

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 FEBRUARY 2024



TABLE OF CONTENT

1.	Glossary		3 – 5
2.	PART 1	- IN-YEAR-REPORT	
2.1	SECTION 1	- Mayor’s Report	6
2.2	SECTION 2	- Resolutions	7
2.3	SECTION 3	- Executive Summary	8 - 11
2.4	SECTION 4	- In-Year Budget Statement Tables	14 - 21
3.	PART 2	- SUPPORTING DOCUMENTATION	
3.1	SECTION 5	- Debtors and Creditors Analysis	22
3.2	SECTION 6	- Allocation and Grant Receipts and Expenditure	23
3.3	SECTION 7	- Capital Programme Performance	24

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:

During the month under review, the municipality tabled and approved the annual budget. The Technical Integrated Municipal Engagement with Provincial Treasury and Department of Local Government also took place to discuss the mid-year assessment.

2.2 **SECTION 2 – RESOLUTIONS:**

The recommended Resolution to Council with regard to the February 2024 In-Year Report is:

RESOLVED:

- (a) That the Council take note of contents in the in-year monthly report for February 2024 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	3 970 795,00	117 836 823,00	119 449 235,00
Actual spend / received (YTD)	92 105,07	78 328 858,82	73 573 354,00
Percentage Spend (YTD)	2%	66%	62%

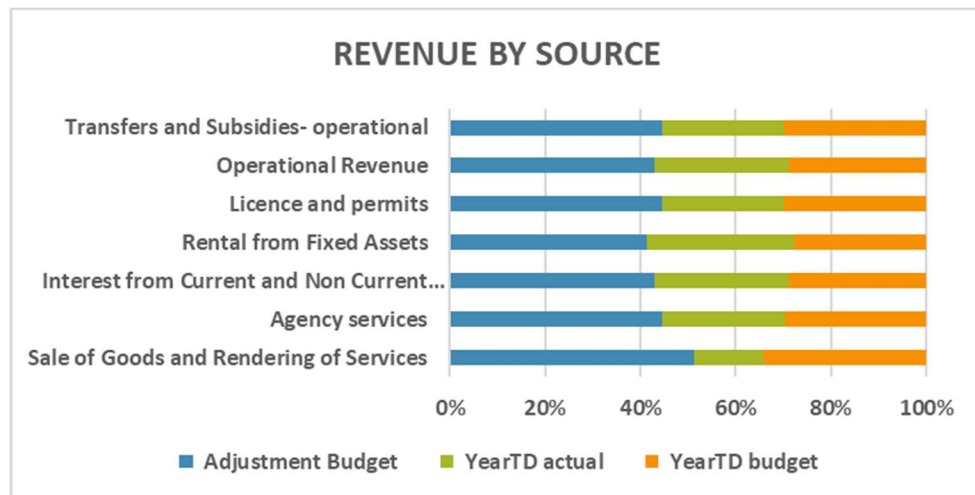
The table reflects spending of the capital budget of 2%. R2.4 million of the unspent capital budget pertains to the acquisition of two water tankers. The municipality is busy engaging with National Treasury to utilise an existing transversal tender for this procurement process. The total operating

expenditure and revenue reflects percentage spent of 66% and 62% respectively. This is reasonable with regards to the YTD performance.

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 40.867 million for the actual year to date represents 65.61% of the total budget amount.

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

The budget amount for Interest earned R1 747 727, whilst the year-to-date actual revenue is R 1 182 496. Thus, reflecting receipt of 65.78% at the end of February 2024.

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 78 328 859.

2.3.2.3 Operating Expenditure by Municipal Vote (Figure 2):

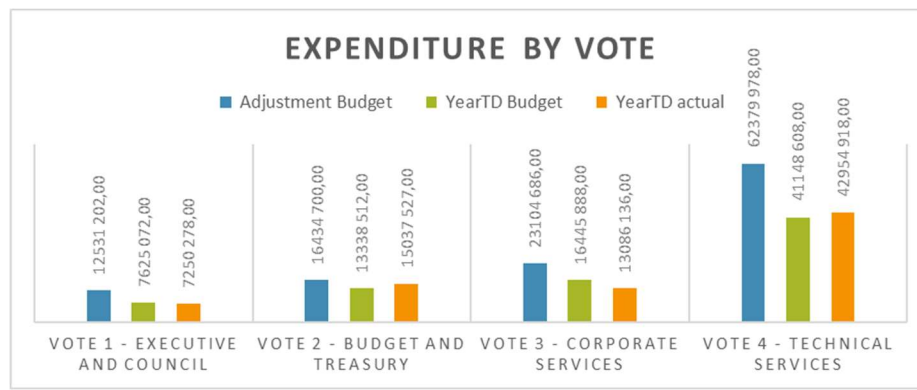


Figure 2 – Breakdown Operating Expenditure by Municipal Vote

Expenditure by Vote	Adjustment Budget	YearTD Budget	YearTD actual	% Spend
Vote 1 - EXECUTIVE AND COUNCIL	12 531 202,00	7 625 072,00	7 250 278,00	57,86%
Vote 2 - BUDGET AND TREASURY	16 434 700,00	13 338 512,00	15 037 527,00	91,50%
Vote 3 - CORPORATE SERVICES	23 104 686,00	16 445 888,00	13 086 136,00	56,64%
Vote 4 - TECHNICAL SERVICES	62 379 978,00	41 148 608,00	42 954 918,00	68,86%
Total Expenditure by Vote	114 450 566,00	78 558 080,00	78 328 859,00	68%

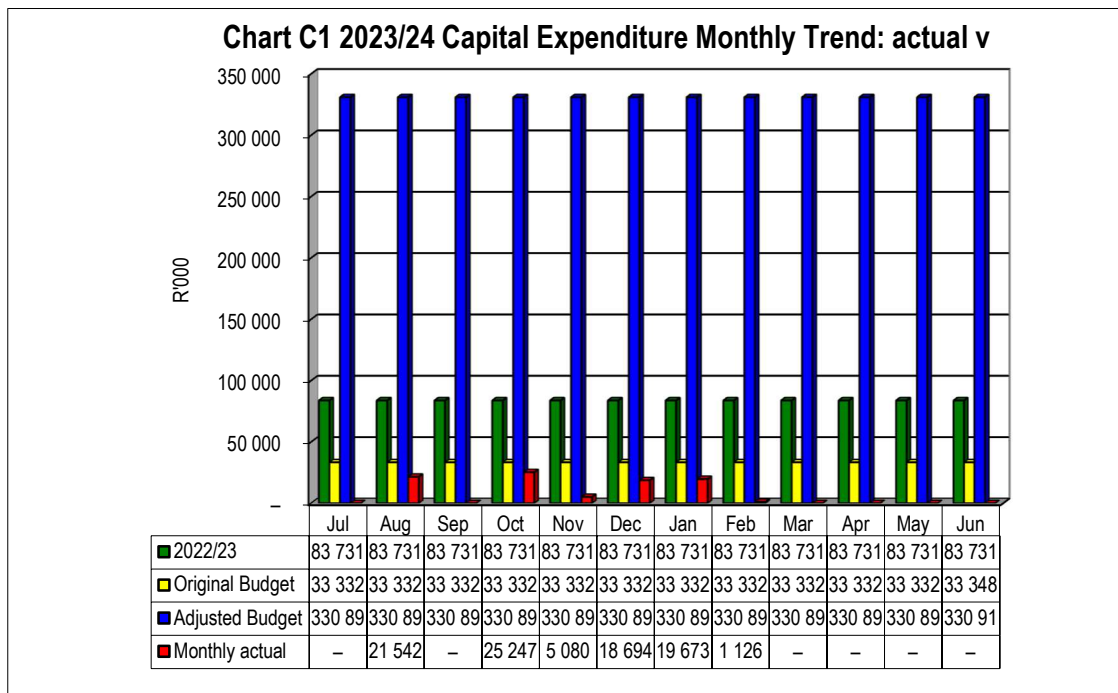
The budget for Corporate Services is R 23.105 million of which R 13.086 million has been expended representing 56.64% of the budget amount.

The budget for Budget and Treasury is R 16.435 million of which R 15.038 million has been expended representing 91.5% of the budget amount.

The budget for Executive and Council is R 12.531 million of which R 7.25 million has been expended representing 57.86% of the budget amount.

2.3.2.4 Capital Expenditure (Figure 3):

There was capital spending of R 92 105.07 for the financial year to date, representing a capital spending percentage of 2% at the end of February 2024. The total capital budget is R 3.971 million. 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 February 2024 amounts to R 5.43 million.

Commitments against Cash and Cash Equivalents		February 2024
Item	Amount	
Cash in Bank	3 586 796,06	
Call investment deposits	10 094 768,55	
Total Cash and Cash equivalents	13 681 564,61	
Total commitments against cash	8 251 416,00	
Unspent Conditional Grants	7 826 444,44	
Creditors	424 971,56	
	5 430 148,61	

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 - M08 February									
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	1 798	125	1 182	1 198	(16)	-1%	1 798
Other own revenue	110 861	113 733	117 652	11 833	72 391	78 434	(6 043)	-8%	-
Total Revenue (excluding capital transfers and contributions)	113 458	114 881	119 449	11 958	73 573	79 633	(6 059)	-8%	119 449
Employee costs	62 400	60 704	61 201	5 226	44 376	40 801	3 576		61 201
Remuneration of Councillors	4 829	5 308	4 859	337	3 303	3 239	64		4 859
Depreciation and amortisation	939	734	734	-	-	489	(489)		734
Interest	834	0	-	-	-	-	-		-
Inventory consumed and bulk purchases	12 599	19 624	17 987	2 180	10 740	11 991	(1 252)		17 987
Transfers and subsidies	1 533	231	409	20	87	273	(186)	-68%	409
Other expenditure	34 569	27 848	32 647	3 266	19 823	21 765	(1 942)	-9%	32 647
Total Expenditure	117 703	114 451	117 837	11 029	78 329	78 558	(229)	-0%	117 837
Surplus/(Deficit)	(4 245)	430	1 612	930	(4 756)	1 075	(5 830)	-542%	1 612
Transfers and subsidies - capital (monetary allocations)	-	-	2 400	-	-	1 600	(1 600)	-100%	2 400
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions	(4 245)	430	4 012	930	(4 756)	2 675	(7 430)	-278%	4 012
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	(4 245)	430	4 012	930	(4 756)	2 675	(7 430)	-278%	4 012
Capital expenditure & funds sources									
Capital expenditure	1 005	400	3 971	1	91	2 647	(2 556)	-97%	3 971
Capital transfers recognised	837	150	3 502	-	38	2 335	(2 297)	-98%	3 502
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	168	250	468	1	53	312	(259)	-83%	468
Total sources of capital funds	1 005	400	3 971	1	91	2 647	(2 556)	-97%	3 971
Financial position									
Total current assets	19 336	24 003	19 673		20 690				19 673
Total non current assets	14 462	18 285	17 699		14 548				17 699
Total current liabilities	9 407	6 815	8 613		15 605				8 613
Total non current liabilities	13 173	14 921	13 528		13 170				13 528
Community wealth/Equity	11 118	16 779	19 143		6 363				19 143
Cash flows									
Net cash from (used) operating	(4 778)	1 523	3 992	2 718	5 423	2 661	(2 762)	-104%	3 992
Net cash from (used) investing	6 817	(400)	(4 799)	(1)	6 427	1 715	(4 711)	-275%	(4 799)
Net cash from (used) financing	-	-	-	5 226	44 376	-	(44 376)	#DIV/0!	-
Cash/cash equivalents at the month/year end	14 968	10 948	10 501	-	67 535	15 686	(51 850)	-331%	10 501
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	174	0	-	3	-	-	-	181	359
Creditors Age Analysis									
Total Creditors	249	173	0	0	3	0	0	-	425

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) - M08 February										
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										
Governance and administration		52 904	51 361	54 335	626	32 734	36 223	(3 489)	-10%	54 335
Executive and council		44 390	49 054	48 917	486	31 158	32 611	(1 453)	-4%	48 917
Finance and administration		8 514	2 307	5 418	140	1 576	3 612	(2 036)	-56%	5 418
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		26	600	2 989	0	0	1 992	(1 992)	-100%	2 989
Community and social services		26	67	2 475	-	-	1 650	(1 650)	-100%	2 475
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	534	514	0	0	342	(342)	-100%	514
Economic and environmental services		60 529	62 920	64 526	11 332	40 839	43 017	(2 178)	-5%	64 526
Planning and development		-	540	2 306	-	(1)	1 537	(1 539)	-100%	2 306
Road transport		60 529	62 380	62 220	11 332	40 840	41 480	(640)	-2%	62 220
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	113 458	114 881	121 849	11 958	73 573	81 233	(7 659)	-9%	121 849
Expenditure - Functional										
Governance and administration		41 228	35 203	38 825	2 657	25 256	25 884	(627)	-2%	38 825
Executive and council		9 123	11 396	10 083	674	6 395	6 722	(327)	-5%	10 083
Finance and administration		31 022	22 672	27 617	1 833	18 006	18 411	(405)	-2%	27 617
Internal audit		1 083	1 135	1 125	149	856	750	106	14%	1 125
Community and public safety		10 139	10 015	8 698	695	4 882	5 799	(916)	-16%	8 698
Community and social services		2 925	829	438	49	162	292	(130)	-45%	438
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		1 685	2 908	2 103	172	676	1 402	(726)	-52%	2 103
Housing		-	-	-	-	-	-	-	-	-
Health		5 529	6 278	6 156	474	4 044	4 104	(60)	-1%	6 156
Economic and environmental services		66 285	69 157	70 259	7 677	48 135	46 839	1 296	3%	70 259
Planning and development		4 965	6 777	8 038	672	4 696	5 359	(663)	-12%	8 038
Road transport		61 321	62 380	62 221	7 005	43 439	41 480	1 959	5%	62 221
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		51	75	55	-	55	37	18	50%	55
Total Expenditure - Functional	3	117 703	114 451	117 837	11 029	78 329	78 558	(229)	0%	117 837
Surplus/ (Deficit) for the year		(4 245)	430	4 012	930	(4 756)	2 675	(7 430)	-278%	4 012

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) - M08 February										
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										
Vote 1 - Executive and Council	1	44 390	49 054	48 917	486	31 158	32 611	(1 453)	-4,5%	48 917
Vote 2 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 3 - Finance		2 557	1 053	2 648	15	115	1 765	(1 650)	-93,5%	2 648
Vote 4 - Corporate Services		5 982	2 394	8 065	125	1 459	5 376	(3 917)	-72,9%	8 065
Vote 5 - Technical Services		60 529	62 380	62 220	11 332	40 840	41 480	(640)	-1,5%	62 220
Vote 6 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	113 458	114 881	121 849	11 958	73 573	81 233	(7 659)	-9,4%	121 849
Expenditure by Vote										
Vote 1 - Executive and Council	1	10 028	12 531	11 438	823	7 250	7 625	(375)	-4,9%	11 438
Vote 2 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 3 - Finance		21 599	16 435	20 008	1 400	15 038	13 339	1 699	12,7%	20 008
Vote 4 - Corporate Services		24 735	23 105	24 669	1 801	13 086	16 446	(3 360)	-20,4%	24 669
Vote 5 - Technical Services		61 342	62 380	61 723	7 005	42 955	41 149	1 806	4,4%	61 723
Vote 6 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	117 703	114 451	117 837	11 029	78 329	78 558	(229)	-0,3%	117 837
Surplus/ (Deficit) for the year	2	(4 245)	430	4 012	930	(4 756)	2 675	(7 430)	-277,8%	4 012

Table C3C: Monthly Budget Statement – Financial:

DC5 Central Karoo - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - A - M08 February										
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	48 917	486	31 158	32 611	(1 453)	-4%	48 917
Vote 2 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 3 - Finance		2 557	1 053	2 648	15	115	1 765	(1 650)	-93%	2 648
Vote 4 - Corporate Services		5 982	2 394	8 065	125	1 459	5 376	(3 917)	-73%	8 065
Vote 5 - Technical Services		60 529	62 380	62 220	11 332	40 840	41 480	(640)	-2%	62 220
Total Revenue by Vote	2	113 458	114 881	121 849	11 958	73 573	81 233	(7 659)	-9%	121 849
Expenditure by Vote										
Vote 1 - Executive and Council	1	10 028	12 531	11 438	823	7 250	7 625	(375)	-5%	11 438
Vote 2 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 3 - Finance		21 599	16 435	20 008	1 400	15 038	13 339	1 699	13%	20 008
Vote 4 - Corporate Services		24 735	23 105	24 669	1 801	13 086	16 446	(3 360)	-20%	24 669
Vote 5 - Technical Services		61 342	62 380	61 723	7 005	42 955	41 149	1 806	4%	61 723
Total Expenditure by Vote	2	117 703	114 451	117 837	11 029	78 329	78 558	(229)	(0)	117 837
Surplus/ (Deficit) for the year	2	(4 245)	430	4 012	930	(4 756)	2 675	(7 430)	(0)	4 012
References										
1. Insert 'Vote'; e.g. Department, if different to standard structure										
2. Must reconcile to Financial Performance ('Revenue and Expenditure by Standard Classification' and 'Revenue and Expenditure')										
3. Assign share in 'associate' to relevant Vote										
check revenue check expenditure										

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) - M08 February										
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										
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	204	6	58	136	(78)	-58%	204
Agency services		5 493	6 666	6 666	483	3 864	4 444	(580)	-13%	6 666
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		-	-	-	-	-	-	-	-	-
Interest from Current and Non Current Assets		1 298	1 148	1 798	125	1 182	1 198	-	-	1 798
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		96	55	55	3	41	36	5	13%	55
Licence and permits		47	19	54	3	31	36	(5)	-13%	54
Operational Revenue		60 681	62 441	62 291	11 338	40 867	41 527	(660)	-2%	62 291
Non-Exchange Revenue										
Property rates		-	-	-	-	-	-	-	-	-
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		-	-	-	-	-	-	-	-	-
Licence and permits		-	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational		42 994	44 398	48 382	-	27 530	32 254	(4 725)	-	48 382
Interest		-	-	-	-	-	-	-	-	-
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		1	-	-	-	-	-	-	-	-
Other Gains		2 804	(0)	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		113 458	114 881	119 449	11 958	73 573	79 633	(6 059)	-8%	119 449
Expenditure By Type										
Employee related costs		62 400	60 704	61 201	5 226	44 376	40 801	3 576	9%	61 201
Remuneration of councillors		4 829	5 308	4 859	337	3 303	3 239	64	2%	4 859
Bulk purchases - electricity		-	-	-	-	-	-	-	-	-
Inventory consumed		12 599	19 624	17 987	2 180	10 740	11 991	(1 252)	-	17 987
Debt impairment		-	-	-	-	-	-	-	-	-
Depreciation and amortisation		939	734	734	-	-	489	(489)	-100%	734
Interest		834	0	-	-	-	-	-	-	-
Contracted services		9 491	6 576	9 711	1 633	5 693	6 474	(781)	-12%	9 711
Transfers and subsidies		1 533	231	409	20	87	273	(186)	-68%	409
Irrecoverable debts written off		90	-	-	-	-	-	-	-	-
Operational costs		22 817	21 272	22 936	1 633	14 130	15 291	(1 161)	-8%	22 936
Losses on Disposal of Assets		1 936	-	-	-	-	-	-	-	-
Other Losses		234	0	-	-	0	-	0	-	-
Total Expenditure		117 703	114 451	117 837	11 029	78 329	78 558	(229)	0%	117 837
Surplus/(Deficit)		(4 245)	430	1 612	930	(4 756)	1 075	(5 830)	(0)	1 612
Transfers and subsidies - capital (monetary allocations)		-	-	2 400	-	-	1 600	(1 600)	(0)	2 400
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(4 245)	430	4 012	930	(4 756)	2 675			4 012
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		(4 245)	430	4 012	930	(4 756)	2 675			4 012
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(4 245)	430	4 012	930	(4 756)	2 675			4 012
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year		(4 245)	430	4 012	930	(4 756)	2 675			4 012

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) - M08 February										
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	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Executive and Council		-	100	15	1	8	10	(2)	-17%	15
Vote 2 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 3 - Finance		85	25	304	-	-	203	(203)	-100%	304
Vote 4 - Corporate Services		-	25	639	-	1	426	(425)	-100%	639
Vote 5 - Technical Services		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	85	150	959	1	10	639	(629)	-98%	959
Single Year expenditure appropriation	2									
Vote 1 - Executive and Council		130	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 3 - Finance		31	25	272	-	22	181	(160)	-88%	272
Vote 4 - Corporate Services		759	225	2 740	-	60	1 827	(1 767)	-97%	2 740
Vote 5 - Technical Services		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	920	250	3 012	-	82	2 008	(1 926)	-96%	3 012
Total Capital Expenditure		1 005	400	3 971	1	91	2 647	(2 556)	-97%	3 971
Capital Expenditure - Functional Classification										
Governance and administration		262	150	344	1	30	229	(199)	-87%	344
Executive and council		130	100	15	1	8	10	(2)	-17%	15
Finance and administration		132	50	329	-	22	219	(198)	-90%	329
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		729	165	2 643	-	60	1 762	(1 702)	-97%	2 643
Community and social services		-	-	2 522	-	-	1 681	(1 681)	-100%	2 522
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		729	165	121	-	60	81	(21)	-26%	121
Economic and environmental services		14	85	984	-	1	656	(654)	-100%	984
Planning and development		14	85	984	-	1	656	(654)	-100%	984
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	3 971	1	91	2 647	(2 556)	-97%	3 971
Funded by:										
National Government		707	150	676	-	38	451	(412)	-91%	676
Provincial Government		130	-	2 826	-	-	1 884	(1 884)	-100%	2 826
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	3 502	-	38	2 335	(2 297)	-98%	3 502
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		168	250	468	1	53	312	(259)	-83%	468
Total Capital Funding		1 005	400	3 971	1	91	2 647	(2 556)	-97%	3 971
References										
1. Municipalities may choose to appropriate for capital expenditure for three years or for one year (if one year appropriation projected expenditure required for yr2 and yr3).										
2. Include capital component of PPP unitary payment										
3. Capital expenditure by functional classification must reconcile to the total of multi-year and single year appropriations										
4. Include expenditure on investment property, intangible and biological assets										
6. Include finance leases and PPP capital funding component of unitary payment - total borrowing/repayments to reconcile to changes in Table SA17										
7. Total Capital Funding must balance with Total Capital Expenditure										

2.4.1.6 Table C6: Monthly Budget Statement – Financial Position:

DC5 Central Karoo - Table C6 Monthly Budget Statement - Financial Position - M08 February						
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	10 948	11 330	13 631	11 330
Trade and other receivables from exchange transactions		662	9 883	678	388	678
Receivables from non-exchange transactions		-	-	-	-	-
Current portion of non-current receivables		531	501	531	531	531
Inventory		1 557	1 539	1 557	932	1 557
VAT		850	723	850	130	850
Other current assets		4 427	410	4 727	5 078	4 727
Total current assets		19 336	24 003	19 673	20 690	19 673
Non current assets						
Investments		-	-	-	-	-
Investment property		-	-	-	-	-
Property, plant and equipment		7 856	10 865	11 093	7 942	11 093
Biological assets		-	-	-	-	-
Living and non-living resources		-	-	-	-	-
Heritage assets		-	-	-	-	-
Intangible assets		62	47	62	62	62
Trade and other receivables from exchange transactions		-	-	-	-	-
Non-current receivables from non-exchange transactions		6 544	7 372	6 544	6 544	6 544
Other non-current assets		-	-	-	-	-
Total non current assets		14 462	18 285	17 699	14 548	17 699
TOTAL ASSETS		33 798	42 288	37 372	35 238	37 372
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Financial liabilities		-	-	-	-	-
Consumer deposits		2	-	2	2	2
Trade and other payables from exchange transactions		1 241	997	1 241	927	1 241
Trade and other payables from non-exchange transactions		3 505	767	2 446	10 381	2 446
Provision		4 421	4 600	4 686	3 978	4 686
VAT		(570)	(477)	(570)	(509)	(570)
Other current liabilities		809	928	809	826	809
Total current liabilities		9 407	6 815	8 613	15 605	8 613
Non current liabilities						
Financial liabilities		-	100	-	-	-
Provision		2 279	-	2 279	2 276	2 279
Long term portion of trade payables		-	-	-	-	-
Other non-current liabilities		10 894	14 821	11 249	10 894	11 249
Total non current liabilities		13 173	14 921	13 528	13 170	13 528
TOTAL LIABILITIES		22 580	21 736	22 141	28 775	22 141
NET ASSETS	2	11 218	20 553	15 230	6 462	15 230
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		11 118	16 779	19 143	6 363	19 143
Reserves and funds		-	-	-	-	-
Other		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	11 118	16 779	19 143	6 363	19 143

2.4.1.7 Table C7: Monthly Budget Statement – Cash Flow:

DC5 Central Karoo - Table C7 Monthly Budget Statement - Cash Flow - M08 February										
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										
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		-	-	-	-	-	-	-		-
Service charges		-	-	-	-	-	-	-		-
Other revenue		68 256	69 318	69 253	12 073	46 168	46 169	(1)	0%	69 253
Transfers and Subsidies - Operational		44 737	44 398	47 023	1 317	34 195	31 349	2 846	9%	47 023
Transfers and Subsidies - Capital		350	-	2 400	-	-	1 600	(1 600)	-100%	2 400
Interest		-	1 148	1 798	-	-	1 198	(1 198)	-100%	1 798
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(118 122)	(113 110)	(116 074)	(10 672)	(74 939)	(77 382)	(2 444)	3%	(116 074)
Interest		-	-	-	-	-	-	-		-
Transfers and Subsidies		-	(231)	(409)	-	-	(273)	(273)	100%	(409)
NET CASH FROM/(USED) OPERATING ACTIVITIES		(4 778)	1 523	3 992	2 718	5 423	2 661	(2 762)	-104%	3 992
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-		-
Decrease (increase) in non-current receivables		6 544	-	(829)	-	6 544	4 363	2 181	50%	(829)
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		-
Payments										
Capital assets		273	(400)	(3 971)	(1)	(117)	(2 647)	(2 530)	96%	(3 971)
NET CASH FROM/(USED) INVESTING ACTIVITIES		6 817	(400)	(4 799)	(1)	6 427	1 715	(4 711)	-275%	(4 799)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	-	-	5 226	44 376	-	44 376	#DIV/0!	-
Payments										
Repayment of borrowing		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	5 226	44 376	-	(44 376)	#DIV/0!	-
NET INCREASE/ (DECREASE) IN CASH HELD		2 039	1 123	(808)	7 943	56 226	4 376			(808)
Cash/cash equivalents at beginning:		12 929	9 825	11 309		11 309	11 309			11 309
Cash/cash equivalents at month/year end:		14 968	10 948	10 501		67 535	15 686			10 501

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 - M08 February														
Description	NT Code	Budget Year 2023/24									Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.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					
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, fullless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	174	0	-	3	-	-	-	-	181	359	185	-	-
Total By Income Source	2000	174	0	-	3	-	-	-	-	181	359	185	-	-
2022/23 - totals only		80445	6262	8175	0	0	0	0	697546	792	698	0	0	-
Debtors Age Analysis By Customer Group														
Organs of State	2200	-	-	-	-	-	-	-	-	-	-	-	-	-
Commercial	2300	-	-	-	-	-	-	-	-	-	-	-	-	-
Households	2400	16	-	-	-	-	-	-	-	172	188	172	-	-
Other	2500	159	0	-	3	-	-	-	-	9	171	12	-	-
Total By Customer Group	2600	174	0	-	3	-	-	-	-	181	359	185	-	-

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 - M08 February										
Description	NT Code	Budget Year 2023/24								Total
		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	249	173	0	0	3	0	0	-	425
Auditor General	0800	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	249	173	0	0	3	0	0	-	425

3.2

SECTION 6 – GRANT RECEIPTS AND RECEIPTS

CENTRAL KAROO MTREF ALLOCATIONS: FEBRUARY 2023/24							
C DCS Central Karoo	Opening Balance R thousands	Received R thousands	Expenditure R thousands	VAT transferred to Revenue	Closing Balance R thousands	Unspent Grant R thousands	Unpaid Grant R thousands
Direct transfers							
Equitable share and related	-	-	-	-	-	-	-
Infrastructure	2 054	619	(99)	(3)	2 572	2 572	-
Rural roads assets management systems grant	2 054	619	(99)	(3)	2 572	2 572	-
Capacity building and other current transfers	1 717	598	(269)	-	2 046	2 046	-
Local government financial management grant	574	-	(56)	-	519	519	-
Expanded public works programme integrated grant for municipalities	1 143	598	(214)	-	1 527	1 527	-
Sub total direct transfers	3 771	1 217	(368)	(3)	4 618	4 618	-
Total: Transfers from National Treasury	3 207	1 217	(368)	(3)	4 618	4 618	-
Transfers for Provincial Departments							
Municipal Allocations from Provincial Department							
Provincial Treasury	653	-	-	-	787	787	-
Western Cape Financial Management Support Grant	-	-	-	-	-	-	-
Western Cape Financial Management Capability Building Grant	700	-	-	-	700	700	-
Western Cape Financial Management Capacity Building Grant	87	-	-	-	87	87	-
Community Safety	540	-	(56)	-	160	160	-
Safety initiative implementation - Whole of Society Approach (WOSA)	216	-	(56)	-	160	160	-
Local Government	1 618	100	(63)	-	1 755	1 755	-
Local Government Internship Grant	75	-	(57)	-	18	18	-
Joint District and Metro Approach Grant	993	-	(6)	-	987	987	-
Local Government Public Employment Support Grant	200	-	-	-	200	200	-
Local Government Emergency Load-shedding Relief Grant	350	-	-	-	350	350	-
Fire Service Capacity Building Grant	-	-	-	-	-	-	-
Municipal Service Delivers and Capacity Building Grant	100	100	-	-	200	200	-
Total: Transfers from Provincial Departments	2 811	100	(120)	-	2 702	2 702	-
Transfers for Other Grant Providers							
Municipal Allocations from other grant providers							
<i>of which</i>							
Other Grant Providers	364	-	-	-	456	507	(51)
The Chemical industries Education and Training Authority	(51)	-	-	-	(51)	-	(51)
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)	149	-	-	-	149	149	-
Local Government Sector and Training Authority (LGLDP - 20216254)	87	-	-	-	87	87	-
Total: Transfers from Other grant providers	364	-	-	-	456	507	(51)
TOTAL GRANT ALLOCATIONS FROM PROVINCIAL, NATIONAL AND OTHER	6 382	1 317	(487)	(3)	7 776	7 826	(51)

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 - M08 February									
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	84	33	331	-		331	-		
August	84	33	331	22	#VALUE!	662	#VALUE!	#VALUE!	#VALUE!
September	84	33	331	-		993	-		
October	84	33	331	25	#VALUE!	1 324	#VALUE!	#VALUE!	#VALUE!
November	84	33	331	5	#VALUE!	1 654	#VALUE!	#VALUE!	#VALUE!
December	84	33	331	19	#VALUE!	1 985	#VALUE!	#VALUE!	#VALUE!
January	84	33	331	20	#VALUE!	2 316	#VALUE!	#VALUE!	#VALUE!
February	84	33	331	1	#VALUE!	2 647	#VALUE!	#VALUE!	#VALUE!
March	84	33	331	-		2 978	-		
April	84	33	331	-		3 309	-		
May	84	33	331	-		3 640	-		
June	84	33	331	-		3 971	-		
Total Capital expenditure	1 005	400	3 971	91					

QUALITY CERTIFICATE

I, Mr Mzingisi G. Nkungwana the 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 February 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 G. Nkungwana
Municipal Manager

Signature 

Date: 14 March 2024