

CENTRAL KAROO DISTRICT MUNICIPALITY



In-Year Report

Prepared in terms of the Local Government: Municipal Finance Management Act (56/2003): Municipal Budget and Reporting Regulations, Government Gazette 32141, 17 April 2009.

MONTHLY BUDGET STATEMENT AUGUST 2023



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1. **GLOSSARY**

- 1.1 **s Budget –** Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.
- 1.2 **Allocations –** Money received from Provincial or National Government or other municipalities.
- 1.3 **Budget –** The financial plan of the Central Karoo District Municipality.
- 1.4 **Budget Related Policy –** Policy of the municipality affecting or affected by the budget, examples include tariff policy, rates policy, credit control and debt collection policy.
- 1.5 **Capital Expenditure –** Spending on assets such as land, buildings, furniture, computer equipment and machinery. Any capital expenditure must be reflected as a non-current asset on the Municipality's balance sheet.
- 1.6 **Cash Flow Statement –** A statement including only actual receipts and expenditure by the Municipality. Cash payments and receipts do not always coincide with budgeted timings. For example, when an invoice is received by the Municipality it is shown as expenditure in the month it is received, even though it may not be paid in the same period.
- 1.7 **DORA –** Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government.
- 1.8 **Equitable Share –** A general grant paid to Municipalities.

- 1.9 **Fruitless and Wasteful Expenditure –** Expenditure that was made in vain and would have been avoided had reasonable care been exercised.
- 1.10 **GFS –** Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between Municipalities.
- 1.11 **GRAP –** Generally Recognised Accounting Practice. The new standard for municipal accounting.
- 1.12 **IDP –** Integrated Development Plan. The main strategic planning document of the Municipality.
- 1.13 **MBRR –** Local Government: Municipal Finance Management Act (56/2003): Municipal Budget and Reporting Regulations.
- 1.14 **MFMA –** Local Government: Municipal Finance Management Act (56/2003). The principle piece of legislation relating to municipal financial management. Herein referred to as the Act.
- 1.15 **MTREF –** Medium Term Revenue and Expenditure Framework. A medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous and current years' financial position.
- 1.16 **Operating Expenditure –** Spending on the day to day operations of the Municipality such as salaries and wages and general expenses.

- 1.17 **SDBIP –** Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.
- 1.18 **Strategic Objectives –** The main priorities of the Central Karoo District Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.
- 1.19 **Unauthorised Expenditure –** Generally, is spending without, or in excess of, an approved budget.
- 1.20 **Virement –** A transfer of budget.
- 1.21 **Virement Policy –** The policy that sets out the rules for budget transfers. Virements are normally allowed within a vote. Transfers between votes must be agreed by Council through an s Budget.
- 1.22 **Vote –** One of the main segments into which a budget of a municipality is divided for the appropriation of money for the different departments of the municipality. In Central Karoo District Municipality this means at directorate level. The votes for Central Karoo District therefore are:
- Executive and Council;
 - Budget and Treasury;
 - Corporate Services; and
 - Technical Services.

2. PART 1: IN-YEAR REPORT

2.1 SECTION 1 – MAYOR'S REPORT:

2.1.1 In-Year Report: Monthly Budget Statement:

2.1.1.1 Implementation of Budget in terms of SDBIP:

The municipality implemented the MTREF 2023/2024 in line with the approved Service Delivery and Implementation Plan.

2.1.1.2 Other Information:

The municipality submitted their Annual Financial Statements and Draft Annual and Performance Report on 31 August 2023 to the Auditor-General.

2.2 **SECTION 2 – RESOLUTIONS:**

The recommended Resolution to Council with regard to the August 2023 In-Year Report is:

RESOLVED:

- (a) That the Council take note of contents in the in-year monthly report for August 2023 as set out in the schedules contained in Section 4:
 - (i) Table C1 – Monthly Budget Statement Summary;
 - (ii) Table C2 – Monthly Budget Statement: Financial Performance (Standard Classification);
 - (iii) Table C3 – Monthly Budget Statement: Financial Performance Standard Classification (Revenue and Expenditure by Municipal Vote);
 - (iv) Table C4 – Monthly Budget Statement: Financial Performance (Revenue by Source and Expenditure by Type);
 - (v) Table C5 – Monthly Budget Statement: Capital Expenditure;
 - (vi) Table C6 – Monthly Budget Statement: Financial Position; and
 - (vii) Table C7 – Monthly Budget Statement – Cash Flows.

- (b) Any other resolutions required by the Council.

2.3 **SECTION 3 – EXECUTIVE SUMMARY:**

2.3.1 **Introduction:**

All the schedules reflect the following information:

- Original budget;
- Monthly actual figures;
- Year-to-date actual figures;
- Year-to-date budgeted figures.

2.3.2 **Financial Performance, Position and Cash Flow:**

Section 4 of this report includes the tables with the detailed figures.

2.3.2.1 **Financial Performance:**

The detail of this section can be found in Section 4 of this report Table C2 (Summary per GFS); Table C3 (Summary per Municipal Vote) and Table C4 (Summary by Revenue Source and Expenditure Type). The latter is used to provide the executive summary.

2.3.2.1.1 **Overall View:**

The following table summarises 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 Costs.

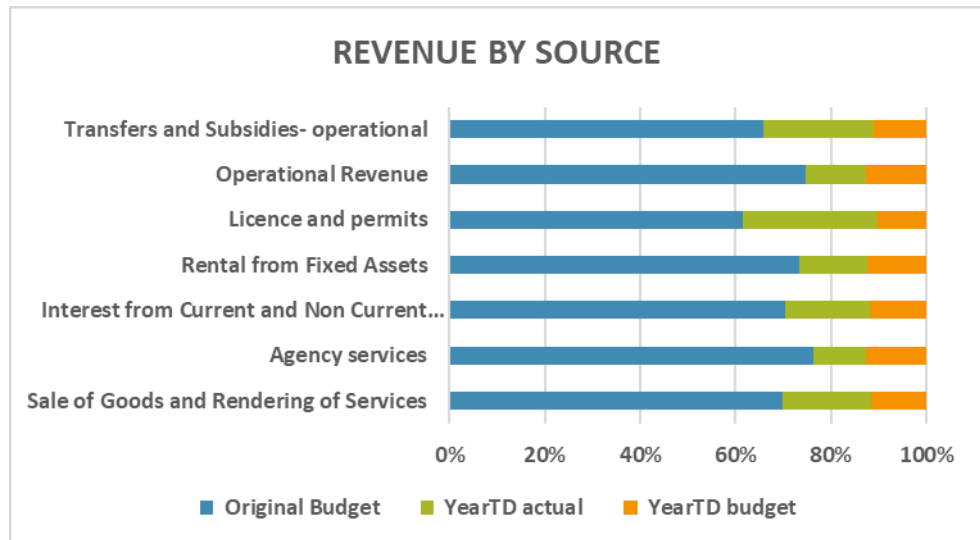
	<u>Capital Expenditure</u>	<u>Operating Expenditure</u>	<u>Operating Revenue</u>
Original Budget	400 000.00	114 450 566.00	114 880 982.00
Actual spend / received (YTD)	43 084.00	18 121 026.36	27 591 647.00
Percentage Spend (YTD)	11%	16%	24%

The table reflects spending of the capital budget of 11%. The total operating expenditure and revenue reflects percentage spent of 16% and 24% respectively.

2.3.2.1.2 Revenue by Source:

The figures represented in this section are the accrued amounts and not actual cash receipts.

The comparisons of the major sources of revenue are illustrated in the figure below:



- **Operational Revenue:**

The amount raised of R 10.556 Million for the actual year to date represents 16.91% of the total budget amount.

- **Interest from current and non-current assets:**

The budget amount for Interest earned R1 147 727, whilst the year to date actual revenue is R288 152. Thus, reflecting receipt of 25.11% at the end of August 2023.

2.3.2.2 Operating Expenditure by Type:

The figures in this section should represent the accrued amounts; in other words when the goods have been ordered; received or the invoice has been completed (reconciled with goods received and prices quoted) it should be captured as an expense. Shadow figures are reflected on the financial system once an order is issued. This action serves as a budgetary control mechanism and no actual financial entries are passed. These figures cannot be used for reporting purposes. The amounts included as expenditure are currently only those for which a payment run has been completed.

The total actual expenditure amounts to R 18 121 026.36.

2.3.2.3 Operating Expenditure by Municipal Vote (Figure 2):

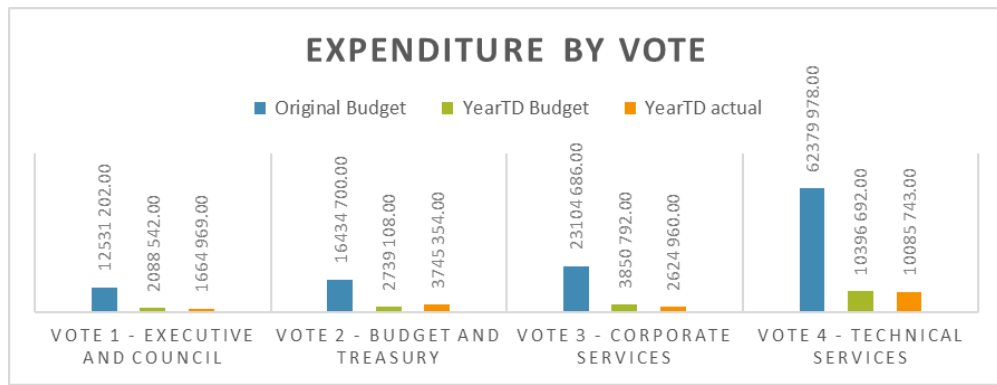


Figure 2 – Breakdown Operating Expenditure by Municipal Vote

Expenditure by Vote	Original Budget	YearTD Budget	YearTD actual	% Spend
Vote 1 - EXECUTIVE AND COUNCIL	12 531 202.00	2 088 542.00	1 664 969.00	13.29%
Vote 2 - BUDGET AND TREASURY	16 434 700.00	2 739 108.00	3 745 354.00	22.79%
Vote 3 - CORPORATE SERVICES	23 104 686.00	3 850 792.00	2 624 960.00	11.36%
Vote 4 - TECHNICAL SERVICES	62 379 978.00	10 396 692.00	10 085 743.00	16.17%
Total Expenditure by Vote	114 450 566.00	19 075 134.00	18 121 026.00	16%

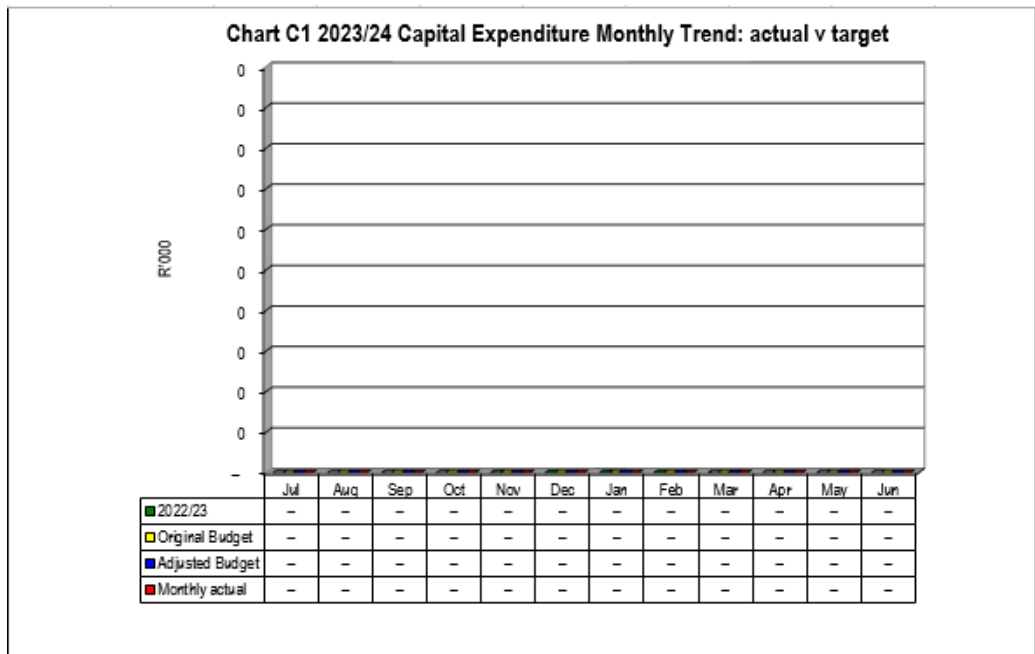
The budget for Corporate Services is R 2.394 million of which R 2.625 million has been expended representing 11.36% of the budget amount.

The budget for Budget and Treasury is R1.052 million of which R 3.745 million has been expended representing 22.79% of the budget amount.

The budget for Executive and Council is R 49 054 million of which R 1.665 million has been expended representing 13.29% of the budget amount.

2.3.2.4 Capital Expenditure (Figure 3):

There was capital spending of R 43 084 for the financial year to date, representing a capital spending percentage of 11% at the end of August 2023. The total capital budget is R400 000. The figure below reflects the monthly trend of the actual and budgeted capital figures.



2.3.3 Cash Flow:

The balance after commitments against the cash and cash equivalents at the end of August 2023 amounts to R 17.569 million.

DC5 - CENTRAL KAROO DISTRICT MUNICIPALITY

Commitments against Cash and Cash Equivalents		August 2023
Item		Amount
Total Cash and Cash equivalents		25 315 407.40
Total commitments against cash		7 746 498.84
Unspent Conditional Grants		6 461 787.04
Creditors		1 284 711.80
		17 568 908.56

2.4

SECTION 4 – IN-YEAR BUDGET STATEMENT TABLE:2.4.1.1 Table C1: Monthly Budget Statement Summary:

The table below provides a summary of the most important information by pulling its information from the other tables to follow.

DC5 Central Karoo - Table C1 Monthly Budget Statement Summary - M02 August

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	–	–	–	–	–	–	–	–	–
Service charges	–	–	–	–	–	–	–	–	–
Investment revenue	1 298	–	–	–	–	–	–	–	–
Transfers and subsidies - Operational	1 298	1 148	–	163	288	191	97	51%	1 148
Other own revenue	110 861	113 733	–	6 205	27 303	18 956	8 348	44%	–
Total Revenue (excluding capital transfers and contributions)	113 458	114 881	–	6 368	27 592	19 147	8 445	44%	114 881
Employee costs	62 434	60 704	–	5 297	9 975	10 117	(143)		60 704
Remuneration of Councillors	4 829	5 308	–	427	836	885	(48)		5 308
Depreciation and amortisation	939	734	–	–	–	122	(122)		734
Interest	834	0	–	–	–	–	–		0
Inventory consumed and bulk purchases	12 599	19 624	–	1 355	2 633	3 271	(638)		19 624
Transfers and subsidies	1 499	231	–	3	3	39	(36)	-94%	231
Other expenditure	34 569	27 848	–	2 109	4 675	4 641	34	1%	27 848
Total Expenditure	117 703	114 451	–	9 190	18 121	19 075	(954)	-5%	114 451
Surplus/(Deficit)	(4 245)	430	–	(2 822)	9 471	72	9 399	13109%	430
Transfers and subsidies - capital (monetary allocations)	–	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	(4 245)	430	–	(2 822)	9 471	72	9 399	13109%	430
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	(4 245)	430	–	(2 822)	9 471	72	9 399	13109%	430
Capital expenditure & funds sources									
Capital expenditure	1 005	400	–	43	43	67	(24)	-35%	400
Capital transfers recognised	837	150	–	–	–	25	(25)	-100%	150
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	168	250	–	43	43	42	1	3%	250
Total sources of capital funds	1 005	400	–	43	43	67	(24)	-35%	400
Financial position									
Total current assets	19 636	21 136	–	–	15 691	–	–	–	21 136
Total non current assets	14 462	18 285	–	–	43	–	–	–	18 285
Total current liabilities	9 707	7 150	–	–	6 263	–	–	–	7 150
Total non current liabilities	13 173	14 921	–	–	–	–	–	–	14 921
Community wealth/Equity	11 118	17 640	–	–	9 471	–	–	–	17 640
Cash flows									
Net cash from (used) operating	(4 478)	1 755	–	7 917	29 554	292	(29 261)	-10005%	1 755
Net cash from (used) investing	6 817	(400)	–	(50)	(50)	1 162	1 212	104%	(400)
Net cash from (used) financing	–	–	–	5 297	9 975	–	(9 975)	#DIV/0!	–
Cash/cash equivalents at the month/year end	15 268	9 352	–	–	39 479	9 452	(30 027)	-318%	1 355
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	151	8	–	–	24	–	–	406	589
Creditors Age Analysis									
Total Creditors	1 170	115	0	–	–	–	–	–	1 285

2.4.1.2 Table C2: Monthly Budget Statement – Financial Performance (Standard Classification):

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

DC5 Central Karoo - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M02 August

Description	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
<i>Governance and administration</i>		52 904	51 361	-	696	17 042	8 560	8 482	99%	51 361
Executive and council		44 390	49 054	-	488	16 690	8 176	8 514	104%	49 054
Finance and administration		8 514	2 307	-	208	352	384	(33)	-9%	2 307
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		26	600	-	-	-	100	(100)	-100%	600
Community and social services		26	67	-	-	-	11	(11)	-100%	67
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	534	-	-	-	89	(89)	-100%	534
<i>Economic and environmental services</i>		60 529	62 920	-	5 671	10 550	10 487	63	1%	62 920
Planning and development		-	540	-	-	-	90	(90)	-100%	540
Road transport		60 529	62 380	-	5 671	10 550	10 397	153	1%	62 380
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	113 458	114 881	-	6 368	27 592	19 147	8 445	44%	114 881
Expenditure - Functional										
<i>Governance and administration</i>		41 228	35 203	-	3 362	6 222	5 867	355	6%	35 203
Executive and council		9 123	11 396	-	860	1 523	1 899	(376)	-20%	11 396
Finance and administration		31 022	22 672	-	2 412	4 557	3 779	779	21%	22 672
Internal audit		1 083	1 135	-	90	142	189	(47)	-25%	1 135
<i>Community and public safety</i>		10 173	10 015	-	512	1 078	1 669	(591)	-35%	10 015
Community and social services		2 925	829	-	7	34	138	(104)	-75%	829
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		1 719	2 908	-	46	123	485	(362)	-75%	2 908
Housing		-	-	-	-	-	-	-	-	-
Health		5 529	6 278	-	459	921	1 046	(125)	-12%	6 278
<i>Economic and environmental services</i>		66 252	69 157	-	5 316	10 821	11 526	(705)	-6%	69 157
Planning and development		4 931	6 777	-	348	735	1 130	(394)	-35%	6 777
Road transport		61 321	62 380	-	4 968	10 086	10 397	(311)	-3%	62 380
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>		51	75	-	-	-	13	(13)	-100%	75
Total Expenditure - Functional	3	117 703	114 451	-	9 190	18 121	19 075	(954)	-5%	114 451
Surplus/ (Deficit) for the year		(4 245)	430	-	(2 822)	9 471	72	9 399	13109%	430

2.4.1.3 Table C3: Monthly Budget Statement – Financial:

The budget is approved by Council on the municipal vote level. The municipal votes reflect the organisational structure of the municipality. On the next page, as part of Table C3, a table with the sub-votes is also prepared.

DC5 Central Karoo - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M02 August

Vote Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - Executive and Council		44 390	49 054	-	488	16 690	8 176	8 514	104.1%	49 054
Vote 2 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 3 - Finance		2 557	1 053	-	45	56	175	(120)	-68.3%	1 053
Vote 4 - Corporate Services		5 982	2 394	-	163	296	399	(103)	-25.8%	2 394
Vote 5 - Technical Services		60 529	62 380	-	5 671	10 550	10 397	153	1.5%	62 380
Total Revenue by Vote	2	113 458	114 881	-	6 368	27 592	19 147	8 445	44.1%	114 881
Expenditure by Vote	1									
Vote 1 - Executive and Council		10 028	12 531	-	950	1 665	2 089	(424)	-20.3%	12 531
Vote 2 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 3 - Finance		21 599	16 435	-	2 072	3 745	2 739	1 006	36.7%	16 435
Vote 4 - Corporate Services		24 735	23 105	-	1 200	2 625	3 851	(1 226)	-31.8%	23 105
Vote 5 - Technical Services		61 342	62 380	-	4 968	10 086	10 397	(311)	-3.0%	62 380
Total Expenditure by Vote	2	117 703	114 451	-	9 190	18 121	19 075	(954)	-5.0%	114 451
Surplus/ (Deficit) for the year	2	(4 245)	430	-	(2 822)	9 471	72	9 399	13109.4%	430

Table C3C: Monthly Budget Statement – Financial:

DC5 Central Karoo - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - A - M02 August

Vote Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote										
Vote 1 - Executive and Council	1	44 390	49 054	-	488	16 690	8 176	8 514	104%	49 054
Vote 3 - Finance		2 557	1 053	-	45	56	175	(120)	-68%	1 053
Vote 4 - Corporate Services		5 982	2 394	-	163	296	399	(103)	-26%	2 394
Vote 5 - Technical Services		60 529	62 380	-	5 671	10 550	10 397	153	1%	62 380
Total Revenue by Vote	2	113 458	114 881	-	6 368	27 592	19 147	8 445	44%	114 881
Expenditure by Vote										
Vote 1 - Executive and Council	1	10 028	12 531	-	950	1 665	2 089	(424)	-20%	12 531
Vote 3 - Finance		21 599	16 435	-	2 072	3 745	2 739	1 006	37%	16 435
Vote 4 - Corporate Services		24 735	23 105	-	1 200	2 625	3 851	(1 226)	-32%	23 105
Vote 5 - Technical Services		61 342	62 380	-	4 968	10 086	10 397	(311)	-3%	62 380
Total Expenditure by Vote	2	117 703	114 451	-	9 190	18 121	19 075	(954)	(0)	114 451
Surplus/ (Deficit) for the year	2	(4 245)	430	-	(2 822)	9 471	72	9 399	0	430

2.4.1.4 Table C4: Monthly Budget Statement – Financial Performance (Revenue and Expenditure):

This table reflects the operating budget and actual figures of the financial performance. The revenue is specifically set out by source due to the fact that Council approves the revenue budget by source and the expenditure budget by vote.

DC5 Central Karoo - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M02 August

Description	Ref	2022/23	Budget Year 2023/24						Full Year Forecast
		Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands									
Revenue									
Exchange Revenue									
Service charges - Electricity		-	-	-	-	-	-	-	-
Service charges - Water		-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-
Service charges - Waste management		-	-	-	-	-	-	-	-
Sale of Goods and Rendering of Services		44	154	35	41	26	15	59%	154
Agency services		5 493	6 666	483	966	1 111	(145)	-13%	6 666
Interest		-	-	-	-	-	-	-	-
Interest earned from Receivables		-	-	-	-	-	-	-	-
Interest from Current and Non Current Assets		1 298	1 148	163	288	191	-	-	1 148
Dividends		-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-
Rental from Fixed Assets		96	55	5	11	9	2	18%	55
Licence and permits		47	19	7	9	3	6	173%	19
Operational Revenue		60 681	62 441	5 674	10 556	10 407	149	1%	62 441
Non-Exchange Revenue									
Property rates		-	-	-	-	-	-	-	-
Surcharges and Taxes		-	-	-	-	-	-	-	-
Fines, penalties and forfeits		-	-	-	-	-	-	-	-
Licence and permits		-	-	-	-	-	-	-	-
Transfers and subsidies - Operational		42 994	44 398	-	15 721	7 400	8 321	-	44 398
Interest		-	-	-	-	-	-	-	-
Fuel Levy		-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-
Gains on disposal of Assets		1	-	-	-	-	-	-	-
Other Gains		2 804	(0)	-	-	-	-	-	(0)
Discontinued Operations		-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		113 458	114 881	6 368	27 592	19 147	8 445	44%	114 881
Expenditure By Type									
Employee related costs		62 434	60 704	5 297	9 975	10 117	(143)	-1%	60 704
Remuneration of councillors		4 829	5 308	427	836	885	(48)	-5%	5 308
Bulk purchases - electricity		-	-	-	-	-	-	-	-
Inventory consumed		12 599	19 624	1 355	2 633	3 271	(638)	-	19 624
Debt impairment		-	-	-	-	-	-	-	-
Depreciation and amortisation		939	734	-	-	122	(122)	-100%	734
Interest		834	0	-	-	-	-	-	0
Contracted services		9 491	6 576	763	971	1 096	(125)	-11%	6 576
Transfers and subsidies		1 499	231	3	3	39	(36)	-94%	231
Irrecoverable debts written off		90	-	-	-	-	-	-	-
Operational costs		22 817	21 272	1 346	3 704	3 545	158	4%	21 272
Losses on Disposal of Assets		1 936	-	-	-	-	-	-	-
Other Losses		234	0	-	-	-	-	-	0
Total Expenditure		117 703	114 451	9 190	18 121	19 075	(954)	-5%	114 451
Surplus/(Deficit)		(4 245)	430	(2 822)	9 471	72	9 399	0	430
Transfers and subsidies - capital (monetary allocations)		-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(4 245)	430	(2 822)	9 471	72			430
Income Tax		-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		(4 245)	430	(2 822)	9 471	72			430
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(4 245)	430	(2 822)	9 471	72			430
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		(4 245)	430	(2 822)	9 471	72			430

2.4.1.5 Table C5: Monthly Budget Statement – Capital Expenditure
(Municipal Vote, Standard Classification and Funding):

DC5 Central Karoo - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M02 August

Vote Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Executive and Council		-	100	-	-	-	17	(17)	-100%	100
Vote 2 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 3 - Finance		85	25	-	-	-	4	(4)	-100%	25
Vote 4 - Corporate Services		-	25	-	-	-	4	(4)	-100%	25
Vote 5 - Technical Services		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	85	150	-	-	-	25	(25)	-100%	150
Single Year expenditure appropriation	2									
Vote 1 - Executive and Council		130	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 3 - Finance		31	25	-	-	-	4	(4)	-100%	25
Vote 4 - Corporate Services		759	225	-	43	43	38	6	15%	225
Vote 5 - Technical Services		-	-	-	-	-	-	-	-	-
Vote 6 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	920	250	-	43	43	42	1	3%	250
Total Capital Expenditure		1 005	400	-	43	43	67	(24)	-35%	400
Capital Expenditure - Functional Classification										
Governance and administration		262	150	-	-	-	25	(25)	-100%	150
Executive and council		130	100	-	-	-	17	(17)	-100%	100
Finance and administration		132	50	-	-	-	8	(8)	-100%	50
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		729	165	-	43	43	28	16	57%	165
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		729	165	-	43	43	28	16	57%	165
Economic and environmental services		14	85	-	-	-	14	(14)	-100%	85
Planning and development		14	85	-	-	-	14	(14)	-100%	85
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	1 005	400	-	43	43	67	(24)	-35%	400
Funded by:										
National Government		707	150	-	-	-	25	(25)	-100%	150
Provincial Government		130	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		837	150	-	-	-	25	(25)	-100%	150
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		168	250	-	43	43	42	1	3%	250
Total Capital Funding		1 005	400	-	43	43	67	(24)	-35%	400

2.4.1.6 Table C6: Monthly Budget Statement – Financial Position:

DC5 Central Karoo - Table C6 Monthly Budget Statement - Financial Position - M02 August

Description	Ref	2022/23	Budget Year 2023/24			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		11 309	9 121	–	13 949	9 121
Trade and other receivables from exchange transactions		662	9 883	–	(44)	9 883
Receivables from non-exchange transactions		–	–	–	–	–
Current portion of non-current receivables		531	501	–	–	501
Inventory		1 557	1 279	–	2 122	1 279
VAT		850	723	–	(202)	723
Other current assets		4 727	(370)	–	(134)	(370)
Total current assets		19 636	21 136	–	15 691	21 136
Non current assets						
Investments		–	–	–	–	–
Investment property		–	–	–	–	–
Property, plant and equipment		7 856	10 865	–	43	10 865
Biological assets		–	–	–	–	–
Living and non-living resources		–	–	–	–	–
Heritage assets		–	–	–	–	–
Intangible assets		62	47	–	–	47
Trade and other receivables from exchange transactions		–	–	–	–	–
Non-current receivables from non-exchange transactions		6 544	7 372	–	–	7 372
Other non-current assets		–	–	–	–	–
Total non current assets		14 462	18 285	–	43	18 285
TOTAL ASSETS		34 098	39 421	–	15 734	39 421
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		–	–	–	–	–
Consumer deposits		2	–	–	–	–
Trade and other payables from exchange transactions		1 241	1 752	–	3 444	1 752
Trade and other payables from non-exchange transactions		3 805	347	–	2 975	347
Provision		4 421	4 600	–	(231)	4 600
VAT		(570)	(477)	–	76	(477)
Other current liabilities		809	928	–	–	928
Total current liabilities		9 707	7 150	–	6 263	7 150
Non current liabilities						
Financial liabilities		–	100	–	–	100
Provision		2 279	–	–	–	–
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		10 894	14 821	–	–	14 821
Total non current liabilities		13 173	14 921	–	–	14 921
TOTAL LIABILITIES		22 880	22 070	–	6 263	22 070
NET ASSETS	2	11 218	17 351	–	9 471	17 351
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		11 118	17 640	–	9 471	17 640
Reserves and funds		–	–	–	–	–
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	11 118	17 640	–	9 471	17 640

2.4.1.7 Table C7: Monthly Budget Statement – Cash Flow:

DC5 Central Karoo - Table C7 Monthly Budget Statement - Cash Flow - M02 August

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		-	-	-	-	-	-	-		-
Service charges		-	-	-	-	-	-	-		-
Other revenue		68 256	69 318	-	6 238	11 830	11 553	277	2%	69 318
Transfers and Subsidies - Operational		45 037	44 398	-	2 444	18 697	7 400	11 297	153%	44 398
Transfers and Subsidies - Capital		350	-	-	-	-	-	-		-
Interest		-	1 148	-	-	-	191	(191)	-100%	1 148
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(118 122)	(113 110)	-	(766)	(974)	(18 852)	(17 878)	95%	(113 110)
Interest		-	-	-	-	-	-	-		-
Transfers and Subsidies		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) OPERATING ACTIVITIES		(4 478)	1 755	-	7 917	29 554	292	(29 261)	-10005%	1 755
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-		-
Decrease (increase) in non-current receivables		6 544	-	-	-	-	1 229	(1 229)	-100%	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		-
Payments										
Capital assets		273	(400)	-	(50)	(50)	(67)	(17)	26%	(400)
NET CASH FROM/(USED) INVESTING ACTIVITIES		6 817	(400)	-	(50)	(50)	1 162	1 212	104%	(400)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	-	-	5 297	9 975	-	9 975	#DIV/0!	-
Payments										
Repayment of borrowing		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	5 297	9 975	-	(9 975)	#DIV/0!	-
NET INCREASE/ (DECREASE) IN CASH HELD		2 339	1 355	-	13 164	39 479	1 455			1 355
Cash/cash equivalents at beginning:		12 929	7 998	-	-	-	7 998			-
Cash/cash equivalents at month/year end:		15 268	9 352	-	-	39 479	9 452			1 355

3. PART 2 – SUPPORTING DOCUMENTATION

3.1 SECTION 5 – DEBTORS ANALYSIS:

3.1.1 Supporting Table SC3:

DC5 Central Karoo - Supporting Table SC3 Monthly Budget Statement - aged debtors - M02 August

Description	NT Code	Budget Year 2023/24										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts I.L.o Council Policy	
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days			
R thousands														
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	1200	-	-	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	-	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	-	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Management	1600	-	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	151	8	-	-	24	-	-	-	406	589	430	-	-
Total By Income Source	2000	151	8	-	-	24	-	-	-	406	589	430	-	-
2022/23 - totals only		319233	157230	31174	0	23413	643	643	742529	1 275	767	0	0	0
Debtors Age Analysis By Customer Group														
Organs of State	2200	-	-	-	-	-	-	-	-	-	-	-	-	-
Commercial	2300	4	8	-	-	-	-	-	-	1	13	1	-	-
Households	2400	147	-	-	-	24	-	-	-	405	576	429	-	-
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-	-
Total By Customer Group	2600	151	8	-	-	24	-	-	-	406	589	430	-	-

Table SC3 is the only debtors report required by the MBRR

3.1.2 Supporting Table SC4:

DC5 Central Karoo - Supporting Table SC4 Monthly Budget Statement - aged creditors - M02 August

Description	NT Code	Budget Year 2023/24								Total	Prior year totals for chart (same period)
		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		
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	1 170	115	0	-	-	-	-	-	1 285	2 340
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	1 170	115	0	-	-	-	-	-	1 285	2 340

3.2

SECTION 6 – GRANT RECEIPTS AND RECEIPTS

CENTRAL KAROO MTREF ALLOCATIONS: 2023/24								
	Opening Balance R thousands	Received R thousands	Expenditure R thousands	VAT transferred to Revenue	Repayments R thousands	Closing Balance R thousands	Unspent Grant R thousands	Unpaid Grant R thousands
C DC5 Central Karoo								
Direct transfers								
Equitable share and related	-	-	-	-	-	-	-	-
Infrastructure	1 000	-	(41)	(1)	-	2 403	2 403	-
Rural roads assets management systems grant	1 000	1 444	(41)	(1)	-	2 403	2 403	-
Capacity building and other current transfers	(58)	-	(135)	(3)	-	804	884	(79)
Local government financial management grant	(49)	1 000	(64)	(3)	-	884	884	-
Expanded public works programme integrated grant for municipalities	(9)	-	(71)	-	-	(79)	-	(79)
Sub total direct transfers	942	-	(176)	(3)	-	3 207	3 286	(79)
Total: Transfers from National Treasury	942	-	(176)	(3)	-	3 207	3 286	(79)
Transfers for Provincial Departments								
Municipal Allocations from Provincial Department								
Provincial Treasury	653	-	-	-	-	653	653	-
Western Cape Financial Management Support Grant	9	-	-	-	-	9	9	-
Western Cape Financial Management Capability Building Grant	200	-	-	-	-	200	200	-
Western Cape Financial Management Capacity Building Grant	443	-	-	-	-	443	443	-
Community Safety	540	-	-	-	-	540	540	-
Safety initiative implementation - Whole of Society Approach (WOSA)	540	-	-	-	-	540	540	-
Local Government	1 618	-	-	-	-	1 618	1 618	-
Local Government Internship Grant	75	-	-	-	-	75	75	-
Joint District and Metro Approach Grant	993	-	-	-	-	993	993	-
Local Government Public Employment Support Grant	200	-	-	-	-	200	200	-
Local Government Emergency Load-shedding Relief Grant	350	-	-	-	-	350	350	-
Municipal Drought Relief Grant	-	-	-	-	-	-	-	-
Total: Transfers from Provincial Departments	2 811	-	-	-	-	2 811	2 811	-
Transfers for Other Grant Providers								
Municipal Allocations from other grant providers								
<i>of which</i>								
Other Grant Providers	434	-	(70)	(0)	-	364	364	-
The Chemical industries Education and Training Authority	148	-	(70)	(0)	-	78	78	-
Nedbank Winter Outreach	30	-	-	-	-	30	30	-
Local Government Sector and Training Authority (Africa Creek)	202	-	-	-	-	202	202	-
Local Government Sector and Training Authority (LGLDP - 202331655 & 20233368)	38	-	-	-	-	38	38	-
Local Government Sector and Training Authority (LGLDP - 20239677)	17	-	-	-	-	17	17	-
Local Government Sector and Training Authority (LGLDP - 20216264)	-	-	-	-	-	-	-	-
Total: Transfers from Other grant providers	434	-	(70)	(0)	-	364	364	-
TOTAL GRANT ALLOCATIONS FROM PROVINCIAL, NATIONAL AND OTHER	4 188	-	(245)	(4)	-	6 382	6 462	(79)

3.3 SECTION 7 – CAPITAL PROGRAMME PERFORMANCE:

3.3.1 Supporting Table C12:

Supporting Table C12 reconciled with Table C5.

DC5 Central Karoo - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M02 August

Month	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
Monthly expenditure performance trend									
July	-	-	-	-		-	-		
August	-	-	-	-		-	-		
September	-	-	-	-		-	-		
October	-	-	-	-		-	-		
November	-	-	-	-		-	-		
December	-	-	-	-		-	-		
January	-	-	-	-		-	-		
February	-	-	-	-		-	-		
March	-	-	-	-		-	-		
April	-	-	-	-		-	-		
May	-	-	-	-		-	-		
June	-	-	-	-		-	-		
Total Capital expenditure	-	-	-	-					

QUALITY CERTIFICATE

I, Mr M Nkungwana Municipal Manager of the Central Karoo District Municipality, hereby certify that –

(mark as appropriate)

The monthly budget statement

Quarterly report on the implementation of the budget and financial state affairs of the municipality

Mid – year budget and performance assessment

For the month of August 2023/2024 financial year, has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print Name : Mr Mzingisi Gratitude Nkungwana
Acting Municipal Manager

Signature 

Date: 14 September 2023

