Adjustments Budgeted Capital Expenditure by vote and funding,

Adjustments Budgeted Financial Position

Adjustments Budgeted Cash flows

Cash backed reserves/accumulated surplus reconciliation

Asset Management

Basic Service Delivery Measurement

(Completion of this table is not applicable in view thereof that the District Municipality does not provide basic services; hence no information is available)

PART 2

A: ADJUSTMENTS TO BUDGET ASSUMPTIONS

No adjustments were made to the budget assumptions presented in the annual budget.

B: ADJUSTMENTS TO BUDGET FUNDING

The proposed adjustments will be funded as follows:

Operating Expenditure:

Additional allocations: Department of Community Safety

Additional allocations: Department of Local Government

- Local Government Internship Grant
- Municipal Service Delivery and Capacity Building Grant
- Community Development Workers

Additional allocations: Western Cape Government: Transport and Public Works R 10 845 000

(R 74 000)

R 400 000

R 72 000

R 398 000

R 1 000 000

C: ADJUSTMENTS TO EXPENDITURE ON ALLOCATIONS AND GRANT PROGRAMMES

The planned expenditure of allocations and grants received will be adjusted as follows:

Grant	Original Budget 2018/2019	Adjustment	Dec. Adjusted Budget 2018/2019
Safety Plan Implementation	0	1000 000	1000 000
Local Government Internship	0	72 000	72 000
Western Cape Government: Transport and Public Works	R 108 550 000	R 10 845 000	R 119 395 000
Capacity Building	0	400 000	400000
Municipal Service Delivery and Community Development Workers	74 000	(74 000)	0

D: ADJUSTMENTS TO ALLOCATIONS AND GRANTS MADE BY THE MUNICIPALITY

No adjustments were made to – Grants made by the municipality

E: ADJUSTMENTS TO COUNCILOR ALLOWANCES AND EMPLOYEE BENEFITS

No adjustments were made to councilor allowances and employee benefits

F: ADJUSTMENTS TO SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN

No adjustments were made to the quarterly service delivery targets and performance indicators.

G: ADJUSTMENTS TO CAPITAL EXPENDITURE

No adjustments were made to capital expenditure.

N: OTHER SUPPORTING DOCUMENTS

Additional information/schedules in accordance with the budget and reporting regulations:

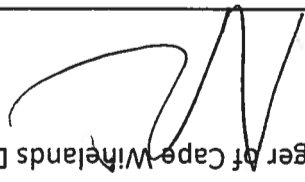
- SB1 - Supporting detail to Budgeted Financial Performance
- SB2 - Supporting detail to Budgeted Financial Position
- SB3 - Adjustments to the SDBIP – performance objectives (will be submitted to council)
- SB4 - Adjustments to budgeted performance indicators and benchmarks
- SB5 - Adjustments Budget –Social, economic and demographic statistics and assumptions
- SB6 - Adjustments Budget - Funding measurement
- SB7 - Adjustments Budget - Transfers and grant receipts
- SB8 - Adjustments Budget – expenditure on transfers and grant programme
- SB9 - Adjustments Budget – reconciliation of transfers grant receipts, and unspent funds
- SB10 - Adjustments Budget – transfers and grants made by the municipality
- SB11 - Adjustments Budget – councillor and staff benefits
- SB12 - Adjustments Budgeted - monthly revenue and expenditure (municipal vote)
- SB13 - Adjustments Budgeted - monthly revenue and expenditure (standard classification)
- SB14 - Adjustments Budgeted - monthly revenue and expenditure
- SB15 - Adjustments Budget – monthly cash flow
- SB16 - Adjustments Budget monthly capital expenditure (municipal vote)
- SB17 - Adjustments Budget – monthly Capital expenditure (standard classification)
- SB18a - Adjustments Budget – capital expenditure on new assets by asset class
- SB18b - Adjustments Budget – capital expenditure on renewal of existing assets by asset class
- SB18c - Adjustments Budget – expenditure on repairs and maintenance by asset
- SB18d - Adjustments Budget – depreciation by asset class
- SB19 - List of capital programmes and projects affected by adjustments Budget
- SB20 - Not required

O: QUALITY CERTIFICATE

I, Henry Frans Municipal Manager of Cape Winelands District Municipality, hereby certify that the adjustments budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations under the Act, and that the annual budget and supporting documents are consistent with the Integrated Development Plan of the municipality.

Name:

Municipal Manager of Cape Winelands District Municipality



Signature

Date 06/12/18

