

BEAUFORT WEST MUNICIPALITY



Monthly Budget Statement FOR THE MONTH ENDING OCTOBER 2023

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PART 1 – IN-YEAR REPORT

1. Mayor's Report

1.1 In-Year Report – Monthly Budget Statement

1.1.1 Implementation of the budget in accordance with the SDBIP

No comments for October 2023.

1.1.2 Financial problems or risks facing the municipality

The current financial position of the municipality remains under pressure. The Western Cape Provincial Government approved an intervention in Beaufort West Municipality in terms of section 139(5) of the Constitution. A mandatory Financial Recovery Plan (FRP) was approved and are now being implemented. Directors are urged to identify and promote effectiveness and efficiencies within their respective directorates and to keep their expenditure within the approved budget.

1.1.3 Other relevant information

The audit outcome figures contained in this report is the 2022/23 pre-audited figures submitted to the Auditor General for audit purposes as the end of August 2023. These figures are provisional and will be final once the 2022/23 audit has been concluded at the end of November.

2. Resolutions

IN-YEAR REPORT 2023/2024

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

RECOMMENDATION:

- a) That Council notes the monthly budget statement and any supporting documentation for October 2023.

3. Executive Summary

3.1 Introduction

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

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

3.2 Consolidated performance

3.2.1 Against annual budget

Total Revenue

The total revenue (excluding capital transfers and contributions) year-to-date accrued amounted to R 133,292 million at the end of October 2023. This was R 6,445 million or 5% below the year-to-date budget of R 139,737 million. The main reason for the under performance was due to service charges water, interest earned from receivables and operational revenue that relate to availability charges on electricity and water. Another revenue item that affected the performance of October is the fines, penalties and forfeits that were R 17,519 million or 79% below the year-to-date target R 21,179 million. This relate specifically to the traffic fines and the iGRAP 1 treatment thereof.

The transfers and subsidies - capital (monetary allocations) year-to-date amounted to R 1,722 million for October. This is R 3,296 million below the year-to-date target of R 5,019 million at the end of October. Transfers and subsidies - capital are expected to increase as the year progress.

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

Operating expenditure by type

The year to date total operational expenditure at the end of October 2023 amounted to R 119,113 million. This is R 18,291 million or 13% below year-to-date budget projections for October 2023. The bulk electricity accounts of October are due and payable in November 2023, hence the variance. The over expenditure on other expenditure is due to internal departmental

consumption changes amounting to R 13,594 million at the end of October. Although year-to-date the expenditure is lower than expected at the end of October, expenditure is expected to increase as the year progress. The variance in debt impairment relate to traffic fines and the treatment of traffic fines in terms of iGRAP 1.

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

Capital expenditure

The approved capital budget for the 2023/2024 financial year amounts to R 13,977 million. The capital expenditure for the month of October 2023 amounted to R 148,198.34. The year to date expenditure amounted to R 1,774,927.67 or 13% of the total budget at the end of October 2023. The capital budget is mostly funded from national grant allocations, hence the expenditure is driven by the timing when the funding are received by the municipality. With supply chain process that are currently under way, expenditure is expected to increase as the year progress.

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

Cash flows

The municipality started the month of October with a positive net cash position of R 10,665,225.27 and an investment balance of R 29,802,190.51 million. The net cash position at the end of October 2023 amounted to R 2,410,950.17 as per bank statement and the investment balance amounted to R 28,456,547.61.

Refer to Table C7 for more detail on cash flows.

3.3 Material variances from SDBIP

No comments for October 2023.

3.4 Remedial or corrective steps

- Revenue should be improved by fully implementing the adopted credit control and debt collection policies of the municipality as well as the revenue improvement initiatives outlined in the Financial Recovery Plan;
- Limit non-priority spending and implement stringent cost-containment measures;
- Reducing budget spent on cost of employment, specifically overtime and standby cost.

3.5 Municipal Debt Relief

Section 12 to this report provide progress / report on the municipal debt relief conditions in terms of MFMA Circular No. 124 for the month of October 2023.

4. In-year budget statement tables

4.1 Monthly budget statements

4.1.1 Table C1 s71 Monthly Budget Statement Summary

WC053 Beaufort West - Table C1 Monthly Budget Statement Summary - M04 October									
Description	2022/23	Budget Year 2023/24							
	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	45,662	50,821	-	3,230	20,859	16,940	3,918	23%	50,821
Service charges	140,669	151,922	-	12,553	52,385	50,641	1,744	3%	151,922
Investment revenue	2,121	-	-	-	-	-	-	-	-
Transfers and subsidies - Operations	2,121	750	-	34	791	250	541	216%	750
Other own revenue	154,512	215,718	-	6,074	59,258	71,906	(12,648)	-18%	-
Total Revenue (excluding capital transfers and contributions)	345,087	419,211	-	21,891	133,292	139,737	(6,445)	-5%	419,211
Employee costs	122,441	133,488	-	9,448	38,182	44,496	(6,314)	-	133,488
Remuneration of Councilors	6,266	6,806	-	529	2,113	2,269	(156)	-	6,806
Depreciation and amortisation	20,847	26,248	-	-	6,562	8,749	(2,187)	-	26,248
Interest	11,378	2,091	-	939	897	697	200	-	2,091
Inventory consumed and bulk purchases	91,730	118,933	-	8,277	31,565	39,644	(8,079)	-	118,933
Transfers and subsidies	588	-	-	-	-	-	-	-	-
Other expenditure	125,841	124,645	-	7,798	39,795	41,548	(1,754)	-4%	124,645
Total Expenditure	379,090	412,211	-	26,992	119,113	137,404	(18,291)	-13%	412,211
Surplus/(Deficit)	(34,004)	7,000	-	(5,101)	14,178	2,333	11,845	508%	7,000
Transfers and subsidies - capital (monetary allocations)	52,314	15,057	-	30	1,722	5,019	(3,296)	-66%	15,057
Transfers and subsidies - capital (in-kind)	2,965	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	21,276	22,056	-	(5,071)	15,901	7,352	8,549	116%	22,056
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	21,276	22,056	-	(5,071)	15,901	7,352	8,549	116%	22,056
Capital expenditure & funds sources									
Capital expenditure	50,741	13,977	-	148	1,775	4,659	(2,884)	-82%	13,977
Capital transfers recognised	48,829	13,093	-	26	1,498	4,364	(2,866)	-66%	13,093
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	1,912	884	-	122	277	295	(18)	-6%	884
Total sources of capital funds	50,741	13,977	-	148	1,775	4,659	(2,884)	-82%	13,977
Financial position									
Total current assets	127,394	151,161	-	-	19,749	-	-	-	151,161
Total non current assets	466,800	450,127	-	-	(4,760)	-	-	-	450,127
Total current liabilities	209,931	128,730	-	-	(1,105)	-	-	-	126,730
Total non current liabilities	50,605	108,509	-	-	-	-	-	-	108,509
Community wealth/Equity	333,658	366,050	-	-	16,094	-	-	-	366,050
Cash flows									
Net cash from (used) operating	44,161	33,060	-	2,893	5,369	11,020	5,651	51%	33,060
Net cash from (used) investing	(45,118)	(13,977)	-	(2,938)	(5,414)	(4,659)	755	-16%	(13,977)
Net cash from (used) financing	(759)	(877)	-	-	-	(292)	(292)	100%	(877)
Cash/cash equivalents at the month/year end	14,670	19,606	-	-	16,341	7,468	(8,873)	-119%	19,606
Debtors & creditors analysis									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dye	151-180 Dye	181 Dye-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	19,411	4,835	8,882	4,621	3,934	3,830	3,635	158,490	207,437
Creditors Age Analysis									
Total Creditors	2,402	9,498	826	182	2,272	1,020	12,872	92,346	121,417

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

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

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

WC053 Beaufort West - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M04 October										
Description	Ref	2022/23			Budget Year 2023/24					
		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>		122,344	104,405	-	4,591	43,302	34,802	8,500	24%	104,405
Executive and council		45,290	11,932	-	24	4,075	3,977	998	25%	11,932
Finance and administration		77,054	92,473	-	4,597	38,327	30,824	7,502	24%	92,473
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		15,130	80,775	-	2,260	9,450	26,925	(17,465)	-65%	80,775
Community and social services		8,314	8,223	-	656	2,883	2,741	(58)	-2%	8,223
Sport and recreation		2,209	4,039	-	6	1,879	1,346	333	25%	4,039
Public safety		4,443	67,582	-	1,599	5,098	22,527	(17,429)	-77%	67,582
Housing		165	932	-	-	-	311	(311)	-100%	932
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		5,868	4,399	-	108	429	1,466	(1,037)	-71%	4,399
Planning and development		2,171	1,466	-	108	410	489	(78)	-16%	1,466
Road transport		3,697	2,934	-	-	19	978	(959)	-98%	2,934
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		211,382	244,688	-	14,982	81,623	81,663	260	0%	244,688
Energy sources		117,360	135,232	-	10,257	47,212	45,077	2,134	5%	135,232
Water management		45,899	42,427	-	1,854	12,958	14,142	(1,184)	-8%	42,427
Waste water management		29,081	38,758	-	1,764	13,021	12,910	102	1%	38,758
Waste management		19,022	28,272	-	1,088	6,632	9,424	(792)	-8%	28,272
Other	4	3,111	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	387,814	434,287	-	21,921	135,014	144,756	(9,742)	-7%	434,287
Expenditure - Functional										
<i>Governance and administration</i>		115,943	94,319	-	10,963	41,128	31,440	9,688	31%	94,319
Executive and council		28,341	15,932	-	2,330	11,212	5,311	5,901	111%	15,932
Finance and administration		66,569	77,168	-	8,543	29,565	25,723	3,842	15%	77,168
Internal audit		1,012	1,219	-	90	351	406	(55)	-13%	1,219
<i>Community and public safety</i>		72,813	96,339	-	3,173	12,824	31,780	(18,956)	-60%	96,339
Community and social services		14,125	11,931	-	817	3,468	3,977	(509)	-13%	11,931
Sport and recreation		7,903	7,203	-	579	2,137	2,401	(264)	-11%	7,203
Public safety		49,054	73,683	-	1,680	8,816	24,561	(17,745)	-72%	73,683
Housing		1,731	2,522	-	97	402	841	(438)	-52%	2,522
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		23,427	30,834	-	1,433	7,456	10,278	(2,822)	-27%	30,834
Planning and development		7,698	11,333	-	476	2,022	3,778	(1,756)	-46%	11,333
Road transport		15,729	19,502	-	957	5,434	6,501	(1,067)	-16%	19,502
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		168,907	191,719	-	11,422	57,706	83,906	(6,201)	-10%	191,719
Energy sources		97,996	126,224	-	7,700	34,130	42,075	(7,945)	-19%	126,224
Water management		28,138	30,614	-	2,209	10,439	10,205	234	2%	30,614
Waste water management		20,680	17,770	-	555	6,880	5,923	758	13%	17,770
Waste management		20,092	17,111	-	957	6,458	5,704	754	13%	17,111
Other		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	379,090	412,211	-	26,992	119,113	137,404	(18,291)	-13%	412,211
Surplus/ (Deficit) for the year		(21,276)	22,056	-	(5,071)	15,901	7,362	8,649	116%	22,056

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

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

WC053 Beaufort West - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M04 October										
Vote Description	Ref	2022/23	Budget Year 2023/24							
		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		9,579	8,732	-	20	3,636	2,911	725	24.9%	8,732
Vote 2 - DIRECTORATE: INFRASTRUCTURE SERVICES		197,172	276,267	-	13,982	73,620	92,089	(18,468)	-20.1%	276,267
Vote 3 - DIRECTORATE: ELECTRO-TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 4 - DIRECTORATE: CORPORATE SERVICES		45,801	11,852	-	737	4,673	3,951	722	18.3%	11,852
Vote 5 - DIRECTORATE: FINANCIAL SERVICES		65,510	25,292	-	4,469	33,119	8,431	24,688	292.8%	25,292
Vote 6 - DIRECTORATE: COMMUNITY SERVICES		36,642	112,124	-	2,712	19,966	37,375	(17,409)	-46.6%	112,124
Vote 7 - COMMUNITY & SOCIAL SERVICES		3,111	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	357,814	434,267	-	21,921	135,014	144,756	(9,742)	-6.7%	434,267
Expenditure by Vote	1									
Vote 1 - MUNICIPAL MANAGER		24,040	7,615	-	1,699	8,625	2,538	6,086	239.8%	7,615
Vote 2 - DIRECTORATE: INFRASTRUCTURE SERVICES		175,666	215,960	-	12,418	60,878	71,987	(11,109)	-15.4%	215,960
Vote 3 - DIRECTORATE: ELECTRO-TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 4 - DIRECTORATE: CORPORATE SERVICES		34,655	39,457	-	3,542	13,059	13,153	(93)	-0.7%	39,457
Vote 5 - DIRECTORATE: FINANCIAL SERVICES		56,744	40,570	-	5,672	18,953	13,523	5,430	40.2%	40,570
Vote 6 - DIRECTORATE: COMMUNITY SERVICES		87,985	108,608	-	3,660	17,598	36,203	(18,605)	-51.4%	108,608
Vote 7 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	379,090	412,211	-	26,992	119,113	137,404	(18,291)	-13.3%	412,211
Surplus/ (Deficit) for the year	2	(21,276)	22,056	-	(5,071)	15,901	7,352	8,549	116.3%	22,056

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

WC053 Beaufort West - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October										
Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		91,899	99,386	-	9,486	36,161	33,129	3,033	9%	99,386
Service charges - Water		17,198	15,525	-	746	3,363	5,175	(1,812)	-35%	15,525
Service charges - Waste Water Management		20,863	23,478	-	1,489	8,293	7,826	467	6%	23,478
Service charges - Waste management		10,709	13,533	-	833	4,567	4,511	56	1%	13,533
Sale of Goods and Rendering of Services		810	795	-	52	176	265	(89)	-33%	795
Agency services		1,180	1,320	-	102	454	440	14	3%	1,320
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		7,852	10,639	-	721	3,040	3,546	(506)	-14%	10,639
Interest from Current and Non Current Assets		2,121	750	-	34	791	250	-	-	750
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		1,362	1,838	-	166	604	613	(9)	-1%	1,838
Licence and permits		296	298	-	23	82	99	(17)	-17%	298
Operational Revenue		1,146	1,182	-	55	729	394	335	85%	1,182
Non-Exchange Revenue										
Property rates		45,662	50,821	-	3,230	20,859	16,940	3,918	23%	50,821
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		44,968	66,536	-	1,500	4,660	22,179	(17,519)	-79%	66,536
Licence and permits		181	192	-	15	59	64	(5)	-7%	192
Transfers and subsidies - Operational		92,215	96,971	-	1,461	39,692	32,324	7,369	23%	96,971
Interest		2,587	3,284	-	217	1,017	1,095	(78)	-7%	3,284
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	32,863	-	1,650	8,634	10,888	(2,254)	-21%	32,863
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Gains		4,315	-	-	111	111	-	111	#DIV/0!	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		345,087	419,211	-	21,891	133,292	138,737	(6,445)	-5%	419,211
Expenditure By Type										
Employee related costs		122,441	133,488	-	9,448	38,182	44,496	(6,314)	-14%	133,488
Remuneration of councillors		6,266	6,806	-	529	2,113	2,269	(156)	-7%	6,806
Bulk purchases - electricity		75,858	97,370	-	6,531	27,491	32,457	(4,966)	-15%	97,370
Inventory consumed		15,872	21,564	-	1,746	4,074	7,188	(3,114)	-43%	21,564
Debt impairment		43,373	74,412	-	-	15,131	24,804	(9,673)	-39%	74,412
Depreciation and amortisation		20,847	26,248	-	-	6,562	8,749	(2,187)	-25%	26,248
Interest		11,378	2,091	-	939	897	697	200	29%	2,091
Contracted services		20,698	14,966	-	2,365	5,697	4,989	709	14%	14,966
Transfers and subsidies		588	-	-	-	-	-	-	-	-
Irrecoverable debts written off		17,866	-	-	1	851	-	851	#DIV/0!	-
Operational costs		43,732	35,267	-	5,321	18,005	11,756	6,249	53%	35,267
Losses on Disposal of Assets		-	-	-	-	-	-	-	-	-
Other Losses		171	-	-	111	111	-	111	#DIV/0!	-
Total Expenditure		379,090	412,211	-	26,992	119,113	137,404	(18,291)	-13%	412,211
Surplus/(Deficit)		(34,004)	7,000	-	(5,101)	14,178	2,333	11,845	0	7,000
Transfers and subsidies - capital (monetary allocations)		52,314	15,057	-	30	1,722	5,019	(3,296)	(0)	15,057
Transfers and subsidies - capital (in-kind)		2,965	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		21,276	22,056	-	(5,071)	15,901	7,352			22,056
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after Income tax		21,276	22,056	-	(5,071)	15,901	7,352			22,056
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		21,276	22,056	-	(5,071)	15,901	7,352			22,056
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		21,276	22,056	-	(5,071)	15,901	7,352			22,056

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) - M04 October										
Vote Description	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Multi-Year expenditure appropriation	2									
Vote 1 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 2 - DIRECTORATE: INFRASTRUCTURE SERVICES		26,414	6,150	-	26	43	2,050	(2,007)	-98%	6,150
Vote 3 - DIRECTORATE: ELECTRO-TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 4 - DIRECTORATE: CORPORATE SERVICES		1,406	-	-	-	-	-	-	-	-
Vote 5 - DIRECTORATE: FINANCIAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 6 - DIRECTORATE: COMMUNITY SERVICES		4,777	7,488	-	-	-	2,496	(2,496)	-100%	7,488
Vote 7 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	32,596	13,638	-	26	43	4,546	(4,503)	-99%	13,638
Single Year expenditure appropriation	2									
Vote 1 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 2 - DIRECTORATE: INFRASTRUCTURE SERVICES		17,957	-	-	-	-	-	-	-	-
Vote 3 - DIRECTORATE: ELECTRO-TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 4 - DIRECTORATE: CORPORATE SERVICES		-	339	-	122	1,732	113	1,619	1432%	339
Vote 5 - DIRECTORATE: FINANCIAL SERVICES		39	-	-	-	-	-	-	-	-
Vote 6 - DIRECTORATE: COMMUNITY SERVICES		149	-	-	-	-	-	-	-	-
Vote 7 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	18,145	339	-	122	1,732	113	1,619	1432%	339
Total Capital Expenditure		50,741	13,977	-	148	1,775	4,659	(2,884)	-62%	13,977
Capital Expenditure - Functional Classification										
Governance and administration		1,445	-	-	-	-	-	-	-	-
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		1,445	-	-	-	-	-	-	-	-
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		2,373	3,653	-	122	1,732	1,218	515	42%	3,653
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		2,220	3,653	-	122	1,732	1,218	515	42%	3,653
Public safety		153	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		2,670	3,096	-	26	43	1,032	(989)	-96%	3,096
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		2,670	3,096	-	26	43	1,032	(989)	-96%	3,096
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		44,253	7,228	-	-	-	2,409	(2,409)	-100%	7,228
Energy sources		15,295	-	-	-	-	-	-	-	-
Water management		25,823	-	-	-	-	-	-	-	-
Waste water management		583	3,054	-	-	-	1,018	(1,018)	-100%	3,054
Waste management		2,552	4,174	-	-	-	1,391	(1,391)	-100%	4,174
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	50,741	13,977	-	148	1,775	4,659	(2,884)	-62%	13,977
Funded by:										
National Government		44,270	13,093	-	26	1,498	4,364	(2,866)	-66%	13,093
Provincial Government		1,632	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)		2,927	-	-	-	-	-	-	-	-
Transfers recognised - capital		48,829	13,093	-	26	1,498	4,364	(2,866)	-66%	13,093
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		1,912	884	-	122	277	295	(18)	-6%	884
Total Capital Funding		50,741	13,977	-	148	1,775	4,659	(2,884)	-62%	13,977

4.1.6 Table C6 Monthly Budget Statement - Financial Position

WC053 Beaufort West - Table C6 Monthly Budget Statement - Financial Position - M04 October						
Description	Ref	2022/23	Budget Year 2023/24			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		15,272	16,807	–	16,595	16,807
Trade and other receivables from exchange transactions		(5,943)	7,692	–	1,181	7,692
Receivables from non-exchange transactions		47,481	71,879	–	(451)	71,879
Current portion of non-current receivables		1,154	2,405	–	–	2,405
Inventory		4,491	3,424	–	(374)	3,424
VAT		55,434	40,626	–	2,783	40,626
Other current assets		9,505	8,328	–	14	8,328
Total current assets		127,394	151,161	–	19,749	151,161
Non current assets						
Investments		(451)	630	–	45	630
Investment property		6,177	5,963	–	(53)	5,963
Property, plant and equipment		454,056	437,177	–	(4,751)	437,177
Biological assets		–	–	–	–	–
Living and non-living resources		–	–	–	–	–
Heritage assets		3,340	5,225	–	–	5,225
Intangible assets		1,153	19	–	–	19
Trade and other receivables from exchange transactions		2,030	850	–	–	850
Non-current receivables from non-exchange transactions		495	262	–	–	262
Other non-current assets		–	–	–	–	–
Total non current assets		466,800	450,127	–	(4,760)	450,127
TOTAL ASSETS		594,194	601,288	–	14,989	601,288
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		–	–	–	–	–
Consumer deposits		3,935	3,842	–	77	3,842
Trade and other payables from exchange transactions		141,709	76,198	–	(13,002)	76,198
Trade and other payables from non-exchange transactions		4,973	–	–	6,137	–
Provision		12,977	13,822	–	–	13,822
VAT		44,876	31,475	–	5,683	31,475
Other current liabilities		1,461	1,394	–	–	1,394
Total current liabilities		209,931	126,730	–	(1,105)	126,730
Non current liabilities						
Financial liabilities		3,789	3,132	–	–	3,132
Provision		21,241	20,708	–	–	20,708
Long term portion of trade payables		–	58,254	–	–	58,254
Other non-current liabilities		25,575	26,415	–	–	26,415
Total non current liabilities		50,605	108,509	–	–	108,509
TOTAL LIABILITIES		260,536	235,239	–	(1,105)	235,239
NET ASSETS	2	333,658	366,050	–	16,094	366,050
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		329,553	361,945	–	16,094	361,945
Reserves and funds		4,104	4,104	–	–	4,104
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	333,658	366,050	–	16,094	366,050

4.1.7 Table C7 Monthly Budget Statement - Cash Flow

WC053 Beaufort West - Table C7 Monthly Budget Statement - Cash Flow - M04 October										
Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		34,742	47,613	-	2,969	14,663	15,871	(1,207)	-8%	47,613
Service charges		116,257	176,258	-	11,792	48,958	58,753	(9,795)	-17%	176,258
Other revenue		19,451	20,520	-	1,926	6,835	6,840	(5)	0%	20,520
Transfers and Subsidies - Operational		90,685	96,971	-	-	40,916	32,324	8,592	27%	96,971
Transfers and Subsidies - Capital		50,153	15,057	-	-	6,636	5,019	1,617	32%	15,057
Interest		12,561	750	-	68	68	250	(182)	-73%	750
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(275,100)	(322,018)	-	(13,847)	(112,639)	(107,339)	5,300	-5%	(322,018)
Interest		(5,999)	(2,091)	-	(14)	(68)	(697)	(629)	90%	(2,091)
Transfers and Subsidies		(588)	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		44,161	33,060	-	2,893	5,369	11,020	5,651	51%	33,060
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
Payments										
Capital assets		(45,118)	(13,977)	-	(2,938)	(5,414)	(4,659)	755	-16%	(13,977)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(45,118)	(13,977)	-	(2,938)	(5,414)	(4,659)	755	-16%	(13,977)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term financing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-
Payments										
Repayment of borrowing		(759)	(877)	-	-	-	(292)	(292)	100%	(877)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(759)	(877)	-	-	-	(292)	(292)	100%	(877)
NET INCREASE/ (DECREASE) IN CASH HELD		(1,716)	18,206	-	(45)	(45)	6,069			18,206
Cash/cash equivalents at beginning:		16,386	1,399	-	-	16,386	1,399			1,399
Cash/cash equivalents at month/year end:		14,670	19,606	-	-	16,341	7,468			19,606

The table below indicate the bank statement and investment balances movement for October 2023.

Bank and Investment Balances Movement - October 2023						
	Opening Balance	Revenue	Expenditure	Investment Deposits	Investment Withdrawals	Closing Balance
Nedbank Account	10,263,552.56	19,342,646.04	- 28,818,666.88	-	-	787,531.72
ABSA Account	401,672.71	7,035,916.84	- 5,814,171.09	-	-	1,623,418.46
Investment Balances	29,802,190.51	-	-	-	- 1,345,597.90	28,456,592.61
Balance	40,467,415.78	26,378,562.88	- 34,632,837.97	-	- 1,345,597.90	30,867,542.79

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

PART 2 – SUPPORTING DOCUMENTATION

5. Debtors' analysis

5.1 Supporting Table SC3

Debtors' age analysis

WC053 Beaufort West - Supporting Table SC3 Monthly Budget Statement - aged debtors - M04 October													
Description	NT Code	Budget Year 2023/24									Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts LLo Council Policy	
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days-1 Yr	Over 1Yr	Total			Total over 90 days
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	4,052	1,049	1,160	1,557	900	1,058	947	21,230	31,953	25,692	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	1300	5,918	870	418	227	259	215	238	3,346	11,500	4,295	–	–
Receivables from Non-exchange Transactions - Property Rates	1400	4,283	1,081	4,443	972	952	798	727	34,999	48,255	38,448	–	–
Receivables from Exchange Transactions - Waste Water Management	1500	2,969	1,023	1,596	1,027	1,022	1,017	978	36,498	46,150	40,542	–	–
Receivables from Exchange Transactions - Waste Management	1600	1,749	660	875	664	652	653	637	22,503	28,393	25,109	–	–
Receivables from Exchange Transactions - Property Rental Debts	1700	3	1	1	1	1	1	1	48	57	51	–	–
Interest on Arrear Debtor Accounts	1810	–	–	–	–	–	–	–	1,112	1,112	1,112	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–	–	–
Other	1900	409	152	188	173	139	87	107	38,735	40,009	39,280	–	–
Total By Income Source	2000	19,411	4,835	8,882	4,821	3,834	3,830	3,635	158,490	207,437	174,510	–	–
2022/23 - totals only													
Debtors Age Analysis By Customer Group													
Organs of State	2200	2,108	563	768	398	419	291	278	16,696	21,512	16,072	–	–
Commercial	2300	3,623	501	3,688	378	356	367	328	17,119	26,363	18,551	–	–
Households	2400	13,879	3,770	4,725	3,845	3,156	3,172	3,029	124,695	159,562	137,887	–	–
Other	2500	–	–	–	–	–	–	–	–	–	–	–	–
Total By Customer Group	2600	19,411	4,835	8,882	4,821	3,834	3,830	3,635	158,490	207,437	174,510	–	–

6. Creditors analysis

6.1 Supporting Table SC4

Creditors' age analysis

WC053 Beaufort West - Supporting Table SC4 Monthly Budget Statement - aged creditors - M04 October										
Description	NT Code	Budget Year 2023/24								
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
R thousands										
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	175	6,504	–	–	0	–	–	65,628	72,307
Bulk Water	0200	93	131	–	1	21	551	2,715	7,018	10,531
PAYE deductions	0300	–	–	–	–	–	–	–	–	–
VAT (output less input)	0400	–	–	–	–	–	–	–	–	–
Pensions / Retirement deductions	0500	–	–	–	–	–	–	–	–	–
Loan repayments	0600	–	–	–	–	–	–	–	–	–
Trade Creditors	0700	1,985	1,571	70	47	2,126	335	3,326	13,419	22,878
Auditor General	0800	144	1,301	748	134	123	134	6,831	6,280	15,695
Other	0900	5	–	–	–	1	–	0	0	6
Total By Customer Type	1000	2,402	9,507	817	182	2,272	1,020	12,872	92,346	121,417

7. Investment portfolio analysis

7.1 Supporting Table SC5

WC053 Beaufort West - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M04 October					
Investments by maturity Name of institution & investment ID	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands					
Municipality					
Standard Bank	17,002	-	(188)	-	16,814
ABSA Bank	10,731	-	(1,158)	-	9,573
Nedbank	849	-	-	-	849
Investec	1,221	-	-	-	1,221
					-
					-
Municipality sub-total	29,802	-	(1,346)	-	28,457
Entities					
					-
					-
Entities sub-total	-	-	-	-	-
TOTAL INVESTMENTS AND INTEREST	29,802	-	(1,346)	-	28,457

The total investment balance of the Municipality at the end of October 2023 amounted to R 28,456,547.61. The table below provides a summary of the movements that occurred from July – October 2023.

Investment Balances July 2023 - October 2023		
M01 - July 2023	Investment Opening Balance - 1 July 2023	12,318,109.93
M01 - July 2023	Investment Top Up	22,027,750.00
M01 - July 2023	Investment Withdrawals	- 1,584,453.34
M01 - July 2023	Interest Capitalised	-
Balance - 31 July 2023		32,761,406.59
M02 - August 2023	Investment Top Up	2,185,000.00
M02 - August 2023	Investment Withdrawals	- 5,948,352.15
M02 - August 2023	Interest Capitalised	-
Balance - 31 August 2023		28,998,054.44
M03 - September 2023	Investment Top Up	7,173,210.33
M03 - September 2023	Investment Withdrawals	- 6,984,864.77
M03 - September 2023	Interest Capitalised	615,795.51
M03 - September 2023	Admin / Service Fees	- 50.00
Balance - 30 September 2023		29,802,145.51
M04 - October 2023	Investment Top Up	-
M04 - October 2023	Investment Withdrawals	- 1,345,597.90
M04 - October 2023	Interest Capitalised	-
Balance - 31 October 2023		28,456,547.61

The investment withdrawals for the month amounted to R 1,345,597.90 and relate to the following:

- R 89,987.56 from MIG investment to pay a service providers on a MIG capital project of the 2023/24 capital budget and operational expenditure relating to the PMU;
- R 99,000 withdrawal from the Chemical Industries Education & Training Authority Grant to fund the payment of the learners stipends;
- R 697,716.23 from the Local Government Financial Management Grant (FMG) to finance operational expenditure funded by the grant for the month;
- R 460,094.11 from Library Service - Replacement Funding for most vulnerable B3 Municipalities to fund operational expenditure.

Interest earned on investments are capitalized on a quarterly basis by the municipality.

Included in the balance of R 28,457 million is the unspent conditional grants amounting to R 11,105 million that are cash backed on investment.

8. Allocation and grant receipts and expenditure

8.1 Supporting Table SC6 – Grant receipts

WC053 Beaufort West - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M04 October										
Description	Ref	2022/23	Budget Year 2023/24							
		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:		81,254	87,923	-	-	37,700	29,308	8,392	28.6%	87,923
Equitable share		77,265	83,574	-	-	34,823	27,858	6,965	25.0%	83,574
Municipal Infrastructure Grant (MIG)		768	792	-	-	349	264	85	32.2%	792
Local Government Financial Management Grant (FMG)		2,085	2,185	-	-	2,185	728	1,457	200.0%	2,185
Expanded Public Works Programme Integrated Grant (EPWP)		1,136	1,372	-	-	343	457	(114)	-25.0%	1,372
Other transfers and grants [insert description]										
Provincial Government:		9,431	8,211	-	-	2,351	2,737	(386)	-14.1%	8,211
Human Settlements Development Grant (Beneficiaries)		-	932	-	-	-	311	(311)	-100.0%	932
Cultural Affairs & Sport Library Service - Replacement Funding for most vulnerable B3 Municipalities		6,679	7,053	-	-	2,351	2,351	-		7,053
Department of Local Government - Community Development Workers (CDW) Operational Support Grant		223	226	-	-	-	75	(75)	-100.0%	226
Provincial Treasury - Western Cape Financial Management Capacity Building Grant		100	-	-	-	-	-	-		-
Provincial Treasury - Western Cape Municipal Recovery Services Grant	4	1,993	-	-	-	-	-	-		-
Human Settlements - Municipal Accreditation and Capacity Building Grant		256	-	-	-	-	-	-		-
Department of Local Government - Western Cape Municipal Interventions Grant		180	-	-	-	-	-	-		-
Department of Local Government - Emergency Municipal Load Shedding Relief Grant										
Other transfers and grants [insert description]										
District Municipality:		-	-	-	-	-	-	-		-
Specify (Add grant description)		-	-	-	-	-	-	-		-
Other grant providers:		-	836	-	-	864	279	586	210.1%	836
Chemical Industries Education & Training Authority		-	836	-	-	864	279	586	210.1%	836
Total Operating Transfers and Grants	5	90,685	96,971	-	-	40,915	32,324	8,592	26.6%	96,971
Capital Transfers and Grants										
National Government:		48,224	15,057	-	-	6,636	5,019	1,617	32.2%	15,057
Municipal Infrastructure Grant		8,785	15,057	-	-	6,636	5,019	1,617	32.2%	15,057
Integrated National Electrification Programme Grant (INEP)		11,000	-	-	-	-	-	-		-
Water Services Infrastructure Grant (WSIG)		28,439	-	-	-	-	-	-		-
Other capital transfers [insert description]										
Provincial Government:		1,415	-	-	-	-	-	-		-
Department of Local Government - Western Cape Municipal Interventions Grant		300	-	-	-	-	-	-		-
Department of Local Government - Emergency Municipal Load Shedding Relief Grant		1,115	-	-	-	-	-	-		-
District Municipality:		200	-	-	-	-	-	-		-
Central Karoo District Municipality		200	-	-	-	-	-	-		-
Other grant providers:		314	-	-	-	-	-	-		-
Chemical Industries Education & Training Authority		314	-	-	-	-	-	-		-
Total Capital Transfers and Grants	5	50,153	15,057	-	-	6,636	5,019	1,617	32.2%	15,057
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	140,838	112,027	-	-	47,551	37,342	10,209	27.3%	112,027

8.2 Supporting Table SC7 (1) – Grant expenditure

WC053 Beaufort West • Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M04 October										
Description	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
<u>Operating expenditure of Transfers and Grants</u>										
National Government:		80,884	87,923	-	872	36,747	29,308	7,439	25.4%	87,923
Equitable share		77,265	83,574	-	-	34,823	27,858	6,965	25.0%	83,574
Municipal Infrastructure Grant (MIG)		744	792	-	61	241	264	(23)	-8.6%	792
Local Government Financial Management Grant (FMG)		2,085	2,185	-	696	1,186	728	457	62.8%	2,185
Expanded Public Works Programme Integrated Grant (EPWP)		790	1,372	-	115	497	457	40	8.7%	1,372
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
Provincial Government:		10,323	8,211	-	496	2,200	2,737	(537)	-19.6%	8,211
Human Settlements Development Grant (Beneficiaries)		-	932	-	-	-	311	(311)	-100.0%	932
Cultural Affairs & Sport Library Service - Replacement Funding for most vulnerable B3 Municipalities		6,584	7,053	-	476	2,108	2,351	(242)	-10.3%	7,053
Department of Local Government: Community Development Workers (CDW) Operational Support Grant		366	226	-	20	91	75	16	21.2%	226
Provincial Treasury: Western Cape Financial Management Capacity Building Grant		-	-	-	-	-	-	-	-	-
Department of Local Government: Local Government Public Employment Support Grant		1,036	-	-	-	-	-	-	-	-
Provincial Treasury: Western Cape Municipal Recovery Services Grant		1,993	-	-	-	-	-	-	-	-
Human Settlements: Municipal Accreditation and Capacity Building Grant		165	-	-	-	-	-	-	-	-
Department of Local Government: Western Cape Municipal Interventions Grant		180	-	-	-	-	-	-	-	-
Department of Local Government: Emergency Municipal Load Shedding Relief Grant		-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
District Municipality:		415	-	-	-	-	-	-	-	-
Central Karoo District Municipality		415	-	-	-	-	-	-	-	-
Other grant providers:		175	836	-	98	749	279	471	168.9%	836
Chemical Industries Education & Training Authority		175	836	-	98	749	279	471	168.9%	836
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		91,797	96,971	-	1,466	39,697	32,324	7,373	22.8%	96,971
<u>Capital expenditure of Transfers and Grants</u>										
National Government:		50,889	15,057	-	30	1,722	5,019	(3,296)	-65.7%	15,057
Municipal Infrastructure Grant		5,859	15,057	-	30	1,722	5,019	(3,296)	-65.7%	15,057
Integrated National Electrification Programme Grant (INEP)		16,602	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant (WSIG)		28,438	-	-	-	-	-	-	-	-
Other capital transfers [insert description]		-	-	-	-	-	-	-	-	-
Provincial Government:		1,415	-	-	-	-	-	-	-	-
Department of Local Government: Western Cape Municipal Interventions Grant		300	-	-	-	-	-	-	-	-
Department of Local Government: Emergency Municipal Load Shedding Relief Grant		1,115	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Central Karoo District Municipality		-	-	-	-	-	-	-	-	-
Other grant providers:		418	-	-	-	-	-	-	-	-
Services SETA		418	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		52,732	15,057	-	30	1,722	5,019	(3,296)	-65.7%	15,057
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		144,529	112,027	-	1,496	41,419	37,342	4,077	10.9%	112,027

The table below provide a summary of the movements on the conditional grants from July – September 2023:

Summary of Unspent Conditional Grants - July 2023 till October 2023	
Conditional Grants - Opening Balance 1 July 2023	4,973,179.55
Grants Received During July 2023	36,952,450.00
Less : Grant Expenditure During July 2023	- 35,885,921.92
Conditional Grants - Opening Balance 31 July 2023	6,039,707.63
Grants Received During August 2023	2,528,000.00
Less : Grant Expenditure During August 2023	- 1,933,557.04
Conditional Grants - Closing Balance 31 August 2023	6,634,150.59
Grants Received During September 2023	8,071,000.00
Less : Grant Expenditure During September 2023	- 2,104,050.31
Conditional Grants - Closing Balance 30 September 2023	12,601,100.28
Grants Received During October 2023	-
Less : Grant Expenditure During October 2023	- 1,495,799.42
Conditional Grants - Closing Balance 31 October 2023	11,105,300.86

The unspent conditional grant balance at the end of October 2023 amounted to R 11,105,300.86. It should be noted that the opening balance is provisional.

All unspent conditional grants were cash backed and on investment as at the end of October 2023.

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

9.1 Supporting Table SC8

WC053 Beaufort West - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M04 October										
Summary of Employee and Councillor remuneration	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
Councillors (Political Office Bearers plus Other)	1									
Basic Salaries and Wages		5,359	5,876	--	446	1,798	1,959	(160)	-8%	5,876
Pension and UIF Contributions		192	174	--	20	60	58	2	3%	174
Medical Aid Contributions		3	--	--	--	5	--	5	#DIV/0!	--
Mobv Vehicle Allowance		136	148	--	11	45	49	(4)	-8%	148
Cellphone Allowance		529	559	--	48	187	186	1	1%	559
Housing Allowances		--	--	--	--	--	--	--	--	--
Other benefits and allowances		47	49	--	4	17	16	0	1%	49
Sub Total - Councillors		6,266	6,806	--	529	2,113	2,269	(156)	-7%	6,806
Senior Managers of the Municipality	3									
Basic Salaries and Wages		3,159	4,438	--	208	686	1,479	(794)	-54%	4,438
Pension and UIF Contributions		297	205	--	22	89	88	21	31%	205
Medical Aid Contributions		11	--	--	6	23	--	23	#DIV/0!	--
Overtime		--	--	--	--	--	--	--	--	--
Performance Bonus		3	107	--	--	--	36	(36)	-100%	107
Mobv Vehicle Allowance		86	60	--	15	60	20	40	200%	60
Cellphone Allowance		77	72	--	5	18	24	(6)	-25%	72
Housing Allowances		--	--	--	--	--	--	--	--	--
Other benefits and allowances		0	0	--	0	0	0	0	5%	0
Payments in lieu of leave		416	--	--	49	48	--	49	#DIV/0!	--
Long service awards		--	--	--	--	--	--	--	--	--
Post-retirement benefit obligations		--	--	--	--	--	--	--	--	--
Entertainment		--	--	--	--	--	--	--	--	--
Scarcity		258	329	--	18	81	110	--	--	329
Acting and post related allowance		697	--	--	10	61	--	--	--	--
In kind benefits		--	--	--	--	--	--	--	--	--
Sub Total - Senior Managers of Municipality		5,005	5,211	--	332	1,048	1,737	(689)	-40%	5,211
Other Municipal Staff										
Basic Salaries and Wages		83,200	92,657	--	6,712	27,059	30,886	(3,827)	-12%	92,657
Pension and UIF Contributions		13,752	15,971	--	1,155	4,636	5,324	(688)	-13%	15,971
Medical Aid Contributions		2,007	2,045	--	172	677	682	(5)	-1%	2,045
Overtime		3,654	2,587	--	313	1,143	862	281	33%	2,587
Performance Bonus		6,096	6,552	--	6	119	2,184	(2,065)	-95%	6,552
Mobv Vehicle Allowance		81	224	--	18	99	75	24	32%	224
Cellphone Allowance		157	167	--	12	49	56	(7)	-13%	167
Housing Allowances		423	403	--	32	133	134	(2)	-1%	403
Other benefits and allowances		4,918	5,233	--	385	1,721	1,744	(23)	-1%	5,233
Payments in lieu of leave		139	--	--	10	250	--	250	#DIV/0!	--
Long service awards		482	962	--	13	144	321	(177)	-55%	962
Post-retirement benefit obligations		1,048	1,476	--	121	482	492	(9)	-2%	1,476
Entertainment		--	--	--	--	--	--	--	--	--
Scarcity		--	--	--	--	--	--	--	--	--
Acting and post related allowance		1,479	--	--	169	623	--	623	#DIV/0!	--
In kind benefits		--	--	--	--	--	--	--	--	--
Sub Total - Other Municipal Staff		117,435	128,277	--	9,116	37,134	42,759	(5,625)	-13%	128,277
TOTAL SALARY, ALLOWANCES & BENEFITS		128,707	140,294	--	9,977	40,295	46,765	(6,470)	-14%	140,294
TOTAL MANAGERS AND STAFF		122,441	133,488	--	9,448	38,182	44,496	(6,314)	-14%	133,488

The total overtime and standby budget for the 2023/24 financial year amounts to R 4,587,194 and total expenditure on these two items at the end of October 2023 amounted to R 1,867,403.98 or 41% of the total budget.

	Budget	Jul-23	Aug-23	Sep-23	Oct-23	Total YTD	% of Budget Spent
Overtime	2,587,194	269,777.45	216,895.94	249,434.63	282,999.74	1,019,107.76	39%
Standby Allowances	2,000,000	200,605.55	214,273.42	224,371.07	209,046.18	848,296.22	42%
Total	4,587,194	470,383.00	431,169.36	473,805.70	492,045.92	1,867,403.98	41%

The cost of employment needs to be closely monitored during the 2023/24 financial year specifically expenditure items like overtime and standby cost to ensure that these costs remain within the budget allocated.

10. Capital programme performance

10.1 Supporting Table SC12

WC053 Beaufort West - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M04 October									
Month	2022/23	Budget Year 2023/24							
	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	–	1,165	–	382	382	1,165	783	67.2%	3%
August	979	1,165	–	609	991	2,329	1,339	57.5%	7%
September	529	1,165	–	636	1,627	3,494	1,868	53.4%	12%
October	801	1,165	–	148	1,775	4,659	2,884	61.9%	13%
November	2,991	1,165	–	–	–	5,824	–	–	–
December	2,473	1,165	–	–	–	6,988	–	–	–
January	406	1,165	–	–	–	8,153	–	–	–
February	28	1,165	–	–	–	9,318	–	–	–
March	12,525	1,165	–	–	–	10,483	–	–	–
April	7,553	1,165	–	–	–	11,647	–	–	–
May	9,488	1,165	–	–	–	12,812	–	–	–
June	12,968	1,165	–	–	–	13,977	–	–	–
Total Capital expenditure	50,741	13,977	–	1,775					

Council approved a capital budget amounting to R 13,976,999 for the 2023/24 financial year. The 2023/24 capital budget is mainly funded by the Municipal Infrastructure Grant. The capital expenditure programme is dependent on the timing of the MIG transfers from national government. The total year-to-date capital expenditure at the end of October 2023 amounted to R 1,774,927.67 (excluding VAT) or 13% of the approved capital budget.

Chart C1 2023/24 Capital Expenditure Monthly Trend: actual v target

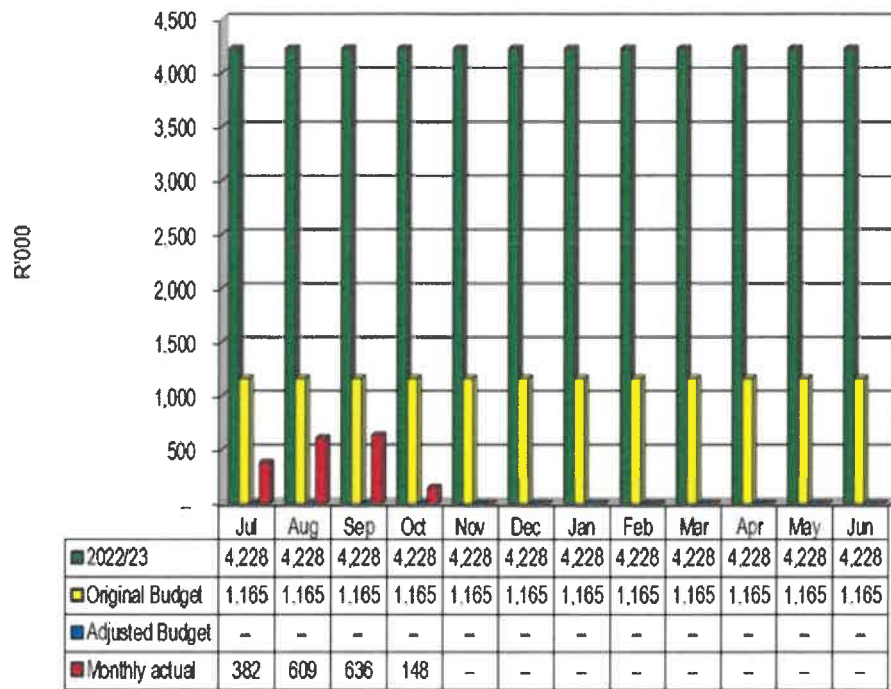
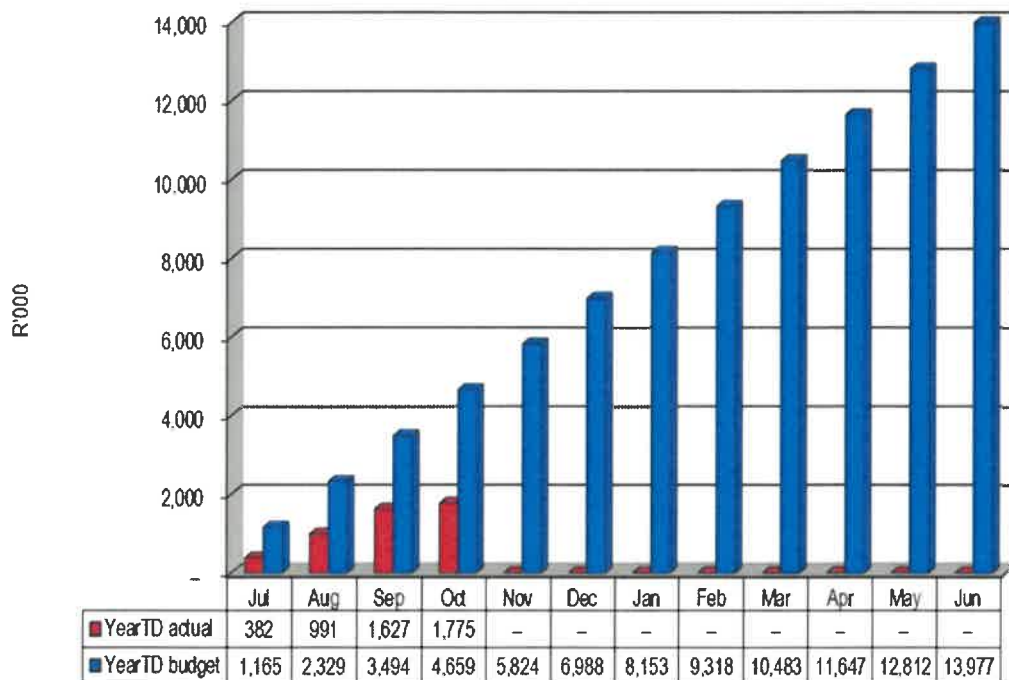


Chart C2 2023/24 Capital Expenditure: YTD actual v YTD target



10.2 Supporting Table SC13

10.2.1 Supporting Table SC13a

WC053 Beaufort West - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M04 October										
Description	Ref	Budget Year 2023/24								
		2022/23 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		25,905	5,091	--	--	--	1,697	1,697	100.0%	5,091
Roads Infrastructure		--	--	--	--	--	--	--		--
Roads		--	--	--	--	--	--	--		--
Road Structures		--	--	--	--	--	--	--		--
Road Furniture		--	--	--	--	--	--	--		--
Capital Spares		--	--	--	--	--	--	--		--
Storm water Infrastructure		583	917	--	--	--	306	306	100.0%	917
Drainage Collection		555	--	--	--	--	--	--		--
Storm water Conveyance		29	917	--	--	--	306	306	100.0%	917
Attenuation		--	--	--	--	--	--	--		--
Electrical Infrastructure		593	--	--	--	--	--	--		--
Power Plants		--	--	--	--	--	--	--		--
HV Substations		--	--	--	--	--	--	--		--
HV Switching Station		--	--	--	--	--	--	--		--
HV Transmission Conductors		--	--	--	--	--	--	--		--
MV Substations		--	--	--	--	--	--	--		--
MV Switching Stations		--	--	--	--	--	--	--		--
MV Networks		--	--	--	--	--	--	--		--
LV Networks		--	--	--	--	--	--	--		--
Capital Spares		593	--	--	--	--	--	--		--
Water Supply Infrastructure		24,729	--	--	--	--	--	--		--
Dams and Weirs		--	--	--	--	--	--	--		--
Boreholes		24,729	--	--	--	--	--	--		--
Reservoirs		--	--	--	--	--	--	--		--
Pump Stations		--	--	--	--	--	--	--		--
Water Treatment Works		--	--	--	--	--	--	--		--
Bulk Mains		--	--	--	--	--	--	--		--
Distribution		--	--	--	--	--	--	--		--
Distribution Points		--	--	--	--	--	--	--		--
PRV Stations		--	--	--	--	--	--	--		--
Capital Spares		--	--	--	--	--	--	--		--
Sanitation Infrastructure		--	--	--	--	--	--	--		--
Pump Station		--	--	--	--	--	--	--		--
Reticulation		--	--	--	--	--	--	--		--
Waste Water Treatment Works		--	--	--	--	--	--	--		--
Outfall Sewers		--	--	--	--	--	--	--		--
Toilet Facilities		--	--	--	--	--	--	--		--
Capital Spares		--	--	--	--	--	--	--		--
Solid Waste Infrastructure		--	4,174	--	--	--	1,391	1,391	100.0%	4,174
Landfill Sites		--	4,174	--	--	--	1,391	1,391	100.0%	4,174
Waste Transfer Stations		--	--	--	--	--	--	--		--
Waste Processing Facilities		--	--	--	--	--	--	--		--
Waste Drop-off Points		--	--	--	--	--	--	--		--
Waste Separation Facilities		--	--	--	--	--	--	--		--
Electricity Generation Facilities		--	--	--	--	--	--	--		--
Capital Spares		--	--	--	--	--	--	--		--
Rail Infrastructure		--	--	--	--	--	--	--		--
Rail Lines		--	--	--	--	--	--	--		--
Rail Structures		--	--	--	--	--	--	--		--
Rail Furniture		--	--	--	--	--	--	--		--
Drainage Collection		--	--	--	--	--	--	--		--
Storm water Conveyance		--	--	--	--	--	--	--		--
Attenuation		--	--	--	--	--	--	--		--
MV Substations		--	--	--	--	--	--	--		--
LV Networks		--	--	--	--	--	--	--		--
Capital Spares		--	--	--	--	--	--	--		--
Coastal Infrastructure		--	--	--	--	--	--	--		--
Sand Pumps		--	--	--	--	--	--	--		--
Piers		--	--	--	--	--	--	--		--
Revetments		--	--	--	--	--	--	--		--
Promenades		--	--	--	--	--	--	--		--
Capital Spares		--	--	--	--	--	--	--		--
Information and Communication Infrastructure		--	--	--	--	--	--	--		--
Data Centres		--	--	--	--	--	--	--		--
Core Layers		--	--	--	--	--	--	--		--
Distribution Layers		--	--	--	--	--	--	--		--
Capital Spares		--	--	--	--	--	--	--		--

WC053 Beaufort West - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M04 October										
Description	Ref	2022/23	Budget Year 2023/24					YTD Variance	YTD Variance %	Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget			
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Community Assets										
Community Facilities										
Halls										
Centres										
Crèches										
Clinics/Care Centres										
Fire/Ambulance Stations										
Testing Stations										
Museums										
Galleries										
Theatres										
Libraries										
Cemeteries/Crematoria										
Police										
Parks										
Public Open Space										
Nature Reserves										
Public Abolition Facilities										
Markets										
Stalls										
Abattoirs										
Airports										
Taxi Ranks/Bus Terminals										
Capital Spares										
Sport and Recreation Facilities										
Indoor Facilities										
Outdoor Facilities										
Capital Spares										
Heritage assets										
Monuments										
Historic Buildings										
Works of Art										
Conservation Areas										
Other Heritage										
Investment properties										
Revenue Generating										
Improved Property										
Unimproved Property										
Non-revenue Generating										
Improved Property										
Unimproved Property										
Other assets										
Operational Buildings										
Municipal Offices										
Pay/Enquiry Points										
Building Plan Offices										
Workshops										
Yards										
Stores										
Laboratories										
Training Centres										
Manufacturing Plant										
Depots										
Capital Spares										
Housing										
Staff Housing										
Social Housing										
Capital Spares										
Biological or Cultivated Assets										
Biological or Cultivated Assets										
Intangible Assets										
Servitudes										
Licences and Rights										
Water Rights										
Effluent Licenses										
Solid Waste Licenses										
Computer Software and Applications										
Local Settlement Software Applications										
Unspecified										
Computer Equipment		1,403								
Computer Equipment		1,403								
Furniture and Office Equipment		39								
Furniture and Office Equipment		39								
Machinery and Equipment		163								
Machinery and Equipment		163								
Transport Assets										
Transport Assets										
Land										
Land										
Zoo's, Marine and Non-biological Animals										
Zoo's, Marine and Non-biological Animals										
Living resources										
Mature										
<i>Polking and Protection</i>										
<i>Zoological plants and animals</i>										
Immature										
<i>Polking and Protection</i>										
<i>Zoological plants and animals</i>										
Total Capital Expenditure on new assets	1	27,500	6,091				1,697	1,697	100.0%	6,091

10.2.2 Supporting Table SC13b

WC053 Beaufort West - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M04 October										
Description	Ref	2022/23			Budget Year 2023/24					
		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		2,931	5,233	-	26	43	1,744	1,702	97.6%	5,233
Roads Infrastructure		2,670	3,096	-	26	43	1,032	989	95.9%	3,096
Roads		2,670	3,096	-	26	43	1,032	989	95.9%	3,096
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		261	-	-	-	-	-	-	-	-
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		-	-	-	-	-	-	-	-	-
LV Networks		261	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-
Water Treatment Works		-	-	-	-	-	-	-	-	-
Bulk Mains		-	-	-	-	-	-	-	-	-
Distribution		-	-	-	-	-	-	-	-	-
Distribution Points		-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	2,137	-	-	-	712	712	100.0%	2,137
Pump Station		-	2,137	-	-	-	712	712	100.0%	2,137
Reticulation		-	-	-	-	-	-	-	-	-
Waste Water Treatment Works		-	-	-	-	-	-	-	-	-
Outfall Sewers		-	-	-	-	-	-	-	-	-
Toilet Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Landfill Sites		-	-	-	-	-	-	-	-	-
Waste Transfer Stations		-	-	-	-	-	-	-	-	-
Waste Processing Facilities		-	-	-	-	-	-	-	-	-
Waste Drop-off Points		-	-	-	-	-	-	-	-	-
Waste Separation Facilities		-	-	-	-	-	-	-	-	-
Electricity Generation Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Rail Lines		-	-	-	-	-	-	-	-	-
Rail Structures		-	-	-	-	-	-	-	-	-
Rail Furniture		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Sand Pumps		-	-	-	-	-	-	-	-	-
Piers		-	-	-	-	-	-	-	-	-
Revetments		-	-	-	-	-	-	-	-	-
Promenades		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Data Centres		-	-	-	-	-	-	-	-	-
Core Layers		-	-	-	-	-	-	-	-	-
Distribution Layers		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-

WC053 Beaufort West - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M04 October											
Description	Ref	2022/23	Budget Year 2023/24								
		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											
Community Assets			3,314				1,105	1,105	100.0%	3,314	
Community Facilities											
Halls											
Centres											
Crèches											
Clinics/Care Centres											
Fire/Ambulance Stations											
Testing Stations											
Museums											
Galleries											
Theatres											
Libraries											
Cemeteries/Crematoria											
Police											
Ports											
Public Open Space											
Nature Reserves											
Public Abortion Facilities											
Markets											
Stalls											
Abattoirs											
Airports											
Taxi Ranks/Bus Terminals											
Capital Spares											
Sport and Recreation Facilities			3,314				1,105	1,105	100.0%	3,314	
Indoor Facilities											
Outdoor Facilities			3,314				1,105	1,105	100.0%	3,314	
Capital Spares											
Heritage assets											
Monuments											
Historic Buildings											
Works of Art											
Conservation Areas											
Other Heritage											
Investment properties											
Revenue Generating											
Improved Property											
Unimproved Property											
Non-revenue Generating											
Improved Property											
Unimproved Property											
Other assets											
Operational Buildings											
Municipal Offices											
Pay/Enquiry Points											
Building Plan Offices											
Workshops											
Yards											
Stores											
Laboratories											
Training Centres											
Manufacturing Plant											
Depots											
Capital Spares											
Housing											
Staff Housing											
Social Housing											
Capital Spares											
Biological or Cultivated Assets											
Biological or Cultivated Assets											
Intangible Assets											
Services											
Licences and Rights											
Water Rights											
Effluent Licences											
Solid Waste Licences											
Computer Software and Applications											
Load Settlement Software Applications											
Unspecified											
Computer Equipment			7								
Computer Equipment			7								
Furniture and Office Equipment											
Furniture and Office Equipment											
Machinery and Equipment											
Machinery and Equipment											
Transport Assets											
Transport Assets											
Land											
Land											
Zoo's, Marine and Non-biological Animals											
Zoo's, Marine and Non-biological Animals											
Living resources											
Marine											
Fishing and Protection											
Zoological plants and animals											
Invertebrate											
Fishing and Protection											
Zoological plants and animals											
Total Capital Expenditure on renewal of existing assets	1		2,039	8,547		26	43	2,849	2,806	98.5%	8,547

10.2.3 Supporting Table SC13e

WC053 Beaufort West - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M04 October										
Description	Ref	2022/23	Budget Year 2023/24							
		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		25,005	5,091				1,697	1,697	100.0%	5,091
Roads Infrastructure										
Roads										
Road Structures										
Road Furniture										
Capital Spares										
Storm water Infrastructure		583	917				306	306	100.0%	917
Drainage Collection		555								
Storm water Conveyance		28	917				306	306	100.0%	917
Attenuation										
Electrical Infrastructure		593								
Power Plants										
HV Substations										
HV Switching Station										
HV Transmission Conductors										
MV Substations										
MV Switching Stations										
MV Networks										
LV Networks										
Capital Spares		593								
Water Supply Infrastructure		24,729								
Dams and Weirs										
Boreholes		24,729								
Reservoirs										
Pump Stations										
Water Treatment Works										
Bulk Mains										
Distribution										
Distribution Points										
PRV Stations										
Capital Spares										
Sanitation Infrastructure										
Pump Station										
Reticulation										
Waste Water Treatment Works										
Outfall Sewers										
Toilet Facilities										
Capital Spares										
Solid Waste Infrastructure			4,174				1,391	1,391	100.0%	4,174
Landfill Sites			4,174				1,391	1,391	100.0%	4,174
Waste Transfer Stations										
Waste Processing Facilities										
Waste Drop-off Points										
Waste Separation Facilities										
Electricity Generation Facilities										
Capital Spares										
Rail Infrastructure										
Rail Lines										
Rail Structures										
Rail Furniture										
Drainage Collection										
Storm water Conveyance										
Attenuation										
MV Substations										
LV Networks										
Capital Spares										
Coastal Infrastructure										
Sand Pumps										
Piers										
Revetments										
Promenades										
Capital Spares										
Information and Communication Infrastructure										
Data Centres										
Core Layers										
Distribution Layers										
Capital Spares										

WC053 Beaufort West - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M04 October										
Description	Ref	2022/23	Budget Year 2023/24							
		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										
Community Assets										
Community Facilities										
Halls										
Centres										
Cribs/Chees										
Clinics/Care Centres										
Fire/Ambulance Stations										
Testing Stations										
Museums										
Galleries										
Theatres										
Libraries										
Cemeteries/Crematoria										
Police										
Parks										
Public Open Space										
Nature Reserves										
Public Abolition Facilities										
Markets										
Stalls										
Abattoirs										
Airports										
Taxi Ranks/Bus Terminals										
Capital Spares										
Sport and Recreation Facilities										
Indoor Facilities										
Outdoor Facilities										
Capital Spares										
Heritage assets										
Monuments										
Historic Buildings										
Works of Art										
Conservation Areas										
Other Heritage										
Investment properties										
Revenue Generating										
Improved Property										
Unimproved Property										
Non-revenue Generating										
Improved Property										
Unimproved Property										
Other assets										
Operational Buildings										
Municipal Offices										
Pay/Enquiry Points										
Building Plan Offices										
Workshops										
Yards										
Stores										
Laboratories										
Training Centres										
Manufacturing Plant										
Depots										
Capital Spares										
Housing										
Staff Housing										
Social Housing										
Capital Spares										
Biological or Cultivated Assets										
Biological or Cultivated Assets										
Intangible Assets										
Services										
Licences and Rights										
Water Rights										
Effluent Licenses										
Solid Waste Licenses										
Computer Software and Applications										
Local Settlement Software Applications										
Unspecified										
Computer Equipment		1,403								
Computer Equipment		1,403								
Furniture and Office Equipment		30								
Furniture and Office Equipment		30								
Machinery and Equipment		163								
Machinery and Equipment		163								
Transport Assets										
Transport Assets										
Land										
Land										
Zoo's, Marine and Non-biological Animals										
Zoo's, Marine and Non-biological Animals										
Living resources										
Mature										
Polking and Protection										
Zoological plants and animals										
Immature										
Polking and Protection										
Zoological plants and animals										
Total Capital Expenditure on new assets	1	27,500	5,091				1,697	1,697	100.0%	5,091

11. Material variances to the SDBIP

11.1 Over view

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

12. Progress on Municipal Debt Relief

See attached Annexure A on progress / report of the municipal debt relief conditions.

Annexure A

Progress on Municipal Debt Relief in terms of MFMA Circular No. 124

Annexure A2 - Monthly



National Treasury
 Municipal Debt Relief
 MFMA Circular No. 124
 Municipal Finance Management Act No. 56 of 2003

Municipality Self-Assessment

Certificate of Compliance: Municipal Debt Relief Conditions for Application

Period:

National Financial Year

Demarcation Code of Municipality being assessed

District:

I, Derick Welgemoed, hereby certify that the provincial treasury monitored the compliance against the conditions of Municipal Debt Relief as set-out in MFMA Circular No. 124 and that the Provincial Treasury is satisfied and certifies that the said municipality fully complies with the conditions as set-out in the table below:

Municipal Debt Relief Conditions (Monthly reporting)

Condition	Choose from drop down list	Notes/Comments
6.3 + 6.1.2 Maintaining the Eskom and bulk water current account – <small>(essential account for the purpose of this process only, the account for a single month is compulsory)</small>		
6.1.2.2 - Has the municipality paid its bulk water current account within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? <i>Note - refer condition 6.1.2.2.</i>	<input type="text" value="Yes"/>	
6.1.2.2 - Has the municipality submitted the supporting evidence of the bulk water current account payment to the National Treasury, the Water Board and/ or Water Trading Entity within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://guploadportal.treasury.gov.za?	<input type="text" value="Yes"/>	All bulk accounts have been paid timeously, and the uploading will occur within 24 hours after the payment of the last bulk account, as agreed upon with PT. This delay is because Gomuni can only process one upload at a time.
6.1.2.2 - Does the amount of the bulk water current account payment as per the proof of payment reconcile to the amount recorded on the financial system as per the MSCOA data string and the section 41(2) MFMA statement of the Water Board and/ or Water Trading Entity?	<input type="text" value="Yes"/>	
6.3.1 - Has the municipality paid its Eskom bulk current account within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? <i>Note - current account in terms of municipal debt relief approval means the total Eskom charges for the billing period plus VAT plus any component that may be due in terms of a payment arrangement of "New arrears" (March 2023 and / or subsequent current accounts) up to the date of NT approval of the application.</i>	<input type="text" value="Yes"/>	All bulk accounts have been paid timeously, and the uploading will occur within 24 hours after the payment of the last bulk account, as agreed upon with PT. This delay is because Gomuni can only process one upload at a time.
6.3.2 6.3.3 - Has the municipality submitted the supporting evidence of the bulk Eskom current account payment to the National Treasury and Eskom within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://guploadportal.treasury.gov.za?	<input type="text" value="Yes"/>	
6.3.4 - Does the amount as per the proof of payment reconcile to the amount recorded on the financial system as per the MSCOA data string and the section 41(2) MFMA statement of Eskom?	<input type="text" value="Yes"/>	
6.4 Compliance with a funded MTREF – <small>(choose from drop down list the MTREF assessed)</small>	<input type="text" value=""/>	

7	6.4.1	- Is the municipality's MTREF funded and aligning to the National Treasury's Budget Funding Guidelines - https://mfma.treasury.gov.za/Guidelines/Pages/Funding.aspx ?	No	Municipality is under FRP intervention and FRP parameters that are in line with NT funding guidelines were used during the compilation of the 2023/24 budget. A8 is unfunded for the current year, but the budget is funded over the outer-years.
8	6.4.1	- Has the municipality budgeted for any operating surplus on the A1 Schedule (Table A4 - Budgeted Financial Performance) of the Municipal Budget- and Reporting Regulations?	Yes	Municipality is under FRP intervention and FRP parameters that are in line with NT funding guidelines were used during the compilation of the 2023/24 budget.
9	6.4.1	- Has the municipality made adequate provision for debt impairment (considering the actual collection of revenue and property rates during the 12 months immediately preceding the tabling of the budget) on the A1 Schedule (Table A4 - Budgeted Financial Performance) of the Municipal Budget- and Reporting Regulations?	Yes	Budget assumptions were based on the set FRP targets, required by PT.
10	6.4.1	<i>Note - For example, if the municipality during the preceding 12 months only managed to collect 60 per cent of its revenue (the property rates) the provision for debt impairment relating to the budget should be 40 per cent of the 2023/24 MTREF revenue projections (the amount used). If the municipality merely used the debt impairment to balance the budget and there is no real adjustment between the provision for each with the actual collection of revenue, the Provision Treasury must respond to this item as "No".</i> - Has the municipality made adequate provision for depreciation and asset impairment (considering its asset register and physical state of assets) on the A1 Schedule (Table A4 - Budgeted Financial Performance) of the Municipal Budget- and Reporting Regulations?	Yes	However, Municipality does not do monthly transacting on this item but on a quarterly basis
11	6.4.2	<i>Note - If the municipality merely used the depreciation and asset impairment to balance the budget and there is no real adjustment between the provision for each with the actual collection of revenue, the Provision Treasury must respond to this item as "No".</i> - If the municipality's MTREF is not funded, has it tabled and adopted a credible Budget Funding Plan as part of the MTREF budget (refer item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)?	There is an FRP	
12	6.4.2	<i>Note - If the municipality has an FRP, a separate budget funding plan is not necessary. However, the PT / NT must assess whether the existing FRP incorporates / will give effect to a funded MTREF. If not, the FRP requires strengthening.</i> - If the municipality's MTREF is not funded and it has an FRP per the legislative framework, does the existing FRP incorporate a credible Budget Funding Plan (will the FRP give effect to a funded MTREF over the period of the FRP) - aligning with the principles of a budget funding plan as envisaged in item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)? <i>Note - only if the municipality does not have an FRP may "N/A" be selected from the dropdown list.</i>	Yes	The A7 cash flow budgeting had an opening balance issue, which negatively impacted the credibility of the cash flow budget on A7. SA30 is currently budgeted as a straight-line, and this will be corrected with A7 during the adjustment budget. The vendor is assisting the municipality in addressing the issue.
13	6.4.2	- Does the municipality's annual and monthly cashflow projections included on the A1 Schedule (Table A7 - Budgeted Cash Flows and Supporting Table SA 30 - Budgeted Monthly Cash Flows) of the Municipal Budget and Reporting Regulations align with and gives effect to the municipality's Budget Funding Plan strategy (or the FRP strategy) and related seasonal trends (for example higher winter Eskom tariffs, lower January collection rates, etc.)?	Yes	The tariff tool was completed for both TABB and ORG and uploaded on Gómuni.
14	6.5	Cost reflective tariffs - (excluding metros) has the municipality included its completed tariff tool (refer MFMA Circular no. 98 and item 5.2 of MFMA Budget Circular no. 122) as part of the municipality's annual tabled and adopted MTREF submissions with effect the tabling of the 2023/24 MTREF?	Yes	
15	6.6	Electricity and water as collection tools - has the municipality, with effect from the tabling of the 2023/24 MTREF, demonstrated, through its by-laws and budget related policies that:		
15	6.6.1	- the municipality issues a consolidated monthly bill to all consumers/property owners in terms of which all partial payments received are allocated in the following order of priority: firstly, to property rates, thereafter to water, wastewater, refuse removal and lastly to electricity?	Yes	The municipality meets the requirements pertaining to the allocation of partial payments. It has been opening consolidated accounts for some time now. The only accounts not consolidated include historic accounts and those with practical issues, as previously communicated (such as government accounts with a refusal to accept the practice). The municipality is in full compliance with Sections 109 of the MSA.
16	6.6.2	- the municipality disconnects electricity services and/or block the purchasing of pre-paid electricity of any defaulting consumer/property owner unless the defaulter already registered as an indigent consumer with the municipality?	Yes	The municipality run a block file on a monthly basis, see attached the block file for the month of October 2023.
17	6.6.3	- the municipality is restricting and/or interrupting the supply of water of any defaulting consumer/ property owner unless the defaulter already registered as an indigent consumer with the municipality? <i>Note: In terms of this condition the municipality must undertake such restriction/ interruption of water together with the municipal engineer(s) to ensure a minimum supply of waste water.</i>	No	The municipality has not started restricting water supply to defaulting consumers as mandated by debt relief conditions. Although municipal policies and by-laws allow for this, implementation is hindered by technical capacity limitations. A communication campaign is necessary to address and manage potential risks.

18	6.6.4	- If the defaulting consumer/property owner is registered as an indigent consumer with the municipality, is the monthly supply of electricity and water to that consumer/property owner physically restricted to the monthly national basic free electricity- and water limits of 50 KiloWatt electricity and 6 Kilolitres water, respectively? <i>Note – the municipality's monthly MFMA s.71 statement must include as part of the narratives the Indigent Information in the required NT format.</i>	Yes	Restricted to the free electricity and water limits of 50 KiloWatt electricity and 6 Kilolitres of water.
19	6.6	Supporting evidence: The National Treasury and/or provincial Treasury's related budget assessment confirms the municipality's relevant MTRF's related budget policies and by laws demonstrate compliance with paragraph 6.6.		
	6.7	Maintain a minimum average quarterly collection of property rates and services charges –		
	6.7.1	- Has the municipality achieved a minimum of 80 per cent average quarterly collection of property rates and service charges with effect from 01 April 2023 and 85 per cent average quarterly collection with effect from 01 April 2024 during any quarter - demonstrated in the MFMA s.71 monthly and quarterly statement(s) and mSCOA data strings uploaded via the GoMuni Upload Portal?	Not yet end of quarter	
	6.7.2	<i>Note - although the norm and standard for collection (MTRM Circular no. 71) is a 95 per cent threshold, municipalities under the debt relief support will be assessed for the first two years from adhering to this norm.</i> - If the response in 6.7.1 is "No", and the municipality is unable to achieve the minimum average quarterly collection as per paragraph 6.7.1, has the municipality demonstrated to the satisfaction of the National Treasury that –		
20	6.7.2.1	* the underperformance directly relates to Eskom supplied areas where the municipality does not have electricity as a collection tool and that the average quarterly collection of the municipality (excluding Eskom supplied areas) equals the required quarterly average collection set-out in paragraph 6.7.1;	Select	
21	6.7.2.2	* the municipality for technical engineering reasons is unable to physically restrict and/or limit the supply of water in the Eskom supplied area(s)?	Select	
22	6.7.2.3	* the municipality before 01 February 2024 attempted to enter into a service delivery agreement with Eskom for purposes of municipal revenue collection in the Eskom supplied area(s) as envisaged in sections 76 to 78 of the Municipal Systems Act, 2000 and that such failed and the reason(s) for the failure?	Select	
23	6.7.3	- The municipality has progressively installed smart pre-paid meters in the municipality supplied areas to improve its collection and only then, on an individual case-by-case basis, considered writing off the debt of its customers, within its normal credit control process?	Yes	The municipality is installing meters with the assistance of PT and debt are only written-off in terms of the Council approved Bad Debt Write-Off policy that is aligned with legislation.
24	6.7.4	- Has the municipality adopted a policy to install any new electricity connection in the demarcated area with effect the 2023/24 MTRF with a smart pre-paid meter?	Yes	The municipality is installing meters with the support of PT, and the terms of reference specify that only smart meters will be allowed. Policy will be revisited to ensure alignment but not relevant while meter installation is subject to the PT SLA and therefor compliance for the period under review.
25	6.7.5	- Has the municipality's 2023/24, 2024/25 and 2025/26 tabled and adopted capital budgets and MFMA section 71 statements reflected the approach set-out in 6.7.3 and 6.7.4?	Yes	The capital budget is compliant in all aspects, but it is within the municipality's discretion to either capitalize meters or not. However, capitalizing meters is impractical and not only complicates meter management but can be costly. The provisions in the operational budget, on the other hand, align with the "use-it-or-lose-it" option within the acceptable accounting framework.
26	6.8	Municipality's completeness of the revenue base –		
27	6.8.1	- Has the municipality demonstrated through the National Treasury property rates reconciliation tool that the municipality's billing system perfectly aligns to its Council approved General Valuation Roll (GVR) and/ or any subsequent supplementary GVR compiled by the registered municipal valuer?	Yes	Municipality submitted the strategy on the 7th September 2023. Reporting on strategy has been done on a monthly basis.
	6.8.1	- If the response in 6.8.1 is "No", has the municipality demonstrated the steps taken to correct the variances identified? <i>Note - monthly progress against the action plan to address variances to be included as part of the municipality's debt relief compliance reporting in the MFMA s.71 statement</i>	Yes	Supporting reconciliation submitted with this report.
28	6.8.2	- Has the municipality submitted its completed billing system, GVR and/or interim GVR reconciliations required in terms of paragraph 6.8.1 to the National Treasury quarterly (refer MFMA Circulars no. 93, 98, 107 and 108) to the upload portal on https://gvluploadportal.treasury.gov.za ?	Yes	
29	6.9	Monitor and report on implementation –		
	6.9.1	- MFMA section 71 reporting – has the municipal council and senior management team instituted processes to monitor and enforce accountability for the implementation of the municipality's funded budget and Budget Funding Plan where relevant?	Yes	The municipality has established a revenue committee, which is set to be consolidated and formalized along with a budget steering committee. Budget implementation is being monitored through various FRP-related activities and reporting. Reporting on implementation to the Council occurs in the form of Section 52, Section and FRP related reports. multit.commun@brs.gov.za

30	6.9.2	<p>- If progress is slow in terms of paragraph 6.9.1, is the active intervention evident from the narratives supporting the municipality's monthly MFMA section 71 reporting and recorded on the financial system as per the mSCOA data string?</p> <p><i>Note - condition 6.9.2 has a typing error and must refer to 6.9.1.</i></p>	<input type="text" value="6.9.1 = Yes"/>	<p>Cash flow has improved, with an increased collection rate on a year-on-year basis. Capital budget spending has also significantly improved, and current creditor accounts are being paid. Furthermore, there has been a substantial increase in indigent registrations, meeting the qualification criteria. Challenges yes, improved yes and to be continuous.</p>
31	6.9.3	<p>- Municipalities with financial recovery plans (FRP) – if the municipality has a FRP as envisaged in the prevailing local government legislative framework, is the municipality reporting monthly its progress in implementing its FRP to the Provincial Executive?</p>	<input type="text" value="Yes"/>	
32	6.9.4	<p>- If the municipality has an FRP, with effect from 01 April 2023, parallel to submitting its monthly FRP progress report to the Provincial Executive, has the municipality also submitted the FRP progress report to the National Treasury; Municipal Financial Recovery Service (MFRS) timeously via the GoMuni Upload Portal https://uploadportal.treasury.gov.za/?</p> <p><i>Note - if municipality with a FRP may only benefit from the Municipal Debt Relief program if the FRP progress reports are submitted to both the Provincial Executive and MFRS.</i></p>	<input type="text" value="Yes"/>	
33	6.10	<p><i>Provincial Treasury Note - Provincial Treasury confirmation of municipal compliance – in terms of section 3 and 74 of the MFMA, with effect from 01 April 2023, a delisted municipality may not benefit from Municipal Debt Relief, unless:</i></p>		
34	6.10.1	<p>- has the relevant Provincial Treasury (delegated) / National Treasury (non-delegated) monthly monitored the municipality's compliance in terms of these conditions?</p>	<input type="text" value="Yes"/>	
35	6.10.2	<p>- has the Head of the relevant Provincial Treasury (delegated) monthly certified the municipality's compliance to these conditions, to the National Treasury's satisfaction as envisaged in the conditions for provincial treasuries (refer paragraph 4.1.1 to 4.1.5 of MFMA Circular no. 124) and timeously uploaded the compliance certificate via the GoMuni Upload Portal https://uploadportal.treasury.gov.za/?</p> <p><i>Note - in the case of a non-delegated municipality the National Treasury to issue the compliance certificate.</i></p>	<input type="text" value="Yes"/>	
36	6.10.3	<p>- has the Provincial Treasury failed to rectify any provincial treasury non-compliance with any of the conditions for provincial treasuries (refer paragraph 4.1.1 to 4.1.6 of MFMA Circular no. 124) within one month of the non-compliance occurring?</p> <p><i>Note - if the RT failed to address its failure, such non-compliance will be considered as non-compliance by the municipality, in terms of paragraph 4.1.1.</i></p>	<input type="text" value="No"/>	
37	6.11	<p>Limitation on municipality borrowing powers - has the municipality borrowed since its initial or any subsequent benefit in terms of this municipal debt support programme?</p>	<input type="text" value="No"/>	
38	6.12	<p>For the duration of the Municipal Debt Relief (to ensure proper management of resources):</p>		
39	6.12.1	<p>- has the municipality apportioned and ring-fenced in a sub-account to its primary bank account – (a) all electricity, water and sanitation revenue the municipality collects in any month; and (b) the component of the Local Government Equitable Share (LGES) the municipality earmarked to provide free basic electricity, water and sanitation?</p>	<input type="text" value="Yes"/>	<p>It was agreed that the municipality will comply with this condition, unless there is a case of non-compliance, such as non-payment of the Eskom account. NT and PT were in agreement on this, and there is no need for the restructuring of the bank account until such a time.</p>
40	6.12.2	<p>- has the municipality during the month first applied the revenue in the sub-account (required per paragraph 6.12.1) to pay its current Eskom account and then secondly its bulk water current account before it applied the revenue in the sub-account for any other purpose?</p> <p><i>Note: Only if relevant in the specific circumstances, will a request be made to the Minister of Finance upon the municipality's request to exempt the municipality from MFMA s.8(1).</i></p>	<input type="text" value="Yes"/>	<p>It was agreed that the municipality will comply with this condition, unless there is a case of non-compliance, such as non-payment of the Eskom account. NT and PT were in agreement on this, and there is no need for the restructuring of the bank account until such a time. All current account mentioned are up to date and fully paid.</p>
41	6.13	<p>Supporting evidence : Has the municipality submitted a copy of the monthly bank statement of its ring-fenced bank account to the National Treasury and provincial treasury aligning to its MFMA s.71 statement collected revenue.</p>	<input type="text" value="Yes"/>	<p>OAG instruction/guidance is yet to be issued regarding the relevant accounting treatment for the debt write-off. Compliance can be assumed, unless it contradicts guidance that does not currently exist. Cannot be penalised until non-complying with a provision.</p>

6.13 Accounting Treatment - has the municipality fully accounted for and correctly reported on the write-off of its Eskom arrears debt (debt existing as on 31 March 2023) as per any written instruction of the National Treasury, Office of the Accountant General issued for Municipal Debt Relief to date?

Note - to include accounting for any related benefit (e.g. interest suppression, etc.) and alignment with mSCOA.

6.14 NERSA License - has the municipality during the month failed to comply with any condition of the Municipal Debt Relief?

Note: In applying for Municipal Debt Relief as set out in paragraph 3. of MTRM Circular no. 122, the council of a municipality that during the condition of the Municipal Debt Relief programme, fails to comply with any condition of the relief, agrees to apply to NERSA to revoke the municipality's license in terms of section 15 of the Electricity Regulation Act, 2006 (ERA no. 4 of 2006). Any such application must be processed by the relevant province for amending an external exclusion as envisaged in Chapter 8 of the Municipal Systems Act, 2000, including the necessary service delivery agreement ongoing with the Electrical Systems Act, 2000 and Electricity Regulation Act, 2006. In terms of the conditions of government's wider support to Cities, Councils will once again have to enforce its credit control and debt collection policies in relation to the municipality's arrears that are the subject of municipal debt relief, etc.

The formula needs to be corrected so that it gives a positive response for No and a negative for Yes. See formula error and therefore the selected answer.

Yes	
No	

PT: HOD/ NT / MM Name:

Signature of HOD/ NT/ MM:

Date:

Derick Weljemoed



14/11/2023

Note - If the official is signing on behalf of the Head of the Provincial Treasury (HOD) / Municipal Manager, the written procurement of the HOD / MM must be attached as an Annexure to this Certificate of Compliance.

MFMA Circular 124 - Monthly MFMA s.71 reporting (condition 6.7)

Average collection rate (MFMA Circular 124 condition 6.7)

Total average collection

1. The total average collection of all revenue excluding Equitable Share and conditional grants

1A. The total average collection of all revenue in 1. above - **excluding the Eskom supply areas**

2. The total average collection of municipal property rates

3. The total average collection of Electricity

4. The total average collection of Water

5. The total average collection of Wastewater

6. The total average collection of Solid Waste

7. The total average quarterly collection of Property Rentals

8. The total average quarterly collection of Other Services

9. The total average quarterly collection of Payments in Advance

10. The total average quarterly collection of VAT

11. The total average quarterly collection of Interest

Previous Month actual Collection %	Current Month actual collection %	Rand value of Current Month Billing NOT COLLECTED per ward (R)	Quarter 1 actual Collection %	Quarter 2 actual Collection %	Quarter 3 actual Collection %	Quarter 4 actual Collection %
122%	90%	1,310,928	80%	82%	0%	0%
122%	96%	1,310,928	80%	82%	0%	0%
172%	109%	(244,868)	73%	78%	0%	0%
107%	103%	(120,242)	93%	95%	0%	0%
52%	84%	234,056	72%	72%	0%	0%
89%	85%	112,422	64%	68%	0%	0%
97%	89%	147,708	67%	71%	0%	0%
22%	33%	82,179	33%	33%	0%	0%
2471%	1226%	(77,462)	211%	267%	0%	0%
321%	75%	368,609	159%	41%	0%	0%
92%	96%	45,994	80%	84%	0%	0%
13%	17%	762,532	14%	15%	0%	0%

MFMA Circular 124 - condition 6.7.2

COLLECTION RATE - per ward - rates and per service - (September 2023) **Note - the municipality to add rows below to facilitate reporting on all wards within the demarcation

Wards / Services	Municipal supplied/ Partial Eskom and municipal supplied	Previous Month actual Collection %	Total Movement/ Billing for the Month (R)	Total Settlements / Payment for the month (R)	Current Month - actual Collection %	Rand value of Current Month Billing NOT COLLECTED per ward (R)	Quarter 1 actual Collection %	Quarter 2 actual Collection %	Quarter 3 actual Collection %	Quarter 4 actual Collection %
Ward 1										
Property Rates Tax	Partial Eskom and municipal supplied	117%	67,719	(129,600)	66%	487,509	84%	73%	0%	0%
Electricity		327%	483,226	(351,154)	191%	(61,881)	60%	67%	0%	0%
Water		109%	59,429	(43,323)	81%	82,072	113%	104%	0%	0%
Refuse		32%	112,404	(27,078)	73%	16,106	71%	71%	0%	0%
Waste Water		29%	120,129	(59,080)	24%	85,326	27%	26%	0%	0%
Property Rentals		65%	34,291	(3,921)	49%	61,049	46%	46%	0%	0%
Other Services		48%	422	(16,345)	11%	30,370	21%	19%	0%	0%
Advance Payments		2832%	377,018	(212,198)	3874%	(15,923)	-758%	-1783%	0%	0%
VAT		304%	113,541	(75,030)	56%	164,820	81%	144%	0%	0%
Interest		82%	136,679	(49,621)	66%	38,512	13%	77%	0%	0%
		9%			36%	87,058	211%	19%	0%	0%
Ward 2										
Property Rates Tax		155%	1,082,528	(1,333,315)	104%	(181,154)	91%	93%	0%	0%
Electricity	Municipal supplied	125%	1,624,160	(1,725,963)	123%	(250,787)	77%	84%	0%	0%
Water		102%	505,622	(358,942)	106%	(101,803)	96%	98%	0%	0%
Refuse		119%	187,098	(280,515)	71%	146,680	85%	81%	0%	0%
Waste Water		131%	368,084	(434,501)	150%	(93,416)	84%	94%	0%	0%
Property Rentals		77%	14,537	(12,947)	115%	(56,416)	83%	86%	0%	0%
Other Services		372%	1,168	(8,795)	89%	1,591	98%	96%	0%	0%
Advance Payments		503%	409,344	(288,010)	753%	(7,627)	260%	321%	0%	0%
VAT		123%	403,861	(422,512)	70%	121,334	91%	161%	0%	0%
Interest		29%	111,655	(33,694)	105%	(18,650)	38%	94%	0%	0%
		89%			30%	77,941	200%	36%	0%	0%
Ward 3										
Property Rates Tax		96%	228,076	(182,681)	75%	313,556	75%	75%	0%	0%
Electricity	Municipal supplied	99%	279,817	(274,017)	80%	45,395	64%	68%	0%	0%
Water		69%	237,568	(164,616)	98%	5,800	97%	97%	0%	0%
Refuse		74%	69,353	(50,193)	69%	72,952	85%	80%	0%	0%
Waste Water		78%	129,486	(100,025)	72%	19,160	57%	60%	0%	0%
Property Rentals		3%	2,355	(1,649)	77%	29,461	63%	66%	0%	0%
Other Services		203%	794	(6,729)	70%	706	5%	6%	0%	0%
					847%	(5,934)	300%	340%	0%	0%



Valuation Roll Reconciliation Action Plan
31 October 2023

Reporting Date 14 November 2023

BEAUFORT WEST DEBT RELIEF APPLICATION: OBJECTIVE

The high-level property rates reconciliation submitted as part of the application indicates differences - the municipality must submit the approved action plan to address these variances to the National Treasury within 30 days of the letter of approval. The monthly MFMA s.71 statement to track the municipality's progress against this planned corrective action.

STATUS UPDATE

The difference identified between the valuation roll and EMS during the application was at R7081,990 and was reduced to R4.6 million (below)

Property Categories	WC053_Q4_2022/23_High Level Reconciliation					
	# of Properties			Market Values		
	GV	MFS	Variance	GV Market Values	MFS Market Values	Variance
Residential	10637	11174	-537	1 221 273 010.00	1 321 951 500.00	-100 678 490.00
Industrial	55	46	9	35 013 000.00	28 993 000.00	6 020 000.00
Business and Commercial	339	321	18	382 009 000.00	348 831 900.00	33 177 100.00
Agricultural	1222	1217	5	2 889 021 500.00	2 874 998 500.00	14 023 000.00
Mining	0	0	0	-	-	-
Land Owned for Public Purposes	68	97	-29	164 944 000.00	182 702 000.00	-17 758 000.00
Other	196	170	26	751 000.00	2 306 000.00	-1 555 000.00
Other	7	0	7	24 511 000.00	-	24 511 000.00
Other	0	0	0	-	-	-
Other	819	626	193	29 787 000.00	43 397 000.00	-13 610 000.00
Other	82	0	82	55 943 000.00	-	55 943 000.00
Other	1114	858	256	165 451 000.00	137 430 000.00	28 021 000.00
Other	46	50	-4	101 780 000.00	116 480 000.00	-14 700 000.00
Total	14585	14559	26	5 050 483 510.00	5 055 089 500.00	-4 605 990.00

ACTION / IMPLEMENTATION (To be reported upon as part of the monthly Section 71 of the MFMA reporting requirement)	Target Date	Achieved
• Appoint a municipal valuer to address category differences as in terms of (Cogta Circular 10) MPRA section 78 & 74 (DDP)	07-Sep-23	Yes
• Appoint Vendor to address system data to address billing completeness & accuracy and alignment deeds office (EMS Enzalo)	07-Sep-23	Yes
• Reconcile all SG coding and identify / explain difference in number of properties	30-Sep-23	Yes
• Reconcile difference in value of properties and correct	30-Sep-23	Yes
• Reconcile difference in categories of properties	30-Sep-23	Yes
• All correction that can be made will be made with a SV to follow	30-Sep-23	Yes
• Quarterly reporting to NT as i.t.o Circular 93 & debt relief requirements	31-Oct-23	Yes
• Identify whether properties are accurately billed in accordance with the land use and the rating categor _ assistance Valuer	31-Oct-23	Yes
• SV & Corrections and complete alignment between valuation roll & the accounting system	30-Nov-23	Not Due
• Monthly maintenance and reconciliation between the valuation roll and EMS	30-Nov-23	Not Due
• Monthly reconciliation Dec 2023	15-Jan-24	Not Due
• Quarterly reporting to NT as i.t.o Circular 93 & debt relief requirements	31-Jan-24	Not Due
• Monthly reconciliation Jan 2024	14-Feb-24	Not Due
• Monthly reconciliation Feb 2024	14-Mar-24	Not Due
• Monthly reconciliation Mar 2024	15-Apr-24	Not Due
• Quarterly reporting to NT as i.t.o Circular 93 & debt relief requirements	30-Apr-24	Not Due
• Monthly reconciliation Apr 2024	15-May-24	Not Due
• Monthly reconciliation May 2024	14-Jun-24	Not Due
• Monthly reconciliation Jun 2024	12-Jul-24	Not Due
• Quarterly reporting to NT as i.t.o Circular 93 & debt relief requirements	31-Jul-24	Not Due

Comments

The municipality completed the high-level review and identified the errors, differences and missing properties

A detailed billing reconciliation will be submitted as required in terms of the quarterly reporting requirement.

The difference identified was reduced to R2.2 million but still with various categories corrections still needed.

Property Rates Reconciliation						
Province	WC					
District	Beaufort West					
Type	LM					
Municipal Name	Beaufort West					
GV Period	01/07/2016 - 30/06/2021					
Financial Year	2021/2022					
Reconciliation Period	Quarter 1					
Reconciliation Overview						
Property Categories	# of Properties			Market Values		
	GV	MFS	Variance	GV Market Values	MFS Market Values	Variance
Residential	11370	11373	-3	1 244 396 000.00	1 251 919 000.00	-7 523 000.00
Industrial	55	54	1	35 013 000.00	31 713 000.00	3 300 000.00
Business and Commercial	339	328	11	382 009 000.00	352 873 000.00	29 136 000.00
Agricultural	1221	1219	2	2 878 021 500.00	2 876 741 500.00	1 280 000.00
Mining	0	0	0	-	-	-
Land Owned for Public Purposes	68	70	-2	164 944 000.00	173 489 000.00	-8 545 000.00
Other	181	180	1	736 000.00	735 000.00	1 000.00
Other	7	15	-8	24 511 000.00	16 093 000.00	8 418 000.00
Other	0	0	0	-	-	-
Other	45	50	-4	4 822 000.00	14 135 000.00	-9 313 000.00
Other	99	100	-1	58 063 000.00	58 933 000.00	-870 000.00
Municipal	1114	1114	0	165 451 000.00	164 056 000.00	1 395 000.00
Other	47	46	1	114 780 000.00	107 580 000.00	7 200 000.00
Total	14547	14540	7	5 046 446 500.00	5 048 207 500.00	-1 761 000.00