



MATATIELE
LOCAL MUNICIPALITY

102 Main Street,
Matatiele
P.O. Box 35,
Matatiele, 4730
Tel: 039 737 3135
Fax: 039 737 3611

PUBLIC NOTICE: ADJUSTMENT BUDGET 2016-17

In terms of chapter 4, section 28 of the Municipal Finance Management Act, a municipality may revise its approved annual budget through an adjustments budget;
an adjustments budget ó

- 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 council;
- f) May correct any errors in the annual budget

Based on the legislative requirements, the Council of Matatiele Local Municipality, on the 27th January 2017, approved the adjustments budget 2016/2017 as summarized below:

Where Nature, Agriculture, Tourism are Investments of Choice.

Municipal Services: 079 522 9770 **Prepaid Sales:** 079 523 322 **Finance Office:** 039 737 3565 **Disaster and Fire:** 039-2560610/079 523 2223
Police (SAPS): 039-7379904/9905 **Water:** 082 520 1476 **Ambulance:** 10177 **Traffic:** 079 522 9774



MATATIELE

LOCAL MUNICIPALITY

102 Main Street,
Matatiele
P.O. Box 35,
Matatiele, 4730
Tel: 039 737 3135
Fax: 039 737 3611

OPERATING REVENUE ADJUSTMENTS BUDGET 2016-2017

REVENUE BY SOURCE	APPROVED BUDGET 2016/17	ADJUSTMENTS BUDGET 2016/2017	NET- CHANGE	% NET CHANGE (+INCREASE/- DECREASE)
Property Rates	(36 427 412)	(36 427 412)	-	-
Service Charges	(57 614 450)	(57 614 450)	-	-
Rental Of Facilities	(773 876)	(773 876)	-	-
Interest Outstanding Debtors	(4 277 007)	(4 277 007)	-	-
Interest External Investments	(5 987 310)	(5 987 310)	-	-
Fines	(1 470 000)	(1 470 000)	-	-
Licences & Permits	(3 307 500)	(3 307 500)	-	-
Grants Operating	(177 381 600)	(181 310 641)	(3 929 041)	2%
Grants Capital	(124 661 400)	(125 167 754)	(506 354)	0%
Profit on Sale of Property	(15 000)	(15 000)	-	0%
Other Income	(2 103 221)	(2 138 221)	(35 000)	2%
TOTAL REVENUE	(414 018 776)	(418 489 171)	(4 470 395)	4%

The operating revenue adjustment budget for 2016/2017 is R 418,489,171 (Original R414 018 776 as per table above. The increase of R 4, 470,395 is due to unspent operating grants from the prior year and a slight increase on other income. All Municipal tariffs remain unchanged.

Where Nature, Agriculture, Tourism are Investments of Choice.

Municipal Services: 079 522 9770 Prepaid Sales: 079 523 322 Finance Office: 039 737 3565 Disaster and Fire: 039-2560610/079 523 2223
Police (SAPS): 039-7379904/9905 Water: 082 520 1476 Ambulance: 10177 Traffic: 079 522 9774



MATATIELE

LOCAL MUNICIPALITY

102 Main Street,
Matatiele
P.O. Box 35,
Matatiele, 4730
Tel: 039 737 3135
Fax: 039 737 3611

OPERATING EXPENDITURE ADJUSTMENT BUDGET BY TYPE 2016/17

EXPENDITURE	APPROVED BUDGET 2016/17	ADJUSTMENTS BUDGET 2016/2017	NET-CHANGES	% NET CHANGE (+INCREASE/- DECREASE)
Employee Cost	95 436 616	86 641 616	(8 795 000)	-9%
Clr Remunerations	18 908 383	18 908 383	-	0%
Depreciation	14 270 000	14 270 000	-	0%
Repairs & Maint	11 242 080	11 654 080	412 000	4%
Bulk Purchases	39 100 000	39 100 000	-	0%
Contracted Services	24 408 000	26 573 000	2 165 000	9%
Other Expenditure	55 619 355	61 873 536	6 254 181	11%
Grants & Subsidies	19 115 600	23 044 641	3 929 041	21%
Provisions	11 250 000	11 250 000	-	0%
TOTAL OPERATING EXPENDITURE	289 350 034	293 315 256	3 965 222	1%

The operating expenditure adjustment budget 2016/2017 for 2016/2017 is R 293,315,256 (Original R289, 350,034) as per table above. This has been increased by R3, 965,222 which is mainly from unspent grants from the prior year.

Where Nature, Agriculture, Tourism are Investments of Choice.

Technical Services: 079 522 9770 Prepaid Sales: 079 523 322 Finance Office: 039 737 3565 Disaster and Fire: 039-2560610/079 523 2223
Police (SAPS): 039-7379904/9905 Water: 082 520 1476 Ambulance: 10177 Traffic: 079 522 9774



CAPITAL ADJUSTMENTS BUDGET 2016-2017

MUNICIPAL VOTE	APPROVED BUDGET 2016/17	ADJUSTMENTS BUDGET 2016/2017	MIG	FUNDING SOURCE		
				CRR	INEP	OTHER GRANTS
Municipal Governance & Administration	1 610 000	7 189 000	-	7 189 000	-	-
Community & Public Safety	7 650 000	2 576 500	1 109 500	1 467 000	-	-
Economic & Environmental Services	61 736 400	62 553 435	43 551 900	18 495 000	-	506 536
Trading Services	83 050 000	83 075 000	-	3 075 000	80 000 000	
TOTAL CAPITAL BUDGET	154 046 400	155 393 935	44 661 400	30 226 000	80 000 000	506 536

The adjustments capital budget for 2016/2017 is R 155,393,935 (Original R154, 046,400), the Council funded portion through the Capital replacement reserves (CRR) has been increased to R30, 226,000, funding from the department of energy has been maintained at R80 million, the municipal infrastructure grant has also been maintained at R44,661,400 and an additional funding from other grants to fund LED projects amounts to R 506 536 .

TOTAL ADJUSTMENTS BUDGET 2016/2017

DESCRIPTION	APPROVED BUDGET 2016/17	ADJUSTMENTS BUDGET 2016/2017	NET-CHANGES	% NET CHANGE (+INCREASE/- DECREASE)
OPERATING EXPENDITURE	289 350 034	293 315 256	3 965 222	1%
CAPITAL EXPENDITURE	154 046 400	155 393 935	1 347 536	1%
TOTAL BUDGET	443 396 433	448 709 191	5 312 758	1%

The operating expenditure budget has been increased by R 3,965,222 from approved budget of R289, 350,034 to adjustments budget of R293, 315,256 and this has been due to unspent grants from the prior year 2015/16.

The capital budget has been increased by R1, 347,536 from approved budget of R154, 046,400 to adjustment budget of R155, 393,936 and this was due to additional grants for LED projects that was unspent from the prior year and approved virements.

D.C.T. NAKIN
MUNICIPAL MANAGER
Notice No: 2016/2017-94