

**AGENDA OF A SPECIAL MAYORAL COMMITTEE MEETING: 27 JANUARY 2021****8.  
BUDGET REPORT FOR THE QUARTER ENDED DECEMBER 2020****5/1/1/22-2020/2021****BA King****Senior Manager: Financial Services****19 January 2021****(028) 313 8154**

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**1. Executive Summary**

Report prepared as part of the financial reporting obligations arising from section 52(d) of the Local Government: Municipal Finance Management Act, 2003 (MFMA).

**2. Service Delivery and Budget Implementation Plan - IGNITE**

Directorate Finance  
Financial Services

**3. Compliance with Strategic Priority**

Provision of democratic, accountable and ethical governance

**4. Delegated Authority**

None

**5. Legal Requirements**

Local Government: Municipal Finance Management Act, (Act 56 of 2003)  
[MFMA]

**6. Background/Discussion/Evaluation/Conclusion****Background**

This report has been prepared as part of the financial reporting obligations arising from the MFMA. The MFMA requires the Executive Mayor to report to Council on a quarterly basis on the state of the Municipality's budget.

**Discussion**

Legislation requires that certain financial and performance information is disclosed in the quarterly monitoring report. The report has been prepared according to the standard reporting formats issued by National Treasury.

The following additional information is also included:

The Executive Mayor's special fund report is attached as Annexure B.

**AGENDA OF A SPECIAL MAYORAL COMMITTEE MEETING: 27 JANUARY 2021**

The Cost Containment Regulations, 2019 report, attached as Annexure C, represents the status up to the end of December 2020 (Quarter 2).

The quarterly post implementation status of the mSCOA Project is attached as Annexure D.

**7. Financial Implications**

None

**8. Staff Implications**

None

**9. Comments from other Departments, Divisions and Administrations**

None

**10. Annexures**

Annexure A: Quarterly Budget Report for the quarter ended December 2020

Annexure B: Executive Mayor's special fund – December 2020

Annexure C: Status report on the Cost Containment Regulations, 2019 – December 2020

Annexure D: Municipal Regulations on the Standard Chart of Accounts (mSCOA): Post Implementation Status of the mSCOA Project – December 2020

**RECOMMENDATION TO THE COUNCIL:**

that the budget report for the quarter ended December 2020, prepared as part of the financial reporting obligations arising from the Local Government: Municipal Finance Management Act, 2003 and additional information, **be noted**.

**RESPONSIBLE OFFICIAL :**

**BA KING**

**TARGET DATE FOR IMPLEMENTATION :**

**TO BE NOTED**



# QUARTERLY BUDGET REPORT DECEMBER 2020

## In-Year Report of the Municipality

Prepared in terms of Section 52(d) of the Local Government:  
Municipal Finance Management Act (Act 56 of 2003) &  
Section 31 of the Municipal Budget and Reporting Regulations,  
Government Gazette 32141, 17 May 2009.



We belong



We care



We serve

## Table of Contents

Glossary .....	3
PART 1 – IN-YEAR REPORT .....	5
Mayor’s Report .....	5
Resolutions .....	6
Executive Summary .....	7
In-year budget statement tables .....	9
PART 2 – SUPPORTING DOCUMENTATION .....	18
Debtors' analysis .....	18
Creditors' analysis .....	19
Investment portfolio analysis .....	20
Allocation and grant receipts and expenditure .....	21
Councillor allowances and employee benefits .....	24
Material variances to the SDBIP.....	25
Municipal financial performance indicators.....	26
Capital programme performance .....	27
Other supporting documentation .....	34
Municipal manager’s quality certification .....	37

## Glossary

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

**Budget** – The financial plan of the Municipality.

**Capital expenditure** - Spending on assets such as infrastructure, land & buildings minor assets etc. Any capital expenditure must be reflected as an asset on the Municipality's statement of financial position.

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

**Equitable share** – An unconditional grant paid to municipalities. It is predominantly targeted towards funding the Indigent Policy.

**FMG** – Financial Management Grant.

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

**GRAP** – Generally Recognised Accounting Practice. The 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 legislation relating to municipal financial management.

**MIG** – Municipal Infrastructure Grant.

**MTREF** – Medium Term Revenue and Expenditure Framework (MTREF). The medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes financial information of the previous and current year.

**NDPG** – Neighbourhood Development Partnership Grant.

**Operating expenditure** – Spending on the day to day expenses of the Municipality such as salaries and wages, repairs and maintenance etc.

**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 (SDBIP). A detailed plan comprising annual and quarterly performance information.

**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.

**Vote** – A main appropriation segment of the budget. In Overstrand Municipality this relates to the directorate level for operating expenditure and the GFS classification for capital expenditure.

**YTD** – Year to date

**y-o-y** – year-on-year

## **PART 1 – IN-YEAR REPORT**

### **Mayor's Report**

#### ***1.1 In-Year Report – Quarterly Budget Report***

##### **1.1.1 Implementation of the budget in accordance with the SDBIP**

The results of the SDBIP for the second quarter ended 31 December 2020 will be tabled in a separate comprehensive report to council.

##### **1.1.2 Financial problems or risks facing the municipality**

No financial problems or risks from a budgetary implementation or financial management perspective at this stage. It is however important to note that as a country we are faced with two major phenomena, firstly, the financial impact of the COVID-19 Pandemic on municipalities, and secondly, the impact of the downgrade on South Africa's credit rating. As a result of the crisis, municipalities are under pressure to provide certain services to assist in curbing the spread of this virus.

##### **1.1.3 Other relevant information**

The 2020/2021 Budget was compiled according to version 6.4 of the mSCOA classification framework. The below results reflect the second quarter's financial position.

YTD Actual operating revenue at the end of the second quarter for 2020/2021 is at 55.14% of the budgeted revenue of R1.251bn. The expenditure reflects spending of 44.28% against the budgeted expenditure of R1.336bn.

YTD Capital expenditure at the end of December 2020 amounts to R83.7m, or 28.28% of the amended budget of R296.1m. Refer to the table on page 28 for the implementation status of the Top 10 Capital Projects.

No adjustments budget was tabled during this quarter.

The positive cash flow remains stable and is in line with budgeted performance.

The debtors' level increasing trend observed during May to June 2020 has stabilized and the 12-month rolling average payment rate has since increased from 96,95% in June 2020 to 98,62% at the end of December 2020.

## **Resolutions**

### ***IN-YEAR REPORTS 2020/2021***

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

### ***RECOMMENDATION TO THE COUNCIL:***

that the budget report for the quarter ended December 2020, prepared as part of the financial reporting obligations arising from the Local Government: Municipal Finance Management Act, 2003 and additional information, **be noted**.



## **Executive Summary**

### **COVID-19**

The national lockdown announced on 23 March 2020 by the President, became effective from midnight on 26 March 2020. The initial three-week lockdown was extended with an additional two weeks and thereafter reverted to further lockdown levels. By the end of September 2020 economic activity, with special reference to the international tourism sector was still restricted and impacted on consumers and businesses ability to pay municipal accounts. The economy has since been opened up with international travel now permitted. The current resurgence of COVID-19 and the official announcement of the second wave and further more stringent lockdown measures could have a major impact on the holiday season.

A larger increase in outstanding debt, compared to March 2020 and April 2020 was observed for May 2020 to June 2020. However, the 12-month rolling average payment rate has since increased from 96,95% in June 2020 to 98,62% at the end of December 2020. The financial impact of COVID-19 is being closely monitored.

### **Revenue by Source**

The Year-to-Date actual revenue is 1.01% above the YTD budget projections of R683.2m at the end of December 2020.

### **Borrowings**

The balance of borrowings amounts to R454.7m at the end of December 2020.

### **Operating expenditure by vote & type**

Current expenditure is 4.35% below YTD budget projections of R618.7m as at December 2020.

### **Capital expenditure**

YTD Capital expenditure amounts to R83.7m or 28.28% of the adjusted budget of R296.1m. The current capital commitments of orders in progress amounts to R77.4m or 26.15% of the adjusted capital budget of R296.1m.

### **Cash flows**

The municipality started the year with a positive cash balance of R653.8 million. The December closing balance is R684.7 million. Refer to Supporting Table SC9 for more details on the cash position.

### **Allocations received (National & Provincial Grants)**

Grants totaling R61.7m was received during December 2020.

## Spending on Grants

Spending on grants amounts to R19.7m for December 2020 which includes FMG, EPWP, MIG, Provincial Library Grant, Fire Service Capacity Building Grant, CDW & Provincial Housing Grant – Construction Contracts.

## Material variances

The table below summarises variances for projected revenue and expenditure.

WC032 Overstrand - Supporting Table SC1 Material variance explanations - M06 December			
Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Revenue By Source</b>			
Total	1,01%		
Interest earned - external investment	-17,39%	Drop in interest rates due to COVID	Review for General Adjustments Budget
Agency services	16,66%	Backlog of MVR due to previous lockdown	Review for General Adjustments Budget
<b>Expenditure By Type</b>			
Total	-4,35%		
Contracted Services	-16,65%	Reseal of Roads Project of R20m not yet started	In tender process
Other Materials	-20,91%	Underspending for Fuel	Review for General Adjustments Budget
<b>Capital Expenditure</b>			
Total	-4,43%	Capital Commitments= R77.4m (26.15%)	
<b>Financial Position</b>			
In order			
<b>Cash Flow</b>			
In order			

### Total Revenue (including capital grants)

R thousand	Amended Budget	YearTD actual	% of Budget Received/Spent
Revenue	1 280 077	704 420	55,03%
Expenditure	1 336 541	591 832	44,28%
Surplus / (Deficit)	(56 463)	112 587	
Capital	296 158	83 743	28,28%

### Total Revenue (excluding capital grants)

R thousand	Amended Budget	YearTD actual	% of Budget Received/Spent
Revenue	1 251 458	690 110	55,14%
Expenditure	1 336 541	591 832	44,28%
Surplus / (Deficit)	(85 082)	98 277	
Capital	296 158	83 743	28,28%

## Performance in relation to SDBIP targets

See the comprehensive quarterly report to be tabled in Council.

## Remedial or corrective steps

Refer to the SDBIP report.

## In-year budget statement tables / ...

Table C1: s71 Monthly Budget Statement Summary

## WC032 Overstrand - Table C1 Monthly Budget Statement Summary - M06 December

Description	2019/20	Budget Year 2020/21							
	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	-	262 551	259 241	21 523	131 776	131 713	63	0%	259 241
Service charges	-	663 209	663 209	60 827	359 292	353 790	5 502	2%	663 209
Investment revenue	-	31 400	31 400	384	7 566	9 158	(1 592)	-17%	31 400
Transfers and subsidies	-	131 840	146 528	53 244	110 837	110 837	-		146 528
Other own revenue	-	167 873	151 080	19 982	80 638	77 716	2 922	4%	151 080
<b>Total Revenue (excluding capital transfers and contributions)</b>	-	<b>1 256 873</b>	<b>1 251 458</b>	<b>155 961</b>	<b>690 110</b>	<b>683 215</b>	<b>6 895</b>	<b>1%</b>	<b>1 251 458</b>
Employee costs	-	435 325	438 622	34 358	214 214	217 835	(3 620)	-2%	438 622
Remuneration of Councillors	-	11 896	11 896	932	5 576	5 948	(372)	-6%	11 896
Depreciation & asset impairment	-	141 877	141 877	11 823	70 925	70 925	-		141 877
Finance charges	-	51 482	51 482	16 357	20 543	20 543	-		51 482
Materials and bulk purchases	-	317 828	323 869	23 592	150 243	155 233	(4 990)	-3%	323 869
Transfers and subsidies	-	11 610	8 300	-	2 767	2 767	-		8 300
Other expenditure	-	371 993	360 494	25 993	127 564	145 472	(17 908)	-12%	360 494
<b>Total Expenditure</b>	-	<b>1 342 010</b>	<b>1 336 541</b>	<b>113 056</b>	<b>591 832</b>	<b>618 723</b>	<b>(26 891)</b>	<b>-4%</b>	<b>1 336 541</b>
<b>Surplus/(Deficit)</b>	-	<b>(85 137)</b>	<b>(85 082)</b>	<b>42 905</b>	<b>98 277</b>	<b>64 492</b>	<b>33 786</b>	<b>52%</b>	<b>(85 082)</b>
Transfers and subsidies - capital (monetary and non-monetary)	-	30 619	28 619	4 914	14 310	14 310	-		28 619
Contributions & Contributed assets	-	-	-	-	-	-	-		-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	-	<b>(54 518)</b>	<b>(56 463)</b>	<b>47 819</b>	<b>112 587</b>	<b>78 802</b>	<b>33 786</b>	<b>43%</b>	<b>(56 463)</b>
<b>Surplus/ (Deficit) for the year</b>	-	<b>(54 518)</b>	<b>(56 463)</b>	<b>47 819</b>	<b>112 587</b>	<b>78 802</b>	<b>33 786</b>	<b>43%</b>	<b>(56 463)</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	-	<b>303 738</b>	<b>296 158</b>	<b>28 754</b>	<b>83 743</b>	<b>87 625</b>	<b>(3 881)</b>	<b>-4%</b>	<b>296 158</b>
Capital transfers recognised	-	86 516	76 747	14 393	40 788	33 926	6 862	20%	76 747
Borrowing	-	92 949	92 478	6 327	21 035	21 966	(931)	-4%	92 478
Internally generated funds	-	124 274	126 933	8 035	21 921	31 733	(9 812)	-31%	126 933
<b>Total sources of capital funds</b>	-	<b>303 738</b>	<b>296 158</b>	<b>28 754</b>	<b>83 743</b>	<b>87 625</b>	<b>(3 881)</b>	<b>-4%</b>	<b>296 158</b>
<b>Financial position</b>									
Total current assets	-	614 227	619 862		814 836				614 227
Total non current assets	-	3 982 468	3 974 888		3 828 995				3 982 468
Total current liabilities	-	254 715	254 715		225 765				254 715
Total non current liabilities	-	687 245	687 245		621 991				687 245
<b>Community wealth/Equity</b>	-	<b>3 654 735</b>	<b>3 652 789</b>		<b>3 796 074</b>				<b>3 654 735</b>
<b>Cash flows</b>									
Net cash from (used) operating	-	198 066	196 120	60 890	142 290	123 641	(18 649)	-15%	198 066
Net cash from (used) investing	-	(304 307)	(296 727)	(29 230)	(89 677)	(89 681)	(4)	0%	(304 307)
Net cash from (used) financing	-	6 626	6 626	(8 874)	(21 731)	(21 731)	-		6 626
<b>Cash/cash equivalents at the month/year end</b>	-	<b>485 812</b>	<b>491 446</b>	<b>-</b>	<b>684 695</b>	<b>597 655</b>	<b>(87 039)</b>	<b>-15%</b>	<b>554 198</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	76 524	3 739	2 239	1 617	1 309	1 440	6 653	37 330	126 655
<b>Creditors Age Analysis</b>									
Total Creditors	5 549	-	-	-	-	-	-	-	5 465

**Table C2: Monthly Budget Statement – Financial Performance (standard classification)****WC032 Overstrand - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December**

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Revenue - Functional</b>									
<b>Governance and administration</b>	–	336 136	338 101	38 591	172 604	174 132	(1 528)	-1%	338 101
Executive and council	–	17 821	18 071	10 931	18 762	18 762	–		18 071
Finance and administration	–	318 315	320 030	27 660	153 842	155 370	(1 528)	-1%	320 030
Internal audit	–	–	–	–	–	–	–		–
<b>Community and public safety</b>	–	148 846	138 468	23 252	79 757	76 427	3 330	4%	138 468
Community and social services	–	8 185	8 185	3 042	6 975	4 524	2 452	54%	8 185
Sport and recreation	–	10 262	10 262	2 253	9 970	6 521	3 449	53%	10 262
Public safety	–	39 830	46 245	4 170	19 565	22 136	(2 571)	-12%	46 245
Housing	–	90 568	73 775	13 788	43 247	43 247	–		73 775
<b>Economic and environmental services</b>	–	10 065	11 948	2 670	6 572	6 097	476	8%	11 948
Planning and development	–	9 788	11 671	2 656	6 433	5 959	474	8%	11 671
Road transport	–	245	245	14	107	123	(16)	-13%	245
Environmental protection	–	32	32	–	32	15	17	114%	32
<b>Trading services</b>	–	792 445	791 560	96 361	445 487	440 869	4 618	1%	791 560
Energy sources	–	436 955	435 401	50 148	253 884	250 667	3 217	1%	435 401
Water management	–	150 392	150 615	17 633	79 308	79 700	(393)	0%	150 615
Waste water management	–	114 335	114 558	16 355	60 269	59 022	1 247	2%	114 558
Waste management	–	90 764	90 986	12 227	52 026	51 480	546	1%	90 986
<b>Other</b>	–	–	–	–	–	–	–		–
<b>Total Revenue - Functional</b>	–	1 287 492	1 280 077	160 875	704 420	697 525	6 895	1%	1 280 077
<b>Expenditure - Functional</b>									
<b>Governance and administration</b>	–	270 009	273 474	17 801	116 022	126 197	(10 175)	-8%	273 474
Executive and council	–	62 707	62 957	4 297	29 526	29 823	(297)	-1%	62 957
Finance and administration	–	203 733	206 948	13 248	85 050	94 812	(9 761)	-10%	206 948
Internal audit	–	3 569	3 569	256	1 446	1 562	(116)	-7%	3 569
<b>Community and public safety</b>	–	251 675	241 857	20 181	104 755	107 103	(2 348)	-2%	241 857
Community and social services	–	23 502	23 502	1 955	11 306	11 419	(112)	-1%	23 502
Sport and recreation	–	56 586	56 586	5 298	23 860	24 884	(1 025)	-4%	56 586
Public safety	–	119 176	120 091	8 137	50 073	51 285	(1 211)	-2%	120 091
Housing	–	52 410	41 677	4 791	19 515	19 515	–		41 677
<b>Economic and environmental services</b>	–	176 095	176 678	11 683	67 708	78 869	(11 161)	-14%	176 678
Planning and development	–	51 179	52 062	3 468	21 825	23 115	(1 289)	-6%	52 062
Road transport	–	108 617	108 317	6 760	38 750	48 503	(9 752)	-20%	108 317
Environmental protection	–	16 298	16 298	1 455	7 133	7 252	(119)	-2%	16 298
<b>Trading services</b>	–	640 514	640 814	63 168	301 973	304 971	(2 998)	-1%	640 814
Energy sources	–	354 355	354 355	30 897	171 200	171 993	(793)	0%	354 355
Water management	–	124 167	124 167	14 710	52 066	53 192	(1 126)	-2%	124 167
Waste water management	–	88 633	88 933	11 171	45 848	46 683	(835)	-2%	88 933
Waste management	–	73 358	73 358	6 391	32 858	33 103	(245)	-1%	73 358
<b>Other</b>	–	3 719	3 719	223	1 374	1 584	(209)	-13%	3 719
<b>Total Expenditure - Functional</b>	–	1 342 010	1 336 541	113 056	591 832	618 723	(26 891)	-4%	1 336 541
<b>Surplus/ (Deficit) for the year</b>	–	(54 518)	(56 463)	47 819	112 587	78 802	33 786	43%	(56 463)

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

The main functional areas are Governance and administration; Community and public safety; Economic and environmental services; and Trading services.

It is for this reason that Financial Performance is reported in functional classification, Table C2, and by municipal vote, Table C3.

**Table C3: Monthly Budget Statement – Financial Performance (revenue and expenditure by municipal vote)**

**WC032 Overstrand - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December**

Vote Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Revenue by Vote</b>									
Vote 1 - Council	-	17 732	17 932	5 357	13 150	13 150	-		17 932
Vote 2 - Municipal Manager & Internal Audit	-	-	50	5 550	5 550	5 550	-		50
Vote 3 - Management Services	-	1 416	1 621	758	931	877	54	6,2%	1 621
Vote 4 - Finance	-	309 162	306 477	22 664	148 369	152 103	(3 734)	-2,5%	306 477
Vote 5 - Community Services	-	539 510	522 163	65 376	301 503	297 098	4 406	1,5%	522 163
Vote 6 - Economic and Social Development & Tourism	-	39 830	48 245	6 170	21 565	21 894	(330)	-1,5%	48 245
Vote 7 - Infrastructure & Planning	-	4 663	5 546	1 202	1 997	1 886	111	5,9%	5 546
Vote 8 - Protection Services	-	375 179	378 043	53 800	211 355	204 968	6 387	3,1%	378 043
<b>Total Revenue by Vote</b>	<b>-</b>	<b>1 287 492</b>	<b>1 280 077</b>	<b>160 875</b>	<b>704 420</b>	<b>697 525</b>	<b>6 895</b>	<b>1,0%</b>	<b>1 280 077</b>
<b>Expenditure by Vote</b>									
Vote 1 - Council	-	35 802	36 002	2 247	17 659	18 018	(359)	-2,0%	36 002
Vote 2 - Municipal Manager & Internal Audit	-	7 587	7 637	492	2 982	3 228	(246)	-7,6%	7 637
Vote 3 - Management Services	-	57 115	57 320	3 762	24 956	25 758	(802)	-3,1%	57 320
Vote 4 - Finance	-	91 935	89 250	5 534	37 221	40 535	(3 314)	-8,2%	89 250
Vote 5 - Community Services	-	551 359	541 626	47 592	252 981	255 521	(2 540)	-1,0%	541 626
Vote 6 - Economic and Social Development & Tourism	-	118 272	121 187	8 046	50 716	52 881	(2 165)	-4,1%	121 187
Vote 7 - Infrastructure & Planning	-	19 065	19 948	1 271	6 314	7 006	(691)	-9,9%	19 948
Vote 8 - Protection Services	-	460 876	463 571	44 112	199 002	215 777	(16 774)	-7,8%	463 571
<b>Total Expenditure by Vote</b>	<b>-</b>	<b>1 342 010</b>	<b>1 336 541</b>	<b>113 056</b>	<b>591 832</b>	<b>618 723</b>	<b>(26 891)</b>	<b>-4,3%</b>	<b>1 336 541</b>
<b>Surplus/ (Deficit) for the year</b>	<b>-</b>	<b>(54 518)</b>	<b>(56 463)</b>	<b>47 819</b>	<b>112 587</b>	<b>78 802</b>	<b>33 786</b>	<b>42,9%</b>	<b>(56 463)</b>

The operating expenditure budget is approved by Council on the municipal vote level. The municipal votes reflect the organisational structure of the municipality which is made up of the following directorates: Council; Municipal Manager; Management Services; Finance; Community Services; Economic and Social Development & Tourism; Infrastructure & Planning and Protection Services.

Unauthorised expenditure by year end would occur either for the municipality as a whole if the adjusted budget for 'Total Expenditure by Vote' or if any of the individual budgets for any specific vote/s were overspent. During the financial year some of the figures are influenced by transactions that occur annually only.

**Table C4: Monthly Budget Statement – Financial Performance (revenue and expenditure)**

WC032 Overstrand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>R thousands</b>									
<b>Revenue By Source</b>									
Property rates		262 551	259 241	21 523	131 776	131 713	63	0%	259 241
Service charges - electricity revenue		386 294	386 294	36 924	221 630	218 256	3 374	2%	386 294
Service charges - water revenue		128 520	128 520	10 934	60 845	61 047	(202)	0%	128 520
Service charges - sanitation revenue		78 913	78 913	7 331	40 940	39 457	1 483	4%	78 913
Service charges - refuse revenue		69 482	69 482	5 639	35 878	35 030	848	2%	69 482
Rental of facilities and equipment		3 627	3 627	362	1 731	1 814	(83)	-5%	3 627
Interest earned - external investments		31 400	31 400	384	7 566	9 158	(1 592)	-17%	31 400
Interest earned - outstanding debtors		4 673	4 673	282	2 399	2 337	62	3%	4 673
Fines, penalties and forfeits		29 564	29 564	2 274	13 571	14 782	(1 211)	-8%	29 564
Licences and permits		2 385	2 385	151	1 082	1 193	(111)	-9%	2 385
Agency services		4 938	4 938	454	3 361	2 881	480	17%	4 938
Transfers and subsidies		131 840	146 528	53 244	110 837	110 837	-		146 528
Other revenue		115 686	105 892	16 458	58 495	54 711	3 784	7%	105 892
Gains on disposal of PPE		7 000				-	-		
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>-</b>	<b>1 256 873</b>	<b>1 251 458</b>	<b>155 961</b>	<b>690 110</b>	<b>683 215</b>	<b>6 895</b>	<b>1%</b>	<b>1 251 458</b>
<b>Expenditure By Type</b>									
Employee related costs		435 325	438 622	34 358	214 214	217 835	(3 620)	-2%	438 622
Remuneration of councillors		11 896	11 896	932	5 576	5 948	(372)	-6%	11 896
Debt impairment		26 263	26 263	2 189	13 132	13 132	-		26 263
Depreciation & asset impairment		141 877	141 877	11 823	70 925	70 925	-		141 877
Finance charges		51 482	51 482	16 357	20 543	20 543	-		51 482
Bulk purchases		270 260	270 260	20 793	134 344	135 130	(786)	-1%	270 260
Other materials		47 567	53 609	2 799	15 899	20 103	(4 204)	-21%	53 609
Contracted services		222 414	222 177	14 955	69 444	83 316	(13 872)	-17%	222 177
Transfers and subsidies		11 610	8 300	-	2 767	2 767	-		8 300
Other expenditure		123 315	112 054	8 850	44 987	49 023	(4 036)	-8%	112 054
Loss on disposal of PPE		-							
<b>Total Expenditure</b>	<b>-</b>	<b>1 342 010</b>	<b>1 336 541</b>	<b>113 056</b>	<b>591 832</b>	<b>618 723</b>	<b>(26 891)</b>	<b>-4%</b>	<b>1 336 541</b>
<b>Surplus/(Deficit)</b>	<b>-</b>	<b>(85 137)</b>	<b>(85 082)</b>	<b>42 905</b>	<b>98 277</b>	<b>64 492</b>	<b>33 786</b>	<b>52%</b>	<b>(85 082)</b>
Transfers and subsidies - capital (monetary allocations) (National /		30 619	28 619	4 914	14 310	14 310	-		28 619
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-		-
<b>Surplus/(Deficit) after capital transfers &amp;</b>	<b>-</b>	<b>(54 518)</b>	<b>(56 463)</b>	<b>47 819</b>	<b>112 587</b>	<b>78 802</b>			<b>(56 463)</b>
Taxation		-	-	-	-	-	-		-
<b>Surplus/(Deficit) after taxation</b>	<b>-</b>	<b>(54 518)</b>	<b>(56 463)</b>	<b>47 819</b>	<b>112 587</b>	<b>78 802</b>			<b>(56 463)</b>
<b>Surplus/(Deficit) attributable to municipality</b>	<b>-</b>	<b>(54 518)</b>	<b>(56 463)</b>	<b>47 819</b>	<b>112 587</b>	<b>78 802</b>			<b>(56 463)</b>
Share of surplus/ (deficit) of associate		-	-	-	-	-	-		-
<b>Surplus/ (Deficit) for the year</b>	<b>-</b>	<b>(54 518)</b>	<b>(56 463)</b>	<b>47 819</b>	<b>112 587</b>	<b>78 802</b>			<b>(56 463)</b>

The annual revenue budget is approved as 'Revenue by Source'. The Year-to-Date actual revenue is 1.01% above the YTD budget projections.

Current expenditure is 4.35% below YTD budget projections for December 2020.

**Table C5: Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding)**

WC032 Overstrand - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06 December

Vote Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Multi-Year expenditure appropriation</b>									
Vote 1 - Council & Mayor's Office	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager & Internal Audit	-	-	-	-	-	-	-	-	-
Vote 3 - Management Services	-	-	-	-	-	-	-	-	-
Vote 4 - Finance	-	-	-	-	-	-	-	-	-
Vote 5 - Infrastructure & Planning	-	108 693	86 490	13 827	33 907	33 841	66	0%	86 490
Vote 6 - Protection Services	-	-	-	-	-	-	-	-	-
Vote 7 - Economic and Social Development & Tourism	-	-	-	-	-	-	-	-	-
Vote 8 - Community Services	-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	-	<b>108 693</b>	<b>86 490</b>	<b>13 827</b>	<b>33 907</b>	<b>33 841</b>	<b>66</b>	<b>0%</b>	<b>86 490</b>
<b>Single Year expenditure appropriation</b>									
Vote 1 - Council & Mayor's Office	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager & Internal Audit	-	-	-	-	-	-	-	-	-
Vote 3 - Management Services	-	3 015	3 015	-	1 433	1 305	128	10%	3 015
Vote 4 - Finance	-	60	60	-	14	-	14	#DIV/0!	60
Vote 5 - Infrastructure & Planning	-	117 721	129 103	8 943	37 349	38 220	(871)	-2%	129 103
Vote 6 - Protection Services	-	13 981	12 323	1 460	1 916	3 443	(1 527)	-44%	12 323
Vote 7 - Economic and Social Development & Tourism	-	842	842	20	20	221	(201)	-91%	842
Vote 8 - Community Services	-	59 426	64 326	4 504	9 104	10 595	(1 491)	-14%	64 326
<b>Total Capital single-year expenditure</b>	-	<b>195 045</b>	<b>209 669</b>	<b>14 927</b>	<b>49 836</b>	<b>53 784</b>	<b>(3 948)</b>	<b>-7%</b>	<b>209 669</b>
<b>Total Capital Expenditure</b>	-	<b>303 738</b>	<b>296 158</b>	<b>28 754</b>	<b>83 743</b>	<b>87 625</b>	<b>(3 881)</b>	<b>-4%</b>	<b>296 158</b>
<b>Capital Expenditure - Functional Classification</b>									
<b>Governance and administration</b>									
Executive and council	-	5	5	-	-	-	-	-	5
Finance and administration	-	3 070	3 070	-	1 447	1 535	(88)	-6%	3 070
Internal audit	-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>									
Community and social services	-	93 694	89 085	13 188	39 025	30 969	8 056	26%	89 085
Sport and recreation	-	18 638	19 438	1 725	1 858	2 989	(1 131)	-38%	19 438
Sport and recreation	-	12 731	12 731	524	5 446	5 304	141	3%	12 731
Public safety	-	14 181	12 473	1 460	1 916	4 158	(2 242)	-54%	12 473
Housing	-	48 144	44 443	9 479	29 805	18 518	11 287	61%	44 443
Health	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>									
Planning and development	-	33 589	33 589	3 385	6 390	11 141	(4 752)	-43%	33 589
Planning and development	-	13 594	13 594	1 524	1 864	5 098	(3 233)	-63%	13 594
Road transport	-	19 995	19 995	1 861	4 525	6 044	(1 518)	-25%	19 995
Environmental protection	-	-	-	-	-	-	-	-	-
<b>Trading services</b>									
Energy sources	-	173 381	170 410	12 182	36 881	43 979	(7 098)	-16%	170 410
Energy sources	-	21 119	19 119	330	399	6 466	(6 067)	-94%	19 119
Water management	-	52 606	52 036	5 347	14 406	14 145	260	2%	52 036
Waste water management	-	77 217	77 217	5 534	16 298	17 522	(1 224)	-7%	77 217
Waste management	-	22 439	22 039	970	5 779	5 846	(67)	-1%	22 039
<b>Total Capital Expenditure - Functional Classification</b>	-	<b>303 738</b>	<b>296 158</b>	<b>28 754</b>	<b>83 743</b>	<b>87 625</b>	<b>(3 881)</b>	<b>-4%</b>	<b>296 158</b>
<b>Funded by:</b>									
National Government	-	37 369	35 369	4 546	13 942	14 737	(795)	-5%	35 369
Provincial Government	-	2 840	1 482	368	368	741	(373)	-50%	1 482
Other transfers and grants	-	46 306	39 896	9 479	26 478	18 448	8 030	44%	39 896
<b>Transfers recognised - capital</b>	-	<b>86 516</b>	<b>76 747</b>	<b>14 393</b>	<b>40 788</b>	<b>33 926</b>	<b>6 862</b>	<b>20%</b>	<b>76 747</b>
<b>Borrowing</b>	-	<b>92 949</b>	<b>92 478</b>	<b>6 327</b>	<b>21 035</b>	<b>21 966</b>	<b>(931)</b>	<b>-4%</b>	<b>92 478</b>
<b>Internally generated funds</b>	-	<b>124 274</b>	<b>126 933</b>	<b>8 035</b>	<b>21 921</b>	<b>31 733</b>	<b>(9 812)</b>	<b>-31%</b>	<b>126 933</b>
<b>Total Capital Funding</b>	-	<b>303 738</b>	<b>296 158</b>	<b>28 754</b>	<b>83 743</b>	<b>87 625</b>	<b>(3 881)</b>	<b>-4%</b>	<b>296 158</b>

Capital expenditure is 4.43% below the Year-to-Date budget projections. Refer to the table on page 28 for the implementation status of the Top 10 Capital Projects.



**Table C6: Monthly Budget Statement - Financial Position**

WC032 Overstrand - Table C6 Monthly Budget Statement - Financial Position - M06 December

Description	2019/20	Budget Year 2020/21			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>					
<b><u>ASSETS</u></b>					
<b>Current assets</b>					
Cash		85 812	91 446	174 453	85 812
Call investment deposits		400 000	400 000	510 241	400 000
Consumer debtors		83 889	83 889	84 320	83 889
Other debtors		34 983	34 983	37 686	34 983
Current portion of long-term receivables		3	3	-	3
Inventory		9 540	9 540	8 135	9 540
<b>Total current assets</b>	-	<b>614 227</b>	<b>619 862</b>	<b>814 836</b>	<b>614 227</b>
<b>Non current assets</b>					
Long-term receivables		1	1	-	1
Investments		65 460	65 460	52 453	65 460
Investment property		121 846	121 846	123 121	121 846
Investments in Associate		-	-	-	-
Property, plant and equipment		3 790 408	3 782 828	3 644 254	3 790 408
Agricultural		-	-	-	-
Biological assets		-	-	-	-
Intangible assets		4 753	4 753	9 168	4 753
Other non-current assets					
<b>Total non current assets</b>	-	<b>3 982 468</b>	<b>3 974 888</b>	<b>3 828 995</b>	<b>3 982 468</b>
<b>TOTAL ASSETS</b>	-	<b>4 596 695</b>	<b>4 594 750</b>	<b>4 643 831</b>	<b>4 596 695</b>
<b><u>LIABILITIES</u></b>					
<b>Current liabilities</b>					
Bank overdraft		-	-	-	-
Borrowing		52 751	52 751	52 751	52 751
Consumer deposits		62 074	62 074	41 471	62 074
Trade and other payables		104 604	104 604	96 257	104 604
Provisions		35 286	35 286	35 286	35 286
<b>Total current liabilities</b>	-	<b>254 715</b>	<b>254 715</b>	<b>225 765</b>	<b>254 715</b>
<b>Non current liabilities</b>					
Borrowing		430 260	430 260	401 972	430 260
Provisions		256 985	256 985	220 020	256 985
<b>Total non current liabilities</b>	-	<b>687 245</b>	<b>687 245</b>	<b>621 991</b>	<b>687 245</b>
<b>TOTAL LIABILITIES</b>	-	<b>941 960</b>	<b>941 960</b>	<b>847 756</b>	<b>941 960</b>
<b>NET ASSETS</b>	-	<b>3 654 735</b>	<b>3 652 789</b>	<b>3 796 074</b>	<b>3 654 735</b>
<b><u>COMMUNITY WEALTH/EQUITY</u></b>					
Accumulated Surplus/(Deficit)		3 651 390	3 649 444	3 792 847	3 651 390
Reserves		3 345	3 345	3 227	3 345
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	-	<b>3 654 735</b>	<b>3 652 789</b>	<b>3 796 074</b>	<b>3 654 735</b>

The statement of financial position is in line with expectations for the financial year.

**Table C7: Monthly Budget Statement - Cash Flow**

WC032 Overstrand - Table C7 Monthly Budget Statement - Cash Flow - M06 December

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>									
<b>Receipts</b>									
Property rates		259 513	256 203	34 145	138 146	114 224	23 922	21%	259 513
Service charges		655 534	655 534	53 836	373 719	308 647	65 072	21%	655 534
Other revenue		131 331	114 537	22 544	80 289	60 132	20 157	34%	131 331
Government - operating		131 840	146 528	53 244	110 837	110 837	-		131 840
Government - capital		30 619	28 619	4 914	14 310	14 310	-		30 619
Interest		36 073	36 073	667	9 965	9 965	-		36 073
Dividends		-	-	-	-	-	-		-
<b>Payments</b>									
Suppliers and employees		(983 752)	(981 592)	(92 103)	(561 667)	(471 164)	90 503	-19%	(983 752)
Finance charges		(51 482)	(51 482)	(16 357)	(20 543)	(20 543)	-		(51 482)
Transfers and Grants		(11 610)	(8 300)	-	(2 767)	(2 767)	-		(11 610)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>-</b>	<b>198 066</b>	<b>196 120</b>	<b>60 890</b>	<b>142 290</b>	<b>123 641</b>	<b>(18 649)</b>	<b>-15%</b>	<b>198 066</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>									
<b>Receipts</b>									
Proceeds on disposal of PPE		7 000	7 000	-	-	-	-		7 000
Decrease (Increase) in non-current debtors		-	-	-	-	-	-		-
Decrease (increase) other non-current receivables		7	7	4	4	-	4	0%	7
Decrease (increase) in non-current investments		(7 575)	(7 575)	(479)	(5 937)	(5 937)	-		(7 575)
<b>Payments</b>									
Capital assets		(303 738)	(296 158)	(28 754)	(83 743)	(83 743)	-		(303 738)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>-</b>	<b>(304 307)</b>	<b>(296 727)</b>	<b>(29 230)</b>	<b>(89 677)</b>	<b>(89 681)</b>	<b>(4)</b>	<b>0%</b>	<b>(304 307)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>									
<b>Receipts</b>									
Short term loans		-	-	-	-	-	-		-
Borrowing long term/refinancing		54 000	54 000	-	-	-	-		54 000
Increase (decrease) in consumer deposits		(1 000)	(1 000)	20	480	480	-		(1 000)
<b>Payments</b>									
Repayment of borrowing		(46 374)	(46 374)	(8 893)	(22 210)	(22 210)	-		(46 374)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>-</b>	<b>6 626</b>	<b>6 626</b>	<b>(8 874)</b>	<b>(21 731)</b>	<b>(21 731)</b>	<b>-</b>		<b>6 626</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>-</b>	<b>(99 615)</b>	<b>(93 980)</b>	<b>22 786</b>	<b>30 882</b>	<b>12 229</b>			<b>(99 615)</b>
Cash/cash equivalents at beginning:	-	585 426	585 426		653 813	585 426			653 813
Cash/cash equivalents at month/year end:	-	485 812	491 446		684 695	597 655			554 198

Table C7 balances to the current Cash balance, shown in the 'YTD actual' column, which is R 684.7million.

The municipality started the year with a positive cash balance of R653.8 million. The December closing balance is R684.7 million. Refer to Supporting Table SC9 for more details on the cash position.

## Supporting Table SC9: Monthly Budget Statement – Actual & revised targets for cash receipts & cash flows

WC032 Overstrand - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M06 December

Description	Budget Year 2019/20												2019/20 Medium Term Revenue & Expenditure Framework		
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome			
<b>Cash Receipts By Source</b>															
Property rates	3 193	27 861	39 239	17 911	15 797	34 145	-	-	-	-	-	121 367	259 513	274 775	287 860
Service charges - electricity revenue	22 810	55 779	17 932	38 673	35 803	29 350	-	-	-	-	-	181 476	381 824	402 602	462 194
Service charges - water revenue	55 873	(12 504)	10 591	16 477	14 763	12 886	-	-	-	-	-	28 946	127 033	134 698	141 372
Service charges - sanitation revenue	2 205	15 112	2 122	7 494	6 645	6 427	-	-	-	-	-	37 996	78 000	82 722	86 837
Service charges - refuse	2 609	12 928	2 052	6 735	5 784	5 173	-	-	-	-	-	33 396	68 678	72 835	76 458
Service charges - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	(103)	815	293	183	298	445	-	-	-	-	-	1 654	3 585	3 797	3 983
Interest earned - external investments	1 754	1 003	594	1 747	2 084	384	-	-	-	-	-	23 834	31 400	32 975	34 615
Interest earned - outstanding debtors	459	454	391	402	411	282	-	-	-	-	-	2 274	4 673	4 906	5 145
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	2 273	2 265	2 230	2 270	2 258	2 274	-	-	-	-	-	(9 374)	4 197	4 403	4 619
Licences and permits	163	158	201	221	188	151	-	-	-	-	-	1 303	2 385	2 498	2 618
Agency services	448	576	647	628	607	454	-	-	-	-	-	1 578	4 938	5 184	5 442
Transfer receipts - operating	53 491	779	872	971	1 480	53 244	-	-	-	-	-	21 003	131 840	141 735	154 275
Other revenue	1 958	10 459	12 852	7 237	8 621	19 219	-	-	-	-	-	55 880	116 226	137 399	129 446
<b>Cash Receipts by Source</b>	<b>147 132</b>	<b>115 685</b>	<b>90 016</b>	<b>100 949</b>	<b>94 738</b>	<b>164 436</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>501 334</b>	<b>1 214 291</b>	<b>1 300 530</b>	<b>1 394 863</b>
<b>Other Cash Flows by Source</b>															
Transfer receipts - capital		3 033	1 194	1 584	3 584	4 914	-	-	-	-	-	16 309	30 619	28 470	31 628
Contributions & Contributed assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on disposal of PPE	125	2 949	(3 074)	-	-	-	-	-	-	-	-	7 000	7 000	7 000	7 000
Short term loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	-	-	54 000	54 000	50 000	50 000
Increase in consumer deposits	38	95	167	27	132	20	-	-	-	-	-	(1 480)	(1 000)	3 724	3 948
Receipt of non-current debtors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Receipt of non-current receivables	-	7	(7)	-	-	4	-	-	-	-	-	3	7	3	1
Change in non-current investments	(540)	(3 364)	(424)	(362)	(769)	(479)	-	-	-	-	-	(1 637)	(7 575)	(7 834)	(8 120)
<b>Total Cash Receipts by Source</b>	<b>146 756</b>	<b>118 406</b>	<b>87 873</b>	<b>102 198</b>	<b>97 686</b>	<b>168 894</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>575 529</b>	<b>1 297 341</b>	<b>1 381 894</b>	<b>1 479 320</b>
<b>Cash Payments by Type</b>															
<b>Employee related costs</b>	1 455	70 796	33 500	32 585	51 056	33 741	-	-	-	-	-	199 323	422 456	442 816	468 539
Remuneration of councillors	-	1 869	940	920	914	932	-	-	-	-	-	6 320	11 896	12 436	13 002
Interest paid	68	506	857	1 950	804	16 357	-	-	-	-	-	30 939	51 482	52 210	52 352
Bulk purchases - Electricity	3	35 083	34 661	21 670	22 133	20 793	-	-	-	-	-	135 916	270 260	290 978	313 126
Bulk purchases - Water & Sewer		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other materials	1 008	2 893	3 500	3 549	2 151	2 799	-	-	-	-	-	31 668	47 567	43 347	45 265
Contracted services	527	10 613	13 947	14 240	15 162	14 955	-	-	-	-	-	152 970	222 414	235 538	247 162
Grants and subsidies paid - other municipalities		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Grants and subsidies paid - other	-	-	-	1 660	1 107	-	-	-	-	-	-	8 843	11 610	11 610	11 610
General expenses	97 802	(27 594)	(3 366)	10 438	17 107	18 883	-	-	-	-	-	(104 112)	9 158	119 813	128 276
<b>Cash Payments by Type</b>	<b>100 862</b>	<b>94 167</b>	<b>84 040</b>	<b>87 013</b>	<b>110 435</b>	<b>108 460</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>461 867</b>	<b>1 046 844</b>	<b>1 208 747</b>	<b>1 279 331</b>
<b>Other Cash Flows/Payments by Type</b>															
Capital assets	2 159	12 285	10 118	13 275	17 152	28 754	-	-	-	-	-	219 995	303 738	197 162	154 378
Repayment of borrowing	1 778	1 289	1 173	8 124	953	8 893	-	-	-	-	-	24 163	46 374	52 751	47 751
Other Cash Flows/Payments		-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Cash Payments by Type</b>	<b>104 799</b>	<b>107 741</b>	<b>95 331</b>	<b>108 412</b>	<b>128 540</b>	<b>146 108</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>706 025</b>	<b>1 396 956</b>	<b>1 458 660</b>	<b>1 481 460</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>41 956</b>	<b>10 664</b>	<b>(7 458)</b>	<b>(6 213)</b>	<b>(30 854)</b>	<b>22 786</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(130 496)</b>	<b>(99 615)</b>	<b>(76 767)</b>	<b>(2 140)</b>
Cash/cash equivalents at the month/year begin	653 813	695 769	706 434	698 975	692 762	661 908	684 695	684 695	684 695	684 695	684 695	684 695	653 813	554 198	477 432
Cash/cash equivalents at the month/year end:	695 769	706 434	698 975	692 762	661 908	684 695	684 695	684 695	684 695	684 695	684 695	554 198	554 198	477 432	475 292

This supporting table gives details of information summarised in Table C7.

## PART 2 – SUPPORTING DOCUMENTATION

## Debtors' analysis

WC032 Overstrand - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December

Description	NT Code	Budget Year 2020/21										Total over 90 days	Actual Bad Debts Written Off against Debtors	Impaired - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total				
R thousands														
<b>Debtors Age Analysis By Income Source</b>														
Trade and Other Receivables from Exchange Transactions - Water	1200	15 040	589	393	309	251	264	1 451	4 971	23 268	7 246	-	8 686	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	18 902	1 394	370	331	247	233	1 181	4 942	27 599	6 933	-	9 397	
Receivables from Non-exchange Transactions - Property Rates	1400	21 133	764	529	377	328	318	1 453	4 319	29 221	6 795	-	10 211	
Receivables from Exchange Transactions - Waste Water Management	1500	7 897	371	243	197	185	179	924	3 219	13 217	4 705	-	4 543	
Receivables from Exchange Transactions - Waste Management	1600	6 631	267	181	138	126	116	554	2 049	10 061	2 982	-	3 733	
Receivables from Exchange Transactions - Property Rental Debtors	1700	315	8	6	8	6	4	25	239	611	282	-	388	
Interest on Arrear Debtor Accounts	1810	208	48	48	51	47	58	428	10 857	11 746	11 441	-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	2 203	297	468	207	119	269	636	6 734	10 934	7 965	-	3 635	
<b>Total By Income Source</b>	<b>2000</b>	<b>72 329</b>	<b>3 739</b>	<b>2 239</b>	<b>1 617</b>	<b>1 309</b>	<b>1 440</b>	<b>6 653</b>	<b>37 330</b>	<b>126 655</b>	<b>48 349</b>	<b>-</b>	<b>40 593</b>	
<b>2019/20 - totals only</b>		<b>63 877</b>	<b>2 954</b>	<b>1 496</b>	<b>1 319</b>	<b>1 103</b>	<b>1 034</b>	<b>4 398</b>	<b>24 923</b>	<b>101 104</b>	<b>32 776</b>	<b>-</b>	<b>26 108</b>	
<b>Debtors Age Analysis By Customer Group</b>														
Organs of State	2200	1 300	90	49	43	39	37	189	1 905	3 653	2 214	-	486	
Commercial	2300	8 697	1 081	257	270	173	225	356	1 628	12 687	2 652	-	1 469	
Households	2400	62 576	2 562	1 929	1 299	1 092	1 174	6 095	33 697	110 425	43 358	-	38 634	
Other	2500	(244)	5	4	4	5	4	13	100	(110)	125	-	4	
<b>Total By Customer Group</b>	<b>2600</b>	<b>72 329</b>	<b>3 739</b>	<b>2 239</b>	<b>1 617</b>	<b>1 309</b>	<b>1 440</b>	<b>6 653</b>	<b>37 330</b>	<b>126 655</b>	<b>48 349</b>	<b>-</b>	<b>40 593</b>	

The debtors' level increasing trend observed during May to June 2020 has stabilized and the 12-month rolling average payment rate has since increased from 96,95% in June 2020 to 98,62% at the end of December 2020.

## Summary of Indigent Households

	Indigent Households	Other Households	Total Households	
<b>2 020</b>				
July	7 589	27 849	35 438	21,41%
August	7 587	27 839	35 426	21,42%
September	7 532	27 882	35 414	21,27%
October	7 509	27 905	35 414	21,20%
November	7 455	27 959	35 414	21,05%
December	7 353	28 061	35 414	20,76%
<b>2 021</b>				
January				
February				
March				
April				
May				
June				

## Monthly FBS (Free Basic Services)

Free Basic Water				Free Basic Sanitation			
No. of Indigent (poor) beneficiaries	No. of other beneficiaries (non indigent)	Total beneficiaries	level of Service (e.g. 6 kilolitres per household)	No. of Indigent (poor) beneficiaries	No. of other beneficiaries (non indigent)	Total beneficiaries	level of Service (e.g. VIP toilets)
7353			6KL	7353	0	7353	waterborne
Free Basic Electricity				Free Basic Refuse Removal			
Beneficiaries provided by Eskom	Beneficiaries provided by Municipality	Non-grid energy Beneficiaries	level of Service (e.g. 50 Kwh per household)	No. of Indigent (poor) beneficiaries	No. of other beneficiaries (non indigent)	Total beneficiaries	level of Service (type of subsidy)
124	7229		50kWh	7353	0	7353	Total monthly levy

## Summary of Debtors Age Analysis

MONTH	< 30 Days	< 60 Days	< 90 Days	< 120 Days	< 150 Days	<180 Days	<365 Days	>365 Days	Total	Older than 30 Days	Older than 90 days
<b>2020/2021</b>											
June									0	0	0
May									0	0	0
April									0	0	0
March									0	0	0
February									0	0	0
January									0	0	0
December	72 329 059	3 738 894	2 238 665	1 616 506	1 308 997	1 440 435	6 652 871	37 329 810	126 655 236	54 326 177	48 348 619
November	75 454 148	3 370 951	2 098 880	2 021 005	1 542 097	1 357 388	6 560 465	36 435 434	128 840 369	53 386 221	47 916 389
October	74 472 965	3 258 846	2 607 077	1 868 080	2 057 055	1 119 185	6 631 181	35 654 819	127 669 207	53 196 243	47 330 320
September	76 524 362	2 860 127	2 388 115	2 391 709	1 275 636	1 681 529	6 547 645	34 961 995	128 631 118	52 106 757	46 858 514
Augustus	74 822 327	4 896 619	2 557 659	1 656 972	2 061 106	1 637 323	6 435 752	34 051 113	128 118 872	53 296 545	45 842 267
July	78 493 757	4 842 920	3 210 499	3 169 664	2 019 323	1 524 134	6 869 014	33 397 182	133 526 492	55 032 735	46 979 316

## Government Debt

Overstrand Municipality as at 31/12/2020	Total Debt	Services	Rates	Other
Department Responsible for the Debt				
NPW 2227	2 461 870	1 327 886	1 107 634	26 350
WCED 2251	847 668	847 668	0	0
OTHER 2255	18 499	18 499	0	0
HEALTH 2252	243 188	230 514	11 747	927
TPW 2256	-93 593	-93 593	0	0
HUMAN SETTLE 2215	32 456	32 456	0	0
HOUSING 2253	4 232	4 232	0	0
OTHER MUNICIPALITIES 2276	138 284	138 284	0	0
<b>TOTAL OUTSTANDING</b>	<b>3 652 603</b>	<b>2 505 946</b>	<b>1 119 381</b>	<b>27 277</b>

## Creditors' analysis

## Supporting Table SC4

WC032 Overstrand - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

Description	NT Code	Budget Year 2020/21									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		
<b>Creditors Age Analysis By Customer Type</b>												
Bulk Electricity	0100	-									-	
Bulk Water	0200										-	
PAYE deductions	0300	4 650									4 650	4 189
VAT (output less input)	0400										-	
Pensions / Retirement deductions	0500										-	
Loan repayments	0600										-	
Trade Creditors	0700	815									815	477
Auditor General	0800										-	
Other	0900										-	
<b>Total By Customer Type</b>	<b>1000</b>	<b>5 465</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5 465</b>	<b>4 665</b>

Supporting Table SC4 reflects current creditors at the end of December 2020.

The payment of creditors is within requirements of the MFMA.

## Investment portfolio analysis

### Supporting Table SC5

WC032 Overstrand - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M06 December

Investments by maturity Name of institution & investment ID R thousands	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
	Yrs/Months							
<b>Municipality</b>								
LIBERTY 15934476	15 YEARS	Policy	01/09/2025	19		17 476	125	17 620
LIBERTY 21196964	14 YEARS	Policy	01/09/2025	(4)		30 979	260	31 234
MOMENTUM MP 3853776	14 YEARS	Policy	01/07/2026	49		3 519	30	3 599
ABSA 9331734880	DEP PLUS	DEP PLUS		26	3,3	10 241	(26)	10 241
ABSA 2079314583	182 days	FIXED DEP	18/01/2021		5,3	100 000		100 000
ABSA 2079219751	184 days	FIXED DEP	27/01/2021		5,05	100 000		100 000
ABSA 2079279937	184 days	FIXED DEP	03/02/2021		5,05	100 000		100 000
Nedbank 03/7881534451 ref. 259	181 days	FIXED DEP	26/04/2021		3,966	100 000		100 000
ABSA 2079481114	121 days	FIXED DEP	25/02/2021		4,04	100 000		100 000
<b>Municipality sub-total</b>				<b>90</b>		<b>562 214</b>	<b>389</b>	<b>562 694</b>
<b>TOTAL INVESTMENTS AND INTEREST</b>				<b>90</b>		<b>562 214</b>	<b>389</b>	<b>562 694</b>

Surplus cash not immediately required is invested in call and monthly deposits.  
Long term investments relate to the sinking fund investments.

## Allocation and grant receipts and expenditure

### Supporting Table SC6 – Grant receipts

WC032 Overstrand - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M06 December

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>RECEIPTS:</b>									
<b>Operating Transfers and Grants</b>									
<b>National Government:</b>	-	121 368	138 372	53 324	108 292	108 292	-		138 372
Operational Revenue:General Revenue:Equitable Share	-	117 318	134 322	52 199	104 992	104 992	-		134 322
Expanded Public Works Programme Integrated Grant for Municipalities	-	2 500	2 500	1 125	1 750	1 750	-		2 500
Local Government Financial Management Grant [Schedule 5B]	-	1 550	1 550	-	1 550	1 550	-		1 550
<b>Provincial Government:</b>	-	10 472	8 156	-	5 335	5 335	-		8 156
Capacity Building	-	75	75	-	-	-	-		75
Capacity Building and Other	-	401	401	-	-	-	-		401
Infrastructure	-	145	145	-	-	-	-		145
Libraries, Archives and Museums	-	7 651	5 335	-	5 335	5 335	-		5 335
Other	-	2 200	2 200	-	-	-	-		2 200
Waste Water Infrastructure - Maintenance	-	-	-	-	-	-	-		-
Water Supply Infrastructure - Maintenance	-	-	-	-	-	-	-		-
<b>District Municipality:</b>	-	-	-	-	-	-	-		-
All Grants	-	-	-	-	-	-	-		-
<b>Other grant providers:</b>	-	0	-	-	-	-	-		0
<b>Total Operating Transfers and Grants</b>	-	131 840	146 528	53 324	113 627	113 627	-		146 528
<b>Capital Transfers and Grants</b>									
<b>National Government:</b>	-	29 887	27 887	8 332	21 342	20 342	1 000	4,9%	27 887
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]	-	8 000	6 000	1 000	6 000	5 000	1 000	20,0%	6 000
Municipal Infrastructure Grant [Schedule 5B]	-	21 887	21 887	7 332	15 342	15 342	-		21 887
<b>Provincial Government:</b>	-	732	732	-	732	732	-		732
Capacity Building	-	-	-	-	-	-	-		-
Capacity Building and Other	-	732	732	-	732	732	-		732
<b>District Municipality:</b>	-	-	-	-	-	-	-		-
All Grants	-	-	-	-	-	-	-		-
<b>Other grant providers:</b>	-	-	-	-	-	-	-		-
<b>Total Capital Transfers and Grants</b>	-	30 619	28 619	8 332	22 074	21 074	1 000	4,7%	28 619
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	-	162 459	175 147	61 656	135 701	134 701	1 000	0,7%	175 147

Grant receipts are monitored according to the payment schedules.

**Supporting Table SC7(1) – Grant expenditure**

WC032 Overstrand - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06 December

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>EXPENDITURE</b>									
<b>Operating expenditure of Transfers and Grants</b>									
<b>National Government:</b>	-	4 050	4 050	365	1 409	1 409	-		4 050
Expanded Public Works Programme Integrated Grant for Municipalities		2 500	2 500	308	1 080	1 080	-		2 500
Local Government Financial Management Grant		1 550	1 550	57	329	329	-		1 550
<b>Provincial Government:</b>	-	10 472	8 156	681	4 436	4 436	1	0,0%	8 156
Capacity Building and Other		2 676	2 676	1	26	26	1	2,3%	2 676
Infrastructure	-	145	145	-	-	-	-		145
Libraries, Archives and Museums	-	7 651	5 335	680	4 410	4 410	-		5 335
<b>District Municipality:</b>	-	-	-	-	-	-	-		-
All Grants	-	-	-	-	-	-	-		-
<b>Other grant providers:</b>	-	44 267	33 534	4 284	16 557	16 557	-		33 534
Households	-	44 267	33 534	4 284	16 557	16 557	-		33 534
<b>Total operating expenditure of Transfers and Grants:</b>	-	58 789	45 740	5 329	22 402	22 401	1	0,0%	45 740
<b>Capital expenditure of Transfers and Grants</b>									
<b>National Government:</b>	-	29 887	27 887	4 546	13 942	13 942	-		27 887
Integrated National Electrification Programme (Municipal Grant)		8 000	6 000		17	17	-		6 000
Municipal Infrastructure Grant [Schedule 5B]		21 887	21 887	4 546	13 925	13 925	-		21 887
<b>Provincial Government:</b>	-	732	732	368	368	368	-		732
Capacity Building and Other		732	732	368	368	368	-		732
<b>District Municipality:</b>	-	-	-	-	-	-	-		-
All Grants	-	-	-	-	-	-	-		-
<b>Other grant providers:</b>	-	45 956	39 896	9 479	26 478	26 478	-		39 896
Households	-	45 956	39 896	9 479	26 478	26 478	-		39 896
<b>Total capital expenditure of Transfers and Grants</b>	-	76 575	68 515	14 393	40 788	40 788	-		68 515
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>	-	135 364	114 255	19 722	63 190	63 189	1	0,0%	114 255

Grant expenditure is monitored against grant receipts.



### Supporting Table SC7(2) – Expenditure against approved rollovers

WC032 Overstrand - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M06 December

Description	Budget Year 2020/21				
	Approved Rollover 2019/20	Monthly actual	YearTD actual	YTD variance	YTD variance %
<b>R thousands</b>					
<b><u>EXPENDITURE</u></b>					
<b><u>Operating expenditure of Approved Roll-overs</u></b>					
<b>National Government:</b>	-	-	-	-	
Operational Revenue:General Revenue:Equitable Share		-	-	-	
Operational:Revenue:General Revenue:Fuel Levy		-	-	-	
Local Government Financial Management Grant [Schedule 5B]		-	-	-	
<b>Provincial Government:</b>	-	-	-	-	
Capacity Building		-	-	-	
Capacity Building and Other		-	-	-	
Disaster and Emergency Services		-	-	-	
Housing		-	-	-	
Infrastructure		-	-	-	
Libraries, Archives and Museums		-	-	-	
Other		-	-	-	
<b>District Municipality:</b>	-	-	-	-	
All Grants		-	-	-	
<b>Other grant providers:</b>	-	-	-	-	
<b>Total operating expenditure of Approved Roll-overs</b>	-	-	-	-	
<b><u>Capital expenditure of Approved Roll-overs</u></b>					
<b>National Government:</b>	-	-	-	-	
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]		-	-	-	
Municipal Infrastructure Grant [Schedule 5B]		-	-	-	
<b>Provincial Government:</b>	-	-	-	-	
Capacity Building		-	-	-	
Capacity Building and Other		-	-	-	
Disaster and Emergency Services		-	-	-	
Housing		-	-	-	
Infrastructure		-	-	-	
Libraries, Archives and Museums		-	-	-	
Other		-	-	-	
<b>District Municipality:</b>	-	-	-	-	
All Grants		-	-	-	
<b>Other grant providers:</b>	-	-	-	-	
<b>Total capital expenditure of Approved Roll-overs</b>	-	-	-	-	
<b>TOTAL EXPENDITURE OF APPROVED ROLL-OVERS</b>	-	-	-	-	

A Roll over application was submitted to Provincial and National Treasury in August 2020 for the unspent grant funds. All unspent grants relating to the 2019/2020 financial year were granted and will be included in the next adjustments budget. The request to roll over unspent Financial Management Capacity Building Grant from the 2018/2019 financial year was declined and returned to Provincial Treasury at the end of November.

## Expenditure on councillor allowances and employee benefits

### Supporting Table SC8

#### WC032 Overstrand - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 December

Summary of Employee and Councillor remuneration	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b><u>Councillors (Political Office Bearers plus Other)</u></b>									
Basic Salaries and Wages		10 786	10 786	841	5 029	5 393	(364)	-7%	10 786
Pension and UIF Contributions		-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-
Cellphone Allowance		1 110	1 110	91	547	555	(8)	-1%	1 110
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	-	-	-	-	-	-	-	-	-
<b>Sub Total - Councillors</b>	<b>-</b>	<b>11 896</b>	<b>11 896</b>	<b>932</b>	<b>5 576</b>	<b>5 948</b>	<b>(372)</b>	<b>-6%</b>	<b>11 896</b>
<b><u>Senior Managers of the Municipality</u></b>									
Basic Salaries and Wages		12 506	12 486	996	6 044	6 243	(199)	-3%	12 486
Pension and UIF Contributions		-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-
Performance Bonus		260	260	-	-	-	-	-	260
Motor Vehicle Allowance		-	-	-	-	-	-	-	-
Cellphone Allowance		187	187	15	93	93	(1)	-1%	187
Housing Allowances		-	-	-	-	-	-	-	-
Other benefits and allowances	-	-	-	-	-	-	-	-	-
Payments in lieu of leave	-	-	-	-	-	-	-	-	-
Long service awards	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Municipality</b>	<b>-</b>	<b>12 952</b>	<b>12 932</b>	<b>1 011</b>	<b>6 136</b>	<b>6 336</b>	<b>(200)</b>	<b>-3%</b>	<b>12 932</b>
<b><u>Other Municipal Staff</u></b>									
Basic Salaries and Wages		259 838	259 606	21 710	124 114	126 208	(2 095)	-2%	259 606
Pension and UIF Contributions		48 588	50 356	3 551	21 149	21 421	(272)	-1%	50 356
Medical Aid Contributions		18 241	18 304	1 145	6 841	7 342	(501)	-7%	18 304
Overtime		32 190	33 220	3 459	17 016	17 096	(80)	0%	33 220
Performance Bonus		462	462	39	231	232	(0)	0%	462
Motor Vehicle Allowance		8 032	8 256	680	4 105	4 260	(155)	-4%	8 256
Cellphone Allowance		2 378	2 448	164	988	1 102	(113)	-10%	2 448
Housing Allowances		2 870	2 994	234	1 381	1 437	(56)	-4%	2 994
Other benefits and allowances		34 737	35 009	1 111	24 737	24 885	(149)	-1%	35 009
Payments in lieu of leave	-	-	-	-	-	-	-	-	-
Long service awards	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		15 035	15 035	1 253	7 517	7 517	-	-	15 035
<b>Sub Total - Other Municipal Staff</b>	<b>-</b>	<b>422 373</b>	<b>425 690</b>	<b>33 347</b>	<b>208 078</b>	<b>211 498</b>	<b>(3 421)</b>	<b>-2%</b>	<b>425 690</b>
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>	<b>-</b>	<b>447 221</b>	<b>450 518</b>	<b>35 290</b>	<b>219 790</b>	<b>223 783</b>	<b>(3 992)</b>	<b>-2%</b>	<b>450 518</b>
<b>TOTAL MANAGERS AND STAFF</b>	<b>-</b>	<b>435 325</b>	<b>438 622</b>	<b>34 358</b>	<b>214 214</b>	<b>217 835</b>	<b>(3 620)</b>	<b>-2%</b>	<b>438 622</b>

**SDBIP**

The results of the SDBIP for the second quarter ended 31 December 2020 will be included in a separate comprehensive report to be tabled in Council.

## Financial Performance

### Supporting Table SC2

#### WC032 Overstrand - Supporting Table SC2 Monthly Budget Statement - performance indicators - M06 December

Description of financial indicator	Basis of calculation	2019/20	Budget Year 2020/21			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b><u>Borrowing Management</u></b>						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	0,0%	14,4%	14,5%	3,5%	4,7%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	0,0%	30,6%	31,2%	25,1%	31,2%
<b><u>Safety of Capital</u></b>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	0,0%	16,1%	16,1%	14,5%	16,1%
Gearing	Long Term Borrowing/ Funds & Reserves	0,0%	12862,8%	12862,8%	12455,5%	12862,8%
<b><u>Liquidity</u></b>						
Current Ratio	Current assets/current liabilities	0,0%	241,1%	243,4%	360,9%	241,1%
Liquidity Ratio	Monetary Assets/Current Liabilities	0,0%	190,7%	192,9%	303,3%	190,7%
<b><u>Revenue Management</u></b>						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing					
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	0,0%	9,5%	9,5%	17,7%	9,5%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	0,0%	0,0%	0,0%	0,0%	0,0%
<b><u>Creditors Management</u></b>						
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))		99,0%		Annual Indicator	99,0%
<b><u>Funding of Provisions</u></b>						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions					
<b><u>Other Indicators</u></b>						
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated		6,7%		Annual Indicator	6,7%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source		20,7%		Annual Indicator	20,7%
Employee costs	Employee costs/Total Revenue - capital revenue	0,0%	34,6%	35,0%	31,0%	35,0%
Repairs & Maintenance	R&M/Total Revenue - capital revenue	0,0%	16,8%	0,0%	11,8%	16,9%
Interest & Depreciation	I&D/Total Revenue - capital revenue	0,0%	15,4%	15,5%	3,0%	5,1%
<b><u>IDP regulation financial viability indicators</u></b>						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)		12,4		Annual Indicator	12,4
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services		12,8%		Annual Indicator	12,8%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure		5,1		Annual Indicator	5,1

## Capital programme performance

### Supporting Table SC12

WC032 Overstrand - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M06 December

Month	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
<b>Monthly expenditure performance trend</b>									
July	-	8 805	2 159	2 159	2 159	2 159	(0)	0,0%	1%
August	-	9 365	12 285	12 285	14 444	14 444	-	0,0%	5%
September	-	18 043	3 412	10 118	24 562	17 856	(6 706)	-37,6%	8%
October	-	17 918	17 918	13 275	37 837	35 774	(2 063)	-5,8%	12%
November	-	25 078	25 078	17 152	54 989	60 852	5 863	9,6%	18%
December	-	26 772	26 772	28 754	83 743	87 625	3 881	4,4%	28%
January	-	26 059	21 144	-		108 769			
February	-	29 649	28 634	-		137 403			
March	-	34 820	34 943	-		172 346			
April	-	26 789	25 524	-		197 870			
May	-	24 114	21 850	-		219 720			
June	-	56 325	76 438	-		296 158			
<b>Total Capital expenditure</b>	-	<b>303 738</b>	<b>296 158</b>	<b>83 743</b>					

See comments under variances.

## Top 10 Capital Projects

Rank	Local Area	Ward	Project description	Original Budget R'000	Adjusted budget R'000	YTD Expenditure R'000	Status of the project	At what stage is each project currently	Any challenges identified that is resulting in delays?	What measures are in place to remedy the existing challenges.
1	Overstrand	Overstrand	HERMANUS NEW WASTE MANAGEMENT FACILITY	17 963 569	18 063 569	5 567 164	Under construction .	Construction stage. Construction started in July 2020.	Dismantling of old MRF stopped by local Community on 14th Dec 2020 and structural steel is required to be reused for new MRF.	Overstrand housing department to meet with local community in January to hear grievances and find way forward, so that dismantling can continue.
2	Overstrand	Overstrand	VEHICLES COMMUNITY SERVICES	13 429 959	13 429 959	1 672 834	Approved Tender TR57.	In the process of compliance and ordering of the vehicles.	None.	None.
3	Overstrand	Overstrand	WATER MASTER PLAN IMPLEMENTATION	12 033 060	11 462 362		Tender SC 2108/2020 was awarded on 15 December 2020.	Tender appeal stage.	An appeal was received from one of the unsuccessful bidders during the appeal period. The appeal firstly has to be evaluated and considered by the appeal committee.	Co-operation between SCM and the user department to speed up the appeal evaluation process.
4	Hermanus	Ward 04	UPGRADE HERMANUS WELL FIELDS	10 500 000	10 500 000	2 370 302	Deviation SCD 3175/2020 approved and construction well in progress.	Construction stage.	No delays experienced in December 2020.	Not applicable.
5	Masakhane	Ward 01	NEW 4ML RESERVOIR	9 881 744	9 881 744	5 704 536	Under construction.	Under construction.	Not applicable.	Not applicable.
6	Hawston	Ward 08	UPGRADE HAWSTON SPORT COMPLEX	9 440 000	9 440 000	4 935 835	Under construction.	Under construction.	Not applicable.	Not applicable.
7	Pringle Bay	Ward 10	NEW RESERVOIR FOR PRINGLE BAY	8 135 000	8 135 000	5 190 061	Tender SC 2018/2019 awarded and construction well in progress.	Construction stage.	No delays experienced in December 2020.	Not applicable.
8	Kleinmond	Ward 09	KLEINMOND - SEWER NETWORK	8 000 000	8 000 000	1 783 668	Construction of phase 1 in progress (SC 1915/2019), and tenders for next phase closed on 18 Dec 2020 (SC 2159/2020).	Construction and tender evaluation.	No new delays during December 2020.	The possibility of controlled blasting of hard rock will be considered if necessary.
9	Zwelihle	Multi-ward HM Area	ZWELIHLE SEWER	7 756 483	7 756 483	428 029	Tender SC 2107/2020 was awarded on 4 December 2020.	Commencement of construction after the contractors holiday period.	None to date	Not applicable.
10	Hermanus	Ward 03	CBD REGENERATION PROGRAM	7 100 000	7 100 000	2 386 601	Under construction .	Under construction.	Not applicable.	Not applicable.
<b>Totals</b>				<b>104 239 815</b>	<b>103 769 117</b>	<b>30 039 030</b>				

## Supporting Table SC13a

WC032 Overstrand - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M06  
December

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	-	117 549	115 149	11 369	33 659	34 804	1 145	3,3%	115 149
Roads Infrastructure	-	19 795	19 795	1 861	4 525	4 923	398	8,1%	19 795
<i>Roads</i>	-	19 795	19 795	1 861	4 525	4 923	398	8,1%	19 795
Storm water Infrastructure	-	16 384	16 384	3 152	5 732	4 919	(813)	-16,5%	16 384
<i>Drainage Collection</i>	-	600	600	-	-	-	-	-	600
Electrical Infrastructure	-	12 768	10 768	330	347	4 597	4 250	92,4%	10 768
<i>MV Substations</i>	-	696	696	330	330	290	(40)	-13,9%	696
<i>MV Networks</i>	-	12 072	10 072	-	17	4 307	4 290	99,6%	10 072
Water Supply Infrastructure	-	29 547	29 547	4 558	13 265	9 897	(3 368)	-34,0%	29 547
<i>Boreholes</i>	-	10 500	10 500	509	2 370	1 875	(495)	-26,4%	10 500
<i>Reservoirs</i>	-	18 017	18 017	4 050	10 895	7 507	(3 388)	-45,1%	18 017
<i>Water Treatment Works</i>	-	-	-	-	-	-	-	-	-
<i>Distribution</i>	-	1 030	1 030	-	-	515	515	100,0%	1 030
Sanitation Infrastructure	-	20 576	20 576	522	4 212	5 573	1 362	24,4%	20 576
<i>Pump Station</i>	-	-	-	-	-	-	-	-	-
<i>Reticulation</i>	-	20 576	20 576	522	4 212	5 573	1 362	24,4%	20 576
<i>Waste Water Treatment Works</i>	-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure	-	18 479	18 079	946	5 578	4 894	(684)	-14,0%	18 079
<i>Landfill Sites</i>	-	-	-	-	-	-	-	-	-
<b>Community Assets</b>	-	12 793	13 593	533	978	3 214	2 236	69,6%	13 593
Community Facilities	-	12 743	13 543	533	978	3 214	2 236	69,6%	13 543
<i>Halls</i>	-	26	26	-	22	13	(9)	-71,8%	26
<i>Crèches</i>	-	475	475	-	-	237	237	100,0%	475
<i>Cemeteries/Crematoria</i>	-	1 292	1 292	58	58	538	481	89,3%	1 292
<i>Parks</i>	-	202	202	-	23	152	129	84,8%	202
<i>Public Open Space</i>	-	5 735	6 535	475	810	1 223	413	33,8%	6 535
<i>Nature Reserves</i>	-	2 100	2 100	-	-	1 050	1 050	100,0%	2 100
<i>Public Ablution Facilities</i>	-	1 383	1 383	-	-	-	-	-	1 383
<i>Stalls</i>	-	397	397	-	-	-	-	-	397
<i>Taxi Ranks/Bus Terminals</i>	-	360	360	-	65	-	(65)	#DIV/0!	360
<i>Sport and Recreation Facilities</i>	-	50	50	-	-	-	-	-	50
Investment properties	-	-	-	-	-	-	-	-	-
<i>Municipal Offices</i>	-	4 825	4 825	64	64	810	746	92,2%	4 825
<i>Housing</i>	-	48 144	44 443	9 479	29 805	12 963	(16 842)	-129,9%	44 443
<b>Capital Spares</b>	-	-	-	-	-	-	-	-	-
<b>Unspecified</b>	-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>	-	7 896	7 896	-	1 855	2 610	755	28,9%	7 896
<b>Furniture and Office Equipment</b>	-	1 025	1 025	20	94	427	333	78,0%	1 025
<b>Machinery and Equipment</b>	-	760	760	(5)	21	380	359	94,6%	760
<b>Transport Assets</b>	-	22 440	20 732	4 099	4 099	3 275	(824)	-25,2%	20 732
<b>Land</b>	-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on new assets</b>	-	215 433	208 424	25 558	70 574	58 482	(12 092)	-20,7%	208 424

**Supporting Table SC13b**

WC032 Overstrand - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M06 December

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<b>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	-	25 621	25 050	949	3 531	11 775	8 244	70,0%	25 050
Roads Infrastructure	-	-	-	-	-	-	-	-	-
<i>Roads</i>	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	-	1 000	1 000	-	52	500	448	89,7%	1 000
<i>MV Networks</i>	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	-	20 560	19 989	693	1 045	9 544	8 499	89,0%	19 989
<i>Pump Stations</i>	-	1 800	1 800	693	823	900	77	8,5%	1 800
<i>Water Treatment Works</i>	-	-	-	-	-	-	-	-	-
<i>Distribution</i>	-	18 760	18 189	-	222	8 644	8 422	97,4%	18 189
Sanitation Infrastructure	-	4 061	4 061	256	2 434	1 731	(703)	-40,6%	4 061
<i>Pump Station</i>	-	600	600	-	-	-	-	-	600
<i>Outfall Sewers</i>	-	3 461	3 461	256	2 434	1 731	(703)	-40,6%	3 461
Solid Waste Infrastructure	-	-	-	-	-	-	-	-	-
<i>Waste Transfer Stations</i>	-	-	-	-	-	-	-	-	-
<b>Community Assets</b>	-	-	-	-	-	-	-	-	-
<b>Unimproved Property</b>	-	-	-	-	-	-	-	-	-
<b>Capital Spares</b>	-	-	-	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-
<b>Unspecified</b>	-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>	-	-	-	-	-	-	-	-	-
<b>Furniture and Office Equipment</b>	-	-	-	-	-	-	-	-	-
<b>Machinery and Equipment</b>	-	-	-	-	-	-	-	-	-
<b>Transport Assets</b>	-	-	-	-	-	-	-	-	-
<b>Land</b>	-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Anim</b>	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on renewal of</b>	-	25 621	25 050	949	3 531	11 775	8 244	70,0%	25 050



## Supporting Table SC13c

WC032 Overstrand - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M06  
December

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	-	141 901	141 901	8 678	51 942	71 000	19 059	26,8%	141 901
Roads Infrastructure	-	67 578	67 278	2 952	18 342	33 639	15 296	45,5%	67 578
<i>Roads</i>		63 837	63 537	2 868	17 799	31 768	13 969	44,0%	63 837
<i>Road Structures</i>	-	3 741	3 741	84	543	1 870	1 327	71,0%	3 741
Storm water Infrastructure	-	6 159	6 459	405	2 886	3 230	344	10,6%	6 159
<i>Drainage Collection</i>		2 811	2 811	234	1 404	1 406	2	0,1%	2 811
<i>Storm water Conveyance</i>		3 348	3 648	171	1 482	1 824	342	18,7%	3 348
Electrical Infrastructure	-	31 243	31 243	2 205	13 687	15 671	1 984	12,7%	31 243
<i>HV Transmission Conductors</i>	-	42	42	-	18	71	53	74,8%	42
<i>MV Networks</i>		28 758	28 758	2 130	13 082	14 379	1 297	9,0%	28 758
<i>LV Networks</i>	-	2 443	2 443	75	588	1 222	634	51,9%	2 443
Water Supply Infrastructure	-	19 710	19 710	1 700	8 918	9 855	937	9,5%	19 710
Sanitation Infrastructure	-	13 262	13 262	1 258	7 240	6 631	(609)	-9,2%	13 262
<i>Waste Water Treatment Works</i>		13 262	13 262	1 258	7 240	6 631	(609)	-9,2%	13 262
Solid Waste Infrastructure	-	3 691	3 691	154	865	1 846	981	53,1%	3 691
<i>Landfill Sites</i>	-	82	82	2	23	41	18	44,7%	82
<i>Waste Transfer Stations</i>	-	1 450	1 450	1	156	725	569	78,5%	1 450
<i>Waste Processing Facilities</i>	-	836	836	34	173	418	245	58,6%	836
<i>Waste Drop-off Points</i>	-	1 065	1 065	114	510	532	23	4,3%	1 065
<i>Waste Separation Facilities</i>	-	258	258	3	3	129	126	97,3%	258
Coastal Infrastructure	-	216	216	3	3	108	105	96,8%	216
Information and Communication Infrastructure	-	42	42	-	-	21	21	100,0%	42
<b>Community Assets</b>	-	44 758	45 992	4 107	20 950	22 996	2 047	8,9%	45 992
Community Facilities	-	37 242	38 388	3 528	18 266	19 194	928	4,8%	38 388
<i>Halls</i>		4 885	4 885	442	2 484	2 443	(41)	-1,7%	4 885
<i>Fire/Ambulance Stations</i>	-	385	385	28	155	193	37	19,3%	385
<i>Testing Stations</i>	-	124	124	0	31	62	31	50,5%	124
<i>Libraries</i>		191	191	31	37	95	58	60,7%	191
<i>Cemeteries/Crematoria</i>		1 047	1 047	73	442	523	81	15,5%	1 047
<i>Police</i>		518	515	10	77	257	180	70,1%	515
<i>Parks</i>		27 196	27 196	2 305	13 007	13 598	591	4,3%	27 196
<i>Public Open Space</i>		2 647	3 797	621	1 970	1 899	(71)	-3,8%	3 797
<i>Public Ablution Facilities</i>	-	202	202	15	57	101	44	43,7%	202
Sport and Recreation Facilities	-	7 516	7 604	579	2 684	3 802	1 118	29,4%	7 604
<b>Unimproved Property</b>	-	-	-	-	-	-	-	-	-
<i>Other assets</i>	-	3 410	3 410	81	548	1 705	1 157	67,8%	3 410
<i>Operational Buildings</i>	-	3 373	3 373	81	548	1 687	1 138	67,5%	3 373
<i>Municipal Offices</i>		3 206	3 206	76	525	1 603	1 077	67,2%	3 206
<i>Building Plan Offices</i>	-	129	129	4	23	65	42	64,4%	129
<i>Depots</i>	-	38	38	-	-	19	19	100,0%	38
<i>Housing</i>	-	37	37	-	-	19	19	100,0%	37
<b>Capital Spares</b>	-	-	-	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-
<i>Computer Software and Applications</i>	-	5 925	5 925	14	1 424	2 963	1 539	51,9%	5 925
<b>Unspecified</b>	-	-	-	-	-	-	-	-	-
<i>Computer Equipment</i>	-	2 186	2 186	85	1 024	1 093	69	6,3%	2 186
<i>Furniture and Office Equipment</i>	-	2 811	2 853	80	388	1 426	1 039	72,8%	2 853
<i>Machinery and Equipment</i>	-	-	-	-	-	-	-	-	-
<i>Transport Assets</i>	-	9 914	9 914	1 077	5 387	4 957	(430)	-8,7%	9 914
<b>Land</b>	-	-	-	-	-	-	-	-	-
<i>Zoo's, Marine and Non-biological Animals</i>	-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-
<b>Total Repairs and Maintenance Expenditure</b>	-	210 905	212 182	14 120	81 662	106 141	24 479	23,1%	212 182

## Supporting Table SC13d

WC032 Overstrand - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M06 December

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Depreciation by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	-	117 641	117 641	9 803	58 821	58 821	(0)	0,0%	117 641
Roads Infrastructure	-	33 352	33 352	2 779	16 676	16 676	(0)	0,0%	33 352
<i>Roads</i>	-	33 352	33 352	2 779	16 676	16 676	(0)	0,0%	33 352
Storm water Infrastructure	-	6 899	6 899	575	3 450	3 450	(0)	0,0%	6 899
<i>Storm water Conveyance</i>	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	-	26 537	26 537	2 211	13 268	13 268	(0)	0,0%	26 537
<i>HV Transmission Conductors</i>	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	-	28 591	28 591	2 383	14 296	14 296	-	-	28 591
<i>Water Treatment Works</i>	-	-	-	-	-	-	-	-	-
<i>Distribution</i>	-	28 591	28 591	2 383	14 296	14 296	-	-	28 591
Sanitation Infrastructure	-	19 694	19 694	1 641	9 847	9 847	(0)	0,0%	19 694
<i>Reticulation</i>	-	-	-	-	-	-	-	-	-
<i>Waste Water Treatment Works</i>	-	19 694	19 694	1 641	9 847	9 847	(0)	0,0%	19 694
Solid Waste Infrastructure	-	2 569	2 569	214	1 284	1 284	0	0,0%	2 569
<i>Waste Transfer Stations</i>	-	-	-	-	-	-	-	-	-
<b>Community Assets</b>	-	15 899	15 899	1 325	7 949	7 949	(0)	0,0%	15 899
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-
<i>Outdoor Facilities</i>	-	-	-	-	-	-	-	-	-
<b>Unimproved Property</b>	-	-	-	-	-	-	-	-	-
<i>Other assets</i>	-	-	-	-	-	-	-	-	-
<b>Capital Spares</b>	-	-	-	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-
Intangible Assets	-	570	570	47	285	285	(0)	0,0%	570
<i>Effluent Licenses</i>	-	-	-	-	-	-	-	-	-
<b>Unspecified</b>	-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>	-	-	-	-	-	-	-	-	-
<b>Furniture and Office Equipment</b>	-	1 771	1 771	148	886	886	-	-	1 771
<b>Machinery and Equipment</b>	-	663	663	55	318	318	-	-	663
<b>Transport Assets</b>	-	5 333	5 333	444	2 666	2 666	(0)	0,0%	5 333
<b>Land</b>	-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-
<b>Total Depreciation</b>	-	141 877	141 877	11 823	70 925	70 925	(0)	0,0%	141 877

## Supporting Table SC13e

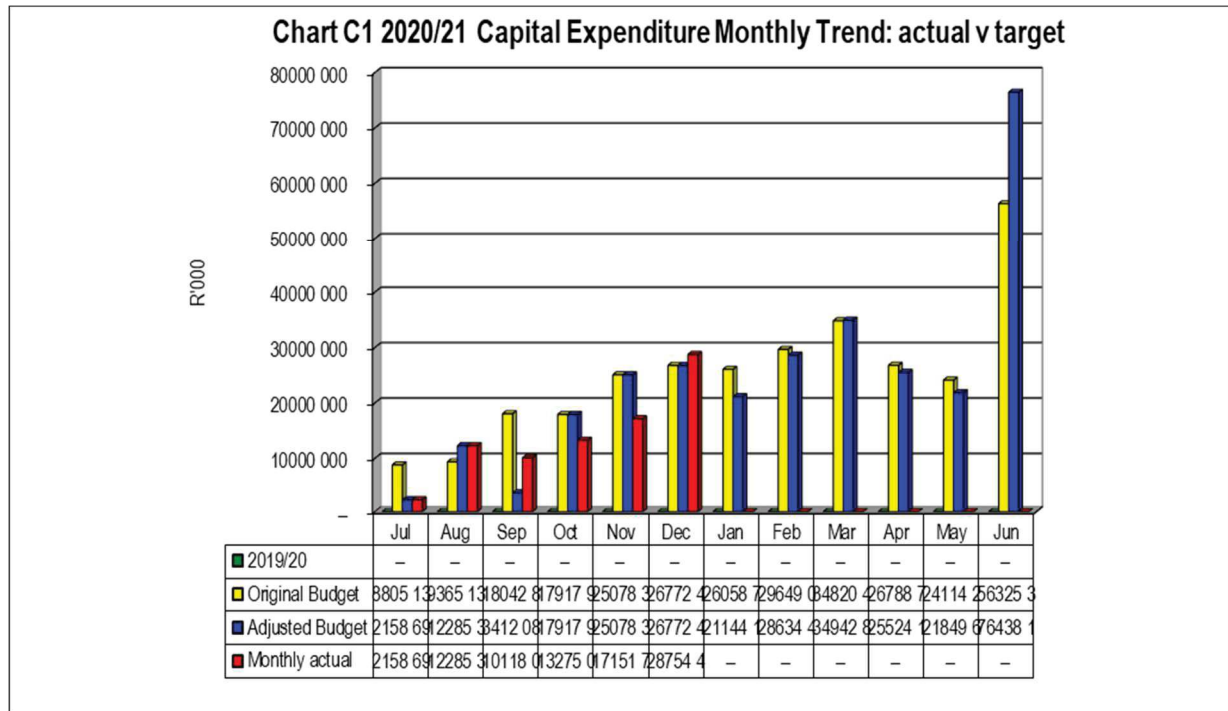
WC032 Overstrand - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - M06 December

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<b>Capital expenditure on upgrading of existing assets by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	-	50 206	50 206	1 724	4 216	12 759	8 542	67,0%	50 206
Roads Infrastructure	-	200	200	-	-	24	24	100,0%	200
<i>Roads</i>	-	200	200	-	-	24	24	100,0%	200
Storm water Infrastructure	-	13 057	13 057	324	2 143	3 152	1 009	32,0%	13 057
<i>Drainage Collection</i>	-	-	-	-	-	-	-	-	-
<i>Storm water Conveyance</i>	-	13 057	13 057	324	2 143	3 152	1 009	32,0%	13 057
<i>Attenuation</i>	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	-	7 350	7 350	-	-	3 675	3 675	100,0%	7 350
<i>MV Networks</i>	-	7 350	7 350	-	-	3 675	3 675	100,0%	7 350
Water Supply Infrastructure	-	2 500	2 500	95	95	833	738	88,6%	2 500
<i>Distribution</i>	-	2 500	2 500	95	95	833	738	88,6%	2 500
Sanitation Infrastructure	-	23 138	23 138	1 281	1 777	3 719	1 942	52,2%	23 138
<i>Pump Station</i>	-	8 520	8 520	1 189	1 198	1 485	287	19,4%	8 520
<i>Reticulation</i>	-	9 218	9 218	93	521	1 489	968	65,0%	9 218
<i>Waste Water Treatment Works</i>	-	5 400	5 400	-	59	745	686	92,1%	5 400
<i>Outfall Sewers</i>	-	-	-	-	-	-	-	-	-
<i>Toilet Facilities</i>	-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure	-	3 960	3 960	24	201	1 355	1 154	85,2%	3 960
<i>Landfill Sites</i>	-	2 500	2 500	24	201	625	424	67,9%	2 500
<i>Waste Transfer Stations</i>	-	1 460	1 460	-	-	730	730	100,0%	1 460
<b>Community Assets</b>	-	12 479	12 479	524	5 423	4 610	(813)	-17,6%	12 479
Community Facilities	-	976	976	25	478	296	(182)	-61,4%	976
<i>Parks</i>	-	340	340	-	-	-	-	-	340
<i>Public Open Space</i>	-	540	540	25	469	270	(199)	-73,5%	540
<i>Public Ablution Facilities</i>	-	70	70	-	9	-	(9)	#DIV/0!	70
<i>Taxi Ranks/Bus Terminals</i>	-	26	26	-	-	26	26	100,0%	26
Sport and Recreation Facilities	-	11 503	11 503	498	4 945	4 314	(631)	-14,6%	11 503
Heritage assets	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
<b>Unimproved Property</b>	-	-	-	-	-	-	-	-	-
<i>Other assets</i>	-	-	-	-	-	-	-	-	-
<b>Capital Spares</b>	-	-	-	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-
<b>Unspecified</b>	-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>	-	-	-	-	-	-	-	-	-
<b>Furniture and Office Equipment</b>	-	-	-	-	-	-	-	-	-
<b>Machinery and Equipment</b>	-	-	-	-	-	-	-	-	-
<b>Transport Assets</b>	-	-	-	-	-	-	-	-	-
<b>Land</b>	-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on upgrading of e</b>	-	62 684	62 684	2 248	9 639	17 368	7 729	44,5%	62 684

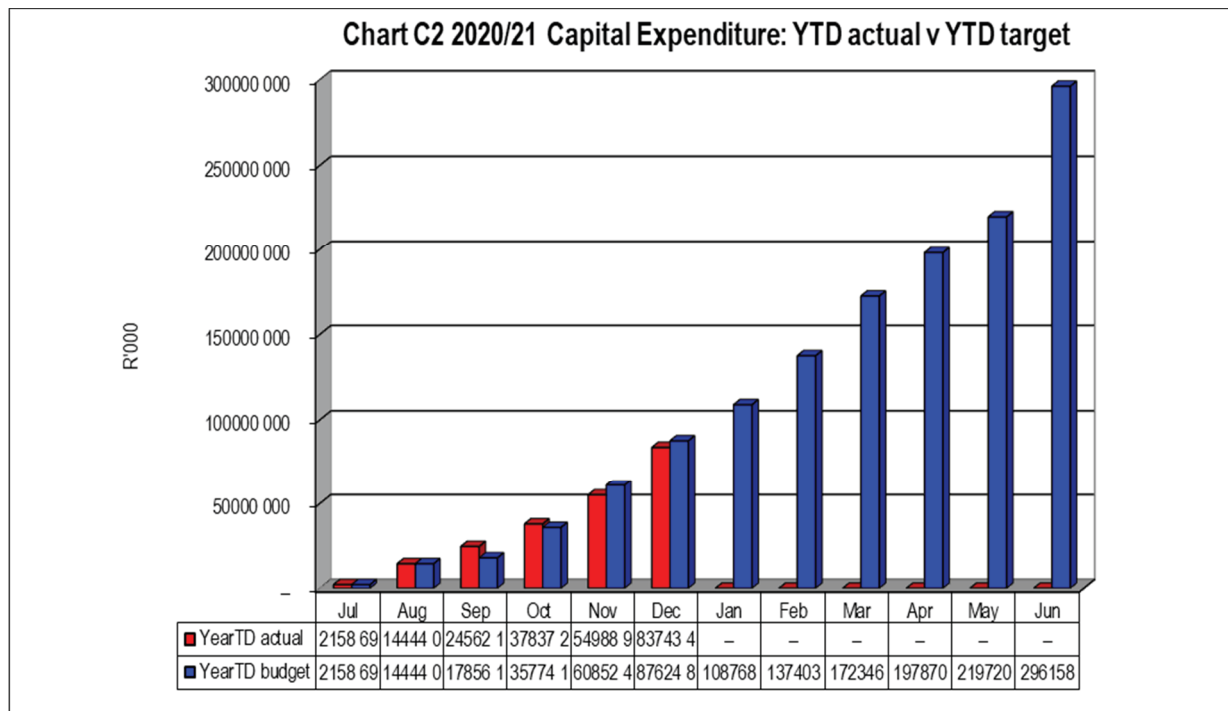
Other supporting documentation

Section 71 charts

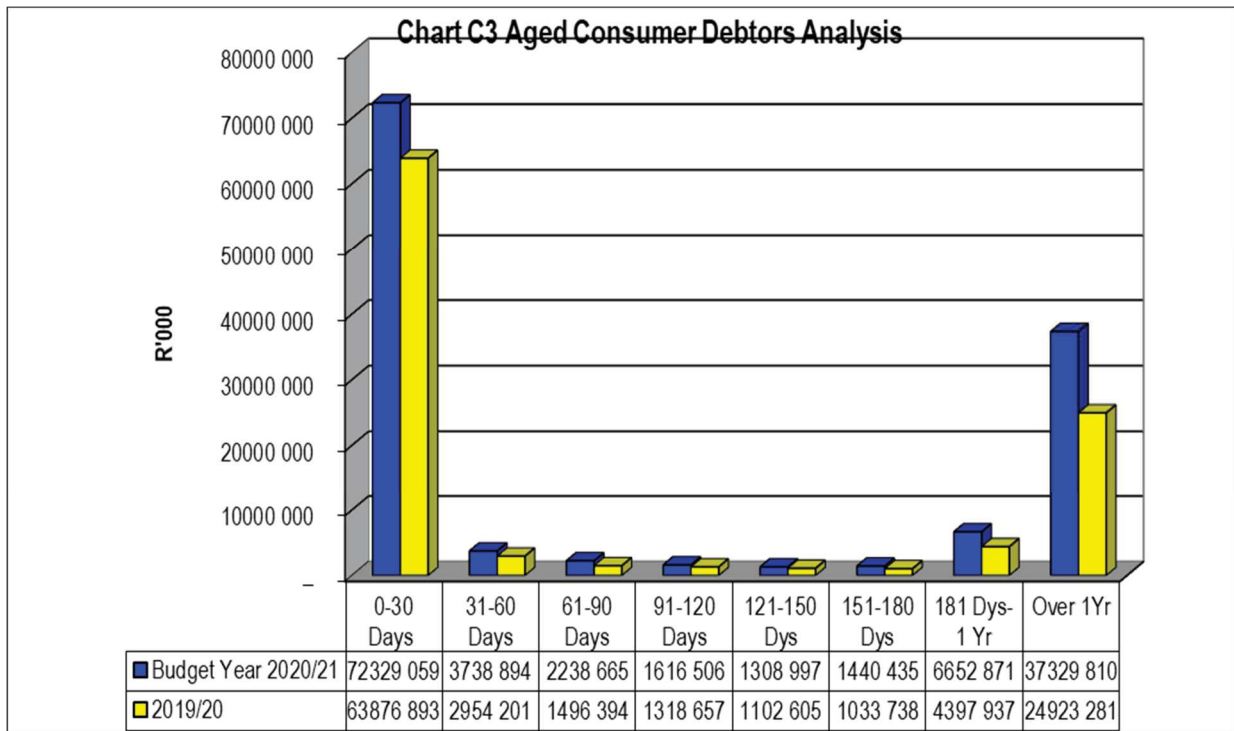
Capital expenditure monthly trend - actual vs target



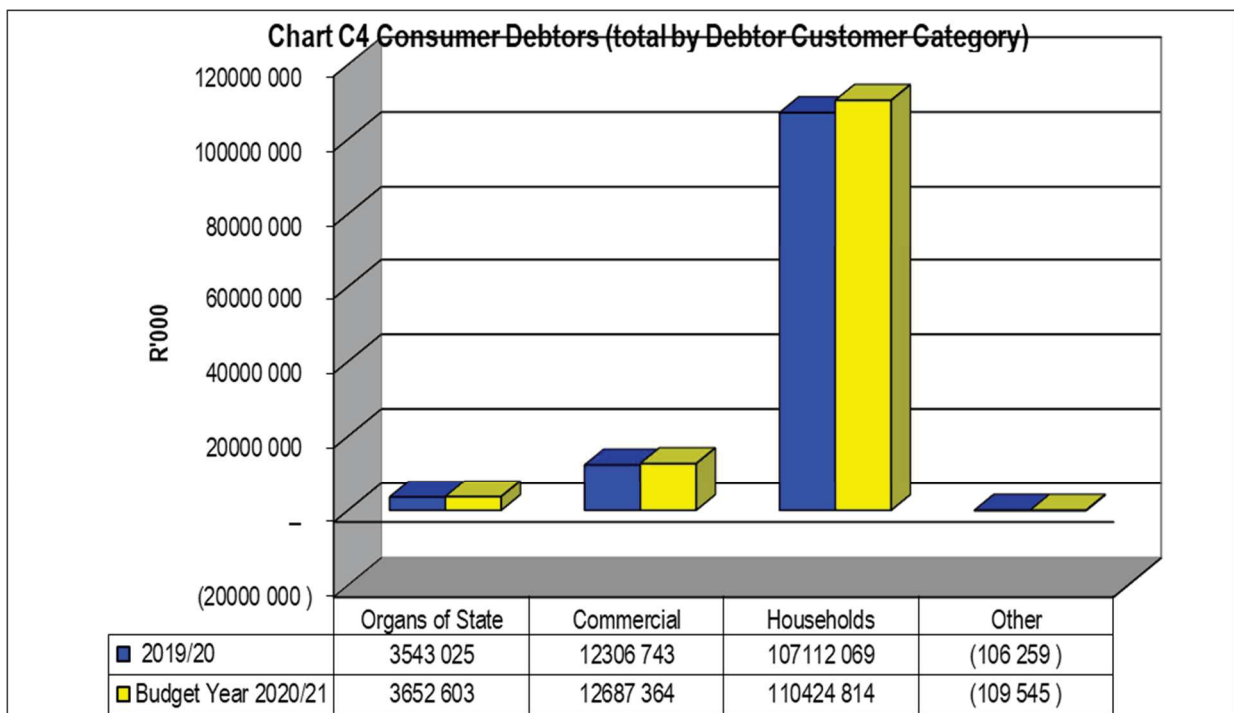
Capital expenditure – YTD actual vs YTD trend



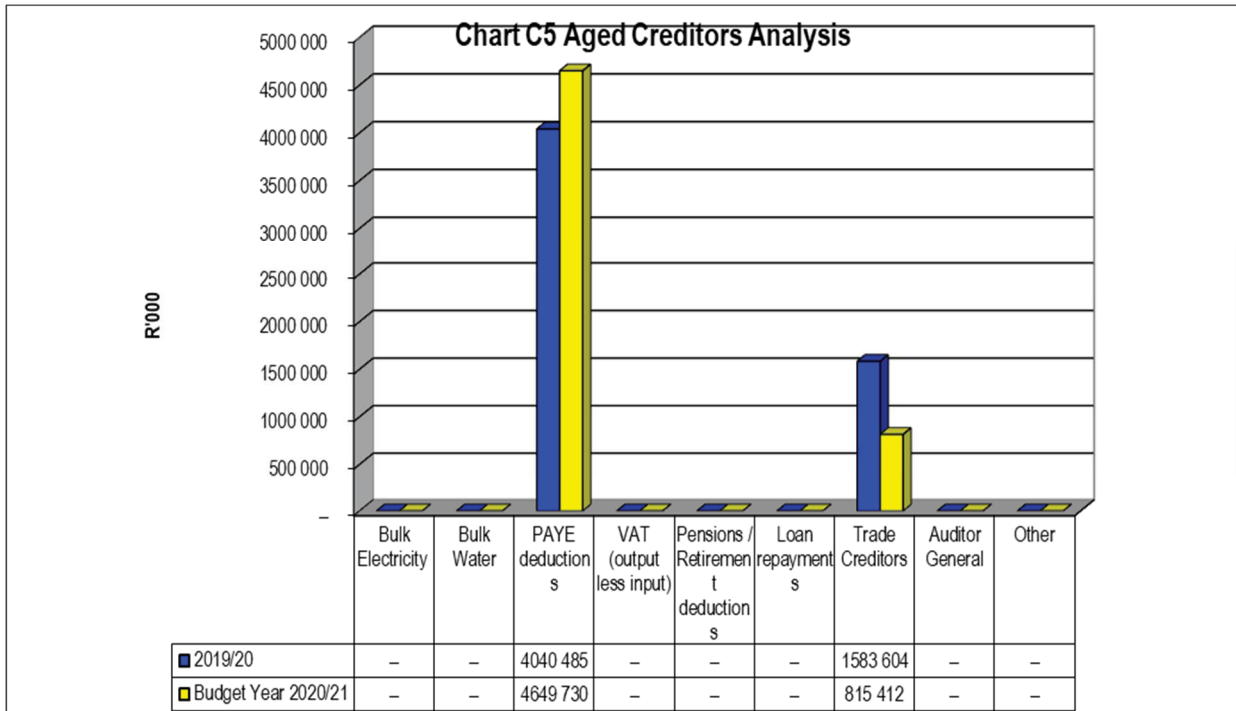
**Debtors Age Analysis**



**Debtors by Type**



**Creditor Payments**



**Municipal manager's quality certification**


I, DGI O'Neill, the Municipal Manager of Overstrand Municipality, hereby certify that the –

- Quarterly Budget Report

for the period ending December 2020 has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name: DGI O'Neill

Municipal Manager of Overstrand Municipality (WC032)

Signature:   
\_\_\_\_\_

Date: 20 January 2021  
\_\_\_\_\_

**ANNEXURE B****EXECUTIVE MAYOR'S SPECIAL FUND****Status report in terms of paragraph 7 of the policy**

The Executive Mayor must report to Council on a quarterly basis in respect of the status of the Fund, including amounts withdrawn, the names of the beneficiaries and any donations received.

<b>Opening Balance 01/07/2020</b>		<b>R39 720.89</b>
<b>Add: Overstrand Budget Allocation 2020/2021</b>		<b>R0.00</b>
<b>Donations received:</b>		
Quarter 1	Donations received	200.00
Quarter 2	Donations received	200.00
Quarter 3		
Quarter 4		
		<b>R400.00</b>
<b>Amount withdrawn:</b>		
Quarter 1	Donations granted	0.00
Quarter 2	Donations granted	0.00
Quarter 3		
Quarter 4		
		<b>R0.00</b>
<b>Closing Balance 31 December 2020</b>		<b><u>R40 120.89</u></b>



<b><u>OVERSTRAND MUNICIPALITY - REPORTING ON THE MUNICIPAL COST CONTAINMENT REGULATIONS, 2019</u></b> <b><u>DECEMBER 2020</u></b>
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**Council is herewith informed of the status regarding implementation of the Cost Containment Regulations**

The Municipal Cost Containment Regulations were published on 07 June 2019, with effective date 01 July 2019.

The previous reports to Council (June 2019) addressed the administrative process in anticipation of the regulations. These considerations were based on MFMA Circular No. 82 Cost Containment Measures (Updated November 2016).

Subsequent to the regulations being gazetted, National Treasury issued MFMA Circular No 97 - Cost Containment Measures on 31 July 2019. This circular advises regarding proposed formats for reporting on budgets, expenditure and savings as addressed in the regulations.

Save for revised input pertaining to the consideration of Public Transport in Regulation 7(6)(b), included in changes as approved by council to the Overstrand Travel & Subsistence Policy in consideration of Public Transport, the bulk of the cost containment measures have been captured in various of our Budget related Council Policies. The before-mentioned been considered and updated with the annual revision of policies. The Overstrand Cost Containment Policy was approved by Council on 27 May 2020.

Of importance to note is that the Budget Steering Committee gave effect to stringent cost containment restrictions over the past three years, in terms of the budget policy guidance, to advise Council in this regard.

Templates have furthermore been implemented to guide decision making regarding use of consultants and feasibility considerations.

The administration gave further effect in implementing the regulations and this is being attended to on a continuous basis, applying the stipulations of Budget directives and Budget related policies.

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## ANNEXURE C 2/3

**Cost Containment In-Year Report (\*\* IMPORTANT - Please note that the unspent amounts will be indicated under savings for the year after Q4, in view of the comments relating to Q1, Q2 and Q3, which state as follows (refer below):**

*“Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented”*)

	<b>Budget</b>	<b>Q1 (Actual)</b>	<b>Q2 (Actual)</b>	<b>Q3</b>	<b>Q4</b>	<b>Savings</b>
<b>Measures</b>	<b><u>R</u></b>	<b><u>R</u></b>	<b><u>R</u></b>	<b><u>R</u></b>	<b><u>R</u></b>	<b><u>R</u></b>
Use of Consultants	36 041 476	2 699 348	6 785 501			1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented
Vehicles used for political office-bearers	0	0	0			No Vehicles purchased or planned to purchase vehicles for this purpose in current financial period.
Travel & subsistence: (Please note that deviations from Budgeted amounts also relate to the new normal in terms of scaled down traveling due to virtual meetings, inclusive of a decrease in accommodation costs, Registration Fees w.r.t. conferences, etc.)	649 555	25 891	89 565			1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented
Domestic accommodation: (Please note that deviations from Budgeted amounts also relate to the new normal in terms of scaled down traveling due to virtual meetings, inclusive of a decrease in accommodation costs, Registration Fees w.r.t. conferences, etc.)	412 573	500	3 544			1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented

## ANNEXURE C 3/3

Sponsorships, events and catering	967 843	7 802	138 172			1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented
Communication	6 940 479	829 054	1 235 756			1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented
Other related expenditure items	0	0	0			1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented
<b>Total</b>	<b>45 011 926</b>	<b>3 562 595</b>	<b>8 252 539</b>			

## MUNICIPAL REGULATIONS ON A STANDARD CHART OF ACCOUNTS (mSCOA): POST IMPLEMENTATION STATUS OF mSCOA PROJECT - DECEMBER 2020

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### 1. Executive Summary

**The purpose of this submission to Council is to:**

1. Inform Council on specific initiatives to date by National Treasury to enable a full and complete understanding of the scope and extent of the SCOA implementation as applicable to all municipalities and municipal entities;
2. Report to Council on progress made to date with the implementation of mSCOA at the Overstrand Municipality since the previous report to Council.
3. Maintain an on-going awareness of specific mSCOA initiatives in the Overstrand Municipality; and
4. Considerations on the way forward with the core financial system, being Samras Classic, currently in use by the Overstrand Municipality.

A comprehensive supplementary report in this regard, providing the necessary detail with regard to background and historic information over the past number of years for this National Treasury project, was also included up to 31 December 2019, as part of the reporting to Council.

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### **Updated status - Quarter 2 (December 2020)**

mSCOA Project Governance and Management: Bytes Systems Integration (Solvem) and engagements (Samras Financial System)

Overstrand Municipality received correspondence on 31 December 2020 from the service provider (Bytes Systems Integration) for the financial system currently in use (SAMRAS), inclusive of the following notification to National Treasury:

“his letter serves to advise that the service provider for the SAMRAS system has changed from Altron TMT (Pty) Ltd to Solvem Consulting (Pty) Ltd. The effective date of the business transfer is the 1 December 2020. The transfer of the resources will be the 1 January 2021. The SAMRAS product and service offerings remain the same. The full resource team transfers in a section 197 process and hence continuity of service will be uninterrupted to our current clients.

Council and the administration will thus still find reference to Bytes Systems Integration in documentation providing background/historic context. This development will be closely monitored and any important matters impacting on the Overstrand contract, service rendering levels, etc. will be reported to Council, with the continuation of this quarterly report, due to the process not leading to a close-out report in the near future.

In terms of the reporting of activities over the past quarter, the following update applies: The previous Usergroup meeting was hosted by George Municipality on 4-5 March 2020. The next meeting (Virtual meetings) was scheduled for 14-15 October 2020, which opportunity enabled the municipalities to obtain feedback from the service provider with regard to progress made with development of the respective Web

## ANNEXURE D 2/2

Modules, as well as updates from these municipal sites where specific web module testing is currently underway.

No feedback or progress regarding the outcome of the audit of ERP mSCOA Systems to be undertaken by National Treasury, as previously advised by them (Scheduled for 2019, postponed later to 2020), has been received up to date.

National Treasury issued the following Circulars and guidance relating to mSCOA from March to December 2020:

*Municipal Budget Circular for the 2020/21 MTREF - 09 March 2020: Section 7. Municipal Chart of Accounts (mSCOA)*

The Draft and Final budgets were compiled according to the latest chart available on the financial system

[mSCOA Segment Detail - \(Adjusted Version 6.4 - 27 Feb 2020\) for implementation 2020/21](#)

[mSCOA Segment Detail - \(Final Version 6.4 - 6 Dec 2019\) for implementation 2020/21 MTREF](#)

[mSCOA Segment Detail - \(DRAFT Version 6.4 - 5 Nov 2019\) for implementation 2020/21 MTREF](#)

As mentioned in this circular, ‘*challenges to populate the detail of cash payments will be addressed through chart amendments in version 6.5 of the chart*’.

Furthermore, we also await the linking relating to cash flow in term of: ‘*National Treasury will share the linking of A1 Schedule Budget Tables SA30 and A7 to the mSCOA chart items to ensure that the cash flow information is populated correctly with municipalities and system vendors*’ *Guidance has now been provided in Circulars 10 & 11*

*Municipal SCOA Circular No. 7 - 02 March 2020: Guide on Construction Work in Progress (CWIP)*

The principles stated in this circular were implemented during the 2019/2020 General Adjustments Budget, which served before Council on 26 February 2020 and was carried forward into the 2020/2021 Budget Cycle

*Municipal SCOA Circular No. 8 - 24 April 2020: Guidance on Virement Policies for Municipalities*

The guidance in this circular already forms an integral part of Overstrand municipality’s Virement Policy.

*Municipal SCOA Circular No. 9 - 09 June 2020: Reporting on COVID-19 using the mSCOA chart*

The principle of Typical Workstream Projects relating to COVID-19 was implemented for the Special Adjustments Budget in June 2020, notwithstanding that is circular was issued on the same day that the Special Adjustments Budget was submitted to be tabled in Council.

Municipal SCOA Circular No. 10 – 14 October 2020: Cash Flow Guidance

This circular is to provide further guidance to municipalities on the correct use of the municipal standard chart of accounts (mSCOA) data strings to populate the cash flows tables in Schedules A, B and C of the Municipal Budget Reporting Regulations (MBRR) To ensure that the MBRR cash flow tables (A7, SA30, B7 and C7) are linked correctly to the mSCOA data strings.

National Treasury corrected the linkages in the segment item: asset and liabilities.

Municipal SCOA Circular No. 11 – 4 December 2020: Guidance on the use of the Fund Segment

The purpose of this circular is to provide guidance to municipalities on the use of the Fund segment.

Following the guidance provided in Circular 10, the following cash flow issues still had to be corrected and/or clarified:

- The recording of unallocated deposits;
- The duplication of capital assets other expenditure (trade and other payables – payables and accruals);
- The linking of construction Work-In-Progress (CWIP) to capital assets in Table A9 of the A1 Schedule;
- The linking of advance payments and retentions to the cash flow tables;
- The distinction of and payment between Inventory, Contracted Services and Other Expenditure line items not specifically listed under Liabilities in the mSCOA chart; and
- The linking of Income tax receivable, Income tax payables, Value Added Tax (VAT) receivable, VAT payable, Accrued interest on receivables to cash flow/payments.