

Bergrivier Municipality

In - Year Report of Municipalities

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 January 2024

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Glossary

Adjustments budget – Prescribed in section 28 of the MFMA. This formally means by which a municipality may revise its annual budget during the year.

Allocations – Money received from Provincial or National Government or other municipalities.

Budget – The financial plan of the Municipality.

Budget related policy – Policy of a municipality affecting or affected by the budget, examples include tariff policy, rates policy, credit control and debt collection policy.

Capital expenditure - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the Municipality's balance sheet.

Cash flow statement – A statement showing when actual cash will be received and spent by the Municipality. Cash payments do not always coincide with budgeted expenditure 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.

DORA – Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government.

Equitable share – A general grant paid to municipalities. It is predominantly targeted to help with free basic services.

Fruitless and wasteful expenditure – Expenditure that was made in vain and would have been avoided had reasonable care been exercised.

GFS – Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities.

GRAP – Generally Recognised Accounting Practice. The new standard for municipal accounting.

IDP – Integrated Development Plan. The main strategic planning document of the Municipality

MBRR – Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations.

MFMA – Local Government: Municipal Finance Management Act (56/2003). The principle piece of legislation relating to municipal financial management. Sometimes referred to as the Act.

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.

Operating expenditure – Spending on the day to day expenses of the Municipality such as salaries and wages.

Rates – Local Government tax based on the assessed value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the rand.

SDBIP – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.

Strategic objectives – The main priorities of the Municipality as set out in the IDP. Budgeted

spending must contribute towards the achievement of the strategic objectives.

Unauthorised expenditure – Generally, is spending without, or in excess of, an approved budget.

Virement – A transfer of budget.

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 Adjustments Budget.

Vote – One of the main segments into which a budget is divided.

mSCOA – Municipal Standard Chart of Accounts.

Legislative Framework

This report has been prepared in terms of the following enabling legislation

The Municipal Finance Management Act

Section 71: Monthly budget statements

Local Government: Municipal Finance Management Act (56/2003) Municipal budget and reporting regulations (MBRR)

Highlighted in the text box below are the relevant sections from the MBRR:

Format of 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.

Tabling of monthly budget statements

29. The mayor may table in the municipal council a monthly budget statement submitted to the mayor in terms of section 71 (1) of the Act. If the mayor does so, the monthly budget statement must be accompanied by a mayor's report in a format set out in Schedule C.

Publication of monthly budget statements

30. {1} The monthly budget statement of a municipality must be placed on the municipality's website.

(2) The municipal manager must publish on the municipality's website any other information that the municipal council considers appropriate to facilitate public awareness of the monthly budget statement, including -

(a) summaries of monthly budget statements in alternate languages predominant in the community; and

(b) information relevant to each ward in the municipality.

PART 1 – IN-YEAR REPORT

Section 1 – Mayor’s Report

1.1 In-Year Report - Monthly Budget Statement

Mayor's report

3. *The mayor's report accompanying an in-year monthly budget statement must provide-*

(a) a summary of whether the municipality's budget is being implemented in accordance with the service delivery and budget implementation plan and any service delivery agreements with municipal entities;

(b) a summary of any financial problems or risks facing the municipality or any such entity; and

(c) any other information considered relevant by the mayor.

1.1.1 In-Year Report - Monthly Budget

The monthly budget statement for January 2024 has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations.

1.1.2 Financial problems or risks facing the municipality.

No problems or risks are facing the municipality currently. The municipality shows a positive cash flow. The municipality can meet its current commitments.

Section 2 – Resolutions

Resolutions

5. If an in-year report is tabled in the municipal council, resolutions dealing with at least the following matters must be prepared and presented as part of the documentation, as may be relevant –

- (a) noting the monthly budget statement and any supporting documents;
- (b) noting the quarterly report on the implementation of the budget and the financial affairs for the municipality referred to in section 52(d) of the Act;
- (c) noting the mid-year budget and performance assessment referred to in section 72 of the Act;
- (d) noting the in-year reports of any municipal entities; and
- (e) any other resolutions that may be required.

RECOMMENDATION:

That Council notes the monthly budget statement and supporting documentation for January 2024.

Section 3 – Executive Summary

Executive summary

6. The executive summary must cover at least the following –

- (a) the municipal entity's performance, in relation to both the approved annual budget and the latest approved adjustments budget making reference to the in-year report tables, charts and explanations;
- (b) any material variances from the service delivery agreement with the parent municipality and the multi-year business plan of the entity; and
- (c) any remedial or corrective steps taken or to be taken to ensure that projected revenue and expenditure remain within the municipal entity's budget.

3.1 Introduction

The Municipal Manager, as Accounting Officer of the Municipality, is required by Section 71(1) of the Municipal Finance Management Act to submit a report in a prescribed format to the Mayor within 10 working days after the end of each month on the state of the Municipality's budget.

3.2 Consolidated performance

FINANCIAL POSITION

Assets

Current Assets have increased from R268,022 million as of 30 June 2023 to an amount of R281,880 million which represent mainly Cash, Call Investments Deposits and Consumer debtors which include the annual billing.

Cash and cash equivalents have increased from R174,711 million as of 30 June 2023 to R190,805 million on 31 January 2024.

Non-current assets, which includes Property Plant and equipment amounts to R592,608 million on 31 January 2024.

In total assets have increased from R821,366 million as of 30 June 2023 to R874,488 million on 31 January 2024.

Liabilities

Current liabilities have increased from R78,467 million as of 30 June 2023 to an amount of R88,921 million which is mainly due to the Unspent Conditional Grants on 31 January 2024.

Outstanding borrowing (loans that were taken up for capital purchases in prior years) amount to R100,821 million.

- Non-current liabilities amount to R258,990 million on 31 January 2024 and consists out of Provision for the rehabilitation of Landfill sites as well as the provisions for bonuses and leave.

Net Assets

Net assets have increased from R493,889 million as of 30 June 2023 to R526,577 million on 31 January 2024.

Conclusion on financial position

The financial position on 31 January 2024 is above the best practice benchmark with a current ratio of 3.17:1 meaning current assets are 3.17 times more than current liabilities. (The best practice benchmark is between 2 and 3). This ratio indicates the municipality's ability to pay its current or short-term obligations.

The following table summarises the overall position on the capital and operating Budgets Year to date

Description	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance
Total Revenue (excluding capital transfers and contributions)	527,673,934.00	516,560,029.00	310,393,741.96	286,480,735.00	23,913,006.96	8%
Total Expenditure	540,375,276.00	547,126,599.00	285,521,386.09	- 2,159,427,797.00	2,444,949,183.09	-113%
Total Capital Expenditure	102,440,609.00	110,441,052.00	50,406,479.85	34,184,060.00	16,222,419.85	47%

The actual operating revenue realised, excluding capital transfers and contributions, reflects a positive variance of R23.913 million against the total budget for the period ended 31 January 2024.

The total capital budget amounts to R110.441 million. The expenditure for the period amounts to R50.406 million.

3.2.1. Against annual budget (original approved and latest adjustments)

The statement of Financial Performance compares the expenditure and revenue against budget for the period ended 31 January 2024.

Revenue by Source (Table C4)

Description	2022/23	Budget Year 2023/24					
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands							%
Revenue							
Exchange Revenue							
Service charges - Electricity	135,158	168,206	149,555	86,691	87,124	(433)	0%
Service charges - Water	40,006	40,832	39,997	24,866	23,327	1,539	7%
Service charges - Waste Water Management	17,801	19,207	17,374	9,997	10,131	(135)	-1%
Service charges - Waste management	33,027	39,604	36,462	23,298	21,241	2,057	10%
Sale of Goods and Rendering of Services	9,582	8,951	9,054	6,187	5,510	677	12%
Agency services	4,871	4,925	4,933	2,730	3,220	(490)	-15%
Interest earned from Receivables	–	–	5,739	3,384	3,348	36	1%
Interest from Current and Non Current Assets	12,455	11,533	18,033	10,559	10,504	55	1%
Dividends	–	–	–	–	–	–	0%
Rent on Land	–	–	–	–	–	–	0%
Rental from Fixed Assets	1,380	1,669	1,735	1,109	(2,196)	3,305	-151%
Licence and permits	79	82	28	5	6	(1)	-10%
Operational Revenue	1,271	1,957	1,321	701	837	(137)	-16%
Non-Exchange Revenue						–	0%
Property rates	95,278	104,434	107,034	65,737	62,436	3,301	5%
Surcharges and Taxes	–	–	–	–	–	–	0%
Fines, penalties and forfeits	24,030	24,344	24,332	9,785	2,530	7,256	287%
Licence and permits	8	–	–	–	–	–	0%
Transfers and subsidies - Operational	75,423	92,430	83,405	58,455	48,610	9,845	20%
Interest	7,077	6,200	3,305	1,953	1,537	416	27%
Operational Revenue	–	–	10,454	4,325	6,098	(1,773)	-29%
Gains on disposal of Assets	–	500	1,000	612	583	28	5%
Other Gains	5,894	2,800	2,800	–	1,633	(1,633)	-100%
Total Revenue (excluding capital transfers and contributions)	463,342	527,674	516,560	310,394	286,481	23,913	8%

Total revenue received to date was R310.394 million which represents 60.09% of the total operating revenue budget for the year.

The following is highlighted with regards to the variances in Revenue:

Service Charges – Water Revenue: A positive variance of 7% due to the increase in water usage. The budget for water availability is part of this revenue source, but the actual income shows under Operational revenue non exchange revenue. A correction will be done during the adjustment budget.

Service Charges – Waste Management: A positive variance of 10% due to refuse availability that is part of this revenue source, but the actual income shows under Operational revenue non exchange revenue. A correction will be done during the adjustment budget.

Sale of Goods and Rendering of Services – A positive variance of 12% was attained for this revenue source due to more camping fees and building plan fees received as budgeted.

Interest from Current and Non-Current Assets: Improved cashflow and investment management yielded a positive variance of 1% in comparison to budgeted income for this category of income.

Rental from Fixed Assets: A negative variance of 151% was attained for this revenue source for January 2024 as a result of a data string error and will be corrected in the next reporting month.

Property Rates: A positive YTD variance of 5% due to more ratepayers that chose to be charged annual rates that was not anticipated in the budget, a correction will be considered as revenue trends establish during the course of the year.

Fines, penalties and forfeits: A positive variance of 287% is recorded for the YTD. The original budget was incorrectly uploaded onto the Phoenix system which resulted in the variation between the actual results and budget to date.

The actual results are currently in line with expectations (original budget). The monthly budget will be amended during the next budget adjustment cycle. The monthly budgets will be amended without changing the total budgeted traffic fines income.

Interest: A positive variance of 27% is recorded for the YTD. This category refers to the interest received on outstanding property rates debtors.

Operational Revenue: A negative variance of 29% is recorded for the YTD. This category refers to the interest received on outstanding property rates debtors.

Please refer to table C4 for a Breakdown of Revenue by Source.

Operating expenditure by type (Table C4)

Description	2022/23	Budget Year 2023/24					
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands							
Expenditure By Type							
Employee related costs	153,510	182,396	173,641	96,615	(2,372,289)	2,468,904	-104%
Remuneration of councillors	6,791	7,273	7,336	4,273	4,173	100	2%
Bulk purchases - electricity	118,609	129,216	138,716	75,490	83,506	(8,017)	-10%
Inventory consumed	17,673	23,235	22,140	10,278	11,219	(941)	-8%
Debt impairment	31,488	34,208	35,825	19,955	20,898	(943)	-5%
Depreciation and amortisation	30,870	32,656	39,094	19,049	22,805	(3,755)	-16%
Interest	21,857	26,527	26,073	15,233	11,177	4,057	36%
Contracted services	33,617	46,526	44,391	17,109	22,490	(5,381)	-24%
Transfers and subsidies	8,389	9,701	9,943	5,595	6,272	(677)	-11%
Operational costs	37,531	45,832	47,162	22,142	28,685	(6,543)	-23%
Losses on Disposal of Assets	(2,473)	-	-	(217)	-	(217)	#DIV/0!
Other Losses	-	2,805	2,805	-	1,636	(1,636)	-100%
Total Expenditure	457,863	540,375	547,127	285,521	(2,159,428)	2,444,949	-113%

The total expenditure to date is R285.521 million which represents 52.19% of the total operating expenditure budget for the year.

With regards to the variances in respect of expenditure the following is highlighted:

Employee related costs: A negative budget variance of 104%, is recorded due to a data string error and will be corrected in the next reporting month.

Bulk Purchases - Electricity: A negative budget variance of 10% is reflected due to loadshedding and people leaving the grid.

Inventory Consumed: A negative YTD budget variance of 8% due to a combination of under-over expenditure on bulk water consumption(over), fuel generators (under) and purchase of refuse bags(under).

Interest: A positive YTD budget variance of 36% due to a combination of under-over expenditure on bulk water consumption(over), fuel generators (under) and purchase of refuse bags(under).

Contracted services: A negative YTD budget variance of 24% is reflected due to a combination of under-over expenditure on Maintenance of Equipment (under), electrical contractors (under) and Consultants and Professional Services: Infrastructure and Planning (under).

Transfers and Subsidies: A negative YTD budget variance of 11% is reflected. Actual payments are not aligned with the year-to-date budget as performance on grant funded programs are difficult to predict upon compilation of the initial budget. Transfers and grants solely get paid out when a claim gets handed in according to the legislative framework.

Operational Costs: A negative YTD budget variance of 23% less than budget is recorded due to a combination of under and over expenditure on the following categories: Audit Fees (over), fuel (over), Registration fees (under) and Insurance (under).

Refer to Table C4 for further details on both revenue by source and expenditure by type.

Capital Expenditure and Funding (Table C5)

Vote Description	2022/23	Budget Year 2023/24					
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands							%
Multi-Year expenditure appropriation							
Vote 1 - Vote 1 - Municipal Manager	382	1,460	4,090	1,734	1,486	248	17%
Vote 2 - Vote 2 - Finance	52	500	500	273	160	113	70%
Vote 3 - Vote 3 - Corporate Services	1,843	2,775	2,126	1,281	1,321	(41)	-3%
Vote 4 - Vote 4 - Technical Services	18,311	44,284	49,101	25,032	11,721	13,311	114%
Vote 5 - Vote 5 - Technical Services (Continued)	25,367	40,192	41,041	17,310	15,364	1,946	13%
Vote 6 - Vote 6 - Community Services	3,006	8,905	10,469	4,217	3,482	734	21%
Vote 7 - Vote 7 - Community Services (Continued)	1,142	4,325	3,114	561	648	(88)	-14%
Total Capital Multi-year expenditure	50,104	102,441	110,441	50,406	34,184	16,222	47%
Single Year expenditure appropriation							
Vote 1 - Vote 1 - Municipal Manager	295	-	-	-	-	-	-
Vote 2 - Vote 2 - Finance	443	-	-	-	-	-	-
Vote 3 - Vote 3 - Corporate Services	452	-	-	-	-	-	-
Vote 4 - Vote 4 - Technical Services	16,130	-	-	-	-	-	-
Vote 5 - Vote 5 - Technical Services (Continued)	2,937	-	-	-	-	-	-
Vote 6 - Vote 6 - Community Services	1,996	-	-	-	-	-	-
Vote 7 - Vote 7 - Community Services (Continued)	2,358	-	-	-	-	-	-
Total Capital single-year expenditure	24,610	-	-	-	-	-	-
Total Capital Expenditure	74,714	102,441	110,441	50,406	34,184	16,222	47%
Funded by:							
National Government	16,611	22,362	20,096	6,686	4,989	1,698	34%
Provincial Government	3,404	27,269	31,840	15,425	2,653	12,772	481%
District Municipality	230	-	2,223	1,528	1,064	464	44%
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)	2,783	240	160	46	186	(141)	-75%
Transfers recognised - capital	23,027	49,871	54,318	23,685	8,892	14,793	166%
Borrowing	33,075	30,910	36,197	19,521	16,046	3,475	22%
Internally generated funds	18,611	21,660	19,926	7,200	9,246	(2,046)	-22%
Total Capital Funding	74,714	102,441	110,441	50,406	34,184	16,222	47%

Capital Expenditure:

Total year to date capital expenditure as at 31 January 2024 amounts to R50.406 million.

Refer to table C5 for Capital Expenditure per Government Finance Statistics and table SC12 for the monthly Capital Expenditure trend.

DirectorateDescription	BudgetOriginal	BudgetAdjustments	TotalBudget	TotalExpenditure	OnOrderAmountVATExclusive	% Spend
Vote 1 - Municipal Manager	1,460,000.00	2,368,565.00	3,828,565.00	1,733,695.02	23,461.18	45.28%
Vote 2 - Finance	500,000.00	-	500,000.00	272,686.82	97,020.00	54.54%
Vote 3 - Corporate Services	2,775,000.00	-	2,775,000.00	1,280,724.06	234,445.33	46.15%
Vote 4 - Technical Services	84,475,609.00	5,929,368.00	90,404,977.00	42,341,802.97	14,968,369.61	46.84%
Vote 5 - Community Services	13,230,000.00	398,000.00	13,628,000.00	4,777,570.98	3,261,655.35	35.06%
	102,440,609.00	8,695,933.00	111,136,542.00	50,406,479.85	18,584,951.47	45.36%

Vote 1 - Municipal Manager

The directorate's capital budget performance indicates actual capital expenditure of R1,733,695.02 or 45.28% of the adjusted budget of R3,828,565.00. On order costs amounted to R23,461.18 at the end of January 2024.

Vote 2 – Finance

The directorate's capital budget performance indicates actual capital expenditure of R272,686.82 or 54.54% of the adjusted budget of R500,000.00. On order costs amounted to R97,020.00 at the end of January 2024.

Vote 3 - Corporate Services

The directorate's capital budget performance indicates actual capital expenditure of R1,280,724.06 or 46.15% of the adjusted budget of R2,775,000.00. On order costs amounted to R234,445.33 at the end of January 2024.

Vote 4 - Technical Services

The directorate's capital budget performance indicates actual capital expenditure of R42,341,802.97 or 46.84% of the adjusted budget of R90,404,977.00. On order costs amounted to R14,968,369.61 at the end of January 2024.

Vote 5 – Community Services

The directorate's capital budget performance indicates actual capital expenditure of R4,777,570.98 or 35.06% of the adjusted budget of R13,628,000.00. On order costs amounted to R3,261,655.35 at the end of January 2024.

Cash flow

The Cash Book Balance (investments included) as at 31 January 2024 reflects a positive amount of R 190.805 million. The municipality has sufficient funds available to meet the current commitments as well as to fund operations in the short term.

Please refer to table C7 for the Monthly Budget Statement – Cash Flow.

Investments

Investment Register											
Investment Institution	Acc No	Investment Type	Start Date (ccyy/mm/dd)	End Date (ccyy/mm/dd)	% Interest Rate	2024-01-01			Service Fee This Month	Accrued Interest This Month	2024-01-31
						Balance at Begin of Month	Investment Top Up This Month	Partial / Premature Withdrawals This Month			Balance at End of Month
						(Rand)	(Rand)	(Rand)	(Rand)	(Rand)	(Rand)
ABSA	9361772313	call	2021-09-15			2,002,895.83	20,000,000.00			112,673.94	22,115,569.77
Nedbank	037881004312/5	Fixed	2023-04-14	2024-01-09	9.71%	53,484,958.94		53,591,369.86		106,410.92	-0.00
ABSA	2081024857	Fixed	2023-04-14	2024-01-09	9.50%	42,727,671.24		42,810,958.90		83,287.66	0.00
ABSA	2081177048	Fixed	2023-07-18	2024-04-15	9.91%	31,360,249.30				252,501.38	31,612,750.68
Standard Bank	078722675-015	Fixed	2023-07-18	2024-04-15	9.825%	41,787,342.46				333,780.84	42,121,123.30
Nedbank	037881004312/5	Fixed	2024-01-12		9.720%	-	80,000,000.00			426,082.19	80,426,082.19
Total Investment						171,363,117.77	100,000,000.00	96,402,328.76	-	1,314,736.93	176,275,525.94

During the month of January 2024, investments of R 100,000,000 were made. The accrued interest for January 2024 amount to R1,314,736.93. The total amount invested at 31 January 2024 was R176,275,525.94.

Expenditure on Staff Benefits : Section 66 of the MFMA : JANUARY 2024

2022/2023

Expenditure per Type	Original Annual Budget	Adjusted Annual Budget	Monthly Actual	YTD Actual	YTD Budget	YTD (R) Variance	YTD (%) Variance
(a) Salaries and wages	122,830,902.00	119,974,327.00	8,480,387.03	65,283,909.97	71,178,213.00	-5,894,303.03	-8.28%
(b) Contributions for pensions and medical aid	29,398,782.00	29,398,782.00	2,198,930.73	14,991,854.59	16,956,717.00	-1,964,862.41	-11.59%
(c) Travel, motor car, accomodation, subsistence and other	6,873,687.00	6,873,687.00	513,698.91	3,504,027.01	3,989,528.00	-485,500.99	-12.17%
(d) Housing benefits and allowances	1,058,979.00	1,058,979.00	61,554.86	428,134.48	594,972.00	-166,837.52	-28.04%
(e) Overtime payments	6,248,182.00	6,248,182.00	681,360.24	3,908,127.41	3,480,231.00	427,896.41	12.30%
(f) loans and advances	-	-	-	-	-	-	-
(g) any other type of benefit or allowance related to staff	11,660,196.00	11,660,196.00	832,881.37	5,397,746.11	-2,468,052,908.00	2,473,450,654.11	-100.22%
	178,070,728.00	175,214,153.00	12,768,813.14	93,513,799.57	-2,371,853,247.00	2,465,367,046.57	-103.94%

Directorate	Original Annual Budget	Adjusted Annual Budget	Monthly Actual	YTD Actual	YTD Budget	YTD (R) Variance	YTD (%) Variance
Vote 1 - Municipal Manager	8,819,311.00	9,037,311.00	728,891.19	5,212,378.84	5,539,677.00	-327,298.16	-5.91%
Vote 2 - Finance	25,009,967.00	23,759,967.00	1,688,589.35	12,518,873.05	13,775,881.00	-1,257,007.95	-9.12%
Vote 3 - Corporate Services	22,760,831.00	22,770,831.00	1,748,110.39	13,207,681.06	13,530,238.00	-322,556.94	-2.38%
Vote 4 - Technical Services	77,164,142.00	76,843,142.00	5,553,333.46	39,295,912.74	44,608,059.00	-5,312,146.26	-11.91%
Vote 5 - Community Services	48,641,870.00	48,626,970.00	3,880,779.64	26,371,594.11	-2,445,434,148.00	2,471,805,742.11	-101.08%
	182,396,121.00	181,038,221.00	13,599,704.03	96,606,439.80	-2,367,980,293.00	2,464,586,732.80	

Councillors (Political Office Bearers plus Other)	Original Annual Budget	Adjusted Annual Budget	Monthly Actual	YTD Actual	YTD Budget	YTD (R) Variance	YTD (%) Variance
Basic Salaries and Wages	6,078,166.00	6,078,166.00	465,055.80	3,467,642.71	3,452,449.00	15,193.71	0.44%
Pension and UIF Contributions	126,488.00	126,488.00	10,445.79	79,141.89	82,039.00	-2,897.11	-3.53%
Medical Aid Contributions	-	-	-	-	-	-	-
Motor Vehicle Allowance	505,977.00	505,977.00	46,893.16	337,869.90	274,543.00	63,326.90	23.07%
Cellphone Allowance	562,224.00	562,224.00	50,921.00	388,225.13	327,497.00	60,728.13	18.54%
Housing Allowances	-	-	-	-	-	-	-
Other benefits and allowances	-	-	-	-	-	-	-

TYDELIKE WERKERS

Directorate	Original Annual Budget	Adjusted Annual Budget	Monthly Actual	YTD Actual	YTD Budget	YTD (R) Variance	YTD (%) Variance
Vote 1 - Municipal Manager	183,000.00	526,000.00	65,250.92	329,460.14	462,021.00	-132,560.86	-28.69%
Vote 2 - Finance	70,000.00	260,000.00	15,290.20	59,073.33	230,617.00	-171,543.67	-74.38%
Vote 3 - Corporate Services	225,000.00	225,000.00	10,008.75	145,182.19	90,983.00	54,199.19	59.57%
Vote 4 - Technical Services	1,436,345.00	1,821,345.00	181,548.32	548,587.43	1,198,820.00	-650,232.57	-54.24%
Vote 5 - Community Services	2,411,048.00	3,006,623.00	561,590.62	2,018,412.05	1,905,413.00	112,999.05	5.93%
	4,325,393.00	5,838,968.00	833,688.81	3,100,715.14	3,887,854.00	-787,138.86	
	189,668,976.00	188,325,976.00	14,175,817.70	100,887,394.34	-2,363,828,865.00		

ELECTRICITY BULK PURCHASES:

BULK PURCHASES: ELECTRICITY													
	JUL	AUG	SEPT	OKT	NOV	DES	JAN	FEB	MAR	APR	MEI	JUN	Totaal
2023/2024	19,312,252.79	19,680,324.04	14,975,359.25	11,735,824.87	15,885,791.07	10,370,754.02	11,940,662.54						103,900,968.58
2022/2023	15,387,318.70	17,057,411.94	12,838,938.28	9,276,430.06	9,567,286.05	8,776,613.89	9,532,933.55	10,206,649.61	9,395,985.40	9,633,805.00	9,460,664.87	15,372,951.45	136,506,988.80
2021/2022	13,467,516.61	14,142,625.15	10,327,188.21	7,883,718.01	9,077,186.25	9,179,994.54	9,943,484.65	10,879,930.45	9,947,267.10	10,131,573.41	9,924,090.20	14,093,602.60	128,998,177.18
2020/2021	11,326,659.74	12,042,707.78	8,772,932.85	6,881,334.70	6,874,897.29	6,444,556.73	7,288,709.69	7,916,833.22	6,866,802.00	7,531,918.26	7,640,298.53	10,168,014.66	99,755,665.45
2019/2020	10,650,738.77	11,033,028.13	8,348,426.35	6,169,180.80	6,243,423.01	6,095,166.94	6,655,215.23	7,312,933.38	6,896,769.81	6,486,876.17	6,564,875.79	9,660,185.61	92,116,819.99
ELECTRICITY PURCHASES: OTHER SERVICES													
	JUL	AUG	SEPT	OKT	NOV	DES	JAN	FEB	MAR	APR	MEI	JUN	Totaal
2023/2024	327,947.14	296,062.43	283,497.41	239,316.10	332,508.55	362,006.27	394,443.04						2,235,780.94
2022/2023	247,982.24	259,568.14	256,301.21	231,956.82	292,788.05	277,922.56	297,065.21	325,175.70	278,556.60	348,825.79	296,169.73	300,946.30	3,413,258.35
2021/2022	183,495.11	192,124.57	177,152.46	172,627.06	247,722.70	222,611.10	243,729.01	287,592.25	292,586.30	276,009.68	239,292.09	267,101.82	2,802,044.15
2020/2021	161,347.58	187,484.09	173,949.83	150,229.53	181,189.39	83,489.52	202,327.79	223,828.65	190,079.07	201,197.91	189,085.04	172,635.62	2,116,844.02
2019/2020	126,675.71	139,528.89	144,713.72	136,513.94	152,510.38	153,196.31	162,593.32	121,912.11	156,616.50	154,116.27	154,742.46	165,045.87	1,768,165.48

Debtors Payment Ratio:

Achieve a debtor payment percentage of 96% {(Gross Debtors Opening Balance + Billed Revenue - Gross Debtors Closing Balance - Bad Debts Written Off)/Billed Revenue x 100} [77]		% debtor payment achieved
Gross Debtors Opening Balance 30 June 2023	A	146,105,060.91
Billed Revenue 2023/24(July - June)	B	216,759,000.00
Gross Debtors Closing balance 31 Jan 2024	C	157,957,271.24
Bad debts written-off (July 23 - June 24)	D	4,620,597.50
Billed Revenue 2023/24 (July - June)		216,759,000.00
Nett Billed Revenue		200,286,192.17
% debtor payment achieved		92.40
Nett Payment received - Jan 24		23,617,952.63

3.3 Material variances from SDBIP

There are no material variances to be reported.

3.4 Remedial or corrective steps

No action required.

The municipality is able to service its current commitments, the liquidity position meets best practice norms and sufficient funds are available to ensure that reserves are cash backed, further enhancement of the liquidity position will ensure that short term provisions are also cash backed and that a position of long-term financial sustainability is attained

Section 4 – Municipal manager’s quality certification

QUALITY CERTIFICATE

I, Adv. H Linde, the municipal manager of Bergrivier Municipality, hereby certify that -

(Mark as appropriate)

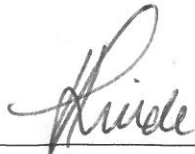
- the monthly budget statement
- quarterly report on the implementation of the budget and financial state of affairs of the municipality
- mid-year budget and performance assessment

for the month of January 2024 has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print Name: Adv H Linde

Municipal Manager of Bergrivier Municipality (WC013)

Signature



Date

14 February 2024