

BEAUFORT WEST MUNICIPALITY



Monthly Budget Statement FOR THE MONTH ENDING December 2018

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PART 1 – IN-YEAR REPORT

1. Mayor's Report

1.1 In-Year Report – Monthly Budget Statement

1.1.1 Implementation of the budget in accordance with the SDBIP

A comprehensive performance report will be submitted to Council as part of the section 52 report for the second quarter and the section 72, Mid-year assessment.

1.1.2 Financial problems or risks facing the municipality

The current financial position of the municipality remains under pressure. Directors are urged to identify and promote effectiveness and efficiencies within their respective directorates and to keep their expenditure within budget.

1.1.3 Other relevant information

No comments for December 2018.

2. Resolutions

IN-YEAR REPORT 2017/18

This is the report will be presented to Council at their next meeting:

RECOMMENDATION:

- a) That Council notes the monthly budget statement and any supporting documentation for December 2018.

3. Executive Summary

3.1 Introduction

Section 71 of the MFMA states that the Accounting Officer of a Municipality must by no later than 10 working days after the end of each month submit to the mayor of the Municipality and the relevant Provincial Treasury in the prescribe format on the state of the Municipality's budget.

This report presents the current state of the budget implementation and reasons for variances and possible action to be taken.

3.2 Consolidated performance

3.2.1 Against annual budget

Revenue by Source

Year-to-date revenue accrued were R51,535 million or 34% above year-to-date budget projections for December 2018. This is due to the annual rates billing transfers recognized operational received for the construction of the top structure of the S1 IRDP housing project.

Refer to Table C4 for more detail on revenue by source.

Operating expenditure by type

Total expenditure were R31,996 million or 20%, above the year-to-date budget projections for December 2018. It should be noted that the Eskom bulk electricity account for December is only due in January 2019. The main reason why total expenditure is above the year to date target is due to other expenditure. Included is a total payment of R58,054 million towards the completion of the S1 IRDP Housing Project, top-structures received from the Department Human Settlements in over the last four months.

Refer to Table C4 for further details on expenditure by type.

Capital expenditure

Year-to-date expenditure on capital amounts to R9,431 million or 39% of a total budget of R24,187 million.

Refer to Table C5 and Supporting Table SC12 for more detail on capital expenditure.

Cash flows

The municipality started the year with a cash & cash equivalents balance of R4,854 million. The net decrease in cash held were R2,348 million during December 2018 resulting in a closing balance of R26,494 million.

Refer to Table C9 for more detail on cash flows.

3.3 Material variances from SDBIP

The second quarter SDBIP report will be completed and submitted as part of the section 52 report for the period October – December 2018.

3.4 Remedial or corrective steps

No remedial or corrective steps are required at this stage.

4. In-year budget statement tables

4.1 Monthly budget statements

4.1.1 Table C1 s71 Monthly Budget Statement Summary

WC053 Beaufort West - Table C1 Monthly Budget Statement Summary - M06 December									
Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	33,876	37,156	–	89	36,712	18,578	18,134	98%	37,156
Service charges	107,422	122,165	–	9,296	54,441	61,082	(6,641)	-11%	122,165
Investment revenue	761	1,260	–	6	6	630	(624)	-99%	1,260
Transfers and subsidies	76,284	102,893	–	45,846	105,779	51,446	54,333	106%	102,893
Other own revenue	54,569	40,499	–	1,681	6,582	20,249	(13,667)	-67%	40,499
Total Revenue (excluding capital transfers and contributions)	272,911	303,973	–	56,917	203,521	151,986	51,535	34%	303,973
Employee costs	94,429	103,811	–	8,298	52,681	51,906	775	1%	103,811
Remuneration of Councillors	6,068	6,225	–	488	3,021	3,112	(91)	-3%	6,225
Depreciation & asset impairment	24,463	19,222	–	1,602	9,611	9,611	(0)	-0%	19,222
Finance charges	6,266	2,308	–	568	1,409	1,154	255	22%	2,308
Materials and bulk purchases	62,597	90,220	–	5,803	37,097	45,110	(8,013)	-18%	90,220
Transfers and subsidies	223	650	–	130	395	325	70	21%	650
Other expenditure	101,152	97,408	–	33,543	87,704	48,704	39,000	80%	97,408
Total Expenditure	295,199	319,844	–	50,432	191,917	159,922	31,996	20%	319,844
Surplus/(Deficit)	(22,287)	(15,871)	–	6,485	11,604	(7,936)	19,539	-246%	(15,871)
Transfers and subsidies - capital (monetary allocations)	77,717	23,087	–	3,406	9,055	11,544	(2,489)	-22%	23,087
Contributions & Contributed assets	155	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	55,585	7,216	–	9,891	20,659	3,608	17,050	473%	7,216
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	55,585	7,216	–	9,891	20,659	3,608	17,050	473%	7,216
Capital expenditure & funds sources									
Capital expenditure	79,631	24,187	–	3,505	9,431	12,094	(2,663)	-22%	24,187
Capital transfers recognised	72,067	23,087	–	3,406	9,055	11,544	(2,489)	-22%	23,087
Public contributions & donations	155	–	–	–	–	–	–	–	–
Borrowing	549	–	–	–	–	–	–	–	–
Internally generated funds	6,860	1,100	–	100	376	550	(174)	-32%	1,100
Total sources of capital funds	79,631	24,187	–	3,505	9,431	12,094	(2,663)	-22%	24,187
Financial position									
Total current assets	74,844	51,766	162,685	–	–	–	–	–	51,766
Total non current assets	529,958	551,085	562,413	–	–	–	–	–	551,085
Total current liabilities	85,878	44,988	140,389	–	–	–	–	–	44,988
Total non current liabilities	60,199	65,186	65,162	–	–	–	–	–	65,186
Community wealth/Equity	458,725	492,677	519,548	–	–	–	–	–	492,677
Cash flows									
Net cash from (used) operating	81,481	30,799	–	1,212	31,807	15,400	(16,407)	-107%	30,799
Net cash from (used) investing	(79,303)	(24,187)	–	(3,505)	(9,431)	(12,094)	(2,663)	22%	(24,187)
Net cash from (used) financing	(3,962)	(4,226)	–	(317)	(730)	(2,113)	(1,382)	65%	(4,226)
Cash/cash equivalents at the month/year end	4,854	7,585	–	–	26,499	6,392	(20,107)	-315%	7,240
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	11,895	6,623	3,861	75,820	–	–	–	–	98,199
Creditors Age Analysis									
Total Creditors	11,914	1	70	–	25	–	–	–	12,009

4.1.2 Table C2 Monthly Budget Statement - Financial Performance (standard classification)

This table reflects the operating budget (Financial Performance) in the standard classifications which are the Government Finance Statistics Functions and Sub-functions. These are used by National Treasury to assist the compilation of national and international accounts for comparison purposes, regardless of the unique organizational structures used by the different institutions.

The main functions are Governance and administration; Community and public safety; Economic and environmental services; and Trading services. It is for this reason that Financial Performance is reported in standard classification, Table C2, and by municipal vote, Table C3.

WC053 Beaufort West - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December										
Description	Ref	2017/18			Budget Year 2018/19					
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
Governance and administration		73,669	85,861	-	19,674	82,169	42,930	39,238	91%	85,861
Executive and council		36,031	39,989	-	19,026	43,320	19,995	23,325	117%	39,989
Finance and administration		37,138	45,872	-	648	38,849	22,936	15,913	69%	45,872
Internal audit		500	-	-	-	-	-	-	-	-
Community and public safety		14,748	42,289	-	26,797	61,460	21,144	40,315	191%	42,289
Community and social services		6,059	6,631	-	476	3,187	3,315	(129)	-4%	6,631
Sport and recreation		5,801	3,034	-	94	174	1,517	(1,344)	-89%	3,034
Public safety		676	1	-	0	2	1	1	139%	1
Housing		2,212	32,623	-	26,227	58,098	16,311	41,786	256%	32,623
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		57,026	39,688	-	2,202	6,615	19,844	(13,229)	-67%	39,688
Planning and development		404	796	-	53	312	398	(86)	-22%	796
Road transport		56,621	38,892	-	2,149	6,304	19,446	(13,142)	-68%	38,892
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		205,341	159,222	-	11,650	62,332	79,611	(17,278)	-22%	159,222
Energy sources		85,246	98,349	-	6,560	37,967	49,174	(11,207)	-23%	98,349
Water management		70,324	30,146	-	3,133	10,277	15,073	(4,796)	-32%	30,146
Waste water management		40,019	20,791	-	1,267	9,494	10,396	(901)	-9%	20,791
Waste management		9,751	9,936	-	690	4,593	4,968	(375)	-8%	9,936
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	350,784	327,060	-	60,323	212,576	163,530	49,046	30%	327,060
Expenditure - Functional										
Governance and administration		80,865	67,854	-	6,679	32,437	33,927	(1,490)	-4%	67,854
Executive and council		19,132	16,735	-	1,791	8,113	8,367	(255)	-3%	16,735
Finance and administration		60,510	49,693	-	4,708	23,639	24,846	(1,207)	-5%	49,693
Internal audit		1,223	1,427	-	180	685	713	(29)	-4%	1,427
Community and public safety		22,064	56,384	-	28,106	70,189	28,192	41,997	149%	56,384
Community and social services		7,402	9,430	-	714	4,599	4,715	(115)	-2%	9,430
Sport and recreation		7,457	8,778	-	738	4,430	4,389	41	1%	8,778
Public safety		3,696	4,053	-	295	1,908	2,026	(118)	-6%	4,053
Housing		3,509	34,123	-	26,360	59,252	17,062	42,190	247%	34,123
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		69,102	51,943	-	3,376	21,075	25,972	(4,897)	-19%	51,943
Planning and development		5,086	6,693	-	471	3,019	3,346	(328)	-10%	6,693
Road transport		64,016	45,251	-	2,905	18,056	22,625	(4,570)	-20%	45,251
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		122,759	143,662	-	12,271	68,216	71,831	(3,615)	-5%	143,662
Energy sources		74,565	82,687	-	5,857	37,024	41,344	(4,319)	-10%	82,687
Water management		23,968	26,934	-	3,467	13,904	13,467	437	3%	26,934
Waste water management		9,834	16,444	-	1,507	8,671	8,222	449	5%	16,444
Waste management		14,392	17,597	-	1,439	8,617	8,798	(181)	-2%	17,597
Other		410	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	295,199	319,844	-	50,432	191,917	159,922	31,996	20%	319,844
Surplus/ (Deficit) for the year		55,585	7,216	-	9,891	20,659	3,608	17,050	473%	7,216

4.1.3 Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote)

The operating expenditure budget is approved by Council on the municipal vote level. The municipal votes reflect the organizational structure of the municipality which is made up of the following directorates: Municipal Manager; Corporate Services; Financial Services; Engineering Services; Community Services and Electrical Services.

WC053 Beaufort West - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December										
Vote Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - Municipal Manager		966	-	-	-	89	-	89	#DIV/0!	-
Vote 2 - Director: Corporate Service		41,156	46,037	-	19,470	46,186	23,019	23,168	100.6%	46,037
Vote 3 - Director: Financial Services		36,500	41,720	-	514	38,294	20,860	17,434	83.6%	41,720
Vote 4 - Director: Engineering Services		128,319	65,890	-	6,023	24,294	32,945	(8,651)	-26.3%	65,890
Vote 5 - Director: Community Services		58,597	75,064	-	27,756	65,746	37,532	28,213	75.2%	75,064
Vote 6 - Director: Electrical Services		85,246	98,349	-	6,560	37,967	49,174	(11,207)	-22.8%	98,349
		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	350,784	327,060	-	60,323	212,576	163,530	49,046	30.0%	327,060
Expenditure by Vote	1									
Vote 1 - Municipal Manager		5,366	4,754	-	541	2,708	2,377	331	13.9%	4,754
Vote 2 - Director: Corporate Service		41,644	34,966	-	2,760	15,500	17,483	(1,983)	-11.3%	34,966
Vote 3 - Director: Financial Services		31,718	25,954	-	3,077	12,976	12,977	(1)	0.0%	25,954
Vote 4 - Director: Engineering Services		76,068	89,265	-	8,467	45,768	44,633	1,135	2.5%	89,265
Vote 5 - Director: Community Services		65,837	82,217	-	29,730	77,941	41,108	36,832	89.6%	82,217
Vote 6 - Director: Electrical Services		74,565	82,687	-	5,857	37,024	41,344	(4,319)	-10.4%	82,687
		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	295,199	319,844	-	50,432	191,917	159,922	31,996	20.0%	319,844
Surplus/ (Deficit) for the year	2	55,585	7,216	-	9,891	20,659	3,608	17,050	472.6%	7,216

4.1.4 Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure)

WC053 Beaufort West - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December										
Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates		33,876	37,156	-	89	36,712	18,578	18,134	98%	37,156
Service charges - electricity revenue		67,071	78,474	-	5,772	32,968	39,237	(6,269)	-16%	78,474
Service charges - water revenue		18,788	20,008	-	1,720	8,291	10,004	(1,713)	-17%	20,008
Service charges - sanitation revenue		14,151	15,517	-	1,168	8,910	7,758	1,152	15%	15,517
Service charges - refuse revenue		7,413	8,166	-	636	4,272	4,083	189	5%	8,166
Service charges - other		-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		1,135	1,376	-	96	515	688	(173)	-25%	1,376
Interest earned - external investments		761	1,260	-	6	6	630	(624)	-99%	1,260
Interest earned - outstanding debtors		3,648	2,940	-	268	1,374	1,470	(96)	-7%	2,940
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		44,642	30,429	-	557	2,117	15,215	(13,097)	-86%	30,429
Licences and permits		330	629	-	154	310	314	(5)	-1%	629
Agency services		741	750	-	51	390	375	15	4%	750
Transfers and subsidies		76,284	102,893	-	45,846	105,779	51,446	54,333	106%	102,893
Other revenue		4,073	4,375	-	554	1,877	2,187	(310)	-14%	4,375
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		272,911	303,973	-	56,917	203,521	151,986	51,535	34%	303,973
Expenditure By Type										
Employee related costs		94,429	103,811	-	8,298	52,681	51,906	775	1%	103,811
Remuneration of councillors		6,068	6,225	-	488	3,021	3,112	(91)	-3%	6,225
Debt impairment		37,656	22,832	-	1,371	8,229	11,416	(3,188)	-28%	22,832
Depreciation & asset impairment		24,463	19,222	-	1,602	9,611	9,611	(0)	0%	19,222
Finance charges		6,266	2,308	-	568	1,409	1,154	255	22%	2,308
Bulk purchases		59,023	70,500	-	4,836	28,878	35,250	(6,372)	-18%	70,500
Other materials		3,574	19,720	-	967	8,219	9,860	(1,641)	-17%	19,720
Contracted services		38,897	8,639	-	743	2,173	4,320	(2,146)	-50%	8,639
Transfers and subsidies		223	650	-	130	395	325	70	21%	650
Other expenditure		22,769	65,936	-	31,429	77,301	32,968	44,333	134%	65,936
Loss on disposal of PPE		1,831	-	-	-	-	-	-	-	-
Total Expenditure		295,199	319,844	-	50,432	191,917	159,922	31,996	20%	319,844
Surplus/(Deficit)										
Surplus/(Deficit)		(22,287)	(15,871)	-	6,485	11,604	(7,936)	19,539	(0)	(15,871)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		77,717	23,087	-	3,406	9,055	11,544	(2,489)	(0)	23,087
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)		155	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		55,585	7,216	-	9,891	20,659	3,608			7,216
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		55,585	7,216	-	9,891	20,659	3,608			7,216
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		55,585	7,216	-	9,891	20,659	3,608			7,216
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		55,585	7,216	-	9,891	20,659	3,608			7,216

4.1.5 Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding)

WC053 Beaufort West - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06 December										
Vote Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 2 - Director: Corporate Service		-	-	-	-	-	-	-	-	-
Vote 3 - Director: Financial Services		-	-	-	-	-	-	-	-	-
Vote 4 - Director: Engineering Services		-	-	-	-	-	-	-	-	-
Vote 5 - Director: Community Services		-	-	-	-	-	-	-	-	-
Vote 6 - Director: Electrical Services		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - Municipal Manager		14	50	-	-	1	25	(24)	-96%	50
Vote 2 - Director: Corporate Service		450	250	-	-	100	125	(25)	-20%	250
Vote 3 - Director: Financial Services		51	200	-	100	131	100	31	31%	200
Vote 4 - Director: Engineering Services		72,157	9,427	-	2,817	4,901	4,714	188	4%	9,427
Vote 5 - Director: Community Services		1,148	200	-	-	-	100	(100)	-100%	200
Vote 6 - Director: Electrical Services		5,811	14,060	-	588	4,298	7,030	(2,732)	-39%	14,060
Total Capital single-year expenditure	4	79,631	24,187	-	3,505	9,431	12,094	(2,663)	-22%	24,187
Total Capital Expenditure		79,631	24,187	-	3,505	9,431	12,094	(2,663)	-22%	24,187
Capital Expenditure - Functional Classification										
Governance and administration		1,181	500	-	100	232	250	(18)	-7%	500
Executive and council		100	50	-	-	1	25	(24)	-96%	50
Finance and administration		1,081	450	-	100	231	225	6	3%	450
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		11,495	3,009	-	92	198	1,504	(1,307)	-87%	3,009
Community and social services		181	200	-	-	-	100	(100)	-100%	200
Sport and recreation		10,360	2,809	-	92	198	1,404	(1,207)	-86%	2,809
Public safety		955	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		384	6,301	-	1,316	2,742	3,151	(408)	-13%	6,301
Planning and development		36	200	-	-	38	100	(62)	-62%	200
Road transport		349	6,101	-	1,316	2,705	3,051	(346)	-11%	6,101
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		66,570	14,377	-	1,998	6,259	7,189	(930)	-13%	14,377
Energy sources		5,811	14,060	-	588	4,298	7,030	(2,732)	-39%	14,060
Water management		29,655	-	-	1,410	1,961	-	1,961	#DIV/0!	-
Waste water management		30,912	317	-	-	-	159	(159)	-100%	317
Waste management		193	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	79,631	24,187	-	3,505	9,431	12,094	(2,663)	-22%	24,187
Funded by:										
National Government		37,845	23,087	-	3,406	9,055	11,544	(2,489)	-22%	23,087
Provincial Government		34,222	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		72,067	23,087	-	3,406	9,055	11,544	(2,489)	-22%	23,087
Public contributions & donations	5	155	-	-	-	-	-	-	-	-
Borrowing	6	549	-	-	-	-	-	-	-	-
Internally generated funds		6,860	1,100	-	100	376	550	(174)	-32%	1,100
Total Capital Funding		79,631	24,187	-	3,505	9,431	12,094	(2,663)	-22%	24,187

4.1.6 Table C6 Monthly Budget Statement - Financial Position

WC053 Beaufort West - Table C6 Monthly Budget Statement - Financial Position - M06 December						
Description	Ref	2017/18	Budget Year 2018/19			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		363	2,162	74,925	–	2,162
Call investment deposits		12,283	5,423	10,900	–	5,423
Consumer debtors		16,362	20,067	21,939	–	20,067
Other debtors		41,479	20,161	51,385	–	20,161
Current portion of long-term receivables		785	–	–	–	–
Inventory		3,571	3,952	3,536	–	3,952
Total current assets		74,844	51,766	162,685	–	51,766
Non current assets						
Long-term receivables		2,695	1,859	3,480	–	1,859
Investments		–	–	–	–	–
Investment property		7,247	7,552	7,247	–	7,552
Investments in Associate		–	–	–	–	–
Property, plant and equipment		514,339	535,883	546,009	–	535,883
Agricultural		–	–	–	–	–
Biological		–	–	–	–	–
Intangible		400	395	400	–	395
Other non-current assets		5,277	5,396	5,277	–	5,396
Total non current assets		529,958	551,085	562,413	–	551,085
TOTAL ASSETS		604,802	602,850	725,098	–	602,850
LIABILITIES						
Current liabilities						
Bank overdraft		7,792	–	90,775	–	–
Borrowing		4,194	3,206	4,113	–	3,206
Consumer deposits		1,537	1,456	1,697	–	1,456
Trade and other payables		56,915	31,522	34,257	–	31,522
Provisions		15,439	8,804	9,548	–	8,804
Total current liabilities		85,878	44,988	140,389	–	44,988
Non current liabilities						
Borrowing		9,017	9,591	8,369	–	9,591
Provisions		51,183	55,595	56,793	–	55,595
Total non current liabilities		60,199	65,186	65,162	–	65,186
TOTAL LIABILITIES		146,077	110,173	205,551	–	110,173
NET ASSETS	2	458,725	492,677	519,548	–	492,677
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		454,236	487,254	511,735	–	487,254
Reserves		4,489	5,423	7,812	–	5,423
TOTAL COMMUNITY WEALTH/EQUITY	2	458,725	492,677	519,548	–	492,677

4.1.7 Table C7 Monthly Budget Statement - Cash Flow

WC053 Beaufort West - Table C7 Monthly Budget Statement - Cash Flow - M06 December										
Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		138,392	32,629	-	1,771	20,035	16,315	3,720	23%	32,629
Service charges		-	113,783	-	7,243	50,230	56,892	(6,662)	-12%	113,783
Other revenue		-	30,746	-	637	3,655	15,373	(11,718)	-76%	30,746
Government - operating		143,648	102,893	-	30,807	108,029	51,446	56,583	110%	102,893
Government - capital		-	23,087	-	8,207	22,566	11,544	11,022	95%	23,087
Interest		4,408	4,200	-	6	1,379	2,100	(721)	-34%	4,200
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(201,518)	(274,531)	-	(46,760)	(172,284)	(137,266)	35,018	-26%	(274,531)
Finance charges		(3,449)	(1,358)	-	(568)	(1,409)	(679)	730	-108%	(1,358)
Transfers and Grants		-	(650)	-	(130)	(395)	(325)	70	-21%	(650)
NET CASH FROM/(USED) OPERATING ACTIVITIES		81,481	30,799	-	1,212	31,807	15,400	(16,407)	-107%	30,799
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-		-
Decrease (Increase) in non-current debtors		-	-	-	-	-	-	-		-
Decrease (increase) other non-current receivables		(377)	-	-	-	-	-	-		-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		-
Payments										
Capital assets		(78,926)	(24,187)	-	(3,505)	(9,431)	(12,094)	(2,663)	22%	(24,187)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(79,303)	(24,187)	-	(3,505)	(9,431)	(12,094)	(2,663)	22%	(24,187)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	103	-	-	(2)	52	(53)	-103%	103
Payments										
Repayment of borrowing		(3,962)	(4,329)	-	(317)	(729)	(2,164)	(1,436)	66%	(4,329)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(3,962)	(4,226)	-	(317)	(730)	(2,113)	(1,382)	65%	(4,226)
NET INCREASE/ (DECREASE) IN CASH HELD		(1,783)	2,386	-	(2,610)	21,645	1,193			2,386
Cash/cash equivalents at beginning:		6,637	5,199	-		4,854	5,199			4,854
Cash/cash equivalents at month/year end:		4,854	7,585	-		26,499	6,392			7,240

Table C7 includes the balance of the Cashbook and Current Investment Deposits.

PART 2 – SUPPORTING DOCUMENTATION

5. Debtors' analysis

5.1 Supporting Table SC3

Debtors' age analysis

WC053 Beaufort West - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December													
Description	NT Code	Budget Year 2018/19									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total			
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	1,643	1,027	606	4,786	-	-	-	-	8,061	4,786	-	89
Trade and Other Receivables from Exchange Transactions - Electricity	1300	3,572	1,332	442	1,321	-	-	-	-	6,668	1,321	-	33
Receivables from Non-exchange Transactions - Property Rates	1400	2,026	877	558	9,752	-	-	-	-	13,212	9,752	-	226
Receivables from Exchange Transactions - Waste Water Management	1500	1,416	846	576	12,100	-	-	-	-	14,938	12,100	-	577
Receivables from Exchange Transactions - Waste Management	1600	760	481	355	7,197	-	-	-	-	8,793	7,197	-	446
Receivables from Exchange Transactions - Property Rental Debtors	1700	5	3	2	52	-	-	-	-	62	52	-	1
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	2,474	2,057	1,321	40,613	-	-	-	-	46,464	40,613	-	-
Total By Income Source	2000	11,895	6,623	3,861	75,820	-	-	-	-	98,199	75,820	-	1,371
2017/18 - totals only													
Debtors Age Analysis By Customer Group													
Organs of State	2200	988	503	413	3,888	-	-	-	-	5,791	3,888	-	-
Commercial	2300	3,597	1,748	586	7,563	-	-	-	-	13,495	7,563	-	-
Households	2400	6,692	4,198	2,786	61,475	-	-	-	-	75,151	61,475	-	1,371
Other	2500	618	173	76	2,894	-	-	-	-	3,761	2,894	-	-
Total By Customer Group	2600	11,895	6,623	3,861	75,820	-	-	-	-	98,199	75,820	-	1,371

6. Creditors analysis

6.1 Supporting Table SC4

Creditors' age analysis

WC053 Beaufort West - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December										
Description	NT Code	Budget Year 2018/19								
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
R thousands										
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	4,452	-	-	-	-	-	-	-	4,452
Bulk Water	0200	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	1,184	-	-	-	-	-	-	-	1,184
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	1,334	-	-	-	-	-	-	-	1,334
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	659	1	70	-	25	-	-	-	754
Auditor General	0800	2,929	-	-	-	-	-	-	-	2,929
Other	0900	1,356	-	-	-	-	-	-	-	1,356
Total By Customer Type	1000	11,914	1	70	-	25	-	-	-	12,009

7. Investment portfolio analysis

7.1 Supporting Table C5

WC053 Beaufort West - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M06 December									
Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning	Change in market value	Market value at end of the
R thousands		Yrs/Months							
Municipality									
INVESTEC							532	-	532
STANDARD							250	-	250
ABSA							2,521	-	2,521
NEDBANK							5,659	(1,938)	7,597
Municipality sub-total					-		8,962	(1,938)	10,900
Entities									
Entities sub-total					-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2				-		8,962	(1,938)	10,900

8. Allocation and grant receipts and expenditure

8.1 Supporting Table SC6 – Grant receipts

WC053 Beaufort West - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M06 December										
Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		-	60,329	-	19,057	45,435	30,164	15,271	50.6%	60,329
Local Government Equitable Share		-	56,655	-	18,885	42,491	28,328	14,163	50.0%	56,655
Municipal Infrastructure Grant (MIG)		-	689	-	172	344	344	-		689
Finance Management		-	1,700	-	-	1,700	850	850	100.0%	1,700
EPWP Incentive		-	1,285	-	-	900	643	258	40.1%	1,285
Energy Efficiency and Demand Side Management Grant		-	-	-	-	-	-	-		-
Other transfers and grants [insert description]		-	-	-	-	-	-	-		-
Provincial Government:		-	42,564	-	11,751	62,594	21,282	41,312	194.1%	42,564
Western Cape Financial Management Support Grant		-	330	-	-	-	165	(165)	-100.0%	330
Western Cape Financial Management Capacity Building Grant		-	360	-	-	-	180	(180)	-100.0%	360
Human Settlement Development Grant		-	35,160	-	11,751	58,054	17,580	40,474	230.2%	35,160
Main Road Subsidy	4	-	850	-	-	841	425	416	97.8%	850
Library Services : Municipal Replacement Grant		-	5,550	-	-	3,700	2,775	925	33.3%	5,550
Community Development Workers (CDW): Operational Support Grant		-	204	-	-	-	102	(102)	-100.0%	204
Thusing Services Centres Grant: Operational Support Grant		-	110	-	-	-	55	(55)	-100.0%	110
Other transfers and grants [insert description]		-	-	-	-	-	-	-		-
District Municipality:		-	-	-	-	-	-	-		-
[insert description]		-	-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]		-	-	-	-	-	-	-		-
Total Operating Transfers and Grants	5	-	102,893	-	30,807	108,029	51,446	56,583	110.0%	102,893
Capital Transfers and Grants										
National Government:		-	23,087	-	8,207	22,566	11,544	11,022	95.5%	23,087
Municipal Infrastructure Grant (MIG)		-	13,087	-	4,086	10,311	6,544	3,767	57.6%	13,087
Integrated National Electrification Grant		-	10,000	-	2,500	10,000	5,000	5,000	100.0%	10,000
Department Rural Development and Land Reform		-	-	-	1,622	2,255	-	2,255	#DIV/0!	-
Other capital transfers [insert description]		-	-	-	-	-	-	-		-
Provincial Government:		-	-	-	-	-	-	-		-
[insert description]		-	-	-	-	-	-	-		-
District Municipality:		-	-	-	-	-	-	-		-
[insert description]		-	-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]		-	-	-	-	-	-	-		-
Total Capital Transfers and Grants	5	-	23,087	-	8,207	22,566	11,544	11,022	95.5%	23,087
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	-	125,980	-	39,015	130,595	62,990	67,605	107.3%	125,980

8.2 Supporting Table SC7 – Grant expenditure

WC053 Beaufort West - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06 December										
Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		-	60,329	-	19,083	44,055	30,164	13,890	46.0%	60,329
Local Government Equitable Share		-	56,655	-	18,885	42,491	28,328	14,163	50.0%	56,655
Municipal Infrastructure Grant (MIG)		-	689	-	45	268	344	(76)	-22.1%	689
Finance Management		-	1,700	-	47	741	850	(109)	-12.8%	1,700
EPWP Incentive		-	1,285	-	106	554	643	(88)	-13.7%	1,285
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
Provincial Government:		-	42,564	-	26,663	61,753	21,282	40,471	190.2%	42,564
Western Cape Financial Managenet Support Grant		-	330	-	-	-	165	(165)	-100.0%	330
Western Cape Financial Management Capacity Building Grant		-	360	-	-	-	180	(180)	-100.0%	360
Human Settlement Development Grant		-	35,160	-	26,220	58,054	17,580	40,474	230.2%	35,160
Main Road Subsidy		-	850	-	-	841	425	416	97.8%	850
Library Services : Municipal Replacement Grant		-	5,550	-	422	2,748	2,775	(27)	-1.0%	5,550
Community Development Workers (CDW): Operational Support Grant		-	204	-	22	111	102	9	8.7%	204
Thusing Services Centres Grant: Operational Support Grant		-	110	-	-	-	55	(55)	-100.0%	110
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		-	102,893	-	45,746	105,808	51,446	54,361	105.7%	102,893
Capital expenditure of Transfers and Grants										
National Government:		-	23,087	-	3,789	10,127	11,544	(1,417)	-12.3%	23,087
Municipal Infrastructure Grant (MIG)		-	13,087	-	1,872	6,694	6,544	150	2.3%	13,087
Integrated National Electrification Grant		-	10,000	-	295	1,178	5,000	(3,822)	-76.4%	10,000
Department Rural Development and Land Reform		-	-	-	1,622	2,255	-	2,255	#DIV/0!	-
Other capital transfers [insert description]		-	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		-	23,087	-	3,789	10,127	11,544	(1,417)	-12.3%	23,087
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	125,980	-	49,535	115,935	62,990	52,945	84.1%	125,980

9. Expenditure on councillor and board members allowances and employee benefits

9.1 Supporting Table SC8

WC053 Beaufort West - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 December										
Summary of Employee and Councillor remuneration	Ref	Budget Year 2018/19								
		2017/18 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		4,866	5,040	-	354	2,136	2,520	(384)	-15%	5,040
Pension and UIF Contributions		209	168	-	29	174	84	90	107%	168
Medical Aid Contributions		10	-	-	2	95	-	95	#DIV/0!	-
Motor Vehicle Allowance		555	440	-	55	328	220	108	49%	440
Cellphone Allowance		405	530	-	44	265	265	-	-	530
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		23	47	-	4	23	23	-	-	47
Sub Total - Councillors		6,068	6,225	-	488	3,021	3,112	(91)	-3%	6,225
% increase	4		2.6%							2.6%
Senior Managers of the Municipality										
Basic Salaries and Wages		4,472	6,141	-	394	1,994	3,071	(1,076)	-35%	6,141
Pension and UIF Contributions		381	314	-	47	235	157	78	50%	314
Medical Aid Contributions		52	32	-	3	15	16	(1)	-5%	32
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	820	-	-	158	410	(252)	-61%	820
Motor Vehicle Allowance		370	348	-	29	174	174	-	-	348
Cellphone Allowance		37	66	-	4	24	33	(9)	-27%	66
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Payments in lieu of leave		17	-	-	62	62	-	62	#DIV/0!	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		5,328	7,721	-	539	2,663	3,861	(1,198)	-31%	7,721
% increase	4		44.9%							44.9%
Other Municipal Staff										
Basic Salaries and Wages		68,499	73,087	-	5,619	38,196	36,543	1,653	5%	73,087
Pension and UIF Contributions		9,806	12,466	-	933	5,501	6,233	(732)	-12%	12,466
Medical Aid Contributions		1,493	1,502	-	137	788	751	37	5%	1,502
Overtime		3,283	1,912	-	445	1,877	956	921	96%	1,912
Performance Bonus		18	820	-	-	-	410	(410)	-100%	820
Motor Vehicle Allowance		1,762	2,172	-	185	1,186	1,086	100	9%	2,172
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		915	899	-	77	476	449	27	6%	899
Other benefits and allowances		1,766	1,667	-	173	1,018	834	184	22%	1,667
Payments in lieu of leave		311	360	-	35	206	180	26	14%	360
Long service awards		356	189	-	73	227	94	132	140%	189
Post-retirement benefit obligations	2	893	1,016	-	82	544	508	36	7%	1,016
Sub Total - Other Municipal Staff		89,102	96,090	-	7,759	50,018	48,045	1,973	4%	96,090
% increase	4		7.8%							7.8%
Total Parent Municipality		100,498	110,036	-	8,786	55,702	55,018	684	1%	110,036
			9.5%							9.5%
TOTAL SALARY, ALLOWANCES & BENEFITS		100,498	110,036	-	8,786	55,702	55,018	684	1%	110,036
% increase	4		9.5%							9.5%
TOTAL MANAGERS AND STAFF		94,429	103,811	-	8,298	52,681	51,906	775	1%	103,811

10. Capital programme performance

10.1 Supporting Table C12

WC053 Beaufort West - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M06 December									
Month	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
R thousands								%	
Monthly expenditure performance trend									
July	4,759	2,016	-	140	140	2,016	1,876	93.1%	1%
August	6,328	2,016	-	1,580	1,720	4,031	2,311	57.3%	7%
September	6,896	2,016	-	2,241	3,961	6,047	2,086	34.5%	16%
October	5,168	2,016	-	734	4,694	8,062	3,368	41.8%	19%
November	12,576	2,016	-	1,231	5,925	10,078	4,153	41.2%	24%
December	1,285	2,016	-	3,505	9,431	12,094	2,663	22.0%	39%
January	1,340	2,016	-	-	-	14,109	-		
February	7,212	2,016	-	-	-	16,125	-		
March	13,727	2,016	-	-	-	18,140	-		
April	7,994	2,016	-	-	-	20,156	-		
May	4,523	2,016	-	-	-	22,172	-		
June	7,824	2,016	-	-	-	24,187	-		
Total Capital expenditure	79,631	24,187	-	9,431					

Chart C1 2018/19 Capital Expenditure Monthly Trend: actual v target

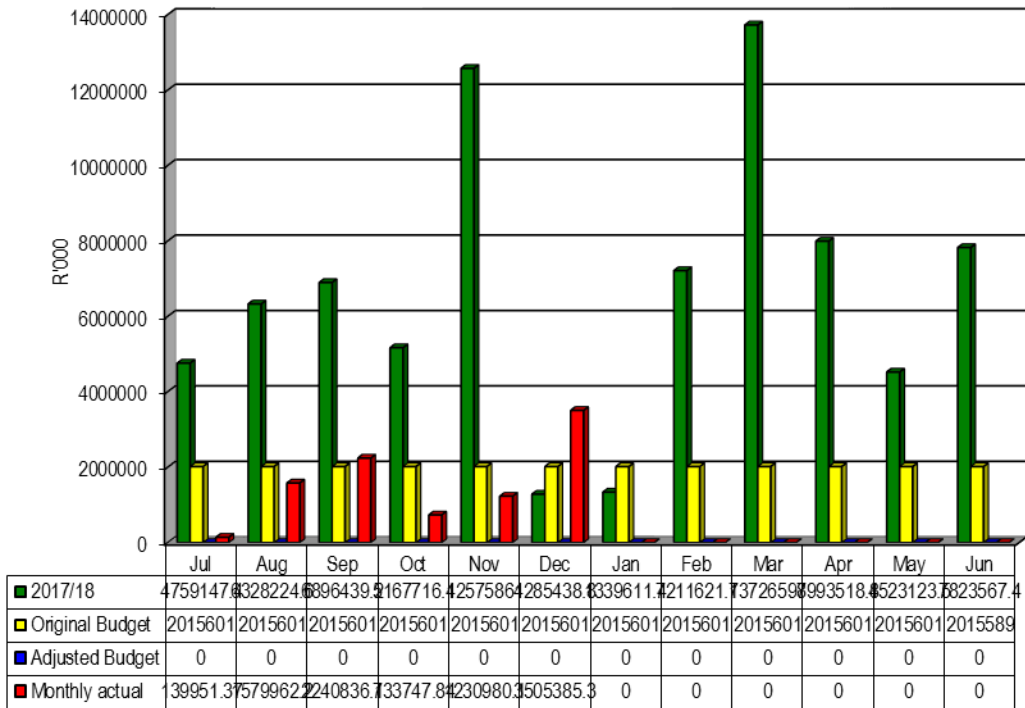
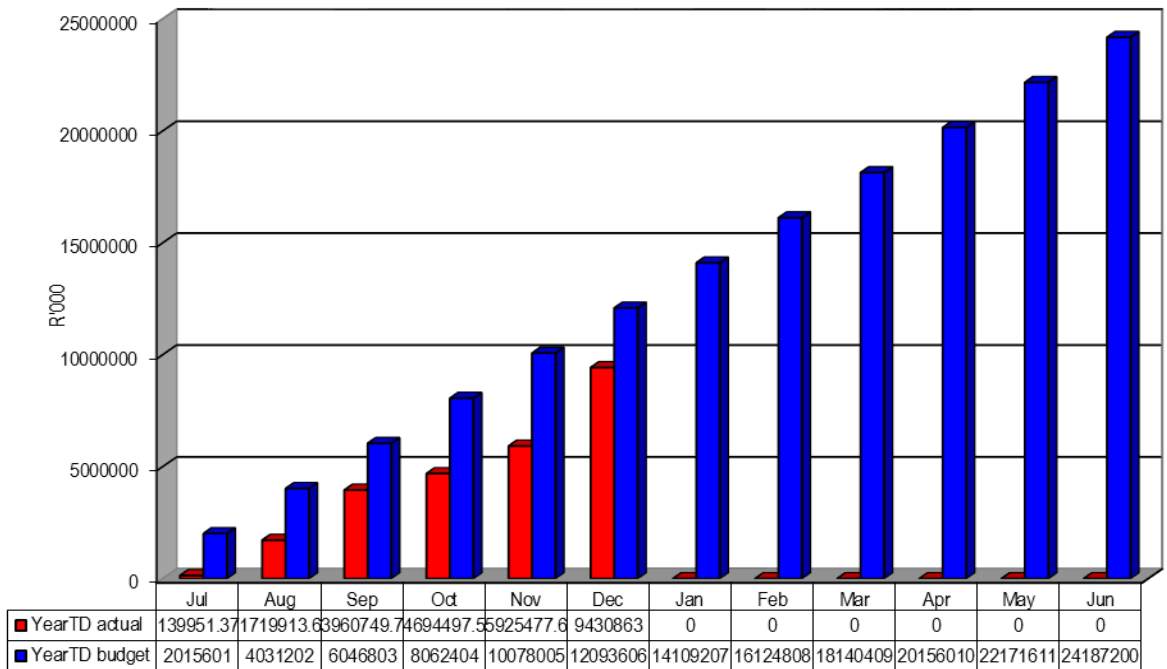


Chart C2 2018/19 Capital Expenditure: YTD actual v YTD target



11. Material variances to the SDBIP

11.1 Over view

SDBIP reports are compiled on a quarterly basis at this time.