

OVERSTRAND MUNICIPALITY



Monthly Budget Statement

December 2016

In-Year Report of the Municipality

Prepared in terms of Section 71 of the Local Government: Municipal Finance Management Act (Act 56 of 2003) & Section 28 of the Municipal Budget and Reporting Regulations, Government Gazette 32141, 17 May 2009.

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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.

mSCOA – Municipal Standard Chart of Accounts.

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

PART 1 – IN-YEAR REPORT

Executive Summary

Revenue by Source

The Year-to-Date actual revenue is 2.25% above the YTD budget projections at the end of December 2016.

Borrowings

The balance of borrowings amounts to R425.9m at the end of December 2016.

Operating expenditure by vote & type

Current expenditure is 2.31% below YTD budget projections as at December 2016.

Capital expenditure

YTD Capital expenditure amounts to R20.2m or 22.89% of the total original budget of R88.3m. The current capital commitments of orders in progress amounts to R29.6m or 33.52% of the original capital budget of R88.3m.

Allocations received (National & Provincial Grants)

Grants totaling R36m was received during December 2016.

Spending on Grants

Spending on grants amounts to R8.1m for December 2016 which includes FMG, EPWP, Housing, Provincial Library Grant, MIG & INEP.

Material variances

The table below summarises variances for projected revenue and expenditure.

WC032 Overstrand - Supporting Table SC1 Material variance explanations - M06 December

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
<u>Revenue By Source</u>	2.25%	Not material	
<u>Expenditure By Type</u>	-2.31%	Not material	
<u>Capital Expenditure</u>	16.49%	Capital Commitments =R29.6m	
<u>Financial Position</u>			
In order			
<u>Cash Flow</u>			
In order			

Performance in relation to SDBIP targets

SDBIP performance is tabled in Council in a separate comprehensive report.

Remedial or corrective steps

No remedial or corrective steps are required at this time.

In-year budget statement tables

Table C1: s71 Monthly Budget Statement Summary
WC032 Overstrand - Table C1 Monthly Budget Statement Summary - M06 December

Description	2015/16	Budget Year 2016/17							
	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	-	181 439	-	16 339	100 033	96 474	3 558	4%	181 439
Service charges	-	607 054	-	53 764	302 847	300 387	2 460	1%	607 054
Investment revenue	-	10 489	-	1 750	10 565	7 605	2 960	39%	10 489
Transfers recognised - operational	-	126 313	-	28 522	88 568	88 568	-		126 313
Other own revenue	-	67 879	-	8 209	40 443	37 495	2 948	8%	67 879
Total Revenue (excluding capital transfers and contributions)	-	993 175	-	108 585	542 455	530 529	11 926	2%	993 175
Employee costs	-	314 204	-	24 440	152 004	154 133	(2 129)	-1%	314 204
Remuneration of Councillors	-	9 110	-	747	4 418	4 555	(137)	-3%	9 110
Depreciation & asset impairment	-	117 690	-	9 808	58 845	58 845	0	0%	117 690
Finance charges	-	46 421	-	9 961	16 539	16 539	-		46 421
Materials and bulk purchases	-	285 811	-	21 800	141 639	144 242	(2 603)	-2%	285 811
Transfers and grants	-	57 479	-	4 611	27 880	28 739	(859)	-3%	57 479
Other expenditure	-	242 280	-	19 700	96 594	102 664	(6 070)	-6%	242 280
Total Expenditure	-	1 072 995	-	91 068	497 919	509 717	(11 797)	-2%	1 072 995
Surplus/(Deficit)	-	(79 820)	-	17 516	44 536	20 812	23 724	114%	(79 820)
Transfers recognised - capital	-	39 962	-	3 924	9 288	9 288	-		39 962
Contributions & Contributed assets	-	4 500	-	-	-	-	-		4 500
Surplus/(Deficit) after capital transfers & contributions	-	(35 358)	-	21 440	53 824	30 100	23 724	79%	(35 358)
Surplus/ (Deficit) for the year	-	(35 358)	-	21 440	53 824	30 100	23 724	79%	(35 358)
Capital expenditure & funds sources									
Capital expenditure	-	88 356	-	7 840	20 230	17 365	2 865	17%	88 356
Capital transfers recognised	-	43 462	-	3 924	9 227	8 394	833	10%	43 462
Public contributions & donations	-	1 462	-	-	-	244	(244)	-100%	1 462
Borrowing	-	33 824	-	1 368	7 601	5 125	2 476	48%	33 824
Internally generated funds	-	9 608	-	2 549	3 402	3 603	(201)	-6%	9 608
Total sources of capital funds	-	88 356	-	7 840	20 230	17 365	2 864	16%	88 356
Financial position									
Total current assets	-	238 962	-		372 079				238 962
Total non current assets	-	3 284 285	-		3 707 554				3 284 285
Total current liabilities	-	183 981	-		144 127				183 981
Total non current liabilities	-	636 115	-		608 325				636 115
Community wealth/Equity	-	2 703 150	-		3 327 181				2 703 150
Cash flows									
Net cash from (used) operating	-	103 090	-	25 648	108 065	106 739	(1 325)	-1%	103 090
Net cash from (used) investing	-	(95 217)	-	(9 240)	(25 230)	(25 230)	-		(95 217)
Net cash from (used) financing	-	5 787	-	(3 222)	(20 502)	(20 502)	-		5 787
Cash/cash equivalents at the month/year end	-	114 127	-	-	237 113	161 474	(75 639)	-47%	188 441
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	55 726	1 460	1 006	977	836	1 185	4 098	19 185	84 472
Creditors Age Analysis									
Total Creditors	2 776	-	-	-	-	-	-	-	2 776

Table C2: Monthly Budget Statement – Financial Performance (standard classification)

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

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue - Standard									
Governance and administration	–	274 984	–	43 570	172 659	169 453	3 206	2%	274 984
Executive and council	–	73 269	–	24 362	54 859	54 859	–		73 269
Budget and treasury office	–	200 953	–	18 707	116 736	113 873	2 862	3%	200 953
Corporate services	–	762	–	502	1 064	720	344	48%	762
Community and public safety	–	116 537	–	9 962	59 035	55 288	3 747	7%	116 537
Community and social services	–	11 676	–	807	5 200	5 354	(154)	-3%	11 676
Sport and recreation	–	9 875	–	2 001	5 234	4 104	1 130	28%	9 875
Public safety	–	37 988	–	3 133	19 487	18 994	493	3%	37 988
Housing	–	56 997	–	4 021	29 114	26 836	2 278	8%	56 997
Economic and environmental services	–	25 639	–	1 830	8 763	9 400	(636)	-7%	25 639
Planning and development	–	14 810	–	905	6 609	6 920	(310)	-4%	14 810
Road transport	–	10 746	–	925	2 134	2 446	(311)	-13%	10 746
Environmental protection	–	83	–	–	20	35	(15)	-42%	83
Trading services	–	620 478	–	57 147	311 286	305 676	5 610	2%	620 478
Electricity	–	362 878	–	31 987	181 035	179 927	1 107	1%	362 878
Water	–	114 100	–	11 994	58 391	55 624	2 768	5%	114 100
Waste water management	–	77 930	–	7 577	38 871	37 341	1 530	4%	77 930
Waste management	–	65 570	–	5 589	32 989	32 784	205	1%	65 570
Other	–	–	–	–	–	–	–		–
Total Revenue - Standard	–	1 037 637	–	112 508	551 743	539 817	11 926	2%	1 037 637
Expenditure - Standard									
Governance and administration	–	262 295	–	21 040	125 665	126 703	(1 039)	-1%	262 295
Executive and council	–	114 535	–	9 052	55 288	55 353	(65)	0%	114 535
Budget and treasury office	–	69 180	–	6 007	34 648	35 167	(519)	-1%	69 180
Corporate services	–	78 579	–	5 982	35 729	36 183	(454)	-1%	78 579
Community and public safety	–	179 163	–	14 476	88 773	89 495	(722)	-1%	179 163
Community and social services	–	34 465	–	2 510	16 153	15 861	292	2%	34 465
Sport and recreation	–	20 239	–	2 423	8 760	8 686	74	1%	20 239
Public safety	–	74 657	–	5 803	34 064	35 151	(1 087)	-3%	74 657
Housing	–	49 802	–	3 740	29 797	29 797	–		49 802
Economic and environmental services	–	176 435	–	14 775	76 587	80 372	(3 785)	-5%	176 435
Planning and development	–	80 325	–	6 916	35 688	35 565	123	0%	80 325
Road transport	–	90 397	–	7 443	38 313	42 166	(3 853)	-9%	90 397
Environmental protection	–	5 712	–	416	2 586	2 642	(56)	-2%	5 712
Trading services	–	455 103	–	40 777	206 894	213 146	(6 252)	-3%	455 103
Electricity	–	277 742	–	22 547	128 658	129 613	(955)	-1%	277 742
Water	–	59 028	–	6 836	23 968	26 317	(2 349)	-9%	59 028
Waste water management	–	59 828	–	6 497	28 397	29 914	(1 517)	-5%	59 828
Waste management	–	58 505	–	4 898	25 871	27 302	(1 431)	-5%	58 505
Other	–	–	–	–	–	–	–		–
Total Expenditure - Standard	–	1 072 995	–	91 068	497 919	509 717	(11 797)	-2%	1 072 995
Surplus/ (Deficit) for the year	–	(35 358)	–	21 440	53 824	30 100	23 724	79%	(35 358)

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

The main functions 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 standard classification, Table C2, and by municipal vote, Table C3.

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

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

Vote Description	2015/16	Budget Year 2016/17							
	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	-	73 182	-	24 336	54 814	54 814	-		73 182
Vote 2 - Municipal Manager	-	-	-	-	-	-	-		-
Vote 3 - Management Services	-	1	-	437	697	340	357	104.9%	1
Vote 4 - Finance	-	200 953	-	18 707	116 736	113 873	2 862	2.5%	200 953
Vote 5 - Community Services	-	291 065	-	29 008	143 427	138 463	4 964	3.6%	291 065
Vote 6 - Local Economic Development	-	3 352	-	309	1 831	1 676	155	9.2%	3 352
Vote 7 - Infrastructure & Planning	-	431 096	-	36 579	214 751	211 656	3 095	1.5%	431 096
Vote 8 - Protection Services	-	37 988	-	3 133	19 487	18 994	493	2.6%	37 988
Total Revenue by Vote	-	1 037 637	-	112 508	551 743	539 817	11 926	2.2%	1 037 637
Expenditure by Vote									
Vote 1 - Council	-	91 748	-	7 185	45 476	44 732	744	1.7%	91 748
Vote 2 - Municipal Manager	-	4 722	-	327	2 122	2 302	(180)	-7.8%	4 722
Vote 3 - Management Services	-	46 490	-	3 650	20 952	21 601	(649)	-3.0%	46 490
Vote 4 - Finance	-	69 180	-	6 007	34 648	35 167	(519)	-1.5%	69 180
Vote 5 - Community Services	-	346 998	-	32 226	152 364	166 764	(14 400)	-8.6%	346 998
Vote 6 - Local Economic Development	-	10 795	-	791	4 906	5 026	(121)	-2.4%	10 795
Vote 7 - Infrastructure & Planning	-	428 407	-	35 079	203 388	198 974	4 414	2.2%	428 407
Vote 8 - Protection Services	-	74 657	-	5 803	34 064	35 151	(1 087)	-3.1%	74 657
Total Expenditure by Vote	-	1 072 995	-	91 068	497 919	509 717	(11 797)	-2.3%	1 072 995
Surplus/ (Deficit) for the year	-	(35 358)	-	21 440	53 824	30 100	23 724	78.8%	(35 358)

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

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

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

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

Description	2015/16	Budget Year 2016/17							
	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		180 591		16 321	99 874	96 315	3 558	4%	180 591
Property rates - penalties & collection charges		848		18	159	159	-		848
Service charges - electricity revenue		356 959		29 777	176 981	178 182	(1 201)	-1%	356 959
Service charges - water revenue		111 544		11 359	55 053	52 983	2 069	4%	111 544
Service charges - sanitation revenue		72 318		7 035	37 585	36 159	1 426	4%	72 318
Service charges - refuse revenue		65 510		5 560	32 920	32 755	165	1%	65 510
Rental of facilities and equipment		4 728		472	2 596	2 364	232	10%	4 728
Interest earned - external investments		10 489		1 750	10 565	7 605	2 960	39%	10 489
Interest earned - outstanding debtors		2 756		222	1 349	1 378	(29)	-2%	2 756
Fines		31 143		2 657	16 626	15 572	1 055	7%	31 143
Licences and permits		2 330		221	1 198	1 165	33	3%	2 330
Agency services		3 220		265	1 688	1 610	78	5%	3 220
Transfers recognised - operational		126 313		28 522	88 568	88 568	-		126 313
Other revenue		23 702		4 372	16 986	15 406	1 580	10%	23 702
Gains on disposal of PPE							-		
contributions)	-	993 175	-	108 585	542 455	530 529	11 926	2%	993 175
Expenditure By Type									
Employee related costs		314 204		24 440	152 004	154 133	(2 129)	-1%	314 204
Remuneration of councillors		9 110		747	4 418	4 555	(137)	-3%	9 110
Debt impairment		23 888		1 991	11 944	11 944	-		23 888
Depreciation & asset impairment		117 690		9 808	58 845	58 845	0	0%	117 690
Finance charges		46 421		9 961	16 539	16 539	-		46 421
Bulk purchases		210 763		15 089	98 475	100 464	(1 989)	-2%	210 763
Other materials		75 048		6 712	43 164	43 778	(614)	-1%	75 048
Contracted services		158 368		12 528	55 338	60 708	(5 370)	-9%	158 368
Transfers and grants		57 479		4 611	27 880	28 739	(859)	-3%	57 479
Other expenditure		60 024		5 182	29 312	30 012	(700)	-2%	60 024
Loss on disposal of PPE							-		
Total Expenditure	-	1 072 995	-	91 068	497 919	509 717	(11 797)	-2%	1 072 995
Surplus/(Deficit)	-	(79 820)	-	17 516	44 536	20 812	23 724	0	(79 820)
Transfers recognised - capital		39 962		3 924	9 288	9 288	-		39 962
Contributions recognised - capital		4 500					-		4 500
Contributed assets							-		
Surplus/(Deficit) after capital transfers & Taxation	-	(35 358)	-	21 440	53 824	30 100	-		(35 358)
Surplus/(Deficit) after taxation	-	(35 358)	-	21 440	53 824	30 100			(35 358)
Surplus/(Deficit) attributable to municipality	-	(35 358)	-	21 440	53 824	30 100			(35 358)
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	-	(35 358)	-	21 440	53 824	30 100			(35 358)

The annual revenue budget is approved as 'Revenue by Source'. The Year-to-Date actual revenue is 2.25% above the YTD budget.

Current expenditure is 2.31% below YTD budget projections for December 2016.

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

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

Vote Description	2015/16	Budget Year 2016/17							
	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	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Management Services	-	-	-	-	-	-	-	-	-
Vote 4 - Finance	-	-	-	-	-	-	-	-	-
Vote 5 - Community Services	-	14 311	-	638	6 576	6 264	312	5%	14 311
Vote 6 - Local Economic Development	-	-	-	-	-	-	-	-	-
Vote 7 - Infrastructure & Planning	-	15 000	-	3 443	4 811	4 174	637	15%	15 000
Vote 8 - Protection Services	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	-	29 311	-	4 081	11 387	10 438	949	9%	29 311
Vote 1 - Council	-	5	-	-	-	1	(1)	-100%	5
Vote 2 - Municipal Manager	-	41	-	-	32	34	(2)	-7%	41
Vote 3 - Management Services	-	320	-	-	113	132	(18)	-14%	320
Vote 4 - Finance	-	30	-	-	-	4	(4)	-100%	30
Vote 5 - Community Services	-	51 033	-	3 734	6 325	4 372	1 953	45%	51 033
Vote 6 - Local Economic Development	-	15	-	-	-	2	(2)	-100%	15
Vote 7 - Infrastructure & Planning	-	6 721	-	2	2 269	2 274	(5)	0%	6 721
Vote 8 - Protection Services	-	880	-	23	103	109	(5)	-5%	880
Total Capital single-year expenditure	-	59 046	-	3 759	8 843	6 927	1 916	28%	59 046
Total Capital Expenditure	-	88 356	-	7 840	20 230	17 365	2 865	17%	88 356
Capital Expenditure - Standard Classification									
Governance and administration	-	855	-	3	242	428	(186)	-43%	855
Executive and council	-	46	-	-	38	23	15	63%	46
Budget and treasury office	-	-	-	-	-	-	-	-	-
Corporate services	-	809	-	3	204	405	(200)	-49%	809
Community and public safety	-	19 502	-	1 819	2 045	3 211	(1 166)	-36%	19 502
Community and social services	-	2 995	-	-	13	749	(735)	-98%	2 995
Sport and recreation	-	2 545	-	450	572	848	(277)	-33%	2 545
Public safety	-	1 080	-	23	113	540	(427)	-79%	1 080
Housing	-	12 882	-	1 346	1 346	1 074	273	25%	12 882
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	-	12 933	-	931	2 216	2 216	(0)	0%	12 933
Planning and development	-	183	-	2	85	92	(6)	-7%	183
Road transport	-	12 750	-	929	2 131	2 125	6	0%	12 750
Environmental protection	-	-	-	-	-	-	-	-	-
Trading services	-	55 066	-	5 087	15 727	11 511	4 216	37%	55 066
Electricity	-	21 799	-	3 443	6 995	7 266	(271)	-4%	21 799
Water	-	15 021	-	638	4 049	2 381	1 668	70%	15 021
Waste water management	-	18 231	-	1 006	4 682	1 856	2 826	152%	18 231
Waste management	-	15	-	-	1	8	(6)	-85%	15
Total Capital Expenditure - Standard Classification	-	88 356	-	7 840	20 230	17 365	2 864	16%	88 356
Funded by:									
National Government	-	26 030	-	3 424	8 727	7 394	1 333	18%	26 030
Provincial Government	-	13 932	-	500	500	563	(63)	-11%	13 932
District Municipality	-	-	-	-	-	-	-	-	-
Other transfers and grants	-	3 500	-	-	-	438	(438)	-100%	3 500
Transfers recognised - capital	-	43 462	-	3 924	9 227	8 394	833	10%	43 462
Public contributions & donations	-	1 462	-	-	-	244	(244)	-100%	1 462
Borrowing	-	33 824	-	1 368	7 601	5 125	2 476	48%	33 824
Internally generated funds	-	9 608	-	2 549	3 402	3 603	(201)	-6%	9 608
Total Capital Funding	-	88 356	-	7 840	20 230	17 365	2 864	16%	88 356

Table C6: Monthly Budget Statement - Financial Position

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

Description	2015/16	Budget Year 2016/17			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
ASSETS					
Current assets					
Cash		114 127		58 479	114 127
Call investment deposits		-		178 634	-
Consumer debtors		66 944		64 356	66 944
Other debtors		44 217		40 751	44 217
Current portion of long-term receivables		11		12	11
Inventory		13 663		29 847	13 663
Total current assets	-	238 962	-	372 079	238 962
Non current assets					
Long-term receivables		30		34	30
Investments		35 328		34 751	35 328
Investment property		159 761		152 550	159 761
Investments in Associate					
Property, plant and equipment		3 084 987		3 514 311	3 084 987
Agricultural					
Biological assets					
Intangible assets		4 179		5 909	4 179
Other non-current assets					
Total non current assets	-	3 284 285	-	3 707 554	3 284 285
TOTAL ASSETS	-	3 523 246	-	4 079 633	3 523 246
LIABILITIES					
Current liabilities					
Bank overdraft					
Borrowing		29 378		28 514	29 378
Consumer deposits		46 429		36 377	46 429
Trade and other payables		81 244		54 427	81 244
Provisions		26 930		24 808	26 930
Total current liabilities	-	183 981	-	144 127	183 981
Non current liabilities					
Borrowing		412 288		397 443	412 288
Provisions		223 827		210 882	223 827
Total non current liabilities	-	636 115	-	608 325	636 115
TOTAL LIABILITIES	-	820 097	-	752 452	820 097
NET ASSETS	-	2 703 150	-	3 327 181	2 703 150
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)		2 700 931		3 324 968	2 700 931
Reserves		2 218		2 213	2 218
TOTAL COMMUNITY WEALTH/EQUITY	-	2 703 150	-	3 327 181	2 703 150

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

Table C7: Monthly Budget Statement - Cash Flow

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

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates, penalties & collection charges		177 978		11 696	84 705	84 094	610	1%	177 978
Service charges		595 436		55 817	319 802	319 550	252	0%	595 436
Other revenue		60 595		8 115	42 006	41 912	94	0%	60 595
Government - operating		126 313		28 522	88 568	88 568	-		126 313
Government - capital		44 462		3 924	9 288	9 288	-		44 462
Interest		13 245		1 972	11 914	11 914	-		13 245
Dividends		-					-		-
Payments									
Suppliers and employees		(811 039)		(69 826)	(403 799)	(404 168)	(369)	0%	(811 039)
Finance charges		(46 421)		(9 961)	(16 539)	(16 539)	-		(46 421)
Transfers and Grants		(57 479)		(4 611)	(27 880)	(27 880)	-		(57 479)
NET CASH FROM/(USED) OPERATING ACTIVITIES	-	103 090	-	25 648	108 065	106 739	(1 325)	-1%	103 090
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE		-		-	-	-	-		-
Decrease (Increase) in non-current debtors		-		-	-	-	-		-
Decrease (increase) other non-current receivables		13		7	8	8	-		13
Decrease (increase) in non-current investments		(6 873)		(1 410)	(5 011)	(5 011)	-		(6 873)
Payments									
Capital assets		(88 356)		(7 837)	(20 227)	(20 227)	-		(88 356)
NET CASH FROM/(USED) INVESTING ACTIVITIES	-	(95 217)	-	(9 240)	(25 230)	(25 230)	-		(95 217)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans		-		-	(60)	(60)	-		-
Borrowing long term/refinancing		30 000		-	-	-	-		30 000
Increase (decrease) in consumer deposits		2 628		223	(7 566)	(7 566)	-		2 628
Payments									
Repayment of borrowing		(26 841)		(3 445)	(12 876)	(12 876)	-		(26 841)
NET CASH FROM/(USED) FINANCING ACTIVITIES	-	5 787	-	(3 222)	(20 502)	(20 502)	-		5 787
NET INCREASE/ (DECREASE) IN CASH HELD	-	13 660	-	13 186	62 332	61 007			13 660
Cash/cash equivalents at beginning:		100 467			174 781	100 467			174 781
Cash/cash equivalents at month/year end:		114 127			237 113	161 474			188 441

Table C7 balances to the current Cash balance, shown in the 'YTD actual' column, which is R237.1 million.

The municipality started the year with a positive cash balance of R174.8 million. The December closing balance is R237.1 million. Refer to Supporting Table SC9 for more details on the cash position.

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

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

Description	Budget Year 2016/17												2016/17 Medium Term Revenue & Expenditure Framework			
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19	
R thousands	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget				
Cash Receipts By Source																
Property rates	14 723	8 690	25 755	12 031	11 669	11 678						92 584	177 130	190 545	201 979	
Property rates - penalties & collection charges	30	28	25	30	28	18						689	848	899	953	
Service charges - electricity revenue	27 008	28 458	17 659	28 100	26 914	27 819						194 159	350 118	377 363	400 006	
Service charges - water revenue	13 245	16 174	8 458	15 801	14 341	14 005						27 396	109 419	116 964	123 983	
Service charges - sanitation revenue	7 566	5 966	3 551	6 733	6 801	6 386						33 932	70 935	76 304	80 883	
Service charges - refuse	8 885	7 424	4 630	8 191	7 804	7 575						19 745	64 255	69 121	73 269	
Rental of facilities and equipment	377	344	430	440	454	381						2 212	4 638	3 319	3 518	
Interest earned - external investments	793	2 289	586	2 705	2 442	1 750						(75)	10 489	12 795	13 563	
Interest earned - outstanding debtors	236	240	216	229	206	222						1 407	2 756	2 921	3 097	
Fines	2 541	3 367	2 638	2 583	2 840	2 657						14 517	31 143	31 164	31 187	
Licences and permits	198	214	224	158	184	221						1 132	2 330	2 470	2 618	
Agency services	267	295	293	268	300	265						1 532	3 220	3 413	3 618	
Transfer receipts - operating	30 985	10 833	6 708	7 800	3 721	28 522						37 745	126 313	100 430	113 519	
Other revenue	3 888	2 395	1 753	2 256	5 184	4 590						(804)	19 263	16 325	21 370	
Cash Receipts by Source	110 813	86 773	72 981	87 376	82 929	106 122	-	-	-	-	-	426 573	973 567	1 004 796	1 074 369	
Other Cash Flows by Source																
Transfer receipts - capital	-	-	2 540	648	2 176	3 924						34 174	43 462	63 604	67 271	
Contributions & Contributed assets	-	-	-	-	-	-						1 000	1 000	-	-	
Proceeds on disposal of PPE	-	-	-	-	-	-						-	-	-	-	
Borrowing long term/refinancing												30 000	30 000	30 000	40 000	
Increase in consumer deposits	(197)	(75)	(7 573)	(123)	179	223						10 194	2 628	2 321	2 438	
Receipt of non-current debtors	-	-	-	-	-	-						-	-	-	-	
Receipt of non-current receivables	(3)	0	4	0	0	7						5	13	11	10	
Change in non-current investments	(525)	(1 102)	(411)	(1 008)	(555)	(1 410)						(1 862)	(6 873)	(6 399)	(6 541)	
Total Cash Receipts by Source	110 069	85 587	67 531	86 871	84 728	108 866	-	-	-	-	-	500 144	1 043 797	1 094 334	1 177 547	
Cash Payments by Type																
Employee related costs	19 435	31 209	22 287	21 900	35 677	23 167						153 153	306 828	314 204	330 841	
Remuneration of councillors	719	710	747	747	747	747						4 692	9 110	9 620	10 161	
Interest paid	114	644	2 427	2 214	1 178	9 961						29 883	46 421	46 952	45 449	
Bulk purchases - Electricity	3 413	24 098	23 326	16 837	15 712	15 089						112 288	210 763	227 329	245 197	
Bulk purchases - Water & Sewer												-	-	-	-	
Other materials	506	12 908	8 530	9 081	5 428	6 712						31 884	75 048	40 659	46 605	
Contracted services	660	8 353	10 963	12 003	10 830	12 528						103 030	158 368	164 936	174 154	
Grants and subsidies paid - other municipalities												-	-	-	-	
Grants and subsidies paid - other	4 661	4 673	4 698	4 633	4 604	4 611						29 599	57 479	60 808	64 336	
General expenses	20 267	(1 635)	3 649	14 068	797	11 583						2 192	50 922	89 431	88 572	
Cash Payments by Type	49 775	80 960	76 628	81 483	74 974	84 398	-	-	-	-	-	466 720	914 939	953 940	1 005 314	
Other Cash Flows/Payments by Type																
Capital assets	-	571	5 869	1 879	4 070	7 837						68 129	88 356	94 230	107 271	
Repayment of borrowing	1 182	864	2 798	3 442	1 146	3 445						13 965	26 841	29 775	33 384	
Total Cash Payments by Type	50 957	82 396	85 295	86 804	80 190	95 680	-	-	-	-	-	548 815	1 030 137	1 077 945	1 145 969	
NET INCREASE/(DECREASE) IN CASH HELD	59 113	3 191	(17 764)	67	4 538	13 186	-	-	-	-	-	(48 671)	13 660	16 389	31 577	
Cash/cash equivalents at the month/year beg	174 783	233 895	237 086	219 322	219 390	223 928	237 113	237 113	237 113	237 113	237 113	237 113	174 783	188 442	204 831	
Cash/cash equivalents at the month/year end	233 895	237 086	219 322	219 390	223 928	237 113	237 113	237 113	237 113	237 113	237 113	188 442	188 442	204 831	236 409	

This supporting table gives a detailed breakdown of information summarised in Table C7

PART 2 – SUPPORTING DOCUMENTATION

Debtors' analysis

Supporting Table SC3 Debtors' age analysis

WC032 Overstrand - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December													
Description	NT Code	Budget Year 2016/17									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys- 1 Yr	Over 1Yr	Total			
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions	1200	12 650	265	181	149	141	227	583	2 690	16 886	3 789	395	3 860
Trade and Other Receivables from Exchange Transactions	1300	13 555	330	188	139	147	114	539	2 406	17 417	3 344	40	4 370
Receivables from Non-exchange Transactions - Property R	1400	15 890	403	247	374	170	157	672	2 510	20 422	3 883	28	4 856
Receivables from Exchange Transactions - Waste Water	1500	6 508	174	115	89	90	71	358	1 773	9 177	2 380	11	2 295
Receivables from Exchange Transactions - Waste Manag	1600	4 665	135	88	79	67	59	282	1 292	6 667	1 780	12	1 812
Receivables from Exchange Transactions - Property Rent	1700	516	19	13	17	16	16	33	127	758	210	-	194
Interest on Arrear Debtor Accounts	1810	102	19	21	26	25	53	272	5 533	6 050	5 909		
Recoverable unauthorised, irregular, fruitless and wastefu	1820									-	-		
Other	1900	1 840	117	153	104	178	490	1 359	2 854	7 094	4 984	46	2 143
Total By Income Source	2000	55 726	1 460	1 006	977	836	1 185	4 098	19 185	84 472	26 280	533	19 530
2015/16 - totals only		49 036	1 691	1 105	1 097	792	751	3 711	18 743	76 926	25 094		16 995
Debtors Age Analysis By Customer Group													
Organs of State	2200	582	29	24	202	22	150	698	149	1 856	1 221	42	234
Commercial	2300	8 338	114	47	27	30	31	110	651	9 348	849	20	707
Households	2400	47 151	1 297	925	740	776	995	3 253	18 029	73 167	23 794	470	18 588
Other	2500	(345)	20	9	8	6	10	37	355	101	416	-	2
Total By Customer Group	2600	55 726	1 460	1 006	977	836	1 185	4 098	19 185	84 472	26 280	533	19 530

The overall increased debtors results mainly from the year-on-year increase in billings from increased tariffs at the start of the new financial year. This conclusion can be drawn from the increase in the 0-30 days (current) debtors.

Summary of Indigent Households

Indigent Household Statistics					
	Indigent Households	Amount	Other Households	Total Households	
2016					
July	7 304	R 4 360 615.94	25 142	32 446	22.51%
August	7 298	R 4 355 084.28	25 131	32 429	22.50%
September	7 503	R 4 488 279.95	25 161	32 664	22.97%
October	7 504	R 4 498 246.35	25 111	32 615	23.01%
November	7 532	R 4 536 177.56	25 083	32 615	23.09%
December	7 665	R 4 608 643.54	24 949	32 614	23.50%
2017					
January			0		
February			0		
March			0		
April			0		
May			0		
June			0		

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
2016/17											
June									0.00	0.00	0.00
May									0	0	0
April									0	0	0
March									0	0	0
February									0	0	0
January									0	0	0
December	55 726 442	1 459 913	1 005 503	976 593	835 735	1 184 877	4 097 985	19 184 797	84 471 844	28 745 402	26 279 986
November	53 540 438	1 532 503	1 197 756	1 014 165	1 284 533	#####	3 400 262	18 959 315	82 283 889	28 743 451	26 013 192
October	50 652 570	1 888 891	1 221 523	1 432 705	1 441 096	777 200	3 459 412	18 909 484	79 782 882	29 130 311	26 019 898
September	50 963 328	1 741 045	1 604 160	1 547 365	882 541	715 623	3 646 312	19 161 990	80 262 363	29 299 035	25 953 831
Augustus	56 126 377	2 282 003	1 806 712	993 626	794 009	872 603	3 749 957	19 052 307	85 677 596	29 551 219	25 462 503
July	57 488 799	2 827 740	1 235 593	926 254	965 306	723 870	3 799 288	19 044 794	87 011 644	29 522 845	25 459 511

Creditors' analysis

Supporting Table SC4

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

Description	NT Code	Budget Year 2016/17									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		
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100										-	
Bulk Water	0200										-	
PAYE deductions	0300	2 737									2 737	2 550
VAT (output less input)	0400										-	
Pensions / Retirement deductions	0500										-	
Loan repayments	0600										-	
Trade Creditors	0700	39									39	932
Auditor General	0800										-	
Other	0900										-	
Total By Customer Type	1000	2 776	-	-	-	-	-	-	-	-	2 776	3 482

Investment portfolio analysis

Supporting Table SC5

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

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
R thousands	Yrs/Months							
Municipality								
LIBERTY 15934476	15 YEARS	Policy	01/09/2025	381		11 653	125	12 159
LIBERTY 21196964	14 YEARS	Policy	01/09/2025	614		19 630	260	20 504
MOMENTUM MP 3853776	14 YEARS	Policy	01/07/2026	0		2 058	30	2 089
ABSA 4074809272	DAILY	CALL		3	6.0%	449		452
ABSA 9284200168	DEP PLUS	DEP PLUS		84	6.3%	14 092		14 175
ABSA 9295906141	DAILY	DEP PLUS		83	6.3%	13 924		14 007
Nedbank 03/7881534451	63 days	FIXED DEP	23/01/2017		7.8%	50 000		50 000
Nedbank 03/7881534451	90 days	FIXED DEP	28/02/2017		8.0%	50 000		50 000
Standard Bank 288434005/025	33 days	FIXED DEP	16/01/2017		7.6%		50 000	50 000
Municipality sub-total				1 164		161 806	50 415	213 385
TOTAL INVESTMENTS AND INTEREST				1 164		161 806	50 415	213 385

Surplus cash not immediately required is invested in call and monthly deposits.

Long term investments relate to the sinking fund investments.

Allocation and grant receipts and expenditure

Supporting Table SC6 – Grant receipts

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

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
RECEIPTS:									
Operating Transfers and Grants									
National Government:	-	76 347	-	24 317	57 533	57 533	-		76 347
Local Government Equitable Share		72 950		24 317	54 712	54 712	-		72 950
Finance Management		1 475			1 475	1 475			1 475
Municipal Systems Improvement									
EPWP Incentive		1 922			1 346	1 346			1 922
Provincial Government:	-	49 966	-	2 932	35 509	35 509	-		49 966
Housing		43 795		2 932	30 492	30 492	-		43 795
Provincial Library Grant		5 839			4 942	4 942			5 839
Community Development Worker Grant		75			75	75	-		75
Main Road Subsidy		137					-		137
Financial Management Support Grant		120					-		120
District Municipality:	-	-	-	-	-	-	-		-
[insert description]							-		
Other grant providers:	-	-	-	-	571	571	-		-
ACIP					571	571	-		
Total Operating Transfers and Grants	-	126 313	-	27 249	93 613	93 613	-		126 313
Capital Transfers and Grants									
National Government:	-	26 030	-	8 259	18 517	18 517	-		26 030
Municipal Infrastructure Grant (MIG)		21 030		8 259	13 517	13 517	-		21 030
INEP		5 000			5 000	5 000	-		5 000
Provincial Government:	-	13 932	-	500	1 000	1 000	-		13 932
Housing		12 882		500	1 000	1 000	-		12 882
Provincial Library Grant		1 050					-		1 050
Other grant providers:	-	3 500	-	-	-	-	-		3 500
DWA ACIP		3 500					-		3 500
Total Capital Transfers and Grants	-	43 462	-	8 759	19 517	19 517	-		43 462
TOTAL RECEIPTS OF TRANSFERS & GRANTS	-	169 775	-	36 008	113 130	113 130	-		169 775

Grant receipts are monitored according to the payment schedules. Year to date actuals only reflects actual receipts for 2016/2017.

Supporting Table SC7(1) – Grant expenditure

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

Description	2015/16	Budget Year 2016/17							
	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:	-	3 397	-	205	1 275	1 275	-		3 397
Local Government Equitable Share							-		
Finance Management		1 475		54	306	306	-		1 475
Municipal Systems Improvement							-		
EPWP Incentive		1 922		152	969	969	-		1 922
Provincial Government:	-	49 966	-	3 999	32 010	32 010	-		49 966
Housing		43 795		3 496	28 418	28 418	-		43 795
Community Development Worker Grant		75			30	30	-		75
Main Road Subsidy		137			137	137	-		137
Financial Management Support Grant		120					-		120
Provincial Library Grant		5 839		504	3 426	3 426	-		5 839
District Municipality:	-	-	-	-	-	-	-		-
Other grant providers:	-	-	-	-	417	417	-		-
ACIP					417	417	-		
Total operating expenditure of Transfers and Grants:	-	53 363	-	4 205	33 701	33 701	-		53 363
Capital expenditure of Transfers and Grants									
National Government:	-	26 030	-	3 424	8 788	8 788	-		26 030
Municipal Infrastructure Grant (MIG)		21 030		2 227	5 919	5 919	-		21 030
INEP		5 000		1 197	2 870	2 870	-		5 000
Provincial Government:	-	13 932	-	500	500	500	-		13 932
Housing		12 882		500	500	500	-		12 882
Provincial Library Grant		1 050					-		1 050
Other grant providers:	-	4 500	-	-	-	-	-		4 500
National Lotto		1 000					-		1 000
DWA ACIP		3 500					-		3 500
Total capital expenditure of Transfers and Grants	-	44 462	-	3 924	9 288	9 288	-		44 462
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	-	97 825	-	8 128	42 989	42 989	-		97 825

Grant expenditure is monitored against grant receipts.

Supporting Table SC7(2) – Expenditure against approved rollovers

WC032 Overstrand - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M06 December					
Description	Budget Year 2016/17				
	Approved Rollover 2015/16	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands					%
<u>EXPENDITURE</u>					
<u>Operating expenditure of Approved Roll-overs</u>					
National Government:	-	-	-	-	
Local Government Equitable Share				-	
Finance Management				-	
Municipal Systems Improvement				-	
EPWP Incentive				-	
Provincial Government:	-	-	-	-	
Housing				-	
Community Development Worker Grant				-	
Main Road Subsidy				-	
Financial Management Support Grant				-	
District Municipality:	-	-	-	-	
Other grant providers:	-	-	-	-	
Total operating expenditure of Approved Roll-overs	-	-	-	-	
<u>Capital expenditure of Approved Roll-overs</u>					
National Government:	-	-	-	-	
Municipal Infrastructure Grant (MIG)				-	
Provincial Government:	-	-	-	-	
District Municipality:	-	-	-	-	
Other grant providers:	-	-	-	-	
Total capital expenditure of Approved Roll-overs	-	-	-	-	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS	-	-	-	-	

Expenditure on councillor allowances and employee benefits

Supporting Table SC8

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

Summary of Employee and Councillor remuneration	2015/16	Budget Year 2016/17							
	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		8 499		696	4 111	4 249	(138)	-3%	8 499
Pension and UIF Contributions							-		
Medical Aid Contributions							-		
Motor Vehicle Allowance							-		
Cellphone Allowance		612		51	307	306	1	0%	612
Housing Allowances							-		
Other benefits and allowances							-		
Sub Total - Councillors	-	9 110	-	747	4 418	4 555	(137)	-3%	9 110
<u>Senior Managers of the Municipality</u>									
Basic Salaries and Wages		10 150		845	5 062	5 075	(14)	0%	10 150
Pension and UIF Contributions							-		
Medical Aid Contributions							-		
Overtime							-		
Performance Bonus							-		
Motor Vehicle Allowance							-		
Cellphone Allowance		154		13	77	77	-		154
Housing Allowances							-		
Other benefits and allowances				-	8	-	8	#DIV/0!	
Payments in lieu of leave							-		
Long service awards							-		
Post-retirement benefit obligations							-		
Sub Total - Senior Managers of Municipality	-	10 305	-	858	5 147	5 152	(5)	0%	10 305
<u>Other Municipal Staff</u>									
Basic Salaries and Wages		199 010		15 342	99 327	99 982	(655)	-1%	199 010
Pension and UIF Contributions		32 625		2 561	15 272	15 497	(225)	-1%	32 625
Medical Aid Contributions		11 423		850	5 099	5 236	(137)	-3%	11 423
Overtime		14 920		1 092	5 528	5 691	(163)	-3%	14 920
Performance Bonus				-		-	-		
Motor Vehicle Allowance		6 990		858	5 056	5 243	(186)	-4%	6 990
Cellphone Allowance		1 278		104	624	639	(15)	-2%	1 278
Housing Allowances		5 851		195	1 210	1 537	(327)	-21%	5 851
Other benefits and allowances		11 375		874	4 759	4 929	(170)	-3%	11 375
Payments in lieu of leave		709		59	355	355	(0)	0%	709
Long service awards		3 139		266	1 337	1 337			3 139
Provision for Bonus		496		41	248	248	(0)	0%	496
Post-retirement benefit obligations		16 081		1 340	8 041	8 041	(0)	0%	16 081
Sub Total - Other Municipal Staff	-	303 899	-	23 583	146 857	148 734	(1 877)	-1%	303 899
Total Parent Municipality		323 314		25 188	156 423	158 441	(2 019)	-1%	323 314
TOTAL SALARY, ALLOWANCES & BENEFITS	-	323 314		25 188	156 423	158 441	(2 019)	-1%	323 314
TOTAL MANAGERS AND STAFF	-	314 204	-	24 440	152 004	153 886	(1 882)	-1%	314 204

SDBIP

The results of the SDBIP are included in a separate comprehensive report that is tabled quarterly in Council.

Financial Performance Supporting Table SC2

WC032 Overstrand - Supporting Table SC2 Monthly Budget Statement - performance indicators - M06 December						
Description of financial indicator	Basis of calculation	2015/16	Budget Year 2016/17			
		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	0.0%	15.3%	0.0%	3.3%	5.2%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	0.0%	38.3%	0.0%	37.6%	38.3%
<u>Safety of Capital</u>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	0.0%	19.3%	0.0%	14.4%	19.3%
Gearing	Long Term Borrowing/ Funds & Reserves	0.0%	18584.8%	0.0%	17961.0%	18584.8%
<u>Liquidity</u>						
Current Ratio	Current assets/current liabilities	0.0%	129.9%	0.0%	258.2%	129.9%
Liquidity Ratio	Monetary Assets/Current Liabilities	0.0%	62.0%	0.0%	164.5%	62.0%
<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	0.0%	11.2%	0.0%	Annual Indicator	11.2%
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))		98.0%		Annual Indicator	98.0%
<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%		Annual Indicator	6.0%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source		18.9%		Annual Indicator	18.9%
Employee costs	Employee costs/Total Revenue - capital revenue	0.0%	31.6%	0.0%	28.0%	31.6%
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	0.0%	16.5%	0.0%	3.0%	5.6%
<u>IDP regulation financial viability indicators</u>						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)		19.1		Annual Indicator	19.1
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services		14.0%		Annual Indicator	14.0%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure		1.6		Annual Indicator	1.6

Capital programme performance

Supporting Table SC12

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

Month	2015/16	Budget Year 2016/17							
	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		50		-		50	-		
August		2 978		571	571	3 028	2 456	81.1%	1%
September		2 070		5 869	6 440	5 098	(1 343)	-26.3%	7%
October		3 885		1 879	8 319	8 983	663	7.4%	9%
November		4 195		4 070	12 390	13 178	788	6.0%	14%
December		4 188		7 840	20 230	17 365	(2 864)	-16.5%	23%
January		2 185				19 550	-		
February		8 551				28 102	-		
March		10 086				38 188	-		
April		12 051				50 238	-		
May		11 331				61 570	-		
June		26 787				88 356	-		
Total Capital expenditure	-	88 356	-	20 230					

Supporting Table SC13a

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

Description	2015/16	Budget Year 2016/17							
	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	-	36 284	-	4 047	12 659	9 066	(3 594)	-39.6%	36 284
Infrastructure - Road transport	-	1 840	-	51	502	920	418	45.4%	1 840
<i>Roads, Pavements & Bridges</i>		1 610		51	320	805	485	60.2%	1 610
<i>Storm water</i>		230			182	115	(67)	-58.3%	230
Infrastructure - Electricity	-	21 599	-	3 443	6 995	4 712	(2 283)	-48.5%	21 599
<i>Generation</i>							-		
<i>Transmission & Reticulation</i>		21 599		3 443	6 995	4 712	(2 283)	-48.5%	21 599
<i>Street Lighting</i>							-		
Infrastructure - Water	-	4 529	-	333	2 304	2 265	(40)	-1.8%	4 529
<i>Dams & Reservoirs</i>		4 529		333	2 304	2 265	(40)	-1.8%	4 529
<i>Water purification</i>							-		
<i>Reticulation</i>							-		
Infrastructure - Sanitation	-	8 301	-	220	2 856	1 162	(1 694)	-145.8%	8 301
<i>Reticulation</i>		4 801					-		4 801
<i>Sewerage purification</i>		3 500		220	2 856	1 162	(1 694)	-145.8%	3 500
Infrastructure - Other	-	15	-	-	1	8	6	85.3%	15
<i>Waste Management</i>		15			1	8	6	85.3%	15
Community	-	10 366	-	1 374	1 547	2 186	639	29.2%	10 366
Parks & gardens							-		
Sportsfields & stadia		480			49	240	191	79.5%	480
Community halls		945					-		945
Libraries		1 050					-		1 050
Recreational facilities							-		
Fire, safety & emergency		880		23	113	440	327	74.3%	880
Security and policing							-		
Cemeteries							-		
Social rental housing		6 961		1 346	1 346	1 480	134	9.1%	6 961
Other		50		5	38	25	(13)	-51.9%	50
Heritage assets	-	-	-	-	-	-	-		-
Investment properties	-	-	-	-	-	-	-		-
Other assets	-	2 173	-	-	303	344	41	12.0%	2 173
General vehicles		1 485					-		1 485
Plant & equipment									
Computers - hardware/equipment									
Furniture and other office equipment									
Other		688			303	344	41	12.0%	688
Intangibles	-	-	-	-	-	-	-		-
Computers - software & programming							-		
Other							-		
Total Capital Expenditure on new assets	-	48 823	-	5 421	14 509	11 595	(2 914)	-25.1%	48 823

Supporting Table SC13b

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

Description	2015/16	Budget Year 2016/17							
	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	-	30 547	-	1 969	5 198	5 091	(107)	-2.1%	30 547
Infrastructure - Road transport	-	11 855	-	918	2 110	1 976	(135)	-6.8%	11 855
<i>Roads, Pavements & Bridges</i>		10 355		878	1 810	1 726	(85)	-4.9%	10 355
<i>Storm water</i>		1 500		40	300	250	(50)	-20.0%	1 500
Infrastructure - Electricity	-	-	-	-	-	-	-		-
<i>Generation</i>									
<i>Transmission & Reticulation</i>									
<i>Street Lighting</i>									
Infrastructure - Water	-	10 492	-	305	1 745	1 749	4	0.2%	10 492
<i>Dams & Reservoirs</i>									
<i>Water purification</i>									
<i>Reticulation</i>		10 492		305	1 745	1 749	4	0.2%	10 492
Infrastructure - Sanitation	-	8 200	-	746	1 343	1 367	24	1.7%	8 200
<i>Reticulation</i>									
<i>Sewerage purification</i>		8 200		746	1 343	1 367	24	1.7%	8 200
Infrastructure - Other	-	-	-	-	-	-	-		-
<i>Waste Management</i>									
Community	-	8 986	-	450	523	678	155	22.9%	8 986
Parks & gardens									
Sportsfields & stadia		2 065		450	523	344	(178)	-51.8%	2 065
Swimming pools									
Community halls		1 000				167	167	100.0%	1 000
Libraries									
Recreational facilities									
Fire, safety & emergency									
Security and policing									
Cemeteries									
Social rental housing		5 921				167	167	100.0%	5 921
Other									
Heritage assets	-	-	-	-	-	-	-		-
Investment properties	-	-	-	-	-	-	-		-
Housing development									
Other									
Other assets	-	-	-	-	-	-	-		-
General vehicles									
Specialised vehicles	-	-	-	-	-	-	-		-
Total Capital Expenditure on renewal of	-	39 533	-	2 419	5 721	5 769	48	0.8%	39 533

Supporting Table SC13c

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

Description	2015/16	Budget Year 2016/17							
	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	-	110 372	-	11 046	51 324	55 186	3 862	7.0%	110 372
Infrastructure - Road transport	-	61 852	-	4 698	24 226	30 926	6 699	21.7%	61 852
<i>Roads, Pavements & Bridges</i>		55 545		4 118	21 146	27 773	6 626	23.9%	55 545
<i>Storm water</i>		6 306		580	3 080	3 153	73	2.3%	6 306
Infrastructure - Electricity	-	17 747	-	1 855	9 371	8 874	(498)	-5.6%	17 747
<i>Generation</i>							-		
<i>Transmission & Reticulation</i>		17 747		1 855	9 371	8 874	(498)	-5.6%	17 747
<i>Street Lighting</i>							-		
Infrastructure - Water	-	16 555	-	1 037	5 824	8 277	2 453	29.6%	16 555
<i>Dams & Reservoirs</i>							-		
<i>Water purification</i>							-		
<i>Reticulation</i>		16 555		1 037	5 824	8 277	2 453	29.6%	16 555
Infrastructure - Sanitation	-	11 672	-	2 150	8 511	5 836	(2 675)	-45.8%	11 672
<i>Reticulation</i>							-		
<i>Sewerage purification</i>		11 672		2 150	8 511	5 836	(2 675)	-45.8%	11 672
Infrastructure - Other	-	2 546	-	1 306	3 391	1 273	(2 118)	-166.4%	2 546
<i>Waste Management</i>		2 546		1 306	3 391	1 273	(2 118)	-166.4%	2 546
Community	-	4 878	-	1 959	5 526	4 339	(1 187)	-27.3%	4 878
Parks & gardens		2 214		995	2 757	3 007	250	8.3%	2 214
Sportsfields & stadia		608		125	268	304	36	11.8%	608
Swimming pools		557		285	655	278	(377)	-135.5%	557
Community halls		617		304	940	309	(631)	-204.5%	617
Libraries		103		21	51	51	1	1.2%	103
Recreational facilities							-		
Fire, safety & emergency							-		
Security and policing							-		
Cemeteries		28		11	30	14	(17)	-119.7%	28
Social rental housing							-		
Other		751		218	824	376	(449)	-119.4%	751
Heritage assets	-	-	-	-	-	-	-		-
Investment properties	-	-	-	-	-	-	-		-
Housing development							-		
Other assets	-	5 545	-	1 717	4 666	2 773	(1 893)	-68.3%	5 545
General vehicles							-		
Specialised vehicles	-	-	-	-	-	-	-		-
Plant & equipment							-		
Computers - hardware/equipment							-		
Other Buildings		673		134	354	336	(18)	-5.3%	673
Other		4 872		1 583	4 311	2 436	(1 875)	-77.0%	4 872
Agricultural assets	-	-	-	-	-	-	-		-
Biological assets	-	-	-	-	-	-	-		-
Intangibles	-	-	-	-	-	-	-		-
Total Repairs and Maintenance Expendit	-	120 795	-	14 721	61 515	62 298	783	1.3%	120 795

Supporting Table SC13d

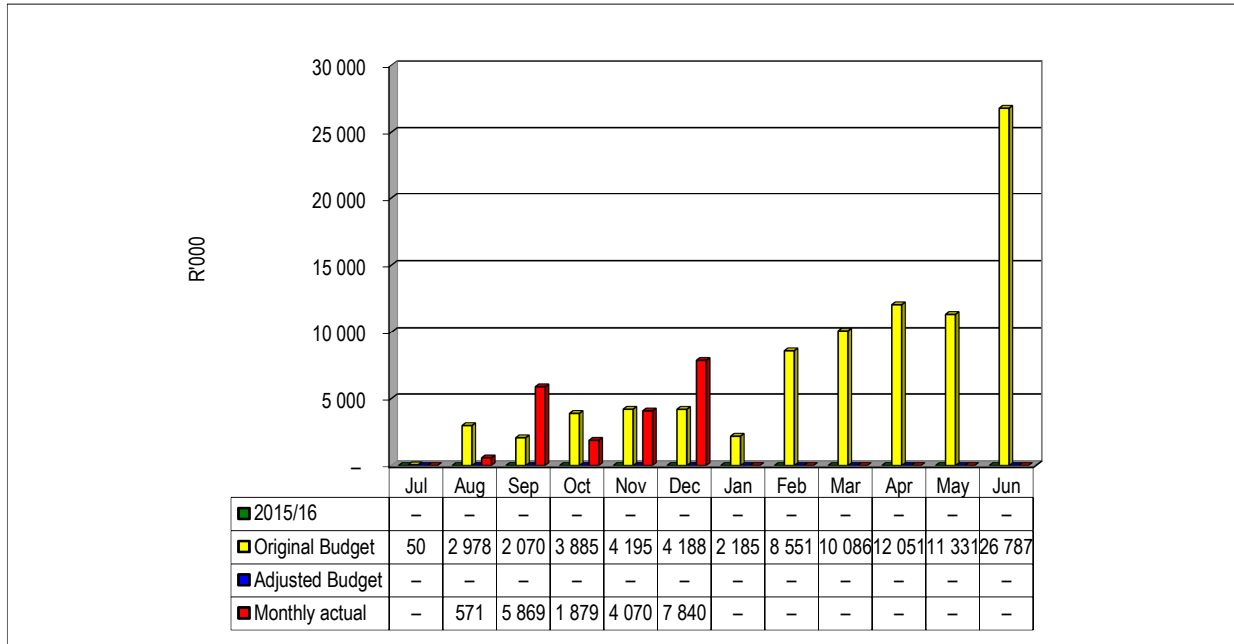
WC032 Overstrand - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M06 December

Description	2015/16	Budget Year 2016/17							
	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>	-	99 505	-	8 292	49 752	49 752	-		99 505
Infrastructure - Road transport	-	34 067	-	2 839	17 033	17 033	-		34 067
<i>Roads, Pavements & Bridges</i>		31 330		2 611	15 665	15 665	-		31 330
<i>Storm water</i>		2 737		228	1 368	1 368	-		2 737
Infrastructure - Electricity	-	21 304	-	1 775	10 652	10 652	-		21 304
<i>Generation</i>							-		
<i>Transmission & Reticulation</i>		21 304		1 775	10 652	10 652	-		21 304
<i>Street Lighting</i>							-		
Infrastructure - Water	-	21 116	-	1 760	10 558	10 558	-		21 116
<i>Dams & Reservoirs</i>							-		
<i>Water purification</i>							-		
<i>Reticulation</i>		21 116		1 760	10 558	10 558	-		21 116
Infrastructure - Sanitation	-	18 002	-	1 500	9 001	9 001	-		18 002
<i>Reticulation</i>		18 002		1 500	9 001	9 001	-		18 002
<i>Sewerage purification</i>							-		
Infrastructure - Other	-	5 015	-	418	2 508	2 508	-		5 015
<i>Waste Management</i>		4 153		346	2 077	2 077	-		4 153
<i>Other</i>		862		72	431	431	-		862
<u>Community</u>	-	3 806	-	317	1 903	1 903	-		3 806
Recreational facilities		3 806		317	1 903	1 903	-		3 806
<u>Heritage assets</u>	-	-	-	-	-	-	-		-
<u>Investment properties</u>	-	-	-	-	-	-	-		-
<u>Other assets</u>	-	13 190	-	1 099	6 595	6 595	-		13 190
General vehicles							-		
Specialised vehicles	-	-	-	-	-	-	-		-
Plant & equipment							-		
Computers - hardware/equipment							-		
Furniture and other office equipment							-		
Civic Land and Buildings		6 008		501	3 004	3 004	-		6 008
Other Buildings							-		
Other Land							-		
Surplus Assets - (Investment or Inventory)							-		
Other		7 182		599	3 591	3 591	-		7 182
<u>Agricultural assets</u>	-	-	-	-	-	-	-		-
<u>Biological assets</u>	-	-	-	-	-	-	-		-
<u>Intangibles</u>	-	1 190	-	99	595	595	-		1 190
Computers - software & programming							-		
Other		1 190		99	595	595	-		1 190
Total Depreciation	-	117 690	-	9 808	58 845	58 845	-		117 690

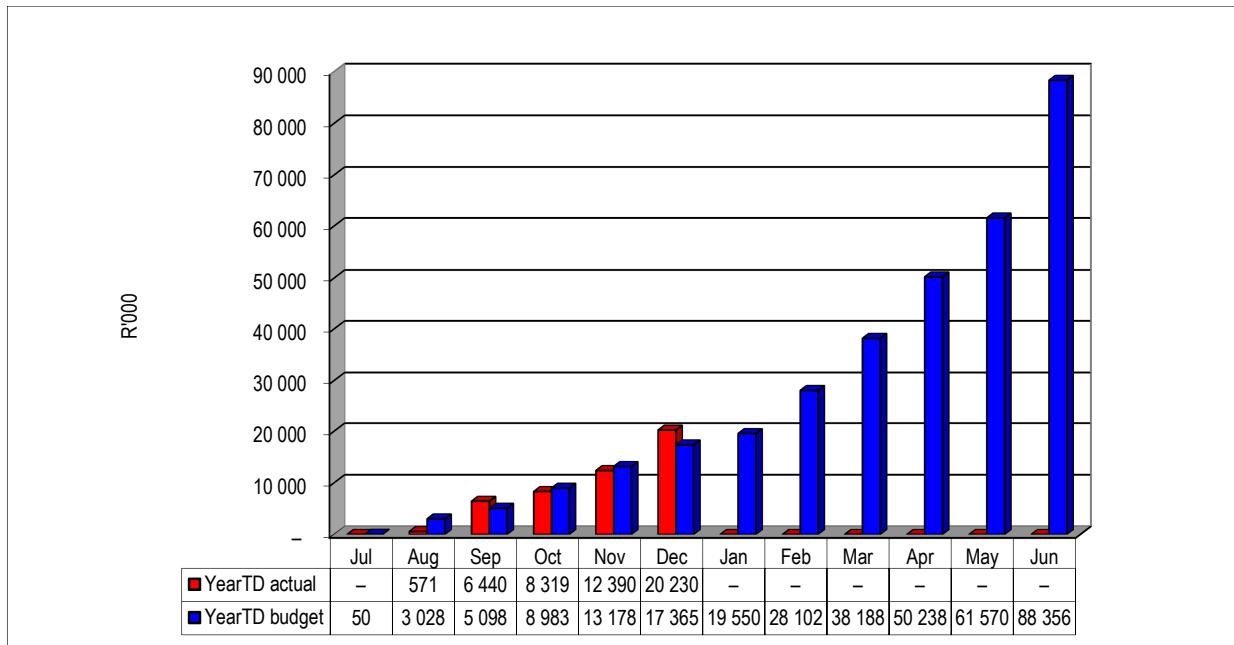
Other supporting documentation

Section 71 charts

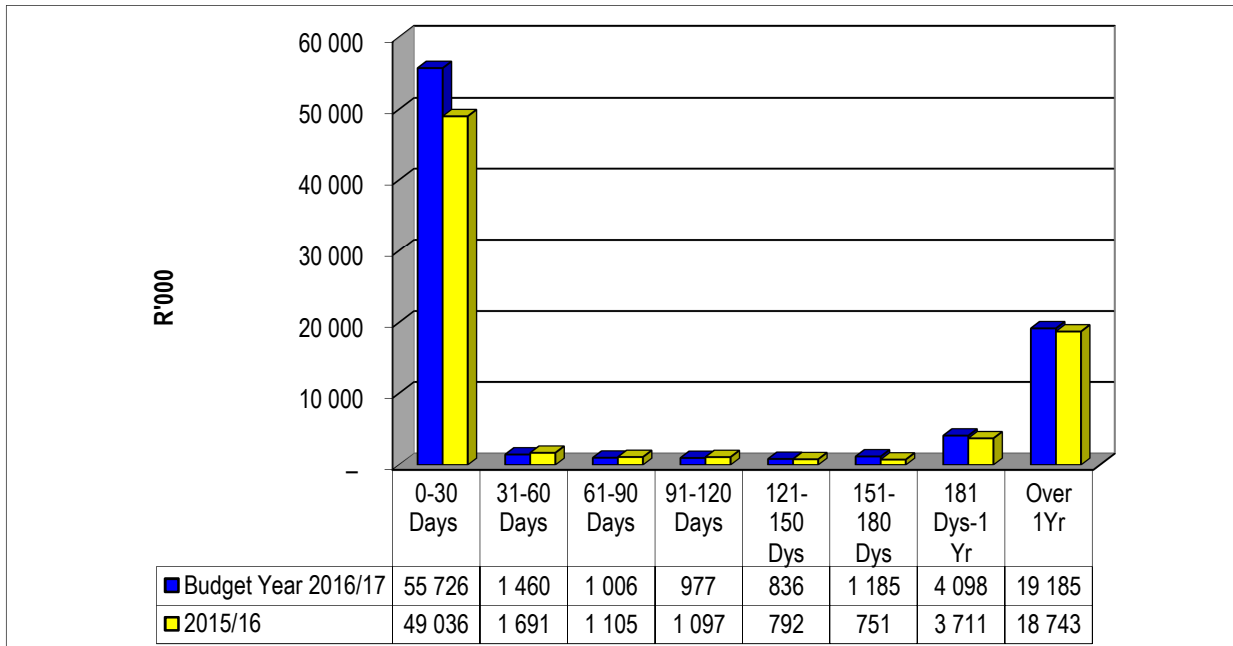
Capital expenditure monthly trend - actual vs target



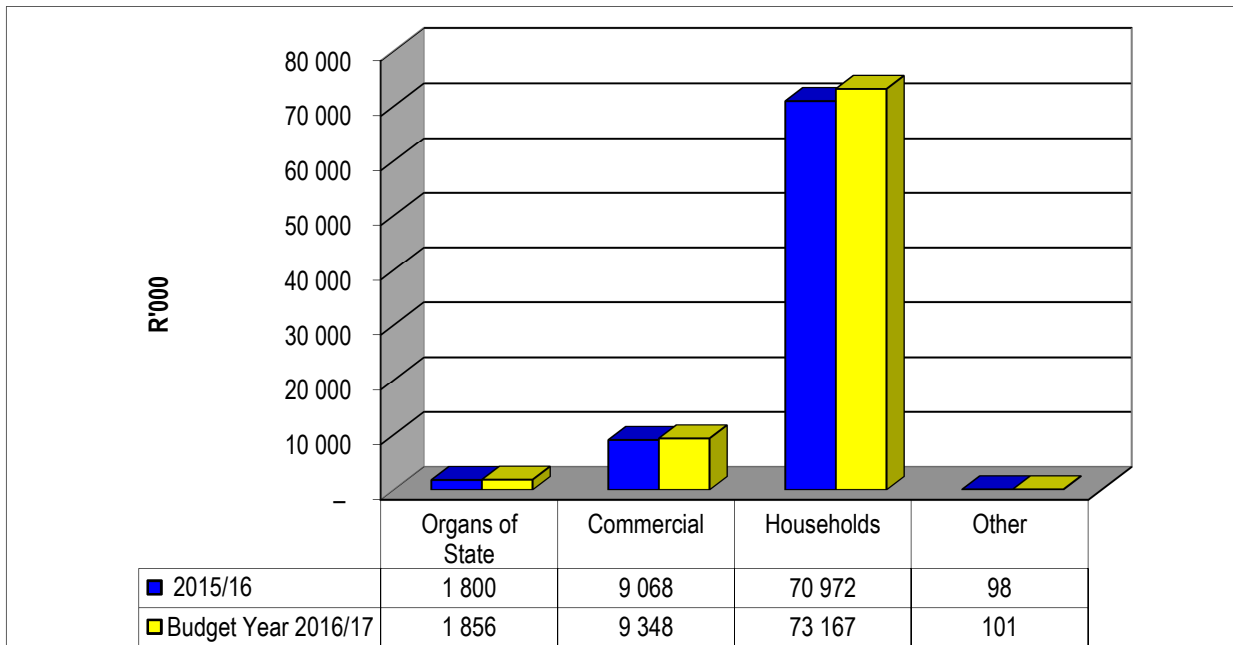
Capital expenditure – YTD actual vs YTD trend



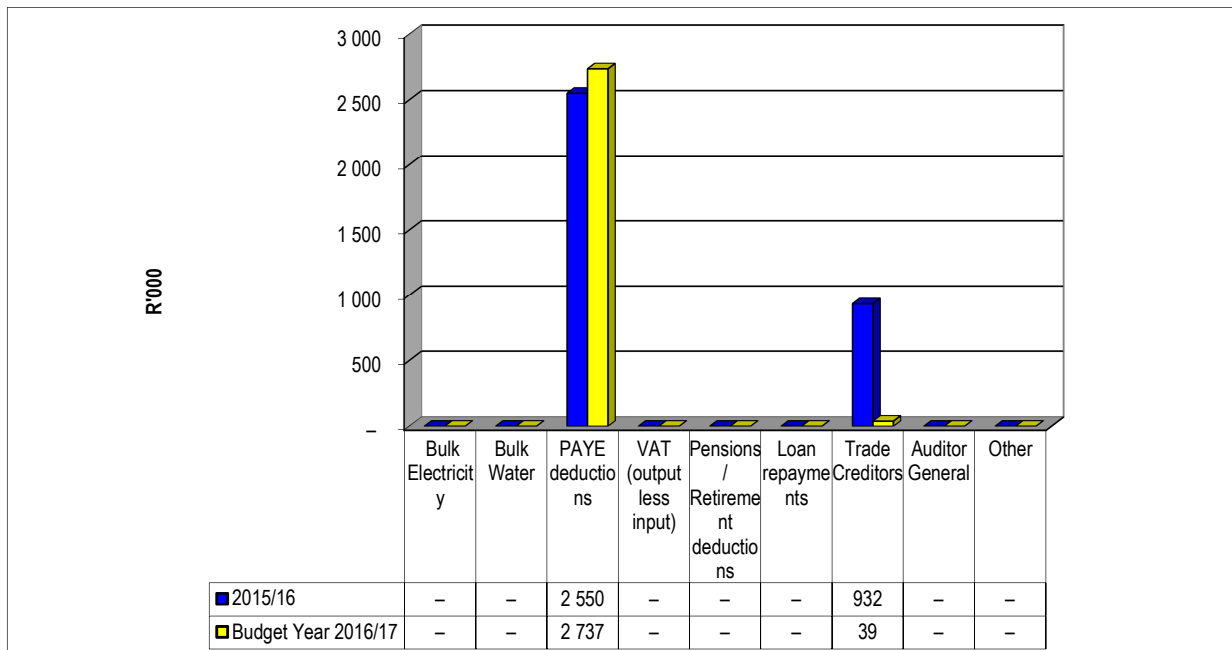
Debtors Age Analysis



Debtors by Type



Creditor Payments



Municipal manager's quality certification

I, CC Groenewald, the Municipal Manager of Overstrand Municipality, hereby certify that the –

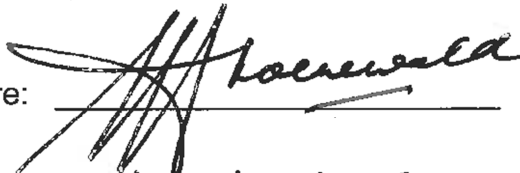
o **Monthly Budget Statement**

for the month of **December 2016** has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print name: **CC Groenewald**

Municipal Manager of **Overstrand Municipality (WC032)**

Signature: _____

Handwritten signature of CC Groenewald in black ink, written over a horizontal line.

Date: _____

16.1.2017