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# BEAUFORT WEST MUNICIPALITY



## ANNUAL BUDGET 2025 / 2026

SIRKULASIE		OPDRAG

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## 1.1 MAYORAL REPORT

Honourable Speaker and Council, as required by section 3 of Schedule A of the Municipal Budget Regulations, I hereby wish to report in summary as follows on the annual budget of the municipality.

An overview of the 2025/26 Medium Term Revenue and Expenditure Framework are as follows:

Description	Current Year 2024/25		2025/26 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
R thousands					
Total Revenue (excluding capital transfers and contributions)	499,429	479,142	554,322	544,645	558,595
Total Expenditure	449,398	468,084	551,925	537,119	570,464
Surplus/(Deficit)	50,031	11,058	2,397	7,526	(11,869)
Transfers and subsidies - capital (monetary allocations)	26,171	29,645	69,734	54,600	22,225
Transfers and subsidies - capital (in-kind)	-	-	-	-	-
Surplus/(Deficit) for the year	76,202	40,704	72,131	62,127	10,357
<b>Capital expenditure &amp; funds sources</b>					
Capital expenditure	25,575	31,757	62,018	48,990	22,255
Transfers recognised - capital	22,757	25,779	60,638	47,479	19,326
Borrowing	-	-	-	-	-
Internally generated funds	2,818	5,979	1,380	1,511	2,929
Total sources of capital funds	25,575	31,757	62,018	48,990	22,255

The proposed operating revenue budget amounts to R 554,322 million for the 2025/26 budget year, R 544,645 and R 558,595 million respectively for the two outer years. When compared to the adjusted budget the operating revenue increased by R 75,179 million.

A total operating expenditure budget of R 551,925 million is proposed for the 2025/26 budget year, R 537,119 million and R 570,463 million respectively for the two outer years. The expenditure budget increased by R 83,841 million to R 551,925 million when compared to the adjusted expenditure budget.

Given the revenue and expenditure projection above, the 2025/26 budget year will have an operating surplus of R 2,397 million and a R 7,526 million in 2026/27 budget year and a operating deficit of 11,869 is projected in the 2027/28 budget year.

A capital budget amounting to R 62,018 million is proposed for the 2025/26 budget year (R 48,990 million and R 22,255 million for the two outer years). Given the current financial position of the municipality the capital budget is mainly funded by national grants.

That being said Honourable Speaker and Council the financial position remains vulnerable, but the municipality is currently working with both National and Provincial Government to implement the Financial Recovery Plan to turn our financial position around and to put the municipality on a sound financial path again.





**Clr. JD Reynolds**  
**Executive Mayor**

## 1.2 BUDGET RELATED RESOLUTIONS

The MFMA stipulates that the Mayor must table the annual budget at a council meeting at least 90 days before the start of the budget year and the Mayor must take all reasonable steps to ensure that the municipality approves its annual budget before the start of the budget year.

Council acting in terms of section of the Municipal Finance Management Act (Act 56 of 2003) approves and adopts:

- That Council approve the Annual Budget of the Municipality for the financial year 2025/26 and indicative for the two projected outer years, 2026/27 and 2027/28, as set out in the Annual Budget Tables, be approved;
- Budgeted Financial Performance (revenue and expenditure by standard classification) reflected in Table A2;
- Budgeted Financial Performance (revenue and expenditure by municipal vote) as reflected in Table A3;
- Budgeted Financial Performance (revenue by source and expenditure by type) as reflected in Table A4;
- Multi-year and single year capital appropriations by municipal vote and standard classification and associated funding by source as reflected in Table A5;
- Capital detailed budget reflected in **Annexure C**;
- That Council approve the property rates tariffs increases for 2025/26 MTREF as per **(Annexure A)** and tariffs for service charges and other sundry tariffs as per **(Annexure B)**;
- That Council takes cognisance of the 2025/26 final Service Level Standards **(Annexure E)**; and
- That Council take note and approve the 2025/26 MTREF Budget Policy Amendments **(Annexure G)**.

### **1.3 EXECUTIVE SUMMARY**

The main objective of a municipal budget is to allocate realistically expected resources to the service delivery goals or performance objectives identified as priorities in the approved Integrated Development Plan.

As is annually the case, the municipality was confronted with numerous challenges during the budget process, one noteworthy event of such nature was when the National budget was tabled a month later than anticipated, a first in the history of our democracy. It remains a complex task balancing the needs of the community with limited resources whilst having to operate within the legislative framework determined by the various spheres of government in ensuring a credible, funded budget is implemented. Some of the crucial factors considered in the Budget Process are listed and discussed below for further clarity.

The National Treasury projects real GDP growth of 1.9 per cent in 2025, from a downwardly revised estimate of 0.8 per cent growth in 2024. The downward adjustment is due to a third-quarter GDP contraction driven by weak activity reported for agriculture and transport. GDP growth is expected to average 1.8 per cent from 2025 to 2027. Medium-term growth will be underpinned by household consumption on the back of rising purchasing power, moderate employment recovery and wealth gains. Power have gradually improved during the first quarter of 2025. It's emphasized that rapid implementation of energy and logistics reforms is crucial for economic growth.

Given weaker global growth, South Africa's exclusion from the USAID's grant from the United States of America and domestic risks, the government aims to position the economy for sustained growth and resilience to shocks. This involves maintaining a stable macroeconomic framework, swiftly implementing economic and structural reforms, and enhancing state capability to drive higher growth, employment, and competitiveness.

The employment growth in South Africa lags, given that sustainable improvement in employment requires faster GDP growth and better education and skills development. Global headline inflation is projected to ease from 5.7 per cent in 2024 to 4.2 per cent in 2025 and 3.5 per cent in 2026, driven by declining energy prices and cooling labour markets.

Advanced economies are expected to return to their inflation targets faster than emerging economies, supported by moderating energy costs and improved labour supply. Inflation trends vary in emerging economies, with food inflation persisting in Sub-Saharan Africa, while China is experiencing subdued inflation given weak domestic demand.

Household consumption growth averaged 0.6 per cent in the first three quarters of 2024 compared with the same period in 2023. Household expenditure is expected to grow by 1

per cent in 2024 and 1.9 per cent in 2025. Despite weaker growth momentum, household consumption will be supported in the near term by stable inflation expectations, lower borrowing costs, withdrawals under the two-pot retirement reform and government transfers to poorer households. Consumer confidence improved gradually throughout 2024, driven by lower inflation, stable electricity supply and domestic political developments. Household consumption is forecast to average 1.7 per cent from 2025 to 2027, supported by enhanced consumer sentiment, increased household purchasing power, gradual employment gains and wage recovery, and increased credit extension.

The following macro-economic forecasts was considered when preparing the 2025/26 MTREF municipal budget.

<b>Fiscal year</b>	<b>Budget Year 2025/26</b>	<b>Budget Year +1 2026/27</b>	<b>Budget Year +2 2027/28</b>
CPI Inflation	4.3%	4.6%	4.4%

The economic challenges outlined, including decreased GDP growth, higher inflation, and potential power cuts, are expected to strain households' capacity to pay municipal bills. Additionally, Eskom power cuts are impacting the sustainability of businesses, both small and large. These issues are collectively putting pressure on the municipality's own revenue, in combination with households and businesses moving to alternative energy sources.

Closer to home and on a provincial level, in the face of global concerns, subdued national economic prospects, and a constrained fiscal environment, the Western Cape Government (WCG) has devised a budget that addresses increasing service delivery demands within limited financial resources. Domestic challenges such as the energy crisis, state fragility, and water shortages have gradually affected provincial budgeting. The goal is to improve efficiency, strategically plan, and implement solutions to ensure continued progress towards a prosperous Western Cape for all.

A Financial Recovery Plan (FRP) was approved by Council on 23 March 2022. Financial recovery plans are prepared for municipalities where interventions are implemented in terms of Section 139, read together with Section 142, of the MFMA. They are largely prepared for municipalities under financial distress.

The mandatory FRP will be used as an instrument to guide the municipality in addressing the financial crisis in the municipality as well as to ensure that the municipality regains its financial health within the shortest timeframe whilst ensuring that all issues which adversely affect the financial health of the municipality are comprehensively addressed. This will allow the Municipality to give effect to the financial recovery plan and the overall recovery process.

This budget was prepared against the backdrop of the Financial Recovery Plan and its recommendations.

The municipality applied for the municipal debt relief in terms of MFMA Circular 124 and approval was granted to the municipality. The municipality qualified and received its first one third (1/3) debt write-off to the value of R25,587,223.02 during the first cycle of its participation in the programme. This municipal debt relief is an extraordinary support and breakthrough as part of the Beaufort West Municipality's recovery efforts. More must still be done to maintain and improve adherence to the conditions of the debt relief programme to ensure approval over the remaining two years of the programme.

As a participant in the municipal debt relief programme the municipality will benefit from the smart meter grant that will be rolled out to affected municipalities on the programme. The implementation of this will mean that metering issues will be resolved and revenue generated from water and electricity will increase over MTREF. The municipality were allocated R 46 million as part of the Smart Meter Grant programme of National Treasury in the 2025/26 budget year.

More must be done by the municipality to improve its financial situation by:

- ❖ Improving the effectiveness of revenue management processes and procedures to improve the collection rate over the MTREF;
- ❖ Cost containment measures must be strengthened to, amongst other things, control unnecessary spending on nice-to-have items and non-essential activities;
- ❖ Ensuring value for money through the procurement process;
- ❖ Providing free basic services to households that qualify in terms of the Indigent Policy of the municipality;
- ❖ Curbing the consumption of water and electricity by the indigents to ensure that they do not exceed their allocation;
- ❖ A review of the current organogram structure must be done as the current structure is unaffordable for this municipality;
- ❖ With the above said only critical vacant positions should be prioritised.

In order to achieve financial sustainability, there must be both an administrative and political will to implement the changes required to improve the performance of the municipality.

**Annexures A** outlines the proposed property rates tariffs increases for 2025/26 budget year and further rebates on property rates and **Annexure B** the proposed increases in tariffs for service charges and other sundry tariffs as well as the indigent subsidy that will be given to households that qualify in terms of the Indigent Policy of the Municipality.

### 1.3.1. Operating Revenue Budget

The 2025/26 total revenue budget amounts to R 624,056 million. This includes transfers and subsidies capital to the value of R 69,734 million. If transfers and transfers capital are excluded the total revenue budget, the total revenue (excluding capital transfers and contributions) / operating revenue amounts to R 554,322 million.

The operational revenue budget for 2025/26 of R 554,322 million shows an increase of R 75,179 million or 15.7 per cent when compared to the adjusted operational budget of 2024/25 of R 479,142 million. In the 2025/26 financial year revenue will decrease by 1,7 per cent and increase by 2.6 per cent year in the 2026/27 financial year.

Beaufort West Municipality depends largely on property rates and service charges service charges to balance its budget. Property rates and service charges consist of 47.4% per cent or R 262,932 million of total operating revenue;

- Property rates – R 57,971 million or 10.5%;
- Service charges electricity – R 138,976 million or 25.1%;
- Service charges water – R 29,856 million or 5.4%;
- Service charges sanitation – R 22,939 million or 4.1% ; and
- Service charges refuse – R 13,190 million or 2.4%

In the tables below, indicates the operating transfers and subsidies that will be allocated to the municipality from National and Provincial Government as well as other grant providers for the 2025/26 budget year.

National, Provincial and Other Operating Transfers & Subsidies	
Transfers and subsidies - Operational	Budget Year 2025/26
<b>National Government:</b>	<b>143,161,300</b>
Local Government Equitable Share	92,780,000
Municipal Infrastructure Grant (MIG)	812,300
Local Government Financial Management Grant (FMG)	2,000,000
Expanded Public Works Programme Integrated Grant (EPWP)	1,569,000
Smart Meters Grant	46,000,000
<b>Provincial Government:</b>	<b>9,092,000</b>
Provincial Treasury : Western Cape Financial Management Capacity Building Grant	495,000
Department of Infrastructure : Title Deeds Restoration Grant	399,000
Department Cultural Affairs & Sport: Replacement Funding for most vulnerable B3 Municipalities	7,272,000
Department of Local Government : Municipal Energy Resilience Grant	400,000
Department of Local Government : Thusong Service Centres Grant (Sustainability: Operational Support Grant)	300,000
Department of Local Government : Community Development Workers (CDW) Operational Support Grant	226,000
<b>Other grant providers:</b>	
SETA : Chemical Industries Education & Training Authority	2,538,000
<b>Total Transfers and subsidies - Operational</b>	<b>154,791,300</b>

### **1.3.2. Operating Expenditure Budget**

The 2025/26 total operational expenditure budget amounts to R 551,925 million. The operational expenditure budget for 2025/26 of R 551,925 million shows an increase of R 83,841 million or 17.9 per cent when compared to the adjusted operational budget of 2024/25 of R 468,084 million. The 2026/27 outer year will decrease by 2.7 per cent and increase with 6.2 per cent in the 2027/28 financial year.

#### **Employee related costs**

The salary and wage collective agreement were signed by the parties of the South African Local Government Bargaining Council (SALGBC) on Friday, 6 September 2024 and municipalities are expected to implement the agreement with immediate effect as from 1 July 2024. In respect of the 2025/26 financial year, all employees covered by this agreement shall receive, with effect from 1 July 2025, an increase based on the average CPI percentage for the period 1 February 2024 until 31 January 2025, plus 0.75 per cent. The publications of Statistics South Africa shall be used to determine the average CPI.

Provision was made for a salary increase of 5.5 per cent in 2025/26, 5.3 per cent in 2026/27 and 5.8 per cent in 2027/28 as well as of notch increase to those who qualify.

The remuneration of staff amounts to 27.4 per cent of the total operating expenditure in 2025/26 and 29 and 28.5 per cent for two outer years.

#### **Remuneration of councillors**

The of remuneration of councillors were budgeted in accordance with the actual cost approved in accordance with the Government Gazette on the Remuneration of Public Office Bearers Act: Determination of Upper Limits of Salaries, Allowances and Benefits of Different Members of Municipal Councils published annually by DCoG and were increased based on the projected CPI over the 2025/26 Medium Term Revenue & Expenditure Framework (MTREF).

#### **Bulk purchases – electricity**

The National Energy Regulator of South Africa (NERSA) is responsible for the price determination of the bulk costs of electricity. For the 2025/26 national financial year, NERSA approved an average tariff increase of 12.7 per cent, effective from April 1, 2025. Section 43 of the MFMA requires that Eskom table the bulk increase applicable to municipalities for the 2025/26 municipal financial year by 15 March 2025 (this will differ from the increase applicable for the national financial year as Eskom will only have the period from July 2025

to March 2026 to recover from municipalities the additional revenue allowed by NERSA for the 2025/26 national financial year).

In addition to the tariff increase, NERSA has approved a restructuring of Eskom's tariffs, reducing the previous 15 tariff categories to three simplified categories: one for large power users, one for small power users, and one for public lighting. Municipalities will be required to align their tariff structures accordingly. More guidance will be provided in due course.

Municipalities are advised to make use of NT's Cost Reflective Tariff Tool when developing their electricity tariffs. Municipalities are reminded that municipal tariff applications to NERSA must be accompanied by a credible electricity cost of supply study (COSS). No tariff applications will be approved by NERSA if not supported by a COSS.

Given the absence of an approved tariff increase for the two outer years of the MTEF, the increase is projected to be 11.9 per cent in 2026/27 and 9.1 per cent in 2027/28.

#### **Inventory consumed**

The increase in the cost of inventory consumed were increased with inflation, water inventory purchased contributes to about 50% percent or R 13,5 million of the total cost. The other cost relate to materials and supplies as well as consumables to deliver services and for the municipality to operate effectively.

#### **Debt impairment**

Debt impairment is calculated based on the collection, i.e. level of payments of the annual billed revenue. This is based on the collection rates of property rates, service charges (electricity, water, sanitation and refuse) and traffic fines.

#### **Depreciation and amortisation**

The above cost was estimated, using the straight line method, to allocate their cost to their residual values over the estimated useful lives of the assets.

#### **Interest**

Provision was made for the interest payable current annuity loans as well as interest on the bank overdraft and overdue accounts.

#### **Irrecoverable debts written off**

Irrecoverable debt written off relate to traffic fines that have expired.



## Contracted services and Operational costs

Contracted services were increased based on existing contract conditions as well additional cost funded by grant income. Operational cost were budgeted based on the prevailing growth rates, adjusted with CPI and prior actual expenditure trends.

### 1.3.3. CAPITAL EXPENDITURE BUDGET

A capital budget of R 62,018 million is proposed for the 2025/26 budget year, R 48,990 million and R 22,255 million for the two outer budget years.

The capital budget will be spend on the following functional areas over the 2025/26 Medium Term Revenue & Expenditure Framework (MTREF):

Functional Area	Current Year 2024/25		2025/26 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
<b>R thousand</b>					
<b>Capital Expenditure - Functional</b>					
<b>Governance and administration</b>	500	781	330	920	990
Executive and council	–	–	–	–	–
Finance and administration	500	781	330	920	990
Internal audit	–	–	–	–	–
<b>Community and public safety</b>	5,971	9,131	7,555	6,642	–
Community and social services	1,304	1,541	992	6,642	–
Sport and recreation	4,666	7,590	6,563	–	–
Public safety	–	–	–	–	–
Housing	–	–	–	–	–
Health	–	–	–	–	–
<b>Economic and environmental services</b>	–	726	12,828	5,826	200
Planning and development	–	300	200	200	200
Road transport	–	426	12,628	5,626	–
Environmental protection	–	–	–	–	–
<b>Trading services</b>	19,104	21,119	41,304	35,602	21,065
Energy sources	6,480	6,838	7,826	5,888	6,958
Water management	2,174	3,348	18,952	–	–
Waste water management	–	–	14,526	29,714	9,565
Waste management	10,451	10,933	–	–	4,542
<b>Other</b>	–	–	–	–	–
<b>Total Capital Expenditure - Functional</b>	<b>25,575</b>	<b>31,757</b>	<b>62,018</b>	<b>48,990</b>	<b>22,255</b>
<b>Funded by:</b>					
National Government	19,279	20,805	57,595	47,479	19,326
Provincial Government	3,478	4,974	3,043	–	–
District Municipality	–	–	–	–	–
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)	–	–	–	–	–
<b>Transfers recognised - capital</b>	<b>22,757</b>	<b>25,779</b>	<b>60,638</b>	<b>47,479</b>	<b>19,326</b>
<b>Borrowing</b>	–	–	–	–	–
<b>Internally generated funds</b>	<b>2,818</b>	<b>5,979</b>	<b>1,380</b>	<b>1,511</b>	<b>2,929</b>
<b>Total Capital Funding</b>	<b>25,575</b>	<b>31,757</b>	<b>62,018</b>	<b>48,990</b>	<b>22,255</b>

As per the table above that the capital expenditure for 2025/25 budget year will be allocated mainly to the following functional areas:

Trading services – R 41,304 million with expenditure on:

- Energy sources – R 7,826 million;
- Water management – R 18,952 million; and
- Waste water management – R 14,526 million.

Economic and environmental services – R 12,828 million with expenditure on:

- Planning and development – R 200 thousand and
- Road transport – R 12,628 million.

Community and public safety – R 7,555 million with expenditure on:

- Community and social services – R 992 thousand and
- Sport and recreation – R 6,563 million

Governance and administration – R 330 thousand.

In analysing what will be procured with the 2025/26 capital budget, the summary by asset class provides a holistic picture for the Municipality. The summary by asset class can be obtained in Table A9 and Supporting Tables SA34 a, b and e. For easy reference a summary of main classifications of expenses are extracted below:

- Infrastructure Assets – R 53,933 million;
- Community Assets – R 7,555 million;
- Computer Equipment – R 230 thousand;
- Furniture and Office Equipment – R 100 thousand and
- Machinery and Equipment – R 200 thousand.

The Taking into consideration the current financial situation of the municipality and the fact that the municipality is still under financial recovery, the capital budget will be financed as follows over the 2025/26 Medium Term & Expenditure Framework:

<b>Funding Source:</b>	<b>Budget Year 2025/26</b>	<b>Budget Year +1 2026/27</b>	<b>Budget Year +2 2027/28</b>
Integrated National Electrification Programme Grant (INEP)	7,826,087	4,347,826	4,544,348
Municipal Infrastructure Grant (MIG)	19,333,652	14,286,348	14,782,000
Water Services Infrastructure Grant (WSIG)	30,434,783	28,844,348	-
Department of Local Government : Municipal Water Resilience Grant	3,043,479	-	-
Internally generated funds - CRR	1,380,290	1,511,467	2,929,130
<b>Total</b>	<b>62,018,291</b>	<b>48,989,989</b>	<b>22,255,478</b>

The detailed capital projects are shown in **Annexure C** of this document. The annexure indicate the total amount per Directorate and functional area

#### **1.3.4. Proposed Rates and Tariffs for 2025/26 Medium Term Revenue and Expenditure Framework (MFREF)**

Annexures **A** and **B** the annexure shows the proposed property rates and tariff increases over the 2025/26 Medium Term Revenue and Expenditure Framework (MTREF) as well as the different subsidies that will be given.

## 1.4 DRAFT ANNUAL BUDGET TABLES

Table A1 Budget Summary

WC053 Beaufort West - Table A1 Budget Summary							
Description	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
R thousands	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
<b>Financial Performance</b>							
Property rates	55,152	54,691	-	-	57,971	61,449	65,137
Service charges	182,465	187,240	-	-	204,962	225,369	243,182
Investment revenue	2,221	2,650	-	-	2,915	3,207	3,527
Transfer and subsidies - Operational	102,942	108,146	-	-	154,791	115,146	126,888
Other own revenue	156,649	126,416	-	-	133,683	139,475	119,862
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>499,429</b>	<b>479,142</b>	<b>-</b>	<b>-</b>	<b>554,322</b>	<b>544,645</b>	<b>558,595</b>
Employee costs	138,817	134,446	-	-	151,147	155,514	162,820
Remuneration of councillors	7,133	6,892	-	-	7,320	7,613	7,918
Depreciation and amortisation	29,266	29,266	-	-	26,085	26,986	20,806
Interest	1,847	2,606	-	-	1,395	1,262	1,191
Inventory consumed and bulk purchases	130,821	138,316	-	-	148,961	165,136	178,993
Transfers and subsidies	-	-	-	-	-	-	0
Other expenditure	141,513	156,558	-	-	217,016	180,607	198,736
<b>Total Expenditure</b>	<b>449,398</b>	<b>468,084</b>	<b>-</b>	<b>-</b>	<b>551,925</b>	<b>537,119</b>	<b>570,464</b>
<b>Surplus/(Deficit)</b>	<b>50,031</b>	<b>11,058</b>	<b>-</b>	<b>-</b>	<b>2,397</b>	<b>7,526</b>	<b>(11,869)</b>
Transfers and subsidies - capital (monetary allocations)	26,171	29,645	-	-	69,734	54,600	22,225
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	0
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>76,202</b>	<b>40,704</b>	<b>-</b>	<b>-</b>	<b>72,131</b>	<b>62,127</b>	<b>10,357</b>
Share of Surplus/Deficit attributable to Associate	-	-	-	-	-	-	-
<b>Surplus/(Deficit) for the year</b>	<b>76,202</b>	<b>40,704</b>	<b>-</b>	<b>-</b>	<b>72,131</b>	<b>62,127</b>	<b>10,357</b>
<b>Capital expenditure &amp; funds sources</b>							
Capital expenditure	25,575	31,757	-	-	62,018	48,990	22,255
Transfers recognised - capital	22,757	25,779	-	-	60,638	47,479	19,326
Borrowing	-	-	-	-	-	-	-
Internally generated funds	2,818	5,979	-	-	1,380	1,511	2,929
<b>Total sources of capital funds</b>	<b>25,575</b>	<b>31,757</b>	<b>-</b>	<b>-</b>	<b>62,018</b>	<b>48,990</b>	<b>22,255</b>
<b>Financial position</b>							
Total current assets	202,574	98,020	-	-	101,081	106,633	107,065
Total non current assets	452,782	458,585	-	-	494,518	516,522	517,971
Total current liabilities	148,918	93,213	-	-	94,499	69,153	64,994
Total non current liabilities	86,953	107,239	-	-	72,816	63,591	59,275
Community wealth/Equity	419,485	356,154	-	-	428,284	490,411	500,768
<b>Cash flows</b>							
Net cash from (used) operating	62,645	38,050	-	-	63,527	52,306	20,335
Net cash from (used) investing	(25,575)	(31,757)	-	-	(62,018)	(48,990)	(22,255)
Net cash from (used) financing	(1,102)	(1,181)	-	-	(1,169)	(651)	(708)
<b>Cash/cash equivalents at the year end</b>	<b>51,812</b>	<b>18,955</b>	<b>-</b>	<b>-</b>	<b>19,295</b>	<b>21,959</b>	<b>19,331</b>
<b>Cash backing/surplus reconciliation</b>							
Cash and investments available	51,812	18,955	-	-	19,295	21,959	19,331
Application of cash and investments	19,890	31,235	-	-	28,717	434	2
<b>Balance - surplus (shortfall)</b>	<b>31,922</b>	<b>(12,280)</b>	<b>-</b>	<b>-</b>	<b>(9,423)</b>	<b>21,525</b>	<b>19,329</b>
<b>Asset management</b>							
Asset register summary (WDV)	422,193	449,973	-	-	494,946	516,950	518,399
Depreciation	29,266	29,266	-	-	26,085	26,986	20,806
Renewal and Upgrading of Existing Assets	13,958	19,080	-	-	31,054	17,486	18,651
Repairs and Maintenance	9,133	9,168	-	-	10,278	10,529	11,554
<b>Free services</b>							
Cost of Free Basic Services provided	51,278	35,958	-	-	38,777	41,796	44,770
Revenue cost of free services provided	130	130	-	-	138	146	155
<b>Households below minimum service level</b>							
Water:	-	-	-	-	-	-	-
Sanitation/sewerage:	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-

**Table A2 Budgeted Financial Performance (revenue and expenditure by functional classification)**

WC053 Beaufort West - Table A2 Budgeted Financial Performance (revenue and expenditure by functional classification)						
Functional Classification Description	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
R thousand						
<b>Revenue - Functional</b>						
<i>Governance and administration</i>	133,492	206,632	-	200,934	205,747	190,064
Executive and council	18,170	18,210	-	12,222	12,153	12,678
Finance and administration	115,323	188,172	-	188,712	193,594	177,385
Internal audit	-	250	-	-	-	0
<i>Community and public safety</i>	91,729	40,027	-	40,364	48,515	49,908
Community and social services	9,820	10,152	-	9,883	16,079	9,216
Sport and recreation	5,612	7,897	-	7,060	276	291
Public safety	74,770	21,887	-	23,022	24,209	25,440
Housing	1,527	90	-	399	7,952	14,960
Health	-	-	-	-	-	-
<i>Economic and environmental services</i>	1,411	2,447	-	16,025	7,545	1,123
Planning and development	1,411	1,957	-	1,591	1,025	1,066
Road transport	-	490	-	14,434	6,520	57
Environmental protection	-	-	-	-	-	-
<i>Trading services</i>	298,968	259,683	-	366,733	337,438	339,726
Energy sources	162,852	144,559	-	167,407	182,004	197,329
Water management	54,182	40,403	-	110,874	45,740	48,114
Waste water management	43,353	40,257	-	58,982	79,017	56,299
Waste management	38,581	34,464	-	29,470	30,678	37,984
<i>Other</i>	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	<b>525,600</b>	<b>508,788</b>	<b>-</b>	<b>624,056</b>	<b>599,246</b>	<b>580,820</b>
<b>Expenditure - Functional</b>						
<i>Governance and administration</i>	108,415	116,934	-	90,716	91,017	95,063
Executive and council	22,910	25,741	-	25,387	26,457	27,357
Finance and administration	84,056	89,568	-	63,836	63,031	66,109
Internal audit	1,449	1,626	-	1,493	1,529	1,597
<i>Community and public safety</i>	102,144	106,240	-	147,101	160,140	174,769
Community and social services	13,163	11,836	-	13,992	14,086	14,785
Sport and recreation	9,527	9,299	-	9,873	9,931	10,441
Public safety	76,519	83,734	-	121,276	126,633	132,922
Housing	2,936	1,371	-	1,960	9,491	16,621
Health	-	-	-	-	-	-
<i>Economic and environmental services</i>	31,656	32,929	-	32,488	32,850	32,080
Planning and development	9,850	10,191	-	10,337	9,914	9,864
Road transport	21,807	22,738	-	22,151	22,936	22,216
Environmental protection	-	-	-	-	-	-
<i>Trading services</i>	207,183	211,981	-	281,621	253,112	268,552
Energy sources	135,228	138,699	-	156,768	173,191	186,850
Water management	37,062	38,866	-	86,802	41,719	43,018
Waste water management	16,697	16,552	-	18,809	19,430	19,509
Waste management	18,196	17,863	-	19,243	18,771	19,175
<i>Other</i>	-	-	-	-	-	-
<b>Total Expenditure - Functional</b>	<b>449,398</b>	<b>468,084</b>	<b>-</b>	<b>551,925</b>	<b>537,119</b>	<b>570,464</b>
<b>Surplus/(Deficit) for the year</b>	<b>76,202</b>	<b>40,704</b>	<b>-</b>	<b>72,131</b>	<b>62,127</b>	<b>10,357</b>

**Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)**

WC053 Beaufort West - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)						
Vote Description	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
R thousand	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
<b>Revenue by Vote</b>						
Vote 1 - MUNICIPAL MANAGER	9,073	9,799	–	8,758	8,546	8,925
Vote 2 - DIRECTORATE: INFRASTRUCTURE SERVICES	262,795	229,767	–	278,785	301,879	289,463
Vote 3 - DIRECTORATE: ELECTRO-TECHNICAL SERVICES	–	–	–	–	–	–
Vote 4 - DIRECTORATE: CORPORATE SERVICES	19,144	20,138	–	11,741	11,853	12,283
Vote 5 - DIRECTORATE: FINANCIAL SERVICES	102,362	172,859	–	109,006	114,065	93,837
Vote 6 - DIRECTORATE: COMMUNITY SERVICES	132,225	76,225	–	215,765	162,903	176,313
Vote 7 - COMMUNITY & SOCIAL SERVICES	–	–	–	–	–	–
	–	–	–	–	–	–
<b>Total Revenue by Vote</b>	<b>525,600</b>	<b>508,788</b>	<b>–</b>	<b>624,056</b>	<b>599,246</b>	<b>580,820</b>
<b>Expenditure by Vote to be appropriated</b>						
Vote 1 - MUNICIPAL MANAGER	7,544	7,632	–	7,159	7,626	7,919
Vote 2 - DIRECTORATE: INFRASTRUCTURE SERVICES	230,051	237,192	–	256,365	276,621	291,008
Vote 3 - DIRECTORATE: ELECTRO-TECHNICAL SERVICES	–	–	–	–	–	–
Vote 4 - DIRECTORATE: CORPORATE SERVICES	49,555	51,419	–	52,445	54,282	56,630
Vote 5 - DIRECTORATE: FINANCIAL SERVICES	48,007	53,252	–	22,803	23,374	25,155
Vote 6 - DIRECTORATE: COMMUNITY SERVICES	114,241	118,590	–	213,153	175,216	189,751
Vote 7 - COMMUNITY & SOCIAL SERVICES	–	–	–	–	–	–
	–	–	–	–	–	–
<b>Total Expenditure by Vote</b>	<b>449,398</b>	<b>468,084</b>	<b>–</b>	<b>551,925</b>	<b>537,119</b>	<b>570,464</b>
<b>Surplus/(Deficit) for the year</b>	<b>76,202</b>	<b>40,704</b>	<b>–</b>	<b>72,131</b>	<b>62,127</b>	<b>10,357</b>

**Table A4 Budgeted Financial Performance (revenue and expenditure)**

WC053 Beaufort West - Table A4 Budgeted Financial Performance (revenue and expenditure)							
Description	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
R thousand	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
<b>Revenue</b>							
<b>Exchange Revenue</b>							
Service charges - Electricity	120,473	124,071	-	-	138,976	154,985	168,105
Service charges - Water	20,853	29,405	-	-	29,856	31,674	33,593
Service charges - Waste Water Management	24,740	21,644	-	-	22,939	24,316	25,781
Service charges - Waste Management	16,399	12,120	-	-	13,190	14,393	15,703
Sale of Goods and Rendering of Services	942	942	-	-	1,017	1,095	1,172
Agency services	1,766	1,601	-	-	1,697	1,799	1,907
Interest	-	-	-	-	-	-	-
Interest earned from Receivables	11,992	10,222	-	-	12,711	13,474	14,283
Interest earned from Current and Non Current Assets	2,221	2,650	-	-	2,915	3,207	3,527
Dividends	-	-	-	-	-	-	-
Rent on Land	-	-	-	-	-	-	0
Rental from Fixed Assets	2,022	1,801	-	-	1,981	2,179	2,288
Licence and permits	316	248	-	-	273	300	330
<b>Special rating revenue</b>	-	-	-	-	-	-	-
Operational Revenue	1,351	1,764	-	-	1,859	1,961	2,059
<b>Non-Exchange Revenue</b>							
Property rates	55,152	54,691	-	-	57,971	61,449	65,137
Surcharges and Taxes	-	-	-	-	-	-	-
Fines, penalties and forfeits	73,189	79,486	-	-	83,479	87,679	92,091
Licences or permits	203	188	-	-	208	218	229
Transfer and subsidies - Operational	102,942	108,146	-	-	154,791	115,146	126,888
Interest	3,449	3,449	-	-	3,655	3,875	4,107
Fuel Levy	-	-	-	-	-	-	-
Operational Revenue	35,832	1,128	-	-	1,215	1,308	1,396
Gains on disposal of Assets	-	-	-	-	-	-	-
Other Gains	25,587	25,587	-	-	25,587	25,587	0
Discontinued Operations	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>499,429</b>	<b>479,142</b>	<b>-</b>	<b>-</b>	<b>554,322</b>	<b>544,645</b>	<b>558,595</b>
<b>Expenditure</b>							
Employee related costs	138,817	134,446	-	-	151,147	155,514	162,820
Remuneration of councillors	7,133	6,892	-	-	7,320	7,613	7,918
Bulk purchases - electricity	105,318	108,170	-	-	121,951	136,475	148,894
Inventory consumed	25,503	30,146	-	-	27,010	28,661	30,099
Debt impairment	75,382	22,671	-	-	66,155	70,657	75,041
Depreciation and amortisation	29,266	29,266	-	-	26,085	26,986	20,806
Interest	1,847	2,606	-	-	1,395	1,262	1,191
Contracted services	27,528	34,025	-	-	76,115	37,370	47,479
Transfers and subsidies	-	-	-	-	-	-	0
Irrecoverable debts written off	-	60,660	-	-	32,970	34,619	36,349
Operational costs	38,604	39,202	-	-	41,775	37,962	39,867
Losses on disposal of Assets	-	-	-	-	-	-	-
Other Losses	-	-	-	-	-	-	(0)
<b>Total Expenditure</b>	<b>449,398</b>	<b>468,084</b>	<b>-</b>	<b>-</b>	<b>551,925</b>	<b>537,119</b>	<b>570,464</b>
<b>Surplus/(Deficit)</b>	<b>50,031</b>	<b>11,058</b>	<b>-</b>	<b>-</b>	<b>2,397</b>	<b>7,526</b>	<b>(11,869)</b>
Transfers and subsidies - capital (monetary allocations)	26,171	29,645	-	-	69,734	54,600	22,225
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	0
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>76,202</b>	<b>40,704</b>	<b>-</b>	<b>-</b>	<b>72,131</b>	<b>62,127</b>	<b>10,357</b>
Income Tax	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after income tax</b>	<b>76,202</b>	<b>40,704</b>	<b>-</b>	<b>-</b>	<b>72,131</b>	<b>62,127</b>	<b>10,357</b>
Share of Surplus/Deficit attributable to Joint Venture	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>	<b>76,202</b>	<b>40,704</b>	<b>-</b>	<b>-</b>	<b>72,131</b>	<b>62,127</b>	<b>10,357</b>
Share of Surplus/Deficit attributable to Associate	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions	-	-	-	-	-	-	-
<b>Surplus/(Deficit) for the year</b>	<b>76,202</b>	<b>40,704</b>	<b>-</b>	<b>-</b>	<b>72,131</b>	<b>62,127</b>	<b>10,357</b>



**Table A5 Budgeted Capital Expenditure by vote, functional classification and funding**

<b>WC053 Beaufort West - Table A5 Budgeted Capital Expenditure by Functional Classification and Funding</b>							
Vote Description R thousand	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
<b>Capital expenditure - Vote</b>							
<b>Multi-year expenditure to be appropriated</b>							
Vote 1 - MUNICIPAL MANAGER	-	-	-	-	-	-	-
Vote 2 - DIRECTORATE: INFRASTRUCTURE SERVICES	6,480	6,882	-	-	35,180	41,428	16,724
Vote 3 - DIRECTORATE: ELECTRO-TECHNICAL SERVICES	-	-	-	-	-	-	-
Vote 4 - DIRECTORATE: CORPORATE SERVICES	-	-	-	-	230	870	940
Vote 5 - DIRECTORATE: FINANCIAL SERVICES	-	-	-	-	100	50	50
Vote 6 - DIRECTORATE: COMMUNITY SERVICES	4,666	6,765	-	-	992	6,642	-
Vote 7 - COMMUNITY & SOCIAL SERVICES	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	11,146	13,648	-	-	36,502	48,990	17,714
<b>Single-year expenditure to be appropriated</b>							
Vote 1 - MUNICIPAL MANAGER	-	-	-	-	-	-	-
Vote 2 - DIRECTORATE: INFRASTRUCTURE SERVICES	2,174	4,030	-	-	18,952	-	-
Vote 3 - DIRECTORATE: ELECTRO-TECHNICAL SERVICES	-	-	-	-	-	-	-
Vote 4 - DIRECTORATE: CORPORATE SERVICES	1,804	2,040	-	-	-	-	-
Vote 5 - DIRECTORATE: FINANCIAL SERVICES	-	150	-	-	-	-	-
Vote 6 - DIRECTORATE: COMMUNITY SERVICES	10,451	11,890	-	-	6,563	-	4,542
Vote 7 - COMMUNITY & SOCIAL SERVICES	-	-	-	-	-	-	-
Capital single-year expenditure sub-total	14,429	18,110	-	-	25,516	-	4,542
<b>Total Capital Expenditure - Vote</b>	<b>25,575</b>	<b>31,757</b>	<b>-</b>	<b>-</b>	<b>62,018</b>	<b>48,990</b>	<b>22,255</b>
<b>Capital Expenditure - Functional</b>							
<b>Governance and administration</b>	<b>500</b>	<b>781</b>	<b>-</b>	<b>-</b>	<b>330</b>	<b>920</b>	<b>990</b>
Executive and council	-	-	-	-	-	-	-
Finance and administration	500	781	-	-	330	920	990
Internal audit	-	-	-	-	-	-	-
<b>Community and public safety</b>	<b>5,971</b>	<b>9,131</b>	<b>-</b>	<b>-</b>	<b>7,555</b>	<b>6,642</b>	<b>-</b>
Community and social services	1,304	1,541	-	-	992	6,642	-
Sport and recreation	4,666	7,590	-	-	6,563	-	-
Public safety	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-
<b>Economic and environmental services</b>	<b>-</b>	<b>726</b>	<b>-</b>	<b>-</b>	<b>12,828</b>	<b>5,826</b>	<b>200</b>
Planning and development	-	300	-	-	200	200	200
Road transport	-	426	-	-	12,628	5,626	-
Environmental protection	-	-	-	-	-	-	-
<b>Trading services</b>	<b>19,104</b>	<b>21,119</b>	<b>-</b>	<b>-</b>	<b>41,304</b>	<b>35,802</b>	<b>21,085</b>
Energy services	6,480	6,838	-	-	7,826	5,888	6,958
Water management	2,174	3,348	-	-	18,952	-	-
Waste water management	-	-	-	-	14,526	29,714	9,565
Waste management	10,451	10,933	-	-	-	-	4,542
Other	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional</b>	<b>25,575</b>	<b>31,757</b>	<b>-</b>	<b>-</b>	<b>62,018</b>	<b>48,990</b>	<b>22,255</b>
<b>Funded by:</b>							
National Government	19,279	20,805	-	-	57,595	47,479	19,326
Provincial Government	3,478	4,974	-	-	3,043	-	-
District Municipality	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat/ Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>	<b>22,757</b>	<b>25,779</b>	<b>-</b>	<b>-</b>	<b>60,638</b>	<b>47,479</b>	<b>19,326</b>
<b>Borrowing</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Internally generated funds</b>	<b>2,818</b>	<b>5,979</b>	<b>-</b>	<b>-</b>	<b>1,380</b>	<b>1,511</b>	<b>2,929</b>
<b>Total Capital Funding</b>	<b>25,575</b>	<b>31,757</b>	<b>-</b>	<b>-</b>	<b>62,018</b>	<b>48,990</b>	<b>22,255</b>



**Table A6 Budgeted Financial Position**

WC053 Beaufort West - Table A6 Budgeted Financial Position							
Description	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
R thousand							
<b>ASSETS</b>							
<b>Current assets</b>							
Cash and cash equivalents	55,906	18,955	-	-	19,295	21,959	19,331
Trade and other receivables from exchange transactions	14,932	20,586	-	-	23,276	26,130	29,154
Receivables from non-exchange transactions	62,436	28,716	-	-	28,747	28,780	28,816
Current portion of non-current receivables	1,154	1,599	-	-	1,599	1,599	1,599
Inventory	4,491	3,058	-	-	3,058	3,058	3,058
VAT	54,150	14,761	-	-	14,761	14,761	14,761
Other current assets	9,505	10,345	-	-	10,345	10,345	10,345
<b>Total current assets</b>	<b>202,574</b>	<b>98,020</b>	<b>-</b>	<b>-</b>	<b>101,081</b>	<b>106,633</b>	<b>107,065</b>
<b>Non current assets</b>							
Investments	-	-	-	-	-	-	0
Investment property	5,739	5,636	-	-	5,412	5,187	5,037
Property, plant and equipment	439,474	448,684	-	-	484,851	507,089	508,695
Biological assets	-	-	-	-	-	-	-
Living and non-living resources	-	-	-	-	-	-	-
Heritage assets	3,340	3,340	-	-	3,340	3,340	3,340
Intangible assets	1,705	1,353	-	-	1,343	1,334	1,327
Trade and other receivables from exchange transactions	2,030	(511)	-	-	(511)	(511)	(511)
Non-current receivables from non-exchange transactions	495	83	-	-	83	83	83
Other non-current assets	-	-	-	-	-	-	-
<b>Total non current assets</b>	<b>452,782</b>	<b>458,585</b>	<b>-</b>	<b>-</b>	<b>494,518</b>	<b>516,522</b>	<b>517,971</b>
<b>TOTAL ASSETS</b>	<b>655,357</b>	<b>556,606</b>	<b>-</b>	<b>-</b>	<b>595,599</b>	<b>623,155</b>	<b>625,036</b>
<b>LIABILITIES</b>							
<b>Current liabilities</b>							
Bank overdraft	-	-	-	-	-	-	0
Financial liabilities	1,084	1,169	-	-	651	708	787
Consumer deposits	2,490	2,682	-	-	2,682	2,682	2,682
Trade and other payables from exchange transactions	83,552	60,800	-	-	62,347	36,675	32,156
Trade and other payables from non-exchange transactions	1	0	-	-	0	0	0
Provision	15,136	19,084	-	-	19,265	19,452	19,646
VAT	46,655	9,477	-	-	9,553	9,636	9,723
Other current liabilities	-	-	-	-	-	-	-
<b>Total current liabilities</b>	<b>148,918</b>	<b>93,213</b>	<b>-</b>	<b>-</b>	<b>94,499</b>	<b>69,153</b>	<b>64,994</b>
<b>Non current liabilities</b>							
Financial liabilities	2,558	2,573	-	-	1,921	1,213	426
Provision	22,735	26,808	-	-	28,017	28,808	30,068
Long term portion of trade payables	36,085	49,078	-	-	14,097	4,789	0
Other non-current liabilities	25,575	28,780	-	-	28,780	28,780	28,780
<b>Total non current liabilities</b>	<b>86,953</b>	<b>107,239</b>	<b>-</b>	<b>-</b>	<b>72,816</b>	<b>63,591</b>	<b>59,275</b>
<b>TOTAL LIABILITIES</b>	<b>235,872</b>	<b>200,452</b>	<b>-</b>	<b>-</b>	<b>167,315</b>	<b>132,744</b>	<b>124,269</b>
<b>NET ASSETS</b>	<b>419,485</b>	<b>356,154</b>	<b>-</b>	<b>-</b>	<b>428,284</b>	<b>490,411</b>	<b>500,768</b>
<b>COMMUNITY WEALTH/EQUITY</b>							
Accumulated surplus/(deficit)	415,381	352,049	-	-	424,180	486,306	496,663
Reserves and funds	4,104	4,104	-	-	4,104	4,104	4,104
Other	-	-	-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>419,485</b>	<b>356,154</b>	<b>-</b>	<b>-</b>	<b>428,284</b>	<b>490,411</b>	<b>500,768</b>

**Table A7 Budgeted Cash Flows**

WC053 Beaufort West - Table A7 Budgeted Cash Flows							
Description	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
R thousand	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>							
<b>Receipts</b>							
Property rates	52,741	51,163	-	-	51,150	54,219	57,472
Service charges	210,414	182,173	-	-	190,836	209,596	226,008
Other revenue	17,912	89,035	-	-	101,364	107,757	66,968
Transfers and Subsidies - Operational	102,942	106,529	-	-	108,791	115,146	126,888
Transfers and Subsidies - Capital	26,171	29,525	-	-	69,734	54,600	22,225
Interest	2,221	2,650	-	-	2,915	3,207	3,527
Dividends	-	-	-	-	-	-	-
<b>Payments</b>							
Suppliers and employees	(347,909)	(422,420)	-	-	(459,867)	(490,956)	(481,563)
Interest	(1,847)	(2,606)	-	-	(1,395)	(1,262)	(1,191)
Transfers and Subsidies	-	-	-	-	-	-	(0)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>62,645</b>	<b>36,050</b>	<b>-</b>	<b>-</b>	<b>63,527</b>	<b>52,306</b>	<b>20,335</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>							
<b>Receipts</b>							
Proceeds on disposal of PPE	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables	-	-	-	-	-	-	0
Decrease (increase) in non-current investments	-	-	-	-	-	-	-
<b>Payments</b>							
Capital assets	(25,575)	(31,757)	-	-	(62,018)	(48,990)	(22,255)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>(25,575)</b>	<b>(31,757)</b>	<b>-</b>	<b>-</b>	<b>(62,018)</b>	<b>(48,990)</b>	<b>(22,255)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>							
<b>Receipts</b>							
Short term loans	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	-	-	-	-	-	-	-
<b>Payments</b>							
Repayment of borrowing	(1,102)	(1,181)	-	-	(1,169)	(651)	(708)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>(1,102)</b>	<b>(1,181)</b>	<b>-</b>	<b>-</b>	<b>(1,169)</b>	<b>(651)</b>	<b>(708)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>35,968</b>	<b>3,111</b>	<b>-</b>	<b>-</b>	<b>340</b>	<b>2,664</b>	<b>(2,629)</b>
Cash/cash equivalents at the year begin:	<b>15,844</b>	<b>15,844</b>	<b>-</b>	<b>-</b>	<b>18,955</b>	<b>19,295</b>	<b>21,959</b>
Cash/cash equivalents at the year end:	<b>51,812</b>	<b>18,955</b>	<b>-</b>	<b>-</b>	<b>19,295</b>	<b>21,959</b>	<b>19,331</b>

### Table A8 Cash backed reserves/accumulated surplus reconciliation

Description	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
<b>R thousand</b>							
<b>Cash and investments available</b>							
Cash/cash equivalents at the year end	55,906	18,955	-	-	19,295	21,959	19,331
Other current investments > 90 days	-	-	-	-	-	-	1
Non current investments	-	-	-	-	-	-	0
<b>Cash and investments available:</b>	<b>55,906</b>	<b>18,955</b>	<b>-</b>	<b>-</b>	<b>19,295</b>	<b>21,959</b>	<b>19,331</b>
<b>Application of cash and investments</b>							
Unspent conditional transfers	1	0	-	-	0	0	0
Unspent borrowing	-	-	-	-	-	-	-
Statutory requirements	(7,495)	(5,283)	-	-	(5,213)	(5,130)	(5,043)
Other working capital requirements	9,725	13,329	-	-	10,560	(17,993)	(18,706)
Other provisions	13,556	19,084	-	-	19,265	19,452	19,646
Long term investments committed	-	-	-	-	-	-	-
Reserves to be backed by cash/investments	4,104	4,104	-	-	4,104	4,104	4,104
<b>Total Application of cash and investments:</b>	<b>19,890</b>	<b>31,235</b>	<b>-</b>	<b>-</b>	<b>28,717</b>	<b>434</b>	<b>2</b>
<b>Surplus(shortfall) - Excluding Non-Current Creditors Trf to Debt Relief Benefits</b>	<b>36,016</b>	<b>(12,280)</b>	<b>-</b>	<b>-</b>	<b>(9,423)</b>	<b>21,525</b>	<b>19,330</b>
<b>Creditors transferred to Debt Relief - Non-Current portion</b>	<b>-</b>	<b>25,587</b>	<b>-</b>	<b>-</b>	<b>25,587</b>	<b>-</b>	<b>-</b>
<b>Surplus(shortfall) - Including Non-Current Creditors Trf to Debt Relief Benefits</b>	<b>36,016</b>	<b>13,308</b>	<b>-</b>	<b>-</b>	<b>16,164</b>	<b>21,525</b>	<b>19,330</b>
<b>References</b>							

**Table A9 Asset Management**

WC053 Beaufort West - Table A9 Asset Management						
Description	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
R thousand						
<b>CAPITAL EXPENDITURE</b>						
<b>Total New Assets</b>	11,618	12,677	-	30,965	31,504	3,604
<i>Roads Infrastructure</i>	-	-	-	-	-	-
<i>Storm water Infrastructure</i>	-	-	-	-	-	0
<i>Electrical Infrastructure</i>	667	123	-	-	1,540	2,414
<i>Water Supply Infrastructure</i>	-	-	-	15,909	-	0
<i>Sanitation Infrastructure</i>	-	-	-	14,526	28,844	0
<i>Solid Waste Infrastructure</i>	-	304	-	-	-	0
<i>Rail Infrastructure</i>	-	-	-	-	-	-
<i>Coastal Infrastructure</i>	-	-	-	-	-	-
<i>Information and Communication Infrastructure</i>	-	-	-	-	-	-
<b>Infrastructure</b>	<b>667</b>	<b>428</b>	<b>-</b>	<b>30,435</b>	<b>30,384</b>	<b>2,414</b>
<i>Community Facilities</i>	-	-	-	-	-	-
<i>Sport and Recreation Facilities</i>	-	-	-	-	-	-
<b>Community Assets</b>	-	-	-	-	-	-
<b>Heritage Assets</b>	-	-	-	-	-	-
<i>Revenue Generating</i>	-	-	-	-	-	-
<i>Non-revenue Generating</i>	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-
<i>Operational Buildings</i>	-	-	-	-	-	-
<i>Housing</i>	-	-	-	-	-	-
<b>Other Assets</b>	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-
<i>Servitudes</i>	-	-	-	-	-	-
<i>Licences and Rights</i>	-	-	-	-	-	-
<b>Intangible Assets</b>	-	-	-	-	-	-
<b>Computer Equipment</b>	<b>500</b>	<b>631</b>	<b>-</b>	<b>230</b>	<b>870</b>	<b>940</b>
<b>Furniture and Office Equipment</b>	-	<b>254</b>	<b>-</b>	<b>100</b>	<b>50</b>	<b>50</b>
<b>Machinery and Equipment</b>	-	<b>735</b>	<b>-</b>	<b>200</b>	<b>200</b>	<b>200</b>
<b>Transport Assets</b>	<b>10,451</b>	<b>10,629</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0</b>
<b>Land</b>	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-
<i>Mature</i>	-	-	-	-	-	-
<i>Immature</i>	-	-	-	-	-	-
<b>Living Resources</b>	-	-	-	-	-	-

**Table A9 Asset Management**

WC053 Beaufort West - Table A9 Asset Management						
Description	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
R thousand	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
<b>CAPITAL EXPENDITURE</b>						
<u>Total Renewal of Existing Assets</u>	-	-	-	-	870	9,565
<i>Roads Infrastructure</i>	-	-	-	-	-	0
<i>Storm water Infrastructure</i>	-	-	-	-	-	-
<i>Electrical Infrastructure</i>	-	-	-	-	-	0
<i>Water Supply Infrastructure</i>	-	-	-	-	-	0
<i>Sanitation Infrastructure</i>	-	-	-	-	870	9,565
<i>Solid Waste Infrastructure</i>	-	-	-	-	-	-
<i>Rail Infrastructure</i>	-	-	-	-	-	-
<i>Coastal Infrastructure</i>	-	-	-	-	-	-
<i>Information and Communication Infrastructure</i>	-	-	-	-	-	-
<b>Infrastructure</b>	-	-	-	-	870	9,565
Community Facilities	-	-	-	-	-	-
Sport and Recreation Facilities	-	-	-	-	-	-
Community Assets	-	-	-	-	-	-
Heritage Assets	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-
Operational Buildings	-	-	-	-	-	-
Housing	-	-	-	-	-	-
Other Assets	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-
Licences and Rights	-	-	-	-	-	-
Intangible Assets	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	0
Furniture and Office Equipment	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-
Land	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-
Mature	-	-	-	-	-	-
Immature	-	-	-	-	-	-
Living Resources	-	-	-	-	-	-

**Table A9 Asset Management**

WC053 Beaufort West - Table A9 Asset Management						
Description	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
R thousand	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
<b>CAPITAL EXPENDITURE</b>						
<b>Total Upgrading of Existing Assets</b>	13,958	19,080	-	31,054	16,616	9,086
Roads Infrastructure	-	426	-	12,628	5,626	0
Storm water Infrastructure	-	-	-	-	-	0
Electrical Infrastructure	5,813	6,715	-	7,826	4,348	4,544
Water Supply Infrastructure	2,174	2,913	-	3,043	-	0
Sanitation Infrastructure	-	-	-	-	-	0
Solid Waste Infrastructure	-	-	-	-	-	4,542
Rail Infrastructure	-	-	-	-	-	-
Coastal Infrastructure	-	-	-	-	-	-
Information and Communication Infrastructure	-	-	-	-	-	-
<b>Infrastructure</b>	7,987	10,054	-	23,498	9,974	9,086
Community Facilities	1,304	1,436	-	992	6,642	0
Sport and Recreation Facilities	4,666	7,590	-	6,563	-	0
<b>Community Assets</b>	5,971	9,026	-	7,555	6,642	0
<b>Heritage Assets</b>	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-
Operational Buildings	-	-	-	-	-	-
Housing	-	-	-	-	-	-
<b>Other Assets</b>	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-
Licences and Rights	-	-	-	-	-	-
<b>Intangible Assets</b>	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-
<b>Land</b>	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-
Mature	-	-	-	-	-	-
Immature	-	-	-	-	-	-
<b>Living Resources</b>	-	-	-	-	-	-

**Table A9 Asset Management**

WC053 Beaufort West - Table A9 Asset Management						
Description	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
R thousand						
<b>CAPITAL EXPENDITURE</b>						
<b>Total Capital Expenditure</b>	<b>25,575</b>	<b>31,757</b>	<b>-</b>	<b>62,018</b>	<b>48,990</b>	<b>22,256</b>
<i>Roads Infrastructure</i>	-	426	-	12,628	5,626	0
<i>Storm water Infrastructure</i>	-	-	-	-	-	0
<i>Electrical Infrastructure</i>	6,480	6,838	-	7,826	5,888	6,958
<i>Water Supply Infrastructure</i>	2,174	2,913	-	18,952	-	0
<i>Sanitation Infrastructure</i>	-	-	-	14,526	29,714	9,565
<i>Solid Waste Infrastructure</i>	-	304	-	-	-	4,542
<i>Rail Infrastructure</i>	-	-	-	-	-	-
<i>Coastal Infrastructure</i>	-	-	-	-	-	-
<i>Information and Communication Infrastructure</i>	-	-	-	-	-	-
<b>Infrastructure</b>	<b>8,654</b>	<b>10,482</b>	<b>-</b>	<b>53,933</b>	<b>41,228</b>	<b>21,066</b>
<i>Community Facilities</i>	1,304	1,436	-	992	6,642	0
<i>Sport and Recreation Facilities</i>	4,666	7,590	-	6,563	-	0
<b>Community Assets</b>	<b>5,971</b>	<b>9,028</b>	<b>-</b>	<b>7,555</b>	<b>6,642</b>	<b>0</b>
<b>Heritage Assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<i>Revenue Generating</i>	-	-	-	-	-	-
<i>Non-revenue Generating</i>	-	-	-	-	-	-
<b>Investment properties</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<i>Operational Buildings</i>	-	-	-	-	-	-
<i>Housing</i>	-	-	-	-	-	-
<b>Other Assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Biological or Cultivated Assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<i>Servitudes</i>	-	-	-	-	-	-
<i>Licences and Rights</i>	-	-	-	-	-	-
<b>Intangible Assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<i>Computer Equipment</i>	500	631	-	230	870	940
<i>Furniture and Office Equipment</i>	-	254	-	100	50	50
<i>Machinery and Equipment</i>	-	735	-	200	200	200
<b>Transport Assets</b>	<b>10,451</b>	<b>10,629</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0</b>
<b>Land</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Zoo's, Marine and Non-biological Animals</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<i>Mature</i>	-	-	-	-	-	-
<i>Immature</i>	-	-	-	-	-	-
<b>Living Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL CAPITAL EXPENDITURE - Asset class</b>	<b>25,575</b>	<b>31,757</b>	<b>-</b>	<b>62,018</b>	<b>48,990</b>	<b>22,256</b>

**Table A9 Asset Management**

WC053 Beaufort West - Table A9 Asset Management						
Description	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
R thousand						
<b>CAPITAL EXPENDITURE</b>						
<b>ASSET REGISTER SUMMARY - PPE (WDV)</b>	422,193	449,973	449,973	494,946	516,950	518,399
<i>Roads Infrastructure</i>	82,916	70,075	70,075	76,410	75,266	70,040
<i>Storm water Infrastructure</i>	822	583	583	583	583	583
<i>Electrical Infrastructure</i>	102,683	107,193	107,193	111,102	112,814	116,549
<i>Water Supply Infrastructure</i>	83,556	83,727	83,727	98,836	95,412	92,768
<i>Sanitation Infrastructure</i>	39,041	36,605	36,605	47,859	74,227	81,209
<i>Solid Waste Infrastructure</i>	6,516	9,298	9,298	6,926	4,543	7,246
<i>Rail Infrastructure</i>	-	-	-	-	-	-
<i>Coastal Infrastructure</i>	-	-	-	-	-	-
<i>Information and Communication Infrastructure</i>	-	-	-	-	-	-
<b>Infrastructure</b>	<b>315,533</b>	<b>307,482</b>	<b>307,482</b>	<b>341,717</b>	<b>362,845</b>	<b>368,396</b>
<b>Community Assets</b>	36,533	66,310	66,310	73,162	79,064	78,492
<b>Heritage Assets</b>	3,340	3,340	3,340	3,340	3,340	3,340
<b>Investment properties</b>	5,739	5,636	5,636	5,412	5,187	5,037
<b>Other Assets</b>	-	-	-	8,186	7,328	6,665
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-
<b>Intangible Assets</b>	1,705	1,353	1,353	1,343	1,334	1,327
<b>Computer Equipment</b>	1,971	1,949	1,949	1,550	1,789	2,242
<b>Furniture and Office Equipment</b>	(1,168)	182	182	(1,050)	(2,339)	(3,322)
<b>Machinery and Equipment</b>	490	286	286	593	464	410
<b>Transport Assets</b>	1,434	7,076	7,076	4,334	1,580	(546)
<b>Land</b>	56,615	56,358	56,358	56,358	56,358	56,358
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-
<b>Living Resources</b>	-	-	-	-	-	-
<b>TOTAL ASSET REGISTER SUMMARY - PPE (WDV)</b>	<b>422,193</b>	<b>449,973</b>	<b>449,973</b>	<b>494,946</b>	<b>516,950</b>	<b>518,399</b>



**Table A9 Asset Management**

WC053 Beaufort West - Table A9 Asset Management						
Description	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
R thousand						
<b>CAPITAL EXPENDITURE</b>						
<b>EXPENDITURE OTHER ITEMS</b>	<b>38,399</b>	<b>38,434</b>	<b>38,434</b>	<b>36,364</b>	<b>37,515</b>	<b>32,360</b>
<u>Depreciation</u>	29,266	29,266	29,266	26,085	26,986	20,806
<u>Repairs and Maintenance by Asset Class</u>	9,133	9,168	9,168	10,278	10,529	11,554
Roads Infrastructure	-	-	-	-	-	-
Storm water Infrastructure	-	-	-	-	-	-
Electrical Infrastructure	-	-	-	-	-	0
Water Supply Infrastructure	-	-	-	-	-	-
Sanitation Infrastructure	-	-	-	-	-	-
Solid Waste Infrastructure	-	-	-	-	-	-
Rail Infrastructure	-	-	-	-	-	-
Coastal Infrastructure	-	-	-	-	-	-
Information and Communication Infrastructure	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	0
Community Facilities	168	140	140	420	130	340
Sport and Recreation Facilities	474	474	474	332	341	375
Community Assets	642	614	614	752	471	714
Heritage Assets	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-
Operational Buildings	5,238	4,626	4,626	6,002	6,262	6,686
Housing	-	-	-	-	-	-
Other Assets	5,238	4,626	4,626	6,002	6,262	6,686
Biological or Cultivated Assets	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-
Licences and Rights	-	-	-	-	-	-
Intangible Assets	-	-	-	-	-	-
Computer Equipment	427	427	427	412	433	454
Furniture and Office Equipment	206	198	198	226	249	274
Machinery and Equipment	1,622	1,654	1,654	1,785	1,960	2,156
Transport Assets	1,000	1,650	1,650	1,100	1,155	1,271
Land	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-
Mature	-	-	-	-	-	-
Immature	-	-	-	-	-	-
Living Resources	-	-	-	-	-	-
<b>TOTAL EXPENDITURE OTHER ITEMS</b>	<b>38,399</b>	<b>38,434</b>	<b>38,434</b>	<b>36,364</b>	<b>37,515</b>	<b>32,360</b>
<i>Renewal and upgrading of Existing Assets as % of total capex</i>	54.6%	60.1%	0.0%	50.1%	35.7%	83.8%
<i>Renewal and upgrading of Existing Assets as % of deprecn</i>	47.7%	65.2%	0.0%	119.0%	64.8%	89.6%
<i>R&amp;M as a % of PPE &amp; Investment Property</i>	2.2%	2.1%	2.1%	2.1%	2.1%	2.2%
<i>Renewal and upgrading and R&amp;M as a % of PPE and Investment Property</i>	5.5%	6.3%	2.1%	8.4%	5.5%	5.9%

**Table A10 Basic service delivery measurement**

WC053 Beaufort West - Table A10 Basic service delivery measurement						
Description	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
<b>Household service targets</b>						
<b>Water:</b>						
Piped water inside dwelling	12,499	12,499	–	12,499	12,499	12,499
Piped water inside yard (but not in dwelling)	2,122	2,122	–	2,122	2,122	2,122
Using public tap (at least min.service level)	49	49	–	49	49	49
Other water supply (at least min.service level)	31	31	–	31	31	31
<i>Minimum Service Level and Above sub-total</i>	14,701	14,701	–	14,701	14,701	14,701
Using public tap (< min.service level)	–	–	–	–	–	–
Other water supply (< min.service level)	260	260	–	260	260	260
No water supply	–	–	–	–	–	–
<i>Below Minimum Service Level sub-total</i>	260	260	–	260	260	260
<b>Total number of households</b>	<b>14,961</b>	<b>14,961</b>	<b>–</b>	<b>14,961</b>	<b>14,961</b>	<b>14,961</b>
<b>Sanitation/sewerage:</b>						
Flush toilet (connected to sewerage)	12,383	12,383	–	12,383	12,383	12,383
Flush toilet (with septic tank)	1,568	1,568	–	1,568	1,568	1,568
Chemical toilet	–	–	–	–	–	–
Pit toilet (ventilated)	355	355	–	355	355	355
Other toilet provisions (> min.service level)	31	31	–	31	31	31
<i>Minimum Service Level and Above sub-total</i>	14,337	14,337	–	14,337	14,337	14,337
Bucket toilet	–	–	–	–	–	–
Other toilet provisions (< min.service level)	–	–	–	–	–	–
No toilet provisions	305	305	–	305	305	305
<i>Below Minimum Service Level sub-total</i>	305	305	–	305	305	305
<b>Total number of households</b>	<b>14,642</b>	<b>14,642</b>	<b>–</b>	<b>14,642</b>	<b>14,642</b>	<b>14,642</b>
<b>Energy:</b>						
Electricity (at least min.service level)	1,006	1,006	–	1,006	1,006	1,006
Electricity - prepaid (min.service level)	11,833	11,833	–	11,833	11,833	11,833
<i>Minimum Service Level and Above sub-total</i>	12,839	12,839	–	12,839	12,839	12,839
Electricity (< min.service level)	–	–	–	–	–	–
Electricity - prepaid (< min. service level)	–	–	–	–	–	–
Other energy sources	–	–	–	–	–	–
<i>Below Minimum Service Level sub-total</i>	–	–	–	–	–	–
<b>Total number of households</b>	<b>12,839</b>	<b>12,839</b>	<b>–</b>	<b>12,839</b>	<b>12,839</b>	<b>12,839</b>
<b>Refuse:</b>						
Removed at least once a week	12,978	12,978	–	12,978	12,978	12,978
<i>Minimum Service Level and Above sub-total</i>	12,978	12,978	–	12,978	12,978	12,978
Removed less frequently than once a week	–	–	–	–	–	–
Using communal refuse dump	–	–	–	–	–	–
Using own refuse dump	–	–	–	–	–	–
Other rubbish disposal	–	–	–	–	–	–
No rubbish disposal	–	–	–	–	–	–
<i>Below Minimum Service Level sub-total</i>	–	–	–	–	–	–
<b>Total number of households</b>	<b>12,978</b>	<b>12,978</b>	<b>–</b>	<b>12,978</b>	<b>12,978</b>	<b>12,978</b>
<b>Households receiving Free Basic Service</b>						
Water (6 kilolitres per household per month)	8,000	8,000	–	8,500	9,000	9,000
Sanitation (free minimum level service)	8,000	8,000	–	8,500	9,000	9,000
Electricity/other energy (50kwh per household per month)	8,000	8,000	–	8,500	9,000	9,000
Refuse (removed at least once a week)	8,000	8,000	–	8,500	9,000	9,000
Informal Settlements	–	–	–	–	–	–
<b>Cost of Free Basic Services provided - Formal Settlements (R'000)</b>						
Water (6 kilolitres per indigent household per month)	15,552	10,410	–	11,035	11,697	12,398
Sanitation (free sanitation service to indigent households)	14,993	10,140	–	10,748	11,393	12,077
Electricity/other energy (50kwh per indigent household per month)	10,991	8,588	–	9,560	10,603	11,462
Refuse (removed once a week for indigent households)	9,741	6,820	–	7,434	8,103	8,832
<b>Cost of Free Basic Services provided - Informal Formal Settlements (R'000)</b>						
<b>Total cost of FBS provided</b>	<b>51,278</b>	<b>35,958</b>	<b>–</b>	<b>38,777</b>	<b>41,796</b>	<b>44,770</b>
<b>Highest level of free service provided per household</b>						
Property rates (R value threshold)	–	–	–	–	–	–
Water (kilolitres per household per month)	6	6	–	6	6	6
Sanitation (kilolitres per household per month)	–	–	–	–	–	–
Sanitation (Rand per household per month)	156	156	–	166	175	186
Electricity (kwh per household per month)	50	50	–	50	50	50
Refuse (1 removal per week)	100	100	–	109	119	129
<b>Revenue cost of subsidised services provided (R'000)</b>						
Property rates (tariff adjustment) (Impermissible values per section 17 of MPRA)	–	–	–	–	–	–
Property rates exemptions, reductions and rebates and impermissible values in excess of section 17 of MPRA	130	130	–	138	146	155
Water (in excess of 6 kilolitres per indigent household per month)	–	–	–	–	–	–
Sanitation (in excess of free sanitation service to indigent households)	–	–	–	–	–	–
Electricity/other energy (in excess of 50 kwh per indigent household per month)	–	–	–	–	–	–
Refuse (in excess of one removal a week for indigent households)	–	–	–	–	–	–
Municipal Housing - rental rebates	–	–	–	–	–	–
Housing - top structure subsidies	–	–	–	–	–	–
Other	–	–	–	–	–	–
<b>Total revenue cost of subsidised services provided</b>	<b>130</b>	<b>130</b>	<b>–</b>	<b>138</b>	<b>146</b>	<b>155</b>

## **PART 2 - SUPPORTING DOCUMENTATION**

### **2.1 - BUDGET PROCESS OVERVIEW**

#### **POLITICAL OVERSIGHT OF THE BUDGET PROCESS**

Section 53 (1) (a) of the MFMA (no 56 of 2003) stipulates that the Mayor of a municipality must provide general political guidance over the budget process and the priorities that must guide the preparation of a budget.

Political oversight of the budget process is necessary to ensure that the needs and priorities of the community, as set out in the IDP, are properly linked to the municipality's spending plans.

#### **SCHEDULE OF KEY DEADLINES RELATING TO THE BUDGET PROCESS**

The Executive Mayor must, according to the MFMA, co-ordinate the processes for preparing the Annual Budget and for reviewing the municipality's IDP and budget-related policies. The Executive Mayor therefore tabled a schedule of key deadlines with regards to the budgetary process and the review of the municipality's IDP, in council on the 27 August 2024.

## 2.2 - ALIGNMENT BETWEEN BUDGET AND THE INTEGRATED DEVELOPMENT PLAN (IDP)

The IDP serves as a guideline to the municipality for the correct budget and resource allocations in ensuring that it meets the needs of its residents. It is also an integrated inter-governmental system of planning which requires the involvement of all three spheres of government. Contributions are made by provincial and national government to assist municipal planning and therefore government has created a range of policies and strategies to support and guide development and to ensure alignment between all spheres of government as stated by the section 24 of the Municipal Systems Act, No 32 of 2000.

The Municipality's budget is influenced by the municipal strategic focus areas and strategic objectives as identified in the IDP. The Service Delivery Budget Implementation Plan (SDBIP) ensures that the Municipality implements programmes and projects based on the IDP targets and associated budgets.

The budget has been compiled in accordance with the municipality's IDP document. Also refer to tables SA3, SA4 and SA5 which is aligned with the strategic objectives and goals of the municipality.

The following table highlights the IDP's five strategic focus area's and six municipal key strategic objectives for the 2026/27 – 2027/28 MTREF and further planning refinements that have directly informed the compilation of the budget.

Strategic Focus Area	National Key Performance Area	Strategic Objectives
Service to the people	Infrastructure Development and Basic Service Delivery	SO1: Provide, maintain and expand basic services to all people in the municipal area.
		SO2: Sustainable, safe and healthy environment.
Sustainable Economic Growth	Local Economic Development (LED)	SO3: Promote broad-based growth and development.
Transparent Organisation	Good Governance and Public Participation	SO4: Maintain an ethical, accountable and transparent administration.
Well-run Administration	Municipal Transformation and Organisational Development	SO5: Enabling a diverse and capacitated workforce.
Financial Sustainability	Municipal Financial Viability	SO6: Uphold sound financial management principles and practices.

### Supporting Table SA4 Reconciliation of IDP strategic objectives and budget (revenue)

**Supporting Table SA5 Reconciliation of IDP strategic objectives and budget (operating expenditure)**

WC053 Beaufort West - Supporting Table SA5 Reconciliation of IDP strategic objectives and budget (operating expenditure)					
R thousand	Strategic Objective	Strategic Focus Area	2025/26 Medium Term Revenue & Expenditure Framework		
			Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
SO1 : Provide, maintain and expand basic services to all people in the municipal area	SO1 : Provide, maintain and expand basic services to all people in the municipal area SO2 : Sustainable, safe and healthy environment SO3 : Promote broad-based growth and development SO4 : Maintain an ethical, accountable and transparent administration SO5 : Enabling a diverse and capacitated workforce SO6 : Uphold sound financial management principles and practices	SFA 1 : Service to the people	321,471	301,248	324,486
SO2 : Sustainable, safe and healthy environment		SFA 1 : Service to the people	144,154	149,826	156,115
SO3 : Promote broad-based growth and development		SFA 2 : Sustainable Economic Growth	10,337	9,914	9,864
SO4 : Maintain an ethical, accountable and transparent administration		SFA 5 : Transparent Organisation	21,552	22,262	23,063
SO5 : Enabling a diverse and capacitated workforce		SFA 3 : Well-run Administration	31,591	30,548	31,853
SO6 : Uphold sound financial management principles and practices		SFA 4 : Financial Sustainability	22,820	23,322	25,082
Total Expenditure			551,925	537,119	570,463

**Supporting Table SA6 Reconciliation of IDP strategic objectives and budget (capital expenditure)**

<b>WC053 Beaufort West - Supporting Table SA6 Reconciliation of IDP strategic objectives and budget (capital expenditure)</b>				
	Strategic Objective	Strategic Focus Area	2025/26 Medium Term Revenue & Expenditure Framework	
			Budget Year 2025/26	Budget Year +1 2026/27
<b>R thousand</b>				
SO1 : Provide, maintain and expand basic services to all people in the municipal area		SFA 1 : Service to the people	45,970	11,514
SO2 : Sustainable, safe and healthy environment		SFA 1 : Service to the people	15,518	36,356
SO3 : Promote broad-based growth and development		SFA 2 : Sustainable Economic Growth	200	200
SO4 : Maintain an ethical, accountable and transparent administration		SFA 5 : Transparent Organisation	–	–
SO5 : Enabling a diverse and capacitated workforce		SFA 3 : Well-run Administration	230	870
SO6 : Uphold sound financial management principles and practices		SFA 4 : Financial Sustainability	100	50
<b>Allocations to other priorities</b>				
<b>Total Capital Expenditure</b>			<b>62,018</b>	<b>48,990</b>
				<b>22,255</b>

### **2.3 - BUDGET-RELATED POLICIES OVERVIEW AND AMENDMENTS**

All budget related policies was workshopped with council on the 24 March 2025 and any further amendments will be tabled and approved with the final budget on or before the 31st of May 2025.

See attached **Annexure G** – 2025/26 MTREF Budget Policy Amendments.



## 2.4 - OVERVIEW OF BUDGET ASSUMPTIONS

The following budget assumptions were taken into consideration when preparing the 2025/26 Medium Term Expenditure Framework (MTREF):

- National Treasury's guidelines and macroeconomic policy;
- National, Provincial and Local economic conditions;
- The municipality's Integrated Development Plan (IDP);
- The Financial Recovery Plan;
- The Municipal Debt Relief Conditions;
- Grants allocated to the municipality in terms of National Division of Revenue Bill (B15-2025) (DoRA) and grants published in Provincial Gazette No. 9046 of 26 March 2025;
- Electricity tariff increases as approved by the National Electricity Regulator of South Africa (NERSA);
- Service charges tariff increases are proposed (electricity 11.32 per cent, water 6 per cent, sanitation 6.0 per cent and refuse 9.0 per cent);
- Property rates tariff increase by 6 per cent;
- Cash flow and revenue collections are projected on average at 90% of property rates and service charges.
- Other sundry tariffs will increase by 6%;
- The salary and wage collective agreement were signed by the parties of the South African Local Government Bargaining Council (SALGBC) on Friday, 6 September 2024 and municipalities are expected to implement the agreement with immediate effect as from 1 July 2024. In respect of the 2025/26 financial year, all employees covered by this agreement shall receive, with effect from 1 July 2025, an increase based on the average CPI percentage for the period 1 February 2024 until 31 January 2025, plus 0.75 per cent. The publications of Statistics South Africa shall be used to determine the average CPI.
- Provision was made for a salary increase of 5.5 per cent in 2025/26, 5.3 per cent in 2026/27 and 5.8 per cent in 2027/28 as well as of notch increase to those who qualify.
- The remuneration of staff amounts to 27.4 per cent of the total operating expenditure in 2025/26 and 29 and 28.5 per cent for two outer years.
- The remuneration of the Municipal Manager and Senior Managers directly accountable to the Municipal Manager were budgeted in accordance with the actual cost published in the Government Gazette on the Local Government: Upper Limits of Total Remuneration Packages Payable to Municipal Managers and Managers

Directly Accountable to Municipal Managers published by DCoG. Over the 2025/26 Medium Term Revenue & Expenditure Framework (MTREF) an increase of 4% was budgeted year as well as performance bonuses based on their annual packages.

- The of remuneration of councillors were budgeted in accordance with the actual cost approved in accordance with the Government Gazette on the Remuneration of Public Office Bearers Act: Determination of Upper Limits of Salaries, Allowances and Benefits of Different Members of Municipal Councils published annually by DCoG and were increased based on 4 percent increase year-on-year over the 2025/26 Medium Term Revenue & Expenditure Framework (MTREF).
- The National Energy Regulator of South Africa (NERSA) is responsible for the price determination of the bulk costs of electricity. For the 2025/26 national financial year, NERSA approved an average tariff increase of 12.7 per cent, effective from April 1, 2025. Section 43 of the MFMA requires that Eskom table the bulk increase applicable to municipalities for the 2025/26 municipal financial year by 15 March 2025 (this will differ from the increase applicable for the national financial year as Eskom will only have the period from July 2025 to March 2026 to recover from municipalities the additional revenue allowed by NERSA for the 2025/26 national financial year).
- In addition to the tariff increase, NERSA has approved a restructuring of Eskom's tariffs, reducing the previous 15 tariff categories to three simplified categories: one for large power users, one for small power users, and one for public lighting. Municipalities will be required to align their tariff structures accordingly. More guidance will be provided in due course.
- Municipalities are advised to make use of NT's Cost Reflective Tariff Tool when developing their electricity tariffs. Municipalities are reminded that municipal tariff applications to NERSA must be accompanied by a credible electricity cost of supply study (COSS). No tariff applications will be approved by NERSA if not supported by a COSS.
- Given the absence of an approved tariff increase for the two outer years of the MTEF, the increase is projected to be 11.9 per cent in 2026/27 and 9.1 per cent in 2027/28.
- Bulk purchased for water were increased with CPI.
- Other expenditure items were increased in line with inflation whilst others were increase in line with existing contract conditions.

## **2.5 - OVERVIEW OF BUDGET FUNDING**

### **FUNDING THE BUDGET**

Section 18(1) of the MFMA states that an annual budget may only be funded from:

- Realistically anticipated revenues to be collected;
- Cash backed accumulated funds from previous years' surpluses not committed for other purposes; and
- Borrowed funds, but only for the capital budget referred to in section 17.

Achievement of this requirement in totality effectively means that a Council has 'balanced' its budget by ensuring that budgeted outflows will be offset by a combination of planned inflows as well as prior years' accumulated cash surpluses.

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. When the 2025/26 Medium Term Revenue Expenditure (MTREF) budget was prepared the Financial Recovery Plan (FRP) targets, budget parameters was also taken into consideration.

The municipality applied for the municipal debt relief in terms of MFMA Circular 124 and approval was granted to the municipality. The municipality is now working on the conditions set out in the Circular to ensure that the Eskom Debt will be written off over the three year period. As a participant in the municipal debt relief programme the municipality will be benefit from the smart meter grant that will be rolled out to affected municipalities on the programme. The implementation of this will mean that metering issues will be resolved and revenue generated from water and electricity will increase over MTREF. The municipality were allocated R 46 million as part of the Smart Meter Grant programme of National Treasury in the 2025/26 budget year.

The municipality qualified and received its first one third (1/3) debt write-off to the value of R25,587,223.02 during the first cycle of its participation in the programme. This municipal debt relief is an extraordinary support and breakthrough as part of the Beaufort West Municipality's recovery efforts. More must still be done to maintain and improve adherence to the conditions of the debt relief programme to ensure that the municipality receive the remaining two third (2/3) debt write-off over the remaining two years of the programme.

The operational and capital expenditure will be financed as follow:

### Operating Budget:

The table below identifies the sources of funding for the 2025/26 operating budget:

Sources of Revenue	Budget Year 2025/26	% of Total Rev Budget 2025/26
Service charges - Electricity	138,976,313	25.1%
Service charges - Water	29,855,585	5.4%
Service charges - Waste Water Management	22,939,404	4.1%
Service charges - Waste Management	13,190,255	2.4%
Sale of Goods and Rendering of Services	1,016,674	0.2%
Agency services	1,696,900	0.3%
Interest earned from Receivables	12,711,371	2.3%
Interest earned from Current and Non Current Assets	2,915,000	0.5%
Rental from Fixed Assets	1,981,250	0.4%
Licence and permits	481,270	0.1%
Operational Revenue - Exchange	1,859,400	0.3%
Property rates	57,970,759	10.5%
Fines, penalties and forfeits	83,478,650	15.1%
Transfer and subsidies - Operational	154,791,299	27.9%
Interest	3,655,458	0.7%
Operational Revenue - Non-exchange	1,215,150	0.2%
Other Gains	25,587,223	4.6%
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>554,321,961</b>	<b>100%</b>

### Capital Budget:

The table below identifies the sources of funding for the 2025/26 capital budget:

Sources of Revenue:	Budget Year 2025/26	% of Total Budget
Integrated National Electrification Programme Grant (INEP)	7,826,087	13%
Municipal Infrastructure Grant (MIG)	19,333,652	31%
Water Services Infrastructure Grant (WSIG)	30,434,783	49%
Department of Local Government : Municipal Water Resilience Grant	3,043,479	5%
Internally generated funds - CRR	1,380,290	2%
<b>Total</b>	<b>62,018,291</b>	<b>100%</b>

### Rates, tariffs and other charges:

Please refer to **Annexures A** and **B** the annexure shows the proposed property rates and tariff increases over the 2025/26 Medium Term Revenue and Expenditure Framework (MTREF).

The proposed 2025/26 MTREF budget is funded as per Section 18 of the Municipal Finance Management Act.

## 2.6 - EXPENDITURE ON ALLOCATIONS AND GRANT PROGRAMMES

### Supporting Table SA18 Transfers and grant receipts

WC053 Beaufort West - Supporting Table SA18 Transfers and grant receipts							
Description		Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
		Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
R thousand							
RECEIPTS:							
<u>Operating Transfers and Grants</u>							
National Government:		92,857	92,764	–	143,161	99,417	103,896
Local Government Equitable Share		88,849	88,849	–	92,780	96,452	100,801
Municipal Infrastructure Grant (MIG)		782	782	–	812	865	895
Local Government Financial Management Grant (FMG)		2,000	1,907	–	2,000	2,100	2,200
Expanded Public Works Programme Integrated Grant (EPWP)		1,226	1,226	–	1,569	–	–
SmartMeters Grant		–	–	–	46,000	–	–
Provincial Government:		9,413	12,152	–	9,082	15,729	22,992
Provincial Treasury : Western Cape Financial Management Capacity Building Grant		600	2,725	–	495	–	–
Provincial Treasury : Western Cape Municipal Financial Recovery Services Grant		–	310	–	–	–	–
Department of Infrastructure : Infrastructure		–	–	–	–	50	57
Department of Infrastructure : Title Deeds Restoration Grant		90	90	–	399	–	–
Department of Infrastructure : Human Settlements Development Grant (Beneficiaries)		1,437	–	–	–	7,952	14,960
Department Cultural Affairs & Sport Replacement Funding for most vulnerable B3 Municipalities		7,060	7,060	–	7,272	7,501	7,549
Department of Local Government : Municipal Energy Resilience Grant		–	–	–	400	–	–
Department of Local Government : Thusong Service Centres Grant (Sustainability Operational Support Grant)		–	–	–	300	–	200
Department of Local Government : Community Development Workers (CDW) Operational Support Grant		226	226	–	226	226	226
Department of Local Government : Western Cape Municipal Interventions Grant		–	1,741	–	–	–	–
District Municipality:		–	370	–	–	–	–
Central Karoo District Municipality		–	370	–	–	–	–
Other grant providers:		672	1,243	–	2,538	–	–
SETA : Chemical Industries Education & Training Authority		672	1,236	–	2,538	–	–
SETA : Local Government Sector Education and Training Authority		–	7	–	–	–	–
Total Operating Transfers and Grants		102,942	108,529	–	154,791	115,146	128,888
<u>Capital Transfers and Grants</u>							
National Government:		22,171	23,925	–	66,234	54,600	22,225
Municipal Infrastructure Grant (MIG)		14,861	16,849	–	22,234	16,429	16,999
Integrated National Electrification Programme Grant (INEP)		7,310	6,983	–	9,000	5,000	5,226
Water Services Infrastructure Grant		–	–	–	35,000	33,171	–
Local Government Financial Management Grant (FMG)		–	93	–	–	–	–
Provincial Government:		4,000	5,600	–	3,500	–	–
Department of Local Government : Municipal Water Resilience Grant		2,500	2,500	–	3,500	–	–
Department of Local Government : Western Cape Municipal Interventions Grant		–	500	–	–	–	–
Department Cultural Affairs & Sport Community Library Services Grant		1,500	1,500	–	–	–	–
Department Cultural Affairs & Sport: Development of Sport and Recreation Facilities		–	1,100	–	–	–	–
District Municipality:		–	–	–	–	–	–
[insert description]		–	–	–	–	–	–
Other grant providers:		–	–	–	–	–	–
[insert description]		–	–	–	–	–	–
Total Capital Transfers and Grants		26,171	29,525	–	69,734	54,600	22,225
TOTAL RECEIPTS OF TRANSFERS & GRANTS		129,113	138,054	–	224,525	169,746	149,113

## Supporting Table SA19 Expenditure on transfers and grant programme

WC053 Beaufort West - Supporting Table SA19 Expenditure on transfers and grant programme						
Description	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
R thousand						
EXPENDITURE:						
Operating expenditure of Transfers and Grants						
National Government:	92,857	92,764	–	143,161	99,417	103,896
Local Government Equitable Share	88,849	88,849	–	92,780	96,452	100,801
Municipal Infrastructure Grant (MIG)	782	782	–	812	865	895
Local Government Financial Management Grant (FMG)	2,000	1,907	–	2,000	2,100	2,200
Expanded Public Works Programme Integrated Grant (EPWP)	1,226	1,226	–	1,569	–	–
Smart Meters Grant	–	–	–	46,000	–	–
	–	–	–	–	–	–
Provincial Government:	9,413	12,982	–	9,092	15,729	22,992
Provincial Treasury : Western Cape Financial Management Capacity Building Grant	600	2,725	–	495	–	–
Provincial Treasury : Western Cape Municipal Financial Recovery Services Grant	–	1,110	–	–	–	–
Department of Infrastructure : Infrastructure	–	–	–	–	50	57
Department of Infrastructure : Title Deeds Restoration Grant	90	90	–	399	–	–
Department of Infrastructure : Human Settlements Development Grant (Beneficiaries)	1,437	–	–	–	7,952	14,960
Department Cultural Affairs & Sport Replacement Funding for most vulnerable B3 Municipalities	7,060	7,060	–	7,272	7,501	7,549
Department of Local Government : Municipal Energy Resilience Grant	–	–	–	400	–	–
Department of Local Government : Thusong Service Centres Grant (Sustainability: Operational Support Grant)	–	–	–	300	–	200
Department of Local Government : Community Development Workers (CDW) Operational Support Grant	226	256	–	226	226	226
Department of Local Government : Western Cape Municipal Interventions Grant	–	1,741	–	–	–	–
	–	–	–	–	–	–
District Municipality:	–	456	–	–	–	–
Central Karoo District Municipality	–	456	–	–	–	–
	–	–	–	–	–	–
Other grant providers:	672	1,945	–	2,538	–	–
SETA : Chemical Industries Education & Training Authority	672	1,323	–	2,538	–	–
Services SETA	–	614	–	–	–	–
SETA : Local Government Sector Education and Training Authority	–	7	–	–	–	–
	–	–	–	–	–	–
Total operating expenditure of Transfers and Grants:	102,942	108,146	–	154,791	115,146	126,888
		108,246				
Capital expenditure of Transfers and Grants						
National Government:	22,171	23,925	–	66,234	54,600	22,225
Municipal Infrastructure Grant (MIG)	14,861	16,849	–	22,234	16,429	16,999
Integrated National Electrification Programme Grant (INEP)	7,310	6,983	–	9,000	5,000	5,226
Water Services Infrastructure Grant	–	–	–	35,000	33,171	–
Local Government Financial Management Grant (FMG)	–	93	–	–	–	–
	–	–	–	–	–	–
Provincial Government:	4,000	5,720	–	3,500	–	–
Department of Local Government : Municipal Water Resilience Grant	2,500	2,500	–	3,500	–	–
Department of Local Government : Western Cape Municipal Interventions Grant	–	500	–	–	–	–
Department Cultural Affairs & Sport Community Library Services Grant	1,500	1,500	–	–	–	–
Department Cultural Affairs & Sport : Development of Sport and Recreation Facilities	–	1,100	–	–	–	–
Department Cultural Affairs & Sport Replacement Funding for most vulnerable B3 Municipalities	–	120	–	–	–	–
	–	–	–	–	–	–
District Municipality:	–	–	–	–	–	–
[insert description]	–	–	–	–	–	–
	–	–	–	–	–	–
Other grant providers:	–	–	–	–	–	–
[insert description]	–	–	–	–	–	–
	–	–	–	–	–	–
Total capital expenditure of Transfers and Grants	26,171	29,645	–	69,734	54,600	22,225
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	129,113	137,791	–	224,525	169,746	149,113

## Supporting Table SA20 Reconciliation of transfers, grant receipts and unspent funds

WC053 Beaufort West - Supporting Table SA20 Reconciliation of transfers, grant receipts and unspent funds						
R thousand	Description	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework	
		Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27
<b><u>Operating transfers and grants:</u></b>						
<b>National Government:</b>						
	Balance unspent at beginning of the year	–	–	–	–	–
	Current year receipts	92,857	92,764	–	143,161	99,417
	Repayment of grants	–	–	–	–	–
	Conditions met - transferred to revenue	–	–	–	–	–
	Conditions still to be met - transferred to liabilities	92,857	92,764	–	143,161	99,417
<b>Provincial Government:</b>						
	Balance unspent at beginning of the year	–	830	–	–	–
	Current year receipts	9,413	12,152	–	9,092	15,729
	Conditions met - transferred to revenue	–	–	–	–	–
	Conditions still to be met - transferred to liabilities	9,413	12,982	–	9,092	15,729
<b>District Municipality:</b>						
	Balance unspent at beginning of the year	–	86	–	–	–
	Current year receipts	–	370	–	–	–
	Conditions met - transferred to revenue	–	–	–	–	–
	Conditions still to be met - transferred to liabilities	–	456	–	–	–
<b>Other grant providers:</b>						
	Balance unspent at beginning of the year	–	701	–	–	–
	Current year receipts	672	1,243	–	2,538	–
	Conditions met - transferred to revenue	–	–	–	–	–
	Conditions still to be met - transferred to liabilities	672	1,945	–	2,538	–
<b>Total operating transfers and grants revenue</b>		–	–	–	–	–
<b>Total operating transfers and grants - CTBM</b>		102,942	108,146	–	154,791	115,146
<b><u>Capital transfers and grants:</u></b>						
<b>National Government:</b>						
	Balance unspent at beginning of the year	–	–	–	–	–
	Current year receipts	22,171	23,925	–	66,234	54,600
	Conditions met - transferred to revenue	–	–	–	–	–
	Conditions still to be met - transferred to liabilities	22,171	23,925	–	66,234	54,600
<b>Provincial Government:</b>						
	Balance unspent at beginning of the year	–	120	–	–	–
	Current year receipts	4,000	5,600	–	3,500	–
	Conditions met - transferred to revenue	–	–	–	–	–
	Conditions still to be met - transferred to liabilities	4,000	5,720	–	3,500	–
<b>District Municipality:</b>						
	Balance unspent at beginning of the year	–	–	–	–	–
	Current year receipts	–	–	–	–	–
	Conditions met - transferred to revenue	–	–	–	–	–
	Conditions still to be met - transferred to liabilities	–	–	–	–	–
<b>Other grant providers:</b>						
	Balance unspent at beginning of the year	–	–	–	–	–
	Current year receipts	–	–	–	–	–
	Conditions met - transferred to revenue	–	–	–	–	–
	Conditions still to be met - transferred to liabilities	–	–	–	–	–
<b>Total capital transfers and grants revenue</b>		–	–	–	–	–
<b>Total capital transfers and grants - CTBM</b>		26,171	29,645	–	69,734	54,600
<b>TOTAL TRANSFERS AND GRANTS REVENUE</b>		–	–	–	–	–
<b>TOTAL TRANSFERS AND GRANTS - CTBM</b>		129,113	137,791	–	224,525	169,746



## 2.7 - COUNCILLOR ALLOWANCES AND SENIOR MANAGERS

### Supporting Table SA22 Summary councillor and staff benefits

WC053 Beaufort West - Supporting Table SA22 Summary councillor and staff benefits						
Summary of Employee and Councillor remuneration R thousand	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
	D	E	F	G	H	I
<b>Councillors (Political Office Bearers plus Other)</b>						
Basic Salaries and Wages	6,158	6,145	-	6,548	6,816	7,094
Pension and UIF Contributions	182	-	-	-	-	0
Medical Aid Contributions	-	-	-	-	-	0
Motor Vehicle Allowance	155	136	-	136	136	136
Cellphone Allowance	586	562	-	584	607	632
Housing Allowances	-	-	-	-	-	-
Other benefits and allowances	52	49	-	51	54	56
<b>Sub Total - Councillors</b>	<b>7,133</b>	<b>6,892</b>	<b>-</b>	<b>7,320</b>	<b>7,613</b>	<b>7,918</b>
<b>% Increase</b>	<b>-</b>	<b>(3.4%)</b>	<b>(100.0%)</b>	<b>-</b>	<b>4.0%</b>	<b>4.0%</b>
<b>Senior Managers of the Municipality</b>						
Basic Salaries and Wages	3,358	3,233	-	4,331	4,534	4,744
Pension and UIF Contributions	801	468	-	367	384	401
Medical Aid Contributions	390	215	-	100	105	111
Overtime	-	-	-	-	-	-
Performance Bonus	455	524	-	325	661	690
Motor Vehicle Allowance	261	382	-	181	181	181
Cellphone Allowance	72	71	-	72	72	72
Housing Allowances	-	-	-	-	-	0
Other benefits and allowances	0	75	-	82	82	82
Payments in lieu of leave	-	30	-	-	-	0
Long service awards	-	-	-	-	-	-
Post-retirement benefit obligations	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-
Scarcity	330	297	-	348	354	380
Acting and post related allowance	-	35	-	-	-	0
In kind benefits	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Municipality</b>	<b>5,668</b>	<b>5,331</b>	<b>-</b>	<b>5,806</b>	<b>6,382</b>	<b>6,662</b>
<b>% Increase</b>	<b>-</b>	<b>(5.9%)</b>	<b>(100.0%)</b>	<b>-</b>	<b>9.9%</b>	<b>4.4%</b>
<b>Other Municipal Staff</b>						
Basic Salaries and Wages	95,736	89,172	-	101,238	103,684	108,049
Pension and UIF Contributions	16,583	15,180	-	17,628	18,250	19,055
Medical Aid Contributions	2,274	2,664	-	2,972	3,128	3,307
Overtime	3,344	4,614	-	4,793	5,017	5,305
Performance Bonus	6,902	6,180	-	7,688	7,984	8,329
Motor Vehicle Allowance	162	225	-	324	324	324
Cellphone Allowance	160	154	-	158	158	158
Housing Allowances	420	964	-	496	522	566
Other benefits and allowances	5,055	5,810	-	6,486	6,833	7,238
Payments in lieu of leave	-	247	-	-	-	0
Long service awards	598	544	-	1,209	785	1,260
Post-retirement benefit obligations	1,630	1,580	-	1,667	1,754	1,855
Entertainment	-	-	-	-	-	-
Scarcity	-	-	-	-	-	0
Acting and post related allowance	285	1,781	-	681	695	710
In kind benefits	-	-	-	-	-	-
<b>Sub Total - Other Municipal Staff</b>	<b>133,150</b>	<b>129,115</b>	<b>-</b>	<b>145,341</b>	<b>149,133</b>	<b>156,157</b>
<b>% Increase</b>	<b>-</b>	<b>(3.0%)</b>	<b>(100.0%)</b>	<b>-</b>	<b>2.6%</b>	<b>4.7%</b>
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>	<b>145,950</b>	<b>141,338</b>	<b>-</b>	<b>158,467</b>	<b>163,127</b>	<b>170,737</b>
<b>% Increase</b>	<b>-</b>	<b>(3.2%)</b>	<b>(100.0%)</b>	<b>-</b>	<b>2.9%</b>	<b>4.7%</b>
<b>TOTAL MANAGERS AND STAFF</b>	<b>138,817</b>	<b>134,446</b>	<b>-</b>	<b>151,147</b>	<b>155,514</b>	<b>162,819</b>



**Supporting Table SA23 Salaries, allowances & benefits (political office bearers/councillors/senior managers)**

WC053 Beaufort West - Supporting Table SA23 Salaries, allowances & benefits (political office bearers/councillors/senior managers)							
Disclosure of Salaries, Allowances & Benefits 1.	No.	Salary	Contributions	Allowances	Performance Bonuses	In-kind benefits	Total Package
Rand per annum			1.				2.
<b>Councillors</b>							
Speaker	1	688,808	-	117,067			805,875
Chief Whip	-		-				-
Executive Mayor	1	946,236	-	48,885			995,121
Deputy Executive Mayor	1	756,990	-	48,885			805,875
Executive Committee	2	1,364,688	-	165,952			1,530,640
Total for all other councillors	8	2,791,577	-	391,080			3,182,657
<b>Total Councillors</b>	<b>13</b>	<b>6,548,299</b>	<b>-</b>	<b>771,869</b>			<b>7,320,168</b>
<b>Senior Managers of the Municipality</b>							
Municipal Manager (MM)	1	1,466,166	2,243	140,902	18,291		1,626,602
Chief Finance Officer	1	1,202,977	2,395	122,549	35,398		1,363,319
Director Corporate Services	1	938,470	206,902	182,549	141,591		1,469,512
Director Infrastructure Services	1	724,632	377,340	115,311	129,421		1,346,704
							-
List of each official with packages >= senior manager							-
							-
<b>Total Senior Managers of the Municipality</b>	<b>4</b>	<b>4,331,245</b>	<b>588,880</b>	<b>561,311</b>	<b>324,701</b>		<b>5,806,137</b>
<b>TOTAL COST OF COUNCILLOR, DIRECTOR and EXECUTIVE REMUNERATION</b>	<b>17</b>	<b>10,879,544</b>	<b>588,880</b>	<b>1,333,180</b>	<b>324,701</b>		<b>13,126,305</b>

## **2.8 - ALLOCATIONS AND GRANTS MADE BY THE MUNICIPALITY**

### **Supporting Table SA21 Transfers and grants made by the municipality**

Any allocation made to an outside body must comply with the requirements of section 67 of the MFMA. This stipulates that before transferring funds to an outside organisation the Municipal Manager, as Accounting Officer, must be satisfied that the organisation or body has the capacity to comply with the agreement and has adequate financial management and other systems in place.

The Beaufort West Municipality did not budget for any transfers and grants to any outside bodies.

## Supporting Table SA25 Budgeted monthly revenue and expenditure

[illegible]

**Supporting Table SA26 Budgeted monthly revenue and expenditure (municipal vote)**

WC053 Beaufort West - Supporting Table SA26 Budgeted monthly revenue and expenditure (municipal vote)																	
Description		Ref	Budget Year 2025/26												Medium Term Revenue and Expenditure Framework		
R thousand			July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
<u>Revenue by Vote</u>																	
	Vote 1 - MUNICIPAL MANAGER		730	730	730	730	730	730	730	730	730	730	730	730	8,758	8,546	8,925
	Vote 2 - DIRECTORATE: INFRASTRUCTURE SERVICES		23,232	23,232	23,232	23,232	23,232	23,232	23,232	23,232	23,232	23,232	23,232	23,232	278,785	301,879	289,463
	Vote 3 - DIRECTORATE: ELECTRO-TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Vote 4 - DIRECTORATE: CORPORATE SERVICES		978	978	978	978	978	978	978	978	978	978	978	978	11,741	11,853	12,283
	Vote 5 - DIRECTORATE: FINANCIAL SERVICES		9,084	9,084	9,084	9,084	9,084	9,084	9,084	9,084	9,084	9,084	9,084	9,084	109,006	114,065	93,837
	Vote 6 - DIRECTORATE: COMMUNITY SERVICES		17,980	17,980	17,980	17,980	17,980	17,980	17,980	17,980	17,980	17,980	17,980	17,980	215,765	162,903	176,313
	Vote 7 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote			52,005	52,005	52,005	52,005	52,005	52,005	52,005	52,005	52,005	52,005	52,005	52,005	624,056	599,246	580,820
<u>Expenditure by Vote to be appropriated</u>																	
	Vote 1 - MUNICIPAL MANAGER		597	597	597	597	597	597	597	597	597	597	597	596	7,159	7,626	7,919
	Vote 2 - DIRECTORATE: INFRASTRUCTURE SERVICES		21,364	21,364	21,364	21,364	21,364	21,364	21,364	21,364	21,364	21,364	21,364	21,363	256,365	276,621	291,008
	Vote 3 - DIRECTORATE: ELECTRO-TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Vote 4 - DIRECTORATE: CORPORATE SERVICES		4,370	4,370	4,370	4,370	4,370	4,370	4,370	4,370	4,370	4,370	4,370	4,370	52,445	54,282	56,630
	Vote 5 - DIRECTORATE: FINANCIAL SERVICES		1,900	1,900	1,900	1,900	1,900	1,900	1,900	1,900	1,900	1,900	1,900	1,900	22,803	23,374	25,155
	Vote 6 - DIRECTORATE: COMMUNITY SERVICES		17,763	17,763	17,763	17,763	17,763	17,763	17,763	17,763	17,763	17,763	17,763	17,762	213,153	175,216	189,751
	Vote 7 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote			45,994	45,994	45,994	45,994	45,994	45,994	45,994	45,994	45,994	45,994	45,994	45,992	551,925	537,119	570,464
Surplus/(Deficit)			1	6,011	6,011	6,011	6,011	6,011	6,011	6,011	6,011	6,011	6,011	6,012	72,131	62,127	10,357

Supporting Table SA27 Budgeted monthly revenue and expenditure (functional classification)

R thousand	Ref	WC053 Beaufort West - Supporting Table SA27 Budgeted monthly revenue and expenditure (functional classification)												Medium Term Revenue and Expenditure Framework		
		Budget Year 2025/26												Budget Year 2026/27	Budget Year +1 2026/27	Budget Year +2 2027/28
Description		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2026/27	Budget Year +1 2026/27	Budget Year +2 2027/28
<b>Revenue - Functional</b>																
<i>Governance and administration</i>																
Executive and council		16,745	16,745	16,745	16,745	16,745	16,745	16,745	16,745	16,745	16,745	16,745	16,745	200,934	205,747	190,084
Finance and administration		1,019	1,019	1,019	1,019	1,019	1,019	1,019	1,019	1,019	1,019	1,019	1,019	12,222	12,153	12,678
Internal audit		15,726	15,726	15,726	15,726	15,726	15,726	15,726	15,726	15,726	15,726	15,726	15,726	189,712	193,585	177,385
<i>Community and public safety</i>																
Community and social services		3,364	3,364	3,364	3,364	3,364	3,364	3,364	3,364	3,364	3,364	3,364	3,364	40,384	48,815	45,908
Sport and recreation		824	824	824	824	824	824	824	824	824	824	824	824	9,883	10,079	9,216
Public safety		588	588	588	588	588	588	588	588	588	588	588	588	7,080	276	291
Housing		1,919	1,919	1,919	1,919	1,919	1,919	1,919	1,919	1,919	1,919	1,919	1,919	23,022	24,209	25,440
Health		33	33	33	33	33	33	33	33	33	33	33	33	398	7,952	14,960
<i>Economic and environmental services</i>																
Planning and development		1,335	1,335	1,335	1,335	1,335	1,335	1,335	1,335	1,335	1,335	1,335	1,335	16,025	7,545	1,123
Road transport		133	133	133	133	133	133	133	133	133	133	133	133	1,581	1,025	1,066
Environmental protection		1,203	1,203	1,203	1,203	1,203	1,203	1,203	1,203	1,203	1,203	1,203	1,203	14,434	6,520	57
<i>Trading services</i>																
Energy sources		30,681	30,681	30,681	30,681	30,681	30,681	30,681	30,681	30,681	30,681	30,681	30,681	386,733	337,438	338,726
Water management		13,951	13,951	13,951	13,951	13,951	13,951	13,951	13,951	13,951	13,951	13,951	13,951	187,407	182,004	197,329
Waste water management		9,239	9,239	9,239	9,239	9,239	9,239	9,239	9,239	9,239	9,239	9,239	9,239	110,874	45,740	45,114
Waste management		4,915	4,915	4,915	4,915	4,915	4,915	4,915	4,915	4,915	4,915	4,915	4,915	58,862	79,017	56,299
Other		2,456	2,456	2,456	2,456	2,456	2,456	2,456	2,456	2,456	2,456	2,456	2,456	29,470	30,678	37,984
<b>Total Revenue - Functional</b>		<b>52,005</b>	<b>52,005</b>	<b>52,005</b>	<b>52,005</b>	<b>52,005</b>	<b>52,005</b>	<b>52,005</b>	<b>52,005</b>	<b>52,005</b>	<b>52,005</b>	<b>52,005</b>	<b>52,005</b>	<b>624,056</b>	<b>699,246</b>	<b>589,820</b>
<b>Expenditure - Functional</b>																
<i>Governance and administration</i>																
Executive and council		7,580	7,580	7,580	7,580	7,580	7,580	7,580	7,580	7,580	7,580	7,580	7,580	90,716	91,017	85,083
Finance and administration		2,116	2,116	2,116	2,116	2,116	2,116	2,116	2,116	2,116	2,116	2,116	2,116	25,387	26,457	27,357
Internal audit		5,320	5,320	5,320	5,320	5,320	5,320	5,320	5,320	5,320	5,320	5,320	5,319	63,838	63,031	66,109
Energy sources		124	124	124	124	124	124	124	124	124	124	124	124	1,483	1,529	1,597
<i>Community and public safety</i>																
Community and social services		12,258	12,258	12,258	12,258	12,258	12,258	12,258	12,258	12,258	12,258	12,258	12,258	147,101	160,140	174,769
Sport and recreation		1,166	1,166	1,166	1,166	1,166	1,166	1,166	1,166	1,166	1,166	1,166	1,166	13,992	14,086	14,785
Public safety		823	823	823	823	823	823	823	823	823	823	823	823	8,873	9,931	10,441
Housing		10,106	10,106	10,106	10,106	10,106	10,106	10,106	10,106	10,106	10,106	10,106	10,106	121,278	126,633	132,922
Health		163	163	163	163	163	163	163	163	163	163	163	163	1,960	9,491	16,621
<i>Economic and environmental services</i>																
Planning and development		2,707	2,707	2,707	2,707	2,707	2,707	2,707	2,707	2,707	2,707	2,707	2,707	32,488	32,850	32,080
Road transport		861	861	861	861	861	861	861	861	861	861	861	861	10,337	9,914	9,884
Environmental protection		1,846	1,846	1,846	1,846	1,846	1,846	1,846	1,846	1,846	1,846	1,846	1,846	22,151	22,936	22,216
<i>Trading services</i>																
Energy sources		23,488	23,488	23,488	23,488	23,488	23,488	23,488	23,488	23,488	23,488	23,488	23,488	281,821	283,112	288,552
Water management		13,064	13,064	13,064	13,064	13,064	13,064	13,064	13,064	13,064	13,064	13,064	13,064	156,768	173,191	186,850
Waste water management		7,234	7,234	7,234	7,234	7,234	7,234	7,234	7,234	7,234	7,234	7,234	7,233	86,802	41,719	43,018
Waste management		1,567	1,567	1,567	1,567	1,567	1,567	1,567	1,567	1,567	1,567	1,567	1,567	18,809	19,430	19,509
Other		1,604	1,604	1,604	1,604	1,604	1,604	1,604	1,604	1,604	1,604	1,604	1,604	18,243	18,771	19,175
<b>Total Expenditure - Functional</b>		<b>45,994</b>	<b>45,994</b>	<b>45,994</b>	<b>45,994</b>	<b>45,994</b>	<b>45,994</b>	<b>45,994</b>	<b>45,994</b>	<b>45,994</b>	<b>45,994</b>	<b>45,994</b>	<b>45,992</b>	<b>551,925</b>	<b>557,119</b>	<b>570,464</b>
<b>Surplus/(Deficit) before assoc.</b>		<b>6,011</b>	<b>6,011</b>	<b>6,011</b>	<b>6,011</b>	<b>6,011</b>	<b>6,011</b>	<b>6,011</b>	<b>6,011</b>	<b>6,011</b>	<b>6,011</b>	<b>6,011</b>	<b>6,012</b>	<b>72,131</b>	<b>62,127</b>	<b>10,357</b>
Intra-company/Parent subsidiary transactions																
<b>Surplus/(Deficit)</b>	<b>1</b>	<b>6,011</b>	<b>6,011</b>	<b>6,011</b>	<b>6,011</b>	<b>6,011</b>	<b>6,011</b>	<b>6,011</b>	<b>6,011</b>	<b>6,011</b>	<b>6,011</b>	<b>6,011</b>	<b>6,012</b>	<b>72,131</b>	<b>62,127</b>	<b>10,357</b>



**Supporting Table SA28 Budgeted monthly capital expenditure (municipal vote)**

WC053 Beaufort West - Supporting Table SA28 Budgeted monthly capital expenditure (municipal vote)																
Description	Ref	Budget Year 2025/26												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
R thousand																
Multi-year expenditure to be appropriated	1															
Vote 1 - MUNICIPAL MANAGER		2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	35,180	41,428	16,724
Vote 2 - DIRECTORATE: INFRASTRUCTURE SERVICES																
Vote 3 - DIRECTORATE: ELECTRO-TECHNICAL SERVICES																
Vote 4 - DIRECTORATE: CORPORATE SERVICES		19	19	19	19	19	19	19	19	19	19	19	19	230	870	940
Vote 5 - DIRECTORATE: FINANCIAL SERVICES		8	8	8	8	8	8	8	8	8	8	8	8	100	50	50
Vote 6 - DIRECTORATE: COMMUNITY SERVICES		83	83	83	83	83	83	83	83	83	83	83	83	992	6,642	
Vote 7 - COMMUNITY & SOCIAL SERVICES																
Capital multi-year expenditure sub-total	2	3,042	3,042	3,042	3,042	3,042	3,042	3,042	3,042	3,042	3,042	3,042	3,042	38,502	48,990	17,714
Single-year expenditure to be appropriated																
Vote 1 - MUNICIPAL MANAGER																
Vote 2 - DIRECTORATE: INFRASTRUCTURE SERVICES		132	1,573	1,573	1,573	1,573	1,573	1,573	1,573	1,573	1,573	1,573	1,573	18,952		
Vote 3 - DIRECTORATE: ELECTRO-TECHNICAL SERVICES																
Vote 4 - DIRECTORATE: CORPORATE SERVICES																
Vote 5 - DIRECTORATE: FINANCIAL SERVICES																
Vote 6 - DIRECTORATE: COMMUNITY SERVICES		547	547	547	547	547	547	547	547	547	547	547	547	6,503		4,542
Vote 7 - COMMUNITY & SOCIAL SERVICES																
Capital single-year expenditure sub-total	2	679	2,119	2,119	2,119	2,119	2,119	2,119	2,119	2,119	2,119	2,119	2,119	25,516		4,542
Total Capital Expenditure	2	3,720	5,161	5,161	5,161	5,161	5,161	5,161	5,161	5,161	5,161	5,161	5,161	62,018	48,990	22,255

WC053 Beaufort West - Supporting Table SA29 Budgeted monthly capital expenditure (functional classification)																	
R thousand	Ref	Description	Budget Year 2025/26												Medium Term Revenue and Expenditure Framework		
			July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2025/26	Budget Year +1 2026/27	
Capital Expenditure - Functional	1	Governance and administration	28	28	28	28	28	28	28	28	28	28	28	28	330	920	990
		Executive and council	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
		Finance and administration	28	28	28	28	28	28	28	28	28	28	28	28	330	920	990
		Internal audit	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
		Community and public safety	830	830	830	830	830	830	830	830	830	830	830	830	7,555	6,642	-
		Community and social services	83	83	83	83	83	83	83	83	83	83	83	83	992	6,642	-
		Sport and recreation	547	547	547	547	547	547	547	547	547	547	547	547	6,563	-	-
		Public safety	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
		Housing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
		Health	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
		Economic and environmental services	1,089	1,089	1,089	1,089	1,089	1,089	1,089	1,089	1,089	1,089	1,089	1,089	12,828	5,826	200
		Planning and development	17	17	17	17	17	17	17	17	17	17	17	17	200	200	200
		Road transport	1,052	1,052	1,052	1,052	1,052	1,052	1,052	1,052	1,052	1,052	1,052	1,052	12,628	5,626	-
		Environmental protection	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
		Trading services	3,442	3,442	3,442	3,442	3,442	3,442	3,442	3,442	3,442	3,442	3,442	3,442	41,304	35,602	21,065
		Energy sources	652	652	652	652	652	652	652	652	652	652	652	652	7,826	5,898	6,958
		Water management	1,579	1,579	1,579	1,579	1,579	1,579	1,579	1,579	1,579	1,579	1,579	1,579	18,952	-	-
		Waste water management	1,210	1,210	1,210	1,210	1,210	1,210	1,210	1,210	1,210	1,210	1,210	1,210	14,526	29,714	9,565
		Waste management	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,542
		Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	2		5,168	5,168	5,168	5,168	5,168	5,168	5,168	5,168	5,168	5,168	5,168	5,168	62,018	48,990	22,255
Funded by:		National Government	4,800	4,800	4,800	4,800	4,800	4,800	4,800	4,800	4,800	4,800	4,800	4,800	57,595	47,479	19,326
		Provincial Government	254	254	254	254	254	254	254	254	254	254	254	254	3,043	-	-
		District Municipality	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
		Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agendes, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital			5,053	5,053	5,053	5,053	5,053	5,053	5,053	5,053	5,053	5,053	5,053	5,053	60,638	47,479	19,326
Borrowing			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Internally generated funds			115	115	115	115	115	115	115	115	115	115	115	118	1,380	1,511	2,929
Total Capital Funding			5,168	5,168	5,168	5,168	5,168	5,168	5,168	5,168	5,168	5,168	5,168	5,172	62,018	48,990	22,255

# Supporting Table SA30 Budgeted monthly cash flow

WC053 Beaufort West - Supporting Table SA30 Budgeted monthly cash flow																	
MONTHLY CASH FLOWS		Budget Year 2025/26															
R thousand		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28	
Cash Receipts By Source	Property rates	4,262	4,262	4,262	4,262	4,262	4,262	4,262	4,262	4,262	4,262	4,262	4,262	51,150	54,219	57,472	
	Service charges - electricity revenue	10,643	10,643	10,643	10,643	10,643	10,643	10,643	10,643	10,643	10,643	10,643	10,643	127,722	142,331	164,316	
	Service charges - water revenue	2,297	2,297	2,297	2,297	2,297	2,297	2,297	2,297	2,297	2,297	2,297	2,297	27,569	29,245	31,015	
	Service charges - sanitation revenue	1,888	1,888	1,888	1,888	1,888	1,888	1,888	1,888	1,888	1,888	1,888	1,888	22,652	24,012	25,457	
	Service charges - refuse revenue	1,074	1,074	1,074	1,074	1,074	1,074	1,074	1,074	1,074	1,074	1,074	1,074	12,893	14,008	15,219	
	Rental of facilities and equipment	148	148	148	148	148	148	148	148	148	148	148	148	1,781	1,954	2,052	
	Interest earned - external investments	243	243	243	243	243	243	243	243	243	243	243	243	2,916	3,207	3,527	
	Interest earned - outstanding debtors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Fines, penalties and tribals	1,703	1,703	1,703	1,703	1,703	1,703	1,703	1,703	1,703	1,703	1,703	1,703	1,703	20,437	21,484	22,587
	Licences and permits	40	40	40	40	40	40	40	40	40	40	40	40	40	481	519	560
	Agency services	141	141	141	141	141	141	141	141	141	141	141	141	141	1,697	1,799	1,907
	Transfers and Subsidies - Operational	9,066	9,066	9,066	9,066	9,066	9,066	9,066	9,066	9,066	9,066	9,066	9,066	9,066	108,791	115,146	126,888
	Other revenue	6,414	6,414	6,414	6,414	6,414	6,414	6,414	6,414	6,414	6,414	6,414	6,414	6,414	76,968	82,001	89,862
	Cash Receipts by Source	37,921	37,921	37,921	37,921	37,921	37,921	37,921	37,921	37,921	37,921	37,921	37,921	37,921	455,056	489,024	480,863
	Other Cash Flows by Source	Transfers and subsidies - capital (monetary allocations) (National/ Provincial and District)	5,811	5,811	5,811	5,811	5,811	5,811	5,811	5,811	5,811	5,811	5,811	5,811	69,734	54,600	22,225
		Transfers and subsidies - capital (monetary allocations) (Nat/ Prov Deptm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on Disposal of Fixed and Intangible Assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Short term loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/financing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VAT Control (receipts)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current/receivables		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current/investments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0
Total Cash Receipts by Source		43,732	43,732	43,732	43,732	43,732	43,732	43,732	43,732	43,732	43,732	43,732	43,732	43,732	524,780	644,624	603,089
Cash Payments by Type		Employee related costs	(12,480)	(12,480)	(12,480)	(12,480)	(12,480)	(12,480)	(12,480)	(12,480)	(12,480)	(12,480)	(12,480)	(12,480)	(149,757)	(154,536)	(161,367)
		Remuneration of councillors	(610)	(610)	(610)	(610)	(610)	(610)	(610)	(610)	(610)	(610)	(610)	(610)	(7,320)	(7,913)	(7,918)
		Interest	(116)	(116)	(116)	(116)	(116)	(116)	(116)	(116)	(116)	(116)	(116)	(116)	(1,365)	(1,262)	(1,191)
		Bulk purchases - electricity	(11,686)	(11,686)	(11,686)	(11,686)	(11,686)	(11,686)	(11,686)	(11,686)	(11,686)	(11,686)	(11,686)	(11,686)	(140,237)	(156,939)	(146,894)
		Acquisitions - water & other inventory	(2,586)	(2,586)	(2,586)	(2,586)	(2,586)	(2,586)	(2,586)	(2,586)	(2,586)	(2,586)	(2,586)	(2,586)	(31,031)	(32,927)	(30,099)
		Contracted services	(2,950)	(2,950)	(2,950)	(2,950)	(2,950)	(2,950)	(2,950)	(2,950)	(2,950)	(2,950)	(2,950)	(2,950)	(35,400)	(44,446)	(47,479)
		Transfers and subsidies - other municipalities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Transfers and subsidies - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Other expenditure	(4,893)	(4,893)	(4,893)	(4,893)	(4,893)	(4,893)	(4,893)	(4,893)	(4,893)	(4,893)	(4,893)	(4,893)	(58,722)	(56,243)	(48,175)	
	Cash Payments by Type	(36,322)	(36,322)	(36,322)	(36,322)	(36,322)	(36,322)	(36,322)	(36,322)	(36,322)	(36,322)	(36,322)	(36,322)	(423,862)	(463,987)	(446,122)	
	Other Cash Flows/Payments by Type	Capital assets	(5,168)	(5,168)	(5,168)	(5,168)	(5,168)	(5,168)	(5,168)	(5,168)	(5,168)	(5,168)	(5,168)	(5,168)	(62,018)	(48,980)	(22,255)
		Repayment of borrowing	(97)	(97)	(97)	(97)	(97)	(97)	(97)	(97)	(97)	(97)	(97)	(97)	(1,169)	(651)	(708)
		Other Cash Flows/Payments	(3,117)	(3,117)	(3,117)	(3,117)	(3,117)	(3,117)	(3,117)	(3,117)	(3,117)	(3,117)	(3,117)	(3,117)	(37,401)	(38,251)	(36,831)
		Total Cash Payments by Type	(43,704)	(43,704)	(43,704)	(43,704)	(43,704)	(43,704)	(43,704)	(43,704)	(43,704)	(43,704)	(43,704)	(43,704)	(524,480)	(541,860)	(508,717)
		NET INCREASE/(DECREASE) IN CASH HELD	87,437	87,437	87,437	87,437	87,437	87,437	87,437	87,437	87,437	87,437	87,437	87,437	340	2,664	(2,629)
		Cash/cash equivalents at the month/year begin:	18,955	106,392	193,828	281,205	358,915	446,351	533,788	621,225	702,428	789,864	877,301	964,738	18,955	19,295	21,959
		Cash/cash equivalents at the month/year end:	106,392	183,828	281,205	358,915	446,351	533,788	621,225	702,428	789,864	877,301	964,738	10,295	19,295	21,959	19,331



## 2.10 – CONTRACTS HAVING FUTURE BUDGETARY IMPLICATIONS

**Supporting Table SA33 Contracts having future budgetary implications**

WC053 Beaufort West - Supporting Table SA33 Contracts having future budgetary implications												
Description	Current Year 2024/25	2025/26 Medium Term Revenue & Expenditure Framework			Forecast 2028/29	Forecast 2029/30	Forecast 2030/31	Forecast 2031/32	Forecast 2032/33	Forecast 2033/34	Forecast 2034/35	Total Contract Value
R thousand	Original Budget	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28	Estimate	Estimate	Estimate	Estimate	Estimate	Estimate	Estimate	Estimate
Parent Municipality:												
<u>Revenue Obligation By Contract</u>												
Contract 1	-	-	-	-	-	-	-	-	-	-	-	-
Contract 2	-	-	-	-	-	-	-	-	-	-	-	-
Contract 3 etc	-	-	-	-	-	-	-	-	-	-	-	-
Total Operating Revenue Implication	-	-	-	-	-	-	-	-	-	-	-	-
<u>Expenditure Obligation By Contract</u>												
Auditor General of South Africa	3 070	2 991	2 991	1 246	-	-	-	-	-	-	-	10 299
Department of Mobility	1 905	2 225	2 750	3 378	1 525	-	-	-	-	-	-	11 783
Department of Labour	1 247	820	1 060	1 300	887	-	-	-	-	-	-	5 334
Department of Water and Sanitation	580	1 810	2 572	3 384	2 377	-	-	-	-	-	-	10 723
Contract 3 etc	-	-	-	-	-	-	-	-	-	-	-	-
Total Operating Expenditure Implication	6 802	7 846	9 393	9 308	4 789	-	-	-	-	-	-	38 139
<u>Capital Expenditure Obligation By Contract</u>												
Contract 1	-	-	-	-	-	-	-	-	-	-	-	-
Contract 2	-	-	-	-	-	-	-	-	-	-	-	-
Contract 3 etc	-	-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure Implication	-	-	-	-	-	-	-	-	-	-	-	-
Total Parent Expenditure Implication	6 802	7 846	9 393	9 308	4 789	-	-	-	-	-	-	38 139

The Beaufort West Municipality entered into payment agreements with the Auditor General of South Africa (AGSA) and the Provincial Department of Mobility. The municipality also budgeted for payment arrangement with the Department of Labour and the Department of Water and Sanitation with the February 2025 adjustments budget approved by council.

The table above indicate cash outflows year-on-year over the period of the arrangements with each creditor, with the last payments due in the 2028/29 financial year.

## 2.11 - CAPITAL EXPENDITURE DETAILS

Supporting Table SA34a Capital expenditure on new assets by asset class

WC053 Beaufort West - Supporting Table SA34a Capital expenditure on new assets by asset class						
Description	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
R thousand						
Capital expenditure on new assets by Asset Class/Sub-class						
Infrastructure	667	428	-	30,435	30,384	2,414
Roads Infrastructure	-	-	-	-	-	-
Roads	-	-	-	-	-	-
Road Structures	-	-	-	-	-	-
Road Furniture	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-
Storm water Infrastructure	-	-	-	-	-	-
Drainage Collection	-	-	-	-	-	-
Storm water Conveyance	-	-	-	-	-	-
Attenuation	-	-	-	-	-	-
Electrical Infrastructure	667	123	-	-	1,540	2,414
Power Plants	-	-	-	-	-	-
HV Substations	-	-	-	-	-	-
HV Switching Station	-	-	-	-	-	-
HV Transmission Conductors	-	-	-	-	-	-
MV Substations	-	-	-	-	-	-
MV Switching Stations	-	-	-	-	-	-
MV Networks	543	-	-	-	-	-
LV Networks	123	123	-	-	1,540	2,414
Capital Spares	-	-	-	-	-	-
Water Supply Infrastructure	-	-	-	15,909	-	-
Dams and Weirs	-	-	-	-	-	-
Boreholes	-	-	-	-	-	-
Reservoirs	-	-	-	-	-	-
Pump Stations	-	-	-	-	-	-
Water Treatment Works	-	-	-	15,909	-	-
Bulk Mains	-	-	-	-	-	-
Distribution	-	-	-	-	-	-
Distribution Points	-	-	-	-	-	-
PRV Stations	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-
Sanitation Infrastructure	-	-	-	14,526	28,844	-
Pump Station	-	-	-	-	-	-
Reticulation	-	-	-	-	-	-
Waste Water Treatment Works	-	-	-	14,526	28,844	-
Outfall Sewers	-	-	-	-	-	-
Toilet Facilities	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-
Solid Waste Infrastructure	-	304	-	-	-	-
Landfill Sites	-	304	-	-	-	-
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 SA34a Capital expenditure on new assets by asset class						
R thousand	Description	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework	
		Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27
<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 Abkukon 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 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 new assets</b>						

## Supporting Table SA34b Capital expenditure on the renewal of existing assets by asset class

WC053 Beaufort West - Supporting Table SA34b Capital expenditure on the renewal of existing assets by asset class						
Description	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
R thousand						
Capital expenditure on renewal of existing assets by Asset Class/Sub-class						
Infrastructure	-	-	-	-	870	9,565
Roads Infrastructure	-	-	-	-	-	-
Roads	-	-	-	-	-	-
Road Structures	-	-	-	-	-	-
Road Furniture	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-
Storm water Infrastructure	-	-	-	-	-	-
Drainage Collection	-	-	-	-	-	-
Storm water Conveyance	-	-	-	-	-	-
Attenuation	-	-	-	-	-	-
Electrical Infrastructure	-	-	-	-	-	-
Power Plants	-	-	-	-	-	-
HV Substations	-	-	-	-	-	-
HV Switching Station	-	-	-	-	-	-
HV Transmission Conductors	-	-	-	-	-	-
MV Substations	-	-	-	-	-	-
MV Switching Stations	-	-	-	-	-	-
MV Networks	-	-	-	-	-	-
LV Networks	-	-	-	-	-	-
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	-	-	-	-	870	9,565
Pump Station	-	-	-	-	870	9,565
Retiulation	-	-	-	-	-	-
Waste Water Treatment Works	-	-	-	-	-	-
Outfall Sewers	-	-	-	-	-	-
Toilet Facilities	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-
Solid Waste Infrastructure	-	-	-	-	-	-
Landfill Sites	-	-	-	-	-	-
Waste Transfer Stations	-	-	-	-	-	-
Waste Processing Facilities	-	-	-	-	-	-
Waste Drop-off Points	-	-	-	-	-	-
Waste Separation Facilities	-	-	-	-	-	-
Electricity Generation Facilities	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-
Rail Infrastructure	-	-	-	-	-	-
Rail Lines	-	-	-	-	-	-
Rail Structures	-	-	-	-	-	-
Rail Furniture	-	-	-	-	-	-
Drainage Collection	-	-	-	-	-	-
Storm water Conveyance	-	-	-	-	-	-
Attenuation	-	-	-	-	-	-
MV Substations	-	-	-	-	-	-
LV Networks	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-
Coastal Infrastructure	-	-	-	-	-	-
Sand Pumps	-	-	-	-	-	-
Piers	-	-	-	-	-	-
Revetments	-	-	-	-	-	-
Promenades	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-
Information and Communication Infrastructure	-	-	-	-	-	-
Data Centres	-	-	-	-	-	-
Core Layers	-	-	-	-	-	-
Distribution Layers	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-

WC053 Beaufort West - Supporting Table SA34b Capital expenditure on the renewal of existing assets by asset class						
R thousand	Description	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework	
		Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27
<u>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</u>						
<u>Community Assets</u>						
Community Facilities						
Halls						
Centres						
Crèches						
Clinics/Care Centres						
Fire/Ambulance Stations						
Testing Stations						
Museums						
Galleries						
Theatres						
Libraries						
Cemeteries/Crematoria						
Police						
Parks						
Public Open Space						
Nature Reserves						
Public Abolition Facilities						
Markets						
Stalls						
Abattoirs						
Airports						
Taxi Ranks/Bus Terminals						
Capital Spares						
Sport and Recreation Facilities						
Indoor Facilities						
Outdoor Facilities						
Capital Spares						
<u>Heritage assets</u>						
Monuments						
Historic Buildings						
Works of Art						
Conservation Areas						
Other Heritage						
<u>Investment properties</u>						
Revenue Generating						
Improved Property						
Unimproved Property						
Non-revenue Generating						
Improved Property						
Unimproved Property						
<u>Other assets</u>						
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						
<u>Biological or Cultivated Assets</u>						
Biological or Cultivated Assets						
<u>Intangible Assets</u>						
Services						
Licences and Rights						
Water Rights						
Effluent Licences						
Solid Waste Licences						
Computer Software and Applications						
Local Settlement Software Applications						
Unspecified						
<u>Computer Equipment</u>						
Computer Equipment						
<u>Furniture and Office Equipment</u>						
Furniture and Office Equipment						
<u>Machinery and Equipment</u>						
Machinery and Equipment						
<u>Transport Assets</u>						
Transport Assets						
<u>Land</u>						
Land						
<u>Zoo's, Marine and Non-biological Animals</u>						
Zoo's, Marine and Non-biological Animals						
<u>Living resources</u>						
Mature						
Polking and Protection						
Zoological plants and animals						
Immature						
Polking and Protection						
Zoological plants and animals						
<b>Total Capital Expenditure on renewal of existing assets</b>						



## Supporting Table SA34e Capital expenditure on the upgrading of existing assets by asset class

WC053 Beaufort West - Supporting Table SA34e Capital expenditure on the upgrading of existing assets by asset class						
Description	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
R thousand						
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class						
Infrastructure	7,987	10,054	–	23,498	9,974	9,086
Roads Infrastructure	–	426	–	12,628	5,626	–
Roads	–	426	–	12,628	5,626	–
Road Structures	–	–	–	–	–	–
Road Furniture	–	–	–	–	–	–
Capital Spares	–	–	–	–	–	–
Storm water Infrastructure	–	–	–	–	–	–
Drainage Collection	–	–	–	–	–	–
Storm water Conveyance	–	–	–	–	–	–
Attenuation	–	–	–	–	–	–
Electrical Infrastructure	6,813	8,715	–	7,826	4,348	4,544
Power Plants	–	–	–	–	–	–
HV Substations	6,813	6,454	–	–	–	–
HV Switching Station	–	–	–	–	–	–
HV Transmission Conductors	–	–	–	–	–	–
MV Substations	–	–	–	7,826	4,348	4,544
MV Switching Stations	–	–	–	–	–	–
MV Networks	–	261	–	–	–	–
LV Networks	–	–	–	–	–	–
Capital Spares	–	–	–	–	–	–
Water Supply Infrastructure	2,174	2,913	–	3,043	–	–
Dams and Weirs	–	–	–	–	–	–
Boreholes	1,217	1,957	–	2,261	–	–
Reservoirs	–	–	–	–	–	–
Pump Stations	–	–	–	–	–	–
Water Treatment Works	–	–	–	–	–	–
Bulk Mains	–	–	–	–	–	–
Distribution	957	957	–	783	–	–
Distribution Points	–	–	–	–	–	–
PRV Stations	–	–	–	–	–	–
Capital Spares	–	–	–	–	–	–
Sanitation Infrastructure	–	–	–	–	–	–
Pump Station	–	–	–	–	–	–
Reticulation	–	–	–	–	–	–
Waste Water Treatment Works	–	–	–	–	–	–
Outfall Sewers	–	–	–	–	–	–
Toilet Facilities	–	–	–	–	–	–
Capital Spares	–	–	–	–	–	–
Solid Waste Infrastructure	–	–	–	–	–	4,542
Landfill Sites	–	–	–	–	–	4,542
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 SA34e Capital expenditure on the upgrading of existing assets by asset class						
Description	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
R thousand						
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class						
Community Assets	5,971	9,026	—	7,555	6,642	—
Community Facilities	1,304	1,436	—	992	6,642	—
Halls			—			—
Centres			—			—
Crèches			—			—
Clinical/Care Centres			—			—
Fire/Ambulance Stations			—			—
Testing Stations			—			—
Museums			—			—
Galleries			—			—
Theatres			—			—
Libraries	1,304	1,436				
Cemeteries/Crematoria				992	6,642	
Police						
Parks						
Public Open Space						
Nature Reserves						
Public Abkton Facilities						
Markets						
Stalls						
Abattoirs						
Airports						
Taxi Ranks/Bus Terminals						
Capital Spares						
Sport and Recreation Facilities	4,666	7,590	—	6,563	—	—
Indoor Facilities						
Outdoor Facilities	4,666	7,590		6,563		
Capital Spares						
Heritage assets	—	—	—	—	—	—
Monuments						
Historic Buildings						
Works of Art						
Conservation Areas						
Other Heritage						
Investment properties	—	—	—	—	—	—
Revenue Generating	—	—	—	—	—	—
Improved Property						
Unimproved Property						
Non-revenue Generating	—	—	—	—	—	—
Improved Property						
Unimproved Property						
Other assets	—	—	—	—	—	—
Operational Buildings	—	—	—	—	—	—
Municipal Offices						
Pay/Enquiry Points						
Building Plan Offices						
Workshops						
Yards						
Stores						
Laboratories						
Training Centres						
Manufacturing Plant						
Depots						
Capital Spares						
Housing	—	—	—	—	—	—
Staff Housing						
Social Housing						
Capital Spares						
Biological or Cultivated Assets	—	—	—	—	—	—
Biological or Cultivated Assets						
Intangible Assets	—	—	—	—	—	—
Servitudes						
Licences and Rights	—	—	—	—	—	—
Water Rights						
Effluent Licenses						
Solid Waste Licenses						
Computer Software and Applications						
Load Settlement Software Applications						
Unspecified						
Computer Equipment	—	—	—	—	—	—
Computer Equipment						
Furniture and Office Equipment	—	—	—	—	—	—
Furniture and Office Equipment						
Machinery and Equipment	—	—	—	—	—	—
Machinery and Equipment						
Transport Assets	—	—	—	—	—	—
Transport Assets						
Land	—	—	—	—	—	—
Land						
Zoo's, Marine and Non-biological Animals	—	—	—	—	—	—
Zoo's, Marine and Non-biological Animals						
Living resources	—	—	—	—	—	—
Mature	—	—	—	—	—	—
Polking and Protection						
Zoological plants and animals						
Immature	—	—	—	—	—	—
Polking and Protection						
Zoological plants and animals						
Total Capital Expenditure on upgrading of existing assets	13,958	19,080	—	31,054	16,616	9,066

## **2.12 - MUNICIPAL MANAGER'S QUALITY CERTIFICATE**

I, Derick E Welgemoed, municipal manager of Beaufort Municipality, hereby certify that the Annual Budget and Supporting Documentation have been prepared in accordance with the Municipal Finance Management Act, No. 56 of 2003, and the regulations made under the Act, and that the Annual Budget and supporting documents are consistent with the Integrated Development Plan of Beaufort West Municipality.

A handwritten signature in dark ink, consisting of several loops and a long horizontal stroke, positioned above a dashed line.

**Accounting Officer: Beaufort West Municipality WC053**



## **Annexure B**

### **Increases in Tariffs for Service Charges and Other Sundry Tariffs**

**1. Tariffs and other sundry tariffs increase over the 2025/26 Medium Term Revenue & Expenditure Framework (MTREF) will be follows:**

**1.1 Service charges – Electricity:**

The National Energy Regulator of South Africa (NERSA) announced that the Energy Regulator, at its meeting held on 11 March 2025, considered and approved the Eskom Retail Tariffs and Structural Adjustment (ERTSA) application – an average tariff increase of 12.74% for Eskom direct customers and 11.32% for municipalities. The approved standard tariff increase of 12.74% will be implemented on 1 April 2025 until 31 March 2026 for Eskom direct customers, and the 11.32% increase will be implemented on 1 July 2025 for municipal customers.

% increase over 2024/25 Medium Term Revenue & Expenditure Framework			
Service	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Service charges - Electricity	11.32%	10.91%	8.10%

**1.2 Service charges – Water, Waste Water Management and Waste Management:**

% increase over 2024/25 Medium Term Revenue & Expenditure Framework			
Service	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Service charges - Water	6%	6%	6%
Service charges - Waste Water Management (Sanitation)	6%	6%	6%
Service charges - Waste Management (Refuse removal)	9%	9%	9%

**1.3 Flat rate on Service charges – Water:**

A flat rate structure for consumers where consumption is not measured and a water prepaid meter or conventional meter has been bypassed, removed, or damaged will be levied a water flat rate equivalent to water availability charge. Since the present conventional meter will be replaced with a smart prepaid water meter, all customers who have conventional water meters that are subjected to the water flat rate will not be levied a water basic service charge.

1.4 Other sundry tariffs will increase by 6% year on year over the 2025/26 MTREF;

1.5 Interest on outstanding debtors be levied monthly at prime plus one percent (1%) year on year over the 2025/26 MTREF.

## **2. Indigent Subsidy from 1 July 2025:**

To households with a monthly income up to 2 old age pensions (R 4,630) or less; such a household will qualify for the following indigent subsidy:

<b>Component</b>	<b>Subsidy</b>
Electricity Basic	100% Subsidy
Water Basic	100% Subsidy
Electricity Consumption	50 kWh electricity usage
Water Consumption	6 kl
Sanitation	100% Subsidy
Refuse Removal	100% Subsidy

**Annexure A**

**Increases in Tariffs for Rates**

## **Annexure A – Increases in Tariffs for Rates**

### **1. Tariffs for Rates with effect from 1 July 2025:**

#### **1.1 the tariffs for property rates**

#### **Beaufort West, Merweville, Nelspoort and Murraysburg**

The Rate in the Rand for Property Rates for 2025/2026 financial year are:

schedule below with effect from 1 July 2025

<b>Category of property</b>	<b>Rate ratio</b>	<b>Cent amount in the Rand rate determined for the relevant property category</b>
Residential Properties	1:1	0.01500
Business Properties	1:2	0.03000
Industrial Properties	1:2	0.03000
Agricultural Properties	1:0.09	0.00131
Public service purposes	1:2	0.03000
National Monuments	1:1	0.01500
Mining Properties	1:2	0.03000
Multiple use Properties	As per allocation	As per allocation
Municipal Properties	1:0	0.0
Nature Reserve Properties	1:0	0.0
PSI	1:0	0.0
Vacant Land	1:1.2	0.01800
Public Benefit Organisations	1:0.25	0.00375

## **EXEMPTIONS, REDUCTIONS AND REBATES**

**Residential Properties:** For all residential properties the municipality will not levy a rate on the first R 15 000 of the property's market value. The R15 000 is inclusive of the R15 000 statutory impermissible rate as per section 17(1)(h) of the Municipal Property Rates Act.

Additional rebate of R100 000 for all residential properties with a market value less than R190 000 reduction determined in the Rates policy

### **Rebates in respect of a category of owners of property are as follows:**

Owners of National Monuments be levied at residential tariff provided that –

- The buildings are in a satisfactory condition, and
- The Director Engineering Services has during the second Month of each financial year submitted a report that the building is in a satisfactory condition in order that the municipality may consider whether to grant a rebate.

### **Agricultural**

As a result of, and considering, limited rate-funded services supplied to such properties in general, the contribution of agriculture to the local economy, the extent to which agriculture assists in meeting the service delivery and development obligations of the community, and the contribution of agriculture to the social and economic welfare of farm workers, the council bills a reduced rate (as set out below) in respect of properties subject to agricultural use.

This rate rebate is 91% of the rate levied on Residential Properties, which rate on properties subject to agricultural use does not exceed the maximum ratio to the rate on Residential Property prescribed in the MPRA Rate Ratio Regulations.

The council will, when it imposes rates and sets tariffs for the budget year, grant an additional rebate of 65% on the rates payable in respect of agricultural properties where –

- there are no municipal roads next to the property;
- there is no municipal sewerage to the property;
- there is no municipal electricity to the property;
- water is not supplied by the municipality;
- refuse removal is not provided by the municipality.

- No other rebates will be granted to properties that qualify for the Agricultural rebate. For the avoidance of doubt properties that qualify for the agricultural rebate will not be entitled to the residential rate rebate.

### **Pensioners**

Registered owners of Residential Properties who are pensioners qualify for special rebates according to gross monthly household income of all Pensioners permanently residing on that property. To qualify for the rebate a property owner must be the registered owner of a property which satisfies the requirements of the definition of residential Property. This property owner must on 1 July of the financial year:

- Occupy the property as his/her Primary Residence, and
- Be at least 60 years of age, or
- Has been declared medically unfit even if not yet 60 years of age, and
- Be in receipt of a gross monthly household income not exceeding the amount determined by Council during the Municipality's budgeted process.
- Must annually submit proof to the CFO that he or she is registered with the Department of Social Development as a recipient of an old age or disability grant.
- Market value of the property not exceeding R 1 100 000
 

R 2 315 and under	-	30%
R 2 316 to R 6 000	-	20%
R 6 001 to R12 000	-	10%

An owner must annually provide credible proof of his or her economic/financial position to the Chief Financial Officer.

**Annexure C**  
**Detailed Capital Budget 2025/26 MTREF**



WC053 Beaufort West Municipality : Detailed Capital Budget - 2025/26 MTREF

Department	SCOA Function Posting Level	Project Description	Funding Source	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2026/28
Directorate: Infrastructure Services	Function:Road Transport:Core Function:Roads	Upgrade Gravel Roads : Blankenweg - Hillside	National Government - MIG	11,863,312	-	-
Directorate: Infrastructure Services	Function:Road Transport:Core Function:Roads	Upgrade Gravel Roads : Blankenweg - Hillside	Internally generated funds - CRR	77,414	-	-
Directorate: Infrastructure Services	Function:Road Transport:Core Function:Roads	Upgrade Gravel Roads : Rev Fass Street - Kwa-Mandlenkosi	National Government - MIG	687,732	5,626,000	-
Directorate: Community Services	Function:Sport and Recreation:Core Function:Sports Grounds and Stadiums	Upgrading of Beaufort West Netball and Tennis Courts	National Government - MIG	5,913,043	-	-
Directorate: Community Services	Function:Sport and Recreation:Core Function:Sports Grounds and Stadiums	Upgrading of Beaufort West Netball and Tennis Courts	Internally generated funds - CRR	650,435	-	-
Directorate: Infrastructure Services	Function:Waste Water Management:Core Function:Waste Water Treatment	Reconstruction of Irrigation Pump Station at Waste Water Treatment Works (Beaufort West)	National Government - MIG	-	869,565	7,826,087
Directorate: Infrastructure Services	Function:Waste Water Management:Core Function:Waste Water Treatment	Reconstruction of Irrigation Pump Station at Waste Water Treatment Works (Beaufort West)	Internally generated funds - CRR	-	-	1,739,130
Directorate: Infrastructure Services	Function:Water Management:Core Function:Water Treatment	Nelspoort Water Treatment Works	National Government - WSIG	15,908,989	-	-
Directorate: Infrastructure Services	Function:Water Management:Core Function:Water Treatment	Upgrade of Vandalized Boreholes	Provincial Government - DLG	2,260,870	-	-
Directorate: Infrastructure Services	Function:Water Management:Core Function:Water Treatment	Upgrade Telemetric System	Provincial Government - DLG	782,609	-	-
Directorate: Infrastructure Services	Function:Waste Water Management:Core Function:Waste Water Treatment	Beaufort West - Waste Water Treatment Works	National Government - WSIG	14,525,794	28,844,348	-
Directorate: Community Services	Function:Community and Social Services:Core Function:Cemeteries, Funeral Parlours and Crematoriums	Murraysburg: Cemetery: Expansion of Cemetery Site	National Government - MIG	869,565	6,250,924	-
Directorate: Community Services	Function:Community and Social Services:Core Function:Cemeteries, Funeral Parlours and Crematoriums	Murraysburg: Cemetery: Expansion of Cemetery Site	Internally generated funds - CRR	122,441	391,467	-
Directorate: Infrastructure Services	Function:Energy Sources:Core Function:Street Lighting and Signal Systems	New High Mast Lights - (Prince Valley & Kwa-Mandlenkosi)	National Government - MIG	-	1,539,859	2,414,007
Directorate: Community Services	Function:Waste Management:Core Function:Solid Waste Disposal (Landfill Sites)	Upgrading of Landfill site - (Vaalkoppies Waste Disposal Facility)	National Government - MIG	-	-	4,541,906
Directorate: Infrastructure Services	Function:Energy Sources:Core Function:Electricity	20MVA 22/11 kV Upgrading of Main Substation	National Government - INEP	7,826,087	4,347,826	4,544,348
Directorate: Corporate Services	Function:Finance and Administration:Core Function:Information Technology	Computer Equipment	Internally generated funds - CRR	230,000	870,000	940,000
Directorate: Financial Services	Function:Finance and Administration:Core Function:Finance	Furniture and Office Equipment	Internally generated funds - CRR	100,000	50,000	50,000
Directorate: Infrastructure Services	Function:Planning and Development:Core Function:Town Planning, Building Regulations and Enforcement, and City Engineer	Machinery and Equipment	Internally generated funds - CRR	200,000	200,000	200,000
Total				62,018,291	48,989,989	22,255,478

**Annexure D**

**IDP and Budget Time Schedule**

# BEAUFORT WEST MUNICIPALITY



## IDP AND BUDGET TIME SCHEDULE OF KEY DEADLINES – 2024/2025

**TABLING DATE: 27 AUGUST 2024**

SIRKULASIE		OPDRAG
KK: <i>Amir</i>		

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## 1. LIST OF ABBREVIATIONS

BSC	Budget Steering Committee
MM	Municipal Manager
CFO	Chief Financial Officer
IDP	Integrated Development Plan
PP	Public Participation
PMS	Performance Management System
MBRR	Municipal Budget and Reporting Regulations MFMA Municipal Finance Management Act
MPPMR	Municipal Planning and Performance Management Regulations MSA Municipal Systems Act
NT	National Treasury
PT	Provincial Treasury
CKD	Central Karoo District
CKDM	Central Karoo District Municipality
BWM	Beaufort West Municipality
DLG	Department of Local Government
MEC	Member of Executive Council

## 2. 2024/2025 IDP AND BUDGET TIME SCHEDULE FOR THE 2025/26 FINANCIAL YEAR: -

MONTH	ACTIVITY	RESPONSIBLE PERSON	DATE	LEGISLATIVE FRAMEWORK
JULY 2024				
JULY 2024	<ul style="list-style-type: none"> <li>Preparation of the draft IDP &amp; Budget Time Schedule.</li> <li>Engagement with Budget office and PMS for alignment purposes.</li> <li>Review participatory forums and mechanisms.</li> <li>MINMAY: PLANNING – District Mayors present strategic and planning priorities &amp; service deliver challenges</li> </ul>	IDP / BUDGET / PMS	July	<input type="checkbox"/> Accounting Officer and senior officials begin planning for the next three-year budget. MFMA Section 68, 77.
	<ul style="list-style-type: none"> <li>Accounting Officer and senior managers review options and contracts for service delivery.</li> </ul>			<input type="checkbox"/> Accounting Officer and senior officials begin planning for the next three-year budget. MFMA Section 68, 77.
	<ul style="list-style-type: none"> <li>Accounting Officer and senior officials begin planning for the next three-year budget. MFMA Section 68, 77.</li> </ul>			<input type="checkbox"/> Accounting Officer and senior officials begin planning for the next three-year budget. MFMA Section 68, 77.
JULY 2024	<ul style="list-style-type: none"> <li>Approve and announce new budget schedules and set up committees / forums.</li> <li>Consultation on Performance and changing needs.</li> </ul>	BUDGET		
	<ul style="list-style-type: none"> <li>District Alignment</li> </ul>	CKDM / LBM / BWM / PAM		
	<ul style="list-style-type: none"> <li>Roll out of the SDBIP.</li> <li>Prepare / Review departmental sector plans for next financial year.</li> <li>Preparing Annual Performance Report (Section 46).</li> <li>Prepare and submit performance agreements of municipal manager and</li> </ul>	PMS / Budget		<input type="checkbox"/> Section 75(1)(b) of the Local Government: Municipal Systems Act, No. 32 of 2000

MONTH	ACTIVITY	RESPONSIBLE PERSON	DATE	LEGISLATIVE FRAMEWORK
	<ul style="list-style-type: none"> <li>Risk Management Committee meeting</li> </ul>	Chief Risk Officer	July	

MONTH	ACTIVITY	RESPONSIBLE PERSON	DATE	LEGISLATIVE FRAMEWORK
	Senior managers to the MEC and municipal website. • Compile and submit Q4 performance report to Council.		July	Local Government: Municipal Systems Act, No. 32 of 2000, Municipal Staff Regulations • Copies of such performance agreements must be submitted to Council and the MEC for Local Government in the Province. MFMA Section 53 (3) (b) • MFMA Section 52 (d)
<b>AUGUST 2024</b>				
<b>AUGUST 2024</b>	• IDP Steering Committee Meeting	IDP	August	
	• CKDM IDP Managers/Coordinators present Time Schedules to MAYCOs	IDP/MMs	August	
	• CKD IDP Managers Forum	IDP	August	
	• Hold and follow up IDP and Public Participation alignment forum meeting	IDP and Public Participation	August	
	• Consult and review performance and financial position	CFO	August	
	Audit and Performance Committee Meeting	Internal Audit	August 2024	
	Municipal Council Meeting	Speaker	August	
	• Executive Mayor tables IDP and Budget Time Schedule to Council for approval	Executive Mayor	August	Section 34 of MSA Section 21(b) of the MFMA
	• Submit annual financial statements and annual performance report to the Auditor-General for auditing	MM/CFO	August	Section 46(1)(a) of the MSA No. 32 of 2000. MFMA Section 126 (1) (a)



MONTH	ACTIVITY	RESPONSIBLE PERSON	DATE	LEGISLATIVE FRAMEWORK
<b>SEPTEMBER 2024</b>				
<b>SEPTEMBER 2024</b>	• Advertise Time Schedule	IDP	September	
	• Strategic Planning Meeting of Council	Strategic Support	September	
	• Auditor General (AG) audit of performance measures.	AG	September	
	• Submit adopted time schedule with Council resolution to MEC DLG, National Treasury and Provincial Treasury	IDP	September	
	• Q1 Provincial IDP Managers Forum Meeting	IDP/DLG	TBC (September)	
	• Integrate information from adopted sector plans for review	IDP	September	
	• Determine revenue projections and update policies and objectives	MM / CFO / IDP / Senior Managers	September	
	• Q1 District Coordinating Forum (DCF) Meeting.	MM & Executive Mayo CKDM CFO and Local Municipalities Provincial CFOs	September	
	• District CFO Forum			
	• Provincial CFO Forum			
	• Q1 CK District Speakers Forum Meeting	District Speaker	September	
	• Q1 District Public Participation Forum Meeting	IDP & Public Participation Official	September	
	• District IDP Representative Forum meeting	MM & Strategic - IDP	End September 2024	<ul style="list-style-type: none"> <li>Section 29 of MSA Act section (ii) and (iii) requires such involvement</li> </ul>
<b>OCTOBER 2024</b>				

MONTH	ACTIVITY	RESPONSIBLE PERSON	DATE	LEGISLATIVE FRAMEWORK
OCTOBER 2024	<ul style="list-style-type: none"> <li>Determine Revenue projections and policies.</li> </ul>	CFO	October	<ul style="list-style-type: none"> <li>Review of policies and budget plans.</li> </ul>
	<ul style="list-style-type: none"> <li>Q2 – CKD ID Managers Forum Meeting.</li> </ul>	IDP	October	
	<ul style="list-style-type: none"> <li>IDP Steering Committee Meeting (Feedback on situational analysis).</li> </ul>	IDP	October	<ul style="list-style-type: none"> <li>Develop objectives for priority issues and determine programmes to achieve strategic intent including the</li> </ul>
	<ul style="list-style-type: none"> <li>Integration of information from adopted sector plans into IDP</li> </ul>	IDP	October	
	<ul style="list-style-type: none"> <li>Internal engagements to prioritize needs and assistance from sector departments</li> </ul>	IDP / All internal departments	October	development of the strategic scorecard
	<ul style="list-style-type: none"> <li>Send priorities to sector departments</li> </ul>	IDP	October	
	<ul style="list-style-type: none"> <li>Draft initial allocations to functions.</li> </ul>	CFO	October	
	<ul style="list-style-type: none"> <li>Compile and submit Q1 performance report to Council</li> </ul>	PMS / CFO	October	<ul style="list-style-type: none"> <li>MFMA Section 52 (d)</li> </ul>
	<ul style="list-style-type: none"> <li>Send priorities to sector departments DDM/JDMA Process</li> </ul>	ONE PLAN IDP	October	
	<ul style="list-style-type: none"> <li>First round of public participation in all seven (7) wards and Ward Committees for IDP</li> </ul>	IDP/PP	October - November	
	<ul style="list-style-type: none"> <li>Risk Management Committee meeting</li> </ul>	Chief Risk Officer	October	
	<ul style="list-style-type: none"> <li>Public / Community IDP Awareness &amp; Participation Engagements</li> </ul>	CKDM PP & Officials including Locals	October (BWM) October (LBM) October (PAM)	
	<ul style="list-style-type: none"> <li>Launch of Central Karoo District Community Safety Forum</li> </ul>	District Safety Officer	October	
NOVEMBER 2024				

MONTH	ACTIVITY	RESPONSIBLE PERSON	DATE	LEGISLATIVE FRAMEWORK
NOVEMBER 2024	• Q2 CKD IDP Representative Forum	IDP / Sector Departments	November	<ul style="list-style-type: none"> <li>Accounting Officer reviews and draft initial changes to IDP MSA Section 34</li> </ul>
	• Consolidation of budget and plans	CFO	November	
	• Table of draft Annual report to Audit committee	PMS	November	
	• Q2 District Public Participation & Communication Forum Meeting	PP / IDP	November	
	• Strategic engagements (SIME) with municipalities	DLG	November	
	• Audit and Performance Committee Meeting	Internal Audit	November	
	• Finalize Audit Report for the financial year	AG	November	<ul style="list-style-type: none"> <li>Auditor General return audit report (Due by 30 November 2022) MFMA 126 (4)</li> </ul>
	• Strategic session with Council about the Vision, Mission and Strategic Objectives and Values	MM / IDP	November (TBC)	
	• Q2 District Coordinating Technical Forum (DCFTech) meeting.	MM / Legal Services	November	
	• Q2 District Coordinating Forum (DCF) Meeting.	CKDM PP / IDP		
	• Q2 Provincial IDP Managers Forum Meeting	MM & Executive Mayor		
	• Strategic engagements (SIME) with municipalities	IDP		
		DLG/Municipalities		
	• District Interface Team	DLG	November	
DECEMBER 2024	• 1 <sup>st</sup> District Community Safety Forum meeting	District Speaker	November	
	• District municipal council forum (ALL COUNCILS)	District Speaker	November	

MONTH	ACTIVITY	RESPONSIBLE PERSON	DATE	LEGISLATIVE FRAMEWORK
DECEMBER 2024	<ul style="list-style-type: none"> <li>IDP Steering Committee Meeting (Comment on reviewed Municipal Strategies (Prioritize projects &amp; programmes)</li> </ul>	IDP/Budget/Directors	December	<ul style="list-style-type: none"> <li>Accounting officer and senior officials consolidate and prepare proposed budget and plans for next financial year taking into account previous year's performance as per audited financial statements.</li> </ul>
	<ul style="list-style-type: none"> <li>Q3 - Provincial IDP Managers Forum</li> </ul>	IDP	December	
	<ul style="list-style-type: none"> <li>Executive determines strategic direction for next three years and finalise tariff policies</li> </ul>	Senior Management	December	
	<ul style="list-style-type: none"> <li>Outline / Review municipal Strategic Objectives, KPAs, KPIs and Targets</li> </ul>	Senior Management/PMS	December 2024 – January 2025	

MONTH	ACTIVITY	RESPONSIBLE PERSON	DATE	LEGISLATIVE FRAMEWORK
JANUARY 2025	<ul style="list-style-type: none"> <li>Prepare detailed budget and plans for next three years</li> </ul>	Budget	January – February	<ul style="list-style-type: none"> <li>MFMA Section 36</li> <li>Accounting officer finalizes and submits to Mayor proposed IDP and Budget for next three years</li> </ul>
	<ul style="list-style-type: none"> <li>Compile and submit Quarterly Performance Report for Q2 to</li> </ul>	PMS	January	MFMA Section 52 (d)
	<ul style="list-style-type: none"> <li>Mid-term / Midyear Report submitted to Mayor in terms of Section 72 of MFMA</li> </ul>	CFO /PMS	January	MFMA Section 72
	MM table mid-year report to Council for approval	MM	January	MFMA Section 72
	<ul style="list-style-type: none"> <li>Midterm / midyear Report is published in the local newspaper</li> </ul>	Senior Managers	January	MFMA Section 72
	<ul style="list-style-type: none"> <li>District Council Meeting</li> </ul>	District Speaker	End January	<ul style="list-style-type: none"> <li>MFMA Section 127</li> <li>MSA Section 21 (a)</li> </ul>
	<ul style="list-style-type: none"> <li>Table Draft Annual Report to Council</li> </ul>	MM	January	
	Q3 District Coordinating Technical Forum (DCFTech)	MM / Legal Services		
	<ul style="list-style-type: none"> <li>2<sup>nd</sup> District Community Safety forum meeting</li> </ul>	District Safety Officer	January	
	Q3 District Coordinating Forum (DCF)	MM & Executive Mayor		
FEBRUARY				
FEBRUARY 2025	<ul style="list-style-type: none"> <li>Continuous Review of Municipal Strategic Objectives, KPAs, KPIs and Targets</li> </ul>	PMS/IDP	February	
	<ul style="list-style-type: none"> <li>Q3 District Public Participation &amp; Communication Forum</li> </ul>	IDP / PP	February	
	<ul style="list-style-type: none"> <li>Council adopts Adjustment budget and SDBIP. Performance agreements to be adjusted and</li> </ul>	MM / Budget/PMS	February	<ul style="list-style-type: none"> <li>MFMA Section 129 (1)</li> </ul>

MONTH	ACTIVITY	RESPONSIBLE PERSON	DATE	LEGISLATIVE FRAMEWORK
	section 57 managers and MM and placed on municipal website			
	<ul style="list-style-type: none"> <li>Advertise Adjustments Budget and Mid-year Section 72 assessment in local newspapers</li> </ul>	CFO/Corp Services	February	<ul style="list-style-type: none"> <li>Within 10 working days after the municipal council has approved an adjustments budget, the municipal manager must make public the approved budget and adjustments documentation, as well as the resolutions referred to in regulation 25(3). MBRR Regulation 26(1)</li> </ul>
	<ul style="list-style-type: none"> <li>IDP Steering Committee Meeting (Alignment)</li> </ul>	IDP/CFO/Senior Management	February	
	<ul style="list-style-type: none"> <li>Integration of Projects &amp; Programmes (JDA Approach)</li> </ul>	DLG	February	<ul style="list-style-type: none"> <li>Accounting officer finalizes and submits to Mayor proposed IDP and Budget for next three years</li> </ul>
	<ul style="list-style-type: none"> <li>Q3 – CKD IDP Managers and Representative Forum</li> </ul>	IDP / MM	February	
	<ul style="list-style-type: none"> <li>Conclusion of Sector Plans for the next financial year</li> </ul>	Senior Managers	February	
	<ul style="list-style-type: none"> <li>Make public Annual Report and Invite community inputs into report</li> </ul>	MM	February	MFMA Section 127 MSA Section 21 (a)
<b>MARCH 2025</b>				
<b>MARCH 2025</b>	<ul style="list-style-type: none"> <li>Q4 – Provincial IDP Managers Forum</li> </ul>	IDP	March	<ul style="list-style-type: none"> <li>Accounting officer publish budget and revisions to the IDP for public inputs.</li> </ul>
	<ul style="list-style-type: none"> <li>Q3 District Coordinating Forum (DCF) Meeting.</li> </ul>	Executive Mayors	March	<ul style="list-style-type: none"> <li>Submit to NT and PT (MFMA Section 22&amp;37), MSA Chapter 4.</li> </ul>
	<ul style="list-style-type: none"> <li>Workshop draft IDP[Proposed IDP Amendment] &amp; Budget with Council</li> </ul>	Mayor / MM / CFO/ OM	March	
	<ul style="list-style-type: none"> <li>IDP Steering Committee Meeting</li> </ul>	IDP / CFO	March	
	<ul style="list-style-type: none"> <li>Western Cape District IDP Forum</li> </ul>	IDP	March	

MONTH	ACTIVITY	RESPONSIBLE PERSON	DATE	LEGISLATIVE FRAMEWORK
	<ul style="list-style-type: none"> <li>3<sup>rd</sup> District Community Safety Forum meeting</li> </ul>	District Safety Officer	March	



MONTH	ACTIVITY	RESPONSIBLE PERSON	DATE	LEGISLATIVE FRAMEWORK
	• Draft SDBIP for incorporation into draft IDP	PMS / IDP	March	MFMA Section 17
	• Draft IDP [Proposed IDP Amendment] and Budget approval by Council	Executive Mayor / MM	March	
	• District Council Meeting	District Speaker	March	
	• Risk Management Committee meeting	Internal Audit	March	
	• Audit and Performance Committee Meeting	Internal Audit	March	
	• Mid-Year Evaluation of MM and Section 57 Managers	PMS/HR	March	
APRIL 2025				
APRIL 2025	• Send Draft IDP to Minister, PT and NT	Municipal Manager	April	• Accounting Officer assist the Mayor in revising the budget.
	• Advertise IDP and Budget document for public Inputs and comments	IDP	April	
	• Second round of public participation on draft – IDP and Budget.	Mayor / IDP	April	
	• IDP Steering Committee Meeting. Finalization of draft IDP & Budget documents	IDP	April	
	• Q4 District Public Participation Forum	CKDM IDP/PP	April	
	• Locals Sectoral and Public Participation Process	CKDM/STRATEGIC	April	
	• Q – 4 District Coordinating Technical Forum	Executive Mayors	April	
	• Compile and submit Quarterly Performance Report Q2 to Council	PMS/CFO	April	



MONTH	ACTIVITY	RESPONSIBLE PERSON	DATE	LEGISLATIVE FRAMEWORK
	<ul style="list-style-type: none"> <li>• Compile and submit Quarterly Performance Report for Q2 to Council.</li> </ul>	PMS/CFO	April	
	<ul style="list-style-type: none"> <li>• BWM Public Participation Process</li> </ul>	BWM	April	
	<ul style="list-style-type: none"> <li>• Locals Sectoral and Public participation meetings</li> </ul>	CKDM/STRATEGIC	April	
	<ul style="list-style-type: none"> <li>• Conduct Stakeholder and Public Participation engagements</li> </ul>	Strategic Support Services	April	
	<ul style="list-style-type: none"> <li>• Conclusion of Sector plans for inclusion in IDP</li> </ul>	Internal departments	April	
	<ul style="list-style-type: none"> <li>• Q4 District Public Participation Forum</li> </ul>	CKDM IDP / PP	April	
	<ul style="list-style-type: none"> <li>• Compile and submit Quarterly Performance Report for Q3 to Council.</li> </ul>	PMS / CFO	April	<ul style="list-style-type: none"> <li>• MFMA Section 52 (d)</li> </ul>
	<ul style="list-style-type: none"> <li>• BWM Public Participation Process</li> </ul>	BWM	April	
	<ul style="list-style-type: none"> <li>• Conclusion of Sector plans for inclusion in IDP</li> </ul>	Internal departments	April	
	<b>MAY 2025</b>			
<b>MAY 2025</b>	<ul style="list-style-type: none"> <li>• Review written comments in respect of the draft (advertised) IDP</li> </ul>	MM/IDP	May	<ul style="list-style-type: none"> <li>• MFMA Section 23,24</li> <li>• MSA Chapter 4</li> </ul>
	<ul style="list-style-type: none"> <li>• Q-4 DITRICT IDP Managers</li> </ul>	IDP / MM	May	

MONTH	ACTIVITY	RESPONSIBLE PERSON	DATE	LEGISLATIVE FRAMEWORK
	<ul style="list-style-type: none"><li>Community inputs into organization KPIs and Target</li></ul>	IDP/PMS	May	
	<ul style="list-style-type: none"><li>District Municipal Council Meeting</li></ul>	Speaker	May	
	<ul style="list-style-type: none"><li>Final Adoption of IDP &amp; Budget, Organogram</li></ul>	IDP	May	
	<ul style="list-style-type: none"><li>Q4 District Speakers Forum</li></ul>	District Speaker	May	
	<ul style="list-style-type: none"><li>4<sup>th</sup> District Community Safety forum meeting</li></ul>	District Safety Officer	May	
	<ul style="list-style-type: none"><li>Tabling of IDP and budget related policies to council for adoption</li></ul>	MM/Mayor	May	
JUNE 2025				
JUNE 2025	<ul style="list-style-type: none"><li>Approval of Top Layer SDBIP</li></ul>	Executive Mayor	June	Section 57 of the MSA
	<ul style="list-style-type: none"><li>Inform community about the approved IDP &amp; Budget: Place copies in/on libraries, website and notices in newspaper</li></ul>	IDP / CFO	June	
	<ul style="list-style-type: none"><li>Q1 – Provincial IDP Managers Forum</li></ul>	IDP	June	
	<ul style="list-style-type: none"><li>Send IDP &amp; budget documents to MEC DLG, PT &amp; NT</li></ul>	IDP	June	
	<ul style="list-style-type: none"><li>Audit and Performance Committee Meeting</li></ul>	Internal Audit	June 2025	
	<ul style="list-style-type: none"><li>Submit copies of SDBIP to National and Provincial Treasury</li></ul>	PMS	June (10 days after approval)	
	<ul style="list-style-type: none"><li>Western Cape District IDP Forum</li></ul>	IDP	June	
				MFMA Section 53 MSA Sections 38-45

July 2025	<ul style="list-style-type: none"> <li>• Signing of performance agreements of MM and Section 57 Managers</li> </ul>	PMS/HR	Before 31 July	Section 57 of the MSA
	<ul style="list-style-type: none"> <li>• Submit copies of SDBIP to National and Provincial Treasury</li> </ul>	IDP	July	
	<ul style="list-style-type: none"> <li>• Make public the performance agreements of MM and Senior Managers (Municipal Website)</li> </ul>	IDP	July	MFMA Section 53 MSA Sections 38-45
	<ul style="list-style-type: none"> <li>• Preparation of the draft IDP &amp; Budget Time Schedule</li> <li>• Engagement with Budget office and PMS for alignment purposes.</li> <li>• Review participatory forums and mechanisms.</li> <li>• <b>MINMAY : PLANNING</b> District Mayors present strategic and planning priorities &amp; service delivery challenges.</li> </ul>	IDP, Budget and PMS	July	Accounting Officer and senior officials begin planning for the next three-year budget MFMA Section 68, 77.  Accounting Officer and senior managers review options and contracts for service delivery.
	<ul style="list-style-type: none"> <li>• Send first draft IDP and Budget Time Schedule to CKDM IDP Manager for alignment / Expect to receive the Draft IDP/Budget Time Schedule of the CKDM for inputs/alignment</li> <li>• Approve and announce new budget schedules and set up committees/forums.</li> <li>• Consultation on Performance and changing needs.</li> </ul>	IDP  Budget and Treasury Office	July  July	

	<ul style="list-style-type: none"> <li>Q1 District Public Participation and communication forum meeting.</li> </ul>	IDP - PP	July	
	<ul style="list-style-type: none"> <li>Roll out of the SDBIP.</li> <li>Prepare / Review departmental sector plans for next financial year.</li> <li>Preparing Annual Performance Report (Section 46).</li> <li>Prepare and submit performance agreements of municipal manager and senior managers to the MEC and municipal website.</li> <li>Compile and submit Q4 performance report to Council.</li> </ul>	PMS and Budget	July	<ul style="list-style-type: none"> <li>Performance agreements must be submitted to the Council and the MEC for Local Government in the Province. MFMA Section 53 (3) (b)</li> <li>MFMA Section 52 (d)</li> </ul>
	<ul style="list-style-type: none"> <li>District Safety forum meeting</li> </ul>	District Safety Officer	July	
AUGUST 2025				
	<ul style="list-style-type: none"> <li>CKDM IDP &amp; Budget Steering Committee Meeting</li> </ul>	Executive Mayor, MM	August	
	<ul style="list-style-type: none"> <li>Consult and review performance and financial position</li> </ul>	PMS – CFO	August	
	<ul style="list-style-type: none"> <li>Executive Mayor tables IDP and Budget time schedule for 2025/2026 to Council for Approval</li> </ul>	IDP/MM & Executive Mayor	August	Section 34 of MSA
	<ul style="list-style-type: none"> <li>Submit annual financial statements and annual performance report to</li> </ul>	CFO	August	MFMA Section 126 (1) (a)

### 3<sup>rd</sup> REVIEW OF THE 5<sup>TH</sup> GENERATION IDP/ BUDGET TIME SCHEDULE

#### PROPOSED DATES FOR IDP PUBLIC ENGAGEMENTS: 2024/25 IDP REVIEW AND BUDGET CYCLE

Date 2024	Day	Time	Ward	Venue	Ward Councillor	Facilitator	CDW Support
08 Oct 2024	Tuesday	17H30	1	Murraysburg Town hall, Beaufort Street, Murraysburg	October Haarvoor		
09 Oct 2024	Wednesday	17H30	2	Agape Peres, Pastorie Street, Hillside	Josias De Kock Reynolds		Heidie Boesak
10 Oct 2024	Thursday	17H30	2	Restvale Primary School Hall, Nelspoort	Josias De Kock Reynolds		Heidie Boesak
15 Oct 2024	Tuesday	17H30	3	Geelsaal, Alfonso Avenue, Nieuveld Park	Gina Duimpies		
16 Oct 2024	Wednesday	17H30	4	Kwa Mandlenkosi Hall, Kwa Mandlenkosi	Castro Luyanda De Bruin		Ronald Twani
17 Oct 2024	Thursday	17H30	5	Rustdene Hall, Long Street	Lulama Valentia Piti		
22 Oct 2024	Tuesday	17H30	6	Pinkster Eenheid Church, Ebenezer Avenue, Rustdene	Elvigo Links		
23 Oct 2024	Wednesday	17H30	7	Merweville Sport Ground, Community Hall, Merweville	Lesley Boyce Jason Mdudumani		Shaun Plaatjies
24 Oct 2024	Thursday	17H30	7	Agape Peres, Pastorie Street, Hillside	Lesley Boyce Jason Mdudumani		James Esbach
MEETINGS WITH WARD COMMITTEES							
05 Nov 2024	Tuesday	17:30	1	To be confirmed	October Haarvoor		
06 Nov 2024	Wednesday	17:30	2	To be confirmed	Josias De Kock Reynolds		Heidie Boesak
07 Nov 2024	Thursday	17:30	3	To be confirmed	Gina Duimpies		
12 Nov 2024	Tuesday	17:30	4	To be confirmed	Castro Luyanda De Bruin		Ronald Twani

Date 2024	Day	Time	Ward	Venue	Ward Councillor	Facilitator	CDW Support
13 Nov 2024	Wednesday	17:30	5	To be confirmed	Lulama Valentia Piti		
14 Nov 2024	Thursday	17:30	6	To be confirmed	Elvigo Links		
19 Nov 2024	Tuesday	17:30	7	To be confirmed	Lesley Boyce Jason Mdudumani		James Esbach / Shaun Plaatjies

## ADOPTION OF THE IDP / BUDGET TIME SCHEDULE BY COUNCIL

The IDP and Budget time schedule must be approved by Council by the 31 August 2024.

**Annexure E**  
**Final Service Standards 2025/26**

Western Cape: Final Schedule of Service Delivery Standards Table - Beaufort West (WC053) 2025/26		
Standard	Description	Service Level
<b>Solid Waste Removal</b>		
	Premise based removal (Residential Frequency)	Weekly
	Premise based removal (Business Frequency)	Weekly
	Bulk Removal (Frequency)	Upon request
	Removal Bags provided(Yes/No)	No
	Garden refuse removal Included (Yes/No)	Weekly
	Street Cleaning Frequency in CBD	Longer
	Street Cleaning Frequency in areas excluding CBD	Longer
	How soon are public areas cleaned after events (24hours/48hours/longer)	Longer
	Clearing of illegal dumping (24hours/48hours/longer)	Longer
	Recycling or environmentally friendly practices(Yes/No)	No
	Licenced landfill site(Yes/No)	Yes
<b>Water Service</b>		
	Water Quality rating (Blue/Green/Brown/N0 drop)	Not done since 2012
	Is free water available to all? (All/only to the indigent consumers)	Yes
	Frequency of meter reading? (per month, per year)	Monthly
	Are estimated consumption calculated on actual consumption over (two month's/three month's/longer period)	Longer period
	On average for how long does the municipality use estimates before reverting back to actual readings? (months)	3 months
	<b><i>Duration (hours) before availability of water is restored in cases of service interruption (complete the sub questions)</i></b>	
	One service connection affected (number of hours)	1 Hour
	Up to 5 service connection affected (number of hours)	2 Hours
	Up to 20 service connection affected (number of hours)	5 Hours
	Feeder pipe larger than 800mm (number of hours)	N/A
	What is the average minimum water flow in your municipality?	-
	Do you practice any environmental or scarce resource protection activities as part of your operations? (Yes/No)	No
	How long does it take to replace faulty water meters? (days)	On request from finance if meters is available
	Do you have a cathodic protection system in place that is operational at this stage? (Yes/No)	No
<b>Electricity Service</b>		
	What is your electricity availability percentage on average per month?	1
	Do your municipality have a ripple control in place that is operational? (Yes/No)	Yes
	How much do you estimate is the cost saving in utilizing the ripple control system?	R14 500.00
	What is the frequency of meters being read? (per month, per year)	Per month
	Are estimated consumption calculated at consumption over (two month's/three month's/longer period)	Longer period
	On average for how long does the municipality use estimates before reverting back to actual readings? (months)	3 months
	Duration before availability of electricity is restored in cases of breakages (immediately/one day/two days/longer)	Immediately
	Are accounts normally calculated on actual readings? (Yes/no)	Yes



Do you practice any environmental or scarce resource protection activities as part of your operations? (Yes/No)	No
How long does it take to replace faulty meters? (days)	1 day subsequent to availability
Do you have a plan to prevent illegal connections and prevention of electricity theft? (Yes/No)	Yes
How effective is the action plan in curbing line losses? (Good/Bad)	Bad as a result of old network
How soon does the municipality provide a quotation to a customer upon a written request? (days)	7 days
How long does the municipality takes to provide electricity service where existing infrastructure can be used? (working days)	14 days
How long does the municipality takes to provide electricity service for low voltage users where network extension is not required? (working days)	3 months
How long does the municipality takes to provide electricity service for high voltage users where network extension is not required? (working days)	6 months
<b>Sewerage Service</b>	
Are your purification system effective enough to put water back in to the system after purification?	Yes,but at full capacity
To what extend do you subsidize your indigent consumers?	-
<b><i>How long does it take to restore sewerage breakages on average</i></b>	
Severe overflow? (hours)	8 Hours
Sewer blocked pipes: Large pipes? (Hours)	4 Hours
Sewer blocked pipes: Small pipes? (Hours)	2 Hours
Spillage clean-up? (hours)	8 Hours
Replacement of manhole covers? (Hours)	1 Day
<b>Road Infrastructure Services</b>	
Time taken to repair a single pothole on a major road? (Hours)	1 Hour
Time taken to repair a single pothole on a minor road? (Hours)	0.5 Hours
Time taken to repair a road following an open trench service crossing? (Hours)	2 Hours
Time taken to repair walkways? (Hours)	1 Hour
<b>Property valuations</b>	
How long does it take on average from completion to the first account being issued? (one month/three months or longer)	One month
Do you have any special rating properties? (Yes/No)	No
<b>Financial Management</b>	
Is there any change in the situation of unauthorised and wasteful expenditure over time? (Decrease/Increase)	Increase
Are the financial statement outsources? (Yes/No)	Yes
Are there Council adopted business process tsructuing the flow and managemet of documentation feeding to Trial Balalnce?	Yes
How long does it take for an Tax/Invoice to be paid from the date it has been received?	30 days, depending on cash flow
Is there advance planning from SCM unit linking all departmental plans quaterly and annually including for the next two to three years procurement plans?	No
<b>Administration</b>	
Reaction time on enquiries and requests?	Reaction depending the nature
Time to respond to a verbal customer enquiry or request? (working days)	1 day
Time to respond to a written customer enquiry or request? (working days)	7 days
Time to resolve a customer enquiry or request? (working days)	7 days
What percentage of calls are not answered? (5%,10% or more)	

How long does it take to respond to voice mails? (hours)	not applicable	
Does the municipality have control over locked enquiries? (Yes/No)	yes	
Is there a reduction in the number of complaints or not? (Yes/No)	yes, but the intensity increase	
How long does in take to open an account to a new customer? (1 day/ 2 days/ a week or longer)	1 day	
How many times does SCM Unit, CFO's Unit and Technical unit sit to review and resolve SCM process delays other than normal monthly management meetings?	None	
<b>Community safety and licensing services</b>		
How long does it take to register a vehicle? (minutes)	10 minutes	
How long does it take to renew a vehicle license? (minutes)	3 minutes	
How long does it take to issue a duplicate registration certificate vehicle? (minutes)	5 minutes	
How long does it take to de-register a vehicle? (minutes)	5 minutes	
How long does it take to renew a drivers license? (minutes)	8minutes	
What is the average reaction time of the fire service to an incident? (minutes)	5 - 10 min depends on distance	
What is the average reaction time of the ambulance service to an incident in the urban area? (minutes)	N/A	
What is the average reaction time of the ambulance service to an incident in the rural area? (minutes)	N/A	
<b>Economic development</b>		
How many economic development projects does the municipality drive?		1
How many economic development programme are deemed to be catalytic in creating an enabling environment to unlock key economic growth projects?		-
What percentage of the projects have created sustainable job security?		-
Does the municipality have any incentive plans in place to create an conducive environment for economic development? (Yes/No)	No	
<b>Other Service delivery and communication</b>		
Is a information package handed to the new customer? (Yes/No)	No	
Does the municipality have training or information sessions to inform the community? (Yes/No)	No	
Are customers treated in a professional and humanly manner? (Yes/No)	Yes	

**Annexure F**  
**Procurement Plan**

BEAUFORT WEST MUNICIPALITY PROCUREMENT PLAN FOR 2025-2026

SCHEDULE OF PROCUREMENT PLAN IN RESPECT OF ADVERTISED COMPETITIVE BIDS (GOODS, WORKS AND / OR SERVICES IN EXCESS OF R300 000 INCLUDING ALL APPLICABLE TAXES) FOR THE 2025/2026 FINANCIAL YEAR

NAME OF MUNICIPALITY / MUNICIPAL ENTITY							Beaufort West Local Municipality								
NAME OF ACTING ACCOUNTING OFFICER OR DELEGATED OFFICIAL							Mr D. Welgemoed								
SIGNATURE OF ACCOUNTING OFFICER / DELEGATED OFFICIAL															
DATE							28/05/2025								
TELEPHONE NUMBER							023 414 8195								
EMAIL ADDRESS							<a href="mailto:derickw@beaufortwestmun.co.za">derickw@beaufortwestmun.co.za</a>								
NO.	NAME OF PROJECT	DESCRIPTION OF GOODS, WORKS AND / OR SERVICES	MUNICIPAL AREA / WARD	BUDGET ALLOCATION / SOURCE	ESTIMATED BUDGET VALUE	SOURCE OF FUNDING	ESTIMATED CONTRACT DURATION	ENVISAGED DATE OF BID SPECIFICATION COMMITTEE	ENVISAGED DATE OF ADVERT	ENVISAGED CLOSING DATE OF ADVERT	ENVISAGED DATE OF BID EVALUATION COMMITTEE	ENVISAGED DATE OF BID ADJUDICATION COMMITTEE	ENVISAGED DATE OF ISSUANCE OF AN OFFICIAL ORDER	COMMENTS	RESPONSIBLE OFFICE / END USER
MUNICIPAL MANAGER															
1	Supply and delivery of furniture and office material	Supply and delivery of furniture and office material		Operational Budget	R 100,000.00		Once Off	Sep-25	2025/09/01	2025/10/01	Oct-25	2025/11/01	2025/11/01		
2	Supply and delivery of personal protective clothing for 3 year period	Supply and delivery of personal protective clothing for 3 year period		Operational Budget			3-Years	June 2025	July 2025	August 2025	August 2025	September 2025	September 2025		B. Mitchell - Stores
DIRECTORATE : INFRASTRUCTURE SERVICES															
1	Upgrading of Vandalised Boreholes	Upgrading of Vandalised Boreholes		Capital Budget	R 2,260,870.00	DLG		TG Elektries appointed as Electrical Contractor -SCM 72/2023 Three- Year Maintenance and Upgrade Tender of Mechanical and Electrical Installations: Boreholes, Pump Stations and Buildings							C Wright-Manager: Water ad Sanitation
2	Upgrading of Telemary system	Upgrading of Telemary system		Capital Budget	R 782,609.00	DLG									C Wright-Manager: Water ad Sanitation
3	Upgrade Sportsgrounds - Nelspoort	Upgrade Sportsgrounds		Capital Budget	R 1,165,439.00	MIG									J Abrahams-Manager: Projects
4	Beaufort West - Waste Water Treatment Works	Beaufort West - Waste Water Treatment Works		Capital Budget	R 14,525,794.00	WSIG	18 months	26-Jun-25	11-Jul-25	15-Aug-25	12-Sep-25	26-Sep-25	17-Oct-25		C Wright-Manager: Water ad Sanitation
5	Nelspoort - Water Treatment Works	Nelspoort - Water Treatment Works		Capital Budget	R 15,908,989.00	WSIG	9 months	29-May-25	13-Jun-25	18-Jul-25	13-Aug-25	22-Aug-25	12-Sep-25		C Wright-Manager: Water ad Sanitation
6	Upgrade Beaufort West Netball and Tennis Courts	Upgrade Beaufort West Netball and Tennis Courts		Capital Budget	R 5,887,466.00	MIG	6 months	05 September 2025	12 September 2025	17 October 2025	07 November 2025	21 November 2025	05 December 2025	Planned Constuction Date Jan 2026	J Abrahams-Manager: Projects
7				Capital Budget	R 647,619.00	generated funds - CRR									
8	Upgrading of Gravel Roads	Blankenweg - Hillside		Capital Budget	R 11,863,312.00	MIG	8 months	11 April 2025	17 April 2025	23 May 2025	13 June 2025	27 June 2025	16 July 2025	Planned Construction Date July 2025	J Abrahams-Manager: Projects
9		Blankenweg - Hillside		Capital Budget	R 77,414.00	generated funds - CRR									
10	Upgrade Gravel Roads : Rev Fass Street - Kwa-Mandlenkosi	Rev Fass Street - Kwa-Mandlenkosi		Capital Budget	R 687,732.00	Government - MIG	6 months	06 March 2026	13 March 2026	10 April 2026	01 May 2026	08 May 2026	29 My 2026		J Abrahams-Manager: Projects
11	Beaufort West: Rustdene: Upgrading of Netball & Tennis courts Ph1	Multi Purpose Sport Centre/Fields		Capital Budget	R 5,913,043.00	National Government	6 months	18 September 2025	25 September 2025	23 October 2025	13 November 2025	27 November 2025	19 January 2026		J Abrahams-Manager: Projects
				Operational Budget	R 650,435.00	Internally generated funds									J Abrahams-Manager: Projects
12	Supply and Delivery of Waterworks Material	Supply and Delivery of Waterworks Material		Operational Budget		generated funds	3- years	October 2025	October 2025	November 2025	November 2025	December 2025	Janaury 2026		Stores /Manager: Water ad Sanitation
13	Panel for Unblocking of Sewerage pipes/Jetting machine	Stormwater drainage		Operational Budget		generated funds	3- years	October 2025	October 2025	November 2025	November 2025	December 2025	Janaury 2026		Manager: Water and Sanitation
14	New High Mast Lights - (Prince Valley & Kwa-Mandlenkosi)	(Prince Valley & Kwa-Mandlenkosi)		Capital Budget		National Government - internally generated funds	3- years	July 2025	July 2025	August 2025	August 2025	September 2025	October 2025	Funding dependant	C. De Koker/ D. Le Roux
15	Professional engineering services panel for roads and storm water	Professional engineering services panel for roads and storm water infrastructure for a multi-year period		Operational Budget		internally generated funds	3- years	January 2026	January 2026	February 2026	February 2026	March 2026	March 2026		J. Abrahams/ N. Kotze
16	Appointment of accredited service provider to perform potable water and final effluent analysis for period of 3 years	Appointment of accredited service provider to perform potable water and final effluent analysis for period of 3 years		Operational Budget		internally generated funds	3- years	January 2026	January 2026	February 2026	February 2026	March 2026	March 2026		C. Wright
17	Supply and maintenance of light delivery vehicles and passenger	Supply and maintenance of light delivery vehicles and passenger vehicles for period of 3 years		Operational Budget		internally generated funds	3- years	June 2026	June 2026	July 2026	July 2026	August 2026	August 2026		C. Wright
18	Three-year maintenance and upgrade tender of mechanical and electrical	Three-year maintenance and upgrade tender of mechanical and electrical installations: Boreholes, pump stations and buildings		Operational Budget		generated funds	3- years	March 2026	March 2026	April 2026	April 2026	May 2026	May 2026		C. Wright

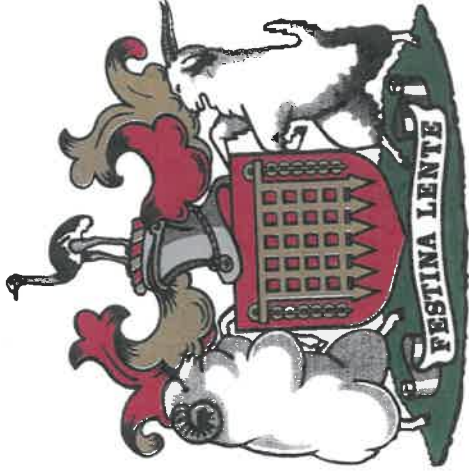


NO.	NAME OF PROJECT	DESCRIPTION OF GOODS, WORKS AND / OR SERVICES	MUNICIPAL AREA / WARD	BUDGET ALLOCATION / SOURCE	ESTIMATED BUDGET VALUE	SOURCE OF FUNDING	ESTIMATED CONTRACT DURATION	ENVISAGED DATE OF BID SPECIFICATION COMMITTEE	ENVISAGED DATE OF ADVERT	ENVISAGED CLOSING DATE OF ADVERT	ENVISAGED DATE OF BID EVALUATION COMMITTEE	ENVISAGED DATE OF BID ADJUDICATION COMMITTEE	ENVISAGED DATE OF ISSUANCE OF AN OFFICIAL ORDER	COMMENTS	RESPONSIBLE OFFICE / END USER
19	Professional Engineering Services: Panel for solid waste and public facilities for a multi-year period	Professional Engineering Services: Panel for solid waste and public facilities for a multi-year period		Operational Budget		Internally generated funds	3- years	March 2026	March 2026	April 2026	April 2026	May 2026	May 2026		J. Abrahams/ V. Ruiters
DIRECTORATE: COMMUNITY SERVICES															
1	Murraysburg: Cemetery: Expansion of Cemetery Site	Murraysburg: Cemetery: Expansion of Cemetery Site		Capital Budget	R 869,565.00	National Government - MIG	Once Off	Consultant already appointed (Land use planning and EIA Processes to be completed)							J Abrahams-Manager: Projects
2				Operational Budget	R 122,441.00	Internally generated funds - CRR	Once Off								J Abrahams-Manager: Projects
3	Repair of Fire damaged Houses	Repair of Fire damaged Houses		Capital Budget	R 1,100,000.00	Human Settlement	3 Months	July 2025	July 2025	August 2025	August 2025	August 2025	September 2025		P. Mditshwa
4	IRDP Houses	IRDP Houses		Capital Budget	R 337,000.00	Human Settlement		July 2025	July 2025	August 2025	August 2025	August 2025	September 2025		P. Mditshwa
5	Panel for Hiring of Yellow Fleet	Panel for Hiring of Yellow Fleet		Operational Budget		Community Services	3 Years	July 2025	July 2025	August 2025	September 2025	September 2025	October 2025		V. Ruiters
6	Supply, maintenance, repair and calibration of digital speed cameras and the administration of a back office for a period of three (3) years	Supply, maintenance, repair and calibration of digital speed cameras and the administration of a back office for a period of three (3) years		Operational Budget		Internally generated funds	3 Years	December 2025	December 2025	January 2026	January 2026	February 2026	March 2026		M. Lawrence
DIRECTORATE: ELECTRICAL SERVICES															
1	20MVA 22/11 kV Upgrading of Main Substation	20MVA 22/11 kV Upgrading of Main Substation		Capital Budget	R 7,826,087.00	National Government - INEP	3 Years	Jun-25	Jun-25	Aug-25	Aug-25	Sep-25	Sep-25		DIRECTOR INFRA
2	Contract for Supply, installation & Maintenance of high mast and street lighting at Greenfield and Residential	Supply, install and maintain high masts and street lights		Capital Budget		MIG	3 Years	Jun-25	Jun-25	Aug-25	Aug-25	Sep-25	Sep-25		J Abrahams-Manager: Projects
3	Of New Digital VHF Repeater System Including Two Way Radio's for a	VHF Repeater System Including Two Way Radio's for a Period of 3 Years		Operating Budget		generated funds - CRR	3 Years	Jun-25	Jun-25	Aug-25	Aug-25	Sep-25	Sep-25		DIRECTOR INFRA
4	Electrical Maintenance Contract	Maintenance of Electrical Infrastructure		Operating Budget		generated funds - CRR	3 Years	Jun-25	Jun-25	Aug-25	Aug-25	Sep-25	Sep-25		DIRECTOR INFRA
5	Supply and delivery of electrical products for period of 3 years	Supply and delivery of electrical products for period of 3 years		Operating Budget		generated funds - CRR	3 Years	Jun-25	Jun-25	Aug-25	Aug-25	Sep-25	Sep-25		SCM MANAGER/STORES
6	Professional Services: Electrical Services	Professional Services: Electrical Services		Operational Budget/ Capital		internally generated funds - CRR/	3- years	May-25	May-25	Jun-25	Jul-25	Jul-25	Aug-25		D Le Roux/ C De Koker
7	Contract for the high mast, sport field and street lighting projects and maintenance on behalf of Beaufort West Municipality for a period of 3 years	Contract for the high mast, sport field and street lighting projects and maintenance on behalf of Beaufort West Municipality for a period of 3 years		Operational Budget/ Capital		internally generated funds - CRR/	3- years	Nov-25	Nov-25	Dec-25	Jan-26	Jan-25	Feb-25		D Le Roux/ C De Koker
DIRECTORATE: FINANCIAL SERVICES															
1	Procurement of travel and accomodation agency services for a period of three (3) years	Procurement of travel and accomodation agency services for a period of three (3) years		Operating Budget		internally generated funds	3 Years	August 2025	August 2025	September 2025	October 2025	October 2025	November 2025		B. Damon
2	Supply printing and mailing of accounts for 3 year period	Supply printing and mailing of accounts for 3 year period		Operating Budget		internally generated funds	3 Years	October 2025	October 2025	November 2025	December 2025	January 2025	February 2025		S. Anthonie
3	Provision of comprehensive banking services	Provision of comprehensive banking services		Operating Budget		internally generated funds	3 Years	July 2025	July 2025	October 2025	November 2025	November 2025	December 2025		Chief Financial Officer
4	Supply, installation, implementation, support & maintenance of Inzalo Enterprise Management System	Supply, installation, implementation, support & maintenance of Inzalo Enterprise Management System		Operating Budget		internally generated funds	3 Years	February 2026	February 2026	March 2026	March 2026	April 2026	April 2026		Chief Financial Officer
DIRECTORATE: CORPORATE SERVICES															
1	Supply and delivery of ICT Hardware and Software	Supply and delivery of computer equipment		Internally generated funds - CRR	R 230,000.00	Internally generated funds - CRR	Once off	January 2026	January 2026	February 2026	February 2026	March 2026	March 2026	All specifications for the three items will be combined into one bid document	S. Pheiffers
2	ICT Hardware and licences	ICT Hardware and licences		Operating Budget	R 1,101,400.00	Internally generated funds - CRR	Once off	January 2026	January 2026	February 2026	February 2026	March 2026	March 2026		S. Pheiffers
3	Supply, Delivery and Installation of various size UPS for the various offices	Supply, Delivery and Installation of various size UPS for the various offices		Capital Buget	R 228,000.00	Internally generated funds - CRR	Once off	January 2026	January 2026	February 2026	February 2026	March 2026	March 2026		S. Pheiffers
4	Appointment of a panel of legal practitioners for the rendering of legal services for a contract period for 3 years	Appointment of a panel of legal practitioners for the rendering of legal services for a contract period for 3 years		Operating Budget		internally generated funds	3 Years	February 2026	February 2026	March 2026	March 2026	April 2026	April 2026		A. Makendlana
5	Supply, delivery, installation, maintenance and serviceing of fire equipment for a period of 3 years	Supply, delivery, installation, maintenance and serviceing of fire protection and fire fighting equipment for a period of 3 years		Operating Budget		internally generated funds	3 Years	January 2026	January 2026	February 2026	February 2026	March 2026	March 2026		S. Pheiffers
6	Appointment of occupational health and safety services for the Beaufort West for a period of three (3) years	Appointment of occupational health and safety services for the Beaufort West for a period of three (3) years		Operating Budget		internally generated funds	3 Years	May 2026	May 2026	June 2026	June 2026	July 2026	July 2026		S. Pheiffers

NO.	NAME OF PROJECT	DESCRIPTION OF GOODS, WORKS AND / OR SERVICES	MUNICIPAL AREA / WARD	BUDGET ALLOCATION / SOURCE	ESTIMATED BUDGET VALUE	SOURCE OF FUNDING	ESTIMATED CONTRACT DURATION	ENVISAGED DATE OF BID SPECIFICATION COMMITTEE	ENVISAGED DATE OF ADVERT	ENVISAGED CLOSING DATE OF ADVERT	ENVISAGED DATE OF BID EVALUATION COMMITTEE	ENVISAGED DATE OF BID ADJUDICATION COMMITTEE	ENVISAGED DATE OF ISSUANCE OF AN OFFICIAL ORDER	COMMENTS	RESPONSIBLE OFFICE / END USER
7	Supply, delivery, installation, maintenance and financing of office automation equipment for a 3 year period	Supply, delivery, installation, maintenance and financing of office automation equipment for a 3 year period		Operating Budget		internally generated funds	3 Years	October 2025	October 2025	November 2025	November 2025	December 2025	December 2025		S. Nombila

## **Annexure G**

### **2025/26 MTREF Budget Policy Amendments**



# 2025/26 MTREF BUDGET POLICIES

30 May 2025





# INTRODUCTION

Regulation 7 of the **Municipal Budget and Reporting Regulations (MBRR)** prescribes the set of policies that must be adopted **together with the annual budget**. These policies:

- Are **prescribed** under the Municipal Finance Management Act (**MFMA**), the Municipal Systems Act (**MSA**), and the Municipal Property Rates Act (**MPRA**).
- Represent the **policy framework and assumptions** upon which the **budget** is built.
- Serve as **Council's directives for the implementation** and administration of the approved budget.
- Must be **subject to public participation** in terms of section 15 of the MFMA and Chapter 4 of the MSA, ensuring **transparency, accountability and community engagement** in municipal financial planning.



# INTRODUCTION

- For the purposes of this workshop, only the core revenue-related policies (highlighted in yellow) will be presented and scrutinized in detail.

However, if any of the remaining policies warrant further discussion, they may be added accordingly.

- ❖ It is important to note that a Provincial Treasury-funded tariff modelling project is currently in progress. The outcomes and results of this project will be workshopped with Council by the appointed service provider.
- ❖ The potential impact on budget assumptions and the broader community will be assessed. If required, a phased-in approach to implementation may be considered to ensure affordability, compliance, and sustainability.



# MBRR – REGULATION 7 – BUDGET POLICIES

## 1. TARIFF POLICY

Required in terms of section 74 of the Municipal Systems Act.

- Governs how tariffs for services are calculated and applied.

## 2. PROPERTY RATES POLICY

Required in terms of section 3 of the Municipal Property Rates Act (MPRA).

- Sets out how property rates are levied and who qualifies for impermissible, rebates, exemptions, etc.

## 3. CREDIT CONTROL AND DEBT COLLECTION POLICY

Required in terms of section 96 of the Municipal Systems Act.

- Guides revenue collection processes, enforcement, and customer responsibilities

Under this policy requirement we will also cover the **BAD DEBT WRITE-OFF POLICY**



# MBRR – REGULATION 7

## 4. INDIGENT MANAGEMENT POLICY

Linked to the Credit Control Policy and required to align with national indigent guidelines.

- Ensures access to basic services for qualifying low-income households.

## 5. CASH MANAGEMENT AND INVESTMENT POLICY

Required in terms of section 13(2) of the MFMA.

- Regulates how surplus cash is managed and invested securely.

## 6. FUNDING AND RESERVES POLICY

- Regulates use and replenishment of reserves and sustainable budgeting.

## 7. BORROWING POLICY

Required in terms of section 17(3)(g) of the MFMA.

- Sets out when and how the municipality may borrow funds.



# MBRR – REGULATION 7

## 8. BUDGET POLICY

Not explicitly named in legislation but required under MBRR.

- Sets the framework for preparing, adopting, and managing the municipal budget.
- Sets out procedures for urgent or emergency expenditure not anticipated in the budget; and
- Adjustment Budgets

## 9. LONG-TERM FINANCIAL PLANNING POLICY

- Guides sustainability planning and forecasts beyond the medium term.

## 10. VIREMENT POLICY

- Governs adjustments/transfers between budget votes during the year but within a specific function





# MBRR – REGULATION 7

## 11. WATER DISTRIBUTION LOSSES POLICY

## 12. ELECTRICITY DISTRIBUTION LOSSES POLICY

- Policies that deals with losses and to promote conservation & efficiency

## 13. SUPPLY CHAIN MANAGEMENT (SCM) POLICY

Required in terms of section 111 of the MFMA.

- Regulates procurement of goods and services in a fair, equitable, and transparent manner
- Includes policies that deals with infrastructure procurement, disposal of assets & the PPR



# 1. TARIFF POLICY

- No new amendments were made to the Tariff Policy for 2025/26, except for alignment with MFMA Circular 124 and the inclusion of the flat-rate for water.
- The Tariff By-Law, Tariff Policy, and Tariff Listing will be aligned as part of the 2025/26 Medium-Term Revenue and Expenditure Framework (MTREF) – Financial viability and fairness are central to tariff setting.
- The impact of the Tariff Modelling Project is not yet known and will be communicated to Council in due course once the results are available
- A key discussion point is how to address the Electricity Lifeline Tariff, especially in light of: Auxiliary charges, and the impact of seasonal (high-season winter) tariffs, particularly in July and August.



## 2. MUNICIPAL PROPERTY RATES POLICY

### PROPERTY CATEGORIES & RATING

- Residential (base rate), Business, Industrial, Mining, Agricultural, etc.
- Differentiated by use, permitted use or combination.
- Municipal valuer assigns category per MPRA Section 9 – With the municipality assigning category as per “USE” and where more than 1 use - BWM use Multi-Purpose with the valuer valuing the apportionment. (The practice since 1 July 2017 as in terms of Amended MPRA 2004 in 2014)
- Multi-purpose property apportioned and rated accordingly.



DIFFERENTIAL RATES APPLICABLE (BASED ON USE)		RATIO IN RELATION TO THE BASE TARIFF
Residential Properties		1:1
Vacant Land: Residential		1:1.2
Vacant Land: Business & Commercial		1:1.2
Agricultural Properties		1:0.09
Businesses and Commercial Properties		1:2
Business: Guest Houses / Accommodation Establishment		1:2
Industrial Properties		1:2
Mining Properties		1:2
Public Service Infrastructure		1:0
Public Service Properties/Organs of state		1:2
Public Benefit Organisations (Incl. Old Age Homes)		1:0.25
Public Benefit Organisations - Place of Worship		1:0
Municipal Properties		1:0
Protected Areas / Nature Reserves		1:0



## 2. MUNICIPAL PROPERTY RATES POLICY

### EXEMPTIONS & REBATES

- Exemptions: Properties: PSI, Municipal use
- Impermissible: First R15000 (residential), Nature Reserves & POW
- Pensioner Rebates: (meet the criteria of pensioner or be medically unfit)
  - R2 315 and under      30%
  - R2 316 to R6 000      20%
  - R6 001 to R12 000      10%To be reviewed May each year.
- No rebate on agricultural properties (discount applied in rate).
- Poverty Alleviation – R100 000 rebate for all residential properties valued below R190 000



## 2. MUNICIPAL PROPERTY RATES POLICY

### DEFINITIONS

**"Accommodation Establishment"** means a property, or portion of a property, used for the provision of overnight or short-term accommodation to paying guests, including but not limited to guesthouses, bed-and-breakfasts (B&Bs), lodges, self-catering units, boutique hotels, and AirBnB-type rentals.

**An accommodation establishment is deemed to exist if:**

- It accommodates more than two paying guests at any given time, and
- It is advertised, listed, or promoted through any platform or signage as a place of accommodation (including online platforms such as Lekker Slaap, booking.com, etc.).



## 3. CREDIT CONTROL & DEBT COLLECTION POLICY

### DEBT RECOVERY & CREDIT CONTROL

- Auxiliaries to be implemented

*7.6.2 Where consumers using prepaid meters are in arrears, in respect of other services rendered by the municipality, the municipality can allocate any percent collectable of any future prepaid purchases to amounts in arrears, until such time as the arrears have been brought up to date.*



### 3. CREDIT CONTROL & DEBT COLLECTION POLICY

#### DEBT RECOVERY & CREDIT CONTROL

Council may only make decisions related to **Credit Control** and the **Write-Off of debt** in accordance with the provisions of the **approved Credit Control and Debt Collection Policy** (Incl. payment arrangements).

If Council wishes to **deviate from the policy**, the policy must first be **formally amended** to accommodate the resolution. Such a resolution must comply with the provisions of the **Municipal Systems Act (MSA)**, the **Constitution**, and the **Credit Control By-Law**.

⚠ Any action taken outside the framework of these governing documents may be deemed **irregular**, could be subject to investigation as a **Material Irregularity (MI)**, and the resulting financial loss may be **recovered from the responsible parties**. Import to avoid leaving a policy open to discretion.





# CREDIT CONTROL & DEBT COLLECTION POLICY

## INDIGENT CUSTOMERS

DEBT	PAYMENT OF ARREARS
R1000 – R 2500	5% of outstanding debt plus the cost of credit control. The balance over maximum period 18 months.
R2501 – R5000	5% of the first outstanding R2500 3% over R2500 plus the cost of credit control actions. The balance of the outstanding amount over maximum period of 24 months.
R5001 and above	5% of the first outstanding R2500 3% above R2500 plus the cost of credit control actions. The balance of this outstanding amount over a maximum period of 36 months.



# CREDIT CONTROL & DEBT COLLECTION POLICY

## DOMESTIC CUSTOMERS

DEBT	PAYMENT OF ARREARS
R1000 – R 2500	10% of outstanding debt plus the cost of credit control. The balance over maximum period of 12 months.
R2501 – R5000	10 % of the first outstanding R2500 3% over R2500 plus the cost of credit control actions. The balance of the outstanding amount over maximum period of 18 months.
R5001 and above	10% of the first outstanding R2500 5% above the second R2500 outstanding plus the cost of credit control actions. The balance of this outstanding amount over a maximum period of 24 months.



# CREDIT CONTROL & DEBT COLLECTION POLI

## BUSINESS CUSTOMERS

DEBT	PAYMENT OF ARREARS
R3000 – R 15000	The first R3000 of the outstanding debt plus the cost of credit control. The balance up to R15000 over maximum period of 12 months.
R15001 and above	The first R5000 of the outstanding debt plus the cost of credit control. The balance over a maximum period of 18 months.





## 4. INDIGENT MANAGEMENT POLICY

- Subsidy applies to sewerage, refuse removal, basic water (6 kl) & electricity (50 kWh)
- Prepaid meters required where infrastructure allows – all residential meters to be Smart meters
- 2 x Pension = R4630 / month (Aligned with similar size and income per capita municipalities and in considering Equitable Share allocation)
- Use step tariffs to levy use above 450 kWh and 6 Kl



## 5. CASH MANAGEMENT & INVESTMENTS POLICY

- Council to manage cash efficiently and invest prudently.
- Ensure liquidity for operational needs.
- Daily cash position maintained; annual projections updated monthly.
- Floats for cashiers managed and reconciled daily.
- Receipting, cancellation, and banking processes defined – **Change in reporting lines to improve the internal control environment**
- Internal controls: segregation of duties, receipt trails, audits – **Improved control over over-and-unders**



## 6. VIRENMENT POLICY

- See attached policy



**GENERAL . . . . .**

**THE END**



# BEAUFORT WEST MUNICIPALITY



## VIREMENT POLICY

2025/2026

Effective Date	: 1 July 2025
Last Revision	: 1 July 2024
Version	: 5 <sup>th</sup> Revision
Reviewed Date	: March 2025
Budget Policy Nr	: 17

*Copies of this document can be viewed at the offices of the Municipality and on the municipal website.*

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# 1. Purpose and Objectives

This Virement Policy provides a framework for transferring budgeted funds (virements) within the Beaufort West Municipality's approved annual budget in a controlled, accountable manner. The policy's objectives are to:

- **Guide Management:** Provide clear guidelines to senior management on the use of virements as a mechanism in day-to-day budget management. This empowers managers with flexibility to realign funds within votes (departments or functional areas) to meet operational needs without compromising service delivery.
- **Ensure Financial Control:** Ensure all budget shifts comply with the Municipal Finance Management Act (MFMA) and related regulations. Virements effected in terms of this policy are lawful and are not regarded as unauthorised expenditure, whereas any shift outside this policy would require Council approval via an adjustments budget (per MFMA Section 28).
- **Promote Responsive Service Delivery:** Allow responsible budget flexibility to address changing circumstances such as emergencies, unforeseen expenses, or savings, in order to accelerate service delivery in a financially prudent manner.
- **Maintain Accountability:** Clearly delineate the delegation of authority for approving virements (e.g. Chief Financial Officer vs. Council) and establish limits and reporting requirements. This ensures transparency and that all virements are tracked and reported as required by oversight authorities.

# 2. Legislative and Regulatory Framework

This policy is developed in accordance with the following laws, regulations and guidance:

- **Municipal Finance Management Act, 56 of 2003 (MFMA):** Section 15 of the MFMA stipulates that a municipality may incur expenditure only in terms of an approved budget and within the limits of the amounts appropriated for the different votes. Section 28 of the MFMA provides for adjustments budgets, which must be used to authorise any changes to the approved budget that fall outside the scope of permitted virements. MFMA Section 28(2) and National Treasury regulations require Council approval (via an adjustments budget) for shifts that alter the approved budget beyond delegated limits or introduce new spending not initially budgeted.
- **MFMA Circulars No. 12, 51, 88:** These National Treasury circulars (and any subsequent updates) outline principles for budget adjustments and virements that remain applicable under mSCOA. The policy incorporates these principles, as reaffirmed by MFMA Budget Circular No. 130 of 2025.
- **MFMA Budget Circular No. 130 (2025/26):** This circular emphasizes that municipalities **must** review their virement policies annually to align with the latest guidance. It requires that virements be made only against existing budget provisions (no new budgets are created via virement) and that all virements be included in the municipality's adjustments budget for transparency and accountability. The circular also introduces new reporting obligations – from the 2025/26 year, municipalities must

submit monthly virement reports and data strings to allow National and Provincial Treasuries to monitor all virements.

- **Municipal Regulations on Standard Chart of Accounts (mSCOA) and mSCOA Circular No. 8 (April 2020):** The mSCOA Regulations and Circular 8 provide specific guidance on how virements should be handled in an mSCOA environment. This includes which segments of the budget can be affected by a virement and which cannot, ensuring that any budget shifts remain within the same functional area and funding structure, except in certain limited scenarios (detailed in Section 5 of this policy). Circular 8's **Virement Policy Guideline** has informed this policy's restrictions.
- **Other Applicable Legislation:** The Municipal Budget and Reporting Regulations, 2009, and the Municipal Systems Act, 2000 (for alignment with the Integrated Development Plan and Service Delivery and Budget Implementation Plan) also inform aspects of this policy. Any virement must not conflict with the conditions of grants (Division of Revenue Act) or other applicable laws governing municipal finances.

This policy will be implemented alongside the Municipality's overall budget process and the System of Delegations. It must be read in conjunction with Council's approved Budget Policy and will be reviewed annually to remain compliant with prevailing legislation and Treasury guidance.

### 3. Definitions

For purposes of this policy, the following definitions apply:

**"Virement"** – A transfer or adjustment of an approved budgetary provision from one line-item or project to another. In practical terms, a virement is the process of transferring funds from one operating cost element or capital project to another, within the same vote (department or functional area) during a financial year. Virements are a mechanism to allow budget amendments within a municipal financial year, to facilitate flexibility while maintaining the overall approved budget total.

**"Vote"** – As defined in the MFMA, a vote is one of the main segments into which a municipality's budget is divided for appropriation of money. It usually reflects a department or functional area of the municipality, and specifies the total amount approved for that department or function for the financial year. For Beaufort West Municipality, the votes are typically aligned to directorates as outlined in the approved budget schedule.

**"Approved Budget"** – The annual budget as adopted by Council for a particular financial year, including any amounts appropriated for operating and capital expenditures per vote, and as revised by an adjustments budget adopted in terms of Section 28 of the MFMA.

**"Adjustments Budget"** – A budget formally tabled and approved by Council in the course of a financial year, in accordance with MFMA Section 28, to authorize changes to the Approved Budget. An adjustments budget may, among other things, provide for the shifting of funds between votes, the introduction of new projects, or the appropriation of additional revenues, subject to the limitations of the MFMA. Virements executed under this policy that exceed certain limits or alter the budget structure must be incorporated into an adjustments budget for Council approval (see Sections 5 and 7 below).



**“Chief Financial Officer (CFO)”** – The official of the municipality designated by the Municipal Manager as CFO, who is administratively in charge of the financial affairs of the municipality. The CFO, or his/her delegate, is responsible for budgetary control and may be granted delegated authority by the Accounting Officer or Council to approve certain virements, as specified in this policy.

**“Accounting Officer”** – The Municipal Manager of Beaufort West Municipality, who in terms of the MFMA is responsible for managing the municipal administration, including the implementation of the budget. The Accounting Officer is accountable for all expenditures and may exercise or delegate virement powers in line with this policy and Section 79 of the MFMA (delegations by the Accounting Officer).

**“Financial Year”** – The 12-month period to which the annual budget applies, running from 1 July to 30 June of the following year.

**“mSCOA Segments”** – Refers to the standardized financial classification segments prescribed by the mSCOA regulations (e.g. Function, Item, Funding, Project, Region, Costing, etc.). Virements are often discussed in terms of their impact on these segments. For example, a virement might involve shifting budget within the same Function segment (e.g. within one vote or department) and the same Funding source, but between different Item segments (e.g. from “Materials” to “Contracted Services”). This policy sets conditions on which segment changes are allowed via virement, and which require an adjustments budget (see Section 6).

Other terms in this policy have the meanings assigned to them in the MFMA, its regulations, and Beaufort West Municipality’s Budget Policy. For clarity, any term not defined here that is defined in the MFMA or mSCOA framework will have that meaning.

## 4. Scope of Application

This Virement Policy applies to **all** budget transfers within the Beaufort West Municipality’s Operating Budget and Capital Budget during a financial year. It covers transfers initiated by any municipal department or vote and is binding on all municipal officials who propose or authorize budget shifts. Key points on the scope include:

- **Operating Budget Virements:** The policy governs transfers of budget provision between line-items (ledger accounts) within the Operating Budget, provided such transfers remain within the same vote (department) or functional area as originally approved by Council. Virements may occur between programs, cost centres or line items within a department’s operational budget to address over/ under expenditure, subject to the conditions in Section 5 below.
- **Capital Budget Virements:** The policy also governs shifting of funds between capital projects or within capital project allocations. Virements on the Capital Budget are permitted only between **existing approved projects** and within the same vote or function, and only if they do not result in new projects being introduced or an increase in the total capital budget. Capital virements have additional restrictions (see Section 6.2) due to the nature of project funding and multi-year commitments.
- **Exclusions:** This policy does **not** apply to any transfer of funds that would effectively change the Council-approved budget in a manner not allowed by delegated authority. For example, transfers

between different votes (departments) or between operating and capital budgets are outside the scope of permissible virements and would require an adjustments budget as per the MFMA. Likewise, adjustments to the budget that involve additional revenue or funding (not originally budgeted) are handled through the adjustments budget process, not via virement.

- **Relationship to Adjustments Budget:** Virements are a mechanism for in-year budget amendments within the limits set by Council. Any virement that falls outside the scope of this policy, or that exceeds the thresholds defined herein, must be referred for inclusion in an adjustments budget for approval by Council. Even for permissible virements, all such budget amendments will be reported and reflected in the next adjustments budget to ensure Council oversight and transparency.

In summary, this policy enables controlled budget flexibility for management while preserving Council's ultimate authority over the approved budget. It strikes a balance between operational agility and adherence to the approved budget and service delivery priorities (as outlined in the IDP and annual Service Delivery and Budget Implementation Plan).

## 5. General Principles for Virements

The following overarching principles apply to any virement processed under this policy:

### 5.1 Within-Vote Transfers

A virement may only occur within a defined vote (functional area or department) and its sub-functions as set out in the approved budget. In other words, funds can be shifted between programs or line items that fall under the same main budget vote. Virements between different votes (e.g., moving budget from the Infrastructure Services vote to the Community Services vote) are not permitted and would require an adjustments budget approved by Council. The only exceptions to this rule are outlined in Section 6.1 below (limited cases where cross-function shifts might be allowed due to project or structural linkages).

### 5.2 No Change in Approved Total per Vote

A virement shall not increase the total budgeted expenditure of a vote beyond the amount approved by Council, nor shall it increase the total approved budget (municipal wide). Virements are purely reallocations of existing funds. The sum of the municipality's budget and each vote's budget after all virements must remain as approved, unless adjusted by Council via formal budget amendment.

### 5.3 Existing Funding Only – No New Budget Creation

Virements may only shift funds between existing budgeted items or projects. Under no circumstances should a virement be used to fund a new project, initiative, or budget line that was not part of the approved budget. Introducing any new project or item must be done through an adjustments budget (with Council approval), not through virement. Similarly, a virement cannot create an increase in funding that isn't already provided for; it can only transfer existing budget provision from one area to another.

## **5.4 Lawful and Purpose-driven**

All virements must be lawful, in that they comply with MFMA, this policy, and the intent of the budget. Virements should be driven by sound project or service delivery considerations – for example, shifting funds from an under-spending item to cover a shortfall in another item that is critical to service delivery. Virements must not be made for the sole purpose of utilising apparent “savings” in a way that is inconsistent with Council’s objectives or that circumvents procurement or other regulations. The CFO shall reject any proposed virement that contravenes the letter or spirit of this policy.

## **5.5 Financial Prudence**

Management must exercise prudence when proposing virements. Even where virements are permitted, they should not undermine the funding of core services or future obligations. Savings on one item should be confirmed (e.g., based on projected underspending) before being vired to another area. Virements should also not result in permanent funding shifts for ongoing costs without future budget implications being considered (for example, using one-time savings to fund a recurring expenditure in another area should be avoided unless properly planned). The Accounting Officer and CFO will ensure that virements do not jeopardize the funding of obligations such as asset maintenance, loan repayments, statutory commitments, etc.

## **5.6 Record-Keeping and Tracking**

The Chief Financial Officer must maintain clear records of all virements effected. Each virement must be documented (see process in Section 7) and captured in the financial system in a way that it can be reported on. The Municipality's budgeting system must be able to produce a log or report of all virements processed, with details of the source and application of funds. This ensures transparency and enables both internal and external stakeholders (e.g. Council, auditors, Treasury) to track how the budget has shifted during the year. Virements will be reported in the format and frequency required (see Section 8 on reporting).

## **5.7 Alignment with mSCOA Classification**

All virements must respect the integrity of the mSCOA segments. A virement that changes the classification of an expenditure must still comply with mSCOA rules (e.g. not moving funds in a way that misclassifies the function or funding source of the expenditure). The BTO will ensure that any budget transfer is done in line with mSCOA postings so that financial reports remain aligned to the standard chart.

## **5.8 Impact on Service Delivery and Performance**

Before any virement is approved, the responsible senior manager must consider the impact on service delivery and performance targets. Funds should not be moved away from an area if it will leave that program unable to meet a Council approved performance target (unless there is a valid reason such as project cancellation or efficiency gains). Conversely, moving funds into an area should correspond to an ability to utilise those funds effectively within the financial year. Changes that significantly affect the service delivery and budget implementation plan (SDBIP) may require Council notification or approval.

By adhering to these principles, the Municipality ensures that virements are used as a supportive financial management tool without eroding accountability or the integrity of the budget.

## 6. Virement Rules and Restrictions

The following specific rules define what virements are **permissible** and what are **prohibited** under this policy. These rules apply to both operating and capital budget adjustments, except where stated otherwise.

### 6.1 Permissible Virements (Allowable Adjustments)

Subject to the limitations in this policy, the following types of virements **may be allowed**:

#### Within a Function/Department

Virements **within the same mSCOA function (vote) and subfunction** are generally allowed. Managers can recommend shifting funds between cost elements (e.g. from one type of operating expenditure to another) within their departmental budget to address changing needs, provided that all other restrictions are observed (e.g. not shifting funds to non-allowed items or beyond limits). For example, if the Roads section has savings on “Travel Costs” and needs additional “Materials” budget, a virement can shift funds between those line items since both fall under the Roads function in the operating budget.

#### Within Capital Projects or Programs

For capital budgets, virements are permissible **within** an existing project’s allocation, or between line-items of the same project. If a capital project budget was allocated across multiple cost items (e.g. construction contracts, professional fees, equipment purchases), the project manager may vire funds from one item to another within the project, with CFO approval, as needs change – as long as the total project budget stays the same. Additionally, if a capital program (group of related projects) was approved with a lump sum for distribution among specific sites or wards, the Accounting Officer may reallocate funds between those approved project sites, provided no new sites are added and the projects are substantially the same as originally approved. All capital virements must still respect any funding source restrictions (e.g. conditional grants – see prohibitions below).

#### Operating to Operating, Capital to Capital Only

Virements are allowed **within** the operating budget or **within** the capital budget, respectively, but not between the two (operating funds cannot be used for capital purposes via virement, and vice versa – see 6.2 below for prohibition).

## Expenditure Category Changes

A virement may involve shifting funds between different expenditure categories (mSCOA “Item” segment) – for example from “General Expenses” to “Repairs and Maintenance” – **only if** such a shift is within the same function and does not violate any specific restriction in 6.2. If the virement is merely an “item segment change” within an existing project or program (i.e., the only change is the type of expense, not the purpose or function), it is generally allowed. Managers should, however, ensure that moving funds to a different item is appropriate (e.g., not moving operational expense budget to a completely different purpose that was not intended).

## Virements Involving Grant-Funded Projects

If an operating or capital project is funded by a conditional grant and is underspending, it may be possible to vire funds **within that same grant framework** to another project or item **under the same grant**, provided the grant’s conditions allow such reallocation. For example, some grants allow reallocation between line items of the same program with the grantor’s consent. This must still be within the same function. Any virement of grant funds must strictly adhere to the conditions of the grant and usually also requires notification to or approval from the funding agency. Shifting conditional grant funds to a purpose outside the approved grant business plan is **prohibited** (see 6.2), so this point is mainly about reallocating within the scope of the grant. The CFO must verify compliance with the grant conditions before approving such virements.

*(Note: Even when a virement is listed as “permissible” above, it is not automatic – it must still be motivated, reviewed, and approved through the process in Section 7, and it must not conflict with any prohibitions or exceed delegated authority limits. The CFO or Accounting Officer may refuse any virement that is not in the municipality’s best interest or that could compromise financial discipline.)*

## 6.2 Prohibited Virements (Restrictions)

In line with national guidelines and sound financial management, the following virement actions are **NOT allowed** under any circumstances (or allowed only as indicated). If a funding shift is required in these cases, it must be done through an adjustments budget and approved by Council:

### No Virements Between Votes/Functions

As stated, transferring funds from one vote (department or main function) to another is not permitted through virement. Such shifts alter the original purpose of funds as approved by Council and therefore must be considered via an adjustments budget. **Virements across votes are forbidden** by this policy.

### No Virements from Operating to Capital (and vice versa)

Funds appropriated in the Operating Budget cannot be vired to the Capital Budget, and funds in the Capital Budget cannot be vired to Operating expenses.

## No Virements on Revenue Budgets

Virements shall not be made on the revenue side of the budget. In other words, projected revenues cannot be increased or decreased via virement. Any adjustment to revenue projections (such as recognizing additional income or shortfalls) must be done through an adjustments budget. Additionally, non-cash items like depreciation, fair value adjustments, etc., are not subject to virement; they follow accounting determinations.

## No Change in Funding Source

A virement that would result in changing the **source of funding** for a given expenditure is not allowed. For example, an item originally funded by an external conditional grant cannot be changed to be funded by the municipal own funds (or vice versa) through virement. Similarly, you cannot swap funding between two grants or between a grant and the Equitable Share, etc., via a virement. Such changes affect the funding structure and often the conditions attached – they require an adjustments budget and possibly approval from the grantor. The budgeted funding allocations (mSCOA Funding Segment) must remain as approved. *Note:* If an approved project has multiple funding sources and underspends on one while overspending on another, the adjustment of funding mixes should be handled in an adjustments budget.

## No Virements that Create New Projects or Programs

Virements must not be used to introduce a new capital project or a new spending program that was not part of the approved budget. Creating a new project requires Council's approval. All virements should be between existing budget provisions only.

## No Virements of Conditional Grant Funds to Non-Grant Uses

Funds allocated via a conditional grant or any other external funding with conditions cannot be vired to purposes outside of those conditions. Grant funds are “ring-fenced” for their intended purpose, and using them elsewhere would violate the grant conditions and MFMA (and likely be regarded as irregular or unauthorized expenditure). Any change in use within the grant framework (if allowed at all) typically requires formal approval from the grant administering authority.

## No Virements Involving “Un-allocatable” Expenses

Virements to or from certain provisions and fixed cost items are not permitted. Specifically, the following categories are **protected** and funds budgeted for them may not be reduced via virement (nor can funds be added to other votes from these items):

- *Bulk purchases:* e.g. electricity or water bulk purchases cannot be cut via virement to fund other expenses, as this could jeopardize service delivery or reflect non-collection issues.
- *Debt impairment (Provision for Bad Debts):* This is a calculated provision based on revenue collection rates; it should not be tampered with via virement.
- *Interest charges (Finance charges on debt):* These are contractual obligations; any surplus here would only arise if debt were restructured, and should be handled in budget adjustments, not virements.

- *Depreciation and asset impairment:* These are non-cash, formula-driven expenses; they are not funding sources for other expenditures and cannot be “reallocated”.
- *Grants to individuals or organizations:* e.g. bursaries, grants-in-aid – if Council approved a certain amount for grants, management cannot vire part of it elsewhere, as that would change a Council priority.
- *Insurance:* Budget for insurance premiums or self-insurance contributions should remain as is unless adjusted by Council; similarly, payouts from insurance might go to specific purposes and not be freely vired.
- *Value-Added Tax (VAT):* Input and output VAT accounts are statutory; one cannot vire from a VAT provision to something else, as it could cause compliance issues.

Essentially, these items are either externally driven, formula-based, or policy-determined allocations that should not be repurposed. Any surplus or saving on such a provision would typically flow to the bottom line (and eventually to surplus or next year’s budget) rather than be diverted mid-year. The CFO will reject any virement request that seeks to tap funds from these categories.

### **No Virements to Increase Personnel Expenditure**

As a rule, virements **towards personnel costs** (salaries, benefits, overtime) are not allowed. The employee-related costs budget is based on approved organograms and collective agreements; allowing virements into it could effectively create unfunded positions or rewards outside the approved HR budget.

### **No Virements from Repairs & Maintenance if it jeopardizes minimum targets**

Any virement that would reduce the Repairs and Maintenance budget below the required benchmark or that undermines asset care should be avoided or strictly controlled. While not an absolute prohibition, it is strongly discouraged to vire away maintenance funds as it could lead to asset deterioration. Such proposals would be scrutinized by the CFO and likely denied unless there is compelling reason, and it does not violate any regulated norms.

### **Prudent Limits on Virement Size**

Even when a virement is otherwise allowed (within the same vote, for permissible items), it is subject to quantitative limits. In line with national best practice, a maximum percentage or amount of a programme or project budget may be transferred via virement. For Beaufort West, no single virement may exceed 5% of the total approved budget of the source vote or project, up to an absolute cap of R500,000 (Capital and Operational) without an adjustments budget. These limits prevent excessive in-year reallocations that could significantly alter the budget originally approved by Council.

In summary, the above restrictions are designed to ensure virements are used in a responsible manner. They incorporate the latest mSCOA-aligned guidance on virement limitations. Any virement proposal that falls under the prohibited categories will not be processed; instead, if still necessary, such changes must be tabled to the Council through the adjustments budget or other appropriate Council resolution. All



managers and directors must familiarize themselves with these restrictions when considering budget shifts.

## 7. Virement Process and Delegations of Authority

All virements must be initiated, documented, and approved through the proper process. This section outlines the procedural steps, and the levels of authority required for virement approval in Beaufort West Municipality.

### 7.1 Virement Initiation and Documentation

#### Proposal by Department

The need for a virement is typically identified by a departmental manager or project manager responsible for a vote or project. For example, if a certain line item is likely to overspend while another has savings, the manager will propose reallocating funds. **The manager must prepare a virement request** on the prescribed form or system module, providing details including: the amount to be transferred, the vote and line items/projects “from” and “to”, the reason for the transfer, and confirmation that it complies with this policy (i.e. within the same vote, permissible category, etc.).

#### Motivation

A motivation or justification must accompany the virement request. This should explain why the transfer is necessary (e.g. “Electrical repairs budget is insufficient due to unexpected breakdowns, while there are savings in the training budget due to postponed workshops”). It should also certify that the source of funds indeed has surplus available and that the transfer will not negatively affect performance in that area. Any implications for service delivery must be noted. If the virement is related to a specific project, the project name and ID (per mSCOA Project segment) must be cited.

#### Checking Against Policy

Before proceeding, the initiating manager must ensure the proposal doesn’t violate any prohibition in Section 6. A basic check would include: “Is this within my department? Does it avoid protected line items (e.g. I am not taking money from depreciation or salaries)? Is it within the absolute cap.

#### Completion of Virement Form

The municipality will have a standardized Virement Request Form (or electronic workflow) which the manager fills out. All required information (vote numbers, item numbers, project numbers if applicable, amounts, motivations, date, etc.) must be completed. Incomplete forms will be returned. The manager of the source vote (and if different, the manager of the receiving vote, but since within one vote it’s usually the same or within the same directorate) must sign off to confirm accuracy and necessity. Section 79 of the MFMA requires officials to ensure they have authority – here the manager confirms the funds are within their responsibility and they support the shift. See **Annexure B** for the template virement form.

## 7.2 Review and Approval Process

### Recommendation by Finance Officials

Once the department completes the request, it should be submitted to the Budget and Treasury Office. Finance officials (such as a Budget Manager or Deputy CFO) will review the request for compliance with the policy and accuracy of financial information. They will verify that the source line has sufficient budget available (and not already projected to be spent), that the target line will be used as intended, and that the virement does not result in any category overspend. They also ensure alignment with mSCOA (correct segment usage). If everything is in order, the BTO will endorse the form and forward it for approval to the relevant authority. If issues are found, the form is sent back to the department with comments.

### Approval Authority Levels

Authority to approve virements is delegated as follows, taking into account the MFMA and Council's System of Delegations:

- **Chief Financial Officer (CFO)**

The CFO (as the duly delegated financial officer) may approve individual virements **within a vote** up to a maximum of **5% of that vote's total budget or R500 000 per virement, whichever is lower**, given that all policy conditions are met. The CFO's approval indicates the virement is financially sound and in line with this policy. The CFO can approve cumulatively multiple smaller virements, but if at any point a transfer would cause the cumulative shifts to exceed material limits (e.g. altering the vote by more than 5-10%), the CFO should refer to an adjustments budget.

- **Deputy CFO & Manager Financial Administration (BTO)**

The CFO and BTO manager are authorized to approve virements **between, 5% or R300 000 per virement, whichever is lower**, given that all policy conditions are met.

- **Council Approval (Adjustments Budget)**

Virements that fall outside the delegated authority must be referred to Council. This is done by incorporating them into an Adjustments Budget document as per MFMA Section 28. Examples include: any shift above the financial limits set, any transfer between votes or that effectively changes the purpose of funds in a way not covered by this policy, creation of new projects, or use of accumulated savings. The Council, when approving the adjustments budget, is effectively approving those budget amendments (including such virements). No such change may be implemented before Council approval.

**This policy stipulates that only the CFO, Deputy CFO and the Manager Financial Administration (BTO) have direct authority to approve virements within the limits described.**

### **Final Authorization and Processing**

Once the appropriate authority signs off (CFO, Deputy CFO and BTO Manager), the BTO will implement the virement in the financial system and the budget records will be updated. The effective date of the virement will be recorded (date of approval). It is important that **no expenditure is committed against the proposed receiving item until the virement is formally approved and processed**. Managers cannot act on the assumption of a virement – they must wait for confirmation that budget has been shifted. This prevents overspending if a virement request were to be denied.

### **Notification**

The initiating department will be notified once the virement has been processed. The CFO's office may issue a summary report or memo of approved virements monthly to all departments, so they are aware of budget changes. Departmental managers should then adjust their spending plans and projections in line with the revised budgets.

**Filing and Audit Trail** All documentation related to the virement (request form, approvals, any correspondence) must be filed by the BTO. Virements will be subject to review by internal audit, the Audit Committee, and external auditors as part of checking budgetary controls. An audit trail must exist to show who requested and approved each virement and the rationale behind it.

## **7.3 Conditions and Safeguards**

### **Availability of Funds**

A virement can only be made if the source line-item or project has adequate budget provision that will not be needed for its original purpose. The CFO will not approve a virement from an item that is projected to be fully spent or where underspending is uncertain. Essentially, “savings” or surplus must be evident.

### **Multiple Virements & Fragmentation**

Departments should not try to circumvent approval limits by splitting one large transfer into many smaller virements. The CFO will monitor for fragmentation. If several virement requests appear related and together they exceed limits, the CFO may treat them as one aggregate change.

### **No Virement to cover Unauthorized/Irregular Expenditure**

Virements must not be used to “clean up” or mask overspending that has already occurred. If a department has exceeded a budget vote without prior virement, that expenditure is unauthorized and must be dealt with per MFMA processes, not retrospectively fixed by virement. A virement is a proactive tool, not a remedy for breaches. Similarly, one cannot vire funds to pay for expenditure that is irregular or not legally committed.

## System of Delegations

This virement policy operates within the broader context of the municipality's System of Delegations. Managers and officials must adhere to their delegated financial responsibilities. The CFO's statutory duties (MFMA Section 81) include advising the Accounting Officer and senior managers on financial matters and ensuring effective budget control – this policy is one instrument for that purpose. The Accounting Officer's MFMA Section 79 powers allow delegation of certain budgetary amendments to officials, which the Council formalizes via this policy. Any abuse of delegated authority (e.g. unauthorized virement) will be viewed as financial misconduct.

## Training and Awareness

The Budget Office will ensure that all directorates are briefed on the virement policy at the start of each budget year (and when any changes are made). Only authorized templates and processes may be used; any informal adjustments are strictly prohibited.

By following the above process and respecting delegated authority limits, Beaufort West Municipality ensures that virements are executed in a controlled manner, with appropriate checks and balances.

# 8. Monitoring and Reporting

All virement activity will be monitored on an ongoing basis by the CFO and Budget Office:

## Internal Monitoring

The Budget Office will keep a register or log of all approved virements. They will track the cumulative impact of virements on each vote and key line items. If it appears that frequent virements are being done in one area, this might signal a need to adjust the original budget (to be addressed in the adjustments budget or next budget cycle). The CFO will periodically review virement patterns.

## Report to Management

A summary of virements may be included in the monthly budget statements (Section 71 MFMA reports) submitted to the Mayor and Provincial/National Treasury. Although the Section 71 format compares actuals to the original or adjusted budget, the CFO can attach a note on any significant virements processed, especially those that affect the interpretation of financial results. Additionally, department heads should be kept informed of the state of their budgets after virements; this can be through updated vote reports or budget meetings.

## Provincial/National Treasury Reporting

As required by MFMA Circular No.130, Beaufort West will submit a separate **virement report / data string** each month to the National Treasury GoMuni portal. This report will detail all virements processed in the month, in the format prescribed (Annexure D of Circular 130 provides the layout – **Annexure A to this Document**). The data string will allow Treasuries to validate that virements are within the rules (for instance, the validation rules will check that no virement crosses a function). These submissions ensure

external monitoring. Note that National Treasury has indicated these virements will be tracked separately and will not distort the standard in-year budget publications (i.e., they won't count virements as "expenditure" but rather as budget shifts). However, including them in the adjustments budget as we do ensure alignment of reporting.

If any issues are identified through monitoring (e.g. a virement processed incorrectly or one that should have had Council approval), the CFO will take corrective action. This could include reversing an improper virement or tabling an urgent adjustments budget if needed to ratify a critical transfer.

## **9. Annual Review and Policy Update**

This Virement Policy shall be reviewed at least annually, during the budget preparation process. The CFO is responsible for initiating the review and proposing any amendments to the policy. The review will consider:

- Changes in relevant legislation or regulations (MFMA, treasury circulars, mSCOA updates). For example, if National Treasury issues new guidance (such as an MFMA Circular) affecting virements, the policy will be updated to comply.
- Practical challenges or observations from implementing the policy in the past year.
- Alignment with best practices.

Any revisions to the policy must be submitted to Council for approval, together with other budget related policies when the draft budget is tabled (or via a separate Council item if mid-year). Once approved, the updated policy becomes effective from the start of the new financial year (or as specified by Council).

### **Council Adoption and Implementation**

This policy is a formal Council-adopted policy of Beaufort West Municipality. It shall take effect on the date of Council approval (unless otherwise stated) and remain in effect until repealed or amended by Council. Upon adoption, all municipal departments must implement and adhere to the policy.

#### **Contact Details on the content of this policy:**

Manager: Financial Administration

[randlee@beaufortwestmun.co.za](mailto:randlee@beaufortwestmun.co.za)

## **Annexure A: Reporting Template**

## **Annexure B: Virement Request Form**



VERSION AND DOCUMENT CONTROL			
POLICY NAME:	Virement Policy		
POLICY OWNER:	Financial Department / BTO		
RELATED POLICIES:	Budget Policies		
REVIEW:	Annually	Budget Policy	Yes
POLICY EFFECTIVE DATE:	01 July 2025	Budget Policy Nr	17
Version	Date	Adoption	Revision
1	January 2015	1 <sup>st</sup> Adoption	
2	30 May 2025		5 <sup>th</sup> Revision
3			6 <sup>th</sup> Revision
4			7 <sup>th</sup> Revision
<div style="display: flex; justify-content: space-between; margin-top: 20px;"> <div>-----</div> <div>-----</div> </div>			
Municipal Manager D. Welgemoed		Mayor S. Reynolds	
Date:		Date:	



MUNISIPALITEIT - MUNICIPALITY - UMASIPALA-WASE

BEAUFORT-WES/BEAUFORT WEST/BHOBHOFOLO

KANTOOR VAN DIE DIREKTEUR : FINANSIELE DIENSTE

OFFICE OF THE DIRECTOR : FINANCIAL SERVICES

### APPLICATION FOR A VIREMENT OF FUNDS

TO: CHIEF FINANCIAL OFFICER

FROM DIRECTORATE: .....

FINANCIAL YEAR: .....

Transfer the following saving as identified on the current budget to the following budget allocations:

Decrease			Increase			Amount
mSCOA Project code	mSCOA item	Description	mSCOA Project code	mSCOA item	Description	

MOTIVATION FOR TRANSFER:

It is hereby certified that the above request for the transfer of funds adhere to the Budget Policy as approved by Council.

Request by:		
Name	Signature	Date
Approved by Director:		
Name	Signature	Date

Savings confirmed by Head of Expenditure:		
Name	Signature	Date

Processed by Accountant Budget & Fin Reporting:		
Name	Signature	Date

Review of virement processed Manager Financial Reporting:		
Name	Signature	Date