

# **BEAUFORT WEST MUNICIPALITY**



## **Monthly Budget Statement FOR THE MONTH ENDING NOVEMBER 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 November 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 final audited figures after the annual audit has been concluded at the end of November. The municipality received a qualified audit opinion for the 2022/23 financial year.

### ***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 November 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 153,595 million at the end of November 2023. This was R 21,076 million or 12% below the year-to-date budget of R 174,671 million at the end of the period. The main reason for the underperformance 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 November is the fines, penalties and forfeits that were R 21,585 million or 78% below the year-to-date target R 27,723 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 4,536 million for November. This is R 1,737 million below the year-to-date target of R 6,274 million at the end of November. 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 November 2023 amounted to R 144,234 million. This is R 27,521 million or 16% below year-to-date budget projections for November 2023. The bulk electricity accounts of November are due and payable in December 2023, hence the variance. The over expenditure on other expenditure is due to internal departmental consumption changes amounting to R 14,411 million at the end of November. Although year-to-date the expenditure is lower than expected at the end of November, 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 November 2023 amounted to R 2,446,707.90. The year to date expenditure amounted to R 4,221,635.57 or 30.2% of the total budget at the end of November 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 November with a positive net cash position of R 2,410,950.17 and an investment balance of R 28,456,547.61 million. The net cash position at the end of November 2023 amounted to R 3,366,443.57 as per bank statement and the investment balance amounted to R 18,809,741.40.

Refer to Table C7 for more detail on cash flows.

### **3.3 Material variances from SDBIP**

No comments for November 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 November 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 - M05 November									
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
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	45,597	50,821	-	3,386	24,244	21,175	3,069	14%	50,821
Service charges	127,431	151,922	-	12,260	64,645	63,301	1,344	2%	151,922
Investment revenue	2,121	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational	2,121	750	-	19	809	313	497	159%	750
Other own revenue	155,856	215,718	-	4,639	63,897	89,882	(25,985)	-29%	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>332,927</b>	<b>419,211</b>	<b>-</b>	<b>20,304</b>	<b>153,595</b>	<b>174,671</b>	<b>(21,076)</b>	<b>-12%</b>	<b>419,211</b>
Employee costs	125,626	133,488	-	9,472	47,654	55,620	(7,967)	-14%	133,488
Remuneration of Councillors	6,266	6,806	-	528	2,641	2,836	(195)	-7%	6,806
Depreciation and amortisation	20,847	26,248	-	-	6,562	10,937	(4,375)	-40%	26,248
Interest	8,284	2,091	-	146	1,043	871	172	20%	2,091
Inventory consumed and bulk purchases	91,752	118,933	-	8,539	40,105	49,556	(9,451)	-19%	118,933
Transfers and subsidies	588	-	-	-	-	-	-	-	-
Other expenditure	115,840	124,645	-	6,437	46,230	51,935	(5,705)	-11%	124,645
<b>Total Expenditure</b>	<b>369,201</b>	<b>412,211</b>	<b>-</b>	<b>25,122</b>	<b>144,234</b>	<b>171,755</b>	<b>(27,521)</b>	<b>-16%</b>	<b>412,211</b>
<b>Surplus/(Deficit)</b>	<b>(36,274)</b>	<b>7,000</b>	<b>-</b>	<b>(4,819)</b>	<b>9,361</b>	<b>2,917</b>	<b>6,445</b>	<b>221%</b>	<b>7,000</b>
Transfers and subsidies - capital (monetary allocations)	52,314	15,057	-	2,814	4,536	6,274	(1,737)	-28%	15,057
Transfers and subsidies - capital (in-kind)	2,965	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>19,005</b>	<b>22,056</b>	<b>-</b>	<b>(2,005)</b>	<b>13,897</b>	<b>9,190</b>	<b>4,707</b>	<b>51%</b>	<b>22,056</b>
Share of surplus/ (deficit) of associates	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>19,005</b>	<b>22,056</b>	<b>-</b>	<b>(2,005)</b>	<b>13,897</b>	<b>9,190</b>	<b>4,707</b>	<b>51%</b>	<b>22,056</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>50,741</b>	<b>13,977</b>	<b>-</b>	<b>2,447</b>	<b>4,222</b>	<b>5,824</b>	<b>(1,602)</b>	<b>-28%</b>	<b>13,977</b>
Capital transfers recognised	48,829	13,093	-	2,447	3,944	5,455	(1,511)	-28%	13,093
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	1,912	884	-	-	277	368	(91)	-25%	884
<b>Total sources of capital funds</b>	<b>50,741</b>	<b>13,977</b>	<b>-</b>	<b>2,447</b>	<b>4,222</b>	<b>5,824</b>	<b>(1,602)</b>	<b>-28%</b>	<b>13,977</b>
<b>Financial position</b>									
Total current assets	105,931	151,161	-	-	163,515	-	-	-	151,161
Total non current assets	465,256	450,127	-	-	462,943	-	-	-	450,127
Total current liabilities	170,866	126,730	-	-	211,450	-	-	-	126,730
Total non current liabilities	50,605	108,509	-	-	50,605	-	-	-	108,509
Community wealth/Equity	349,715	366,050	-	-	364,393	-	-	-	366,050
<b>Cash flows</b>									
Net cash from (used) operating	44,351	33,060	-	10,657	16,025	13,775	(2,250)	-16%	33,060
Net cash from (used) investing	(45,118)	(13,977)	-	(2,770)	(8,139)	(5,824)	2,315	-40%	(13,977)
Net cash from (used) financing	(759)	(877)	-	2	2	(365)	(368)	101%	(877)
<b>Cash/cash equivalents at the month/year end</b>	<b>14,860</b>	<b>19,606</b>	<b>-</b>	<b>-</b>	<b>22,749</b>	<b>8,985</b>	<b>(13,764)</b>	<b>-153%</b>	<b>19,606</b>
<b>Debtors &amp; creditors analysis</b>									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
<b>Debtors Age Analysis</b>									
Total By Income Source	18,990	4,830	4,254	8,309	4,466	3,767	3,751	160,818	209,185
<b>Creditors Age Analysis</b>									
Total Creditors	1,486	11,277	1,382	768	173	2,130	10,456	96,800	124,472

#### 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) - M05 November										
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										
<b>Revenue - Functional</b>	<b>1</b>									
<i>Governance and administration</i>		-	104,405	-	5,849	49,151	43,502	5,649	13%	104,405
Executive and council		-	11,932	-	25	5,000	4,972	28	1%	11,932
Finance and administration		-	92,473	-	5,824	44,151	38,530	5,621	15%	92,473
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	80,775	-	2,258	11,717	33,856	(21,940)	-65%	80,775
Community and social services		-	8,223	-	660	3,343	3,426	(83)	-2%	8,223
Sport and recreation		-	4,039	-	45	1,724	1,683	41	2%	4,039
Public safety		-	67,582	-	1,552	6,649	28,159	(21,510)	-76%	67,582
Housing		-	932	-	-	-	388	(388)	-100%	932
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	4,399	-	107	637	1,833	(1,296)	-71%	4,399
Planning and development		-	1,466	-	107	517	611	(93)	-15%	1,466
Road transport		-	2,934	-	-	19	1,222	(1,203)	-98%	2,934
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	244,688	-	14,905	99,728	101,953	(5,226)	-5%	244,688
Energy sources		-	135,232	-	7,962	55,174	56,347	(1,172)	-2%	135,232
Water management		-	42,427	-	3,967	16,925	17,678	(753)	-4%	42,427
Waste water management		-	38,758	-	1,837	14,858	16,149	(1,291)	-8%	38,758
Waste management		-	28,272	-	1,138	9,770	11,780	(2,010)	-17%	28,272
<i>Other</i>	<b>4</b>	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	<b>2</b>	-	<b>434,267</b>	-	<b>23,117</b>	<b>168,131</b>	<b>180,946</b>	<b>(22,815)</b>	<b>-13%</b>	<b>434,267</b>
<b>Expenditure - Functional</b>										
<i>Governance and administration</i>		-	94,319	-	8,654	49,782	39,300	10,482	27%	94,319
Executive and council		-	15,932	-	1,932	13,144	6,638	6,506	98%	15,932
Finance and administration		-	77,168	-	6,639	36,202	32,154	4,048	13%	77,168
Internal audit		-	1,219	-	85	436	508	(72)	-14%	1,219
<i>Community and public safety</i>		-	95,339	-	3,192	18,016	39,725	(23,709)	-60%	95,339
Community and social services		-	11,931	-	904	4,373	4,971	(598)	-12%	11,931
Sport and recreation		-	7,203	-	617	2,754	3,001	(247)	-8%	7,203
Public safety		-	73,683	-	1,581	8,396	30,702	(22,305)	-73%	73,683
Housing		-	2,522	-	91	493	1,051	(558)	-53%	2,522
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	30,834	-	1,599	9,055	12,848	(3,793)	-30%	30,834
Planning and development		-	11,333	-	438	2,460	4,722	(2,262)	-48%	11,333
Road transport		-	19,502	-	1,161	6,595	8,126	(1,531)	-19%	19,502
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	191,719	-	11,675	69,381	79,883	(10,502)	-13%	191,719
Energy sources		-	126,224	-	7,928	42,058	52,593	(10,535)	-20%	126,224
Water management		-	30,614	-	1,961	12,400	12,756	(356)	-3%	30,614
Waste water management		-	17,770	-	731	7,410	7,404	6	0%	17,770
Waste management		-	17,111	-	1,055	7,513	7,130	383	5%	17,111
<i>Other</i>		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Functional</b>	<b>3</b>	-	<b>412,211</b>	-	<b>25,122</b>	<b>144,234</b>	<b>171,756</b>	<b>(27,521)</b>	<b>-16%</b>	<b>412,211</b>
<b>Surplus/ (Deficit) for the year</b>		-	<b>22,056</b>	-	<b>(2,005)</b>	<b>13,897</b>	<b>9,190</b>	<b>4,708</b>	<b>61%</b>	<b>22,056</b>



### 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) - M05 November										
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
<b>R thousands</b>										
<b>Revenue by Vote</b>	1									
Vote 1 - MUNICIPAL MANAGER		-	8,732	-	12	3,648	3,638	9	0.3%	8,732
Vote 2 - DIRECTORATE: INFRASTRUCTURE SERVICES		-	276,267	-	13,874	87,494	115,111	(27,617)	-24.0%	276,267
Vote 4 - DIRECTORATE: CORPORATE SERVICES		-	11,852	-	756	5,429	4,938	490	9.9%	11,852
Vote 5 - DIRECTORATE: FINANCIAL SERVICES		-	25,292	-	5,732	38,851	10,538	28,313	268.7%	25,292
Vote 6 - DIRECTORATE: COMMUNITY SERVICES		-	112,124	-	2,744	22,710	46,718	(24,008)	-51.4%	112,124
		-	-	-	-	-	-	-		-
<b>Total Revenue by Vote</b>	2	-	434,267	-	23,117	158,131	180,945	(22,813)	-12.6%	434,267
<b>Expenditure by Vote</b>	1									
Vote 1 - MUNICIPAL MANAGER		-	7,615	-	1,276	9,901	3,173	6,728	212.0%	7,615
Vote 2 - DIRECTORATE: INFRASTRUCTURE SERVICES		-	215,960	-	12,904	73,780	89,984	(16,204)	-18.0%	215,960
Vote 4 - DIRECTORATE: CORPORATE SERVICES		-	39,457	-	2,560	15,619	16,441	(821)	-5.0%	39,457
Vote 5 - DIRECTORATE: FINANCIAL SERVICES		-	40,570	-	4,594	23,547	16,904	6,643	39.3%	40,570
Vote 6 - DIRECTORATE: COMMUNITY SERVICES		-	108,608	-	3,789	21,387	45,254	(23,867)	-52.7%	108,608
		-	-	-	-	-	-	-		-
<b>Total Expenditure by Vote</b>	2	-	412,211	-	25,122	144,234	171,755	(27,521)	-16.0%	412,211
<b>Surplus/ (Deficit) for the year</b>	2	-	22,056	-	(2,005)	13,897	9,190	4,708	51.2%	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) - M05 November										
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
<b>R thousands</b>										
<b>Revenue</b>										
<b>Exchange Revenue</b>										
Service charges - Electricity		79,475	99,386	-	7,908	44,069	41,411	2,658	6%	99,386
Service charges - Water		16,980	15,525	-	2,004	5,367	6,469	(1,102)	-17%	15,525
Service charges - Waste Water Management		20,478	23,478	-	1,514	9,807	9,783	25	0%	23,478
Service charges - Waste management		10,498	13,533	-	834	5,401	5,639	(238)	-4%	13,533
Sale of Goods and Rendering of Services		810	795	-	67	243	331	(88)	-27%	795
Agency services		1,180	1,320	-	88	540	550	(10)	-2%	1,320
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		7,852	10,639	-	814	3,854	4,433	(579)	-13%	10,639
Interest from Current and Non Current Assets		2,121	750	-	19	809	313	-	-	750
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		1,382	1,838	-	145	749	766	(17)	-2%	1,838
Licence and permits		-	298	-	10	93	124	(31)	-25%	298
Operational Revenue		2,587	1,182	-	875	1,604	492	1,112	226%	1,182
<b>Non-Exchange Revenue</b>										
Property rates		45,597	50,821	-	3,386	24,244	21,175	3,069	14%	50,821
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		44,966	86,536	-	1,479	6,139	27,723	(21,585)	-78%	86,536
Licence and permits		181	192	-	11	70	80	(10)	-12%	192
Transfers and subsidies - Operational		92,215	96,971	-	868	40,561	40,404	156	0%	96,971
Interest		2,587	3,284	-	284	1,301	1,368	(67)	-5%	3,284
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	32,663	-	-	8,634	13,910	(4,976)	-37%	32,663
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Gains		4,315	-	-	-	111	-	111	#DIV0!	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>332,927</b>	<b>419,211</b>	<b>-</b>	<b>20,304</b>	<b>163,595</b>	<b>174,671</b>	<b>(21,076)</b>	<b>-12%</b>	<b>419,211</b>
<b>Expenditure By Type</b>										
Employee related costs		125,625	133,488	-	9,472	47,654	55,620	(7,967)	-14%	133,488
Remuneration of councillors		6,266	6,806	-	528	2,641	2,836	(195)	-7%	6,806
Bulk purchases - electricity		75,858	97,370	-	6,695	34,187	40,571	(6,384)	-16%	97,370
Inventory consumed		15,894	21,564	-	1,844	5,918	8,985	(3,067)	-34%	21,564
Debt impairment		42,844	74,412	-	-	15,131	31,005	(15,874)	-51%	74,412
Depreciation and amortisation		20,847	26,248	-	-	6,562	10,937	(4,375)	-40%	26,248
Interest		8,284	2,091	-	146	1,043	871	172	20%	2,091
Contracted services		21,032	14,966	-	1,872	7,668	6,236	1,333	21%	14,966
Transfers and subsidies		588	-	-	-	-	-	-	-	-
Irrecoverable debts written off		17,866	-	-	-	851	-	851	#DIV0!	-
Operational costs		33,926	35,267	-	4,565	22,569	14,695	7,875	54%	35,267
Losses on Disposal of Assets		-	-	-	-	-	-	-	-	-
Other Losses		171	-	-	-	111	-	111	#DIV0!	-
<b>Total Expenditure</b>		<b>369,201</b>	<b>412,211</b>	<b>-</b>	<b>25,122</b>	<b>144,234</b>	<b>171,755</b>	<b>(27,521)</b>	<b>-18%</b>	<b>412,211</b>
<b>Surplus/(Deficit)</b>										
<b>Surplus/(Deficit)</b>		<b>(36,274)</b>	<b>7,000</b>	<b>-</b>	<b>(4,819)</b>	<b>9,361</b>	<b>2,916</b>	<b>6,445</b>	<b>0</b>	<b>7,000</b>
Transfers and subsidies - capital (monetary allocations)		52,314	15,057	-	2,814	4,536	6,274	(1,737)	(0)	15,057
Transfers and subsidies - capital (in-kind)		2,965	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>19,005</b>	<b>22,056</b>	<b>-</b>	<b>(2,005)</b>	<b>13,897</b>	<b>9,190</b>			<b>22,056</b>
Income Tax		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after income tax</b>		<b>19,005</b>	<b>22,056</b>	<b>-</b>	<b>(2,005)</b>	<b>13,897</b>	<b>9,190</b>			<b>22,056</b>
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>19,005</b>	<b>22,056</b>	<b>-</b>	<b>(2,005)</b>	<b>13,897</b>	<b>9,190</b>			<b>22,056</b>
Share of Surplus/Deficit attributable to Associates		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>19,005</b>	<b>22,056</b>	<b>-</b>	<b>(2,005)</b>	<b>13,897</b>	<b>9,190</b>			<b>22,056</b>

### 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) - M05 November										
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
<b>R thousands</b>	1									
<b>Multi-Year expenditure appropriation</b>	2									
Vote 1 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 2 - DIRECTORATE: INFRASTRUCTURE SERVICES		26,414	6,150	-	36	78	2,563	(2,484)	-97%	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	-	2,411	2,411	3,120	(709)	-23%	7,488
Vote 7 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	4,7	<b>32,596</b>	<b>13,638</b>	<b>-</b>	<b>2,447</b>	<b>2,489</b>	<b>5,682</b>	<b>(3,193)</b>	<b>-56%</b>	<b>13,638</b>
<b>Single Year expenditure appropriation</b>	2									
Vote 1 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 2 - DIRECTORATE: INFRASTRUCTURE SERVICES		17,967	-	-	-	-	-	-	-	-
Vote 3 - DIRECTORATE: ELECTRO-TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 4 - DIRECTORATE: CORPORATE SERVICES		-	339	-	-	1,732	141	1,591	1126%	339
Vote 5 - DIRECTORATE: FINANCIAL SERVICES		39	-	-	-	-	-	-	-	-
Vote 6 - DIRECTORATE: COMMUNITY SERVICES		149	-	-	-	-	-	-	-	-
Vote 7 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	4	<b>18,145</b>	<b>339</b>	<b>-</b>	<b>-</b>	<b>1,732</b>	<b>141</b>	<b>1,591</b>	<b>1126%</b>	<b>339</b>
<b>Total Capital Expenditure</b>		<b>50,741</b>	<b>13,977</b>	<b>-</b>	<b>2,447</b>	<b>4,222</b>	<b>5,824</b>	<b>(1,602)</b>	<b>-26%</b>	<b>13,977</b>
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		<b>1,445</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		1,445	-	-	-	-	-	-	-	-
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		<b>2,373</b>	<b>3,653</b>	<b>-</b>	<b>-</b>	<b>1,732</b>	<b>1,522</b>	<b>210</b>	<b>14%</b>	<b>3,653</b>
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		2,220	3,653	-	-	1,732	1,522	210	14%	3,653
Public safety		153	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		<b>2,670</b>	<b>3,096</b>	<b>-</b>	<b>36</b>	<b>78</b>	<b>1,290</b>	<b>(1,212)</b>	<b>-94%</b>	<b>3,096</b>
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		2,670	3,096	-	36	78	1,290	(1,212)	-94%	3,096
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		<b>44,283</b>	<b>7,228</b>	<b>-</b>	<b>2,411</b>	<b>2,411</b>	<b>3,012</b>	<b>(601)</b>	<b>-20%</b>	<b>7,228</b>
Energy sources		15,295	-	-	-	-	-	-	-	-
Water management		25,823	-	-	-	-	-	-	-	-
Waste water management		583	3,054	-	-	-	1,273	(1,273)	-100%	3,054
Waste management		2,552	4,174	-	2,411	2,411	1,739	672	39%	4,174
Other		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	<b>50,741</b>	<b>13,977</b>	<b>-</b>	<b>2,447</b>	<b>4,222</b>	<b>5,824</b>	<b>(1,602)</b>	<b>-26%</b>	<b>13,977</b>
<b>Funded by:</b>										
National Government		44,270	13,093	-	2,447	3,944	5,455	(1,511)	-28%	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 Corporatons, Higher Educ Institutions)		2,927	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>		<b>48,829</b>	<b>13,093</b>	<b>-</b>	<b>2,447</b>	<b>3,944</b>	<b>5,455</b>	<b>(1,511)</b>	<b>-28%</b>	<b>13,093</b>
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		1,912	884	-	-	277	368	(91)	-25%	884
<b>Total Capital Funding</b>		<b>50,741</b>	<b>13,977</b>	<b>-</b>	<b>2,447</b>	<b>4,222</b>	<b>5,824</b>	<b>(1,602)</b>	<b>-28%</b>	<b>13,977</b>

#### 4.1.6 Table C6 Monthly Budget Statement - Financial Position

WC053 Beaufort West - Table C6 Monthly Budget Statement - Financial Position - M05 November						
Description	Ref	2022/23	Budget Year 2023/24			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	1					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash and cash equivalents		15,311	16,807	–	23,161	16,807
Trade and other receivables from exchange transactions		17,762	7,692	–	21,183	7,692
Receivables from non-exchange transactions		57,033	71,879	–	47,295	71,879
Current portion of non-current receivables		1,154	2,405	–	1,154	2,405
Inventry		4,491	3,424	–	4,137	3,424
VAT		10,112	40,626	–	57,088	40,626
Other current assets		66	8,328	–	9,498	8,328
<b>Total current assets</b>		<b>105,931</b>	<b>151,161</b>	<b>–</b>	<b>163,515</b>	<b>151,161</b>
<b>Non current assets</b>						
Investments		(451)	630	–	(406)	630
Investment property		6,177	5,963	–	6,124	5,963
Property, plant and equipment		452,512	437,177	–	450,208	437,177
Biological assets		–	–	–	–	–
Living and non-living resources		–	–	–	–	–
Heritage assets		3,340	5,225	–	3,340	5,225
Intangible assets		1,153	19	–	1,153	19
Trade and other receivables from exchange transactions		2,030	850	–	2,030	850
Non-current receivables from non-exchange transactions		495	262	–	495	262
Other non-current assets		–	–	–	–	–
<b>Total non current assets</b>		<b>465,258</b>	<b>450,127</b>	<b>–</b>	<b>462,943</b>	<b>450,127</b>
<b>TOTAL ASSETS</b>		<b>571,187</b>	<b>601,288</b>	<b>–</b>	<b>626,458</b>	<b>601,288</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		–	–	–	–	–
Financial liabilities		734	–	–	–	–
Consumer deposits		2,490	3,842	–	2,565	3,842
Trade and other payables from exchange transactions		146,770	76,198	–	136,079	76,198
Trade and other payables from non-exchange transactions		4,973	–	–	6,598	–
Provision		14,438	13,822	–	12,977	13,822
VAT		–	31,475	–	51,780	31,475
Other current liabilities		1,461	1,394	–	1,461	1,394
<b>Total current liabilities</b>		<b>170,866</b>	<b>126,730</b>	<b>–</b>	<b>211,460</b>	<b>126,730</b>
<b>Non current liabilities</b>						
Financial liabilities		3,789	3,132	–	3,789	3,132
Provision		21,241	20,708	–	21,241	20,708
Long term portion of trade payables		–	58,254	–	–	58,254
Other non-current liabilities		25,575	26,415	–	25,575	26,415
<b>Total non current liabilities</b>		<b>50,605</b>	<b>108,509</b>	<b>–</b>	<b>50,605</b>	<b>108,509</b>
<b>TOTAL LIABILITIES</b>		<b>221,472</b>	<b>235,239</b>	<b>–</b>	<b>262,066</b>	<b>235,239</b>
<b>NET ASSETS</b>	2	<b>349,715</b>	<b>366,050</b>	<b>–</b>	<b>364,393</b>	<b>366,050</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated surplus/(deficit)		345,611	361,945	–	360,288	361,945
Reserves and funds		4,104	4,104	–	4,104	4,104
Other		–	–	–	–	–
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>349,715</b>	<b>366,050</b>	<b>–</b>	<b>364,393</b>	<b>366,050</b>

#### 4.1.7 Table C7 Monthly Budget Statement - Cash Flow

WC053 Beaufort West - Table C7 Monthly Budget Statement - Cash Flow - M05 November										
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										
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates		38,866	47,613	-	3,554	18,217	19,839	(1,621)	-8%	47,613
Service charges		115,720	176,258	-	11,094	60,052	73,441	(13,389)	-18%	176,258
Other revenue		5,314	20,520	-	3,844	6,835	8,550	(1,715)	-20%	20,520
Transfers and Subsidies - Operational		90,685	96,971	-	2,828	43,744	40,404	3,340	8%	96,971
Transfers and Subsidies - Capital		50,153	15,057	-	-	6,636	6,274	362	6%	15,057
Interest		12,561	750	-	-	68	313	(245)	-78%	750
Dividends		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Suppliers and employees		(262,271)	(322,018)	-	(10,519)	(119,460)	(134,174)	(14,714)	11%	(322,018)
Interest		(6,090)	(2,091)	-	(146)	(68)	(871)	(804)	92%	(2,091)
Transfers and Subsidies		(588)	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>44,351</b>	<b>33,060</b>	<b>-</b>	<b>10,657</b>	<b>16,025</b>	<b>13,775</b>	<b>(2,250)</b>	<b>-18%</b>	<b>33,060</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		-	-	-	495	495	-	495	#DIV/0!	-
Decrease (increase) in non-current investments		-	-	-	(451)	(406)	-	(406)	#DIV/0!	-
<b>Payments</b>										
Capital assets		(45,118)	(13,977)	-	(2,814)	(8,227)	(5,824)	2,404	-41%	(13,977)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(45,118)</b>	<b>(13,977)</b>	<b>-</b>	<b>(2,770)</b>	<b>(8,139)</b>	<b>(5,824)</b>	<b>2,315</b>	<b>-40%</b>	<b>(13,977)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term financing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Repayment of borrowing		(759)	(877)	-	2	2	(365)	(368)	101%	(877)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>(759)</b>	<b>(877)</b>	<b>-</b>	<b>2</b>	<b>2</b>	<b>(365)</b>	<b>(368)</b>	<b>101%</b>	<b>(877)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>(1,526)</b>	<b>18,206</b>	<b>-</b>	<b>7,889</b>	<b>7,889</b>	<b>7,586</b>			<b>18,206</b>
Cash/cash equivalents at beginning:		16,386	1,399	-	-	14,860	1,399	-	-	1,399
Cash/cash equivalents at month/year end:		14,860	19,606	-	-	22,749	8,985	-	-	19,606

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

Bank and Investment Balances Movement - November 2023						
	Opening Balance	Revenue	Expenditure	Investment Deposits	Investment Withdrawals	Closing Balance
<b>Nedbank Account</b>	<b>787,531.72</b>	38,505,799.25	- 36,377,669.51	-	-	<b>2,915,661.46</b>
<b>ABSA Account</b>	<b>1,623,418.46</b>	6,790,504.05	- 7,963,140.40	-	-	<b>450,782.11</b>
<b>Investment Balances</b>	<b>28,456,592.61</b>	-	-	5,097,743.22	- 14,744,594.43	<b>18,809,741.40</b>
<b>Balance</b>	<b>30,867,542.79</b>	<b>45,296,303.30</b>	<b>- 44,340,809.91</b>	<b>5,097,743.22</b>	<b>- 14,744,594.43</b>	<b>22,176,184.97</b>

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 - M05 November													
Description	NT Code	Budget Year 2023/24									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts L: o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total			
R thousands													
<b>Debtors Age Analysis By Income Source</b>													
Trade and Other Receivables from Exchange Transactions - Water	1200	4,420	1,180	574	1,121	1,528	882	1,025	21,810	32,940	26,366	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	5,434	668	583	358	214	246	207	3,436	11,146	4,461	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	4,147	1,029	919	4,240	883	873	776	35,309	48,177	42,080	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	2,895	1,042	688	1,537	1,013	1,008	1,007	37,294	46,789	41,859	-	-
Receivables from Exchange Transactions - Waste Management	1600	1,706	656	643	856	956	645	647	23,025	28,847	25,936	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	3	1	1	1	1	1	1	48	57	52	-	-
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	1,112	1,112	1,112	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	380	246	144	165	170	110	87	38,754	40,075	39,305	-	-
<b>Total By Income Source</b>	<b>2000</b>	<b>18,986</b>	<b>4,829</b>	<b>4,252</b>	<b>8,307</b>	<b>4,465</b>	<b>3,786</b>	<b>3,750</b>	<b>160,787</b>	<b>208,142</b>	<b>181,074</b>	-	-
2022/23 - totals only													
<b>Debtors Age Analysis By Customer Group</b>													
Organs of State	2200	2,030	516	365	689	340	385	285	16,842	21,433	19,522	-	-
Commercial	2300	3,627	437	391	3,544	355	346	351	17,179	26,230	21,776	-	-
Households	2400	13,329	3,876	3,497	4,074	3,769	3,055	3,113	126,766	161,479	140,777	-	-
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Group</b>	<b>2600</b>	<b>18,986</b>	<b>4,829</b>	<b>4,252</b>	<b>8,307</b>	<b>4,465</b>	<b>3,786</b>	<b>3,750</b>	<b>160,787</b>	<b>208,142</b>	<b>181,074</b>	-	-

### 6. Creditors analysis

#### 6.1 Supporting Table SC4

##### Creditors' age analysis

WC053 Beaufort West - Supporting Table SC4 Monthly Budget Statement - aged creditors - M05 November										
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										
<b>Creditors Age Analysis By Customer Type</b>										
Bulk Electricity	0100	322	6,947	-	-	-	0	-	65,628	72,896
Bulk Water	0200	-	2	-	-	-	21	3,266	7,018	10,308
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	1,262	2,123	81	20	39	1,984	2,892	15,206	23,608
Auditor General	0800	-	2,106	1,301	748	134	123	4,297	8,948	17,657
Other	0900	-	-	-	-	-	1	0	0	1
<b>Total By Customer Type</b>	<b>1000</b>	<b>1,584</b>	<b>11,178</b>	<b>1,382</b>	<b>768</b>	<b>173</b>	<b>2,130</b>	<b>10,456</b>	<b>96,800</b>	<b>124,472</b>

## 7. Investment portfolio analysis

### 7.1 Supporting Table SC5

WC053 Beaufort West - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M05 November					
Investments by maturity Name of institution & investment ID	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
<b>R thousands</b>					
<b>Municipality</b>					
Standard Bank	16,814	-	(8,751)	-	8,063
ABSA Bank	9,573	-	(5,993)	5,098	8,677
Nedbank	849	-	-	-	849
Investec	1,221	-	-	-	1,221
					-
					-
<b>Municipality sub-total</b>	<b>28,457</b>	<b>-</b>	<b>(14,745)</b>	<b>5,098</b>	<b>18,810</b>
<b>Entities</b>					
					-
					-
<b>Entities sub-total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL INVESTMENTS AND INTEREST</b>	<b>28,457</b>	<b>-</b>	<b>(14,745)</b>	<b>5,098</b>	<b>18,810</b>

The total investment balance of the Municipality at the end of November 2023 amounted to R 18,809,741.40. The table below provides a summary of the movements that occurred from July – November 2023.

Investment Balances July 2023 - November 2023		
<b>M01 - July 2023</b>	<b>Investment Opening Balance - 1 July 2023</b>	<b>12,318,109.93</b>
<b>M01 - July 2023</b>	Investment Top Up	22,027,750.00
<b>M01 - July 2023</b>	Investment Withdrawals	- 1,584,453.34
<b>M01 - July 2023</b>	Interest Capitalised	-
<b>Balance - 31 July 2023</b>		<b>32,761,406.59</b>
<b>M02 - August 2023</b>	Investment Top Up	2,185,000.00
<b>M02 - August 2023</b>	Investment Withdrawals	- 5,948,352.15
<b>M02 - August 2023</b>	Interest Capitalised	-
<b>Balance - 31 August 2023</b>		<b>28,998,054.44</b>
<b>M03 - September 2023</b>	Investment Top Up	7,173,210.33
<b>M03 - September 2023</b>	Investment Withdrawals	- 6,984,864.77
<b>M03 - September 2023</b>	Interest Capitalised	615,795.51
<b>M03 - September 2023</b>	Admin / Service Fees	- 50.00
<b>Balance - 30 September 2023</b>		<b>29,802,145.51</b>
<b>M04 - October 2023</b>	Investment Top Up	-
<b>M04 - October 2023</b>	Investment Withdrawals	- 1,345,597.90
<b>M04 - October 2023</b>	Interest Capitalised	-
<b>Balance - 31 October 2023</b>		<b>28,456,547.61</b>
<b>M05 - November 2023</b>	Investment Top Up	5,097,743.22
<b>M05 - November 2023</b>	Investment Withdrawals	- 14,744,594.43
<b>M05 - November 2023</b>	Interest Capitalised	-
<b>Balance - 30 November 2023</b>		<b>18,809,696.40</b>

The following investments were made during the month of November 2023:

- Library Service - Replacement Funding for most vulnerable B3 Municipalities – R 2,351,000 second allocation received;
- Community Development Workers (CDW) Operational Support Grant – R 134,671.11 and
- SARS Vat refund received of R 2,612,072.11.

A total of R 3,658,724.89 was withdrawn in order to repay the 2022/23 unspent conditional roll-overs that was not approved, this related to the following grants:

- Municipal Infrastructure Grant (MIG) – R 2,949,886.12 ;
- Integrated National Electrification Programme Grant (INEP) – R 12,434.44;
- Expanded Public Works Programme Integrated Grant (EPWP) – R 346,404.33; and
- Western Cape Financial Management Capacity Building Grant – R 350,000.

Other investment withdrawals for the month amounted to R 11,085,869.54 and relate to the following:

- R 5 million from the equitable share investment made in July 2023;
- R 2,873,955.62 from MIG investment to pay a service providers on a MIG capital projects of the 2023/24 capital budget and operational expenditure relating to the PMU;
- R 92,400 withdrawal from the Chemical Industries Education & Training Authority Grant to fund the payment of the learners stipends;
- R 52,066.12 from the Local Government Financial Management Grant (FMG) to finance operational expenditure funded by the grant for the month;
- R 467,447.80 from Library Service - Replacement Funding for most vulnerable B3 Municipalities to fund operational expenditure; and
- R 2,600,000 from the SARS refund received in November 2023.

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

Included in the balance of R 18,809,696.40 is the unspent conditional grants amounting to R 6,855,235.03 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 - M05 November										
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
<b>R thousands</b>										
<b>RECEIPTS:</b>	1,2									
<b>Operating Transfers and Grants</b>										
<b>National Government:</b>		81,254	87,923	-	-	37,700	36,635	1,065	2.9%	87,923
Equitable share		77,265	83,574	-	-	34,823	34,823	1	0.0%	83,574
Municipal Infrastructure Grant (MIG)		768	792	-	-	349	330	19	5.8%	792
Local Government Financial Management Grant (FMG)		2,085	2,185	-	-	2,185	910	1,275	140.0%	2,185
Expanded Public Works Programme Integrated Grant (EPWP)		1,136	1,372	-	-	343	572	(229)	-40.0%	1,372
Other transfers and grants [insert description]										
<b>Provincial Government:</b>		9,431	8,211	-	2,577	4,928	3,421	1,507	44.0%	8,211
Human Settlements Development Grant (Beneficiaries)		-	932	-	-	-	388	(388)	-100.0%	932
Cultural Affairs & Sport Library Service - Replacement Funding for most vulnerable B3 Municipalities		6,679	7,053	-	2,351	4,702	2,939	1,763	80.0%	7,053
Department of Local Government - Community Development Workers (CDW) Operational Support Grant		223	226	-	226	226	94	132	140.0%	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]										
<b>District Municipality:</b>		-	-	-	-	-	-	-		-
<i>Specify (Add grant description)</i>		-	-	-	-	-	-	-		-
<b>Other grant providers:</b>		-	836	-	503	1,368	348	1,019	282.6%	836
<i>Chemical Industries Education &amp; Training Authority</i>		-	836	-	503	1,368	348	1,019	282.6%	836
<b>Total Operating Transfers and Grants</b>	5	90,685	96,971	-	3,080	43,996	40,404	3,592	8.9%	96,971
<b>Capital Transfers and Grants</b>										
<b>National Government:</b>		48,224	15,057	-	-	6,636	6,274	362	5.8%	15,057
Municipal Infrastructure Grant		8,785	15,057	-	-	6,636	6,274	362	5.8%	15,057
Integrated National Electrification Programme Grant (INEP)		11,000	-	-	-	-	-	-		-
Water Services Infrastructure Grant (WSIG)		28,439	-	-	-	-	-	-		-
Other capital transfers [insert description]										
<b>Provincial Government:</b>		1,415	-	-	-	-	-	-		-
Department of Local Government - Western Cape Municipal Interventions Grant		300	-	-	-	-	-	-		-
Department of Local Government - Emergency Municipal Load Shedding Relief Grant		1,115	-	-	-	-	-	-		-
<b>District Municipality:</b>		200	-	-	-	-	-	-		-
<i>Central Karoo District Municipality</i>		200	-	-	-	-	-	-		-
<b>Other grant providers:</b>		314	-	-	-	-	-	-		-
<i>Chemical Industries Education &amp; Training Authority</i>		314	-	-	-	-	-	-		-
<b>Total Capital Transfers and Grants</b>	5	50,153	15,057	-	-	6,636	6,274	362	5.8%	15,057
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	5	140,838	112,027	-	3,080	50,632	46,678	3,954	8.5%	112,027

## 8.2 Supporting Table SC7 (1) – Grant expenditure

WC053 Beaufort West - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M05 November										
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										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
National Government:		80,884	87,923	-	246	36,994	36,635	359	1.0%	87,923
Equitable share		77,265	83,574	-	-	34,823	34,823	1	0.0%	83,574
Municipal Infrastructure Grant (MIG)		744	792	-	84	305	330	(25)	-7.6%	792
Local Government Financial Management Grant (FMG)		2,085	2,185	-	52	1,238	910	327	36.0%	2,185
Expanded Public Works Programme Integrated Grant (EPWP)		790	1,372	-	131	628	572	56	9.8%	1,372
Other transfers and grants [insert description]										
Provincial Government:		10,323	8,211	-	519	2,720	3,421	(702)	-20.5%	8,211
Human Settlements Development Grant (Beneficiaries)		-	932	-	-	-	383	(388)	-100.0%	932
Cultural Affairs & Sport Library Service - Replacement Funding for most vulnerable B3 Municipalities		6,584	7,053	-	507	2,816	2,938	(323)	-11.0%	7,053
Department of Local Government: Community Development Workers (CDW) Operational Support Grant		366	226	-	12	103	94	9	9.9%	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		1,903	-	-	-	-	-	-	-	-
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	-	92	842	348	493	141.8%	836
Chemical Industries Education & Training Authority		175	836	-	92	842	348	493	141.8%	836
<b>Total operating expenditure of Transfers and Grants:</b>		<b>91,797</b>	<b>96,971</b>	<b>-</b>	<b>858</b>	<b>40,555</b>	<b>40,404</b>	<b>151</b>	<b>0.4%</b>	<b>96,971</b>
<b>Capital expenditure of Transfers and Grants</b>										
National Government:		50,899	15,057	-	2,814	4,536	6,274	(1,737)	-27.7%	15,057
Municipal Infrastructure Grant		5,859	15,057	-	2,814	4,536	6,274	(1,737)	-27.7%	15,057
Integrated National Electrification Programme Grant (INEP)		16,802	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant (WSIG)		26,438	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-
<b>Total capital expenditure of Transfers and Grants</b>		<b>52,732</b>	<b>15,057</b>	<b>-</b>	<b>2,814</b>	<b>4,536</b>	<b>6,274</b>	<b>(1,737)</b>	<b>-27.7%</b>	<b>15,057</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		<b>144,529</b>	<b>112,027</b>	<b>-</b>	<b>3,672</b>	<b>45,091</b>	<b>46,678</b>	<b>(1,587)</b>	<b>-3.4%</b>	<b>112,027</b>

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

<b>Summary of Unspent Conditional Grants - July 2023 till November 2023</b>	
<b>Conditional Grants - Opening Balance 1 July 2023</b>	<b>4,973,179.55</b>
Grants Received During July 2023	36,952,450.00
Less : Grant Expenditure During July 2023	- 35,885,921.92
<b>Conditional Grants - Opening Balance 31 July 2023</b>	<b>6,039,707.63</b>
Grants Received During August 2023	2,528,000.00
Less : Grant Expenditure During August 2023	- 1,933,557.04
<b>Conditional Grants - Closing Balance 31 August 2023</b>	<b>6,634,150.59</b>
Grants Received During September 2023	8,071,000.00
Less : Grant Expenditure During September 2023	- 2,104,050.31
<b>Conditional Grants - Closing Balance 30 September 2023</b>	<b>12,601,100.28</b>
Grants Received During October 2023	-
Less : Grant Expenditure During October 2023	- 1,495,799.42
<b>Conditional Grants - Closing Balance 31 October 2023</b>	<b>11,105,300.86</b>
Grants Received During November 2023	3,080,425.00
Less : Repayment of Unspent 2022/23 Grants Repaid to NT & PT	- 3,658,724.89
Less : Grant Expenditure During November 2023	- 3,671,765.94
<b>Conditional Grants - Closing Balance 30 November 2023</b>	<b>6,855,235.03</b>

The unspent conditional grant balance at the end of November 2023 amounted to R 6,855,235.03. 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 November 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 - M05 November										
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										
	1	A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages		5,359	5,876	-	446	2,244	2,448	(204)	-8%	5,876
Pension and UIF Contributions		192	174	-	20	80	73	7	10%	174
Medical Aid Contributions		3	-	-	-	5	-	5	#DIV/0!	-
Motor Vehicle Allowance		136	148	-	11	57	62	(5)	-8%	148
Cellphone Allowance		529	559	-	47	234	233	1	0%	559
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		47	49	-	4	21	21	0	1%	49
<b>Sub Total - Councillors</b>		<b>6,266</b>	<b>6,806</b>	<b>-</b>	<b>528</b>	<b>2,641</b>	<b>2,836</b>	<b>(195)</b>	<b>-7%</b>	<b>6,806</b>
<b>Senior Managers of the Municipality</b>	3									
Basic Salaries and Wages		3,159	4,438	-	187	873	1,849	(976)	-53%	4,438
Pension and UIF Contributions		297	205	-	22	112	86	26	31%	205
Medical Aid Contributions		11	-	-	6	29	-	29	#DIV/0!	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		3	107	-	-	-	45	(45)	-100%	107
Motor Vehicle Allowance		86	60	-	15	75	25	50	200%	60
Cellphone Allowance		77	72	-	4	22	30	(8)	-26%	72
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		0	0	-	0	0	0	0	4%	0
Payments in lieu of leave		416	-	-	-	48	-	49	#DIV/0!	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		258	329	-	16	78	137	(59)	-43%	329
Acting and post related allowance		697	-	-	10	71	-	71	#DIV/0!	-
In kind benefits		-	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Municipality</b>		<b>5,005</b>	<b>5,211</b>	<b>-</b>	<b>281</b>	<b>1,309</b>	<b>2,171</b>	<b>(863)</b>	<b>-40%</b>	<b>5,211</b>
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		83,200	92,657	-	6,747	33,805	38,607	(4,802)	-12%	92,657
Pension and UIF Contributions		13,752	15,971	-	1,155	5,791	6,655	(864)	-13%	15,971
Medical Aid Contributions		2,007	2,045	-	172	848	852	(4)	0%	2,045
Overtime		3,654	2,587	-	303	1,446	1,078	368	34%	2,587
Performance Bonus		6,096	6,552	-	-	119	2,730	(2,611)	-96%	6,552
Motor Vehicle Allowance		81	224	-	14	112	93	19	20%	224
Cellphone Allowance		157	167	-	12	61	70	(9)	-13%	167
Housing Allowances		423	403	-	33	166	168	(2)	-1%	403
Other benefits and allowances		4,918	5,233	-	386	2,107	2,180	(73)	-3%	5,233
Payments in lieu of leave		139	-	-	16	266	-	266	#DIV/0!	-
Long service awards		482	962	-	89	233	401	(168)	-42%	962
Post-retirement benefit obligations	2	4,232	1,476	-	121	603	615	(12)	-2%	1,476
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		1,479	-	-	165	788	-	788	#DIV/0!	-
In kind benefits		-	-	-	-	-	-	-	-	-
<b>Sub Total - Other Municipal Staff</b>		<b>120,619</b>	<b>128,277</b>	<b>-</b>	<b>9,211</b>	<b>46,345</b>	<b>53,449</b>	<b>(7,104)</b>	<b>-13%</b>	<b>128,277</b>
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>		<b>131,891</b>	<b>140,294</b>	<b>-</b>	<b>10,000</b>	<b>50,295</b>	<b>58,456</b>	<b>(8,161)</b>	<b>-14%</b>	<b>140,294</b>
<b>TOTAL MANAGERS AND STAFF</b>		<b>125,625</b>	<b>133,488</b>	<b>-</b>	<b>9,472</b>	<b>47,854</b>	<b>55,620</b>	<b>(7,967)</b>	<b>-14%</b>	<b>133,488</b>

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 November 2023 amounted to R 2,348,563.78 or 51% of the total budget.

	Budget	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Total YTD	% of Budget Spent
<b>Overtime</b>	<b>2,587,194</b>	269,777.45	216,895.94	249,434.63	282,999.74	266,633.10	<b>1,285,740.86</b>	<b>50%</b>
<b>Standby Allowances</b>	<b>2,000,000</b>	200,605.55	214,273.42	224,371.07	209,046.18	214,526.70	<b>1,062,822.92</b>	<b>53%</b>
<b>Total</b>	<b>4,587,194</b>	<b>470,383.00</b>	<b>431,169.36</b>	<b>473,805.70</b>	<b>492,045.92</b>	<b>481,159.80</b>	<b>2,348,563.78</b>	<b>51%</b>

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

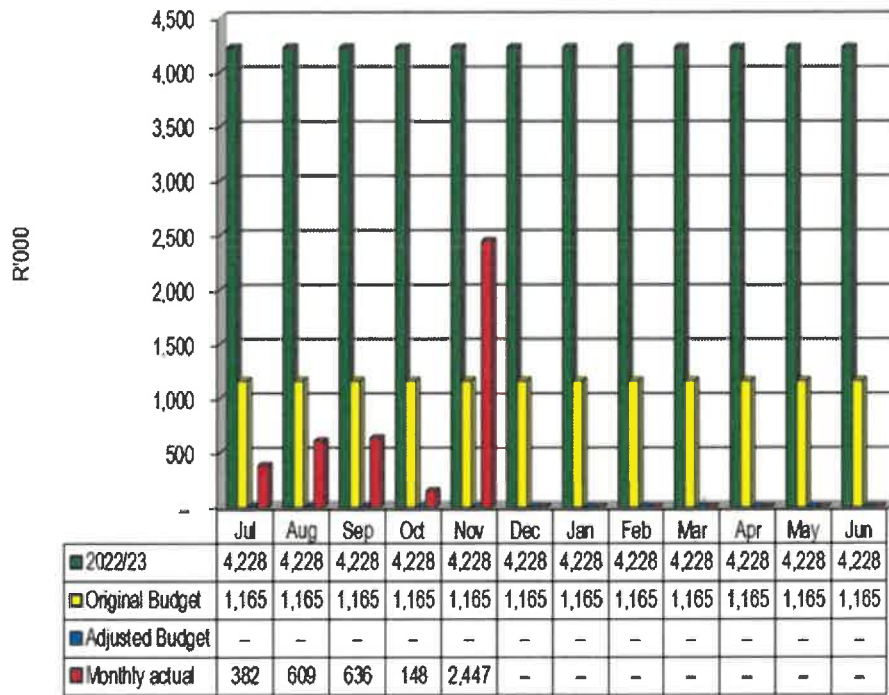
### 10.1 Supporting Table SC12

WC053 Beaufort West - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M05 November									
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									
<b>Monthly expenditure performance trend</b>									
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	–	638	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	–	2,447	4,222	5,824	1,602	27.5%	30%
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	–	–	–
<b>Total Capital expenditure</b>	<b>50,741</b>	<b>13,977</b>	<b>–</b>	<b>4,222</b>					

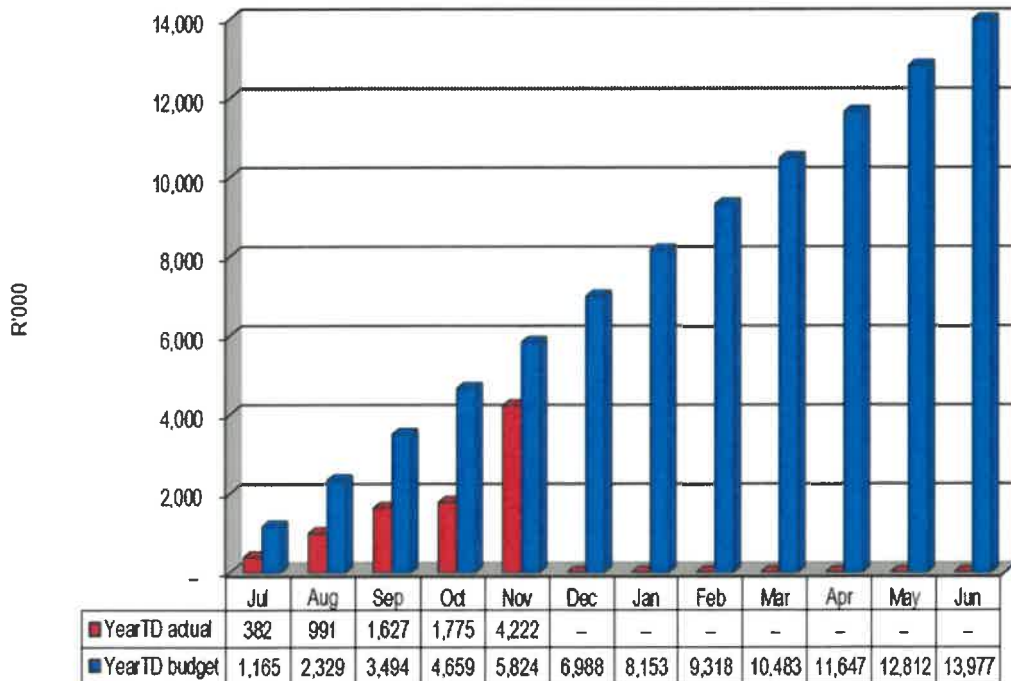
Council approved a capital budget amounting to R 13,976,999 for the 2023/24 financial year. The 2023/24 capital budget is mainly funded by the Municipal Infrastructure Grant. The capital expenditure programme is dependent on the timing of the MIG transfers from national government. The total year-to-date capital expenditure at the end of November 2023 amounted to R 4,221,635.57 (excluding VAT) or 30.2% 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 - M05 November										
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
<b>R thousands</b>	1									
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		26,905	5,091	-	2,411	2,411	2,121	(290)	-13.7%	5,091
Roads Infrastructure		-	-	-	-	-	-	-	-	-
Roads		-	-	-	-	-	-	-	-	-
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		583	917	-	-	-	382	382	100.0%	917
Drainage Collection		555	-	-	-	-	-	-	-	-
Storm water Conveyance		29	917	-	-	-	382	382	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	-	2,411	2,411	1,730	(672)	-38.8%	4,174
Landfill Sites		-	4,174	-	2,411	2,411	1,730	(672)	-38.8%	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 - M05 November										
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
<b>R thousands</b>	<b>1</b>									
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>										
<b>Community Assets</b>										
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 Ablution Facilities										
Markets										
Stalls										
Abattoirs										
Airports										
Taxi Ranks/Bus Terminals										
Capital Spares										
Sport and Recreation Facilities										
Indoor Facilities										
Outdoor Facilities										
Capital Spares										
<b>Heritage assets</b>										
Monuments										
Historic Buildings										
Works of Art										
Conservation Areas										
Other Heritage										
<b>Investment properties</b>										
Revenue Generating										
Improved Property										
Unimproved Property										
Non-revenue Generating										
Improved Property										
Unimproved Property										
<b>Other assets</b>										
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										
<b>Biological or Cultivated Assets</b>										
Biological or Cultivated Assets										
<b>Intangible Assets</b>										
Servitudes										
Licences and Rights										
Water Rights										
Effluent Licenses										
Solid Waste Licenses										
Computer Software and Applications										
Lead Settlement Software Applications										
Unspecified										
<b>Computer Equipment</b>										
Computer Equipment		1,403								
<b>Furniture and Office Equipment</b>										
Furniture and Office Equipment		39								
<b>Machinery and Equipment</b>										
Machinery and Equipment		153								
<b>Transport Assets</b>										
Transport Assets										
<b>Land</b>										
Land										
<b>Zoo's, Marine and Non-biological Animals</b>										
Zoo's, Marine and Non-biological Animals										
<b>Living resources</b>										
Mature										
Polling and Protection										
Zoological plants and animals										
Immature										
Polling and Protection										
Zoological plants and animals										
<b>Total Capital Expenditure on new assets</b>	<b>1</b>	<b>27,600</b>	<b>6,091</b>	<b>--</b>	<b>2,411</b>	<b>2,411</b>	<b>2,121</b>	<b>(290)</b>	<b>-19.7%</b>	<b>6,091</b>

## 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 - M05 November										
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
<b>R thousands</b>	<b>1</b>									
<b>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		2,931	5,233	-	36	78	2,180	2,102	96.4%	5,233
Roads Infrastructure		2,670	3,096	-	36	78	1,290	1,212	93.9%	3,096
Roads		2,670	3,096	-	36	78	1,290	1,212	93.9%	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	-	-	-	890	890	100.0%	2,137
Pump Station		-	2,137	-	-	-	890	890	100.0%	2,137
Retreatment		-	-	-	-	-	-	-	-	-
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		-	-	-	-	-	-	-	-	-
Revolments		-	-	-	-	-	-	-	-	-
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 - M06 November										
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										
<b>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</b>										
<b>Community Assets</b>			3,314				1,381	1,381	100.0%	3,314
Community Facilities										
Halls										
Centres										
Crèches										
Childs/Care Centres										
Fire/Ambulance Stations										
Testing Stations										
Museums										
Galleries										
Theatres										
Libraries										
Cemeteries/Crematoria										
Police										
Parks										
Public Open Space										
Nature Reserves										
Public Abkation Facilities										
Markets										
Stalls										
Abattoirs										
Airports										
Taxi Ranks/Bus Terminals										
Capital Spares										
Sport and Recreation Facilities			3,314				1,381	1,381	100.0%	3,314
Indoor Facilities										
Outdoor Facilities			3,314				1,381	1,381	100.0%	3,314
Capital Spares										
<b>Heritage assets</b>										
Monuments										
Historic Buildings										
Works of Art										
Conservation Areas										
Other Heritage										
<b>Investment properties</b>										
Revenue Generating										
Improved Property										
Unimproved Property										
Non-revenue Generating										
Improved Property										
Unimproved Property										
<b>Other assets</b>										
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										
<b>Biological or Cultivated Assets</b>										
Biological or Cultivated Assets										
<b>Intangible Assets</b>										
Servitudes										
Licences and Rights										
Water Rights										
Effluent Licenses										
Solid Waste Licenses										
Computer Software and Applications										
Lead Settlement Software Applications										
Unspecified										
<b>Computer Equipment</b>		7								
Computer Equipment		7								
<b>Furniture and Office Equipment</b>										
Furniture and Office Equipment										
<b>Machinery and Equipment</b>										
Machinery and Equipment										
<b>Transport Assets</b>										
Transport Assets										
<b>Land</b>										
Land										
<b>Zoo's, Marine and Non-biological Animals</b>										
Zoo's, Marine and Non-biological Animals										
<b>Living resources</b>										
Marine										
Fishing and Protection										
Zoological plants and animals										
Immature										
Fishing and Protection										
Zoological plants and animals										
<b>Total Capital Expenditure on renewal of existing assets</b>	1	2,939	8,647		36	76	3,661	3,463	97.8%	8,647

### 10.2.3 Supporting Table SC13e

WC053 Beaufort West - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - M05 November										
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									
<b>Capital expenditure on upgrading of existing assets by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		<b>18,082</b>								
Roads Infrastructure										
Roads										
Road Structures										
Road Furniture										
Capital Spares										
Storm water Infrastructure										
Drainage Collection										
Storm water Conveyance										
Attenuation										
Electrical Infrastructure		<b>14,436</b>								
Power Plants										
HV Substations										
HV Switching Station										
HV Transmission Conductors										
MV Substations		<b>14,436</b>								
MV Switching Stations										
MV Networks										
LV Networks										
Capital Spares										
Water Supply Infrastructure		<b>1,094</b>								
Dams and Weirs										
Boreholes		<b>1,094</b>								
Reservoirs										
Pump Stations										
Water Treatment Works										
Bulk Mains										
Distribution										
Distribution Points										
PRV Stations										
Capital Spares										
Sanitation Infrastructure										
Pump Station										
Retiulation										
Waste Water Treatment Works										
Outfall Sewers										
Toilet Facilities										
Capital Spares										
Solid Waste Infrastructure		<b>2,552</b>								
Landfill Sites										
Waste Transfer Stations		<b>2,552</b>								
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 8C13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - M05 November										
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
<b>R thousands</b>	1									
<b>Capital expenditure on upgrading of existing assets by Asset Class/Sub-class</b>										
<b>Community Assets</b>		2,220	330	--	--	1,732	141	(1,591)	-1126.0%	330
Community Facilities		--	--	--	--	--	--	--	--	--
Halls		--	--	--	--	--	--	--	--	--
Centres		--	--	--	--	--	--	--	--	--
Crèches		--	--	--	--	--	--	--	--	--
Clinical/Care Centres		--	--	--	--	--	--	--	--	--
Fire/Ambulance Stations		--	--	--	--	--	--	--	--	--
Feeding Stations		--	--	--	--	--	--	--	--	--
Museums		--	--	--	--	--	--	--	--	--
Galleries		--	--	--	--	--	--	--	--	--
Theatres		--	--	--	--	--	--	--	--	--
Libraries		--	--	--	--	--	--	--	--	--
Cemeteries/Crematoria		--	--	--	--	--	--	--	--	--
Police		--	--	--	--	--	--	--	--	--
Parks		--	--	--	--	--	--	--	--	--
Public Open Space		--	--	--	--	--	--	--	--	--
Nature Reserves		--	--	--	--	--	--	--	--	--
Public Abk/Son Facilities		--	--	--	--	--	--	--	--	--
Markets		--	--	--	--	--	--	--	--	--
Stalls		--	--	--	--	--	--	--	--	--
Abattoirs		--	--	--	--	--	--	--	--	--
Airports		--	--	--	--	--	--	--	--	--
Taxi Ranks/Bus Terminals		--	--	--	--	--	--	--	--	--
Capital Spares		--	--	--	--	--	--	--	--	--
Sport and Recreation Facilities		2,220	330	--	--	1,732	141	(1,591)	-1126.0%	330
Indoor Facilities		--	--	--	--	--	--	--	--	--
Outdoor Facilities		2,220	330	--	--	1,732	141	(1,591)	-1126.0%	330
Capital Spares		--	--	--	--	--	--	--	--	--
<b>Heritage Assets</b>		--	--	--	--	--	--	--	--	--
Monuments		--	--	--	--	--	--	--	--	--
Historic Buildings		--	--	--	--	--	--	--	--	--
Works of Art		--	--	--	--	--	--	--	--	--
Conservation Areas		--	--	--	--	--	--	--	--	--
Other Heritage		--	--	--	--	--	--	--	--	--
<b>Investment Properties</b>		--	--	--	--	--	--	--	--	--
Revenue Generating		--	--	--	--	--	--	--	--	--
Improved Property		--	--	--	--	--	--	--	--	--
Unimproved Property		--	--	--	--	--	--	--	--	--
Non-revenue Generating		--	--	--	--	--	--	--	--	--
Improved Property		--	--	--	--	--	--	--	--	--
Unimproved Property		--	--	--	--	--	--	--	--	--
<b>Other Assets</b>		--	--	--	--	--	--	--	--	--
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		--	--	--	--	--	--	--	--	--
<b>Biological or Cultivated Assets</b>		--	--	--	--	--	--	--	--	--
Biological or Cultivated Assets		--	--	--	--	--	--	--	--	--
<b>Intangible Assets</b>		--	--	--	--	--	--	--	--	--
Services		--	--	--	--	--	--	--	--	--
Licences and Rights		--	--	--	--	--	--	--	--	--
Water Rights		--	--	--	--	--	--	--	--	--
Effluent Licences		--	--	--	--	--	--	--	--	--
Solid Waste Licences		--	--	--	--	--	--	--	--	--
Computer Software and Applications		--	--	--	--	--	--	--	--	--
Local Settlement Software Applications		--	--	--	--	--	--	--	--	--
Unspecified		--	--	--	--	--	--	--	--	--
<b>Computer Equipment</b>		--	--	--	--	--	--	--	--	--
Computer Equipment		--	--	--	--	--	--	--	--	--
<b>Furniture and Office Equipment</b>		--	--	--	--	--	--	--	--	--
Furniture and Office Equipment		--	--	--	--	--	--	--	--	--
<b>Machinery and Equipment</b>		--	--	--	--	--	--	--	--	--
Machinery and Equipment		--	--	--	--	--	--	--	--	--
<b>Transport Assets</b>		--	--	--	--	--	--	--	--	--
Transport Assets		--	--	--	--	--	--	--	--	--
<b>Land</b>		--	--	--	--	--	--	--	--	--
Land		--	--	--	--	--	--	--	--	--
<b>Zoo's, Marine and Non-biological Animals</b>		--	--	--	--	--	--	--	--	--
Zoo's, Marine and Non-biological Animals		--	--	--	--	--	--	--	--	--
<b>Living Resources</b>		--	--	--	--	--	--	--	--	--
Mature		--	--	--	--	--	--	--	--	--
Polling and Protection		--	--	--	--	--	--	--	--	--
Zoological plants and animals		--	--	--	--	--	--	--	--	--
Immature		--	--	--	--	--	--	--	--	--
Polling and Protection		--	--	--	--	--	--	--	--	--
Zoological plants and animals		--	--	--	--	--	--	--	--	--
<b>Total Capital Expenditure on upgrading of existing assets</b>	1	20,303	330	--	--	1,732	141	(1,591)	-1126.0%	330

## **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:

Demarcation Description:

I, name and surname of HOD, 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	6.3 + 6.12 (except account for the purposes of the account for a single month's consumption)	Choose from drop down list	Notes/Comments
6.12.2	- Has the municipality paid its <b>bulk water current account</b> within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? <i>Note - refer condition 6.12.2.</i>	<input type="text" value="Yes"/>	
6.12.2	- 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 <a href="https://guploadportal.treasury.gov.za/">https://guploadportal.treasury.gov.za/</a> ?	<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.
6.12.2	- 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 <b>Eskom bulk current account</b> 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 account(s) 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 <a href="https://guploadportal.treasury.gov.za/">https://guploadportal.treasury.gov.za/</a> ?	<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?	Yes	
6.4	Compliance with a funded MTREF – (choose from drop down list the MTREF assessed)	Select	
6.4.1	- Is the municipality's MTREF funded and aligning to the National Treasury's Budget Funding Guidelines - <a href="http://mfma.treasury.gov.za/Guidelines/Pages/Funding.aspx">http://mfma.treasury.gov.za/Guidelines/Pages/Funding.aspx</a> ?	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.
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.
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.
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 (also property rates), the provision for debt impairment aligning with the historic collection trend should align to 40 per cent of the 2023/24 MTREF revenue projections (also property rates). If the municipality merely used the debt impairment to 'balance' the budget and there is no real alignment between the provision for such with the actual collection of revenues, the Provincial Treasury must respond to this item as: 'No'</i>		
6.4.1	- 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
6.4.2	- 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	
6.4.2	<i>Note – If the municipality has an FRP, a separate budget funding plan is not necessary. However, the FRP must discuss whether the existing FRP incorporation will give effect to a funded MTREF. If not, the FRP requires straightening.</i>		
6.4.2	- 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)?	Yes	
6.4.2	<i>Note - only if the municipality does not have an FRP may "N/A" be selected from the dropdown list.</i>		
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 aligns 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 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.
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	The tariff tool was completed for both TABB and ORG and uploaded on Gomuni.
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 Section 102 of the MSA. The municipality run a block file on a monthly basis, see attached the block file for the month of November 2023.
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	
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? 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.	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? Note – the municipality’s monthly MFMA s.71 statement must include as part of the narratives the Indigent Information in the required NT format.	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 MTREF’s related budget policies and by-laws demonstrate compliance with paragraph 6.6.		
20	6.7	Maintain a minimum average quarterly collection of property rates and services charges –		
20	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	
21	6.7.2	Note - although the norm and standard for collection (MFMA Circular no. 71) is a 95 per cent threshold, municipalities under the abeyant relief support will be exempted for the first two years from adhering to this norm. - 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 National Treasury the following :		
21	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;	not yet the end of a quarter	
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)?	not yet the end of a quarter	
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?	not yet the end of a quarter	
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?	No	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 MTREF with a smart pre-paid meter?	No	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 therefore 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 "yes" notion.
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	
27	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	Municipality submitted the strategy on the 7th September 2023. Reporting on strategy has been done on a monthly basis.
28	6.8.2	- For the latest ending Quarter -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 <a href="https://lguploadportal.treasury.gov.za">https://lguploadportal.treasury.gov.za</a> ?	Yes	Supporting reconciliation submitted with this report.
29	6.9	Monitor and report on implementation –		
29	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 71 reports.
30	6.9.2	- 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? <i>Note - condition 6.9.2 has a typing error and must refer to 6.9.1.</i>	6.9.1 = Yes	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
31	6.9.3	- 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?	Yes	
32	6.9.4	- 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 <a href="https://lguploadportal.treasury.gov.za">https://lguploadportal.treasury.gov.za</a> ?	Yes	
33	6.10	<i>Note - if municipality with a FRP may only benefit from the Municipal Debt Support Programme if the FRP progress report was submitted to both the Provincial Executive and MFRS.</i> <i>Provincial Treasury Note - Provincial Treasury certification of municipal compliance – in terms of section 5 and 7a of the MFMA, with effect from 01 April 2023, a delegated municipality may not benefit from Municipal Debt Relief, unless:</i>		
33	6.10.1	- has the relevant Provincial Treasury (delegated) / National Treasury (non-delegated) monthly monitored the municipality's compliance in terms of these conditions?	Yes	
34	6.10.2	- 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 <a href="https://lguploadportal.treasury.gov.za">https://lguploadportal.treasury.gov.za</a> ? <i>Note - in the case of a non-delegated municipality the National Treasury to issue the compliance certificate.</i>	Yes	
35	6.10.3	- 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? <i>Note - if the PT failed to address its failure such non-compliance will be considered as non-compliance by the municipality in terms of paragraph 6.1.1.</i>	No	

36	<p>6.11 <b>Limitation on municipality borrowing powers - has the municipality borrowed since its initial or any subsequent benefit in terms of this municipal debt support programme?</b></p>	<input type="text" value="No"/>	
	<p><i>Note - there is a prohibition on municipal borrowing for three consecutive municipal financial years from the date of the municipality's initial or any subsequent benefit in terms of this municipal debt support programme. NT confirms that MFMA Circular No. 124-2006/07 (Limitation on municipality borrowing powers) will only be enforced in relation to new long term loans (entered into after the effective date of debt relief approval as envisaged in MFMA section 40 - Short term borrowing, including making use of an overdraft for one-year budgeting purposes are not considered within the ambit of this condition.</i></p>		
37	<p>6.12 For the duration of the Municipal Debt Relief (to ensure proper management of resources):</p>		
38	<p>6.12.1 - 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>
39	<p>6.12.2 - 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>	<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>
40	<p>6.13 <b>Supporting evidence</b> : 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. <b>Accounting Treatment</b> - 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 Accounting General issued for Municipal Debt Relief to date? <i>Note - to include accounting for any related benefit (e.g. interest suppression, etc.) and alignment with mSCOA.</i></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. The formula needs to be corrected so that it gives a positive response for No and a negative for Yes. See formula error and therefor the selected answer.</p>
41	<p>6.14 'NERSA License - has the municipality during the month failed to comply with any condition of the Municipal Debt Relief?</p>	<input type="text" value="No"/>	
	<p><i>Note: By applying for Municipal Debt Relief as set-out in paragraph 3 of MFMA Circular no. 124, the council of a municipality that during the duration of the Municipal Debt Relief programme fails to comply with any condition of the Relief, agrees to apply to NERSA in respect of the municipality's license in terms of section 17 of the Electricity Regulation Act, 2006 (Act no. 4 of 2006). Any such application must be preceded by the relevant processes for appointing an external mechanism as envisaged in Chapter 8 of the Municipal Systems Act, 2000, including the necessary service delivery agreement originating with the Municipal Systems Act, 2000 and Electricity Regulation Act, 2006. In terms of the conditions of government's wider support to Eskom, Eskom will once again have to enforce its credit control and debt collection policies also in relation to the municipality's arrears that are the subject of municipal debt relief, etc.</i></p>		

PT: HOD/ NT / MM Name:

*Derick Welgemoed*

Signature of HOD/ NT/ MM:

*[Signature]*

Date:

14/12/2023