

1314 SCHEDULE B

Budget & Treasury Office



201314 ADJUSTMENTS BUDGET

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Glossary

Adjustments budget – Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.

Allocations – Money received from Provincial or National Government or other municipalities.

Budget – The financial plan of the Municipality.

Budget related policy – Policy of a municipality affecting or affected by the budget, examples include tariff policy, rates policy and credit control and debt collection policy.

Capital expenditure - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the Municipality's balance sheet.

Cash flow statement – A statement showing when actual cash will be received and spent by

the Municipality. Cash payments do not always coincide with budgeted expenditure timings. For example, when an invoice is received by the Municipality it is shown as expenditure in the month it is received, even though it may not be paid in the same period.

DORA – Division of Revenue Act. Annual legislation that shows the total allocations made by National to Provincial and local government.

Equitable share – A general grant paid to municipalities. It is predominantly targeted to help with free basic services.

Fruitless and wasteful expenditure – Expenditure that was made in vain and would have been avoided had reasonable care been exercised.

GFS – Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities.

GRAP – Generally Recognised Accounting Practice. The new standard for municipal accounting.

IDP – Integrated Development Plan. The main strategic planning document of the municipality

MBRR – Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations April 2009

MFMA – The Municipal Finance Management Act – No. 56 of 2003. The principle piece of legislation relating to municipal financial management.

MTREF – Medium Term Revenue and Expenditure Framework. A medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous and current years' financial position.

Operating expenditure – Spending on the day to day expenses of the Municipality such as salaries and wages.

Rates – Local Government tax based on the assessed value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the rand.

SDBIP – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.

Strategic objectives – The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.

Unauthorised expenditure – Generally, spending without, or in excess of, an approved budget.

Virement – A transfer of budget.

Virement policy - The policy that sets out the rules for budget transfers. Virements are normally allowed within a vote. Transfers between votes must be agreed by Council through an Adjustments Budget.

Vote – One of the main segments into which a budget. In Harry Gwala District Municipality means a directorate level.

1. PART 1 – ADJUSTMENTS BUDGET

1.1 Mayor’s Report

1.1.1 INTRODUCTION

The adjustment budget seeks to rectify issues identified in the mid-year assessment of the financial results as well as the inclusion of additional allocations. It is drafted in terms of section 28 of the MFMA and seeks to adhere to the stipulations of specifically section 28(2) of the MFMA.

1.1.2 BACKGROUND

In accordance with section 28 of the Municipal Finance Management Act, No 56 of 2003 (MFMA) a municipality must revise its approved annual budget through an adjustments budget, in the following circumstances:

- (i) To appropriate additional revenues that have become available over and above those anticipated in the annual budget, but only to revise or accelerate spending programmes already budgeted for.
- (ii) To authorise the utilisation of projected savings in one vote towards spending under another vote.
- (iii) To 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 rollovers when the annual budget for the current year was approved by the Council.
- (iv) To correct any errors in the annual budget.

In line with the MFMA, the 2013/14 approved Budget has now been adjusted. The adjustment has been mainly necessitated as a result of the following:

- To appropriate additional revenues that have become available over and above those anticipated in the annual budget, but only to revise or accelerate spending programmes already budgeted for

- The need to authorise the spending of unspent funds at the end of the 2012/2013 financial year.
- The Adjustments Budget reaffirms the Municipality's commitment to achieve the service delivery targets and performance indicators as reflected in the approved service delivery and budget implementation plan.

The process of budget adjustment also allows us to assess the state of our finances, reflect on the current challenges and design therapeutic measures that will turn around the finances of Harry Gwala District Municipality.

Much attention is given to the department of water services operational efficiency with considerable emphasis on operations and maintenance cost control. While most departments have seen a decrease in their budgets, the Water services budget has seen an increase by R 22million due to the nature of the operations and repairs and maintenance undertaken under this department

We can only rise above the cash crisis by ensuring that we prioritize spending on the key priorities which are the provision of basic services such as water and sanitation to the community of Harry Gwala District Municipality. In considering this adjustment budget we need to take into account the targets we initially set ourselves.

In preparing the adjustment budget priority had to be given to Water Services Department by making budget available for the next six months, this is largely due to prioritization of repairs and maintenance of the aging water and sanitation infrastructure that is now degenerating putting more strain on the cash flow of the municipality. The bulk water purchase original budget of R7, 5m has been adjusted upward to R9, 5m as a result of underestimation of the water demand and water use in uBuhlebezwe Local Municipality. The capital expenditure budget has been adjusted downward by R23m as these were provided for from the operating revenue.

The municipality received additional allocations R3m from the Department of Co-operative Governance and Traditional Affairs and R22m from National for Regional Bulk Infrastructure Grant which resulted in income being adjusted upward. The

total budget therefore increased from the original budget of R476 to the total adjusted budget of R531m. Other income is adjusted upwards by R 24 million as compared to the original budget of R500 000 as a result of the roll over grants of R24 million which was not originally allocated.

1.2 Resolutions

1.2.1. It is recommended that the annual adjustments budget of Harry Gwala District Municipality and consolidated adjustments budget for the financial year 2013/2014, as set-out in the schedules contained in Section 4, be approved:

1.2.2. Approve any adjustments permitted in terms of Section 28 (2) of the Act,

1.2.3. Approve the revisions to the monthly and quarterly service delivery targets and performance indicators in the service delivery and budget implementation plan, if any, to correspond with the approval of the adjustments budget.

1.3 Executive Summary

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 viable and that the municipality services are provided sustainably, economically and equitably to all communities. The Adjustment budget is intended to address material variances that were highlighted in the mid-year budget and performance assessment report.

It is critical to note that this report s28 MFMA report has been prepared as informed by the Midyear Performance assessment report presented to Council in February 2014 in terms of s72 of the MFMA a report that was also submitted to the National and Provincial in terms of s72 (1) (b) MFMA.

The Provincial Treasury conducted assessment on mid-year budget and performance report, from which inputs were drawn to be incorporated into the adjustments budget.

The Adjusted consolidated revenue has increased by R554m the total Adjusted Revenue for the District is R531m. This upward adjustment is mainly due to following major contributing factors;

- Disaster Management Centre Grant R3m
- Additional Regional Bulk Infrastructure Grant R22m
- Rolled over Unspent Conditional Grants R23m
Incl. COGTA Massification Grant of R18m

Included in the consolidated Revenue budget is also an amount of R22m to the Sisonke Economic Development Agency from DEDT to be expended on programs as per the Conditions of the grant.

The Adjusted Consolidated operations budget is R315m and for Harry Gwala District is R293m. The operations budget has been the largest affected by the cash flow constraints facing the municipality as a result of the limited revenue base coupled with piling municipal debt. New initiatives have been developed to improve debt collection strategies in an endeavor to strengthen the liquidity of the municipality. It is the challenge of the municipality to elevate the water services provisioning to a level where it has capacity to generate revenue based on cost recovery principles and financial self-sufficiency.

To this end much attention is given to the department of water services operational efficiency with considerable emphasis on operations and maintenance cost control. While most departments have seen a decrease in their budgets, the Water services budget has seen an increase above 26% due to the nature of the operations and repairs and maintenance undertaken under this department.

This department also hosts the largest percentage of the municipality's labour force.

This adjustments budget has also incorporated a distribution of the Depreciation budget from Finance to their respective departments.

The Consolidated capital budget has increased from R227million to R254million. This is mainly attributable to the upward adjustment of the following grants;

- Regional Bulk Infrastructure Grant R22m
- COGTA Disaster Management Grant R3m

The parent municipality's budget constitutes 99.8% of the consolidated budget.

ADJUSTMENTS BUDGET TABLES

TABLE B1: Adjustment Budget Summary

Table B1 below provides a summary of the budget adjustment of the municipality and is unpacked in the sections that follow.

DC43 Sisonke - Table B1 Adjustments Budget Summary -							
Description	Budget Year 2013/14					Budget Year +1 2014/15	Budget Year +2 2015/16
	Original Budget	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		5	6	7	8		
R thousands	A	E	F	G	H		
Financial Performance							
Service charges	42 748	-	-	-	42 748	46 168	36 846
Investment revenue	2 000	-	500	500	2 500	2 000	2 000
Transfers recognised - operational	220 563	-	44	44	220 607	242 058	252 948
Other own revenue	500	-	29 222	29 222	29 722	-	-
Total Revenue (excluding capital transfers and contributions)	265 811	-	29 766	29 766	295 577	290 226	291 794
Employee costs	90 434	-	4 403	4 403	94 837	98 831	105 730
Remuneration of councillors	6 181	-	(19)	(19)	6 162	6 576	7 037
Depreciation & asset impairment	20 000	-	5 000	5 000	25 000	20 000	21 000
Finance charges	3 500	-	21	21	3 521	2 800	2 500
Materials and bulk purchases	7 800	-	1 798	1 798	9 598	8 221	8 665
Transfers and grants	12 000	-	1 768	1 768	13 768	16 000	20 000
Other expenditure	115 081	-	68 964	68 964	184 045	115 498	116 796
Total Expenditure	254 996	-	81 936	81 936	336 932	267 927	281 728
Surplus/(Deficit)	10 816	-	(52 170)	(52 170)	(41 355)	22 299	10 066
Transfers recognised - capital	210 486	25 617	-	25 617	236 103	243 163	274 050
Contributions recognised - capital & contributed assets	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	221 302	25 617	(52 170)	(26 553)	194 748	265 462	284 116
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	221 302	25 617	(52 170)	(26 553)	194 748	265 462	284 116

DC43 Sisonke - Table B1 Adjustments Budget Summary -							
Description	Budget Year 2013/14					Budget Year +1 2014/15	Budget Year +2 2015/16
	Original Budget	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
	A	5 E	6 F	7 G	8 H		
R thousands							
<u>Capital expenditure & funds sources</u>							
Capital expenditure	227 234	3 070	(19 808)	(16 738)	210 496	252 706	285 691
Transfers recognised - capital	210 486	25 617	(49 218)	(23 601)	186 885	243 163	274 050
Internally generated funds	16 748	-	6 863	6 863	23 611	9 543	11 641
Total sources of capital funds	227 234	25 617	(42 355)	(16 738)	210 496	252 706	285 691
<u>Financial position</u>							
Total current assets	63 318	-	7 938	7 938	71 256	117 376	151 875
Total non current assets	1 517 343	-	(180 824)	(180 824)	1 336 519	1 559 472	1 815 447
Total current liabilities	34 740	-	5 123	5 123	39 863	32 142	30 945
Total non current liabilities	33 101	-	-	-	33 101	30 527	28 353
Community wealth/Equity	1 512 820	-	(178 009)	(178 009)	1 334 811	1 614 178	1 614 178
<u>Cash flows</u>							
Net cash from (used) operating	253 556	25 661	(68 869)	(43 209)	210 347	298 210	322 512
Net cash from (used) investing	(226 772)	-	58 535	58 535	(168 236)	(202 165)	(228 553)
Net cash from (used) financing	(2 494)	-	(2 843)	(2 843)	(5 337)	(2 735)	(2 997)
Cash/cash equivalents at the year end	44 477	25 661	(13 178)	12 483	56 960	93 310	90 962
<u>Cash backing/surplus reconciliation</u>							
Cash and investments available	54 303	-	2 657	2 657	56 960	97 086	130 927
Application of cash and investments	25 247	-	5 340	5 340	30 587	15 201	13 715
Balance - surplus (shortfall)	29 056	-	(2 683)	(2 683)	26 373	81 884	117 212
<u>Asset Management</u>							
Asset register summary (WDV)	1 516 798	-	(181 763)	(181 763)	1 335 034	1 557 740	1 813 431
Depreciation & asset impairment	20 000	-	5 000	5 000	25 000	20 000	21 000
Renewal of Existing Assets	2 185	-	-	-	2 185	5 000	10 000
Repairs and Maintenance	66 278	-	-	-	66 278	70 254	73 602
<u>Free services</u>							
Cost of Free Basic Services provided	8 812	-	-	-	8 812	9 756	10 700
Revenue cost of free services provided	77 718	-	-	-	77 718	81 670	85 621
<u>Households below minimum service level</u>							
Water:	31	-	-	-	31	32	32
Sanitation/sewerage:	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-

TABLE B2: Adjustment Budget Financial Performance

Schedule B2 is the Expenditure by standard classification presents the adjustment expenditures by the departments.

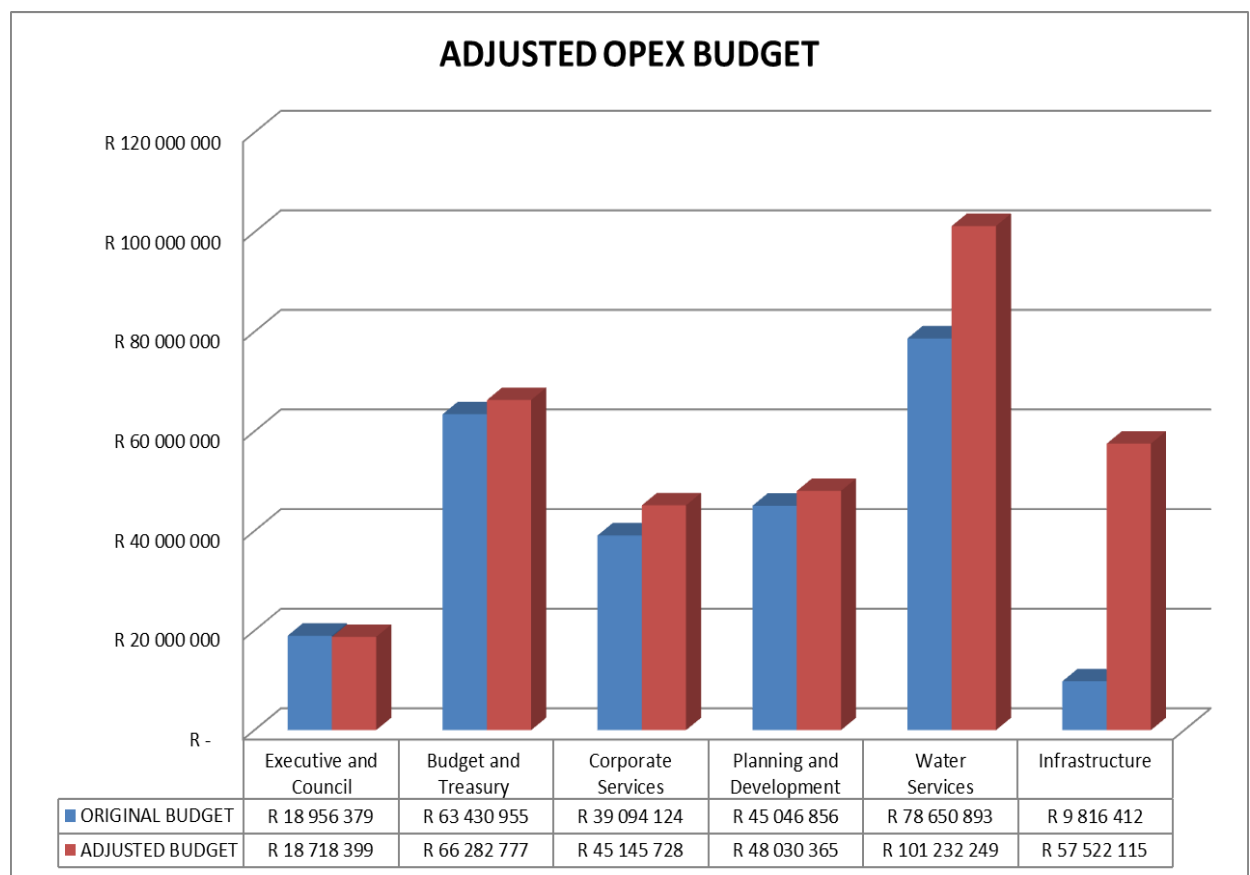
DC43 Sisonke - Table B2 Adjustments Budget Financial Performance (standard classification) -							
Standard Description	Budget Year 2013/14					Budget Year +1 2014/15	Budget Year +2 2015/16
	Original Budget	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands							
Revenue - Standard							
Governance and administration	220 696	-	1 171	1 171	221 867	234 904	247 782
Executive and council	-	-	-	-	-	-	-
Budget and treasury office	220 696	-	202	202	220 898	234 904	247 782
Corporate services	-	-	969	969	969	-	-
Economic and environmental services	-	3 000	3 831	6 831	6 831	-	-
Planning and development	-	3 000	3 831	6 831	6 831	-	-
Trading services	255 601	22 617	24 764	47 381	302 982	298 985	318 562
Electricity	-	-	-	-	-	-	-
Water	56 748	-	(7 791)	(7 791)	48 957	76 310	85 646
Waste water management	198 853	22 617	32 555	55 172	254 025	222 675	232 916
Total Revenue - Standard	476 297	25 617	29 766	55 383	531 680	533 889	566 344
Expenditure - Standard							
Governance and administration	121 481	-	8 665	8 665	130 147	124 908	126 596
Executive and council	18 956	-	(238)	(238)	18 718	19 578	20 847
Budget and treasury office	63 431	-	2 852	2 852	66 283	63 734	61 241
Corporate services	39 094	-	6 052	6 052	45 146	41 596	44 508
Economic and environmental services	45 047	-	2 984	2 984	48 030	45 838	48 850
Planning and development	45 047	-	2 984	2 984	48 030	33 166	35 468
Environmental protection	-	-	-	-	-	12 672	13 382
Trading services	88 467	-	70 287	70 287	158 754	93 854	99 664
Electricity	-	-	-	-	-	-	-
Water	78 651	-	22 581	22 581	101 232	83 300	88 482
Waste water management	9 816	-	47 706	47 706	57 522	10 554	11 182
Total Expenditure - Standard	254 996	-	81 936	81 936	336 932	264 599	275 110
Surplus/ (Deficit) for the year	221 302	25 617	(52 170)	(26 553)	194 748	269 290	291 234

The revenue of the municipality has increased by 12% from R476, 2 million originally approved budget to R531, 6 million. The waste water management has seen the biggest increase in revenue due to the additional funding allocation of R22 million received for infrastructural development.

Operational expenditure has increased by 32% which is R336, 9 million. This increase is largely attributed to the water services department which is responsible from the water and sanitation provision. The operations budget has been the largest affected by the cash flow constraints facing the municipality as a result of the limited revenue base coupled with piling municipal debt. While most departments have seen a decrease in their budgets, the Water services budget has seen an increase above 26% due to the nature of the operations and repairs and maintenance undertaken under this department. This department also hosts the largest percentage of the municipality’s labour force.

This adjustments budget has also incorporated a distribution of the Depreciation budget from Finance to their respective departments.

CHART 1 ADJUSTED OPERATION BUDGET BY STANDARD CLASSIFICATION



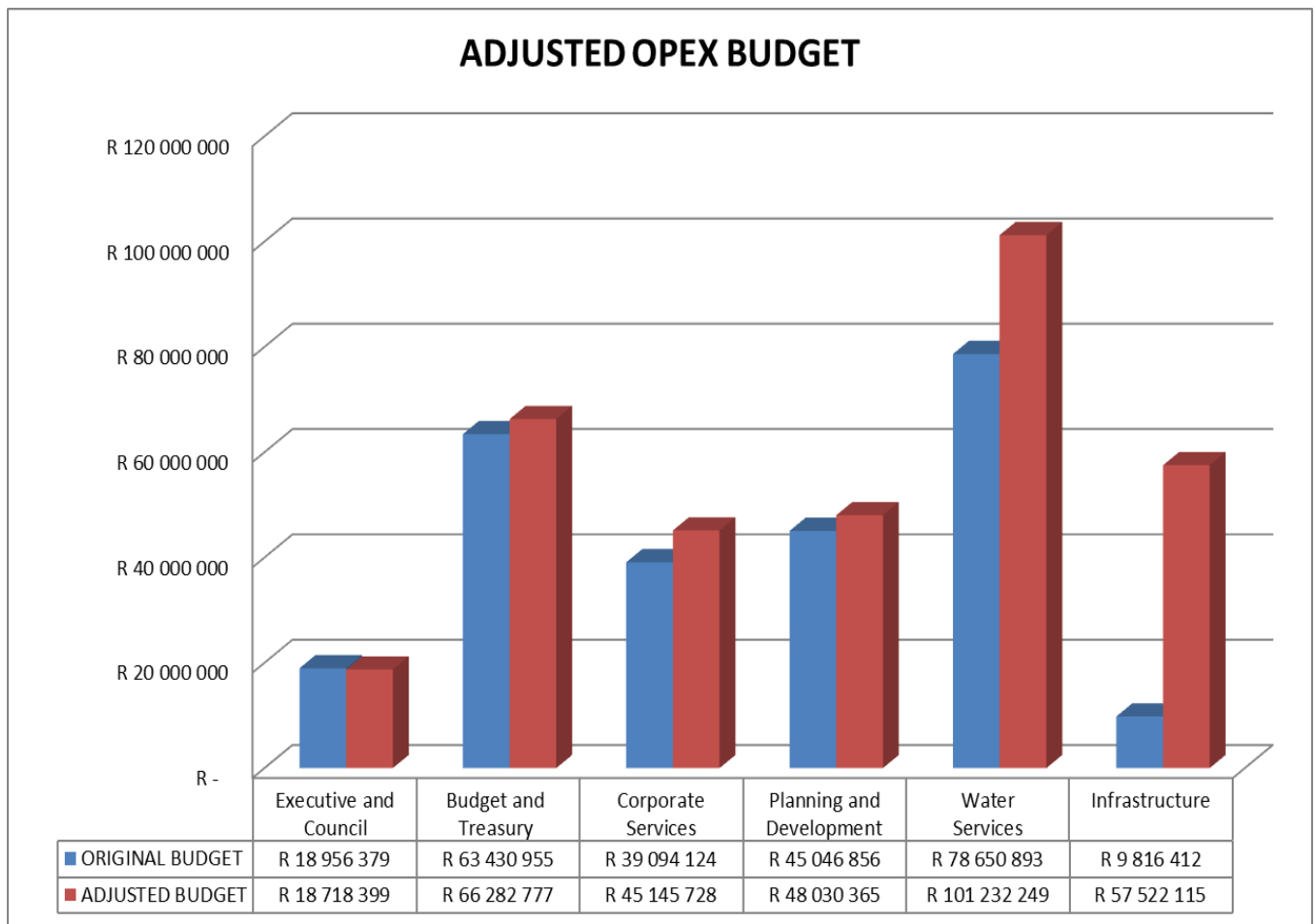
Some major differences above are caused by the cash flow constraint facing the municipality as a result of the limited revenue, while most departments have seen a decrease in their budgets, the Water services budget has seen an increase above 26% due to the nature of the operations and repairs and maintenance undertaken under this department. This department also hosts the largest percentage of the municipality’s labour force.

TABLE B3: Adjustment Budget Financial Performance

Table B3 presents the same information as the table above, the difference being that it's by Municipal vote.

DC43 Sisonke - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) -							
Vote Description	Budget Year 2013/14					Budget Year +1 2014/15	Budget Year +2 2015/16
	Original Budget	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<i>[Insert departmental structure etc]</i>		7	8	9	10		
R thousands	A	E	F	G	H		
Revenue by Vote							
Vote 1 - Executive & Council	-	-	-	-	-	-	-
Vote 2 - Finance	220 696	-	202	202	220 898	234 404	247 282
Vote 3 - Corporate Services	-	-	969	969	969	-	-
Vote 4 - Economic &Community Services	-	3 000	3 831	6 831	6 831	-	-
Vote 5 - Infrastructure Services	198 853	22 617	32 555	55 172	254 025	222 675	232 916
Vote 6 - Water Services	56 748	-	(7 791)	(7 791)	48 957	76 310	85 646
Total Revenue by Vote	476 297	25 617	29 766	55 383	531 680	533 389	565 844
Expenditure by Vote							
Vote 1 - Executive & Council	18 956	-	(238)	(238)	18 718	19 578	20 847
Vote 2 - Finance	63 431	-	2 852	2 852	66 283	63 734	61 241
Vote 3 - Corporate Services	39 094	-	6 052	6 052	45 146	41 596	44 508
Vote 4 - Economic &Community Services	45 047	-	2 984	2 984	48 030	49 166	55 468
Vote 5 - Infrastructure Services	9 816	-	47 706	47 706	57 522	10 554	88 482
Vote 6 - Water Services	78 651	-	22 581	22 581	101 232	83 300	11 182
Total Expenditure by Vote	254 996	-	81 936	81 936	336 932	267 927	281 728
Surplus/ (Deficit) for the year	221 302	25 617	(52 170)	(26 553)	194 748	265 462	284 116

CHART 2 ADJUSTMENT BUDGET FINANCIAL PERFORMANCE



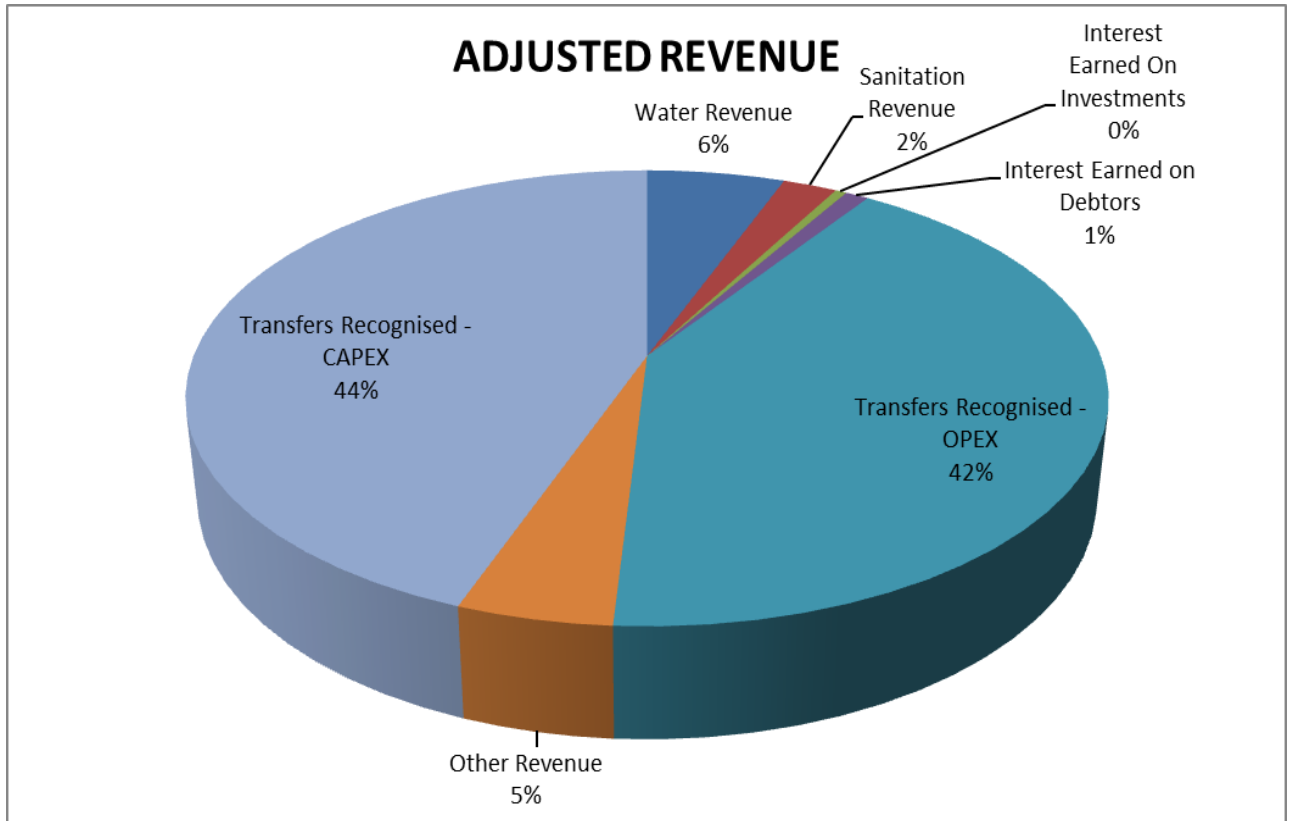
The 2013/14 original budget approved by council before the finalisation of the new structure and that resulted to increase or decrease in the adjustment budget per department.

TABLE B4: Adjustment Budget Financial Performance

This schedule provides information on the adjustment revenue by source and adjustment operational expenditures by type.

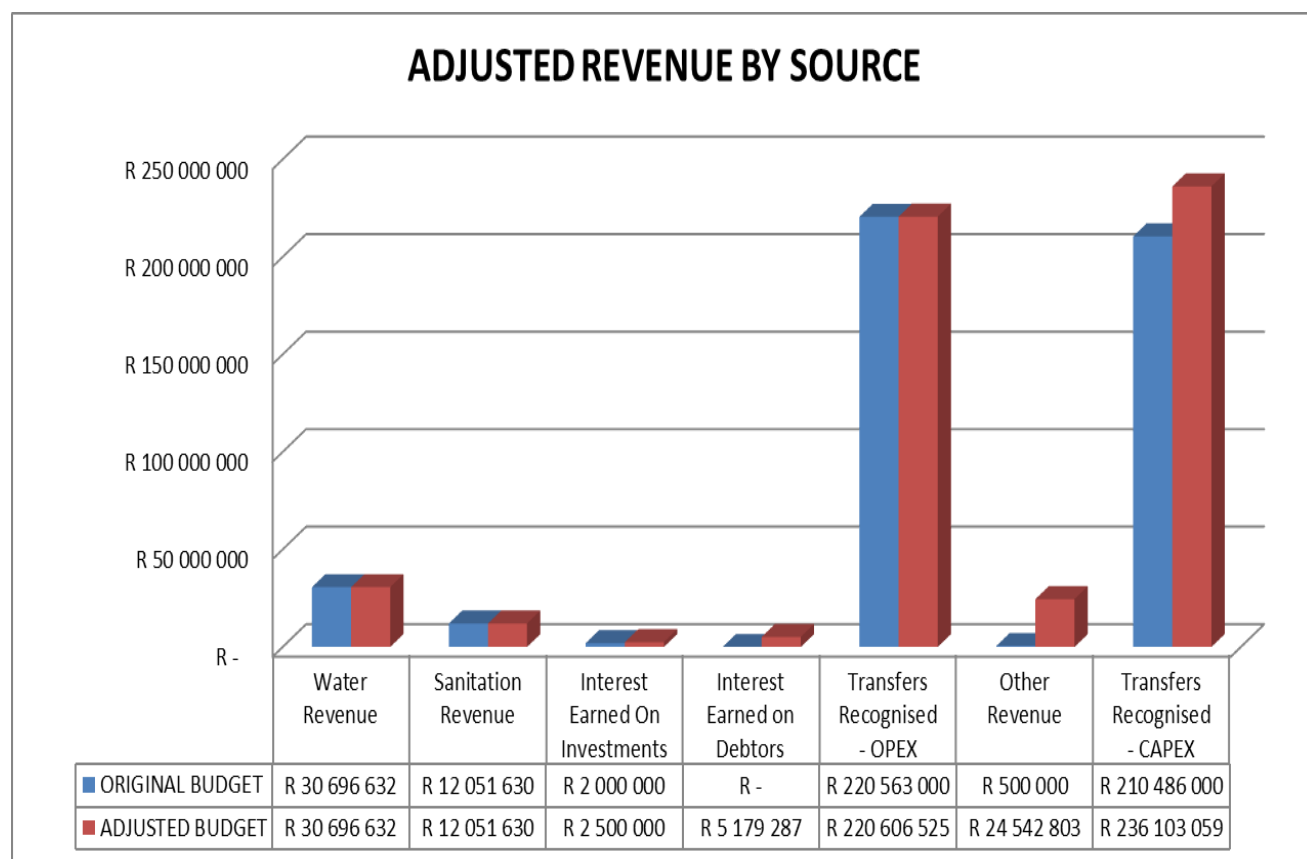
DC43 Sisonke - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) -							
Description	Budget Year 2013/14					Budget Year +1 2014/15	Budget Year +2 2015/16
	Original Budget	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands							
Revenue By Source							
Service charges - water revenue	30 697	-	-	-	30 697	33 152	35 805
Service charges - sanitation revenue	12 052	-	-	-	12 052	13 016	1 041
Interest earned - external investments	2 000		500	500	2 500	2 000	2 000
Interest earned - outstanding debtors			5 179	5 179	5 179		
Transfers recognised - operating	220 563		44	44	220 607	242 058	252 948
Other revenue	500	-	24 043	24 043	24 543	-	-
Total Revenue (excluding capital transfers and contributions)	265 811	-	29 766	29 766	295 577	290 226	291 794
Expenditure By Type							
Employee related costs	90 434	-	4 403	4 403	94 837	98 831	105 730
Remuneration of councillors	6 181		(19)	(19)	6 162	6 576	7 037
Debt impairment	12 000			-	12 000	11 042	8 711
Depreciation & asset impairment	20 000	-	5 000	5 000	25 000	20 000	21 000
Finance charges	3 500		21	21	3 521	2 800	2 500
Bulk purchases	7 800	-	1 798	1 798	9 598	8 221	8 665
Contracted services	36 317	-	(1 318)	(1 318)	34 999	37 923	37 699
Transfers and grants	12 000		1 768	1 768	13 768	16 000	20 000
Other expenditure	66 763	-	70 282	70 282	137 045	66 533	70 385
Total Expenditure	254 996	-	81 936	81 936	336 932	267 927	281 728
Surplus/(Deficit)	10 816	-	(52 170)	(52 170)	(41 355)	22 299	10 066
Transfers recognised - capital	210 486	25 617		25 617	236 103	243 163	274 050
Surplus/(Deficit) before taxation	221 302	25 617	(52 170)	(26 553)	194 748	265 462	284 116
Surplus/(Deficit) after taxation	221 302	25 617	(52 170)	(26 553)	194 748	265 462	284 116
Attributable to minorities				-	-		
Surplus/(Deficit) attributable to municipality	221 302	25 617	(52 170)	(26 553)	194 748	265 462	284 116
Surplus/ (Deficit) for the year	221 302	25 617	(52 170)	(26 553)	194 748	265 462	284 116

PIE CHART 3



The above pie chart presents the adjustment budget by source

CHART 4 WATER AND SANITATION



There are no adjustments in water and sanitation charges revenue as we based on the performance of the past 7 months and we are still within the budget for billing in the approved budget. The average return on interest earned on external investments was originally calculated at R2m. Based on previous projections, it is estimated that the average return on investments will be between R2m to R2, 5m. This has resulted that approximately R1million more interest earned will realise by 30 June 2014.

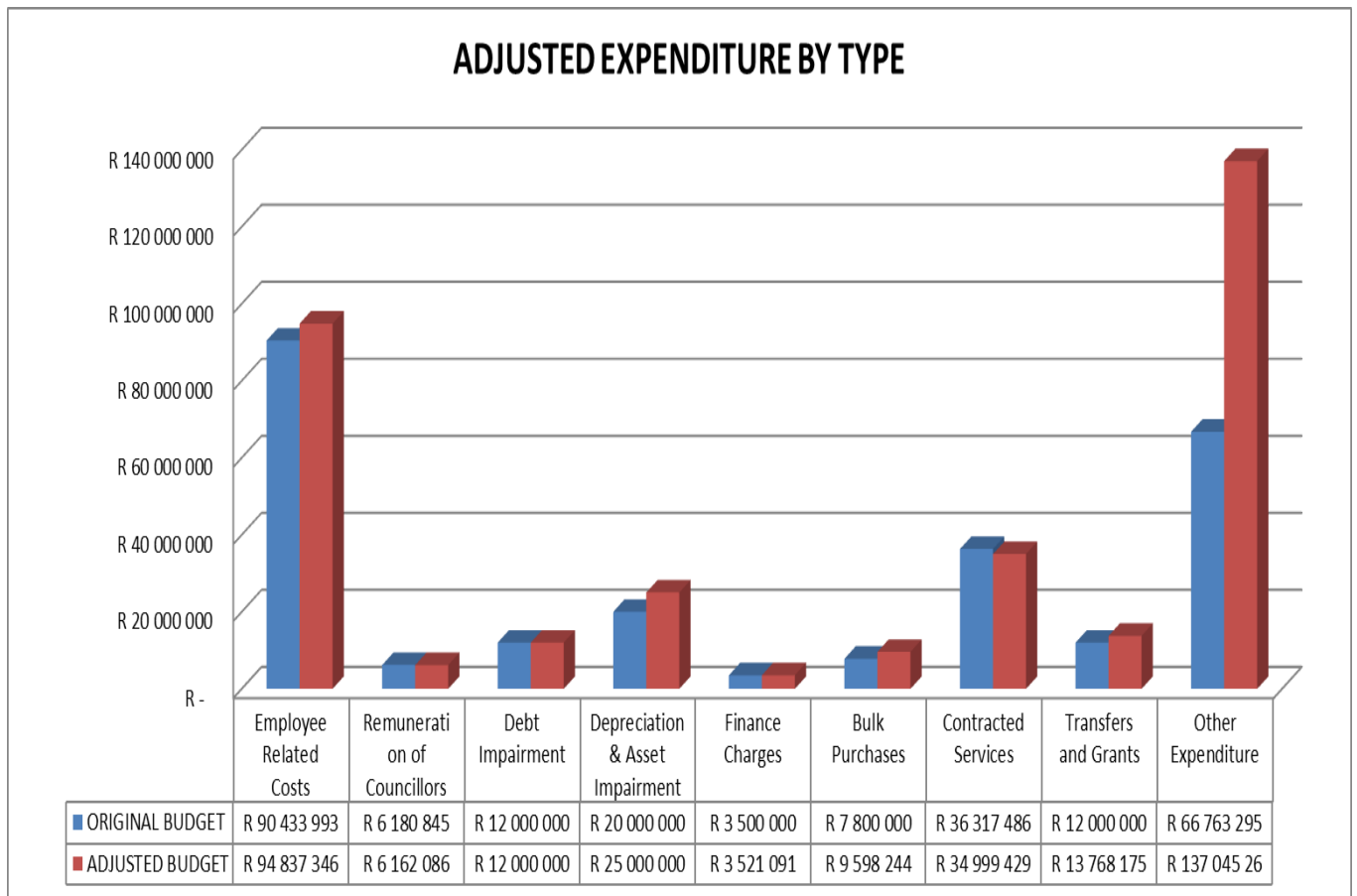
Other Revenue: The total for other revenue is adjusted upwards by R 24 million as compared to the original budget of R500 000 as a result of the roll over grants of R24 million which was not originally allocated.

Even though our debtor's book is on the increase or improving, interest emanating from this source has adjusted by R5, 179,287.

The total capital budget has increased by R25 million, the increase was due to the:-

- Regional Bulk Infrastructure Grant R22m
- COGTA Disaster Management Grant R3m

BAR CHART 5



The graph above presents the adjustment budget expenditure by type.

Employee related costs have on the other hand increased by 5% to R94, 8million in order to cater for the critical posts that are key in strengthening the workforce that drives service delivery.

There is no change in debt impairment because of the number of debtors that are decreasing and there is a new initiatives that have been developed to improve debt collection strategies and because there is a strategy that the municipality apply in the collection.

The expenditure on Bulk Water purchases has been increased because the original budget is not enough for the next 5 months and we had to adjust the budget upward in

order for the municipality to pay the water to Umngeni. The budget for Bulk water had to increase to 9, 5million. Other expenditure adjustment budget increases because of the over expenditure that happened in the past 6 months.

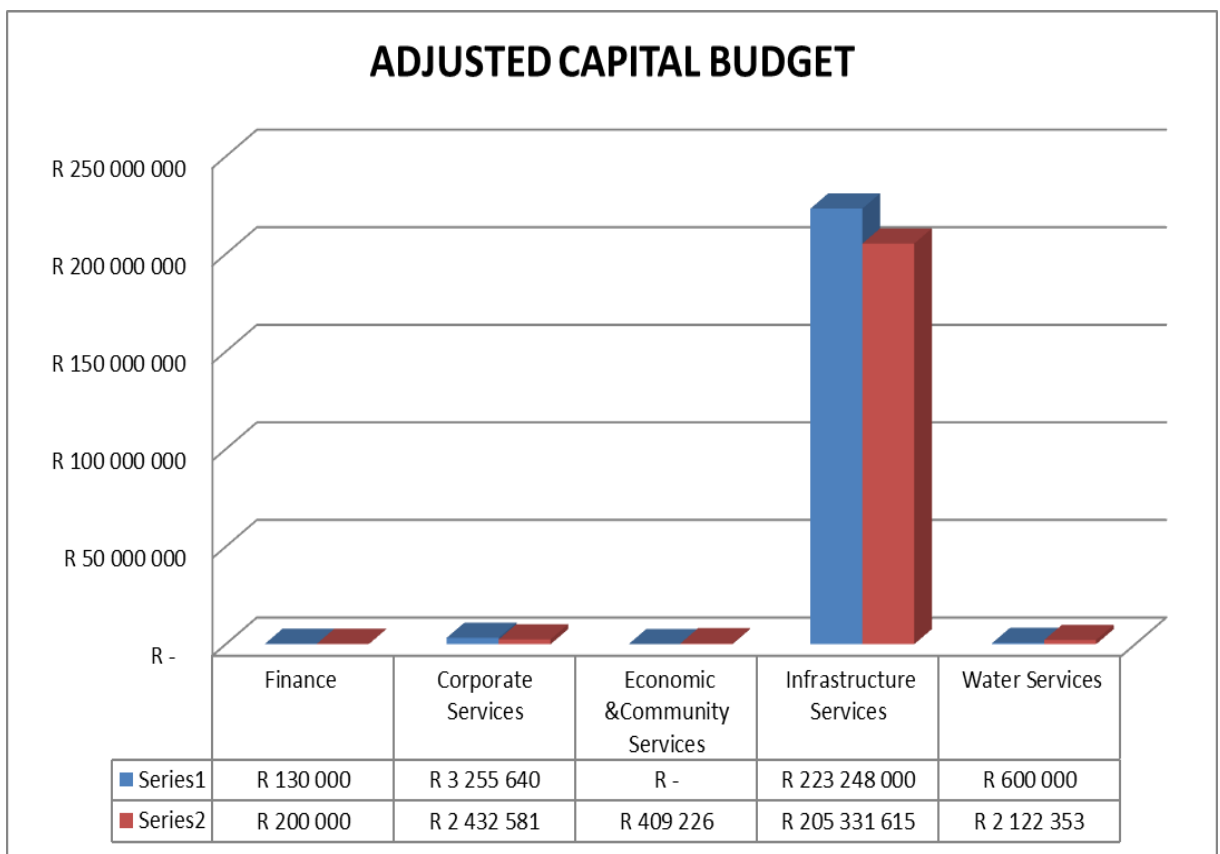
TABLE B5: Adjustment Capital Expenditure Budget By Vote And Funding

Schedule B5 below reports on the adjusted capital expenditures by departments (municipal vote) and also by standard classification. The bottom part of the schedule looks at the funding sources of the capital projects.

DC43 Sisonke - Table B5 Adjustments Capital Expenditure Budget by vote and funding -

Description	Budget Year 2013/14					Budget Year +1 2014/15	Budget Year +2 2015/16
	Original Budget	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands							
Capital expenditure - Vote							
Multi-year expenditure to be adjusted							
Vote 2 - Finance	130	70	–	70	200	2 000	–
Vote 3 - Corporate Services	3 256	–	(823)	(823)	2 433	910	974
Vote 4 - Economic &Community Services	–	–	409	409	409	–	–
Vote 5 - Infrastructure Services	223 248	3 000	(20 916)	(17 916)	205 332	249 163	284 050
Vote 6 - Water Services	600	–	1 522	1 522	2 122	632	667
Capital multi-year expenditure sub-total	227 234	3 070	(19 808)	(16 738)	210 496	252 706	285 691
Total Capital Expenditure - Vote	227 234	3 070	(19 808)	(16 738)	210 496	252 706	285 691
Capital Expenditure - Standard							
Governance and administration	3 386	70	(823)	(753)	2 633	2 910	974
Budget and treasury office	130	70		70	200	2 000	–
Corporate services	3 256		(823)	(823)	2 433	910	974
Community and public safety	–	–	409	409	409	–	–
Community and social services			409	409	409		
Trading services	223 848	25 547	(41 941)	(16 394)	207 454	249 795	284 717
Waste water management	223 248	25 547	(43 463)	(17 916)	205 332	249 163	284 050
Waste management	600		1 522	1 522	2 122	632	667
Total Capital Expenditure - Standard	227 234	25 617	(42 355)	(16 738)	210 496	252 706	285 691
Funded by:							
National Government	210 486	22 000	(49 218)	(27 218)	183 268	243 163	274 050
Provincial Government		3 617		3 617	3 617		
Total Capital transfers recognised	210 486	25 617	(49 218)	(23 601)	186 885	243 163	274 050
Internally generated funds	16 748		6 863	6 863	23 611	9 543	11 641
Total Capital Funding	227 234	25 617	(42 355)	(16 738)	210 496	252 706	285 691

CHART 6 ADJUSTED CAPITAL BUDGET



The total approved budget was R 227 million and adjusted budget is R 253, 9 million. This is mainly attributable to the upward adjustment of the following grants;

- Regional Bulk Infrastructure Grant R22m
- COGTA Disaster Management Grant R3m

TABLE B6: Adjustments Budget Financial Position

Table C6 displays the adjustment budget financial position of the municipality

DC43 Sisonke - Table B6 Adjustments Budget Financial Position -							
Description	Budget Year 2013/14					Budget Year +1 2014/15	Budget Year +2 2015/16
	Original Budget	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
	A	7	8	9	10		
R thousands		E	F	G	H		
ASSETS							
Current assets							
Cash	54 303		2 657	2 657	56 960	97 086	130 927
Consumer debtors	2 505	-	5 281	5 281	7 786	12 916	13 704
Other debtors	6 510			-	6 510	7 374	7 244
Total current assets	63 318	-	7 938	7 938	71 256	117 376	151 875
Non current assets							
Property, plant and equipment	1 516 798	-	(181 763)	(181 763)	1 335 034	1 557 740	1 813 431
Intangible	545		939	939	1 484	1 732	2 016
Total non current assets	1 517 343	-	(180 824)	(180 824)	1 336 519	1 559 472	1 815 447
TOTAL ASSETS	1 580 661	-	(172 886)	(172 886)	1 407 775	1 676 848	1 967 322
LIABILITIES							
Current liabilities							
Borrowing	3 174	-	-	-	3 174	2 574	2 374
Consumer deposits	1 012		123	123	1 135	1 014	1 017
Trade and other payables	30 555	-	5 000	5 000	35 555	28 555	27 555
Total current liabilities	34 740	-	5 123	5 123	39 863	32 142	30 945
Non current liabilities							
Borrowing	25 384	-	-	-	25 384	22 810	20 636
Provisions	7 717	-	-	-	7 717	7 717	7 717
Total non current liabilities	33 101	-	-	-	33 101	30 527	28 353
TOTAL LIABILITIES	67 841	-	5 123	5 123	72 964	62 670	59 299
NET ASSETS	1 512 820	-	(178 009)	(178 009)	1 334 811	1 614 178	1 908 023
COMMUNITY WEALTH/EQUITY							
Accumulated Surplus/(Deficit)	1 512 820	-	(178 009)	(178 009)	1 334 811	1 614 178	1 614 178
TOTAL COMMUNITY WEALTH/EQUITY	1 512 820	-	(178 009)	(178 009)	1 334 811	1 614 178	1 614 178

TABLE B7: Adjustments Budget Cash Flows

DC43 Sisonke - Table B7 Adjustments Budget Cash Flows -							
Description	Budget Year 2013/14					Budget Year	Budget Year
	Original	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
	Budget	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
		7	8	9	10		
R thousands	A	E	F	G	H		
CASH FLOW FROM OPERATING ACTIVITIES							
Receipts							
Ratepayers and other	30 424			-	30 424	32 818	26 292
Government - operating	220 563	44		44	220 607	242 058	252 948
Government - capital	210 486	25 617		25 617	236 103	243 163	274 050
Interest	2 000		500	500	2 500	2 000	2 000
Payments							
Suppliers and employees	(194 417)		(67 580)	(67 580)	(261 997)	(206 357)	(216 897)
Finance charges	(3 500)		(21)	(21)	(3 521)	(2 800)	(2 500)
Transfers and Grants	(12 000)		(1 768)	(1 768)	(13 768)	(12 672)	(13 382)
NET CASH FROM/(USED) OPERATING ACTIVITIES	253 556	25 661	(68 869)	(43 209)	210 347	298 210	322 512
CASH FLOWS FROM INVESTING ACTIVITIES							
Receipts							
Decrease (Increase) in non-current debtors				-	-		
Payments							
Capital assets	(226 772)		58 535	58 535	(168 236)	(202 165)	(228 553)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(226 772)	-	58 535	58 535	(168 236)	(202 165)	(228 553)
CASH FLOWS FROM FINANCING ACTIVITIES							
Receipts							
Increase (decrease) in consumer deposits			125	125	125		
Payments							
Repayment of borrowing	(2 494)		(2 968)	(2 968)	(5 462)	(2 735)	(2 997)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(2 494)	-	(2 843)	(2 843)	(5 337)	(2 735)	(2 997)
NET INCREASE/ (DECREASE) IN CASH HELD	24 291	25 661	(13 178)	12 483	36 774	93 310	90 962
Cash/cash equivalents at the year begin:	20 186			-	20 186		
Cash/cash equivalents at the year end:	44 477	25 661	(13 178)		56 960	93 310	90 962

TABLE B8 Cash Backed Reserves / Accumulated Surplus Reconciliation

DC43 Sisonke - Table B8 Cash backed reserves/accumulated surplus reconciliation -							
Description	Budget Year 2013/14					Budget Year	Budget Year
	Original	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
	Budget	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
		7	8	9	10		
R thousands	A	E	F	G	H		
Cash and investments available							
Cash/cash equivalents at the year end	44 477	25 661	(13 178)	12 483	56 960	93 310	90 962
Other current investments > 90 days	9 826	(25 661)	15 835	(9 826)	0	3 776	39 965
Cash and investments available:	54 303	-	2 657	2 657	56 960	97 086	130 927
Applications of cash and investments							
Unspent conditional transfers	10 000	-	5 000	5 000	15 000	8 000	7 000
Statutory requirements	346			-	346	346	346
Other working capital requirements	14 213		340	340	14 553	6 132	5 607
Other provisions	687			-	687	723	762
Total Application of cash and investments:	25 247	-	5 340	5 340	30 587	15 201	13 715
Surplus(shortfall)	29 056	-	(2 683)	(2 683)	26 373	81 884	117 212

TABLE B9: Asset Management

DC43 Sisonke - Table B9 Asset Management -							
Description	Budget Year 2013/14					Budget Year +1 2014/15	Budget Year +2 2015/16
	Original Budget	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands							
CAPITAL EXPENDITURE							
Total New Assets to be adjusted	224 587	-	-	-	224 587	247 706	275 691
Infrastructure - Electricity	580	-	-	-	580	-	-
Infrastructure - Water	166 970	-	-	-	166 970	177 907	212 961
Infrastructure - Sanitation	50 012	-	-	-	50 012	57 000	44 875
Infrastructure - Other	200	-	-	-	200	211	222
Infrastructure	217 762	-	-	-	217 762	235 118	258 058
Community	2 000	-	-	-	2 000	3 256	6 214
Other assets	4 252	-	-	-	4 252	6 865	10 926
Intangibles	572	-	-	-	572	2 467	492
Total Renewal of Existing Assets to be adjusted	2 185	-	-	-	2 185	5 000	10 000
Infrastructure - Water	916	-	-	-	916	5 000	10 000
Infrastructure - Sanitation	1 269	-	-	-	1 269	-	-
Infrastructure - Other	-	-	-	-	-	-	-
Infrastructure	2 185	-	-	-	2 185	5 000	10 000
Total Capital Expenditure to be adjusted							
Infrastructure - Electricity	580	-	-	-	580	-	-
Infrastructure - Water	167 886	-	-	-	167 886	182 907	222 961
Infrastructure - Sanitation	51 281	-	-	-	51 281	57 000	44 875
Infrastructure - Other	200	-	-	-	200	211	222
Infrastructure	219 947	-	-	-	219 947	240 118	268 058
Community	2 000	-	-	-	2 000	3 256	6 214
Other assets	4 252	-	-	-	4 252	6 865	10 926
Intangibles	572	-	-	-	572	2 467	492
TOTAL CAPITAL EXPENDITURE to be adjusted	226 772	-	-	-	226 772	252 706	285 691
ASSET REGISTER SUMMARY - PPE (WDV)							
Infrastructure - Electricity			4 366	4 366	4 366	5 094	5 930
Infrastructure - Water			898 825	898 825	898 825	1 048 764	1 220 911
Infrastructure - Sanitation			332 220	332 220	332 220	387 639	451 267
Infrastructure - Other			32 633	32 633	32 633	38 077	44 327
Infrastructure	-	-	1 268 044	1 268 044	1 268 044	1 479 575	1 722 435
Community			51 813	51 813	51 813	60 456	70 380
Other assets	1 516 798		(1 503 105)	(1 503 105)	13 693	15 977	18 600
Intangibles			1 484	1 484	1 484	1 732	2 016
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	1 516 798	-	(181 763)	(181 763)	1 335 034	1 557 740	1 813 431

DC43 Sisonke - Table B9 Asset Management -								
Description	Budget Year 2013/14					Budget Year +1 2014/15	Budget Year +2 2015/16	
	Original Budget	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget	
R thousands								
EXPENDITURE OTHER ITEMS								
Depreciation & asset impairment	20 000	-	5 000	5 000	25 000	20 000	21 000	
Repairs and Maintenance by asset class	66 278	-	-	-	66 278	70 254	73 602	
<i>Infrastructure - Water</i>	38 412	-	-	-	38 412	40 716	43 021	
<i>Infrastructure - Sanitation</i>	26 405	-	-	-	26 405	27 990	29 574	
Infrastructure	64 817	-	-	-	64 817	68 706	72 595	
Other assets	1 461	-	-	-	1 461	1 548	1 007	
TOTAL EXPENDITURE OTHER ITEMS to be adjusted	86 278	-	5 000	5 000	91 278	90 254	94 602	
% of capital exp on renewal of assets	1.0%				1.0%	2.0%	3.5%	
Renewal of existing assets as % of deprecn	10.9%				8.7%	25.0%	47.6%	
R&M as a % of PPE	4.4%				5.0%	4.5%	4.1%	
Renewal and R&M as a % of PPE	4.5%				5.1%	4.8%	4.6%	

TABLE B10: Basic Service Delivery Measurement

DC43 Sisonke - Table B10 Basic service delivery measurement -				
Description	Budget Year 2013/14		Budget Year +1 2014/15	Budget Year +2 2015/16
	Original Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
Household service targets				
<u>Water:</u>				
Piped water inside dwelling	41594.83082	42	41985.33802	42375.84523
Piped water inside yard (but not in dwelling)	19048.46162	19	19227.29541	19406.12921
Using public tap (at least min.service level)	22667.49769	23	22880.3083	23093.1189
<i>Minimum Service Level and Above sub-total</i>	83	83	84	85
No water supply	31429.84123	31	31724.91586	32019.99049
<i>Below Minimum Service Level sub-total</i>	31	31	32	32
Total number of households	115	115	116	117
<u>Sanitation/sewerage:</u>				
Flush toilet (connected to sewerage)	66980.57784	66 981	70329.60674	73678.63563
Flush toilet (with septic tank)	13925.53127	13 926	14621.80783	15318.0844
Pit toilet (ventilated)	56230.5532	56 231	59042.08086	61853.60852
Other toilet provisions (> min.service level)		-		
<i>Minimum Service Level and Above sub-total</i>	137 137	137 137	143 993	150 850
<i>Below Minimum Service Level sub-total</i>	-	-	-	-
Total number of households	137 137	137 137	143 993	150 850
<u>Energy:</u>				
<u>Households receiving Free Basic Service</u>				
Water (6 kilolitres per household per month)	12229.33206	12 229	13445.77608	14662.2201
<u>Cost of Free Basic Services provided (R'000)</u>				
Water (6 kilolitres per household per month)	4 695	4 695	5 198	5 701
Sanitation (free sanitation service)	4 117	4 117	4 558	5 000
Total cost of FBS provided (minimum social package)	8 812	8 812	9 756	10 700
<u>Highest level of free service provided</u>				
Water (kilolitres per household per month)	6	6	6	6
<u>Revenue cost of free services provided (R'000)</u>				
Water	61 350	61 350	64 470	67 589
Sanitation	16 367	16 367	17 200	18 032
Total revenue cost of free services provided (total social package)	77 718	77 718	81 670	85 621

CONSOLIDATED ADJUSTED BUDGET TABLES

TABLE B1: Consolidated Adjustment Budget Summary

Table B1 below provides a summary of the budget adjustment of the municipality and is unpacked in the sections that follow

DC43 Sisonke - Table B1 Adjustments Budget Summary -					CONSOLIDATED		
Description	Budget Year 2013/14					Budget Year +1 2014/15	Budget Year +2 2015/16
	Original Budget	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	A	5	6	7	8		
	E	F	G	H			
Financial Performance							
Service charges	42 748	-	-	-	42 748	46 168	36 846
Investment revenue	2 000	-	596	596	2 596	2 000	2 000
Transfers recognised - operational	269 953	-	(26 379)	(26 379)	243 574	242 058	252 948
Other own revenue	572	-	29 150	29 150	29 722	-	-
Total Revenue (excluding capital transfers and contributions)	315 274	-	3 367	3 367	318 640	290 226	291 794
Employee costs	95 027	-	4 584	4 584	99 611	98 831	105 730
Remuneration of councillors	6 181	-	(19)	(19)	6 162	6 576	7 037
Depreciation & asset impairment	20 000	-	5 000	5 000	25 000	20 000	21 000
Finance charges	3 509	-	17	17	3 525	2 800	2 500
Materials and bulk purchases	7 800	-	2 048	2 048	9 848	8 221	8 665
Transfers and grants	-	-	-	-	-	16 000	20 000
Other expenditure	171 870	-	42 888	42 888	214 759	115 498	116 796
Total Expenditure	304 386	-	54 519	54 519	358 905	267 927	281 728
Surplus/(Deficit)	10 888	-	(51 152)	(51 152)	(40 264)	22 299	10 066
Transfers recognised - capital	210 486	-	25 617	25 617	236 103	243 163	274 050
Contributions recognised - capital & contributed assets	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	221 374	-	(25 535)	(25 535)	195 839	265 462	284 116
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	221 374	-	(25 535)	(25 535)	195 839	265 462	284 116
Capital expenditure & funds sources							
Capital expenditure	227 234	-	(15 647)	(15 647)	211 586	252 706	285 691
Transfers recognised - capital	210 486	25 617	(49 218)	(23 601)	186 885	243 163	274 050
Internally generated funds	16 748	-	7 954	7 954	24 702	9 543	11 641
Total sources of capital funds	227 234	25 617	(41 265)	(15 647)	211 586	252 706	285 691

DC43 Sisonke - Table B1 Adjustments Budget Summary -					CONSOLIDATED		
Description	Budget Year 2013/14					Budget Year	Budget Year
	Original	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
	Budget	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
		5	6	7	8		
R thousands	A	E	F	G	H		
Financial position							
Total current assets	86 152	-	(5 792)	(5 792)	80 361	117 376	151 875
Total non current assets	1 517 343	-	(182 308)	(182 308)	1 335 034	1 559 472	1 815 447
Total current liabilities	34 740	-	5 123	5 123	39 863	32 142	30 945
Total non current liabilities	33 101	-	16	16	33 117	30 527	28 353
Community wealth/Equity	1 535 655	-	(193 239)	(193 239)	1 342 415	1 614 178	1 614 178
Cash flows							
Net cash from (used) operating	241 628	48 724	(79 616)	(30 892)	210 736	298 210	322 512
Net cash from (used) investing	(226 772)	-	57 445	57 445	(169 327)	(202 165)	(228 553)
Net cash from (used) financing	(2 482)	-	(2 863)	(2 863)	(5 345)	(2 735)	(2 997)
Cash/cash equivalents at the year end	42 375	48 724	(25 034)	23 690	66 064	93 310	90 962
Cash backing/surplus reconciliation							
Cash and investments available	77 137	-	(11 073)	(11 073)	66 064	97 086	130 927
Application of cash and investments	25 242	-	5 330	5 330	30 572	15 201	13 715
Balance - surplus (shortfall)	51 895	-	(16 403)	(16 403)	35 492	81 884	117 212
Asset Management							
Asset register summary (WDV)	1 517 343	-	(182 308)	(182 308)	1 335 034	1 559 472	1 815 447
Depreciation & asset impairment	20 000	-	5 000	5 000	25 000	20 000	21 000
Renewal of Existing Assets	2 185	-	-	-	2 185	5 000	10 000
Repairs and Maintenance	66 278	-	-	-	66 278	70 254	73 602
Free services							
Cost of Free Basic Services provided	8 812	-	-	-	8 812	9 756	10 700
Revenue cost of free services provided	77 718	-	-	-	77 718	81 670	85 621
Households below minimum service level							
Water:	31	-	-	-	31	32	32
Sanitation/sew erage:	-	-	-	-	-	-	-
Energy :	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-

TABLE B2: Consolidated Adjustment Budget Financial Performance

Schedule B2 is the Expenditure by standard classification presents the consolidated adjustment expenditures by the departments

DC43 Sisonke - Table B2 Consolidated Adjustments Budget Financial Performance (standard classification) -							
Standard Description	Budget Year 2013/14					Budget Year +1 2014/15	Budget Year +2 2015/16
	Original Budget	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		9	10	11	12		
R thousands	A	E	F	G	H		
Revenue - Standard							
Governance and administration	220 696	-	1 171	1 171	221 867	234 904	247 782
Executive and council	-	-	-	-	-	-	-
Budget and treasury office	220 696	-	202	202	220 898	234 904	247 782
Corporate services	-	-	969	969	969	-	-
Economic and environmental services	98 925	3 000	(72 030)	(69 030)	29 895	-	-
Planning and development	98 925	3 000	(72 030)	(69 030)	29 895	-	-
Trading services	255 601	22 617	24 764	47 381	302 982	298 985	318 562
Water	56 748	-	(7 791)	(7 791)	48 957	76 310	85 646
Waste water management	198 853	22 617	32 555	55 172	254 025	222 675	232 916
Other	-	-	-	-	-	-	-
Total Revenue - Standard	575 222	25 617	(46 096)	(20 479)	554 743	533 889	566 344
Expenditure - Standard							
Governance and administration	121 481	-	8 665	8 665	130 147	124 908	126 596
Executive and council	18 956	-	(238)	(238)	18 718	19 578	20 847
Budget and treasury office	63 431	-	2 852	2 852	66 283	63 734	61 241
Corporate services	39 094	-	6 052	6 052	45 146	41 596	44 508
Economic and environmental services	94 437	-	(24 434)	(24 434)	70 003	45 838	48 850
Planning and development	94 437	-	(24 434)	(24 434)	70 003	33 166	35 468
Environmental protection	-	-	-	-	-	12 672	13 382
Trading services	88 467	-	70 287	70 287	158 754	93 854	99 664
Water	78 651	-	22 581	22 581	101 232	83 300	88 482
Waste water management	9 816	-	47 706	47 706	57 522	10 554	11 182
Other	-	-	-	-	-	-	-
Total Expenditure - Standard	304 386	-	54 519	54 519	358 905	264 599	275 110
Surplus/ (Deficit) for the year	270 836	25 617	(100 615)	(74 997)	195 839	269 290	291 234

TABLE B3: Consolidated Adjustment Budget Financial Performance

Table B3 presents the same information as the table above, the difference being that it's by Municipal vote.

DC43 Sisonke - Table B3 Consolidated Adjustments Budget Financial Performance (revenue and expenditure by municipal vote)							
Vote Description	Budget Year 2013/14					Budget Year +1 2014/15	Budget Year +2 2015/16
	Original Budget	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<i>[Insert departmental structure etc]</i>		7	8	9	10		
R thousands	A	E	F	G	H		
Revenue by Vote							
Vote 2 - Finance	220 696	-	202	202	220 898	234 404	247 282
Vote 3 - Corporate Services	-	-	969	969	969	-	-
Vote 4 - Economic & Community Services	98 925	26 063	(95 094)	(69 030)	29 895	-	-
Vote 5 - Infrastructure Services	198 853	22 617	32 555	55 172	254 025	222 675	232 916
Vote 6 - Water Services	56 748	-	(7 791)	(7 791)	48 957	76 310	85 646
Total Revenue by Vote	575 222	48 680	(69 159)	(20 479)	554 743	533 389	565 844
Expenditure by Vote							
Vote 1 - Executive & Council	18 956	-	(238)	(238)	18 718	19 578	20 847
Vote 2 - Finance	63 431	-	2 852	2 852	66 283	63 734	61 241
Vote 3 - Corporate Services	39 094	-	6 052	6 052	45 146	41 596	44 508
Vote 4 - Economic & Community Services	94 437	21 973	(46 407)	(24 434)	70 003	49 166	55 468
Vote 5 - Infrastructure Services	9 816	-	47 706	47 706	57 522	10 554	88 482
Vote 6 - Water Services	78 651	-	22 581	22 581	101 232	83 300	11 182
Total Expenditure by Vote	304 386	21 973	32 546	54 519	358 905	267 927	281 728
Surplus/ (Deficit) for the year	270 836	26 707	(101 705)	(74 997)	195 839	265 462	284 116

TABLE B4: Consolidated Adjustment Budget Financial Performance

This schedule provides information on the consolidated adjustment revenue by source and consolidated adjustment operational expenditures by type

DC43 Sisonke - Table B4 Consolidated Adjustments Budget Financial Performance (revenue and expenditure) -							
Description	Budget Year 2013/14					Budget Year +1 2014/15	Budget Year +2 2015/16
	Original Budget	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		7	8	9	10		
R thousands	A	E	F	G	H		
Revenue By Source							
Service charges - water revenue	30 697	-	-	-	30 697	33 152	35 805
Service charges - sanitation revenue	12 052	-	-	-	12 052	13 016	1 041
Rental of facilities and equipment	72		(72)	(72)	-		
Interest earned - external investments	2 000		596	596	2 596	2 000	2 000
Interest earned - outstanding debtors			5 179	5 179	5 179		
Transfers recognised - operating	269 953		(26 379)	(26 379)	243 574	242 058	252 948
Other revenue	500	-	24 043	24 043	24 543	-	-
Total Revenue (excluding capital transfers and contributions)	315 274	-	3 367	3 367	318 640	290 226	291 794
Expenditure By Type							
Employee related costs	95 027	-	4 584	4 584	99 611	98 831	105 730
Remuneration of councillors	6 181		(19)	(19)	6 162	6 576	7 037
Debt impairment	12 000		169	169	12 169	11 042	8 711
Depreciation & asset impairment	20 000	-	5 000	5 000	25 000	20 000	21 000
Finance charges	3 509		17	17	3 525	2 800	2 500
Bulk purchases	7 800	-	1 798	1 798	9 598	8 221	8 665
Other materials			250	250	250		
Contracted services	36 408	-	(1 409)	(1 409)	34 999	37 923	37 699
Transfers and grants				-	-	16 000	20 000
Other expenditure	123 462	-	44 129	44 129	167 590	66 533	70 385
Total Expenditure	304 386	-	54 519	54 519	358 905	267 927	281 728
Surplus/(Deficit)	10 888	-	(51 152)	(51 152)	(40 264)	22 299	10 066
Transfers recognised - capital	210 486		25 617	25 617	236 103	243 163	274 050
Surplus/(Deficit) before taxation	221 374	-	(25 535)	(25 535)	195 839	265 462	284 116
Surplus/(Deficit) after taxation	221 374	-	(25 535)	(25 535)	195 839	265 462	284 116
Surplus/(Deficit) attributable to municipality	221 374	-	(25 535)	(25 535)	195 839	265 462	284 116
Surplus/ (Deficit) for the year	221 374	-	(25 535)	(25 535)	195 839	265 462	284 116

TABLE B5: Consolidated Adjustment Capex Budget By Vote And Funding

DC43 Sisonke - Table B5 Consolidated Adjustments Capital Expenditure Budget by vote and funding -							
Description	Budget Year 2013/14					Budget Year +1 2014/15	Budget Year +2 2015/16
	Original Budget	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		9	10	11	12		
R thousands	A	E	F	G	H		
Capital expenditure - Vote							
Multi-year expenditure to be adjusted							
Vote 2 - Finance	130	-	70	70	200	2 000	-
Vote 3 - Corporate Services	3 256	-	(823)	(823)	2 433	910	974
Vote 4 - Economic & Community Services	-	-	1 500	1 500	1 500	-	-
Vote 5 - Infrastructure Services	223 248	-	(17 916)	(17 916)	205 332	249 163	284 050
Vote 6 - Water Services	600	-	1 522	1 522	2 122	632	667
Capital multi-year expenditure sub-total	227 234	-	(15 647)	(15 647)	211 586	252 706	285 691
Capital single-year expenditure sub-total	-	-	-	-	-	-	-
Total Capital Expenditure - Vote	227 234	-	(15 647)	(15 647)	211 586	252 706	285 691
Capital Expenditure - Standard							
Governance and administration	3 386	-	(753)	(753)	2 633	2 910	974
Budget and treasury office	130		70	70	200	2 000	-
Corporate services	3 256		(823)	(823)	2 433	910	974
Community and public safety	-	-	1 500	1 500	1 500	-	-
Community and social services			1 500	1 500	1 500		
Trading services	223 848	-	(16 394)	(16 394)	207 454	249 795	284 717
Waste water management	223 248		(17 916)	(17 916)	205 332	249 163	284 050
Waste management	600		1 522	1 522	2 122	632	667
Total Capital Expenditure - Standard	227 234	-	(15 647)	(15 647)	211 586	252 706	285 691
Funded by:							
National Government	210 486	22 000	(49 218)	(27 218)	183 268	243 163	274 050
Provincial Government		3 617		3 617	3 617		
Total Capital transfers recognised	210 486	25 617	(49 218)	(23 601)	186 885	243 163	274 050
Public contributions & donations				-	-		
Borrowing				-	-		
Internally generated funds	16 748		7 954	7 954	24 702	9 543	11 641
Total Capital Funding	227 234	25 617	(41 265)	(15 647)	211 586	252 706	285 691

TABLE B6: Consolidated Adjustments Budget Financial Position

Table C6 displays the consolidated adjustment budget financial position of the municipality

DC43 Sisonke - Table B6 Consolidated Adjustments Budget Financial Position -							
Description	Budget Year 2013/14					Budget Year	Budget Year
	Original	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
	Budget	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
		7	8	9	10		
R thousands	A	E	F	G	H		
ASSETS							
Current assets							
Cash	77 137		(11 073)	(11 073)	66 064	97 086	130 927
Consumer debtors	2 505	-	5 281	5 281	7 786	12 916	13 704
Other debtors	6 510			-	6 510	7 374	7 244
Total current assets	86 152	-	(5 792)	(5 792)	80 361	117 376	151 875
Non current assets							
Property, plant and equipment	1 516 798	-	(183 248)	(183 248)	1 333 550	1 557 740	1 813 431
Intangible	545		939	939	1 484	1 732	2 016
Total non current assets	1 517 343	-	(182 308)	(182 308)	1 335 034	1 559 472	1 815 447
TOTAL ASSETS	1 603 495	-	(188 100)	(188 100)	1 415 395	1 676 848	1 967 322
LIABILITIES							
Current liabilities							
Borrowing	3 174	-	-	-	3 174	2 574	2 374
Consumer deposits	1 012		123	123	1 135	1 014	1 017
Trade and other payables	30 555	-	5 000	5 000	35 555	28 555	27 555
Total current liabilities	34 740	-	5 123	5 123	39 863	32 142	30 945
Non current liabilities							
Borrowing	25 384	-	16	16	25 400	22 810	20 636
Provisions	7 717	-	-	-	7 717	7 717	7 717
Total non current liabilities	33 101	-	16	16	33 117	30 527	28 353
TOTAL LIABILITIES	67 841	-	5 139	5 139	72 980	62 670	59 299
NET ASSETS	1 535 655	-	(193 239)	(193 239)	1 342 415	1 614 178	1 908 023
COMMUNITY WEALTH/EQUITY							
Accumulated Surplus/(Deficit)	1 535 655	-	(193 239)	(193 239)	1 342 415	1 614 178	1 614 178
TOTAL COMMUNITY WEALTH/EQUITY	1 535 655	-	(193 239)	(193 239)	1 342 415	1 614 178	1 614 178

TABLE B7: Consolidated Adjustments Budget Cash Flows

DC43 Sisonke - Table B7 Consolidated Adjustments Budget Cash Flows -							
Description	Budget Year 2013/14					Budget Year +1 2014/15	Budget Year +2 2015/16
	Original Budget	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
	A	7 E	8 F	9 G	10 H		
R thousands							
CASH FLOW FROM OPERATING ACTIVITIES							
Receipts							
Ratepayers and other	30 496			–	30 496	32 818	26 292
Government - operating	269 953	23 011		23 011	292 965	242 058	252 948
Government - capital	210 486	25 617		25 617	236 103	243 163	274 050
Interest	2 000	96	500	596	2 596	2 000	2 000
Payments							
Suppliers and employees	(267 799)		(80 090)	(80 090)	(347 889)	(219 029)	(230 279)
Finance charges	(3 509)		(25)	(25)	(3 534)	(2 800)	(2 500)
NET CASH FROM/(USED) OPERATING ACTIVITIES	241 628	48 724	(79 616)	(30 892)	210 736	298 210	322 512
CASH FLOWS FROM INVESTING ACTIVITIES							
Receipts							
Decrease (Increase) in non-current debtors				–	–		
Payments							
Capital assets	(226 772)		57 445	57 445	(169 327)	(202 165)	(228 553)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(226 772)	–	57 445	57 445	(169 327)	(202 165)	(228 553)
CASH FLOWS FROM FINANCING ACTIVITIES							
Receipts							
Borrowing long term/refinancing			(20)	(20)	(20)		
Increase (decrease) in consumer deposits	12		125	125	137		
Payments							
Repayment of borrowing	(2 494)		(2 968)	(2 968)	(5 462)	(2 735)	(2 997)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(2 482)	–	(2 863)	(2 863)	(5 345)	(2 735)	(2 997)
NET INCREASE/ (DECREASE) IN CASH HELD	12 375	48 724	(25 034)	23 690	36 064	93 310	90 962
Cash/cash equivalents at the year begin:	30 000			–	30 000		
Cash/cash equivalents at the year end:	42 375	48 724	(25 034)		66 064	93 310	90 962

TABLE B8: Consolidated Cash Backed Reserves / Accumulated Surplus Reconciliation

DC43 Sisonke - Table B8 Consolidated Cash backed reserves/accumulated surplus reconciliation -							
Description	Budget Year 2013/14					Budget Year +1 2014/15	Budget Year +2 2015/16
	Original Budget	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		7	8	9	10		
R thousands	A	E	F	G	H		
<u>Cash and investments available</u>							
Cash/cash equivalents at the year end	42 375	48 724	(25 034)	23 690	66 064	93 310	90 962
Other current investments > 90 days	34 763	(48 724)	13 961	(34 763)	0	3 776	39 965
Cash and investments available:	77 137	-	(11 073)	(11 073)	66 064	97 086	130 927
<u>Applications of cash and investments</u>							
Unspent conditional transfers	10 000	-	5 000	5 000	15 000	8 000	7 000
Statutory requirements	346			-	346	346	346
Other working capital requirements	14 209		330	330	14 539	6 132	5 607
Other provisions	687			-	687	723	762
Total Application of cash and investments:	25 242	-	5 330	5 330	30 572	15 201	13 715
Surplus(shortfall)	51 895	-	(16 403)	(16 403)	35 492	81 884	117 212

TABLE B9: Consolidated Asset Management

DC43 Sisonke - Table B9 Consolidated Asset Management -							
Description	Budget Year 2013/14					Budget Year	Budget Year
	Original Budget	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
		Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
		11	12	13	14		
R thousands	A	E	F	G	H		
CAPITAL EXPENDITURE							
Total New Assets to be adjusted	224 587	-	-	-	224 587	247 706	275 691
Infrastructure - Electricity	580	-	-	-	580	-	-
Infrastructure - Water	166 970	-	-	-	166 970	177 907	212 961
Infrastructure - Sanitation	50 012	-	-	-	50 012	57 000	44 875
Infrastructure - Other	200	-	-	-	200	211	222
Infrastructure	217 762	-	-	-	217 762	235 118	258 058
Community	2 000	-	-	-	2 000	3 256	6 214
Other assets	4 252	-	-	-	4 252	6 865	10 926
Intangibles	572	-	-	-	572	2 467	492
Total Renewal of Existing Assets to be adjusted	2 185	-	-	-	2 185	5 000	10 000
Infrastructure - Water	916	-	-	-	916	5 000	10 000
Infrastructure - Sanitation	1 269	-	-	-	1 269	-	-
Infrastructure - Other	-	-	-	-	-	-	-
Infrastructure	2 185	-	-	-	2 185	5 000	10 000
Total Capital Expenditure to be adjusted							
Infrastructure - Electricity	580	-	-	-	580	-	-
Infrastructure - Water	167 886	-	-	-	167 886	182 907	222 961
Infrastructure - Sanitation	51 281	-	-	-	51 281	57 000	44 875
Infrastructure - Other	200	-	-	-	200	211	222
Infrastructure	219 947	-	-	-	219 947	240 118	268 058
Community	2 000	-	-	-	2 000	3 256	6 214
Other assets	4 252	-	-	-	4 252	6 865	10 926
Intangibles	572	-	-	-	572	2 467	492
TOTAL CAPITAL EXPENDITURE to be adjusted	226 772	-	-	-	226 772	252 706	285 691

DC43 Sisonke - Table B9 Consolidated Asset Management -

Description	Budget Year 2013/14					Budget Year +1 2014/15	Budget Year +2 2015/16
	Original Budget	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		11	12	13	14		
R thousands	A	E	F	G	H		
ASSET REGISTER SUMMARY - PPE (WDV)							
<i>Infrastructure - Road transport</i>			-	-	-	-	-
<i>Infrastructure - Electricity</i>			4 366	4 366	4 366	5 094	5 930
<i>Infrastructure - Water</i>			898 825	898 825	898 825	1 048 764	1 220 911
<i>Infrastructure - Sanitation</i>			332 220	332 220	332 220	387 639	451 267
<i>Infrastructure - Other</i>			32 633	32 633	32 633	38 077	44 327
Infrastructure	-	-	1 268 044	1 268 044	1 268 044	1 479 575	1 722 435
Community			51 813	51 813	51 813	60 456	70 380
Other assets	1 516 798		(1 503 105)	(1 503 105)	13 693	15 977	18 600
Intangibles	545		939	939	1 484	3 464	4 032
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	1 517 343	-	(182 308)	(182 308)	1 335 034	1 559 472	1 815 447
EXPENDITURE OTHER ITEMS							
Depreciation & asset impairment	20 000	-	5 000	5 000	25 000	20 000	21 000
Repairs and Maintenance by asset class	66 278	-	-	-	66 278	70 254	73 602
<i>Infrastructure - Water</i>	38 412	-	-	-	38 412	40 716	43 021
<i>Infrastructure - Sanitation</i>	26 405	-	-	-	26 405	27 990	29 574
Infrastructure	64 817	-	-	-	64 817	68 706	72 595
Other assets	1 461	-	-	-	1 461	1 548	1 007
TOTAL EXPENDITURE OTHER ITEMS to be adjusted	86 278	-	5 000	5 000	91 278	90 254	94 602
% of capital exp on renewal of assets	1.0%				1.0%	2.0%	3.5%
Renewal of existing assets as % of deprecn	10.9%				8.7%	25.0%	47.6%
R&M as a % of PPE	4.4%				5.0%	4.5%	4.1%
Renewal and R&M as a % of PPE	4.5%				5.1%	4.8%	4.6%

TABLE B10: Consolidated Basic Service Delivery Measurement

DC43 Sisonke - Table B10 Consolidated Basic service delivery measurement -							
Description	Budget Year 2013/14					Budget Year	Budget Year
	Original Budget	Nat. or Prov.	Other	Total	Adjusted	Adjusted	Adjusted
		Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
		11	12	13	14		
A	E	F	G	H			
Household service targets							
Water:							
Piped water inside dwelling	41594.83082			-	42	41985.33802	42375.84523
Piped water inside yard (but not in dwelling)	19048.46162			-	19	19227.29541	19406.12921
Using public tap (at least min.service level)	22667.49769			-	23	22880.3083	23093.1189
<i>Minimum Service Level and Above sub-total</i>	83	-	-	-	83	84	85
No water supply	31429.84123			-	31	31724.91586	32019.99049
<i>Below Minimum Service Level sub-total</i>	31	-	-	-	31	32	32
Total number of households	115	-	-	-	115	116	117
Sanitation/sewerage:							
Flush toilet (connected to sewerage)	66980.57784			-	66 981	70329.60674	73678.63563
Flush toilet (with septic tank)	13925.53127			-	13 926	14621.80783	15318.0844
Pit toilet (ventilated)	56230.5532			-	56 231	59042.08086	61853.60852
<i>Minimum Service Level and Above sub-total</i>	137 137	-	-	-	137 137	143 993	150 850
<i>Below Minimum Service Level sub-total</i>	-	-	-	-	-	-	-
Total number of households	137 137	-	-	-	137 137	143 993	150 850
Households receiving Free Basic Service							
Water (6 kilolitres per household per month)	12229.33206			-	12 229	13445.77608	14662.2201
Cost of Free Basic Services provided (R'000)							
Water (6 kilolitres per household per month)	4 695			-	4 695	5 198	5 701
Sanitation (free sanitation service)	4 117			-	4 117	4 558	5 000
Total cost of FBS provided (minimum social p	8 812	-	-	-	8 812	9 756	10 700
Highest level of free service provided							
Water (kilolitres per household per month)	6			-	6	6	6
Revenue cost of free services provided (R'000)							
Water	61 350			-	61 350	64 470	67 589
Sanitation	16 367			-	16 367	17 200	18 032
Total revenue cost of free services provided (to	77 718	-	-	-	77 718	81 670	85 621

PART 2 – SUPPORTING DOCUMENTATION

2.1 Adjustments to Budget Assumptions

There have not been major shifts in the budget assumptions. However, the few points noted below are work noting.

External factors: The economic slowdown as shown by the further declines in economic growth figures, the rising cost of living due to increases in the cost of borrowing and petrol prices and the high unemployment levels, financial resources are limited due to reduced payment levels by consumers. The latest figures released by the Census 2011 also show a decline in district population due to migration. This has resulted in declining cash inflows, which has necessitated major budgeted expenditure cuts to ensure that cash outflows remain within the affordability parameters of the district's finances.

Collection rate for revenue services: A collection rate of 71% of billed services was initially planned to result from the revenue management programmes in the 2013/14 financial year. However, the actual figures at mid-year called yielded less than expected results and thus resulting in a downward adjustment of the collection ratio to 60%. This downward forecast being mainly attributed to levying of interest on arrear accounts. Cash flow forecasts have also conservatively taken these factors into consideration.

The following table highlights major budget assumption changes.

CASH FLOW STATEMENT ASSUMPTIONS: SUPPLIERS & EMPLOYEE PAYMENTS				
	ACCOUNTING BUDGET	ASSUMPTION	CASH FLOW	COMMENTS
Employee related costs	R 94 837 346	100%	R 94 837 346	100% Cash Payment
Remuneration of councillors	R 6 162 086	100%	R 6 162 086	100% Cash Payment
Debt impairment	R 12 000 000	N/A		Non Cash
Depreciation & asset impairment	R 5 000 000	N/A		Non Cash
Finance charges	R 3 521 096	N/A		Separately Disclosed
Bulk purchases	R 9 598 244	100%	R 9 598 244	100% Cash Payment
Contracted services	R 34 999 429	88%	R 30 799 497	12% Year end accrual
Transfers and grants	R 13 768 175	N/A		Separately Disclosed
Other expenditure	R 137 045 258	88%	R 120 599 827	12% Year end accrual
	R 336 931 634		R 261 997 000	

CASH FLOW STATEMENT ASSUMPTIONS: CASH PAID FOR CAPITAL ASSETS	
Total Capital Budget	R 210 495 775
LESS: Total Internally funded Capex Projects	R 9 764 160
Grant Funded Projects	R 200 731 615
Assumption of Vat Vendors Contracted	90%
Basis for Cash Vat Refunds on Conditional Grants to treated as own revenue	R 180 658 454
Less: Vat @ 14%	R 22 186 126
Net Cash Payment on Grant Funded Projects	R 158 472 328
Add Back: Total Internally funded Capital Projects	R 9 764 160
Total Cash Paid: Capital Assets	R 168 236 488

2.2 Adjustments to Budget funding

Cash flow constraints still continue to affect the financial sustainability of the municipality as the municipality is largely grant dependent. This high grant dependency ratio (of over 88%) means that the municipality's operations are highly sensitive to non-payment by consumers. The increasing water & sanitation infrastructural assets also tend to burden the operations budget in the form of high operations and maintenance costs.

As stated in the budget assumptions above, the adjustment to revenue collection estimated at a conservative 70 per cent.

Except for the existing ABSA and DBSA loans, the Municipality has planned to fund any of its infrastructural developments with debt instruments.

Table SB 7 below provides details of the Government Grants and Subsidies differentiated between National & Provincial Governments.

DC43 Sisonke - Supporting Table SB7 Adjustments Budget - transfers and grant receipts -							
Description	Budget Year 2013/14					Budget Year	Budget Year
	Original Budget	Nat. or Prov.	Other	Total	Adjusted	+1 2014/15	+2 2015/16
		Govt	Adjusts.	Adjusts.	Budget	Adjusted Budget	Adjusted Budget
		9	10	11	12		
R thousands	A	C	D	E	F		
RECEIPTS:							
Operating Transfers and Grants							
National Government:	220 310	-	-	-	220 310	241 790	252 666
Local Government Equitable Share	216 056			-	216 056	230 220	243 065
Finance Management	1 250			-	1 250	1 250	1 250
Municipal Systems Improvement	890			-	890	934	967
WATER SERVICES OPERATING SUBSIDY GRANT	-			-	-	7 042	5 000
WATER SERVICES OPERATING SUBSIDY	300			-	300	300	300
Rural Transport Services and Infrastructure Grant	1 814			-	1 814	2 044	2 084
Provincial Government:	253	-	44	44	297	268	282
Infrastructure Sport Facilities	253			-	253	268	282
LG Seta			44	44	44		
Total Operating Transfers and Grants	220 563	-	44	44	220 607	242 058	252 948
Capital Transfers and Grants							
National Government:	210 486	22 000	-	22 000	232 486	243 163	274 050
Municipal Infrastructure Grant (MIG)	173 618			-	173 618	187 163	200 550
Regional Bulk Infrastructure	15 429	22 000		22 000	37 429	33 200	30 000
ENERGY EFFICIENCY AND DEMAND SIDE MANAGEMENT	5 000			-	5 000	-	-
MUNICIPAL WATER INFRASTRUCTURE GRANT	13 700			-	13 700	22 800	43 500
Expanded public works programme incentive grant	2 739			-	2 739	-	-
Provincial Government:	-	3 617	-	3 617	3 617	-	-
Disaster Management Grant		3 000		3 000	3 000		
Ubuhlebezwe Grant		617		617	617		
District Municipality:	-	-	-	-	-	22 617	-
<i>[insert description]</i>				-	-	22 617	
Total Capital Transfers and Grants	210 486	25 617	-	25 617	236 103	265 780	274 050
TOTAL RECEIPTS OF TRANSFERS & GRANTS	431 049	25 617	44	25 661	456 710	507 838	526 998

The total adjusted **Operational Government** grant allocations are as follows;

- National Government R220 million
- Provincial Government R0,2million

While the adjusted **Capital Funding** are as follows;

- National Government R232million
- Provincial Government R3, 6million

2.3 Adjustments to Expenditure on Allocations and Grant Programmes

A total additional amount of R25 million has been received which is made up of the following grant allocations:

National Government Allocations: The Regional Bulk Infrastructure Grant which was initially gazetted at R15, 4million and had seen an increase in allocation by R22million due to the accelerated expenditure by the Municipality on this programme.

Provincial Government Allocations: A Disaster Management Grant of R3 million was received by the municipality to assist with the Construction of the Disaster Management Centre.

2.4 Adjustments to Allocations and Grants made by the Municipality

Due to the growing demands of the institutional arrangements and vigorous local economic development initiatives and additional R2, 5 m has been allocated to Sisonke Development Agency. A portion of this addition has been channelled towards building improvements in the Farmers Market to enable it to function effectively.

2.5 Adjustments to Councillor Allowances and Employee Benefits

The adjustment budget did not have a material impact on the Councillors remuneration. As at midyear, the expenditure for allowances was still below the

budgeted projections. This was merely intended to cover the increase in the Councillor Allowances in the second quarter as Gazetted by the Minister.

Employee related costs have on the other hand increased by 5% to R94, 8million in order to cater for the critical posts that are key in strengthening the workforce that drives service delivery.

2.6 Adjustments to Capital Expenditure

The adjustments budget has resulted in certain projects being moved from the Capital Budget to the Operations budget due their nature and the accounting treatment thereof. The highlights of the additions to the capital projects have resulted mainly from the following;

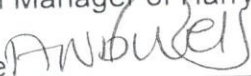
- | | |
|--------------------------------------|-------------|
| ✓ Regional Bulk Infrastructure Grant | R22 000 000 |
| ✓ Disaster Management Centre | R3 000 000 |

2.7 Municipal Manager's Quality Certificates

I, Nandi Dlamini, municipal manager of Harry Gwala District Municipality, hereby certify that the adjustments budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under that Act, and that the adjustments budget and supporting documentation are consistent with the Integrated Development Plan of the municipality.

Print name Adelaide N Dlamini

Municipal Manager of Harry Gwala District Municipality (DC43)

Signature 

Date 24/02/2014