



QUARTERLY BUDGET REPORT

JUNE 2021

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



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SPECIAL MEETING OF THE COUNCIL

SPESIALE VERGADERING VAN DIE RAAD

INTLANGANISO EKHETHEKILEYO YEBHUNGA

MINUTES / NOTULE /

IMIZUZU

DATE / DATUM / UMHLA : 28 JULY / JULIE / JULAYI 2021
VIRTUAL

TIME / TYD / IXESHA : 11:00

OVERSTRAND

MUNICIPALITY / MUNISIPALITEIT / U-MASIPALA

MINUTES OF A SPECIAL MEETING OF THE COUNCIL HELD BY MEANS OF A VIRTUAL PLATFORM ON 28 JULY 2021, AT 11:00

PRESENT: Councillors were present as per attached attendance register.

OFFICIALS PRESENT: Mr D O'Neill, Municipal Manager
Ms D Arrison, Director : Management Services
Mr N Michaels, Director : Protection Services
Ms S Reyneke-Naudé, Director : Finance
Mr R Williams, Director : Community Services
Mr S Müller, Director : Infrastructure & Planning
Mr C Le Roux, Deputy Director : Finance
Mr B King, Senior Manager : Financial Services
Ms R Louw, Senior Manager : Strategic Services
Ms N Zweni, Manager : Communication
Mr C Roets, Manager : Contracts & Logistics
Mr R Marinus, Chief Administrator : Contracts, Tenders & Projects
Mr D Lakey, Senior Manager : Kleinmond Administration
Ms H van Tonder, Manager : Council Support Services
Ms M Moolman, Senior Administration Officer
Ms S Swart, Administrative Officer : Council Support Services

MINUTES/....

OVERSTRAND MUNICIPALITY
ATTENDANCE REGISTER

SPECIAL COUNCIL MEETING
28 JULY 2021

ALDERMEN/COUNCILLORS	SIGNATURE
AFRICA, F	✓
BOTHA, D	✓
BRICE, KD	✓
COETSEE, A	✓
COETZEE, DP	✓
COHEN, G	✓
DE CONING, CA	✓
GILLION, E	✓
KALOLO, SV	✓
KOMANI, AS	✓
KRIGE, F	✓
NQINATA, NNT	✓
MHANA, M	Apology
MAY, C	✓
MOLEFE, B	✓
MORGAN, H	✓
MSWELI, X	✓
NTSABO, L	✓
NUTT, R	✓
ORBAN, J	✓
PUNGUPUNGU, V	✓
RESANDT, C	✓
SAPEPA, NM	✓
TAFU-NWONKWO, CC	✓
TEBELE, S	✓

Swart

4.9**BUDGET REPORT FOR THE QUARTER ENDED JUNE 2021**

**(ITEM 14, PAGE 575 : SPECIAL MAYORAL COMMITTEE MEETING :
28 JULY 2021)**

RESOLVED (SUPPORTED BY 24 COUNCILLORS):

that the budget report for the quarter ended June 2021, 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**

4.10

SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN (SDBIP)**FOURTH QUARTERLY REPORT: APRIL - JUNE 2021**

**(ITEM 15, PAGE 621 : SPECIAL MAYORAL COMMITTEE MEETING :
28 JULY 2021)**

RESOLVED (SUPPORTED BY 24 COUNCILLORS):

1. that the content of the report for the fourth quarter of the 2020/2021 financial year on the top level Service Delivery and Budget Implementation Plan **be noted**; and
2. that the amendments to the Departmental and Top layer SDBIP for the fourth quarter of the 2020/21 financial year **be approved**.

RESPONSIBLE OFFICIAL :**RG LOUW****TARGET DATE FOR IMPLEMENTATION :****TO BE NOTED**

BUDGET REPORT FOR THE QUARTER ENDED JUNE 2021

5/1/12-2020/2021

BA King

Senior Manager: Financial Services

21 June 2021

(028) 313 8154

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 the Special Mayoral Committee Meeting:
28 July 2021**

The Cost Containment Regulations, 2019 report, attached as Annexure C, represents the status up to the end of June 2021 (Quarter 4).

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 June 2021

Annexure B: Executive Mayor's special fund – June 2021

Annexure C: Status report on the Cost Containment Regulations, 2019 – June 2021

Annexure D: Municipal Regulations on the Standard Chart of Accounts (mSCOA): Post Implementation Status of the mSCOA Project – June 2021

RECOMMENDATION TO THE COUNCIL:

that the budget report for the quarter ended June 2021, 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

JUNE 2021

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,
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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 fourth quarter ended 30 June 2021 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 identified up till 30 June 2021. 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 fourth quarter's financial position.

YTD Actual operating revenue at the end of the fourth quarter for 2020/2021 is at 101.26% of the budgeted revenue of R1.3bn. The expenditure reflects spending of 95.66% against the budgeted expenditure of R1.361bn.

YTD Capital expenditure at the end of June 2021 amounts to R233.3m, or 83.30% of the amended budget of R280m. Refer to the table on page 28 for the implementation status of the Top 10 Capital Projects.

A 3rd & 4th Adjustments Budget was tabled during this quarter relating to proposals emanating from the additional grant revenue that has become available and proposals emanating from the approval of unforeseen and unavoidable expenditure.

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 100,41% at the end of June 2021.

The positive cash flow remains stable and is above the budgeted performance due to delays experienced with implementing capital projects during the current national lockdown, resulting in increased cash and cash equivalents.

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 June 2021, 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 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 intermittent international travel permitted. The resurgence of COVID-19 in November 2020 and the official announcement of the second wave and further more stringent lockdown measures had an impact on the holiday season. As of now we are amidst a 3rd wave resurgence of Covid-19.

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 100,41% at the end of June 2021. The financial impact of COVID-19 is being closely monitored.

It should be noted that all information contained in this report reflects the preliminary financial results for 2020/2021. This report has been updated with the latest available financial information since the publishing of the Monthly Budget Statement for June 2021, but further year-end transactions still have to be processed which could influence the final outcome. The final figures will be available after the completion of the Annual Financial Statements for audit.

Revenue by Source

The Year-to-Date actual operating revenue is 101.26% of the budgeted revenue for 2020/2021. Revenue from Electricity, which is the largest source of revenue, reflects R9.4m above the budgeted revenue. Revenue from Property Rates, Water, Sewage and Waste Management reflects R2m, R3.3m, R7.9m and R2.7m respectively above the budgeted revenue.

Borrowings

The balance of borrowings amounts to R484.4m at the end of June 2021.

Operating expenditure by vote & type

The Year-to-date actual operating expenditure is 95.66% of the budgeted expenditure for 2020/2021. Some cost saving efficiencies has been achieved and this includes preliminary savings on the salary budget reflected at R4,3m and R21,3m on contracted services as well as R3,6m on other materials and R25,7m on other expenditure. These savings are the result of practising financial discipline and adhering to cost containment measures operating in a context of radical uncertainty raised by the COVID-19 crisis. These figures are still subject to change pending further year-end transactions to be processed which could influence the final outcome.

Capital expenditure

The YTD Capital expenditure amounts to R233.3m or 83.3% of the adjusted budget of R280m. An amount of R37 458 302 (13.4% of the capital budget) was identified as roll over projects to the 2021/2022 financial year. These figures are subject to change with the finalisation of year end processes.

Cash flows

The municipality started the year with a positive cash balance of R653.8 million. The June closing balance is R612.7 million. Refer to Supporting Table SC9 for more details on the cash position.

Allocations received (National & Provincial Grants)

No Grants received during June 2021.

Spending on Grants

YTD Spending on grants amounts to R126.1m at the end of June 2021 which includes FMG, EPWP, MIG, INEP, Provincial Library Grant, Public Transport Non-Motorised Infrastructure Grant, Resource funding for the establishment & support of K9 Unit, Provincial Housing Grant – Construction Contracts & DBSA Capital Grant.

Material variances

The table below summarises variances for projected revenue and expenditure.

WC032 Overstrand - Supporting Table SC1 Material variance explanations - Q4 Fourth Quarter			
Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
<u>Revenue By Source</u>	1.26%	Preliminary outcome for 2020/2021	
<u>Expenditure By Type</u>	-4.34%	Preliminary outcome for 2020/2021	
<u>Capital Expenditure</u>	-16.70%	Preliminary outcome for 2020/2021	
<u>Financial Position</u>			
In order			
<u>Cash Flow</u>			
In order			

Total Revenue (including capital grants)

R thousand	Amended Budget	YearTD actual	% of Budget Received/Spent
Revenue	1,347,308	1,361,111	101.02%
Expenditure	1,360,559	1,301,488	95.66%
Surplus / (Deficit)	(13,251)	59,623	
Capital	280,086	233,308	83.30%

Total Revenue (excluding capital grants)

R thousand	Amended Budget	YearTD actual	% of Budget Received/Spent
Revenue	1,300,392	1,316,741	101.26%
Expenditure	1,360,559	1,301,488	95.66%
Surplus / (Deficit)	(60,166)	15,253	
Capital	280,086	233,308	83.30%

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 - Q4 Fourth Quarter

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									
Financial Performance									
Property rates	240,914	262,551	259,241	–	261,222	259,241	1,981	1%	259,241
Service charges	699,549	663,209	710,209	–	733,498	710,209	23,290	3%	710,209
Investment revenue	48,146	31,400	26,400	–	30,504	26,400	4,104	16%	26,400
Transfers and subsidies	123,140	131,840	150,774	–	147,765	150,774	(3,009)	-2%	150,774
Other own revenue	178,526	166,185	153,768	–	143,751	153,768	(10,017)	-7%	153,768
Total Revenue (excluding capital transfers and contributions)	1,290,276	1,255,185	1,300,392	–	1,316,741	1,300,392	16,348	1%	1,300,392
Employee costs	382,527	435,325	429,242	–	425,629	429,242	(3,613)	-1%	429,242
Remuneration of Councillors	11,282	11,896	11,896	–	11,219	11,896	(678)	-6%	11,896
Depreciation & asset impairment	134,541	141,877	141,877	–	141,877	141,877	–		141,877
Finance charges	46,570	51,482	48,982	–	48,917	48,982	(65)	-0%	48,982
Materials and bulk purchases	320,786	317,828	350,783	–	343,210	350,783	(7,573)	-2%	350,783
Transfers and subsidies	560	11,610	8,680	–	8,651	8,680	(29)	-0%	8,680
Other expenditure	292,933	371,993	369,098	–	321,986	369,098	(47,112)	-13%	369,098
Total Expenditure	1,189,200	1,342,010	1,360,559	–	1,301,488	1,360,559	(59,071)	-4%	1,360,559
Surplus/(Deficit)	101,076	(86,825)	(60,166)	–	15,253	(60,166)	75,419	-125%	(60,166)
Transfers and subsidies - capital (monetary al	37,392	30,619	37,228	–	37,219	37,228	(9)	-0%	37,228
Contributions & Contributed assets	3,730	1,688	9,688	–	7,151	9,688	(2,537)	-26%	9,688
Surplus/(Deficit) after capital transfers & contributions	142,197	(54,518)	(13,251)	–	59,623	(13,251)	72,874	-550%	(13,251)
Surplus/ (Deficit) for the year	142,197	(54,518)	(13,251)	–	59,623	(13,251)	72,874	-550%	(13,251)
Capital expenditure & funds sources									
Capital expenditure	211,056	303,738	280,086	–	233,308	280,086	(46,778)	-17%	280,086
Capital transfers recognised	117,493	86,516	84,523	–	88,652	84,523	4,128	5%	84,523
	3,730	–	–	–	–	–	–		–
Borrowing	50,476	92,949	75,228	–	42,866	75,228	(32,363)	-43%	75,228
Internally generated funds	39,358	124,274	120,335	–	101,791	120,335	(18,544)	-15%	120,335
Total sources of capital funds	211,056	303,738	280,086	–	233,308	280,086	(46,778)	-17%	280,086
Financial position									
Total current assets	810,947	614,227	679,147		774,069				679,147
Total non current assets	3,798,429	3,982,468	3,954,561		3,897,624				3,954,561
Total current liabilities	294,941	254,715	250,272		283,745				250,272
Total non current liabilities	640,732	687,245	687,386		656,682				687,386
Community wealth/Equity	3,673,703	3,654,735	3,696,050		3,731,266				3,696,050
Cash flows									
Net cash from (used) operating	319,091	198,066	174,635	–	165,830	165,830	–		174,635
Net cash from (used) investing	(212,740)	(304,307)	(285,056)	–	(238,285)	(238,285)	–		(285,056)
Net cash from (used) financing	14,275	6,626	6,737	–	31,364	31,364	–		6,737
Cash/cash equivalents at the month/year end	653,813	485,812	550,129	–	612,723	612,723	–		550,129
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	71,751	2,455	1,742	1,643	1,373	1,296	6,862	41,222	128,345
Creditors Age Analysis									
Total Creditors	4,759	–	–	–	–	–	–	–	4,759

Table C2: Monthly Budget Statement – Financial Performance (standard classification)**WC032 Overstrand - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Q4 Fourth Quarter**

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									
Revenue - Functional									
<i>Governance and administration</i>	347,612	336,136	358,170	–	355,479	358,170	(2,690)	-1%	358,170
Executive and council	30,254	17,821	39,281	–	38,914	39,281	(367)	-1%	39,281
Finance and administration	317,322	318,315	318,889	–	316,565	318,889	(2,324)	-1%	318,889
Internal audit	36	–	–	–	–	–	–		–
<i>Community and public safety</i>	164,043	148,846	144,111	–	139,063	144,111	(5,048)	-4%	144,111
Community and social services	8,071	8,185	8,217	–	8,291	8,217	74	1%	8,217
Sport and recreation	18,801	10,262	13,549	–	14,136	13,549	587	4%	13,549
Public safety	32,801	39,830	48,262	–	44,668	48,262	(3,593)	-7%	48,262
Housing	104,370	90,568	74,083	–	71,967	74,083	(2,116)	-3%	74,083
<i>Economic and environmental services</i>	15,503	10,065	17,195	–	18,132	17,195	937	5%	17,195
Planning and development	8,315	9,788	13,182	–	13,734	13,182	552	4%	13,182
Road transport	7,166	245	3,982	–	4,365	3,982	384	10%	3,982
Environmental protection	21	32	32	–	32	32	1	3%	32
<i>Trading services</i>	804,239	792,445	827,832	–	848,436	827,832	20,604	2%	827,832
Energy sources	459,980	436,955	472,813	–	482,349	472,813	9,536	2%	472,813
Water management	153,663	150,392	149,955	–	154,167	149,955	4,212	3%	149,955
Waste water management	103,934	114,335	109,827	–	118,145	109,827	8,318	8%	109,827
Waste management	86,662	90,764	95,237	–	93,775	95,237	(1,461)	-2%	95,237
<i>Other</i>	–	–	–	–	–	–	–		–
Total Revenue - Functional	1,331,397	1,287,492	1,347,308	–	1,361,111	1,347,308	13,803	1%	1,347,308
Expenditure - Functional									
<i>Governance and administration</i>	216,164	270,009	266,654	–	245,579	266,654	(21,076)	-8%	266,654
Executive and council	39,624	62,707	61,370	–	59,110	61,370	(2,260)	-4%	61,370
Finance and administration	174,217	203,733	202,317	–	183,651	202,317	(18,666)	-9%	202,317
Internal audit	2,322	3,569	2,968	–	2,817	2,968	(150)	-5%	2,968
<i>Community and public safety</i>	171,527	251,675	239,934	–	214,615	239,934	(25,319)	-11%	239,934
Community and social services	15,216	23,502	25,691	–	22,720	25,691	(2,971)	-12%	25,691
Sport and recreation	44,289	56,586	56,031	–	52,185	56,031	(3,846)	-7%	56,031
Public safety	82,675	119,176	115,830	–	108,748	115,830	(7,083)	-6%	115,830
Housing	29,347	52,410	42,383	–	30,963	42,383	(11,420)	-27%	42,383
<i>Economic and environmental services</i>	156,576	176,095	178,453	–	169,653	178,453	(8,800)	-5%	178,453
Planning and development	39,397	51,179	50,433	–	43,454	50,433	(6,979)	-14%	50,433
Road transport	107,277	108,617	111,862	–	109,869	111,862	(1,993)	-2%	111,862
Environmental protection	9,902	16,298	16,158	–	16,330	16,158	172	1%	16,158
<i>Trading services</i>	641,935	640,514	672,466	–	668,809	672,466	(3,658)	-1%	672,466
Energy sources	366,823	354,355	384,715	–	378,840	384,715	(5,875)	-2%	384,715
Water management	112,899	124,167	121,471	–	110,305	121,471	(11,166)	-9%	121,471
Waste water management	90,406	88,633	94,012	–	107,699	94,012	13,687	15%	94,012
Waste management	71,808	73,358	72,268	–	71,964	72,268	(304)	0%	72,268
<i>Other</i>	2,998	3,719	3,051	–	2,832	3,051	(219)	-7%	3,051
Total Expenditure - Functional	1,189,200	1,342,010	1,360,559	–	1,301,488	1,360,559	(59,071)	-4%	1,360,559
Surplus/ (Deficit) for the year	142,197	(54,518)	(13,251)	–	59,623	(13,251)	72,874	-550%	(13,251)

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) - Q4 Fourth Quarter

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
R thousands									
Revenue by Vote									
Vote 1 - Council & Mayor's Office	30,091	17,732	38,689	–	38,324	38,689	(366)	-0.9%	38,689
Vote 2 - Municipal Manager & Internal Audit	36	–	–	–	–	–	–	–	–
Vote 3 - Management Services	1,189	1,416	3,157	–	3,136	3,157	(21)	-0.7%	3,157
Vote 4 - Finance	300,506	309,162	305,004	–	309,384	305,004	4,381	1.4%	305,004
Vote 5 - Infrastructure & Planning	585,515	539,510	558,883	–	563,066	558,883	4,182	0.7%	558,883
Vote 6 - Protection Services	32,797	39,830	48,375	–	44,782	48,375	(3,593)	-7.4%	48,375
Vote 7 - Economic and Social Development & Tourism	2,914	4,663	7,930	–	5,849	7,930	(2,081)	-26.2%	7,930
Vote 8 - Community Services	378,350	375,179	385,270	–	396,570	385,270	11,300	2.9%	385,270
Total Revenue by Vote	1,331,397	1,287,492	1,347,308	–	1,361,111	1,347,308	13,803	1.0%	1,347,308
Expenditure by Vote									
Vote 1 - Council & Mayor's Office	19,927	35,802	35,754	–	33,688	35,754	(2,066)	-5.8%	35,754
Vote 2 - Municipal Manager & Internal Audit	5,361	7,587	6,832	–	5,942	6,832	(890)	-13.0%	6,832
Vote 3 - Management Services	50,129	57,115	62,480	–	54,630	62,480	(7,850)	-12.6%	62,480
Vote 4 - Finance	69,425	91,935	82,193	–	74,491	82,193	(7,702)	-9.4%	82,193
Vote 5 - Infrastructure & Planning	527,810	551,359	571,808	–	551,292	571,808	(20,517)	-3.6%	571,808
Vote 6 - Protection Services	83,725	118,272	117,474	–	108,335	117,474	(9,140)	-7.8%	117,474
Vote 7 - Economic and Social Development & Tourism	12,042	19,065	18,369	–	13,494	18,369	(4,875)	-26.5%	18,369
Vote 8 - Community Services	420,782	460,876	465,647	–	459,615	465,647	(6,032)	-1.3%	465,647
Total Expenditure by Vote	1,189,200	1,342,010	1,360,559	–	1,301,488	1,360,559	(59,071)	-4.3%	1,360,559
Surplus/ (Deficit) for the year	142,197	(54,518)	(13,251)	–	59,623	(13,251)	72,874	-550.0%	(13,251)

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; Infrastructure & Planning; Protection Services; Economic and Social Development & Tourism and Community 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) - Q4 Fourth Quarter

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									
Revenue By Source									
Property rates	240,914	262,551	259,241	–	261,222	259,241	1,981	1%	259,241
Service charges - electricity revenue	415,947	386,294	433,294	–	442,652	433,294	9,357	2%	433,294
Service charges - water revenue	133,628	128,520	128,520	–	131,827	128,520	3,307	3%	128,520
Service charges - sanitation revenue	80,871	78,913	78,913	–	86,822	78,913	7,908	10%	78,913
Service charges - refuse revenue	69,102	69,482	69,482	–	72,198	69,482	2,717	4%	69,482
Rental of facilities and equipment	5,738	3,627	3,627	–	4,049	3,627	422	12%	3,627
Interest earned - external investments	48,146	31,400	26,400	–	30,504	26,400	4,104	16%	26,400
Interest earned - outstanding debtors	5,040	4,673	4,650	–	4,244	4,650	(406)	-9%	4,650
Fines, penalties and forfeits	18,211	29,564	29,564	–	28,106	29,564	(1,458)	-5%	29,564
Licences and permits	1,975	2,385	2,385	–	2,227	2,385	(158)	-7%	2,385
Agency services	4,376	4,938	6,438	–	6,189	6,438	(250)	-4%	6,438
Transfers and subsidies	123,140	131,840	150,774	–	147,765	150,774	(3,009)	-2%	150,774
Other revenue	143,186	113,998	96,604	–	96,153	96,604	(451)	0%	96,604
Gains on disposal of PPE	–	7,000	10,500	–	2,783	10,500	(7,717)	-73%	10,500
Total Revenue (excluding capital transfers and contributions)	1,290,276	1,255,185	1,300,392	–	1,316,741	1,300,392	16,348	1%	1,300,392
Expenditure By Type									
Employee related costs	382,527	435,325	429,242	–	425,629	429,242	(3,613)	-1%	429,242
Remuneration of councillors	11,282	11,896	11,896	–	11,219	11,896	(678)	-6%	11,896
Debt impairment	23,453	26,263	26,263	–	26,161	26,263	(102)	0%	26,263
Depreciation & asset impairment	134,541	141,877	141,877	–	141,877	141,877	–		141,877
Finance charges	46,570	51,482	48,982	–	48,917	48,982	(65)	0%	48,982
Bulk purchases	278,485	270,260	302,260	–	298,272	302,260	(3,988)	-1%	302,260
Other materials	42,302	47,567	48,523	–	44,938	48,523	(3,585)	-7%	48,523
Contracted services	177,914	222,414	229,192	–	207,901	229,192	(21,290)	-9%	229,192
Transfers and subsidies	560	11,610	8,680	–	8,651	8,680	(29)	0%	8,680
Other expenditure	90,183	123,315	113,643	–	87,923	113,643	(25,719)	-23%	113,643
Loss on disposal of PPE	1,384	–	–	–	–	–	–		–
Total Expenditure	1,189,200	1,342,010	1,360,559	–	1,301,488	1,360,559	(59,071)	-4%	1,360,559
Surplus/(Deficit)	101,076	(86,825)	(60,166)	–	15,253	(60,166)	75,419	-125%	(60,166)
Transfers and subsidies - capital (monetary allocation)	37,392	30,619	37,228	–	37,219	37,228	(9)	0%	37,228
Transfers and subsidies - capital (in-kind - all)	3,730	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & taxation	142,197	(54,518)	(13,251)	–	59,623	(13,251)			(13,251)
Taxation	–	–	–	–	–	–	–		–
Surplus/(Deficit) after taxation	142,197	(54,518)	(13,251)	–	59,623	(13,251)			(13,251)
Surplus/(Deficit) attributable to municipality	142,197	(54,518)	(13,251)	–	59,623	(13,251)			(13,251)
Share of surplus/ (deficit) of associate	–	–	–	–	–	–			–
Surplus/ (Deficit) for the year	142,197	(54,518)	(13,251)	–	59,623	(13,251)			(13,251)

The annual revenue budget is approved as 'Revenue by Source'. The Year-to-Date actual revenue is 1.26% above the YTD budget projections.

Current expenditure is 4.34% below YTD budget projections for June 2021.

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) - Q4 Fourth Quarter

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
R thousands									
Multi-Year expenditure appropriation									
Vote 1 - Council & Mayor's Office	–	–	–	–	–	–	–	–	–
Vote 2 - Municipal Manager & Internal Audit	–	–	–	–	–	–	–	–	–
Vote 3 - Management Services	–	–	–	–	–	–	–	–	–
Vote 4 - Finance	–	–	–	–	–	–	–	–	–
Vote 5 - Infrastructure & Planning	15,575	108,693	80,703	–	80,235	80,703	(467)	-1%	80,703
Vote 6 - Protection Services	–	–	–	–	–	–	–	–	–
Vote 7 - Economic and Social Development & Tourism	–	–	–	–	–	–	–	–	–
Vote 8 - Community Services	58,300	–	–	–	–	–	–	–	–
Total Capital Multi-year expenditure	73,875	108,693	80,703	–	80,235	80,703	(467)	-1%	80,703
Single Year expenditure appropriation									
Vote 1 - Council & Mayor's Office	–	–	461	–	352	461	(108)	-24%	461
Vote 2 - Municipal Manager & Internal Audit	–	–	–	–	–	–	–	–	–
Vote 3 - Management Services	3,966	3,015	3,018	–	2,887	3,018	(131)	-4%	3,018
Vote 4 - Finance	22	60	57	–	57	57	(0)	0%	57
Vote 5 - Infrastructure & Planning	93,905	117,721	118,507	–	85,285	118,507	(33,222)	-28%	118,507
Vote 6 - Protection Services	12,064	13,981	13,018	–	8,436	13,018	(4,583)	-35%	13,018
Vote 7 - Economic and Social Development & Tourism	375	842	842	–	492	842	(350)	-42%	842
Vote 8 - Community Services	26,849	59,426	63,481	–	55,564	63,481	(7,917)	-12%	63,481
Total Capital single-year expenditure	137,181	195,045	199,384	–	153,073	199,384	(46,310)	-23%	199,384
Total Capital Expenditure	211,056	303,738	280,086	–	233,308	280,086	(46,778)	-17%	280,086
Capital Expenditure - Functional Classification	4,048	3,070	3,070	–	2,942	3,070	(128)	-4%	3,070
Governance and administration	112,758	93,694	82,780	–	81,882	82,780	(897)	-1%	82,780
Executive and council	1,330	18,638	18,084	–	15,922	18,084	(2,162)	-12%	18,084
Finance and administration	9,981	12,731	8,588	–	7,886	8,588	(702)	-8%	8,588
Internal audit	15,694	14,181	13,168	–	8,477	13,168	(4,691)	-36%	13,168
Community and public safety	85,753	48,144	42,940	–	49,598	42,940	6,658	16%	42,940
Community and social services	–	–	–	–	–	–	–	–	–
Sport and recreation	6,865	33,589	33,423	–	29,211	33,423	(4,212)	-13%	33,423
Public safety	1,220	13,594	10,372	–	8,516	10,372	(1,855)	-18%	10,372
Housing	5,645	19,995	23,051	–	20,695	23,051	(2,356)	-10%	23,051
Health	–	–	–	–	–	–	–	–	–
Economic and environmental services	87,384	173,381	160,348	–	118,918	160,348	(41,430)	-26%	160,348
Planning and development	21,428	21,119	19,119	–	10,436	19,119	(8,682)	-45%	19,119
Road transport	31,752	52,606	50,036	–	33,597	50,036	(16,439)	-33%	50,036
Environmental protection	26,893	77,217	69,170	–	56,520	69,170	(12,650)	-18%	69,170
Trading services	7,311	22,439	22,024	–	18,365	22,024	(3,658)	-17%	22,024
Energy sources	–	–	–	–	–	–	–	–	–
Water management	211,056	303,738	280,086	–	233,308	280,086	(46,778)	-17%	280,086
Waste water management	–	–	–	–	–	–	–	–	–
Waste management	–	–	–	–	–	–	–	–	–
Total Capital Expenditure - Functional Classification	85,965	2,840	2,127	–	2,119	2,127	(9)	0%	2,127
Funded by:									
National Government	117,493	86,516	84,523	–	51,433	84,523	4,137	9%	47,296
Provincial Government	3,730	–	–	–	–	–	–	–	–
Other transfers and grants	39,358	124,274	120,335	–	101,791	120,335	(18,544)	-15%	120,335
Transfers recognised - capital	211,056	303,738	280,086	–	233,308	280,086	(46,778)	-17%	280,086
Borrowing	3,730	–	–	–	–	–	–	–	–
Internally generated funds	50,476	92,949	75,228	–	42,866	75,228	(32,363)	-43%	75,228
	39,358	124,274	120,335	–	101,791	120,335	(18,544)	-15%	120,335
Total Capital Funding	211,056	303,738	280,086	–	233,308	280,086	(46,778)	-17%	280,086

Capital expenditure is 16.7% 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 - Q4 Fourth Quarter

Description	2019/20	Budget Year 2020/21			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
<u>ASSETS</u>					
Current assets					
Cash	143,570	85,812	150,129	202,482	150,129
Call investment deposits	510,243	400,000	400,000	410,241	400,000
Consumer debtors	88,479	83,889	84,491	87,788	84,491
Other debtors	58,432	34,983	34,987	62,647	34,987
Current portion of long-term receivables	4	3	–	–	–
Inventory	10,219	9,540	9,540	10,911	9,540
Total current assets	810,947	614,227	679,147	774,069	679,147
Non current assets					
Long-term receivables	–	1	–	–	–
Investments	46,515	65,460	54,460	54,278	54,460
Investment property	123,121	121,846	121,846	123,121	121,846
Investments in Associate	–	–	–	–	–
Property, plant and equipment	3,488,698	3,790,408	3,642,574	3,580,129	3,642,574
Agricultural	–	–	–	–	–
Biological assets	–	–	–	–	–
Intangible assets	9,168	4,753	4,753	9,168	4,753
Other non-current assets	130,928	–	130,928	130,928	130,928
Total non current assets	3,798,429	3,982,468	3,954,561	3,897,624	3,954,561
TOTAL ASSETS	4,609,376	4,596,695	4,633,708	4,671,693	4,633,708
<u>LIABILITIES</u>					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	45,458	52,751	53,956	53,957	53,956
Consumer deposits	40,992	62,074	62,074	64,932	62,074
Trade and other payables	166,030	104,604	98,955	129,569	98,955
Provisions	42,460	35,286	35,286	35,286	35,286
Total current liabilities	294,941	254,715	250,272	283,745	250,272
Non current liabilities					
Borrowing	431,475	430,260	430,401	430,400	430,401
Provisions	209,257	256,985	256,985	226,282	256,985
Total non current liabilities	640,732	687,245	687,386	656,682	687,386
TOTAL LIABILITIES	935,673	941,960	937,658	940,427	937,658
NET ASSETS	3,673,703	3,654,735	3,696,050	3,731,266	3,696,050
<u>COMMUNITY WEALTH/EQUITY</u>					
Accumulated Surplus/(Deficit)	3,670,476	3,651,390	3,692,705	3,728,039	3,692,705
Reserves	3,227	3,345	3,345	3,227	3,345
TOTAL COMMUNITY WEALTH/EQUITY	3,673,703	3,654,735	3,696,050	3,731,266	3,696,050

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 - Q4 Fourth Quarter

Description	2019/20	Budget Year 2020/21						
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands								
CASH FLOW FROM OPERATING ACTIVITIES								
Receipts								
Property rates	238,449	259,513	255,713		240,577	240,577	–	255,713
Service charges	689,210	655,534	702,430		750,038	750,038	–	702,430
Other revenue	175,357	131,331	123,425		135,867	135,867	–	123,425
Government - operating	120,949	131,840	150,774		147,765	147,765	–	150,774
Government - capital	60,675	30,619	37,228		44,370	44,370	–	37,228
Interest	53,186	36,073	31,050		34,748	34,748	–	31,050
Dividends	–	–	–	–	–	–	–	–
Payments								
Suppliers and employees	(971,606)	(983,752)	(1,065,822)		(1,129,968)	(1,129,968)	–	(1,065,822)
Finance charges	(46,570)	(51,482)	(51,482)		(48,917)	(48,917)	–	(51,482)
Transfers and Grants	(560)	(11,610)	(8,680)		(8,651)	(8,651)	–	(8,680)
NET CASH FROM/(USED) OPERATING ACTIVITIES	319,091	198,066	174,635	–	165,830	165,830	–	174,635
CASH FLOWS FROM INVESTING ACTIVITIES								
Receipts								
Proceeds on disposal of PPE	3,289	7,000	–		–	–	–	–
Decrease (Increase) in non-current debtors	–	–	–		–	–	–	–
Decrease (increase) other non-current receivables	7	7	10		4	4	–	10
Decrease (increase) in non-current investments	(4,980)	(7,575)	(4,980)		(4,980)	(4,980)	–	(4,980)
Payments								
Capital assets	(211,056)	(303,738)	(280,086)		(233,308)	(233,308)	–	(280,086)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(212,740)	(304,307)	(285,056)	–	(238,285)	(238,285)	–	(285,056)
CASH FLOWS FROM FINANCING ACTIVITIES								
Receipts								
Short term loans		–	–		–	–	–	–
Borrowing long term/refinancing	54,000	54,000	54,000		54,000	54,000	–	54,000
Increase (decrease) in consumer deposits		(1,000)	(1,000)		23,940	23,940	–	(1,000)
Payments								
Repayment of borrowing	(39,725)	(46,374)	(46,263)		(46,576)	(46,576)	–	(46,263)
NET CASH FROM/(USED) FINANCING ACTIVITIES	14,275	6,626	6,737	–	31,364	31,364	–	6,737
NET INCREASE/ (DECREASE) IN CASH HELD	120,626	(99,615)	(103,684)	–	(41,091)	(41,091)		(103,684)
Cash/cash equivalents at beginning:	533,188	585,426	653,813		653,813	653,813		653,813
Cash/cash equivalents at month/year end:	653,813	485,812	550,129		612,723	612,723		550,129

Table C7 balances to the current Cash balance, shown in the 'YTD actual' column, which is R 612.7million.

The municipality started the year with a positive cash balance of R653.8 million. The June closing balance is R612.7 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 - Q4 Fourth Quarter

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			
Cash Receipts By Source															
Property rates	3,193	27,861	39,239	17,911	15,797	34,145	15,743	17,730	20,876	17,687	19,678	10,718	259,513	274,775	287,860
Service charges - electricity revenue	22,810	55,779	17,932	38,673	35,803	29,350	35,267	35,430	37,828	35,835	39,468	25,852	381,824	402,602	462,194
Service charges - water revenue	55,873	(12,504)	10,591	16,477	14,763	12,886	14,141	14,373	17,530	14,781	16,609	11,594	127,033	134,698	141,372
Service charges - sanitation revenue	2,205	15,112	2,122	7,494	6,645	6,427	7,071	7,362	8,342	7,258	8,215	5,330	78,000	82,722	86,837
Service charges - refuse	2,609	12,928	2,052	6,735	5,784	5,173	5,363	5,466	6,464	5,718	6,731	4,291	68,678	72,835	76,458
Service charges - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	(103)	815	293	183	298	445	270	348	413	444	361	349	3,585	3,797	3,983
Interest earned - external investments	1,754	1,003	594	1,747	2,084	384	5,759	4,462	510	3,346	3,093	5,768	31,400	32,975	34,615
Interest earned - outstanding debtors	459	454	391	402	411	282	279	287	293	286	159	541	4,673	4,906	5,145
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	2,273	2,265	2,230	2,270	2,258	2,274	2,240	2,369	2,383	2,334	2,651	442	4,197	4,403	4,619
Licences and permits	163	158	201	221	188	151	146	196	216	213	202	172	2,385	2,498	2,618
Agency services	448	576	647	628	607	454	432	657	577	387	378	397	4,938	5,184	5,442
Transfer receipts - operating	53,491	779	872	971	1,480	53,244	965	933	30,333	1,658	1,269	1,769	131,840	141,735	154,275
Other revenue	1,958	10,459	12,852	7,237	8,621	19,219	(405)	3,036	12,161	1,578	10,802	9,828	116,226	137,399	129,446
Cash Receipts by Source	147,132	115,685	90,016	100,949	94,738	164,436	87,272	92,649	137,926	91,525	109,616	77,050	1,214,291	1,300,530	1,394,863
Other Cash Flows by Source															
Transfer receipts - capital		3,033	1,194	1,584	3,584	4,914	1,653	3,079	3,325	4,441	5,499	12,063	30,619	28,470	31,628
Contributions & Contributed assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on disposal of PPE	125	2,949	(3,074)	-	-	-	-	183	(183)	-	-	-	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	70	22,078	346	425	210	331	(1,000)	3,724	3,948
Receipt of non-current debtors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Receipt of non-current receivables	-	7	(7)	-	-	4	-	-	-	-	-	-	7	3	1
Change in non-current investments	(540)	(3,364)	(424)	(362)	(769)	(479)	864	(598)	1,936	(415)	(415)	(415)	(7,575)	(7,834)	(8,120)
Total Cash Receipts by Source	146,756	118,406	87,873	102,198	97,686	168,894	89,859	117,391	197,352	95,977	114,910	89,029	1,297,341	1,381,894	1,479,320
Cash Payments by Type															
Employee related costs	1,455	70,796	33,500	32,585	51,056	33,741	35,590	32,922	33,006	32,613	33,533	34,672	422,456	442,816	468,539
Remuneration of councillors	-	1,869	940	920	914	932	940	940	940	940	940	940	11,896	12,436	13,002
Interest paid	68	506	857	1,950	804	16,357	806	-	3,056	2,971	947	20,593	51,482	52,210	52,352
Bulk purchases - Electricity	3	35,083	34,661	21,670	22,133	20,793	22,699	21,627	19,838	21,711	21,486	22,598	270,260	290,978	313,126
Bulk purchases - Water & Sewer	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other materials	1,008	2,893	3,500	3,549	2,151	2,799	2,653	4,025	2,565	4,459	2,928	10,118	47,567	43,347	45,265
Contracted services	527	10,613	13,947	14,240	15,162	14,955	13,800	15,344	15,815	18,709	19,608	35,569	222,414	235,538	247,162
Grants and subsidies paid - other municipalities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Grants and subsidies paid - other	-	-	-	1,660	1,107	-	2,075	623	1,112	692	692	692	11,610	11,610	11,610
General expenses	97,802	(27,594)	(3,366)	10,438	17,107	18,883	2,606	22,447	6,311	5,944	21,660	25,800	9,158	119,813	128,276
Cash Payments by Type	100,862	94,167	84,040	87,013	110,435	108,460	81,169	97,928	82,643	88,039	101,796	150,982	1,046,844	1,208,747	1,279,331
Other Cash Flows/Payments by Type															
Capital assets	2,159	12,285	10,118	13,275	17,152	28,754	5,630	13,775	20,929	16,377	21,761	71,092	303,738	197,162	154,378
Repayment of borrowing	1,778	1,289	1,173	8,124	953	8,893	1,862	-	2,597	8,562	1,012	10,332	46,374	52,751	47,751
Other Cash Flows/Payments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Payments by Type	104,799	107,741	95,331	108,412	128,540	146,108	88,662	111,703	106,170	112,979	124,569	232,406	1,396,956	1,458,660	1,481,460
NET INCREASE/(DECREASE) IN CASH HELD	41,956	10,664	(7,458)	(6,213)	(30,854)	22,786	1,197	5,687	91,182	(17,002)	(9,660)	(143,377)	(99,615)	(76,767)	(2,140)
Cash/cash equivalents at the month/year begin	653,813	695,769	706,434	698,975	692,762	661,908	684,695	685,892	691,579	782,761	765,759	756,100	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	685,892	691,579	782,761	765,759	756,100	612,723	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 - Q4 Fourth Quarter

Description	NT Code	Budget Year 2020/21										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	Total over 90 days			
R thousands														
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	1200	13,781	499	293	283	244	252	1,334	5,771	22,457	7,884	-	8,308	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	18,506	546	315	248	245	250	1,170	5,529	26,810	7,443	-	9,445	
Receivables from Non-exchange Transactions - Property Rates	1400	21,803	616	404	431	291	272	1,493	4,889	30,200	7,376	-	10,283	
Receivables from Exchange Transactions - Waste Water Management	1500	7,794	301	214	194	187	182	930	3,811	13,613	5,304	-	4,610	
Receivables from Exchange Transactions - Waste Management	1600	6,878	225	160	130	119	128	591	2,290	10,521	3,258	-	3,803	
Receivables from Exchange Transactions - Property Rental Debtors	1700	463	13	12	8	5	5	28	251	784	296	-	388	
Interest on Arrear Debtor Accounts	1810	209	41	39	43	44	47	386	11,685	12,493	12,204	-		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820									-	-	-		
Other	1900	2,318	214	304	306	238	161	930	6,996	11,467	8,631	-	3,614	
Total By Income Source	2000	71,751	2,455	1,742	1,643	1,373	1,296	6,862	41,222	128,345	52,396	-	40,451	
2019/20 - totals only		63,877	2,954	1,496	1,319	1,103	1,034	4,398	24,923	101,104	32,776		26,108	
Debtors Age Analysis By Customer Group														
Organs of State	2200	806	84	60	43	37	37	236	2,118	3,421	2,470	-	485	
Commercial	2300	8,074	118	177	158	158	152	531	1,664	11,031	2,663	-	1,463	
Households	2400	63,537	2,246	1,500	1,436	1,173	1,107	6,083	37,342	114,424	47,141	-	38,499	
Other	2500	(666)	6	5	6	5	0	12	99	(532)	122	-	4	
Total By Customer Group	2600	71,751	2,455	1,742	1,643	1,373	1,296	6,862	41,222	128,345	52,396	-	40,451	

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 100,41% at the end of June 2021.

Summary of Indigent Households

	Indigent Households	Other Households	Total Households	
2,020				
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%
2,021				
January	7,354	28,060	35,414	20.77%
February	7,311	28,122	35,433	20.63%
March	7,265	28,166	35,431	20.50%
April	7,258	28,176	35,434	20.48%
May	7,245	28,200	35,445	20.44%
June	7,278	28,173	35,451	20.53%

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)
7278			6KL	7278	0	7278	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)
119	7159		50kWh	7278	0	7278	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
2020/2021											
June	71,751,429	2,455,372	1,741,624	1,643,076	1,372,907	1,296,254	6,862,051	41,221,894	128,344,606	56,593,177	52,396,181
May	69,924,852	3,464,094	1,920,213	1,512,629	1,407,818	1,530,761	6,573,619	40,510,785	126,844,771	56,919,919	51,535,612
April	74,809,006	3,089,171	1,978,842	1,774,046	1,759,929	1,333,878	6,613,723	40,038,003	131,396,598	56,587,592	51,519,579
March	75,645,506	2,930,700	2,111,840	1,956,267	1,498,624	1,647,422	6,877,240	39,491,487	132,159,088	56,513,581	51,471,041
February	84,402,630	3,230,157	2,500,786	1,692,455	1,842,482	1,417,739	6,808,254	38,930,072	140,824,575	56,421,945	50,691,002
January	82,175,572	4,605,732	2,814,537	1,975,239	1,501,362	1,259,598	7,007,046	38,107,578	139,446,663	57,271,091	49,850,822
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 30/06/2021	Total Debt	Services	Rates	Other
Department Responsible for the Debt				
NPW 2227	2,773,421	1,467,360	1,272,127	33,934
WCED 2251	721,558	721,558	0	0
OTHER 2255	14,133	14,133	0	0
HEALTH 2252	91,547	91,547	0	0
TPW 2256	-251,648	-252,522	795	79
HUMAN SETTLE 2215	38,923	38,923	0	0
HOUSING 2253	4,333	4,333	0	0
OTHER MUNICIPALITIES 2276	29,111	29,111	0	0
TOTAL OUTSTANDING	3,421,377	2,114,442	1,272,922	34,013

Creditors' analysis**Supporting Table SC4****WC032 Overstrand - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q4 Fourth Quarter**

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	
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100		-	-	-	-	-	-	-	-	
Bulk Water	0200		-	-	-	-	-	-	-	-	
PAYE deductions	0300	4,759	-	-	-	-	-	-	-	4,759	4,296
VAT (output less input)	0400		-	-	-	-	-	-	-	-	
Pensions / Retirement deductions	0500		-	-	-	-	-	-	-	-	
Loan repayments	0600		-	-	-	-	-	-	-	-	
Trade Creditors	0700		-	-	-	-	-	-	-	-	
Auditor General	0800		-	-	-	-	-	-	-	-	
Other	0900		-	-	-	-	-	-	-	-	
Total By Customer Type	1000	4,759	-	-	-	-	-	-	-	4,759	4,296

Supporting Table SC4 reflects current creditors at the end of June 2021.

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 - Q4 Fourth Quarter

Investments by maturity Name of institution & investment ID R thousands	Period of Investment Yrs/Months	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
<u>Municipality</u>								
LIBERTY 15934476	15 YEARS	Policy	01/09/2025	42		17,876	125	18,043
LIBERTY 21196964	14 YEARS	Policy	01/09/2025	58		31,823	260	32,141
MOMENTUM MP 3853776	14 YEARS	Policy	01/07/2026	(20)		4,084	30	4,094
ABSA 9331734880	DEP PLUS	DEP PLUS		26	3.3	10,241	(26)	10,241
FNB 74884457414	152 DAYS	FIXED DEP	28/06/2021	1,891	4.54	100,000	(101,891)	–
ABSA 2079725904	81 DAYS	FIXED DEP	21/06/2021	981	4.42	100,000	(100,981)	–
ABSA 2079778800	90 DAYS	FIXED DEP	27/07/2021		4.47	100,000		100,000
Nedbank 03/7881534451 ref. 260	90 DAYS	FIXED DEP	27/07/2021		4.5	100,000		100,000
Nedbank 03/7881534451 ref. 261	45 DAYS	FIXED DEP	18/06/2021	533	4.32	100,000	(100,533)	–
Nedbank 03/7881534451 ref. 262	32 DAYS	FIXED DEP	23/07/2021				100,000	100,000
ABSA 2079725904	91 DAYS	FIXED DEP	20/09/2021				100,000	100,000
Municipality sub-total				3,509		564,025	(103,016)	464,519
TOTAL INVESTMENTS AND INTEREST				3,509		564,025	(103,016)	464,519

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 - Q4 Fourth Quarter

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									
<u>RECEIPTS:</u>									
<u>Operating Transfers and Grants</u>									
National Government:	110,994	121,368	138,372	-	138,372	138,372	-		138,372
Operational Revenue:General Revenue:Equitable Share	106,697	117,318	134,322		134,322	134,322	-		134,322
Expanded Public Works Programme Integrated Grant for Municipalities	2,635	2,500	2,500		2,500	2,500	-		2,500
Local Government Financial Management Grant [Schedule 5B]	1,550	1,550	1,550	-	1,550	1,550	-		1,550
Municipal Disaster Grant [Schedule 5B]	112								
Provincial Government:	10,691	10,472	10,371	-	10,371	10,371	-		10,371
Capacity Building	148	75	75		75	75	-		75
Capacity Building and Other	380	401	300		300	300	-		300
Infrastructure	126	145	145		145	145	-		145
Libraries, Archives and Museums	7,287	7,651	7,651		7,651	7,651	-		7,651
Other	2,750	2,200	2,200		2,200	2,200	-		2,200
Waste Water Infrastructure - Maintenance	-	-		-	-	-	-		-
Water Supply Infrastructure - Maintenance	-	-		-	-	-	-		-
District Municipality:	-	-	-	-	-	-	-		-
All Grants	-	-		-	-	-	-		-
Other grant providers:	-	0	-	-	-	-	-		0
Total Operating Transfers and Grants	121,685	131,840	148,743	-	148,743	148,743	-		148,743
<u>Capital Transfers and Grants</u>									
National Government:	39,077	29,887	27,618	-	27,618	27,618	-		27,618
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]	7,000	8,000	6,000		6,000	6,000	-		6,000
Municipal Infrastructure Grant [Schedule 5B]	32,010	21,887	21,618		21,618	21,618	-		21,618
Municipal Disaster Relief Grant	67								
Provincial Government:	1,500	732	732	-	732	732	-		732
Capacity Building		732	732		732	732	-		732
Road Infrastructure	1,500	-		-	-	-	-		-
District Municipality:	-	-	-	-	-	-	-		-
All Grants	-	-		-	-	-	-		-
Other grant providers:	-	-	-	-	-	-	-		-
Total Capital Transfers and Grants	40,577	30,619	28,350	-	28,350	28,350	-		28,350
TOTAL RECEIPTS OF TRANSFERS & GRANTS	162,262	162,459	177,093	-	177,093	177,093	-		177,093

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 - Q4 Fourth Quarter

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									
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	4,297	4,050	4,050	–	4,050	4,050	–		4,050
Expanded Public Works Programme Integrated Grant for N	2,635	2,500	2,500	–	2,500	2,500	–		2,500
Local Government Financial Management Grant	1,550	1,550	1,550	–	1,550	1,550	–		1,550
Municipal Disaster Grant [Schedule 5B]	112								
Provincial Government:	12,147	10,472	10,371	–	8,487	8,487	–		10,371
Capacity Building	18	–	–	–	–	–	–		–
Capacity Building and Other	4,716	2,676	2,575	–	691	691	–		2,575
Infrastructure	126	145	145	–	145	145	–		145
Libraries, Archives and Museums	7,287	7,651	7,651	–	7,651	7,651	–		7,651
District Municipality:	–	–	–	–	–	–	–		–
All Grants	–	–		–	–	–	–		–
Other grant providers:	–	44,267	33,534	–	24,009	33,534	(9,525)	-28.4%	33,534
Households	–	44,267	33,534	–	24,009	33,534	(9,525)	-28.4%	33,534
Total operating expenditure of Transfers and Grants:	16,443	58,789	47,955	–	36,546	46,071	(9,525)	-20.7%	47,955
Capital expenditure of Transfers and Grants									
National Government:	31,595	29,887	27,618	–	27,618	27,618	–		27,618
Integrated National Electrification Programme (Municipal G	7,000	8,000	6,000	–	6,000	6,000	–		6,000
Municipal Infrastructure Grant [Schedule 5B]	24,528	21,887	21,618	–	21,618	21,618	–		21,618
Municipal Disaster Recovery Grant [Schedule 4B]	67	–		–	–	–	–		–
Provincial Government:	5,797	732	732	–	732	732	–		732
Capacity Building and Other	1,843	732	732	–	732	732	–		732
Other	3,204	–		–	–	–	–		–
Road Infrastructure	750	–		–	–	–	–		–
District Municipality:	–	–	–	–	–	–	–		–
All Grants	–	–		–	–	–	–		–
Other grant providers:	–	45,956	47,296	–	51,433	47,296	4,137	8.7%	47,296
Households	–	45,956	39,296	–	46,271	39,296	6,976	17.8%	39,296
Public Corporations	–	–	8,000	–	5,162	8,000	(2,838)	-35.5%	8,000
Total capital expenditure of Transfers and Grants	37,392	76,575	75,646	–	79,783	75,646	4,137	5.5%	75,646
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	53,835	135,364	123,601	–	116,329	121,717	(5,388)	-4.4%	123,601

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 - Q4 Fourth Quarter

Description	Budget Year 2020/21				
	Approved Rollover 2019/20	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands					
<u>EXPENDITURE</u>					
<u>Operating expenditure of Approved Roll-overs</u>					
National Government:	–	–	–	–	
Operational Revenue:General Revenue:Equitable Share		–	–	–	
Operational:Revenue:General Revenue:Fuel Levy		–	–	–	
Local Government Financial Management Grant		–	–	–	
Provincial Government:	2,031	–	906	(1,125)	-55.4%
Capacity Building	2,031	–	906	(1,125)	-55.4%
Capacity Building and Other		–	–	–	
Disaster and Emergency Services		–	–	–	
Housing		–	–	–	
Infrastructure		–	–	–	
Libraries, Archives and Museums		–	–	–	
Other		–	–	–	
District Municipality:	–	–	–	–	
All Grants		–	–	–	
Other grant providers:	–	–	–	–	
Total operating expenditure of Approved Roll-overs	2,031	–	906	(1,125)	-55.4%
<u>Capital expenditure of Approved Roll-overs</u>					
National Government:	7,482	–	7,482	–	
Integrated National Electrification Programme		–	–	–	
Municipal Infrastructure Grant [Schedule 5B]	7,482	–	7,482	–	
Provincial Government:	1,395	–	1,387	(9)	-0.6%
Capacity Building		–	–	–	
Capacity Building and Other	645	–	637	(9)	-1.4%
Disaster and Emergency Services		–	–	–	
Housing		–	–	–	
Infrastructure	750	–	750	–	
Libraries, Archives and Museums		–	–	–	
Other		–	–	–	
District Municipality:	–	–	–	–	
All Grants		–	–	–	
Other grant providers:	–	–	–	–	
Total capital expenditure of Approved Roll-overs	8,878	–	8,869	(9)	-0.1%
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS	10,909	–	9,774	(1,134)	-10.4%

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 - Q4 Fourth Quarter

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
R thousands									
<u>Councillors (Political Office Bearers plus Other)</u>									
Basic Salaries and Wages	10,174	10,786	10,786	–	10,116	10,786	(670)	-6%	10,786
Pension and UIF Contributions	–	–	–	–	–	–	–	–	–
Medical Aid Contributions	–	–	–	–	–	–	–	–	–
Motor Vehicle Allowance	–	–	–	–	–	–	–	–	–
Cellphone Allowance	1,108	1,110	1,110	–	1,102	1,110	(8)	-1%	1,110
Housing Allowances	–	–	–	–	–	–	–	–	–
Other benefits and allowances	–	–	–	–	–	–	–	–	–
Sub Total - Councillors	11,282	11,896	11,896	–	11,219	11,896	(678)	-6%	11,896
<u>Senior Managers of the Municipality</u>									
Basic Salaries and Wages	11,569	12,506	12,018	–	12,036	12,018	18	0%	12,018
Pension and UIF Contributions	–	–	–	–	–	–	–	–	–
Medical Aid Contributions	–	–	–	–	–	–	–	–	–
Overtime	–	–	–	–	–	–	–	–	–
Performance Bonus	136	260	260	–	139	260	(121)	-46%	260
Motor Vehicle Allowance	–	–	–	–	–	–	–	–	–
Cellphone Allowance	187	187	187	–	183	187	(4)	-2%	187
Housing Allowances	–	–	–	–	–	–	–	–	–
Other benefits and allowances	–	–	–	–	–	–	–	–	–
Payments in lieu of leave	–	–	–	–	–	–	–	–	–
Long service awards	–	–	–	–	–	–	–	–	–
Post-retirement benefit obligations	–	–	–	–	–	–	–	–	–
Sub Total - Senior Managers of Municipality	11,891	12,952	12,465	–	12,358	12,465	(107)	-1%	12,465
<u>Other Municipal Staff</u>									
Basic Salaries and Wages	235,581	259,838	260,747	–	254,435	260,747	(6,312)	-2%	260,747
Pension and UIF Contributions	39,697	48,588	43,822	–	42,603	43,822	(1,218)	-3%	43,822
Medical Aid Contributions	13,141	18,241	14,097	–	13,951	14,097	(146)	-1%	14,097
Overtime	39,287	32,190	36,152	–	42,338	36,152	6,186	17%	36,152
Performance Bonus	1,752	462	462	–	462	462	–	–	462
Motor Vehicle Allowance	7,923	8,032	8,256	–	8,115	8,256	(142)	-2%	8,256
Cellphone Allowance	1,942	2,378	2,456	–	1,967	2,456	(489)	-20%	2,456
Housing Allowances	2,507	2,870	2,994	–	2,741	2,994	(253)	-8%	2,994
Other benefits and allowances	28,529	34,737	32,756	–	31,623	32,756	(1,133)	-3%	32,756
Payments in lieu of leave	–	–	–	–	–	–	–	–	–
Long service awards	–	–	–	–	–	–	–	–	–
Post-retirement benefit obligations	277	15,035	15,035	–	15,035	15,035	–	–	15,035
Sub Total - Other Municipal Staff	370,636	422,373	416,777	–	413,271	416,777	(3,507)	-1%	416,777
TOTAL SALARY, ALLOWANCES & BENEFITS	393,810	447,221	441,139		436,848	441,139	(4,291)	-1%	441,139
TOTAL MANAGERS AND STAFF	382,527	435,325	429,242	–	425,629	429,242	(3,613)	-1%	429,242

SDBIP

The results of the SDBIP for the fourth quarter ended 30 June 2021 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 - Q4 Fourth Quarter

Description of financial indicator	Basis of calculation	2019/20	Budget Year 2020/21			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<u>Borrowing Management</u>						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	0.6%	14.4%	14.0%	3.8%	4.5%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	23.9%	30.6%	26.9%	18.4%	26.9%
<u>Safety of Capital</u>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	17.5%	16.1%	15.8%	16.5%	15.8%
Gearing	Long Term Borrowing/ Funds & Reserves	13370.1%	12862.8%	12867.0%	13335.9%	12867.0%
<u>Liquidity</u>						
Current Ratio	Current assets/current liabilities	275.0%	241.1%	271.4%	272.8%	271.4%
Liquidity Ratio	Monetary Assets/Current Liabilities	221.7%	190.7%	219.8%	215.9%	219.8%
<u>Revenue Management</u>						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing					
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	11.4%	9.5%	9.2%	11.4%	9.2%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	0.0%	0.0%	0.0%	0.0%	0.0%
<u>Creditors Management</u>						
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))	99.6%	99.0%	99.0%	Annual Indicator	99.0%
<u>Funding of Provisions</u>						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions					
<u>Other Indicators</u>						
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	6.0%	6.7%	6.7%	Annual Indicator	6.7%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	25.9%	20.7%	20.7%	Annual Indicator	20.7%
Employee costs	Employee costs/Total Revenue - capital revenue	29.6%	34.7%	33.0%	32.3%	33.0%
Repairs & Maintenance	R&M/Total Revenue - capital revenue	0.0%	0.0%	0.0%	0.0%	0.0%
Interest & Depreciation	I&D/Total Revenue - capital revenue	14.0%	15.4%	14.7%	3.7%	4.7%
<u>IDP regulation financial viability indicators</u>						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year	14.2	12.4	12.4	23.5	12.4
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	15.5%	12.8%	12.8%	13.0%	12.8%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	7.7	5.1	5.1	6.9	5.1

Capital programme performance

Supporting Table SC12

WC032 Overstrand - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - Q4 Fourth Quarter

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									
Monthly expenditure performance trend									
July	608	8,805	2,159	2,159	2,159	2,159	(0)	0.0%	1%
August	6,109	9,365	12,285	12,285	14,444	14,444	0	0.0%	5%
September	29,546	18,043	3,412	10,118	24,562	17,856	(6,706)	-37.6%	8%
October	13,218	17,918	17,918	13,275	37,837	35,774	(2,063)	-5.8%	12%
November	11,015	25,078	25,078	17,152	54,989	60,852	5,863	9.6%	18%
December	50,173	26,772	26,772	28,754	83,743	87,625	3,881	4.4%	28%
January	4,140	26,059	9,575	5,630	89,374	97,200	7,826	8.1%	29%
February	9,982	29,649	15,108	13,775	103,149	112,307	9,158	8.2%	34%
March	21,026	34,820	20,068	20,929	124,078	132,375	8,297	6.3%	41%
April	6,193	26,789	14,300	16,377	140,455	146,675	6,219	4.2%	46%
May	6,517	24,114	10,975	21,761	162,216	157,650	(4,567)	-2.9%	53%
June	52,528	56,325	122,437	71,092	233,308	280,086	46,778	16.7%	77%
Total Capital expenditure	211,056	303,738	280,086	233,308					

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	LCH SERVICES CONSTRUCTION CONTRACTS	45,956,000	39,295,603	46,271,131	Under Construction.	Transit Camp - 90% , Masakhane UISP Phase 1 - 100%, Masakhane UISP Phase 2 - 90%, Stanford IRDP - 100%, Beverly Hills - 100%, Masakhane IRDP - 100%	Not applicable.	Not applicable.
2	Overstrand	Overstrand	HERMANUS NEW WASTE MANAGEMENT FACILITY	17,963,569	18,063,569	13,707,626	Under construction .	Construction stage. Construction started in July 2020.	New challenges, the replacement structural steel was delivered and installed, in June 2021.	Penalties are still been applied on the contractor in terms of the contract.
3	Overstrand	Overstrand	VEHICLES COMMUNITY SERVICES	13,429,959	12,969,089	12,956,185	Approved Tender TR57.	Current Financial year completed.	Challenges experienced due to world wide Covid related shutdown. Chassis could not be manufactured and certain vehicles could only be delivered at the end of the financial year.	The challenges were beyond the control of the municipality.
4	Overstrand	Overstrand	WATER MASTER PLAN IMPLEMENTATION	12,033,060	11,462,362	4,189,532	Tender SC 2108/2020 was awarded on 15 December 2020.	Construction stage.	No delays during June 2021	None at this stage.
5	Masakhane	Ward 01	NEW 4ML RESERVOIR	9,881,744	9,881,744	8,995,664	Completed	Completed	Not applicable.	Not applicable.
6	Hermanus	Ward 04	UPGRADE HERMANUS WELL FIELDS	10,500,000	8,500,000	3,808,238	Deviation SCD 3175/2020: Construction was completed. 12 Months defects liability period started. Tender SC 2170 for Iron Removal Plant being evaluated.	12 Months Defects Liability Period, and tender evaluation, and planning for next stage.	SCM compliance process is delaying the evaluation of Tender SC 2170/2020	Regular communication between user department and SCM to speed up the process.
7	Pringle Bay	Ward 10	NEW RESERVOIR FOR PRINGLE BAY	8,135,000	8,135,000	7,071,014	Tender SC 2018/2019 awarded and construction well in progress.	Construction completed 30 June 2021 and started with 12 months defects liability period.	No new challenges encountered during June 2021.	Pressure was exerted on the contractor to speed up completion of construction, and penalties were applied for late completion.
8	Kleinmond	Ward 09	KLEINMOND - SEWER NETWORK	8,000,000	8,000,000	3,621,556	Construction of phase 1 in progress (SC 1915/2019).	Construction	A shortage of bitumen in the Western Cape, combined with inclement weather prevented the reinstatement of roads where new sewers have been laid to be completed during June.	Penalties are being charged to the contractor on SC 1915/2019 for delays due to his negligence. Funds have been rolled over.
9	Zwelihle	Multi-ward HM Area	ZWELIHLE SEWER	7,756,483	7,756,483	7,307,277	Tender SC 2107/2020 was awarded on 4 December 2020.	Construction stage.	None to date.	Not applicable.
10	Hermanus	Ward 03	CBD REGENERATION PROGRAM	7,100,000	6,700,000	6,009,827	Practical completion.	Practical completion.	Not applicable.	Not applicable.
Totals				140,755,815	130,763,850	113,938,050				

Low costing housing services:
Construction Contracts & Land

Due to change in accounting treatment of construction contracts relating to housing.

Supporting Table SC13a

WC032 Overstrand - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - Q4 Fourth Quarter

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									
Capital expenditure on new assets by Asset Class/Sub-class									
Infrastructure	76,763	117,549	112,421	–	90,607	112,421	21,814	19.4%	112,421
Roads Infrastructure	5,638	19,795	22,851	–	20,501	22,851	2,350	10.3%	22,851
<i>Roads</i>	5,638	19,795	22,851	–	20,501	22,851	2,350	10.3%	22,851
Storm water Infrastructure	7,918	16,384	14,655	–	14,169	14,655	486	3.3%	14,655
<i>Drainage Collection</i>	–	600	860	–	557	860	303	35.2%	860
Electrical Infrastructure	13,557	12,768	10,768	–	9,401	10,768	1,367	12.7%	10,768
<i>MV Substations</i>	4,869	696	696	–	693	696	3	0.4%	696
<i>MV Networks</i>	8,688	12,072	10,072	–	8,708	10,072	1,364	13.5%	10,072
Water Supply Infrastructure	29,001	29,547	27,547	–	20,427	27,547	7,119	25.8%	27,547
<i>Boreholes</i>	4,356	10,500	8,500	–	3,808	8,500	4,692	55.2%	8,500
<i>Reservoirs</i>	14,717	18,017	18,017	–	16,067	18,017	1,950	10.8%	18,017
<i>Water Treatment Works</i>	–	–	–	–	–	–	–	–	–
<i>Distribution</i>	9,928	1,030	1,030	–	552	1,030	478	46.4%	1,030
Sanitation Infrastructure	13,339	20,576	18,536	–	11,087	18,536	7,449	40.2%	18,536
<i>Pump Station</i>	169	–	–	–	–	–	–	–	–
<i>Reticulation</i>	9,864	20,576	18,536	–	11,087	18,536	7,449	40.2%	18,536
<i>Waste Water Treatment Works</i>	3,306	–	–	–	–	–	–	–	–
<i>Capital Spares</i>	–	–	–	–	–	–	–	–	–
Solid Waste Infrastructure	7,311	18,479	18,064	–	15,022	18,064	3,042	16.8%	18,064
<i>Landfill Sites</i>	7,311	–	–	–	–	–	–	–	–
Community Assets	4,531	12,793	9,837	–	6,899	9,837	2,939	29.9%	9,837
Community Facilities	2,084	12,743	9,787	–	6,899	9,787	2,889	29.5%	9,787
<i>Halls</i>	–	26	26	–	20	26	6	23.8%	26
<i>Crèches</i>	578	475	–	–	–	–	–	–	–
<i>Cemeteries/Crematoria</i>	207	1,292	1,292	–	1,291	1,292	1	0.1%	1,292
<i>Parks</i>	139	202	152	–	49	152	103	67.9%	152
<i>Public Open Space</i>	1,073	5,735	6,649	–	4,482	6,649	2,166	32.6%	6,649
<i>Nature Reserves</i>	–	2,100	–	–	–	–	–	–	–
<i>Public Ablution Facilities</i>	44	1,383	140	–	140	140	–	–	140
<i>Stalls</i>	–	397	397	–	278	397	119	30.0%	397
<i>Taxi Ranks/Bus Terminals</i>	–	360	360	–	345	360	16	4.4%	360
Sport and Recreation Facilities	2,447	50	50	–	–	50	50	100.0%	50
Investment properties	–	–	–	–	–	–	–	–	–
<i>Municipal Offices</i>	1,749	4,825	4,961	–	823	4,961	4,138	83.4%	4,961
<i>Housing</i>	85,753	48,144	42,940	–	49,598	42,940	(6,658)	-15.5%	42,940
Capital Spares	–	–	–	–	–	–	–	–	–
Unspecified	–	–	–	–	–	–	–	–	–
Computer Equipment	3,345	7,896	6,907	–	5,989	6,907	918	13.3%	6,907
Furniture and Office Equipment	246	1,025	1,064	–	818	1,064	247	23.2%	1,064
Machinery and Equipment	533	760	860	–	525	860	335	38.9%	860
Transport Assets	15,884	22,440	21,732	–	21,206	21,732	526	2.4%	21,732
Land	–	–	–	–	–	–	–	–	–
Zoo's, Marine and Non-biological Animals	–	–	–	–	–	–	–	–	–
Total Capital Expenditure on new assets	188,804	215,433	200,722	–	176,465	200,722	24,257	12.1%	200,722

Supporting Table SC13b

WC032 Overstrand - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - Q4 Fourth Quarter

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									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class									
Infrastructure	3,606	25,621	25,096	-	15,667	25,096	9,429	37.6%	25,096
Roads Infrastructure	8	-	-	-	-	-	-		-
Roads	8	-	-	-	-	-	-		-
Electrical Infrastructure	-	1,000	1,000	-	915	1,000	85	8.5%	1,000
MV Networks	-	-	-	-	-	-	-		-
Water Supply Infrastructure	887	20,560	20,035	-	11,297	20,035	8,738	43.6%	20,035
Pump Stations	-	1,800	1,846	-	1,327	1,846	519	28.1%	1,846
Water Treatment Works	-	-	-	-	-	-	-		-
Distribution	887	18,760	18,189	-	9,970	18,189	8,219	45.2%	18,189
Sanitation Infrastructure	2,711	4,061	4,061	-	3,455	4,061	606	14.9%	4,061
Pump Station	2,711	600	600	-	-	600	600	100.0%	600
Outfall Sewers	-	3,461	3,461	-	3,455	3,461	6	0.2%	3,461
Solid Waste Infrastructure	-	-	-	-	-	-	-		-
Waste Transfer Stations	-	-	-	-	-	-	-		-
Community Assets	-	-	-	-	-	-	-		-
							-		
Unimproved Property	-	-	-	-	-	-	-		-
Capital Spares	-	-	-	-	-	-	-		-
Biological or Cultivated Assets	-	-	-	-	-	-	-		-
Unspecified	-	-	-	-	-	-	-		-
Computer Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Machinery and Equipment	-	-	-	-	-	-	-		-
Transport Assets	-	-	-	-	-	-	-		-
Land	-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-		-
Total Capital Expenditure on renewal of existing assets	3,606	25,621	25,096	-	15,667	25,096	9,429	37.6%	25,096

Supporting Table SC13c

WC032 Overstrand - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - Q4 Fourth Quarter

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									
Repairs and maintenance expenditure by Asset Class/Sub-class									
Infrastructure	134,766	141,901	144,993	-	140,185	144,993	4,808	3.3%	144,993
Roads Infrastructure	65,691	67,578	69,625	-	67,399	69,625	2,226	3.2%	69,625
Roads	61,812	63,837	65,884	-	64,151	65,884	1,733	2.6%	65,884
Road Structures	3,879	3,741	3,741	-	3,248	3,741	493	13.2%	3,741
Storm water Infrastructure	4,749	6,159	6,142	-	5,581	6,142	561	9.1%	6,142
Drainage Collection	2,558	2,811	2,764	-	2,515	2,764	249	9.0%	2,764
Storm water Conveyance	2,192	3,348	3,378	-	3,066	3,378	313	9.3%	3,378
Electrical Infrastructure	36,812	31,243	31,656	-	30,604	31,656	1,052	3.3%	31,656
HV Transmission Conductors	-	42	146	-	25	146	121	83.2%	146
MV Networks	33,018	28,758	28,548	-	28,146	28,548	402	1.4%	28,548
LV Networks	3,411	2,443	2,963	-	2,434	2,963	529	17.9%	2,963
Water Supply Infrastructure	16,161	19,710	20,721	-	21,044	20,721	(323)	-1.6%	20,721
Sanitation Infrastructure	10,072	13,262	13,663	-	12,910	13,663	752	5.5%	13,663
Waste Water Treatment Works	9,134	13,262	13,663	-	12,910	13,663	752	5.5%	13,663
Solid Waste Infrastructure	1,168	3,691	2,958	-	2,535	2,958	423	14.3%	2,958
Landfill Sites	36	82	62	-	61	62	1	0.8%	62
Waste Transfer Stations	11	1,450	1,450	-	1,186	1,450	264	18.2%	1,450
Waste Processing Facilities	152	836	373	-	272	373	100	27.0%	373
Waste Drop-off Points	929	1,065	1,065	-	1,009	1,065	56	5.3%	1,065
Waste Separation Facilities	39	258	8	-	7	8	1	14.7%	8
Coastal Infrastructure	113	216	186	-	110	186	76	40.7%	186
Information and Communication Infrastructure	-	42	42	-	1	42	40	96.8%	42
Community Assets	33,597	44,758	49,113	-	44,302	49,113	4,811	9.8%	49,113
Community Facilities	29,422	37,242	40,899	-	37,300	40,899	3,599	8.8%	40,899
Halls	3,502	4,885	5,590	-	5,332	5,590	258	4.6%	5,590
Fire/Ambulance Stations	344	385	530	-	377	530	153	29.0%	530
Testing Stations	-	124	65	-	54	65	11	17.2%	65
Libraries	93	191	201	-	121	201	80	39.8%	201
Cemeteries/Crematoria	693	1,047	885	-	967	885	(82)	-9.2%	885
Police	209	518	1,300	-	358	1,300	942	72.5%	1,300
Parks	20,368	27,196	27,312	-	25,542	27,312	1,769	6.5%	27,312
Public Open Space	4,213	2,647	4,686	-	4,304	4,686	382	8.2%	4,686
Public Ablution Facilities	-	202	202	-	178	202	24	12.0%	202
Sport and Recreation Facilities	4,176	7,516	8,214	-	7,002	8,214	1,212	14.8%	8,214
Unimproved Property	-	-	-	-	-	-	-	-	-
Other assets	1,582	3,410	3,176	-	2,126	3,176	1,049	33.0%	3,176
Operational Buildings	1,582	3,373	2,939	-	2,125	2,939	813	27.7%	2,939
Municipal Offices	1,539	3,206	2,777	-	2,075	2,777	702	25.3%	2,777
Building Plan Offices	28	129	145	-	35	145	110	76.1%	145
Depots	-	38	17	-	16	17	1	5.5%	17
Housing	-	37	237	-	1	237	236	99.5%	237
Capital Spares	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
Computer Software and Applications	6,009	5,925	5,925	-	5,672	5,925	253	4.3%	5,925
Unspecified	-	-	-	-	-	-	-	-	-
Computer Equipment	766	2,186	2,446	-	1,947	2,446	499	20.4%	2,446
Furniture and Office Equipment	242	2,811	1,940	-	1,128	1,940	812	41.9%	1,940
Machinery and Equipment	-	-	-	-	-	-	-	-	-
Transport Assets	11,555	9,914	13,685	-	15,521	13,685	(1,836)	-13.4%	13,685
Land	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure	188,517	210,905	221,278	-	210,881	221,278	10,397	4.7%	221,278

Supporting Table SC13d

WC032 Overstrand - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - Q4 Fourth Quarter

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									
<u>Depreciation by Asset Class/Sub-class</u>									
<u>Infrastructure</u>	106,974	117,641	117,641	-	117,641	117,641	-		117,641
Roads Infrastructure	33,574	33,352	33,352	-	33,352	33,352	-		33,352
<i>Roads</i>	33,574	33,352	33,352	-	33,352	33,352	-		33,352
Storm water Infrastructure	6,342	6,899	6,899	-	6,899	6,899	-		6,899
<i>Storm water Conveyance</i>	-	-	-	-	-	-	-		-
Electrical Infrastructure	26,300	26,537	26,537	-	26,537	26,537	-		26,537
<i>HV Transmission Conductors</i>	-	-	-	-	-	-	-		-
Water Supply Infrastructure	27,731	28,591	28,591	-	28,591	28,591	-		28,591
<i>Water Treatment Works</i>	-	-	-	-	-	-	-		-
<i>Distribution</i>	27,731	28,591	28,591	-	28,591	28,591	-		28,591
Sanitation Infrastructure	9,843	19,694	19,694	-	19,694	19,694	-		19,694
<i>Reticulation</i>	-	-	-	-	-	-	-		-
<i>Waste Water Treatment Works</i>	9,784	19,694	19,694	-	19,694	19,694	-		19,694
Solid Waste Infrastructure	3,184	2,569	2,569	-	2,569	2,569	-		2,569
<i>Waste Transfer Stations</i>	-	-	-	-	-	-	-		-
<u>Community Assets</u>	-	15,899	15,899	-	15,899	15,899	-		15,899
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
<i>Outdoor Facilities</i>	-	-	-	-	-	-	-		-
							-		
<u>Unimproved Property</u>	-	-	-	-	-	-	-		-
<i>Other assets</i>	13,452	-	-	-	-	-	-		-
<u>Capital Spares</u>	-	-	-	-	-	-	-		-
<u>Biological or Cultivated Assets</u>	-	-	-	-	-	-	-		-
Intangible Assets	447	570	570	-	570	570	-		570
<i>Effluent Licenses</i>	-	-	-	-	-	-	-		-
<u>Unspecified</u>	-	-	-	-	-	-	-		-
<u>Computer Equipment</u>	-	-	-	-	-	-	-		-
<u>Furniture and Office Equipment</u>	8,921	1,771	1,771	-	1,771	1,771	-		1,771
<u>Machinery and Equipment</u>	843	663	663	-	663	663	-		663
<u>Transport Assets</u>	3,903	5,333	5,333	-	5,333	5,333	-		5,333
<u>Land</u>	-	-	-	-	-	-	-		-
<u>Zoo's, Marine and Non-biological Animals</u>	-	-	-	-	-	-	-		-
Total Depreciation	134,541	141,877	141,877	-	141,877	141,877	-		141,877

Supporting Table SC13e

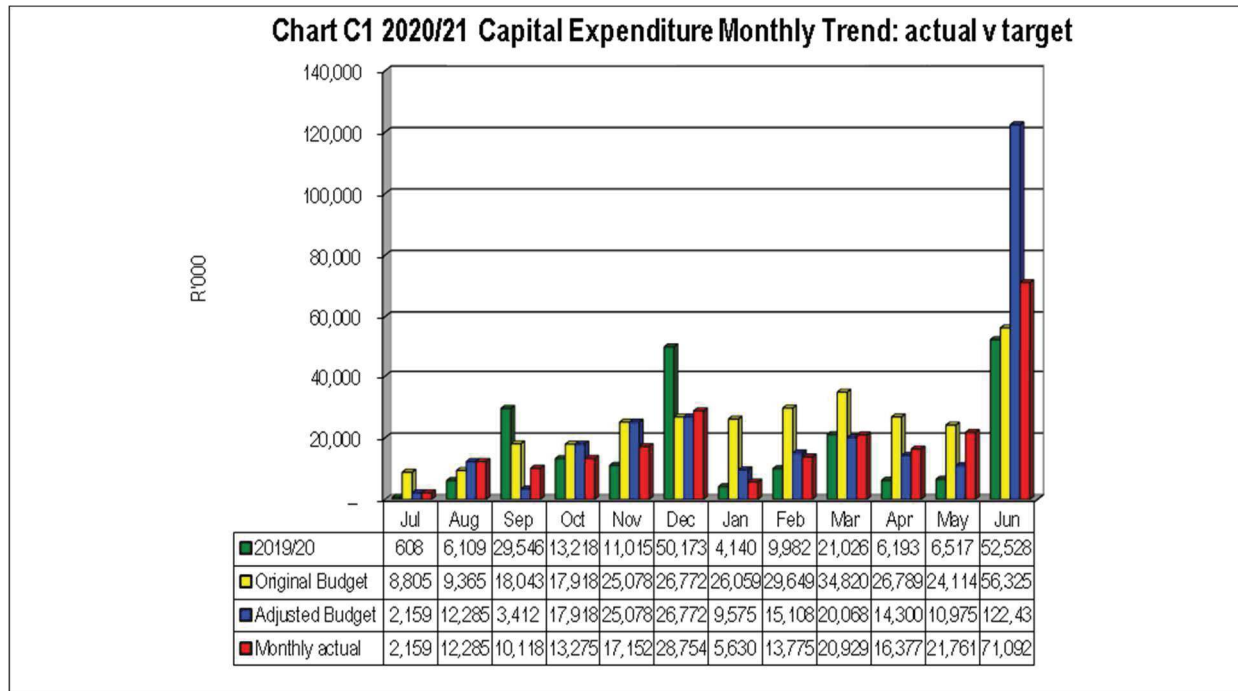
WC032 Overstrand - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - Q4 Fourth Quarter

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									
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class									
Infrastructure	11,051	50,206	45,882	-	33,339	45,882	12,543	27.3%	45,882
Roads Infrastructure	-	200	200	-	194	200	6	3.0%	200
<i>Roads</i>	-	200	200	-	194	200	6	3.0%	200
Storm water Infrastructure	1,285	13,057	13,057	-	12,438	13,057	619	4.7%	13,057
<i>Drainage Collection</i>	-	-	-	-	-	-	-	-	-
<i>Storm water Conveyance</i>	1,285	13,057	13,057	-	12,438	13,057	619	4.7%	13,057
<i>Attenuation</i>	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	7,871	7,350	7,350	-	120	7,350	7,231	98.4%	7,350
<i>MV Networks</i>	7,871	7,350	7,350	-	120	7,350	7,231	98.4%	7,350
Water Supply Infrastructure	1,863	2,500	2,454	-	1,873	2,454	581	23.7%	2,454
<i>Distribution</i>	1,863	2,500	2,454	-	1,873	2,454	581	23.7%	2,454
Sanitation Infrastructure	32	23,138	18,861	-	15,371	18,861	3,490	18.5%	18,861
<i>Pump Station</i>	-	8,520	6,951	-	5,074	6,951	1,877	27.0%	6,951
<i>Reticulation</i>	32	9,218	10,420	-	9,887	10,420	533	5.1%	10,420
<i>Waste Water Treatment Works</i>	-	5,400	1,490	-	410	1,490	1,080	72.5%	1,490
<i>Outfall Sewers</i>	-	-	-	-	-	-	-	-	-
<i>Toilet Facilities</i>	-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure	-	3,960	3,960	-	3,344	3,960	616	15.6%	3,960
<i>Landfill Sites</i>	-	2,500	2,500	-	1,932	2,500	568	22.7%	2,500
<i>Waste Transfer Stations</i>	-	1,460	1,460	-	1,412	1,460	48	3.3%	1,460
Community Assets	7,534	12,479	8,386	-	7,837	8,386	549	6.5%	8,386
Community Facilities	-	976	906	-	830	906	76	8.4%	906
<i>Parks</i>	-	340	340	-	322	340	18	5.2%	340
<i>Public Open Space</i>	-	540	540	-	482	540	58	10.7%	540
<i>Public Ablution Facilities</i>	-	70	-	-	-	-	-	-	-
<i>Taxi Ranks/Bus Terminals</i>	-	26	26	-	26	26	-	-	26
Sport and Recreation Facilities	7,534	11,503	7,480	-	7,007	7,480	473	6.3%	7,480
Heritage assets	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-
<i>Other assets</i>	61	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
Total Capital Expenditure on upgrading of e	18,646	62,684	54,268	-	41,176	54,268	13,092	24.1%	54,268

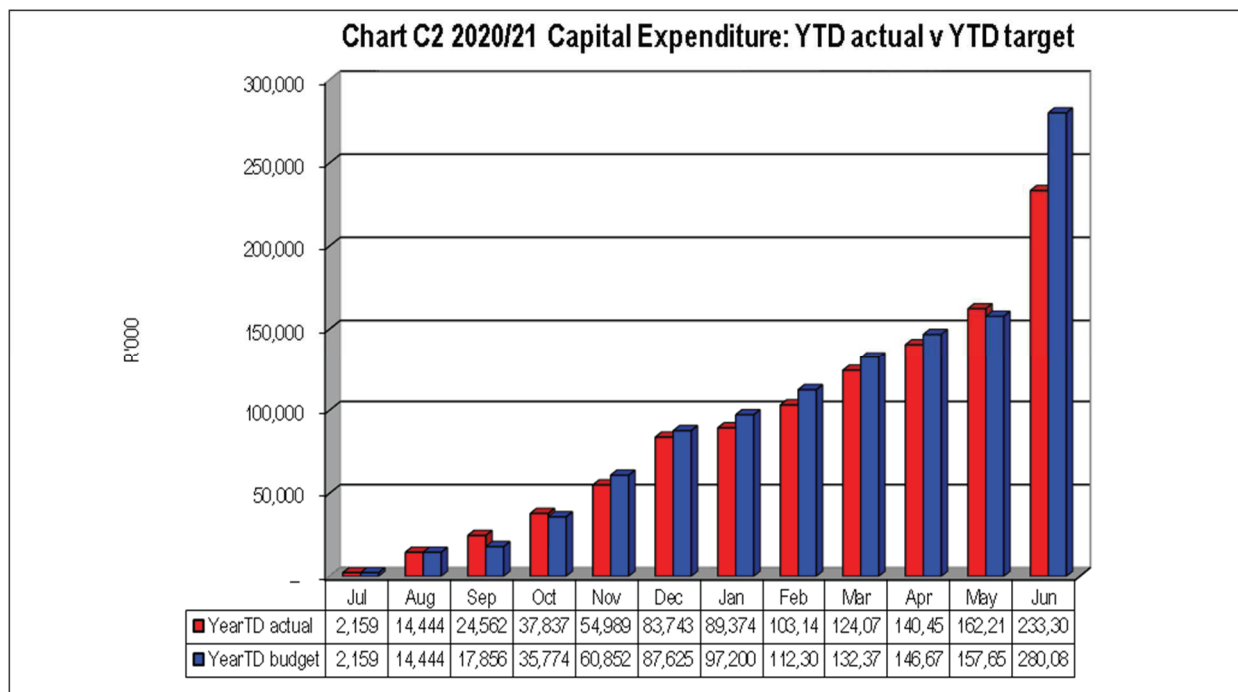
Other supporting documentation

Section 71 charts

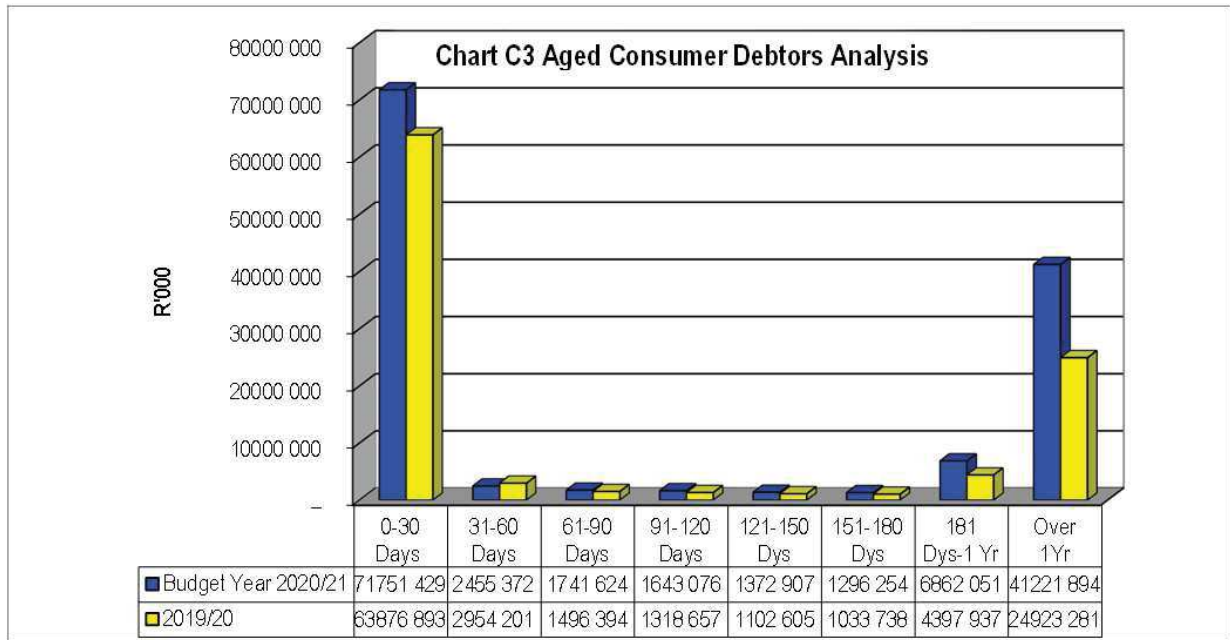
Capital expenditure monthly trend - actual vs target



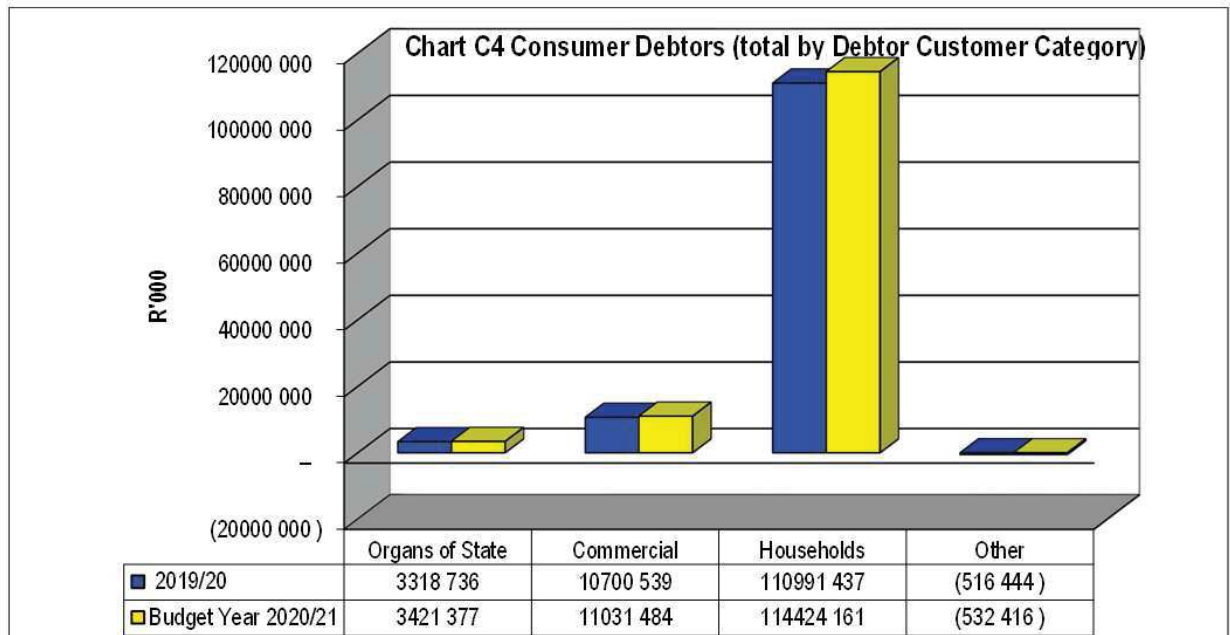
Capital expenditure – YTD actual vs YTD trend



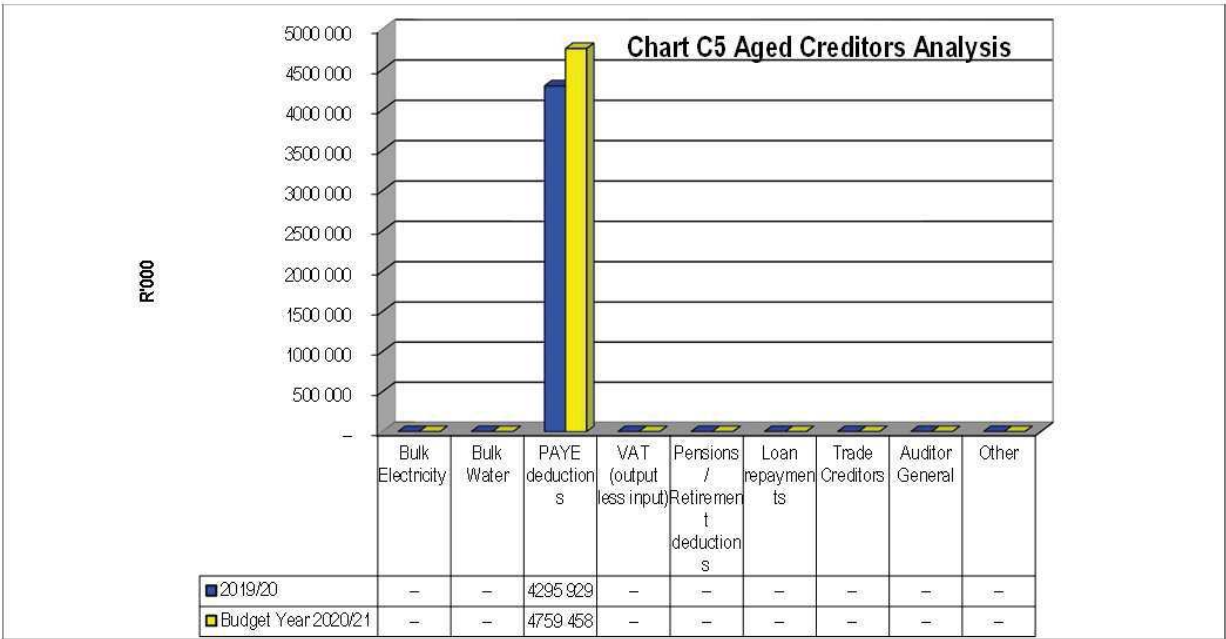
Debtors Age Analysis



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 June 2021 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:

22 July 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.

Opening Balance 01/07/2020					R39 720.89
Add: Overstrand Budget Allocation 2020/2021					R0.00
Donations received:					
Quarter 1	Donations received		200.00		
Quarter 2	Donations received		200.00		
Quarter 3	Donations received		200.00		
Quarter 4			<u>250.00</u>		R850.00
Amount withdrawn:					
Quarter 1	Donations granted		0.00		
Quarter 2	Donations granted		0.00		
Quarter 3	Donations granted		0.00		
Quarter 4	06/04/2021 ASANDA KOMANI-TREATMENT BURN WOUNDS	-1 000.00	<u>-1 000.00</u>		-R1 000.00
Closing Balance 30 June 2021					<u>R39 570.89</u>

<u>OVERSTRAND MUNICIPALITY - REPORTING ON THE MUNICIPAL COST CONTAINMENT REGULATIONS, 2019</u>

<u>JUNE 2021</u>

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.

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”)

	Budget	Q1 (Actual)	Q2 (Actual)	Q3 (Actual)	Q4 (Actual)	Savings
Measures	<u>R</u>	<u>R</u>	<u>R</u>	<u>R</u>	<u>R</u>	<u>R</u>
Use of Consultants	32 888 390	2 699 348	6 785 501	6 075 706	10 690 244	6 637 591
Vehicles used for political office-bearers	473 767	0	0	0	473 767	0
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.)	457 855	25 891	89 565	61 069	118 136	163 194
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.)	291 028	500	3 544	36 998	15 784	234 202

ANNEXURE C 3/3

Sponsorships, events and catering	831 326	7 802	138 172	86 336	244 461	354 554
Communication	6 903 661	829 054	1 235 756	1 199 354	1 708 529	1 930 968
Other related expenditure items	0	0	0	0	0	0
<u>Total</u>	41 846 027	3 562 595	8 252 539	7 459 463	13 250 922	9 320 509

MUNICIPAL REGULATIONS ON A STANDARD CHART OF ACCOUNTS (mSCOA): POST IMPLEMENTATION STATUS OF mSCOA PROJECT - JUNE 2021

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.

2. Updated status – June 2021 (Quarter 4)

mSCOA Project Governance and Management: Solvem (previously Bytes Systems Integration) and engagements with regard to the Samras Financial System)

In the report for Quarter 3, the administration indicated that the development in terms of the ownership of the SAMRAS System to Solvem, 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 still not leading to a close-out report in the near future.

The most recent SOLVEM SAMRAS Usergroup workshops and meeting took place as virtual sessions on 9 & 10 June 2021 respectively. The feedback provided to municipalities were still focused on the continuous development of the Web system modules and importantly, efforts with regard to the gradual migration of West Coast District Municipality, Stellenbosch Municipality and George Municipality, with latest confirmation that Breede Valley Municipality, also started with the initial steps in preparing for the roll-out of the SCM module in the web.

Progress with these efforts are at various stages, with detail available towards the end of June 2021 still not sufficient to be considered as completed migration processes from the classic environment to the web. Before-mentioned also lacks the necessary evidence and confirmation that the service provider is in a position to provide the required resources.

The urgent requirement to obtain an updated and detailed project plan for a viable migration process, with regard to a module to the web-based platform are identified as

ANNEXURE D 2/2

critical priorities, and accordingly listed for actioning in the first quarter of the 2021/22 financial year.

The following indication regarding progress with regard the web migration shared at the usergroup meeting in March 2021, informed the municipality's approach from 1 July 2021, (more details in the latter part of this report) -



The following status as previously reported to Council with regard to the auditing of ERP mSCOA systems as announced by national treasury, is still unchanged at this stage (June 2021):

The outcome of the audit of ERP mSCOA Systems by National Treasury, as previously advised by them (scheduled for 2019, subsequently postponed to 2020, currently scheduled for 2021), has not been received up to date.

The Overstrand Municipality is currently in the process to plan for a process to establish and evaluate the readiness and comprehensiveness of the Web Modules in accordance with requirements. This process will be attended to with the additional capacity of systems implementation project management expertise, with the planning phase for before-mentioned to start on 1 July 2021.

As previously reported, the administration will consider the appropriate approach in ensuring that the municipality will not be exposed to risk from either an operational-and/or monetary perspective in this regard. As stated in previous reporting, the absence of any clear direction from National Treasury in terms of the outcome of systems audits and their envisaged transversal tender process and specifications, are compounding challenges for municipalities. The municipality will consider before-mentioned duly, with all information and guidance, in terms of publications available thusfar.
