

**THIRD QUARTER REPORT
2023/2024**

THIRD QUARTER REPORT 2023/2024

TABLE OF CONTENT

CERTIFICATE

RECEIPT BY THE MAYOR

PART 1

- Mayor's report
- Legal Basis
- Resolutions
- Executive summary

PART 2

- Monthly financial performance for the 3rd QUARTER
- Revenue by source
- Expenditure by nature
- Operating expenditure

PART 3

- Quarterly projections of service delivery targets and performance indicators

PART 4

- Performance of capital projects

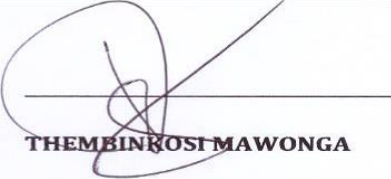
PART 5

- Conclusion

THIRD QUARTER REPORT 2023/2024

CERTIFICATE

I, Thembile Mawong the Municipal Manager of Senqu Local Municipality, hereby certify that this THIRD QUARTER SERVICE DELIVERY AND BUDGET IMPLEMENTATION report for the 2023/2024 financial year has been prepared in accordance with the Municipal Finance Management Act of 2003 and regulations made under the Act.



THEMBILE MAWONGA
MUNICIPAL MANAGER

26 April 2024

Date

THIRD QUARTER REPORT 2023/2024

RECEIPT BY THE MAYOR

I, Velile, V, Stokhwe the Mayor of Senqu Local Municipality, hereby accept the THIRD QUARTER SERVICE DELIVERY AND BUDGET IMPLEMENTATION report for the 2023/2024 financial year as prepared in accordance with the Municipal Finance Management Act of 2003 and regulations made under the Act.



VELILE STOKHWE
MAYOR

26 April 2024

Date

THIRD QUARTER REPORT 2023/2024

LEGAL BASIS

In terms of Section 53 (1) of the MFMA Act of 2003, the mayor of the municipality must take all reasonable steps to ensure that the municipality's service delivery and budget implementation plan is approved by the mayor within 28 days after the approval of the budget.

Annual performance agreements as required in terms of section 57 (1)(6) of the municipal systems act for the municipal manager and all senior managers must also be concluded and they must be linked to the measurable performance objectives approved with the budget and to the service delivery and budget implementation plan.

The SDBIP and these performance agreements therefore give effect to the integrated development plan (IDP) and budget of the municipality in ensuring that the execution of the budget, performance of senior management and achievement of the strategic objectives set by the council are monitored.

The MFMA stipulates general responsibilities of Mayors. Section 52(d) of the Act requires that a mayor of a municipality must, within 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and the financial situation of the municipality.

RESOLUTION

- That the THIRD QUARTER REPORT of 2023/2024 financial year on the implementation of the service delivery and budget implementation plan of the municipality be noted and approved.

THIRD QUARTER REPORT 2023/2024

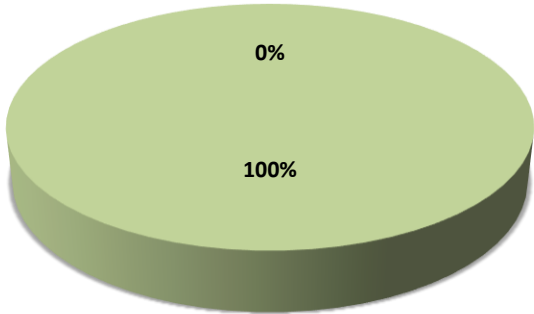
EXECUTIVE SUMMARY

- Overall performance of the municipality per directorate

The table and graphs below illustrate the summary of overall performance of the municipality for the quarter ending 31 MARCH 2024. This means that it is a summary of the total number of targets set by all directorates combined, which then gives a picture of how the municipality has performed in the third quarter. Analysis report of the quarter is based on six directorates i.e. Community, Technical, Corporate, DTPS, Finance & MM's office, and the graphs illustrates the percentage performance of each KPA.

<i>KPA</i>	<i>No. of targets set</i>	<i>No. of targets Met</i>	<i>No. of targets not Met</i>	<i>Percentage Achieved</i>
Basic service delivery and infrastructure development	10	10	00	100%
Local Economic development	00	00	00	0%
Financial Management and viability	14	10	04	71.42%
Institutional development and municipal transforming	05	05	00	100%
Good governance and public participation	12	10	02	83.33%
Environment and Spatial Management	5	04	01	80%
TOTAL	46	39	07	84.78%

Basic Service Delivery and Infrastructure Development



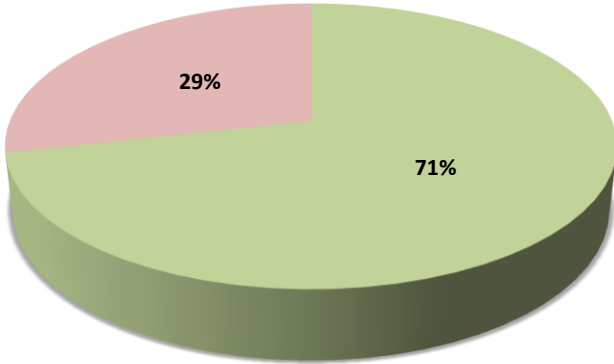
No. of targets Exceeded & Met No. of targets not Met

Local Economic Development

0%

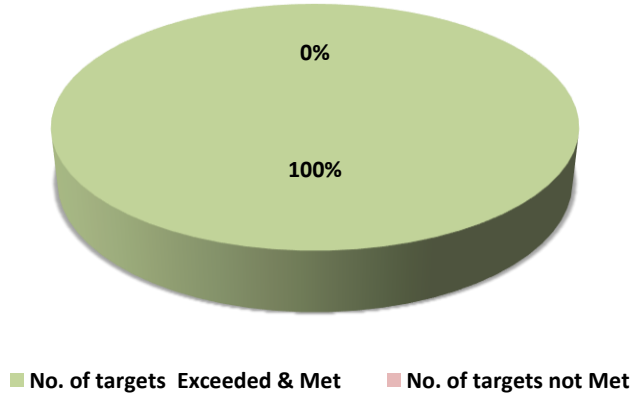
No. of targets Exceeded & Met No. of targets not Met

Financial Management and Viability

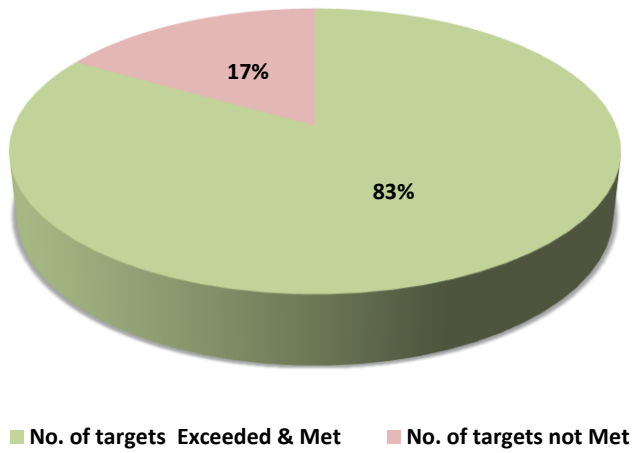


No. of targets Exceeded & Met No. of targets not Met

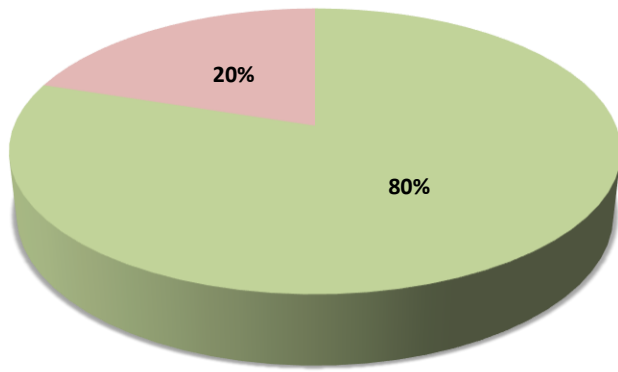
Institutional Development and Municipal Transforming



Good Governance and Public Participation



Environment and Spatial Management



■ No. of targets Exceeded & Met ■ No. of targets not Met

MONTHLY FINANCIAL PERFORMANCE FOR THE 3RD QUARTER

- Revenue by source
- Expenditure by nature
- Operating expenditure

THIRD QUARTER REPORT 2023/2024

EC142 Senqu - Table C1 Monthly Budget Statement Summary - M07 January

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	17,331	17,048	17,048	823	16,647	14,655	1,992	14%	17,048
Service charges	53,643	71,789	69,815	4,065	42,601	50,809	(8,208)	-16%	69,815
Investment revenue	32,209	-	-	-	-	-	-	-	-
<i>Transfers and subsidies - Operational</i>	32,209	23,819	33,167	770	29,347	25,742	3,605	14%	33,167
Other own revenue	169,634	212,916	215,370	47,909	204,342	206,800	(2,458)	-1%	-
Total Revenue (excluding capital transfers and contributions)	305,025	325,573	335,400	53,567	292,937	298,005	(5,068)	-2%	335,400
Employee costs	119,944	130,325	139,519	9,783	86,732	85,757	975		139,519
Remuneration of Councillors	12,976	17,055	13,939	1,216	10,991	10,099	891		13,939
<i>Depreciation and amortisation</i>	17,458	18,833	18,693	-	-	9,381	(9,381)		18,693
Interest	5,397	3,802	5,476	-	153	498	(346)		5,476
Inventory consumed and bulk purchases	55,638	80,357	83,072	3,689	47,278	58,892	(11,614)		83,072
<i>Transfers and subsidies</i>	42	36	46	-	-	-	-		46
Other expenditure	79,906	112,289	119,245	5,701	45,497	75,225	(29,728)	-40%	119,245
Total Expenditure	291,360	362,698	379,991	20,388	190,651	239,853	(49,203)	-21%	379,991
Surplus/(Deficit)	13,664	(37,125)	(44,591)	33,179	102,286	58,152	44,134	76%	(44,591)
Transfers and subsidies - capital (monetary)	34,366	37,575	43,140	-	30,297	36,012	(5,715)	-16%	43,140
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions	48,030	449	(1,451)	33,179	132,583	94,163	38,420	41%	(1,451)
Share of surplus/(deficit) of associate	-	-	-	-	-	-	-		-
Surplus/(Deficit) for the year	48,030	449	(1,451)	33,179	132,583	94,163	38,420	41%	(1,451)
Capital expenditure & funds sources									
Capital expenditure	-	74,909	65,273	4,758	50,984	44,091	6,893	16%	65,273
Capital transfers recognised	-	37,575	43,140	501	49,091	36,157	12,934	36%	43,140
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	-	45,307	88,565	5,029	10,526	72,867	(62,342)	-86%	88,565
Total sources of capital funds	-	82,881	131,704	5,530	59,617	109,025	(49,408)	-45%	131,704
Financial position									
Total current assets	520,864	369,906	409,254		606,940				409,254
Total non current assets	537,674	632,664	648,685		597,294				648,685
Total current liabilities	68,963	690,019	53,001		76,042				53,001
Total non current liabilities	50,677	42,950	55,575		49,782				55,575
Community wealth/Equity	944,920	857,491	946,970		1,077,523				946,970
Cash flows									
Net cash from (used) operating	283,506	653,297	9,019	52,744	167,598	106,828	(60,770)	-57%	9,019
Net cash from (used) investing	(40,090)	(82,881)	(131,704)	(6,359)	(68,116)	(49,047)	19,069	-39%	(131,704)
Net cash from (used) financing	-	(923)	(923)	9,783	86,732	(692)	(87,424)	12628%	(923)
Cash/cash equivalents at the month/year end	701,429	966,278	374,224	-	684,067	554,920	(129,147)	-23%	374,245
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	9,887	3,724	3,288	3,566	3,421	3,320	3,903	98,783	129,892
Creditors Age Analysis									
Total Creditors	881	30	263	2	39	36	8,171	1,447	10,870

THIRD QUARTER REPORT 2023/2024

EC142 Senqu - 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	17,331	17,048	17,048	823	16,647	14,655	1,992	14%	17,048
Service charges	53,643	71,789	69,815	4,065	42,601	50,809	(8,208)	-16%	69,815
Investment revenue	32,209	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational	32,209	23,819	33,167	770	29,347	25,742	3,605	14%	33,167
Other own revenue	169,634	212,916	215,370	47,909	204,342	206,800	(2,458)	-1%	-
Total Revenue (excluding capital transfers and contributions)	305,025	325,573	335,400	53,567	292,937	298,005	(5,068)	-2%	335,400
Employee costs	119,944	130,325	139,519	9,783	86,732	85,757	975		139,519
Remuneration of Councillors	12,976	17,055	13,939	1,216	10,991	10,099	891		13,939
Depreciation and amortisation	17,458	18,833	18,693	-	-	9,381	(9,381)		18,693
Interest	5,397	3,802	5,476	-	153	498	(346)		5,476
Inventory consumed and bulk purchases	55,638	80,357	83,072	3,689	47,278	58,892	(11,614)		83,072
Transfers and subsidies	42	36	46	-	-	-	-		46
Other expenditure	79,906	112,289	119,245	5,701	45,497	75,225	(29,728)	-40%	119,245
Total Expenditure	291,360	362,698	379,991	20,388	190,651	239,853	(49,203)	-21%	379,991
Surplus/(Deficit)	13,664	(37,125)	(44,591)	33,179	102,286	58,152	44,134	76%	(44,591)
Transfers and subsidies - capital (monetary)	34,366	37,575	43,140	-	30,297	36,012	(5,715)	-16%	43,140
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions	48,030	449	(1,451)	33,179	132,583	94,163	38,420	41%	(1,451)
Share of surplus/(deficit) of associate	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	48,030	449	(1,451)	33,179	132,583	94,163	38,420	41%	(1,451)
Capital expenditure & funds sources									
Capital expenditure	-	74,909	65,273	4,758	50,984	44,091	6,893	16%	65,273
Capital transfers recognised	-	37,575	43,140	501	49,091	36,157	12,934	36%	43,140
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	-	45,307	88,565	5,029	10,526	72,867	(62,342)	-86%	88,565
Total sources of capital funds	-	82,881	131,704	5,530	59,617	109,025	(49,408)	-45%	131,704
Financial position									
Total current assets	520,864	369,906	409,254		606,940				409,254
Total non current assets	537,674	632,664	648,685		597,294				648,685
Total current liabilities	68,963	690,019	53,001		76,042				53,001
Total non current liabilities	50,677	42,950	55,575		49,782				55,575
Community wealth/Equity	944,920	857,491	946,970		1,077,523				946,970
Cash flows									
Net cash from (used) operating	283,506	653,297	9,019	52,744	167,598	106,828	(60,770)	-57%	9,019
Net cash from (used) investing	(40,090)	(82,881)	(131,704)	(6,359)	(68,116)	(49,047)	19,069	-39%	(131,704)
Net cash from (used) financing	-	(923)	(923)	9,783	86,732	(692)	(87,424)	12628%	(923)
Cash/cash equivalents at the month/year end	701,429	966,278	374,224	-	684,067	554,920	(129,147)	-23%	374,245
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	9,887	3,724	3,288	3,566	3,421	3,320	3,903	98,783	129,892
Creditors Age Analysis									
Total Creditors	881	30	263	2	39	36	8,171	1,447	10,870

THIRD QUARTER REPORT 2023/2024

EC142 Senqu - Table C1 Monthly Budget Statement Summary - M09 March

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	17,331	17,048	17,048	823	16,647	14,655	1,992	14%	17,048
Service charges	53,643	71,789	69,815	4,065	42,601	50,809	(8,208)	-16%	69,815
Investment revenue	32,209	-	-	-	-	-	-		-
Transfers and subsidies - Operational	32,209	23,819	33,167	770	29,347	25,742	3,605	14%	33,167
Other own revenue	169,634	212,916	215,370	47,909	204,342	206,800	(2,458)	-1%	-
Total Revenue (excluding capital transfers and contributions)	305,025	325,573	335,400	53,567	292,937	298,005	(5,068)	-2%	335,400
Employee costs	119,944	130,325	139,519	9,783	86,732	85,757	975		139,519
Remuneration of Councillors	12,976	17,055	13,939	1,216	10,991	10,099	891		13,939
Depreciation and amortisation	17,458	18,833	18,693	-	-	9,381	(9,381)		18,693
Interest	5,397	3,802	5,476	-	153	498	(346)		5,476
Inventory consumed and bulk purchases	55,638	80,357	83,072	3,689	47,278	58,892	(11,614)		83,072
Transfers and subsidies	42	36	46	-	-	-	-		46
Other expenditure	79,906	112,289	119,245	5,701	45,497	75,225	(29,728)	-40%	119,245
Total Expenditure	291,360	362,698	379,991	20,388	190,651	239,853	(49,203)	-21%	379,991
Surplus/(Deficit)	13,664	(37,125)	(44,591)	33,179	102,286	58,152	44,134	76%	(44,591)
Transfers and subsidies - capital (monetary allocations)	34,366	37,575	43,140	-	30,297	36,012	(5,715)	-16%	43,140
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions	48,030	449	(1,451)	33,179	132,583	94,163	38,420	41%	(1,451)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	48,030	449	(1,451)	33,179	132,583	94,163	38,420	41%	(1,451)
Capital expenditure & funds sources									
Capital expenditure	-	74,909	65,273	4,758	50,984	44,091	6,893	16%	65,273
Capital transfers recognised	-	37,575	43,140	501	49,091	36,157	12,934	36%	43,140
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	-	45,307	88,565	5,029	10,526	72,867	(62,342)	-86%	88,565
Total sources of capital funds	-	82,881	131,704	5,530	59,617	109,025	(49,408)	-45%	131,704
Financial position									
Total current assets	520,864	369,906	409,254		606,940				409,254
Total non current assets	537,674	632,664	648,685		597,294				648,685
Total current liabilities	68,963	690,019	53,001		76,042				53,001
Total non current liabilities	50,677	42,950	55,575		49,782				55,575
Community wealth/Equity	944,920	857,491	946,970		1,077,523				946,970
Cash flows									
Net cash from (used) operating	283,506	653,297	9,019	52,744	167,598	106,828	(60,770)	-57%	9,019
Net cash from (used) investing	(40,090)	(82,881)	(131,704)	(6,359)	(68,116)	(49,047)	19,069	-39%	(131,704)
Net cash from (used) financing	-	(923)	(923)	9,783	86,732	(692)	(87,424)	12628%	(923)
Cash/cash equivalents at the month/year end	701,429	966,278	374,224	-	684,067	554,920	(129,147)	-23%	374,245
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	9,887	3,724	3,288	3,566	3,421	3,320	3,903	98,783	129,892
Creditors Age Analysis									
Total Creditors	881	30	263	2	39	36	8,171	1,447	10,870

THIRD QUARTER REPORT 2023/2024

EC142 Senqu - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M07 January

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		44,526	61,638	59,664	3,229	35,357	43,254	(7,897)	-18%	59,664
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		9,117	10,151	10,151	836	7,244	7,555	(311)	-4%	10,151
Sale of Goods and Rendering of Services		110	128	277	6	384	237	147	62%	277
Agency services		1,204	1,540	1,465	78	891	1,058	(167)	-16%	1,465
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		4,752	4,419	5,442	552	4,463	4,133	330	8%	5,442
Interest from Current and Non Current Assets		32,209	23,819	33,167	770	29,347	25,742	-	-	33,167
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		0	3	3	-	-	1	(1)	-	3
Rental from Fixed Assets		1,475	1,778	1,668	138	1,271	838	433	52%	1,668
Licence and permits		1,301	1,433	1,437	110	1,667	1,093	574	52%	1,437
Operational Revenue		549	767	767	117	652	596	56	9%	767
Non-Exchange Revenue										
Property rates		17,331	17,048	17,048	823	16,647	14,655	1,992	14%	17,048
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		915	74	589	3	50	566	(516)	-	589
Licence and permits		-	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational		188,852	200,984	201,833	46,690	193,215	196,726	(3,511)	-	201,833
Interest		1,720	1,791	1,791	215	1,749	1,451	298	-	1,791
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	100	-	-	100	(100)	-	100
Other Gains		963	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		305,025	325,573	335,400	53,567	292,937	298,005	(5,068)	-2%	335,400
Expenditure By Type										
Employee related costs		119,944	130,325	139,519	9,783	86,732	85,757	975	1%	139,519
Remuneration of councillors		12,976	17,055	13,939	1,216	10,991	10,099	891	9%	13,939
Bulk purchases - electricity		45,499	61,537	61,537	2,720	38,462	45,050	(6,588)	-	61,537
Inventory consumed		10,139	18,820	21,535	968	8,816	13,842	(5,026)	-	21,535
Debt impairment		14,497	14,562	17,222	-	-	7,753	(7,753)	-100%	17,222
Depreciation and amortisation		17,458	18,833	18,693	-	-	9,381	(9,381)	-100%	18,693
Interest		5,397	3,802	5,476	153	-	498	(346)	-69%	5,476
Contracted services		31,251	59,055	58,993	3,255	25,098	38,738	(13,640)	-35%	58,993
Transfers and subsidies		42	36	46	-	-	-	-	-	46
Irrecoverable debts written off		2,144	-	-	-	-	-	-	-	-
Operational costs		31,329	36,672	41,030	2,446	20,398	28,734	(8,336)	-29%	41,030
Losses on Disposal of Assets		682	2,000	2,000	-	-	-	-	-	2,000
Other Losses		3	-	-	-	-	-	-	-	-
Total Expenditure		291,360	362,698	379,991	20,388	190,651	239,853	(49,203)	-21%	379,991
Surplus/(Deficit)		13,664	(37,125)	(44,591)	33,179	102,286	58,152	44,134	0	(44,591)
Transfers and subsidies - capital (monetary allocations)		34,366	37,575	43,140	-	30,297	36,012	(5,715)	(0)	43,140
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		48,030	449	(1,451)	33,179	132,583	94,163			(1,451)
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		48,030	449	(1,451)	33,179	132,583	94,163			(1,451)
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		48,030	449	(1,451)	33,179	132,583	94,163			(1,451)
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		48,030	449	(1,451)	33,179	132,583	94,163			(1,451)
References										
1. Material variances to be explained on Table SC1										

Total Revenue (excluding capital transfers and contributions) including capi 339,391 363,147 378,540 53,567 323,234 334,017 378,540

THIRD QUARTER REPORT 2023/2024

EC142 Senqu - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M08 February

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		44,526	61,638	59,664	3,229	35,357	43,254	(7,897)	-18%	59,664
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		9,117	10,151	10,151	836	7,244	7,555	(311)	-4%	10,151
Sale of Goods and Rendering of Services		110	128	277	6	384	237	147	62%	277
Agency services		1,204	1,540	1,465	78	891	1,058	(167)	-16%	1,465
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		4,752	4,419	5,442	552	4,463	4,133	330	8%	5,442
Interest from Current and Non Current Assets		32,209	23,819	33,167	770	29,347	25,742	-	-	33,167
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		0	3	3	-	-	1	(1)	-	3
Rental from Fixed Assets		1,475	1,778	1,668	138	1,271	838	433	52%	1,668
Licence and permits		1,301	1,433	1,437	110	1,667	1,093	574	52%	1,437
Operational Revenue		549	767	767	117	652	596	56	9%	767
Non-Exchange Revenue										
Property rates		17,331	17,048	17,048	823	16,647	14,655	1,992	14%	17,048
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		915	74	589	3	50	566	(516)	-	589
Licence and permits		-	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational		188,852	200,984	201,833	46,690	193,215	196,726	(3,511)	-	201,833
Interest		1,720	1,791	1,791	215	1,749	1,451	298	-	1,791
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	100	-	-	100	(100)	-	100
Other Gains		963	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		305,025	325,573	335,400	53,567	292,937	298,005	(5,068)	-2%	335,400
Expenditure By Type										
Employee related costs		119,944	130,325	139,519	9,783	86,732	85,757	975	1%	139,519
Remuneration of councillors		12,976	17,055	13,939	1,216	10,991	10,099	891	9%	13,939
Bulk purchases - electricity		45,499	61,537	61,537	2,720	38,462	45,050	(6,588)	-	61,537
Inventory consumed		10,139	18,820	21,535	968	8,816	13,842	(5,026)	-	21,535
Debt impairment		14,497	14,562	17,222	-	-	7,753	(7,753)	-100%	17,222
Depreciation and amortisation		17,458	18,833	18,693	-	-	9,381	(9,381)	-100%	18,693
Interest		5,397	3,802	5,476	153	-	498	(346)	-69%	5,476
Contracted services		31,251	59,055	58,993	3,255	25,098	38,738	(13,640)	-35%	58,993
Transfers and subsidies		42	36	46	-	-	-	-	-	46
Irrecoverable debts written off		2,144	-	-	-	-	-	-	-	-
Operational costs		31,329	36,672	41,030	2,446	20,398	28,734	(8,336)	-29%	41,030
Losses on Disposal of Assets		682	2,000	2,000	-	-	-	-	-	2,000
Other Losses		3	-	-	-	-	-	-	-	-
Total Expenditure		291,360	362,698	379,991	20,388	190,651	239,853	(49,203)	-21%	379,991
Surplus/(Deficit)		13,664	(37,125)	(44,591)	33,179	102,286	58,152	44,134	0	(44,591)
Transfers and subsidies - capital (monetary allocations)		34,366	37,575	43,140	-	30,297	36,012	(5,715)	(0)	43,140
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		48,030	449	(1,451)	33,179	132,583	94,163			(1,451)
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		48,030	449	(1,451)	33,179	132,583	94,163			(1,451)
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		48,030	449	(1,451)	33,179	132,583	94,163			(1,451)
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		48,030	449	(1,451)	33,179	132,583	94,163			(1,451)

References

1. Material variances to be explained on Table SC1

Total Revenue (excluding capital transfers and contributions) including capi	339,391	363,147	378,540	53,567	323,234	334,017				378,540
--	---------	---------	---------	--------	---------	---------	--	--	--	---------

THIRD QUARTER REPORT 2023/2024

EC142 Senqu - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M09 March

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		44,526	61,638	59,664	3,229	35,357	43,254	(7,897)	-18%	59,664
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		9,117	10,151	10,151	836	7,244	7,555	(311)	-4%	10,151
Sale of Goods and Rendering of Services		110	128	277	6	384	237	147	62%	277
Agency services		1,204	1,540	1,465	78	891	1,058	(167)	-16%	1,465
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		4,752	4,419	5,442	552	4,463	4,133	330	8%	5,442
Interest from Current and Non Current Assets		32,209	23,819	33,167	770	29,347	25,742	-	-	33,167
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		0	3	3	-	-	1	(1)	-	3
Rental from Fixed Assets		1,475	1,778	1,668	138	1,271	838	433	52%	1,668
Licence and permits		1,301	1,433	1,437	110	1,667	1,093	574	52%	1,437
Operational Revenue		549	767	767	117	652	596	56	9%	767
Non-Exchange Revenue										
Property rates		17,331	17,048	17,048	823	16,647	14,655	1,992	14%	17,048
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		915	74	589	3	50	566	(516)	-	589
Licence and permits		-	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational		188,852	200,984	201,833	46,690	193,215	196,726	(3,511)	-	201,833
Interest		1,720	1,791	1,791	215	1,749	1,451	298	-	1,791
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	100	-	-	100	(100)	-	100
Other Gains		963	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		305,025	325,573	335,400	53,567	292,937	298,005	(5,068)	-2%	335,400
Expenditure By Type										
Employee related costs		119,944	130,325	139,519	9,783	86,732	85,757	975	1%	139,519
Remuneration of councillors		12,976	17,055	13,939	1,216	10,991	10,099	891	9%	13,939
Bulk purchases - electricity		45,499	61,537	61,537	2,720	38,462	45,050	(6,588)	-	61,537
Inventory consumed		10,139	18,820	21,535	968	8,816	13,842	(5,026)	-	21,535
Debt impairment		14,497	14,562	17,222	-	-	7,753	(7,753)	-100%	17,222
Depreciation and amortisation		17,458	18,833	18,693	-	-	9,381	(9,381)	-100%	18,693
Interest		5,397	3,802	5,476	153	-	498	(346)	-69%	5,476
Contracted services		31,251	59,055	58,993	3,255	25,098	38,738	(13,640)	-35%	58,993
Transfers and subsidies		42	36	46	-	-	-	-	-	46
Irrecoverable debts written off		2,144	-	-	-	-	-	-	-	-
Operational costs		31,329	36,672	41,030	2,446	20,398	28,734	(8,336)	-29%	41,030
Losses on Disposal of Assets		682	2,000	2,000	-	-	-	-	-	2,000
Other Losses		3	-	-	-	-	-	-	-	-
Total Expenditure		291,360	362,698	379,991	20,388	190,651	239,853	(49,203)	-21%	379,991
Surplus/(Deficit)		13,664	(37,125)	(44,591)	33,179	102,286	58,152	44,134	0	(44,591)
Transfers and subsidies - capital (monetary allocations)		34,366	37,575	43,140	-	30,297	36,012	(5,715)	(0)	43,140
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		48,030	449	(1,451)	33,179	132,583	94,163			(1,451)
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		48,030	449	(1,451)	33,179	132,583	94,163			(1,451)
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		48,030	449	(1,451)	33,179	132,583	94,163			(1,451)
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		48,030	449	(1,451)	33,179	132,583	94,163			(1,451)

References

1. Material variances to be explained on Table SC1

Total Revenue (excluding capital transfers and contributions) including capi	339,391	363,147	378,540	53,567	323,234	334,017				378,540
--	---------	---------	---------	--------	---------	---------	--	--	--	---------

PART 3

This section covers service delivery targets and performance indicators for the third quarter. The subsections are grouped as per the six key performance areas of local government. Service delivery and infrastructure development and transformation as well as good governance and public participation. For further information on the performance of each of the departments within the municipality which are DTPS, Community, Technical, Corporate, Finance and the Office of the Municipal Manager. SDBIP report is attached.

3.1 Basic Services and Development

This key performance area is very important in that it shows the extent to which the municipality is able to deliver basic services such as roads, traffic services, electricity, solid waste and refuse removal and construction and maintenance of communal amenities to its citizens and the extent to which it is trying to meet its developmental objectives as entailed in the Institutional IDP. At the end of the second quarter there were 23 indicators targets under this KPA and only 6 were achieved, 11 not achieved and 6 were not assessed. This was unacceptable. The culprit was Technical Services Directorate which multiple challenges in meeting its targets.

In the third quarter the KPA had 10 and all 10 targets have been met. This is a remarkable improvement on the performance of this KPA since it has never achieved such results in the past. This shows that the municipality is serious about turning around its operations and ensuring that quality services are delivered to our communities.

3.2 Local Economic Development

This Key Performance Area is intended to empower our people and our communities through job creation, skills development, SMME development, Local Suppliers development, attracting investors into our municipal area and maximisation of our natural human capital resources for the betterment of the lives of our communities. To achieve all this all strategic framework documents for the implementation, have to be done and meaningful public participation has to be undertaken to give the public a say in the municipality's policy development processes. Majority of indicators under this KPA are only applicable in the quarter 4 which is from April to June 2024.

3.3 Municipal Finance Management and Viability

This Key Performance Area is about the manner in which the municipality is managing financial resources, how it spends, how it manages its asserts, how it collects its revenue from rates and services and how it conducts its businesses with external service providers through the supply chain processes. At the end of Quarter 2 this KPA had 18 Indicator targets and achieved a total of 11, and only three targets were not met. In Quarter 3 the KPA achieved 14 and 10 of those were fully achieved. This KPA is performing fairly well and gives hope that our monies are in safe hands.

3.4 Municipal Transformation and Institutional Development

The KPA focuses on issues that relate mainly to the welfare of employees, management of recruitment of new employees, health and safety standards, general administration of municipal business. During quarter 3 the KPA had 5 targets applicable for assessment and they were all fully met. This shows that the municipality is slowly moving towards ensuring that all set targets are achieved as planned.

3.5 Good Governance and Public Participation

This KPA deals with matters relating to risk management, compliance and ethical conduct of municipal official and office bearers, municipal oversight, ensuring that the council sit at legislated intervals and that the Senior Executive Management is in control of the business of the municipality as well as the mainstreaming. In quarter 3 the KPA had 12 indicators and 10 of those were fully achieved.

3.6 Environment and Spatial Management

The KPA deals with Spatial Planning, Land Use Management, Housing Development and Property Management. There were 5 indicators under this KPA and 4 of theme were achieved a great improvement compared to the previous quarters.

INSTITUTIONAL REPORT ATTACHED AS (ANNEXURE A)

Conclusion

Generally, the municipality has improved during quarter 3 comparing the last two quarters. This gives hope that the final report of the financial year will show great levels of improvement comparing to the previous financial years.

Lastly. The attached document represents the Senqu Local Municipality's detailed report back to citizens and stakeholders on the municipality's performance over the Third quarter of 2023/2024 financial year. It provides a lens through which scrutiny of the progress and performance of the municipality can be made in terms of assessing achievements in efforts to realise the objectives as set by council. As such, this report not only reflects on milestones and challenges experienced, but also on the on-going commitment to progressively deepen accountability to the citizens of the whole of Senqu Local Municipality.