

UMZUMBE MUNICIPALITY

2013/2014 Draft Budget

Government Grants Allocations

GOVERNMENT GRANTS AND SUBSIDIES- ALLOCATION	Preceding year 2011/2012	Current Year 2012/2013			Medium Term Income and Expenditure Framework		
	Audited Actual	Approved Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/2014	Budget Year 2014/2015	Budget Year 2015/2016
<b><u>National Grants Allocations</u></b>							
Equitable share	60 966 000.00	86 177 000.00	86 177 000.00	86 177 000.00	94 545 000.00	105 482 000.00	128 104 000.00
Municipal Systems Improvement Grant (MSIG)	750 000.00	800 000.00	800 000.00	800 000.00	890 000.00	934 000.00	967 000.00
Local Government Financial Management Grant (FMG)	1 250 000.00	1 500 000.00	1 500 000.00	1 500 000.00	1 650 000.00	1 800 000.00	1 950 000.00
Municipal Infrastructure Grant (MIG)	20 499 000.00	29 908 000.00	29 908 000.00	29 908 000.00	31 189 000.00	33 392 000.00	35 581 000.00
Rural Household Infrastructure Grant					4 000 000.00	4 500 000.00	5 000 000.00
<b>Sub Total - National Grant Allocations</b>	<b>83 465 000.00</b>	<b>118 385 000.00</b>	<b>118 385 000.00</b>	<b>118 385 000.00</b>	<b>132 274 000.00</b>	<b>146 108 000.00</b>	<b>171 602 000.00</b>
<b><u>Provincial Grants Allocations</u></b>							
Department of Sports and Recreation	-	150 000.00	150 000.00	150 000.00			
Intergrated national Electrification Programme		7 000 000.00	7 000 000.00	7 000 000.00			
Implementation of KZN Pound Act of 2006	1 000 000.00	-	-	-			
Provincialisation of libraries (Arts & Culture)							
Community Library services Grant (Arts & Culture)							
Tourism grant	-		1 000 000.00	1 000 000.00			
<b>Sub Total - Provincial Grants Allocations</b>	<b>1 000 000.00</b>	<b>7 150 000.00</b>	<b>7 150 000.00</b>	<b>7 150 000.00</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL GRANT ALLOCATIONS</b>	<b>84 465 000.00</b>	<b>125 535 000.00</b>	<b>125 535 000.00</b>	<b>125 535 000.00</b>	<b>132 274 000.00</b>	<b>146 108 000.00</b>	<b>171 602 000.00</b>

**UMZUMBE MUNICIPALITY**

**2013/2014 Draft Budget**

**Revenue Budget by Source**

Revenue by source	Medium Term Income and Expenditure Framework		
	Budget year 2013/2014	Budget Year 2014/2015	Budget Year 2015/2016
Government Grants and Subsidies	132 274 000	146 108 000	171 602 000
Interest from investments	1 600 000	1 686 400	1 777 466
Tender Sales	130 000	137 020	144 419
Rates Income	4 157 557	4 382 065	4 618 697
<b>TOTAL INCOME BUDGET</b>	<b>138 161 557</b>	<b>152 313 485</b>	<b>178 142 581</b>

UMZUMBE MUNICIPALITY  
2013/2014 Draft Budget

OPERATING EXPENDITURE BY VOTE

Description	COMMUNITY AND SOCIAL SERVICES		FINANCE AND ADMIN		EXECUTIVE AND COUNCIL			TOTAL
	Technical	Social and Economic Development	Finance	Corporate	Planning	MM office	Mayor's office	
Employee related costs			-	30 144 907.74				30 144 907.74
Remuneration of councillors	-	-	-	10 918 255.17	-	-	-	10 918 255.17
Advertising & Public Relations	-	-	-	500 000.00	-	-	185 000.00	685 000.00
External Audit Fees	-	-	1 000 000.00	-	-	-	-	1 000 000.00
Internal Audit Fees	-	-	-	-	-	500 000.00	-	500 000.00
Depreciation/Amortisation	-	-	6 500 000.00	-	-	-	-	6 500 000.00
Bank Charges	-	-	100 000.00	-	-	-	-	100 000.00
Conferences and Workshops or Summits: Staff	-	-	-	100 000.00	-	-	-	100 000.00
Consultants Fees	500 000.00	-	680 000.00	100 000.00	-	1 000 000.00	-	2 280 000.00
Shared Services	-	-	-	-	300 000.00	-	-	300 000.00
Development Planning	-	-	-	-	900 000.00	-	-	900 000.00
Community Participation	-	-	-	-	-	-	1 500 000.00	1 500 000.00
Community Initiatives Support	-	-	-	-	-	-	400 000.00	400 000.00
Electricity	-	-	-	400 000.00	-	-	-	400 000.00
Water	-	-	-	50 000.00	-	-	-	50 000.00
Functions: Staff and Councillors	-	-	-	-	-	60 000.00	-	60 000.00
Entertainment:Office refreshments	-	-	-	70 000.00	-	-	-	70 000.00
Entertainment: Mayor	-	-	-	-	-	-	10 000.00	10 000.00
Entertainment: Speaker	-	-	-	-	-	-	50 000.00	50 000.00
Entertainment: Municipal Manager	-	-	-	-	-	30 000.00	-	30 000.00
Catering: Full Council Meetings	-	-	-	60 000.00	-	-	-	60 000.00
Catering: Executive Committee Meetings	-	-	-	45 000.00	-	-	-	45 000.00
Catering: Portfolio Committees Meetings	-	-	-	70 000.00	-	-	-	70 000.00
Catering: Other Meetings	-	-	-	130 000.00	-	50 000.00	-	180 000.00
Salga games	-	-	-	-	-	-	250 000.00	250 000.00
Salga Subscription	-	-	-	155 000.00	-	-	-	155 000.00

COMMUNITY AND SOCIAL SERVICES			FINANCE AND ADMIN		EXECUTIVE AND COUNCIL			
Description	Technical	Social and Economic Development	Finance	Corporate	Planning	MM office	Mayor's office	TOTAL
Insurance: General	-	-	-	1 200 000.00	-	-	-	1 200 000.00
Legal Charges	-	-	-	200 000.00	-	-	-	200 000.00
Maintenance Agreements - Community Projects (FACILITIES)	2 500 000.00	-	-	-	-	-	-	2 500 000.00
Maintenance Agreements - Plant and Equipment	-	-	-	600 000.00	-	-	-	600 000.00
Maintenance Agreements - Office Buildings	650 000.00	-	-	150 000.00	-	-	-	800 000.00
Maintenance Agreements: Motor Vehicles repairs	-	-	-	170 000.00	-	-	-	170 000.00
Maintenance Agreements: Roads repairs	3 500 000.00	-	-	-	-	-	-	3 500 000.00
Maintenance Agreements: Computer Equipment	-	-	-	75 000.00	-	-	-	75 000.00
Fleet Running Costs (fuel)	-	-	-	900 000.00	-	-	-	900 000.00
Postages	-	-	-	-	-	-	-	-
Printing & Stationery	-	-	-	1 052 000.00	-	-	-	1 052 000.00
Subscriptions & Publications	-	-	-	-	-	-	300 000.00	300 000.00
<b>BATHO PELE</b>	-	-	-	-	-	80 000.00	-	80 000.00
Marketing & promotion/ Branding & internal communication	-	-	-	-	-	200 000.00	580 000.00	780 000.00
Rental and lease charges	-	-	-	260 000.00	-	-	-	260 000.00
Radio Slots	-	-	-	-	-	-	350 000.00	350 000.00
Security	-	-	-	1 000 000.00	-	-	-	1 000 000.00
Workmen's Compensation	-	-	-	50 000.00	-	-	-	50 000.00
Training: Staff	-	-	-	350 000.00	-	-	-	350 000.00
Training: Councillors	-	-	-	350 000.00	-	-	-	350 000.00
Re-imburement: Interviewees and any engaged external members	-	-	-	-	-	-	-	-
Bursaries: External	-	-	-	-	-	-	500 000.00	500 000.00
Bursaries: Internal	-	-	-	250 000.00	-	-	-	250 000.00
Staff Relocation Costs	-	-	-	20 000.00	-	-	-	20 000.00
Subsistence & Travelling and Accommodation	157 000.00	223 000.00	220 000.00	274 730.69	133 000.00	193 000.00	300 000.00	1 500 730.69
Team building	-	-	-	350 000.00	-	-	-	350 000.00
Departmental Strategic Sessions	-	-	-	60 000.00	-	-	-	60 000.00
Telephones	-	-	-	600 000.00	-	-	-	600 000.00
Contracted cellphones	-	-	-	700 000.00	-	-	-	700 000.00
Uniforms & Protective Clothing	20 000.00	20 000.00	-	100 000.00	-	-	-	140 000.00
Licence Fees (i.e. Fleet and Computers)	-	-	-	500 000.00	-	-	-	500 000.00

Description	COMMUNITY AND SOCIAL SERVICES		FINANCE AND ADMIN		EXECUTIVE AND COUNCIL			TOTAL
	Technical	Social and Economic Development	Finance	Corporate	Planning	MM office	Mayor's office	
Performance Management System and IDP	-	-	-	-	400 000.00	-	-	400 000.00
Property rates implementation	-	-	600 000.00	-	-	-	-	600 000.00
IT Upgrade and web site hosting	-	-	-	180 000.00	-	-	-	180 000.00
Medical Examinations	-	-	-	20 000.00	-	-	-	20 000.00
Ward Committees: Stipends, Capacity building and other expenses	-	-	-	-	-	-	1 850 000.00	1 850 000.00
Burrial Support	-	300 000.00	-	-	-	-	-	300 000.00
Municipal Lekgotla	-	-	-	-	-	-	-	-
Petty Cash	-	-	24 000.00	-	-	-	-	24 000.00
Free Basic Water	-	-	-	-	-	-	-	-
Grid electricity/Free Basic Electricity/Gel/Solar	-	1 082 663.40	-	-	-	-	-	1 082 663.40
waste management, Plastic bags	1 300 000.00	-	-	-	-	-	-	1 300 000.00
Community Gardens/Small Farmers	-	1 300 000.00	-	-	-	-	-	1 300 000.00
Co-operatives Development	-	950 000.00	-	-	-	-	-	950 000.00
SMMEs Development	-	500 000.00	-	-	-	-	-	500 000.00
Tourism development (Including Ntezezi Msane Project)	-	1 800 000.00	-	-	-	-	-	1 800 000.00
Implementation of KZN pounds act	-	-	-	-	-	-	-	-
Art and Culture(including performing arts)	-	600 000.00	-	-	-	-	-	600 000.00
Art and Craft	-	300 000.00	-	-	-	-	-	300 000.00
HIV and AIDS Programmes	-	-	-	-	-	-	450 000.00	450 000.00
Disability programmes	-	-	-	-	-	-	250 000.00	250 000.00
Senior citizens programmes	-	-	-	-	-	-	350 000.00	350 000.00
Vulnerable children programmes	-	660 000.00	-	-	-	-	400 000.00	1 060 000.00
Gender programmes	-	-	-	-	-	-	450 000.00	450 000.00
Disaster management	-	1 300 000.00	-	-	-	-	-	1 300 000.00
Poverty Alleviation programme / Indigent register	-	1 150 000.00	-	-	-	-	-	1 150 000.00
NGO's Programme	-	450 000.00	-	-	-	-	-	450 000.00
Farm Workers	-	-	-	-	-	-	-	-
Youth programmes	-	-	-	-	-	-	1 300 000.00	1 300 000.00
Sport and recreation development	-	-	-	-	-	80 000.00	600 000.00	680 000.00
Land Rights Acquisition	-	-	-	-	-	-	-	-
Geographical information Systems (GIS)	-	-	-	-	-	-	-	-
Social Awareness / Traffic	-	350 000.00	-	-	-	-	-	350 000.00
<b>TOTAL</b>	<b>8 627 000.00</b>	<b>10 985 663.40</b>	<b>9 124 000.00</b>	<b>52 154 893.60</b>	<b>1 733 000.00</b>	<b>2 193 000.00</b>	<b>10 075 000.00</b>	<b>94 892 557.00</b>

138 161 557.00  
138 161 557.00  
-0.00

	19 612 663	13 715 731	61 278 894	12 268 000	
SA4	43 682 884	67 502 894	1 733 000	16 118 779	9 124 000

SA5		8 627 000		64 422 894	1 733 000	10 985 663		9 124 000
SA7		43 682 884	16 118 779	9 124 000	55 114 894	1 733 000	2 193 000	10 195 000

**UMZUMBE MUNICIPALITY**

**2013/2014 Draft Budget**

**Operating Expenditure By Nature**

Operating Expenditure By Nature	Medium Term Income and Expenditure		
	Budget year 2013/2014	Budget Year 2014/2015	Budget Year 2015/2016
	Budget	Budget	Budget
Employee related costs	30 144 908	32 239 979	34 432 297
Remuneration of councillors	10 918 255	11 677 074	12 471 115
Advertising/Public Relations	685 000	732 608	782 425
Audit Fees : External	1 000 000	1 069 500	1 142 226
Audit Fees : Internal	500 000	534 750	571 113
Capital Charges: Depreciation	6 500 000	6 951 750	7 424 469
Bank Charges	100 000	106 950	114 223
Conferences and Workshops or Summits: Staff	100 000	106 950	114 223
Consultants Fees	2 280 000	2 438 460	2 604 275
Shared Services	300 000	320 850	342 668
Development Planning	900 000	962 550	1 028 003
Community Participation	1 500 000	1 604 250	1 713 339
Community Initiatives Support	400 000	427 800	456 890
Electricity	400 000	427 800	456 890
Water	50 000	53 475	57 111
Year End Function: Staff and Councillors	60 000	64 170	68 534
Entertainment:Office	70 000	74 865	79 956
Entertainment: Mayor	10 000	10 695	11 422
Operating Expenditure By Nature	Budget	Budget	Budget
Entertainment: Speaker	50 000	53 250	56 871
Entertainment: Municipal Manager	30 000	31 950	34 123
Catering: Full Council Meetings	60 000	63 900	68 245
Catering: EXCO	45 000	47 925	51 184
Catering: Portfolio Committees Meetings	70 000	74 550	79 619
Catering: Other Meetings	180 000	191 700	204 736
Kwanaloga games	250 000	266 250	284 355
KwaNaloga Supscriptions	155 000	165 075	176 300
Insurance: General	1 200 000	1 278 000	1 364 904
Legal Charges	200 000	213 000	227 484
Maintenance-Community Projects	2 500 000	2 662 500	2 843 550
Maintenance Agreements - Plant and equipment			
Equipment	600 000	639 000	682 452
Maintenance Agreements - Buildings	800 000	852 000	909 936
Maintenance Agreements: Motor Vehicles	170 000	181 050	193 361
Maintenance Agreements: Roads repairs	3 500 000	3 727 500	3 980 970
Maintenance Agreements: Computer Equipment	75 000	79 875	85 307
Fleet Running Costs	900 000	958 500	1 023 678
Postages	0	0	0
Printing & Stationery	1 052 000	1 120 380	1 196 566
Subscriptions & Publications	300 000	319 500	341 226
Marketing and promotion	80 000	85 200	90 994
Rental and lease charges	780 000	830 700	887 188
Rental and lease charges	260 000	276 900	295 729

	Medium Term Income and Expenditure		
	Budget year 2013/2014	Budget Year 2014/2015	Budget Year 2015/2016
	Budget	Budget	Budget
<b>Operating Expenditure By Nature</b>			
Radio Slots	350 000	372 750	398 097
Security	1 000 000	1 065 000	1 137 420
Workmen's Compensation	50 000	53 250	56 871
Training: Staff	350 000	372 750	398 097
Training: Councillors	350 000	372 750	398 097
Re-imburement: Interviewees and any engaged external members	0	0	0
Bursaries: External	500 000	532 500	568 710
Bursaries: Internal	250 000	266 250	284 355
Staff Relocation Costs	20 000	21 300	22 748
Subsistence & Travelling and Accommodation	1 500 731	1 598 278	1 706 961
Team building	350 000	372 750	398 097
Departmental Strategic Sessions	60 000	63 900	68 245
Telephones	600 000	639 000	682 452
Contracted cellphones	700 000	745 500	796 194
Uniforms & Protective Clothing	140 000	149 100	159 239
Licence Fees (i.e. Fleet and Computers)	500 000	532 500	568 710
Performance Management System and IDP	400 000	426 000	454 968
Property rates implementation	600 000	639 000	682 452
IT Upgrade	180 000	191 700	204 736
Medical Examinations	20 000	21 300	22 748
Ward Committees: Stipends, Capacity building and other expenses	1 850 000	1 970 250	2 104 227
Burial Support	300 000	319 500	341 226
Municipal Lekgotla	0	0	0
Petty Cash	24 000	25 560	27 298
Free Basic Water	0	0	0
	Medium Term Income and Expenditure		
	Budget year 2013/2014	Budget Year 2014/2015	Budget Year 2015/2016
	Budget	Budget	Budget
<b>Operating Expenditure By Nature</b>			
Free Basic Energy/Grid Electricity/Gel	1 082 663	1 153 037	1 231 443
Skip beams and Plastic bags	1 300 000	1 384 500	1 478 646
Community Gardens	1 300 000	1 384 500	1 478 646
Co-operatives Development and capacity building	950 000	1 011 750	1 080 549
SMMEs Development	500 000	532 500	568 710
Tourism development (Including Ntelezi Msane Project)	1 800 000	1 917 000	2 047 356
Implementation of KZN pounds act	0	0	0
Art and Culture(including performing arts)	600 000	639 000	682 452
Art and Craft	300 000	319 500	341 226
HIV and AIDS Programmes	450 000	479 250	511 839
Disability programmes	250 000	266 250	284 355
Senior citizens programmes	350 000	372 750	398 097
Vulnerable children programmes	1 060 000	1 128 900	1 205 665
Gender programmes	450 000	479 250	511 839
Disaster management	1 300 000	1 384 500	1 478 646
Poverty Alleviation programme	1 150 000	1 224 750	1 308 033
NGO's Programme	450 000	479 250	511 839
Youth programmes	1 300 000	1 384 500	1 478 646
Sport Recreation	680 000	724 200	773 446



Land Rights Acquisition	0	0	0
Geographical information Systems	0	0	0
Social Awareness	350 000	372 750	398 097
<b>TOTAL</b>	<b>94 892 557</b>	<b>101 312 205</b>	<b>108 201 435</b>

UMZUMBE MUNICIPALITY

2013/2014 Draft Budget

Capital Expenditure by category

Capital Expenditure by category	Medium Term Income and Expenditure Framework		
	Budget year 2013/2014	Budget Year 2014/2015	Budget Year 2015/2016
	Budget	Budget	Budget
<b><u>Infrastructure and services</u></b>			
Roads	20 306 324	21 717 614	23 194 411
Rural Household Infrastructure	4 000 000	4 000 000	4 000 000
<b><u>Community Services</u></b>			
Ntelezi Msani	760 766	813 639	868 966
Upgrading of Sportfields	5 133 116	5 133 116	5 133 116
Sakhusizwe Bakkery	4 988 795	4 988 795	4 988 795
<b><u>Operational Assets</u></b>			
Purchase of plant	5 000 000	5 347 500	5 711 130
Park Homes	250 000	267 375	285 557
Motor Vehicles	1 500 000	1 500 000	1 500 000
Furniture and Fittings	585 000	625 658	668 202
Sound System	120 000	128 340	137 067
Computer and Equipment	625 000.00	668 438	713 891
<b>TOTAL</b>	<b>43 269 000</b>	<b>45 190 473</b>	<b>47 201 135</b>

UMZUMBE MUNICIPALITY

2013/2014 Draft Budget

CAPITAL EXPENDITURE BY VOTE

COMMUNITY AND SOCIAL SERVICES			FINANCE AND ADMIN			EXECUTIVE AND COUNCIL		
Description	Technical	Social and Economic Development	Finance	Corporate	Planning	MM office	Mayor's office	TOTAL
<b>Infrastructure and services</b>								
<b>Roads</b>	20 306 324.01							<b>20 306 324.01</b>
Othandweni Access Road	2 900 000.00							
Thami Zulu Access Road	3 121 275.29							
Makhoso Access Road	5 759 769.31							
Mpelazwe Access Road	3 643 990.42							
Bhunwini Access Road	4 881 288.99							
Rural Household Infrastructure	4 000 000.00							<b>4 000 000.00</b>
<b>Community Services</b>								-
Ntelezi Nsani	760 765.63							<b>760 765.63</b>
Upgrading of Sportfields		5 133 115.63						<b>5 133 115.63</b>
Sakhisizwe Bakery	4 988 794.73							<b>4 988 794.73</b>
<b>Operational Assets</b>								-
Purchase of plant	5 000 000.00							<b>5 000 000.00</b>
Park homes				250 000.00				<b>250 000.00</b>
Motor vehicles				1 500 000.00				<b>1 500 000.00</b>
Furniture and fittings				585 000.00				<b>585 000.00</b>
Sound System							120 000.00	<b>120 000.00</b>
Computers & Equipment				625 000.00				<b>625 000.00</b>
	<b>35 055 884.37</b>	<b>5 133 115.63</b>	-	<b>2 960 000.00</b>	-	-	<b>120 000.00</b>	<b>43 269 000.00</b>

94 892 557.00  
 43 269 000.00  
138 161 557.00

SA6 35 055 884.37 3 080 000.00

5 133 115.63

**UMZUMBE MUNICIPALITY**

**2012/2013 Final Annual Budget**

**Summary of Total Salaries and Allowances**

Summary of total Salaries and Allowances	Budget year	Budget Year	Budget Year
	2013/2014	2014/2015	2015/2016
<b><u>Councillors</u></b>			
Basic salaries	7 969 850	8 523 754	9 103 369
Car Allowances	1 992 462	2 130 939	2 275 842
Skills Development levy	105 131	112 438	120 084
Travel claims	300 000	320 850	342 668
Telephone Allowances	550 812	589 093	629 152
<b>Sub-Total-Councillors</b>	<b>10 918 255</b>	<b>11 677 074</b>	<b>12 471 115</b>
<b><u>Section 57 Employees</u></b>			
Basic salaries	3 948 238	4 222 641	4 509 780
Skills Development levy	39 482	42 226	45 098
Travel claims	200 000	213 900	228 445
Performance Bonuses	552 753	591 170	631 369
<b>Sub Total - Section 57 Employees</b>	<b>4 740 474</b>	<b>5 069 937</b>	<b>5 414 693</b>
<b><u>Other Municipal Staff</u></b>			
Basic salaries	16 483 885	17 629 515	18 828 322
Pension contributions	2 650 016	2 834 193	3 026 918
Medical Aids contributions	1 419 302	1 517 943	1 621 164
Car Allowances	1 840 000	1 967 880	2 101 696
Travel Claims	300 000	320 850	342 668
Overtime	200 000	213 900	228 445
Skills Levy	183 239	195 974	209 300
UIF Contributions	164 839	176 295	188 283
Rental Allowance	158 401	169 410	180 930
Home owner Allowances	20 250	21 657	23 130
Group Life	661 035	706 977	755 052
IDC	8 232	8 804	9 403
Service Bonuses	1 315 235	1 406 643	1 502 295
<b>Sub Total - Other Municipal Staff</b>	<b>25 404 434</b>	<b>27 170 042</b>	<b>29 017 605</b>
<b>TOTAL SALARIES</b>	<b>41 063 163</b>	<b>43 917 053</b>	<b>46 903 412</b>