BEAUFORT WEST MUNICIPALITY

Quarterly Budget Monitoring report

July – September 2026

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Legislative Framework

The Municipal Budget and Reporting Regulations (MBRR) are designed to achieve a range of objectives, including improving the local government sphere's ability to deliver basic services by facilitating improved financial sustainability and better medium-term planning and policy choices on service delivery.

This report has been prepared in terms of the following legislative framework:

- The Municipal Finance Management Act – No. 56 of 2003, Sections 71 & 52,
- and The Municipal Budget and Reporting Regulations

The MBRR highlights the format of the monthly budget statements. 28. The monthly budget statement of a municipality must be in the format specified in Schedule C and include all the required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Act. The objective of these Regulations is to secure sound and sustainable management of the budgeting and reporting practices of municipalities by establishing uniform norms and standards and other requirements for ensuring transparency, accountability and appropriate lines of responsibility in the budgeting and reporting process and other relevant matters as required by the Act.

Report of the Executive Mayor

I hereby wish to submit a report to the Council on the implementation of the budget and the financial state of affairs of the Municipality for the fourth quarter as required by section 52(d) of the MFMA.

In terms of section 54 of the MFMA, the Mayor must consider the section 71 report and check whether the Municipality's approved budget is implemented in accordance with the SDBIP and issue appropriate instructions to the Accounting Officer. Furthermore section 54(2) of the MFMA states that if the Municipality faces serious financial problems, the Mayor must promptly respond to and initiate any remedial or corrective steps proposed by the accounting officer to deal with such problems.

The submission of this report is part of my general responsibilities as the Mayor of the Beaufort West Municipality. This report is intended to inform the Council on the financial affairs of the Municipality to enable Council to exercise its oversight responsibility.

CLR. G.J. Duimpies

EXECUTIVE MAYOR

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CLR. G.J. Duimpies

EXECUTIVE MAYOR

Mayor report and Resolutions

1.1 In-Year Report – Monthly Budget Statement

1.1.1 Implementation of the budget in accordance with the SDBIP

Tables and graphs on budget implementation in accordance with the SDBIP are contained in **part 3** of the report.

1.1.2 Financial problems or risks facing the municipality

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

1.1.3 Other relevant information

The municipality submitted its annual financial statements to the Auditor General of South Africa at the end of August 2026. This report contains the pre-audited figures relating to the 2025/26 financial year.

2. Resolutions

IN-YEAR REPORT 2026/2027

This is the resolution that will be presented to Council when the In-Year-Report is tabled:

RECOMMENDATION:

a) That the Council notes the quarterly report (July 2026 – September 2026) on the implementation of the budget and the financial affairs of Beaufort West Municipality referred to in section 52(d) of the MFMA.

PART 1 : Executive Summary

1.1 Consolidated Performance

This report is a summary of the main budget issues arising from the in-year monitoring process. It compares the progress of the budget to the projections contained in the Service Delivery and Budget Implementation Plan (SDBIP). Furthermore, it compares the quarterly projections for service delivery targets and performance indicators contained in the SDBIP, against the actual outcomes of the municipality's performance in service delivery for the 1st quarter of 2026/27.

The following table summarizes the overall position on the capital and operating budgets. Take note that the Operating Expenditure only reflects the direct expenditure and exclude all indirect expenditure e.g. Administrative Recharges.

Rand thousands	Capital Expenditure	Total Income	Operating Expenditure
Original Budget	47,295	583,390	518,911
Adjusted Budget	-	-	-
Year to Date Actual	7,494	129,861	91,987
% of Budget	16%	22%	18%

Performance against annual budget (reasons for variances), material variances from SDBIP and remedial or corrective steps:

Operating Revenue by Source

Rand thousands Revenue by Source	Original Budget	Adjusted Budget	Actual Income to date	Budgeted Income to date	Variance	% Variance
Service charges – Electricity	145,248	-	38,390	36,312	2,078	6%
	Reason for Variance: n/a, revenue recognized above target.					
Service charges – Water	32,277	-	8,133	9,319	-1,186	-13%
	Reason for Variance: A decline in billing can be attributable to the damage suffered by the main line that supplies water; these can thus not be billed. The reclamation plant is also not functioning at optimal level due to damages suffered after the floods in September 2026.					
Service charges - Waste Water Management	22,387	-	5,502	5,597	-95	-2
	Reason for Variance: n/a, variance not material.					
Service charges - Waste management	13,162	-	3,273	3,290	-17	-1%
	Reason for Variance:					

	n/a, variance not material.					
Sale of Goods and Rendering of Services	1,095	-	116	274	-157	-57%
	Reason for Variance: There has been a substantial decrease in fees charged for the approval of building plans, cemetery and burial, entrance fees, fire services and the general sale of goods. It is expected to increase with the remaining months of the financial year.					
Agency services	1,653	-	248	413	-165	-40%
	Reason for Variance: Agency fees are mainly collected from the motor vehicle licensing transactions, the number of registrations was lower than expected therefor resulting in a reduction of the commission earned. Revenue is expected to increase as the year progresses.					
Interest earned from Receivables	9,006	-	2,342	2,251	91	4%
	Reason for Variance: n/a, revenue recognized above target.					
Interest from Current and Non-Current Assets	3,212	-	770	803	-33	-4%
	Reason for Variance: Underperformance was due to interest earned on investment, revenue is expected to increase as more funds will be invested during the financial year.					
Rental from Fixed Assets	1,349	-	361	337	24	7%
	Reason for Variance:					

	n/a, revenue recognized above target.					
Licence and permits	202	-	79	50	28	56%
	Reason for Variance: n/a, revenue recognized above target.					
Operational Revenue	1,961	-	259	490	-231	-47%
	Reason for Variance: The underperformance in handling fees is the main contributor to the slow revenue billing on this item. It is expected to improve with the remainder of the financial year.					
Property rates	61,449	-	15,225	15,362	-137	-1%
	Reason for Variance: n/a, variance not material.					
Surcharges and Taxes	-	-	-	-40	-40	-
	Reason for Variance: The surcharged implemented is a drought related penalty to reduce consumption demand due to decreasing dam levels.					
Fines, penalties and forfeits	82,976	-	2,517	20,744	-18,227	-88%
	Reason for Variance: The variance is mainly attributable to the issued fines for the quarter that have not been recognized yet / traffic fines debtor and the iGRAP1 treatment thereof.					

Licence and permits	168	-	41	42	-1	-2%
	Reason for Variance: n/a, variance not material.					
Transfers and subsidies – Operational	113,524	-	43,290	28,381	14,909	53%
	Reason for Variance: n/a, revenue recognized above target. The main reason for the overperformance was due to the first Equitable Share contribution that was received by the municipality during the 1st quarter of the financial year.					
Interest	2,823	-	176	706	-530	-75%
	Reason for Variance: This is interest on outstanding Property Rates. With the arrangements that customers entered into and the subsequent honoring of these arrangements, the amount is being billed at a lower rate as expected.					
Operational Revenue	2,114	-	561	528	32	6%
	Reason for Variance: n/a, variance not material.					
Other Gains	31,390	-	-	7,847	-7,847	-100%
	Reason for Variance: Other gains relate to the municipal debt write off of both the Eskom and Water Debt Relief programmes. July 2026 the municipality submitted its last report relating the Eskom Debt Relief programme and National Treasury is now in the process of assessing the final write-off of the municipality. The municipality is also awaiting the assessment on the first cycle in terms of the Water Debt Relief programme. The revenue gains on both write-offs will be accounted for once the outcome off these assessments has been communicated by					

	National Treasury to the Municipality, Eskom and The Department of Water and Sanitation.					
Transfers and subsidies - capital (monetary allocations)	52,395	-	8,618	13,099	-4,481	-34%
	Reason for Variance: Supply Chain process are currently being concluded in relation to the capital projects budgeted for in the 2026/27 financial year. Expenditure is expected to increase on projects funded by grants as the financial year progresses than more revenue will be recognized against this line item.					
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-
	Reason for Variance: n/a.					
Total Revenue	**583,390**	**-**	**129,861**	**145,847**	**-15,986**	**-11%**

Operating Expenditure by type:

Rand thousands Expenditure type:	Original Budget	Adjusted Budget	Actual Expenditure to date	Budgeted Expenditure to date	Variance	% Variance
Employee related costs	156,324	-	32,578	39,081	-6,503	-17%
	Reason for Variance: n/a, expenditure within the budgeted amount.					
Remuneration of councillors	8,052	-	1,905	2,013	-108	-5%
	Reason for Variance: n/a, expenditure within the budgeted amount.					
Bulk purchases – electricity	131,550	-	27,047	32,888	5,841	-18%
	Reason for Variance: n/a, expenditure within the budget and are expected to increase as the year progresses.					
Inventory consumed	32,133	-	3,055	8,033	-4,978	-62%
	Reason for Variance: n/a, expenditure within the budget and are expected to increase as the year progresses.					
Debt impairment	23,680	-	-	5,920	-5,920	-100%
	Reason for Variance: The municipality still have to account for debt impairment of debtors as well as traffic fines, hence the variance.					

Depreciation, Amortisation and Impairment	26,986	-	6,747	6,747	-	-
	Reason for Variance: n/a, expenditure within the budgeted amount.					
Interest, Dividends and Rent on Land	5,880	-	155	1,470	-1,315	-89%
	Reason for Variance: The variance is due to actuarial interest relating to long service awards and medical as well as finance cost relating to the landfill sites that will only be recognized towards the financial year-end.					
Contracted services	34,208	-	4,489	8,552	-4,063	-48%
	Reason for Variance: n/a, expenditure within the budgeted amount and are expected to increase as the year progresses.					
Irrecoverable debts written off	53,723	-	-	13,431	-13,431	-100%
	Reason for Variance: The municipality still have to account for the irrecoverable debts relating to traffic fines, this will be done after year-end.					
Operational Costs and Other Cost	46,375	-	16,011	11,594	4,418	38%
	Reason for Variance: n/a, variance is not material.					
Total Expenditure	**551,925**	**-**	**91,987**	**129,728**	**-37,741**	**-29%**

Capital Expenditure:

Rand thousands Directorate:	Original Budget	Adjusted Budget	Actual Expenditure to date	Budgeted Expenditure to date	Variance	Variance %
Municipal Manager	-	-	-	-	-	-%
	Reason for Variance: n/a, see attached **Annexure A**.					
Infrastructure Services	42,965	-	7,402	10,741	-3,339	-31%
	Reason for Variance: n/a, see attached **Annexure A**.					
Corporate Services	870	-	-	218	-218	-100%
	Reason for Variance: n/a, see attached **Annexure A**.					
Financial Services	150	-	-	38	-38	-100%
	Reason for Variance: n/a, see attached **Annexure A**.					
Community Services	3,310	-	92	828	-736	-89%
	Reason for Variance: n/a, see attached **Annexure A**.					

Total Capital Expenditure	**47,295**	**-**	**7,494**	**11,824**	**-4,330**	**-37%**

See below attached **Annexure A** for the progress on Top 10 Capital Projects and expenditure per Directorate as at the end of the 1st Quarter of the 2026/27 financial year.

PART 2 : In-year Budget Statement Tables

2.1. Table C1: Monthly Budget Statement Summary

WC053 Beaufort West - Table C1 Monthly Budget Statement Summary - Q1 First Quarter									
Description	2025/26	Budget Year 2026/27							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	57,419	61,449	–	5,073	15,225	15,362	(137)	-1%	61,449
Service charges	181,042	218,074	–	18,255	55,298	54,518	780	1%	218,074
Investment revenue	4,204	3,212	–	697	770	803	(33)	-4%	3,212
Transfers and subsidies - Operational	104,544	113,524	–	1,462	43,290	28,381	14,909	53%	113,524
Other own revenue	120,221	134,736	–	1,990	6,661	33,684	(27,023)	-80%	134,736
Total Revenue (excluding capital transfers and contributions)	**467,430**	**530,994**	**–**	**25,476**	**121,244**	**132,749**	**(11,505)**	**-9%**	**530,994**
Employee costs	137,779	156,324	–	10,907	32,578	39,081	(6,503)	-17%	156,324
Remuneration of Councillors	6,552	8,052	–	788	1,905	2,013	(108)	-5%	8,052
Depreciation, amortisation and impairment	26,661	26,986	–	6,747	6,747	6,747	(0)	0%	26,986
Interest, Dividends and Rent on Land	7,696	5,880	–	3	155	1,470	(1,315)	-89%	5,880
Inventory consumed and bulk purchases	134,565	163,683	–	14,287	30,101	40,921	(10,819)	-26%	163,683
Transfers and subsidies	–	–	–	–	–	–	–		–
Other expenditure	151,113	157,985	–	7,755	20,500	39,496	(18,996)	-48%	157,985
Total Expenditure	**464,387**	**518,911**	**–**	**40,487**	**91,987**	**129,728**	**(37,741)**	**-29%**	**518,911**
Surplus/(Deficit)	**3,043**	**12,083**	**–**	**(15,011)**	**29,257**	**3,021**	**26,236**	**869%**	**12,083**
Transfers and subsidies - capital (monetary allocations)	66,554	52,395	–	2,775	8,618	13,099	(4,481)	-34%	52,395
Transfers and subsidies - capital (in-kind)	1,049	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**70,646**	**64,479**	**–**	**(12,236)**	**37,875**	**16,120**	**21,755**	**135%**	**64,479**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**70,646**	**64,479**	**–**	**(12,236)**	**37,875**	**16,120**	**21,755**	**135%**	**64,479**
Capital expenditure & funds sources									
Capital expenditure	**60,883**	**47,295**	**–**	**2,413**	**7,494**	**11,824**	**(4,330)**	**-37%**	**47,295**
Capital transfers recognised	58,852	45,561	–	2,413	7,494	11,390	(3,897)	-34%	45,561
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	2,031	1,734	–	–	–	433	(433)	-100%	1,734
Total sources of capital funds	**60,883**	**47,295**	**–**	**2,413**	**7,494**	**11,824**	**(4,330)**	**-37%**	**47,295**
Financial position									
Total current assets	158,496	106,879	–		165,012				106,879
Total non current assets	500,147	532,831	–		508,489				532,831
Total current liabilities	117,338	94,678	–		114,529				94,678
Total non current liabilities	93,548	91,373	–		–				91,373
Community wealth/Equity	447,757	453,658	–		485,424				453,658
Cash flows									
Net cash from (used) operating	69,745	67,581	–	(26,953)	(9,680)	16,895	26,575	157%	67,581
Net cash from (used) investing	(57,810)	(54,389)	–	(2,419)	(7,500)	(13,597)	(6,097)	45%	(54,389)
Net cash from (used) financing	(1,169)	(651)	–	–	–	(163)	(163)	100%	(651)
Cash/cash equivalents at the month/year end	**28,135**	**40,332**	**–**	**(28,372)**	**51,977**	**31,270**	**(20,707)**	**-66%**	**40,332**
Debtors & creditors analysis	**0-30 Days**	**31-60 Days**	**61-90 Days**	**91-120 Days**	**121-150 Dys**	**151-180 Dys**	**181 Dys-1 Yr**	**Over 1Yr**	**Total**
Debtors Age Analysis									
Total By Income Source	25,308	6,076	4,599	4,679	5,088	4,586	3,650	153,370	207,456
Creditors Age Analysis									
Total Creditors	15,161	1,202	7	227	15	–	20	76,667	93,323

2.2. Table C2: Monthly Budget Statement - Financial Performance (standard classification)

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

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

WC053 Beaufort West - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Q1 First Quarter

Description	Ref	2025/26	Budget Year 2026/27							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD Variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
Governance and administration		166,381	99,134	–	6,878	26,891	24,784	2,107	9%	99,134
Executive and council		12,918	12,901	–	28	4,863	3,225	1,638	51%	12,901
Finance and administration		174,173	86,234	–	6,848	22,028	21,558	469	2%	86,234
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		43,117	97,241	–	1,279	4,821	24,310	(19,490)	-80%	97,241
Community and social services		10,916	11,190	–	723	2,087	2,797	(710)	-25%	11,190
Sport and recreation		8,546	821	–	–	105	205	(100)	-49%	821
Public safety		22,651	85,231	–	555	2,628	21,308	(18,680)	-88%	85,231
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		13,764	6,381	–	785	1,304	2,045	(741)	-36%	6,381
Planning and development		1,987	1,571	–	51	156	393	(235)	-60%	1,571
Road transport		11,778	6,810	–	734	1,797	1,702	(606)	-36%	6,810
Environmental protection		–	–	–	–	–	–	–		–
Trading services		292,761	378,633	–	19,311	98,795	94,658	2,137	2%	378,633
Energy sources		135,096	190,175	–	12,550	46,653	47,544	(891)	-2%	190,175
Water management		75,665	88,125	–	1,614	20,640	22,031	(1,391)	-6%	88,125
Waste water management		64,226	74,403	–	3,943	20,174	18,601	1,574	8%	74,403
Waste management		26,772	25,931	–	1,205	9,328	6,483	2,846	44%	25,931
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	525,838	583,390	–	28,251	129,861	145,847	(15,986)	-11%	583,390
Expenditure - Functional										
Governance and administration		149,896	131,644	–	19,524	27,758	32,911	(5,152)	-16%	131,644
Executive and council		39,967	33,370	–	3,252	8,080	8,343	(262)	-3%	33,370
Finance and administration		102,604	96,690	–	7,156	19,347	24,172	(4,825)	-20%	96,690
Internal audit		1,225	1,584	–	117	331	396	(65)	-16%	1,584
Community and public safety		97,835	112,030	–	4,013	11,397	38,007	(16,611)	-60%	112,030
Community and social services		14,668	14,137	–	1,355	4,365	3,534	830	23%	14,137
Sport and recreation		9,618	9,965	–	938	2,028	2,491	(463)	-19%	9,965
Public safety		72,178	86,599	–	1,804	4,696	21,648	(16,953)	-78%	86,599
Housing		1,261	1,335	–	115	308	334	(26)	-8%	1,335
Health		–	–	–	–	–	–	–		–
Economic and environmental services		30,248	34,585	–	4,047	7,185	8,646	(1,461)	-17%	34,585
Planning and development		12,357	11,729	–	1,293	2,309	2,932	(623)	-21%	11,729
Road transport		18,091	22,856	–	2,844	4,876	5,714	(838)	-15%	22,856
Environmental protection		–	–	–	–	–	–	–		–
Trading services		192,485	240,652	–	21,903	45,646	60,163	(14,517)	-24%	240,652
Energy sources		132,760	159,694	–	19,589	33,541	39,924	(6,383)	-16%	159,694
Water management		30,531	43,897	–	3,027	5,752	10,974	(5,222)	-48%	43,897
Waste water management		13,098	16,366	–	1,701	3,048	4,091	(1,044)	-26%	16,366
Waste management		15,709	20,695	–	1,585	3,305	5,174	(1,869)	-36%	20,695
Other		–	–	–	–	–	–	–		–
Total Expenditure - Functional	3	484,987	518,911	–	49,487	91,987	129,725	(37,741)	-29%	518,911
Surplus/ (Deficit) for the year		70,645	64,479	–	(12,236)	37,875	16,120	21,755	135%	64,479

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

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

WC053 Beaufort West - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Q1 First Quarter

Vote Description	Ref	2025/26	Budget Year 2026/27							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote	1									
Vote 1 - MUNICIPAL MANAGER		9,188	8,292	–	8	3,395	2,073	1,322	63.8%	8,292
Vote 2 - DIRECTOR INFRASTRUCTURE SERVICES		273,753	361,712	–	18,891	88,821	90,428	(1,607)	-1.8%	361,712
Vote 4 - DIRECTORATE: CORPORATE SERVICES		15,945	17,282	–	1,042	3,836	4,320	(483)	-11.2%	17,282
Vote 5 - DIRECTORATE: FINANCIAL SERVICES		116,435	71,758	–	6,530	17,846	17,940	(94)	-0.5%	71,758
Vote 6 - DIRECTORATE: COMMUNITY SERVICES		119,712	124,345	–	1,779	15,962	31,086	(15,125)	-48.7%	124,345
		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	535,033	583,390	–	28,251	129,851	145,847	(15,996)	-11.0%	583,390
Expenditure by Vote	1									
Vote 1 - MUNICIPAL MANAGER		6,266	7,904	–	1,392	4,340	1,976	2,364	119.6%	7,904
Vote 2 - DIRECTOR INFRASTRUCTURE SERVICES		228,763	265,046	–	25,447	51,543	66,261	(14,718)	-22.2%	265,046
Vote 4 - DIRECTORATE: CORPORATE SERVICES		60,715	67,535	–	4,909	13,102	16,884	(3,782)	-22.4%	67,535
Vote 5 - DIRECTORATE: FINANCIAL SERVICES		36,264	51,717	–	3,470	10,448	12,929	(2,481)	-19.2%	51,717
Vote 6 - DIRECTORATE: COMMUNITY SERVICES		132,378	126,710	–	5,269	12,554	31,677	(19,124)	-60.4%	126,710
		–	–	–	–	–	–	–		–
Total Expenditure by Vote	2	464,387	518,911	–	40,487	91,987	129,728	(37,741)	-29.1%	518,911
Surplus/ (Deficit) for the year	2	70,646	64,479	–	(12,236)	37,875	16,120	21,755	135.0%	64,479

2.4. Table C4: Monthly Budget Statement - Financial Performance (revenue and expenditure)

WC053 Beaufort West - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q1 First Quarter										
Description	Ref	2025/26	Budget Year 2026/27							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue										
Exchange Revenue										
Service charges - Electricity		118,138	145,248	–	12,251	38,390	36,312	2,078	6%	145,248
Service charges - Water		31,436	37,277	–	1,170	8,133	9,319	(1,186)	-13%	37,277
Service charges - Waste Water Management		19,414	22,387	–	1,736	5,502	5,597	(95)	-2%	22,387
Service charges - Waste management		11,064	13,162	–	1,054	3,273	3,290	(17)	-1%	13,162
Sale of Goods and Rendering of Services		1,020	1,095	–	40	116	274	(157)	-57%	1,095
Agency services		1,443	1,653	–	51	248	413	(165)	-40%	1,653
Interest		–	–	–	–	–	–	–		–
Interest earned from Receivables		7,945	9,006	–	803	2,342	2,251	91	4%	9,006
Interest from Current and Non Current Assets		4,204	3,212	–	697	770	803	(33)	-4%	3,212
Dividends		–	–	–	–	–	–	–		–
Rent on Land		–	–	–	–	–	–	–		–
Rental from Fixed Assets		1,254	1,349	–	111	361	337	24	7%	1,349
Licence and permits		220	202	–	29	78	50	28	56%	202
Special rating levies		–	–	–	–	–	–	–		–
Construction Contract Revenue		–	–	–	–	–	–			–
Development Charges		–	–	–	–	–	–			–
Operational Revenue		13,519	1,961	–	138	239	490	(251)	-47%	1,961
Non-Exchange Revenue								–		
Property rates		57,419	61,449	–	5,073	15,226	15,362	(137)	-1%	61,449
Surcharges and Taxes		2,737	0	–	–	(40)	–	(40)	#DIV/0!	0
Fines, penalties and forfeits		61,390	82,976	–	549	2,517	20,744	(18,227)	-88%	82,976
Licence and permits		150	168	–	12	41	42	(1)	-2%	168
Transfers and subsidies - Operational		104,544	113,524	–	1,462	43,290	28,381	14,909	53%	113,524
Interest		2,480	2,823	–	61	176	706	(530)	-75%	2,823
Fuel Levy		–	–	–	–	–	–	–		–
Operational Revenue		1,933	2,114	–	187	561	528	32	6%	2,114
Gains on disposal of Fixed and Intangible Assets		–	–	–	–	–	–	–		–
Other Gains		26,037	31,390	–	–	–	7,847	(7,847)	-100%	31,390
Discontinued Operations		–	–	–	–	–	–	–		–
Total Revenue (excluding capital transfers and contributions)		**487,430**	**530,994**	**–**	**25,476**	**121,244**	**132,749**	**(11,505)**	**-9%**	**530,994**
Expenditure By Type										
Employee related costs		137,779	156,324	–	10,907	32,578	39,081	(6,503)	-17%	156,324
Remuneration of councillors		8,552	8,052	–	788	1,905	2,013	(108)	-5%	8,052
Bulk purchases - electricity		112,634	131,550	–	12,700	27,047	32,888	(5,841)	-18%	131,550
Inventory consumed		21,931	32,133	–	1,587	3,055	8,033	(4,978)	-62%	32,133
Debt impairment		(17,261)	23,680	–	–	–	5,920	(5,920)	-100%	23,680
Depreciation, amortisation and impairment		28,881	26,986	–	6,747	6,747	6,747	(0)	0%	26,986
Interest, Dividends and Rent on Land		7,356	5,860	–	3	155	1,470	(1,315)	-89%	5,860
Contracted services		25,387	34,208	–	2,174	4,489	8,552	(4,063)	-48%	34,208
Transfers and subsidies		–	–	–	–	–	–	–		–
Irrecoverable debts written off		99,040	53,723	–	–	–	13,431	(13,431)	-100%	53,723
Operational costs		35,195	46,375	–	5,581	16,011	11,594	4,419	38%	46,375
Disposal of Fixed and Intangible Assets		3,126	–	–	–	–	–	–		–
Other Losses		5,627	–	–	–	–	–	–		–
Total Expenditure		**464,387**	**518,911**	**–**	**40,487**	**91,987**	**129,726**	**(37,741)**	**-29%**	**518,911**
Surplus/(Deficit)		**3,043**	**12,083**	**–**	**(15,011)**	**29,257**	**3,021**	**26,236**	**0**	**12,083**
Transfers and subsidies - capital (monetary allocations)		65,554	52,395	–	2,775	8,516	13,099	(4,581)	(0)	52,395
Transfers and subsidies - capital (in-kind)		1,049	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions		**70,646**	**64,479**	**–**	**(12,235)**	**37,875**	**16,120**	**21,755**	**0**	**64,479**
Income Tax		–	–	–	–	–	–	–		–
Surplus/(Deficit) after income tax		**70,646**	**64,479**	**–**	**(12,236)**	**37,875**	**16,120**	**21,755**	**0**	**64,479**
Share of Surplus/Deficit attributable to Joint Venture		–	–	–	–	–	–	–		–
Share of Surplus/Deficit attributable to Minorities		–	–	–	–	–	–	–		–
Surplus/(Deficit) attributable to municipality		**70,646**	**64,479**	**–**	**(12,236)**	**37,875**	**16,120**	**21,755**	**0**	**64,479**
Share of Surplus/Deficit attributable to Associate		–	–	–	–	–	–	–		–
Intercompany/Parent subsidiary transactions		–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year		**70,646**	**64,479**	**–**	**(12,236)**	**37,875**	**16,120**	**21,755**	**0**	**64,479**

2.5. Table C5: Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding)

WC053 Beaufort West - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Q1 First Quarter											
Vote Description	Ref	2025/26	Budget Year 2026/27								
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
Multi-Year expenditure appropriation	2										
Vote 1 - MUNICIPAL MANAGER		–	–	–	–	–	–	–		–	
Vote 2 - DIRECTOR INFRASTRUCTURE SERVICES		20,500	35,028	–	2,276	7,265	8,757	(1,492)	-17%	35,028	
Vote 4 - DIRECTORATE: CORPORATE SERVICES		24	870	–	–	–	218	(218)	-100%	870	
Vote 5 - DIRECTORATE: FINANCIAL SERVICES		112	150	–	–	–	38	(38)	-100%	150	
Vote 6 - DIRECTORATE: COMMUNITY SERVICES		10,525	3,310	–	–	92	828	(736)	-89%	3,310	
Vote 7 - COMMUNITY & SOCIAL SERVICES		–	–	–	–	–	–	–		–	
Total Capital Multi-year expenditure	4,7	**31,160**	**39,358**	**–**	**2,276**	**7,357**	**9,839**	**(2,483)**	**-25%**	**39,358**	
Single Year expenditure appropriation	2										
Vote 1 - MUNICIPAL MANAGER		361	–	–	–	–	–	–		–	
Vote 2 - DIRECTOR INFRASTRUCTURE SERVICES		19,623	7,937	–	137	137	1,984	(1,323)	-67%	7,937	
Vote 4 - DIRECTORATE: CORPORATE SERVICES		409	–	–	–	–	–	–		–	
Vote 5 - DIRECTORATE: FINANCIAL SERVICES		–	–	–	–	–	–	–		–	
Vote 6 - DIRECTORATE: COMMUNITY SERVICES		9,329	–	–	–	–	–	–		–	
Vote 7 - COMMUNITY & SOCIAL SERVICES		–	–	–	–	–	–	–		–	
Total Capital single-year expenditure	4	29,723	7,937	–	137	137	1,984	(1,323)	-87%	7,937	
Total Capital Expenditure		**60,883**	**47,295**	**–**	**2,413**	**7,494**	**11,824**	**(3,805)**	**-32%**	**47,295**	
Capital Expenditure - Functional Classification											
Governance and administration		291	1,020	–	–	–	255	(255)	-100%	1,020	
Executive and council		–	–	–	–	–	–	–		–	
Finance and administration		291	1,020	–	–	–	255	(255)	-100%	1,020	
Internal audit		–	–	–	–	–	–	–		–	
Community and public safety		10,370	3,310	–	–	92	828	(736)	-89%	3,310	
Community and social services		1,379	2,743	–	–	–	686	(686)	-100%	2,743	
Sport and recreation		8,042	567	–	–	92	142	(50)	-35%	567	
Public safety		1,049	–	–	–	–	–	–		–	
Housing		–	–	–	–	–	–	–		–	
Health		–	–	–	–	–	–	–		–	
Economic and environmental services		18,680	6,035	–	638	1,641	1,509	(468)	-31%	6,035	
Planning and development		439	200	–	–	–	50	(50)	-100%	200	
Road transport		10,241	5,835	–	638	1,641	1,458	(418)	-29%	5,835	
Environmental protection		–	–	–	–	–	–	–		–	
Trading services		39,542	38,930	–	1,775	6,361	9,233	(2,871)	-31%	38,930	
Energy sources		5,254	3,954	–	137	137	988	(852)	-86%	3,954	
Water management		19,468	3,775	–	–	–	944	(944)	-100%	3,775	
Waste water management		14,583	29,202	–	1,638	6,225	7,300	(1,076)	-15%	29,202	
Waste management		238	–	–	–	–	–	–		–	
Other		–	–	–	–	–	–	–		–	
Total Capital Expenditure - Functional Classification	3	**60,883**	**47,295**	**–**	**2,413**	**7,494**	**11,824**	**(4,330)**	**-37%**	**47,295**	
Funded by:											
National Government		53,176	41,578	–	2,413	7,494	10,394	(2,901)	-28%	41,578	
Provincial Government		4,627	3,983	–	–	–	996	(996)	-100%	3,983	
District Municipality		–	–	–	–	–	–	–		–	
Transfers and subsidies - capital (monetary allocations) (Nat/ Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)		1,049	–	–	–	–	–	–		–	
Transfers recognised - capital		**58,852**	**45,561**	**–**	**2,413**	**7,494**	**11,390**	**(3,897)**	**-34%**	**45,561**	
Borrowing	6	–	–	–	–	–	–	–		–	
Internally generated funds		2,031	1,734	–	–	–	433	(433)	-100%	1,734	
Total Capital Funding		**60,883**	**47,295**	**–**	**2,413**	**7,494**	**11,824**	**(4,330)**	**-37%**	**47,295**	

2.6. Table C6: Monthly Budget Statement - Financial Position

WC053 Beaufort West - Table C6 Monthly Budget Statement - Financial Position - Q1 First Quarter						
Description	Ref	2025/26	Budget Year 2026/27			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		28,134	40,332	–	52,288	40,332
Short term investments			–	–		
Trade and other receivables from exchange transactions		99,211	30,679	–	102,554	30,679
Receivables from non-exchange transactions		17,383	22,508	–	23,377	22,508
Current portion of non-current receivables		9,187	1,599	–	1,599	1,599
Inventory		4,408	4,063	–	4,445	4,063
VAT Receivable		–	352	–	495	352
Other current assets		174	7,346	–	253	7,346
Total current assets		158,496	106,879	–	185,012	106,879
Non current assets						
Investments		–	1,592	–	6	1,592
Investment property		4,918	4,872	–	4,860	4,872
Property, plant and equipment		490,865	510,825	–	491,671	510,825
Biological assets			–	–	–	–
Living resources			–	–	–	–
Heritage assets		3,340	3,340	–	3,340	3,340
Intangible assets		640	1,013	–	838	1,013
Trade and other receivables from exchange transactions		135	186	–	135	186
Non-current receivables from non-exchange transactions		51	11,203	–	7,639	11,203
Other non-current assets			–	–	–	–
Total non current assets		500,147	532,831	–	508,489	532,831
TOTAL ASSETS		658,643	639,710	–	693,501	639,710
LIABILITIES						
Current liabilities						
Bank overdraft			–	–	–	–
Financial liabilities		652	708	–	652	708
Consumer deposits		2,911	2,793	–	2,896	2,793
Trade and other payables from exchange transactions		87,687	58,761	–	81,517	58,761
Trade and other payables from non-exchange transactions		2,277	779	–	5,345	779
Provision		16,720	21,816	–	14,139	21,816
VAT Payable		7,092	7,711	–	8,172	7,711
Other current liabilities			2,110	–	1,808	2,110
Total current liabilities		117,338	94,678	–	114,529	94,678
Non current liabilities						
Financial liabilities		1,921	1,213	–	1,921	1,213
Provision		29,914	31,222	–	29,914	31,222
Long term portion of trade payables		15,358	7,232	–	15,358	7,232
Other non-current liabilities		46,355	51,706	–	46,355	51,706
Total non current liabilities		93,548	91,373	–	93,548	91,373
TOTAL LIABILITIES		210,886	186,052	–	208,077	186,052
NET ASSETS	2	447,757	453,658	–	485,424	453,658
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		443,653	449,554	–	485,424	449,554
Reserves and funds		4,104	4,104	–	–	4,104
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	447,757	453,658	–	485,424	453,658

2.7. Table C7: Monthly Budget Statement - Cash Flow

WC053 Beaufort West - Table C7 Monthly Budget Statement - Cash Flow - Q1 First Quarter										
Description	Ref	2025/26	Budget Year 2026/27							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		48,271	55,304	-	1,275	4,042	13,826	(9,784)	-71%	55,304
Service charges		149,733	210,723	-	6,377	22,965	52,681	(29,715)	-56%	210,723
Other revenue		68,961	99,673	-	1,375	5,280	24,918	(19,638)	-79%	99,673
Transfers and Subsidies - Operational		104,745	113,524	-	118	45,652	28,381	17,271	61%	113,524
Transfers and Subsidies - Capital		84,776	52,395	-	-	9,423	13,099	(3,676)	-28%	52,395
Interest		5,864	13,606	-	148	249	3,401	(3,152)	-93%	13,606
Dividends		-	-	-	-	-	-			
Payments										
Suppliers and employees		(372,255)	(474,909)	-	(36,246)	(97,191)	(118,727)	(21,536)	18%	(474,909)
Finance charges		(370)	(2,735)	-	-	-	(684)	(684)	100%	(2,735)
Transfers and Subsidies		-	-	-	-	-	-			
NET CASH FROM/(USED) OPERATING ACTIVITIES		89,745	57,581	-	(26,953)	(9,680)	14,395	24,076	167%	57,581
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-		-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments		-	-	-	(6)	(6)	-	(6)		-
Insurance Refund - Capital		-	-	-	-	-	-	-		-
Interest on Short Term Investment (Greater then 90 days) and Long Term Investments		-	-	-	-	-	-	-		-
Payments										
Capital assets		(57,610)	(54,389)	-	(2,413)	(7,494)	(13,597)	(6,104)	45%	(54,389)
Retention (Capital)		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) INVESTING ACTIVITIES		(57,610)	(54,389)	-	(2,419)	(7,500)	(13,597)	(6,097)	45%	(54,389)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-		-
Payments										
Repayment of borrowing		(1,189)	(651)	-	-	-	(163)	(163)	100%	(651)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(1,189)	(651)	-	-	-	(163)	(163)	100%	(651)
NET INCREASE/ (DECREASE) IN CASH HELD		30,766	12,541	-	(29,372)	(17,180)	635			12,541
Cash/cash equivalents at beginning:		17,369	27,791	-	-	69,157	28,135			27,791
Cash/cash equivalents at month/year end:		28,135	40,332	-	(29,372)	51,977	31,270			40,332

The table below indicate the bank statement and investment balances movement for September 2026.

Bank and Investment Balances Movement - September 2026							
	Opening Balance	Revenue	Expenditure	Investment Deposits	Interest Earned	Investment Withdrawals	Closing Balance
Nedbank Account	17,564,452.96	34,252,136.32	- 40,627,093.28	-	131,758.88		11,321,254.88
ABSA Account	448,807.69	1,914,611.19	- 2,020,026.78	-	28.37		343,420.47
Investment Balances	51,143,273.50	-	-	-	564,872.17	- 10,950,433.45	40,757,712.22
Balance	69,156,534.15	36,166,747.51	- 42,647,120.06	-	696,659.42	- 10,950,433.45	52,422,387.57

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

2.8. SUPPORTING DOCUMENTATION

2.8.1. Table SC2: Debtors Age Analysis

WC053 Beaufort West - Supporting Table SC2 Monthly Budget Statement - aged debtors - Q1 First Quarter												
Description	NT Code	Budget Year 2026/27										
R thousands		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days
Debtors Age Analysis By Income Source											
Trade and Other Receivables from Exchange Transactions - Water	1200	6,701	2,749	1,714	1,363	1,000	1,493	1,148	36,705	52,873	42,606
Trade and Other Receivables from Exchange Transactions - Electricity	1300	9,026	598	376	340	279	235	242	5,736	16,837	6,834
Receivables from Non-exchange Transactions - Property Rates	1400	5,032	1,076	1,081	1,101	1,070	1,065	981	42,281	53,687	46,498
Receivables from Exchange Transactions - Waste Water Management	1500	3,143	943	818	819	818	802	739	36,243	44,325	38,421
Receivables from Exchange Transactions - Waste Management	1600	1,856	567	485	490	483	485	447	21,672	26,486	23,575
Receivables from Exchange Transactions - Property Rental Debtors	1700	4	2	2	2	1	1	1	12	25	18
Interest on Arrear Debtor Accounts	1810	–	–	–	5	0	0	–	638	638	638
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–
Other	1900	411	157	131	565	836	606	94	10,391	12,587	11,882
Total By Income Source	2000	26,175	6,077	4,599	4,679	5,088	4,686	3,650	153,371	206,327	171,475
2025/26 - totals only										–	–
Debtors Age Analysis By Customer Group											
Organs of State	2200	2,795	608	584	360	302	193	143	8,050	12,883	9,058
Commercial	2300	5,725	770	470	519	548	544	579	21,350	30,505	23,540
Households	2400	17,119	4,574	3,612	3,630	4,100	3,841	2,832	118,342	158,050	132,746
Other	2500	534	126	128	149	137	109	96	5,629	6,888	6,131
Total By Customer Group	2600	26,175	6,077	4,599	4,679	5,088	4,686	3,650	153,371	206,327	171,475

Apart from the normally credit control and debt collection measures applied, the following measures will also be implemented to increase the current collection rate to 86% at the end of the first quarter and to reduce the outstanding debtors book:

- Systemize Invoicing - ensuring that all consumers receive their monthly account, this would enable consumers to be prepared to pay accounts before the due date.
- Billing accuracy - capturing of accurate readings for all electricity and water consumption on consumer accounts
- Customer Relation Management - one of the key strategies that the Revenue Management section is embarking on is communication with Debtors and control of Debtor book. The Department is actively communicating with consumers through SMS messaging, additional communication by means of flyers and monthly notices.
- Segmenting of Consumers - the municipality will embark on a strategy of getting to know your consumers, in addition this strategy will ensure that the municipality is able to apply a collection strategy for each segment based on their payment behavior.
- Adherence to Section 102 of the Municipal Systems Act for the combination of Municipal accounts has increased the debt collection by combining the multiple service fees or properties into one bill, allowing the restriction of non-payment of all services

2.8.2. Table SC4: Creditors Age Analysis

WC053 Beaufort West - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q1 First Quarter										
Description	NT Code	Budget Year 2026/27								
R thousands		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	14,961	–	–	0	0	–	1	50,791	65,752
Bulk Water	0200	–	–	–	–	–	–	–	15,005	15,005
PAYE deductions	0300	–	–	–	–	–	–			
VAT (output less input)	0400	–	–	–	–	–	–			
Pensions / Retirement deductions	0500	–	–	–	–	–	–			
Loan repayments	0600	–	–	–	–	–	–	–	–	–
Trade Creditors	0700	220	1,202	5	10	18	–	19	13,902	15,377
Auditor General	0800	–	–	2	217	–	–	–	(3,034)	(2,814)
Other	0900	–	–	–	–	–	–		3	3
Medical Aid deductions	0950	–	–	–	–	–	–	–	–	–
Total By Customer Type	1000	15,181	1,202	7	227	18	–	20	76,667	93,323

The total outstanding creditors at the end of June 2026 amounted to R 93,323 million. The biggest outstanding creditor being Eskom. The municipality applied for the Municipal Debt Relief in terms of MFMA Circular 124 and the application was approved for the amount of R 76,761,669.05.

The National Treasury in collaboration with the Western Cape Provincial Treasury assessed Beaufort West Municipality's compliance over the first and second debt relief cycles (01 July 2023 to 30 June 2024) and (01 July 2024 to 30 June 2025) . The Municipality was assessed to have substantially met (100 per cent) the conditions of its National Treasury debt relief approval during the first and second cycles of its participation in the programme.

The National Treasury instructed Eskom to write-off two third (1/3) of the municipal relief debt of Beaufort West LM to the value of R25 587 223.02 for each cycle. The second write-off must still be processed by Eskom on the account of the municipality.

The municipality also negotiated repayment plans for the outstanding debt relating to the Auditor General, SALGA and Provincial Department of Mobility. The arrangement with the Auditor General was fully paid during the 1st quarter of the 2026/27 financial year and has come to an end. The payments on the arrangement with SALGA and Provincial Department of Mobility are up to date as at the end of September 2026.

The municipality must still enter into a payment arrangement with the Department Labour for the Workman's Compensation (COIDA).

National Treasury has also rolled out the Water Debt Relief programme that works the same as the Eskom Debt Relief. The municipality submitted its application during September 2025 and approval was granted by the Department of Water and Sanitation (DWS) and National Treasury.

There is an improvement in the payment of outstanding creditors given the past payment performance, however progress are being made to payment amounts owed to suppliers within the stipulated 30 days as required by MFMA (65) (2) (e).

2.8.3 Table SC12: Investment Portfolio

WC053 Beaufort West - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - Q1 First Quarter						
Investments by maturity Name of institution & investment ID R thousands	Ref	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
Municipality						
Standard Bank		2,965	47	-	-	3,012
ABSA Bank		44,572	458	(10,950)	-	34,078
Nedbank		1,044	18	-	-	1,062
Investec		2,562	44	-	-	2,606
		-	-	-	-	-
Municipality sub-total		51,143	565	(10,950)	-	40,758
Entities						
						-
Entities sub-total		-	-	-	-	-
TOTAL INVESTMENTS AND INTEREST	2	51,143	565	(10,950)	-	40,758

The total investment balance of the Municipality at the end of first quarter of the 2026/2027 financial year amounted to R 40,758 million.

The table below provides a summary of the movements that occurred during the first quarter (July – September 2026):

Investment Balances July 2026 - September 2026		
M01 - July 2026	Investment Opening Balance - 1 July 2026	23,448,583.05
M01 - July 2026	Investment Top Up	-
M01 - July 2026	Investment Withdrawals	- 5,000,000.00
M01 - July 2026	Interest Capitalised	-
Balance - 31 July 2026		18,448,583.05
M02 - August 2026	Investment Top Up	42,684,068.72
M02 - August 2026	Investment Withdrawals	- 9,989,378.27
M02 - August 2026	Interest Capitalised	-
Balance - 31 August 2026		51,143,273.50
M03 - September 2026	Investment Top Up	-
M03 - September 2026	Investment Withdrawals	- 10,950,433.45
M03 - September 2026	Interest Capitalised	564,872.17
Balance - 30 September 2026		40,757,712.22

Interest earned on investments are capitalized on a quarterly basis by the municipality. The total interest earned on investments during the first quarter (July 2026 – September 2026) amounted to R 564,872.17.

Included in the balance of R 40,757,712.22 is the unspent conditional grants amounting to R 5,344,981.38 that are cash backed on investment.

2.8.4. Table SC18: Transfers and grant receipts

WC053 Beaufort West - Supporting Schedule SC18 Monthly Budget Statement - Transfers and Grant Receipts - Q1 First Quarter										
Description	Ref	2025/26	Budget Year 2026/27							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
RECEIPTS	1,2									
Operating										
National Government										
Monetary Allocations										
Equitable Share		92,780	95,841	-	-	39,934	23,960	15,974	66.67%	95,841
Expanded Public Works Programme Integrated Grant		1,586	1,478	-	-	370	370	1	0.14%	1,478
Local Government Financial Management Grant		2,000	2,100	-	-	2,100	525	1,575	300.00%	2,100
Municipal Infrastructure Grant		812	820	-	-	233	205	28	13.61%	820
Total Monetary Allocations		97,181	100,239	-	-	42,637	25,060	17,577	70.14%	100,239
Total Operating/National Government		97,181	100,239	-	-	42,637	25,060	17,577	70.14%	100,239
Provincial Government										
Monetary Allocations										
Replacement Funding for most vulnerable B3 Municipalities		2,424	7,563	-	-	2,521	1,891	630	33.33%	7,563
Department of Infrastructure: Financial Assistance to Municipalities for Maintenance and Construction of Transport Infrastructure		-	100	-	-	-	25	(25)	-100.00%	100
Department of Local Government: Community Development Workers (CDW) Operational Support Grant		238	238	-	-	54	60	(6)	-100.00%	238
Department of Mobility: Inter-Town Rural Transport Solution		-	960	-	-	-	240	(240)	-100.00%	960
Provincial Treasury: Western Cape Financial Management Capacity Grant		400	-	-	-	-	-	-		-
Department of Local Government: Thusong Service Centres Grant (Sustainability: Operational Support Grant)		300	-	-	-	-	-	-		-
Department of Local Government: Western Cape Municipal Interventions Grant		1,120	-	-	-	-	-	-		-
Department of Local Government: Municipal Energy Resilience Grant		400	-	-	-	-	-	-		-
Total Monetary Allocations		4,982	8,839	-	-	2,521	2,210	311	14.09%	8,839
Total Operating/Provincial Government		4,982	8,839	-	-	2,521	2,210	311	14.09%	8,839
District Municipalities										
Monetary Allocations										
Other transfers/grants [insert description]		-	-	-	-	-	-			-
Total Monetary Allocations		-	-	-	-	-	-	-		-
Allocations in-kind										
Other transfers/grants [insert description]		-	-	-	-	-	-			-
Total Allocations in-kind		-	-	-	-	-	-	-		-
Total Operating/District Municipalities		-	-	-	-	-	-	-		-
Other Grant Providers										
Monetary Allocations										
Chemical Industry Seta		2,023	4,446	-	-	128	1,112	(985)	-88.96%	4,446
Education, Training and Development Practices SETA		591	-	-	118	256	-			-
		-	-	-	-	-	-			-
Total Monetary Allocations		2,615	4,446	-	118	384	1,112	(727)	-64.55%	4,446
Allocations in-kind										
[insert description]		-	-	-	-	-	-			-
Total Allocations in-kind		-	-	-	-	-	-	-		-
Total Operating/Other Grant Providers		2,615	4,446	-	118	384	1,112			4,446
Total Operating	5	104,748	113,524	-	118	45,542	28,381	17,888	#VALUE!	113,524
Capital										
National Government										
Monetary Allocations										
Municipal Infrastructure Grant		20,234	15,573	-	-	6,493	3,893	520	13.61%	15,573
Water Services Infrastructure Grant		35,000	32,241	-	-	5,000	8,060	(3,060)	-37.97%	32,241
Integrated National Electrification Programme Grant (INEP)		6,042								
Total Monetary Allocations		61,276	47,814	-	-	9,423	11,954	(2,530)	-21.17%	47,814
Total Capital/National Government		61,276	47,814	-	-	9,423	11,954	(2,530)	-21.17%	47,814
Provincial Government										
Monetary Allocations										
Department of Mobility: Inter-Town Rural Transport Solution		-	240	-	-	-	60	(60)	-100.00%	240
Department of Local Government: Municipal Water Resilience Grant		3,500	4,341	-	-	-	1,085	(1,085)	-100.00%	4,341
Total Monetary Allocations		3,500	4,581	-	-	-	1,145	(1,145)	-100.00%	4,581
Allocations in-kind										
Other transfers/grants [insert description]		-	-	-	-	-	-			-
Total Allocations in-kind		-	-	-	-	-	-	-		-
Total Capital/Provincial Government		3,500	4,581	-	-	-	1,145	(1,145)	-100.00%	4,581
District Municipalities										
Monetary Allocations										
Other transfers/grants [insert description]		-	-	-	-	-	-			-
Total Monetary Allocations		-	-	-	-	-	-	-		-
Allocations in-kind										
Other transfers/grants [insert description]		-	-	-	-	-	-			-
Total Allocations in-kind		-	-	-	-	-	-	-		-
Total Capital/District Municipalities		-	-	-	-	-	-	-		-
Other Grant Providers										
Monetary Allocations										
[insert description]		-	-	-	-	-	-			-
Total Monetary Allocations		-	-	-	-	-	-	-		-
Allocations in-kind										
[insert description]		-	-	-	-	-	-			-
Total Allocations in-kind		-	-	-	-	-	-	-		-
Total Capital/Other Grant Providers		-	-	-	-	-	-	-		-
Total Capital	5	64,776	52,395	-	-	9,423	13,099	(3,674)	-28.05%	52,395
TOTAL RECEIPTS OF TRANSFERS AND GRANTS		169,521	165,919	-	118	54,979	41,480	13,498	32.53%	165,919

2.8.5. Table SC19: – Transfers and grant expenditure

WC053 Beaufort West - Supporting Schedule SC19 Monthly Budget Statement - Expenditure on Transfers and Grants - Q1 First Quarter

Description	Ref	2025/26	Budget Year 2026/27							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
EXPENDITURE	1,2									
Operating										
National Government										
Monetary Allocations										
Equitable Share		92,780	95,841	-	-	38,634	23,960	15,674	65.67%	95,841
Expanded Public Works Programme Integrated Grant		1,589	1,478	-	8	29	370	(341)	-92.26%	1,478
Local Government Financial Management Grant		2,000	2,100	-	541	1,224	525	699	133.15%	2,100
Municipal Infrastructure Grant		812	620	-	41	123	205	(82)	-39.96%	620
Total Monetary Allocations		97,181	100,239	-	591	41,310	25,060	16,250	64.86%	100,239
Total Operating/National Government		97,181	100,239	-	591	41,310	25,060	16,250	64.86%	100,239
Provincial Government										
Monetary Allocations										
Replacement Funding for most vulnerable B3 Municipalities		2,421	7,563	-	595	1,882	1,881	(206)	-11.03%	7,563
Department of Infrastructure: Financial Assistance to Municipalities for Maintenance and Construction of Transport Infrastructure		-	100	-	-	-	25	(25)	-100.00%	100
Department of Local Government: Community Development Workers (CDW) Operational Support Grant		246	216	-	3	30	54	(24)	-45.06%	216
Department of Mobility: Inter-Town Rural Transport Solution		-	960	-	-	-	240	(240)	-100.00%	960
Provincial Treasury: Western Cape Financial Management Capacity Grant		930	-	-	-	-	-			-
Department of Local Government: Thusong Service Centres Grant (Sustainability: Operational Support Grant)		150	-	-	-	-	-			-
Department of Local Government: Thusong Service Centres Grant (Sustainability: Operational Support Grant)			-	-	-	-	-			-
Department of Local Government: Western Cape Municipal Interventions Grant		758	-	-	-	-	-			-
Department of Local Government: Municipal Energy Resilience Grant		400	-	-	-	-	-			-
Department Cultural Affairs & Sport: Library Service - Community Library Services Grant		177	-	-	-	-	-			-
Total Monetary Allocations		4,896	8,839	-	603	1,712	2,219	(506)	-22.83%	8,839
Total Operating/Provincial Government		4,896	8,839	-	603	1,712	2,219	(506)	-22.83%	8,839
District Municipality										
Monetary Allocations										
Central Karoo District Municipality		8	-	-	-	-	-			-
		-	-	-	-	-	-			-
Total Monetary Allocations		8	-	-	-	-	-			-
Allocations in-kind										
Other transfers/grants [insert description]		-	-	-	-	-	-			-
		-	-	-	-	-	-			-
Total Allocations in-kind		-	-	-	-	-	-			-
Total Operating/District Municipalities		8	-	-	-	-	-			-
Other Grant Providers										
Monetary Allocations										
Chemical Industry Seta		1,828	4,446	-	-	-	1,112	(1,112)	-100.00%	4,446
Education, Training and Development Practices SETA		559	-	-	268	268	-			-
		-	-	-	-	-	-			-
Total Monetary Allocations		2,387	4,446	-	268	268	1,112	(843)	-75.68%	4,446
Allocations in-kind										
[Insert description]		-	-	-	-	-	-			-
Total Allocations in-kind		-	-	-	-	-	-			-
Total Operating/Other Grant Providers		2,387	4,446	-	268	268	1,112			4,446
Total operating expenditure of Transfers and Grants	5	104,652	113,524	-	1,462	43,290	28,391	15,762	#VALUE!	113,524
Capital										
National Government										
Monetary Allocations										
Municipal Infrastructure Grant		20,110	15,573	-	891	1,459	3,893	(2,434)	-62.53%	15,573
Water Services Infrastructure Grant		35,000	32,241	-	1,884	7,159	8,060	(902)	-11.19%	33,241
Integrated National Electrification Programme Grant (INEP)		6,042								
Total Monetary Allocations		61,152	47,814	-	2,775	8,618	11,954	(3,336)	-27.91%	47,814
Total Capital/National Government		61,152	47,814	-	2,775	8,618	11,954	(3,336)	-27.91%	47,814
Provincial Government										
Monetary Allocations										
Department of Mobility: Inter-Town Rural Transport Solution		-	240	-	-	-	60	(60)	-100.00%	240
Department of Local Government: Municipal Water Resilience Grant		-	4,341	-	-	-	1,085	(1,085)	-100.00%	4,341
Department of Local Government: Municipal Water Resilience Grant		3,499	-	-	-	-	-			-
Department of Local Government: Western Cape Municipal Interventions Grant		389	-	-	-	-	-			-
Department Cultural Affairs & Sport: Development of Sport and Recreation Facilities		1,100	-	-	-	-	-			-
Department Cultural Affairs & Sport: Library Service - Community Library Services Grant		413	-	-	-	-	-			-
Total Monetary Allocations		5,401	4,581	-	-	-	1,145	(1,145)	-100.00%	4,581
Allocations in-kind										
Other transfers/grants [insert description]		-	-	-	-	-	-			-
Total Allocations in-kind		-	-	-	-	-	-			-
Total Capital/Provincial Government		5,401	4,581	-	-	-	1,145	(1,145)	-100.00%	4,581
District Municipalities										
Monetary Allocations										
Other transfers/grants [insert description]		-	-	-	-	-	-			-
Total Monetary Allocations		-	-	-	-	-	-	-		-
Allocations in-kind										
Other transfers/grants [insert description]		-	-	-	-	-	-			-
Total Allocations in-kind		-	-	-	-	-	-			-
Total Capital/District Municipalities		-	-	-	-	-	-			-
Other Grant Providers										
Monetary Allocations										
[Insert description]		-	-	-	-	-	-			-
Total Monetary Allocations		-	-	-	-	-	-			-
Allocations in-kind										
[Insert description]		-	-	-	-	-	-			-
Total Allocations in-kind		-	-	-	-	-	-			-
Total Capital/Other Grant Providers		-	-	-	-	-	-			-
Total capital expenditure of Transfers and Grants	5	66,554	52,395	-	2,775	8,618	13,099	(4,481)	-34.21%	52,395
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		171,205	165,919	-	4,238	51,907	41,490	10,427	25.14%	165,919

2.8.6. Summary of Monthly Movements on Conditional Grants

The table below provide a summary of the movements on the conditional grants from the start of the financial year till the end of first quarter (July 2026 – September 2026):

Summary of Unspent Conditional Grants - September 2026	
Conditional Grants - Opening Balance 1 July 2026	**2,277,107.14**
Grants Received During July 2026	40,069,214.00
Less : Grant Expenditure During July 2026	- 40,627,544.68
Closing Balance - 31 July 2026	**1,718,776.46**
Grants Received During August 2026	14,787,885.00
Less : Grant Expenditure During August 2026	- 7,043,342.07
Closing Balance - 31 August 2026	**9,463,319.39**
Grants Received During September 2026	**117,995.00**
Less : Grant Expenditure During September 2026	- **4,236,333.01**
Closing Balance - 30 September 2026	**5,344,981.38**

The unspent conditional grant balance at the end of September 2026 amounted to R 5,344,981.38 million.

All grant allocations due by National Treasury for the 1st quarter (July – September 2026) was received except for the 2nd Municipal Infrastructure Grant (MIG) allocation that was due on the 25th of September 2026 amounting to R 7,561,000.

The Department Cooperative Governance (GCoG) issued a letter of its intention to withhold the second transfer on the 15th of September 2026 to the municipality. The municipality did submit written representations / reasons within seven days as to why the allocation should not be withheld.

All unspent conditional grants were cash backed and on investment as at the end of September 2026.

2.8.7. Table SC22: Councillor and staff benefits

WC053 Beaufort West - Supporting Table SC22 Monthly Budget Statement - councillor and staff benefits - Q1 First Quarter										
Summary of Employee and Councillor remuneration	Ref	2025/26	Budget Year 2026/27							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Allowances and Service Related Benefits										
Basic Salary		5,686	7,349	-	734	1,737	1,837	(100)	-5%	7,349
Cell phone Allowance		563	584	-	45	139	146	(7)	-5%	584
Housing Allowance		-	-	-	-	-	-	-		-
In-kind Benefits		-	-	-	-	-	-	-		-
Market Related Non-pensionable Allowance		-	-	-	-	-	-	-		-
Motor Vehicle Allowance		74	68	-	6	17	17	-		68
Office-bearer Allowance		50	51	-	4	12	13	(1)	-5%	51
Out of pocket Expenses		-	-	-	-	-	-	-		-
Travelling Allowance		-	-	-	-	-	-	-		-
Use of Personal Facilities		-	-	-	-	-	-	-		-
Total Allowances and Service Related Benefits		**6,352**	**8,052**	**-**	**788**	**1,905**	**2,013**	**(108)**	**-5%**	**8,052**
Social Contributions										
Medical Aid Benefits		-	-	-	-	-	-	-		-
Pension Fund Contributions		-	-	-	-	-	-	-		-
Total Social Contributions		-	-	-	-	-	-	-		-
Total Councillors		**6,352**	**8,052**	**-**	**788**	**1,905**	**2,013**	**(108)**	**-5%**	**8,052**
% Increase	4									
Senior Managers of the Municipality	2									
Salaries and Allowances										
Basic Salary		3,082	4,984	-	444	1,251	1,246	5	0%	4,984
Bonuses		635	609	-	-	-	152	(152)	-100%	609
Allowance								-		
Accommodation, Travel and Incidental		-	-	-	-	-	-	-		-
Cellular and Telephone	3	109	120	-	10	30	30	(0)	0%	120
Housing Benefits	3	-	-	-	-	-	-	-		-
Non-pensionable		-	-	-	-	-	-	-		-
Travel or Motor Vehicle	3	281	301	-	25	75	75	-		301
Voluntary Work		-	-	-	-	-	-			-
Total Allowance		**391**	**421**	**-**	**35**	**105**	**105**	**(0)**	**0%**	**421**
Service Related Benefits										
Acting	3	235	-	-	-	-	-	-		-
Bonus	3	-	-	-	-	-	-	-		-
Danger Allowance	3	-	-	-	-	-	-	-		-
Entertainment	3	-	-	-	-	-	-	-		-
Fire Brigade		-	-	-	-	-	-	-		-
In-kind Benefits	3	-	-	-	-	-	-	-		-
Leave Pay	3	-	-	-	-	61	-	61	#DIV/0!	-
Lifeguard/Duty Squads		-	-	-	-	-	-	-		-
Long Service Award		-	-	-	-	-	-	-		-
Overtime		-	-	-	-	-	-	-		-
Scarcity	3	297	433	-	38	108	108	0	0%	433
Standby Allowance	3	-	-	-	-	-	-	-		-
Tools Allowance	3	-	-	-	-	-	-	-		-
Uniform/Special/Protective Clothing	3	-	-	-	-	-	-	-		-
Leave gratuity		-	-	-	-	-	-	-		-
Long Term Service Award		-	-	-	-	-	-	-		-
Total Service Related Benefits		**532**	**433**	**-**	**38**	**170**	**108**	**61**	**57%**	**433**
Total Salaries and Allowances		**4,610**	**6,447**	**-**	**518**	**1,528**	**1,612**	**(86)**	**-5%**	**6,447**
Social Contributions										
Bargaining Council		0	1	-	0	0	0	(0)	-24%	1
Group Life Insurance		-	-	-	-	-	-	-		-
Medical		194	244	-	20	59	61	(2)	-4%	244
Pension		527	661	-	56	164	165	(1)	-1%	661
Unemployment Insurance		8	9	-	1	2	2	0	0%	9
Total Social Contributions		**729**	**914**	**-**	**76**	**225**	**228**	**(3)**	**-1%**	**914**
Post-retirement Benefit	6									
Medical		-	-	-	-	-	-	-		-
Other Benefits		-	-	-	-	-	-	-		-
Pension		-	-	-	-	-	-	-		-
Total Post-retirement Benefit		-	-	-	-	-	-	-		-
Costs Capitalised to PPE		-	-	-	-	-	-	-		-
Sub Total - Senior Managers of Municipality		**5,340**	**7,361**	**-**	**594**	**1,751**	**1,840**	**(89)**	**-5%**	**7,361**
% Increase	4									

WC053 Beaufort West - Supporting Table SC22 Monthly Budget Statement - councillor and staff benefits - Q1 First Quarter										
Summary of Employee and Councillor remuneration	Ref	2025/26	Budget Year 2026/27							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	1	A	B	C						D
Other Municipal Staff										
Salaries and Allowances										
Basic Salary		96,974	99,631	–	7,269	21,722	24,908	(3,186)	-13%	99,631
Bonuses		–	–	–	–	–	–	–		–
Allowance										
Accommodation, Travel and Incidental		–	–	–	–	–	–	–		–
Cellular and Telephone	3	126	128	–	10	28	32	(4)	-12%	128
Housing Benefits	3	3,308	3,464	–	274	819	866	(47)	-5%	3,464
Non-pensionable		–	–	–	–	–	–	–		–
Travel or Motor Vehicle	3	182	174	–	7	20	44	(23)	-53%	174
Voluntary Work		–	–	–	–	–	–	–		–
Total Allowance		3,593	3,767	-	290	868	942	(74)	-8%	3,767
Service Related Benefits										
Acting	3	1,441	762	–	113	340	190	150	79%	762
Bonus	3	6,767	7,556	–	45	79	1,890	(1,810)	-96%	7,556
Danger Allowance	3	–	–	–	–	–	–	–		–
Entertainment	3	–	–	–	–	–	–	–		–
Fire Brigade		–	–	–	–	–	–	–		–
In-kind Benefits	3	–	–	–	–	–	–	–		–
Leave Pay	3	1,574	541	–	55	170	135	35	26%	541
Lifeguard/Duty Squads		–	–	–	–	–	–	–		–
Long Service Award		444	757	–	22	282	189	92	49%	757
Overtime		6,113	6,240	–	562	1,526	1,560	(34)	-2%	6,240
Scarcity	3	–	–	–	–	–	–	–		–
Standby Allowance	3	2,829	3,029	–	249	738	756	(19)	-2%	3,029
Tools Allowance	3	–	–	–	–	–	–	–		–
Uniform/Special/Protective Clothing	3	98	266	–	–	–	67	(67)	-100%	266
Leave gratuity		–	–	–	–	–	–	–		–
Long Term Service Award		–	–	–	–	–	–	–		–
Total Service Related Benefits		19,266	19,151	-	1,047	3,135	4,788	(1,653)	-35%	19,151
Total Salaries and Allowances		109,834	122,548	-	8,606	25,724	30,637	(4,913)	-16%	122,548
Social Contributions										
Bargaining Council		52	63	–	4	13	16	(2)	-14%	63
Group Life Insurance		–	34	–	3	8	8	(1)	-10%	34
Medical		2,894	3,040	–	260	774	760	14	2%	3,040
Pension		14,226	16,476	–	1,225	3,660	4,119	(459)	-11%	16,476
Unemployment Insurance		781	811	–	63	188	203	(15)	-7%	811
Total Social Contributions		17,953	20,423	-	1,555	4,643	5,106	(463)	-9%	20,423
Post-retirement Benefit	6									
Medical		4,653	5,992	–	152	459	1,498	(1,039)	-69%	5,992
Other Benefits		–	–	–	–	–	–	–		–
Pension		–	–	–	–	–	–	–		–
Total Post-retirement Benefit		4,653	5,992	-	152	459	1,498	(1,039)		5,992
Costs Capitalised to PPE		–	–	–	–	–	–	–		–
Sub Total - Other Municipal Staff		132,439	148,963	-	10,313	30,827	37,241	(6,414)		148,963
% increase	4									
Total Parent Municipality		144,331	164,377	-	11,695	34,483	41,094	(6,611)	-16%	164,377
TOTAL SALARY, ALLOWANCES & BENEFITS		144,331	164,377	-	11,695	34,483	41,094	(6,611)		164,377
% increase	4									
TOTAL MANAGERS AND STAFF	5,7	137,779	156,324	-	10,907	32,578	39,081	(6,503)		156,324

2.8.8. Overtime Expenditure

The total overtime and standby budget for the 2026/27 financial year amounts to R 9,266,238.

Expenditure Item	Budget 2025/26	M01 - July 2026 Actual	M02 - August 2026 Actual	M03 - September 2026 Actual	Year to Date Actual	% spend of Budget
Overtime	**6,240,423**	488,165.59	475,335.30	562,244.36	**1,525,745.25**	**24.4%**
Standby Allowance	**3,025,815**	237,817.20	250,380.68	249,357.86	**737,555.74**	**24.4%**
Total	**9,266,238**	**725,982.79**	**725,715.98**	**811,602.22**	**2,263,300.99**	**24.4%**

The year to date expenditure on these two expenditure items amounted to R 2,263,300.99 or 24.4% of the approved budget of R 9,266,238 at the end of September 2026.

The overtime and standby expenditure needs to be closely managed and monitored during the financial to ensure that these costs remain within the budget allocated.

2.8.9. Deviations

The Supply Chain Management (SCM) Implementation report for the first quarter (July - September 2026) indicate that there were three deviations that were approved by the Accounting Officer during the 1st quarter. The total amount of these deviations was R 1,726,851.50 see attached **Annexure B**, the SCM Implementation report for the first quarter of the 2026/27 financial year.

2.8.10. Withdrawals from municipal bank account

This part provides an overview of the withdrawals from municipal bank accounts in accordance with section 11, subsection 1(b) to (j) for the quarter ending 30 September 2026.

See attached **Annexure C**.

2.8.11. Loans and borrowing for 1st quarter

The table below provides a summary of the outstanding loan balances as at the of the first quarter, September 2026.

BEAUFORT WEST MUNICIPALITY : LOAN REGISTER AS AT 30 September 2026											
Loan No.	Contract nr	External loans	Institution	Rate	Term	Balance	Received	Interest	Capital Redemption	Balance	Maturity
						2026/07/01	2026/2027	2026/2027	2026/2027	2026/09/30	Date
103464/1	61000922	20MVA Transformer - Sub Station	DBSA	10.90	20	1,552,663.57	-	-	-	1,552,663.57	31/12/2029
103464/1	61000922	Farm Hansrivier	DBSA	10.90	20	780,168.67	-	-	-	780,168.67	31/12/2029
103464/1	61000922	Pressure Control System	DBSA	10.90	20	225,097.84	-	-	-	225,097.84	31/12/2029
						2,557,930.08	-	-	-	2,557,930.08	

Repayments are made bi-annually, in December and June of each financial year.

2.8.12. Section 66 Report

The table below provides all the expenditure incurred by the municipality on staff salaries, wages, allowances and benefits as at the end of the 1st quarter of the 2026/27 financial year.

MFMA Section 66 Monthly Report

EXPENDITURE ON STAFF BENEFITS for the PERIOD JULY 2026 - JUNE 2027

TYPE OF EXPENDITURE	ORIGINAL BUDGET	ADJUSTED BUDGET	ACTUAL Jul-26	ACTUAL Aug-26	ACTUAL Sep-26	ACTUAL Oct-26	ACTUAL Nov-26	ACTUAL Dec-26	ACTUAL Jan-27	ACTUAL Feb-27	ACTUAL Mar-27	ACTUAL Apr-27	ACTUAL May-27	ACTUAL Jun-27	YTD ACTUAL TOTAL	%
Basic Salary	104,614,951	-	7,583,706	7,676,216	7,713,301	-	-	-	-	-	-	-	-	-	22,973,223	22%
Bonuses (Performance)	908,880	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0%
Cellular and Telephone	248,400	-	19,050	19,066	19,953	-	-	-	-	-	-	-	-	-	58,069	23%
Housing Benefits	3,464,045	-	272,690	272,690	273,915	-	-	-	-	-	-	-	-	-	819,295	24%
Travel or Motor Vehicle	475,284	-	31,851	31,851	31,851	-	-	-	-	-	-	-	-	-	95,553	20%
Acting	761,630	-	110,610	116,384	113,384	-	-	-	-	-	-	-	-	-	340,379	45%
Bonus	7,558,470	-	26,875	7,680	44,822	-	-	-	-	-	-	-	-	-	79,376	1%
Leave Pay	540,912	-	69,944	105,884	55,165	-	-	-	-	-	-	-	-	-	230,993	43%
Long Service Award	757,290	-	194,442	65,080	22,247	-	-	-	-	-	-	-	-	-	281,768	37%
Overtime	6,240,425	-	488,166	475,335	562,244	-	-	-	-	-	-	-	-	-	1,525,745	24%
Scarcity	433,283	-	34,718	35,616	38,136	-	-	-	-	-	-	-	-	-	108,470	25%
Standby Allowance	3,025,815	-	237,817	250,381	249,358	-	-	-	-	-	-	-	-	-	737,556	24%
Uniform-Special-Protective Clothing	266,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0%
Bargaining Council	63,226	-	4,510	4,497	4,497	-	-	-	-	-	-	-	-	-	13,505	21%
Group Life Insurance	33,846	-	2,536	2,536	2,536	-	-	-	-	-	-	-	-	-	7,607	22%
Medical	3,284,311	-	271,669	281,463	279,494	-	-	-	-	-	-	-	-	-	832,626	25%
Pension	17,136,106	-	1,264,416	1,279,172	1,281,033	-	-	-	-	-	-	-	-	-	3,824,621	22%
Unemployment Insurance	819,191	-	63,223	63,408	63,408	-	-	-	-	-	-	-	-	-	190,040	23%
Post-retirement Benefit - Medical	5,992,375	-	153,722	153,722	151,761	-	-	-	-	-	-	-	-	-	459,206	8%
Total Employee Related Cost	156,524,498	-	10,829,945	10,848,982	10,907,106	-	-	-	-	-	-	-	-	-	32,578,033	21%
Note: on Housing Benefits																
Essential Users	2,917,686	-	227,160	227,160	227,160	-	-	-	-	-	-	-	-	-	681,480	25%
Housing Allowance	529,559	-	44,130	44,130	45,355	-	-	-	-	-	-	-	-	-	133,614	25%
Rental Allowance	16,800	-	1,400	1,400	1,400	-	-	-	-	-	-	-	-	-	4,200	25%
Total	3,464,045	-	272,690	272,690	273,915	-	-	-	-	-	-	-	-	-	819,295	24%

2.8.13. Municipal Debt Relief

This section provide a report by Provincial Treasury on the progress made by the municipality on the implementation of the Municipal Debt Relief conditions as per MFMA Circular No.124 as at the end of the September for the 2026/27 financial year.

See attached **Annexure D**.

2.8.14. Cost Containment Report

BEAUFORT WEST MUNICIPALITY (WC053) - COST CONTAINEMENT REPORT QUARTER 1 - JULY TO SEPTEMBER 2026				
Line Items	Original Budget 2026-27	Q1: Year-to Date Budget	Q1: Year-to Date Actual	Savings
	000 or thousands			
Use of consultants	8,077,880	2,019,470	1,189,268	830,202
Vehicles used for political office – bearers	-	-	-	-
Travel and subsistence	854,390	213,598	65,927	147,671
Domestic accommodation	1,093,184	273,296	310,887	(37,591)
Credit cards	-	-	-	-
Sponsorships, events and catering	255,000	63,750	55,018	8,732
Communication	-	-	411,521	(411,521)
Conferences, meetings and study tours; and	3,032,470	758,118	376,391	381,727
Other related expenditure items.				
Overtime	6,240,423	1,560,106	1,525,745	34,361
Standby	3,025,815	756,454	737,556	18,898
Acting and Post Related Allowances	761,630	190,408	340,379	(149,971)
Furniture & Office Equipment	150,000	37,500	-	37,500
Other	-	-	-	-
TOTAL COST CONTAINMENT	**23,490,792**	**5,872,698**	**5,012,692**	**860,006**

PART 3 : Top Level SDBIP Report Quarter 1

The Top Level Service Delivery and Budget Implementation Plan (SDBIP) report provides an overview on the progress made by each directorate on the implementation of the 2026/27 SBIP and the corrective measures that will be taken at the end of the first quarter.

Municipal manager's quality certification

QUALITY CERTIFICATE

I, **Frans Sabbat**, the acting municipal manager of Beaufort West Municipality, hereby certify that

(mark as appropriate)

☐ the monthly budget statement

☒ the quarterly report on the implementation of the budget and financial state of affairs of the municipality

☐ The mid-year budget and performance assessment

For the month of September 2026 of 2026/2027 has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act

Print Name: Frans Sabbat

Municipal Manager of Beaufort West Municipality (WC053)

Signature: Fsabbat

Date: 20/10/2026

PART 3

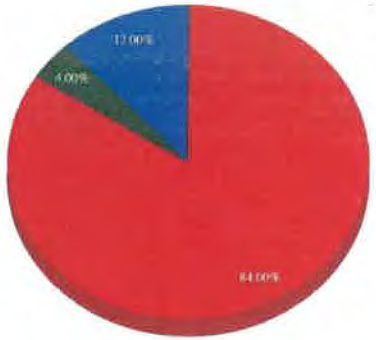
Top Level SDBIP Report Quarter 1

Top Layer KPI Report

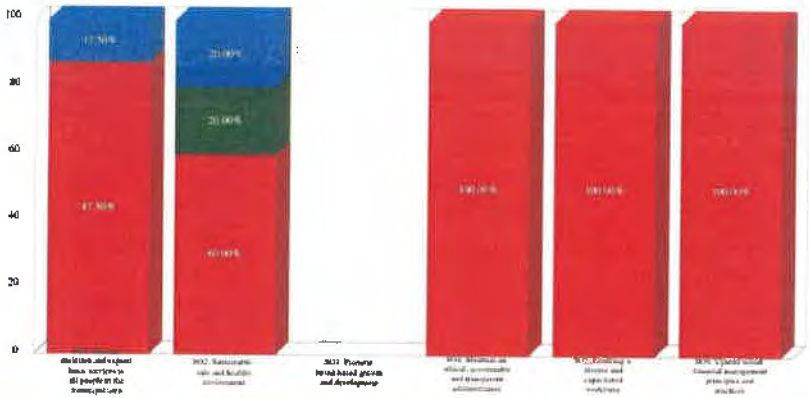
Quarter ending September 2026 - Quarter ending September 2026

Report drawn on 20 October 2026 at 12:09

Beaufort West Municipality



Strategic Objective



	Beaufort West Municipality	Strategic Objective					
		SO1: Provide, maintain and expand basic services to all people in the municipal area	SO2: Sustainable, safe and healthy environment	SO3: Promote broad-based growth and development	SO4: Maintain an ethical, accountable and state-owned administration	SO5: Develop a diverse and capacitated workforce	SO6: Improve sound financial management principles and practices
Not Met	21 (84.00%)	14 (87.50%)	3 (60.00%)	-	2 (100.00%)	1 (100.00%)	1 (100.00%)
Almost Met	-	-	-	-	-	-	-
Met	-	-	-	-	-	-	-
Well Met	1 (4.00%)	-	1 (20.00%)	-	-	-	-
Extremely Well Met	3 (12.00%)	2 (12.50%)	1 (20.00%)	-	-	-	-
Did Not Occur	-	-	-	-	-	-	-
Not Yet Updated	-	-	-	-	-	-	-
Under Review	-	-	-	-	-	-	-
Total:	25*	16	5	0	2	1	1
	100%	64.00%	20.00%	0.00%	8.00%	4.00%	4.00%

** Excludes 20 KPIs which had no targets/actuals for the period selected.*

Beaufort West Municipality

2026-2027: Top Layer KPI Report

SO1: Provide, maintain and expand basic services to all people in the municipal area

KPI Ref	Responsible Directorate	KPI	Unit of Measurement	National KPA	Baseline	Quarter ending September 2026					Overall Performance for Quarter ending September 2026 to Quarter ending September 2026		
						Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL5	Financial Services	Number of formal residential properties that receive piped water (credit and prepaid water) that is connected to the municipal water infrastructure network and which are billed for water or have pre-paid meters as at 30 June 2027	Number of residential properties which are billed for water or have pre-paid meters as at 30 June 2027	Infrastructure and Service Delivery	6,823	11,350	0	R			11,350	0	R
TL6	Financial Services	Number of formal residential properties connected to the municipal electrical infrastructure network (credit and prepaid electrical metering)(Excluding Eskom areas) and which are billed for electricity or have pre-paid meters (Excluding Eskom areas) as at 30 June 2027	Number of residential properties which are billed for electricity or have pre-paid meters (Excluding Eskom areas) as at 30 June 2027	Infrastructure and Service Delivery	10,855	10,080	0	R			10,080	0	R
TL7	Financial Services	Number of formal residential properties connected to the municipal waste water sanitation/sewerage network for sewerage service, irrespective of the number of water closets (toilets) which are billed for sewerage as at 30 June 2027	Number of residential properties which are billed for sewerage as at 30 June 2027	Infrastructure and Service Delivery	11,023	10,990	0	R			10,990	0	R
TL8	Financial Services	Number of formal residential properties for which refuse is removed once per week and which are billed for refuse removal as at 30 June 2027	Number of residential properties which are billed for refuse removal as at 30 June 2027	Infrastructure and Service Delivery	11,380	10,990	0	R			10,990	0	R
TL9	Financial Services	Provide free basic water to active indigent households as defined in paragraph 9(1) of the Municipality's Indigent Policy as at 30 June 2027	Number of active indigent households receiving free basic water as at 30 June 2027	Infrastructure and Service Delivery	3,533	7,100	0	R			7,100	0	R
TL10	Financial Services	Provide free basic electricity to active indigent households as defined in paragraph 9(1) of the Municipality's Indigent Policy as at 30 June 2027	Number of active indigent households receiving free basic electricity as at 30 June 2027	Infrastructure and Service Delivery	5,946	7,100	0	R			7,100	0	R
TL11	Financial Services	Provide free basic sanitation to active indigent households as defined in paragraph 9(1) of the Municipality's Indigent Policy as at 30 June 2027	Number of active indigent households receiving free basic sanitation as at 30 June 2027	Infrastructure and Service Delivery	6,099	7,100	0	R			7,100	0	R
TL12	Financial Services	Provide free basic refuse removal to active indigent households as defined in paragraph 9(1) of the Municipality's Indigent Policy as at 30 June 2027	Number of active indigent households receiving free basic refuse removal as at 30 June 2027	Infrastructure and Service Delivery	6,084	7,100	0	R			7,100	0	R
TL13	Financial Services	The percentage of the municipal capital budget spent by 30 June 2027 [(Actual amount spent /Total amount budgeted for capital projects)X100]	% of capital budget spent by 30 June 2027	Infrastructure and Service Delivery	93%	10%	1%	R	[D353] Director: Financial Services: See attached file. (September 2026)	[D353] Director: Financial Services: See attached file. (September 2026)	10%	1%	R
TL25	Infrastructure Services	95% of the project budget spent on the upgrade of vandalised boreholes in the Beaufort West Municipal Area by 30 June 2027 [(Total actual expenditure for the project/Total amount budgeted for the project)x100]	% project budget spent	Infrastructure and Service Delivery	100%	10%	0%	R	[D365] Director: Infrastructure Services: No expenditure on the project. (September 2026)	[D365] Director: Infrastructure Services: Will report as expenditure occurs. (September 2026)	10%	0%	R
TL26	Infrastructure Services	95% of the project budget spent on the upgrade of telemetry system in the Beaufort West Municipal Area by 30 June 2027 [(Total actual expenditure for the project/Total amount budgeted for the project)x100]	% project budget spent	Infrastructure and Service Delivery	100%	10%	0%	R	[D366] Director: Infrastructure Services: No Funding available. (September 2026)	[D366] Director: Infrastructure Services: No Funding available. (September 2026)	10%	0%	R
TL27	Infrastructure Services	95% of the project budget spent on the upgrade of Rev Fass Street (Gravel Road) in Kwa-Mandlenkosi by 30 June 2027 [(Total actual expenditure for the project/Total amount budgeted for the project)x100]	% project budget spent	Infrastructure and Service Delivery	95%	10%	18.49%	B	[D367] Director: Infrastructure Services: Contractor on site. (September 2026)		10%	18.49%	B
TL28	Infrastructure Services	95% of the project budget spent on the upgrade of Beaufort West Netball and Tennis Courts by 30 June 2027 [(Total actual expenditure for the project/Total amount budgeted for the project)x100]	% project budget spent	Infrastructure and Service Delivery	95%	10%	16.16%	B			10%	16.16%	B
TL34	Infrastructure Services	Complete upgrade of Taxi Rank/Bus Terminal by 30 June 2027	Upgraded Taxi Rank/Bus Terminal	Infrastructure and Service Delivery	0	0	0	NA			0	0	NA
TL35	Infrastructure Services	95% of the project budget spent on the New High Mast Lights in Prince Valley and Kwa-Mandlenkosi by 30 June 2027 [(Total actual expenditure for the project/Total amount budgeted for the project)x100]	% budget spent	Infrastructure and Service Delivery	0%	10%	3.46%	R	[D375] Director: Infrastructure Services: Tender is awarded. Awaiting final award letter. (September 2026)	[D375] Director: Infrastructure Services: Will report on expendure as soon as project commence. (September 2026)	10%	3.46%	R
TL37	Community Services	Submit a quarterly report on the Illegal Dumping Project (Department of Environmental Affairs) to Council	Number of reports submitted	Infrastructure and Service Delivery	1	1	0	R			1	0	R
TL38	Community Services	Review the Housing Pipeline Report to Council by 30 June 2027	Number of reports submitted	Good Governance and Public Participation	1	0	0	NA			0	0	NA
TL39	Community Services	Develop the Human Settlements Plan and submit to Council by 30 June 2027	Human Settlements Plan submitted to Council by 31 March 2027	Good Governance and Public Participation	1	0	0	NA			0	0	NA
TL40	Community Services	Submit quarterly reports to Council on Informal Settlements in Beaufort West Municipal Area	Number of reports submitted	Good Governance and Public Participation	4	1	0	R			1	0	R

Summary of Results: SO1: Provide, maintain and expand basic services to all people in the municipal area

NA	KPI Not Yet Applicable	KPIs with no targets or actuals in the selected period.	3
R	KPI Not Met	0% <= Actual/Target <= 74.999%	14
O	KPI Almost Met	75.000% <= Actual/Target <= 99.999%	0
G	KPI Met	Actual meets Target (Actual/Target = 100%)	0
G2	KPI Well Met	100.001% <= Actual/Target <= 149.999%	0
B	KPI Extremely Well Met	150.000% <= Actual/Target	2
DNO	KPI Did Not Occur	KPIs with a target which did not materialise	0
NU	KPI Not Yet Updated	KPIs which have not yet been updated	0
UR	KPI Under Review	KPIs which have been rejected by a Reviewer	0
	Total KPIs:		**19**

SO2: Sustainable, safe and healthy environment

KPI Ref	Responsible Directorate	KPI	Unit of Measurement	National KPA	Baseline	Quarter ending September 2026					Overall Performance for Quarter ending September 2026 to Quarter ending September 2026		
						Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL24	Infrastructure Services	95% of water samples in the Beaufort West jurisdiction area comply with SANS241 micro biological indicators	% of water samples compliant to SANS 241	Infrastructure and Service Delivery	100%	95%	99%	G2			95%	99%	G2
TL29	Infrastructure Services	95% of the project budget spent on the Beaufort West Waste Water Treatment Works by 30 June 2027 [(Total actual expenditure for the project/Total amount budgeted for the project)x100]	% project budget spent	Infrastructure and Service Delivery	95%	10%	21.80%	B	[D369] Director: Infrastructure Services: Project Budget: R 32 241 000.00 Expenditure: R 7 023 372.42 (September 2026)		10%	21.80%	B
TL30	Infrastructure Services	95% of the project budget spent on the Expansion of the Murraysburg Cemetery Site by 30 June 2027 [(Total actual expenditure for the project/Total amount budgeted for the project)x100]	% project budget spent	Infrastructure and Service Delivery	95%	10%	0%	R	[D370] Director: Infrastructure Services: No expenditure on Project. (September 2026)	[D370] Director: Infrastructure Services: S24G Process and EIA. (September 2026)	10%	0%	R
TL33	Infrastructure Services	95% of the project budget spent on the Reconstruction of Irrigation Pump Station at Waste Water Treatment Works (Beaufort West) by 30 June 2027 [(Total actual expenditure for the project/Total amount budgeted for the project)x100]	% budget spent	Infrastructure and Service Delivery	0%	10%	0%	R	[D373] Director: Infrastructure Services: No expenditure on the project. (September 2026)	[D373] Director: Infrastructure Services: Awaiting Waiver with regards to co-funding waiver. Procurement planned for 3rd Quarter. (September 2026)	10%	0%	R
TL36	Community Services	Facilitate vehicle check-points (VCP's) in conjunction with the Provincial Traffic Department monthly	Number of VCP's facilitated	Good Governance and Public Participation	4	3	0	R			3	0	R
TL41	Community Services	Review the Fire Risk Management Plan and submit to Council by 31 March 2027	Fire Risk Management Plan submitted by 31 March 2027	Good Governance and Public Participation	1	0	0	NA			0	0	NA
TL42	Community Services	Review the Disaster Management Plan and submit to Council by 31 May 2027	Reviewed Disaster Management Plan submitted to Council by 31 May 2027	DDM One Plan Implementation	0	0	0	NA			0	0	NA
TL43	Community Services	Review the Traffic Strategy Plan and submit to Council by 31 March 2027	Traffic Strategy submitted to Council by 31 March 2027	Good Governance and Public Participation	0	0	0	NA			0	0	NA
TL44	Community Services	Development of an Invasive Species Management Plan by 31 March 2027	Invasive Species Management Plan submitted to Council by 31 March 2027	Infrastructure and Service Delivery	0	0	0	NA			0	0	NA
TL45	Community Services	Develop an Air Quality Management By-Law and submit to Council by 31 May 2027	Air Quality Management By-Law by 31 May 2027	DDM One Plan Implementation	0	0	0	NA			0	0	NA

Summary of Results: SO2: Sustainable, safe and healthy environment

NA	KPI Not Yet Applicable	KPIs with no targets or actuals in the selected period.	5
R	KPI Not Met	0% <= Actual/Target <= 74.999%	3
O	KPI Almost Met	75.000% <= Actual/Target <= 99.999%	0
G	KPI Met	Actual meets Target (Actual/Target = 100%)	0
G2	KPI Well Met	100.001% <= Actual/Target <= 149.999%	1
B	KPI Extremely Well Met	150.000% <= Actual/Target	1
DNO	KPI Did Not Occur	KPIs with a target which did not materialise	0
NU	KPI Not Yet Updated	KPIs which have not yet been updated	0
UR	KPI Under Review	KPIs which have been rejected by a Reviewer	0
	Total KPIs:		**10**

SO3: Promote broad-based growth and development

KPI Ref	Responsible Directorate	KPI	Unit of Measurement	National KPA	Baseline	Quarter ending September 2026					Overall Performance for Quarter ending September 2026 to Quarter ending September 2026		
						Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL23	Infrastructure Services	Create temporary job opportunities in terms of the Extended Public Works Programme (EPWP) projects by 30 June 2027	Number of temporary jobs opportunities created by 30 June 2027	Local Economic Development	191	0	0	NA			0	0	NA

Summary of Results: SO3: Promote broad-based growth and development

NA	KPI Not Yet Applicable	KPIs with no targets or actuals in the selected period.	1
R	KPI Not Met	0% <= Actual/Target <= 74.999%	0
O	KPI Almost Met	75.000% <= Actual/Target <= 99.999%	0
G	KPI Met	Actual meets Target (Actual/Target = 100%)	0
G2	KPI Well Met	100.001% <= Actual/Target <= 149.999%	0
B	KPI Extremely Well Met	150.000% <= Actual/Target	0
DNO	KPI Did Not Occur	KPIs with a target which did not materialise	0
NU	KPI Not Yet Updated	KPIs which have not yet been updated	0
UR	KPI Under Review	KPIs which have been rejected by a Reviewer	0
	Total KPIs:		**1**

SO4: Maintain an ethical, accountable and transparent administration

KPI Ref	Responsible Directorate	KPI	Unit of Measurement	National KPA	Baseline	Quarter ending September 2026					Overall Performance for Quarter ending September 2026 to Quarter ending September 2026		
						Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL1	Office of the Municipal Manager	Compile the Risk based audit plan for 2027/28 and submit to Audit committee for consideration by 30 June 2027	Risk based audit plan submitted to Audit committee by 30 June 2027	Good Governance and Public Participation	1	0	0	NA			0	0	NA
TL2	Office of the Municipal Manager	70% of the Risk based audit plan for 2026/27 implemented by 30 June 2027 [(Number of audits and tasks completed for the period identified in the RBAP/ Number of audits and tasks identified in the RBAP) x 100]	% of the Risk Based Audit Plan implemented by 30 June 2027	Good Governance and Public Participation	87.50%	10%	0%	R			10%	0%	R
TL3	Office of the Municipal Manager	Submit the Integrated Development Plan 2027-2032 and submit to Council by 31 May 2027	Revied IDP submitted	Good Governance and Public Participation	1	0	0	NA			0	0	NA
TL4	Office of the Municipal Manager	Submit the Annual Performance Report to the Auditor-General by 31 August 2026	Annual Performance Report submitted	Good Governance and Public Participation	1	1	0	R			1	0	R
TL18	Corporate Services	Appoint people from the employment equity target groups in the three highest levels of management in compliance with a municipality's approved employment equity plan	Number of people appointed in the three highest levels of management	Capable Local Government Institutions	1	0	0	NA			0	0	NA
TL19	Corporate Services	0.5% of the municipality's personnel budget spent on implementing its workplace skills plan by 30 June 2027 [(Actual amount spent on training/total personnel budget) x100]	% of the municipality's personnel budget spent on implementing its workplace skills plan	Capable Local Government Institutions	1%	0%	0%	NA			0%	0%	NA
TL21	Corporate Services	Compile and submit the final annual report and oversight report to Council by 31 March 2027	Final annual report and oversight report submitted to Council by 31 March 2027	Good Governance and Public Participation	1	0	0	NA			0	0	NA

Summary of Results: SO4: Maintain an ethical, accountable and transparent administration

NA	KPI Not Yet Applicable	KPIs with no targets or actuals in the selected period.	5
R	KPI Not Met	0% <= Actual/Target <= 74.999%	2
O	KPI Almost Met	75.000% <= Actual/Target <= 99.999%	0
G	KPI Met	Actual meets Target (Actual/Target = 100%)	0
G2	KPI Well Met	100.001% <= Actual/Target <= 149.999%	0
B	KPI Extremely Well Met	150.000% <= Actual/Target	0
DNO	KPI Did Not Occur	KPIs with a target which did not materialise	0
NU	KPI Not Yet Updated	KPIs which have not yet been updated	0
UR	KPI Under Review	KPIs which have been rejected by a Reviewer	0
	Total KPIs:		**7**

SO5: Enabling a diverse and capacitated workforce

KPI Ref	Responsible Directorate	KPI	Unit of Measurement	National KPA	Baseline	Quarter ending September 2026					Overall Performance for Quarter ending September 2026 to Quarter ending September 2026		
						Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL22	Corporate Services	95% of the approved project budget spent on computer equipment by 30 June 2027 [(Actual expenditure divided by the total approved project budget)x100]	% budget spent	Capable Local Government Institutions	0%	10%	0%	R			10%	0%	R

Summary of Results: SO5: Enabling a diverse and capacitated workforce

NA	KPI Not Yet Applicable	KPIs with no targets or actuals in the selected period.	0
R	KPI Not Met	0% <= Actual/Target <= 74.999%	1
O	KPI Almost Met	75.000% <= Actual/Target <= 99.999%	0
G	KPI Met	Actual meets Target (Actual/Target = 100%)	0
G2	KPI Well Met	100.001% <= Actual/Target <= 149.999%	0
B	KPI Extremely Well Met	150.000% <= Actual/Target	0
DNO	KPI Did Not Occur	KPIs with a target which did not materialise	0
NU	KPI Not Yet Updated	KPIs which have not yet been updated	0
UR	KPI Under Review	KPIs which have been rejected by a Reviewer	0
	Total KPIs:		**1**

SO6: Uphold sound financial management principles and practices

KPI Ref	Responsible Directorate	KPI	Unit of Measurement	National KPA	Baseline	Quarter ending September 2026					Overall Performance for Quarter ending September 2026 to Quarter ending September 2026		
						Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL14	Financial Services	Financial viability measured in terms of the municipality's ability to meet its service debt obligations at 30 June 2027 [(Short Term Borrowing + Bank Overdraft + Short Term Lease + Long Term Borrowing + Long Term Lease) / (Total Operating Revenue -Operating Conditional Grant) x 100]	Debt to Revenue as at 30 June 2027	Financial Management	1%	0%	0%	NA			0%	0%	NA
TL15	Financial Services	Financial viability measured in % in terms of the total amount of outstanding service debtors in comparison with total revenue received for services at 30 June 2027 [(Total outstanding service debtors/annual revenue received for services)x 100]	Service debtors to revenue as at 30 June 2027	Financial Management	73%	0%	0%	NA			0%	0%	NA
TL16	Financial Services	Financial viability measured in terms of the available cash to cover fixed operating expenditure at 30 June 2027 [(Cash and Cash Equivalents - Unspent Conditional Grants - Overdraft) + Short Term Investment / Monthly Fixed Operational Expenditure excluding (Depreciation, Amortisation, and Provision for Bad Debts, Impairment and Loss on Disposal of Assets)]	Cost coverage as at 30 June 2027	Financial Management	0.36	0	0	NA			0	0	NA
TL17	Financial Services	Achieve a payment percentage of 90% by 30 June 2027 [(Gross Debtors Opening Balance + Billed Revenue - Gross Debtors Closing Balance - Bad Debts Written Off) / Billed Revenue x 100]	Payment % achieved by 30 June 2027	Financial Management	88%	85%	1%	R	[D357] Director: Financial Services: See attached file. (September 2026)	[D357] Director: Financial Services: See attached file. (September 2026)	85%	1%	R
TL20	Corporate Services	Spend 100% of the library grant by 30 June 2027 (Actual expenditure divided by the total grant received)	% of grant spent by 30 June 2027	Local Economic Development	97%	0%	0%	NA			0%	0%	NA
TL31	Infrastructure Services	Limit unaccounted for water quarterly to less than 25% during 2026/27 [(Number of Kilolitres Water Purchased or Purified - Number of Kilolitres Water Sold (including free basic water) / Number of Kilolitres Water Purchased or Purified x 100]	% unaccounted water	Financial Management	76.42%	0%	0%	NA			0%	0%	NA
TL32	Infrastructure Services	Limit unaccounted for electricity to less than 10% quarterly during the 2026/27 financial year [(Number of Electricity Units Purchased - Number of Electricity Units Sold) / Number of Electricity Units Purchased) _ 100]	% unaccounted electricity	Financial Management	17.63%	0%	0%	NA			0%	0%	NA

Summary of Results: SO6: Uphold sound financial management principles and practices

NA	KPI Not Yet Applicable	KPIs with no targets or actuals in the selected period.	6
R	KPI Not Met	0% <= Actual/Target <= 74.999%	1
O	KPI Almost Met	75.000% <= Actual/Target <= 99.999%	0
G	KPI Met	Actual meets Target (Actual/Target = 100%)	0
G2	KPI Well Met	100.001% <= Actual/Target <= 149.999%	0
B	KPI Extremely Well Met	150.000% <= Actual/Target	0
DNO	KPI Did Not Occur	KPIs with a target which did not materialise	0
NU	KPI Not Yet Updated	KPIs which have not yet been updated	0
UR	KPI Under Review	KPIs which have been rejected by a Reviewer	0
	Total KPIs:		7

Overall Summary of Results

NA	KPI Not Yet Applicable	KPIs with no targets or actuals in the selected period.	20
R	KPI Not Met	0% <= Actual/Target <= 74.999%	21
O	KPI Almost Met	75.000% <= Actual/Target <= 99.999%	0
G	KPI Met	Actual meets Target (Actual/Target = 100%)	0
G2	KPI Well Met	100.001% <= Actual/Target <= 149.999%	1
B	KPI Extremely Well Met	150.000% <= Actual/Target	3
DNO	KPI Did Not Occur	KPIs with a target which did not materialise	0
NU	KPI Not Yet Updated	KPIs which have not yet been updated	0
UR	KPI Under Review	KPIs which have been rejected by a Reviewer	0
	Total KPIs:		45

Report generated on 20 October 2026 at 12:03.

Annexure A

Progress on Top 10 Capital Projects - Quarter 1

WC053 Beaufort West Municipality - Top 10 Capital Projects September 2026

No.	Project Name	Funding Source	Budget Year 2026/27	YTD Expenditure	YTD Budget	Variance	Status of the project	At what stage is each project currently?	Any challenges identified that is resulting in delays?	What measures are in place to remedy the existing challenges.
1	Upgrade Gravel Roads : Rev Fass Street - Kwa-Mandlenkosi	MIG	5,625,998	1,040,500	1,406,500	(366,000)	Implementation	Contractor on Site	Existing Service relocations	BAC recommended approval of contract extention to relocate existing waterpipeline
2	Upgrading of Beaufort West Netball and Tennis Courts	MIG	566,718	91,578	141,680	(50,102)	Implementation	Contractor On site. Practical Completion achieved on 21/08/2026. Completing snags identified	Delays with completing snags for Completion	Programme submitted indicated that snags will be completed by 09 October 2026
3	Reconstruction of Irrigation Pump Station at Waste Water Treatment Works (Beaufort West)	MIG	1,166,020	-	291,505	(291,505)	Awaiting Appraisal	Awaiting feedback w.r.t cofunding waiver application from DCoG and DLG. Procurement planned for 3rd Quarter	Municipality needs to consider co-funding project in the Adjustment Budget	N/A
4	Testing & Equiping of Existing and Vandalized Boreholes	DLG	3,774,782	-	943,696	(943,696)				
5	Upgrade Taxi Rank / Bus Terminal	Department of Mobility	208,695	-	52,174	(52,174)	N/A	N/A	N/A	N/A
6	Beaufort West - Waste Water Treatment Works	WSIG	28,035,652	6,224,839	7,008,913	(784,074)	Implementation	Contractor on Site	N/A	N/A
7	Murraysburg: Cemetery: Expansion of Cemetery Site	MIG	2,229,439		557,360	(557,360)	Planning	S24G Process and EIA	N/A	N/A
	Murraysburg: Cemetery: Expansion of Cemetery Site	CRR	513,906		128,477	(128,477)				
8	New High Mast Lights - (Prince Valley & Kwa-Mandlenkosi)	MIG	3,953,866	136,633	988,467	(851,834)	Procurement, BAC	Awaiting decision of BAC	N/A	N/A
9	Computer Equipment	CRR	870,000		217,500	(217,500)	Specification finalised and submitted to SCM	SCM to commence with procurement process		
10	Machinery and Equipment	CRR	200,000	-	50,000	(50,000)	N/A	N/A	N/A	N/A
			47,145,076	**7,493,549**	**11,786,269**	**(4,292,720)**				

Project status: If the project is in the SCM process of being procured. Please state in which stage (planning, specification, advertising, etc.)

Annexure B

Supply Chain Management (SCM) Implementation Report

Quarter 1

MUNISIPALITEIT - MUNICIPALITY - UMASIPALA-WASE
BEAUFORT-WES/BEAUFORT WEST/BHOBHOFOLO

KANTOOR VAN DIE DIREKTEUR: FINANSIëLE DIENSTE

OFFICE OF THE DIRECTOR: FINANCIAL SERVICES

Rig asseblief alle korrespondensie aan die Munisipale Bestuurder/Kindly address all correspondence to the Municipal Manager/Yonke imbalelwano mayiluniyelwe kuMfawuli kaMasipala

Verwysing
Reference 6/1/1/1
Isalathiso

Navrae
Enquiries S.A Pothberg
Imibuzo

Datum
Date 2026.10.14
Umhla

Privaatsak / Private Bag 582
Faks/Fax: (023) 4148105
Tel. (023) 4148100

e-pos / e-mail: scnel@beaufortwestmun.co.za
Kerkstraat 15 Church Street
BEAUFORT-WES
BEAUFORT WEST
BHOBHOFOLO
6970

MEMORANDUM TO THE ACTING MUNICIPAL MANAGER

SUPPLY CHAIN MANAGEMENT IMPLEMENTATION REPORT FOR 1st QUARTER- 01 JULY UNTILL 30 SEPTEMBER 2026

1. EXECUTIVE SUMMARY

In terms of paragraph 6.3 of Council's Supply Chain Management Policy, the Accounting Officer must, within 10 days of the end of each quarter, submit a report on the implementation of the supply chain management policy to the mayor of the municipality.

2. AWARDS TO CLOSE FAMILY MEMBERS OF PERSONS IN THE SERVICE OF THE STATE

In terms of the Municipal Supply Chain Management Regulations, Paragraph 45, awards given to close family members or persons in the service of the state, above R2 000, should be disclosed in the notes to the Annual Financial Statements. During the 1st quarter of 2026/2027 financial year awards amounting to **R 179 861,29** were made by the municipality to people whose close family members are in the service of the state, see **Annexure A** for details.

3. MONTHLY REPORT ON DEVIATIONS AND MINOR BREACHES

The Supply Chain Management Policy states in Paragraph 36:
"The accounting officer may –
(a) dispense with the official procurement processes established by this Policy and to procure any required goods or services through any convenient process, which may include direct negotiations, but only —
(i) in an emergency (as per definition);
(ii) if such goods or services are produced or available from a single provider only;
(ii) for the acquisition of special works of art or historical objects where specifications are difficult to compile;
(iv) acquisition of animals for zoos and/or nature and game reserves; or

(v) in any other exceptional case where it is impractical or impossible to follow the official procurement processes; and
(vi) ad-hoc repairs to plant and equipment where it is not possible to ascertain the nature or extent of the work required in order to call for bids;

There were 3 deviations approved by the Accounting Officer during the 1st quarter. The total amount of these deviations was **R 1 726 851, 50** see **Annexure B** for details.

4. AWARDS OF COMPETETIVE BIDS AND FORMAL QUOTATIONS IN TERMS OF SUB-DELEGATIONS

In terms of Section 5(3), an official or bid adjudication committee to which the power to make final awards has been sub-delegated must within five days of the end of each month submit to the accounting officer a written report containing particulars of each final award made by such official or committee during that month.

The Municipal Manager has sub-delegated the power to award Competitive Bids to the Bid Adjudication Committee and Formal Written Price Quotations to the Heads of Departments. There were **3** awards made in terms of these sub-delegations by Bid Adjudication Committee, **R 26 849 815, 49** and **1** awards by Head of Department which amount to **R 165 792, 00** and the details of these awards are attached as **Annexure C**.

5. CONTRACT MANAGEMENT

In terms of National Treasury Circular 62, contracts may be varied or expanded by not more than 20% for construction-related goods or services and no more than 15% for all other goods and or services without having to follow the abovementioned process per Section 116(3) of the MFMA.

- **EXTENSION OF CONTRACT: SCM 44/2026: UPGRADING OF GRAVEL ROADS: REV FASS STREET (KWA-MANDLENKOSI), BEAUFORT WEST**

The project experienced unforeseen conditions during excavation works when the existing water reticulation network was found to be significantly shallower than anticipated and in direct conflict with the proposed road construction works. Furthermore, much of the existing infrastructure comprises aging 75mm asbestos-cement pipes that no longer meet current standards.

As no service relocation or upgrading was included in the original scope of work, it has become necessary to replace approximately 600m of water reticulation, including associated valves, hydrants, house connections and fittings, to enable the roadworks to proceed safely and in compliance with engineering standards.

The required additional works will result in a contract value increase of R934,668.74 (incl. VAT), bringing the total contract value to R5,608,012.44 (incl. VAT). This increase remains within the allowable 20% variation threshold. In addition, a 21 working day extension of time is required as the water pipeline replacement forms part of the project's critical path and must be completed before road construction can continue in the affected areas.

Financial Impact on SCM44/2026

Description	Amount (Incl. VAT)
Original Contract	R4,673,343.70
Water Reticulation Variation	R1,356,037.94
Savings on Road Layer Works	(R421,369.20)
Net Increase	R934,668.74
Final Contract Value	*R5,608,012.44*

- **EXTENSION OF CONTRACT TENDER: NOTICE NO. 13/2023: SCM 49/2023: APPOINTMENT OF A PANEL OF LEGAL PRACTITIONERS FOR THE RENDERING OF LEGAL SERVICES FOR A CONTRACT PERIOD FOR 3 YEARS**

The Municipality followed competitive bidding process and appointed a panel of legal practitioners for the legal services for a period of 3 years.

To ensure continuity of services, the supply chain management process for new contract started with specification committee meeting 29 May 2026. Bid evaluation committee met 15 September with recommendation to Bid adjudication committee resolved that bid be cancelled due to no responsive bids received and that bid be re-advertised.
Current contract end on 17 September and to ensure continuity of services we have to extend contract on month to month basis until successful bidder be appointed for legal services.

#	Amendment	Actual Value Crawford Attorneys
1.	Total Contract Value of bid from 18 September 2023 until 15 September 2026	R2 847 904.24
2.	15% of total contract value	R 427 185,64

FURTHER EXTENSION OF CONTRACT - NOTICE NO: 94/2022 & 33/2023 BID NO: SCM 01/2023 & SCM 70/2023 SUPPLY, DELIVERY, INSTALLATION, MAINTENANCE AND FINANCING OF OFFICE AUTOMATION EQUIPMENT FOR A 3 YEAR PERIOD

Nashua requested more time due to the awaiting period for financing for copiers therefore we need to extend contract for another month, which is until 30 September 2026.

#	Amendment	Actual Value Konica Minolta	Actual Value Konica Minolta Sky
3.	Total Contract Value of bid from 1 July 2023 until 29 June 2026	R 2 521 576,77	R 723 865,05
4.	15% of total contract value	R 378 236,52	R 108 579,75
5.	Previous Extension until 31 August 2026: Estimated expenditure for 2 months (Rental R52 887,33 + R14 099,26 Printing = R66 986,59*2 Months) (R8452+R5996,52)	R 133 973,18	R14 448.52
6.	Estimated extension based on July Accounts: Konica Minolta No rental copies only	R19 033.47	Rental-R8 452,50 Copiers- R5 460,42

6. IRREGULAR EXPENDITURE

In terms of section 1 of the MFMA Circular No 68, Irregular expenditure is defined in section 1 of the MFMA as follows:

"Irregular expenditure", in relation to a municipality or municipal entity, means—

(a) expenditure incurred by a municipality or municipal entity in contravention of, or that is not in accordance with, a requirement of this Act, and which has not been condoned in terms of section 170;

(b) expenditure incurred by a municipality or municipal entity in contravention of, or that is not in accordance with, a requirement of the Municipal Systems Act, and which has not been condoned in terms of that Act;

(c) expenditure incurred by a municipality in contravention of, or that is not in accordance with, a requirement of the Public Office-Bearers Act, 1998 (Act No. 20 of 1998); or

(d) expenditure incurred by a municipality in contravention of, or that is not in accordance with, a requirement of the Public Office-Bearers Act, 1998 (Act No. 20 of 1998); or

(e) expenditure incurred by a municipality or municipal entity in contravention of, or that is not in accordance with, a requirement of the supply chain management policy of the municipality or entity or any of the municipality's by-laws giving effect to such policy, and which has not been condoned in terms of such policy or by-law, but excludes expenditure by a municipality which falls within the definition of "unauthorised expenditure".

During the quarter under review the municipality incurred irregular expenditure amounting to **R 982 655, 45** as a result of contracts that were used though they have already expired, see **Annexure D** for details.

7. PUBLICATION OF SCM REPORT

In terms of Section 21(a) of the Systems Act the report must also be advertised in the local media and placed on Council's notice boards and website.

Prepared by: Mrs. S.A Pothberg
Senior Practitioner: Supply Chain Management
Management

Reviewed: Mr. B Damon
Senior Manager: Supply Chain

Approved by: Mr B Jacobs
Director: Financial Services

Triple SQ Holdings	17/07/2026	ORD-13648	R	3 164,00	Supply and delivery of electrical appliances	Spouse, Mrs Qwina, currently employed at Transnet
Anne's Deli	20/08/2026	15-2026/08-100542	R	9 600,00	Supply and delivery of refreshments for long service awards ceremony for Officials	Husband, Mr A Stoffels, Is currently employed by the Department of Education
	29/09/2026	15-2026/09-102098	R	6 500,00	Catering for SALGA Performance Management	
Beaufort West Luxury Coaches	29/09/2026	15-2026/09-102090	R	25 950,00	Transport services for 18 people from Murraysburg, Nelspoort and Merweville for Ward Committee sesion	Daughter in law, B Johnson are employed at Provincial Traffic
Divine Bold Solutions	24/07/2026	ORD-13673	R	11 950,00	Decoration for Long Service Award Ceremony for Officials	Son, Qiemo De Wee, currently attending practical training at Beaufort West Municipality
Toldie se Slaghuis		ORD-13708	R	11 900,00	Supply of meat for Long Service Award Ceremony for Officials	Daughters, , currently employed at the Department of Health
RWS Cleaning Services	19/08/2026	ORD-13794	R	2 037,84	Supply and delivery of material	Son, Nathan Summers, currently employed at Central Karoo District Municipality
Swarts Catering	14/08/2026	ORD-13779	R	3 350,00	Catering for Council meeting 30 August in Nelspoort	Daughter, Dormenia Swarts, currently employed at Central Karoo District Municipality
Gwennas Solutions	18/09/2026	ORD-13891	R	4 800,00	Catering for Standby workers for water crisis	Daughter, R Petersen, currently employed at Transnet
	18/09/2026	ORD-13892	R	3 500,00		
Q&K Projects	29/07/2026	15-2026/07-99406	R	21 344,00	Digging of graves services	Spouse, Mrs Y De Wee, currently employed at Transnet
	29/07/2026	15-2026/07-99406	R	22 988,50		
	28/08/2026	15-2026/08-100842	R	22 051,25		
	29/09/2026	15-2026/09-102103	R	30 725,70		
	TOTAL QUANTITY		**R**	**179 861,29**		
	TOTAL AMOUNT		14			

Applicable Paragraph in SCM Policy		Supplier	Amount	Date	Reason for Deviation
(a)	Emerency	Civil Corp	R 522 457,65	30/07/2025	A critical water pipe has burst and requires urgent intervention. The continued faulure of the pipeline poses a significant risk of water losses and ipossible damage to the Municipal infrastructure. Due to an emergency nature of the infrastructure failure and the urgent need to procure the required materials, may result in delays in water supply to the Beaufort West Municipality's community. It is therefore immediately required to address the burst pipeline and restore water services unto the community.
(d)(vi)	Any other exceptional case where it is impractical or impossible to follow the official procurement processes,including:	Sibakulu Security Services	R 707 593,85	14/08/2026	The Current Security Services tender's extension expired on 15 August, and the Municipality's new tender process has been concluded; however, the appeal period of the tender is now active. In order to avoid vandalism to Municipal properties and assets, as well as ensure uninterrupted service delivery, it is important to appoint a security service provider through a deviation process on a temporary basis until the appeal period has lapsed and the new tender is finalised. This will ensure the continued protection of Municipal assets, personnel and facilities while maintaining operational continuity.
		Land and Agricultural Development Bank of South Africa	R 496 800,00	27/08/2026	The deviation was necessitated by the need to secure suitable office accommodation for Land Bank due to the health and safety risks identified in the Occupational Health and Safety (OHS) report concerning the current office premises. The existing conditions raised concerns regarding the safety and well-being of employees, necessitating alternative accommodation to mitigate these risks, ensure a safe working environment, and maintain operational continuity. After marketing research and reviewing alternative office space, it was found that Landbank would be the preferred accommodation.
TOTAL QUANTITY DEVIATION			**R 1 726 851,50**		
TOTAL AMOUNT OF DEVIATIONS			**3**		

Bid #	Item	Awarded to	Bid Amount	BBBEE Level	Award date	Award by
Formal quotations with value R 30 000 until R300 000						
SCM 50/2026	Appointment of Support Service Provider for the Support and Maintenance of the Administrator Document Registration System: Version 1.5.0.1: July 2026 - 30 June 2027	Quidity CC	R 165 792.00	1	23/06/2026	Awarded by Acting Director: Corporate Services (S. Pietersen-Philander) on 23/06/2026.
Competetive bids with value R 300 000≤						
SCM 11/2026	Supply, Delivery, Installation or Maintenance of an A4 Folding & Pressure Sealer Machine with a touch screen display for Beaufort West Municipality for 3 year period	X:L Solution (Pty) Ltd	R 109 440,00	1	13/08/2026	Bid Adjudication Committee
SCM 31/2026	Supply and Delivering of Municipal Accounts to Beaufort West Municipal Office for 2 year period	CAB Holdings	R 255 852,00	1		
SCM 52/2026	Provision of Security Services for a period of 36 Months	Kunye Security (Pty) Ltd	R26 484 523,46	1	03/08/2026	
TOTAL			**R 26 849 815,46**			
Cancellations						
SCM 21/2026	Supply and Delivery of LED Lights and Service Parts for Existing LED Lights	**Validity period lapse**				
SCM 36/2026	Provision for Inspection, Cerification and Repair of Lifting Equipment for a period of 3 years	**No responsive bid received**			**14/09/2026**	
SCM 38/2026	Auto Electrical Services for Municipal Fleet for a Period of 3 Years					
SCM 47/2026	Supply and Delivery of Building Material for Murraysburg Thusong Centre	Cancelled by Acting Director: Infrastructure Services (Director L. Nqotola on 14/08/2026)				
SCM 48/2026	Supply and Delivery of Building Material for Daniel Street Finance Office					
SCM 51/2026	Removal of Asbestos Roofs from Electrical Substations					
Extension of Contracts						
SCM 01/2023	Supply, delivery, installation, maintenance and financing of office automation equipment for a 3 year period	Konica Minolta (Pty) Ltd	R 19 033,47	1		
SCM 70/2023	Supply, delivery, installation, maintenance and financing of office automation equipment for a 3 year period	Sky Metro Equipment (Pty) Ltd	R 14 912,92	1	29/06/2026	g S Philander-Piet
SCM 44/2026	Upgrading Of Gravel Roads: Rev Fass Street, Kwa-Mandlenkosi	Benver Civils & Plant Hire (Pty) Ltd	Original Contract Award R 4 673 343,70 extension R 934 668,74 New Contract Value R			
SCM 49/2026	Appointment Of A Panel Of Legal Practitioners For The Rendering Of Legal Services For A Contract Period For 3 Years	Crawford Attorneys	R 427 185,64			

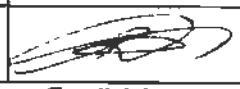
SCM number	Bid description	Bidder	Amount	Payment reference	Payment date	Start date	Completion date	Comment
		Nedfleet	R 196 339,46	15-2026/07-99406	29/07/2026			
			R 210 182,12	15-2026/08-100993	31/08/2026			
			R 275 178,51	15-2026/10-102476	05/10/2026			
		Bidvest Bank	R 28 393,15	15-2026/07-98777	14/07/2026			
			R 23 607,40	15-2026/08-100568	21/08/2026			
SCM 15/2016	Full maintenance fleet: Vehicles		R 26 767,28	15-2026/09-101502	14/09/2026	01/06/2021	01/05/2019	Contract extended beyond contract period
		Nedbank	R 102 740,74	Bank charges-01 July -30 September 2026				
		Merch D-Bank card machine charges-01 July -30 September 2026	R 37 947,63	15-2026/08-99714	04/08/2026	12/07/2023	2028/11/07	
			R 43 521,22	15-2026/09-101231	03/09/2026			
SCM 66/2023	Provision of Comprehensive Banking Services		R 37 977,94	15-2026/10-102347	02/10/2026			
Total			**R 982 655,45**					

Annexure C

Section 11 Report

Quarter 1

PROVINCIAL TREASURY
Withdrawals from Municipal Bank Accounts
In accordance with Section 11, Sub-section 1 (b) to (j)

NAME OF MUNICIPALITY:	Beaufort West Municipality	
MUNICIPAL DEMARCATION CODE:	WC053	
QUARTER ENDED:	30-Sep-26	
MFMA section 11. (1) Only the *accounting officer* or the *chief financial officer* of a *municipality*, or any other senior financial *official* of the *municipality* acting on the written authority of the *accounting officer* may withdraw money or authorise the withdrawal	**Amount**	**Reason for withdrawal**
(b) to defray expenditure authorised in terms of section 26(4);		
(c) to defray unforeseeable and unavoidable expenditure authorised in terms of section 29(1);		
(d) in the case of a bank account opened in terms of section 12. to make payments from the account in accordance with subsection (4) of that section;		
(e) to pay over to a person or organ of state money received by the *municipality* on behalf of that person or organ of state, including -		
(i) money collected by the *municipality* on behalf of that person or organ of state by agreement; or	R 1,849,051.89	Agency Service: Licensing Fees and RMTC
(ii) any insurance or other payments received by the *municipality* for that person or organ of state;		
(f) to refund money incorrectly paid into a bank account;	R -	Refund of funds incorrectly deposited into the municipality's account
(g) to refund guarantees, sureties and *security* deposits;	R 21,001.54	Refund retention fees.
(h) for cash management and *investment* purposes in accordance with section 13;	R 25,939,811.72	Investments withdrawn
(i) to defray increased expenditure in terms of section 31; or		
(j) for such other purposes as may be *prescribed*.		
(4) The *accounting officer* must within 30 days after the end of each *quarter* -	**Name and Surname:**	Bradley Jacobs
(a) table in the *municipal council* a consolidated report of all withdrawals made in terms of subsection (1)(b) to (j) during that *quarter*; and	**Rank/Position:**	Chief Financial Officer
(b) submit a copy of the report to the relevant *provincial treasury* and the *Auditor-General*.	**Signature:**	

Tel number	**Fax number**	**Email Address**
0234148133	0234148105	treasury@beaufortwestmun.co.za

BEAUFORT WEST MUNICIPALITY

MFMA Section11(1) Quarterly Report

for the 1st Quarter : July - September 2026

S11(1)(e) Funds received on behalf of and paid over to a 3rd Party during the 1st Quarter

DATE	VOUCHER #	BENEFICIARY	DETAILS	AMOUNT
24/07/2026	15/26637	MOTOR VEHICLE LICENCE ACCOUNT	RTMC	R 6,552.00
31/07/2026	15/26671	MOTOR VEHICLE LICENCE ACCOUNT	RTMC	R 10,944.00
31/07/2026	15/26672	MOTOR VEHICLE LICENCE ACCOUNT	RTMC	R 10,872.00
14/08/2026	15/26862	MOTOR VEHICLE LICENCE ACCOUNT	RTMC	R 9,936.00
14/08/2026	15/26859	MOTOR VEHICLE LICENCE ACCOUNT	RTMC	R 15,480.00
14/08/2026	15/26860	MOTOR VEHICLE LICENCE ACCOUNT	RTMC	R 9,288.00
31/08/2026	15/27002	MOTOR VEHICLE LICENCE ACCOUNT	RTMC	R 9,432.00
18/09/2026	15/27198	MOTOR VEHICLE LICENCE ACCOUNT	RTMC	R 11,448.00
18/09/2026	15/27196	MOTOR VEHICLE LICENCE ACCOUNT	RTMC	R 13,104.00
18/09/2026	15/27199	MOTOR VEHICLE LICENCE ACCOUNT	RTMC	R 18,144.00
18/09/2026	15/27197	MOTOR VEHICLE LICENCE ACCOUNT	RTMC	R 4,104.00
23/09/2026	15/27230	MOTOR VEHICLE LICENCE ACCOUNT	RTMC	R 15,192.00
24/07/2026	15/26636	MOTOR VEHICLE LICENCE ACCOUNT	LICENSE FEE	R 46,401.39
31/07/2026	15/26670	MOTOR VEHICLE LICENCE ACCOUNT	LICENSE FEE	R 176,300.65
31/07/2026	15/26669	MOTOR VEHICLE LICENCE ACCOUNT	LICENSE FEE	R 94,336.15
14/08/2026	15/26861	MOTOR VEHICLE LICENCE ACCOUNT	LICENSE FEE	R 91,373.04
14/08/2026	15/26858	MOTOR VEHICLE LICENCE ACCOUNT	LICENSE FEE	R 114,806.65
14/08/2026	15/26857	MOTOR VEHICLE LICENCE ACCOUNT	LICENSE FEE	R 267,570.78
31/08/2026	15/27001	MOTOR VEHICLE LICENCE ACCOUNT	LICENSE FEE	R 165,711.42
18/09/2026	15/27193	MOTOR VEHICLE LICENCE ACCOUNT	LICENSE FEE	R 169,001.72
18/09/2026	15/27194	MOTOR VEHICLE LICENCE ACCOUNT	LICENSE FEE	R 28,195.14
18/09/2026	15/27195	MOTOR VEHICLE LICENCE ACCOUNT	LICENSE FEE	R 247,199.45
18/09/2026	15/27192	MOTOR VEHICLE LICENCE ACCOUNT	LICENSE FEE	R 176,718.71
23/09/2026	15/27231	MOTOR VEHICLE LICENCE ACCOUNT	LICENSE FEE	R 136,940.79
		TOTAL		**R 1,849,051.89**

S11(1)(f) Refund of money incorrectly paid into the municipality's bank account during the 1st Quarter

DATE	VOUCHER #	BENEFICIARY	AMOUNT
		TOTAL	R -

S11(1)(g) Retention Fees Refunded during the 1st Quarter			
DATE	**VOUCHER #**	**BENEFICIARY**	**AMOUNT**
14/07/2026	15/26528	Hurrycane Civils & Maintenance	10,142.57
31/07/2026	15/26697	Nedsteel	10,858.97
		TOTAL	**R 21,001.54**

Annexure D

Progress on Municipal Debt Relief Programme

Western Cape Government

Provincial Treasury
Victor Senna
Fiscal and Economic Services
Victor.Senna@westerncape.gov.za | Tel: 021 483 5715

Reference No.: PTR 16/1/30
Enquiries: Steven Kenyon

Private Bag X9165
CAPE TOWN
8000

Ms O. Gaarekwe
Deputy Director-General
Intergovernmental Relations
National Treasury
40 Church Square
PRETORIA
0001

AND

Mr F Sabbat
Acting Municipal Manager
Beaufort West Municipality
Private Bag X582
BEAUFORT WEST
6970

Per email: Ogalaletseng.Gaarekwe@Treasury.gov.za; RevenueManagement@treasury.gov.za; Jan.Hattingh@treasury.gov.za; marli@mfip.gov.za; paul@mfip.gov.za; mm@beaufortwest.gov.za; valenciag@beaufortwestmun.co.za

Dear Ms Gaarekwe and Acting Municipal Manager

MFMA CIRCULAR NO. 124 - PROVINCIAL TREASURY CERTIFICATION OF MUNICIPAL COMPLIANCE OF WC053 BEAUFORT WEST MUNICIPALITY DURING JULY 2026

The National Treasury approved the debt relief application of Beaufort West Municipality with effect 1 July 2023. June 2026 marked the completion of the Municipality's third 12-month debt relief compliance cycle and, consequently, the end of the three-year reporting period under the Debt Relief Programme. The Municipality will, however, continue to report on compliance with the applicable debt relief conditions until the final write-off letter for Year 3 is received, or it is confirmed that reporting is no longer required. The Western Cape Provincial Treasury monitored and assessed the Municipality's compliance with all the debt relief conditions during July 2026. This letter provides an overview of the Provincial Treasury's assessment of the Municipality's compliance with the programme's conditions.

1. Condition 6.1 - Municipality non-compliance

In terms of the National Treasury (NT) approval, the Municipality must comply with conditions 6.1 - 6.14 of MFMA Circular No. 124 read together with the additional conditions specific to the Municipality set-out in its National Treasury debt relief approval letter. From the Provincial Treasury's assessment, the Municipality achieved 100 per cent average compliance with the MFMA Circular

No. 124 conditions during July 2026. Refer to the performance sheet in the table below that shows the Municipality's overall relief compliance performance across the debt relief cycle. Considering the Municipality's consistent and timely payment of Eskom accounts as well as the overall debt relief performance since 1 July 2023, the Provincial Treasury is of the view that the Municipality qualifies for the third tranche of debt relief. However, condition 26 still needs to be met.

2. WC053 Beaufort West Municipality overall relief performance from July 2025 up to and including July 2026:



As we review the third cycle of the Municipal Debt Relief programme, it is crucial for Beaufort West Municipality to build on the progress made during the previous two cycles in the programme. The National Treasury has emphasized that Eskom will only consider writing off arrear debt if the Municipality demonstrates consistent compliance with all conditions for a consecutive 12-month period. Therefore, the Municipality is encouraged to maintain and improve its compliance across all performance areas to ensure continued eligibility for debt relief.

3. Condition 6.2 - Application-based supported by Council's resolution

The Municipality's application was endorsed by the Council and approved by National Treasury, subject to addressing specified gaps. All of these have subsequently been addressed.

4. Condition 6.3 - Maintaining the Eskom bulk current account.

The Municipality has made all bulk account payments timeously; and payments made reconcile to data strings for both water and electricity. The Provincial Treasury has been closely engaging and monitoring the Municipality in this regard to facilitate full compliance.

5. Condition 6.4 - A funded MTREF

The Provincial Treasury assessed the compliance of the Municipality's adapted 2026/27 MTREF to be **funded.** The Municipality has a Financial Recovery Plan in place.

6. Condition 6.5 - Cost reflective tariffs

The Municipality submitted its completed NT Tariff Tool for 2026/27 Final budget.

7. Condition 6.6 - Electricity and water as collection tools

The Municipality met the requirements for this condition using the funding assistance receive from Provincial Treasury and provided proof of the smart meters that were installed to restrict and or interrupt water supply to defaulting consumers or property owner. PT will continue to monitor them to ensure that they align to the requirements of MFMA Circular No. 124. The Municipality received an

invitation to apply for the Smart Meter Grant from National Treasury and has been allocated support for the installation of smart water meters.

8. Conditions 6.7 - Maintain a minimum average quarterly collection of property rates and services charges

The Municipality has achieved an average collection rate of 81 per cent at the end of July 2026. The Provincial Treasury is constantly engaging the Municipality on the need to further improve collections to meet the 95 per cent required norm as per MFMA Circular 71 ratios.

9. Condition 6.8 - Completeness of the Revenue Base

The Municipality submitted the property rates reconciliation tool, however, there are variances that the Municipality is still addressing for alignment between the financial system and the general valuation.

Condition 6.9 - Monitor and Report on compliance The Western Cape Provincial Treasury's assessment included confirming that the MFMA S71 narrative statement and mSCOA data strings for July 2026 was uploaded to the GoMuni portal and that the Statement fully aligns to the MFMA S71 Statement published on the Municipality's website. The MFMA S71 Statement was also assessed against the Municipal Budget-and Reporting Regulations, 2009 (MBRR) and the National Treasury MFMA S71 reporting guidance issued to debt relief municipalities on 10 May 2024 read in conjunction with paragraphs 9(i) to 9(ix) of the NT debt relief approval letter.

The assessment confirmed that the MFMA S71 narrative statement included the following information:

	MFMA S71 Statement component	Compliance (Yes/No)
1.	***The Budget Performonce Overview (paragraph 4) of the MFMA S71 statement*** explicitly advised on the Municipality's progress in implementing the Municipality's budget and (where relevant also the budget funding plan) – where implementation is slow, the statement advised explicitly on progress, challenges and corrective actions.	Yes
2.	***The conclusion (paragraph 14) of the MFMA S71 statement*** explicitly advised as part of the MFMA Circular No. 124: Condition 6.9 reporting - i. Any risk associated; and ii. The mitigating factors. with the implementation of the Municipality's Budget Funding Plan and/or Funded Budget.	Yes
3.	***Annexure B of the MFMA S71 statement included the following debt relief reporting components***	
3.1.1	The Municipality's MFMA Circular No. 124 self-assessment.	Yes
3.1.2	The self-assessment (refer 3.1.1 above) was included in the format of **MFMA Budget Circular No. 128 (Annexure B).**	Yes
3.2	The Municipality's overall relief compliance across the months of its debt relief participation since its National Treasury debt relief approval effective date	Yes
3.3	The latest Provincial Treasury debt relief compliance certificate and report issued to the Municipality.	Yes
3.4.1	The Municipality's revenue collection performance: i. the overall performance graph; ii. Summary worksheet; and iii. Collection per ward indicating who supplies electricity in the ward	Yes

	MFMA S71 Statement component	Compliance (Yes/No)
3.4.2	The revenue collection performance information (refer 3.4.2) was included in the format of **MFMA Budget Circular No. 128 (Annexure D).**	Yes
3.5.1	The indigent management information	Yes
3.5.2	The indigent management information was included in the format of **MFMA Budget Circular No. 128 (Annexure C).**	Yes
3.6.1	The summary of the Municipality's property rates reconciliation undertaken in the National Treasury format.	Yes
3.6.2	The Municipality's progress during the month against its planned corrective action to address any variances evident from the property rates reconciliation.	Yes
3.7.1	Any Eskom and Water (if the Municipality has the Water function) Bulk current account invoice(s) due and payable during the month of reporting	Yes
3.7.2	The Municipality's proof of payment of any such Eskom and/or Water Bulk current account invoice(s) during the month of reporting.	Yes
3.7.3	The Municipality's reconciliation statement for electricity and water (if it has the function) aligning to the MFMA S71 mSCOA data strings upload.	Yes
3.8	Recommendations noting explicitly the aforementioned debt relief reporting to the Mayor and/or Mayoral Committee meeting	Yes

The Municipality has integrated its monthly debt compliance reporting into its MFMA S71 narratives as required and demonstrated its commitment to continuous improvement and adherence to the set of conditions. The Municipality's MFMA Circular No. 124 self-assessment indicated several non-compliance issues. The remedial actions undertaken to achieve compliance, and the timeframes thereof outlined in the MFMA S71 report are noted and monitored by the Provincial Treasury.

11. Condition 6.10 - Provincial Treasury certification of municipal compliance

The Provincial Treasury closely monitors compliance with the conditions of the Municipal Debt Relief Programme, and this letter is submitted in fulfillment of the PT's role in certifying compliance of the Municipality.

12. Condition 6.11 - Limitation on Municipal borrowing powers

The limitation on Municipality borrowing powers and the prohibition of borrowing during debt relief periods form a dual regulatory framework aimed at ensuring fiscal responsibility. Compliance necessitates meticulous scrutiny of borrowing activities to ascertain adherence to authorized limits and program guidelines. These measures, while promoting sustainable debt management, also stabilize the Municipality's financial standing, prevent over-leveraging, and mitigate immediate financial strain. Adhering to these regulations is paramount for maintaining creditworthiness, mitigating financial risks, and safeguarding the Municipality's long-term financial health. Thus, robust oversight and adherence to regulatory frameworks are imperative for prudent financial governance and sustained fiscal resilience. The Municipality has complied with this condition since its debt relief effective date of 1 July 2023, to date.

13. Condition 6.12 - Proper management of resources

It is noted that during February 2024, the National Treasury: Office of the Accountant General (OAG) issued the Supplementary Guide to MFMA Circular No. 124 on 21 February 2024. In terms of the guidance, the Municipality no longer has to maintain a separate bank account for debt relief purposes as envisaged in MFMA Circular No. 124 (Condition 6.12), however, irrespective of whether

a Municipality decides to discontinue a separate bank account, ring-fencing for debt relief purposes must be enabled and demonstrated through the Municipality's monthly mSCOA data string submissions.

14. Condition 6.13 - Accounting Treatment

The National Treasury issued an outcome letter dated 30 April 2026 instructing Eskom to write-off second third (1/3) of the municipal relief debt of Beaufort West LM to the value of R25.587 million. Eskom is to align its accounting records and the municipality's Eskom statement(s) / invoice(s) to reflect the debt write-off within two (2) calendar months from the date of this letter.

15. Condition 6.14 - NERSA Licence

By having applied for Municipal Debt Relief, the council of a Municipality that during the duration of the Municipal Debt Relief programme fails to comply with any condition of the Relief, agreed to make an application to NERSA to voluntarily revoke the Municipality's license in terms of section 17 of the Electricity Regulation Act, 2006 (Act No. 4 of 2006). It is noted that this condition will only come into effect if the Municipality's participation in the debt relief programme is terminated.

16. Provincial Treasury Compliance Certification

The Provincial Treasury certifies that it monitored and assessed WC053 Beaufort West Municipality's compliance against the MFMA Circular No. 124 conditions and NT debt relief approval letter as set-out below in the PT's compliance certificate for the Municipality in relation to the period 1 – 31 July 2026:

Annexure A2 - Monthly

National Treasury

Municipal Debt Relief

MFMA Circular No. 124

Municipal Finance Management Act No. 56 of 2003

Western Cape Provincial Treasury

Certificate of Compliance: Municipal Debt Relief Conditions for Application	
Period	Jul'26
National Financial Year	2026/27
Demarcation Code of Municipality being assessed	WC053
District	Central Karoo
Demarcation Description	Beaufort West

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

Municipal Debt Relief Conditions (Monthly reporting)

Choose from drop down list

Condition	6.3 + 6.12	Maintaining the Eskom and bulk water current account – (current account for the purpose of this exercise means the account for a single month's consumption):	
1	6.12.2	- Has the municipality paid its bulk water current account within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? Note - refer condition 6.12.2	Yes
2	6.12.2	- Has the municipality submitted the supporting evidence of the bulk water current account payment to the National Treasury, the Water Board and/ or Water Trading Entity within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za?	Yes
3	6.12.2	- Does the amount of the bulk water current account payment as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of the Water Board and/ or Water Trading Entity?	Yes
4	6.3.1	- Has the municipality paid its Eskom bulk current account within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? Note - current account in terms of municipal debt relief approval means the total Eskom charges for the billing period plus VAT plus any component that may be due in terms of a payment arrangement of "New arrears" (March 2023 and / or subsequent current account(s) up to the date of NT approval of the application.	Yes
5	6.3.2 6.3.3	- Has the municipality submitted the supporting evidence of the bulk Eskom current account payment to the National Treasury and Eskom within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za?	Yes
6	6.3.4	- Does the amount as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of Eskom?	Yes

	6.4	Compliance with a funded MTREF – (choose from drop down list the MTREF assessed)	2026/27 Adopted MTREF
7	6.4.1	- Is the municipality's MTREF funded and aligning to the National Treasury's Budget Funding Guidelines - http://mfma.treasury.gov.za/Guidelines/Pages/Funding.aspx?	Yes
8	6.4.1	- Has the municipality budgeted for any operating surplus on the A1 Schedule (Table A4 – Budgeted Financial Performance) of the Municipal Budget- and Reporting Regulations?	Yes
9	6.4.1	- Has the municipality made adequate provision for debt impairment (considering the actual collection of revenue and property rates during the 12 months immediately preceding the tabling of the budget) on the A1 Schedule (Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?	Yes
		Note - For example, if the municipality during the preceding 12 months only managed to collect 60 per cent of its revenue (also property rates), the provision for debt impairment aligning with the historic collection trend should align to ~40 per cent of the 2023/24 MTREF revenue projections (also property rates). If the municipality merely used the debt impairment to 'balance' the budget and there is no real alignment between the provision for such with the actual collection of revenue, the Provincial Treasury must respond to the item as "No".	
10	6.4.1	- Has the municipality made adequate provision for depreciation and asset impairment (considering its asset register and physical state of assets) on the A1 Schedule) Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?	Yes
		Note - if the municipality merely used the depreciation and asset impairment to 'balance' the budget and there is no real alignment between the provision for such with the state of assets/asset register, the Provincial Treasury must respond to this item	
11	6.4.2	- If the municipality's MTREF is not funded, has it tabled and adopted a credible Budget Funding Plan as part of the MTREF budget (refer item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)?	N/A - the MTREF is funde
		Note - if the municipality has an FRP, a separate budget funding plan is not necesary. However, the PT / NT must assesses whether the existing FRP incorporates / will give effect to a funded MTREF. If not, the FRP requires strengthening.	
12	6.4.2	- If the municipality's MTREF is not funded and it has an FRP per the legislative framework, does the existing FRP incorporate a credible Budget Funding Plan (will the FRP give effect to a funded MTREF over the period of the FRP) - aligning with the principles of a budget funding plan as envisaged in item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)? Note - only if the municipality does not have an FRP may "N/A" be selected from the dropdown list.	Yes
13	6.4.2	- Does the municipality's annual and monthly cashflow projections included on the A1 Schedule (Table A7 - Budgeted Cash Flows and Supporting Table SA 30 – Budgeted Monthly Cash Flows) of the Municipal Budget and Reporting Regulations aligns with and gives effect to the municipality's Budget Funding Plan strategy (or the FRP strategy) and related seasonal trends (For example higher winter Eskom tariffs, lower January collection rates, etc.?)	Yes
14	6.5	**Cost reflective tariffs – (excluding metros) has the municipality included its completed tariff tool (refer MFMA Circular no. 98 and item 5.2 of MFMA Budget Circular no. 122) as part of the municipality's annual tabled and adopted MTREF submissions with effect the tabling of the 2023/24 MTREF?**	Yes
	6.6	Electricity and water as collection tools – has the municipality, with effect from the tabling of the 2023/24 MTREF, demonstrated, through its by-laws and budget related policies that:	
15	6.6.1	- the municipality issues a consolidated monthly bill to all consumers/property owners in terms of which all partial payments received are allocated in the following order of priority: firstly, to property rates, thereafter to water, wastewater, refuse removal and lastly to electricity?	Yes
16	6.6.2	- the municipality disconnects electricity services and/or block the purchasing of pre-paid electricity of any defaulting consumer/property owner unless the defaulter already registered as an indigent consumer with the municipality?	Yes
17	6.6.3	- the municipality is restricting and/or interrupting the supply of water of any defaulting consumer/ property owner unless the defaulter already registered as an indigent consumer with the municipality? Note: In terms of this condition the municipality must undertake such restriction/ interruption of water together with the municipal engineer(s) to ensure a minimum supply of waste water.	Yes
18	6.6.4	- If the defaulting consumer/property owner is registered as an indigent consumer with the municipality, is the monthly supply of electricity and water to that consumer/property owner physically restricted to the monthly national basic free electricity- and water limits of 50 Kilowatt efectricity and 6 Kilolitres water, respectively? Note – the municipality's monthly MFMA s.71 statement must include as part of the narratives the Indigent Information in the required NT format.	Yes
	6.6	Supporting evidence: The National treasury and/ or provincial treasury's related budget assessment confirms the municipality's relevant MTREF's related budget policies and by-laws demonstrate compliance with paragraph 6.6.	
	6.7	Maintain a minimum average quarterly collection of property rates and services charges –	
19	6.7.1	- Has the municipality achieved a minimum of 80 per cent average quarterly collection of property rates and service charges with effect from 01 April 2023 and 85 per cent average quarterly collection with effect from 01 April 2024 during any quarter - demonstrated in the MFMA s.71 monthly and quarterly statement(s) and mSCOA data strings uploaded via the GoMuni Upload Portal?	not yet the end of a quarte
		Note - although the norm and standard for collection (MFMA Circular No. 71) is a 95 per cent threshold, municipalities under the debt relief support will be exempted for the first two years from adhering to this norm.	
	6.7.2	- If the response in 6.7.1 is "No" and the municipality is unable to achieve the minimum average quarterly collection as per paragraph 6.7.1, has the municipality demonstrated to the satisfaction of National Treasury the following :	
20	6.7.2.1	* the underperformance directly relates to Eskom supplied areas where the municipality does not have electricity as a collection tool and that the average quarterly collection of the municipality (excluding Eskom supplied areas) equals the required quarterly average collection set-out in paragraph 6.7.1;	not yet the end of a quarte
21	6.7.2.2	* the municipality for technical engineering reasons is unable to physically restrict and/or limit the supply of water in the Eskom supplied area(s)?	not yet the end of a quarte
22	6.7.2.3	* the municipality before 01 February 2024 attempted to enter into a service delivery agreement with Eskom for purposes of municipal revenue collection in the Eskom supplied area(s) as envisaged in sections 76 to 78 of the Municipal Systems Act, 2000 and that such failed and the reason(s) for the failure?	not yet the end of a quarte

23	6.7.3	- The municipality has progressively installed smart pre-paid meters in the municipality supplied areas to improve its collection and only then, on an individual case-by-case basis, considered writing off the debt of its customers, within its normal credit control process?	Yes
24	6.7.4	- Has the municipality adopted a policy to install any new electricity connection in the demarcated area with effect the 2023/24 MTREF with a smart pre-paid meter?	Yes
25	6.7.5	- Has the municipality's 2023/24, 2024/25 and 2025/26 tabled and adopted capital budgets and MFMA section 71 statements reflected the approach set-out in 6.7.3 and 6.7.4?	Yes
	6.8	Municipality's Completeness of the revenue base –	
26	6.8.1	- Has the municipality demonstrated through the National Treasury property rates reconciliation tool that the municipality's billing system perfectly aligns to its Council approved General Valuation Roll (GVR) and/ or any subsequent supplementary GVR compiled by the registered municipal valuer?	No
27	6.8.1	- If the response in 6.8.1 is "No", has the municipality demonstrated the steps taken to correct the variances identified? Note - monthly progress against the action plan to address variances to be included as part of the municipality's debt relief compliance reporting in the MFMA s.71 statement.	Yes
28	6.8.2	- For the latest ending Quarter -Has the municipality submitted its completed billing system, GVR and/or interim GVR reconciliations required in terms of paragraph 6.8.1 to the National Treasury quarterly (refer MFMA Circulars no. 93, 98, 107 and 108) to the upload portal on https://lguploadportal.treasury.gov.za?	Yes
	6.9	Monitor and report on implementation –	
29	6.9.1	- MFMA section 71 reporting – has the municipal council and senior management team instituted processes to monitor and enforce accountability for the implementation of the municipality's funded budget and Budget Funding Plan where relevant?	Yes
30	6.9.2	- If progress is slow in terms of paragraph 6.9.1, is the active intervention evident from the narratives supporting the municipality's monthly MFMA section 71 reporting and recorded on the financial system as per the mSCOA data string? Note - condition 6.9.2 has a typing error and must refer to 6.9.1.	Yes
31	6.9.3	- Municipalities with financial recovery plans (FRP) – If the municipality has a FRP as envisaged in the prevailing local government legislative framework, is the municipality reporting monthly its progress in implementing its FRP to the Provincial Executive?	Yes
32	6.9.4	- If the municipality has an FRP, with effect from 01 April 2023, parallel to submitting its monthly FRP progress report to the Provincial Executive, has the municipality also submitted the FRP progress report to the National Treasury: Municipal Financial Recovery Service (MFRS) timeously via the GoMuni Upload Portal https://lgopploadportal.treasury.gov.za?	Yes
		Note - a municipality with a FRP does only benefit from the Municipal Debt Support programme if the FRP progress report was submitted to both the Provincial Executive and MFRS	
	6.10	*Provincial Treasury Note - Provincial Treasury certification of municipal compliance – in terms of section 5 and 74 of the MFMA, with effect from 01 April 2023, a delegated municipality may not benefit from Municipal Debt Relief, unless:*	
33	6.10.1	- has the relevant Provincial Treasury (delegated) / National Treasury (non-delegated) monthly monitored the municipality's compliance in terms of these conditions?	Yes
34	6.10.2	- has the Head of the relevant Provincial Treasury (delegated) monthly certified the municipality's compliance to these conditions, to the National Treasury's satisfaction as envisaged in the conditions for provincial treasuries (refer paragraph 4.1.1 to 4.1.5 of MFMA Circular no. 124) and timeously uploaded the compliance certificate via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za? Note - in the case of a non-delegated municipality the National Treasury to issue the compliance certificate.	Yes
35	6.10.3	- has the Provincial Treasury failed to rectify any provincial treasury non-compliance with any of the conditions for provincial treasuries (refer paragraph 4.1.1 to 4.1.6 of MFMA Circular no. 124) within one month of the non-compliance occurring?	No
		Note - if the PT failed to address as future such non-compliance will be considered as non-compliance by the municipality in terms of paragraph 6.1.1.	
36	6.11	**Limitation on municipality borrowing powers - has the municipality borrowed since its initial or any subsequent benefit in terms of this municipal debt support programme?**	No
		Note – there is a prohibition on municipal borrowing for three consecutive municipal financial years from the date of the municipality's initial or any subsequent benefit in terms of this municipal debt support programme. NT confirms that MFMA Circular No. 124: condition 6.11 (limitation on municipality borrowing powers) will only be enforced in relation to new long term loans (entered into after the effective date of debt relief approval) as envisaged in MFMA section 46. Short term borrowing, including making use of an overdraft for in-year bridging purposes are not considered within the ambit of this condition.	
	6.12	For the duration of the Municipal Debt Relief (to ensure proper management of resources):	
37	6.12.1	- has the municipality apportioned and ring-fenced in a sub-account to its primary bank account – (a) all electricity, water and sanitation revenue the municipality collects in any month; and (b) the component of the Local Government Equitable Share (LGES) the municipality earmarked to provide free basic electricity, water and sanitation?	Yes
38	6.12.2	- has the municipality during the month first applied the revenue in the sub-account (required per paragraph 6.12.1) to pay its current Eskom account and then secondly its bulk water current account before it applied the revenue in the sub-account for any other purpose?	Yes
		Note: Only if relevant in the specific circumstances, will a request be made to the Minister of Finance upon the municipality's request to exempt the municipality from MFMA s.8(3)	
39		Supporting evidence: Has the municipality submitted a copy of the monthly bank statement of its ring-fenced bank account to the National Treasury and provincial treasury aligning to its MFMA s.71 statement collected revenue.	Yes
40	6.13	Accounting Treatment - has the municipality fully accounted for and correctly reported on the write-off of its Eskom arrear debt (debt existing as on 31 March 2023) as per any written instruction of the National Treasury: Office of the Accountant General issued for Municipal Debt Relief to date? Note - to include accounting for any related benefit (e.g. interest suppression, etc.) and alignment with mSCOA.	Yes
41	6.14	'NERSA License - has the municipality during the month failed to comply with any condition of the Municipal Debt Relief?	No
		Note: By applying for Municipal Debt Relief as set-out in paragraph 3. of MFMA Circular no. 124, the council of a municipality that during the duration of the Municipal Debt Relief programme fails to comply with any condition of the Relief, agrees to apply to NERSA to revoke the municipality's license in terms of section 17 of the Electricity Regulation Act, 2006 (Act no. 4 of 2006). Any such application must be preceded by the relevant processes for appointing an external mechanism as envisaged in Chapter 8 of the Municipal Systems Act, 2000, including the necessary service delivery agreement aligning with the Municipal Systems Act, 2000 and Electricity Regulation Act, 2006. In terms of the conditions of government's water support to Eskom, Eskom will once again have to enforce its credit control and debt collection policies vis-a-vis the municipality's arrears that are the subject of municipal debt relief, etc.	

The Western Cape Provincial Treasury's assessment and compliance certificate confirms that Beaufort West Municipality during July 2026 did not fully comply with the MFMA Circular No. 124 conditions as elaborated on above. The Municipality must still address these non-compliance matters even though the overall compliance average amounts to **100 per cent.** The Municipality is urged to strengthen its implementation of the debt relief conditions and ensure that it is compliant with all the conditions.

The Municipality is congratulated on the hard work it has taken to comply with the Municipal Debt Relief Programme and is urged to continue implementation the debt relief conditions in future, as they represent best-practice for revenue collection.

The Provincial Treasury continues to appreciate the opportunity that the Municipal Debt Relief Programme provided to municipalities and is committed to supporting our municipalities to ensure that they comply with the conditions of the programme in order to derive the full benefit.

Yours sincerely

Victor Senna

Digitally signed by Victor Senna
Date: 2026.08.31 13:34:49 +02'00'

VICTOR SENNA
DEPUTY DIRECTOR-GENERAL: FISCAL AND ECONOMIC SERVICES
DATE:

Cc: The Executive Mayor: Ms Duimpies – admin@beaufortwestmun.co.za
Municipal CFO: - Mr Bradley Jacobs - bradleyj@beaufortwest.gov.za
Rehaz Abramia: Senior Manager Revenue Management - AbramiR@eskom.co.za
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Heod Official: Provincial Treasury, Ms Julinda Gantana – Julinda.Gantana@westerncape.gov.za
MFMA Coordinator: Steven Kenyon - Steven.Kenyon@westerncape.gov.za
Director-General: Deportment of Cooperative Governance: Mr Mbulelo Tshangana - Zandilez@cogta.gov.za
CEO: SALGA: Sithole Mbango - hmazibuko@salga.org.za

Annexure 02 - Monthly

Department of Water and Sanition and National Treasury

Water Debt Relief

Water Debt Relief Guideline

Municipal Finance Management Act No. 56 of 2003

National Treasury

Certificate of Compliance: Water Debt Relief Conditions

Period	**Aug-26**
National Financial Year	**2026/27**
Demarcation Code of Municipality being assessed	**WC053**
District	**Central Karoo**
Demarcation Description	**Beaufort West**

I, Victor Senna , hereby certify that the provincial treasury monitored the municipality's compliance against the conditions of Municipal Debt Relief as set-out in the **Water Debt Relief Guideline** and that the Provincial Treasury is satisfied and certifies that the said municipality fully complies with the conditions as set-out in the table below:

Water Debt Relief Conditions (Monthly reporting)

Choose from drop down list

Condition			
	7.1	**Maintaining the bulk water current account –** (current account for the purpose of this exercise means the account for a single month's consumption that was due and payable during the month being assessed)	
1	7.1.	- Has the municipality paid its ***bulk water current account*** within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? ***Note** - refer condition 7.1.*	Yes, fully paid
2	7.1.1	- Has the municipality submitted the supporting evidence of the bulk water current account payment(s) to the relevant Water Board (WB) and/ or Water Trading Entity (WTE) and / or Water User Association (WUA)within 1 day of making any such payment (in PDF format)?	Yes
3	7.1.2	- Has the municipality submitted the **consolidated** proof of payments to the respective bulk suppliers to the National Treasury GoMuni Upload portal https://lguploadportal.treasury.gov.za by the 10th working day of the month following the invoice date (in PDF format)?	Yes
4	7.1.2	- Does the amount of the bulk water current account payment as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of the Water Board (WB) and/ or Water Trading Entity (WTE) and / or Water User Association (WUA)?	Yes
	7.2	**Accounting Treatment and mSCOA Reporting**	
5	7.2.1	**Accounting Treatment** - has the municipality fully accounted for and correctly reported on the write-off of its Water arrear debt (debt existing as on 30 September 2024) as per any written instruction of the National Treasury: Office of the Accountant General and NT: CD: Local Government Budget Analysis issued for Water Debt Relief to date?	N/A (No write-off yet)
6	7.2.1	Did the municipality account for any related benefit (e.g. interest suppression, etc.) and does such align with mSCOA?	N/A (No benefit yet)
	7.3	**Monitor and report on implementation –**	
7	7.3.1	**MFMA section 71 reporting** – has the municipal council and senior management team **instituted** processes to monitor and enforce accountability for the implementation of the Water Debt Relief Conditions as part of the implementation of the municipality's funded budget (and Budget Funding Plan where relevant)?	Yes
8	7.3.1.1	Does the municipality's MFMA section 71 statement for the month being assessed include the municipality's water debt relief compliance self-assessment (signed by the Municipal Manager) - in the format of the Water Debt Relief compliance certificate (Annexure 02 of the Water Debt Relief Guideline)?	Yes
	7.3.1	**Does the municipality's MFMA section 71 statement for the month being assessed -**	
9	7.3.1.2	**Part A:** include the municipality's progress against its approved funded budget?	Yes
10	7.3.1.2	**Part B:** If the municipality's budget was assessed as unfunded by any of the Treasuries, the municipality include the progress against approved Budget Funding Plan?	N/A (Budget is Funded)
11	7.3.1.2	- Does the municipality's progress report envisaged in **Part A and B** above clearly demonstrate that the municipality is achieving the required Water Debt Relief compliance?	Yes
12	7.3.1.3	- Include the municipality's water losses (both in Rand value and kilolitres) for the month being assessed? (MFMA Circular 71)	Yes
13	7.3.1.3	- Include the municipality's energy losses (both in Rand value and kilowatt hours) for the month being assessed? (MFMA Circular 71)	Yes

14	7.3.1.3	- **If the municipality is unable to calculate and report** on its water and/or energy losses, **did the** municipality **make** any progress in terms of its loss calculation/ reporting strategy towards *calculating and reporting on such losses?*	Yes
15	7.3.1.3	- Include the *progress made to reduce* the municipality's reported water and/ or energy losses against its water-and energy losses reduction strategy?	Yes
		Municipalities with financial recovery plans (FRP)	
16	7.3.1.2	- **Municipalities with financial recovery plans (FRP)** – If the municipality has a FRP as envisaged in the prevailing local government legislative framework: Did the municipality's FRP progress report during the month being assessed, explicitly include the municipality's progress against those components of the FRP aimed to achieve water debt relief compliance as part of achieving a funded budget?	Yes
17	7.3.1.2	- **Municipalities with financial recovery plans (FRP)** – Was the municipality's FRP progress report during the month being assessed, submitted to the relevant Provincial Executive?	Yes
18	7.3.2	- If progress is slow in terms of paragraph 7.3.1, is the municipal council and senior management team's active intervention evident from the narratives supporting the municipality's monthly MFMA section 71 reporting and recorded on the financial system as per the mSCOA data string?	Yes

PT: HOD/ NT / MM Name: Victor Senna

Signature of PT: HOD/ NT/ MM: Digitally signed by Victor Senna Date: 2026.09.28 14:53:33 +02'00'

Date:

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

***Note – The Signed Certificate to be uploaded on Gomuni must not include comments column - comments need to be incoporated into the related PT report*