

BEAUFORT WEST MUNICIPALITY



Mid-Year Budget & Performance Assessment for the period 1 July 2018 to 31 December 2018

This report is compiled and submitted in terms of Section 72 of the Municipal Finance Management Act 56 of 2003

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

TABLE OF CONTENTS	PAGE
Table of Contents	1
Legislative Requirements	2-4
PART 1-Mid-Year Budget and Performance Assessment	5
Section 1: Mayor's Report	5-13
Section 2: Resolutions	14
Section 3: Executive Summary	15-19
Section 4: In-Year Budget Tables	20-30
Part 2: Supporting Documentation	31
Section 5: Debtor's Analysis	31-32
Section 6: Creditor's Analysis	33
Section 7: Investment Portfolio Analysis	34
Section 8: Allocation and grants receipts and expenditure	35-37
Section 9: Councilor and board member allowances and employee benefits	38
Section 10: Material Variances	39-40
Section 11: Parent Municipality on performance	41
Section 12: Municipal Entity Summary	42
Section 13: Capital program performance	43-45
Section 14: Top Layer SDBIP	45
Section 15: Performance Plan evaluation on SDBIP	45
Section 16: Municipal Manager's Quality Certificate	46
Annexure A: Top Layer SDBIP	47

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

Legislative Framework

This report has been prepared in terms of the following enabling legislation.

The Municipal Finance Management Act-Number 56 of 2003

Section 72: Mid-Year Budget and Performance Assessment

- (1) The accounting officer of a municipality must by 25 January of each year—
 - (a) Assess the performance of the municipality during the first half of the financial year, taking into account—
 - (i) The monthly statements referred to in section 71 for the first half of the financial year;
 - (ii) The municipality's service delivery performance during the first half of the financial year, and the service delivery targets and performance indicators set in the service delivery and budget implementation plan;
 - (iii) The past year's annual report, and progress on resolving problems identified in the annual report and
 - (iv) The performance of every municipal entity under the sole or shared control of the municipality, taking into account reports in terms of section 88 from any such entities; and
 - (b) Submit a report on such assessment to—
 - (i) The mayor of the municipality; (ii) The National Treasury; and
 - (iii) The relevant provincial treasury.
- (2) The statement referred to in section 71(1) for the sixth month of a financial year may be incorporated into the report referred to in subsection (1) of this section.
- (3) The accounting officer must, as part of the review—
 - (a) Make recommendations as to whether an adjustments budget is necessary; and
 - (b) Recommend revised projections for revenue and expenditure to the extent that this may be necessary.

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

Section 54: Budgetary control and early identification of financial problems

- (1) On receipt of a statement or report submitted by the accounting officer of the municipality in terms of section 71 or 72, the mayor must—
 - (a) Consider the statement or report;
 - (b) Check whether the municipality's approved budget is implemented in accordance with the service delivery and budget implementation plan;
 - (c) Consider and, if necessary, make any revisions to the service delivery and budget implementation plan, provided that revisions to the service delivery targets and performance indicators in the plan may only be made with the approval of the council following approval of an adjustments budget;
 - (d) Issue any appropriate instructions to the accounting officer to ensure—
 - (i) That the budget is implemented in accordance with the service delivery and budget implementation plan; and
 - (ii) That spending of funds and revenue collection proceed in accordance with the budget
 - (e) Identify any financial problems facing the municipality, including any emerging or impending financial problems; and
 - (f) In the case of a section 72 report, submit the report to the council by 31 January of each year.
- (2) If the municipality faces any serious financial problems, the mayor must—
 - (a) Promptly respond to and initiate any remedial or corrective steps proposed by the accounting officer to deal with such problems, which may include—(i) steps to reduce spending when revenue is anticipated to be less than projected in the municipality's approved budget;
 - (ii) The tabling of an adjustments budget or
 - (iii) Steps in terms of Chapter 13; and
 - (b) Alert the council and the MEC for local government in the province to those problems.
- (3) The mayor must ensure that any revisions of the service delivery and budget implementation plan are made public promptly.

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

Local Government: Municipal Finance Management Act, 2003

Municipal Budget and Reporting Regulations

Format of a mid-year budget and performance assessment

33. A mid-year budget and performance assessment of a municipality referred to in section 72 of the Act must be in a format specified in Schedule C and include all the required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Act.

Publication of mid-year budget and performance assessments

- 34(1) Within five working days of 25 January each year the municipal manager must make the mid-year budget and performance assessment public by placing it on the municipal website.
- (2) The municipal manager must make public any other information that the municipal council considers appropriate to facilitate public awareness of the mid-year budget and performance assessment, including-
- (a) Summaries in alternate languages predominant in the community, and
- (b) Information relevant to each ward in the municipality.

Submission of mid-year budget and performance assessments

35. The Municipal Manager must submit to the National Treasury and the relevant Provincial Treasury, in both printed and electronic form –
- (a) The mid-year budget and performance assessment by 25 January of each year; and
- (b) Any other information relating to the mid-year budget and performance assessments as may be required by the National Treasury.

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

PART 1: MID- YEAR BUDGET AND PERFORMANCE ASSESSMENT

This report has been prepared in terms of the Local Government: Municipal Finance Management Act Number 56 of 2003: Municipal Budget and Reporting Regulations, Government Gazette 32141, 17 April 2009.

Section 1-Mayors Report

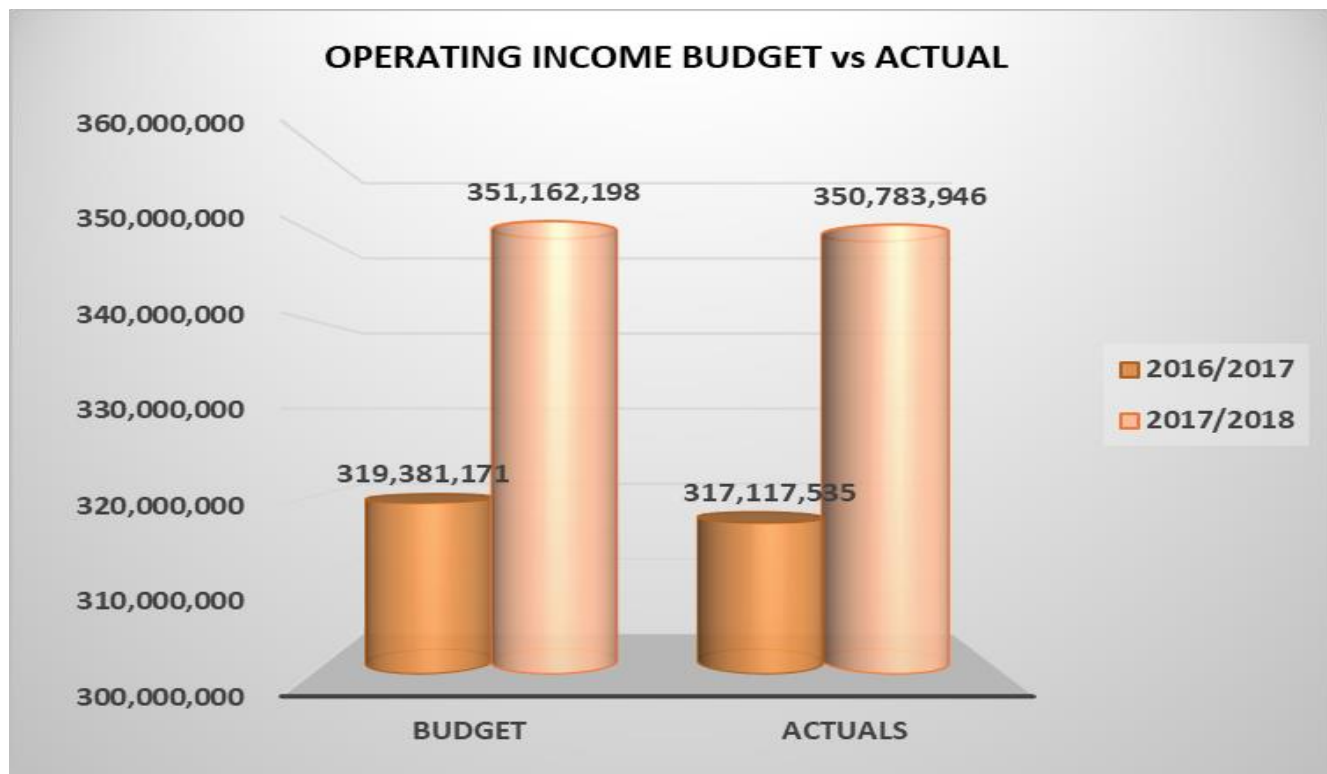
For the mid-year budget and performance assessment, the mayor's report must also provide _

- (a) A summary of the past year's annual report, and progress on resolving problems identified in the annual report and the audit report;
- (b) A summary of any potential impact of the national adjustments budget and the relevant provincial adjustment budget;
- (c) A recommendation as to whether an adjustments budget for the municipality is necessary;

1.1.1: Summary of the previous year's annual report (a)

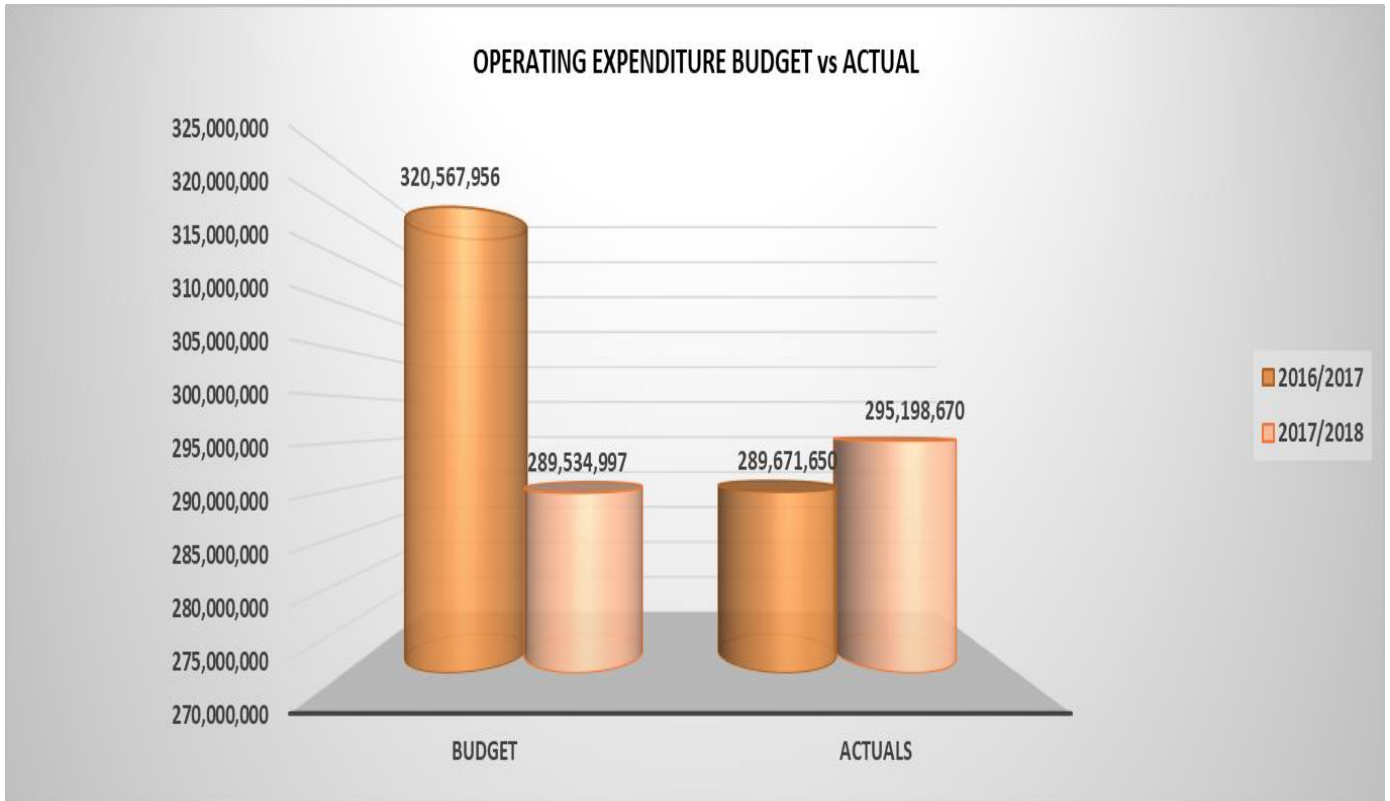
(a) Performance against Budgets

The following graph shows the Operating Income Budget versus Actuals for 2016/17 as well as the 2017/18 financial year. The Operating Income has increased by 10.6% from R317m to R351m, mainly due to additional Grants received for the 2017/2018 Financial Year.



**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

The following graph shows the Operating Expenditure Budget versus Actuals for 2016/17 as well as the 2017/18 financial year. The Operating Expenditure has increased by 1.9% from R290m to R295m, mainly due to the change in debt impairment on trade debtors and IGRAP1 on traffic fines.

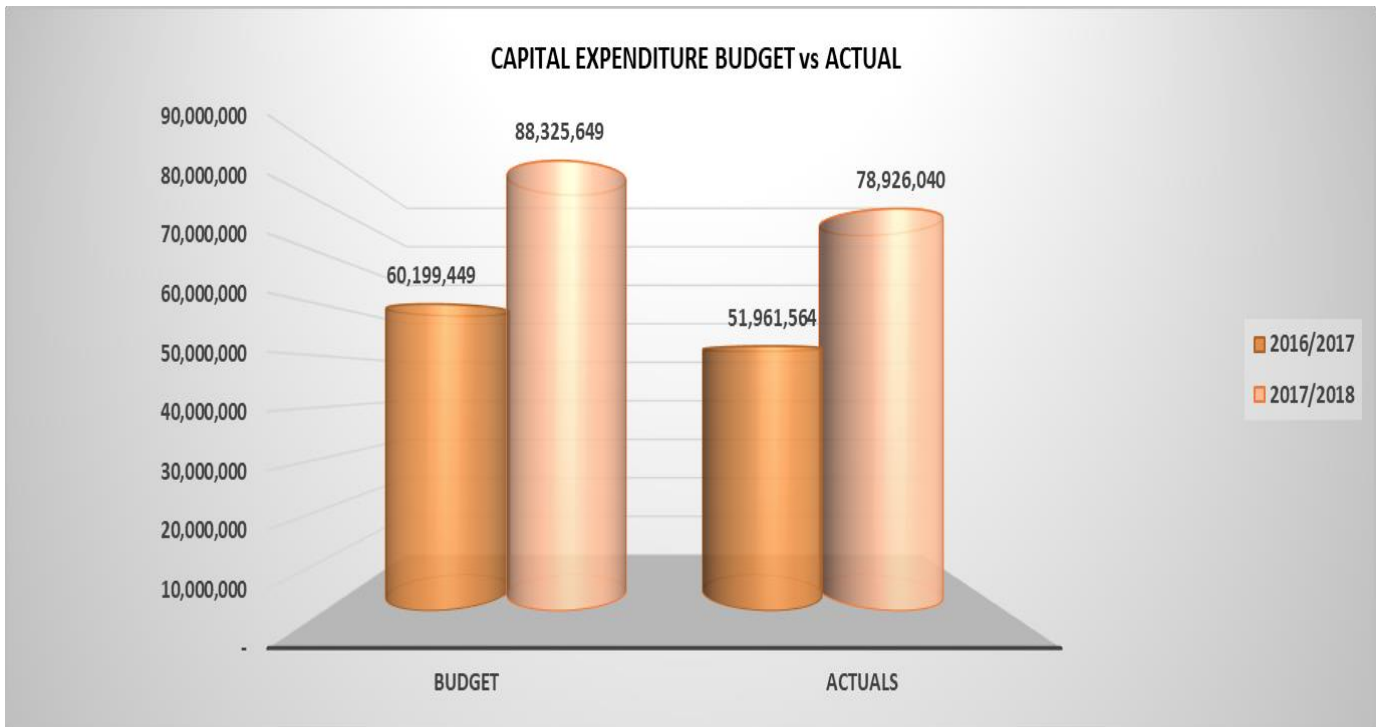


(b) Percentage of Capital Budget Spent

During the 2017/18 financial year 89.4% of the total Capital Budget was spent. The main reason for the underperformance was due to the Municipal Infrastructure Grant (MIG) roll-over amounting to R11,8 million relating to the 2016/2017 financial year that was not approved by National Treasury. The matter was subsequently resolved with National Treasury and the Municipality is awaiting for the funds to be gazetted and transferred.

The following graph shows the Capital Expenditure Budget versus Actuals for 2016/17 as well as the 2017/18 financial year. The Capital expenditure increased by 51,9% from 52 million to 79 million largely as a result of drought support amounting to R5,3 million from the Department Local Government: Municipal Drought Relief as well as R 23 million from National Government (Department of Rural Development and Land Reform).

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**



1.1.2 Financial problems or risks facing the municipality

The unemployment rate in the Central Karoo District is higher than that of the Province and Beaufort West municipal area is estimated to have the highest unemployment rate. The municipality also have a large indigent base. Given the aforementioned factors the collection rate of Property rates and Service charges is below the norm of 95%. This has a detrimental effect on the municipality's financial resources.

One of the key strategic risk that the municipality is facing, is the severe drought situation. As a result of the drought the municipality has implemented strict limitations on water consumption as per the tariff structure, which has an influence on the revenue collection.

Financial administration should be the second most important focus point of Beaufort West Municipality with basic service delivery as the most important. Additional resources should be directed to develop a financial administration turnover strategy. The strategy must concentrate on in-service training and assistance on every aspect of financial administration with detail to the lowest level and administrative powers be delegated to the lowest level without impeding on proper internal control.

Applications to roll-over unspent grants relating to the 2017/2018 financial year was submitted to both National and Provincial Treasury at the end of August 2018. It was communicated by national treasury that the national roll-overs amounting to R 112 thousand were not approved and that the funds must revert back to National Revenue Fund.

The grants which were declined are as follow:

- R27 thousand towards Energy Efficiency and Demand Side Management Grant; and
- R85 thousand towards Expanded Public Works Program.

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

Provincial Treasury communicated that the following unspent provincial grants were approved:

- Western Cape Financial Management Capacity Building Grant R240 000;
- Library Services: Replacement Funding R 234 342;
- Provincial Contribution towards the Acceleration of Housing Delivery R 227 484;
- Thusong Services Centre Grant; R 338 187; and
- Fire Services Capacity Building Grant R 154 074.

The following Provincial unspent conditional grants were not approved:

- Western Cape Financial Management Support Grant R 233 471;
- Development of Sport and Recreational Facilities R 550 866;
- Western Cape Financial Management Capacity Building Grant R 132 357; and
- Municipal Service Delivery and Capacity Building Grant R 82 152.

The main reason for the decline were due to no supporting documents as proof that the funds were committed at year-end.

1.1.3: Remedial Action taken on Audit Outcomes of Prior Year

Beaufort West Local Municipality received a qualified audit report for the 2017/2018 financial year compared to the disclaimer opinion received in the 2016/2017 financial year.

The Municipality during the 2017/2018 financial year put extensive effort into implementing the recommendations made by the Auditor General during the 2016/2017 audit process. The audit action plan to address the 2017/2018 findings are completed and will be workshopped with management during January. The plan will then be implemented and monitored by the Internal Audit Unit of the Municipality.

The annual report of the 2017/18 financial year is covered in a separate report to Council. Any problems and/or corrective actions identified in the oversight by Council will be monitored and actioned for correction in the current financial year.

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

1.1.4: Mid-Year Performance Assessment

Municipal adjustments budgets

- (1) A municipality may revise an approved annual budget through an adjustments budget.
- (2) An adjustments budget—
 - (a) Must adjust the revenue and expenditure estimates downwards if there is material under-collection of revenue during the current year;
 - (b) May appropriate additional revenues that have become available over and above those anticipated in the annual budget, but only to revise or accelerate spending programs already budgeted for;
 - (c) May, within a prescribed framework, authorize unforeseeable and unavoidable expenditure recommended by the mayor of the municipality;
 - (d) May authorize the utilization of projected savings in one vote towards spending under another vote;
 - (e) May authorize the spending of funds that were unspent at the end of the past financial year where the under-spending could not reasonably have been foreseen at the time to include projected roll-overs when the annual budget for the current year was approved by the council;
 - (f) May correct any errors in the annual budget; and
 - (g) May provide for any other expenditure within a prescribed framework.

Regulation 23 of the Municipal Budget and Reporting Regulations provides, inter alia for the following:

“An adjustment budget may be tabled in the Municipal Council at any time after the Mid-year Budget and Performance Assessment has been tabled in the Council, but not later than 28 February of each year. Furthermore, except under certain circumstances only one adjustment budget may be tabled in Council during a financial year.”

BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018

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)										
Transfers and subsidies - capital (monetary allocations)		(22,287)	(15,871)	-	6,485	11,604	(7,936)	19,539	(0)	(15,871)
(National / Provincial and District)		77,717	23,087	-	3,406	9,055	11,544	(2,489)	(0)	23,087
(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

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

1.1.4.1 Revenue by source

Year-to-date revenue accrued amounts to R203 521 million, 34% or R51 535 million above year-to-date budget projections of R151 986 million for December 2018. The good performance is due to additional grants received to Department of Human Settlement. Service Charges – Electricity Revenue & Water Revenue, Rental of facilities & equipment, Interest earned – External Investments, Interest earned – Outstanding Debtors, Fines, Licenses and permits, income that are expected to increase during the course of the financial year. Hence more income will be recognised as revenue in the Statement of Financial Performance. (C4)

1.1.4.2 Operating expenditure by type

Total expenditure amounts to R191 917 million, 20% or R31 996 million, above year-to-date budget projections for December 2018. The variance can be attributed to additional funds received from Department of Human Settlement. Underperform of Bulk Purchases is due to Eskom bulk electricity account for December 2018 amounting to R4 452 million that will only be paid in January. Underperform operating expenditure specifically relating to the repair and maintenance to Roads, Water, Electricity, Waste Management and Water Waste Management and Contracted Services that is expected to pick up during the course of the financial year and Debt Impairment to traffic fines which has not yet being allocated. (C4)

1.1.4.3 Capital expenditure

Year-to-date expenditure on capital amounts to R9 431 million, or 39%, of a total original budget of R242 817 million. (C5)

1.1.4.4 Cash flows

The municipality started the year with a positive projected cash & cash equivalents balance of R4 854 million. The cash and cash equivalents increased by R21 645 million during December resulting in a closing balance of R26 499 million. This is attributable to operating and capital grant receipts from National and Provincial Government.

1.1.4.5 High level SDBIP overall performance

The municipality met 59.26% (16 of 27) of the applicable 27 KPI's for the period as at 31 December 2018. The remainder of the KPI's (7) on the Top Layer SDBIP out of the total number of 34 KPI's do not have targets for this period and will be reported on in future quarters when they are due. 40.74% (11 of 27) KPI targets were not achieved as at 31 December 2018 of which the details are included in the tables below.

1.1.4.6 Potential impact of the national and provincial adjustments budget

The provincial government adjustments budgets will impact on the municipality's adjustments budget as it contains revised to allocations to Beaufort West Municipality. During the 2018/2019 Western Cape Provincial Adjustment Budget the following additional funds were allocated to the municipality:

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

- To provide for additional allocations from PT of R 28 490 000 relating to the 2018/2019 financial year;

Grant	Original Allocation	Additional Allocation	Total
	R'000	R'000	R'000
Western Cape Financial Management Support Grant	330	2,170	2,500
Western Cape Financial Management Capacity Building Grant	360	-	360
Human settlements development grant (Beneficiaries)	35,160	24,320	59,480
Financial assistance to municipalities for maintenance and construction of transport infrastructure	5,490	-	5,490
Library service: Replacement funding	5,550	-	5,550
Community Development Workers (CDW) operational grant	204	-204	-
Municipal Service Delivery and Capacity Building Grant	-	250	250
Municipal Drought Relief Grant	-	1,750	1,750
Thusong Services Centres Grant	110	-110	-
Total	47,204	28,176	75,380

The National Department of Rural Development and Land Reform (DRDLR) has also allocated R 2 259 290 to equip and commission 1 borehole to help with the current drought situation.

Furthermore, the approved provincial roll-overs of R 1 194 087 relating to the 2017/18 financial year also needs to be incorporated into the 2018/19 budget.

Both the 2018/2019 Operating and Capital Budgets will need to be adjusted to make provision for these additional funds as indicated above.

1.1.4.7 An adjustment budget is required due to the following:

1. REVENUE

Transfers recognised – Operational & Capital:

Transfers recognised – Operational & Capital must be increased with additional grants received from Provincial Treasury which will be allocated in the adjustment budget with the following:

• Financial Management Support Grant	R 2 170 000
• Human Settlements Development Grant	R24 320 000
• Municipal Service Delivery and Capacity Building Grant	R 250 000
• Municipal Drought Relief Grant	R 1 750 000
• Thusong Services Centre's Grant	-R 110 000
• Financial Management Capacity Building Grant	R 240 000
• Library Services	R 234 342
• Provincial Contribution Towards Acceleration of Housing Delivery	R 227 484
• Thusong Service Centre Grant	R 338 187
• Fire Service Capacity Building Grant	R 154 074
• Rural Development and Land Reform	<u>R 2 259 290</u>
TOTAL REVENUE ADJUSTMENT	<u>R31 833 377</u>

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

2. EXPENDITURE

Expenditure must be increased which will be allocated in the adjustment budget with the following:

Additional Grants:

• Financial Management Support Grant	R 2 170 000
• Human Settlements Development Grant	R24 320 000
• Municipal Service Delivery and Capacity Building Grant	R 250 000
• Municipal Drought Relief Grant	R 1 750 000
• Financial Management Capacity Building Grant	R 240 000
• Library Services	R 234 342
• Provincial Contribution Towards the Acceleration of Housing	R 227 484
• Fire Service Capacity Building Grant	R 154 074
• Thusong Service Centre Grant	R 338 187
• Thusong Services Centre's Grant	<u>-R 110 000</u>
TOTAL EXPENDITURE ADJUSTMENT	<u>R29 574 087</u>

3. CAPITAL EXPENDITURE

Capital Expenditure must be increased with the additional grant from NT

• Rural Development and Land Reform	<u>R 2 259 290</u>
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TOTAL CAPITAL EXPENDITURE ADJUSTMENT **R 2 259 290**

4. SUMMARY

TOTAL REVENUE ADJUSTMENT	R31 833 377
TOTAL EXPENDITURE ADJUSTMENT	<u>-R29 574 087</u>
TOTAL CAPITAL EXPENDITURE ADJUSTMENT	<u>-R 2 259 290</u>
TOTAL ADJUSTMENT	<u>-R 0</u>

1.1.4.8 Conclusion

The mid-year budget and performance assessment indicates that:

- a) An adjustments budget and IDP for 2018/19 will be prepared and this must be approved by Council by no later than 28 February 2019; and
- b) The revised SDBIP which forms the basis for the mid-year performance assessments must include adjustments necessitated by a review of the predetermined objectives and adjustments as a result of the adjustments budget, must be approved by Council.



COUNCILLOR N CONSTABLE
EXECUTIVE MAYOR

DATE: 24/01/2018

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

Section 2 -Resolutions

Resolutions

If the mid-year review is tabled in the municipal council, resolutions dealing with at least the

Following matters must be prepared and presented as part of the documentation, as may be relevant-

- (a) Take note of the monthly budget statement and any supporting documents;
- (b) Take note of the quarterly report on the implementation of the budget and the financial affairs for the municipality referred to in section 52(d) of the Act;
- (c) Take note of the mid-year budget and performance assessment referred to in section 72 of the Act;
- (d) Take note of the in-year reports of any municipal entities
- (e) Any other resolutions that may be required

MID-YEAR BUDGET AND PERFORMANCE REPORT

RECOMMENDATION:

That Council take cognizance of the 2018/19 Mid-Year Budget and Performance Assessment as tabled in terms of Section 54 of the Municipal Finance Management Act

That a revised budget for 2018/19 be submitted to Council to accommodate all new allocations and any other adjustments to the budget, IDP as well as the Service Delivery Budget and Implementation Plan.

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

Section 3 -Executive Summary

Executive Summary

The executive summary of the mid-year budget and performance assessment must, in addition to the information in executive summary of the monthly budget statement as well as on the quarterly report on the implementation of the budget and the financial affairs for the municipality provide a summary of the impact of the national adjustments budget and the relevant provincial adjustments budget.

3.1 Introduction

The Mid-Year Review has been prepared in terms of the Municipal Budget and Reporting Regulations (as per the prescribed formats)

It must be noted that in all instances where the tables contained within this report include the audited outcomes for 2016/17 that these results are based on the audited annual financial statements that were audited by the Auditor General in accordance with Section 126 (3) of the Municipal Finance Management Act.

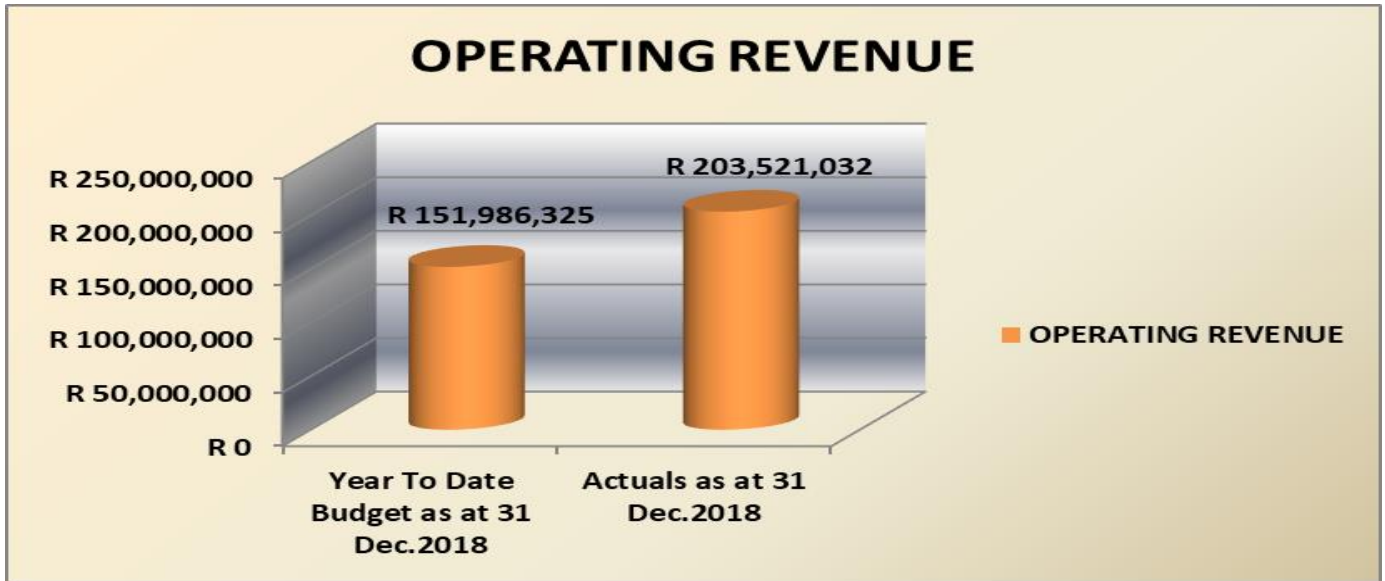
3.2 Budget Overview

(a) Operating Revenue

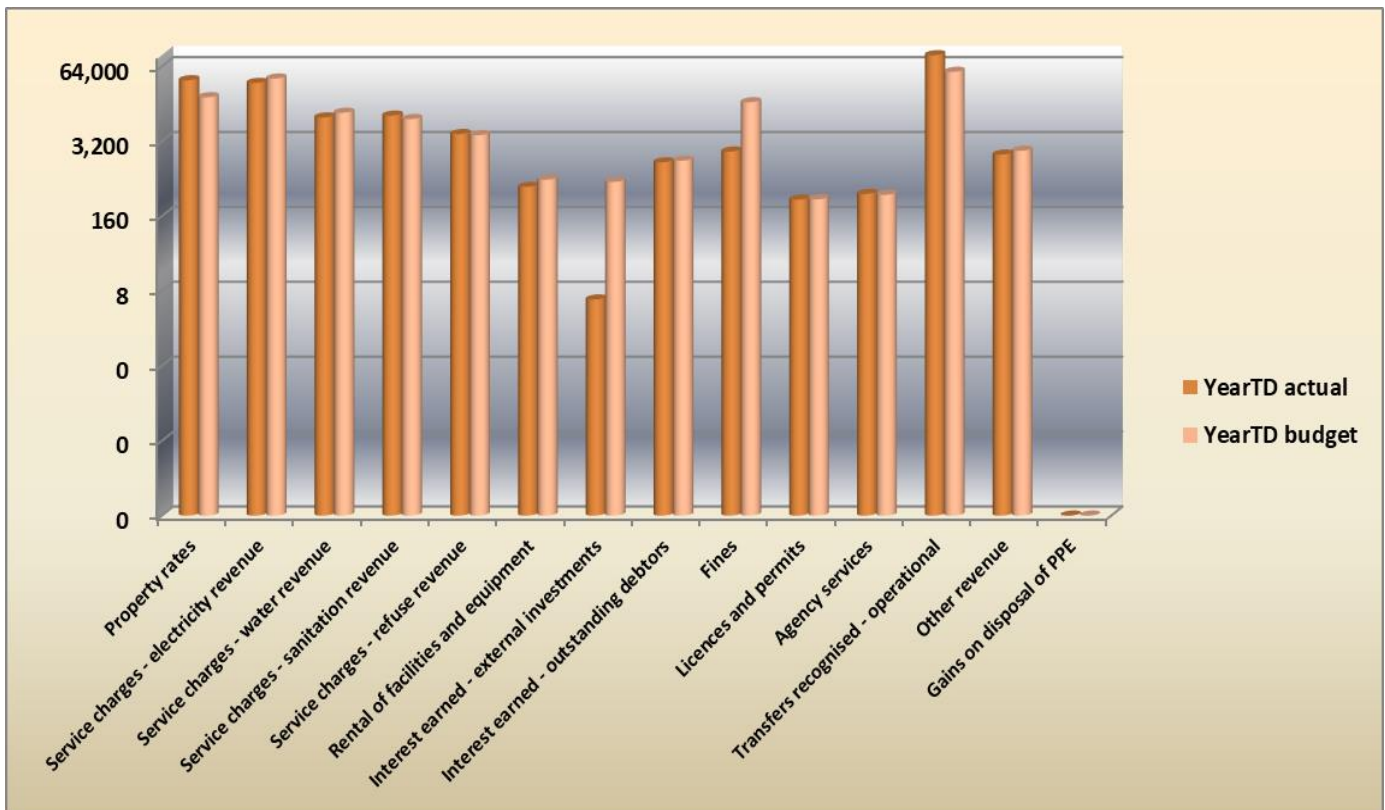
WC053 Beaufort West - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

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

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**



(See Table C4 for details on the Operating Revenue info)



(See Table C4 for details on the Operating Revenue info)

Overall the revenue budget reflects a 34 % variance on the year to date projections. The reasons are the good performance from Transfers & Subsidies with 106%. Underperformance from Interest

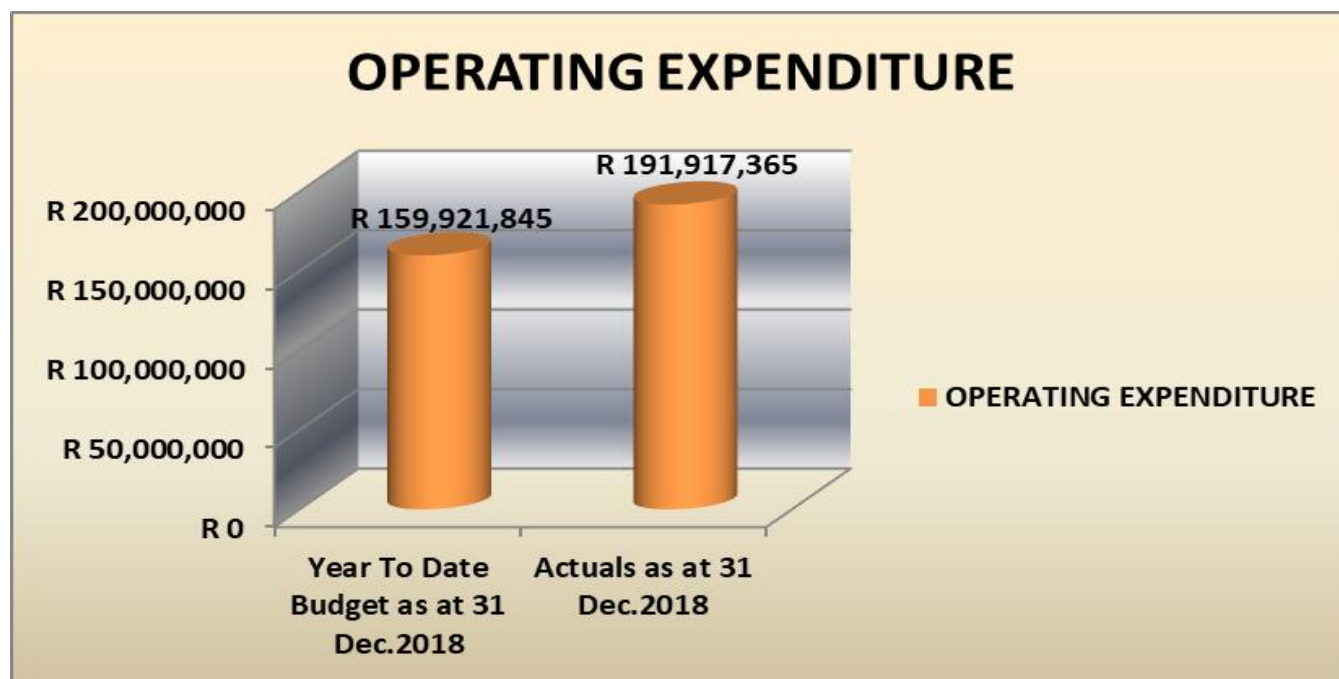
**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

earned – External Investments with -99%, Fines with -86%, Licenses and permits with -1%, Service Charges - Water with -16%, Service Charges – Electricity Revenue with -17%, Rental of Facilities & equipment with -25%, Interest earned – Outstanding Debtors -7% and Other Revenue with -14%.

(b) Operating Expenditure

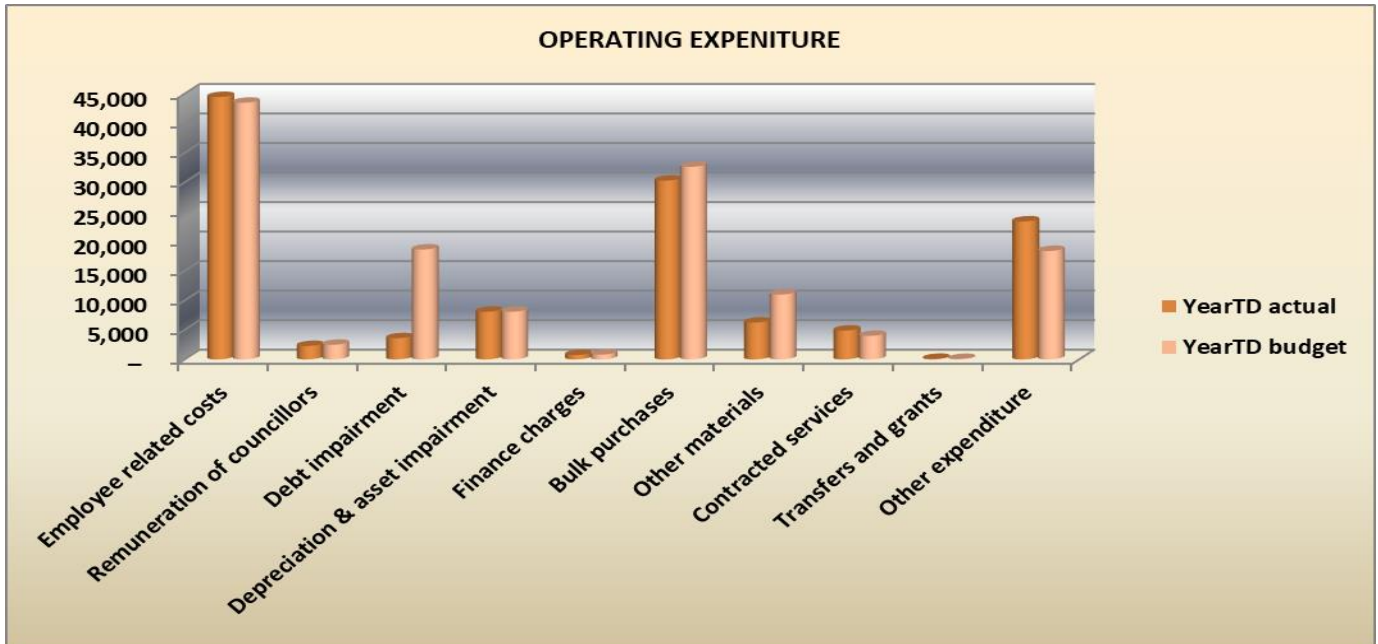
WC053 Beaufort West - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

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										
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



(See Table C4 for details on the Operating Expenditure info)

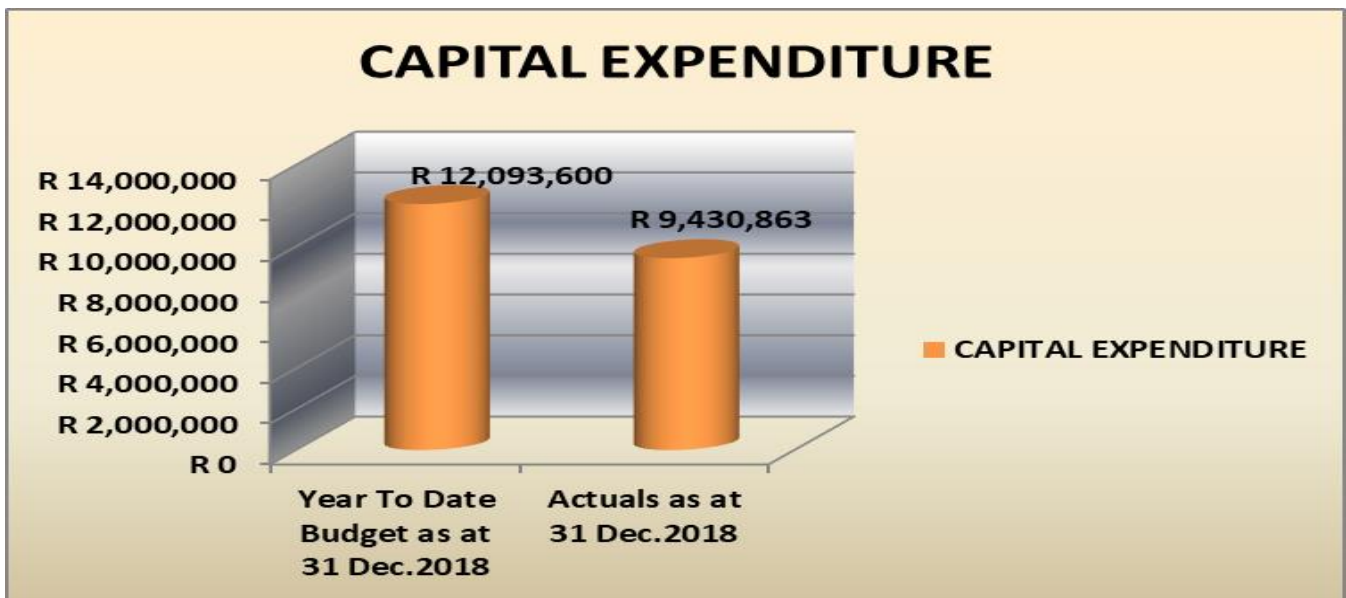
**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**



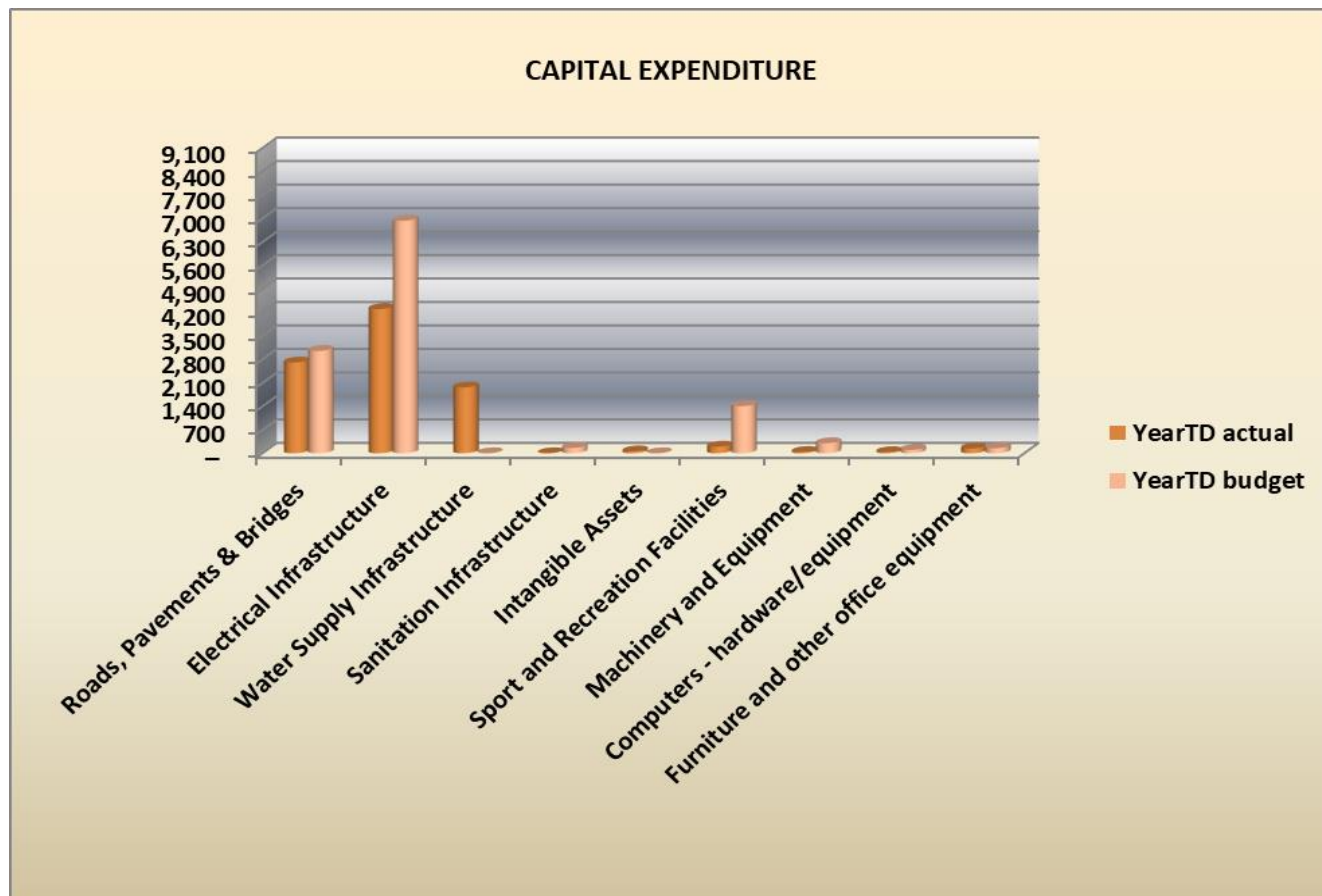
(See Table C4 for details on the Operating Expenditure info)

When comparing the year to date projections with the year to date actuals there is an over expenditure of 20%. The reasons are Employee Related Cost with 1%, Finance Charges with 22%, Transfers and Subsidies with 21%, Other Expenditure with 134%. Under Expenditure is as follows: Councillors increases have not yet been paid for the 2017/2018 financial year. Debt Impairment with 28%, Bulk Purchases with 18%, Other Materials with 17% and Contracted Services with 50%.

(c) Capital Expenditure



**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**



(See Table SC13a for details on the Capital Expenditure information)

When comparing the year to date projections with the year to date expenditure there is an under expenditure of 22% on capital expenditure.

The following projects did not yet start for the 2018/2019 Financial Year:

- B/West Sports Stadium: Upgrade Rugby Field R 902 000.00
- B/West Voortrekker Street Sports Field – Upgrade Tennis Courts R 635 543.00
- Kwa-Mandlenkosi: Upgrade Sports Stadium R 635 543.00
- Rustdene: Upgrade Existing Regional Sport Stadium Ph 2 R 135 865.00
- Nelspoort: Upgrade Sport Stadium R 500 000.00
- Prince Valley, Area S8: New Bulk Sewer Pump Station & Rising Main R 317 205.00

This is mainly due to the delay of the 2nd transfer from MIG funds.

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

Section 4-In Year Budget Tables

4.1 Monthly Budget Statement

In year-budget statement

If a municipality does not have any municipal entities, the in-year budget statement tables must consist of the tables must consist of the tables in the First Attachment to this Schedule, namely-

- (a) Table C1 s71 Monthly Budget Statement
- (b) Table C2 Monthly Budget Statement -Financial Performance (standard classification)
- (c) Table C3 Monthly Budget Statement- Financial Performance (revenue and expenditure)
- (d) Table C4 Monthly Budget Statement- (revenue and expenditure)
- (e) Table C5 Monthly Budget Statement-Capital Expenditure (municipal vote, standard classification and funding)
- (f) Table C6 Monthly Budget Statement-Financial Position
- (f) Table C7 Monthly Budget Statement-Cash-flow

The tables included in section 4 to the end of this report are from the ' Schedule Monthly Budget Statement'

BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018

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 alloc	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

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

4.1.2 Table C2:s71 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 lastly the Trading Services

WC053 Beaufort West - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December

Description	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	1									
Revenue - Functional										
<i>Governance and administration</i>		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	–	–	–	–	–	–	–	–
<i>Community and public safety</i>		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		–	–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>		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		–	–	–	–	–	–	–	–	–
<i>Trading services</i>		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
<i>Other</i>	4	–	–	–	–	–	–	–	–	–
Total Revenue - Functional	2	350,784	327,060	–	60,323	212,576	163,530	49,046	30%	327,060
Expenditure - Functional										
<i>Governance and administration</i>		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
<i>Community and public safety</i>		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		–	–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>		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		–	–	–	–	–	–	–	–	–
<i>Trading services</i>		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
<i>Other</i>		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

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

4.1.3 Table C3:s71 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:

- (a) Municipal Manager
- (b) Director Corporate Service
- (c) Director Financial Service
- (d) Director Community Services
- (e) Director Engineering Service
- (f) Director 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
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
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
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
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

BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018

4.1.4 Table C4:s71 Monthly Budget Statement -Financial Performance (revenue and expenditure)

This table shows the revenue by source as well as the expenditure by type.

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)										
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		(22,287)	(15,871)	–	6,485	11,604	(7,936)	19,539	(0)	(15,871)
(National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		77,717	23,087	–	3,406	9,055	11,544	(2,489)	(0)	23,087
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

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

The annual budget is approved for 'Total Revenue by Source'.

The YTD actual reflects an achievement of R 203,521 million or 134% of the year-to-date budget of R 159,922 million.

'Own Revenue' received amounts to R 91,154 million. It is R 11,493 million more than the Year to date Budget, which is an 114.4% achievement of the year-to-date budget of R 79,661 million.

'Transfers recognized revenue' received amounts to R 105,779 million. It is R 54,333 million more than the year-to-date Budget, which is a 106% achievement of the year-to-date budget of R 51,446 million. The revenue that can realize by year end will depend on how the operating grants funded projects are spent, influence of the drought and collection of traffic fines.

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

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

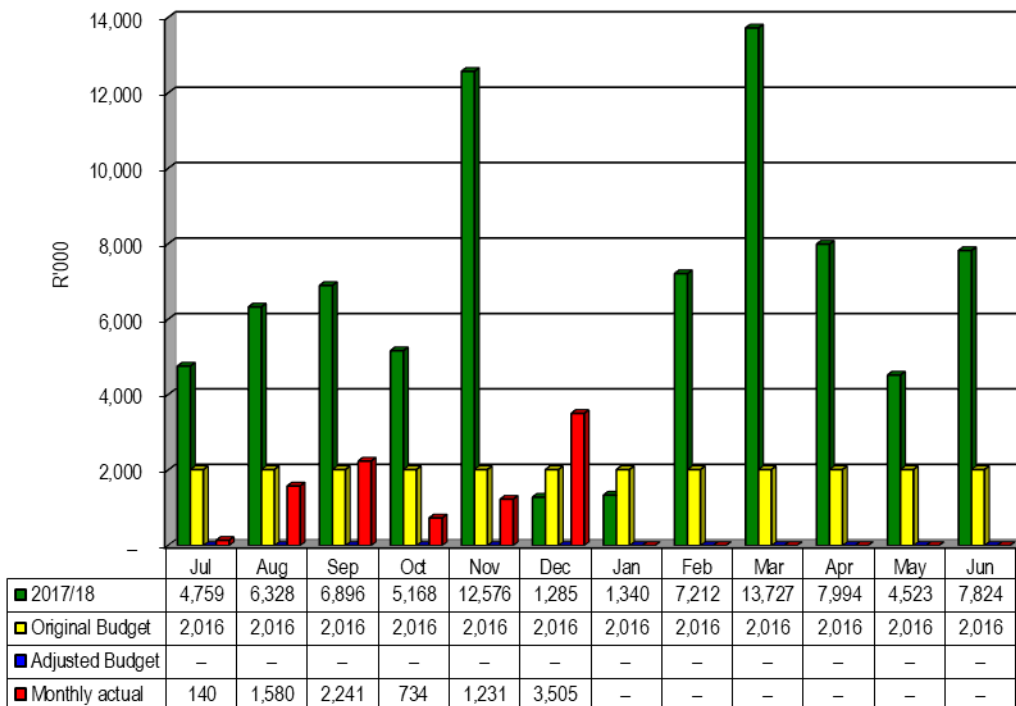
Vote Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Municipal Manager		-	-	-	-	-	-	-	-	-
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		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
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
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
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

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

Table C5 consists of three distinct sections:

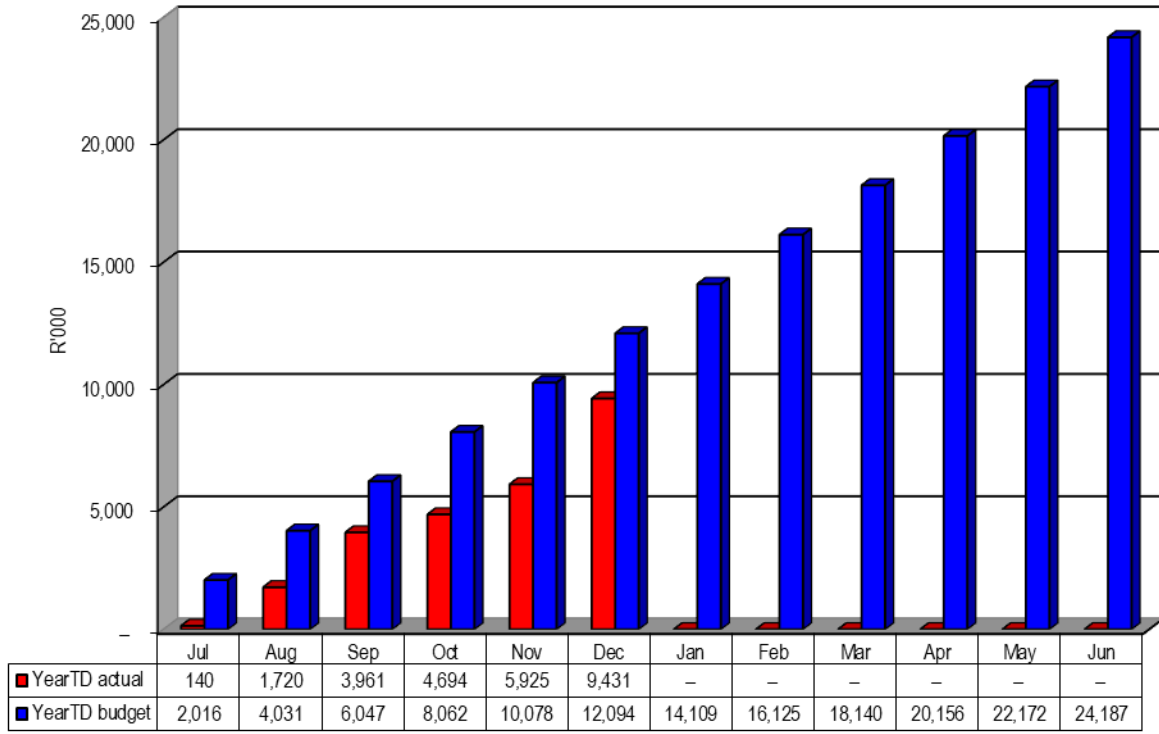
- **Appropriations by vote:**
 - Which are the budget allocations that are approved by Council in the annual and adjustment budgets (similar to the expenditure by vote in Table C3).
 - If any of these annual budgets (either for Council as a whole or any individual vote) is overspent then unauthorized expenditure will have occurred. There were no unauthorized expenditure on any vote
- **Standard classification:**
 - Similar to Table C2 this portion reflects the capital budget 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.
- **Funding portion:**
 - This section reflects how the capital budget has been funded by the different sources of capital revenue.
 - It is very important that national government grants are fully spent by year end otherwise they will have to be repaid to the national revenue fund.
 - Provincial grants should also be utilized but should any unspent portion remain then the provincial departments do not at this time require repayment.

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



**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

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



**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

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

The value reflected in the Financial Position will not reconcile to the Debtors Age Analysis shown on Table C1 and SC3.

The financial position includes the total annual billing to date, whereas the age analysis only includes those amounts which have become due and not the 'future' amounts.

BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018

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 does not balance to the current Cashbook balance, shown in the 'Year-To-Date actual' column which is R 26,499 million. The current Cashbook balance is R 85,825 million. The reason is due to movements during the year of Ratepayers and other and Suppliers and employees not taken into account.

Refer to section 5 for a more comprehensive picture of the cash position of the municipality which includes investments and commitments against available cash resources.

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

PART 2-SUPPORTING DOCUMENTATION Section

Section 5- Debtor's Analysis

Debtors Analysis

The debtors' analysis must contain-

- (a) An aged analysis reconciled with the financial position grouped by-
 - (i) Revenue source; and
 - (ii) Customer group
- (b) Any bad debts written off by customer group

5.1 Supporting Table SC3: Debtors Age Analysis

WC053 Beaufort West - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December

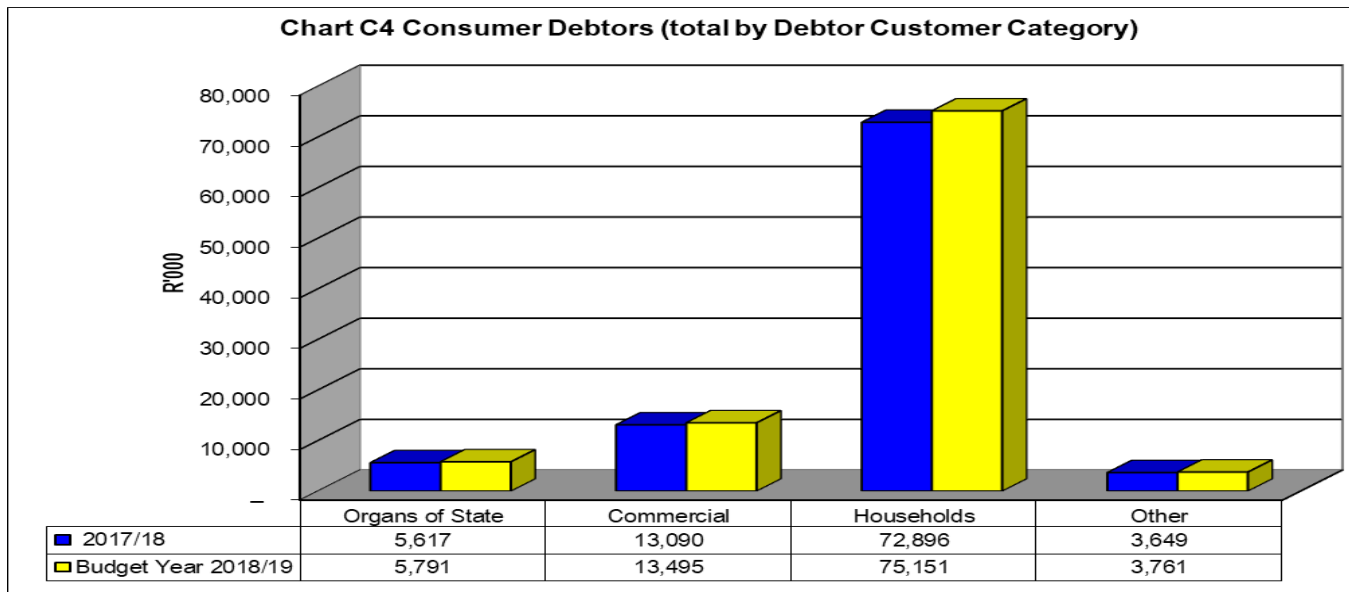
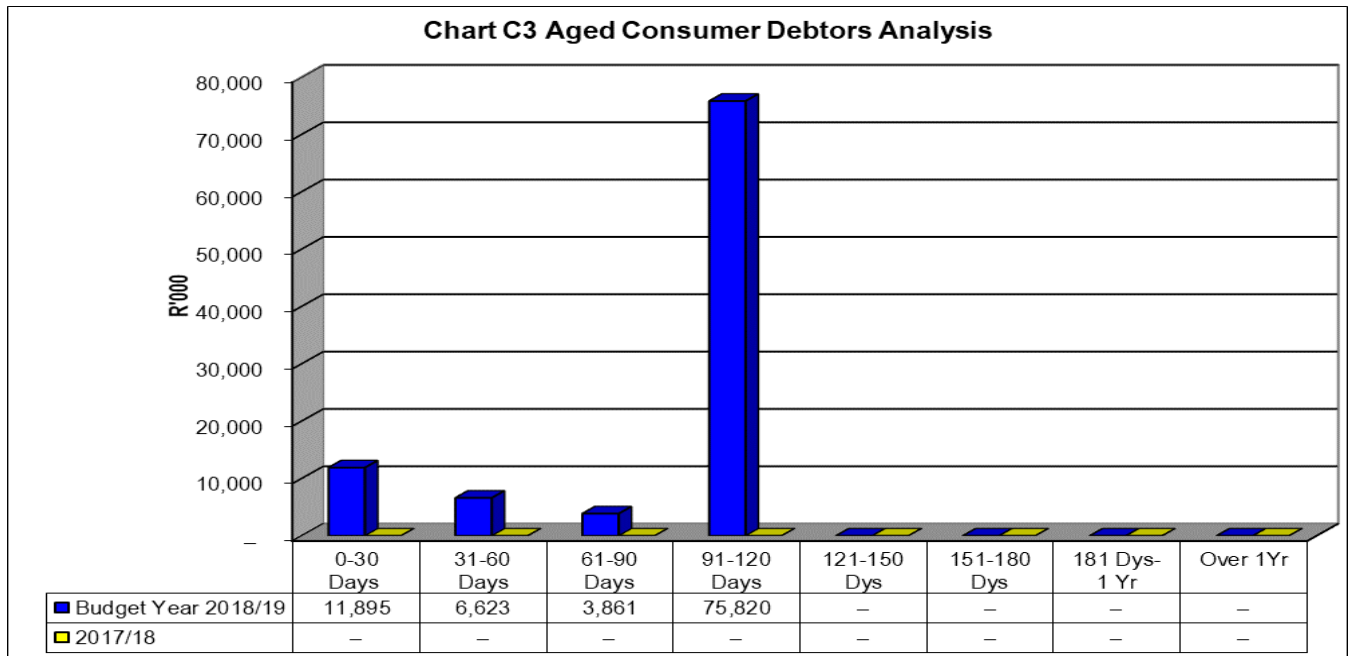
Description	NT Code	Budget Year 2018/19							Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	Total	Total over 90 days			
R thousands										
Debtors Age Analysis By Income Source										
Trade and Other Receivables 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	

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

Debtors Age Analysis

The age analyses for debtors only include those amounts which are currently or past due. It does not include the interim rates debit raising nor the current month billing which is only due at the end of the following month.

The value reflected on the Financial Position will not reconcile to the Debtor's Age Analysis shown on Supporting Table SC3. The Financial Position includes the total annual billing to date and some debtors classification which do not form part of the consumer debtors. Whereas the age analysis includes those consumer amounts which have become due and not the future amounts which will only fall due in coming months for consumers who have chosen to pay their rates and fixed charges by 30 September annually or monthly an installment bases.



**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

Section 6 - Creditor's Analysis

Creditor's Analysis

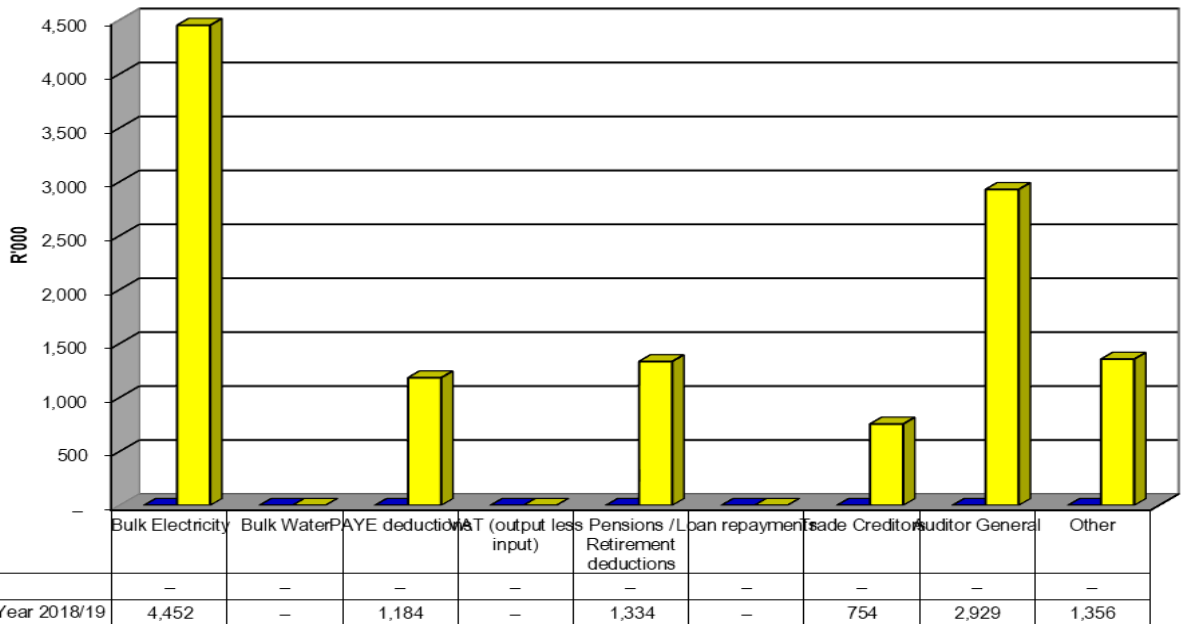
The creditor's analysis must contain an aged analysis by customer type reconciled with the financial position.

6.1 Supporting Table SC4: Creditor's Aged Analysis

WC053 Beaufort West - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

Description	NT Code	Budget Year 2018/19								Total
		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	
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

Chart C5 Aged Creditors Analysis



**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

Section 7- Investment Portfolio Analysis

Investment Portfolio Analysis

The investment portfolio analysis must include information consistent with the requirements of the Municipal Investment Regulations, 2005 issued by the National Treasury.

7.1 Supporting Table SC5: Investment Portfolio Analysis

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 of the month	Change in market value	Market value at end of the month
		Yrs/Months							
R thousands									
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

BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018

Section 8- Allocation and grant receipts and expenditure

Allocation and grant receipts and expenditure

The disclosure an allocation and grant expenditure must reflect particulars of-

- (a) Allocation and grant receipts and expenditure against each allocation or grant; and
- (b) Any change in allocations as result of-
 - (i) An adjustments budget of the national or provincial government or district or local municipality; and
 - (ii) Changes in grants from other providers

8.1 Supporting Table SC6 -Grants 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
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 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	-	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
Thusong 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:		-	-	-	-	-	-	-	-	-
Human Settlement Development Grant		-	-	-	-	-	-	-	-	-
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

BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018

8.2 Supporting Table SC7 (1)-Grants 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 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	-	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
Thusong 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

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

8.3 Supporting Table SC7 (2)-Grants expenditure

WC053 Beaufort West - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M06 December

Description	Ref	Budget Year 2018/19				
		Approved Rollover 2017/18	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands						
EXPENDITURE						
Operating expenditure of Approved Roll-overs						
National Government:		-	-	-	-	
Local Government Equitable Share						
Municipal Infrastructure Grant (MIG)						
Finance Management						
EPWP Incentive						
Other transfers and grants [insert description]						
Provincial Government:		-	-	-	-	
Western Cape Financial Management Support Grant						
Human Settlement Development Grant						
Main Road Subsidy						
Library Services : Municipal Replacement Grant						
Other transfers and grants [insert description]						
District Municipality:		-	-	-	-	
[insert description]						
Other grant providers:		-	-	-	-	
[insert description]						
Total operating expenditure of Approved Roll-overs		-	-	-	-	
Capital expenditure of Approved Roll-overs						
National Government:		-	-	-	-	
Municipal Infrastructure Grant (MIG)						
Integrated National Electrification Grant						
Other capital transfers [insert description]						
Provincial Government:		-	-	-	-	
[insert description]						
District Municipality:		-	-	-	-	
[insert description]						
Other grant providers:		-	-	-	-	
[insert description]						
Total capital expenditure of Approved Roll-overs		-	-	-	-	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS		-	-	-	-	

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

Section 9- Councillor and board member allowances and employee benefits

Expenditure on councillor and board members allowances and employee benefits

The disclosure on councillor and board members allowances and employee benefit must include a comparison of actual expenditure and budgeted expenditure on-

- (a) Councillor allowances
- (b) Board member allowances, and
- (c) Employee benefits

WC053 Beaufort West - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 December

Summary of Employee and Councillor remuneration	Ref	2017/18	Budget Year 2018/19							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
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		-	-	-	-	-	-	-	-	-
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		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 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

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

Section 10- Material variances

Material variances to the service delivery and budget implementation plan

In the monthly financial statements provide a disclosure on monthly targets for revenue, expenditure and cash flow that includes a consolidated projection of cash flow for the budget setting out receipts by source per month for the budget year with actual for past months and revised forecasts for future months, and shown in total for the two years following the budget year.

10.1 Supporting Table SC9: Monthly Budget Statement. Actual and revised targets for cash receipts and cash flows

This table shows the cash flow for the budget year setting out the receipts by source and payments by type, per month for the budget year with actual for the past months and revised forecasts for future months, and also shows in total the total budget for the following two budget years.

BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018

WC053 Beaufort West - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M06 December

Description	Ref	Budget Year 2018/19												2018/19 Medium Term Revenue & Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget			
Cash Receipts By Source																
Property rates		1,424	-	-	-	-	-	-	-	-	-	-	31,205	32,629	34,660	36,739
Service charges - electricity revenue		3,142	-	-	-	-	-	-	-	-	-	-	72,194	75,335	79,856	79,356
Service charges - water revenue		604	-	-	-	-	-	-	-	-	-	-	17,003	17,607	18,664	19,784
Service charges - sanitation revenue		476	-	-	-	-	-	-	-	-	-	-	13,178	13,655	14,474	15,342
Service charges - refuse		212	-	-	-	-	-	-	-	-	-	-	6,974	7,186	7,617	8,074
Service charges - other		1,144	-	-	-	-	-	-	-	-	-	-	(1,144)	-	-	-
Rental of facilities and equipment		1	-	-	-	-	-	-	-	-	-	-	1,237	1,238	1,300	1,365
Interest earned - external investments		-	-	-	-	-	-	-	-	-	-	-	1,260	1,260	1,345	1,420
Interest earned - outstanding debtors		219	-	-	-	-	-	-	-	-	-	-	2,721	2,940	3,116	3,303
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		523	-	-	-	-	-	-	-	-	-	-	23,231	23,754	24,878	26,122
Licences and permits		19	-	-	-	-	-	-	-	-	-	-	609	629	666	706
Agency services		56	-	-	-	-	-	-	-	-	-	-	694	750	795	843
Transfer receipts - operating		38,127	-	-	-	-	-	-	-	-	-	-	64,765	102,893	103,521	105,824
Other revenue		289	-	-	-	-	-	-	-	-	-	-	4,086	4,375	4,637	4,916
Cash Receipts by Source		46,237	-	-	-	-	-	-	-	-	-	-	238,014	284,251	295,529	303,794
Other Cash Flows by Source																
Transfer receipts - capital		8,725	-	-	-	-	-	-	-	-	-	-	14,362	23,087	27,873	38,707
Contributions & Contributed assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Short term loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Increase in consumer deposits		17	-	-	-	-	-	-	-	-	-	-	87	103	111	118
Receipt of non-current debtors		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Receipt of non-current receivables		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Change in non-current investments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Receipts by Source		54,978	-	-	-	-	-	-	-	-	-	-	252,463	307,442	323,513	342,620
Cash Payments by Type																
Employee related costs		7,411	-	-	-	-	-	-	-	-	-	-	96,400	103,811	110,994	118,659
Remuneration of councillors		488	-	-	-	-	-	-	-	-	-	-	5,737	6,225	6,598	6,994
Interest paid		93	-	-	-	-	-	-	-	-	-	-	1,265	1,358	1,206	1,103
Bulk purchases - Electricity		376	-	-	-	-	-	-	-	-	-	-	61,124	61,500	65,402	69,326
Bulk purchases - Water & Sewer		-	-	-	-	-	-	-	-	-	-	-	9,000	9,000	9,540	10,112
Other materials		1,015	-	-	-	-	-	-	-	-	-	-	18,704	19,720	19,150	20,270
Contracted services		75	-	-	-	-	-	-	-	-	-	-	8,565	8,639	9,194	9,713
Grants and subsidies paid - other municipalities		126	-	-	-	-	-	-	-	-	-	-	(126)	-	-	-
Grants and subsidies paid - other		-	-	-	-	-	-	-	-	-	-	-	650	650	700	750
General expenses		14,909	-	-	-	-	-	-	-	-	-	-	50,727	65,636	60,697	59,004
Cash Payments by Type		24,493	-	-	-	-	-	-	-	-	-	-	252,046	276,539	283,481	295,933
Other Cash Flows/Payments by Type																
Capital assets		140	-	-	-	-	-	-	-	-	-	-	24,047	24,187	27,873	38,707
Repayment of borrowing		251	-	-	-	-	-	-	-	-	-	-	4,078	4,329	3,055	3,112
Other Cash Flows/Payments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Payments by Type		24,884	-	-	-	-	-	-	-	-	-	-	280,171	305,055	314,409	337,753
NET INCREASE/(DECREASE) IN CASH HELD		30,094	-	-	-	-	-	-	-	-	-	-	(27,708)	2,386	9,103	4,867
Cash/cash equivalents at the month/year beginning:		5,199	35,293	35,293	35,293	35,293	35,293	35,293	35,293	35,293	35,293	35,293	35,293	5,199	7,585	16,688
Cash/cash equivalents at the month/year end:		35,293	35,293	35,293	35,293	35,293	35,293	35,293	35,293	35,293	35,293	35,293	7,585	7,585	16,688	21,555

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

Section 11- Parent municipality financial performance

Parent municipality financial performance

If the municipality has municipal entities, provide the monthly statement of financial performance for the parent municipality only

WC053 Beaufort West - NOT REQUIRED - municipality does not have entities or this is the parent municipality's budget - 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 By Source										
Property rates								-		
Service charges - electricity revenue								-		
Service charges - water revenue								-		
Service charges - sanitation revenue								-		
Service charges - refuse revenue								-		
Service charges - other								-		
Rental of facilities and equipment								-		
Interest earned - external investments								-		
Interest earned - outstanding debtors								-		
Dividends received								-		
Fines, penalties and forfeits								-		
Licences and permits								-		
Agency services								-		
Transfers and subsidies								-		
Other revenue								-		
Gains on disposal of PPE								-		
Total Revenue (excluding capital transfers and contributions)		-	-	-	-	-	-	-		-
Expenditure By Type										
Employee related costs								-		
Remuneration of councillors								-		
Debt impairment								-		
Depreciation & asset impairment								-		
Finance charges								-		
Bulk purchases								-		
Other materials								-		
Contracted services								-		
Transfers and subsidies								-		
Other expenditure								-		
Loss on disposal of PPE								-		
Total Expenditure		-	-	-	-	-	-	-		-
Surplus/(Deficit)		-	-	-	-	-	-	-		-
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)								-		
(National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)								-		
Transfers and subsidies - capital (in-kind - all)								-		
Surplus/(Deficit) after capital transfers & contributions		-	-	-	-	-	-	-		-
Taxation								-		
Surplus/(Deficit) after taxation		-	-	-	-	-	-	-		-

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

Section 12-Municipal Entity Financial Performance

Municipal entity summary

If the municipality has municipal entities, provide a summary for all entities of revenue, operating expenditure and capital expenditure

WC053 Beaufort West - NOT REQUIRED - municipality does not have entities or this is the parent municipality's budget - 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 Municipal Entity										
<i>Insert name of municipal entity</i>								-		
								-		
								-		
								-		
								-		
								-		
								-		
								-		
Total Operating Revenue	1	-	-	-	-	-	-	-		-
Expenditure By Municipal Entity										
<i>Insert name of municipal entity</i>								-		
								-		
								-		
								-		
								-		
								-		
								-		
								-		
Total Operating Expenditure	2	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the yr/period		-	-	-	-	-	-	-		-
Capital Expenditure By Municipal Entity										
<i>Insert name of municipal entity</i>								-		
								-		
								-		
								-		
								-		
								-		
Total Capital Expenditure	3	-	-	-	-	-	-	-		-

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

Section 13: Capital Program Performance

Capital Programs Performance

The disclosure on capital programs performance must include at least-

- (a) Capital expenditure by month,
- (b) A summary of capital expenditure by asset class and sub-class

13.1 Supporting Table SC12

The Municipality is 133% above the budgeted capital spend for December 2017, when comparing the year to date budgeted with the year to date actual expenditure.

Below is the graph which shows the Capital Expenditure Trend as at 31 December 2017.

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					

13.2 Supporting Table SC 13

Supporting Tables SC 13 include the following:

- (a) SC13a: Capital Expenditure on new assets by asset class
- (b) SC13b: Capital Expenditure on renewal of existing assets by asset class

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

13.2.1 Supporting Table SC13a

WC053 Beaufort West - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - 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									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		-	14,177	-	1,998	6,259	7,089	830	11.7%	14,177
Roads Infrastructure		-	-	-	-	-	-	-		-
Electrical Infrastructure		-	13,860	-	588	4,298	6,930	2,632	38.0%	13,860
Power Plants		-	-	-	-	-	-	-		-
HV Substations		-	717	-	-	39	358	319	89.1%	717
HV Switching Station		-	-	-	-	-	-	-		-
HV Transmission Conductors		-	-	-	-	-	-	-		-
MV Substations		-	2,800	-	-	138	1,400	1,262	90.2%	2,800
MV Switching Stations		-	2,500	-	-	161	1,250	1,089	87.1%	2,500
MV Networks		-	-	-	-	-	-	-		-
LV Networks		-	7,844	-	588	3,960	3,922	(38)	-1.0%	7,844
Capital Spares		-	-	-	-	-	-	-		-
Water Supply Infrastructure		-	-	-	1,410	1,961	-	(1,961)	#DIV/0!	-
Dams and Weirs		-	-	-	-	-	-	-		-
Boreholes		-	-	-	1,410	1,961	-	(1,961)	#DIV/0!	-
Sanitation Infrastructure		-	317	-	-	-	159	159	100.0%	317
Pump Station		-	317	-	-	-	159	159	100.0%	317
Intangible Assets		-	-	-	-	57	-	(57)	#DIV/0!	-
Servitudes		-	-	-	-	-	-	-		-
Licences and Rights		-	-	-	-	57	-	(57)	#DIV/0!	-
Computer Software and Applications		-	-	-	-	57	-	(57)	#DIV/0!	-
Computer Equipment		-	200	-	-	34	100	66	66.1%	200
Computer Equipment		-	200	-	-	34	100	66	66.1%	200
Furniture and Office Equipment		-	300	-	100	141	150	9	6.3%	300
Furniture and Office Equipment		-	300	-	100	141	150	9	6.3%	300
Machinery and Equipment		-	600	-	-	38	300	262	87.4%	600
Machinery and Equipment		-	600	-	-	38	300	262	87.4%	600
Transport Assets		-	-	-	-	-	-	-		-
Transport Assets		-	-	-	-	-	-	-		-
Land		-	-	-	-	-	-	-		-
Land		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
Total Capital Expenditure on new assets	1	-	15,277	-	2,098	6,528	7,639	1,110	14.5%	15,277

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

13.2.1 Supporting Table SC13b

WC053 Beaufort West - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M06

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									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		-	6,101	-	1,316	2,705	3,051	346	11.3%	6,101
Roads Infrastructure		-	6,101	-	1,316	2,705	3,051	346	11.3%	6,101
Roads		-	6,101	-	1,316	2,705	3,051	346	11.3%	6,101
Community Assets		-	2,809	-	92	198	1,404	1,207	85.9%	2,809
Community Facilities		-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	2,809	-	92	198	1,404	1,207	85.9%	2,809
Indoor Facilities		-	-	-	-	-	-	-	-	-
Outdoor Facilities		-	2,809	-	92	198	1,404	1,207	85.9%	2,809
Capital Spares		-	-	-	-	-	-	-	-	-
Total Capital Expenditure on renewal of existing ass	1	-	8,910	-	1,407	2,902	4,455	1,553	34.9%	8,910

Section 14: Top Layer SDBIP

See attached annexure A for detail.

Section 15: Performance Plan evaluation on SDBIP

See attached annexure B for detail.

**BEAUFORT WEST MUNICIPALITY
MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT
DECEMBER 2018**

Section 14 - Municipal Manager's quality certification

QUALITY CERTIFICATE

I, Mr K Haarhoff, the Municipal Manager of Beaufort West Municipality, hereby certifies that:

- the monthly budget statement;
- quarterly report on the implementation of the budget;
- mid-year budget and performance assessment;

for the month of December 2018 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under that Act.

Print Name: KOSIE J. HAARHOFF

Municipal Manager of Beaufort West Municipality (WC 053)

Signature: K Haarhoff

Date: 24 JANUARY 2019



BEAUFORT WEST LOCAL MUNICIPALITY
SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN
2018/2019

Beaufort West Municipality

Performance Report for the mid-year ending 31 December 2018

1. SERVICE DELIVERY PERFORMANCE PLANNING

1.1 LEGISLATIVE OVERVIEW

In terms of Section 72(1)(a) and 52(d) of the Local Government Municipal Finance Management Act No. 56 of 2003 (MFMA) the Accounting Officer must by 25 January of each year assess the performance of the municipality during the first half of the financial year. A report on such assessment must in terms of Section 72(1)(b) of the MFMA be submitted to the Mayor, Provincial Treasury and National Treasury.

Once the Mayor has considered the report, it must be submitted to Council by 31 January in terms of Section 54 of the MFMA.

The Mayor approved the Top Layer SDBIP for 2018/19 in terms of Section 53(1)(c)(ii) of the Municipal Finance Management Act (MFMA), MFMA Circular No. 13 and the Budgeting and Reporting Regulation on 15 June 2018 which include the Municipality's key performance indicators for 2018/19.







1.2 CREATING A CULTURE OF PERFORMANCE

a) Performance Framework

Regulation 7(1) of the Local Government: Municipal Planning and Performance Management Regulations, 2001 states that "Municipality's Performance Management System entails a framework that describes and represents how the Municipality's cycle and processes of performance planning, monitoring, measurement, review, reporting and improvement will be conducted, organised and managed, including determining the roles of the different role players. "This framework, inter alia, reflects the linkage between the IDP, Budget, SDBIP and individual and service provider performance. The Municipality adopted a performance management framework that was approved by Council in 2009.

b) Monitoring Performance

The Municipality utilizes an electronic web based system on which KPI owners update actual performance on a monthly basis. KPI owners report on the results of the KPI by documenting the following information on the performance system:

-  The actual result in terms of the target set
-  The output/outcome of achieving the KPI
-  The calculation of the actual performance reported. (If %)
-  A performance comment
-  Actions to improve the performance against the target set, if the target was not achieved
-  It is the responsibility of every KPI owner to maintain a portfolio of evidence to support actual performance results updated

Beaufort West Municipality

Performance Report for the mid-year ending 31 December 2018

1.3 LINK TO THE IDP AND THE BUDGET

The Municipality identified the following strategic objectives based on the inputs from the community in the 5 year Integrated Development Plan (IDP):

- 🏠 Ensure liquidity of the administration
- 🏠 Establishment of a well governed and accountable administration
- 🏠 Provide for the needs of indigent households through improved services
- 🏠 Provision of basic services to all the people in the municipal area
- 🏠 Sustainability of the environment
- 🏠 To facilitate investment and maintenance of economic and social infrastructure to ensure infrastructure-led economic growth and development
- 🏠 To improve and maintain current basic service delivery through specific infrastructural development projects
- 🏠 To enable education and skills development to equip people with economic skills
- 🏠 Transparency and participation

a) Performance indicators set in the approved Top Layer SDBIP for 2018/19 per strategic objective

i) Ensure liquidity of the administration

Ref	KPI	Unit of Measurement	Actual performance of 2017/18	Target				
				Q1	Q2	Q3	Q4	Annual
TL13	Financial viability measured in terms of the municipality's ability to meet it's service debt obligations as at 30 June 2019 [(Short Term Borrowing + Bank Overdraft + Short Term Lease + Long Term Borrowing + Long Term Lease) / Total Operating Revenue - Operating Conditional Grant)x 100]	Debt to Revenue as at 30 June 2019	10.12%	0%	0%	0%	45%	45%
TL14	Financial viability measured in terms of the outstanding service debtors as at 30 June 2019 [(Total outstanding service debtors/ revenue received for services)x 100]	Service debtors to revenue as at 30 June 2019	92.71%	0%	0%	0%	35%	35%
TL15	Financial viability measured in terms of the available cash to cover fixed operating expenditure as at 30 June 2019 ((Cash and	Cost coverage as at 30 June 2019	1	0	0	0	1	1

Beaufort West Municipality

Performance Report for the mid-year ending 31 December 2018

Ref	KPI	Unit of Measurement	Actual performance of 2017/18	Target				
				Q1	Q2	Q3	Q4	Annual
	Cash Equivalents - Unspent Conditional Grants - Overdraft) + Short Term Investment) / Monthly Fixed Operational Expenditure excluding (Depreciation, Amortisation, and Provision for Bad Debts, Impairment and Loss on Disposal of Assets))							
TL16	Achieve an payment percentage of 90% by 30 June 2019 [(Gross Debtors Opening Balance + Billed Revenue – Gross Debtors Closing Balance - Bad Debts Written Off) / Billed Revenue x 100]	Payment % achieved by 30 June 2019	86.99%	75%	80%	85%	90%	90%

ii) Establishment of a well governed and accountable administration

Ref	KPI	Unit of Measurement	Actual performance of 2017/18	Target				
				Q1	Q2	Q3	Q4	Annual
TL11	Appoint people from the employment equity target groups in the three highest levels of management in compliance with a municipality's approved employment equity plan	Number of people appointed in the three highest levels of management	1	0	0	0	1	1
TL12	0.10% of the municipality's personnel budget spent on implementing its workplace skills plan by 30 June 2019 ((Actual amount spent on training/total personnel budget)x100)	% of the municipality's personnel budget spent on implementing its workplace skills plan	0.07%	0%	0%	0%	0.10%	0.10%
TL20	Compile the Risk based audit plan for 2019/20 and submit to Audit committee for consideration by 30 June 2019	Risk based audit plan submitted to Audit committee by 30 June 2019	1	0	0	0	1	1
TL21	70% of the Risk based audit plan for 2018/19 implemented by 30 June 2019 [(Number of audits and tasks completed for the period/ Number of audits and tasks identified in the RBAP)x100]	% of the Risk Based Audit Plan implemented by 30 June 2019	57%	0%	20%	0%	70%	70%

Beaufort West Municipality

Performance Report for the mid-year ending 31 December 2018

iii) Provide for the needs of indigent households through improved services

Ref	KPI	Unit of Measurement	Actual performance of 2017/18	Target				
				Q1	Q2	Q3	Q4	Annual
TL5	Provide free basic water to indigent households as defined in paragraph 9(1) of the Municipality's Credit Control and Debt Collection Policy as at 30 June 2019	Number of indigent households receiving free basic water as at 30 June 2019	5 477	0	6 153	0	6 153	6 153
TL6	Provide free basic electricity to indigent households as defined in paragraph 9(1) of the Municipality's Credit Control and Debt Collection Policy as at 30 June 2019	Number of indigent households receiving free basic electricity as at 30 June 2019	5 987	0	5 094	0	5 094	5 094
TL7	Provide free basic sanitation to indigent households as defined in paragraph 9(1) of the Municipality's Credit Control and Debt Collection Policy as at 30 June 2019	Number of indigent households receiving free basic sanitation as at 30 June 2019	4 120	0	5 953	0	5 953	5 953
TL8	Provide free basic refuse removal to indigent households as defined in paragraph 9(1) of the Municipality's Credit Control and Debt Collection Policy as at 30 June 2019	Number of indigent households receiving free basic refuse removal as at 30 June 2019	1 631	0	2 480	0	2 480	2 480

Beaufort West Municipality

Performance Report for the mid-year ending 31 December 2018

iv) Provision of basic services to all the people in the municipal area

Ref	KPI	Unit of Measurement	Actual performance of 2017/18	Target				
				Q1	Q2	Q3	Q4	Annual
TL1	Number of formal residential properties that receive piped water (credit and prepaid water) that is connected to the municipal water infrastructure network and which are billed for water or have pre paid meters as at 30 June 2019	Number of residential properties which are billed for water or have pre paid meters as at 30 June 2019	10 216	0	13 500	0	13 500	13 500
TL2	Number of formal residential properties connected to the municipal electrical infrastructure network (credit and prepaid electrical metering)(Excluding Eskom areas) and which are billed for electricity or have pre paid meters (Excluding Eskom areas) as at 30 June 2019	Number of residential properties which are billed for electricity or have pre paid meters (Excluding Eskom areas) as at 30 June 2019	12 448	0	12 462	0	12 462	12 462
TL3	Number of formal residential properties connected to the municipal waste water sanitation/sewerage network for sewerage service, irrespective of the number of water closets (toilets) which are billed for sewerage as at 30 June 2019	Number of residential properties which are billed for sewerage as at 30 June 2019	12 067	0	11 870	0	11 870	11 870
TL4	Number of formal residential properties for which refuse is removed once per week and which are billed for refuse removal as at 30 June 2019	Number of residential properties which are billed for refuse removal as at 30 June 2019	11 799	0	11 346	0	11 346	11 346
TL32	Compile an "Impounding of animals" by-law and submit draft to Council by 30 June 2019	Draft By-law submitted to Council by 30 June 2019	1	0	0	0	1	1
TL34	Review the Integrated Waste Management Plan and submit to Council by 30 June 2019	Plan reviewed and submitted to Council by 30 June 2019	0	0	0	0	1	1

Beaufort West Municipality

Performance Report for the mid-year ending 31 December 2018

v) Sustainability of the environment

Ref	KPI	Unit of Measurement	Actual performance of 2017/18	Target				
				Q1	Q2	Q3	Q4	Annual
TL17	Limit unaccounted for water quarterly to less than 25% during 2018/19 [(Number of Kilotres Water Purchased or Purified - Number of Kilotres Water Sold (incl free basic water) / Number of Kilotres Water Purchased or Purified × 100]	% unaccounted water	50%	25%	25%	25%	25%	25%
TL18	95% of water samples in the Beaufort West jurisdiction area comply with SANS241 micro biological indicators	% of water samples compliant to SANS 241	99%	95%	95%	95%	95%	95%
TL19	Limit unaccounted for electricity to less than 12% quarterly {(Number of Electricity Units Purchased and/or Generated - Number of Electricity Units Sold (incl Free basic electricity)) / Number of Electricity Units Purchased and/or Generated} × 100}	% unaccounted electricity	13.49%	12%	12%	12%	12%	12%
TL33	Submit a proposal to the Department of Environmental Affairs and Development Planning (DEADP) by 30 June 2019 to obtain funding for the compilation of an Air Quality Management Plan	Proposal submitted to DEADP by 30 June 2019	0	0	0	0	1	1

vi) To facilitate investment and maintenance of economic and social infrastructure to ensure infrastructure-led economic growth and development

Ref	KPI	Unit of Measurement	Actual performance of 2017/18	Target				
				Q1	Q2	Q3	Q4	Annual
TL10	Create temporary job opportunities in terms of the Extended Public Works Programme (EPWP) projects by 30 June 2019	Number of temporary jobs opportunities created by 30 June 2019	45	0	0	0	40	40

Beaufort West Municipality

Performance Report for the mid-year ending 31 December 2018

vii) To improve and maintain current basic service delivery through specific infrastructural development projects

Ref	KPI	Unit of Measurement	Actual performance of 2017/18	Target				
				Q1	Q2	Q3	Q4	Annual
TL9	The percentage of the municipal capital budget spent by 30 June 2019 ((Actual amount spent /Total amount budgeted for capital projects)x100)	% of capital budget spent by 30 June 2019	81.76%	0%	15%	50%	85%	85%
TL22	85% of the approved project budget spent on the upgrading of the Sport Stadium in Nelspoort by 30 June 2019 [(Actual expenditure divided by the total approved project budget)x100]	% of budget spent by 30 June 2019	New key performance indicator for 2018/19. No audited comparative available	10%	20%	50%	85%	85%
TL23	85% of the approved project budget spent on the upgrading of Freddy Max Crescent in Nelspoort by 30 June 2019 [(Actual expenditure divided by the total approved project budget)x100]	% of budget spent by 30 June 2019	87.72%	10%	20%	50%	85%	85%
TL24	85% of the approved project budget spent on the upgrading of James Smith and Michael De Villers Avenues in Prince Valley by 30 June 2019 [(Actual expenditure divided by the total approved project budget)x100]	% of budget spent by 30 June 2019	1%	10%	20%	50%	85%	85%
TL25	85% of the approved project budget spent on the rehabilitation of roads and stormwater in Murraysburg by 30 June 2019 [(Actual expenditure divided by the total approved project budget)x100]	% of budget spent by 30 June 2019	New key performance indicator for 2018/19. No audited comparative available	10%	20%	50%	85%	85%
TL26	85% of the approved project budget spent on the New Bulk Sewer Pump Station & Rising Main in Prince Valley by 30 June 2019 [(Actual expenditure divided by the total approved project budget)x100]	% of budget spent by 30 June 2019	New key performance indicator for 2018/19. No audited comparative available	10%	20%	50%	85%	85%

Beaufort West Municipality

Performance Report for the mid-year ending 31 December 2018

Ref	KPI	Unit of Measurement	Actual performance of 2017/18	Target				
				Q1	Q2	Q3	Q4	Annual
TL27	85% of the approved project budget spent on the upgrading of the Low Smith Substation (Phase 2) by 30 June 2019 [(Actual expenditure divided by the total approved project budget)x100]	% of budget spent by 30 June 2019	New key performance indicator for 2018/19. No audited comparative available	10%	20%	50%	85%	85%
TL28	85% of the approved project budget spent on the upgrading of the Beaufort West Substation - Katjieskop (Phase 3) by 30 June 2019 [(Actual expenditure divided by the total approved project budget)x100]	% of budget spent by 30 June 2019	New key performance indicator for 2018/19. No audited comparative available	10%	20%	50%	85%	85%
TL29	85% of the approved project budget spent on the new S1 Development Substation by 30 June 2019 [(Actual expenditure divided by the total approved project budget)x100]	% of budget spent by 30 June 2019	New key performance indicator for 2018/19. No audited comparative available	10%	20%	50%	85%	85%
TL30	85% of the approved project budget spent on New High Mast Lighting in the Greater Beaufort West Phase 2 by 30 June 2019 [(Actual expenditure divided by the total approved project budget)x100]	% of budget spent by 30 June 2019	New key performance indicator for 2018/19. No audited comparative available	10%	20%	50%	85%	85%
TL31	85% of the approved project budget spent on New High Mast Lighting in Murraysburg by 30 June 2019 [(Actual expenditure divided by the total approved project budget)x100]	% of budget spent by 30 June 2019	New key performance indicator for 2018/19. No audited comparative available	10%	20%	50%	85%	85%

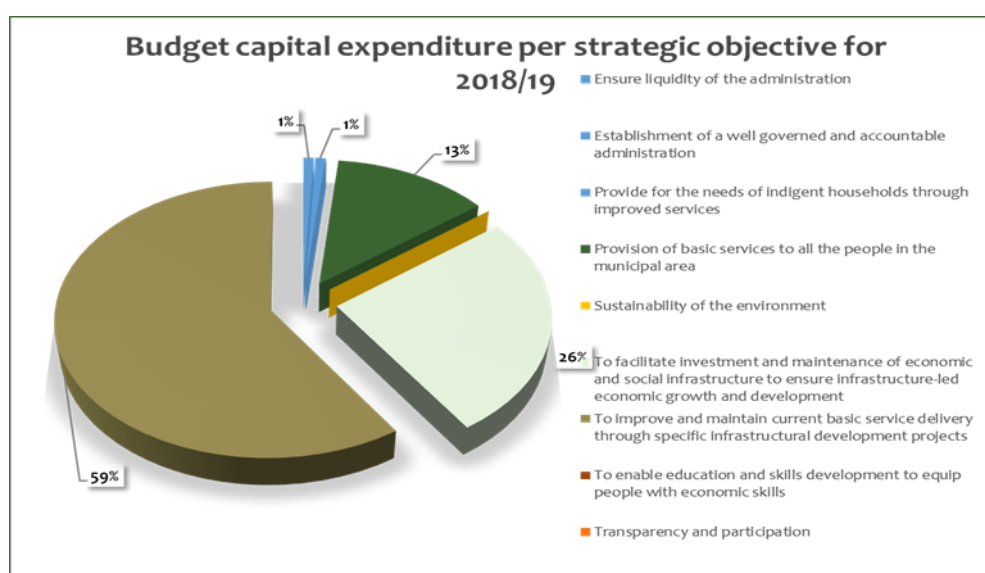
Beaufort West Municipality

Performance Report for the mid-year ending 31 December 2018

b) Budget spending per IDP strategic objective

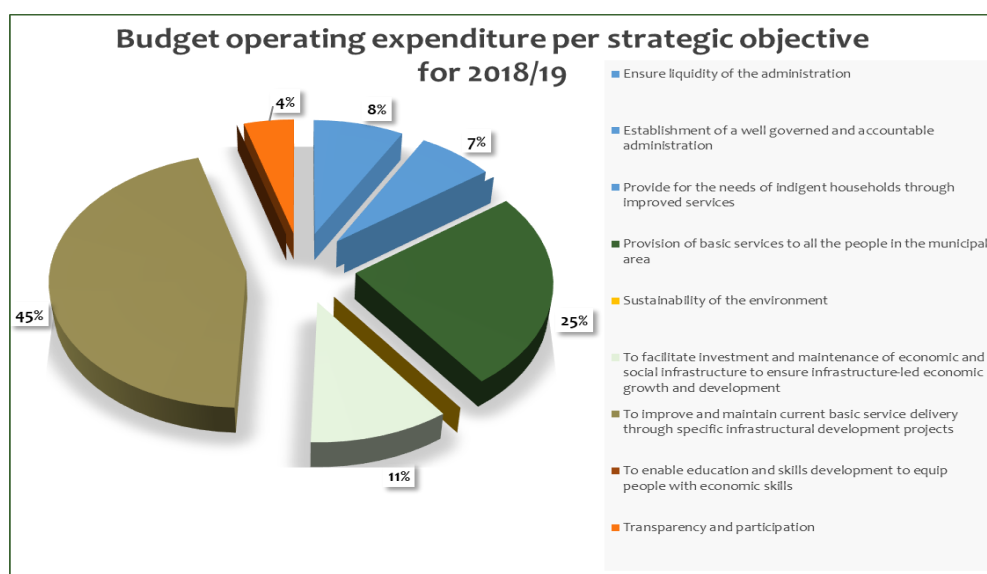
The table below provide an analysis of the budget allocation per strategic objective (Opex excludes internal transfers) for the 2018/19 financial year

Strategic Objective	Capital Budget	Operational Budget
	R'ooo	R'ooo
Ensure liquidity of the administration	200	25 757
Establishment of a well governed and accountable administration	200	21 945
Provide for the needs of indigent households through improved services	0	0
Provision of basic services to all the people in the municipal area	3 109	80 117
Sustainability of the environment	0	0
To facilitate investment and maintenance of economic and social infrastructure to ensure infrastructure-led economic growth and development	6 301	33 997
To improve and maintain current basic service delivery through specific infrastructural development projects	14 377	143 732
To enable education and skills development to equip people with economic skills	0	0
Transparency and participation	0	14 295
Total	24 187	319 843



Beaufort West Municipality

Performance Report for the mid-year ending 31 December 2018

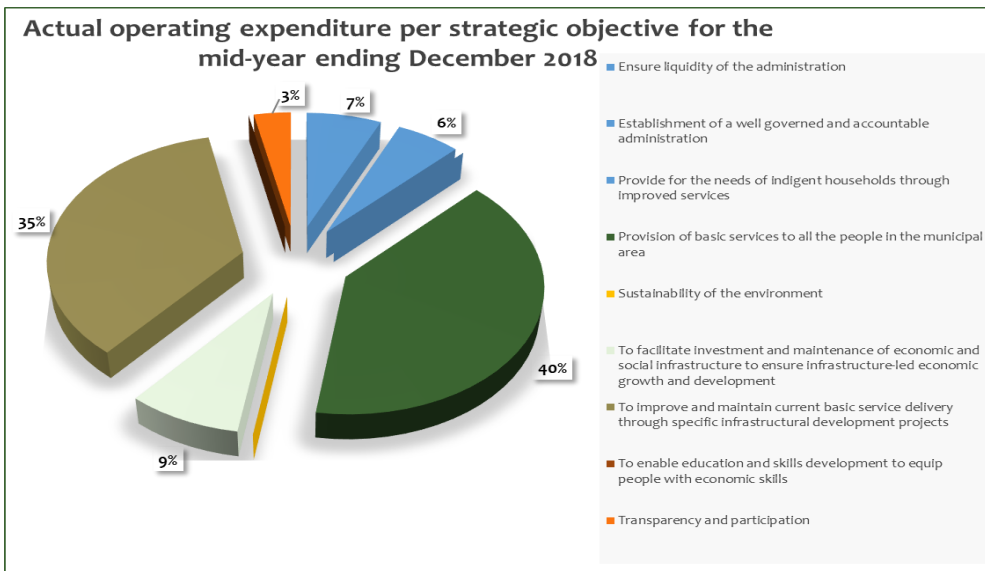
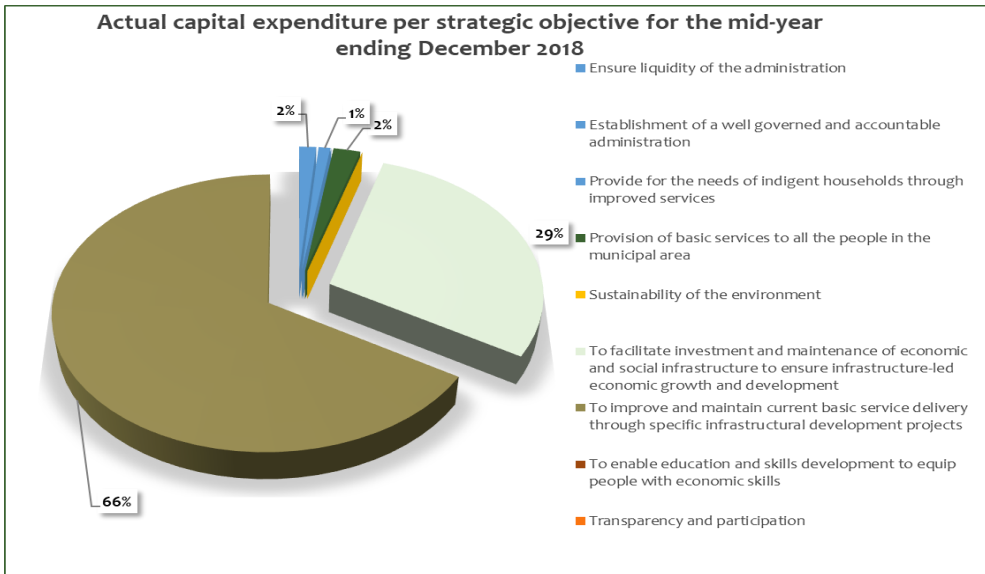


The table below provide an analysis of the actual spending per strategic objective for the mid-year ending 31 December 2018

Strategic Objective	Capital Budget	Operational Budget
	R'000	R'000
Ensure liquidity of the administration	131	12 822
Establishment of a well governed and accountable administration	91	11 078
Provide for the needs of indigent households through improved services	0	0
Provision of basic services to all the people in the municipal area	208	76 877
Sustainability of the environment	0	0
To facilitate investment and maintenance of economic and social infrastructure to ensure infrastructure-led economic growth and development	2 742	16 598
To improve and maintain current basic service delivery through specific infrastructural development projects	6 259	68 233
To enable education and skills development to equip people with economic skills	0	0
Transparency and participation	0	6 309
Total	9 431	191 917

Beaufort West Municipality

Performance Report for the mid-year ending 31 December 2018



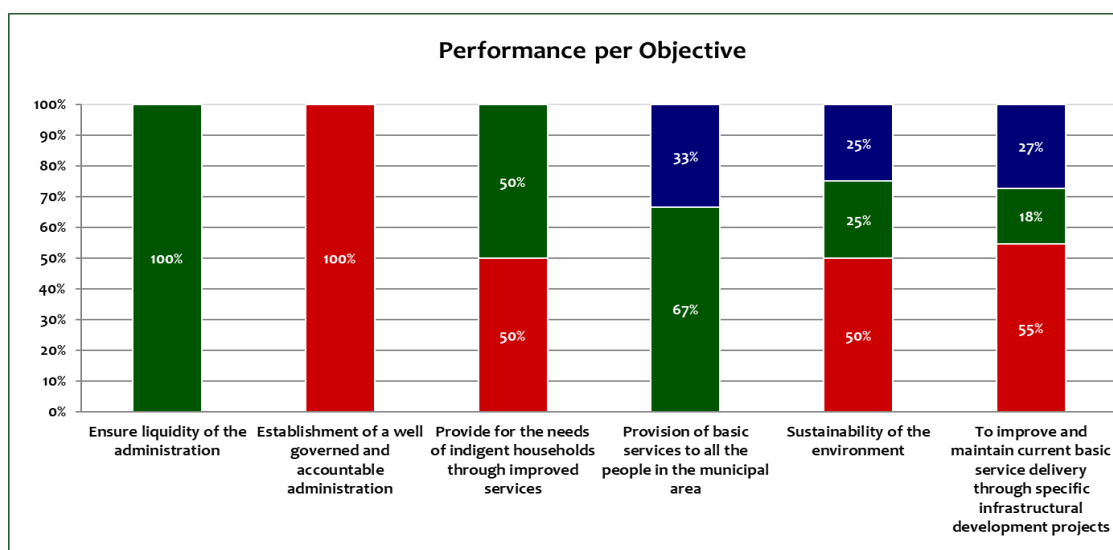
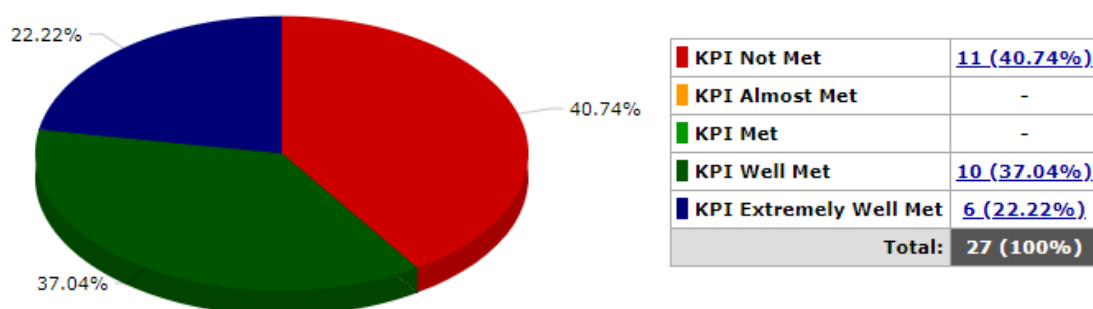
Beaufort West Municipality

Performance Report for the mid-year ending 31 December 2018

2. MID-YEAR PERFORMANCE AGAINST THE PERFORMANCE INDICATORS SET IN THE APPROVED TOP LAYER SDBIP FOR 2018/19

2.1 OVERALL ACTUAL PERFORMANCE OF INDICATORS FOR THE MID-YEAR ENDING 31 DECEMBER 2018

Beaufort West Municipality



Category	Colour	Explanation
KPI's Not Met	R	0% >= Actual/Target < 75%
KPI's Almost Met	O	75% >= Actual/Target < 100%
KPI's Met	G	Actual/Target = 100%
KPI's Well Met	G2	100% > Actual/Target < 150%
KPI's Extremely Well Met	B	Actual/Target >= 150%

Beaufort West Municipality

Performance Report for the mid-year ending 31 December 2018

2.2 ACTUAL PERFORMANCE PER STRATEGIC OBJECTIVE OF INDICATORS FOR THE MID-YEAR ENDING 31 DECEMBER 2018

Detailed below is the unaudited Top Layer SDBIP for the first half of the financial year ending 31 December 2018 which measures the Municipality's overall performance per strategic objective. The tables, furthermore, includes the performance comments and corrective measures indicated for targets not achieved.

The Municipality met **59.26% (16 of 27)** of the applicable KPI's for the period as at **31 December 2018**. The remainder of the KPI's (7) on the Top Layer SDBIP out of the total number of 34 KPI's do not have targets for this period and will be reported on in future quarters when they are due. **40.74% (11 of 27)** kpi targets were not achieved as at **31 December 2018** of which the details are included in the tables below.

The Top Layer SDBIP will be revised and submitted with the Adjustments Budget to Council by the end of February 2019 with the necessary motivation where key performance indicator targets require amendment as a result of the Adjustments Budget and corrections as a result of the audit outcomes of 2017/18.

i) Ensure liquidity of the administration

Ref	KPI	Unit of Measurement	Wards	Actual performance of 2017/18	Overall performance for the mid-year ending 31 December 2018					
					Q1	Q2	Target	Actual	R	Corrective actions
TL16	Achieve an payment percentage of 90% by 30 June 2019 [(Gross Debtors Opening Balance + Billed Revenue – Gross Debtors Closing Balance - Bad Debts Written Off) / Billed Revenue x 100]	Payment % achieved by 30 June 2019	All	86.99%	75%	80%	80%	88.30%	G2	N/A

ii) Establishment of a well governed and accountable administration

Ref	KPI	Unit of Measurement	Wards	Actual performance of 2017/18	Overall performance for the mid-year ending 31 December 2018					
					Q1	Q2	Target	Actual	R	Corrective actions
TL21	70% of the Risk based audit plan for 2018/19 implemented by 30 June 2019 [(Number of audits and tasks completed for the period/ Number of audits and tasks identified in the RBAP)x100]	% of the Risk Based Audit Plan implemented by 30 June 2019	All	57%	0%	20%	20%	0%	R	We are in the process of implementing the plan

Beaufort West Municipality

Performance Report for the mid-year ending 31 December 2018

iii) Provide for the needs of indigent households through improved services

Ref	KPI	Unit of Measurement	Wards	Actual performance of 2017/18	Overall performance for the mid-year ending 31 December 2018					
					Q1	Q2	Target	Actual	R	Corrective actions
TL5	Provide free basic water to indigent households as defined in paragraph 9(1) of the Municipality's Credit Control and Debt Collection Policy as at 30 June 2019	Number of indigent households receiving free basic water as at 30 June 2019	All	5 477	0	6 153	6 153	6 359	G2	N/A
TL6	Provide free basic electricity to indigent households as defined in paragraph 9(1) of the Municipality's Credit Control and Debt Collection Policy as at 30 June 2019	Number of indigent households receiving free basic electricity as at 30 June 2019	All	5 987	0	5 094	5 094	6 648	G2	N/A
TL7	Provide free basic sanitation to indigent households as defined in paragraph 9(1) of the Municipality's Credit Control and Debt Collection Policy as at 30 June 2019	Number of indigent households receiving free basic sanitation as at 30 June 2019	All	4 120	0	5 953	5 953	3 894	R	Register must be updated to ensure accurate data
TL8	Provide free basic refuse removal to indigent households as defined in paragraph 9(1) of the Municipality's Credit Control and Debt Collection Policy as at 30 June 2019	Number of indigent households receiving free basic refuse removal as at 30 June 2019	All	1 631	0	2 480	2 480	1 695	R	Register must be updated to ensure accurate data

Beaufort West Municipality

Performance Report for the mid-year ending 31 December 2018

iv) Provision of basic services to all the people in the municipal area

Ref	KPI	Unit of Measurement	Wards	Actual performance of 2017/18	Overall performance for the mid-year ending 31 December 2018					
					Q1	Q2	Target	Actual	R	Corrective actions
TL1	Number of formal residential properties that receive piped water (credit and prepaid water) that is connected to the municipal water infrastructure network and which are billed for water or have pre paid meters as at 30 June 2019	Number of residential properties which are billed for water or have pre paid meters as at 30 June 2019	All	10 216	0	13 500	13 500	14 216	G2	N/A
TL2	Number of formal residential properties connected to the municipal electrical infrastructure network (credit and prepaid electrical metering)(Excluding Eskom areas) and which are billed for electricity or have pre paid meters (Excluding Eskom areas) as at 30 June 2019	Number of residential properties which are billed for electricity or have pre paid meters (Excluding Eskom areas) as at 30 June 2019	All	12 448	0	12 462	12 462	13 310	G2	N/A
TL3	Number of formal residential properties connected to the municipal waste water sanitation/sewerage network for sewerage service, irrespective of the number of water closets (toilets) which are billed for sewerage as at 30 June 2019	Number of residential properties which are billed for sewerage as at 30 June 2019	All	12 067	0	11 870	11 870	12 507	G2	N/A
TL4	Number of formal residential properties for which refuse is removed once per week and which are billed for refuse removal as at 30 June 2019	Number of residential properties which are billed for refuse removal as at 30 June 2019	All	11 799	0	11 346	11 346	12 220	G2	N/A

Beaufort West Municipality

Performance Report for the mid-year ending 31 December 2018

Ref	KPI	Unit of Measurement	Wards	Actual performance of 2017/18	Overall performance for the mid-year ending 31 December 2018					
					Q1	Q2	Target	Actual	R	Corrective actions
TL32	Compile an "Impounding of animals" by-law and submit draft to Council by 30 June 2019	Draft By-law submitted to Council by 30 June 2019	All	1	0	0	0	1	B	N/A
TL34	Review the Integrated Waste Management Plan and submit to Council by 30 June 2019	Plan reviewed and submitted to Council by 30 June 2019	All	0	0	0	0	1	B	N/A

v) Sustainability of the environment

Ref	KPI	Unit of Measurement	Wards	Actual performance of 2017/18	Overall performance for the mid-year ending 31 December 2018					
					Q1	Q2	Target	Actual	R	Corrective actions
TL17	Limit unaccounted for water quarterly to less than 25% during 2018/19 [(Number of Kilolitres Water Purchased or Purified - Number of Kilolitres Water Sold (incl free basic water) / Number of Kilolitres Water Purchased or Purified × 100]	% unaccounted water	All	50%	25%	25%	25%	42%	R	Measures put in place. We started with leak detection. Will start soon with water meter retrofitting
TL18	95% of water samples in the Beaufort West jurisdiction area comply with SANS241 micro biological indicators	% of water samples compliant to SANS 241	All	99%	95%	95%	95%	99%	G2	N/A
TL19	Limit unaccounted for electricity to less than 12% quarterly {(Number of Electricity Units Purchased and/or Generated - Number of Electricity Units Sold (incl Free basic electricity)) / Number of Electricity Units Purchased and/or Generated} × 100}	% unaccounted electricity	All	13.49%	12%	12%	12%	13%	R	The actual is an estimate. As soon as the correct figures are received, we will update the KPI accordingly

Beaufort West Municipality

Performance Report for the mid-year ending 31 December 2018

Ref	KPI	Unit of Measurement	Wards	Actual performance of 2017/18	Overall performance for the mid-year ending 31 December 2018					
					Q1	Q2	Target	Actual	R	Corrective actions
TL33	Submit a proposal to the Department of Environmental Affairs and Development Planning (DEADP) by 30 June 2019 to obtain funding for the compilation of an Air Quality Management Plan	Proposal submitted to DEADP by 30 June 2019	All	0	0	0	0	1	B	N/A

vi) **To improve and maintain current basic service delivery through specific infrastructural development projects**

Ref	KPI	Unit of Measurement	Wards	Actual performance of 2017/18	Overall performance for the mid-year ending 31 December 2018					
					Q1	Q2	Target	Actual	R	Corrective actions
TL9	The percentage of the municipal capital budget spent by 30 June 2019 ((Actual amount spent /Total amount budgeted for capital projects)x100)	% of capital budget spent by 30 June 2019	All	81.76%	0%	15%	15%	39%	B	N/A
TL22	85% of the approved project budget spent on the upgrading of the Sport Stadium in Nelspoort by 30 June 2019 [(Actual expenditure divided by the total approved project budget)x100]	% of budget spent by 30 June 2019	All	New key performance indicator for 2018/19. No audited comparative available	10%	20%	20%	0%	R	Project not MIG registered. Funds will be relocated in adjustment budget
TL23	85% of the approved project budget spent on the upgrading of Freddy Max Crescent in Nelspoort by 30 June 2019 [(Actual expenditure divided by the total approved project budget)x100]	% of budget spent by 30 June 2019	All	87.72%	10%	20%	20%	24%	G2	N/A

Beaufort West Municipality

Performance Report for the mid-year ending 31 December 2018

Ref	KPI	Unit of Measurement	Wards	Actual performance of 2017/18	Overall performance for the mid-year ending 31 December 2018					
					Q1	Q2	Target	Actual	R	Corrective actions
TL24	85% of the approved project budget spent on the upgrading of James Smith and Michael De Villers Avenues in Prince Valley by 30 June 2019 [(Actual expenditure divided by the total approved project budget)x100]	% of budget spent by 30 June 2019	All	1%	10%	20%	20%	11%	R	Spending will pick up throughout the duration of the project
TL25	85% of the approved project budget spent on the rehabilitation of roads and stormwater in Murraysburg by 30 June 2019 [(Actual expenditure divided by the total approved project budget)x100]	% of budget spent by 30 June 2019	All	New key performance indicator for 2018/19. No audited comparative available	10%	20%	20%	27%	G2	N/A
TL26	85% of the approved project budget spent on the New Bulk Sewer Pump Station & Rising Main in Prince Valley by 30 June 2019 [(Actual expenditure divided by the total approved project budget)x100]	% of budget spent by 30 June 2019	All	New key performance indicator for 2018/19. No audited comparative available	10%	20%	20%	0%	R	Project completed in the previous financial year
TL27	85% of the approved project budget spent on the upgrading of the Low Smith Substation (Phase 2) by 30 June 2019 [(Actual expenditure divided by the total approved project budget)x100]	% of budget spent by 30 June 2019	All	New key performance indicator for 2018/19. No audited comparative available	10%	20%	20%	5.66%	R	Spending will pick up throughout the duration of the project

Beaufort West Municipality

Performance Report for the mid-year ending 31 December 2018

Ref	KPI	Unit of Measurement	Wards	Actual performance of 2017/18	Overall performance for the mid-year ending 31 December 2018					
					Q1	Q2	Target	Actual	R	Corrective actions
TL28	85% of the approved project budget spent on the upgrading of the Beaufort West Substation - Katjieskop (Phase 3) by 30 June 2019 [(Actual expenditure divided by the total approved project budget)x100]	% of budget spent by 30 June 2019	All	New key performance indicator for 2018/19. No audited comparative available	10%	20%	20%	6.25%	R	Spending will pick up throughout the duration of the project
TL29	85% of the approved project budget spent on the new S1 Development Substation by 30 June 2019 [(Actual expenditure divided by the total approved project budget)x100]	% of budget spent by 30 June 2019	All	New key performance indicator for 2018/19. No audited comparative available	10%	20%	20%	7.39%	R	Spending will pick up throughout the duration of the project
TL30	85% of the approved project budget spent on New High Mast Lighting in the Greater Beaufort West Phase 2 by 30 June 2019 [(Actual expenditure divided by the total approved project budget)x100]	% of budget spent by 30 June 2019	All	New key performance indicator for 2018/19. No audited comparative available	10%	20%	20%	94.15%	B	N/A
TL31	85% of the approved project budget spent on New High Mast Lighting in Murraysburg by 30 June 2019 [(Actual expenditure divided by the total approved project budget)x100]	% of budget spent by 30 June 2019	All	New key performance indicator for 2018/19. No audited comparative available	10%	20%	20%	98%	B	N/A

Beaufort West Municipality

Performance Report for the mid-year ending 31 December 2018

2.3 ADJUSTMENT OF THE TOP LAYER SDBIP FOR 2018/19

In terms of Section 27(2)(b), when submitting an adjustments budget to the National Treasury and the relevant provincial treasury in terms of Section 28(7) of the MFMA read together with Section 24(3) of the MFMA, the municipal manager must also submit the amended service delivery and budget implementation plan, within ten working days after the council has approved the amended plan in terms of Section 54(1)(c) of the MFMA.

The Top Layer SDBIP will be revised if needed and submitted with the Adjustments Budget to Council with the necessary motivation where key performance indicator targets require amendment as a result of the Adjustments Budget and/or corrections as a result of the audit outcomes of 2017/18.

2.4 ANNUAL REPORT 2017/18

The draft Annual Report of the 2017/18 financial year will be tabled on 29 January 2019.

As prescribed in Section 72(1)((a)(iii) of the MFMA the Accounting Officer must assess the performance of the municipality in the first 6 months taking into account the past year's Annual Report and progress on resolving the problems identified in the Annual Report. Council has appointed a Municipal Public Accounts Committee (MPAC) on 18 August 2016, who will compile an oversight report. This report will include a summary of comments and conclusions on the Annual Report of the Municipality and will include one or more of the following:

- Misstatements in the Financial Statements;
- Material under spending of the budget;
- Planned key performance indicators not achieved;
- Non-compliance with laws and regulations;
- Assessment by Internal Audit on predetermined objectives (PMS);
- Financial management; and
- Governance.