

THE ADMINISTRATOR



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BEAUFORT WEST MUNICIPALITY



ANNUAL BUDGET 2023 / 2024

SIRKULASIE		OPDRAG

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PART 1 – FINAL ANNUAL BUDGET

1.1 MAYORAL SPEECH

RESTORE BEAUFORT AS1

As we are all aware that Beaufort West is the first municipality in South Africa, so declared and constituted on the 3 February 1837. Around 1939 the Vereeniging van Kaaplandse Munispaliteite declared that all council meetings must be opened up in prayer today I'm going to pray the same prayer wearing the very same mayoral chain worn.

Before we begin I would like to pray, but not just any prayer.

O Barmhartige, Genadige God en Hemelse Vader, dit het U Goddelike Majesteit behaag om ons te roep tot die bestuur van die sake van ons dorp, en waar ons in U Heilige Naam met ons raad gewers vergader is om met hulle raadgewings besluite te neem tot diens van ons dorp, tot handhawing van ons reg, tot voorplanting en uitbreiding van U ware leer, en tot lof en eer van U Heilige Naam, en tot voordeel van ons Land, waartoe ons sonder U Genadige hulp nie by magte is nie, bid ons U, o Allergenadigste Vader, om met U Vaderlike Wysheid ons by te staan en op hierdie vergaderings te lei, om ons harte so te verlig dat alle verkeerde drifte, misverstand en ander gebreke van ons verwyder sal word en ons van alle menslike hartstogte gereinig mag wees, sodat ons in ons beraadslagings met 'n rein gemoed en sonder om in die minste ons eie voordeel en persoon-like baat in ag te neem, niks voorneem of besluit wat nie sal strek tot verheerliking en tot lof van U Allerheiligste Naam nie.

Ons begeer dit en nog meer wat nodig mag wees vir ons saligheid en die uitvoering van ons pligte wat ons opgelê is, en bid U in die Naam van U Geliefde Seun, ons Heiland en Saligmaker.

AMEN.

Hon. Speaker, My esteemed colleagues in the Beaufort west council, the opposition (Good/Democratic Alliance) and coalition partners (KDF/ANC). The Administration.

Honoured guests:

All Residents of Beaufort West (those for me and against me) -die afrikaaans spreekende Beaufort westers, Wees gegroet in die naam van ons Jesus Christus, Die isixhosa spreekendes: Ndibulisa wonke umntu ngegama likayesu. The English speaking: Greetings to you all in the name of God as the Son Jesus Christ by himself as God the Spirit according to his own will as God the Father.

I also wish to express my deepest and sincere gratitude to the Acting CFO, the finance team and our IDP Coordinator Randle Eland and Lewellyn Lakay for your hard work in compiling, consolidating and ensuring that the Budget and IDP documents are ready for tabling.

I wish to thank the opposition for keeping us accountable, Cllr Meyers (Mr unlimited Airtime) thank you for your robust debates and Alderman VD Linde who is hospitalised we pray for his speedy recovery, to Cllr Sias and Cllr Slabbert who always seeks to bring the balance in conflicting opinions thank you, to Cllr Essop for all your questions and for sometimes seconding our motions but more so for always preparing great food for us. The fact that we are still alive proves that you are not influenced by opposition politics when you cook for us.

The municipal manager and the Directors and your respective teams, I can't begin to tell you all how humbled I am to work with all of you. Thank you for executing your duties with military precision.

Council support team, my office. Thank you

Coalition: The Speaker for being our legislative guru and big brother, Deputy Mayor my favourite , our MMCs for moving from 30 min late to 5 min late at Maycoms. To all other councillors in the coalition your support and backing is appreciated.

I have to acknowledge my President His Excellency Gayton McKenzie and my party the Patriotic Alliance for the confidence shown in this coloured boy born in the poverty stricken Kliptown, raised in Klipsruit West and Eldorado Park. Aweh masekind. I love you deeply.

As I said in my acceptance speech, I shall repeat it for the record that: I am even more convinced now after being in Beaufort West for 4 months - that I have not come to build a winning team, instead I came to be part of a team who are already winning.

AS1 we shall win the war to restore Beaufort West.

Mr Speaker I hereby request that Council approve the Annual Budget of the Municipality for the financial year 2023/24 and indicative for the two projected outer years, 2024/25 and 2025/26, 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 2023/24 as per (**Annexure A**) and tariffs for service charges and other sundry tariffs as per (**Annexure B**);

That Council approve the amended budget related Policies reflected in (**Annexure D**) for the budget year 2023/24;

That Council approve cognisance of the 2023/24 Final Service Level Standards (**Annexure E**).

That Council approved the Procurement Plan (**Annexure F**) for the budget year 2023/24.

OPERATING REVENUE BUDGET

The 2023/24 operating revenue budget amounts to 419,211 million. This excluded transfers and subsidies capital to the value of R 15,057 million.

The operational revenue budget for 2023/24 of R 419,211 million shows an increase of 46,972 million when compared to the adjusted operational budget of 2022/23 of R 372,238 million. The outer two years is projected to increase by 9.5% per cent and 5.8% per cent respectively.

Beaufort West Municipality depends largely on property rates and service charges service charges to balance its budget. Property rates and service charges consist of 48.4% of total operating revenue;

PROPOSED RATES AND TARIFFS

The tariff increases does not exceed the upper limit of 6% proposed by National Treasury.

The National Energy Regulator of South Africa (NERSA) is responsible for the price determination of the bulk costs of electricity. NERSA approved a bulk tariff increases of 18.49. A 15.10% increase in municipal electricity tariffs were budgeted for in the 2023/24 budget year, the increase is in line with the Consultation Paper – Municipal Tariff Guideline, Benchmarks and Proposed Timelines for FY 2023/24 published on the 4th of April 2023.

The proposed overall tariff increases, are as follows:

Property rates – 6%;

Service charges electricity – 15.10%;

Service charges water – 6%;

Service charges sanitation – 6%;

Service charges refuse 6%;

Other sundry tariffs – 6% and

Interest on outstanding debtors be levied monthly at prime plus one percent (1%).

We are fully aware of the pressure and strain felt by our residents because of especially the property rates, I know that it's difficult for our residents to reconcile the need for tariff increases and the fact that these are tough economic times, we are also aware by of the dissatisfaction from our farmers around property rates but i want to implore you to honor these commitments and let us continue to engage and find middle ground to ensure an arrangement that would allow us to grow our revenue base and you the capacity to grow and thrive so that together we can RESTORE BEAUFORT AS1.

We are committed to ensure that all our residents receive value for money in terms of service delivery of these basic needs, we are committed to place people above politics, principle above personality. All our teams in the executive and administration are aligned to this commitment and the legislative wing is as committed to ensure accountability and execution of this responsibility with military precision. Our doors are open let's keep on talking using a solution driven approach.

OPERATING EXPENDITURE BUDGET

The total operating budget amounts to R 412,211 for the 2023/24 budget year, R 439,883 and R 460,225 million for the two outer years.

CAPITAL EXPENDITURE BUDGET

A final capital budget of R 13,977 million is proposed for the 2023/24 budget year, R 17,867 million and R 18,838 million for the two outer budget years. The total capital budget for 2023/24 shows a decrease in the total budgeted amount R 37,073 million when compared to the adjusted capital budget of 2022/23. The main reason for the decrease is due to the fact that the municipality did not receive the following grant allocations again in the 2023/24 budget year:

- Integrated National Electrification Programme Grant;
- Water Services Infrastructure Grant ; and
- Provincial Government Grants.

the capital expenditure for 2023/24 will be allocated mainly to the following functional areas:

- Community and public safety R 3,653 million;
- Economic and environmental services R 3,096 million; and
- Trading services R 7,228 million.

In analysing what will be purchased with the capital budget, the summary by asset class provides a holistic picture for the Municipality.

- Infrastructure R 10,324 million and
- Community Assets R 3,653 million.

That being said Honourable Speaker and Council the financial position remains vulnerable but NOT unrecoverable, the municipality has and continues to work AS1 with both National and Provincial Government to implement the Financial Recovery Plan to RESTORE BEAUFORT.

Because of the political will from our coalition government and the administration working AS1 we are gradually turning things around:

One of the biggest challenges for us is our ESKOM bill, but with the intervention of our former District Mayor His Excellency Gayton McKenzie, our coalition government (PA,KDF/ANC) and the administration executing the executive mandate with military precision.

A payment arrangement was entered into with Eskom to pay off this outstanding amount 78million. The first payment started in August 2021 until August 2022 where a total of 7,7 million was paid on the debt. A new arrangement was negotiated and agreed upon with Eskom for the amount of R820,000 per month with the first instalment being due at the end of February 2023. The Municipality have since been honouring this commitment to date having paid R 3,280,000 (February 2023 – May 2023) therefore the total paid to date on the historic debt is: R10,980,000 and the last instalment will be paid at the end of January 2027. Also important to note as that the municipality is up to date with our current account with Eskom, we have consistently paid our monthly account without defaulting once since July 2022 to date, totalling to the amount of R 63,156,833.47.

Our collection rate was very low in the last financial year but because of our political will and the commitment of the administration to RESTORE BEAUFORT AS1 we went from a 65% collection rate to 75% and we saw the need to permanently fill the vacant position of revenue manager and it gives me great pleasure to announce that we now sit at a collection rate of 86% of our billing target. Please clap hands for Acting CFO, Dep. CFO, Revenue manager and the finance team.

Mr. Speaker I know they say we are the worst run municipality, maybe we WERE but I cannot in good conscious stand here and agree that we are; given the current data and the strategic moves we are making.

How can we be the worst run municipality today when we have a highly experienced and award winning Acting MM in the person of Mr Derick Welgemoed, how Mr Speaker when we have a genius like Director Makendlana in Corporate and Shared services, the astute and highly intellectual former acting director Mr. Tshibo who heads up our community services division, the brilliant and hard working senior managers in infrastructure and roads Mr Christopher Wright and Mr. Kotze not to mention our acting CFO Randle Eland. I know they are going to say we still have a lot of actors, yes Hollywood will tell you that the best actors are those who stays in character,

Acting is ending, and at the beginning of this new budget year we are welcoming our permanent CFO and our permanent Director of infrastructure.

So Tshibo, Chris, Randle and Kotze gentlemen, STAY IN CHARACTER as your acting ends. Speaker please tell me how can we be the worst run municipality when we have a DM now on the ground assisting the poorest of the poor to access the benefits provided for in our indigent policy, Speaker I ask with tears in my eyes how can we be the worst when we have you as a big brother figure and legislative guru at the helm of our legislature?

I ask how, when we have a formidable and strong opposition like the DA and Good who holds us accountable and watches us closely with their blue and orange magnifying glass of good governance?

There is simply no way that we are the worst, yes we are not where we want to be but we certainly no longer where we used to be.

Beaufort west there is a storm coming a huge storm that will threaten our prosperous future, but we will survive the storm

They are going to interrogate our budget and they will say we have nothing, we must respond by saying: NOTHING is enough to Restore Beaufort but we must do it AS1!

In the Bible there is a story of a boy with 5 loaves and 2 fish who when he placed it in the hands of Jesus it fed five thousand people, 5 loaves and two fish in a boy's hands was nothing but in the hands of Jesus it was a bakery and fish factory that fed 5 thousand plus We are mere boys and girls and in our hands Beaufort West is a municipality 95 percent dependent on grant funding. In our hands this municipality is just enough for ourselves but in the hands of God and our strategic efforts together it can deliver services for 67000 people.

When we, like that boy take what we have and put it in the hands of God so others can also be satisfied then we shall RESTORE Beaufort but we must offer up what we have AS1

AS1 THE MUNICIPALITY AND VOLUNTEERS from our town must work together to restore Beaufort.

Because bossie and Jacque volunteered their skills and joined with Mr fredericks and Bridgette and others to fixed our TLB, we 3 Refuse trucks working now, other trucks and bakkies that was standing broken for over a year.

The Parkie that is sentimentally called the "Voeltjie Parkie" is being restored because of the combined efforts of the municipality and normal residents of Beaufort West. Cllr Sias is from the opposition but he also made a contribution to help restore the Parkie because he is not opposed to restoring Beaufort.

Why am I so confident

Remember we are the first municipality in South Africa.

First Motel: Wagon Wheels. Built by an American called Mr Hadden 1952

- First coloured Police woman: Lucille Appollis (nèè Deelman) From BW
- First coloured Head of traffic: Mr Dennis Bothma from BW

The Molteno Pass just outside of town was the FIRST mountain pass in the country

- Die EERSTE Afrikaanse opera is geskryf deur 'n seun van die dorp, Cromwell Everson
- Die Courier wat steeds sake doen was die EERSTE koerant in die land- Oryan John word die EERSTE persoon van kleur wat die Bloutrein bestuur het.
- Christiaan Neethling Barnard (8 November 1922 – 2 September 2001) was a South African cardiac surgeon who performed the world's first human-to-human heart transplant operation.
- Judge Joseph Renene, was one of the 1st black judges in SA, who were appointed in the High Court of Transkei in the early late 70s and he is from BW.
- I am the 1st Mayor of BW from Joburg and my name is Ashley Sauls I (the 1st)

AS1 we will win the war to restore Beaufort, choose a side. There are only two sides: the side of those that wants to restore and the side of those that wants to destroy Beaufort.

We can and we will RESTORE BEAUFORT AS1

We Can and we will:

- o Overcome load shedding
- o Build a logistic hub

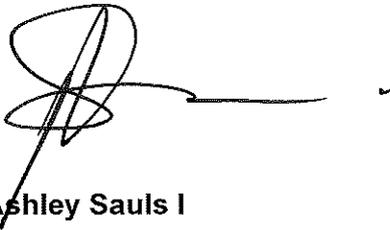
- Build an airport
- A Private hospital
- Give our town a facelift
- AS1 RACE

AS1 weCan. AS1 weWill!

AS1 kanOns. AS1 salOns!

Sibanye Sinako. Sibanye siza kwenza!

Thankyou Mr Speaker, Salute

A handwritten signature in black ink, consisting of a large, stylized initial 'A' followed by a horizontal line extending to the right.

Ashley Sauls I

Executive Mayor Beaufort West

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:

1. That Council approve the Annual Budget of the Municipality for the financial year 2023/24 and indicative for the two projected outer years, 2024/25 and 2025/26, 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 2023/24 as per (**Annexure A**) and tariffs for service charges and other sundry tariffs as per (**Annexure B**);
 - That Council approve the amended budget related Policies reflected in (**Annexure D**) for the budget year 2023/24;
 - That Council approve cognisance of the 2023/24 Final Service Level Standards (**Annexure E**).
 - That Council approved the Procurement Plan (**Annexure F**) for the budget year 2023/24.

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.

A Financial Recovery Plan 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 Beaufort West Municipality owed Eskom R 78,393,029 at the end of January 2023. A payment arrangement was entered into with Eskom to pay off this outstanding amount at the end of January 2023. The first payment started in August 2021 until August 2022 where a total of 7,7 million was paid on the debt. A new arrangement was negotiated and agreed upon with Eskom for the amount of R820,000 per month with the first instalment being due at the end of February 2023. The Municipality have since been honouring this commitment to date having paid R 3,280,000 (February 2023 – May 2023) therefore the total paid to date on the historic debt is: R10,980,000 and the last instalment will be paid at the end of January 2027. Also important to note as that the municipality is up to date with our current account with Eskom, we have consistently paid our monthly account without defaulting once since July 2022 to date, totalling to the amount of R 63,156,833.47.

The debt relief for Eskom announced by the national Minister of Finance includes a pass on of relief to municipalities with arrear amounts owed to Eskom. This Municipal Debt Relief will be conditional and application based.

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;
- Overtime and Standby must be managed within the approved budget targets and further measures should be implemented to contain these cost drivers.

We are optimistic that we shall achieve financial sustainability, because there are both 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 2023/24 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.

The National Energy Regulator of South Africa (NERSA) is responsible for the price determination of the bulk costs of electricity. NERSA approved a bulk tariff increase of 18.49%. A 15.10% increase in municipal electricity tariffs were budgeted for in the 2023/24 budget year, the increase is in line with the Consultation Paper – Municipal Tariff Guideline, Benchmarks and Proposed Timelines for FY 2023/24 published on the 4th of April 2023.

1.3.1 OPERATING REVENUE BUDGET

The 2023/24 operating revenue budget amounts to 419,211 million. This excluded transfers and subsidies capital to the value of R 15,057 million.

The operational revenue budget for 2023/24 of R 419,211 million shows an increase of 46,972 million when compared to the adjusted operational budget of 2022/23 of R 372,238 million. The outer two years is projected to increase by 9.5% per cent and 5.8% per cent respectively.

Beaufort West Municipality depends largely on property rates and service charges service charges to balance its budget. Property rates and service charges consist of 48.4% of total operating revenue;

- Property rates – R 50,821 million or 12.1%;
- Service charges electricity – R 99,386 million or 23.7%;
- Service charges water – R 15,525 million or 3.7%;
- Service charges sanitation – R 23,478 million or 5.6% ; and
- Service charges refuse – R 13,533 million or 3.2%

In the tables below, indicates the operating transfers and subsidies that will be allocated to the municipality from National and Provincial Government in the 2023/24 MTREF.

Transfer and subsidies - Operational	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
National Government:	87,923	93,001	97,160
Local Government Equitable Share	83,574	89,998	93,991
Municipal Infrastructure Grant	792	818	846
Local Government Financial Management Grant	2,185	2,185	2,323
Expanded Public Works Programme Integrated Grant	1,372		
Provincial Government:	8,211	11,797	9,610
Human Settlements Development Grant (Beneficiaries)	932	4,640	2,000
Library Service - Replacement Funding for most vulnerable B3 Municipalities	7,053	6,931	7,234
Community Development Workers (CDW) Operational Support Grant	226	226	226
Thusong Service Centres Grant (Sustainability: Operational Support Grant)			150
Other grant providers:			
Chemical Industries Education & Training Authority	836		
Total Operating Transfers and Grants	96,971	104,798	106,770

Annexures A and B The annexure shows the proposed tariff increases for the 2023/24 budget year.

1.3.2 OPERATING EXPENDITURE BUDGET

The total operating budget amounts to R 412,211 for the 2022/23 budget year, R 439,883 and R 460,225 million for the two outer years.

Employee Related Cost

The remuneration of the Municipal Manager and Senior Managers directly accountable to the Municipal Manager were budgeted for 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 on the 18 March 2022 as baseline. Over the 2023/24 Medium Term Revenue & Expenditure Framework an increase of 5.4% were budgeted for 2023/24 and 4.8% for the two outers as well as a performance bonus of 9%, capped on their annual packages.

The Salary and Wage Collective Agreement for the period 01 July 2021 to 30 June 2024 dated 15 September 2021 through the agreement that was approved by the Bargaining Committee of the Central Council in terms of Clause 17.3 of the Constitution should be used when budgeting for employee related costs for the 2023/24 MTREF. In terms of the agreement, all employees covered by this agreement shall receive with effect from 01 July 2023 and 01 July 2024 an increase based on the projected average CPI percentages for 2023 (5.4 per cent according to the Reserve Bank's Monetary Committee Statement for January 2023) and 2024 (4.8 per cent according to the Reserve Bank's Monetary Committee Statement for January 2023).

Provision was made for notch increase to those who qualify, as well as salary and wage increase for the period 1 July 2023 to June 2024 amounting to 5.4% and 4.8% year on year for the two outers

Remuneration of Councillors

The 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 with 5.4% and 4.8% for the two outer years over the 2023/24 Medium Term Revenue & Expenditure Framework.

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 & asset impairment

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.

Finance charges

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

Bulk purchases - electricity

The National Energy Regulator of South Africa (NERSA) is responsible for the price determination of the bulk costs of electricity. NERSA approved tariff increases of 18.49 per cent in 2023/24 and 12.7 per cent increase in 2024/25.

The municipality budgeted for an increase of a 18.49 per cent tariff increase for 2023/24, 12.7 per cent in 2024/25 and 6% per cent in 2025/26.

Inventory consumed

The increase in the cost of inventory consumed were increased with inflation, water inventory purchased contributes to about 49.6 percent or R 10,691 million of the total cost.

Transfers and subsidies

This item relate to the contribution the municipality makes on an quarterly basis to the Local Tourism Bureau based on the current service level agreement. No provision was made over 2023/24 MTREF because the agreement came to an end.

Contracted services and Other expenditure

Other expenditure were budgeted based on the prevailing growth rates, adjusted with CPI and prior actual expenditure trends.

1.3.3 CAPITAL EXPENDITURE BUDGET

A final capital budget of R 13,977 million is proposed for the 2023/24 budget year, R 17,867 million and R 18,838 million for the two outer budget years.

The 2023/24 capital budget will be spend on the following functional areas over the 2023/24 Medium Term Revenue & Expenditure Framework (MTREF):

WC053 Beaufort West - Table A5 Budgeted Capital Expenditure by vote, functional classification and funding								
Vote Description	Ref	Current Year 2022/23				2023/24 Medium Term Revenue & Expenditure Framework		
		Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
R thousand	1							
Capital expenditure - Vote								
Multi-year expenditure to be appropriated	2							
Vote 1 - MUNICIPAL MANAGER		-	-	-	-	-	-	-
Vote 2 - DIRECTORATE: INFRASTRUCTURE SERVICES		32,022	18,912	18,912	-	6,489	9,249	4,863
Vote 3 - DIRECTORATE: ELECTRO-TECHNICAL SERVICES		-	-	-	-	-	-	-
Vote 4 - DIRECTORATE: CORPORATE SERVICES		701	1,501	1,501	-	-	-	-
Vote 5 - DIRECTORATE: FINANCIAL SERVICES		-	-	-	-	-	-	-
Vote 6 - DIRECTORATE: COMMUNITY SERVICES		3,512	4,138	4,138	-	3,314	3,895	182
Vote 7 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	7	36,235	24,551	24,551	-	9,803	13,144	5,045
Single-year expenditure to be appropriated	2							
Vote 1 - MUNICIPAL MANAGER		-	-	-	-	-	-	-
Vote 2 - DIRECTORATE: INFRASTRUCTURE SERVICES		14,243	25,960	25,960	-	-	-	2,092
Vote 3 - DIRECTORATE: ELECTRO-TECHNICAL SERVICES		-	-	-	-	-	-	-
Vote 4 - DIRECTORATE: CORPORATE SERVICES		-	-	-	-	-	-	-
Vote 5 - DIRECTORATE: FINANCIAL SERVICES		122	50	50	-	-	-	-
Vote 6 - DIRECTORATE: COMMUNITY SERVICES		228	150	150	-	4,174	4,722	11,701
Vote 7 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	-	-	-
Capital single-year expenditure sub-total		14,593	26,160	26,160	-	4,174	4,722	13,793
Total Capital Expenditure - Vote		50,828	50,711	50,711	-	13,977	17,867	18,838
Capital Expenditure - Functional								
Governance and administration		823	1,551	1,551	-	-	-	-
Executive and council		-	-	-	-	-	-	-
Finance and administration		823	1,551	1,551	-	-	-	-
Internal audit		-	-	-	-	-	-	-
Community and public safety		3,740	3,740	4,288	-	3,653	3,895	5,441
Community and social services		-	-	-	-	-	-	5,441
Sport and recreation		3,512	3,512	4,138	-	3,653	3,895	-
Public safety		228	228	150	-	-	-	-
Housing		-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-
Economic and environmental services		7,501	4,065	4,065	-	3,096	-	-
Planning and development		-	-	-	-	-	-	-
Road transport		7,501	4,065	4,065	-	3,096	-	-
Environmental protection		-	-	-	-	-	-	-
Trading services		38,764	40,807	40,807	-	7,228	13,972	13,398
Energy sources		10,961	14,808	14,808	-	-	4,348	4,863
Water management		24,730	25,699	25,699	-	-	-	2,092
Waste water management		3,073	300	300	-	3,054	4,901	-
Waste management		-	-	-	-	4,174	4,722	6,443
Other		-	-	-	-	-	-	-
Total Capital Expenditure - Functional	3	50,828	50,163	50,711	-	13,977	17,867	18,838
Funded by:								
National Government		46,978	46,821	46,821	-	13,093	17,867	18,838
Provincial Government		-	1,230	1,230	-	-	-	-
District Municipality		-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-
Transfers recognised - capital	4	46,978	48,052	48,052	-	13,093	17,867	18,838
Borrowing	6	-	-	-	-	-	-	-
Internally generated funds		3,850	2,660	2,660	-	884	-	-
Total Capital Funding	7	50,828	50,711	50,711	-	13,977	17,867	18,838

The total capital budget for 2023/24 shows an decrease in the total budgeted amount R 37,073 million when compared to the adjusted capital budget of 2022/23. The main reason for the decrease is due to the fact that the municipality did not receive the following grant allocations again in the 2023/24 budget year:

- Integrated National Electrification Programme Grant;
- Water Services Infrastructure Grant ; and
- Provincial Government Grants.

The detailed capital projects are shown in **Annexure C** of this document. The annexure indicate the total amount per Directorate and functional area. It is clear from the table above that the capital expenditure for 2023/24 will be allocated mainly to the following functional areas:

- Community and public safety R 3,653 million;
- Economic and environmental services R 3,096 million; and
- Trading services R 7,228 million.

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

- Infrastructure R 10,324 million and
- Community Assets R 3,653 million.

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 2023/24 Medium Term & Expenditure Framework:

Funded by:	Current Year 2022/23				2023/24 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
National Government	46,978	46,821	46,821	–	13,093	17,867	18,838
Provincial Government	–	1,230	1,230	–	–	–	–
	–	–	–	–	–	–	–
Transfers recognised - capital	46,978	48,052	48,052	–	13,093	17,867	18,838
Borrowing	–	–	–	–	–	–	–
Internally generated funds	3,850	2,660	2,660	–	884	–	–
Total Capital Funding	50,828	50,711	50,711	–	13,977	17,867	18,838

The table above indicates that the capital budget will be mainly financed from national government grants. The table below provides a breakdown of the transfers and subsidies – capital sources of finance of the 3-year capital budget from 2023/24 to 2025/26:

Funding Source	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
Municipal Infrastructure Grant	13,092,652	13,518,913	13,974,914
Integrated National Electrification Programme Grant	-	4,347,826	4,863,477
Total	13,092,652	17,866,739	18,838,391

1.3.4 PROPOSED RATES AND TARIFFS

Attached **Annexure A** and **B** shows the property rates tariff increases as well as the tariffs increases for service charges and other sundry tariffs for the Budget year 2023/24.

The tariff increases does not exceed the upper limit of 6% proposed by National Treasury.

The National Energy Regulator of South Africa (NERSA) is responsible for the price determination of the bulk costs of electricity. NERSA approved a bulk tariff increases of 18.49%. A 15.10% increase in municipal electricity tariffs were budgeted for in the 2023/24 budget year, the increase is in line with the Consultation Paper – Municipal Tariff Guideline, Benchmarks and Proposed Timelines for FY 2023/24 published on the 4th of April 2023.

The proposed overall tariff increases, are as follows:

- Property rates – 6%;
- Service charges electricity – 15.10%;
- Service charges water – 6%;
- Service charges sanitation – 6%;
- Service charges refuse 6%;
- Other sundry tariffs – 6% and
- Interest on outstanding debtors be levied monthly at prime plus one percent (1%).

1.4 ANNUAL BUDGET TABLES

Table A1 Budget Summary

WC053 Beaufort West - Table A1 Budget Summary						
Description	Current Year 2022/23			2023/24 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
R thousands						
Financial Performance						
Property rates	47,808	47,808	47,808	50,821	53,870	57,103
Service charges	169,778	132,333	132,333	151,922	169,098	179,384
Investment revenue	385	1,630	1,630	750	850	1,000
Transfer and subsidies - Operational	89,312	95,239	95,239	96,971	104,798	106,770
Other own revenue	61,621	95,228	95,228	118,747	130,568	141,387
Total Revenue (excluding capital transfers and contributions)	368,904	372,238	372,238	419,211	459,185	485,643
Employee costs	126,374	125,822	125,822	133,488	139,174	143,646
Remuneration of councillors	6,538	6,286	6,286	6,806	7,133	7,475
Depreciation and amortisation	24,986	24,986	24,986	26,248	27,560	27,560
Interest	901	7,076	7,076	2,091	1,734	1,351
Inventory consumed and bulk purchases	104,368	104,460	104,460	118,933	132,607	140,335
Transfers and subsidies	550	900	900	-	-	-
Other expenditure	99,915	142,709	142,709	124,645	131,674	139,858
Total Expenditure	363,631	412,240	412,240	412,211	439,883	460,225
Surplus/(Deficit)	5,273	(40,001)	(40,001)	7,000	19,302	25,418
Transfers and subsidies - capital (monetary allocations)	54,024	55,259	55,259	15,057	20,547	21,664
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	59,297	15,258	15,258	22,056	39,849	47,082
Share of Surplus/Deficit attributable to Associate	-	-	-	-	-	-
Surplus/(Deficit) for the year	59,297	15,258	15,258	22,056	39,849	47,082
Capital expenditure & funds sources						
Capital expenditure	50,828	50,711	50,711	13,977	17,867	18,656
Transfers recognised - capital	46,978	48,052	48,052	13,093	17,867	18,656
Borrowing	-	-	-	-	-	-
Internally generated funds	3,850	2,660	2,660	884	-	-
Total sources of capital funds	50,828	50,711	50,711	13,977	17,867	18,656
Financial position						
Total current assets	97,836	124,046	124,046	151,161	180,406	205,571
Total non current assets	577,652	462,398	462,398	450,127	440,434	431,713
Total current liabilities	141,344	201,987	201,987	127,245	127,476	127,632
Total non current liabilities	43,766	49,254	49,254	108,509	87,980	64,386
Community wealth/Equity	484,567	344,281	344,281	365,535	405,384	452,466
Cash flows						
Net cash from (used) operating	104,959	57,447	57,447	33,060	47,075	48,554
Net cash from (used) investing	-	-	-	(13,977)	(17,867)	(18,838)
Net cash from (used) financing	-	-	-	(877)	(515)	(573)
Cash/cash equivalents at the year end	104,959	57,447	57,447	19,606	48,298	77,442
Cash backing/surplus reconciliation						
Cash and investments available	(30,474)	34	34	17,437	46,130	68,073
Application of cash and investments	(579,723)	157,840	157,840	30,048	23,398	16,231
Balance - surplus (shortfall)	549,249	(157,806)	(157,806)	(12,610)	22,732	51,843
Asset management						
Asset register summary (WDV)	575,192	460,656	460,656	448,385	438,692	429,971
Depreciation	24,986	24,986	24,986	26,248	27,560	27,560
Renewal and Upgrading of Existing Assets	22,924	22,911	22,911	8,886	9,959	5,441
Repairs and Maintenance	11,331	12,995	12,995	8,908	8,937	-
				9		
Free services						
Cost of Free Basic Services provided	5,500	5,742	6,000	6,264	6,546	6,841
Revenue cost of free services provided	12,889	16,817	16,817	17,657	18,540	19,653
Households below minimum service level						
Water:	1	-	-	1	1	1
Sanitation/sewerage:	1	-	-	1	1	1
Energy:	1	-	-	1	1	1
Refuse:	1	-	-	1	1	1

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 2022/23			2023/24 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
R thousand						
Revenue - Functional						
<i>Governance and administration</i>	77,528	84,184	84,184	104,405	110,289	113,978
Executive and council	11,625	11,707	11,707	11,932	12,451	11,813
Finance and administration	65,902	72,478	72,478	92,473	97,838	102,165
Internal audit	-	-	-	-	-	-
<i>Community and public safety</i>	62,430	62,364	62,364	80,775	91,912	99,034
Community and social services	8,055	7,755	7,755	8,223	8,191	14,971
Sport and recreation	3,188	3,982	3,982	4,039	4,726	260
Public safety	50,081	50,462	50,462	67,582	74,355	81,803
Housing	1,106	165	165	932	4,640	2,000
Health	-	-	-	-	-	-
<i>Economic and environmental services</i>	9,380	7,086	7,086	4,399	956	997
Planning and development	1,331	2,362	2,362	1,466	956	997
Road transport	8,049	4,725	4,725	2,934	-	-
Environmental protection	-	-	-	-	-	-
<i>Trading services</i>	273,591	273,863	273,863	244,688	276,574	293,298
Energy sources	127,381	132,281	132,281	135,232	155,961	165,611
Water management	81,510	77,807	77,807	42,427	46,038	52,367
Waste water management	40,696	37,890	37,890	38,758	49,742	41,526
Waste management	24,005	25,885	25,885	28,272	24,833	33,793
Other	-	-	-	-	-	-
Total Revenue - Functional	422,928	427,498	427,498	434,267	479,731	507,307
Expenditure - Functional						
<i>Governance and administration</i>	87,650	101,762	101,762	94,319	96,341	97,722
Executive and council	14,238	16,194	16,194	15,932	16,800	17,502
Finance and administration	71,724	84,451	84,451	77,168	78,132	78,929
Internal audit	1,688	1,116	1,116	1,219	1,409	1,291
<i>Community and public safety</i>	70,307	84,691	84,691	95,339	103,836	119,358
Community and social services	11,183	10,994	10,994	11,931	12,162	12,742
Sport and recreation	7,981	7,470	7,470	7,203	7,742	8,070
Public safety	47,791	64,552	64,552	73,683	77,284	91,600
Housing	3,352	1,676	1,676	2,522	6,648	6,945
Health	-	-	-	-	-	-
<i>Economic and environmental services</i>	28,207	31,292	31,292	30,834	32,136	32,908
Planning and development	8,780	12,208	12,208	11,333	10,128	10,656
Road transport	19,427	19,084	19,084	19,502	22,008	22,252
Environmental protection	-	-	-	-	-	-
<i>Trading services</i>	177,466	194,495	194,495	191,719	207,569	210,237
Energy sources	104,960	102,787	102,787	126,224	140,172	142,443
Water management	34,083	43,453	43,453	30,614	31,408	31,924
Waste water management	19,845	26,138	26,138	17,770	18,918	18,669
Waste management	18,579	22,117	22,117	17,111	17,072	17,201
Other	-	-	-	-	-	-
Total Expenditure - Functional	363,631	412,240	412,240	412,211	439,883	460,225
Surplus/(Deficit) for the year	59,297	15,258	15,258	22,056	39,849	47,082

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 2022/23			2023/24 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
R thousand						
Revenue by Vote						
Vote 1 - MUNICIPAL MANAGER	8,401	9,601	9,601	8,732	9,117	8,338
Vote 2 - DIRECTORATE: INFRASTRUCTURE SERVICES	259,777	307,143	307,143	276,267	310,973	322,273
Vote 3 - DIRECTORATE: ELECTRO-TECHNICAL SERVICES	-	-	-	-	-	-
Vote 4 - DIRECTORATE: CORPORATE SERVICES	10,571	13,155	13,155	11,852	11,116	11,761
Vote 5 - DIRECTORATE: FINANCIAL SERVICES	54,570	6,187	6,187	25,292	28,155	30,664
Vote 6 - DIRECTORATE: COMMUNITY SERVICES	89,610	91,411	91,411	112,124	120,371	134,272
Vote 7 - COMMUNITY & SOCIAL SERVICES	-	-	-	-	-	-
Total Revenue by Vote	422,928	427,498	427,498	434,267	479,731	507,307
Expenditure by Vote to be appropriated						
Vote 1 - MUNICIPAL MANAGER	7,481	9,316	9,316	7,615	9,038	9,182
Vote 2 - DIRECTORATE: INFRASTRUCTURE SERVICES	195,683	219,846	219,846	215,960	233,449	236,836
Vote 3 - DIRECTORATE: ELECTRO-TECHNICAL SERVICES	-	-	-	-	-	-
Vote 4 - DIRECTORATE: CORPORATE SERVICES	36,301	38,013	38,013	39,457	40,025	41,749
Vote 5 - DIRECTORATE: FINANCIAL SERVICES	39,911	42,962	42,962	40,570	41,340	41,089
Vote 6 - DIRECTORATE: COMMUNITY SERVICES	84,254	102,097	102,097	108,608	116,031	131,368
Vote 7 - COMMUNITY & SOCIAL SERVICES	-	6	6	-	-	-
Vote 8 - [NAME OF VOTE 8]	-	-	-	-	-	-
Total Expenditure by Vote	363,631	412,240	412,240	412,211	439,883	460,225
Surplus/(Deficit) for the year	59,297	15,258	15,258	22,056	39,849	47,082

Table A4 Budgeted Financial Performance (revenue and expenditure)

WC053 Beaufort West - Table A4 Budgeted Financial Performance (revenue and expenditure)							
Description	Current Year 2022/23				2023/24 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
R thousand							
Revenue							
Exchange Revenue							
Service charges - Electricity	103,525	84,584	84,584	84,584	99,386	111,312	117,448
Service charges - Water	33,026	14,103	14,103	14,103	15,525	17,074	18,781
Service charges - Waste Water Management	22,082	21,344	21,344	21,344	23,478	25,826	27,376
Service charges - Waste Management	11,146	12,302	12,302	12,302	13,533	14,886	15,779
Sale of Goods and Rendering of Services	957	732	732	732	795	842	892
Agency services	900	1,200	1,200	1,200	1,320	1,452	1,597
Interest	-	-	-	-	-	-	-
Interest earned from Receivables	6,190	9,399	9,399	9,399	10,639	11,992	12,711
Interest earned from Current and Non Current Assets	385	1,630	1,630	1,630	750	850	1,000
Dividends	-	-	-	-	-	-	-
Rent on Land	-	-	-	-	-	-	-
Rental from Fixed Assets	1,671	1,671	1,671	1,671	1,838	2,022	2,143
Licence and permits	124	283	283	283	298	316	335
Operational Revenue	428	1,105	1,105	1,105	1,182	1,271	1,347
Non-Exchange Revenue							
Property rates	47,808	47,808	47,808	47,808	50,821	53,870	57,103
Surcharges and Taxes	-	-	-	-	-	-	-
Fines, penalties and forfeits	49,523	49,523	49,523	49,523	66,536	73,189	80,508
Licences or permits	102	183	183	183	192	203	216
Transfer and subsidies - Operational	89,312	95,239	95,239	95,239	96,971	104,798	106,770
Interest	1,727	3,128	3,128	3,128	3,284	3,449	3,655
Fuel Levy	-	-	-	-	-	-	-
Operational Revenue	-	28,004	28,004	28,004	32,663	35,832	37,982
Gains on disposal of Assets	-	-	-	-	-	-	-
Other Gains	-	-	-	-	-	-	-
Discontinued Operations							
Total Revenue (excluding capital transfers and contributions)	368,904	372,238	372,238	372,238	419,211	459,185	485,643
Expenditure							
Employee related costs	126,374	125,822	125,822	125,822	133,488	139,174	143,646
Remuneration of councillors	6,538	6,286	6,286	6,286	6,806	7,133	7,475
Bulk purchases - electricity	82,979	82,065	82,065	82,065	97,370	109,775	116,361
Inventory consumed	21,389	22,396	22,396	22,396	21,564	22,833	23,974
Debt impairment	55,261	82,444	82,444	82,444	74,412	75,382	80,577
Depreciation and amortisation	24,986	24,986	24,986	24,986	26,248	27,560	27,560
Interest	901	7,076	7,076	7,076	2,091	1,734	1,351
Contracted services	19,611	16,497	16,497	16,497	14,966	18,846	19,966
Transfers and subsidies	550	900	900	900	-	-	-
Irrecoverable debts written off	-	10,668	10,668	10,668	-	-	-
Operational costs	25,043	33,101	33,101	33,101	35,267	37,447	39,315
Losses on disposal of Assets	-	-	-	-	-	-	-
Other Losses	-	-	-	-	-	-	-
Total Expenditure	363,631	412,240	412,240	412,240	412,211	439,883	460,225
Surplus/(Deficit)	5,273	(40,001)	(40,001)	(40,001)	7,000	19,302	25,418
Transfers and subsidies - capital (monetary allocations)	54,024	55,259	55,259	55,259	15,057	20,547	21,664
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	59,297	15,258	15,258	15,258	22,056	39,849	47,082
Income Tax	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax	59,297	15,258	15,258	15,258	22,056	39,849	47,082
Share of Surplus/Deficit attributable to Joint Venture	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality	59,297	15,258	15,258	15,258	22,056	39,849	47,082
Share of Surplus/Deficit attributable to Associate	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	59,297	15,258	15,258	15,258	22,056	39,849	47,082

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

WC053 Beaufort West - Table A5 Budgeted Capital Expenditure by vote, functional classification and funding							
Vote Description	Current Year 2022/23				2023/24 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
R thousand							
Capital expenditure - Vote							
Multi-year expenditure to be appropriated							
Vote 1 - MUNICIPAL MANAGER	-	-	-	-	-	-	-
Vote 2 - DIRECTORATE: INFRASTRUCTURE SERVICES	32,022	25,212	25,212	25,212	6,150	9,249	4,863
Vote 3 - DIRECTORATE: ELECTRO-TECHNICAL SERVICES	-	-	-	-	-	-	-
Vote 4 - DIRECTORATE: CORPORATE SERVICES	701	1,501	1,501	1,501	-	-	-
Vote 5 - DIRECTORATE: FINANCIAL SERVICES	-	-	-	-	-	-	-
Vote 6 - DIRECTORATE: COMMUNITY SERVICES	3,512	4,138	4,138	4,138	7,488	3,895	11,701
Vote 7 - COMMUNITY & SOCIAL SERVICES	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	36,235	30,851	30,851	30,851	13,638	13,144	16,565
Single-year expenditure to be appropriated							
Vote 1 - MUNICIPAL MANAGER	-	-	-	-	-	-	-
Vote 2 - DIRECTORATE: INFRASTRUCTURE SERVICES	14,243	19,660	19,660	19,660	-	-	2,092
Vote 3 - DIRECTORATE: ELECTRO-TECHNICAL SERVICES	-	-	-	-	-	-	-
Vote 4 - DIRECTORATE: CORPORATE SERVICES	-	-	-	-	339	-	-
Vote 5 - DIRECTORATE: FINANCIAL SERVICES	122	50	50	50	-	-	-
Vote 6 - DIRECTORATE: COMMUNITY SERVICES	228	150	150	150	-	4,722	-
Vote 7 - COMMUNITY & SOCIAL SERVICES	-	-	-	-	-	-	-
Capital single-year expenditure sub-total	14,593	19,860	19,860	19,860	339	4,722	2,092
Total Capital Expenditure - Vote	50,828	50,711	50,711	50,711	13,977	17,867	18,656
Capital Expenditure - Functional							
Governance and administration	823	1,551	1,551	1,551	-	-	-
Executive and council	-	-	-	-	-	-	-
Finance and administration	823	1,551	1,551	1,551	-	-	-
Internal audit	-	-	-	-	-	-	-
Community and public safety	3,740	4,288	4,288	4,288	3,653	3,895	5,441
Community and social services	-	-	-	-	-	-	5,441
Sport and recreation	3,512	4,138	4,138	4,138	3,653	3,895	-
Public safety	228	150	150	150	-	-	-
Housing	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-
Economic and environmental services	7,501	4,065	4,065	4,065	3,096	-	-
Planning and development	-	-	-	-	-	-	-
Road transport	7,501	4,065	4,065	4,065	3,096	-	-
Environmental protection	-	-	-	-	-	-	-
Trading services	38,764	40,807	40,807	40,807	7,228	13,972	13,216
Energy sources	10,961	14,808	14,808	14,808	-	4,348	4,863
Water management	24,730	25,699	25,699	25,699	-	-	2,092
Waste water management	3,073	300	300	300	3,054	4,901	-
Waste management	-	-	-	-	4,174	4,722	6,261
Other	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	50,828	50,711	50,711	50,711	13,977	17,867	18,656
Funded by:							
National Government	46,978	46,821	46,821	46,821	13,093	17,867	18,656
Provincial Government	-	1,230	1,230	1,230	-	-	-
District Municipality	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat/ Prov Departments, Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)	-	-	-	-	-	-	-
Transfers recognised - capital	46,978	48,052	48,052	48,052	13,093	17,867	18,656
Borrowing	-	-	-	-	-	-	-
Internally generated funds	3,850	2,660	2,660	2,660	884	-	-
Total Capital Funding	50,828	50,711	50,711	50,711	13,977	17,867	18,656

Table A6 Budgeted Financial Position

WC053 Beaufort West - Table A6 Budgeted Financial Position						
Description	Current Year 2022/23			2023/24 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
R thousand						
ASSETS						
Current assets						
Cash and cash equivalents	9,981	(596)	(596)	16,807	45,500	67,443
Trade and other receivables from exchange transactions	21,597	1,352	1,352	7,692	7,308	10,878
Receivables from non-exchange transactions	-	66,455	66,455	71,879	75,462	78,120
Current portion of non-current receivables	1,830	2,405	2,405	2,405	2,405	2,405
Invenbry	3,389	3,424	3,424	3,424	3,424	3,424
VAT	61,039	42,679	42,679	40,626	37,979	34,972
Other current assets	-	8,328	8,328	8,328	8,328	8,328
Total current assets	97,836	124,046	124,046	151,161	180,406	205,571
Non current assets						
Investments	-	630	630	630	630	630
Investment property	6,213	6,177	6,177	5,963	5,739	5,514
Property, plant and equipment	563,555	449,225	449,225	437,177	427,719	419,232
Biological assets	-	-	-	-	-	-
Living and non-living resources	-	-	-	-	-	-
Heritage assets	5,225	5,225	5,225	5,225	5,225	5,225
Intangible assets	199	29	29	19	10	-
Trade and other receivables from exchange transactions	2,460	850	850	850	850	850
Non-current receivables from non-exchange transactions	-	262	262	262	262	262
Other non-current assets	-	-	-	-	-	-
Total non current assets	577,652	462,398	462,398	450,127	440,434	431,713
TOTAL ASSETS	675,488	586,444	586,444	601,288	620,840	637,284
LIABILITIES						
Current liabilities						
Bank overdraft	40,455	-	-	-	-	-
Financial liabilities	515	734	734	515	573	550
Consumer deposits	3,850	3,842	3,842	3,842	3,842	3,842
Trade and other payables from exchange transactions	(282,947)	151,203	151,203	76,198	76,198	76,198
Trade and other payables from non-exchange transactions	-	-	-	-	-	-
Provision	-	13,393	13,393	13,822	13,939	14,060
VAT	362,886	31,475	31,475	31,475	31,475	31,475
Other current liabilities	16,586	1,341	1,341	1,394	1,450	1,508
Total current liabilities	141,344	201,987	201,987	127,245	127,476	127,632
Non current liabilities						
Financial liabilities	1,818	3,790	3,790	3,132	2,559	2,009
Provision	41,948	19,049	19,049	20,708	21,046	21,060
Long term portion of trade payables	-	-	-	58,254	37,961	14,901
Other non-current liabilities	-	26,415	26,415	26,415	26,415	26,415
Total non current liabilities	43,766	49,254	49,254	108,509	87,980	64,386
TOTAL LIABILITIES	185,110	251,241	251,241	235,754	215,456	192,018
NET ASSETS	490,378	335,203	335,203	365,535	405,384	445,266
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)	480,462	340,177	340,177	361,430	401,279	448,361
Reserves and funds	4,104	4,104	4,104	4,104	4,104	4,104
Other	-	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	484,567	344,281	344,281	365,535	405,384	452,466

Table A7 Budgeted Cash Flows

WC053 Beaufort West - Table A7 Budgeted Cash Flows			
Description	2023/24 Medium Term Revenue & Expenditure Framework		
	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
R thousand			
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts			
Property rates	47,613	51,587	56,505
Service charges	176,258	198,681	215,541
Other revenue	20,520	24,689	19,021
Transfers and Subsidies - Operational	96,971	104,798	106,770
Transfers and Subsidies - Capital	15,057	20,547	21,664
Interest	750	850	1,000
Dividends	-	-	-
Payments			
Suppliers and employees	(322,018)	(352,342)	(370,594)
Interest	(2,091)	(1,734)	(1,351)
Transfers and Subsidies	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES	33,060	47,075	48,554
CASH FLOWS FROM INVESTING ACTIVITIES			
Receipts			
Proceeds on disposal of PPE	-	-	-
Decrease (increase) in non-current receivables	-	-	-
Decrease (increase) in non-current investments	-	-	-
Payments			
Capital assets	(13,977)	(17,867)	(18,838)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(13,977)	(17,867)	(18,838)
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts			
Short term loans	-	-	-
Borrowing long term/refinancing	-	-	-
Increase (decrease) in consumer deposits	-	-	-
Payments			
Repayment of borrowing	(877)	(515)	(573)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(877)	(515)	(573)
NET INCREASE/ (DECREASE) IN CASH HELD	18,206	28,693	29,143
Cash/cash equivalents at the year begin:	1,399	19,606	48,298
Cash/cash equivalents at the year end:	19,606	48,298	77,442

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 in August 2022.

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

Supporting tables SA4, SA5 and SA6 below provide a reconciliation of the IDP strategic objectives and budgeted revenue, operating expenditure and capital expenditure:

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

WC053 Beaufort West - Supporting Table SA4 Reconciliation of IDP strategic objectives and budget (revenue)		2023/24 Medium Term Revenue & Expenditure Framework		
Strategic Objective	Goal	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
R thousand				
SO1 : Provide, maintain and expand basic services to all people in the municipal area	SFA 1 : Service to the people	264,708	304,221	307,024
SO2 : Sustainable, safe and healthy environment	SFA 1 : Service to the people	76,204	77,391	96,844
SO3 : Promote broad-based growth and development	SFA 2 : Sustainable Economic Growth	55,100	57,278	60,714
SO4 : Maintain an ethical, accountable and transparent administration	SFA 5 : Transparent Organisation	3,200	3,334	3,476
SO5 : Enabling a diverse and capacitated workforce	SFA 3 : Well-run Administration	9,763	9,351	8,586
SO6 : Uphold sound financial management principles and practices	SFA 4 : Financial Sustainability	25,292	28,155	30,664
Allocations to other priorities				
Total Revenue (excluding capital transfers and contributions)		434,267	479,731	507,307

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)			
Strategic Objective	Goal	2023/24 Medium Term Revenue & Expenditure Framework	
		Budget Year 2023/24	Budget Year +1 2024/25
R thousand			Budget Year +2 2025/26
SO1 : Provide, maintain and expand basic services to all people in the municipal area	SFA 1 : Service to the people	236,765	257,862
SO2 : Sustainable, safe and healthy environment	SFA 1 : Service to the people	85,752	92,690
SO3 : Promote broad-based growth and development	SFA 2 : Sustainable Economic Growth	9,100	8,722
SO4 : Maintain an ethical, accountable and transparent administration	SFA 5 : Transparent Organisation	11,684	12,203
SO5 : Enabling a diverse and capacitated workforce	SFA 3 : Well-run Administration	25,674	26,058
SO6 : Uphold sound financial management principles and practices	SFA 4 : Financial Sustainability	43,236	42,347
Allocations to other priorities			
Total Expenditure		412,211	439,883
			460,225

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

WC053 Beaufort West - Supporting Table SA6 Reconciliation of IDP strategic objectives and budget (capital expenditure)				
Strategic Objective	Goal	2023/24 Medium Term Revenue & Expenditure Framework		
		Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
R thousand				
SO1 : Provision, maintain and expand basic services to all people in the municipal area	Strategic Focus Area 2 : Sustainable Economic Growth	4,013	3,560	-
SO1 : Provision, maintain and expand basic services to all people in the municipal area	Strategic Focus Area 1 : Service to the people	-	4,348	6,955
SO2 : Sustainable, safe and healthy environment	Strategic Focus Area 1 : Service to the people	9,964	9,959	11,883
Allocations to other priorities				
Total Capital Expenditure		13,977	17,867	18,838

2.3 BUDGET-RELATED POLICIES OVERVIEW AND AMENDMENTS

A budget-related policy is a municipal policy affecting or affected by the Annual Budget of the municipality. These policies are necessary for effective financial management and the achievement of priorities and strategic goals of the community. The budget-related policies are reviewed annually during the budget preparation process.

See attached **Annexure E** relating to the budget related policies.

2.4 OVERVIEW OF BUDGET ASSUMPTIONS

The following budget assumptions were taken into consideration when preparing the 2023/24 Medium Term Expenditure Framework (MTREF):

- The Beaufort West Municipality is currently under Financial Recovery. Section 1.5 of the FRP (page 13) says:
“The intervention will be subject to oversight by an Oversight Committee who will report directly to the MEC Finance and the Provincial Executive of the Western Cape. The Oversight Committee will monitor progress and assist to unblock any challenges that may hinder the success of this intervention. This Committee will have the authority to recommend that certain actions from the FRP should be prioritized or delayed. The Committee will also confirm the updated numerical targets in the FRP in instances where spending limits and revenue targets are based on variable data such as inflation rates, administered price increases and past performance. The Committee will also be tasked with assessing progress and approving the shift from one phase of the FRP to another.”
- National Treasury’s guidelines and macroeconomic policy;
- National, Provincial and Local economic conditions;
- The municipality’s Integrated Development Plan (IDP);
- The Financial Recovery Plan;
- Electricity tariff increases as approved by the National Electricity Regulator of South Africa (NERSA);
- Service charges tariff increases are proposed (electricity 15.10 per cent, water 6 per cent, sanitation 6.0 per cent and refuse 6.0 per cent);
- Property rates tariff increase by 6 per cent;
- Cash flow and revenue collections are projected on average at 88% of property rates and service charges.
- Other sundry tariffs will increase by 6%;
- 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 on the 18 November 2022. Over the 2023/24 Medium Term Revenue & Expenditure Framework an increase of 5.4% in the 2023/24 budget year and 4.8% for the two outer years as well as a performance bonus of 9%, capped on their annual packages.

- The Salary and Wage Collective Agreement for the period 01 July 2021 to 30 June 2024 dated 15 September 2021 through the agreement that was approved by the Bargaining Committee of the Central Council in terms of Clause 17.3 of the Constitution should be used when budgeting for employee related costs for the 2023/24 MTREF. In terms of the agreement, all employees covered by this agreement shall receive with effect from 01 July 2023 and 01 July 2024 an increase based on the projected average CPI percentages for 2023 (5.4 per cent according to the Reserve Bank's Monetary Committee Statement for January 2023) and 2024 (4.8 per cent according to the Reserve Bank's Monetary Committee Statement for January 2023).
- Provision was made for notch increase to those who qualify, as well as salary and wage increase for the period 1 July 2023 to June 2024 will be 5.4% and 4.8% increase year on year for the two outer years.
- The National Energy Regulator of South Africa (NERSA) is responsible for the price determination of the bulk costs of electricity. NERSA approved a bulk tariff increases of 18.49 per cent in 2023/24 and 12.7 per cent increase in 2024/25. The municipality budgeted for an increase of a 18.49 per cent tariff increase for 2023/24, 12.7 per cent in 2024/25 and 6% per cent in 2025/26.
- 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.
- The Beaufort West Municipality owed Eskom R 78,393,029 at the end of January 2023. A payment arrangement was entered into with Eskom to pay off this outstanding amount. The first payment started at the end of February 2023 and the last instalment will be paid at the end of January 2027.

Period	Scheduled Payment	Extra Payment	Total Payment
July 2023 - June 2024	9,840,000.00	15,277,469.03	25,117,469.03
July 2024 - June 2025	11,193,000.00	16,410,960.23	27,603,960.23
July 2025 - June 2026	13,909,250.00	13,815,509.28	27,724,759.28
July 2026 - January 2027	8,251,250.00	8,648,945.81	16,900,195.81
Total	43,193,500.00	54,152,884.35	97,346,384.35

In the 2023/24 financial the Municipality have to pay R 25,117,469.03 to Eskom, R 27,603,960.23 in the 2024/25 financial year and R 27,724,759.28 in the 2025/26 financial year. These repayments had to be factored into the 2023/24 MTREF.

- The debt relief for Eskom announced by the national Minister of Finance includes a pass on of relief to municipalities with arrear amounts owed to Eskom. Municipal Debt Relief will be conditional and application based.

2.5 EXPENDITURE ON ALLOCATIONS AND GRANT PROGRAMMES

Table SA 18 provides particulars of all grants that the Municipality will receive, Table SA 18 reconciles to the relevant gazette.

WC053 Beaufort West - Supporting Table SA18 Transfers and grant receipts						
Description	Current Year 2022/23			2023/24 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
R thousand						
RECEIPTS:						
Operating Transfers and Grants						
National Government:	81,254	81,254	81,254	87,923	93,001	97,160
Local Government Equitable Share	77,265	77,265	77,265	83,574	89,998	93,991
Municipal Infrastructure Grant	768	768	768	792	818	846
Local Government Financial Management Grant	2,085	2,085	2,085	2,185	2,185	2,323
Expanded Public Works Programme Integrated Grant	1,136	1,136	1,136	1,372	-	-
Other transfers and grants [insert description]	-	-	-	-	-	-
Provincial Government:	8,058	9,481	9,481	8,211	11,797	9,610
Human Settlements Development Grant (Beneficiaries)	850	-	-	932	4,640	2,000
Municipal Accreditation and Capacity Building Grant	256	256	256	-	-	-
Financial Assistance to Municipalities for Maintenance and Construction of Transport Infrastructure	50	50	50	-	-	-
Library Service - Replacement Funding for most vulnerable B3 Municipalities	6,679	6,679	6,679	7,053	6,931	7,234
Community Development Workers (CDW) Operational Support Grant	223	223	223	226	226	226
Western Cape Financial Management Capacity Building Grant	-	2,093	2,093	-	-	-
Western Cape Municipal Interventions Grant	-	180	180	-	-	-
Thusong Service Centres Grant (Sustainability: Operational Support Grant)	-	-	-	-	-	150
Other transfers and grants [insert description]	-	-	-	-	-	-
District Municipality:	-	-	200	-	-	-
Central Karoo District Municipality	-	-	200	-	-	-
Other grant providers:	-	-	1,254	836	-	-
Chemical Industries Education & Training Authority	-	-	1,254	836	-	-
Total Operating Transfers and Grants	89,312	90,735	92,189	96,971	104,798	106,770
Capital Transfers and Grants						
National Government:	54,024	48,230	48,230	15,057	20,547	21,664
Municipal Infrastructure Grant	14,585	8,791	8,791	15,057	15,547	16,071
Integrated National Electrification Programme Grant	11,000	11,000	11,000	-	5,000	5,593
Water Services Infrastructure Grant	28,439	28,439	28,439	-	-	-
Other capital transfers/grants [insert desc]	-	-	-	-	-	-
Provincial Government:	-	300	300	-	-	-
Western Cape Municipal Interventions Grant	-	300	300	-	-	-
Emergency Municipal Load Shedding Relief Grant	-	1,115	1,115	-	-	-
District Municipality:	-	-	-	-	-	-
[insert description]	-	-	-	-	-	-
Other grant providers:	-	-	-	-	-	-
[insert description]	-	-	-	-	-	-
Total Capital Transfers and Grants	54,024	48,530	48,530	15,057	20,547	21,664
TOTAL RECEIPTS OF TRANSFERS & GRANTS	143,336	139,265	140,719	112,027	125,345	128,434

Table SA 19 provide the expenditure for both capital and operational linked to the program. These amounts include the VAT portion that is claimed and recognised as own revenue, where applicable.

WC053 Beaufort West - Supporting Table SA19 Expenditure on transfers and grant programme						
Description	Current Year 2022/23			2023/24 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
R thousand						
EXPENDITURE:						
Operating expenditure of Transfers and Grants						
National Government:	81,254	81,254	81,254	87,923	93,001	97,160
Local Government Equitable Share	77,265	77,265	77,265	83,574	89,998	93,991
Municipal Infrastructure Grant	768	768	768	792	818	846
Local Government Financial Management Grant	2,085	2,085	2,085	2,185	2,185	2,323
Expanded Public Works Programme Integrated Grant	1,136	1,136	1,136	1,372	-	-
Other transfers/grants [insert description]						
Provincial Government:	8,058	10,841	10,841	8,211	11,797	9,610
Human Settlements Development Grant (Beneficiaries)	850	-	-	932	4,640	2,000
Municipal Accreditation and Capacity Building Grant	256	165	165	-	-	-
Financial Assistance to Municipalities for Maintenance and Construction of Transport Infrastructure	50	50	50	-	-	-
Library Service - Replacement Funding for most vulnerable B3 Municipalities	6,679	6,679	6,679	7,053	6,931	7,234
Community Development Workers (CDW) Operational Support Grant	223	388	388	226	226	226
Western Cape Financial Management Capacity Building Grant	-	2,343	2,343	-	-	-
Western Cape Municipal Interventions Grant	-	180	180	-	-	-
Thusong Service Centres Grant (Sustainability: Operational Support Grant)	-	-	-	-	-	150
Local Government Public Employment Support Grant	-	1,036	1,036	-	-	-
Other transfers/grants [insert description]						
District Municipality:	-	491	491	-	-	-
Central Karoo District Municipality	-	491	491	-	-	-
Other grant providers:	-	2,654	2,654	836	-	-
Chemical Industries Education & Training Authority	-	1,254	1,254	836	-	-
Services SETA	-	1,400	1,400	-	-	-
Total operating expenditure of Transfers and Grants:	89,312	95,239	95,239	96,971	104,798	106,770
Capital expenditure of Transfers and Grants						
National Government:	54,024	53,844	53,844	15,057	20,547	21,664
Municipal Infrastructure Grant	14,585	8,791	8,791	15,057	15,547	16,071
Integrated National Electrification Programme Grant	11,000	16,614	16,614	-	5,000	5,593
Water Services Infrastructure Grant	28,439	28,439	28,439	-	-	-
Other capital transfers/grants [insert desc]						
Provincial Government:	-	1,415	1,415	-	-	-
Western Cape Municipal Interventions Grant	-	300	300	-	-	-
Emergency Municipal Load Shedding Relief Grant	-	1,115	1,115	-	-	-
District Municipality:	-	-	-	-	-	-
[insert description]	-	-	-	-	-	-
Other grant providers:	-	-	-	-	-	-
[insert description]	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants	54,024	55,259	55,259	15,057	20,547	21,664
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	143,336	150,498	150,498	112,027	125,345	128,434

2.6 COUNCILLOR ALLOWANCES AND SENIOR MANAGERS

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.	Ref	No.	Salary	Contributions	Allowances	Performance Bonuses	In-kind benefits	Total Package
				1.				2.
Rand per annum								
Councillors	3							
Speaker	4	1	747,654	-	46,799			794,453
Chief Whip			-	-	-			-
Executive Mayor		1	934,566	-	46,799			981,365
Deputy Executive Mayor		1	650,460	97,195	46,799			794,454
Executive Committee		2	1,401,852	-	93,596			1,495,448
Total for all other councillors		8	2,141,271	76,896	522,261			2,740,428
Total Councillors	8	13	5,875,803	174,091	756,254			6,806,148
Senior Managers of the Municipality	5							
Municipal Manager (MM)		1	1,452,757	-	18,000	-		1,470,757
Chief Finance Officer		1	1,193,101	-	18,000	-		1,211,101
Director Corporate Services		1	997,012	196,226	18,000	107,178		1,318,416
Director Infrastructure Services		1	1,193,101	-	18,000	-		1,211,101
Director Community Services		1	-	-	-	-		-
List of each official with packages >= senior manager								-
								-
Total Senior Managers of the Municipality	8,10	5	4,835,971	196,226	72,000	107,178		5,211,375
A Heading for Each Entity	6,7							
List each member of board by designation								-
								-
Total for municipal entities	8,10	-	-	-	-	-		-
TOTAL COST OF COUNCILLOR, DIRECTOR and EXECUTIVE REMUNERATION	10	18	10,711,774	370,317	828,254	107,178		12,017,523

2.7 MONTHLY TARGETS FOR REVENUE, EXPENDITURE AND CASH FLOW

Supporting Table SA25 Budgeted monthly revenue and expenditure

R thousand	Description	Ref	WC053 Beaufort West - Supporting Table SA25 Budgeted monthly revenue and expenditure												Medium Term Revenue and Expenditure Framework		
			Budget Year 2023/24												Budget Year 2024/25	Budget Year 2025/26	
			July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2023/24	Budget Year 2024/25	Budget Year 2025/26
	Revenue																
	Service charges - Electricity		8,282	8,282	8,282	8,282	8,282	8,282	8,282	8,282	8,282	8,282	8,282	8,282	8,282	111,312	117,448
	Service charges - Water		1,294	1,294	1,294	1,294	1,294	1,294	1,294	1,294	1,294	1,294	1,294	1,294	15,525	17,074	18,771
	Service charges - Waste Water Management		1,957	1,957	1,957	1,957	1,957	1,957	1,957	1,957	1,957	1,957	1,957	1,957	23,478	25,826	27,376
	Service charges - Waste Management		1,128	1,128	1,128	1,128	1,128	1,128	1,128	1,128	1,128	1,128	1,128	1,128	13,533	14,886	15,779
	Sale of Goods and Rendering of Services		66	66	66	66	66	66	66	66	66	66	66	66	795	842	882
	Agency services		110	110	110	110	110	110	110	110	110	110	110	110	1,320	1,452	1,597
	Interest earned from Receivables		887	887	887	887	887	887	887	887	887	887	887	887	10,639	11,992	12,711
	Interest earned from Current and Non Current Assets		63	63	63	63	63	63	63	63	63	63	63	63	750	850	1,000
	Dividends		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Rent on Land		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Rental from Fixed Assets		153	153	153	153	153	153	153	153	153	153	153	153	1,836	2,022	2,143
	Licence and permits		25	25	25	25	25	25	25	25	25	25	25	25	298	316	335
	Operational Revenue		98	98	98	98	98	98	98	98	98	98	98	98	1,192	1,371	1,347
	Non-Exchange Revenue		4,235	4,235	4,235	4,235	4,235	4,235	4,235	4,235	4,235	4,235	4,235	4,235	50,821	53,870	57,103
	Property rates		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Charges and Taxes		5,545	5,545	5,545	5,545	5,545	5,545	5,545	5,545	5,545	5,545	5,545	5,545	66,536	73,180	80,508
	Fines, penalties and rebates		16	16	16	16	16	16	16	16	16	16	16	16	192	203	216
	Licences or permits		8,081	8,081	8,081	8,081	8,081	8,081	8,081	8,081	8,081	8,081	8,081	8,081	96,971	104,798	106,770
	Transfer and subsid - Operational		274	274	274	274	274	274	274	274	274	274	274	274	3,284	3,448	3,655
	Interest		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Fuel Levy		2,722	2,722	2,722	2,722	2,722	2,722	2,722	2,722	2,722	2,722	2,722	2,722	32,603	35,832	37,982
	Operational Revenue		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Gains on disposal of Assets		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Other Gains		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Discontinued Operations		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Total Revenue (excluding capital transfers and cont		34,934	34,934	34,934	34,934	34,934	34,934	34,934	34,934	34,934	34,934	34,934	34,934	419,211	459,183	485,643
	Expenditure																
	Employee related costs		11,124	11,124	11,124	11,124	11,124	11,124	11,124	11,124	11,124	11,124	11,124	11,124	135,488	139,174	143,646
	Remuneration of councillors		567	567	567	567	567	567	567	567	567	567	567	567	6,806	7,133	7,479
	Bulk purchases - electricity		8,114	8,114	8,114	8,114	8,114	8,114	8,114	8,114	8,114	8,114	8,114	8,114	97,370	109,775	116,301
	Inventory consumed		1,797	1,797	1,797	1,797	1,797	1,797	1,797	1,797	1,797	1,797	1,797	1,797	21,564	22,833	23,974
	Debt/Impairment		6,201	6,201	6,201	6,201	6,201	6,201	6,201	6,201	6,201	6,201	6,201	6,201	74,412	79,382	80,577
	Depreciation and amortisation		2,187	2,187	2,187	2,187	2,187	2,187	2,187	2,187	2,187	2,187	2,187	2,187	26,248	27,560	27,560
	Interest		174	174	174	174	174	174	174	174	174	174	174	174	2,091	1,734	1,381
	Contracted services		1,247	1,247	1,247	1,247	1,247	1,247	1,247	1,247	1,247	1,247	1,247	1,247	14,966	16,846	18,066
	Transfers and subsidies		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Irrecoverable debts written off		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Operational costs		2,939	2,939	2,939	2,939	2,939	2,939	2,939	2,939	2,939	2,939	2,939	2,939	35,267	37,447	39,315
	Losses on disposal of Assets		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Other Losses		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Total Expenditure		34,351	34,351	34,351	34,351	34,351	34,351	34,351	34,351	34,351	34,351	34,351	34,351	412,211	459,893	469,225
	Surplus/(Deficit)		583	583	583	583	583	583	583	583	583	583	583	583	7,000	19,302	25,418
	Transfers and subsidies - capital (monetary allocations)		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Transfers and subsidies - capital (in-kind)		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Surplus/(Deficit) after capital transfers & contributions		1,255	1,255	1,255	1,255	1,255	1,255	1,255	1,255	1,255	1,255	1,255	1,255	15,057	20,547	21,664
	Income Tax		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Surplus/(Deficit) after Income tax		1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	22,056	29,849	47,082
	Share of Surplus/Deficit attributable to Joint Venture		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Share of Surplus/Deficit attributable to Minorities		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Surplus/(Deficit) attributable to municipality		1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	22,056	29,849	47,082
	Share of Surplus/Deficit attributable to Associate		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Incomeremy/Percent subsidiary transactions		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Surplus/(Deficit) for the year		1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	22,056	29,849	47,082

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

WC053 Beaufort West - Supporting Table SA26 Budgeted monthly revenue and expenditure (municipal vote)																					
R thousand	Ref	Description	Budget Year 2023/24																		
			July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26				
Revenue by Vote			728	728	728	728	728	728	728	728	728	728	728	728	728	728	728	728	8,732	9,117	8,338
		Vote 1 - MUNICIPAL MANAGER	23,022	23,022	23,022	23,022	23,022	23,022	23,022	23,022	23,022	23,022	23,022	23,022	23,022	23,022	23,022	23,022	276,267	310,973	322,273
		Vote 2 - DIRECTORATE: INFRASTRUCTURE SERVICES	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
		Vote 3 - DIRECTORATE: ELECTRO-TECHNICAL SERVICES	988	988	988	988	988	988	988	988	988	988	988	988	988	988	988	988	11,852	11,116	11,761
		Vote 4 - DIRECTORATE: CORPORATE SERVICES	2,108	2,108	2,108	2,108	2,108	2,108	2,108	2,108	2,108	2,108	2,108	2,108	2,108	2,108	2,108	2,108	25,292	26,155	30,664
		Vote 5 - DIRECTORATE: FINANCIAL SERVICES	9,344	9,344	9,344	9,344	9,344	9,344	9,344	9,344	9,344	9,344	9,344	9,344	9,344	9,344	9,344	9,344	112,124	120,371	134,272
		Vote 6 - DIRECTORATE: COMMUNITY SERVICES	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
		Total Revenue by Vote	36,189	36,189	36,189	36,189	36,189	36,189	36,189	36,189	36,189	36,189	36,189	36,189	36,189	36,189	36,189	434,267	475,731	507,307	
Expenditure by Vote to be appropriated			635	635	635	635	635	635	635	635	635	635	635	635	635	635	635	7,615	9,038	9,182	
		Vote 1 - MUNICIPAL MANAGER	17,997	17,997	17,997	17,997	17,997	17,997	17,997	17,997	17,997	17,997	17,997	17,997	17,997	17,997	17,997	215,960	233,449	236,836	
		Vote 2 - DIRECTORATE: INFRASTRUCTURE SERVICES	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
		Vote 3 - DIRECTORATE: ELECTRO-TECHNICAL SERVICES	3,288	3,288	3,288	3,288	3,288	3,288	3,288	3,288	3,288	3,288	3,288	3,288	3,288	3,288	3,288	39,457	40,025	41,749	
		Vote 4 - DIRECTORATE: CORPORATE SERVICES	3,381	3,381	3,381	3,381	3,381	3,381	3,381	3,381	3,381	3,381	3,381	3,381	3,381	3,381	3,381	40,570	41,340	41,089	
		Vote 5 - DIRECTORATE: FINANCIAL SERVICES	9,051	9,051	9,051	9,051	9,051	9,051	9,051	9,051	9,051	9,051	9,051	9,051	9,051	9,051	9,051	108,608	116,031	131,368	
		Vote 6 - DIRECTORATE: COMMUNITY SERVICES	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
		Total Expenditure by Vote	34,351	34,351	34,351	34,351	34,351	34,351	34,351	34,351	34,351	34,351	34,351	34,351	34,351	34,351	34,351	412,211	435,883	460,225	
		Surplus/(Deficit) before assoc.	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	22,056	39,849	47,082	
		Income Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
		Share of Surplus/Deficit attributable to Minorities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
		Intercompany/Parent subsidiary transactions	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
		Surplus/(Deficit)	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	1,838	22,056	39,849	47,082	

Supporting Table SA29 Budgeted monthly capital expenditure (functional classification)

WC053 Beaufort West - Supporting Table SA29 Budgeted monthly capital expenditure (functional classification)																		
R thousand	Description	Ref	Budget Year 2023/24															
			July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2023/24	Medium Term Revenue and Expenditure Framework Budget Year +1 2024/25	Budget Year +2 2025/26	
1	Capital Expenditure - Functional Governance and administration																	
	Executive and council																	
	Finance and administration																	
	Internal audit																	
	Community and public safety																	
	Community and social services		304	304	304	304	304	304	304	304	304	304	304	304	304	3,653	3,895	5,441
	Sport and recreation		304	304	304	304	304	304	304	304	304	304	304	304	304	3,653	3,895	5,441
	Public safety																	
	Housing																	
	Health																	
	Economic and environmental services																	
	Planning and development		258	258	258	258	258	258	258	258	258	258	258	258	258	3,096		
	Road transport		258	258	258	258	258	258	258	258	258	258	258	258	258	3,096		
	Environmental protection																	
	Trading services																	
	Energy sources		602	602	602	602	602	602	602	602	602	602	602	602	602	7,228	13,972	13,216
	Water management																4,348	4,663
	Waste water management		255	255	255	255	255	255	255	255	255	255	255	255	255	3,054	4,901	2,092
	Waste management		348	348	348	348	348	348	348	348	348	348	348	348	348	4,174	4,722	6,261
	Other																	
	Total Capital Expenditure - Functional		1,165	1,165	1,165	1,165	1,165	1,165	1,165	1,165	1,165	1,165	1,165	1,165	13,977	17,867	18,656	
	Funded by:																	
	National Government		1,091	1,091	1,091	1,091	1,091	1,091	1,091	1,091	1,091	1,091	1,091	1,091	13,093	17,867	18,656	
	Provincial Government																	
	District Municipality																	
	Transfers and subsidies - capital (monetary allocations) (Nat/Prov/Deptm/Agencies, Households, Non-profit institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)																	
	Transfers recognised - capital		1,091	1,091	1,091	1,091	1,091	1,091	1,091	1,091	1,091	1,091	1,091	1,091	13,093	17,867	18,656	
	Borrowing																	
	Internally generated funds																	
	Total Capital Funding		1,165	1,165	1,165	1,165	1,165	1,165	1,165	1,165	1,165	1,165	1,165	1,165	13,977	17,867	18,656	

2.8 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							
R thousand	Description	Current Year 2022/23			2023/24 Medium Term Revenue & Expenditure Framework		
		Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
Capital expenditure on new assets by Asset Class/Sub-class							
	Infrastructure	26,777	25,130	—	5,091	12,630	8,176
	Roads Infrastructure	—	—	—	—	—	—
	Roads	—	—	—	—	—	—
	Road Structures	—	—	—	—	—	—
	Road Furniture	—	—	—	—	—	—
	Capital Spares	—	—	—	—	—	—
	Storm water Infrastructure	1,217	300	—	917	3,560	—
	Drainage Collection	—	—	—	—	3,560	—
	Storm water Conveyance	1,217	300	—	917	—	—
	Attenuation	—	—	—	—	—	—
	Electrical Infrastructure	831	100	—	—	4,348	4,863
	Power Plants	—	—	—	—	—	—
	HV Substations	—	—	—	—	—	—
	HV Switching Station	—	—	—	—	—	—
	HV Transmission Conductors	—	—	—	—	—	—
	MV Substations	—	—	—	—	—	—
	MV Switching Stations	—	—	—	—	—	—
	MV Networks	—	—	—	—	4,348	4,863
	LV Networks	265	—	—	—	—	—
	Capital Spares	565	100	—	—	—	—
	Water Supply Infrastructure	24,730	24,730	—	—	—	—
	Dams and Weirs	—	—	—	—	—	—
	Boreholes	24,730	24,730	—	—	—	—
	Reservoirs	—	—	—	—	—	—
	Pump Stations	—	—	—	—	—	—
	Water Treatment Works	—	—	—	—	—	—
	Bulk Mains	—	—	—	—	—	—
	Distribution	—	—	—	—	—	—
	Distribution Points	—	—	—	—	—	—
	PRV Stations	—	—	—	—	—	—
	Capital Spares	—	—	—	—	—	—
	Sanitation Infrastructure	—	—	—	—	—	—
	Pump Station	—	—	—	—	—	—
	Reticulation	—	—	—	—	—	—
	Waste Water Treatment Works	—	—	—	—	—	—
	Outfall Sewers	—	—	—	—	—	—
	Toilet Facilities	—	—	—	—	—	—
	Capital Spares	—	—	—	—	—	—
	Solid Waste Infrastructure	—	—	—	4,174	4,722	3,312
	Landfill Sites	—	—	—	4,174	4,722	3,312
	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	—	—	—	—	—	—
	Community Assets	—	—	—	—	—	5,441
	Community Facilities	—	—	—	—	—	5,441
	Halls	—	—	—	—	—	—
	Centres	—	—	—	—	—	—
	Crèches	—	—	—	—	—	—
	Clinics/Care Centres	—	—	—	—	—	—
	Fire/Ambulance Stations	—	—	—	—	—	—
	Testing Stations	—	—	—	—	—	—
	Museums	—	—	—	—	—	—
	Galleries	—	—	—	—	—	—
	Theatres	—	—	—	—	—	—
	Libraries	—	—	—	—	—	—
	Cemeteries/Crematoria	—	—	—	—	—	5,441
	Police	—	—	—	—	—	—
	Parks	—	—	—	—	—	—
	Public Open Space	—	—	—	—	—	—
	Nature Reserves	—	—	—	—	—	—
	Public Ablution Facilities	—	—	—	—	—	—
	Markets	—	—	—	—	—	—
	Stalls	—	—	—	—	—	—
	Abattoirs	—	—	—	—	—	—
	Airports	—	—	—	—	—	—
	Taxi Ranks/Bus Terminals	—	—	—	—	—	—
	Capital Spares	—	—	—	—	—	—
	Sport and Recreation Facilities	—	—	—	—	—	—
	Indoor Facilities	—	—	—	—	—	—
	Outdoor Facilities	—	—	—	—	—	—
	Capital Spares	—	—	—	—	—	—

WC053 Beaufort West - Supporting Table SA34a Capital expenditure on new assets by asset class						
Description	Current Year 2022/23			2023/24 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
R thousand						
Capital expenditure on new assets by Asset Class/Sub-class						
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	669	1,523	-	-	-	-
Computer Equipment	669	1,523	-	-	-	-
Furniture and Office Equipment	122	50	-	-	-	-
Furniture and Office Equipment	122	50	-	-	-	-
Machinery and Equipment	337	1,098	-	-	-	-
Machinery and Equipment	337	1,098	-	-	-	-
Transport Assets	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-
Land	-	-	-	-	-	-
Land	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-
Living resources	-	-	-	-	-	-
Mature	-	-	-	-	-	-
Policing and Protection	-	-	-	-	-	-
Zoological plants and animals	-	-	-	-	-	-
Immature	-	-	-	-	-	-
Policing and Protection	-	-	-	-	-	-
Zoological plants and animals	-	-	-	-	-	-
Total Capital Expenditure on new assets	27,904	27,800	-	5,091	12,630	13,616

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 2022/23			2023/24 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
R thousand						
Capital expenditure on renewal of existing assets by Asset Class/Sub-class						
Infrastructure	7,501	4,065	-	5,233	1,341	2,092
Roads Infrastructure	7,501	4,065	-	3,096	-	-
Roads	7,501	4,065	-	3,096	-	-
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	-	-	-	-	-	2,092
Dams and Weirs	-	-	-	-	-	-
Boreholes	-	-	-	-	-	-
Reservoirs	-	-	-	-	-	-
Pump Stations	-	-	-	-	-	-
Water Treatment Works	-	-	-	-	-	2,092
Bulk Mains	-	-	-	-	-	-
Distribution	-	-	-	-	-	-
Distribution Points	-	-	-	-	-	-
PRV Stations	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-
Sanitation Infrastructure	-	-	-	2,137	1,341	-
Pump Station	-	-	-	2,137	1,341	-
Reticulation	-	-	-	-	-	-
Waste Water Treatment Works	-	-	-	-	-	-
Outfall Sewers	-	-	-	-	-	-
Toilet Facilities	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-
Solid Waste Infrastructure	-	-	-	-	-	-
Landfill Sites	-	-	-	-	-	-
Waste Transfer Stations	-	-	-	-	-	-
Waste Processing Facilities	-	-	-	-	-	-
Waste Drop-off Points	-	-	-	-	-	-
Waste Separation Facilities	-	-	-	-	-	-
Electricity Generation Facilities	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-
Rail Infrastructure	-	-	-	-	-	-
Rail Lines	-	-	-	-	-	-
Rail Structures	-	-	-	-	-	-
Rail Furniture	-	-	-	-	-	-
Drainage Collection	-	-	-	-	-	-
Storm water Conveyance	-	-	-	-	-	-
Attenuation	-	-	-	-	-	-
MV Substations	-	-	-	-	-	-
LV Networks	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-
Coastal Infrastructure	-	-	-	-	-	-
Sand Pumps	-	-	-	-	-	-
Piers	-	-	-	-	-	-
Revetments	-	-	-	-	-	-
Promenades	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-
Information and Communication Infrastructure	-	-	-	-	-	-
Data Centres	-	-	-	-	-	-
Core Layers	-	-	-	-	-	-
Distribution Layers	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-
Community Assets	-	-	-	3,314	3,895	-
Community Facilities	-	-	-	-	-	-
Halls	-	-	-	-	-	-
Centres	-	-	-	-	-	-
Crèches	-	-	-	-	-	-
Clinics/Care Centres	-	-	-	-	-	-
Fire/Ambulance Stations	-	-	-	-	-	-
Testing Stations	-	-	-	-	-	-
Museums	-	-	-	-	-	-
Galleries	-	-	-	-	-	-
Theatres	-	-	-	-	-	-
Libraries	-	-	-	-	-	-
Cemeteries/Crematoria	-	-	-	-	-	-
Police	-	-	-	-	-	-
Parks	-	-	-	-	-	-
Public Open Space	-	-	-	-	-	-
Nature Reserves	-	-	-	-	-	-
Public Ablution Facilities	-	-	-	-	-	-
Markets	-	-	-	-	-	-
Stalls	-	-	-	-	-	-
Abattoirs	-	-	-	-	-	-
Airports	-	-	-	-	-	-
Taxi Ranks/Bus Terminals	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-
Sport and Recreation Facilities	-	-	-	3,314	3,895	-
Indoor Facilities	-	-	-	-	-	-
Outdoor Facilities	-	-	-	3,314	3,895	-
Capital Spares	-	-	-	-	-	-

WC053 Beaufort West - Supporting Table SA34b Capital expenditure on the renewal of existing assets by asset class							
R thousand	Description	Current Year 2022/23			2023/24 Medium Term Revenue & Expenditure Framework		
		Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
Capital expenditure on renewal of existing assets by Asset Class/Sub-class							
	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	54	-	-	-	-	-
	Computer Equipment	54	-	-	-	-	-
	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	-	-	-	-	-	-
	Policing and Protection	-	-	-	-	-	-
	Zoological plants and animals	-	-	-	-	-	-
	Immature	-	-	-	-	-	-
	Policing and Protection	-	-	-	-	-	-
	Zoological plants and animals	-	-	-	-	-	-
	Total Capital Expenditure on renewal of existing assets	7,556	4,065	-	8,547	5,236	2,092

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						
R thousand	Description	Current Year 2022/23			2023/24 Medium Term Revenue & Expenditure Framework	
		Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2023/24	Budget Year +1 2024/25
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class						
	Infrastructure	11,856	14,708			3,130
	Roads Infrastructure	-	-	-	-	-
	Roads	-	-	-	-	-
	Road Structures	-	-	-	-	-
	Road Furniture	-	-	-	-	-
	Capital Spares	-	-	-	-	-
	Storm water Infrastructure	-	-	-	-	-
	Drainage Collection	-	-	-	-	-
	Storm water Conveyance	-	-	-	-	-
	Attenuation	-	-	-	-	-
	Electrical Infrastructure	10,000	14,708	-	-	-
	Power Plants	-	-	-	-	-
	HV Substations	-	-	-	-	-
	HV Switching Station	-	-	-	-	-
	HV Transmission Conductors	-	-	-	-	-
	MV Substations	9,565	14,447	-	-	-
	MV Switching Stations	-	-	-	-	-
	MV Networks	435	-	-	-	-
	LV Networks	-	261	-	-	-
	Capital Spares	-	-	-	-	-
	Water Supply Infrastructure	-	-	-	-	-
	Dams and Weirs	-	-	-	-	-
	Boreholes	-	-	-	-	-
	Reservoirs	-	-	-	-	-
	Pump Stations	-	-	-	-	-
	Water Treatment Works	-	-	-	-	-
	Bulk Mains	-	-	-	-	-
	Distribution	-	-	-	-	-
	Distribution Points	-	-	-	-	-
	PRV Stations	-	-	-	-	-
	Capital Spares	-	-	-	-	-
	Sanitation Infrastructure	1,856	-	-	-	-
	Pump Station	-	-	-	-	-
	Reticulation	-	-	-	-	-
	Waste Water Treatment Works	1,856	-	-	-	-
	Outfall Sewers	-	-	-	-	-
	Toilet Facilities	-	-	-	-	-
	Capital Spares	-	-	-	-	-
	Solid Waste Infrastructure	-	-	-	-	-
	Landfill Sites	-	-	-	-	3,130
	Waste Transfer Stations	-	-	-	-	3,130
	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	-	-	-	-	-
	Community Assets	3,512	4,138		339	
	Community Facilities	-	-	-	-	-
	Halls	-	-	-	-	-
	Centres	-	-	-	-	-
	Crèches	-	-	-	-	-
	Clinics/Care Centres	-	-	-	-	-
	Fire/Ambulance Stations	-	-	-	-	-
	Testing Stations	-	-	-	-	-
	Museums	-	-	-	-	-
	Galleries	-	-	-	-	-
	Theatres	-	-	-	-	-
	Libraries	-	-	-	-	-
	Cemeteries/Crematoria	-	-	-	-	-
	Police	-	-	-	-	-
	Parks	-	-	-	-	-
	Public Open Space	-	-	-	-	-
	Nature Reserves	-	-	-	-	-
	Public Ablution Facilities	-	-	-	-	-
	Markets	-	-	-	-	-
	Stalls	-	-	-	-	-
	Abattoirs	-	-	-	-	-
	Airports	-	-	-	-	-
	Taxi Ranks/Bus Terminals	-	-	-	-	-
	Capital Spares	-	-	-	-	-
	Sport and Recreation Facilities	3,512	4,138	-	339	-
	Indoor Facilities	-	-	-	-	-
	Outdoor Facilities	3,512	4,138	-	339	-
	Capital Spares	-	-	-	-	-

WC053 Beaufort West - Supporting Table SA34e Capital expenditure on the upgrading of existing assets by asset class

Description	Current Year 2022/23			2023/24 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class						
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	-	-	-	-	-	-
Policing and Protection	-	-	-	-	-	-
Zoological plants and animals	-	-	-	-	-	-
Immature	-	-	-	-	-	-
Policing and Protection	-	-	-	-	-	-
Zoological plants and animals	-	-	-	-	-	-
Total Capital Expenditure on upgrading of existing assets	15,368	18,846	-	339	-	3,130

2.9 MUNICIPAL MANAGER'S QUALITY CERTIFICATE

I, **Derick Welgemoed**, acting 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.



Acting Accounting Officer: Beaufort West Municipality WC053

Annexure A
Increases in Tariffs for Rates

Annexure A – Increases in Tariffs for Rates

1. Tariffs for Rates with effect from 1 July 2023:

1.1 the tariffs for property rates – 6% increase;

Beaufort West, Merweville, Nelspoort and Murraysburg

The Rate in the Rand for Property Rates for 2023/2024 financial year are:

RATING CATEGORY	23/24 RATE IN RAND
Residential Properties	0.022333
Business Properties	0.031267
Industrial Properties	0.031267
Agricultural Properties	0.005583
Public service purposes	0.031267
National Monuments	0.031267
Multiple use Properties	As per allocation
Municipal Properties	0.0
Nature Reserve Properties	0.0
PSI	0.0
Vacant Land	0.026800

The rates levied per individual property will be calculated based on the value of that property and multiplied by the rate-in-rand set out in the document. Rebates are also taken into consideration.

RATES RATIOS

The residential category is used as the base rate. The rates ratio per rating category are:

RATING CATEGORY	RATIO TO RES (RES:RC)
Residential Properties	1:1
Business Properties	1:1.4
Industrial Properties	1:1.4
Agricultural Properties	1:0.25 plus additional 70%

Public service purposes	1:1.4
National Monuments	1:1.4
Municipal Properties	1:0
Nature Reserve Properties	1:0
PSI	1:0
Vacant Land	1:1.2

EXEMPTIONS, REDUCTIONS AND REBATES

RESIDENTIAL PROPERTIES

The first R15 000,00 of the market value as per the valuation Roll on Residential Properties as set out in Section 17(1)(h) of the MPRA is exempted from paying property rates; and R4000 reduction determined in the Rates Policy.

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

Owners of National Monuments qualify for a 10% rebate on the business tariff provided that the rebate will only be granted if –

- The buildings is 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 or not to grant a rebate.

AGRICULTURAL

As a result of, and taking into account, 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 75% 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 budgeted year, grant an additional rebate of 70% on the rates payable in respect of agricultural properties where –

- there are no municipal roads next to the property;
- there are no municipal sewerage to the property;
- there are 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 R750 000
 - R2 105 and under - 30%
 - R2 106 to R4 210 - 20%
 - R4 211 to R7 500 - 10%

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

Annexure B

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

1. Tariffs and other sundry tariffs increases from 1 July 2023:

1.1 the tariffs for electricity – **15.10%**, this is in line with the Consultation Paper – Municipal Tariff Guideline, Benchmarks and Proposed Timelines for FY 2023/24 published on the 4th of April 2023 by NERSA;

1.2 the tariffs for water – **6%**;

1.3 the tariffs for sanitation – **6%**;

1.4 the tariffs for refuse removal – **6%**;

1.5 Other sundry tariffs – **6%**;

1.6 Interest on outstanding debtors be levied monthly at prime plus one percent (1%).

2. Indigent Subsidy from 1 July 2023:

To households with a monthly income up to 2 old age pensions (R 4,210) or less; such a household will qualify for the following indigent subsidy:

Component	Subsidy
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 C
DETAILED CAPITAL BUDGET

WC053 Beaufort West Municipality : Detailed Capital Budget :- Capital Expenditure Budget - 2023/24 MTREF

Department	SCOA Function Posting Level	Project Description	Funding Source	2023/24 Medium Term Revenue &		
				Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
Directorate: Infrastructure Services	Function:Road Transport:Core Function:Roads	Upgrade Streets : Dliso Ave & Matshaka St - Kwa-Mandlenkosi	National Government - MIG	877,558	-	-
Directorate: Infrastructure Services	Function:Road Transport:Core Function:Roads	Upgrade Roads : Freddie Max Crescent - Nelspoort	National Government - MIG	231,796	-	-
Directorate: Infrastructure Services	Function:Road Transport:Core Function:Roads	Upgrade Roads : Freddie Max Crescent - Nelspoort	Internally generated funds - CRR	495,652	-	-
Directorate: Infrastructure Services	Function:Road Transport:Core Function:Roads	Rehabilitate Gravel Roads : Rustdene, Kwa-Mandlenkosi & Hillside II - Beaufort West	National Government - MIG	808,080	-	-
Directorate: Infrastructure Services	Function:Road Transport:Core Function:Roads	Rehabilitate Gravel Roads : Rustdene, Kwamandlenkosi & Hillside II - Beaufort West	Internally generated funds - CRR	49,565	-	-
Directorate: Infrastructure Services	Function:Road Transport:Core Function:Roads	Upgrade Gravel Roads : Pieter Street, Rustdene - Beaufort West	National Government - MIG	633,515	-	-
Directorate: Infrastructure Services	Function:Waste Water Management:Core Function:Storm Water Management	New Stormwater Drainage - Murraysburg	National Government - MIG	917,144	-	-
Directorate: Infrastructure Services	Function:Waste Water Management:Core Function:Storm Water Management	New Stormwater Retention Pond Ph2, Hillside - Beaufort West	National Government - MIG	-	3,560,094	-
Directorate: Community Services	Function:Sport and Recreation:Core Function:Sports Grounds and Stadiums	Upgrade Sportsgrounds - Nelspoort	National Government - MIG	3,313,646	3,895,126	-
Directorate: Community Services	Function:Sport and Recreation:Core Function:Sports Grounds and Stadiums	Upgrade Existing Regional Sport Stadium Ph2 - Rustdene	Internally generated funds - CRR	339,130	-	-
Directorate: Infrastructure Services	Function:Waste Water Management:Core Function:Waste Water Treatment	Upgrading of Existing Irrigation Pump Station at WWTW - Beaufort West	National Government - MIG	2,137,000	1,341,261	-
Directorate: Community Services	Function:Waste Management:Core Function:Solid Waste Disposal (Landfill Sites)	Landfillsite: Supply and Delivery of Yellow Plant - Beaufort West	National Government - MIG	4,173,913	-	-
Directorate: Community Services	Function:Waste Management:Core Function:Solid Waste Disposal (Landfill Sites)	Murraysburg: Landfill: Specialised Waste Fleet (Yellow plant)	National Government - MIG	-	4,722,432	-
Directorate: Infrastructure Services	Function:Energy Sources:Core Function:Electricity	48 km 22kV Murraysburg Overhead Power Line (Phase I) - Murraysburg	National Government - INEP	-	4,347,826	-
Directorate: Community Services	Function:Waste Management:Core Function:Solid Waste Disposal (Landfill Sites)	Murraysburg: Landfill: Specialised Waste Fleet (Yellow Plant)	National Government - MIG	-	-	181,916
Directorate: Community Services	Function:Waste Management:Core Function:Solid Waste Disposal (Landfill Sites)	Merweville: Landfill: Specialised Waste Fleet (Yellow Plant)	National Government - MIG	-	-	3,130,435
Directorate: Infrastructure Services	Function:Water Management:Core Function:Water Treatment	Nelspoort: WTW: Upgrading of Aerator	National Government - MIG	-	-	2,091,611
Directorate: Community Services	Function:Waste Management:Core Function:Solid Waste Disposal (Landfill Sites)	Merweville: Landfill: Upgrading of Landfill Site	National Government - MIG	-	-	3,130,435
Directorate: Community Services	Function:Community and Social Services:Core Function:Cemeteries, Funeral Parlours and Crematoriums	Murraysburg: Cemetery: Expansion of Cemetery Site	National Government - MIG	-	-	5,440,517
Directorate: Infrastructure Services	Function:Energy Sources:Core Function:Electricity	48 km 22kV Murraysburg Overhead Power Line (Phase II) - Murraysburg	National Government - INEP	-	-	4,863,477
				13,976,999	17,866,739	18,838,391

Annexure D

Amendments to Budget Related Policies



MTREF 2023/24 BUDGET POLICY AMENDMENTS



BUDGET RELATED POLICIES

- 1. Budget Implementation Plan – No Amendments
- 2. Virements Policy – No Amendments
- 3. Expenditure Policy – No Amendments
- 4. Travel and Subsistence Policy – No Amendments
- 5. Asset Management Policy – No Amendments
- 6. Preferential Procurement Policy - New
- 7. Borrowings Policy – No Amendments
- 8. Cash and Investment Policy – No Amendments
- 9. Funding and Reserve Policy - Amended



BUDGET RELATED POLICIES CONTINUE

- 9. Tariff Policy - Amended
- 10. Customer Care, Credit Control and Debt Collection Policy – Amended
- 11. Bad Debt Write-Off Policy - New
- 12. Indigent Policy - Amended
- 13. Property Rates Policy - Amended
- 14. SCM Policy – No Amendments
- 15. Cost Containment Policy – No Amendments
- 16. Water Losses Policy – New
- 17. Electricity Losses Policy - New



FUNDING & RESERVES POLICY

- The definition of a capital budget was changed but with no difference in meaning;
- The Legal Framework was adjusted to account for the FRP and the alignment of the revenue budget to the FRP targets that may not necessarily align with section 18 of the MFMA;
- Added the criteria to establish the funding status i.t.o the MBRR – A8 / B8 (A8/B8 = Cash Back Reserves / Accumulated Surplus reconciliation; and
- If A4 – Budget Performance – not funded, excl. capital transfers recognised, the municipality must draft a budget funding plan, unless under a FRP.



BAD DEBT WRITE-OFF POLICY

- This policy replaces section 30.1 of the 2022 Credit Control & Debt Collection Policy that dealt with Bad Debts Write-Off;
- Policy deals with all processes and criteria to be sure debt can be regarded as irrecoverable;
- With a fair, transparent and equal process established to deal with bad debt; and
- Deals with the provision for bad debt.



PROPERTY RATES POLICY

- Definitions were changed to be align with the Cogta generic rates policy and amendments proposed by Cogta.
- Additional definitions that were relevant were added to ensure that the context is clear and to prevent any misunderstanding or indifferent interpretation.
- The policy referred to differential rates to be levied by the municipality but the different categories, as in terms of section 8 of the MPRA were not clearly disclosed. The amendments included it being disclosed as in terms of section 8(2) of the MPRA.
- The criteria for category differentiation were not adequately covered and the policy did not contain the section where rates applicable to different categories of properties were expressed as a ratio in respect of the base rate, that will be equal to the residential rate.



PROPERTY RATES POLICY

- Impermissible, Exemptions, Rebates & Reductions were explained and aligned with section 15 of the MPRA, where in the original policy it was limited to a defined category explanation.
- The ratios publish under GN R195 in GG33016 of 12 March 2010 are applicable in levying rates that includes agricultural rates at 25% of the base rate that is equal to the residential rate. The municipality makes provision for a conditional 70% rebate on that rate. The conditions included:
 - (a) there are no municipal roads next to the property;
 - (b) there is no municipal sewerage to the property;
 - (c) there is no municipal electricity to the property;
 - (d) water is not supplied by the municipality;
 - (e) refuse removal is not provided by the municipality.
- The conditions will rarely be applicable, and the administrative burden exceeds any potential gains for the municipality in this regard. It is also advisable to just lower the rate to 1: 0.075 (equal to 30% of the 0.25 as in terms of legislation) of the base rate or as Council may decide. This will illuminate several accounting and disclosure activities and still be in line with legislation.



PROPERTY RATES POLICY

- Applications for pensioners were too restrictive and adjusted to be practical given consideration to being fair and equal in the application of the rebate. A once-a-year application and being not considered if a deadline is not met, is too restrictive and from administrative perspective should be reasonable enough.
- The potential rebate on public schools were removed as it is public service property and should be paid in full. The consideration to the contribution to the community is obvious, and the potentially subjective discretionary application of the rebate can be problematic.
- Even though schools in totality were removed, a rebate on independent schools may be considered as that may create additional local economic opportunities and assist alleviating some pressure on overpopulated public schools that can contribute to socio economic wellbeing of the community, a municipal function.
- The recovery of rates on joint ownership was strengthened to enable recovery that will mostly be relevant to undivided shares in agricultural property.



CUSTOMER CARE CREDIT CONTROL & DEBT COLLECTION POLICY

- **The Draft Policy makes a clear distinction between:**
 - **Customer Care;**
 - **Credit Control; and the**
 - **Debt Collection Function.**

Customer care was extended to provide more detail on dealing with the public.

A clear understanding of the different processes / stages of a query and to be able to identify and deal with a bona fide query when it presents itself.

- **Address non-compliances with legislation**
- **Roles & Responsibilities extended to include municipal staff & mayor's role in terms of budget implementation (realization of revenue targets)**



CUSTOMER CARE CREDIT CONTROL & DEBT COLLECTION POLICY

Partial payments will be allocated as follows:

- a) firstly, to any unpaid interest raised on the account;
- b) secondly, to any other sundry debtors (miscellaneous);
- c) thirdly, to housing rents and instalments;
- d) fourthly, to any unpaid property rates;
- e) fifthly, to any unpaid water charges;
- f) sixthly, to any unpaid sewerage charges;
- g) seventhly, to any unpaid refuse collection charges; and
- h) lastly, to any other unpaid electricity charges.

ARRANGEMENTS

CATEGORIES OF CUSTOMERS

DOMESTIC CUSTOMERS

DEBT	PAYMENT OF ARREARS
R1,00 to R2 500,00	10% of outstanding debt plus the cost of the credit control actions. The balance over maximum 12 months
R2 501,00 to R5 000,00	10% of outstanding R2 500,00 5% over R2 500.00 plus the cost of the credit control actions. The balance of the outstanding amount over maximum 18 months
R5 001,00 and more	10% of the first R2 500,00 outstanding 5% of the second R 2 500,00 outstanding 2,5% above R5 000,00 outstanding plus the cost of the credit control actions. The balance of the outstanding amount over a period of 24 months

ARRANGEMENTS

CATEGORIES OF CUSTOMERS

OLD AGE, DISABILITY PENSIONERS & INDIGENT CUSTOMERS

DEBT	PAYMENT OF ARREARS
R1,00 to R2 500,00	5% of outstanding debt plus the cost of the credit control actions. The balance over maximum 18 months
R2 501,00 to R5 000,00	5% of outstanding R2 500.00 3% over R2 500.00 plus the cost of the credit control actions. The balance of the outstanding amount over maximum 24 months
R5 001,00 and more	5% of the first R2 500.00 outstanding 3% above R2 500.00 outstanding plus the cost of the credit control actions. The balance of the outstanding amount over maximum 36 months

ARRANGEMENTS

CATEGORIES OF CUSTOMERS

BUSINESSES

- No arrangement on arrear debt

GOVERNMENT

- No arrangement on arrear debt

SECTION 95 OF THE MSA – CUSTOMER CARE

- Section 95(g) - The municipality must provide accessible mechanisms for dealing with complaints, together with prompt replies and corrective action by the municipality.
- In defining, identifying and dealing with a Dispute will enable the municipality to manage the risk of legal action.
- When a dispute was identified and being dealt with it will be regarded as an **administrative action**
- In terms of section 7(2)(a) of PAJA no court or tribunal shall review any **administrative action** in terms of PAJA unless any internal remedy provided for in any other law has been exhausted.
- Objective - To create a positive and reciprocal relationship between the paying public and the municipality.



INDIGENT POLICY

- Applicable Legislation was expanded;
- Minor changes to definitions without changing the meaning of any concept;
- A section dealing with the purpose of the policy was added (Cogta requirement);
- A restriction was placed on the maximum use of electricity (450kWh) & water (15kl)
- Verification of Indigent status was strengthened
- The following sections were added as a Cogta requirement:
 - Targeting (criteria to be used for identifying an Indigent household)
 - Exit strategy (municipality target to employee capital, EPWP and other programmes etc.)
 - Reporting (rebates must be disclosed in the AFS and to Council periodically)
 - Stakeholders must be disclosed
 - An official responsible, address and contact details must be made available



TARIFF POLICY

- The policy and by-law were split, enhance clarity with the by-law the framework that gives effect to the policy with less detail;
- Definitions were expanded limit the risk of misunderstandings & context;
- The objective of the policy was added;
- The principles of the policy were not always in line with legislation and were revised;
- The need for the policy was disclosed;
- A section that dealt with municipal sources of revenue;
- Implementation of the policy;
- The structuring of services remained the same; and
- Finally a section was added that dealt with responsibility and accountability.

Annexure E

Final Service Standards 2023/24

Western Cape: Final Schedule of Service Delivery Standards Table - Beaufort West (WC053) 2023/24		
Standard	Description	Service Level
Solid Waste Removal		
	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	24 hours
	Street Cleaning Frequency in areas excluding CBD	longer
	How soon are public areas cleaned after events (24hours/48hours/longer)	24 hours
	Clearing of illegal dumping (24hours/48hours/longer)	Longer
	Recycling or environmentally friendly practices(Yes/No)	Yes
	Licenced landfill site(Yes/No)	Yes
Water Service		
	Water Quality rating (Blue/Green/Brown/NO 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
	Duration (hours) before availability of water is restored in cases of service interruption (complete the sub questions)	
	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
Electricity Service		
	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

Sewerage Service	
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?	-
How long does it take to restore sewerage breakages on average	
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
Road Infrastructure Services	
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
Property valuations	
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
Financial Management	
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 restructuring the flow and management of documentation feeding to Trial Balance?	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 quarterly and annually including for the next two to three years procurement plans?	No
Administration	
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 it 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
Community safety and licensing services	
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
Economic development	

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	
Other Service delivery and communication		
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 2023-2024

SCHEDULE OF PROCUREMENT PLAN IN RESPECT OF ADVERTISED COMPETITIVE BIDS (GOODS, WORKS AND / OR SERVICES IN EXCESS OF R200 000 INCLUDING ALL APPLICABLE TAXES) FOR THE 2023/2024 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						26/05/2023						
TELEPHONE NUMBER						023 414 8195						
EMAIL ADDRESS						derickw@beaufortwestmun.co.za						
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 ADVERT	ENVISAGED CLOSING DATE OF BID	ENVISAGED DATE OF AWARD	COMMENTS	RESPONSIBLE OFFICE / END USER
MUNICIPAL MANAGER												
1												
DIRECTORATE : INFRASTRUCTURE SERVICES												
1	Kwamandlenkosi: Dliso Ave & Matshaka St: Upgrade Streets	Upgrading of a portion of the road	5	Capital Budget	R 877,558.00	MIG	6mnth	15 June 23	21 July 23	15 Aug 23		Sen. Man. Civil
2	Nelspoort: Freddie Max Crescent: Upgrade Roads	Upgrade Roads	2	Capital Budget	R 231,796.00	MIG	6mnth	15 June 23	21 July 23	15 Aug 23		Sen. Man. Civil
3				Capital Budget	R 495,652.00	Internal funds	6mnth	15 June 23	21 July 23	15 Aug 23		Sen. Man. Civil
4	Rustdene, Kwamandlenkosi & Hillside II: Rehabilitate Gravel Roads	Rehabilitate Gravel Roads	1-7	Capital Budget	R 808,080.00	MIG	6mnth	15 June 23	21 July 23	15 Aug 23		Sen. Man. Civil
				Capital Budget	R 49,565.00	Internal funds	6mnth	15 June 23	21 July 23	15 Aug 23		Sen. Man. Civil
5	Rustdene: Pieter Street: Upgrade Gravel Roads	Upgrade Gravel Roads	5	Capital Budget	R 633,515.00	MIG	6mnth	15 June 23	21 July 23	15 Aug 23		Sen. Man. Civil
6	Upgrade Sportsgrounds - Nelspoort	Upgrade Sportsgrounds	2	Capital Budget	R 3,313,646.00	MIG	10mnth	29 Sep 23	27 Oct 23	15 Jan 24		Manager: Projects
7	Upgrade Existing Regional Sport Stadium Ph2 - Rustdene	Upgrade Sportsgrounds	5	Capital Budget	R 339,130.00	Internal funds	3mnth					Manager: Projects
8	Upgrading of Existing Irrigation Pump	Upgrading of Existing Irrigation Pump Station at WWT	1	Capital Budget	R 2,137,000.00	MIG	6mnth	13 Oct 23	10 Nov 23	15 Jan 24		
9	New Stormwater drainage: Murraysburg	Stormwater drainage	1	Capital Budget	R 917,144.00	MIG	6mnth	15 June 23	21 July 23	15 Aug 23		Sen. Man. Civil
DIRECTORATE: COMMUNITY SERVICES												
1	Landfillsite: Supply and Delivery of Ye	Landfillsite: Supply and Delivery of Yellow Plant - Beaufort West	N/A	Capital Budget	R 4,173,913.00	MIG	3mnth	13 Oct 23	10 Nov 23	12 Dec 23		Manager: Waste & Facilities
DIRECTORATE: ELECTRICAL SERVICES												
1												
2												
DIRECTORATE: FINANCIAL SERVICES												
1		Supply and Delivery of Crushed Stone Products, G5 Material, Building Sand and Cement	N/A	Operational Budget			3 Years	7 July 23	11 Aug 23	8 Sept 23		Director Financial Services

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 ADVERT	ENVISAGED CLOSING DATE OF BID	ENVISAGED DATE OF AWARD	COMMENTS	RESPONSIBLE OFFICE / END USER
2		Supply and Delivery of Bitumen Products		Operational Budget			3 Years	7 July 23	11 Aug 23	8 Sept 23		Director Financial Services
3		Supply and delivery of personal protective clothing for 3 year period		Operational Budget			3 Years	07-Jul-23	21-Jul-23	04-Aug-23		Director Financial Services
4		Professional Services: Provision of Accounting Services for period of 2 years		Operational Budget			3 Years	07-Jul-23	21-Jul-23	04-Aug-23		Director Financial Services
5		Professional Services: Short term insurance portfolio for period of 3 years		Operational Budget			3 Years	07-Jul-23	21-Jul-23	04-Aug-23		Director Financial Services
6		Provision of cash-in-transit services for 3 year period		Operational Budget			3 Years	07-Jul-23	21-Jul-23	04-Aug-23		Director Financial Services
7		Supply and delivery cleaning material and tissue paper for a period of 3 years		Operational Budget			3 Years	07-Jul-23	21-Jul-23	04-Aug-23		Director Financial Services
8		Appointment of a panel of service providers for the supply and delivery of purification chemicals and disinfectants for the city for a period of three years		Operational Budget			3 Years	07-Jul-23	21-Jul-23	04-Aug-23		Director Financial Services
10												
DIRECTORATE: CORPORATE SERVICES												
1		Tellecommunication tender	N/A	Operational Budget		Internal funds	12 Months	09-Jun-23	23-Jun-23	07-Jul-23		Manager ICT