



# STEVE TSHWETE LOCAL MUNICIPALITY SUMMARISED INFORMATION ON ANNUAL BUDGET 2011/12 – 2013/14



## STRATEGIC GOALS

The annual budget is linked to the seven (7) IDP strategic priorities, which are:

- Poverty alleviation
- Good corporate governance
- Economic growth and development
- Good co-operative governance
- Financial viability
- Integrated environmental, social and economic spatial planning
- Cost effective and sustainable service (service delivery)

## TOTAL COMBINED EXPENDITURE

FINANCIAL YEAR	OPEX	CAPEX	TOTAL
2011/2012	R917,618,787	R 208,479,650	R 1,126,098,437
2012/2013	R1,006,242,081	R 212,992,000	R 1,219,234,081
2013/2014	R1,112,806,951	R 257,180,450	R 1,369,987,401

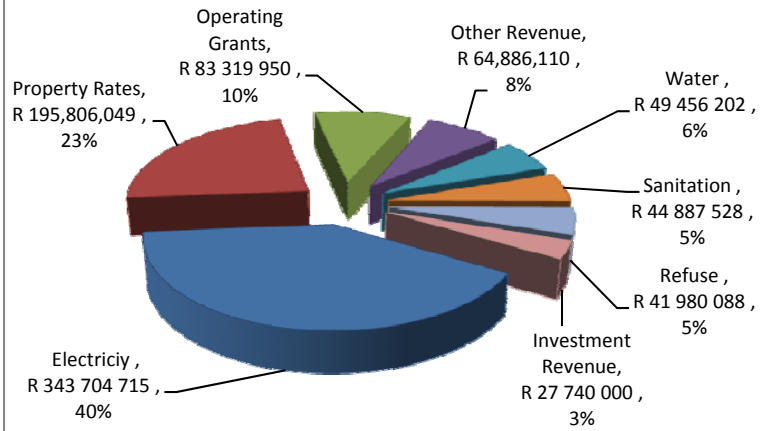
## SOCIAL SAFETY NET – PROTECTING THE POOR

2011/2012 Level of services (Indigent support)	Per month per household	Rand value per month	Budgeted cost of providing FBS
free basic electricity	50 kWh	R39,40	R 7 250 000
free basic water	10 kl	R44,50	R 3 537 000
refuse	free	R64,95	R11 005 000
sewerage	free	R60,45	R10 401 755
assessment rates (+ valuation R65 000)	free	R30,80	R 6 209 500
<b>TOTAL</b>		<b>R240,10</b>	<b>R38 403 250</b>
free basic water to all (0-6 kl)			R10 280 678
<b>GRAND TOTAL</b>			<b>R48 683 928</b>

## TARIFF INCREASES

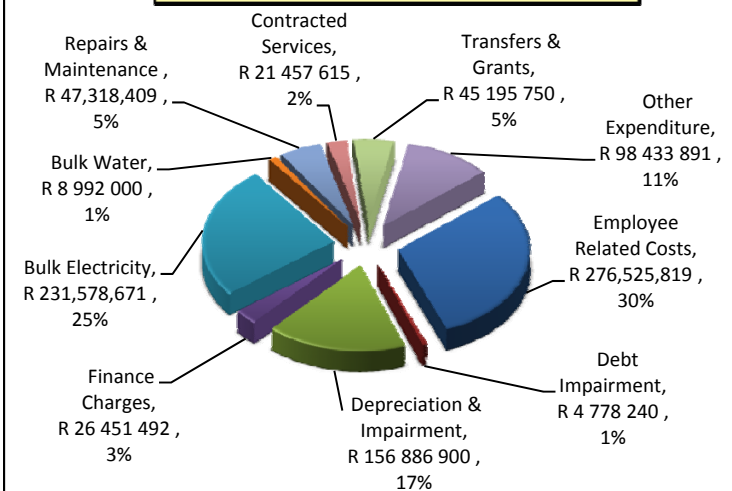
SERVICE	% INCREASE REVENUE
Electricity	20.38% - 23.38%
Refuse	16.60%
Water	15.90%
Sanitation	21.90%
Property tax	13.95%

## OPERATING REVENUE BY SOURCE 2011/2012



2011/2012 R851,8 m    2012/2013 R964,3 m    2013/2014 R1,116 b

## OPERATING EXPENDITURE BY TYPE 2011/2012



2011/2012 R917,6 m    2012/2013 R1,006 b    2013/2014 R1,113 b

## KEY CAPITAL EXPENDITURE

SERVICE	2011/2012	2012/2013	2013/2014
Roads & Storm water	R 64,6 million	R 64,7 m	R 70,9 m
Water Networks	R 6,5 million	R 14,0 m	R 12,9 m
Electrical Networks	R 31,7 million	R 45,1 m	R 62,8 m
Sanitation	R 42,5 million	R 37,7 m	R 42,1 m
Waste Management	R 3,3 million	R 4,7 m	R 3,2 m
Community & Public Safety	R 32,9 million	R 23,4 m	R 32,3 m
Governance & Administration	R 21,9 million	R 19,9 m	R 27,3 m

# INFLUENCE ON ACCOUNTS

## SMALL HOUSEHOLD

Service	Units	Current Account	Increased Amount	Proposed Account
Rates	R155 000 market value	R75,60	R10,73	R86,33
Electricity	200kwh, lifeline	R168,36	R34,32	R202,68
Refuse	Erf <995m <sup>2</sup>	R55,70	R9,25	R64,95
Sanitation	Erf <995m <sup>2</sup>	R49,60	R10,85	R60,45
Water	12kl	R25,28	R4,12	R29,40
Vat	14%	R41,84	R8,21	R50,05
<b>Total</b>	<b>Increase of 18,62%</b>	<b>R 416,38</b>	<b>R 77,48</b>	<b>R 493,86</b>

## INDIGENT HOUSEHOLD

Service	Proposed Account
Rates	Free
Electricity	50 kWh Free
Refuse	Free
Sanitation	Free
Water	10kl Free
<b>Total</b>	<b>R 0,00</b>

## MEDIUM HOUSEHOLD

Service	Units	Current Account	Increased Amount	Proposed Account
Rates	R500 000 market value	R261,90	R37,18	R 299,08
Electricity	754kwh, 50amp	R692,27	R151,99	R844,26
Refuse	Erf <995m <sup>2</sup>	R55,70	R9,25	R64,95
Sanitation	Erf <995m <sup>2</sup>	R 49,60	R10,85	R60,45
Water	22kl	R75,28	R12,12	R87,40
Vat	14%	R122,19	R25,80	R147,99
<b>Total</b>	<b>Increase of 19,67%</b>	<b>R 1 256,94</b>	<b>R 247,19</b>	<b>R 1 504,13</b>

## PENSIONERS < R2280 PER MONTH

Service	Proposed Account
Rates 100% rebate	Free
Electricity 300kwh, 50amp	R581,58
Refuse 100% rebate	Free
Sanitation 100% rebate	Free
Water 22kl	R87,40
Vat 14%	R93,66
<b>Total</b>	<b>R762,64</b>

## LARGE HOUSEHOLD

Service	Units	Current Account	Increased Amount	Proposed Account
Rates	R900 000 market value	R477,90	R67,85	R545,75
Electricity	1500kwh, 50amp	R1003,20	R272,70	R1275,90
Refuse	Erf >995m <sup>2</sup>	R 79,70	R13,25	R92,95
Sanitation	Erf 995m <sup>2</sup> to 1500m <sup>2</sup>	R108,30	R23,70	R132,00
Water	60kl	R271,28	R43,52	R314,80
Vat	14%	R204,75	R49,44	R254,19
<b>Total</b>	<b>Increase of 21,93%</b>	<b>R 2 145,13</b>	<b>R 470,46</b>	<b>R 2 615,59</b>

## PENSIONERS R7000,01 - R10000 PER MONTH

Service	Proposed Account
Rates (R900 000 ) 20% rebate	R435,13
Electricity 754kwh, 50amp	R844,26
Refuse 20% rebate	R48,35
Sanitation 20% rebate	R51,95
Water 22kl	R87,40
Vat 14%	R144,47
<b>Total</b>	<b>R1611,56</b>