

13061

## ADJUSTMENT BUDGET FOR THE 2018/19 FINANCIAL YEAR

***This report served before the Financial Services Portfolio Committee on 26 February 2019. The recommendations were supported.***

### PURPOSE

To submit the Adjustment Medium Term Revenue and Expenditure Framework (MTREF) for the 2018/19 financial year, as required in terms of Section 28 of the Municipal Finance Management Act, 2003 (Act No 56 of 2003) and in terms of the Municipal Budget and Reporting Regulations.

### IDP STRATEGY AND OBJECTIVES

NATIONAL KPA 5 : MUNICIPAL FINANCIAL VIABILITY AND MANAGEMENT		
GOALS	OBJECTIVES	STRATEGIES
5.1 Sound Financial And Supply Chain Management	5.1.1 Compliance with financial legislation and policies	5.1.1.1 GRAP compliance
		5.1.1.2 mSCOA compliant
		5.1.1.3 Review of all financial related policies
		5.1.1.4 Compliance with all MFMA and related local government financial legislation
	5.2.1 Sustainable Financial and supply chain Management	5.2.1.1 Provide continuous Internal Communication on Budget and Financial Management matters
		5.2.1.2 Asset Accounting Management
		5.2.1.3 Accurate and timeous billing and receipting of revenue
		5.2.1.4 Apply Adequate Internal controls
		5.2.1.5 Demand and acquisition management
		5.2.1.6 Contracts and Logistics management
		5.2.1.7 Apply adequate financial management methodologies

### BACKGROUND

In terms of section 28 of the Municipal Finance Management Act, the municipality may revise an approved annual budget through an Adjustments Budget.

#### An Adjustments Budget according to Section 28(2):

- a) must adjust the revenue and expenditure estimates downwards if there is material under-collection of revenue during the current year;*
- b) may appropriate additional revenues that have become available over and above those anticipated in the annual budget, but only to revise or accelerate spending programmes already budgeted for;*
- c) may, within a prescribed framework, authorise unforeseeable and unavoidable expenditure recommended by the Mayor of the municipality;*
- d) may authorise the utilisation of projected savings in one vote towards spending under another vote;*

- e) *may authorise the spending of funds that were unspent at the end of the past financial year where the under-spending could not reasonably have been foreseen at the time to include projected roll-overs when the annual budget for the current year was approved by the Council;*
- f) *may correct any errors in the annual budget; and*
- g) *may provide for any other expenditure within a prescribed framework.”*

**The Adjustments Budget must be accompanied by the following in accordance with Section 28(5):**

- “a) *an explanation how the adjustments budget affects the annual budget;*
- b) *a motivation of any material changes to the annual budget;*
- c) *an explanation of the impact of any increased spending on the annual budget and the annual budgets for the next two financial years; and*
- d) *any other supporting documentation that may be prescribed.”*

**An Adjustments Budget according to Section 28 (3 and 6):**

- “(3) *An Adjustment Budget must be in a prescribed format*
- (6) *Municipal taxes and tariffs may not be increased during a financial year except when required in terms of a financial recovery plan - section 28(6).”*

As mentioned above, the MFMA Section 28 (3) refers to a prescribed format according to which the adjustment budget is required to be prepared. National Treasury has issued Municipal Budget and Reporting Regulations in terms of Government Gazette No 32141, dated 17 April 2009. These regulations set out the manner in which Municipalities are required to prepare their Budgets as well as the in-year reporting effective from July 2010.

Section 23 (1) of the Municipal Budget and Reporting regulations state that an adjustment budget may be tabled in Council at any time after the mid-year review has been tabled in Council but **not later than 28 February** of the current year.

**DISCUSSION**

Council resolved in terms of Resolution 12966 dated 25 January 2019 that:

- “3. *as a result of the Mid-Year Budget Report, a report dealing with the Adjustments Budget, in terms of Section 28 of the Municipal Finance Management Act be submitted to Council;*”**

This report and the supporting schedules will be forwarded to National and Provincial Treasury as required in terms of the Municipal Budget and Reporting Regulations in both printed and electronic formats.

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### **PART 1 - ADJUSTMENTS BUDGET**

#### **1. MAYOR'S REPORT**

The Mayor's report will be presented at the Executive Committee meeting.

#### **2. RESOLUTIONS**

Refer to recommendations of this report.

#### **3. EXECUTIVE SUMMARY**

##### **3.1 The following table represents an Executive Summary for the 2018/19 Adjustment Budget:**

Description	Current Year 2018/19		
	Original Budget	Proposed Adjusted Budget	Increase/ (Decrease)
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>3 054 874</b>	<b>2 990 431</b>	<b>(64 443)</b>
<b>Total Expenditure</b>	<b>3 016 497</b>	<b>3 049 313</b>	<b>32 817</b>
<b>Surplus/(Deficit)</b>	<b>38 377</b>	<b>(58 882)</b>	<b>(97 259)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	129 224	129 224	–
<b>Surplus/ (Deficit) for the year</b>	<b>167 601</b>	<b>70 341</b>	<b>(97 259)</b>

As can be seen from the table above, the 2018/19 Proposed Adjustment Budget shows a deficit of R59 million. This has increased from the Adopted Budget surplus of R 38,3 million.

The following are significant increases and decreases in revenue and expenditure. Detailed explanations are provided for in the report under section “Adjustments to Budget funding”.

**The Revenue budget has decreased from the Adopted 2018/19 Budget to the Proposed Adjustment Budget. This is as a result of the following key issues:**

- ❑ Property Rates is expected to **increase** by **R21 million** from the Adopted MTREF for 2018/19 due to various Supplementary Valuations received.
- ❑ Revenue from sale of electricity is expected to **decrease** by **R136 million** from the Adopted 2018/19 to the Proposed Adjustment Budget 2018/19. Richards Bay Alloys have stopped production due to various operational issues that they have not discussed with Administration. A subsequent decrease in Electricity Purchases has also been included under 5.2 – Expenditure above.
- ❑ Service Charges Refuse removal revenue is expected to **increase** by **R4 million**.
- ❑ Service Charges Water and Service Charges Sanitation is expected to **increase** by **R29 million and R24 million** respectively.
- ❑ Decrease in revenue from operating grants and subsidies = **R1,7 million**
  - Subsequent to the finalisation of the Mid-year review, Council was informed that the ISDG grant has been terminated as at 31 January 2019. The Administrator and all graduates have been re-assigned to eThekweni Metro. A subsequent decrease in Salaries is also included under Expenditure.
  - Furthermore, the Department of Co-operative Governance and Traditional Affairs resolved to convert an indirect conditional grant to a direct conditional grant amounting to **R 1 055 000**. The Municipal Systems Improvement Grant (MSIG) can only be utilised to fund outstanding transitional matters that arose as a result of the major boundary redeterminations and are in line with the framework of the MSIG.

Refer to section 3.4 in this report for the Revenue by Source.

**The expenditure budget has decreased from the Adopted 2018/19 Budget to the Proposed Adjustment Budget. This is as a result of the following key issues:**

- ❑ Employee related costs have **decreased** by **R2,1 million** as a result of various funded vacant posts that will only be filled in the later part of the financial year as well as the re-assignment of the ISDG graduates to eThekweni Metro.
- ❑ A New Divisional Conditions of Services was concluded in October 2018. This agreement is applicable to all municipalities in KwaZulu-Natal with effect from 1 November 2018.
- ❑ This agreement will result in higher payments in respect to the following allowances:
  - Standby allowances;
  - Night allowances;
  - Acting allowances; and
  - Shift Allowances.

- As a result of the amendments to the calculations of the Standby allowance, night allowance and shift allowance, the following additional budget allocations were provided:
  - Standby allowances – **increase of R6,2 million;**
  - Night allowances – **increase of R1,1 million; and**
  - Shift Allowance – **increase of R1,8 million.**
  
- ❖ Remuneration of Councillors has **decreased** by **R393 100**. Council approved the upper limits of salaries, allowances and benefits on a Grade 5 Municipality as determined by the Minister for Cooperative Governance and Traditional Affairs in terms of Government Notice 1426 (Government Gazette Number 42134 dated 21 December 2018), be made payable to Councillors of the uMhlathuze Municipality with effect from 1 July 2018.
  
- ❖ Provision for Bulk Electricity Purchases has **decreased** by **R26 million**. This is as a result of the reduction in electricity revenue from Richards Bay Alloys.
  
- ❖ Material for Maintenance on Vehicles an additional **R 5 million** provided;
  
- ❖ Contracted, consultancy and Professional fees **increased** as follows:
  - Contracted Services – Security = **R23 million;**
  - Consultants and Professional Services – Project Management = **R11 million (for ERP Project managers);**
  - Consultants and Professional Services – Internal Audit = **R 6,2 million (for ERP Internal Audit due diligence);**
  - Legal fees = **R 2 million (for the ongoing Lease review court case);**
  - Insurance Premiums = **R2,1 million; and**
  - Vehicle Tracking = **R1,6 million.**

Refer to section 3.3 in this report for the Expenditure by Type.

**3.2 The table below depicts further decreases and increases in revenue and expenditure:**

Increases/Decreases In Revenue and Expenditure		
	Revenue	Expenditure
	R'000	R'000
<b>Adopted 2018/19 Budget (Excluding Capital Grants)</b>	3 054 874	3 016 497
Property Rates	21 279	
Sale of Electricity	(135 792)	
Sale of Water	28 769	
Sanitation Fees	23 830	
Refuse Removal Fees	4 000	
Transfers Recognised - Operational	(1 653)	
Fines	3 611	
Other Net Effect of Increases and (Decreases) In Revenue	(9 247)	
Employee Related Costs		(2 106)
Remuneration of Councillors		(393)
Bulk Purchases - Electricity		(26 220)
Grants In Aid		2 646
Finance Charges		(8 526)
Debt Impairment		3 217
Consultants and Professional Services: Legal Cost		2 539
Contracted Services - Security		22 924
Consultants and Professional Services: Business and Advisory - Project Management		10 883
Contracted Services - Internal Auditors		6 178
Communication: SMS Bulk Message Service		1 000
Insurance Premiums		2 067
Vehicle Tracking		1 600
Municipal Services		2 252
Personal Protective Clothing		428
Repairs and Maintenance Vehicles - Material		5 000
Other Net Effect of Increases and (Decreases)		9 327
<b>Proposed 2018/19 Adjustment Budget</b>	<b>2 989 672</b>	<b>3 049 313</b>

NOTES:

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**3.3 The 2018/19 Proposed Adjustment Operational Budget** amounting to R3 049 313 comprises of the following elements:

Description	Current Year 2018/19		
	Original Budget	Proposed Adjusted Budget	Increase/ (Decrease)
<b>R thousands</b>			
<b><u>Expenditure By Type</u></b>			
Employee related costs	812 123	810 018	(2 106)
Remuneration of councillors	31 881	31 488	(393)
Debt impairment	26 513	29 730	3 217
Depreciation & asset impairment	376 066	376 066	–
Finance charges	67 884	59 359	(8 526)
Bulk purchases	1 000 945	974 726	(26 220)
Other materials	114 233	126 546	12 313
Contracted services	312 731	366 946	54 215
Transfers and subsidies	12 534	15 179	2 646
Other expenditure	261 588	259 257	(2 331)
<b>Total Expenditure</b>	<b>3 016 497</b>	<b>3 049 313</b>	<b>32 817</b>

**3.4 The source of funding the above is made up of the following revenue categories:**

Description	Current Year 2018/19		
	Original Budget	Proposed Adjusted Budget	Increase/ (Decrease)
<b>R thousands</b>			
<b><u>Revenue By Source</u></b>			
Property rates	474 453	495 732	21 279
Service charges - electricity revenue	1 579 530	1 443 739	(135 792)
Service charges - water revenue	337 842	366 612	28 769
Service charges - sanitation revenue	99 625	123 455	23 830
Service charges - refuse revenue	80 372	84 372	4 000
Rental of facilities and equipment	8 449	8 599	150
Interest earned - external investments	55 000	55 000	–
Interest earned - outstanding debtors	3 398	86	(3 312)
Fines, penalties and forfeits	4 087	7 698	3 611
Licences and permits	3 808	3 308	(500)
Agency services	7 797	5 797	(2 000)
Transfers and subsidies	356 638	354 985	(1 653)
Other revenue	43 875	40 290	(3 584)
Gains on disposal of PPE	–	759	759
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>3 054 874</b>	<b>2 990 431</b>	<b>(64 443)</b>

The capital grants are not included in the revenue above. Details of capital grants can be found under section 6.2 in this report.

➤ Increases in Operating Grants for the Adjusted Budget:

Description	Current Year 2018/19		
	Original Budget	Adjusted Budget	Increase/ (Decrease)
<b>R thousands</b>			
<b>RECEIPTS:</b>			
<b>Operating Transfers and Grants</b>			
<b>National Government:</b>	<b>344 324</b>	<b>342 679</b>	<b>(1 645)</b>
Local Government Equitable Share	326 255	326 255	–
Finance Management	2 650	2 650	–
EPWP Incentive	5 189	5 189	–
Project Management Unit	5 230	5 230	–
Infrastructure Skills Development Grant	5 000	2 300	(2 700)
Municipal Systems Improvement	–	1 055	1 055
<b>Provincial Government:</b>	<b>12 314</b>	<b>12 306</b>	<b>(8)</b>
Museums	192	192	–
Provincialisation of Libraries	8 275	8 275	–
Libraries	1 576	1 576	–
Housing	2 213	2 213	–
Sport and Recreation	58	50	(8)
<b>Total Operating Transfers and Grants</b>	<b>356 638</b>	<b>354 985</b>	<b>(1 653)</b>

❑ Decrease in revenue from operating grants and subsidies = **R1,7 million**

- Subsequent to the finalisation of the Mid-year review, Council was informed that the ISDG grant has been terminated as at 31 January 2019. The Administrator and all graduates have been re-assigned to eThekweni Metro. A subsequent decrease in Salaries is also included under Expenditure. Reduction in grant revenue of **R 2,7 million**.
- Furthermore, the Department of Co-operative Governance, resolved to convert an indirect conditional grant to a direct conditional grant amounting to **R 1 055 000**. The Municipal Systems Improvement Grant (MSIG) can only be utilised to fund outstanding transitional matters that arose as a result of the major boundary redeterminations and are in line with the framework of the MSIG.

**3.5 Below is a summary indicating the 2018/19 Proposed Adjustment Capital Budget:**

Vote Description	Current Year 2018/19		
	Original Budget	Proposed Adjusted Budget	Increase/ (Decrease)
<b>R thousands</b>			
<b>Total Capital expenditure</b>	<b>525 161</b>	<b>586 328</b>	<b>61 168</b>



The table below indicates the 2018/19 Proposed Adjustment Capital Budget by Municipal classification:

Vote Description	Current Year 2018/19		
	Original Budget	Proposed Adjusted Budget	Increase/ (Decrease)
<b>R thousands</b>			
Vote 1 - CITY DEVELOPMENT	3 326	4 065	739
Vote 2 - COMMUNITY SERVICES - PUBLIC HEALTH AND EMERGENCY SERVICES	3 257	17 844	14 587
Vote 3 - COMMUNITY SERVICES - PROTECTION SERVICES	315	535	220
Vote 4 - COMMUNITY SERVICES - RECREATIONAL AND ENVIRONMENTAL SERVICES	31 132	35 368	4 235
Vote 5 - CORPORATE SERVICES - ADMINISTRATION	49 289	53 451	4 162
Vote 6 - CORPORATE SERVICES - INFORMATION COMMUNICATION TECHNOLOGY	72 370	77 581	5 211
Vote 7 - CORPORATE SERVICES - HUMAN RESOURCES	–	35	35
Vote 8 - FINANCIAL SERVICES	354	791	437
Vote 9 - ELECTRICAL AND ENERGY SUPPLY SERVICES	114 540	147 757	33 217
Vote 10 - INFRASTRUCTURE SERVICES - WATER AND SANITATION	116 896	119 925	3 029
Vote 11 - INFRASTRUCTURE SERVICES - TRANSPORT, ROADS AND STORMWATER	133 054	128 203	(4 851)
Vote 12 - INFRASTRUCTURE SERVICES - ENGINEERING SUPPORT SERVICES	200	346	146
Vote 13 - OFFICE OF THE MUNICIPAL MANAGER	427	427	–
<b>Total Capital expenditure</b>	<b>525 161</b>	<b>586 328</b>	<b>61 168</b>

The table below indicates the sources of funding for the 2018/19 Proposed Adjustment Capital Budget:

Vote Description	Current Year 2018/19		
	Original Budget	Proposed Adjusted Budget	Increase/ (Decrease)
<b>R thousands</b>			
<b>Funded by:</b>			
National Government	121 374	121 374	–
Provincial Government	7 850	7 850	–
<b>Transfers recognised - capital</b>	<b>129 224</b>	<b>129 224</b>	<b>–</b>
<b>Public contributions &amp; donations</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Borrowing</b>	<b>310 000</b>	<b>310 000</b>	<b>–</b>
<b>Internally generated funds</b>	<b>85 937</b>	<b>147 105</b>	<b>61 168</b>
<b>Total Capital Funding</b>	<b>525 161</b>	<b>586 328</b>	<b>61 168</b>

#### 4. **ADJUSTMENTS BUDGET STATEMENT TABLES**

The following monthly budget statement tables (**DMS 1320330**) respectively have been prepared in accordance with the Municipal Budgeting and Reporting Regulations:

TABLE NUMBER	DESCRIPTION	ANNEXURE
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## **PART 2 - SUPPORTING DOCUMENTATION**

### **5. ADJUSTMENTS TO BUDGET ASSUMPTIONS**

#### **5.1 Capital**

In terms of Council Resolution 12651 dated 22 August 2018, the Chief Financial Officer prepared the Budget policy document which set out the requirements for the preparation of the 2018/19 Adjustment Budget. The Departments were required to submit their Capital Adjustment Budget figures by 16 November 2018.

The Departments were required to ensure that their figures were retained in line with the 2018/19 Adopted Budget figures.

No additional internal funding for capital projects except for formalisation of 2017/18 Roll-over Capital projects that were unspent at the end of the financial year. However, in an attempt to reduce Hire of Water Tankers, the Chief Financial Officer together with the Municipal Manager agreed that five (5) additional Water Tankers were to be added to the 2018/19 Adjusted Budget. These water tankers are critical to service delivery from the ex-Ntambanana wards.

#### **5.2 Operating**

In terms of Council Resolution 12651 dated 22 August 2018, the Chief Financial Officer prepared the Budget policy document which set out the requirements for the preparation of the 2018/19 Adjustment Budget. The Departments were required to submit their Capital Adjustment Budget figures by 16 November 2018.

Inclusion was made of the various Council resolutions and critical additional operational expenditure.

## 6. ADJUSTMENTS TO BUDGET FUNDING

### 6.1 Capital Budget by mSCOA Functions

Vote Description	Current Year 2018/19			
	Original Budget	Proposed Adjusted Budget	Increase/ (Decrease)	% Increase/ (Decrease) on Adopted Budget
<b>R thousands</b>				
<b><u>Capital Expenditure - Functional Classification</u></b>				
<b><i>Governance and administration</i></b>	<b>102 236</b>	<b>131 256</b>	<b>29 020</b>	<b>28.39%</b>
Finance and administration	102 236	131 256	29 020	28.39%
<b><i>Community and public safety</i></b>	<b>80 981</b>	<b>89 431</b>	<b>8 450</b>	<b>10.43%</b>
Community and social services	55 463	62 072	6 608	11.91%
Sport and recreation	24 958	26 860	1 902	7.62%
Public safety	559	499	(60)	-10.73%
<b><i>Economic and environmental services</i></b>	<b>137 876</b>	<b>146 929</b>	<b>9 053</b>	<b>6.57%</b>
Planning and development	3 953	4 838	886	22.40%
Road transport	133 723	141 852	8 129	6.08%
Environmental protection	200	239	39	19.25%
<b><i>Trading services</i></b>	<b>204 068</b>	<b>218 713</b>	<b>14 645</b>	<b>7.18%</b>
Energy sources	85 472	95 773	10 301	12.05%
Water management	68 773	70 710	1 937	2.82%
Waste water management	48 123	49 215	1 092	2.27%
Waste management	1 700	3 015	1 315	77.36%
<b>Total Capital Expenditure - Functional Classification</b>	<b>525 161</b>	<b>586 328</b>	<b>61 168</b>	<b>11.65%</b>

## 6.2 Capital Budget by Source of Funding

Vote Description	Current Year 2018/19			
	Original Budget	Proposed Adjusted Budget	Increase/ (Decrease)	% Increase/ (Decrease) on Adopted Budget
<b>R thousands</b>				
<b>Funded by:</b>				
National Government	121 374	121 374	–	0.00%
Provincial Government	7 850	7 850	–	0.00%
Transfers recognised - capital	129 224	129 224	–	0.00%
Public contributions & donations	–	–	–	0.00%
Borrowing	310 000	310 000	–	0.00%
Internally generated funds	85 937	147 105	61 168	71.18%
<b>Total Capital Funding</b>	<b>525 161</b>	<b>586 328</b>	<b>61 168</b>	<b>11.65%</b>

A detail of the revised Adjustments 2018/19 Capital Budget (**DMS 1323998**) is attached on **Annexure AK – circulated under separate cover**.

NO	DEPARTMENT (MUNICIPAL STANDARD CLASSIFICATION)	mSCOA FUNCTION (FX)	FUNCTION DESCRIPTION	SHORT CODE	DETAILED PROJECT DESCRIPTION (QUANTITY & LOCATION - OUTPUTS & OUTCOMES)	FUNDING	ADOPTED 2018/19	DRAFT 2018/19 ADJUSTMENT BUDGET	INCREASE/ (DECREASE)	ACTUAL YTD AT 31/01/2019	PERCENTAGE SPENT OF DRAFT ADJ BUDGET
1	City Development	FX001001005003	Municipal Buildings	632_190	CONSTRUCTION OF SMME RETAIL PARKS (RICHARDS BAY AND ESIKHALENI)	BORROWING	10 000 000	23 000	(9 977 000)	22 076	96%
2	City Development	FX001001005003	Municipal Buildings	632_168	MUNICIPAL HOUSING	BORROWING	-	4 478 200	4 478 200	1 974 262	44%
3	Corporate Services - Administration	FX001001005003	Municipal Buildings	632_XX	RENOVATION OF ESIKHALENI FINANCE SATELLITE OFFICE (H2)	BORROWING	-	3 206 200	3 206 200	-	0%
4	Corporate Services - Administration	FX001001005003	Municipal Buildings	632_297	RENOVATION OF HLANGANANI FINANCE OFFICE	BORROWING	-	289 300	289 300	71 900	25%
5	Corporate Services - Administration	FX001001005003	Municipal Buildings	632_138	RENOVATION OF EMPANGENI FINANCE OFFICE	BORROWING	-	300 000	300 000	-	0%
6	Corporate Services - Administration	FX001001005003	Municipal Buildings	632_263	RENOVATION OF VULINDLELA FINANCE OFFICE	BORROWING	4 000 000	3 710 700	(289 300)	-	0%
7	Corporate Services - Administration	FX001001005003	Municipal Buildings	632_264	RENOVATIONS - NGWELEZANE FINANCE OFFICE	BORROWING	6 000 000	1 793 800	(4 206 200)	-	0%
8	Corporate Services - Administration	FX001001005003	Municipal Buildings	632_265	OFFICE RECONFIGURATIONS	BORROWING	5 000 000	5 000 000	-	622 678	12%
9	Financial Services	FX001001005003	Municipal Buildings	632_266	SCM SECOND FLOOR (INCL FURNITURE AND IT EQUIPMENT)	BORROWING	13 000 000	14 100 000	1 100 000	2 988 543	21%
10	Financial Services	FX001001005003	Municipal Buildings	632_296	REFURBISHMENT OF WORKSHOP FOR SCM STAFF RELOCATION	BORROWING	-	352 100	352 100	318 182	90%
11	Infrastructure Services - Water and Sanitation Services	FX001001005003	Municipal Buildings	632_298	AIRCONDITIONER - WATER AND SANITATION SERVICES	BORROWING	-	60 000	60 000	33 450	56%
12	Electrical and Energy Sources	FX002001001004	Electricity Distribution	672_94	ELECTRIFICATION BRACKENHAM	BORROWING	-	751 000	751 000	-	0%
13	Electrical and Energy Sources	FX002001001004	Electricity Distribution	672_112	NGWELEZANE WATERWORKS 11kV OVERHEAD LINE REPLACEMENT	BORROWING	1 500 000	1 500 000	-	276 000	18%
14	Electrical and Energy Sources	FX002001001004	Electricity Distribution	672_113	LV ELECTRICAL NETWORK REFURBISHMENT	BORROWING	3 000 000	3 000 000	-	2 258 022	75%

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15	Electrical and Energy Sources	FX002001001004	Electricity Distribution	672_114	132KV STRUCTURES /PYLONS REFURBISHMENT	BORROWING	5 000 000	-	(5 000 000)	-	
16	Electrical and Energy Sources	FX002001001004	Electricity Distribution	672_115	MV ELECTRICAL NETWORK REFUBISHMENT	BORROWING	4 089 000	4 089 000	-	1 229 206	30%
17	Electrical and Energy Sources	FX002001001004	Electricity Distribution	672_117	132kv OVERHEAD LINE REFURBISHMENT	BORROWING	5 000 000	-	(5 000 000)	-	
18	Electrical and Energy Sources	FX002001001004	Electricity Distribution	672_118	11kV FORMALHAULT SWITCHING SWITCHGEAR REPLACEMENT	BORROWING	12 000 000	4 973 000	(7 027 000)	1 492 009	30%
19	Electrical and Energy Sources	FX002001001004	Electricity Distribution	672_93	132KV OIL FILLED CABLES IN THE SOUTH DUNES BETWEEN HYDRA AND CAPELLA SUBSTATIONS	BORROWING	-	20 549 100	20 549 100	-	0%
20	Electrical and Energy Sources	FX002001001004	Electricity Distribution	672_125	132 kV STATION REFURBISHMENT	BORROWING	8 300 000	1 500 000	(6 800 000)	1 490 047	99%
21	Electrical and Energy Sources	FX002001001004	Electricity Distribution	672_204	AQUADENE DEVELOPMENT	BORROWING	15 000 000	12 500 000	(2 500 000)	4 227 877	34%
22	Electrical and Energy Sources	FX002001001004	Electricity Distribution	672_205	JOHN ROSS/EMPANGENI MAIN ROAD STREETLIGHTING INSTALLATION	BORROWING	2 000 000	2 000 000	-	-	0%
23	Electrical and Energy Sources	FX002001001004	Electricity Distribution	672_215	ELECTRIFICATION OF EMPANGENI MEGA HOUSING - PHASE 1	BORROWING	-	3 165 400	3 165 400	3 159 880	100%
24	Electrical and Energy Sources	FX002001001004	Electricity Distribution	672_XX	A1278 AND A1277 ELECTIFICATION	BORROWING	-	1 541 500	1 541 500	-	0%
25	Electrical and Energy Sources	FX002001002001	Street Lighting	676_30	HIGH MAST LIGHTING INSTALLATION (TRADITIONAL AREAS)	BORROWING	12 000 000	12 000 000	-	7 166 018	60%
26	Electrical and Energy Sources	FX002001002001	Street Lighting	676_31	INSTALLATION OF STREETLIGHTING IN VARIOUS AREAS	BORROWING	2 000 000	2 000 000	-	510 393	26%
27	Electrical and Energy Sources	FX002001002002	Process Control	636_203	INSTALLATION OF APN CONNECTIVITY SYSTEM	BORROWING	634 000	634 000	-	-	0%
28	Financial Services	FX005001003002	Revenue and Expenditure	636_177	EQUIPMENT FOR HLANGANANI FINANCE OFFICE	BORROWING	-	200 000	200 000	-	0%

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29	Financial Services	FX005001003002	Revenue and Expenditure	644_12	FURNITURE FOR HLANGANANI FINANCE OFFICE	BORROWING	-	500 000	500 000	57 428	11%
30	Community Services - Health and Public Safety	FX005001005	Fleet Management	650_61	REFUSE TRUCKS	BORROWING	5 000 000	5 000 000	-	-	0%
31	Electrical and Energy Sources	FX005001005	Fleet Management	650_63	REFURBISHMENT OF REFUSE TRUCKS AND WATER TANKERS	BORROWING	-	-	-	-	
32	Electrical and Energy Sources	FX005001005	Fleet Management	600_205	REPLACEMENT VEHICLES	BORROWING	20 029 000	19 963 500	(65 500)	-	0%
33	Electrical and Energy Sources	FX005001005	Fleet Management	600_135	HALF-TON LDV	BORROWING	-	220 000	220 000		0%
34	Electrical and Energy Sources	FX005001005	Fleet Management	650_45	AIR CONDITIONERS IN BELL TLBS	BORROWING	-	65 500	65 500		0%
35	Corporate Services - ICT	FX005001007	Information Technology	636_205	NEW & REPLACEMENT OF IT RELATED EQUIPMENT	BORROWING	4 182 000	4 182 000	-	158 821	4%
36	Corporate Services - ICT	FX005001007	Information Technology	636_204	PUBLIC WIFI	BORROWING	2 700 000	2 700 000	-	-	0%
37	Financial Services	FX005001007	Information Technology	632_147	FINANCIAL ERP SYSTEM	BORROWING	57 372 000	34 602 500	(22 769 500)	5 377 952	16%
38	Electrical and Energy Sources	FX005001007	Information Technology	636_171	LAPTOPS FOR ESS OFFICIALS	BORROWING	-	100 000	100 000	18 950	19%
39	Infrastructure Services - Engineering Support Services	FX005001007	Information Technology	636_114	ASSET MANAGEMENT SOFTWARE	BORROWING	-	16 839 200	16 839 200	-	0%
40	City Development	FX010001005	Economic Development/Planning	632_268	PORT DURNFORD UPGRADE: SUPPLY & MAINTENANCE OF SHARK NETS	BORROWING	2 000 500	2 000 500	-	-	0%
41	City Development	FX012001004002	Roads - Urban Roads	672_200	CONSTRUCTION OF STEEL BRIDGE	BORROWING	7 000 000	4 500 000	(2 500 000)	-	0%
42	Infrastructure Services - Transport, Roads and Stormwater	FX012001004002	Roads - Urban Roads	672_206	ESIKHALENI INTERSECTION	BORROWING	9 240 000	16 943 500	7 703 500	9 040 983	53%

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43	Infrastructure Services - Transport, Roads and Stormwater	FX012001004002	Roads - Urban Roads	672_98	ROADS RESEALING	BORROWING	38 200 000	38 200 000	-	36 429 504	95%
44	Infrastructure Services - Transport, Roads and Stormwater	FX012001004002	Roads - Urban Roads	632_269	AQUADENE BULK SERVICES (ROADS & STORMWATER)	BORROWING	18 253 500	10 550 000	(7 703 500)	1 049 365	10%
45	Infrastructure Services - Transport, Roads and Stormwater	FX012001004002	Roads - Urban Roads	672_210	SUSTAINABLE RURAL ROADS	BORROWING	10 000 000	10 000 000	-	-	0%
46	City Development	FX012001005	Taxi Ranks	632_272	NSELENI TAXI RANK	BORROWING	-	9 977 000	9 977 000	-	0%
47	City Development	FX012001005	Taxi Ranks	632_273	CONSTRUCTION OF TAXI RANKS (BUILDINGS AND SURROUNDING) - LOT 63, RICHARDS BAY AND A RANK)	BORROWING	-	2 500 000	2 500 000	2 334 370	93%
48	Infrastructure Services - Water and Sanitation Services	FX015001002002	Sewerage - Pumpstations	636_207	UPGRADING OF MS 2 PUMP STATION CAPACITY	BORROWING	2 000 000	600 000	(1 400 000)	346 500	58%
49	Infrastructure Services - Water and Sanitation Services	FX015001002002	Sewerage - Pumpstations	636_200	UPGRADING OF BIRDSWOOD PUMP STATION CAPACITY	BORROWING	2 000 000	1 000 000	(1 000 000)	252 000	25%
50	Infrastructure Services - Water and Sanitation Services	FX015001002002	Sewerage - Pumpstations	636_208	UPGRADE OF MS9 PUMP STATION CAPACITY	BORROWING	500 000	500 000	-	241 200	48%
51	City Development	FX015001002003	Sewerage - Sewerage Network	632_248	DUMISANI MAKHAYE VILLAGE BULK SERVICES (SANITATION)	BORROWING	-	2 400 000	2 400 000	2 240 237	93%
52	Infrastructure Services - Water and Sanitation Services	FX015001002003	Sewerage - Sewerage Network	632_262	VELDENVLEI PUMP STATION	BORROWING	2 000 000	2 000 000	-	547 020	27%
53	Infrastructure Services - Water and Sanitation Services	FX015001002003	Sewerage - Sewerage Network	632_271	WASTE WATER MANAGEMENT (SANITATION) PROJECTS	BORROWING	5 000 000	4 800 000	(200 000)	4 444 233	93%
54	Infrastructure Services - Water and Sanitation Services	FX016001001003	Water Treatment-Scientific Services	636_1	WATER QUALITY EQUIPMENT	BORROWING	300 000	440 000	140 000	439 788	100%
55	Infrastructure Services - Water and Sanitation Services	FX016001002002	Water Distribution - Urban Water	636_10	200 JOJO TANKS	BORROWING	600 000	600 000	-	562 790	94%
56	Infrastructure Services - Water and Sanitation Services	FX016001002002	Water Distribution - Urban Water	684_21	WATER LOSS AND DROUGHT RELIEF PROJECT	BORROWING	500 000	500 000	-	485 116	97%

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57	Infrastructure Services - Water and Sanitation Services	FX016001002002	Water Distribution - Urban Water	684_32	NTAMBANANA WATER PROJECTS	BORROWING	12 000 000	12 000 000	-	7 330 401	61%
58	Infrastructure Services - Water and Sanitation Services	FX016001002003	Water Distribution - Water Demand Management	684_34	CONSTRUCTION OF A FOURTH ESIKHALENI RESERVOIR	BORROWING	800 000	800 000	-	-	0%
59	Infrastructure Services - Water and Sanitation Services	FX016001002003	Water Distribution - Water Demand Management	684_35	EMPEMBENI RESERVOIR	BORROWING	800 000	800 000	-	376 124	47%
60	Infrastructure Services - Water and Sanitation Services	FX016001002003	Water Distribution - Water Demand Management	684_1	BULK MASTER PLAN	BORROWING	1 000 000	1 000 000	-	-	0%
<b>TOTAL BORROWING PROJECTS</b>							<b>310 000 000</b>	<b>310 000 000</b>	<b>-</b>	<b>99 573 325</b>	<b>32%</b>
61	Community Services - Recreation and Environmental Services	FX001001003	Cemeteries, Funeral Parlours and Crematoriums	532_266	NEW CEMETERY DEVELOPMENT	CAPITAL REPLACEMENT RESERVES	591 000	1 144 600	553 600	692 490	61%
62	Community Services - Recreation and Environmental Services	FX001001003	Cemeteries, Funeral Parlours and Crematoriums	544_250	FURNITURE FOR CEMETERY	CAPITAL REPLACEMENT RESERVES	50 000	85 000	35 000	69 923	82%
63	Community Services - Recreation and Environmental Services	FX001001005002	Halls	532_460	REFURBISHMENT OF HALLS - VARIOUS	CAPITAL REPLACEMENT RESERVES	2 196 000	1 920 000	(276 000)	696 512	36%
64	Community Services - Recreation and Environmental Services	FX001001005002	Halls	532_230	ENSELENI HALL - UPGRADE (CONSTRUCT FENCING AND RAMP FOR DISABLED)	CAPITAL REPLACEMENT RESERVES	-	86 200	86 200	-	0%
65	Community Services - Recreation and Environmental Services	FX001001005002	Halls	532_123	MANDLAZINI HALL	CAPITAL REPLACEMENT RESERVES	-	118 200	118 200	117 187	99%
66	Community Services - Recreation and Environmental Services	FX001001005002	Halls	532_253	REFURBISHMENT OF BRACKENHAM HALL	CAPITAL REPLACEMENT RESERVES	-	894 800	894 800	297 191	33%
67	Community Services - Recreation and Environmental Services	FX001001005002	Halls	532_254	REFURBISHMENT OF AQUADENE HALL	CAPITAL REPLACEMENT RESERVES	-	921 800	921 800	304 066	33%
68	City Development	FX001001005003	Municipal Buildings	532_246	DESIGN AND CONSTRUCTION OF SMME RETAIL PARKS (ESIKHALENI) - PHASE 1	CAPITAL REPLACEMENT RESERVES	-	1 294 700	1 294 700	165 987	13%
69	City Development	FX001001005003	Municipal Buildings	532_457	INSTALLATION OF BLINDS AT EMPANGENI SMME ONE STOP SHOP	CAPITAL REPLACEMENT RESERVES	-	28 000	28 000	27 850	99%
70	City Development	FX001001005003	Municipal Buildings	532_458	TILING AT EMPANGENI SMME ONE STOP SHOP	CAPITAL REPLACEMENT RESERVES	-	120 000	120 000	120 000	100%

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71	Community Services - Protection Services	FX001001005003	Municipal Buildings	532_105	AIRCONDITIONER AT TRAFFIC EMPANGENI - SUPERVISOR' OFFICE	CAPITAL REPLACEMENT RESERVES	-	45 400	45 400	45 127	99%
72	Community Services - Recreation and Environmental Services	FX001001005003	Municipal Buildings	532_107	CEMTERY - AIRCONDITIONER	CAPITAL REPLACEMENT RESERVES	-	10 000	10 000	8 300	83%
73	Community Services - Recreation and Environmental Services	FX001001005003	Municipal Buildings	532_473	REPLACEMENT OF GEYSER - PARKS DEPOT ESIKHALENI	CAPITAL REPLACEMENT RESERVES	-	20 000	20 000	-	0%
74	Community Services - Recreation and Environmental Services	FX001001005003	Municipal Buildings	532_357	REPLACEMENT OF GEYSER - PARKS DEPOT EMPANGENI	CAPITAL REPLACEMENT RESERVES	-	14 900	14 900	-	0%
75	Corporate Services - Administration	FX001001005003	Municipal Buildings	532_257	FINANCE AND ADMIN (ADMIN) PROJECTS	CAPITAL REPLACEMENT RESERVES	68 000	-	(68 000)	64 198	
76	Corporate Services - Administration	FX001001005003	Municipal Buildings	532_270	RENOVATION OF ESIKHALENI FINANCE SATELLITE OFFICE (H2)	CAPITAL REPLACEMENT RESERVES	-	1 342 500	1 342 500	1 882 867	140%
77	Corporate Services - Administration	FX001001005003	Municipal Buildings	532_271	RENOVATION OF HLANGANANI FINANCE OFFICE	CAPITAL REPLACEMENT RESERVES	-	869 000	869 000	868 905	100%
78	Corporate Services - Administration	FX001001005003	Municipal Buildings	532_272	RENOVATION OF VULINDLELA FINANCE OFFICE	CAPITAL REPLACEMENT RESERVES	-	155 100	155 100	165 797	107%
79	Corporate Services - Administration	FX001001005003	Municipal Buildings	532_466	MAYOR AND COUNCIL PROJECTS	CAPITAL REPLACEMENT RESERVES	99 000	99 000	-	65 857	67%
80	Corporate Services - Human Resources	FX001001005003	Municipal Buildings	532_359	FINANCE AND ADMIN (HUMAN RESOURCES) PROJECTS	CAPITAL REPLACEMENT RESERVES	130 000	-	(130 000)	-	
81	Corporate Services - Human Resources	FX001001005003	Municipal Buildings	532_472	REPLACEMENT OF AIRCONDITIONER	CAPITAL REPLACEMENT RESERVES	-	15 000	15 000	13 043	87%
82	Corporate Services - ICT	FX001001005003	Municipal Buildings	532_464	AIR CONDITIONING - ICT SECTION	CAPITAL REPLACEMENT RESERVES	100 000	100 000	-	-	0%
83	Financial Services	FX001001005003	Municipal Buildings	532_281	SCM SECOND FLOOR (INCL FURNITURE AND IT EQUIPMENT)	CAPITAL REPLACEMENT RESERVES	-	289 300	289 300	243 772	84%
84	Financial Services	FX001001005003	Municipal Buildings	532_296	REFURBISHMENT OF WORKSHOP FOR SCM STAFF RELOCATION	CAPITAL REPLACEMENT RESERVES	-	427 900	427 900	386 589	90%

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85	Financial Services	FX001001005003	Municipal Buildings	532_148	FURNITURE FOR RICHARDS BAY FINANCE RATES HALL	CAPITAL REPLACEMENT RESERVES	-	50 000	50 000	-	0%
86	Financial Services	FX001001005003	Municipal Buildings	532_109	REPLACEMENT OF AIRCONDITONER FINANCIAL SERVICES BOARDROOM	CAPITAL REPLACEMENT RESERVES	-	26 300	26 300	-	0%
87	Electrical and Energy Sources	FX001001005003	Municipal Buildings	532_465	LAND AND BUILDING - AIRCONS	CAPITAL REPLACEMENT RESERVES	16 000	16 000	-	8 496	53%
88	Electrical and Energy Sources	FX001001005003	Municipal Buildings	532_108	LAND AND BUILDING - AIRCONS OPERATIONS AND MAINTENANCE SECTION	CAPITAL REPLACEMENT RESERVES	-	20 000	20 000	-	0%
89	Infrastructure Services - Transport, Roads and Stormwater	FX001001005003	Municipal Buildings	532_283	RURAL ROADS OFFICES	CAPITAL REPLACEMENT RESERVES	2 000 000	4 661 500	2 661 500	940 728	20%
90	Infrastructure Services - Transport, Roads and Stormwater	FX001001005003	Municipal Buildings	532_461	ROAD MARKINGS & SIGNAGE STOREROOM	CAPITAL REPLACEMENT RESERVES	1 000 000	1 200 000	200 000	-	0%
91	Infrastructure Services - Transport, Roads and Stormwater	FX001001005003	Municipal Buildings	532_462	AIRCONDITIONING FOR ROADS SECTION	CAPITAL REPLACEMENT RESERVES	100 000	100 000	-	93 259	93%
92	Infrastructure Services - Water and Sanitation Services	FX001001005003	Municipal Buildings	532_285	RENOVATE AND UPGRADE OFFICES FOR ALL DEPOTS:NORTH,SOUTH, WEST, MECHANICAL	CAPITAL REPLACEMENT RESERVES	1 500 000	2 500 000	1 000 000	318 363	13%
93	Community Services - Recreation and Environmental Services	FX001001006001	Libraries and Archives	544_251	RICHARDS BAY LIBRARY - FURNITURE	CAPITAL REPLACEMENT RESERVES	250 000	250 000	-	-	0%
94	Community Services - Recreation and Environmental Services	FX001001006001	Libraries and Archives	532_126	UPGRADING AND RENOVATION - ALL LIBRARIES	CAPITAL REPLACEMENT RESERVES	-	392 000	392 000	391 998	100%
95	Community Services - Recreation and Environmental Services	FX001001006001	Libraries and Archives	532_297	NSELENI LIBRARY ROOF REPLACEMENT	CAPITAL REPLACEMENT RESERVES	-	608 000	608 000	-	0%
96	Community Services - Recreation and Environmental Services	FX001001006001	Libraries and Archives	532_355	AUTOMATIC FRONT DOORS	CAPITAL REPLACEMENT RESERVES	200 000	200 000	-	196 000	98%
97	Community Services - Recreation and Environmental Services	FX001001006001	Libraries and Archives	532_355	NGWELEZANE LIBRARY UPGRADING/RENOVATION	CAPITAL REPLACEMENT RESERVES	1 000 000	-	(1 000 000)	-	
98	Community Services - Recreation and Environmental Services	FX001001006001	Libraries and Archives	532_356	RICHARDS BAY LIBRARY - UPGRADING AND RENOVATION	CAPITAL REPLACEMENT RESERVES	600 000	600 000	-	-	0%

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99	Community Services - Recreation and Environmental Services	FX001001006001	Libraries and Archives	544_50	ESIKHALENI LIBRARY - FURNITURE	CAPITAL REPLACEMENT RESERVES	400 000	400 000	-	109 697	27%
100	Community Services - Recreation and Environmental Services	FX001001008	Museum & Art Galleries	532_468	REFURBISHMENT OF EMPANGENI MUSEUM	CAPITAL REPLACEMENT RESERVES	245 000	245 000	-	-	0%
101	Electrical and Energy Sources	FX002001001001	Marketing and Customer Relations	536_461	TOOLS	CAPITAL REPLACEMENT RESERVES	32 000	32 000	-	10 191	32%
102	Electrical and Energy Sources	FX002001001001	Marketing and Customer Relations	536_462	FURNITURE AND EQUIPMENT	CAPITAL REPLACEMENT RESERVES	13 000	13 000	-	2 609	20%
103	Electrical and Energy Sources	FX002001001002	Administration	544_252	PURCHASING OF FURNITURE	CAPITAL REPLACEMENT RESERVES	4 000	4 000	-	3 507	88%
104	Electrical and Energy Sources	FX002001001004	Electricity Distribution	572_97	ENERGY SAVING INITIATIVE	CAPITAL REPLACEMENT RESERVES	8 900 000	10 024 600	1 124 600	5 514 322	55%
105	Electrical and Energy Sources	FX002001001004	Electricity Distribution	572_117	INSTALLATION OF STREET LIGHTING ON MANGOSUTHU TURN-OFF ROAD	CAPITAL REPLACEMENT RESERVES	-	200 000	200 000	-	0%
106	Electrical and Energy Sources	FX002001001004	Electricity Distribution	572_119	ELECTRIFICATION BRACKENHAM	CAPITAL REPLACEMENT RESERVES	-	449 700	449 700	-	0%
107	Electrical and Energy Sources	FX002001001004	Electricity Distribution	572_123	SCORPIO SUBSTATION 132/11KV 20MVA TRANSFORMER REFURBISHMENT	CAPITAL REPLACEMENT RESERVES	-	1 837 700	1 837 700	-	0%
108	Electrical and Energy Sources	FX002001001004	Electricity Distribution	572_120	11KV FORMALHAULT SWITCHING SWITCHGEAR REPLACEMENT	CAPITAL REPLACEMENT RESERVES	-	249 200	249 200	-	0%
109	Electrical and Energy Sources	FX002001001004	Electricity Distribution	572_122	NGWELEZANE WATERWORKS 11KV OVERHEAD LINE REPLACEMENT	CAPITAL REPLACEMENT RESERVES	-	173 700	173 700	-	0%
110	Electrical and Energy Sources	FX002001001004	Electricity Distribution	572_124	MV ELECTRICAL NETWORK REFUBISHMENT	CAPITAL REPLACEMENT RESERVES	-	-	-	-	
111	Electrical and Energy Sources	FX002001001004	Electricity Distribution	572_110	132KV OIL FILLED CABLES IN THE SOUTH DUNES BETWEEN HYDRA AND CAPELLA SUBSTATIONS	CAPITAL REPLACEMENT RESERVES	-	497 500	497 500	-	0%
112	Electrical and Energy Sources	FX002001001004	Electricity Distribution	572_420	ELECTRIFICATION OF EMPANGENI MEGA HOUSING - PHASE 1	CAPITAL REPLACEMENT RESERVES	-	2 642 200	2 642 200	702 196	27%

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113	Electrical and Energy Sources	FX002001001004	Electricity Distribution	572_108	CYGNUS SUBSTATION	CAPITAL REPLACEMENT RESERVES	-	554 400	554 400	-	0%
114	Electrical and Energy Sources	FX002001001004	Electricity Distribution	572_XX	A1278 AND A1277 ELECTIFICATION	CAPITAL REPLACEMENT RESERVES	-	558 500	558 500	-	0%
115	Electrical and Energy Sources	FX002001002001	Street Lighting	572_165	REPLACEMENT OF 100 ROTTEN POLES	CAPITAL REPLACEMENT RESERVES	-	557 800	557 800	-	0%
116	Electrical and Energy Sources	FX002001002001	Street Lighting	576_33	HIGH MAST LIGHTING INSTALLATION (TRADITIONAL AREAS)	CAPITAL REPLACEMENT RESERVES	-	1 775 200	1 775 200	-	0%
117	Community Services - Health and Public Safety	FX003001003	Pollution Control	536_115	AIR POLLUTION EQUIPMENT	CAPITAL REPLACEMENT RESERVES	200 000	238 500	38 500	173 855	73%
118	Corporate Services - Administration	FX004001001001	Mayor and Council	544_22	FURNITURE - COUNCILLORS	CAPITAL REPLACEMENT RESERVES	-	388 700	388 700	-	0%
119	Corporate Services - Administration	FX005001001	Administrative and Corporate Support	544_XX	ADMINISTRATIVE SUPPORT FURNITURE	CAPITAL REPLACEMENT RESERVES	-	16 100	16 100	-	0%
120	Corporate Services - Administration	FX005001001	Administrative and Corporate Support	536_XX	ADMINISTRATIVE SUPPORT BLINDS AND CARPETING	CAPITAL REPLACEMENT RESERVES	-	51 900	51 900	-	0%
121	Financial Services	FX005001003002	Revenue and Expenditure	536_143	REPLACEMENT EQUIPMENT ALL FS SECTIONS	CAPITAL REPLACEMENT RESERVES	174 000	-	(174 000)	-	
122	Financial Services	FX005001003002	Revenue and Expenditure	544_24	REPLACEMENT FURNITURE ALL FS SECTIONS	CAPITAL REPLACEMENT RESERVES	180 000	91 300	(88 700)	33 132	36%
123	Community Services - Health and Public Safety	FX005001005	Fleet Management	550_400	4X4 LDV DOUBLE CAB VEHICLE (REFUSE)	CAPITAL REPLACEMENT RESERVES	779 000	779 000	-	-	0%
124	Community Services - Protection Services	FX005001005	Fleet Management	550_158	MOBILE LIVESTOCK TRAILER	CAPITAL REPLACEMENT RESERVES	-	170 000	170 000	163 285	96%
125	Electrical and Energy Sources	FX005001005	Fleet Management	500_383	REPLACEMENT VEHICLES	CAPITAL REPLACEMENT RESERVES	-	9 860 900	9 860 900	4 893 560	50%
126	Electrical and Energy Sources	FX005001005	Fleet Management	500_323	VEHICLE FOR ICT SECTION	CAPITAL REPLACEMENT RESERVES	-	480 100	480 100	-	0%

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127	Electrical and Energy Sources	FX005001005	Fleet Management	500_379	VEHICLES FOR CUSTOMER SERVICES SECTION	CAPITAL REPLACEMENT RESERVES	-	392 300	392 300	-	0%
128	Electrical and Energy Sources	FX005001005	Fleet Management	500_324	MODIFICATION OF LDV	CAPITAL REPLACEMENT RESERVES	-	180 000	180 000	-	0%
129	Electrical and Energy Sources	FX005001005	Fleet Management	550_392	MODIFICATION OF BARRIES (LDV'S) FOR INSTALLATION OF BENCHES AND SEATBELTS TO CARRY PASSENGERS SAFELY (4 X URBAN ROAD DEPOTS)	CAPITAL REPLACEMENT RESERVES	-	37 800	37 800	-	0%
130	Electrical and Energy Sources	FX005001005	Fleet Management	550_137	WATER TANKERS	CAPITAL REPLACEMENT RESERVES	-	8 313 600	8 313 600	-	0%
131	Infrastructure Services - Transport, Roads and Stormwater	FX005001005	Fleet Management	550_390	2 X DOUBLE CAB LDV	CAPITAL REPLACEMENT RESERVES	500 000	1 016 500	516 500	-	0%
132	Infrastructure Services - Transport, Roads and Stormwater	FX005001005	Fleet Management	550_401	4 X 3 TON PERSONNEL CARRIER TRUCKS 4 X URBAN ROAD DEPOTS)	CAPITAL REPLACEMENT RESERVES	2 760 000	5 262 000	2 502 000	-	0%
133	Infrastructure Services - Transport, Roads and Stormwater	FX005001005	Fleet Management	500_321	HATCH BACK 5 DOOR NEW SEDAN VEHICLE	CAPITAL REPLACEMENT RESERVES	-	243 600	243 600	-	0%
134	Corporate Services - Human Resources	FX005001006001	Human Resources	536_207	OFFICE EQUIPMENT - SHREDDER	CAPITAL REPLACEMENT RESERVES	-	20 000	20 000	-	0%
135	Corporate Services - Human Resources	FX005001006001	Human Resources	536_208	OFFICE EQUIPMENT - PROJECTOR SCREEN	CAPITAL REPLACEMENT RESERVES	-	1 500	1 500	-	0%
136	Corporate Services - Human Resources	FX005001006001	Human Resources	544_256	FURNITURE - HUMAN RESOURCES	CAPITAL REPLACEMENT RESERVES	-	13 400	13 400	-	0%
137	Community Services - Health and Public Safety	FX005001006003	Occupational Clinic	532_229	OCCUPATIONAL HEALTH CLINIC	CAPITAL REPLACEMENT RESERVES	444 000	441 800	(2 200)	187 372	42%
138	City Development	FX005001007	Information Technology	532_459	INSTALLATION OF NETWORK POINTS	CAPITAL REPLACEMENT RESERVES	-	95 000	95 000	88 839	94%
139	City Development	FX005001007	Information Technology	536_480	SUPPLY AND INSTALLATION OF VISUAL AND AUDIO EQUIPMENT	CAPITAL REPLACEMENT RESERVES	-	39 300	39 300	35 866	91%
140	City Development	FX005001007	Information Technology	536_458	LAPTOPS - CITY DEVELOPMENT	CAPITAL REPLACEMENT RESERVES	-	74 400	74 400	61 181	82%

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141	Community Services - Health and Public Safety	FX005001007	Information Technology	536_187	LAPTOPS - FIRE SERVICES	CAPITAL REPLACEMENT RESERVES	-	60 000	60 000	-	0%
142	Community Services - Health and Public Safety	FX005001007	Information Technology	536_190	REPLACEMENT OF BROKEN SCREEN	CAPITAL REPLACEMENT RESERVES	-	2 200	2 200	-	0%
143	Community Services - Health and Public Safety	FX005001007	Information Technology	536_193	REPLACEMENT OF LAPTOP AND COMPUTER	CAPITAL REPLACEMENT RESERVES	-	14 800	14 800	-	0%
144	Community Services - Protection Services	FX005001007	Information Technology	536_459	COMPUTER EQUIPMENT FOR TRAFFIC CONTROL AND MANAGEMENT	CAPITAL REPLACEMENT RESERVES	-	101 900	101 900	-	0%
145	Community Services - Recreation and Environmental Services	FX005001007	Information Technology	536_154	2 x LAPTOP	CAPITAL REPLACEMENT RESERVES	-	50 000	50 000	-	0%
146	Community Services - Recreation and Environmental Services	FX005001007	Information Technology	536_465	LAPTOP: CHIEF OFFICER (I MTHIMKHULU)	CAPITAL REPLACEMENT RESERVES	30 000	18 200	(11 800)	18 114	100%
147	Community Services - Recreation and Environmental Services	FX005001007	Information Technology	536_466	REPLACEMENT COMPUTERS FOR: A PIETERSE, S SIHLANGU & M KHOZA	CAPITAL REPLACEMENT RESERVES	100 000	100 000	-	35 694	36%
148	Community Services - Recreation and Environmental Services	FX005001007	Information Technology	536_467	IT EQUIPMENT - 1 CORDLESS DECT PHONE HEADSET SAVI N1740 (FOR COMPLAINTS DESK AT PARKS DEPOT)	CAPITAL REPLACEMENT RESERVES	10 000	10 000	-	-	0%
149	Community Services - Recreation and Environmental Services	FX005001007	Information Technology	536_468	LAPTOP: CHIEF OFFICER (R MNTAMBO)	CAPITAL REPLACEMENT RESERVES	30 000	18 200	(11 800)	18 114	100%
150	Community Services - Recreation and Environmental Services	FX005001007	Information Technology	536_191	ICT EQUIPMENT - LAPTOPS - HALLS	CAPITAL REPLACEMENT RESERVES	-	80 000	80 000	-	0%
151	Corporate Services - Human Resources	FX005001007	Information Technology	536_206	LAPTOPS AND DOCKING STATIONS	CAPITAL REPLACEMENT RESERVES	-	50 000	50 000	-	0%
152	Corporate Services - ICT	FX005001007	Information Technology	532_279	ONLINE ELECTRICAL APPLICATION SYSTEM	CAPITAL REPLACEMENT RESERVES	200 000	200 000	-	-	0%
153	Corporate Services - ICT	FX005001007	Information Technology	532_469	DATA POINTS NEW / ADDITIONAL	CAPITAL REPLACEMENT RESERVES	31 000	31 000	-	-	0%
154	Corporate Services - ICT	FX005001007	Information Technology	536_1	WATER QUALITY EQUIPMENT (SOFTWARE)	CAPITAL REPLACEMENT RESERVES	1 000 000	960 000	(40 000)	-	0%

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155	Corporate Services - ICT	FX005001007	Information Technology	536_145	MOBILE GIS DATABASE ENHANCEMENTS AND CAPTURING	CAPITAL REPLACEMENT RESERVES	200 000	200 000	-	-	0%
156	Corporate Services - ICT	FX005001007	Information Technology	536_132	LAPTOP FOR ADMINISTRATION	CAPITAL REPLACEMENT RESERVES	196 000	196 000	-	23 579	12%
157	Corporate Services - ICT	FX005001007	Information Technology	536_140	NETWORK INFRASTRUCTURE UPGRADE	CAPITAL REPLACEMENT RESERVES	1 500 000	1 500 000	-	-	0%
158	Corporate Services - ICT	FX005001007	Information Technology	536_164	WIRELESS RADIO NETWORK INFRASTRUCTURE INSTALLATION FOR WARD COUNCILLORS	CAPITAL REPLACEMENT RESERVES	-	467 500	467 500	-	0%
159	Corporate Services - ICT	FX005001007	Information Technology	532_299	INTERNAL CCTV CAMERAS	CAPITAL REPLACEMENT RESERVES	-	1 000 000	1 000 000	-	0%
160	Corporate Services - ICT	FX005001007	Information Technology	536_410	120 KVA UPS FOR ERP SYSTEM	CAPITAL REPLACEMENT RESERVES	-	456 600	456 600	338 524	74%
161	Corporate Services - ICT	FX005001007	Information Technology	536_141	PUBLIC WIFI	CAPITAL REPLACEMENT RESERVES	-	106 500	106 500	-	0%
162	Corporate Services - ICT	FX005001007	Information Technology	536_200	LAPTOP FOR PUBLIC PARTICIPATION AND COUNCILLOR SUPPORT	CAPITAL REPLACEMENT RESERVES	239 000	239 000	-	-	0%
163	Corporate Services - ICT	FX005001007	Information Technology	536_202	SERVER INFRASTRUCTURE	CAPITAL REPLACEMENT RESERVES	2 000 000	2 000 000	-	-	0%
164	Corporate Services - ICT	FX005001007	Information Technology	536_203	PORTABLE PA SYSTEM X 2	CAPITAL REPLACEMENT RESERVES	80 000	80 000	-	-	0%
165	Financial Services	FX005001007	Information Technology	536_189	DOCKING STATION	CAPITAL REPLACEMENT RESERVES	-	2 400	2 400	-	0%
166	Financial Services	FX005001007	Information Technology	536_188	PC FOR REVENUE SECTION	CAPITAL REPLACEMENT RESERVES	-	184 000	184 000	-	0%
167	Infrastructure Services - Engineering Support Services	FX005001007	Information Technology	536_114	ASSET MANAGEMENT SOFTWARE	CAPITAL REPLACEMENT RESERVES	-	8 120 600	8 120 600	15 782 669	194%
168	Infrastructure Services - Engineering Support Services	FX005001007	Information Technology	536_194	LAPTOPS - PMU ADMIN	CAPITAL REPLACEMENT RESERVES	-	200 000	200 000	-	0%

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169	Infrastructure Services - Transport, Roads and Stormwater	FX005001007	Information Technology	536_469	DESKTOPS FOR TRANSPORT & ROADS OFFICIALS	CAPITAL REPLACEMENT RESERVES	200 000	200 000	-	-	0%
170	Infrastructure Services - Transport, Roads and Stormwater	FX005001007	Information Technology	536_470	LAPTOPS FOR TRANSPORT & ROADS OFFICIALS	CAPITAL REPLACEMENT RESERVES	200 000	200 000	-	-	0%
171	Infrastructure Services - Water and Sanitation Services	FX005001007	Information Technology	536_1	WATER QUALITY EQUIPMENT (SOFTWARE)	CAPITAL REPLACEMENT RESERVES	1 500 000	1 500 000	-	1 288 221	86%
172	Infrastructure Services - Water and Sanitation Services	FX005001007	Information Technology	536_146	COMPUTER EQUIPMENT FOR WATER AND SANITATION	CAPITAL REPLACEMENT RESERVES	600 000	600 000	-	-	0%
174	Community Services - Protection Services	FX005001012	Security Services	536_161	METAL DETECTORS	CAPITAL REPLACEMENT RESERVES	-	173 000	173 000	172 965	100%
176	Office of the Municipal Manager	FX010001001	Planning and Development/Billboards	532_290	INFRASTRUCTURE TO ASSIST SMME PROJECT WITH OUTDOOR ADVERTISING	CAPITAL REPLACEMENT RESERVES	427 000	427 000	-	10 290	2%
177	City Development	FX010001005	Economic Development/Planning	532_241	CONSTRUCTION OF MARKET STALLS (NSELENI, MADLANKALA & EMPANGENI)	CAPITAL REPLACEMENT RESERVES	1 192 000	852 000	(340 000)	118 263	14%
178	City Development	FX010001005	Economic Development/Planning	532_247	CONSTRUCTION OF 20 INFORMAL KIOSKS EMPANGENI BYRNE STREET & CONSTRUCTION OF 35 INFORMAL KIOSKS EMPANGENI MAXWELL AND COMMERCIAL STREET	CAPITAL REPLACEMENT RESERVES	-	96 100	96 100	-	0%
179	City Development	FX010001005	Economic Development/Planning	532_452	ALKANDSTRAND DETAILED PLANNING & DESIGN	CAPITAL REPLACEMENT RESERVES	-	1 000 000	1 000 000	-	0%
180	City Development	FX010001005	Economic Development/Planning	544_253	REPLACEMENT OF FURNITURE - CITY DEVELOPMENT	CAPITAL REPLACEMENT RESERVES	133 000	116 300	(16 700)	75 940	65%
181	Infrastructure Services - Engineering Support Services	FX010001007002	Project Management Unit - Asset Management	544_25	FURNITURE - PMU ADMIN	CAPITAL REPLACEMENT RESERVES	200 000	346 100	146 100	11 098	3%
182	Community Services - Health and Public Safety	FX011001005	Fire Fighting and Protection	536_471	FIRE FIGHTING EQUIPMENT	CAPITAL REPLACEMENT RESERVES	559 000	499 000	(60 000)	200 315	40%
183	Community Services - Protection Services	FX012001001	Police Forces, Traffic and Street Parking Control	536_472	EQUIPMENT FOR TRAFFIC	CAPITAL REPLACEMENT RESERVES	215 000	194 200	(20 800)	-	0%
184	Infrastructure Services - Transport, Roads and Stormwater	FX012001004002	Roads - Urban Roads	572_102	TRAFFIC CALMING	CAPITAL REPLACEMENT RESERVES	2 600 000	1 200 000	(1 400 000)	871 931	73%

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185	Infrastructure Services - Transport, Roads and Stormwater	FX012001004002	Roads - Urban Roads	572_111	EMPANGENI "A" TAXI RANK	CAPITAL REPLACEMENT RESERVES	500 000	500 000	-	363 000	73%
186	Infrastructure Services - Transport, Roads and Stormwater	FX012001004002	Roads - Urban Roads	572_112	ANNUAL KERB REPLACEMENT CONTRACT	CAPITAL REPLACEMENT RESERVES	3 000 000	1 500 000	(1 500 000)	-	0%
187	Infrastructure Services - Transport, Roads and Stormwater	FX012001004002	Roads - Urban Roads	572_113	ANNUAL WALKWAY REHABILITATION	CAPITAL REPLACEMENT RESERVES	3 000 000	1 700 000	(1 300 000)	-	0%
188	Infrastructure Services - Transport, Roads and Stormwater	FX012001004002	Roads - Urban Roads	572_114	UPGRADE & SIGNALISE OF 1 INTERSECTION WITHIN THE CITY OF UMHLATHUZE	CAPITAL REPLACEMENT RESERVES	1 500 000	1 500 000	-	9 570	1%
189	Infrastructure Services - Transport, Roads and Stormwater	FX012001004002	Roads - Urban Roads	572_116	BUS SHELTERS & LAYBYES - ALL AREAS	CAPITAL REPLACEMENT RESERVES	2 250 000	1 000 000	(1 250 000)	327 928	33%
190	Infrastructure Services - Transport, Roads and Stormwater	FX012001004002	Roads - Urban Roads	572_292	DUNE ROAD CAPACITY INCREASE	CAPITAL REPLACEMENT RESERVES	600 000	600 000	-	-	0%
191	Infrastructure Services - Transport, Roads and Stormwater	FX012001004002	Roads - Urban Roads	572_94	ESIKHALENI INTERSECTION	CAPITAL REPLACEMENT RESERVES	-	14 850 600	14 850 600	-	0%
192	Infrastructure Services - Transport, Roads and Stormwater	FX012001004002	Roads - Urban Roads	572_96	UPGRADE ROADS - EMPANGENI & AQUADENE	CAPITAL REPLACEMENT RESERVES	-	1 481 900	1 481 900	-	0%
193	Infrastructure Services - Transport, Roads and Stormwater	FX012001004002	Roads - Urban Roads	572_302	WALKWAYS	CAPITAL REPLACEMENT RESERVES	3 750 000	1 314 300	(2 435 700)	925 280	70%
194	Infrastructure Services - Transport, Roads and Stormwater	FX012001004002	Roads - Urban Roads	572_303	PEDESTRIAN BRIDGES	CAPITAL REPLACEMENT RESERVES	2 000 000	3 278 600	1 278 600	-	0%
195	Infrastructure Services - Transport, Roads and Stormwater	FX012001004002	Roads - Urban Roads	532_470	AQUADENE BULK SERVICES (ROADS & STORMWATER)	CAPITAL REPLACEMENT RESERVES	10 578 000	578 000	(10 000 000)	197 653	34%
196	Infrastructure Services - Transport, Roads and Stormwater	FX012001004002	Roads - Urban Roads	572_307	DOUBLING OF EAST CENTRAL ARTERIAL	CAPITAL REPLACEMENT RESERVES	1 000 000	-	(1 000 000)	-	
197	Infrastructure Services - Transport, Roads and Stormwater	FX012001004002	Roads - Urban Roads	572_306	ARTERIAL FRAMEWORK PLAN RENEWAL	CAPITAL REPLACEMENT RESERVES	1 000 000	-	(1 000 000)	-	
198	Infrastructure Services - Transport, Roads and Stormwater	FX012001004002	Roads - Urban Roads	544_254	OFFICE FURNITURE FOR TRANSPORT & ROADS	CAPITAL REPLACEMENT RESERVES	500 000	500 000	-	57 800	12%

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199	Infrastructure Services - Transport, Roads and Stormwater	FX012001004002	Roads - Urban Roads	536_473	FRIDGES, FREEZERS & MICROWAVES FOR ROADS SECTION	CAPITAL REPLACEMENT RESERVES	100 000	100 000	-	73 915	74%
200	Infrastructure Services - Transport, Roads and Stormwater	FX012001004002	Roads - Urban Roads	544_255	CANTEEN FURNITURE FOR ROADS SECTION	CAPITAL REPLACEMENT RESERVES	100 000	100 000	-	-	0%
201	Infrastructure Services - Transport, Roads and Stormwater	FX012001004002	Roads - Urban Roads	536_474	4 X CLOCKING MACHINES FOR ROADS SECTION	CAPITAL REPLACEMENT RESERVES	100 000	23 600	(76 400)	23 552	100%
202	City Development	FX012001005	Taxi Ranks	532_16	NSELENI TAXI RANK	CAPITAL REPLACEMENT RESERVES	-	78 500	78 500	-	0%
203	City Development	FX012001005	Taxi Ranks	532_227	CONSTRUCTION OF TAXI RANKS (BUILDINGS AND SURROUNDING) - LOT 63, RICHARDS BAY AND A RANK)	CAPITAL REPLACEMENT RESERVES	354 000	1 093 700	739 700	752 498	69%
204	Community Services - Protection Services	FX012002001	Road and Traffic Regulation	544_28	FURNITURE FOR TRAFFIC LICENSING	CAPITAL REPLACEMENT RESERVES	-	167 700	167 700	-	0%
205	Community Services - Protection Services	FX012002001	Road and Traffic Regulation	536_475	EQUIPMENT FOR TRAFFIC LICENSING	CAPITAL REPLACEMENT RESERVES	100 000	-	(100 000)	-	
206	Community Services - Recreation and Environmental Services	FX013001001	Beaches and Jetties	532_480	BUILDING & STRUCTURE REPAIR WORK	CAPITAL REPLACEMENT RESERVES	400 000	400 000	-	169 985	42%
207	Community Services - Recreation and Environmental Services	FX013001001	Beaches and Jetties	532_481	BOARDWALK & RAMP	CAPITAL REPLACEMENT RESERVES	200 000	-	(200 000)	-	
208	Community Services - Recreation and Environmental Services	FX013001001	Beaches and Jetties	536_476	LIFEGUARD EQUIPMENT: 10 x malibu board @ R10000 each,	CAPITAL REPLACEMENT RESERVES	42 000	242 000	200 000	-	0%
209	Community Services - Recreation and Environmental Services	FX013001002	Community Parks (including Nurseries)	532_222	BEAUTIFICATION (ALL AREAS)	CAPITAL REPLACEMENT RESERVES	1 440 000	2 094 800	654 800	1 523 545	73%
210	Community Services - Recreation and Environmental Services	FX013001002	Community Parks (including Nurseries)	536_477	VARIOUS SMALL MACHINERY (HORTICULTURE)	CAPITAL REPLACEMENT RESERVES	200 000	185 100	(14 900)	185 027	100%
211	Community Services - Recreation and Environmental Services	FX013002003003	Recreational Facilities - Swimming Pools	532_483	IMPROVEMENTS / RENOVATIONS TO VARIOUS SWIMMING POOLS	CAPITAL REPLACEMENT RESERVES	900 000	900 000	-	106 629	12%
212	Community Services - Recreation and Environmental Services	FX013002003003	Recreational Facilities - Swimming Pools	536_478	PORTABLE FILTERS X 10	CAPITAL REPLACEMENT RESERVES	200 000	200 000	-	155 000	78%

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213	Community Services - Recreation and Environmental Services	FX013002003003	Recreational Facilities - Swimming Pools	532_15	KWADLANGEZWA SWIMMING POOL	CAPITAL REPLACEMENT RESERVES	-	1 100 000	1 100 000	473 139	43%
214	Community Services - Recreation and Environmental Services	FX013002003003	Recreational Facilities - Swimming Pools	532_268	SWIMMING POOLS - NEW AND RELACEMENT CHLORINATORS	CAPITAL REPLACEMENT RESERVES	-	161 800	161 800		0%
215	Community Services - Recreation and Environmental Services	FX013002004001	Sport Development and Sportfields	532_221	UPGRADING RURAL SPORTSFIELDS	CAPITAL REPLACEMENT RESERVES	900 000	900 000	-	-	0%
216	Community Services - Recreation and Environmental Services	FX013002004001	Sport Development and Sportfield	532_485	INSTALLATION OF OUTDOOR GYM	CAPITAL REPLACEMENT RESERVES	1 000 000	1 000 000	-	-	0%
217	Community Services - Recreation and Environmental Services	FX013002004001	Sport Development and Sportfield	532_486	CONSTRUCTION OF KICK-ABOUTS X 2	CAPITAL REPLACEMENT RESERVES	300 000	300 000	-	-	0%
218	Community Services - Recreation and Environmental Services	FX013002004001	Sport Development and Sportfield	532_487	DESIGN OF SPORT COMPLEX MASTER PLAN	CAPITAL REPLACEMENT RESERVES	1 000 000	1 000 000	-	-	0%
219	Community Services - Recreation and Environmental Services	FX013002004001	Sport Development and Sportfield	536_479	MACHINERY FOR SPORT FACILITIES MAINTENANCE	CAPITAL REPLACEMENT RESERVES	800 000	800 000	-	231 199	29%
220	Community Services - Recreation and Environmental Services	FX013002004001	Sport Development and Sportfield	532_488	INSTALLATION OF IRRIGATION SYSTEM AT CENTRAL SPORT COMPLEX	CAPITAL REPLACEMENT RESERVES	1 000 000	1 000 000	-	-	0%
221	Community Services - Recreation and Environmental Services	FX013002004002	Sports Grounds and Stadiums - Stadium	532_441	UMHLATHUZE STADIUM RENOVATIONS	CAPITAL REPLACEMENT RESERVES	1 000 000	1 000 000	-	167 400	17%
222	Community Services - Health and Public Safety	FX014001003	Solid Waste Removal	532_251	RENOVATION OF NTAMBANANA TRANSFER STATION	CAPITAL REPLACEMENT RESERVES	-	1 325 200	1 325 200	1 191 504	90%
223	Community Services - Health and Public Safety	FX014001003	Solid Waste Removal	536_112	SKIPS	CAPITAL REPLACEMENT RESERVES	1 700 000	1 690 000	(10 000)	-	0%
224	Infrastructure Services - Water and Sanitation Services	FX015001002002	Sewerage - Pumpstations	536_3C	STANDBY PUMPS	CAPITAL REPLACEMENT RESERVES	850 000	850 000	-	191 170	22%
225	City Development	FX015001002003	Sewerage - Sewerage Network	532_248	DUMISANI MAKHAYE VILLAGE BULK SERVICES (SANITATION)	CAPITAL REPLACEMENT RESERVES	-	842 600	842 600	842 600	100%
226	City Development	FX015001002003	Sewerage - Sewerage Network	532_106	AQUADENE BULK SERVICES (SANITATION)	CAPITAL REPLACEMENT RESERVES	-	449 400	449 400	-	0%

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227	Infrastructure Services - Engineering Support Services	FX015001002003	Sewerage - Sewerage Network	532_104	RURAL SANITATION (COUNTER FUNDING)	CAPITAL REPLACEMENT RESERVES	-	-	-	1 997 598	
228	Infrastructure Services - Water and Sanitation Services	FX015001002003	Sewerage - Sewerage Network	532_287	UPGRADE - VULINDLELA SEWER PIPELINE	CAPITAL REPLACEMENT RESERVES	1 000 000	1 000 000	-	-	0%
229	Infrastructure Services - Water and Sanitation Services	FX015001002003	Sewerage - Sewerage Network	536_151	HILLVIEW SEWER PUMPLINE UPGRADE (COUNTER FUNDING)	CAPITAL REPLACEMENT RESERVES	1 000 000	1 000 000	-	810 847	81%
230	Infrastructure Services - Water and Sanitation Services	FX015001002003	Sewerage - Sewerage Network	584_35	MEERENSEE - GARRICK RISE SEWER LINE REPLACEMENT 450MM	CAPITAL REPLACEMENT RESERVES	300 000	300 000	-	-	0%
231	Infrastructure Services - Engineering Support Services	FX016001002001	Water Distribution - Rural Water	584_28	RURAL/SEMI-URBAN AREAS (COUNTER FUNDING)	CAPITAL REPLACEMENT RESERVES	-	-	-	2 048 470	
232	City Development	FX016001002002	Water Distribution - Urban Water	584_33	EMPANGENI MEGA HOUSING BULK SERVICES (WATER)	CAPITAL REPLACEMENT RESERVES	-	2 756 800	2 756 800	2 168 986	79%
233	Infrastructure Services - Water and Sanitation Services	FX016001002002	Water Distribution - Urban Water	536_152	9 WATER PUMPS 4INCH	CAPITAL REPLACEMENT RESERVES	1 200 000	800 000	(400 000)	66 549	8%
234	Infrastructure Services - Water and Sanitation Services	FX016001002002	Water Distribution - Urban Water	584_100	WATER LOSS AND DROUGHT RELIEF PROJECT	CAPITAL REPLACEMENT RESERVES	400 000	400 000	-	-	0%
235	Infrastructure Services - Water and Sanitation Services	FX016001002002	Water Distribution - Urban Water	584_38	UPGRADING OF VALVES IN BIRDSWOOD	CAPITAL REPLACEMENT RESERVES	200 000	200 000	-	-	0%
236	Infrastructure Services - Water and Sanitation Services	FX016001002002	Water Distribution - Urban Water	584_39	REPLACMNT OF WATER PIPE RETICULATION IN MEERENSEE	CAPITAL REPLACEMENT RESERVES	300 000	300 000	-	-	0%
237	Infrastructure Services - Water and Sanitation Services	FX016001002003	Water Distribution - Water Demand Management	584_42	CONSTRUCTION OF A SECOND MEERENSEE RESERVOIR (20MI)	CAPITAL REPLACEMENT RESERVES	800 000	240 000	(560 000)	-	0%
238	Infrastructure Services - Water and Sanitation Services	FX016001002003	Water Distribution - Water Demand Management	584_103	REPLACEMENT OF PRESSURE REDUCING VALVES	CAPITAL REPLACEMENT RESERVES	400 000	400 000	-	-	0%
<b>TOTAL CAPITAL REPLACEMENT RESERVES PROJECTS</b>							<b>85 937 000</b>	<b>147 104 600</b>	<b>61 167 600</b>	<b>54 190 676</b>	<b>37%</b>
239	Electrical and Energy Sources	FX002001001004	Electricity Distribution	872_31	REPLACEMENT OF NON-ENERGY EFFICIENT ELECTRICAL EQUIPMENT	GOVERNMENT - NATIONAL	6 000 000	6 000 000	-	5 680 426	95%
240	Infrastructure Services - Water and Sanitation Services	FX016001002002	Water Distribution - Urban Water	884_42	MEERENSEEPIPE REPLACEMENT (WSIG) (PHASE I)	GOVERNMENT - NATIONAL	4 000 000	4 000 000	-	-	0%

NOTES:

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NO	DEPARTMENT (MUNICIPAL STANDARD CLASSIFICATION)	mSCOA FUNCTION (FX)	FUNCTION DESCRIPTION	SHORT CODE	DETAILED PROJECT DESCRIPTION (QUANTITY & LOCATION - OUTPUTS & OUTCOMES)	FUNDING	ADOPTED 2018/19	DRAFT 2018/19 ADJUSTMENT BUDGET	INCREASE/ (DECREASE)	ACTUAL YTD AT 31/01/2019	PERCENTAGE SPENT OF DRAFT ADJ BUDGET
241	Infrastructure Services - Water and Sanitation Services	FX016001002002	Water Distribution - Urban Water	884_25	NSELENI PIPE REPLACEMENT (WSIG) (PHASE II)	GOVERNMENT - NATIONAL	8 000 000	8 000 000	-	4 911 057	61%
242	Infrastructure Services - Water and Sanitation Services	FX016001002002	Water Distribution - Urban Water	884_35	REDUCTION OF NON-REVENUE (WSIG)	GOVERNMENT - NATIONAL	4 000 000	4 000 000	-	-	0%
243	Community Services - Recreation and Environmental Services	FX013002004001	Sport Development and Sportfields	832_22	CONSTRUCTION OF INFRASTRUCTURE FOR SPORTS FACILITIES	GOVERNMENT - PROVINCIAL	7 850 000	7 850 000	-	-	0%
<b>TOTAL GOVERNMENT GRANTS - NATIONAL AND PROVINCIAL</b>							<b>29 850 000</b>	<b>29 850 000</b>	<b>-</b>	<b>10 591 483</b>	<b>35%</b>
244	Infrastructure Services - Engineering Support Services	FX001001005003	Municipal Buildings	832_21	NTAMBANANA PROJECTS - BUILDING & STRUCTURES	MIG	6 276 300	6 276 300	-	3 710 312	59%
245	Infrastructure Services - Engineering Support Services	FX012001004003	Roads - Rural Roads	872_34	ROADS PROJECTS - PHASE 3 MZINGAZI	MIG	17 782 700	17 782 700	-	1 644 139	9%
246	Infrastructure Services - Engineering Support Services	FX013002004001	Sport Development and Sport fields	832_16	SPORTS PROJECTS	MIG	8 368 400	8 368 400	-	-	0%
247	Infrastructure Services - Engineering Support Services	FX015001002003	Sewerage - Sewerage Network	832_17	RURAL SANITATION	MIG	33 473 200	33 473 200	-	27 151 593	81%
248	Infrastructure Services - Engineering Support Services	FX016001002001	Water Distribution - Rural Water	884_37	RURAL/SEMI-URBAN AREAS	MIG	33 473 200	33 473 200	-	13 947 610	42%
<b>TOTAL MUNICIPAL INFRASTRUCTURE GRANT</b>							<b>99 373 800</b>	<b>99 373 800</b>	<b>-</b>	<b>46 453 654</b>	<b>47%</b>
<b>TOTAL CAPITAL BUDGET</b>							<b>525 160 800</b>	<b>586 328 400</b>	<b>61 167 600</b>	<b>210 809 138</b>	<b>36%</b>

7. **ADJUSTMENTS TO EXPENDITURE ON ALLOCATIONS AND GRANT PROGRAMMES**

Refer to **Annexure T - V** (Table SB 7 - SB 9).

8. **ADJUSTMENTS TO ALLOCATIONS AND GRANTS MADE BY THE MUNICIPALITY**

Refer to **Annexure W** (Table SB 10).

9. **ADJUSTMENTS TO COUNCILLORS ALLOWANCES AND EMPLOYEE BENEFITS**

Refer to **Annexure X** (Table SB 11).

10. **ADJUSTMENTS TO SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN (SDBIP)**

The SDBIP (**DMS 1323998**) has been broken down into five components. These are:

- Component 1: Monthly projections of revenue (including capital grants) to be collected for each source (**Annexure AL**).
- Component 2: Monthly projections of expenditure (operating and capital) and revenue for each vote (**Annexure AM**).
- Component 3: Quarterly projections of service delivery targets and performance indicators for each vote (**Annexures AN – AU**).
  - The Mid-Year performance report does not only report budgetary spending but also supports service delivery performance deviation on the basis of budgetary requirements. The assessment must also focus on the municipality's service delivery performance during the first half of the financial year, and the service delivery targets and performance indicators set in the service delivery and budget implementation plan. Where budget adjustments require adjustment to performance information, a report to Performance Audit Committee must be submitted for noting the deviations from approved original KPIs and targets as set in SDBIP and Scorecards. Once the report has been noted by Performance Audit Committee, it must be submitted to Council for approval to deviate from approved original KPIs and targets set in SDBIP and Scorecard.
  - In light of the above, the Adjusted Budget SDBIP does not include amendments to Component 3. A separate report will be submitted to Council via Performance Audit Committee for approval of deviations from original KPIs and targets as set in SDBIP and Scorecard.
- Component 4: Ward information for expenditure and service delivery (**Annexures AV – AW**).
- Component 5: Detailed capital works plan broken down into wards over three years (**Annexure AX**).



## **11. ADJUSTMENTS TO CAPITAL EXPENDITURE**

The detail of the revised Adjustments 2018/19 Capital Budget (**DMS 1323998**) is **attached** as **Annexure AK**.

## **12. MUNICIPAL MANAGER'S QUALITY CERTIFICATION**

Refer to **Annexure AY (DMS 1328044)**.

### **ENVIRONMENTAL IMPLICATIONS**

None

### **FINANCIAL IMPLICATIONS**

This is dealt with in detail throughout the report.

### **LEGAL IMPLICATIONS**

This is dealt with throughout the report with references to various Acts and Regulations.

### **COMMENTS OF THE CHIEF FINANCIAL OFFICER**

The recommendations are supported.

### **RECOMMENDED THAT:**

1. the 2018/19 Adjustment Medium Term Revenue and Expenditure Framework (MTREF) be approved as set out in Budget **Tables B1 – B10 (Annexure A – M) (DMS 1320330)**;
2. the report on the 2018/19 Adjustment Budget be submitted to both the National Treasury and Provincial Treasury;
3. it be noted that any adjustments made to the 2018/19 Operating Budget do not result in any changes to the municipal taxes and tariffs;
4. any savings arising post the Adjustment Budget approval be utilised only to contribute to the Capital Replacement Reserve for future years' capital projects; and
5. the revised capital projects as per Component 5 of the SDBIP (**Annexure AK) (DMS 1323998)** be approved.