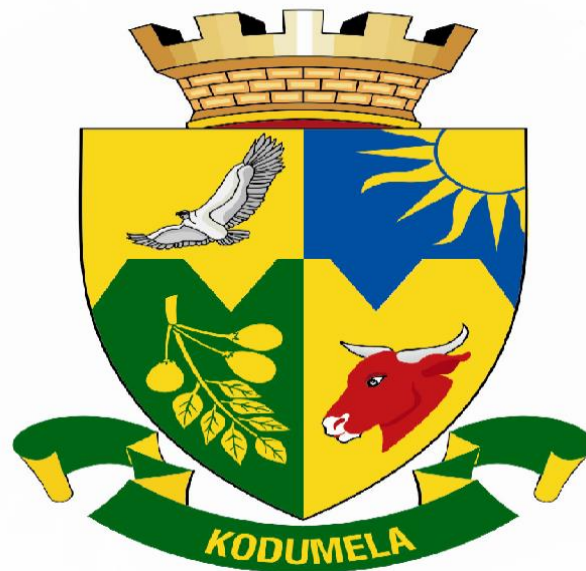


Blouberg Municipality



LIM351 FINAL BUDGET 2018/19-2020/21
MEDIUM TERM REVIEW

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PART 1 –ANNUAL DRAFT BUDGET

1.1 Mayor's Report

Madam Speaker

Members of the Executive Committee

The Chief Whip of the majority party and other Whips

Chairperson of the Municipal Public Accounts Committee



Fellow Councillors

Municipal Manager and senior managers

All Traditional Leaders

All Ward Committees & CDW's

Members of the Community

Business Community

Representative of Sector Departments Present

All municipal officials

INTRODUCTION

Let us celebrate the lives of the two icons, Tata Nelson Mandela and Mama Albertina Sisulu, Let us also include aunti Dora's life, Ngwana Lehong, the woman who made immense contribution to the life of an African child at this corner of Blouberg. Many kids who schooled here before us, those who schooled with us and those who came after us passed through the hands of this great woman.

Madam Speaker when we made first contact with a teacher at this school, the great entry was in Mam Dorah' class. When I learnt how to hold a pencil, that's the woman who made it possible. The first time I heard of the word hygiene was at this school. When I learnt how to relate with other human beings, that's the woman who taught me.

When we celebrate the life of Tata Madiba, there were great men who contributed to life of the African child as well. To mention but a few, Ntate Monobe, Ntate Mapeka and those who carried forward the baton like Solly Rasefate and young principal Lotus Phukubje

When I knew that there is Africa and I am an African it was at this school and she together with others passed that knowledge to us.

Madam Speaker Dr Kwame Nkrumah once said, "Africa is one continent, one people and one nation" "The masses of the people of Africa are crying for unity." As we conclude Africa month celebrations, we are able to look back with pride that since formation of OAU- now AU- in 1963, Africa has progressed. We should continue to fight for African unity, oneness and a better Africa. Part of building African unity and taking Africa forward is returning land to the people. As Blouberg Municipality, we must respond to this national call. If we want to resuscitate and grow the Blouberg Economy, we must make land available for economic use. A clear plan and approach must be developed in this regard.

Madam Speaker I would like to table the following matters before Council for consideration:

1. REPORT ON APPOINTMENT OF SHORTLISTING AND INTERVIEW PANEL FOR THE POSITION OF THE DIRECTOR, TECHNICAL SERVICES: PAGE 23-65

Madam Speaker, there is a remarkable progress in respect of the filling of senior management positions. We are hopeful that the next Council will make due appointments pending security clearance reports for each candidate which were submitted to our office on the 29th May 2018.

Madam Speaker, as resolved by this Council, the position of Director: Technical Services was re-advertised on Sowetan national newspaper on the 22nd May 2018 as well as on the municipal website as regulation provides.

It is against the above information that; in terms of local government regulations on appointment and Conditions of employment of Senior Managers, municipal councils should establish shortlisting and interview panel to make recommendations for the appointment of candidates to vacant Senior Managers' positions.

It is against this background that a recommendation is made to this Council **to establish** a shortlisting and interview panel for the vacant position of Director: Technical Services as per the regulations.

2. REPORT ON MAKGARI AND EUZORINGA ELECTRIFICATION PROJECTS

Madam Speaker, we hereby report to this council about the challenges we experienced with regards to implementation of the Euzoringa and Makgari projects, whereby the engineer unilaterally changed their scope. The number of households to be electrified was substantially reduced. We hereby recommend to this Council that the contractor continue with the project under the current status quo, while investigations are underway. We further recommend that a budget be set aside to cater for the households not covered within the current set-up.

3. STATUS OF THE OLD TRAFFIC STATION

Madam Speaker, Council had resolved to dispose of the Old Traffic Station for other developmental projects as we already have a new one in place. It has come to our attention that there is lack of office space and therefore it becomes imperative to not dispose of the building. Some of the units such as waste and environment will be decentralized to the facility. This also comes at a time when the Provincial Transport department has also made a request to take back the facility, which we rejected. Home Affairs and LEDET also approached us in that regard and given the circumstances we also intend to turn them down. We are therefore bringing to this August house a recommendation that **council revoke the decision** to dispose of the old traffic station.

4. REPORT ON INDUSTRIAL ACTION BY SAMWU

Madam Speaker, it was during the period under review that we experienced some work delays as a result of the disagreements we had with the union in relation to the payment of pay progression. Several meetings were held with the union at LLF level, sometimes with both CoGHSTA and SALGA to advice on the process. The exercise could not bear fruits as the employees demanded that we utilize the R3 million budgeted for job evaluation to increase the notches, in which we were advised that such action will be unlawful. Employees had to embark on an unprotected industrial action, but were given an ultimatum to resume their duties. We shall always assure our commitment to keep engaging our labour union in the best interest of the employees and the community we serve. Meanwhile, the Job Evaluation process for our municipality is at an advanced stage. Today Provincial Audit Committee is busy assessing us, and hope for positive outcomes.

We further bring the following reports for consideration;

1. REPORT ON ENERGY EFFICIENCY AND DEMAND SIDE MANAGEMENT PROGRAMME (EEDSM) FOR APPROVAL
2. REPORT ON PROGRESS OF MUNICIPAL WIDE RDP PROJECT FOR APPROVAL
3. REPORT ON THE GROWTH AND DEVELOPMENT STRATEGY FOR APPROVAL
4. REPORT ON SUPPLEMENTARY VALUATION ROLL 2018/19 FOR APPROVAL
5. REPORT ON DISPOSAL OF ASSETS FOR APPROVAL
6. REPORT ON RISK MANAGEMENT FOR APPROVAL
7. REPORT ON SECURITY MANAGEMENT FOR APPROVAL

TABLING OF IDP/BUDGET 30 DAYS BEFORE START OF THE NEW FINANCIAL YEAR

Madam Speaker after adoption of the draft IDP/Budget on the 28th of March, we have rolled out a massive Community and stakeholder engagement programmes. People have raised issues on the draft IDP/Budget that have sharpened our ideas and plans. This indeed confirms the words of Julius Nyerere that “**If real development is to take place, the people have to be involved**”. On the basis of our engagement with our communities and stakeholders, we had to rework the IDP/Budget in order to respond to issues raised by Communities. All sector issues raised during consultations will be referred to relevant sector departments and IGR Forums.

Madam Speaker, we are tabling IDP/Budget 2018/19 before Council for approval.

The IDP/Budget has been in such a way that it is in a position to provide services, grow the economy, create jobs and fight corruption. Madam Speaker hereunder follow the programmes we intend pursuing:

Accelerate access to land

In order for us to contribute to the issue of land redistribution we have planned the following programmes;

- Review of the Spatial Development Framework
- Facilitate the issuing of title deeds to both Alldays and Senwabarwana residents
- Conduct land Audit
- And have an updated valuation roll, and as such we request Council to approve it.

Growing the economy

Blouberg Municipality has potential in agriculture, tourism, retail and mining. The mining potential within Blouberg Municipality represents a brighter future. Great strides have been made with regards to engaging mining houses;

Madam Speaker, we have developed a Growth and Development Strategy 2040 for approval by Council. This strategy will go a long way in driving development within the Municipality.

The mining initiatives that are in the pipeline will undoubtedly serve as the turning point for Blouberg economy.

Madam Speaker, The Blouberg Tourism Composite Guide has been finalized and approved. This will help unearth and market tourism potential of the Municipality. All these initiatives are catalysts to revitalization of Blouberg Economy and directing economic investments.

We are planning to industrialize both Senwabarwana and Alldays. This will help facilitate local manufacturing initiatives. (Local Manufacturing & processing)

Creating jobs

As the Municipality we are busy creating job opportunities through programmes like CWP, EPWP and other LED projects. These are temporary interventions that will provide the necessary much needed relief to those living under poverty line.

Madam Speaker we continue to assist young people with internship and learnership opportunities. The sole purpose is to provide and equip young people with the necessary skills for the job market.

Go Iwantšha bomenetša (Fighting Corruption)

Madam Speaker bjalo ka Mmasepala re ikemišeditše go tsenela lesolo la go Iwantšha bosenyi le bomenetša. Komiti ya tekolo ya dipuku(Audit Committee),komiti ya MPAC di tšwela pele gore thuša go bona gore tshepedišo ya Masepala e sepela gabotse go ya ka melao. Ngwaga wa go feta re kgonne go fetiša go hlangwa ga Financial Misconduct Board. Yona e tlo thuša go matlafatša mošomo wa dikomiti tšeo re šetšego re boletše ka tšona. Setšhaba le batšeakarolo ka kakaretšo ba swanetše go re thuša mo lesolong le.

Spatial Planning

Re beetše thoko tšhelete yeo lakanago R1,5 M go phethagatša merero ya peakanyo ya naga(Spatial planning)

Environment and Waste Management

Cllr Rangata, Paballo ya tikologo e bohlokwa mo maphelong a rena. Go babalela tlhago go thuša go e boloka gore e tle e šomišwe ke meloko yeo e latelago ***Sustainable development approach***

Basic Services and Infrastructure Development

Cllr Mashalane, in order to continue to provide basic services and infrastructure,the plans are as follows;

Provision of electricity

An amount of R 5,9 M has been set aside for electrification of the following villages;

Witten,Cracouw,Oldlongsine,Raweshi,Lekgwara,Earlydawn andThorpe

Upgrading Internal Streets

We will continue with tarring of internal streets in the following areas;

- Senwabarwana phase 9 & 10
- Avon phase 3
- Kromhoek phase 3 & 4

The overall amount set aside for internal streets is R 24, 4 M

Construction of Creches

We have set aside R 2 M for construction of crèche at Towerfontein.

Maintenance Budget

Madam Speaker an amount of R 4, 3 M has been put aside towards maintenance Budget. Yona e tla be e lebeletše tšeo di latelago.

- Electricity
- Patching of Potholes and maintenance of internal streets
- Municipal facilities
- Plant and equipment

Growing Blouberg Economy

Cllr Ntlatla, in order to grow the economy of the Municipality we have put aside R 800 000;

- R500 000 for LED Projects support
- R100 for Tourism
- R 150 for SMME's

Financial Viability and Management

Cllr Makobela we cannot continue to provide services without ensuring that we improve on our collection. We must make sure that those who are supposed to pay for services pay and those who cannot are part of the indigent programmes. We need to grow our revenue sources and implement the draft cost containment regulation. That will help address the going concern. ***Re ka se sele ka lesaka la go dutla,***

The revised policies, tariffs and supplementary valuation will assist us in building a sustainable Municipality.

INSTITUTIONAL TRANSFORMATION AND DEVELOPMENT

Madam Speaker, we remain resolute to our plan to provide services to our communities within a closer proximity through our decentralization plan. The organizational structure we are presenting here is a testimony to realize this plan. We have scrutinized the organogram and reviewed it in such a way that it will position administration for provision of services

Cllr Morapedi we must continue to capacitate officials, ward committees and Councillors. We need to further ensure decentralization of services to our service points (satellites). Our communities must get services nearer. Madam Speaker, we have allocated funds as follows in order to promote good governance and public participation;

- R 1M for public participation
- R 5, million for Ward Committees support
- R 500 000 for IDP/Budget review process
- R 380 for performance management
- R 3, for external audit. Se se tla re thuša go hwetša pego ye kaone ya mašelang mo ngwageng wa 2017/18

Sports, Arts and Culture

Re beetše thoko mašelang thoko ka tsela yeo e latelago go hlabolla merero ya meraloko, bokgabo le setšo;

R 6, 8 for Senwabarwana Sports Complex phase 3,

R 500 000 for Eldorado sports complex (to improve lighting)

R 500 000 for Cooperspark Community hall Phase 2

Re beetše tšhelete ya go lekana R 1, 4 M go hlabolla merero ya dipapadi, bokgabo le setše.

Cllr Rangata re swanetše go bona gore re thušana le Ntate Laka mo mererong ya Boxing.

Special focus programme.

Cllr Makhura re beetše thoko tšhelete ya go lekana R810 000 go thekga maneneo a special focus. Ona a akaretša baswa, bagolofadi, tša bong bjalo bjalo

Fight against HIV/Aids

Re beetše thoko tšhelete ya go lekana R200 000 go thuša lefapha la tša maphelo mererong ya twantšho ya HIV/Aids. We appreciate the work done Blouberg Aids Technical Committee and Council.

Provision of Free Basic Services

The Municipality has a programme of provision of free basic services to our Communities. The Municipality has an indigent register. All households with a total gross income of R 3400 per annum must apply and be included in the register.

Re beetše thoko mašelang a ditirelo tša mahala ka tsela ye;

- Free basic electricity R 1,5M
- Free basic waste removal R 1,5 M
- Ka thušano le ba CDM badudi ba rena ba hwetša meetse a mahala

2018/19 Budget Summary

Madam Speaker the overall budget is as follows;

The total Budget Revenue for 2018/19 is at R **314 million** which is less than last year's budget (R 322 million) by **R 8 million**, the main cause for decrease is because of non-increase on the grant allocation and own revenue. The total Budget Expenditure for 2018/19 is at **R300,5 million** which is less than last year's budget of **R300,9 million**, it therefore went down by **R350 hundred thousand**. The total grant revenue budget of Blouberg Local Municipality for the 2018/19 financial year is at **R 242 million** that is less than last year budget by **R 4 million**. The total Own revenue is at **R 72 million** which is less than last year's budget by **R 3.9 million** due to decrease on sale of site and other sources of income.

The total Capital Budget for 2018/19 is amounting to **R 60 Million**, which is equals to **20%** of the total Operation budget. In the outer years this amount totals **R68 Million**, for the 2018/19 and **R 70 Million** in the next financial year.

Madam Speaker re tšwa kgole ka leeto la kabo ya ditirelo. Re swanetše go tšwela pele go lwantšha ditlhotlo tšeo re lebanego le tšona lehono.

We therefore table the IDP/Budget 2018/19 in terms of Municipal Systems Act, Municipal Finance Management Act and Municipal Budget Report Regulations for adoption. We further submit the following budget related policies for adoption:

1. **Indigent support policy.** For the 2017\18, the indigent policy threshold was **R 3,200** per household, but for the 2018\19, the indigent policy threshold will be revised to **R 3,400** per household, and an introduction of a **70% discount to professional pensioners**.
2. **Tariff structure:** the 2018/19 tariff increase will be **6%**, which is in line with the CPI price index. And further note that a proof of residence will remain at **R10**, while Development fund will remain at **R 30**.
3. **Supply chain management policy**
4. **Impairment policy.**
5. **Cost containment policy,** a new policy, which is developed in line with Draft cost containment regulation.
6. **Asset management policy**

7. Cash management policy
8. Investment Policy
9. Fund Reserve policy
10. Unauthorized ,Irregular, Fruitless and wasteful expenditure policy
11. Budget Policy, and lastly
12. Rates policy

“It is clear that we must find an African solution to our problems and that this can only be found in African unity. Divided we are weak; united, Africa could become one of the greatest forces for good in the world”
Kwame Nkrumah.

“Unity will not make us rich, but it can make it difficult for Africa and the African people to be disregarded and humiliated. And it therefore, increase the effectiveness of the decisions we make and try to implement for our development” Julius Nyerere.

Ke a leboga

Cllr Maseka Pheedi

Mayor; Blouberg Local Municipality

1.2 Resolutions

2018/2019 MTREF Budget Resolutions:

In terms of section 16 (2) of the Municipal Finance Management Act, Act 56 of 2003, the mayor of the municipality must table the annual budget at a council meeting at least 30 days before the start of the budget year.

Section 17 further directs that the budget must be a schedule in the prescribed format-

- Setting out realistically anticipated revenue for the budget year from each revenue source;
- Appropriating expenditure for the budget year under the different votes of the municipality;
- Setting out indicative revenue per source and projected expenditure by vote for the two financial years following the budget year;
- Setting out estimated revenue and expenditure by vote for the current year; and
- Actual revenue and expenditure by vote for the financial year preceding the current year.
- Any further proposed amendment to the municipality's Integrated Development Plan following the annual review of the Integrated Development Plan in terms of section 34 of the Municipal Systems Act.

Recommended resolutions:

That COUNCIL,

1. In terms of section 24 of the Municipal Finance Management Act, (Act 56 of 2003) approves and adopts:
 - a) Approve the draft annual budget of the Blouberg municipality for 2018/19, and specifically appropriating the amounts for the different votes, and for single-year and multi-year capital expenditure,
 - b) Approve all rates, taxes and tariffs for services provided by the municipality,
 - c) Approve the measurable performance objectives for the annual budget for each year of the medium term revenue and expenditure framework,
 - d) Approve the entire draft budget related policies or amendments to such policies
2. The Council of Blouberg 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 2018 the tariffs for other services, as set out in Annexure B policy document.

1.3 Executive Summary

This budget was compiled in line with the Municipal Budgeting and Reporting Regulation (MBRR) notice no 31804 of 2009 provides comparative financial over a seven year period commencing in the 2014/2015 budget year to 2020/21 budget year. National Treasury's various Budget Circulars

introduced since the beginning of MFMA reforms in 2004 as well as the latest being circular 78,79 , 82 ,85, 86 , 89 and 91 were used to guide the compilation of the draft 2018/2019 – 2020/2021 annual budget and MTREF The planning of the budget involved consideration of all factors, which had far reaching implications on the annual budget of the municipality..

The application of sound financial management principles for the compilation of the Municipality's 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's business and service delivery priorities were reviewed as part of this year's planning and budget process. Where appropriate, funds were transferred from low- to high-priority programmes so as to maintain sound financial management.

The preparation of the 2018/2019 medium Term revenue and Expenditure Framework (MTREF) were an extremely challenging, with considerable potential impacts on core service delivery cost and revenue components which influenced the outcomes of MTREF. Another challenge is lower revenue collection due to non-payment by residents and deficit on none cash item e.g. Depreciation.

The Municipality has anticipated on implementing a variety of revenue collection strategies to optimize the collection of debt owed by consumers and also circulating its credit control and debt collection policy.

1.3.1 The following issues were the challenges in the assumption of funds when preparing the 2018/19 draft budget:

- Service delivery backlog against the available resources; especially internal streets.
- Initiatives to improve the current payment aspects.
- The need to reprioritize projects and expenditure within the existing resource envelope given the cash flow realities and declining cash position of the municipality
- Affordability of capital projects – original allocations had to be reduced because of allocation of MIG Grant.
- Requirements with regard to upgrading and maintenance of existing roads and other service networks (Re-gravelling of internal streets).

- The non- payment of services charges by communities is a call for concern and strategies must be developed to ensure that the municipality is able to collect.
- Departmental requirements regarding the filling of critical and vacant positions.

1.3.2 The following assumption were used in compiling the budget,

- In terms of DORA allocation, municipality allocated the following grant :

OPERATING GRANTS AND SUBSIDIES	Medium Term Revenue and Expenditure Framework		
	Budget	Budget	Budget
	2018/19	2019/20	2020/21
Decription			
EQUITABLE SHARE	167,730,000	182,071,000 0	195,348,000 0
FINANCIAL MANAGEMENT GRANT	2,534,000	2,534,000	2,534,000
MUNICIPAL SYSTEM IMPROVEMENT	1,055,000	-	-
NATIONAL SKILLS FUND GRANT (NSFG)	13,870,726	-	-
EXPANDED PUBLIC WORKS PROGR INTERGRA	1,089,000	-	-
CDM GRANTS	3,300,000	-	-
SUBTOTAL OPERATING GRANTS AND SUBSI	189,578,726	184,605,000 0	197,882,000
CAPITAL GRANTS AND SUBSIDIES			
MUNICIPAL INFRASTRUCTURE GRANT (MIG)	43,491,000	44,350,000	46,725,000
MUNICIPAL ELECTRIFICATION (INEP)	4,295,000	19,200,000	19,200,000
ENERGY EFFICIENCY AND DEMAND SITE MANAGEMENT	5,000,000	0	0
TOTAL	52,786,000	63,550,000	65,925,000
TOTAL GRANTS	293 438 343	224 139 000	230 290 000

- Tariff Structure

-Refuse 6%

- We only receive the commission amount from Capricorn district as we are not water authority.

-Other services 6% e.g photo copies, Advertisement

-Rates 6%

CATEGORY	CURRENT TARIFF	PROPOSED TARIFF (CENT IN A RAND)
Residential	0.0059	0.0063
Residential property consent use	0.0094	0.0100
Residential impermissible or illegal use	0.0118	0.0125
Residential vacant land	0.0083	0.0088
Farms	0.0083	0.0088
State owned properties	0.0349	0.0370
Businesses\ commercial	0.0083	0.0088

- Remuneration of councilors: The municipality considered the gazette on the Remuneration of Public Office Bearers Act.
- General Expenses: the municipality consider the MFMA Circular No.82 for cost Containment Measures.
- Ensuring that expenditure is aligned to revenue and that the municipality has sufficient cash to finance the expenditure.
- Ensuring that “back to basics” approach will be continuing, focus on improving service delivery, accountability and financial management.
- The Draft municipal cost Containment Regulation as published.
- Ensuring that municipality focus on core service delivery functions and reduce costs without adversely affecting basic services
- Ensure that the municipality avoids borrowings due to the dependence on grant revenue.
- Ensure that the budget respond to priorities enlisted in the IDP.
- Ensuring eradication of non-priority spending (cost containment measures) and the reprioritization of expenditure relating to core infrastructure continue to inform the planning framework
- Ensure that service is cost effective, affordable and sustainable.
- Ensure that realistic revenue targets are set based on trends.
- Ensuring that service delivery and capital projects use labour intensive methods wherever appropriate
- Participating fully in the Expanded Public Works Programme; and

- Implementing interns programmes to provide young people with on-the-job training.
- Electricity tariffs will be increased by 6% as per NERSA approval .
- National guide on the application of MFMA circular 89 and 91

1.3.3 BUDGET SUMMARY

The following budget principles and guidelines directly informed the compilation of the tabled 2018/19 MTREF:

- The 2017/18 Adjustments Budget
- The sustainable development goals

The spending on non-core activities has been reviewed and austerity measures have been introduced to reduce spending as outline on the draft municipal cost Containment Regulation.

National Treasury's MFMA Circular No. 91 was used to guide the compilation of the 2018/19 MTREF.

The preparation of 2018/19 budget is prepared in accordance with National Treasury MFMA Circular No. 91, Municipal Financial System and process requirements in support of municipal Standard Chart of Account (mSCOA).

In view of the aforementioned, the following table is a consolidated overview of the proposed 2018/19 Medium-term Revenue and Expenditure Framework:

Table 1 Consolidated Overview of the 2018/19 MTREF

Description	Budget Year 2017/18	Budget Year 2018/19	Budget Year 2019/20	Budget Year 2020/21
Total Revenue	R322,553,011	314,481,190	323,376,700	342,244,523
Total Operating Expenditure	R300,911,988	300,561,586	298,146,174	310,285,184
Total Capital Expenditure	R66,041,024	60,106,650	68,182,000	70,596,920
Surplus/(Deficit) for the year	-R44,400,001	-R42,666,839	-R40,398,996	-R36,845,969

Total operating revenue has decreased by R8.0 million in the 2018/19 budget year when compared to the 2017/18 Budget. For the two outer years, operational revenue will increase by R8.9 million in the 2019/20 and will increase by R 18.8 million in the 2020/21 financial year.

Total operating expenditure for the 2018/19 budget year has decreased by R350,402.00 when compared to 2017/18 Budget, and is expected to decrease by R 2.4 million in the 2019/20 and increase by R12.1 million in the 2020/21 financial year. The capital Expenditure for 2018/19 is expected to decrease by R 5.9 million, further increase of R8.0 million in 2019/20 and by R 2.4 million in the 2020/21 financial year. This capital income is per 2018/19 DORA allocation plus own revenue.

1.3.3.1 Operating Revenue Framework

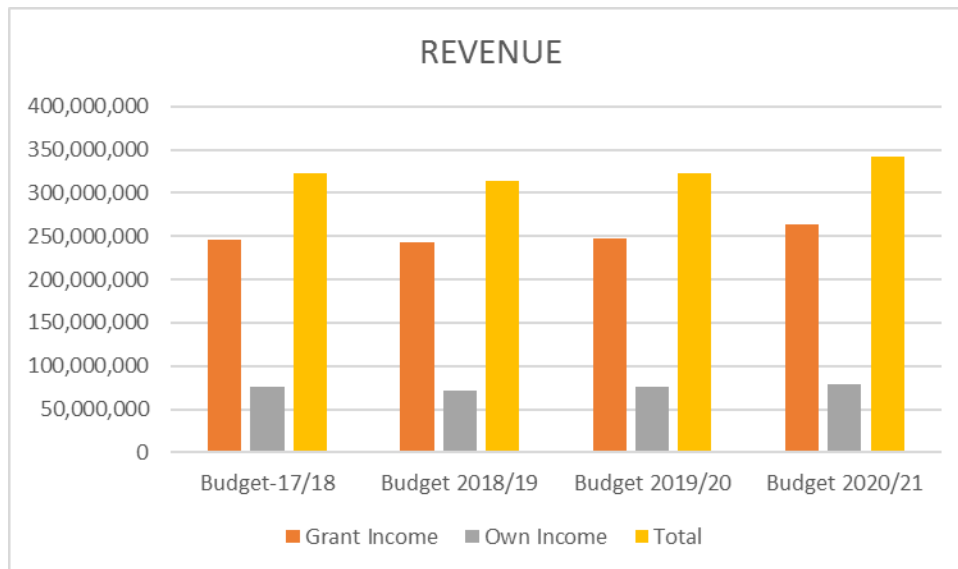
The total revenue for the 2018/19 annual budget includes property rates, rental of facilities and equipment, other revenue, licenses and permits, Interest earned on outstanding debtors, interest on external investment, sale of site and transfers of recognized operational grants.

The total draft Budget Revenue for 2018/119 is at **R 314.4 million** which is less than last year 's budget (R 322.5 million) by **R 8.0 million**, which was mainly caused by the decrease in the allocation of grant from DORA. The total grant revenue budget of Blouberg Local Municipality for the 2018/19 financial year is at **R 242.3 million** which is less than last year budget by **R 4.0 million** due to grant

allocation .The total own revenue is at **R 72.1 million** which is less than last year's budget by **R 3.9 million** due to the decrease on sale of sites.

Table and Graph

	Budget-17/18	Medium Term Revenue and Expenditure Framework		
		Budget 2018/19	Budget 2019/20	Budget 2020/21
		Budget 2018/19	Budget 2019/20	Budget 2020/21
Grant Income	246,452,860	242,364,726	248,155,000	263,807,000
Own Income	76,100,151	72,116,464	75,221,700	78,437,523
Total	322,553,011	314,481,190	323,376,700	342,244,523



LIM351 Blouberg - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description	Ref	2014/15	2015/16	2016/17	Current Year 2017/18				2018/19 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
R thousand	1										
Revenue By Source											
Property rates	2	14,985	20,289	25,065	24,463	24,463	24,463	21,445	27,000	27,560	29,214
Service charges - electricity revenue	2	16,767	16,817	20,534	26,000	26,000	26,000	13,231	28,666	29,326	31,086
Service charges - water revenue	2	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	2	-	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	2	333	418	406	1,792	792	792	275	1,000	840	882
Service charges - other		-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		820	1,091	1,046	300	300	300	-	315	350	371
Interest earned - external investments		1,040	1,504	2,072	1,500	1,600	1,600	-	1,700	1,590	1,685
Interest earned - outstanding debtors		388	306	1,961	595	595	595	-	631	654	693
Dividends received		-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		2,593	1,086	1,273	780	3,380	3,380	-	3,440	3,614	3,809
Licences and permits		2,161	3,162	3,489	3,669	3,669	3,669	-	4,000	3,892	4,126
Agency services		-	230	-	1,091	1,091	1,091	-	150	160	170
Transfers and subsidies		122,143	152,320	185,947	195,153	195,153	195,153	-	189,579	184,605	197,882
Other revenue	2	1,443	26,070	1,567	13,803	14,203	14,203	4,008	5,214	7,235	6,402
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		162,673	223,294	243,360	269,145	271,245	271,245	38,959	261,695	259,827	276,320

Components of revenue: The following are the revenue sources:

Property Rates:

The budget for property rates for the 2017/18 financial year is estimated at **R27, 0 million** and the outer years the budget is at **R27.5 million** and **R 29.2 million**. This increase for 2018/19 is based on the supplementary valuation roll.

Electricity:

The Electricity revenue for 2017/18 was **R 26,0 million** and for annual budget 2018/19 is at **R 28.6 million**. The budget shows increase as compared with last year's budget. The reason for the increase is as a result of the proposal made to NERSA (6%) and the fact that each and every year the municipality electrifies more villages. The free basic electricity of 50kwh per month is provided to each household who qualify for the definition of indigent.

Water and sanitation

Municipality is not a water authority as the services belong to the Capricorn district municipality. This means that services such as water and sanitation are charged by the district. As a result, the municipality budget only the commission of R0.150 million as per the Service Level Agreement signed with the district.

Refuse:

The Refuse revenue budget for 2017/18 budget was **R0.800 million**, and R1.0 million for 2018/19 financial. New extensions from both Senwabarwana and Alldays towns are to be billed.

Traffic services:

The municipal traffic services revenue budget for 2017/18 was **R 3.6 million**, and for draft budget 2018/19 is at **R 4.0 million**. This shows no increase or decrease because of the 80/20 per cent share with the Department of Transport.

Fines

The municipal revenue budget on fines such as traffic fines for 2017/18 was **R 3.3 million** and draft budget for 2018/19 is at **R 3.4 million**.

Other income:

The municipal revenue source for other income for 2017/18 was at **R 13.8 million**, and for draft annual budget 2018/19 is at **R5.2 million**. This shows a decrease because of the few sites to be sold at Alldays and Senwabarwana during the 2018/19 financial year.

GRANTS AND SUBSIDIES

The municipality expects the following grants as per DORA: Conditional and unconditional grant.

Conditional grants are as follows:







-  Municipal finance grant
-  Municipal infrastructure grant
-  INEP
-  EPWP
-  Municipal system improvement
-  National skills fund grant

Table:

OPERATIONAL :GRANT	Medium Term Revenue and Expenditure Framework			
	Budget-17/18	Budget 2018/19	Budget 2019/20	Budget 2020/21
NAT DPT AGEN NAT SKILLS FUND	20,098,343	13,870,726	-	-
NGOV: EXPANDED PUBLIC WORKS GRT SCH	1,562,000	1,089,000	-	-
NGOV: CDM GRANT	4,550,000	3,300,000	-	-
NGOV: LOCAL GOV FIN MANAG GRT SCH 5	2,533,000	2,534,000	2,534,000	2,534,000
NGOV: MUNICIPAL DEMARCATION SCH 5B	3,044,000	-		
MUNICIPAL SYSTEM IMPROVEMENT	-	1,055,000		

NATIONAL REVENUE FUND: EQUITABLE SHARE	161,111,000	167,730,000	182,071,000	195,348,000
SUB TOTAL : OPERATIONAL :	192,898,343	189,578,726	184,605,000	197,882,000
CAPITAL :				
NGOV: MUNICIPAL INFRASTRUCTURE GRAN	46,554,517	43,491,000	44,350,000	46,725,000
NGOV: INEP	7,000,000	4,295,000	19,200,000	19,200,000
ENERGY EFFICIENCY AND DEMAND SITE MANAGEMENT		5,000,000	0	0
SUB TOTAL : TRANSFERS & SUBSIDIES	53,554,517	52,786,000	63,550,000	65,925,000
TOTAL GRANT REVENUE BUDGET	246,452,860	242,364,726	248,155,000	263,807,000

Unconditional grant

 Equitable share

Table:

OPERATING GRANTS AND SUBSIDIES	Medium Term Revenue and Expenditure Framework		
	Budget	Budget	Budget
	2018/19	201920	2020/21
Decription			
EQUITABLE SHARE	167,730,000	182,071,000	195,348,000
TOTAL	167,730,000	182,071,000	195,348,000

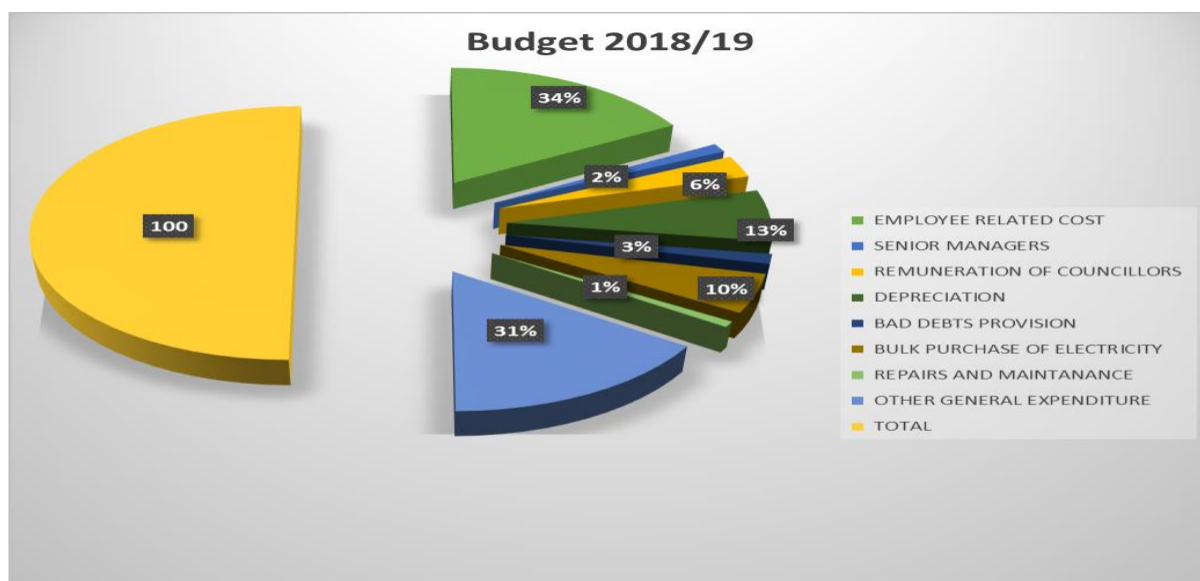
1.3.3.2 Operating Expenditure

Total operating expenditure in the 2018/19 draft budget includes the, Employee related cost, Remuneration for councillors, Depreciation and assets impairment, Debts impairment, Contracted services, and Other expenditure

The total operating draft budget for 2017/18 financial year is estimated to **R 304,7 million** which is shows increase from last year ' budget (**R 280,8 million**) .The operating expenditure for the outer years has decrease. The operating expenditure for the outer years has decreased. The decrease is as a result of the skills grant that will be discontinued and the lapsing of the MDTG and EPWP which made provision for a single financial year. The municipality has eliminated spending on non-priority items or activities to give way for service delivery priorities. The operating expenditure includes non- cash item of **R 63,7 million** which causes a deficit as the municipality given the fact that it is rural its unable to absorb these items through tariff setting considering the level of poverty and affordability

Table and Graph

	Medium Term Revenue and Expenditure Framework			
	Budget-17/18	Budget 2018/19	Budget 2019/20	Budget 2020/21
EMPLOYEE RELATED COST	97,661,593	101,559,061	106,637,014	111,968,865
SENIOR MANAGERS	5,012,013	6,705,640	6,446,882	6,833,695
REMUNERATION OF COUNCI	15,826,810	16,756,624	17,762,022	18,827,743
DEPRECIATION	38,314,841	39,314,841	41,673,731	44,174,155
BAD DEBTS PROVISION	8,074,410	7,558,875	8,012,408	8,413,028
BULK PURCHASE OF ELECTRIC	25,758,000	30,000,000	34,800,000	36,888,000
REPAIRS AND MAINTANANC	6,211,235	4,370,000	7,132,200	7,560,132
OTHER GENERAL EXPENDITU	104,053,086	94,296,544	75,681,917	75,619,565
TOTAL	300,911,988	300,561,586	298,146,174	310,285,183



Salaries

The budgeted allocation for employee related costs for the 2018/19 financial year totals R 107.6 million which equals to 36% of the total operating expenditure. An annual increase of 6 % has been included in the two outer years of the MTREF.

The cost associated with the remuneration of councilors 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's budget. A six (6) percent is proposed for councilors and 8% for senior managers.

There are no vacant posts that are included in the annual budget.

The Remuneration of councilors is based on 44 Councilors, including the Mayor, Speaker, the Chief Whip, Executive Committee members and MPAC Chairperson.

Bulk Purchase,

The bulk purchase expenditure is mainly expenditure for bulk electricity purchase from Eskom and the draft budget for 2018/19 is amounting to **R 30.0** million. This shows an increase as compared to last year's budget of **R 25,7** million due to the fact that each and every year the municipality electrify more villages. The municipality also provides provision of free basic electricity to those who qualify the definition of indigents. The indigent policy directs that all households earning a collective income of pensioners not exceeding **R 3,400.00** per month classified to fall under needy consumer's category.

Operation: Repairs and Maintenance

The repairs and maintenance for Blouberg municipality is for materials (machinery and equipment) and roads maintenance and we are going to use our employees and EPWP workers for such service. The total allocation for 2018/19 is at **R 4,3 million**. This shows a decrease as compared to last year's budget of **R 6.2 million**.

The municipality also makes provision for renewal of assets amounting to **R .800** million.

Depreciation

The Provision for depreciation and asset impairment has been informed by the Municipality's Asset Management Policy. Depreciation is widely considered a proxy for the measurement of the rate asset consumption. Budget appropriations in this regard total **R39.3** million for the 2018/19 financial.

Other Expenses

In the 2016 State of the Nation Address by the President, the cost containment measures announced by the Minister of Finance in 2013 were re-emphasised. It was highlighted that excessive and wasteful expenditure must be reduced. The total general expenses for administrative purposes were reviewed in order to identify and curb wastage as per MFMA circular 82. This group of expenditure has also been identified as an area in

which cost savings and efficiencies can be achieved. Expenditure growth has been limited to 6 per cent for 2017/18 even though the MFMA circular has determined a ceiling at 6.4% given the fact that our inflation targeting of between 3 and 6 percent forecast in terms of actual gives a different picture of more than 6% and shows stabilizing at around 5.7 and during the 2018/19 and 2019/20 financial year. The allocation amount of other Expenses is amounting to R 94.2

LIM351 Blouberg - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description	Ref	2014/15	2015/16	2016/17	Current Year 2017/18				2018/19 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21

R thousand

Expenditure By Type											
Employee related costs	2	69,842	77,443	87,556	101,539	102,870	102,870	65,050	108,265	113,084	118,803
Remuneration of councillors		12,139	12,906	17,510	17,584	19,013	19,013		16,757	17,762	18,828
Debt impairment	3	3,856	10,831	(3,067)	8,074	8,074	8,074		7,559	8,012	8,413
Depreciation & asset impairment	2	51,686	31,712	33,726	38,000	38,315	38,315	-	39,315	41,674	44,174
Finance charges		-	372	314	-	-	-	-	-	-	-
Bulk purchases	2	19,313	23,268	26,042	25,758	25,758	25,758	17,532	30,000	34,800	36,888
Other materials	8	1,895	5,525	5,441	5,571	6,211	6,211		4,370	7,132	7,560
Contracted services		3,160	3,582	5,923	12,000	11,500	11,500	6,713	12,705	15,467	14,954
Transfers and subsidies		-	-	-	-	-	-	-	-	-	-
Other expenditure	4, 5	39,918	54,785	76,772	85,994	89,171	89,171	55,981	81,592	60,215	60,666
Loss on disposal of PPE		262	518	-	-	-	-	-	-	-	-
Total Expenditure		202,072	220,942	250,217	294,520	300,912	300,912	145,276	300,562	298,146	310,285

1.3.3.3 Capital Expenditure

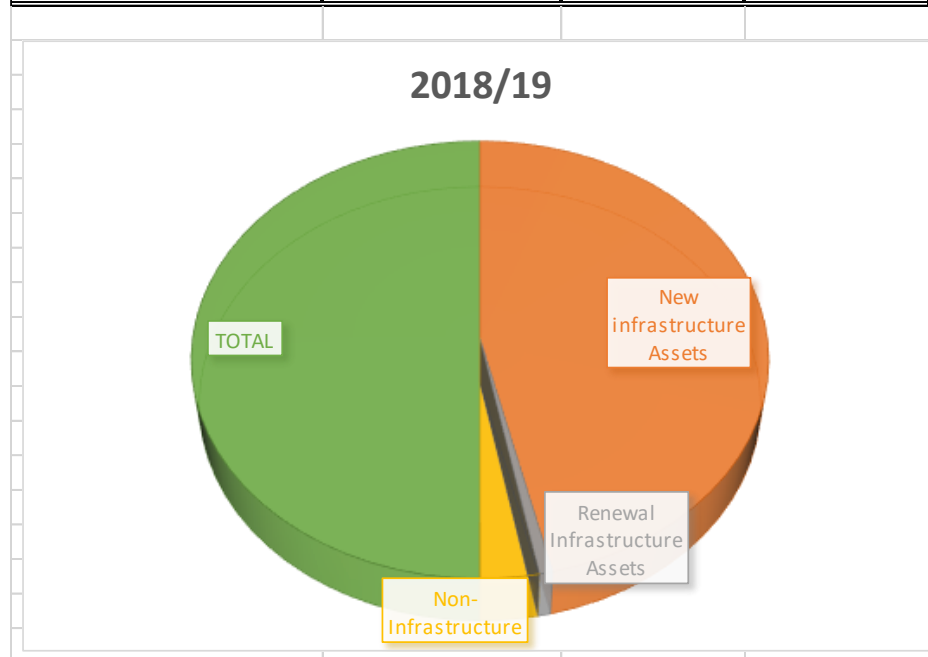
The following table shows capital budget:

The total Capital Draft Budget for 2018/19 is amounting to **R 60.1 Million** which is equals to 20% of the total draft Operating budget. In the outer years this amount totals **R67.6 Million**, for the 2019/20 and **R 72.1 Million** financial year.

Total new assets represent R55.6 million Infrastructure and R 3.6 million for non-infrastructure of the total capital budget while the renewal or refurbishment of assets amount to R .800 Million which represent 20% of the total operating budget. Further detail relating to asset classes and proposed capital expenditure is contained in MBRR A9 (Asset Management). In addition to the MBRR Table A9, MBRR Tables SA34a, b, c provides a detailed breakdown of the capital programme relating to new asset construction as required

Table and Graph:

	Medium Term Revenue and Expenditure Framework		
	Budget Year	Budget Year	Budget Year
	2018/19	2019/20	2020/21
Capital Budget			
New infrastructure Assets	55,691,650	64,850,000	65,925,000
Renewal Infrastructure Assets	800,000	1,000,000	1,700,000
Non-Infrastructure	3,615,000	2,332,000	2,971,920
TOTAL	60,106,650	68,182,000	70,596,920



Funding of Capital Projects

BUDGET 201819	
Capital Funding	
Descriptions	Amount
Internally generated fund	9,495,200
MIG Grant	41,316,450
INEP Grant	4,295,000
ENERGY EFFICIENCY AND DEMAND SITE MANAGEMENT	5,000,000
TOTAL	60,106,650

Funding's of capital projects is as follows:-

Expenditure on Conditional Grants Allocation

Municipal Infrastructure Grant

The MIG funds the provisions of infrastructure to provide basic services, road and social infrastructure for poor households in all municipal areas. MIG finance all the projects approved by COGTA. The 2018/19 projects would be as follows:-

BUDGET 201819	
CAPITAL FUNDING : MIG	
DESCRIPTION	AMOUNT
COMMUNITY ASSETS- IU C: ACQUISITION CRECHE: TOWERFONTEIN	2,000,000
COMMUNITY ASSETS - IU C: ACQUISITION COMMUNITY HALL	500,000
ROADS INFRA - IU C: ACQUISITION SENWABARWANA PHASE 9	6,998,125
ROADS INFRA - IU C: ACQUISITION SENWABARWANA PHASE 10	6,998,125
ROADS INFRA - IU C: ACQUISITION KROEMHOEK PHASE 3	6,325,000
ROADS INFRA - IU C: ACQUISITION KROMHOEK PHASE 4	6,325,000
ROADS ASSETS - IU C: ACQUISITION AVON	7,850,200
OTHER ASSETS - IU C: ACQUISITION SENWABARWANA SPORTS	6,820,200

TOTAL	43,816,650
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Integrated National Electrification Grant (INEP)

The INEP funds would use to fund the electrification projects as per 2018/19 budget, which are as follows:-

BUDGET 201819	
CAPITAL FUNDING :INP	
DESCRIPTION	AMOUNT
EL IU C - LV NETWORKS:ACQUISITION : ELECTRIFICATION WITTEN EXT 7	3,300,000
EL IU C - LV NETWORKS:ACQUISITION : ELECTRIFICATION RAWESHI	154,000
EL IU C - LV NETWORKS:ACQUISITION : ELECTRIFICATION CRACOUUW	280,000
EL IU C - LV NETWORKS:ACQUISITIONMIL : ELECTRIFICATION OLDLONSIGN EXT	140,000
EL IU C - LV NETWORKS:ACQUISITION : Electrification EARLYDAWN EXT	280,000
EL IU C - LV NETWORKS:ACQUISITION :ELECTRIFICATION LEKGWARA EXT	147,000
TOTAL	4,301,000

Performance indicators for capital budget

- Percentage of households with access to community halls within 10 kilometer radius.
- Percentage of households with access to sports facilities within the 10 kilometer radius.
- Percentage of households with access to pre-school within the 5 kilometer radius.
- Additional internal streets constructed and the number of households benefiting the access roads.
- Renewal of Assets both internal street and Electricity
- Additional cost of infrastructure will provided for municipal additional assets such as furniture, office equipment, upgrading of IT systems at satellite offices etc for day to day administration.

1.3.3.4 Investment

The municipality is obliged to put aside a certain amount determined by Eskom for guarantee. Blouberg Municipality made provision of R 3,079,000 for Eskom guarantee and also earn interest on that and invested R 10 ,000,000 .

LIM351 Blouberg - Supporting Table SA16 Investment particulars by maturity

Investments by Maturity	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate *	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
Name of institution & investment ID	1	Yrs/Months												
Parent municipality														
ABSA 20-7075-00-19		Months	Eskom Guarantee	3079000	Variable	7.3	0	0	09 March 2017	3,079	29	-	-	3,108
ABSA 20-7651-8423		Months 0	Fixed account	10000000	Variable	7.76	0	0	15 March 2017	10,000	178	-	-	10,178
														-
														-
														-
Municipality sub-total										13,079		-	-	13,286

1.3.3.5 Financial position and summary of medium term revenue and expenditure.

LIM351 Blouberg - Table A6 Budgeted Financial Position

Description	Ref	2014/15	2015/16	2016/17	Current Year 2017/18				2018/19 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
R thousand											
ASSETS											
Current assets											
Cash		18,523	28,886	41,113	33,079	76,425	76,425	42,017	51,697	51,697	53,132
Call investment deposits	1	–	–	–	10,000	10,000	10,000	10,527	10,000	10,000	10,000
Consumer debtors	1	4,032	4,523	8,258	(493)	7,765	7,765	–	9,231	9,785	10,452
Other debtors		6,181	13,865	12,246	4,426	16,291	16,291	–	4,692	4,973	5,272
Current portion of long-term receivables		18,693	26,225	61,211	15,893	61,211	61,211	–	16,847	17,858	18,929
Inventory	2	6,805	3,862	3,879	1,618	3,879	3,879	2,380	1,715	1,818	1,927
Total current assets		54,234	77,360	126,707	64,524	175,571	175,571	54,923	94,182	96,131	99,712
Non current assets											
Long-term receivables		–	–	–	–	–	–	–	–	–	–
Investments		3,092	3,093	3,093	3,403	3,403	3,403	3,126	3,097	3,079	3,079
Investment property		–	–	205	–	205	205	–	–	–	–
Investment in Associate		–	–	–	–	–	–	–	–	–	–
Property, plant and equipment	3	760,633	808,306	856,790	945,282	945,282	945,282	–	1,002,108	1,062,235	1,125,969
Agricultural		–	–	–	–	–	–	–	–	–	–
Biological		–	–	–	–	–	–	–	–	–	–
Intangible		–	130	103	–	103	103	–	–	–	–
Other non-current assets		–	–	–	–	–	–	–	–	–	–
Total non current assets		763,725	811,528	860,190	948,686	948,993	948,993	3,126	1,005,205	1,065,314	1,129,048
TOTAL ASSETS		817,959	888,889	986,897	1,013,209	1,124,565	1,124,565	58,049	1,099,387	1,161,445	1,228,760
LIABILITIES											
Current liabilities											
Bank overdraft	1	–	–	–	–	–	–	–	–	–	–
Borrowing	4	–	–	–	–	–	–	–	–	–	–
Consumer deposits		–	–	–	–	–	–	–	–	–	–
Trade and other payables	4	40,470	56,080	53,284	4,288	37,296	37,296	22,529	26,400	21,600	19,000
Provisions		5,346	6,543	7,335	–	–	–	–	–	–	–
Total current liabilities		45,817	62,624	60,619	4,288	37,296	37,296	22,529	26,400	21,600	19,000
Non current liabilities											
Borrowing		–	–	–	–	–	–	–	–	–	–
Provisions		13,639	13,796	13,515	3,231	12,368	12,368	–	2,830	2,152	2,281
Total non current liabilities		13,639	13,796	13,515	3,231	12,368	12,368	–	2,830	2,152	2,281
TOTAL LIABILITIES		59,456	76,420	74,134	7,519	49,664	49,664	22,529	29,230	23,752	21,281
NET ASSETS	5	758,504	812,469	912,763	1,005,690	1,074,901	1,074,901	35,520	1,070,157	1,137,693	1,207,479
COMMUNITY WEALTH/EQUITY											
Accumulated Surplus/(Deficit)		758,504	812,469	912,763	1,005,690	1,074,901	1,074,901	35,520	1,070,157	1,137,693	1,207,479
Reserves	4	–	–	–	–	–	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	5	758,504	812,469	912,763	1,005,690	1,074,901	1,074,901	35,520	1,070,157	1,137,693	1,207,479

1.3.3.6 MUNICIPAL PRIORITIES

The municipal priorities change in respect of the target set for the term of the council.

NO	MUNICIPAL PRIORITIES
01.	Enhance Economic Development, Job Creation and Partnerships
02.	Access to Water and Sanitation
03.	Improved and better Roads and Public Transport infrastructure
04.	Human Resource Development
05.	Institutional Development and Financial Sustainability/Sound financial Management and Financial Viability
06.	Access to Sports and Recreational Facilities
07.	Provision of Sustainable, Alternative and Green Energy
08.	Rural Development and Urban Renewal
09.	Healthy and safer Environment and Waste Management
10.	Better Health and Welfare services
11.	Sound Land Use Development Management
12.	Emergency Services and Communication

Provision of Free Basic Services : Basic and social infrastructure needs

This analysis will focus on the provision of basic and social infrastructure needs for Blouberg communities. More emphasis will be on the provision of services such as water, sanitation, energy, and roads.

3. ELECTRICITY

Electricity is part of life and economic development. This relates to improved living conditions. Electricity is a basic need for communities. The municipality has a license to electrify the area that does not fall under Eskom supply area.

The main objective of Blouberg Local Municipality was to provide electricity to all households by 2014. The Municipality is a licensed electricity distributor and by 2013 all settlements were electrified save for extensions.

The Municipality has thus reached the universal access by providing electricity to all established settlements, save for the extensions. The Hananwa settlement at the top of Blouberg Mountains has also been granted solar energy. Currently the municipality is busy with the electrification of extensions and about 500 houses have been provided with solar geysers in Alldays Speaker Park. The mega solar energy plant has been construction at Zuurbult farm and it supplies solar energy to the nearby power station. The project has diversified energy sources within the Municipality and this will assist in alleviating power outages in the municipal area and the neighboring municipality of Molemole.

3.2 STATUS QUO

ELECTRICITY SUPPLY TO HOUSEHOLDS

All the settlements in the municipality have been supplied with electricity while Hananwa has been supplied with solar energy as it is at the top of the Blouberg Mountains. Currently the municipality is busy electrifying the extensions.

MUNICIPALITY	POPULATION	% of Households	% of Households with access to Electricity		% of households with no Electricity		
			2014/15	2015/16	2016/17	2014/15	2015/16
Municipality	Population	2014/15	2015/16	2016/17	2014/15	2015/16	2016/17
Blouberg	162 625	99.2%	99,5 %	97 %	0.71%	0,5%	3 %

The table above is the combination of Eskom and Municipality Villages.

3.3. PROVISION OF FREE BASIC ELECTRICITY

The municipality as well as ESKOM provides free basic electricity of 50 KWA to its indigent residents per month. Such indigents are captured in the municipal indigent register which is updated from time to time. Field cashiers have been appointed in all the 22 wards to register and update the indigent register as well as a register of all municipal customers.

3.4. Free Basic Alternative Energy(FBEA)

The Municipality provide free basic alternative energy to households that do not have electricity. The municipality provides gels, stoves and solar lamps to these households. Currently 11 villages benefit from this program me.

3.5. CHALLENGES

The Municipality currently has a backlog of 3 % which translates to 1334 households, in ESKOM supply extension areas. The main challenge is lack of funding and delays in the approval of designs, and in some instances also energizing due to misunderstandings between the Municipality and ESKOM. There is also a challenge of distribution loss in that the funds used in the bulk purchase of electricity are so huge with low return. The challenge of illegal connection exists. There is also shortage of personnel to do meter auditing to determine exactly the cause of distribution loss.

3.6. INTERVENTIONS

The municipality has engaged Eskom and the Department of Energy to transfer electricity infrastructure in the town of Senwabarwana to the municipality so that council can take full control of such infrastructure to accommodate the growth of the town and also assist in aligning such with the municipal billing system. The Municipality has further engaged Eskom, CDM and the Department of Energy to assist in the development of the energy master plan. One other intervention has been to engage Eskom with a priority list of settlements which should be provided with connections as a result of the growth of such settlements and in the 2016/2017 financial year settlements such as Sesalong, Bognafarm, Schoongezicht, Grootdraai, Papegaai and Towerfontein have been connected. In the 2014\15 FY there was a delay in the implementation of Eskom projects but at these stage contractors have been appointed. The Blouberg Municipality has recently electrified and energized settlements such as Silvermyn, Motadi, Gideon, Diepsloot, and Mongalo. The municipality has enlisted the services of field cashiers to conduct meter auditing exercise to assist in the curbing of illegal connections and distribution loss.

3.5.2 ROADS AND STORM WATER

The Municipality takes the responsibility of ensuring that all municipal roads are in a good condition for use by vehicles and other land modes of transport. The municipality also takes care of storm water control which poses a serious threat to the access roads and internal streets.

3.8. STATUS QUO

CLASSIFICATION OF MUNICIPAL MAJOR ROADS

Road Number	Route	Category
N11	Mokopane via Blouberg and Lephale to Botswana	Nationally

R 521		Provincial
R 572	Alldays to Maastroom	Provincial
Road Number	Route	Category
R 561	N11 to Maastroom	Provincial
D 3325	Ga-Moleele to Harris which via Gemarke	Provincial
D 3270	Springfield to Vergelegen	Provincial
D 3278	Buffelshoek Clinic via Bahananwa Tribal Office to Inveraan	Provincial
D 3327	Mashalane to Bull-Bull	Provincial
D 3278	Dalmyne to Bull-Bull	Provincial
D1589, D3297, D3292	De Vrede via Raditshaba to Eldorado	Provincial
D1200, D688, D2657	Dendron via Makgato to N1 (Botlokwa)	Provincial
D1468	Puraspan to Indermark	Provincial
D 3330, D3474, D3440	Ga Moleele, GaDikgale, GaLetswalo, Raweshi, Pollen, Mons, Swartz to Driekoppies	Provincial

D3275-D3287	Windhoek to Eldorado	Provincial
D3322	Blouberg health centre via Bahananwa Tribal Office to Buffelshoek	Provincial

The Limpopo Department of Roads and Transport takes responsibility of the provincial road network and some of the District Roads (although not clearly defined) within the Municipality's area of jurisdiction. The total length for the Provincial road network is approximately 960km, from which 262km is surfaced and 698km is gravel, leaving a backlog of 73%.

The condition of most of the Provincial gravel roads is not so good, but the Limpopo Department of Roads and Transport performs maintenance on these roads. They re-gravel and construct culverts for some of these roads. They are also currently running an EPWP programme whereby over 600 people have been employed from within the Municipality's communities, specifically for the cleaning of road reserves alongside the main roads, and other routine maintenance of the surfaced roads.

Blouberg Municipality takes responsibility for the municipal roads network. The total length of Blouberg road network is approximately 640km, from which 215km is access roads and 425km is internal Streets. The conditions of municipal roads and stormwater facilities are very poor. Most of the roads are not accessible during rainy days as they become water logged. Roads in settlements next to mountains have been damaged by uncontrolled surface run-off water from the mountains with villages such as Mokwena, Burgerught, Kgatla, Leipzig and Inveraan been badly affected. Ward one settlement also encounter serious challenges of roads and storm water. The Municipality has only managed to surface 35 kilometers of the internal streets from the Municipal Infrastructure Grant that is allocated to the Municipality annually (also utilized for other Infrastructure Projects). There is still a total backlog of approximately 605 km which also includes access roads, translating to 96% of backlog. The Municipality's Technical Services Department has a Roads and Storm Water Unit that deals mainly with the maintenance of municipal roads. The Unit is divided into three (3) clusters that operate from Eldorado, Buffelshoek and Indermark.

Each of these clusters has a group of villages that it is responsible for, and with the minimal resources that the Municipality has, it has also distributed them amongst these clusters and in some instances the resources are shared. A list of priority Roads, also serving as a Roads maintenance plan has been compiled for each of the clusters.

3.9. CHALLENGES

The main challenge is the huge percentage of backlog for municipal roads. The Municipality depends fully on the Municipal Infrastructure Grant (MIG) for the implementation of roads projects and the grant is never sufficient to make an impact on backlogs as it is also utilized on other infrastructure projects other than roads.

Due to lack of funds, currently there is no Master Plan that is in place, causing poor planning for municipal roads and storm water drainage. Most of the access roads and internal streets are not paved or tarred as the municipality lacks enough funds to implement the project.

Most of the Municipality's gravel roads are in a bad condition and currently there are insufficient resources. Some of municipal resources are even shared amongst the three (3) roads maintenance clusters. There is a shortage of skilled personnel in the municipal roads maintenance unit. The provincial Roads and Transport Department which is also responsible for the operation, maintenance and management of provincial networks of roads has huge capacity constraints thereby causing the municipality with its limited resources to take over the operation and maintenance of most provincial roads.

3.10. INTERVENTIONS

A funding model for the MIG must be reviewed in order to ensure that allocations are distributed in a manner that will create an impact to municipal backlogs over a certain period.

Roads Master Plans must be developed in order to ensure proper planning for Roads and Storm water drainage, also focusing on access roads.

There must be an increase in the number of resources and recruitment of skilled personnel for municipal roads maintenance clusters.

The Department of Public Works and Roads must also allocate sufficient funds to create an impact on the backlog for the provincial roads.

The re-gravelling and maintenance of some internal streets service was outsourced to external service providers as a pilot.

To date areas such as Mokhurumela which had large sand streets are accessible as a result of the project. The other areas where there was bad access streets and roads such as Inveraan are accessible. The municipality has also purchased the low bed truck to transport its plant and machinery to improve on the turnaround time to respond to challenges.

BLOUBERG MUNICIPALITY UPGRADING:GRAVEL TO TAR							
ROUTE PARTICULARS					GROWTH AREAS		
PRIORIT Y	ROAD NO.	ROADS PARTICULARS	APPROXIMATE LENGTH (km)	LOCAL MUNICIPALITY	GROWTH POINT	LEVEL OF GROWTH POINT	OTHER DEVELOPMENT STRATEGY SUPPORTED
1	D1589, D3297, D3292	De Vrede via Raditshaba to Eldorado	25	Blouberg	Eldorado	Local	Farming, retail development and administrative

2	D1200, D688, D2657	Dendron via Makgato to N1 (Botlokwa)	35	Molemole, Blouberg	Dendron (Mogwadi)	District	SDR, Agriculture, Tourism
3	D1468	Puraspan Indermark to	10	Blouberg	Avon/ Puraspan	Local	Farming, retail development and linkage with Makhado Municipality
4	D 3330, D3474, D3440	Ga Moleele, GaDikgale, GaLetswalo, Raweshi, Pollen, Mons, Swartz to Driekoppies	30	Blouberg	Senwabar wana	Local	Major Link
5	D3275- D3287	Windhoek Eldorado to	38	Blouberg	Eldorado	Local	Farming, administrativ e and major access
6	D3322	Blouberg health centre via Bahananwa Tribal Office to Buffelshoek	12	Blouberg	Senwabar wana	Local	Major Access

3.11. PUBLIC TRANSPORT

There is one mode of public transport in the municipal area viz road transport. The dominant public transport mode is the minibus taxi while another form of public transport is the bus transport with Great North and Mmabi bus being the main operators. The challenge with the municipal public transport is that it is only available between 6H00 in the morning and 20H00 leaving most commuters stranded outside these stipulated times. The movements of these modes of public transport is towards all the nodal points of Blouberg, viz, Alldays, Senwabarwana, Tolwe and Eldorado while outside Blouberg the major destinations are Musina, Louis Trichardt, Lephale, Steilloop and Polokwane.

STATUS OF TAXI RANK FACILITIES

LOCATION	STATUS	DESTINATIONS
Senwabarwana	The rank is formal with the following facilities: shelter, loading bays, ablution blocks and hawkers' facilities	The rank covers the rest of Blouberg and destinations such as Polokwane, Johannesburg,
Eldorado	The rank is formal with the following facilities: shelter, loading bays, ablution blocks	The rank covers the rest of Blouberg and areas such as Senwabarwana and it connects to Polokwane via Kromhoek taxi rank
Kromhoek	The rank is formal with the following facilities: shelter, loading bays, ablution blocks and hawkers' facilities	The rank covers the rest of Blouberg and destinations such as Polokwane, Johannesburg and Louis Trichardt
Alldays	The rank is formal with the following facilities: shelter, loading bays, ablution blocks	The rank covers the rest of Blouberg and destinations such as Musina and Louis Trichardt
Windhoek	The rank is informal	It covers Senwabarwana, Steilloop
Avon	The rank is informal	It covers Senwabarwana, Vivo, Indermark
Buffelshoek	The rank is informal	It covers Senwabarwana
Vivo	The rank is informal	It covers Senwabarwana, Alldays, Mogwadi and Louis Trichardt
Letswatla	The rank is informal	It covers Senwabarwana

Mamehlabe	The rank is informal	It covers surrounding villages and links with Tibane taxi rank to Polokwane
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3.12. PUBLIC TRANSPORT CHALLENGES

The challenge with the municipal public transport is that it is only available between 06H00 in the morning and 20H00 leaving most commuters stranded outside these stipulated times. The other main challenge is the bad state of roads that increases the operation and maintenance costs of public transport operators. Lack of formal taxi ranks with all related amenities in some strategic area such as Avon, Vivo, Buffelshoek, Windhoek and Harris which remains a challenge. Disputes over operating routes occasionally occur resulting in conflicts among taxi associations.

3.13. PUBLIC TRANSPORT INTERVENTIONS

The roads and transport forum has been established and all taxi associations operating within Blouberg are members of the forum. Recent conflicts between Letswatla and Bochum Taxi associations have been resolved through the intervention of the municipality, SAPS and the District Taxi Council. The matter of accessibility of public transport outside the 06H00 and 20H00 time periods has been referred to the operators for rectification. The state of poor road conditions has been highlighted to the MEC for Roads and Transport for intervention. A priority list for formalization of taxi ranks will be developed by the municipality and the CDM in collaboration with public transport operators. Taxi and bus shelters have been constructed along major routes such as D1200 (Senwabarwana-Windhoek road), Wegdraai to Eldorado road, Letswatla to Windhoek road and D1598 (Kibi to Schiermoonikoog road)

3.14. TRAFFIC MANAGEMENT

The main offices for traffic management are in Senwabarwana. A new traffic station has been constructed and operationalized at Senwabarwana and the services are rendered from the new traffic station. The municipality has rolled out the traffic management services to Alldays and Eldorado, as part of the decentralization of services. The learners' licenses classes are conducted from both Alldays and Eldorado offices. The Alldays traffic office covers Vivo in Ward 12, ward 17 and 18. The Eldorado office

covers both areas of ward 15, 16 and 21. The Alldays traffic office controls traffic to and from Zimbabwe, Musina, Venetia Mine, Botswana, Swaartwater and surrounding villages.

STATUS OF TRAFFIC CENTRES

LOCATION	STATUS	SERVICE
Senwabarwana: Main offices	The centre provides all services and serves as the main office of the municipality.	Fully operational
Eldorado: Satellite office	The traffic service is amongst municipal services decentralized to the Eldorado satellite office.	Semi-operational
Alldays: Satellite office	The traffic service is amongst municipal services decentralized to the Alldays satellite office.	semi –operational

3.15. TRAFFIC SERVICES CHALLENGES

The main challenge remains the road conditions within the municipal area, which pose a threat to the conditions of the vehicles. Other nodal points such as Tolwe, Harris which and Laanglagte are not covered by traffic offices, and as a result, less service is provided to those nodal points. Another factor is the traffic congestion within Senwabarwana town, which results in traffic delays and possible accidents.

3.16. TRAFFIC SERVICES INTERVENTIONS

The challenge related to state of roads could be solved by the development of a road master plan by the Infrastructure Development and Engineering services department in line with the Integrated Transport Plan, which includes re-gravelling, de-bushing and tarring. Traffic congestion could be reduced by establishing a holding area for taxis after off-loading commuters.

3.17. REGISTRATION AND LICENSING OF VEHICLES

The main offices for the registration and licensing of vehicles are in Senwabarwana. The municipality has rolled the service out to Alldays and Eldorado, as part of the decentralization of services plan. The Alldays driver-learner testing centre (DLTC) covers Vivo in Ward 12, ward 17 and 18. The Eldorado office covers both areas of ward 15, 16 and 20.

STATUS OF DRIVER-LEARNER TESTING CENTRES

LOCATION	STATUS	SERVICE
Senwabarwana: main offices	The centre provides all services including driver testing centre and testing of vehicles, and serves as the main office of the municipality.	Fully operational
Eldorado: satellite office	The centre is amongst municipal services decentralized to the Eldorado satellite office, which provides for learners licensed tests, registration of vehicles and issuing of car discs.	Service to be fully operational without vehicle testing and driver testing.
Alldays: satellite office	The centre is amongst municipal services decentralized to the Eldorado satellite office. which provides for learners license tests, registration of vehicles and issuing of car discs?	Service to be fully operational without vehicle testing and driver testing.

3.18. LICENSING AND VEHICLE REGISTRATION SERVICE CHALLENGES

The main challenge remains the road conditions within the municipal area, which will make it difficult to open a driver-testing centre at Eldorado (no tar road). Another challenge is the informal operations of the driving schools within the municipality and the high charges for testing of the students. Other nodal points such as Tolwe, Harris which, Inveraan and Laanglagte are not covered by services, and as a result, law enforcement service is provided to those nodal points. Another factor is the traffic congestion within Senwabarwana town, which results in traffic delays and possible accidents. At times it makes it difficult to tests the learners on the road.

3.19. LICENSING AND VEHICLE REGISTRATION SERVICE INTERVENTIONS

The problem related to the informal driving schools could be resolved by establishing a driving schools' forum and training of the schools for efficient management of their schools. The challenge related to state of roads and road markings could be solved by the development of a road master plan by the Infrastructure Development and Engineering services department.

The municipality has constructed the new structure for licensing and vehicle registration to solve the challenge of space.

WASTE MANAGEMENT

3.21. STATUS QUO

The Municipality has developed and adopted an Integrated Waste Management Plan (IWMP) in 2008. The plan was revised in the 2013\14 financial year. The plan serves as a roadmap for the management of solid waste for the entire Municipality with R293 towns and nodal points, plus some rural villages, used as starting points since the capacity available cannot cover the entire municipal wide area. Currently the function is rendered in fourteen settlements on a weekly basis while the towns of Alldays and Senwabarwana receive the service on a daily basis. Currently there are two landfill sites in Alldays and Senwabarwana. A waste transfer station at Taaibosch is complete. A waste management team is in place and two waste removal trucks, plus a tractor, have been purchased.

THE TABLE BELOW REFLECTS WARD WASTE REMOVAL SERVICE ROLL OUT AND BACKLOGS

WARD	AVAILABLE	NO. OF HOUSEHOLDS	BACKLOG ITO OF VILLAGES WITHIN THE WARD
1	0		11
2	0		7
3	0		6

4	0		9
5	0		7
6	0		5
7	0		6
8	1 DILAENENG	1021	6
9	0		6
10	1 AVON UP TO DIKGOMO	2979	0
11	0		6
12	2. INDERMARK UP TO DIKGOMONG	2136	0
13	2 (BURGERUGHT AND MOTLANA)	554	5
14	0		7
15	2 (KROMHOEK AND DEVREDE)	3650	0
16	0		5
17	2 (GROOTPAN AND LONGDEN)	1200	6
18	2 (TAAIBOSCH AND ALLDAYS)	2967	0
19	2 (SENWABARWANA TOWN, DESMOND PARK, EXTENSION 5, WITTEN.	4037	0
20	0	0	8
21	0	0	10
22	0	0	5
TOTAL	14	18544 of 41 416 households	109 (24 679 households)

THE TABLE BELOW REFLECTS WARD WASTE REMOVAL SERVICE ROLL OUT IN THE MUNICIPALITY

WARD	AVAILABLE	NO. OF HOUSEHOLDS	BACKLOG
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01	1 (RAWESHI) INCLUDING MINING AREA	165	10
11	1 (MACHABA)	1670	0
16	1 (ELDORADO)	1234	7
19	2 (SENWABARWANA TOWN, DESMOND PARK, EXTENSION 5, WITTEN.	4037	0
21	1 (TOLWE)	20	9
TOTAL		3089	

3.22. CHALLENGES

Capacity constraints: this involves lack of resources (financial and human) to roll out the service to the entire municipal area. Available plant and personnel are not enough to render the service for all areas. For the past two financial years the Municipality could not purchase plant and refuse bins due to budgetary constraints.

The Senwabarwana land fill site is completed and operational and waste is being dumped in the land fill site.

Lack of education on the part of members of the community on waste matters does not help the situation. Lot of littering occurs in the town of Senwabarwana around the CBD mainly because much business activities are taking place there. The Department of Environmental Affairs has trained officials to enforce both by-laws and Environmental Acts around the municipal jurisdictional area which will ease the situation of non-compliance by the regulated community.

3.23. INTERVENTIONS

Blouberg Municipality renders the refuse removal service in 14 settlements with the, households serviced standing at **18 544 (45%)**. The backlog is **22 872 (55%)**. Challenges are funding for roll out of the refuse service to all settlements.

The Environmental Management Plan (EMP) is partially implemented; the Solid waste and refuse removal by laws are not fully implemented due to capacity challenges that are currently being ironed out. Intergraded Waste Management Plan is currently under review. The neighborhood funding from the National Treasury earmarked for urban renewal shall come in handy to address some of the waste management challenges encountered.

The Municipality is rolling out the function to a number of settlements with the recruitment of hundred (100) general workers who were employed from the 2011\12 financial year. The number of municipal EPWP participants has increased from 140 to 175 in the 2014\15 financial year and such number will either be sustained or increased in subsequent years.

The programme is augmented by the integration of EPWP and Community Works Programme. Such general workers are used to clean settlements, roads, cemeteries and any other work identified by members of the community.

Another intervention is through partnerships with private stakeholders. Currently the Municipality has a partnership with PEACE Foundation to deal with waste management issues. A Recycling, Reduce and Re-Use initiative is being implemented at Alldays and Senwabarwana. Fifty (50) drums have been mounted in both Senwabarwana and Alldays as a form of mitigating littering from the regulated community. A total of **18 544 (45%)** households receive household collection on weekly basis during 2014/15. The municipality is currently experiencing backlog of **22 872 (55%)** households from various settlements that are not saturated with population growth.

3.24. WATER PROVISION

Water is a basic need to communities. It is important that the water that is provided to communities is of good quality and suitable for human consumption, and also suitable for good hygiene practices, noting that without water there is no hygiene.

3.25. STATUS QUO

Blouberg Municipality serves as a Water Services Provider (WSP) responsible for the function of operations and maintenance for the water infrastructure with a budget allocated from the Water Services

Authority (WSA) being the Capricorn District Municipality (CDM). The municipality is dependent on underground water source as there are no dams to assist with the water provisioning.

CDM has established its own Blouberg Satellite Office, which has a manager also working with local municipal staff. The District has, further, seconded its staff to the Blouberg Satellite Office to work on the operations and Maintenance of the water infrastructure, most of who have been transferred from the Department of Water Affairs in the year 2007. The Satellite office has five (5) Maintenance Camps responsible for the maintenance of the five (5) Regional Water Schemes that are in the Blouberg municipal Area. Capricorn District Municipality as the WSA implements water projects on the local municipality's behalf. Currently 72% of the households within the Blouberg municipal area have access to water at the level of RDP standard, with only a backlog of 28%. Other Water projects are to be implemented in the future financial years, as prioritized by CDM but in consultation with the Municipality. Some of these projects will focus on the refurbishment of some of the old Infrastructure currently hindering good supply of water to communities. The main sources of water are boreholes, which are not completely sustainable as some even dry out over time. Most of the equipment for the boreholes has now aged and therefore break easily. The aquifers are affected when boreholes are over-pumped and not given a chance to rest.

Where there are water challenges and breakdowns, water is supplied with water tankers. The water quality in the municipality has not attained blue drop status.

The district should strive for the attainment of the status.

3.26. PROVISION OF FREE BASIC WATER

The municipality, together with the district municipality, provides free basic water and free water to its households in the form of supply of free diesel and payment of electricity bills to ESKOM for the supply of electricity connections to boreholes. The challenge is in areas where there is no infrastructure or where there are service breakdowns that the free basic service is not adequately rendered but as contingency measure water tinkering is used.

3.27. CHALLENGES

The climate conditions and insufficient underground water sources pose a challenge to the availability and sustainability of water supply to the municipal area.

There are capacity challenges with regard to shortage of staff e.g. pump operators, water tanker drivers, plant operators, general foremen and scheme managers, etc. This is further compounded by lack of resources such as excavators, water tankers, TLBs, crane truck, etc. Insufficient allocation of the budget for the operations and maintenance of the water infrastructure by CDM does not do the area any good to fulfill its Constitutional mandate of providing the basic supply of water.

Other human factors also pose a challenge to the sustainability of providing the service to the community. Such includes theft of diesel engines, electrical cables, transformers and electric motors. Vandalism of Water infrastructure and Illegal connections on the main water supply pipelines (rising mains) is also a challenge. Unfinished projects (Limited scope of work due to budget constraints) are other human factors that deny communities access to adequate potable water supply.

3.28. INTERVENTIONS

The WSA has to allocate sufficient funds to enable the WSP to perform proper maintenance on the water infrastructure, to attend to breakdowns within a reasonable turnaround time and thereby provide adequate water to communities. Further on, resources and personnel responsible for operations and maintenance must also be increased.

Improved cost recovery strategies have to be in place in order to sustain provision of water and/or water supply to communities.

There is a need to augment water supply from other sources such as the Glen-Alpine Dam. The WSA has indicated that there are positive prospects of securing supply from the Glen-Alpine Dam as feasibility study was done by the Department of Water Affairs (DWA), also aiming at securing a license transfer from agricultural to domestic use for the source. The bulk capacity at areas already supplied to RDP standard will be increased should the project be successful. Another source of supply is the Glenfirness (Blouberg) Dam, which already has infrastructure that needs to be upgraded as it has now aged. The Glenfirness (Blouberg) Dam previously supplied water to a reasonable portion of the Blouberg municipal area. Refurbishment and/ or replacement of such old infrastructure can augment supply to communities.

There is a need for the enforcement of service level agreements (contracts) that CDM has with its service providers for the implementation of water projects in order to ensure successful completion of the projects.

The municipality should endeavor to comply with the green drop standard.

The water catchment facilities should be constructed in almost all areas where there are mountains as lot of water is being wasted. The resuscitation of existing catchment areas should be prioritized taking into account that programmes such as Community Works Programme and EPWP staff be used alongside municipal officials and available equipment. This will be in line with the municipal vision of turning prevailing challenges into opportunities for growth and development...as the benefits will be two fold. The first benefit is that unguided and destructive surface run-off will be contained and the second benefit is that the contained water in the catchment areas will be put into good use for both agricultural and tourism beneficiation and the boost to the local community will be immense.

The separate drinking facilities should be constructed solely for animal drinking to curb the practice of people sharing water with animals. The Department of Agriculture should be roped in to play a meaningful role in this regard.

3.29. SANITATION

3.30. STATUS QUO

Sanitation provision is the function of the district municipality and the annual provision is made in the budget. There is a huge backlog in the provision of the service in Blouberg Municipality mainly because of budgetary constraints. About 65 percent of the population in Blouberg is without access to proper sanitation facilities. There are two types of the sanitation services provided to the communities in the Municipality namely; dry sanitation (VIP toilets) and the waterborne sewerage. The VIP toilets are provided in the rural communities and sewerage services provided in the towns such as Senwabarwana and Alldays; and will soon be provided in the new settlement at Tolwe.

VIP Toilets projects have been previously completed in sixty-six (66) settlements within the Municipality.

3.31. CHALLENGES

The current percentage of the backlog for sanitation is high. There are budgetary constraints with regard to the provision of the service to cover the whole municipal area. There is always a challenge of water borne disease outbreak particularly in areas where the water table is high.

The other challenge is with regard to substandard VIP structures constructed that are not lined from underground. Most of the previously constructed VIP toilet units have full pits, but cannot be emptied due to lack of resources.

There is also shortage of maintenance personnel for sewer treatment works/ waterborne sewer (1 x Sewerage maintenance camp at Helen Franz responsible for Senwabarwana and Alldays)

3.32. INTERVENTIONS

The district municipality has increased the sanitation budget for 2015\16 financial years. The Municipality has resolved to prioritize the service for the areas with high water table such as Ga – Mamadi (Taaibosch), Eldorado, Innes and Slaaphoek, as well as fast developing areas such as Witten. Furthermore, provision has been planned for new settlements such as Tolwe whose general plan is to be approved by the office of the Surveyor-General. There is also provision from the Department of Human Settlements for rural areas VIP toilets. A major challenge is the growing settlements that put huge demand of the service.

There has been an intervention from the Department of Human Settlements to assist the Municipality with the eradication of sanitation backlog by initiating a Rural Household Sanitation program me,

Other forms of intervention in the provision of sanitation is the provision of low cost housing by CoGHSTA and such provision is accompanied by the inclusion of VIP toilets.

4. ENVIRONMENTAL ANALYSIS

4.1 STATUS QUO

The municipality has a rich availability of flora and fauna which needs to be preserved for current and future generations. Further, the municipality has a rich cultural and historical background linked to its natural resources. The Blouberg Mountains and the Makgabeng mountains, as well as the Mogalakwena River contain such abundance. This is augmented by the existence of wetlands at Senwabarwana,

Gemarke (Bo Birwa) and Tlhonasedimong.

4.1.1 SOIL AND GEOLOGY

The Environmental Potential Atlas of Southern Africa (ENPAT) classifies soil types in terms of their agricultural potential. In the municipality there are three types of soils and they differ with regard to their agricultural potential.

1. High Potential Soils- These types of soil is suitable for agricultural development and it is found in the areas along Blouberg mountains and Mogalakwena river. It is good for crop farming and livestock grazing.
2. Moderate Potential Soils-The soils are moderate and often used for subsistence farming and are found in the southern and eastern part of the municipality
3. Low Potential Soils-The soil is not suitable for agricultural development because they have very low clay content and they are widespread in the north- eastern and southern parts of the municipality

4.2. CHALLENGES

However, poverty levels, as well as lack of knowledge on environmental preservation have rendered the area prone to many environmental challenges. This is because most people rely on natural resources such as wood, soil, plant and animal life for their survival.

Alien Plant and Animals

There is a prevalence of alien plant in most of the areas of the municipality. The most affected areas are found in the ward 20,05,06, 16, and 13.

The prevalence is coupled with the increase in the alien animals in the form of donkeys. These animals destroy the vegetation where ever they exist.

- **Deforestation-**

The problem is prevalent to the rest of rural areas of Blouberg and has done extensive damage at areas such as Taaibosch, Makgabeng, My-Darling.

- **Land degradation**

Storm water flowing from the mountain ranges cause a lot of severe soil degradation in areas such as Ga-Kgatla, Leipzig, Inveraan, Buffelshoek, Stoking, Mokwena, Burgerught, etc. this is further compounded by illegal sand mining which accelerate soil erosion.

- **Overgrazing and drought**

The area is reliant on stock farming and most of the grazing areas are overstocked leading to overgrazing and the resultant drought which comes every two years. One can safely say given poor rainfall patterns and excessive heat the all the Blouberg area can be classified as a dry area. Overgrazing is also caused by insufficient grazing camps and lack of adequate control over livestock.

- **Illegal poaching of wild animals**

The problem is prevalent to the three nature reserves such as Lang Jan, Malebogo and Blouberg nature reserve and this has a devastating effect on the fauna of such ecosystems. Other areas affected by illegal poaching are private game reserves and farms especially along the Mogalakwena River.

4.3. INTERVENTIONS

The municipality embarks on environmental campaigns to educate communities about issues of climate change, its adaptation and mitigation programmes. A programme on tree planting is done with stakeholders such as Venetia mine, DWA and private donors.

Another intervention practice is the availability of a by-law to deal with sand mining.

LEDET, through its environment wing enforces arrests to people found engaging in illegal poaching.

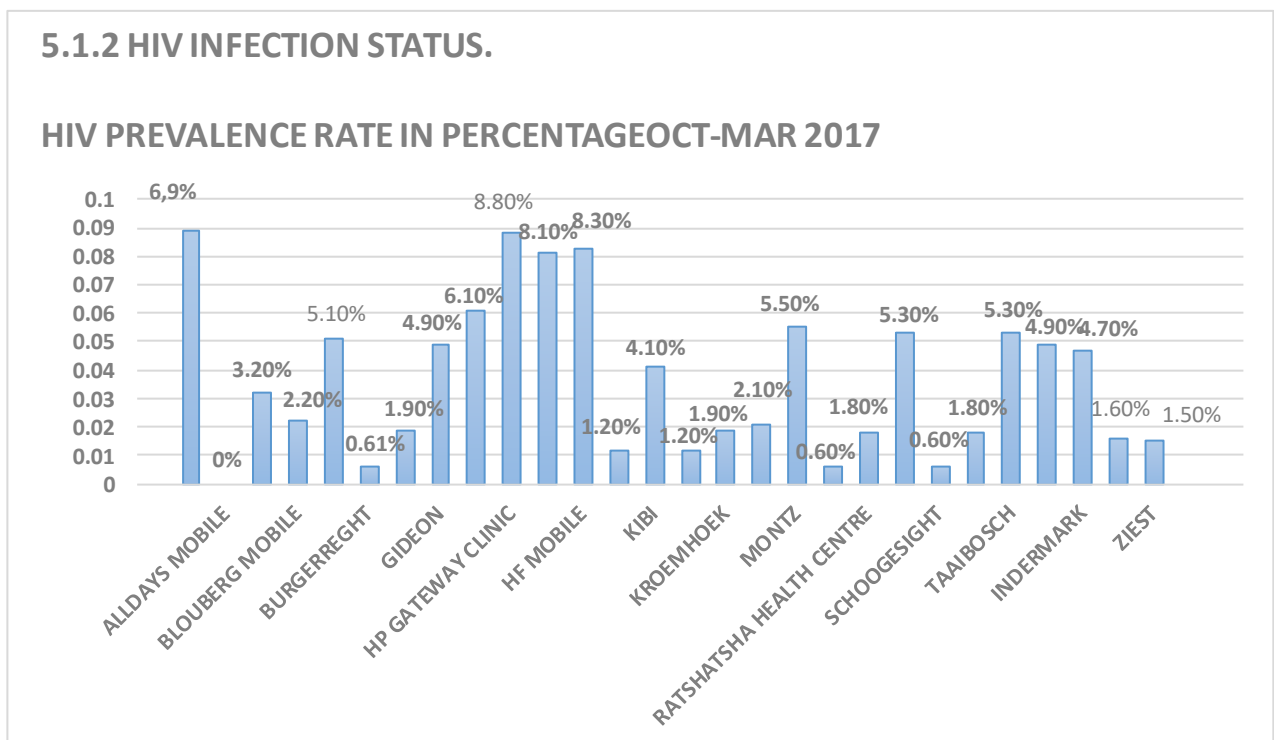
5. SOCIAL ANALYSIS

5.1 HEALTH SERVICES

5.1.1 STATUS QUO

There are 25 clinics, with inclusion of Rosenkrantz and Ngwanallela clinics from former Aganang Local Municipality, two health centres and one hospital. Of the 25 clinics 22 not a single clinic operates for 24 hours. There is high number of people with chronic diseases in the municipality and the HIV/AIDS infection rate is also average. For the quarter ending December 2015 all the clinics including Helen Franz hospital the total number that tested positive was 577 with the highest number recorded by Helen Franz hospital and Alldays clinic having 44 followed by Seakamela clinic with 53.

The lowest number recorded was Alldays mobile with zero followed by Sadu and Goedetrou with 02. There are 42 drop in centres in the Municipality with most of them not funded. The administration of the ARV drugs is now done in all the health facilities. Helen Franz is the only hospital in the municipality while Ratšhaatšhaa and Blouberg are health centres. There is a backlog of about seven clinics and one hospital in the municipality as there are some wards with no clinic.



5.1.3 NORMS AND STANDARD

The walking distance for one person to walk to the nearest health facility should be five kilometers.

In case the radius is outside the area mobile clinic services is provided. All the clinics in the municipality provide the ARVs to the patients.

5.2.4 CHALLENGES

There is a shortage of medical doctors and assistant nurses and nurses in most clinics and Helen Franz Hospital. People still have to travel long distances looking for the ARV drugs.

The ambulances response time to calls leaves much to be desired. There is shortage of ambulance vehicles.

There is also shortage of standard clinics in the farming areas of Tolwe, Baltimore, Maastroom and Swaartwater.

The roads infrastructure leading to most of the clinics are very bad.

Patients have to wait for a long time to be attended by the doctors.

There is shortage of transport in the afternoons travelling to the hospital.

People still pay lot of money for the transport to Helen Franz hospital.

There is shortage of six clinics in the municipality at Tolwe, Milbank, Senwabarwana, Mamoleka and Dilaeneng village.

5.2.3 INTERVENTIONS

The submissions for the construction of the clinics at Tolwe, Milbank, Puraspan, Senwabarwana and Mamoleka have been forwarded to the MEC's office (Health Department).

Burgerugh and Schoongezicht clinics have been upgraded by the Department of Health while a new clinic is planned for construction at Puraspan.

The local HIV-AIDS Council has been established and will go a long way in preventing and managing the scourge of the AIDS epidemic.

5.2 HOUSING

5.2.1 STATUS QUO

Since 2000 there has been an allocation of over 6000 low cost housing units to communities of Blouberg with Alldays and Senwabarwana being the biggest beneficiaries of such housing development programmes. The municipality, together with CoGHSTA, implemented the first inclusionary housing project in Senwabarwana in 2009\10. There is still a backlog of over 2000 housing units and the provision of social housing units, as well as community rental units in areas such as Senwabarwana and Alldays. Blouberg has a housing chapter in place. The department allocated 600 housing units for the 2016/2017 financial year and allocation was done in all the 22 wards. There is still a challenge of incomplete RDP structures in some wards. For the financial year under review Tolwe was allocated only 50 housing units and they are under construction.

5.2.2 CHALLENGES

Poor workmanship, the non-completion of low cost housing units and the non-payment of local suppliers and labourers are some of the challenges that are associated with the provision of low cost houses to Blouberg communities. Some incomplete houses date as far as the financial year 2000 and very few of such have been completed through the rectification programme. Affected wards include wards 1, 2, 8 and 17.

Another challenge for the provision of housing units is the lack of strategically located land in areas such as Alldays, plus delays in the finalisation of environmental authorization processes. There are still pockets of incomplete housing units in some wards.

5.2.3 INTERVENTIONS

The provincial Department of Co-Operative Governance, Human Settlements and Traditional Affairs annually provide an allocation of housing units to cater for needy qualifying citizens. A smaller fraction is allocated for emergency housing. Consumer education programmes are being conducted to ensure that beneficiaries of low cost housing get value for the houses built for them. The CDM also provides tents as temporary relief for disaster stricken families whose houses have been demolished by disasters. The municipality, in partnership with the private sector and NGOs such as AMAHA, does provide emergency housing units to the destitute as was done recently at Avon, Buffelshoek and Werden.

Acquisition of strategically located land is a pre-requisite for the provision of different typologies of housing and the Department of Rural Development and Land Reform and the National Housing Development Agency have been requested to assist in this regard.

5.3 EDUCATION

5.3.1 STATUS QUO

There are 186 primaries and 84 secondary schools in the Blouberg area. The circuit offices are six and currently the district office which is under construction in Senwabarwana has been abandoned by the contractor and the department is doing nothing about the matter. There is one institution of higher learning which is the Senwabarwana campus of the Capricorn FET College. The detailed condition of the schools is in ward analysis. There is shortage of Maths and Science educators in the schools within the municipality. Some learners are walking more than five kilometres to schools while in some cases learners have been granted scholar transport and bicycles

There are only 5ave makeshift pre-schools structures. There are a total of 131 registered ECD centers of which 45 are standard structures and there is a backlog of 83 centers

5.3.2. LEARNERS ENROLMENT

5.3.3. EDUCATION LEVEL

EDUCATION	MALE	FEMALE	TOTAL
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NO SCHOOLING	836	1200	2036
SOME PRIMARY	1214	1028	2241
COMPLETED PRIMARY	692	751	1443
SOME SECONDARY	7636	9077	16713
GRADE 12	3286	4793	8079
HIGHER EDUCATION	618	960	1578

5.3.4. NORMS AND STANDARDS

The teacher learner ratio according to the departmental norms and standards is 1: 40 for the primary schools and 1: 35 for the secondary schools.

The total walking distance to and from the school is 10 kilometers.

The learners who reside outside the determined radius are provided with scholar transport and bicycles.

Every learner has access to minimum set of textbooks.

5.3.5. PRESCHOOLS

WARD	AVAILABLE	BACKLOG
1	2	9
2	2	5
3	2	4
4	4	4
5	4	4
6	4	2
7	1	5
8	1	6
9	1	5
10	1	1
11	0	6
12	0	2

13	3	4
14	2	5
15	2	0
16	2	3
17	3	6
18	2	0
19	3	0
20	4	4
21	3	5
22	2	3
TOTAL	43	75

5.3.6. CHALLENGES

The major challenge is the distance travelled by the learners to and fro the schools in the area, as well as the conditions of school infrastructure as most of the schools were constructed by communities during the apartheid era. There is also a shortage of Maths and Science educators. There are storm damaged schools in the municipality and some have been fixed while others are not.

There is shortage of classrooms, learning material and furniture in some schools. There is also a challenge of overcrowding in some schools. There are few registered ECD centers in the municipality and lots of them are operating in the substandard structures. The funding for the ECD centers is a challenge as the communities are responsible for the funding and remuneration of careers.

Some areas require the building of schools. The old dilapidated structures like Matsuokwane, Mphengwa, Letswatla primary, Rasekhuta, Kgalushi and Makangwane schools require new structures. Selowe Primary in Silvermyn is complete. Some schools have been blown away by the storms.

The scholar transport remains a challenge for some learners resulting in them walking for long distances to schools. There is a challenge of high drop out of school in some areas. There is also higher failure rate in some schools. There is a challenge of teenage pregnancy in schools.

5.3.7 INTERVENTIONS

There is provision of scholar transport and provision of bicycles to transport learners who travel long distances to schools. Further, the provincial government provides school nutrition to all schools. The Department of Education constructs schools annually through the backlog still remains. New schools must be prioritized for Silvermyn primary school, Senwabarwana secondary school, and Taaibosch primary school while renovation of schools should prioritize Seiphi, Mochemi and Mokumuru. The municipality will engage the Department of Education to affect the desired intervention. The construction of new structures at Montz secondary and Matthews Phosa secondary school in Senwabarwana is almost complete.

The municipality constructed four preschools in the 2014\15 financial year while six preschools are under construction in the 2015\16 financial year. Of the six preschools under construction four are funded by the Municipal Infrastructure Grant while two are funded from municipal generated revenue. De Beers Consolidated Mines contributed two preschools at Siaz and Grootpan through the implementation of its Social and Labour Plan.

The following are interventions for bettering provision of education:

Building of additional classrooms and new schools

Training of educators in content and methodology.

Conducting of winter enrichment classes

1.4 ANNUAL TABLES

LIM351 Blouberg - Table A1 Budget Summary

Description	2014/15	2015/16	2016/17	Current Year 2017/18				2018/19 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
R thousands										
Financial Performance										
Property rates	14,985	20,289	25,065	24,463	24,463	24,463	21,445	27,000	27,560	29,214
Service charges	17,100	17,235	20,940	27,792	26,792	26,792	13,506	29,666	30,166	31,968
Investment revenue	1,040	1,504	2,072	1,500	1,600	1,600	-	1,700	1,590	1,685
Transfers recognised - operational	122,143	152,320	185,947	195,153	195,153	195,153	-	189,579	184,605	197,882
Other own revenue	7,406	31,945	9,337	20,237	23,237	23,237	4,008	13,750	15,906	15,571
Total Revenue (excluding capital transfers and contributions)	162,673	223,294	243,360	269,145	271,245	271,245	38,959	261,695	259,827	276,320
Employee costs	69,842	77,443	87,556	101,539	102,870	102,870	65,050	108,265	113,084	118,803
Remuneration of councillors	12,139	12,906	17,510	17,584	19,013	19,013	-	16,757	17,762	18,828
Depreciation & asset impairment	51,686	31,712	33,726	38,000	38,315	38,315	-	39,315	41,674	44,174
Finance charges	-	372	314	-	-	-	-	-	-	-
Materials and bulk purchases	21,208	28,794	31,483	31,329	31,969	31,969	17,532	34,370	41,932	44,448
Transfers and grants	-	-	-	-	-	-	-	-	-	-
Other expenditure	47,197	69,716	79,628	106,068	108,745	108,745	62,694	101,855	83,694	84,033
Total Expenditure	202,072	220,942	250,217	294,520	300,912	300,912	145,276	300,562	298,146	310,285
Surplus/(Deficit)	(39,399)	2,351	(6,857)	(25,375)	(29,667)	(29,667)	(106,317)	(38,866)	(38,319)	(33,966)
Transfers and subsidies - capital (monetary allocation)	48,104	51,962	75,676	49,836	51,300	51,300	-	47,786	63,550	65,925
Contributions recognised - capital & contributed assets	-	-	-	-	-	-	-	5,000	-	-
Surplus/(Deficit) after capital transfers & contributions	8,705	54,313	68,819	24,461	21,633	21,633	(106,317)	13,920	25,231	31,959
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	8,705	54,313	68,819	24,461	21,633	21,633	(106,317)	13,920	25,231	31,959
Capital expenditure & funds sources										
Capital expenditure	45,249	80,664	75,204	69,569	66,041	66,041	33,805	60,107	68,182	70,597
Transfers recognised - capital	41,339	49,669	67,030	49,836	51,305	51,305	28,893	50,611	63,550	65,925
Public contributions & donations	-	19,462	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-	-
Internally generated funds	3,910	11,534	8,174	19,733	14,736	14,736	4,911	9,495	4,632	4,672
Total sources of capital funds	45,249	80,664	75,204	69,569	66,041	66,041	33,805	60,107	68,182	70,597
Financial position										
Total current assets	54,234	77,360	126,707	64,524	175,571	175,571	54,923	94,182	96,131	99,712
Total non current assets	763,725	811,528	860,190	948,686	948,993	948,993	3,126	1,005,205	1,065,314	1,129,048
Total current liabilities	45,817	62,624	60,619	4,288	37,296	37,296	22,529	26,400	21,600	19,000
Total non current liabilities	13,639	13,796	13,515	3,231	12,368	12,368	-	2,830	2,152	2,281
Community wealth/Equity	758,504	812,469	912,763	1,005,690	1,074,901	1,074,901	35,520	1,070,157	1,137,693	1,207,479
Cash flows										
Net cash from (used) operating	48,975	91,054	87,991	67,545	57,451	57,451	34,708	53,973	66,904	76,133
Net cash from (used) investing	(45,249)	(80,664)	(75,204)	(69,569)	(66,041)	(66,041)	(33,805)	(55,107)	(68,182)	(70,597)
Net cash from (used) financing	3,844	-	(560)	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	22,367	28,913	41,113	43,079	77,859	77,859	58,192	50,564	49,286	54,823
Cash backing/surplus reconciliation										
Cash and investments available	21,615	31,979	44,205	46,482	89,828	89,828	55,669	64,795	64,776	66,211
Application of cash and investments	45,560	77,307	67,588	8,653	24,442	24,442	38,769	33,930	29,379	28,731
Balance - surplus (shortfall)	(23,945)	(45,329)	(23,383)	37,829	65,386	65,386	16,900	30,864	35,397	37,480
Asset management										
Asset register summary (WDV)	815,862	760,633	856,794	945,282	945,590	945,590	-	1,002,108	1,062,235	1,125,969
Depreciation	51,686	31,712	33,726	38,000	38,315	38,315	-	39,315	40,651	41,880
Renewal of Existing Assets	-	-	-	2,100	2,100	2,100	-	800	1,000	1,700
Repairs and Maintenance	1,895	5,525	5,441	5,571	5,571	5,571	-	4,370	7,132	7,560
Free services										
Cost of Free Basic Services provided	8	8	8	8	8	8	8	8	8	8
Revenue cost of free services provided	15,000	15,000	-	15,000	15,000	15,000	15,000	15,000	15,000	15,000
Households below minimum service level										
Water:	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	12	48	48	48	48

Table-A2 Budget Financial Performance(Revenue and Expenditure by Standard Class)**LIM351 Blouberg - Table A2 Budgeted Financial Performance (revenue and expenditure by functional classification)**

Functional Classification Description	Ref	2014/15	2015/16	2016/17	Current Year 2017/18			2018/19 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
Revenue - Functional	1									
Governance and administration		136,957	193,617	212,172	223,580	223,985	223,985	216,608	216,709	231,909
Executive and council		-	-	19,272	20,098	20,098	20,098	13,881	-	-
Finance and administration		136,957	193,617	192,900	203,482	203,887	203,887	202,727	216,709	231,909
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		7,157	6,225	9,606	10,531	13,131	13,131	11,854	7,443	7,890
Community and social services		2,335	1,955	4,891	6,112	6,112	6,112	4,504	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		4,822	4,270	4,716	4,419	7,019	7,019	7,350	7,443	7,890
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		44,491	49,495	67,074	49,770	51,335	51,335	46,896	49,772	51,211
Planning and development		1,004	4,592	397	4,680	4,780	4,780	3,405	5,422	4,486
Road transport		43,487	44,903	66,676	45,090	46,555	46,555	43,491	44,350	46,725
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		22,172	25,942	30,184	35,100	34,095	34,095	39,124	49,452	51,234
Energy sources		21,621	25,404	29,710	33,220	33,220	33,220	38,064	48,612	50,352
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		551	538	474	1,880	875	875	1,060	840	882
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	210,777	275,278	319,036	318,981	322,545	322,545	314,481	323,377	342,245
Expenditure - Functional										
Governance and administration		84,655	134,861	162,661	198,300	205,314	205,314	201,231	200,129	201,063
Executive and council		34,910	38,301	62,802	74,141	74,787	74,787	68,304	59,530	57,056
Finance and administration		49,746	96,561	99,859	124,159	130,527	130,527	132,927	140,599	144,007
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		22,434	26,617	31,325	34,186	33,142	33,142	33,811	29,753	31,535
Community and social services		12,697	16,241	19,547	20,047	19,688	19,688	19,174	14,238	15,089
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		9,736	10,376	11,778	14,139	13,454	13,454	14,637	15,516	16,446
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		17,081	26,268	19,949	21,117	21,147	21,147	19,604	20,433	23,779
Planning and development		8,495	14,530	8,028	11,967	10,857	10,857	11,228	11,796	12,503
Road transport		8,586	11,738	11,921	9,150	10,290	10,290	8,377	8,637	11,275
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		77,903	33,563	36,276	40,940	41,332	41,332	45,915	47,832	53,908
Energy sources		77,859	32,545	36,198	39,890	40,300	40,300	43,955	45,468	51,402
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		43	1,018	77	1,050	1,032	1,032	1,960	2,364	2,506
Other	4	-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	202,072	221,309	250,210	294,542	300,934	300,934	300,562	298,146	310,285
Surplus/(Deficit) for the year		8,705	53,970	68,827	24,439	21,611	21,611	13,920	25,231	31,959

Table A3 Budget Financial Performance (Revenue and expenditure by municipal votes)**LIM351 Blouberg - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)**

Vote Description	Ref	2014/15	2015/16	2016/17	Current Year 2017/18			2018/19 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
Revenue by Vote	1									
Vote 1 - Executive and council		-	-	19,272	20,098	20,098	20,098	13,881	-	-
Vote 2 - Finance and Administration		136,957	193,617	192,900	203,512	203,917	203,917	202,727	216,709	231,909
Vote 3 - Community Services		2,335	1,955	4,891	6,112	6,112	6,112	4,504	-	-
Vote 4 - Public and Safety		4,822	4,270	4,716	4,419	7,019	7,019	7,350	7,443	7,890
Vote 5 - Waste Management		551	538	474	1,880	875	875	1,060	840	882
Vote 6 - Technical administration and Trading services		21,621	25,404	29,710	33,220	33,220	33,220	38,064	48,612	50,352
Vote 7 - Roads and Transport		43,487	44,903	66,676	45,090	46,555	46,555	43,491	44,350	46,725
Vote 8 - Planning and Development		1,004	4,592	397	4,650	4,750	4,750	3,405	5,422	4,486
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	210,777	275,278	319,036	318,981	322,545	322,545	314,481	323,377	342,245
Expenditure by Vote to be appropriated	1									
Vote 1 - Executive and council		34,910	38,301	62,802	74,141	74,787	74,787	68,304	59,530	57,056
Vote 2 - Finance and Administration		49,746	96,561	99,859	124,159	130,527	130,527	132,927	140,599	144,007
Vote 3 - Community Services		12,697	16,241	19,547	20,047	19,688	19,688	19,174	14,238	15,089
Vote 4 - Public and Safety		9,736	10,376	11,778	14,139	13,454	13,454	14,637	15,516	16,446
Vote 5 - Waste Management		43	1,018	77	1,050	1,032	1,032	1,960	2,364	2,506
Vote 6 - Technical administration and Trading services		77,859	32,545	36,198	39,890	40,300	40,300	43,955	45,468	51,402
Vote 7 - Roads and Transport		8,586	11,738	11,921	9,150	10,290	10,290	8,377	8,637	11,275
Vote 8 - Planning and Development		8,495	14,530	8,028	11,967	10,857	10,857	11,228	11,796	12,503
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	202,072	221,309	250,210	294,542	300,934	300,934	300,562	298,146	310,285
Surplus/(Deficit) for the year	2	8,705	53,970	68,827	24,439	21,611	21,611	13,920	25,231	31,959

LIM351 Blouberg - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description	Ref	2014/15	2015/16	2016/17	Current Year 2017/18				2018/19 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
Revenue By Source											
Property rates	2	14,985	20,289	25,065	24,463	24,463	24,463	21,445	27,000	27,560	29,214
Service charges - electricity revenue	2	16,767	16,817	20,534	26,000	26,000	26,000	13,231	28,666	29,326	31,086
Service charges - water revenue	2	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	2	-	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	2	333	418	406	1,792	792	792	275	1,000	840	882
Service charges - other		-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		820	1,091	1,046	300	300	300	-	315	350	371
Interest earned - external investments		1,040	1,504	2,072	1,500	1,600	1,600	-	1,700	1,590	1,685
Interest earned - outstanding debtors		388	306	1,961	595	595	595	-	631	654	693
Dividends received		-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		2,593	1,086	1,273	780	3,380	3,380	-	3,440	3,614	3,809
Licences and permits		2,161	3,162	3,489	3,669	3,669	3,669	-	4,000	3,892	4,126
Agency services		-	230	-	1,091	1,091	1,091	-	150	160	170
Transfers and subsidies		122,143	152,320	185,947	195,153	195,153	195,153	-	189,579	184,605	197,882
Other revenue	2	1,443	26,093	1,567	13,803	14,203	14,203	4,008	5,214	7,235	6,402
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		162,673	223,317	243,360	269,145	271,245	271,245	38,959	261,695	259,827	276,320
Expenditure By Type											
Employee related costs	2	69,842	77,443	87,556	101,539	102,870	102,870	65,050	108,265	113,084	118,803
Remuneration of councillors		12,139	12,906	17,510	17,584	19,013	19,013	-	16,757	17,762	18,828
Debt impairment	3	3,856	10,831	(3,067)	8,074	8,074	8,074	-	7,559	8,012	8,413
Depreciation & asset impairment	2	51,686	31,712	33,726	38,000	38,315	38,315	-	39,315	41,674	44,174
Finance charges		-	372	314	-	-	-	-	-	-	-
Bulk purchases	2	19,313	23,268	26,042	25,758	25,758	25,758	17,532	30,000	34,800	36,888
Other materials	8	1,895	5,525	5,441	5,571	6,211	6,211	-	4,370	7,132	7,560
Contracted services		3,160	3,582	5,923	12,000	11,500	11,500	6,713	12,705	15,467	14,954
Transfers and subsidies		-	-	-	-	-	-	-	-	-	-
Other expenditure	4, 5	39,918	55,151	76,764	86,016	89,193	89,193	55,981	81,592	60,215	60,666
Loss on disposal of PPE		262	518	-	-	-	-	-	-	-	-
Total Expenditure		202,072	221,309	250,210	294,542	300,934	300,934	145,276	300,562	298,146	310,285
Surplus/(Deficit)											
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		(39,399)	2,008	(6,850)	(25,397)	(29,689)	(29,689)	(106,317)	(38,866)	(38,319)	(33,966)
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Education and Training)	6	48,104	51,962	75,676	49,836	51,300	51,300	-	47,786	63,550	65,925
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	5,000	-	-
Surplus/(Deficit) after capital transfers & contributions		8,705	53,970	68,827	24,439	21,611	21,611	(106,317)	13,920	25,231	31,959
Taxation		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		8,705	53,970	68,827	24,439	21,611	21,611	(106,317)	13,920	25,231	31,959
Attributable to minorities		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		8,705	53,970	68,827	24,439	21,611	21,611	(106,317)	13,920	25,231	31,959
Share of surplus/ (deficit) of associate	7	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year		8,705	53,970	68,827	24,439	21,611	21,611	(106,317)	13,920	25,231	31,959

LIM351 Blouberg - Table A5 Budgeted Capital Expenditure by vote, functional classification and funding

Vote Description	Ref	2014/15	2015/16	2016/17	Current Year 2017/18				2018/19 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
Capital expenditure - Vote											
Multi-year expenditure to be appropriated	2										
Vote 1 - Executive and council		-	-	-	-	-	-	-	-	-	-
Vote 2 - Finance and Administration		-	-	-	-	-	-	-	-	-	-
Vote 3 - Community Services		-	-	-	-	-	-	-	-	-	-
Vote 4 - Public and Safety		-	-	-	-	-	-	-	-	-	-
Vote 5 - Waste Management		-	-	-	-	-	-	-	-	-	-
Vote 6 - Technical administration and Trading services		-	-	-	-	-	-	-	-	-	-
Vote 7 - Roads and Transport		-	-	-	-	-	-	-	-	-	-
Vote 8 - Planning and Development		-	-	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-	-	-
Single-year expenditure to be appropriated	2										
Vote 1 - Executive and council		-	-	-	300	300	300	-	-	-	-
Vote 2 - Finance and Administration		3,341	4,744	3,687	6,500	6,400	6,400	4,435	3,115	2,332	2,472
Vote 3 - Community Services		-	23,866	22,312	20,500	22,364	22,364	-	9,320	25,988	31,179
Vote 4 - Public and Safety		-	-	-	-	-	-	-	250	-	-
Vote 5 - Waste Management		11	350	-	600	600	600	-	250	-	-
Vote 6 - Technical administration and Trading services		7,971	9,317	12,696	9,233	10,642	10,642	-	12,175	20,900	20,300
Vote 7 - Roads and Transport		33,926	42,387	36,304	28,436	25,736	25,736	-	34,996	18,962	16,646
Vote 8 - Planning and Development		-	-	205	4,000	-	-	-	-	-	-
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		45,249	80,664	75,204	69,569	66,041	66,041	4,435	60,107	68,182	70,597
Total Capital Expenditure - Vote		45,249	80,664	75,204	69,569	66,041	66,041	4,435	60,107	68,182	70,597
Capital Expenditure - Functional											
Governance and administration		3,341	4,744	3,687	6,800	6,700	6,700	4,435	3,115	2,332	2,472
Executive and council		-	-	-	300	300	300	-	-	-	-
Finance and administration		3,341	4,744	3,687	6,500	6,400	6,400	4,435	3,115	2,332	2,472
Internal audit		-	-	-	-	-	-	-	-	-	-
Community and public safety		-	23,866	22,312	20,500	22,364	22,364	11,357	9,570	25,988	31,179
Community and social services		-	23,866	6,592	12,500	14,364	14,364	7,249	2,500	-	-
Sport and recreation		-	-	15,719	8,000	8,000	8,000	4,107	6,820	25,988	31,179
Public safety		-	-	-	-	-	-	-	250	-	-
Housing		-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-
Economic and environmental services		33,926	42,387	36,509	32,436	25,736	25,736	17,020	34,996	18,962	16,646
Planning and development		-	-	205	4,000	-	-	-	-	-	-
Road transport		33,926	42,387	36,304	28,436	25,736	25,736	17,020	34,996	18,962	16,646
Environmental protection		-	-	-	-	-	-	-	-	-	-
Trading services		7,982	9,667	12,696	9,833	11,242	11,242	993	12,425	20,900	20,300
Energy sources		7,971	9,317	12,696	9,233	10,642	10,642	993	12,175	20,900	20,300
Water management		-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-
Waste management		11	350	-	600	600	600	-	250	-	-
Other		-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	3	45,249	80,664	75,204	69,569	66,041	66,041	33,805	60,107	68,182	70,597
Funded by:											69
National Government		41,339	49,669	67,030	49,836	51,305	51,305	28,893	45,611	63,550	65,925
Provincial Government		-	-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	5,000	-	-
Transfers recognised - capital	4	41,339	49,669	67,030	49,836	51,305	51,305	28,893	50,611	63,550	65,925
Public contributions & donations	5	-	19,462	-	-	-	-	-	-	-	-
Borrowing	6	-	-	-	-	-	-	-	-	-	-
Internally generated funds		3,910	11,534	8,174	19,733	14,736	14,736	4,911	9,495	4,632	4,672
Total Capital Funding	7	45,249	80,664	75,204	69,569	66,041	66,041	33,805	60,107	68,182	70,597

LIM351 Blouberg - Table A6 Budgeted Financial Position

Description	Ref	2014/15	2015/16	2016/17	Current Year 2017/18				2018/19 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
R thousand											
ASSETS											
Current assets											
Cash		18,523	28,886	41,113	33,079	76,425	76,425	42,017	51,697	51,697	53,132
Call investment deposits	1	-	-	-	10,000	10,000	10,000	10,527	10,000	10,000	10,000
Consumer debtors	1	4,032	4,523	8,258	(493)	7,765	7,765	-	9,231	9,785	10,452
Other debtors		6,181	13,865	12,246	4,426	16,291	16,291	-	4,692	4,973	5,272
Current portion of long-term receivables		18,693	26,225	61,211	15,893	61,211	61,211	-	16,847	17,858	18,929
Inventory	2	6,805	3,862	3,879	1,618	3,879	3,879	2,380	1,715	1,818	1,927
Total current assets		54,234	77,360	126,707	64,524	175,571	175,571	54,923	94,182	96,131	99,712
Non current assets											
Long-term receivables		-	-	-	-	-	-	-	-	-	-
Investments		3,092	3,093	3,093	3,403	3,403	3,403	3,126	3,097	3,079	3,079
Investment property		-	-	205	-	205	205	-	-	-	-
Investment in Associate		-	-	-	-	-	-	-	-	-	-
Property, plant and equipment	3	760,633	808,306	856,790	945,282	945,282	945,282	-	1,002,108	1,062,235	1,125,969
Agricultural		-	-	-	-	-	-	-	-	-	-
Biological		-	-	-	-	-	-	-	-	-	-
Intangible		-	130	103	-	103	103	-	-	-	-
Other non-current assets		-	-	-	-	-	-	-	-	-	-
Total non current assets		763,725	811,528	860,190	948,686	948,993	948,993	3,126	1,005,205	1,065,314	1,129,048
TOTAL ASSETS		817,959	888,889	986,897	1,013,209	1,124,565	1,124,565	58,049	1,099,387	1,161,445	1,228,760
LIABILITIES											
Current liabilities											
Bank overdraft	1	-	-	-	-	-	-	-	-	-	-
Borrowing	4	-	-	-	-	-	-	-	-	-	-
Consumer deposits		-	-	-	-	-	-	-	-	-	-
Trade and other payables	4	40,470	56,080	53,284	4,288	37,296	37,296	22,529	26,400	21,600	19,000
Provisions		5,346	6,543	7,335	-	-	-	-	-	-	-
Total current liabilities		45,817	62,624	60,619	4,288	37,296	37,296	22,529	26,400	21,600	19,000
Non current liabilities											
Borrowing		-	-	-	-	-	-	-	-	-	-
Provisions		13,639	13,796	13,515	3,231	12,368	12,368	-	2,830	2,152	2,281
Total non current liabilities		13,639	13,796	13,515	3,231	12,368	12,368	-	2,830	2,152	2,281
TOTAL LIABILITIES		59,456	76,420	74,134	7,519	49,664	49,664	22,529	29,230	23,752	21,281
NET ASSETS	5	758,504	812,469	912,763	1,005,690	1,074,901	1,074,901	35,520	1,070,157	1,137,693	1,207,479
COMMUNITY WEALTH/EQUITY											
Accumulated Surplus/(Deficit)		758,504	812,469	912,763	1,005,690	1,074,901	1,074,901	35,520	1,070,157	1,137,693	1,207,479
Reserves	4	-	-	-	-	-	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	5	758,504	812,469	912,763	1,005,690	1,074,901	1,074,901	35,520	1,070,157	1,137,693	1,207,479

LIM351 Blouberg - Table A7 Budgeted Cash Flows

Description	Ref	2014/15	2015/16	2016/17	Current Year 2017/18				2018/19 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates		6,985	13,609	24,467	23,020	23,020	23,020	11,772	25,500	27,560	29,214
Service charges		12,782	10,877	15,498	26,800	26,800	26,800	13,397	27,466	30,166	31,968
Other revenue		6,503	5,906	10,144	12,227	13,927	13,927	7,472	13,120	15,252	14,877
Government - operating	1	121,360	167,865	178,931	195,153	195,153	195,153	116,665	189,579	184,605	197,882
Government - capital	1	46,408	71,731	53,381	49,836	51,300	51,300	44,613	47,786	63,550	65,925
Interest		1,228	1,504	2,072	1,500	1,600	1,600	1,121	2,231	2,244	2,379
Dividends		-	-	-	-	-	-	-	-	-	-
Payments											
Suppliers and employees		(146,290)	(180,066)	(196,188)	(240,991)	(254,349)	(254,349)	(160,331)	(251,708)	(248,460)	(257,698)
Finance charges		-	(372)	(314)	-	-	-	-	-	(8,012)	(8,413)
Transfers and Grants	1	-	-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		48,975	91,054	87,991	67,545	57,451	57,451	34,708	53,973	66,904	76,133
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE		-	-	-	-	-	-	-	5,000	-	-
Decrease (increase) in non-current debtors		-	-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables		-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-	-
Payments											
Capital assets		(45,249)	(80,664)	(75,204)	(69,569)	(66,041)	(66,041)	(33,805)	(60,107)	(68,182)	(70,597)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(45,249)	(80,664)	(75,204)	(69,569)	(66,041)	(66,041)	(33,805)	(55,107)	(68,182)	(70,597)
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans		-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		3,844	-	-	-	-	-	-	-	-	-
Payments											
Repayment of borrowing		-	-	(560)	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		3,844	-	(560)	-	-	-	-	-	-	-
NET INCREASE/ (DECREASE) IN CASH HELD		7,570	10,389	12,227	(2,024)	(8,590)	(8,590)	904	(1,133)	(1,278)	5,537
Cash/cash equivalents at the year begin:	2	14,797	18,523	28,886	45,103	86,448	86,448	57,288	51,697	50,564	49,286
Cash/cash equivalents at the year end:	2	22,367	28,913	41,113	43,079	77,859	77,859	58,192	50,564	49,286	54,823

LIM351 Blouberg - Table A8 Cash backed reserves/accumulated surplus reconciliation

Description	Ref	2014/15	2015/16	2016/17	Current Year 2017/18				2018/19 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
Cash and investments available											
Cash/cash equivalents at the year end	1	22,367	28,913	41,113	43,079	77,859	77,859	58,192	50,564	49,286	54,823
Other current investments > 90 days		(3,844)	(26)	-	-	8,566	8,566	(5,648)	11,133	12,411	8,309
Non current assets - Investments	1	3,092	3,093	3,093	3,403	3,403	3,403	3,126	3,097	3,079	3,079
Cash and investments available:		21,615	31,979	44,205	46,482	89,828	89,828	55,669	64,795	64,776	66,211
Application of cash and investments											
Unspent conditional transfers		9,976	25,828	7,024	1,500	32,869	32,869	22,411	1,400	1,600	1,000
Unspent borrowing		-	-	-	-	-	-	-	-	-	-
Statutory requirements	2	6,258	12,202	12,019	2,052	2,052	2,052	10,560	17,767	20,255	23,032
Other working capital requirements	3	23,700	22,210	27,695	(579)	(16,160)	(16,160)	117	11,933	5,373	2,418
Other provisions		5,625	17,069	20,850	5,680	5,680	5,680	5,680	2,830	2,152	2,281
Long term investments committed	4	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments	5	-	-	-	-	-	-	-	-	-	-
Total Application of cash and investments:		45,560	77,309	67,588	8,653	24,442	24,442	38,769	33,930	29,379	28,731
Surplus(shortfall)		(23,945)	(45,331)	(23,383)	37,829	65,386	65,386	16,900	30,864	35,397	37,480

Description	Ref	2014/15	2015/16	2016/17	Current Year 2017/18			2018/19 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
R thousand										
CAPITAL EXPENDITURE										
Total New Assets	1	45,249	80,664	75,204	67,469	66,041	66,041	59,307	67,182	68,897
<i>Roads Infrastructure</i>		33,926	42,387	34,404	26,836	26,836	26,836	34,496	20,593	16,215
<i>Storm water Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Electrical Infrastructure</i>		7,971	9,317	12,696	8,733	8,673	8,673	12,375	21,030	20,262
<i>Water Supply Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Sanitation Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Solid Waste Infrastructure</i>		-	-	6,592	-	-	-	-	-	-
<i>Rail Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Coastal Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Information and Communication Infrastructure</i>		-	-	-	-	-	-	-	-	-
Infrastructure		41,897	51,704	53,692	35,569	35,509	35,509	46,871	41,623	36,476
<i>Community Facilities</i>		-	6,893	11,267	16,500	10,800	10,800	2,500	358	3,242
<i>Sport and Recreation Facilities</i>		-	16,974	5,202	8,000	12,633	12,633	6,820	23,399	27,269
Community Assets		-	23,866	16,469	24,500	23,433	23,433	9,320	23,757	30,510
Heritage Assets		-	-	-	-	-	-	-	-	-
<i>Revenue Generating</i>		-	-	-	-	-	-	-	-	-
<i>Non-revenue Generating</i>		-	-	205	-	-	-	-	-	-
Investment properties		-	-	205	-	-	-	-	-	-
<i>Operational Buildings</i>		-	-	-	-	-	-	-	-	-
<i>Housing</i>		-	-	-	-	-	-	-	-	-
Other Assets		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
<i>Servitudes</i>		-	-	-	-	-	-	-	-	-
<i>Licences and Rights</i>		-	-	-	300	300	300	1,555	795	843
Intangible Assets		-	-	-	300	300	300	1,555	795	843
Computer Equipment		241	300	294	300	300	300	250	265	281
Furniture and Office Equipment		100	144	1,077	1,400	1,600	1,600	810	742	787
Machinery and Equipment		211	2,650	1,900	1,400	1,200	1,200	500	-	-
Transport Assets		2,800	2,000	1,566	4,000	3,700	3,700	-	-	-
<i>Land</i>		-	-	-	-	-	-	-	-	-
<i>Zoo's, Marine and Non-biological Animals</i>		-	-	-	-	-	-	-	-	-
Total Renewal of Existing Assets	2	-	-	-	2,100	2,100	2,100	800	1,000	1,700
<i>Roads Infrastructure</i>		-	-	-	1,600	1,600	1,600	500	600	1,100
<i>Storm water Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Electrical Infrastructure</i>		-	-	-	500	500	500	300	400	600
<i>Water Supply Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Sanitation Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Solid Waste Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Rail Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Coastal Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Information and Communication Infrastructure</i>		-	-	-	-	-	-	-	-	-
Infrastructure		-	-	-	2,100	2,100	2,100	800	1,000	1,700

Community Facilities	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-
Community Assets	-	-	-	-	-	-	-	-	-
Heritage Assets	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Operational Buildings	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Other Assets	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-	-	-	-
Licences and Rights	-	-	-	-	-	-	-	-	-
Intangible Assets	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
Total Upgrading of Existing Assets	6	-	-	-	-	-	-	-	-
Roads Infrastructure	-	-	-	-	-	-	-	-	-
Storm water Infrastructure	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure	-	-	-	-	-	-	-	-	-
Rail Infrastructure	-	-	-	-	-	-	-	-	-
Coastal Infrastructure	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Community Facilities	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-
Community Assets	-	-	-	-	-	-	-	-	-
Heritage Assets	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Operational Buildings	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Other Assets	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-	-	-	-
Licences and Rights	-	-	-	-	-	-	-	-	-
Intangible Assets	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
Total Capital Expenditure	4	-	-	-	-	-	-	-	-
Roads Infrastructure	33,926	42,387	34,404	28,436	28,436	28,436	34,996	21,193	17,315
Storm water Infrastructure	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	7,971	9,317	12,696	9,233	9,173	9,173	12,675	21,430	20,862
Water Supply Infrastructure	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure	-	-	6,592	-	-	-	-	-	-
Rail Infrastructure	-	-	-	-	-	-	-	-	-
Coastal Infrastructure	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure	-	-	-	-	-	-	-	-	-
Infrastructure	41,897	51,704	53,692	37,669	37,609	37,609	47,671	42,623	38,176
Community Facilities	-	6,893	11,267	16,500	10,800	10,800	2,500	358	3,242
Sport and Recreation Facilities	-	16,974	5,202	8,000	12,633	12,633	6,820	23,399	27,271
Community Assets	-	23,866	16,469	24,500	23,433	23,433	9,320	23,757	30,510
Heritage Assets	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	205	-	-	-	-	-	-
Investment properties	-	-	205	-	-	-	-	-	-
Operational Buildings	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Other Assets	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-	-	-	-
Licences and Rights	-	-	-	300	300	300	1,555	795	843
Intangible Assets	-	-	-	300	300	300	1,555	795	843
Computer Equipment	241	300	294	300	300	300	250	265	281
Furniture and Office Equipment	100	144	1,077	1,400	1,600	1,600	810	742	787
Machinery and Equipment	211	2,650	1,900	1,400	1,200	1,200	500	-	-
Transport Assets	2,800	2,000	1,566	4,000	3,700	3,700	-	-	-
Land	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE - Asset class	45,249	80,664	75,204	69,569	68,141	68,141	60,107	68,182	70,597

LIM351 Blouberg - Table A10 Basic service delivery measurement

Description	Ref	2014/15	2015/16	2016/17	Current Year 2017/18			2018/19 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
Electricity (at least min.service level)		-	-	-	-	-	60	60	60	60
Electricity - prepaid (min.service level)		-	-	-	-	-	43,747	44,243	44,749	13,348
<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	43,807	44,303	44,809	13,408
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	-	-	-	-	-	43,807	44,303	44,809	13,408
Refuse:										
Removed at least once a week		-	-	-	-	-	-	-	-	-
<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-
Removed less frequently than once a week		-	-	-	-	-	11,549	11,549	11,549	11,549
Using communal refuse dump		-	-	-	-	-	-	-	-	-
Using own refuse dump		-	-	-	-	-	-	-	-	-
Other rubbish disposal		-	-	-	-	-	-	-	-	-
No rubbish disposal		-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	11,549	11,549	11,549	11,549
Total number of households	5	-	-	-	-	-	11,549	11,549	11,549	11,549
Households receiving Free Basic Service	7									
Water (6 kilolitres per household per month)		-	-	-	-	-	-	-	-	-
Sanitation (free minimum level service)		1,136	544	522	778	778	778	778	778	778
Electricity/other energy (50kwh per household per month)		-	-	-	-	-	-	-	-	-
Refuse (removed at least once a week)		4,908	7,598	7,598	34,656	34,656	34,656	35,049	35,450	35,450
Cost of Free Basic Services provided - Formal Settlements (R'000)	8									
Water (6 kilolitres per indigent household per month)		-	-	-	-	-	-	-	-	-
Sanitation (free sanitation service to indigent households)		-	-	-	-	-	-	-	-	-
Electricity/other energy (50kwh per indigent household per month)		-	-	-	-	-	-	-	-	-
Refuse (removed once a week for indigent households)		8	8	8	8	8	8	8	8	8
Cost of Free Basic Services provided - Informal Formal Settlements (R'000)										
Total cost of FBS provided		8	8	8	8	8	8	8	8	8
Highest level of free service provided per household										
Property rates (R value threshold)		-	-	-	-	-	-	-	-	-
Water (kilolitres per household per month)		-	-	-	-	-	-	-	-	-
Sanitation (kilolitres per household per month)		-	-	-	-	-	-	-	-	-
Sanitation (Rand per household per month)		-	-	-	-	-	-	-	-	-
Electricity (kwh per household per month)		10,263	11,563	10,763	11,763	11,763	11,763	11,763	11,763	11,763
Refuse (average litres per week)		-	-	-	1,170	1,170	1,170	1,170	1,170	1,170
Revenue cost of subsidised services provided (R'000)	9									
Property rates (tariff adjustment) (impermissible values per section 17 of MPRA)		15,000	15,000	-	15,000	15,000	15,000	15,000	15,000	15,000
Property rates exemptions, reductions and rebates and impermissible values in excess of section 17 of MPRA		-	-	-	-	-	-	-	-	-
Water (in excess of 6 kilolitres per indigent household per month)		-	-	-	-	-	-	-	-	-
Sanitation (in excess of free sanitation service to indigent households)		-	-	-	-	-	-	-	-	-
Electricity/other energy (in excess of 50 kwh per indigent household per month)		-	-	-	-	-	-	-	-	-
Refuse (in excess of one removal a week for indigent households)		-	-	-	-	-	-	-	-	-
Municipal Housing - rental rebates	6	-	-	-	-	-	-	-	-	-
Housing - top structure subsidies		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total revenue cost of subsidised services provided		15,000	15,000	-	15,000	15,000	15,000	15,000	15,000	15,000

PART 2-SUPPORTING DOCUMENTATION

2.1 Overview of 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 addition Chapter 2 of the Municipal Budget and Reporting Regulations states that the Mayor of the municipality must establish a Budget Steering Committee to provide technical assistance to the Mayor in discharging the responsibilities set out in section 53 of the Act.

The Budget Steering Committee consists of the Municipal Manager and senior officials of the municipality.

The primary aims of the Budget Steering Committee is to ensure:

- that the process followed to compile the budget complies with legislation and good budget practices;
- that there is proper alignment between the policy and service delivery priorities set out in the Blouberg's IDP and the budget, taking into account the need to protect the financial sustainability of municipality;
- that the municipality's revenue and tariff setting strategies ensure that the cash resources needed to deliver services are available; and
- that the various spending priorities of the different municipal departments are properly evaluated and prioritised in the allocation of resources.

To achieve the above, the IDP revision process plan as well as the budget process timetable were considered and approved by Council.

Below is the schedule for the IDP/Budget process for the 2017/2018 Financial Year as adopted by Council.

2.2 The annual budget is aligned to the main strategic goals and objectives, which are as follows:

LIM351 Blouberg - Supporting Table SA4 Reconciliation of IDP strategic objectives and budget (revenue)

Strategic Objective	Goal	Goal Code	Ref	2014/15	2015/16	2016/17	Current Year 2017/18			2018/19 Medium Term Revenue & Expenditure Framework		
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
Basic services Delivery and infrastructure Development	Service Delivery			65,108	70,845	96,861	80,190	81,654	81,654	81,426	93,802	97,959
Local Economic Development and spatial planning	Economic Growth & Development and poverty alleviation			1,004	4,592	397	10,230	12,126	12,126	10,427	12,868	12,376
Municipal transformation and institutional development	Service Delivery			7,810	6,225	9,606	8,981	4,780	4,780	4,204	-	-
Good Governance and Public participation and financial viability	Publishing the municipal outcomes on the website and effecting community participation in the community and implementation of batho pele in the revenue management strategy			136,856	193,250	212,180	219,588	223,993	223,993	218,425	216,706	231,909
Allocations to other priorities			2									
Total Revenue (excluding capital transfers and contributions)			1	210,777	274,912	319,044	318,988	322,553	322,553	314,481	323,377	342,245

LIM351 Blouberg - Supporting Table SA5 Reconciliation of IDP strategic objectives and budget (operating expenditure)

Strategic Objective	Goal	Goal Code	Ref	2014/15	2015/16	2016/17	Current Year 2017/18			2018/19 Medium Term Revenue & Expenditure Framework			
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21	
Electrical Infrastructure	Services Delivery			77,859	32,545	36,198	39,890	40,300	40,300	42,725	47,968	51,402	
Community & Social Service	Services Delivery			22,434	16,241	31,325	34,186	33,142	33,142	33,311	29,753	31,535	
Waste Management	Services Delivery			43	1,018	77	1,050	1,032	1,032	2,230	2,364	2,506	
Road Infrastructure Development	Services Delivery			8,586	11,738	11,921	9,150	10,290	10,290	7,677	10,637	11,275	
Good Governance & public Participation and financial viability	Financial Viability			84,655	144,871	162,669	198,277	205,292	205,292	203,491	195,629	201,063	
Local Economic Development	Economic Growth & Development			8,495	14,530	8,028	11,967	10,857	10,857	11,128	11,796	12,503	
Allocations to other priorities													
Total Expenditure				1	202,072	220,942	250,217	294,520	300,912	300,912	300,562	298,146	310,285

LIM351 Blouberg - Supporting Table SA6 Reconciliation of IDP strategic objectives and budget (capital expenditure)

Strategic Objective	Goal	Goal Code	Ref	2014/15	2015/16	2016/17	Current Year 2017/18			2018/19 Medium Term Revenue & Expenditure Framework		
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
Community & Social Services	Service Delivery	A		-	23,866	22,312	20,500	22,364	22,364	9,570	25,988	31,179
Waste management	Service Delivery	B		11	350	-	600	600	600	250	-	-
Roads infrastructure Development	Service Delivery	C		33,926	42,387	36,304	28,436	25,736	25,736	34,996	18,962	16,646
Electricity Infrastructure Development	Service Delivery	D		7,971	9,317	12,696	9,233	10,642	10,642	12,175	20,900	20,300
Governance and administration	Municipal offices/assets	E		3,341	4,744	3,687	6,800	6,700	6,700	3,115	2,332	2,472
Local Economic Development	Economic Growth & Development	F		-	-	205	4,000	-	-	-	-	-
		G										
		H										
		I										
		J										
		K										
		L										
		M										
		N										
		O										
		P										
Allocations to other priorities			3									
Total Capital Expenditure			1	45,249	80,664	75,204	69,569	66,041	66,041	60,107	68,182	70,597

Measurable performance objectives and indicators

Ratios

A. Asset Management/Utilisation					
1	Capital Expenditure to Total Expenditure	Total Capital Expenditure / Total Expenditure (Total Operating expenditure + Capital expenditure) x 100	10% - 20%		17%
				Total Operating Expenditure	291,379,426
				Taxation Expense	-
				Total Capital Expenditure	57,640,450
The municipality meet the norm at 17%					

2	Repairs and Maintenance as a % of Property, Plant and Equipment and Investment Property (Carrying Value)	Total Repairs and Maintenance Expenditure/ Property, Plant and Equipment and Investment Property (Carrying value) x 100	8%		10%
				Total Repairs and Maintenance Expenditure	5,570,000
				PPE at carrying value	57,640,450
				Investment Property at Carrying value	-
The municipality meet the norm at 10%					

B. Liquidity Management					
					2 Month
1	Cash / Cost Coverage Ratio (Excl. Unspent Conditional Grants)	((Cash and Cash Equivalents - Unspent Conditional Grants - Overdraft) + Short Term Investment) / Monthly Fixed Operational Expenditure excluding (Depreciation, Amortisation, Provision for Bad Debts, Impairment and Loss on Disposal of Assets)	1 - 3 Months	Cash and cash equivalents	52,016,685
				Unspent Conditional Grants	-
				Overdraft	-
				Short Term Investments	-
				Total Annual Operational Expenditure	291,379,426
The municipality meet the norm at 2 Months					

The attainment of these objectives and strategies will require the collective efforts of all spheres of government and the private sector. While there has been no commitment on these objectives from other spheres of government it is pre-empted that through the IGR fora there will be a buy-in and commitment of resources for the attainment of such. It should be noted that there is an observation that with the resources available at the national fiscus not all millennium development goals will be attained as planned.

IDENTIFIED STRATEGIES TO ADDRESS CHALLENGES IDENTIFIED IN THE ANALYSIS PHASE OF THE IDP

KPA 1: SPATIAL PLANNING AND RATIONALE

	STRATEGIC ISSUES	OBJECTIVES	STRATEGIES
1	Access to land and housing	<ul style="list-style-type: none"> To provide different housing typologies to 10 000 households by 2020 To demarcate sites where there is a need 	<ul style="list-style-type: none"> Acquisition of strategically located land with the assistance of the Department of Rural Development and Land Reform, the National Housing Agency and COGHSTA Development and implementation of a Land Use Management plan.

			<ul style="list-style-type: none"> • Development and implementation of master plans to guide the growth of settlements starting with growth points and corridors of development • Formalization of existing settlements • Implementation of tenure upgrading programmes to ensure security of tenure for residents • Development of good relations with traditional authorities • Engaging the COGHSTA on the provision of quality low cost houses as well as rental housing for the gap market • Radical shift away from Apartheid style of segregated development according to class to the implementation of integrated human settlements along the breaking new ground policy • Identification and demarcation of land for residential, business, agriculture and industrial purposes especially in areas of strategic importance • Building the planning capacity of the municipal personnel
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KPA 2: BASIC SERVICE DELIVERY

	STRATEGIC ISSUES	OBJECTIVES	STRATEGIES
1	Access to clean water	To provide clean drinking water to all villages according to RDP	<ul style="list-style-type: none"> • Long term strategy is to move away from reliance on underground water to reliance on surface water using the

		standards by the end of 2020	<p>Glen Alpine and Blouberg (Masetheku) dams as major sources of water</p> <ul style="list-style-type: none"> • The District, as the WSA, must engage DWAE and Water Users Association of the Glen Alpine dam and the Mogalakwena River to change the use of water from commercial agricultural use to domestic use • The local municipality, together with the district, must review and implement the Water Services Development Plan which will also guide on the maintenance and upgrading of water assets to cover for the growth of settlements especially growth points and corridors of development. • Develop systems to detect water leakages in communities • Rehabilitation and maintenance of existing boreholes and water infrastructure • Improvement of cost recovery strategy to curb wastage of water • Identification of illegal connections and curbing them especially those affecting the rising main • Implementation of a Free Basic Water strategy • User paying for higher level of services • The usage of term contractors to avoid water services interruptions • Resuscitation and training of water committees in communities • Embark on awareness campaigns on water saving techniques among community members
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			<ul style="list-style-type: none"> • To curb or reduce theft of diesel engine pumps there should be a change to electric water pumps and installation of tracking devices such as micro-chips • Engage the Municipal Demarcation Board and CDM to grant powers and functions of water and sanitation to Blouberg Municipality.
2	Access to sanitation	<p>To provide each household with a VIP toilet according to National sanitation policy standards by 2020</p> <p>To have awareness programmes in place focusing on health and hygiene related to sanitation</p>	<ul style="list-style-type: none"> • Construction of sanitation facilities that adhere to policy standards with the priority targeting areas where the underground water table is closer to the surface • Enter into partnership with NGOs to fast track the provision of the service • Provision of Free Basic Sanitation to indigent households • User paying for higher level of services
3	Access to energy services	<p>To provide all outstanding villages with electricity by 2020</p> <p>To ensure minimal energy consumption by users as per the national energy reduction strategy</p> <p>To also ensure the provision of electricity connections to settlement extensions</p>	<ul style="list-style-type: none"> • Using own electricity license to electrify extensions in villages that have grown over the years since their electrification. • Soliciting ESKOM for the provision of electricity to extensions to reduce backlogs in areas of ESKOM supply • Having a fully functional local energy forum • Exploration of alternative sources of energy(non grid) • Development and implementation of an energy master plan • Provision of Free Basic Electricity to indigent households

			<ul style="list-style-type: none"> • Embark on energy saving campaigns to reduce unnecessary energy consumption
4	Access to roads and storm water	<p>To tar additional 150 km of roads and re – gravel 500 km of access roads by the end of 2020</p> <p>To grade internal streets on a continuous basis</p> <p>To ensure access to storm water facilities by all communities</p> <p>To construct low water bridges</p> <p>To build bus stop shelters and taxi ranks in strategic locations</p>	<ul style="list-style-type: none"> • Engagement of Roads Agency-Limpopo on the tarring of roads especially the ones linking to nodes of economic activities • Engagement of the Department of Public Works and Roads for a grading programme and adherence to such • Sustaining and beefing up the municipal roads unit and capacity building to the three clusters established • Partnership with the local mining houses (De Beers and Coal of Africa) to help in funding and implementing some of the programmes on building new roads and maintaining existing ones. • Embark on programmes of upgrading some internal streets with the provision of storm water drainage facilities • Coordination of roads development and maintenance • Development of Integrated Roads and Transport master plan developments • Sustaining the local roads and transport forum

5	Public transport	<p>To ensure all settlements have access to affordable and sustainable public transport</p> <p>To ensure availability of infrastructure to support public transport</p> <p>To build capacity to the transport industry</p>	<ul style="list-style-type: none"> • Engage public transport operators to extend areas of coverage as well as hours of operation • Embark on campaigns that promote the use of public transport development especially to reduce global warming • Construction of new taxi ranks and upgrading of informal taxi ranks • Construction of taxis and bus shelters along major roads • Capacity building to the taxi industry e.g. on business management, safety awareness, customer care etc.
6	Waste management	<p>To provide and improve waste management and refuse removal to 100% of the population by 2020</p>	<ul style="list-style-type: none"> • Development of a waste management roll out plan • Provision of onsite storage systems • Establishment of compliant/licensed landfill sites • Provision of regular waste collection • Purchase and maintenance of additional waste bins, waste compactor and waste plant. • Provision of environmental awareness of the detrimental effects of waste. • Sustaining the use of 100 general workers to rollout the function • Integrating the CWP and EPWP and the use of municipal staff into the waste programme

6	Access to educational facilities	<p>To ensure that all learners have access to education by 2018.</p> <p>Standard ECD facilities- 85% BY 2030</p> <p>Establish and support learner ship programmes through SETAs</p>	<ul style="list-style-type: none"> • Building additional classrooms in areas with few classrooms • Identification of inaccessible educational facilities • Engagement of the departments of education and public works to provide the necessary infrastructure • Fostering partnerships to achieve the objective • Provision of learner with bicycles and scholar transport • Building of new schools • Promotion of ABET projects
6	Access to health	<p>To ensure that all residents in the municipal area have access to primary health care facilities within 5km walking distance by 2020</p>	<ul style="list-style-type: none"> • Coordination of the establishment of and increasing clinics and mobile centres in the area • Lobbying the Department of Health to upgrade old clinics such as Schoongezicht and build new ones in areas outside the norm • Upgrading Ratšhaatšhaa and Blouberg health centres to be a fully fledged hospitals • Provision of mobile health facilities • Establishment of a programme of volunteerism
7	Access to communication	<p>To give 80% of the population access to posts and telecommunication by 2020</p>	<ul style="list-style-type: none"> • Building of new post offices • Establishment of telecentres • Facilitating the increase in cellular network coverage by partnering with major cellular operators to provide such • Supporting and encouraging the establishment of Thusong Service Centres (MPCC) • Supporting and facilitating the establishment of a community radio station

			<ul style="list-style-type: none"> • Establishing a local publication and newsletters
8	Emergency services	To provide 100% of the population with access to emergency services by 2016	<ul style="list-style-type: none"> • Development of a disaster management plan • Building emergency stations
09	Sports and recreation	<p>To ensure and improve access to recreation and sporting facilities to 90% of the population by the end 2018</p> <p>To promote the effective use and maintenance of sports facilities</p>	<ul style="list-style-type: none"> • Encouraging people to participate in sporting activities • Construction of multipurpose sports complex • Renovation and upgrading existing sports grounds • Diversification of sporting codes <p>Encouraging coaching clinics and sporting competitions</p>
10	Environment	<p>To provide a sound environmental conservation and management plan.</p> <p>To have a well coordinated environmental strategy by 2020</p>	<ul style="list-style-type: none"> • Adoption of Integrated Environmental Management principles for all development projects • Development and conducting environmental awareness campaigns • Exploration and promotion of alternative energy sources which are not harmful to the environment. • Ensuring compliance with environmental laws, especially NEMA.
11	HIV-AIDS	To reduce and prevent the infection of HIV-AIDS related deaths.	<ul style="list-style-type: none"> • Co-coordinating and supporting municipality – based AIDS awareness in conjunction with the Department of Health and Social Development • Developing HIV-AIDS support programmes

		<p>To establish programmes to deal with the effects of HIV-AIDS, especially for AIDS orphans</p> <p>To encourage home based care</p>	<ul style="list-style-type: none"> Partnering with the private sector to deal with the scourge of HIV.
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KPA 3: LOCAL ECONOMIC DEVELOPMENT

	STRATEGIC AREA	OBJECTIVES	STRATEGIES
1	Economic development	<ul style="list-style-type: none"> To promote job creation in the municipality by 6% annually To create and promote LED initiatives in the SMME sector To broaden the skills base of the communities To acquire strategically located land for economic development 	<ul style="list-style-type: none"> Reviewing current LED strategy and subsequent implementation through partnership Planning and coordinating LED activities Supporting entrepreneurial development Supporting and promoting local procurement Implementation of local empowerment strategies that include joint venturing in the implementation of projects Skills development and capacity building programmes for locals. Engage the Capricorn FET College to ensure the curriculum offers market-related programmes Develop a database of unemployed graduates and prioritize re-skilling where needed

			<ul style="list-style-type: none"> • Engage the SETAs to assist on skills development programmes for community members • Lobby for the establishment of additional institutions of higher learning • Supporting and promoting labour intensive methods in community based infrastructure projects. • Together with the provincial and national government there is a need to embark on programmes such as Community Work Programme and Expanded Public Works Programme to create a safety job net for local communities • Place marketing and investor attraction (development of place marketing brochures and video and placing such on the municipal website) • Identification of strategically located land and acquisition thereof • Provision of preferential tariffs on rates and taxes to help in the expansion and retention of business, farms and industries • Provision of supporting infrastructure such as roads networks, energy supply and water and sanitation supply to aid business development
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KPA 4, GOOD GOVERNANCE AND PUBLIC PARTICIPATION

	STRATEGIC AREA	STRATEGIC OBJECTIVES	STRATEGIES
1.	Good governance and public participation	<ul style="list-style-type: none"> • Enhance total community participation • Ensure the attainment of a clean audit in line with Operation clean target of 2014 	<ul style="list-style-type: none"> • Sustain good community participation practice as contained in the communication strategy • Develop and implement action plan to address all issues raise by the Auditor—General • Capacitate and strengthen the MPAC • Establish and capacitate the risk unit and risk committee • Sustain the functionality of the internal audit committee • Establish an internal pre-audit committee
2.	General planning (long term planning)	<ul style="list-style-type: none"> • To ensure forward long term planning in line with the national government vision 2030 	<ul style="list-style-type: none"> • Municipality to develop a growth and development strategy (Blouberg Vision 2030) • Cluster development along nodes and corridors of development • Quantify all backlogs and develop a priority list for all such backlogs as reflected in the tables below

KPA 5, FINANCIAL VIABILITY

	STRATEGIC AREA	STRATEGIC OBJECTIVES	STRATEGIES
1	Financial sustainability	<p>To increase municipal revenue base by 80% by 2014</p> <p>To recover all outstanding debts by end of 2013\14 financial year</p> <p>To provide deserving indigents with free basic services</p> <p>To improve the assets management capacity of the municipality</p>	<ul style="list-style-type: none"> • Development of a financial plan • Development and improvement of financial management policies in line with the Municipal Finance Management Act • Reduction of operational expenditure by cutting down on unnecessary costs • Employment of knowledgeable personnel • Capacity building to all municipal staff and councilors on financial management • Update the indigent register from time to time • Beefing up cost recovery measures • Cost recovery awareness campaigns • Procuring or upgrading of financial system • Sustain the current pilot project of field cashiers • Embark on a process of unbundling of municipal assets

KPA 6, MUNICIPAL TRANSFORMATION AND ORGANIZATIONAL DEVELOPMENT

	STRATEGIC AREA	STRATEGIC OBJECTIVES	STRATEGIES
1.	Municipal transformation and organizational development	<ul style="list-style-type: none"> • To address the retention of skilled personnel • To address skills gaps • To address the plight of special focus groups • To decentralize municipal services to communities for them to access such within reduced distances 	<ul style="list-style-type: none"> • Development and implementation of the staff retention policy • Development and implementation of a credible WSDP especially to attend to training and development in priority areas such as Finance, Engineering, Auditing and Town planning • Beefing up the special focus unit to have personnel responsible for children and the elderly • Sustain existing satellite offices and establish new ones

2.4 Overview of Budget Related policy

Key to budget-related policies;**Budget Related Policy**

The purpose of budget-related and financial policies is to provide a sound environment to manage the financial affairs of the municipality. The following are key budget relating policies:

Tariff Structure – the policy prescribes the procedures for calculating tariffs. This policy is required in terms of Section **74** of the Local Government Municipal Systems Act, **Act 22 of 2000**.

Indigent Support Policy – to provide access to and regulate free basic services to all indigent households.

Credit Control and Debt Collection Policy – to provide for credit and debt collection procedures and mechanisms to ensure that all consumers pay for the services that are supplied.

Budget Policy – this policy set out the principles which must be followed in preparing a medium term revenue and expenditure framework budget. It further ensures that the budget reflects the strategic outcomes embodied in the IDP and related strategic policies.

Investment Policy – this policy was compiled in accordance with the Municipal Investment Regulations and ensures that cash resources are managed in the most efficient and effective manner possible.

Asset Management Policy – the objective of the policy is to prescribe the accounting and administrative procedures relating to property, plant and equipment (assets).

Supply Chain Management Policy – this policy is developed in terms of Section 111 of the Municipal Finance Management Act, Act 56 of 2003. The principles of this policy is to give effect to a fair, equitable, transparent, competitive and cost-effective system for the procuring of goods and services, disposing of goods and selecting of contractors in the provision of municipal services.

Cash Management Policy- to ensure that there is a proper cash flow management and control.

Payroll Policy: To provide guidelines and restrictions with regard to the compensation of employees for the fulfillment of their employment obligations within Blouberg Local Municipality.

Fund Reserve Policy: In terms of regulation 8 of the Municipal Budget and Reporting Regulations., each Municipality must have a funding and reserves policy

Property Rates and By-Law Policy - to enable the municipality to levy rates on ratable properties and apply rebates and discounts on certain categories of properties.

Unauthorized, irregular, or fruitless and wasteful: The objective of this policy document is to clearly define the responsibilities of the Blouberg Local Municipality in terms of the Municipal Finance Management Act with respect to Unauthorized, Irregular, Fruitless and Wasteful expenditure.

Draft cost containment measures policy in terms of draft Regulation issued by 16 February 2018

The following policies were reviewed

- ▯ Indigent Support Policy.
- ▯ Tariff Policy-Rates increased.
- ▯ Impairment Policy

- ▯ Credit control and debt management
- ▯ Assets management

The summary of amendments:

Indigent policy

Households earning a joint income of not more than R 3400 per month (proof of pay slips/copy of recent bond statements). Residents of Blouberg Local Municipality and Residents in possession of a valid South African Identity Document.

The discount of 70% to pensioners on property rates.

Tariffs Policy

Sale of Electricity,

The electricity tariffs

Electricity tariffs will be increase by 6 % as proposed and submitted to NERSA but not yet received the approval.

Refuse and Other Revenue source,

In terms of MFMA Circular 86 National Treasury encourage municipalities to maintain tariff increase at levels that reflect an appropriate balance between the affordability to poorer households and other customers while ensuring the financial sustainability of the municipality. The Consumer Price index (CPI) inflation has however breached the upper limit of the 3 to 6 per cent target band; therefore municipalities are now required to justify all increases in excess of the 6.4 per cent projected inflation target in their budget narratives.

Therefore Municipal services tariffs will increase by 6 per cent of the services offered by municipality revenue sources e.g. Refuse removal, Advertisements, Animal pounds and Cemeteries ect.

Impairment Policy

The policies was showing as per Grap standard, Therefore we outline what required as Grap to say the methodology for assessing individual significate debtors.

Credit control and debt management policy

Insert the date which meter reading where taken (20 and 26 of each month) and Municipality can make use of technology (sms, email) for sending invoices to facilitate timeous receipt.

Assets Management

The Grap alignment was not correct; therefore, we redrafted and align the policy with Grap standard.

Property Rate

CATEGORY	CURRENT TARIFF(17/18)	PROPOSED TARIFF (CENT IN A RAND) (2018/19)
Residential	0.0059	0.0063
Residential property consent use	0.0094	0.010
Residential impermissible or illegal use	0.0118	0.013
Residential vacant land	0.0083	0.088
Farms	0.0083	0.088
State owned properties	0.0349	0.0370
Businesses\ commercial	0.0083	0.0083

2.5 Overview of Budget assumptions

2.5.1 General inflation outlook and its impact on the municipal activities

There are three key factors that have been taken into consideration in the compilation of the 2018/19 MTREF:-

National Government macro-economic targets;

- The impact of municipal cost drivers;
- The increase in the cost of remuneration, Employee costs plus councillors remuneration is 36 per cent of total operating expenditure in the 2019/20 MTREF.

2.5.2 Interest rates for borrowing and investment of funds

The MFMA specifies that borrowing can only be utilized to fund capital or refinancing of borrowing in certain conditions. The Municipality is not intended to take any borrowings to finance its capital assets for the 2018/19 budget year to minimize the interest rate costs and risks.

2.5.3 Collection rate for revenue services

It is also assumed that current economic conditions, and relatively controlled inflationary conditions, will continue for the forecasted term. It is also assumed that the revenue will increase after the demarcation has been finalised and all the wards has been allocated according to the demarcation board approval. The rate of revenue collection is currently expressed as a percentage (**76 per cent**) of annual billings.

5.2.4 Operational and Capital Grants

It has been assumed that 100 per cent of the grants will be received.

5.2.4 Salary increases

Circular No. 91 state that, "The Salary and Wage Collective Agreement for the period 01 July 2015 to 31 June 2018 has come to an end. The process is under consultation; therefore, in the absence of other information from the South African Local Government Bargaining Council communication will be provided at a later stage". Therefore, the municipality for salaries budget used 8% this percentage is between the inflation rate of 5.3% plus 3.7%, which is the municipal provision as we are waiting for job description result during April. For councillor's remuneration municipality used 6%, which is latest approved upper limit.

5.2.4 Ability of the municipality to spend and deliver on the programmes

MFMA circular No.71 state that at least **10-20 per cent** of total expenditure will be spent on the implementation of capital projects. During the preparation of 2018/19 budget we anticipated to spend **20 percent** of total expenditure to capital projects.

5.2.5 And also The following assumptions were used in compiling the budget;

- Ensuring that expenditure is aligned to revenue and that the municipality has sufficient cash to finance the expenditure.
- Ensure that the municipality avoids borrowings.
- Ensure that the budget respond to priorities enlisted in the IDP.
- Review of all programmes and cost centers to minimize wastage.
- Ensure that services are cost reflective, affordable and sustainable.
- Ensure that realistic revenue targets are set based on trends.
- Ensuring that service delivery and capital projects use labour intensive methods wherever appropriate
- Ensuring that service providers use labour intensive approaches;
- Supporting labour intensive LED projects
- Participating fully in the Expanded Public Works Programme; and
- Implementing interns programmes to provide young people with on-the-job training.
- Price benchmarking;
- Encourage the enforcement of remedial actions (penalties, litigations, restrictions etc.) on all suppliers that act fraudulently; and
- Refinement to the register for tender defaulters and the database of restricted supplies which must be checked prior to awarding of contracts in order to ensure that no restricted companies are awarded contracts.
- Follow the national guide on the salary and CPI.
- NERSA guideline on tariff increase
- National guide in the application of cost containment measures as per MFMA circular 86

2.6 Overview of budget funding

The funding of operating and capital expenditure are funded as follow:

The municipality fund the operational expenditure from municipal own revenue which is services charges and grants.

2.6.1. Operating and Capital Expenditure

For Blouberg Local Municipality to continue improving the quality of services provided to its citizens it needs to generate the required revenue. We believe that with a new demarcation will increase our source of revenue. The below table shows that the operating and capital expenditure are funded.

Table-1 Summary of revenue classified by main revenue source

LIM351 Blouberg - Table A1 Budget Summary

Description	2014/15	2015/16	2016/17	Current Year 2017/18				2018/19 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
R thousands										
Financial Performance										
Property rates	14,985	20,289	25,065	24,463	24,463	24,463	21,445	27,000	27,560	29,214
Service charges	17,100	17,235	20,940	27,792	26,792	26,792	13,506	29,666	30,166	31,968
Investment revenue	1,040	1,504	2,072	1,500	1,600	1,600	-	1,700	1,590	1,685
Transfers recognised - operational	122,143	152,320	185,947	195,153	195,153	195,153	-	189,579	184,605	197,882
Other own revenue	7,406	31,968	9,337	20,237	23,237	23,237	4,008	13,750	15,906	15,571
Total Revenue (excluding capital transfers and contributions)	162,673	223,317	243,360	269,145	271,245	271,245	38,959	261,695	259,827	276,320
Employee costs	69,842	77,443	87,556	101,539	102,870	102,870	65,050	108,265	113,084	118,803
Remuneration of councillors	12,139	12,906	17,510	17,584	19,013	19,013	-	16,757	17,762	18,828
Depreciation & asset impairment	51,686	31,712	33,726	38,000	38,315	38,315	-	39,315	41,674	44,174
Finance charges	-	372	314	-	-	-	-	-	-	-
Materials and bulk purchases	21,208	28,794	31,483	31,329	31,969	31,969	17,532	34,370	41,932	44,448
Transfers and grants	-	-	-	-	-	-	-	-	-	-
Other expenditure	47,197	70,082	79,621	106,091	108,768	108,768	62,694	101,855	83,694	84,033
Total Expenditure	202,072	221,309	250,210	294,542	300,934	300,934	145,276	300,562	298,146	310,285
Surplus/(Deficit)	(39,399)	2,008	(6,850)	(25,397)	(29,689)	(29,689)	(106,317)	(38,866)	(38,319)	(33,966)
Transfers and subsidies - capital (monetary alloc	48,104	51,962	75,676	49,836	51,300	51,300	-	47,786	63,550	65,925
Contributions recognised - capital & contributed a	-	-	-	-	-	-	-	5,000	-	-
Surplus/(Deficit) after capital transfers & contributions	8,705	53,970	68,827	24,439	21,611	21,611	(106,317)	13,920	25,231	31,959
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	8,705	53,970	68,827	24,439	21,611	21,611	(106,317)	13,920	25,231	31,959
Capital expenditure & funds sources										
Capital expenditure	45,249	80,664	75,204	69,569	66,041	66,041	33,805	60,107	68,182	70,597
Transfers recognised - capital	41,339	49,669	67,030	49,836	51,305	51,305	28,893	50,611	63,550	65,925
Public contributions & donations	-	19,462	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-	-
Internally generated funds	3,910	11,534	8,174	19,733	14,736	14,736	4,911	9,495	4,632	4,672
Total sources of capital funds	45,249	80,664	75,204	69,569	66,041	66,041	33,805	60,107	68,182	70,597

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. The municipal property Rates is calculated based latest consolidated valuation roll received from the municipal property

valuator during the current year (General valuation roll and supplementary valuation roll). 2018/19 in 2020/21. This budget is based on the MPRA, revised randage and property rate policy for 2018/19.

Interest earned – External investments

The budget for interest receive on external investment is the overage of interest received from 2015/16 to 2016/17 as per audited AFS. Included in the budget for interest received on external investment is the interest expected to receive for 2018/19 financial year amounting to R 1.7 million.

2.7 The following table shows the Expenditure on allocations and grant programmes (SA 18)

LIM351 Blouberg - Supporting Table SA18 Transfers and grant receipts

Description	Ref	2014/15	2015/16	2016/17	Current Year 2017/18			2018/19 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
RECEIPTS:	1, 2									
Operating Transfers and Grants										
National Government:		121,458	148,137	167,663	170,505	170,505	170,505	172,408	184,605	197,882
Local Government Equitable Share		117,073	143,794	155,297	161,111	161,111	161,111	167,730	182,071	195,348
Finance Management		1,800	1,800	2,433	2,533	2,533	2,533	2,534	2,534	2,534
EPWP Incentive		1,651	1,613	1,808	1,562	1,562	1,562	1,089	-	-
Municipal Systems Improvement		934	930	-	-	-	-	1,055	-	-
		-	-	-	2,255	2,255	2,255	-	-	-
		-	-	-	-	-	-	-	-	-
Other transfers/grants MSIG		-	-	8,125	3,044	3,044	3,044	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Other transfers/grants MSIG		-	-	-	-	-	-	-	-	-
District Municipality:		684	1,266	2,250	4,550	4,550	4,550	3,300	-	-
CDM-EPWP		684	1,266	2,250	1,550	1,550	1,550	-	-	-
CDM-Landfill		-	-	-	3,000	3,000	3,000	3,300	-	-
Other grant providers:		-	-	19,525	20,098	20,098	20,098	13,871	-	-
NSF -Grant		-	-	19,525	20,098	20,098	20,098	13,871	-	-
Total Operating Transfers and Grants	5	122,142	149,403	189,438	195,153	195,153	195,153	189,579	184,605	197,882
Capital Transfers and Grants										
National Government:		46,408	71,731	53,381	49,836	51,304	51,304	47,786	63,550	65,925
Municipal Infrastructure Grant (MIG)		43,408	64,731	44,381	42,836	44,304	44,304	43,491	44,350	46,725
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
ELECTRIFICATION		3,000	7,000	9,000	7,000	7,000	7,000	4,295	19,200	19,200
Provincial Government:		-	-	-	-	-	-	-	-	-
Other capital transfers/grants [insert description]		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
CDM-EPWP		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	5,000	-	-
NSF -Grant		-	-	-	-	-	-	-	-	-
Enegy		-	-	-	-	-	-	5,000	-	-
Total Capital Transfers and Grants	5	46,408	71,731	53,381	49,836	51,304	51,304	52,786	63,550	65,925
TOTAL RECEIPTS OF TRANSFERS & GRANTS		168,550	221,134	242,819	244,988	246,457	246,457	242,365	248,155	263,807

2.7.1 Operating Expenditure Framework

The Blouberg Local Municipality 's expenditure framework for the 2018/19 budget and MTREF is informed by the following:

- Balanced budget constraint (operating expenditure should not exceed operating revenue)
- Funding of the budget over the medium-term as informed by Section 18 and 19 of the MFMA;
- The capital programmes
- Operational gains and efficiencies will be directed to funding the capital budget and other core services; and
- Strict adherences to the principle of no project plan *no budget*.

LIM351 Blouberg - Supporting Table SA19 Expenditure on transfers and grant programme

Description	Ref	2014/15	2015/16	2016/17	Current Year 2017/18			2018/19 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
EXPENDITURE:										
Operating expenditure of Transfers and Grants										
National Government:		121,458	148,137	167,663	170,505	170,505	170,505	172,408	184,605	197,882
Local Government Equitable Share		117,073	143,794	155,297	161,111	161,111	161,111	167,730	182,071	195,348
Finance Management		1,800	1,800	2,433	2,533	2,533	2,533	2,534	2,534	2,534
EPWP Incentive		1,651	1,613	1,808	1,562	1,562	1,562	1,089	-	-
Municipal Systems Improvement		934	930	-	-	-	-	1,055	-	-
CDM-EPWP		-	-	-	2,255	2,255	2,255	-	-	-
Other transfers/grants MSIG		-	-	8,125	3,044	3,044	3,044	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Other transfers/grants MSIG		-	-	-	-	-	-	-	-	-
District Municipality:		684	1,266	2,250	4,550	4,550	4,550	3,300	-	-
CDM-EPWP		684	1,266	2,250	1,550	1,550	1,550	-	-	-
CDM-Landfill		-	-	-	3,000	3,000	3,000	3,300	-	-
Other grant providers:		-	-	19,525	20,098	20,098	20,098	13,871	-	-
NSF -Grant		-	-	19,525	20,098	20,098	20,098	13,871	-	-
Total operating expenditure of Transfers and Grants		122,142	149,403	189,438	195,153	195,153	195,153	189,579	184,605	197,882
Capital expenditure of Transfers and Grants										
National Government:		46,408	71,731	53,381	49,836	51,304	51,304	47,786	63,550	65,925
Municipal Infrastructure Grant (MIG)		43,408	64,731	44,381	42,836	44,304	44,304	43,491	44,350	46,725
ELECTRIFICATION		3,000	7,000	9,000	7,000	7,000	7,000	4,295	19,200	19,200
Provincial Government:		-	-	-	-	-	-	-	-	-
Other capital transfers/grants [insert description]		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
CDM-EPWP		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	5,000	-	-
NSF -Grant		-	-	-	-	-	-	5,000	-	-
Energy		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		46,408	71,731	53,381	49,836	51,304	51,304	52,786	63,550	65,925
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		168,550	221,134	242,819	244,988	246,457	246,457	242,365	248,155	263,807

2.8 Allocation grant made by the Municipality

Municipality does not have or made allocation grant

2.9 The following tables shows the councilor and board member allowance and employers benefits

2.9.1 Employee related cost

The budgeted allocation for employee related costs for the 2018/19 budget year is R 107.6 million. This budget amount is made of current employee as reflected in 2017/18 adjusted budget plus 08 percent increase no budget for vacant post, however the municipality will adjust the employees related cost during the 2018/19 compilation of final budget.

2.9.2 Remuneration of councillors

The cost associated with the remuneration of councillors is determined by the Minister of Cooperative 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's budget. The determination of salaries, allowances and benefits of different members of Council is based on 06 percent council upper limit approved during this financial year.

Summary of Employee and Councillor remuneration		Ref	2014/15	2015/16	2016/17	Current Year 2017/18			2018/19 Medium Term Revenue & Expenditure Framework		
R thousand			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
		1	A	B	C	D	E	F	G	H	I
Councillors (Political Office Bearers plus Other)											
			7,448	7,940	9,384	8,294	7,756	7,756	8,595	9,110	9,657
			956	1,024	963	2,322	2,721	2,721	2,939	3,115	3,302
			2,738	2,941	6,151	2,806	3,654	3,654	3,947	4,184	4,435
			997	1,001	1,013	1,003	1,023	1,023	1,105	1,171	1,242
						158	158	158	171	181	192
							3,600	3,600			
			12,139	12,906	17,510	14,584	18,913	18,913	16,757	17,762	18,828
		4		6.3%	35.7%	(16.7%)	29.7%	-	(11.4%)	6.0%	6.0%
Senior Managers of the Municipality											
		2	3,281	3,643	2,526	4,096	5,146	5,146	4,558	5,003	5,483
			665	636	544	723	723	723	681	844	911
		3	1,347	1,233	1,182	1,374	1,374	1,374	1,304	1,602	1,731
		3		125	107	148	148	148	160	172	186
		3									
		3				3	3	3	3	3	3
		6									
			5,294	5,637	4,359	6,344	7,394	7,394	6,706	7,624	8,314
		4		6.5%	(22.7%)	45.5%	16.6%	-	(9.3%)	13.7%	9.0%
Other Municipal Staff											
			37,386	41,820	48,714	52,503	52,503	52,503	55,953	60,105	63,712
			8,593	9,328	10,433	13,110	12,510	12,510	13,511	14,322	15,181
			2,314	2,855	3,272	3,662	3,662	3,662	3,954	4,192	4,443
			1,034	1,143	1,214	759	1,259	1,259	1,360	1,441	1,528
						800	800	800	653	692	734
		3	8,047	8,356	9,119	12,803	12,803	12,803	13,827	14,657	15,536
		3	1,432	1,387	1,621	1,571	1,571	1,571	1,696	1,798	1,906
		3	273	263	225	136	236	236	255	270	286
		3	5,469	6,655	5,665	6,752	9,583	9,583	10,350	10,971	11,629
		6									
			64,548	71,806	80,264	92,095	94,926	94,926	101,559	108,448	114,954
		4		11.2%	11.8%	14.7%	3.1%	-	7.0%	6.8%	6.0%
Total Parent Municipality											
			81,981	90,349	102,133	113,023	121,233	121,233	125,021	133,834	142,096
				10.2%	13.0%	10.7%	7.3%	-	3.1%	7.0%	6.2%

2.10 The following table shows the monthly targets for revenue and expenditure and cash flow

LIM351 Blouberg - Supporting Table SA30 Budgeted monthly cash flow

MONTHLY CASH FLOWS	Budget Year 2018/19												Medium Term Revenue and Expenditure Framework		
	R thousand	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2018/19	Budget Year +1 2019/20
Cash Receipts By Source													1		
Property rates	254	5,611	5,759	206	6,362	5,284	254	254	254	254	254	752	25,500	27,560	29,214
Service charges - electricity revenue	2,822	2,504	1,947	1,725	2,562	2,666	2,897	2,085	1,936	2,813	1,625	1,084	26,666	29,326	31,086
Service charges - water revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	67	88	67	58	96	67	67	67	59	48	67	51	800	840	882
Service charges - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	26	26	26	26	26	26	26	26	26	26	26	26	315	350	371
Interest earned - external investments	-	-	260	-	200	-	300	-	-	350	-	590	1,700	1,590	1,685
Interest earned - outstanding debtors	43	46	53	45	42	42	46	40	48	49	45	32	531	654	693
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	287	387	207	337	287	287	307	287	187	300	287	284	3,440	3,614	3,809
Licences and permits	306	306	306	306	306	306	306	306	306	306	306	634	4,000	3,892	4,126
Agency services	13	13	13	13	13	13	13	13	13	13	13	13	150	160	170
Transfer receipts - operational	68,446	-	-	2,015	-	48,504	-	2,126	68,488	-	-	-	189,579	184,605	197,882
Other revenue	325	225	1,225	425	425	325	425	425	525	425	425	38	5,214	7,235	6,402
Cash Receipts by Source	72,588	9,206	9,862	5,156	10,318	57,519	4,640	5,629	71,842	4,584	3,048	3,503	257,895	259,827	276,220
Other Cash Flows by Source															
Transfer receipts - capital	22,369	-	-	-	-	20,195	-	-	5,223	-	-	-	47,786	63,550	65,925
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	-	-	5,000	-	-	-	-	-	-	-	-	-	5,000	-	-
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 receivable	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Receipts by Source	94,957	9,206	14,862	5,156	10,318	77,714	4,640	5,629	77,065	4,584	3,048	3,503	310,681	323,377	342,145

Cash Payments by Type															
Employee related costs	9,970	9,670	8,570	8,970	8,970	8,990	8,970	8,970	8,980	8,970	8,970	8,264	108,265	113,084	118,803
Remuneration of councillors	1,316	1,403	1,403	1,403	1,403	1,403	1,403	1,403	1,403	1,403	1,403	1,414	16,757	17,762	18,828
Finance charges	-	-	-	-	-	-	-	-	-	-	-	-	-	8,012	8,413
Bulk purchases - Electricity	2,163	2,819	2,916	2,965	2,482	2,872	2,564	2,524	2,301	2,414	2,017	1,964	30,000	41,674	44,174
Bulk purchases - Water & Sewer	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other materials	248	332	150	335	360	266	350	156	563	985	156	469	4,370	34,800	36,888
Contracted services	1,059	1,059	1,059	1,059	1,059	1,059	1,059	1,059	1,059	1,059	1,059	1,059	12,705	7,132	7,560
Transfers and grants - other municipalities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers and grants - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other expenditure	5,074	3,074	1,044	8,074	6,074	9,074	8,074	9,074	1,974	10,074	14,074	3,932	79,611	34,008	31,445
Cash Payments by Type	19,829	18,356	15,141	22,805	20,347	23,663	22,419	23,185	16,279	24,904	27,678	17,102	251,708	256,472	266,111
Other Cash Flows/Payments by Type															
Capital assets	7,434	8,589	7,475	6,794	9,245	4,163	5,462	3,127	2,909	1,491	1,500	1,919	60,107	68,182	70,597
Repayment of borrowing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Cash Flows/Payments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Payments by Type	27,262	26,946	22,616	29,599	29,592	27,826	27,881	26,312	19,187	26,395	29,178	19,021	311,814	324,654	336,708
NET INCREASE/(DECREASE) IN CASH HELD	67,695	(17,740)	(7,754)	(24,443)	(19,273)	49,887	(23,241)	(20,683)	57,877	(21,811)	(26,130)	(15,518)	(1,133)	(1,278)	5,537
Cash/cash equivalents at the month/year begin:	51,697	119,392	101,652	93,898	69,455	50,182	100,069	76,828	56,145	114,022	92,211	66,082	51,697	50,564	49,286
Cash/cash equivalents at the month/year end:	119,392	101,652	93,898	69,455	50,182	100,069	76,828	56,145	114,022	92,211	66,082	50,564	50,564	49,286	54,823

2.11 The following table shows the service delivery budget implementation plan

LIM351 Blouberg - Supporting Table SA26 Budgeted monthly revenue and expenditure (municipal vote)

Description	Ref	Budget Year 2018/19												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
Revenue by Vote																
Vote 1 - Executive and council		6,935	1	1	6,935	1	1	1	2	1	1	1	2	13,881	-	-
Vote 2 - Finance and Administration		86,756	63	1,693	1,693	638	35,241	639	1,254	69,117	1,503	1,453	2,677	202,727	216,709	231,909
Vote 3 - Community Services		-	-	1,089	-	-	500	1,500	-	1,000	-	-	415	4,504	-	-
Vote 4 - Public and Safety		432	442	488	674	461	455	633	425	923	904	562	951	7,350	7,443	7,890
Vote 5 - Waste Management		72	82	72	72	92	72	92	105	72	102	72	158	1,060	840	882
Vote 6 - Technical administration and Trading services		2,309	1,070	2,857	1,821	1,910	1,562	4,533	3,309	5,834	3,045	2,452	7,361	38,064	48,612	50,352
Vote 7 - Roads and Transport		20,369	-	-	-	-	20,244	-	-	2,878	-	-	-	43,491	44,350	46,725
Vote 8 - Planning and Development		250	900	500	300	120	150	160	105	150	250	250	270	3,405	5,422	4,486
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		117,123	2,558	6,699	11,495	3,221	58,224	7,557	5,201	79,975	5,805	4,790	11,833	314,481	323,377	342,245

Expenditure by Vote to be appropriated																
Vote 1 - Executive and council	6,385	6,315	7,305	6,385	7,185	6,005	5,000	4,385	5,385	4,125	5,385	4,444	68,304	59,530	57,056	
Vote 2 - Finance and Administration	10,807	10,807	10,807	10,807	10,807	10,807	10,807	10,807	10,807	10,807	10,807	14,046	132,927	140,599	144,007	
Vote 3 - Community Services	1,556	1,556	1,556	1,556	1,556	1,556	1,556	1,556	1,556	1,556	1,556	2,056	19,174	14,238	15,089	
Vote 4 - Public and Safety	1,220	1,220	1,220	1,220	1,220	1,220	1,220	1,220	1,220	1,220	1,220	1,220	14,637	15,516	16,446	
Vote 5 - Waste Management	106	186	96	186	186	125	186	186	205	186	186	127	1,960	2,364	2,506	
Vote 6 - Technical administration and Trading services	3,560	3,960	3,860	3,560	3,760	3,060	3,560	3,900	3,560	3,960	3,560	3,650	43,955	45,468	51,402	
Vote 7 - Roads and Transport	670	700	740	640	680	740	640	690	740	640	610	890	8,377	8,637	11,275	
Vote 8 - Planning and Development	927	927	927	1,007	927	927	927	907	927	927	927	967	11,228	11,796	12,503	
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	25,232	25,672	26,512	25,362	26,322	24,441	23,897	23,652	24,401	23,422	24,252	27,400	300,562	298,146	310,285	
Surplus/(Deficit) before assoc.	91,892	(23,114)	(19,813)	(13,866)	(23,101)	33,783	(16,340)	(18,451)	55,574	(17,617)	(19,461)	(15,567)	13,920	25,231	31,959	
Taxation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Attributable to minorities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Surplus/(Deficit)	1	91,892	(23,114)	(19,813)	(13,866)	(23,101)	33,783	(16,340)	(18,451)	55,574	(17,617)	(19,461)	(15,567)	13,920	25,231	31,959

2.12 Contract having future budgetary implication

Blouberg Local Municipality does not have Contract having future budgetary implication

2.13 Capital expenditure details

2.13.1 New assets

The budget for capital expenditure estimated to be R28.6 million. This budget consist of the purchase of Computers, Vehicles, Furniture and Equipment, construction of halls, and roads

The funding for capital expenditure would be as follows

▮ R41.3 million from MIG grant

▮ R 4.2 million from INEP grant

▮ R9.0 million internally generated fund

Internally generated funds would be funded by the income received / generated from municipal operating revenue (property rate, rentals etc.) which **is not committed to any purpose.** Internal generated funds would fund the following assets

2.13.2 Renewal of existing assets and Repairs and Maintenance

The total of renewal of existing assets and Repairs and Maintenance is amounting to R 0.800 million both roads and electricity.

The following are details of capital expenditure.

BUDGET 201819	
CAPITAL FUNDING : MIG	
DESCRIPTION	AMOUNT
COMMUNITY ASSETS- IU C: ACQUISITION CRECHE: TOWERFONTEIN	2,000,000
COMMUNITY ASSETS - IU C: ACQUISITION COMMUNITY HALL	500,000
ROADS INFRA - IU C: ACQUISITION SENWABARWANA PHASE 9	6,998,125
ROADS INFRA - IU C: ACQUISITION SENWABARWANA PHASE 10	6,998,125
ROADS INFRA - IU C: ACQUISITION KROEMHOEK PHASE 3	6,325,000
ROADS INFRA - IU C: ACQUISITION KROMHOEK PHASE 4	6,325,000
ROADS ASSETS - IU C: ACQUISITION AVON	7,850,200
OTHER ASSETS - IU C: ACQUISITION SENWABARWANA SPORTS	6,820,200
TOTAL	43,816,650
BUDGET 201819	
CAPITAL FUNDING :INP	
DESCRIPTION	AMOUNT
EL IU C - LV NETWORKS:ACQUISITION : ELECTRIFICATION WITTEN EXT 7	3,300,000
EL IU C - LV NETWORKS:ACQUISITION : ELECTRIFICATION RAWESHI	154,000
EL IU C - LV NETWORKS:ACQUISITION : ELECTRIFICATION CRACOUUW	280,000
EL IU C - LV NETWORKS:ACQUISITIONMIL : ELECTRIFICATION OLDLONSIGN EXT	140,000
EL IU C - LV NETWORKS:ACQUISITION : Electrification EARLYDAWN EXT	280,000
EL IU C - LV NETWORKS:ACQUISITION :ELECTRIFICATION LEKGWARA EXT	147,000

TOTAL	4,301,000
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2.14 Legislation compliance status

Every municipality is required by Acts to develop and adopt its Budget through the legal framework provided. In order to comply with the MFMA implementation requirement have been adhered to through the following activities:

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 done and includes monthly published financial performance on the Blouberg's website has progressively improved.

Internship programme

The Blouberg is participating in the Municipal Financial Management Internship programme since 2005 and has employed five interns undergoing training in various divisions of the Financial Services Department. From 2005 interns three are permanently appointed as managers, three as accountant and five as clerks.

Minimum competence level

Municipal manager and all senior managers are attending the MFMA certificate and also budget and treasury officials.

Budget and Treasury Office

The Budget and Treasury Office has been established in accordance with the MFMA.

Audit and Risk Committee

An Audit Committee has been established and is fully functional.

Annual Report

Annual report is compiled in terms of the MFMA and National Treasury requirements.

Policies

An amendment of the municipal policies has done .

2.14 Other supporting documents

2.14.1. Draft IDP

2.14.2 Draft SDBIP

2.14.3 Budget tables schedule A

Municipality does not have long –term borrowing in the next coming three years and the past four years.

➤ **SA 21 Transfers and grant made by the municipality.**

There is no transfer and grand made by the municipality.

➤ **SA 31 Municipality does not have entities**

Municipality does not have entities.

➤ **SA 32 List of external mechanism**

Municipality does not have external mechanism

➤ **SA 33 Contract having future budgetary implications**

Municipality does not have contract having future budgetary implications.

➤ **SA 34b Capital expenditure on the renewal of existing assets by assets of class.**

The capital expenditure on the renewal of existing assets of class is amount to R 2,1 million for roads and Electricity.

Municipal Manager's quality certification.

QUALITY CERTIFICATE

I **Machaba Junias** Municipal Manager of **Blouberg Local Municipality**., hereby certify that the Annual budget 2018/19 financial year and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulation made under the Act .

Print Name: Machaba M. J

Municipal Manager of Blouberg Municipality: Lim351

Signature.....*Machaba MJ*.....

Date.....*30-05-2018*.....