

BITOU LOCAL MUNICIPALITY



**Budget Statement for the month  
ended 31 December 2024**

## Table of Contents

Table of Contents.....	2
Glossary .....	3
Legislative Framework .....	5
Section 1 – December Report .....	5
Section 2 – Resolutions .....	5
Section 3 – Executive Summary .....	5
Section 4 – In-year budget statement tables .....	10
Section 5 – Debtors’ analysis .....	18
Section 6 – Creditors' age analysis .....	20
Section 7 – Investment portfolio analysis.....	21
Section 8 – Grant Performance.....	22
Municipal manager’s quality certification.....	23

## BITOU LOCAL MUNICIPALITY

### Glossary

**Adjustments budget** – Prescribed in section 28 of the MFMA. The formal means by which a municipality may adjust 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 timing. For example, when an invoice is received by the Municipality it is shown as expenditure in the Quarter 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.

## BITOU LOCAL MUNICIPALITY

**SDBIP** – Service Delivery and Budget Implementation Plan. A detailed plan comprising monthly 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 of a municipality is divided for the appropriation of money for the different departments or functional areas of the municipality; and (b) which specifies the total amount that is appropriated for the purposes of the department or functional area concerned.

# BITOU LOCAL MUNICIPALITY

## Legislative Framework

This report has been prepared in terms of the following enabling legislation. The Municipal Finance Management Act – No. 56 of 2003 Section 71 Monthly budget statements. Local Government: Municipal Finance Management Act (56/2003): Municipal Budget and Reporting Regulations (MBRR)

## PART 1 – IN-YEAR REPORT

### Section 1 – December Report

#### *1.1 In-Year Report – Monthly Budget Statement*

The report outlines the financial performance and position of the municipality for the month ended December 2024. The budget of the municipality is compiled with the objective that Bitou Municipality remains a financially viable and sustainable institution. The latter could be achieved if the municipality spends its budget prudently.

The financial viability is measured through the liquidity ratio, current ratio and quick ratio. These ratios are critical in terms of evaluating the ability of the municipality to meet its short-term obligations.

As can be seen on the C7 Cash flow statement, the current cash, and cash equivalents as at end of December 2024 amounts to R 76.6 million. The municipality on average requires an amount in excess of R65 million to cover its monthly operational expenditure, this includes the cost associated with the payment of employee cost and suppliers. It however excludes payments made to suppliers for capital assets.

### Section 2 – Resolutions

#### *IN-YEAR REPORTS 2024/2025*

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

#### **RECOMMENDATION:**

- That Council notes the monthly budget statement and supporting documentation for the month ended 31 December 2024.

### Section 3 – Executive Summary

#### **3.1 Introduction**

The Monthly budget statement has been prepared in terms of the Municipal Budget and Reporting Regulations and section 71 of the Municipal Finance Management Act 56 of 2003.

# BITOU LOCAL MUNICIPALITY

## Consolidated performance

WC047 Bitou - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December										
Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance	Full Year Forecast
R thousands										
Revenue									%	
Exchange Revenue		477 681	531 266	531 266	41 385	251 899	265 633	(13 734)	-5%	531 266
Service charges - Electricity		230 904	262 129	262 129	19 121	125 712	131 065	(5 353)	-4%	262 129
Service charges - Water		87 795	90 492	90 492	8 240	44 552	45 246	(695)	-2%	90 492
Service charges - Waste Water Management		67 358	80 372	80 372	6 173	36 434	40 186	(3 752)	-9%	80 372
Service charges - Waste management		44 964	53 852	53 852	3 941	23 225	26 926	(3 701)	-14%	53 852
Sale of Goods and Rendering of Services		7 520	9 687	9 687	548	4 030	4 843	(814)	-17%	9 687
Agency services		2 498	2 840	2 840	–	912	1 420	(508)	-36%	2 840
Interest earned from Receivables		13 243	13 870	13 870	2 846	4 677	6 935	(2 258)	-33%	13 870
Interest earned from Current and Non Current Assets		13 203	12 448	12 448	364	4 815	6 224	(1 410)	-23%	12 448
Rental from Fixed Assets		1 354	2 210	2 210	110	804	1 105	(301)	-27%	2 210
Licence and permits		1 427	565	565	42	729	283	446	158%	565
Operational Revenue		7 415	2 800	2 800	0	6 011	1 400	4 611	329%	2 800
Non-Exchange Revenue		432 046	442 000	444 967	19 948	197 208	221 309	(24 101)	-11%	444 967
Property rates		178 261	191 257	191 257	15 168	97 910	95 629	2 281	2%	191 257
Surcharges and Taxes		1 420	1 589	1 589	760	1 364	795	570	72%	1 589
Fines, penalties and forfeits		60 451	50 836	50 836	4 571	20 937	25 418	(4 481)	-18%	50 836
Licence and permits		–	796	796	–	–	398	(398)	-100%	796
Transfer and subsidies - Operational		166 503	176 893	179 860	–	67 881	90 730	(22 849)	-25%	179 860
Interest		2 292	1 844	1 844	(1 716)	2 158	922	1 236	134%	1 844
Operational Revenue		14 750	14 835	14 835	1 166	6 958	7 417	(459)	-6%	14 835
Gains on disposal of Assets		–	3 950	3 950	–	–	–	–	–	3 950
Other Gains		8 370	–	–	–	–	–	–	–	–
Total Revenue (excluding capital transfers and		909 728	973 266	976 233	61 333	449 107	486 942	(37 835)	-8%	976 233
Expenditure By Type										
Employee related costs		312 820	370 938	370 938	21 678	151 012	187 534	(36 521)	-19%	370 938
Remuneration of councillors		7 376	7 879	7 879	604	3 823	3 939	(116)	-3%	7 879
Bulk purchases - electricity		197 628	231 959	226 959	15 589	104 691	113 480	(8 789)	-8%	226 959
Inventory consumed		16 652	18 699	18 997	831	6 483	9 498	(3 015)	-32%	18 997
Debt impairment		28 480	19 001	19 001	–	–	–	–	–	19 001
Depreciation and amortisation		48 851	40 002	40 002	–	16 668	20 000	(3 333)	-17%	40 002
Interest		20 922	14 063	14 063	–	67	7 031	(6 964)	-99%	14 063
Contracted services		77 655	103 758	106 648	7 811	27 386	53 468	(26 082)	-49%	106 648
Transfers and subsidies		9 208	12 283	17 283	2 593	4 657	7 967	(3 310)	-42%	17 283
Irrecoverable debts written off		74 426	61 150	61 150	–	8 002	30 575	(22 573)	-74%	61 150
Operational costs		76 823	91 144	90 923	9 635	36 562	45 456	(8 895)	-20%	90 923
Losses on Disposal of Assets		3 217	–	–	–	–	–	–	–	–
Other Losses		111	–	–	–	–	–	–	–	–
Total Expenditure		874 170	970 877	973 844	58 741	359 351	478 949	(119 598)	-25%	973 844
Surplus/(Deficit)		35 558	2 389	2 389	2 593	89 756	7 993	81 764	0	2 389
Transfers and subsidies - capital (monetary allocations)		50 307	130 854	130 854	–	7 160	65 917	(58 757)	(0)	130 854
Transfers and subsidies - capital (in-kind)		33	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions		85 897	133 243	133 243	2 593	96 917	73 910			133 243
Surplus/(Deficit) after income tax		85 897	133 243	133 243	2 593	96 917	73 910			133 243
Surplus/(Deficit) attributable to municipality		85 897	133 243	133 243	2 593	96 917	73 910			133 243
Surplus/ (Deficit) for the year		85 897	133 243	133 243	2 593	96 917	73 910			133 243

## **BITOU LOCAL MUNICIPALITY**

### **Revenue by Source**

#### **Property Rates**

Property rates for the month amounts to R15.2 million and when comparing the YTD actual to the YTD budget, the revenue source is over-performing at a percentage of 2%. This can mainly be ascribed to the removal of the remaining rebate amount to individuals whose property value is between R350 000 and R1 million, coupled with the annual rates levied.

#### **Electricity**

Revenue from electricity for the month amounts to R19.1 million. The anticipated budgeted revenue amounted to R131.1 million, while actuals at month end has a balance of R125.7 million, translating to the Revenue source under-performing by 4%. Electricity revenue is influenced by fluctuating consumption during peak and off-peak periods and a decrease in units consumed is expected over the remainder of the financial year as the peak season has passed and the summer and autumn season usually means less electricity usage. Focus has now shifted towards the effect of SSEG on our consumption patterns as various residents are now opting for solar installations.

#### **Water Service**

Water revenue as at end of December 2024 amounts to R44.6 million while YTD budget amounts to R45.2 million. This is an 2% under-performance, which represents a R695 000 difference. As we are in the summer peak period an increase in consumption is expected, however it still needs to be determined whether it will be sufficient to meet the anticipated budgeted revenue.

#### **Sanitation Service**

Sanitation revenue amounts to R36.4 million while YTD budget amounts to R40.2 million. This translates to a 9% under-performance for this category of revenue, a month-on-month improvement from the start of the Financial Year. A contributing factor to the under-performance is underbilling of businesses and large users as well as various anomalies in respect of the level of service rendered compared to the charges applied. It is expected that the revenue enhancement program will add to increasing the revenue source over the remainder of the budget period. The revenue item will be monitored as it was performing adequately at the end of the previous financial year.

#### **Refuse Service**

Refuse revenue as at the end of December 2024 amounts R23.2 million while the YTD budget amounts to R26.9 million. This is an under performance of 14% consistent with the previous reporting period. This category of revenue also forms part of the revenue enhancement programme and through simple revenue enhancement assessments by management, it is clear that not all customers are charged correctly for the volumes of refuse generated, especially Hotels and Businesses, and that there are various anomalies in respect of the level of service rendered compared to the charges applied. A concerted effort will need to be made in the remainder of the financial year to ensure this revenue source is performing adequately

#### **Rental from Fixed Assets**

The revenue for Rental from Fixed Assets for December 2024 amounts to R804 000. This source of revenue is underperforming by 27%. Revenue from this source is dependent on the community's need to make use of municipality's various facilities and it can be difficult to predict. The revenue in respect of this category of income will also be considered for downward adjustment in the revised budget.

## **BITOU LOCAL MUNICIPALITY**

### **Interest earned on external investment and outstanding debtors**

Interest earned on external investment and outstanding debtors' revenue at the end of December 2024 amounts to R4.8 million and R4.7 million respectively, which in turn equates to a 23% and 33% under-performance of the revenue source. Investment revenue, based on past trends, will start performing adequately as we start investing more of our surplus funds, however, category of income will also be considered for downward adjustment in the revised budget.

### **Revenue for fines, penalties and forfeits**

Revenue from Fines as at end of December 2024 amounts to R20.9 million compared to the anticipated budgeted revenue of R25.4 million. This is an under-performance of 18%, which can be ascribed to revenue recognition done for the month of November 2024. The revenue for the month of December 2024 will be recognised as part of the January 2025 monthly reporting, as the reports are sent to the Municipality on the 7<sup>th</sup> working day. Past trends have dictated that the final month of the financial year normally shows a spike in revenue and that current under-performance will come in-line during that time.

### **Transfers and Subsidies**

Transfers have been recognised as at the end of December 2024 amounting to R67.9 million. It is anticipated that this result may come in-line with the budgetary predictions during the course of the financial year.

### **Sale of Goods and Rendering of Services**

Revenue collected as at end of December 2024 amounts to R4 million compared to an anticipated R4.8 million. This revenue source includes items such as building plan approval fees, town planning, fire services, staff housing etc.

### **Operational revenue**

Revenue collected as at the end of December 2024 amounts to R6 million compared to an anticipated R1.4 million. The major contributor for the sharp increase relates to revenue derived from development charges and as this revenue item is already over-performing it will be adjusted in the Mid-Term Adjustment budget.

**Total revenue** for the month of December 2024 amounts to R61.3 million with a YTD actual of R449.1 million, compared to the R486.9 million anticipated budgeted revenue for the year. This, however, exclude revenue from capital contributions.

## **Expenditure**

### **Employee related cost**

Employee related cost for the month of December 2024 amounts to R21.7 million, with an actual YTD figure of R151 million. When comparing this to the YTD budget, R187.5 million, it translates to an under performance of 19%. Expenditure for EPWP has not been recognised for the Month and will form part of the next month's reporting. The main factor contributing to the under-spending remains the vacant positions that have not been filled to date, coupled with employee benefits provisions that will be processed at year-end. A downward adjustment will still be considered where it is evident that funds will not be spent.

### **Remuneration of councillors**

Remuneration of councillors as at end of December 2024 amounts to R3.8 million. This expenditure item is underperforming by 3% for the month, however the monetary difference amounts to R116 000. Based on this it is highly unlikely that a downward adjustment will be done but it will still be considered.

## **BITOU LOCAL MUNICIPALITY**

### **Bulk Purchases**

Eskom payments for the month ended December 2024, amounts to R104.7 million. All payments are in respect of November invoices. December 2024 accounts will be forming part of next month's reporting. Currently this expenditure item is underperforming by 8% and a slight adjustment might be considered to bring this expenditure item in line. Cognisance must be taken of the annual increase that normally comes into effect in April, so any adjustment will factor this in.

### **Depreciation**

Depreciation for December 2024 will form part of January's reporting and this will bring the expenditure item in-line.

### **Inventory Consumed**

Expenditure for this item, for December 2024, amounts to R6.5 million while the YTD budget amounts to R9.5 million. This expenditure item is under-performing by 32% when compared to the YTD budget. This expenditure type relates to the consumption of materials and supplies/inventory at the stores used in operational and maintenance activities and is dependent on the rate at which operational and maintenance activities proceed, however a downward adjustment will still be considered where it is evident that funds will not be spent.

### **Contracted Services**

Expenditure as at end of December 2024 amounts to R27.4 million and is under-performing by 49% when compared to the YTD budget of R53.5 million. It is expected that this category of expenditure will increase as we progress through the second quarter of the financial year, however a downward adjustment will still be considered where it is evident that funds will not be spent.

### **Transfers and subsidies**

Expenditure as at end of December 2024 amounts R4.7 million when compared to the YTD budget of R7.9 million. An underperformance is reported for the month and expenditure falling under this category include grant-in-aid, payment to the shark spotter programme and our contribution to the regional landfill site and the Airport. The regional landfill in Mosselbay is not yet operational which contribute largely to the underspending as well as our payment for the Airport repairs.

### **Operational Cost**

Operational Cost as at end of December 2024 amounts to R36.6 million while the YTD budget amounts to R45.5 million, which translates to an under performance of 20%. This includes items such as the rental expenses for offices, accommodation, insurance, travel and subsistence and telephone accounts. Some of the major contributors to this expenditure category is postage cost, external audit fees, bank charges and commission on prepaid electricity.

**Total expenditure** as at end of December 2024 amounts to R359.4 million in comparison to an anticipated expenditure budget of R478.9 million.

### **Conclusion on Financial Position and performance**

The municipality is reporting a surplus for the month of R2.6 million, whilst a year-to-date surplus of R89.8 million is reported. The current cash flow is sufficient to meet the short and medium-term operational requirements, and the focus now is to sustain operations in the long term. The current ratio is below the best practice norms. The liquidity position has improved from previous months; however, a concerted effort is still necessary for the municipality to achieve financial sustainability.

## BITOU LOCAL MUNICIPALITY

The implementation of the financial recovery plan, especially the revenue enhancement strategy, receives dedicated attention to aid in the financial turnaround and to ensure that financial viability and long-term sustainability will be attained.

### **Section 4 – In-year budget statement tables**

#### ***4.1 Monthly budget statements***

The tables included in section 4 to the end of this report are from the 'C Schedule monthly Budget Statement legislated as part of the MBRR.

Below tables analyse the income and expenditure by Function and the performance of each sub function. As mentioned above the performance will be increased with the implementation of the SDBIP.

Table below relates to the budget performance by municipal vote. Most of the departments has underspent on their expenditure budget and collection on their revenue budget is starting to improve as per below. Management to note that expenditure is more than revenue since the beginning of the year.

See tables below C1 and C3 for the month ended 30 November 2024.

# BITOU LOCAL MUNICIPALITY

## WC047 Bitou - Table C1 Monthly Budget Statement Summary - M06 December

Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	178 261	191 257	191 257	15 168	97 910	95 629	2 281	2%	191 257
Service charges	431 020	486 846	486 846	37 476	229 923	243 423	(13 500)	-6%	486 846
Investment revenue	13 203	12 448	12 448	364	4 815	6 224	(1 410)	-23%	12 448
Transfers and subsidies - Operational	166 503	176 893	179 860	-	67 881	90 730	(22 849)	-25%	179 860
Other own revenue	120 740	105 822	105 822	8 326	48 579	50 936	(2 356)	-5%	105 822
<b>Total Revenue (excluding capital transfers and</b>	<b>909 728</b>	<b>973 266</b>	<b>976 233</b>	<b>61 333</b>	<b>449 107</b>	<b>486 942</b>	<b>(37 835)</b>	<b>-8%</b>	<b>976 233</b>
Employee costs	312 820	370 938	370 938	21 678	151 012	187 534	(36 521)	-19%	370 938
Remuneration of Councillors	7 376	7 879	7 879	604	3 823	3 939	(116)	-3%	7 879
Depreciation and amortisation	48 851	40 002	40 002	-	16 668	20 000	(3 333)	-17%	40 002
Interest	20 922	14 063	14 063	-	67	7 031	(6 964)	-99%	14 063
Inventory consumed and bulk purchases	214 280	250 658	245 956	16 420	111 174	122 978	(11 804)	-10%	245 956
Transfers and subsidies	9 208	12 283	17 283	2 593	4 657	7 967	(3 310)	-42%	17 283
Other expenditure	260 712	275 053	277 722	17 445	71 950	129 500	(57 550)	-44%	277 722
<b>Total Expenditure</b>	<b>874 170</b>	<b>970 877</b>	<b>973 844</b>	<b>58 741</b>	<b>359 351</b>	<b>478 949</b>	<b>(119 598)</b>	<b>-25%</b>	<b>973 844</b>
<b>Surplus/(Deficit)</b>	<b>35 558</b>	<b>2 389</b>	<b>2 389</b>	<b>2 593</b>	<b>89 756</b>	<b>7 993</b>	<b>81 764</b>	<b>1023%</b>	<b>2 389</b>
Transfers and subsidies - capital (monetary allocations)	50 307	130 854	130 854	-	7 160	65 917	(58 757)	-89%	130 854
Transfers and subsidies - capital (in-kind)	33	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>85 897</b>	<b>133 243</b>	<b>133 243</b>	<b>2 593</b>	<b>96 917</b>	<b>73 910</b>	<b>23 007</b>	<b>31%</b>	<b>133 243</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>85 897</b>	<b>133 243</b>	<b>133 243</b>	<b>2 593</b>	<b>96 917</b>	<b>73 910</b>	<b>23 007</b>	<b>31%</b>	<b>133 243</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>104 311</b>	<b>183 160</b>	<b>193 192</b>	<b>15 692</b>	<b>38 611</b>	<b>96 596</b>	<b>(57 984)</b>	<b>-60%</b>	<b>193 192</b>
Capital transfers recognised	44 924	107 616	107 616	12 741	30 309	53 808	(23 499)	-44%	107 616
Borrowing	35 920	50 033	52 932	2 078	3 440	26 466	(23 026)	-87%	52 932
Internally generated funds	23 434	25 511	32 643	874	4 862	16 322	(11 460)	-70%	32 643
<b>Total sources of capital funds</b>	<b>104 279</b>	<b>183 160</b>	<b>193 192</b>	<b>15 692</b>	<b>38 611</b>	<b>96 596</b>	<b>(57 984)</b>	<b>-60%</b>	<b>193 192</b>
<b>Financial position</b>									
Total current assets	560 528	466 245	451 903		537 856				451 903
Total non current assets	1 333 926	1 415 909	1 425 940		1 355 870				1 425 940
Total current liabilities	442 316	439 810	409 792		348 107				409 792
Total non current liabilities	192 078	199 510	225 217		190 170				225 217
<b>Community wealth/Equity</b>	<b>1 260 061</b>	<b>1 242 834</b>	<b>1 242 834</b>		<b>1 354 610</b>				<b>1 242 834</b>
<b>Cash flows</b>									
Net cash from (used) operating	(775 382)	153 694	150 556	(56 517)	(50 015)	76 406	126 420	165%	863 246
Net cash from (used) investing	(114 140)	(179 210)	(190 337)	(15 692)	(38 611)	97 143	135 755	140%	198 237
Net cash from (used) financing	-	50 033	50 033	3	(215)	-	215		50 033
<b>Cash/cash equivalents at the month/year end</b>	<b>(794 444)</b>	<b>84 258</b>	<b>69 993</b>	<b>-</b>	<b>76 591</b>	<b>233 289</b>	<b>156 698</b>	<b>67%</b>	<b>1 276 948</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	29 839	11 870	8 891	10 261	298 606	-	-	-	359 466
<b>Creditors Age Analysis</b>									
Total Creditors	-	10 343	-	-	-	-	-	-	10 343

## BITOU LOCAL MUNICIPALITY

### Financial Performance Expenditure by Municipal Vote

#### Revenue by vote

The performance of revenue by vote as at end December 2024 amounts to R61.3 million, this is an under-performance of 17.5%. The detailed explanation on the revenue per item can be found in executive summary.

#### Expenditure by vote

The expenditure by vote as at December 2024 amounts R58.7 million. The total expenditure budget is under performing by 25%.

**WC047 Bitou - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December**

Vote Description	Ref	2023/24	Budget Year 2024/25							
		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 - Council		-	3 004	3 004	-	2 948	1 502	1 446	96,3%	3 004
Vote 2 - Office of the Municipal Manager		101 437	66 656	66 656	115	10 786	33 328	(22 542)	-67,6%	66 656
Vote 3 - Community Services		134 298	153 695	153 695	9 738	61 441	75 363	(13 922)	-18,5%	153 695
Vote 4 - Corporate Services		2 368	19	19	-	228	-	228		19
Vote 5 - Financial Services		209 749	224 929	224 929	14 624	116 974	113 365	3 609	3,2%	224 929
Vote 6 - Economic Development & Planning		29 638	111 335	114 302	126	6 336	57 151	(50 815)	-88,9%	114 302
Vote 7 - Engineering Services		482 449	544 481	544 481	36 730	257 554	272 151	(14 596)	-5,4%	544 481
Total Revenue by Vote	2	959 939	1 104 120	1 107 087	61 333	456 267	552 859	(96 591)	-17,5%	1 107 087
Expenditure by Vote	1									
Vote 1 - Council		11 819	12 945	12 958	2 211	6 266	6 479	(212)	-3,3%	12 958
Vote 2 - Office of the Municipal Manager		31 787	32 114	32 114	2 180	12 974	16 414	(3 440)	-21,0%	32 114
Vote 3 - Community Services		249 539	252 128	257 128	13 322	87 301	127 030	(39 729)	-31,3%	257 128
Vote 4 - Corporate Services		66 195	89 641	89 641	8 400	35 623	44 820	(9 197)	-20,5%	89 641
Vote 5 - Financial Services		59 748	70 683	70 670	5 683	27 210	33 585	(6 375)	-19,0%	70 670
Vote 6 - Economic Development & Planning		43 038	52 018	54 985	1 783	19 467	27 634	(8 167)	-29,6%	54 985
Vote 7 - Engineering Services		412 044	461 348	456 348	25 162	170 509	222 987	(52 478)	-23,5%	456 348
Total Expenditure by Vote	2	874 170	970 877	973 844	58 741	359 351	478 949	(119 598)	-25,0%	973 844
Surplus/ (Deficit) for the year	2	85 769	133 243	133 243	2 593	96 917	73 910	23 007	31,1%	133 243

# BITOU LOCAL MUNICIPALITY

## Capital expenditure

WC047 Bitou - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06 December

Vote Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>Multi-Year expenditure appropriation</b>	<b>2</b>									
Vote 3 - Community Services		3 636	5 705	5 905	-	2 685	2 953	(267)	-9%	5 905
Vote 4 - Corporate Services		1 070	1 518	1 518	136	664	759	(95)	-13%	1 518
Vote 7 - Engineering Services		42 557	141 206	145 454	15 047	32 303	72 727	(40 424)	-56%	145 454
<b>Total Capital Multi-year expenditure</b>	<b>4,7</b>	<b>47 263</b>	<b>148 429</b>	<b>152 877</b>	<b>15 183</b>	<b>35 652</b>	<b>76 438</b>	<b>(40 786)</b>	<b>-53%</b>	<b>152 877</b>
<b>Single Year expenditure appropriation</b>	<b>2</b>									
Vote 2 - Office of the Municipal Manager		149	-	731	-	-	365	(365)	-100%	731
Vote 3 - Community Services		1 021	3 496	3 698	158	413	1 849	(1 436)	-78%	3 698
Vote 4 - Corporate Services		699	642	642	86	337	321	16	5%	642
Vote 5 - Financial Services		33	-	-	-	-	-	-	-	-
Vote 6 - Economic Development & Planning		301	-	-	-	-	-	-	-	-
Vote 7 - Engineering Services		54 846	30 593	35 244	265	2 209	17 622	(15 413)	-87%	35 244
<b>Total Capital single-year expenditure</b>	<b>4</b>	<b>57 049</b>	<b>34 731</b>	<b>40 315</b>	<b>509</b>	<b>2 959</b>	<b>20 157</b>	<b>(17 198)</b>	<b>-85%</b>	<b>40 315</b>
<b>Total Capital Expenditure</b>	<b>3</b>	<b>104 311</b>	<b>183 160</b>	<b>193 192</b>	<b>15 692</b>	<b>38 611</b>	<b>96 596</b>	<b>(57 984)</b>	<b>-60%</b>	<b>193 192</b>
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		<b>17 223</b>	<b>9 350</b>	<b>10 966</b>	<b>222</b>	<b>2 056</b>	<b>5 483</b>	<b>(3 427)</b>	<b>-63%</b>	<b>10 966</b>
Executive and council		149	-	731	-	-	365	(365)	-100%	731
Finance and administration		17 073	9 350	10 235	222	2 056	5 117	(3 062)	-60%	10 235
<b>Community and public safety</b>		<b>4 207</b>	<b>6 302</b>	<b>6 653</b>	<b>81</b>	<b>2 766</b>	<b>3 327</b>	<b>(560)</b>	<b>-17%</b>	<b>6 653</b>
Community and social services		3 909	304	656	-	-	328	(328)	-100%	656
Sport and recreation		-	4 455	4 455	-	2 685	2 228	458	21%	4 455
Public safety		298	1 542	1 542	81	81	771	(690)	-89%	1 542
<b>Economic and environmental services</b>		<b>12 288</b>	<b>47 401</b>	<b>48 338</b>	<b>8 977</b>	<b>10 321</b>	<b>24 169</b>	<b>(13 848)</b>	<b>-57%</b>	<b>48 338</b>
Planning and development		301	-	-	-	-	-	-	-	-
Road transport		11 987	47 401	48 338	8 977	10 321	24 169	(13 848)	-57%	48 338
<b>Trading services</b>		<b>70 593</b>	<b>120 108</b>	<b>127 234</b>	<b>6 413</b>	<b>23 468</b>	<b>63 617</b>	<b>(40 149)</b>	<b>-63%</b>	<b>127 234</b>
Energy sources		19 492	26 065	29 759	-	535	14 879	(14 344)	-96%	29 759
Water management		33 290	45 070	48 452	1 386	9 705	24 226	(14 521)	-60%	48 452
Waste water management		17 811	46 673	46 673	4 949	13 151	23 337	(10 185)	-44%	46 673
Waste management		-	2 300	2 350	77	77	1 175	(1 098)	-93%	2 350
<b>Total Capital Expenditure - Functional Classification</b>	<b>3</b>	<b>104 311</b>	<b>183 160</b>	<b>193 192</b>	<b>15 692</b>	<b>38 611</b>	<b>96 596</b>	<b>(57 984)</b>	<b>-60%</b>	<b>193 192</b>
<b>Funded by:</b>										
National Government		29 398	29 331	29 331	1 670	10 077	14 665	(4 588)	-31%	29 331
Provincial Government		15 527	78 285	78 285	11 071	20 232	39 143	(18 910)	-48%	78 285
<b>Transfers recognised - capital</b>		<b>44 924</b>	<b>107 616</b>	<b>107 616</b>	<b>12 741</b>	<b>30 309</b>	<b>53 808</b>	<b>(23 499)</b>	<b>-44%</b>	<b>107 616</b>
<b>Borrowing</b>	<b>6</b>	<b>35 920</b>	<b>50 033</b>	<b>52 932</b>	<b>2 078</b>	<b>3 440</b>	<b>26 466</b>	<b>(23 026)</b>	<b>-87%</b>	<b>52 932</b>
<b>Internally generated funds</b>		<b>23 434</b>	<b>25 511</b>	<b>32 643</b>	<b>874</b>	<b>4 862</b>	<b>16 322</b>	<b>(11 460)</b>	<b>-70%</b>	<b>32 643</b>
<b>Total Capital Funding</b>	<b>7</b>	<b>104 279</b>	<b>183 160</b>	<b>193 192</b>	<b>15 692</b>	<b>38 611</b>	<b>96 596</b>	<b>(57 984)</b>	<b>-60%</b>	<b>193 192</b>

## BITOU LOCAL MUNICIPALITY

### Capital Expenditure Analysis

Capital Expenditure for the month equals R15 692 145.62, which translates to a 20% spent when comparing it to the YTD budget.

It should be noted that majority of the approved capital projects currently reflect a 0% spending which could mean these projects are under-performing, however cognisance must be taken that various projects are underway and payment for work done will only reflect in subsequent months.

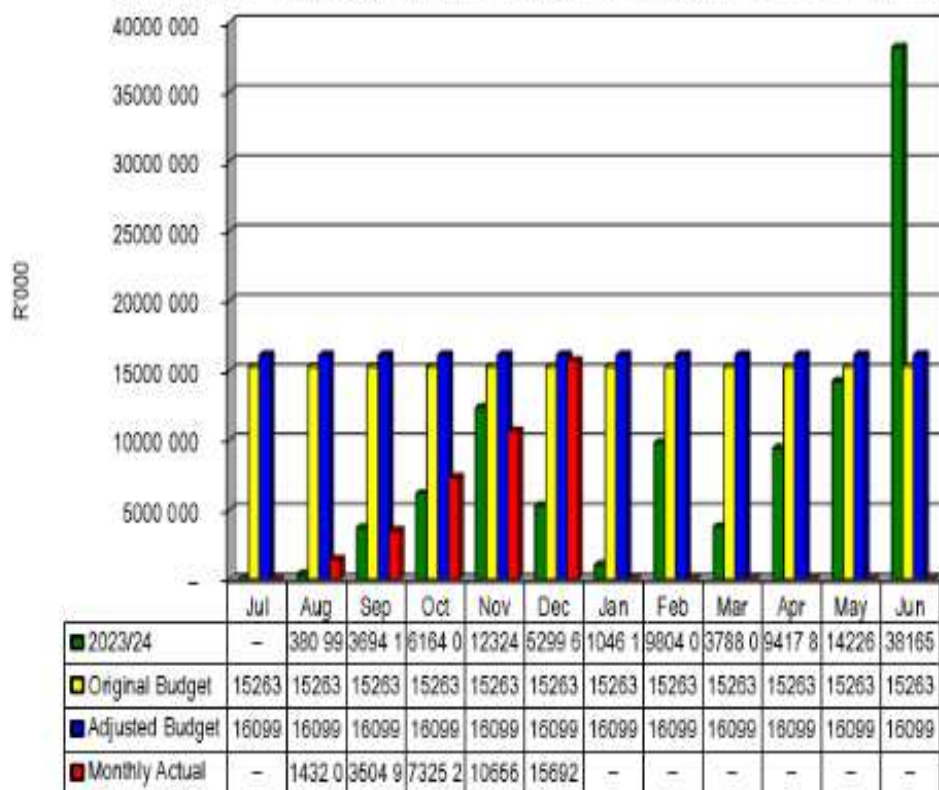
It is crucial to prioritise spending on grants as historic trends in slow spending has shown us that departments tend to go for rollover applications process as they did not fully spend on their projects and these applications, at times, get rejected.

### Capital Grants Analysis

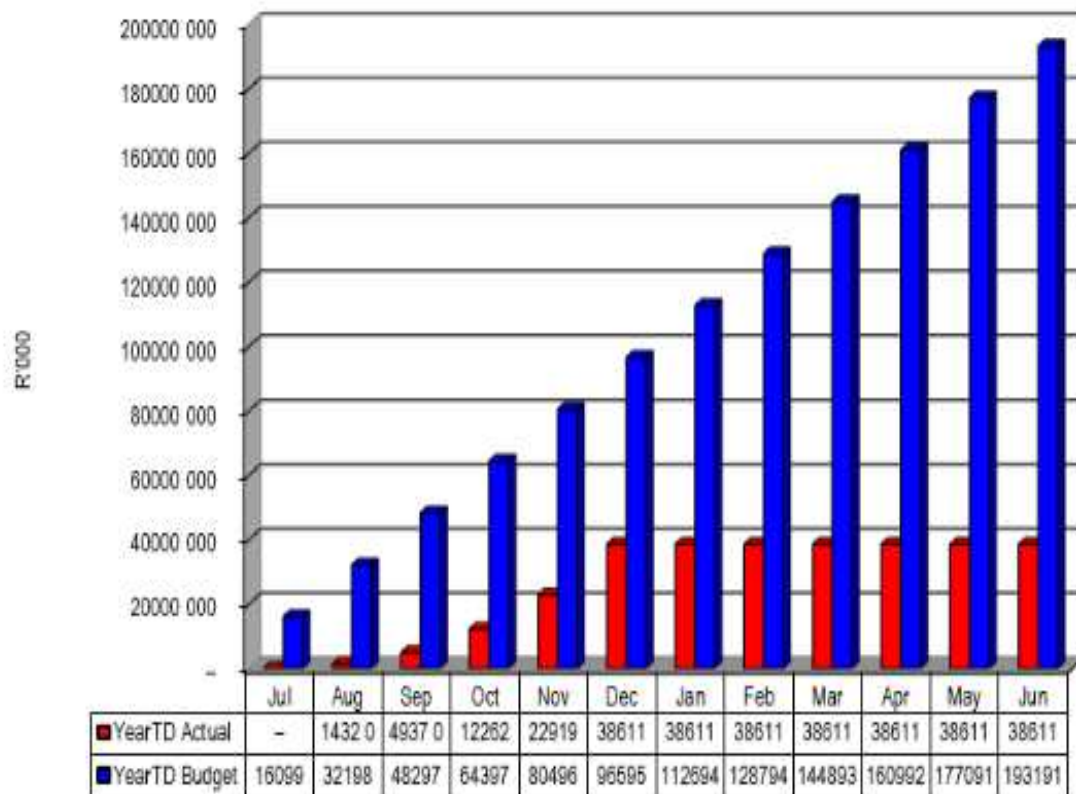
Grants	Original Budget	Amended Budget	Monthly Actual	Shadow Balance	YTD Expenditure
<b>MIG</b>	18 895 912,00	18 895 912,00	951 721,90	7 010 470,49	8 494 685,76
<b>WATER SERVICE INFRASTRUCTURE GRANT</b>	10 434 783,00	10 434 783,00	718 137,85	642 680,02	1 582 362,83
<b>INFORMAL SETTLEMENT UPGRADING PARTNERSHIP GRANT</b>	16 650 000,00	16 650 000,00	48 990,00	13 500,00	607 975,00
<b>HUMAN SETTLEMENTS DEVELOPMENT PARTNERSHIP GRANT</b>	60 351 000,00	60 351 000,00	11 021 733,39	21 856 254,68	19 624 398,33
<b>FIRE SERVICES CAPACITY GRANT</b>	980 000,00	980 000,00	-	-	-
<b>LIBRARY CONDITIONAL GRANT</b>	304 345,00	304 345,00	-	-	-
<b>AFR</b>	25 510 549,00	31 745 206,00	873 613,12	2 971 278,16	4 141 513,78
<b>BORROWINGS</b>	50 033 373,00	53 830 324,00	2 077 949,36	20 434 097,45	4 160 417,02
<b>TOTAL</b>	<b>183 159 962,00</b>	<b>193 191 570,00</b>	<b>15 692 145,62</b>	<b>52 928 280,80</b>	<b>38 611 352,72</b>

## BITOU LOCAL MUNICIPALITY

**Chart C1 2024/25 Capital Expenditure Monthly Trend: actual v target**



**Chart C2 2024/25 Capital Expenditure: YTD actual v YTD target**



# BITOU LOCAL MUNICIPALITY

## Statement of Financial Position

**WC047 Bitou - Table C6 Monthly Budget Statement - Financial Position - M06 December**

Description	Ref	2023/24	Budget Year 2024/25			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD Actual	Full Year Forecast
<b>R thousands</b>						
<b>ASSETS</b>	1					
<b>Current assets</b>						
Cash and cash equivalents		165 432	60 220	45 878	76 591	45 878
Trade and other receivables from exchange transactions		54 528	75 841	75 841	91 045	75 841
Receivables from non-exchange transactions		40 213	97 230	97 230	62 420	97 230
Current portion of non-current receivables		9	11	11	9	11
Inventory		15 845	20 180	19 882	16 338	19 882
VAT		283 602	212 584	212 584	291 997	212 584
Other current assets		898	180	478	(544)	478
<b>Total current assets</b>		<b>560 528</b>	<b>466 245</b>	<b>451 903</b>	<b>537 856</b>	<b>451 903</b>
<b>Non current assets</b>						
Investment property		14 050	12 692	12 692	14 050	12 692
Property, plant and equipment		1 319 839	1 403 181	1 413 213	1 341 782	1 413 213
Heritage assets		38	35	35	38	35
<b>Total non current assets</b>		<b>1 333 926</b>	<b>1 415 909</b>	<b>1 425 940</b>	<b>1 355 870</b>	<b>1 425 940</b>
<b>TOTAL ASSETS</b>		<b>1 894 455</b>	<b>1 882 153</b>	<b>1 877 843</b>	<b>1 893 726</b>	<b>1 877 843</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Financial liabilities		20 425	1 103	1 103	19 780	1 103
Consumer deposits		11 362	9 848	9 848	11 792	9 848
Trade and other payables from exchange transactions		125 575	86 278	84 935	1 450	84 935
Trade and other payables from non-exchange transactions		(31 403)	(13 526)	(16 493)	(4 769)	(16 493)
Provision		47 936	116 950	91 242	34 108	91 242
VAT		268 421	239 157	239 157	285 746	239 157
<b>Total current liabilities</b>		<b>442 316</b>	<b>439 810</b>	<b>409 792</b>	<b>348 107</b>	<b>409 792</b>
<b>Non current liabilities</b>						
Financial liabilities		107 718	130 734	130 734	107 718	130 734
Provision		13 801	10 320	10 320	12 410	10 320
Other non-current liabilities		70 559	58 456	84 163	70 043	84 163
<b>Total non current liabilities</b>		<b>192 078</b>	<b>199 510</b>	<b>225 217</b>	<b>190 170</b>	<b>225 217</b>
<b>TOTAL LIABILITIES</b>		<b>634 394</b>	<b>639 320</b>	<b>635 009</b>	<b>538 277</b>	<b>635 009</b>
<b>NET ASSETS</b>	2	<b>1 260 061</b>	<b>1 242 834</b>	<b>1 242 834</b>	<b>1 355 449</b>	<b>1 242 834</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		1 183 380	1 167 034	1 167 034	1 277 929	1 167 034
Reserves and funds		76 681	75 800	75 800	76 681	75 800
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>1 260 061</b>	<b>1 242 834</b>	<b>1 242 834</b>	<b>1 354 610</b>	<b>1 242 834</b>

The table above reflects the statement of financial position of the municipality. The total current assets at the end of December 2024 amounts to R 537.9 million. The municipality reports total short-term investments at R154.8 million. The municipality reports a cashbook deficit of R77.4 million.

The current liabilities for the month amounts R348.1 million. The current ratio for the month equates 1.55:1, which is below best practice norms. The higher the current ratio, the more capable the municipality will be to pay its current or short-term obligations.

# BITOU LOCAL MUNICIPALITY

## Cash flow analysis

WC047 Bitou - Table C7 Monthly Budget Statement - Cash Flow - M06 December										
Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance	Full Year Forecast
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>	1								%	
<b>Receipts</b>										
Property rates		644	175 067	175 067	9 488	89 141	87 533	1 608	2%	175 067
Service charges		-	434 972	434 972	14 613	168 719	217 486	(48 767)	-22%	434 972
Other revenue		67	26 596	23 458	(4 984)	39 767	11 729	28 038	239%	23 458
Transfers and Subsidies - Operational		6 262	176 723	176 723	577	75 544	88 574	(13 030)	-15%	176 723
Transfers and Subsidies - Capital		-	130 854	130 854	-	26 131	65 917	(39 786)	-60%	130 854
Interest		11 284	12 448	12 448	683	10 182	6 224	3 957	64%	12 448
Dividends		-	-	-	-	-	-	-		-
<b>Payments</b>										
Suppliers and employees		(793 639)	(776 920)	(776 920)	(74 301)	(454 775)	(388 460)	66 315	-17%	(64 231)
Interest		-	(14 063)	(14 063)	-	(67)	(7 031)	(6 964)	99%	(14 063)
Transfers and Subsidies		-	(11 983)	(11 983)	(2 593)	(4 657)	(5 567)	(910)	16%	(11 983)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>(775 382)</b>	<b>153 694</b>	<b>150 556</b>	<b>(56 517)</b>	<b>(50 015)</b>	<b>76 406</b>	<b>126 420</b>	<b>165%</b>	<b>863 246</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		-	3 950	3 950	-	-	-	-		3 950
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		-
<b>Payments</b>										
Capital assets		(114 140)	(183 160)	(194 287)	(15 692)	(38 611)	97 143	135 755	140%	194 287
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(114 140)</b>	<b>(179 210)</b>	<b>(190 337)</b>	<b>(15 692)</b>	<b>(38 611)</b>	<b>97 143</b>	<b>135 755</b>	<b>140%</b>	<b>198 237</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	50 033	50 033	-	-	-	-		50 033
Increase (decrease) in consumer deposits		-	-	-	3	431	-	431	0%	-
<b>Payments</b>										
Repayment of borrowing		-	-	-	-	(646)	-	646	0%	-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>-</b>	<b>50 033</b>	<b>50 033</b>	<b>3</b>	<b>(215)</b>	<b>-</b>	<b>215</b>	<b>0%</b>	<b>50 033</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>(889 522)</b>	<b>24 518</b>	<b>10 253</b>	<b>(72 206)</b>	<b>(88 841)</b>	<b>173 549</b>			<b>1 111 516</b>
Cash/cash equivalents at beginning:		95 078	59 740	59 740		165 432	59 740			165 432
Cash/cash equivalents at month/year end:		(794 444)	84 258	69 993		76 591	233 289			1 276 948

The municipality is reporting a deficit of R56.5 million on monthly actual net cash from operating activities. These are mostly month to month operating expenses and operating income. The major difference from last month is a partial revenue recognition that was done and equitable share received, that was not accounted for.

Monthly actual net cash (**used**) on investing activities is reported at R15.7 million which is mostly influenced by spending on capital projects.

The net cash (**used**) for financing activities are mostly influenced by the repayment of loans. The amount as at December 2024 amounts to R 3 000. The Bi-annual redemption for December occurred, amounting to R16.2 million, which will reflect in the next reporting period. The next payment will occur in June 2025:

The municipality reports cash and cash equivalents amounting to R76.6 million, this includes cash at bank and short-term investment

# BITOU LOCAL MUNICIPALITY

## Section 5 – Debtors’ analysis

### 5.1 Supporting Table SC3

WC047 Bitou - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December

Description		NT Code	Budget Year 2024/25								Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.to 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	5 890	3 457	2 815	2 792	91 823	-	-	-	106 777	94 615	-	-	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	8 820	1 542	1 049	974	17 530	-	-	-	29 914	18 503	-	-	
Receivables from Non-exchange Transactions - Property Rates	1400	7 668	1 937	1 445	1 501	43 580	-	-	-	56 131	45 080	-	-	
Receivables from Exchange Transactions - Waste Water Management	1500	4 490	3 029	2 110	3 139	100 935	-	-	-	113 704	104 074	-	-	
Receivables from Exchange Transactions - Waste Management	1600	2 854	1 791	1 372	1 726	60 635	-	-	-	68 379	62 361	-	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-	
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	117	113	99	129	(15 897)	-	-	-	(15 439)	(15 768)	-	-	
Total By Income Source	2000	29 839	11 870	8 891	10 261	298 606	-	-	-	359 466	308 866	-	-	
2023/24 - totals only										-	-			
Debtors Age Analysis By Customer Group														
Organs of State	2200	741	252	226	238	1 431	-	-	-	2 888	1 669	-	-	
Commercial	2300	2 723	1 269	376	357	2 063	-	-	-	6 788	2 419	-	-	
Households	2400	26 375	10 348	8 288	9 666	295 112	-	-	-	349 790	304 778	-	-	
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-	
Total By Customer Group	2600	29 839	11 870	8 891	10 261	298 606	-	-	-	359 466	308 866	-	-	

### Debtor’s age analysis

The debtors’ book of the municipality reflects R 298.6 million on outstanding debtors older than 121 days and a total outstanding amount of R 359.5 million.

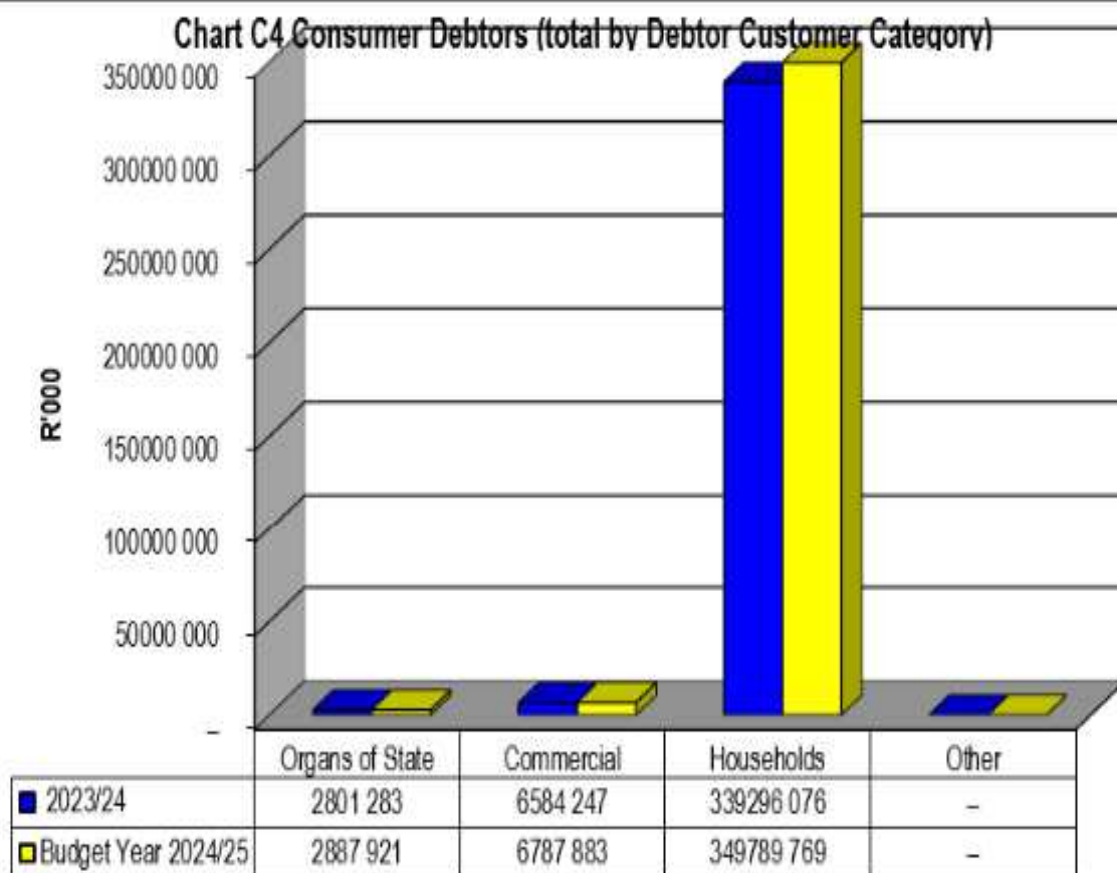
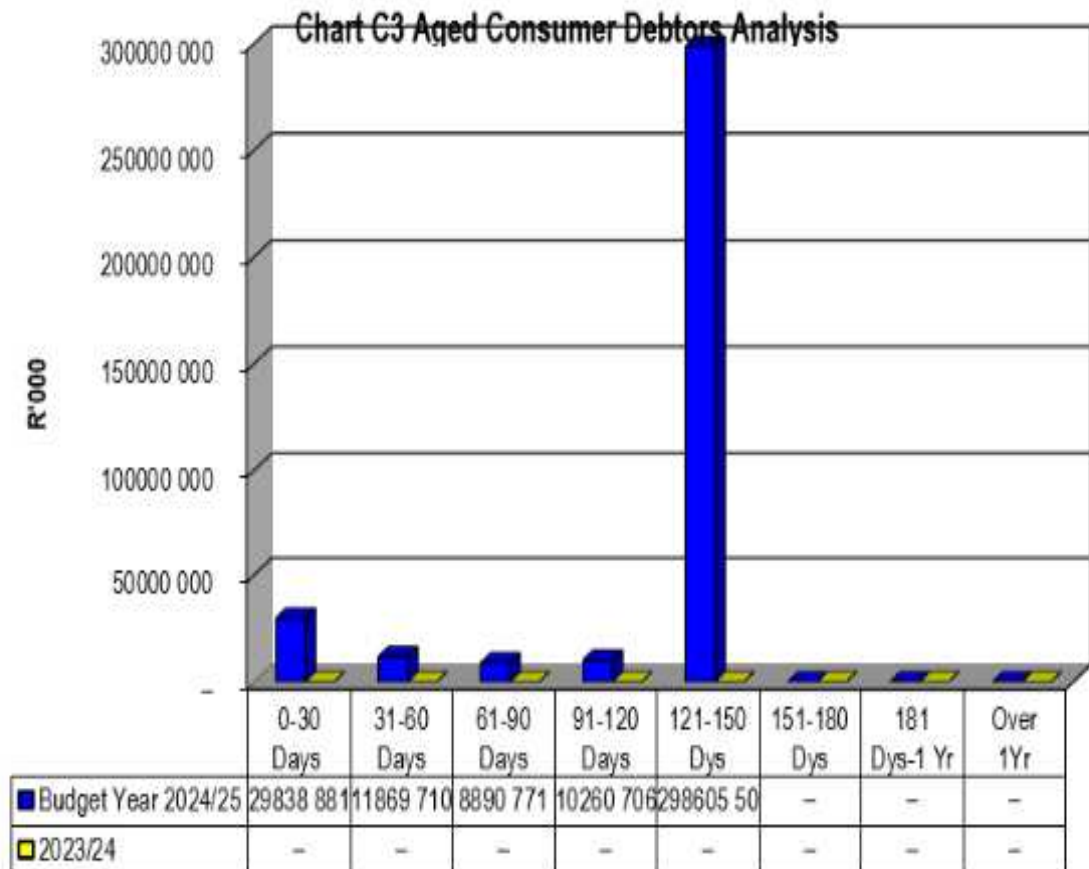
The contributors to the outstanding debt remain the household debt which represent 97.31% of total debt, followed by businesses with 1.89% and organs of state contributing 0.80%

The municipality has monthly debt collection strategies to help ensure that outstanding revenue is collected, which includes blocking prepaid electricity for users in arrears and applying water restrictions in arrears where Eskom is the electricity distributor. Customers are informed prior to these actions being implement by way of a disconnection notice. Disconnection notices are sent monthly out to all customers with outstanding accounts after the due date which is 7<sup>th</sup> of every month.

The collection rate for the month of December 2024 is 99%. See below debtor payment percentage breakdown achieved for December 2024.

DEBTOR PAYMENT % ACHIEVED				
DETAILS	Oct-24	Nov-24	Dec-24	Annual
Gross Debtors Opening Balance	361 650 019,63	365 197 577,85	358 585 962,95	335 576 739,61
Billed Revenue	65 626 599,60	65 782 592,04	66 101 176,02	396 417 663,26
Gross Debtors Closing Balance	365 197 577,85	358 585 962,95	359 465 573,37	359 465 573,37
Bad Debt Written off	1 839 700,82	113 783,52	-	8 318 692,81
Payment received	60 239 340,56	72 280 423,42	65 221 565,60	364 210 136,69
Billed Revenue	65 626 599,60	65 782 592,04	66 101 176,02	396 417 663,26
<b>% Debtor payment achieved</b>	<b>92%</b>	<b>110%</b>	<b>99%</b>	<b>92%</b>

## BITOU LOCAL MUNICIPALITY



# BITOU LOCAL MUNICIPALITY

## Section 6 – Creditors' age analysis

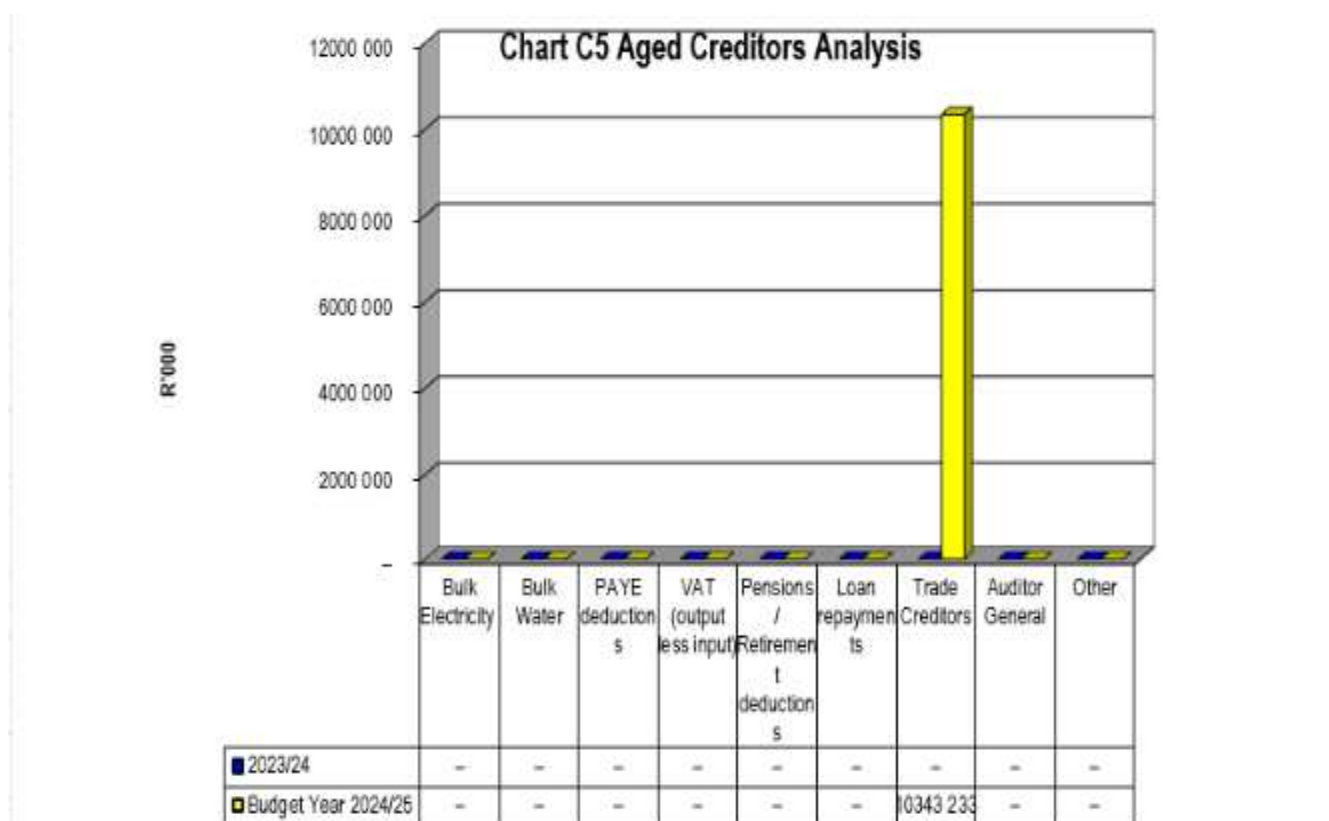
### 6.1 Supporting Table SC4

Table SC4 reflects the trade creditors

WC047 Bitou - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December											
Description	NT Code	Budget Year 2024/25									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	Total	
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	-	10 343	-	-	-	-	-	-	10 343	-
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	-	10 343	-	-	-	-	-	-	10 343	-

### Creditors Age Analysis

The municipality reports trade creditors in December 2024 amounting to R 10.3 million, these are all older than 30 days.



## BITOU LOCAL MUNICIPALITY

### Section 7 – Investment portfolio analysis

#### 7.1 Supporting Table SC5

WC047 Bitou - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M06 December														
Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate *	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands		Yrs/Months												
Municipality														
Absa Bank:9380348553		Call deposit	Call deposit	No	Variable	8,900%	No	No	Call deposit	20 377	145		-	20 522
Standard Bank: 488607000-079		Call deposit	Call deposit	No	Variable	8,250%	No	No	Call deposit	5 525	36		-	5 562
Standard Bank: 488607000-078		Call deposit	Call deposit	No	Variable	8,250%	No	No	Call deposit	5 525	36		-	5 562
Absa Bank:9381946782		Call deposit	Call deposit	No	Variable	8,900%	No	No	Call deposit	12 254	87		-	12 342
Nedbank: 037881052406		365days	Fixed Term De	No	Fixed	9,020%	No	No	11/09/2025	50 000	-		-	50 000
Standard bank: 488607000-087		360days	Fixed Term De	No	Fixed	8,850%	No	No	06/09/2025	47 745	-		-	47 745
Standard bank: 488607000-088		150days	Fixed Term De	No	Fixed	9,025%	No	No	08/02/2025	12 385	-		-	12 385
-		-	-	-	-	-	-	-	-	-	-	-	-	-
-		-	-	-	-	-	-	-	-	-	-	-	-	-
-		-	-	-	-	-	-	-	-	-	-	-	-	-
Municipality sub-total										153 813	306		-	154 118

#### Investment portfolio analysis

The municipality has investments with a total value of R154.1 million as at December 2024. Interest earned on fixed deposits will only be recognised upon maturity, but it will be accrued at year end.

## BITOU LOCAL MUNICIPALITY

### Section 8 – Grant Performance

#### 8.1 Supporting Table SC6

Grant Description	Year- To-Date Actual Balance (M06)
WATER SERVICES INFRASTRUCTURE GRANT	-
LOCAL GOVERNMENT, WATER AND RELATED SERVICE SETA	228 040,18
EXPANDED PUBLIC WORKS PROGRAMME INTEGRATED GRANT	580 073,30
LOCAL GOVERNMENT FINANCIAL MANAGEMENT GRANT	220 640,90
EQUITABLE SHARE	64 228 000,00
HUMAN SETTLEMENT DEVELOPMENT - OPERATIONAL	-
COMMUNITY DEVELOPMENT WORKERS (CDW) - OPERATIONAL	-
COMMUNITY LIBRARY SERVICES - OPERATIONAL	74 680,49
LOCAL GOVERNMENT PUBLIC EMPLOYMENT SUPPORT - OPERATIONAL	-
LIBRARY SERVICES REPLACEMENT FUNDING FOR MOST VULNERABLE B3 MUNICIPALITIES -	2 549 526,57
INTEGRATED NATIONAL ELECTRIFICATION PROGRAMME GRANT	-
MUNICIPAL INFRASTRUCTURE GRANT	4 122 987,80
REGIONAL SOCIAL ECONOMIC PROJECTS (RSEP) - CAPITAL	-
THUSONG SERVICES CENTRES	-
TITLE DEEDS RESTORATION	-
LOCAL GOVERNMENT GRADUATE INTERNSHIP - OPERATIONAL	-
INFORMAL SETTLEMENT UPGRADING PARTNERSHIP: PROVINCES (BENEFICIARIES)	359 938,75
FINANCIAL MANAGEMENT CAPACITY BUILDING	-
FINANCIAL ASSISTANCE TO MUNICIPALITIES FOR MAINTENANCE AND CONSTRUCTION OF TRANSPORT INFRASTRUCTURE - OPERATIONAL	-

**72 363 887,99**

The table above reflects the income recognition done for the month of December 2024.

Grant Description	Year- To-Date Actual Balance (M06)
INTEGRATED NATIONAL ELECTRIFICATION PROGRAMME GRANT: RECEIPTS	-
MUNICIPAL INFRASTRUCTURE GRANT: RECEIPTS	11 802 000,00
WATER SERVICES INFRASTRUCTURE GRANT: RECEIPTS	4 000 000,00
LOCAL GOVERNMENT, WATER AND RELATED SETA: RECEIPTS	-
LIBRARY SERVICES REPLACEMENT FUNDING FOR MOST VULNERABLE B3 MUNICIPALITIES	6 606 000,00
SETA:RECEIPTS	-
LOCAL GOVERNMENT FINANCIAL MANAGEMENT GRANT: RECEIPTS	1 800 000,00
EXPANDED PUBLIC WORKS PROGRAMME INTEGRATED GRANT: RECEIPTS	897 391,32
THUSONG SERVICES CENTRES - OPERATIONAL: RECEIPTS	-
COMMUNITY LIBRARY SERVICES	1 994 000,00
COMMUNITY DEVELOPMENT WORKERS	19 000,00
WESTERN CAPE MUNICIPAL ENERGY RESILIENCE (WC MER)	-
EQUITABLE SHARE	64 228 000,00
FINANCIAL ASSISTANCE TO MUNICIPALITIES FOR MAINTENANCE AND CONSTRUCTION OF TRANSPORT INFRASTRUCTURE	-
FINANCIAL MANAGEMENT CAPACITY BUILDING	-

**91 346 391,32**

The table above reflects the grant receipts for December 2024.

## BITOU LOCAL MUNICIPALITY

### Municipal manager's quality certification

#### *Municipal manager's quality certification*

*An in-year report must be covered by a quality certificate in the format described below:*

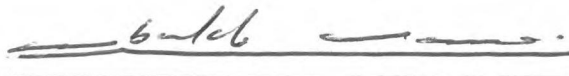
#### QUALITY CERTIFICATE

I, **Mbulelo Memani**, the Municipal Manager of Bitou Local 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 ended 31 December 2024 has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Signature



Print Name: M Memani

Municipal Manager of Bitou Local Municipality – WC047

Date

15/01/2025