

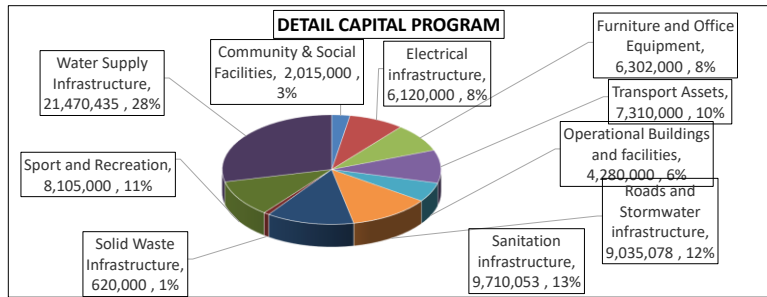


BERGRIVIER MUNICIPALITY DRAFT BUDGET 2022/2023



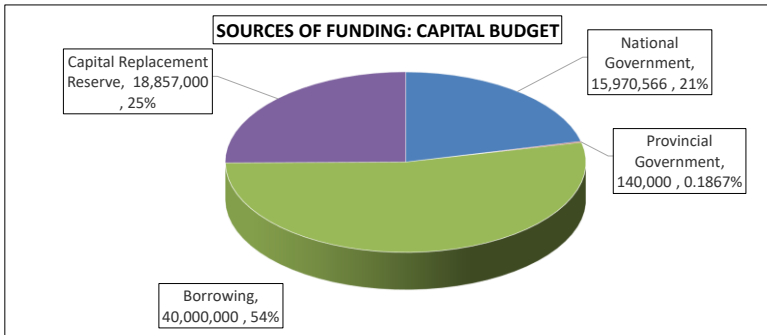
Bergrivier Municipality's 2022/23 Draft Budget and IDP was tabled at a Council Meeting 29 March 2022 as required in terms of Section 16 of the MFMA. A high level summary of the Budget is as follows:

DETAIL OF DRAFT CAPITAL BUDGET 2022/2023



PROGRAM/ PROJECT	AMOUNT (R)
Community & Social Facilities	2,015,000
Electrical infrastructure	6,120,000
Furniture and Office Equipment	6,302,000
Transport Assets	7,310,000
Operational Buildings and facilities	4,280,000
Roads and Stormwater infrastructure	9,035,078
Sanitation infrastructure	9,710,053
Solid Waste Infrastructure	620,000
Sport and Recreation	8,105,000
Water Supply Infrastructure	21,470,435
TOTAAL	74,967,566

Infrastructure and related services and assets receive the bulk of the Capital Budget @ 67%, Sport and recreational assets 10.81%, Community and social assets 2.69% and the remainder is made up by Vehicles, Machinery, equipment and computers needed in service delivery totalling 18.16% or R 13.6 Million of the total capital budget for the 2022/23 financial year

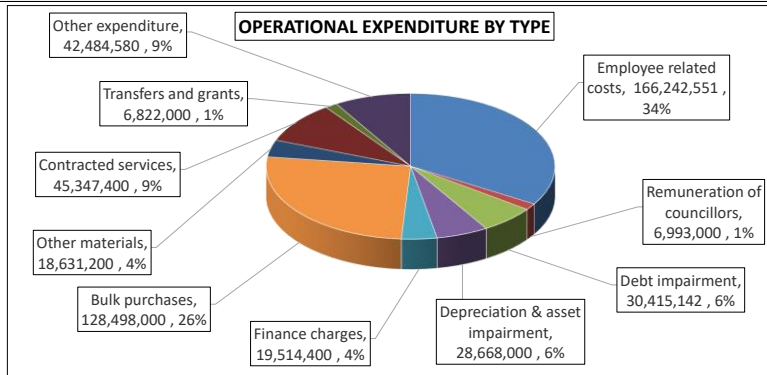


SOURCES OF FUNDING: CAPITAL BUDGET

National Government	15,970,566
Provincial Government	140,000
Borrowing	40,000,000
Capital Replacement Reserve	18,857,000
TOTAL BUDGET	74,967,566

The Capital Budget is mainly funded from Borrowing and Internal funds making up 78.51% of the funding sources, Grant funding from National Government through Municipal Infrastructure Grant and Department of Energy represent the bulk of the remaining funding requirements 21% for the 2022/2023 budget year. The Provincial Government contribution equals R140 000

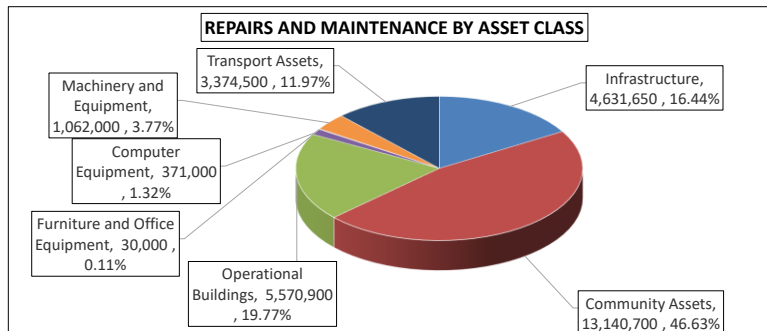
DETAIL OF DRAFT OPERATIONAL BUDGET 2022/2023



OPERATING EXPENDITURE BY TYPE

	AMOUNT
	R
Employee related costs	166,242,551
Remuneration of councillors	6,993,000
Debt impairment	30,415,142
Depreciation & asset impairment	28,668,000
Finance charges	19,514,400
Bulk purchases	128,498,000
Other materials	18,631,200
Contracted services	45,347,400
Transfers and grants	6,822,000
Other expenditure	42,484,580
OPERATING EXPENDITURE TOTAL	493,616,273

The main contributors to operational expenditure is Bulk Purchases and Employee cost making up 59.71% of the total. Contracted services and materials make up 12.96% and depreciation and debt impairment 11.97%, other expenditure represent 8.61% of total expenditure.

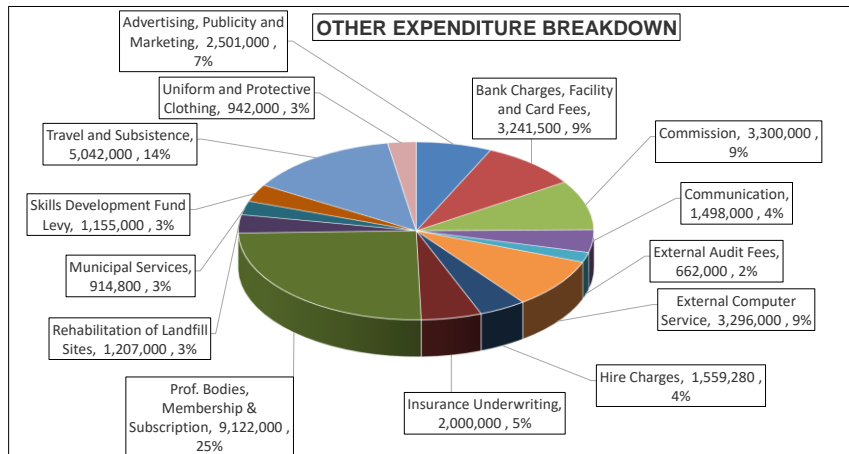


REPAIRS AND MAINTENANCE BY ASSET TYPE

	AMOUNT
	R
Infrastructure	4,631,650
Community Assets	13,140,700
Operational Buildings	5,570,900
Computer Equipment	371,000
Furniture and Office Equipment	30,000
Machinery and Equipment	1,062,000
Transport Assets	3,374,500
TOTAL REPAIRS AND MAINTENANCE	28,180,750

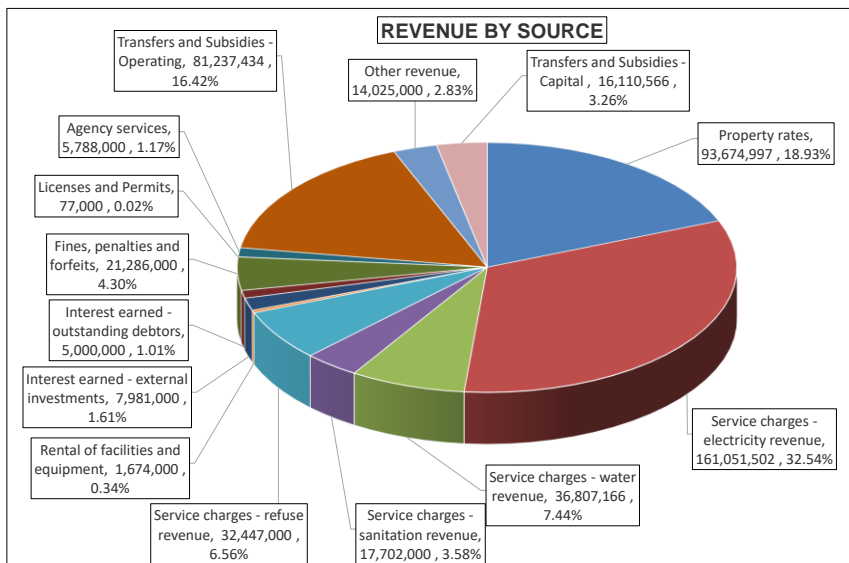
Repairs and maintenance expenditure represent 5.8% of the value of Property Plant and Equipment and 6.2% of the amount of total operational expenditure of the municipality for the 2022/2023 financial year

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DESCRIPTION OF OTHER EXPENSES	AMOUNT (R)
Advertising, Publicity and Marketing	950,000
Bank Charges, Facility and Card Fees	840,000
Commission	2,501,000
Communication	3,241,500
External Audit Fees	3,300,000
External Computer Service	1,498,000
Hire Charges	662,000
Insurance Underwriting	3,296,000
Prof. Bodies, Membership & Subscription	1,559,280
Rehabilitation of Landfill Sites	2,000,000
Municipal Services	9,122,000
Skills Development Fund Levy	1,207,000
Travel and Subsistence	914,800
Uniform and Protective Clothing	1,155,000
Wet Fuel	5,042,000
Workmen's Compensation Fund	942,000
Other Sundry items	1,554,420

The remaining amount under other expenditure represent a variety of miscellaneous items required in executing the mandate of service delivery of the municipality for the 2022/2023 financial year, full details are available in the budget documentation



REVENUE BY SOURCE	AMOUNT
OPERATING REVENUE BY SOURCE	R
Property rates	93,674,997
Service charges - electricity revenue	161,051,502
Service charges - water revenue	36,807,166
Service charges - sanitation revenue	17,702,000
Service charges - refuse revenue	32,447,000
Rental of facilities and equipment	1,674,000
Interest earned - external investments	7,981,000
Interest earned - outstanding debtors	5,000,000
Fines, penalties and forfeits	21,286,000
Licenses and Permits	77,000
Agency services	5,788,000
Transfers and Subsidies - Operating	81,237,434
Other revenue	14,025,000
Transfers and Subsidies - Capital	16,110,566
REVENUE TOTAL	494,861,665

TARIFF INCREASE PERCENTAGES	
Assessment Rates	10.00%
Water	
Usage Charges	8.50%
Basic Charges	8.50%
Electricity	
Usage Charges	7.80%
Basic Charges	7.80%
Sewerage	
Usage Charges	10.00%
Refuse Removal	
Removal Charges	25.00%

Miscellaneous charges will also increase with between approximately 7% and 10% for most of the tariffs, Please consult the tariff schedule for specific tariffs and tariff increases.

NERSA Guideline Electricity Tariffs: Electricity tariffs 2022/2023 Financial year: NERSA has not yet issued a guideline increase for municipalities, they have confirmed that a bulk increase of 8.61% will be charged to Municipalities by Eskom. The Electricity tariffs are proposed to be 7.8% and is subject to final NERSA approval. The Electricity tariffs may change subject to the final NERSA tariff determination. The full tariff list is available at all municipal offices and the municipal website: <http://www.bergmun.org.za>

The budget and related documents, including proposed tariffs for assessment rates and other service charges as well as miscellaneous charges and information are available at all municipal offices and libraries also on the municipal Website: www.bergmun.org.za, the municipal Facebook page and other social media platforms. Written/e-mail submissions can be directed to the Municipal Manager, for attention Ms. A van Sittert (IDP)sb@bergmun.org.za or Mr. F M Lötter (Budget)cfo@bergmun.org.za by 5 May 2022 for consideration before final budget approval.

Indigent subsidies and pensioner rebates - Any property owner, pensioner or consumer that qualifies must apply on the prescribed form at any of the municipal offices at either Piketberg, Porterville, Velddrif, Redelinghuys, Eendekuil or Aurora during normal office hours; 07:30 to 16:30. Please bring ID of applicant, spouse, children and all tenants on the property, proof of residential address, latest municipal account, proof of earnings or affidavit if unemployed, last receipt of electricity purchased or pre-paid card. Subsidies will be credited from date of application received and not retrospectively.

SUBSIDIES INDIGENT / PENSIONERS	
PER MONTH	
Assessment rates impermissible	R 15,000
Water per month	6KI
Water Basic per month	Free
Electricity	50 Kwh
Sewerage 100% rebate on domestic tariff	R 208.00 (VAT Incl.)
Refuse removal 100% rebate	R 319.70 (VAT Incl.)
Indigent household, where applicant or family member is on life support	100 Kwh
Basic Electricity	Free
Assessment Rates Pensioners	60% rebate

Find us @: No 13 Church Street Piketberg, 7320 or at: www.bergmun.org.za, or on Facebook at: <https://web.facebook.com/BergvriervMunisipaliteit>