

SCHEDULE 2(a) OPERATING EXPENDITURE BY TYPE	Preceding Year 2005/06	Current Year 2006/07			Medium Term Revenue and Expenditure Framework		
	Audited Actual R'000 A	Approved Budget R'000 B	Adjusted Budget R'000 C	Full Year Forecast R'000 D	Budget Year 2007/08	Budget Year +1 2008/09	Budget Year +2 2009/10
					Budget R'000 E	Budget R'000 F	Budget R'000 G
Operating Expenditure by Type							
Employee related costs	209,538	219,123	216,994	216,994	245,692	260,434	278,664
Remuneration of Councillors	11,149	12,881	14,016	14,016	12,742	13,507	14,452
GENERAL EXPENSES							
Bulk purchases - Electricity	116,754	132,299	134,134	134,134	147,311	156,150	167,080
Bulk purchases - Water	67,880	78,335	73,413	73,413	79,785	84,572	90,492
Bulk Sewer	1,234	2,060	1,875	1,875	1,965	2,083	2,229
Computer Costs	4,114	4,359	3,691	3,691	2,212	2,345	2,509
Contracted services	4,999	9,497	7,727	7,727	5,400	5,724	6,125
Insurance Costs	3,842	3,583	2,974	2,974	3,400	3,604	3,856
Interest on External Borrowings	46,377	32,078	32,078	32,078	33,513	27,011	22,277
Vehicle Leases	16,374	12,008	11,508	11,508	13,355	14,156	15,147
Other General Expenses	31,689	52,298	51,397	51,397	71,413	84,211	96,732
REPAIRS AND MAINTENANCE							
Network, Plant & Machinery	25,088	30,586	20,302	20,302	25,676	27,217	29,122
Motor Vehicles	5,927	6,209	5,083	5,083	5,327	5,647	6,042
Buildings	2,505	3,905	2,957	2,957	3,099	3,285	3,515
Other Repairs & Maintenance	4,067	5,004	4,804	4,804	5,035	5,337	5,711
DEPARTMENTAL CHARGES							
Charge Inns	84,607	79,031	50,607	50,607	50,607	53,643	57,398
Charge Outs	-85,230	-83,269	-54,844	-54,844	-54,844	-58,135	-62,204
DEPRECIATION	11,113	30,584	10,333	10,333	10,333	10,953	11,720
WORKING CAPITAL & OTHER RESERVES	52,000	52,000	73,430	73,430	60,113	63,720	68,180
Recoverables (Service Connections)	4,924	7,496	5,067	5,067	5,372	5,694	6,093
OPERATING EXPENDITURE BY TYPE	618,954	690,067	667,546	667,546	727,506	771,157	825,139
TOTAL OPERATING BUDGET	618,954	690,067	667,546	667,546	727,506	771,157	825,139

Column Definitions:

- A. The unaudited actuals for 2005/06.
- B. The original budget approved by council for the 2006/07 budget year.
- C. The budget for 2006/07 budget year as adjusted by council resolution in terms of section 28 of the MFMA.
- D. An estimate of final actual figures (pre audit) for the 2006/07 budget year at the point in time of preparing the budget for the 2007/08 budget year.
- E. The amount to be appropriated for the 2007/08 budget year.
- F. The indicative projection for 2008/09
- G. The indicative projection for 2009/10