

OVERSTRAND MUNICIPALITY



Monthly Budget Statement

March 2014

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.

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 0.40% below the YTD budget projections at the end of March 2014.

Borrowings

The balance of borrowings amounts to R420.9m at the end of March 2014.

Operating expenditure by vote & type

Current expenditure is 2.37% below YTD budget projections as at March 2014.

Capital expenditure

YTD expenditure on capital amounts to R69.4m or 54.9%, of a total budget of R126,4m. The expenditure is funded by means of grants, public contributions, borrowings and internally generated cash.

The current capital commitments of orders in progress amounts to R41.6m, giving a total capital spent and committed at 87.9% of the capital budget at the end of March 2014.

Allocations received (National & Provincial Grants)

Grants totaling R22.6m were received during March 2014. The main receipts were for Equitable Share, Housing, MIG, Main Road Subsidy.

Spending on Grants

Spending on grants amounts to R9,2m for March 2014 which includes FMG, MSIG, EPWP, Housing, Main Road Subsidy, INEP, MIG and Provincial Library etc. The total spending on grants includes YTD expenditure of R5.7m against approved rollovers.

Material variances

The table below summarises variances for projected revenue and expenditure.

WC032 Overstrand - Supporting Table SC1 Material variance explanations - M09 March

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
<u>Revenue By Source</u>	-0,40%	Not material	
<u>Expenditure By Type</u>	-2,37%	Not material	
<u>Capital Expenditure</u>	27%	Commitments amounts to R41.6m Actual & commitments = R111.1m	
<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 - M09 March

Description	2012/13	Budget Year 2013/14							
	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	117 235	127 921	127 921	10 779	99 001	98 238	764	1%	127 921
Service charges	437 030	497 429	493 840	38 753	362 267	363 815	(1 548)	-0%	493 840
Investment revenue	7 553	7 714	7 018	447	4 203	4 678	(475)	-10%	9 222
Transfers recognised - operational	41 680	68 984	70 101	13 963	56 784	56 784	-		70 101
Other own revenue	91 506	41 093	44 483	3 818	31 722	32 665	(943)	-3%	44 483
Total Revenue (excluding capital transfers and contributions)	695 005	743 141	743 363	67 761	553 978	556 181	(2 203)	-0%	745 567
Employee costs	231 527	250 842	252 454	19 457	188 728	188 680	47	0%	252 454
Remuneration of Councillors	7 084	7 577	7 978	1 006	5 961	5 983	(22)	-0%	7 978
Depreciation & asset impairment	105 280	103 810	102 070	8 506	76 552	76 552	-		102 070
Finance charges	37 310	42 292	42 292	90	16 410	16 410	-		42 292
Materials and bulk purchases	157 458	171 947	171 645	11 857	116 329	118 790	(2 461)	-2%	171 645
Transfers and grants	35 856	38 766	39 217	3 368	29 003	29 413	(410)		39 217
Other expenditure	172 397	208 825	212 733	18 519	132 569	143 423	(10 854)	-8%	212 733
Total Expenditure	746 914	824 059	828 389	62 802	565 553	579 253	(13 700)	-2%	828 389
Surplus/(Deficit)	(51 909)	(80 918)	(85 026)	4 959	(11 575)	(23 072)	11 497	-50%	(82 822)
Transfers recognised - capital	53 809	39 387	39 350	7 117	23 152	23 152	-		39 350
Contributions & Contributed assets	5 289	3 583	2 270	57	73	73	-		2 270
Surplus/(Deficit) after capital transfers & contributions	7 189	(37 947)	(43 407)	12 133	11 650	153	11 497	7537%	(41 203)
Surplus/ (Deficit) for the year	7 189	(37 947)	(43 407)	12 133	11 650	153	11 497	7537%	(41 203)
Capital expenditure & funds sources									
Capital expenditure	143 764	109 897	126 482	15 322	69 481	54 789	14 692	27%	126 482
Capital transfers recognised	53 809	36 028	36 034	7 174	19 080	16 981	2 099	12%	36 034
Public contributions & donations	5 067	3 583	2 083	57	73	596	(523)	-88%	2 083
Borrowing	67 544	59 861	73 427	6 872	45 392	30 860	14 532	47%	73 427
Internally generated funds	17 345	10 425	14 939	1 218	4 936	6 353	(1 417)	-22%	14 939
Total sources of capital funds	143 764	109 897	126 482	15 322	69 481	54 789	14 691	27%	126 482
Financial position									
Total current assets	198 535	183 501	192 260		253 300				192 260
Total non current assets	3 298 669	3 188 259	3 322 212		3 295 538				3 322 212
Total current liabilities	155 486	130 310	128 109		127 866				128 109
Total non current liabilities	483 973	527 115	527 115		550 679				527 115
Community wealth/Equity	2 857 746	2 714 336	2 859 249		2 870 293				2 859 249
Cash flows									
Net cash from (used) operating	75 915	71 124	92 664	34 977	93 004	75 877	17 126	23%	92 664
Net cash from (used) investing	(146 949)	(115 209)	(125 609)	(15 783)	(73 426)	(73 426)	-		(125 609)
Net cash from (used) financing	28 482	36 973	33 204	51 086	40 919	41 276	(358)	-1%	33 204
Cash/cash equivalents at the month/year end	84 147	84 406	84 406	-	144 643	135 245	9 398	7%	84 406
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	44 521	1 850	1 280	1 043	779	837	3 633	15 677	69 621
Creditors Age Analysis									
Total Creditors	11 391	-	-	-	-	-	-	-	11 391

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

WC032 Overstrand - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M09 March

Description	2012/13	Budget Year 2013/14							
	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	231 849	193 558	194 804	22 856	156 022	156 686	(664)	0%	194 804
Executive and council	38 353	43 363	43 073	10 504	42 186	42 186	-		43 073
Budget and treasury office	137 194	147 919	148 772	12 201	112 488	112 819	(331)	0%	148 772
Corporate services	56 303	2 277	2 959	150	1 348	1 681	(333)	-20%	2 959
Community and public safety	41 938	57 725	59 071	5 431	34 075	35 577	(1 502)	-4%	59 071
Community and social services	2 990	2 078	2 507	185	1 771	1 880	(109)	-6%	2 507
Sport and recreation	7 762	11 549	12 546	2 194	7 259	8 365	(1 106)	-13%	12 546
Public safety	12 541	12 393	12 343	1 040	8 970	9 257	(287)	-3%	12 343
Housing	18 645	31 705	31 675	2 013	16 074	16 074	-		31 675
Economic and environmental services	18 567	25 383	29 769	6 401	22 071	20 780	1 291	6%	29 769
Planning and development	7 907	11 377	11 853	870	9 102	8 719	383	4%	11 853
Road transport	10 595	13 938	17 608	5 530	12 904	11 886	1 018	9%	17 608
Environmental protection	65	68	308	1	65	175	(111)	-63%	308
Trading services	461 748	509 446	501 339	40 248	365 036	366 363	(1 327)	0%	501 339
Electricity	249 503	289 279	289 279	21 093	205 067	205 629	(562)	0%	289 279
Water	96 579	99 562	94 062	8 982	71 936	72 506	(570)	-1%	94 062
Waste water management	68 756	67 584	64 927	5 762	48 280	48 425	(145)	0%	64 927
Waste management	46 911	53 020	53 070	4 411	39 752	39 803	(51)	0%	53 070
Other	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	754 103	786 112	784 983	74 935	577 203	579 406	(2 203)	0%	784 983
Expenditure - Standard									
Governance and administration	205 256	120 523	120 584	8 972	79 029	84 372	(5 343)	-6%	120 584
Executive and council	67 621	64 562	65 843	5 472	46 616	46 388	228	0%	65 843
Budget and treasury office	51 351	24 726	26 688	2 031	16 486	18 126	(1 640)	-9%	26 688
Corporate services	86 284	31 236	28 053	1 469	15 927	19 858	(3 931)	-20%	28 053
Community and public safety	83 226	122 599	123 182	8 840	83 778	84 417	(639)	-1%	123 182
Community and social services	26 064	30 554	31 128	2 297	21 610	22 426	(816)	-4%	31 128
Sport and recreation	16 070	21 105	20 931	1 815	15 353	14 913	439	3%	20 931
Public safety	36 834	44 185	44 771	3 438	32 418	32 680	(262)	-1%	44 771
Housing	4 258	26 754	26 352	1 291	14 397	14 397	-		26 352
Economic and environmental services	112 994	135 645	132 471	12 644	94 377	94 882	(505)	-1%	132 471
Planning and development	36 263	31 326	32 719	2 878	20 221	23 809	(3 588)	-15%	32 719
Road transport	71 107	96 482	91 710	9 068	69 092	65 343	3 749	6%	91 710
Environmental protection	5 624	7 837	8 042	697	5 064	5 730	(666)	-12%	8 042
Trading services	345 437	445 293	452 153	32 346	308 369	315 582	(7 213)	-2%	452 153
Electricity	198 902	244 304	242 679	16 196	163 703	166 031	(2 328)	-1%	242 679
Water	60 489	92 079	95 281	6 619	62 985	64 712	(1 726)	-3%	95 281
Waste water management	45 945	60 149	64 341	4 801	44 819	48 074	(3 255)	-7%	64 341
Waste management	40 102	48 760	49 851	4 730	36 863	36 766	97	0%	49 851
Other	-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	746 914	824 059	828 389	62 802	565 553	579 253	(13 700)	-2%	828 389
Surplus/ (Deficit) for the year	7 189	(37 947)	(43 407)	12 133	11 650	153	11 497	7527%	(43 407)

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) - M09 March

Vote Description	2012/13	Budget Year 2013/14							
	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	38 353	42 395	42 995	10 501	42 124	42 124	-		42 995
Vote 2 - Municipal Manager	-	-	-	-	-	-	-		-
Vote 3 - Management Services	1 476	1 216	1 216	27	312	692	(381)	-55.0%	1 216
Vote 4 - Finance	137 194	147 919	148 772	12 201	112 488	112 819	(331)	-0.3%	148 772
Vote 5 - Community Services	253 342	280 926	277 784	29 203	199 075	199 717	(642)	-0.3%	277 784
Vote 6 - Local Economic Development	3 750	5 214	6 431	229	5 695	4 823	872	18.1%	6 431
Vote 7 - Infrastructure & Planning	307 447	295 950	295 442	21 735	208 539	209 973	(1 435)	-0.7%	295 442
Vote 8 - Protection Services	12 541	12 493	12 343	1 040	8 970	9 257	(287)	-3.1%	12 343
Total Revenue by Vote	754 103	786 112	784 983	74 935	577 203	579 406	(2 203)	-0.4%	784 983
Expenditure by Vote									
Vote 1 - Council	64 385	56 809	62 399	5 329	45 842	46 799	(957)	-2.0%	62 399
Vote 2 - Municipal Manager	3 243	1 949	1 520	115	1 003	1 140	(137)	-12.0%	1 520
Vote 3 - Management Services	30 872	11 031	8 495	30	2 742	6 314	(3 572)	-56.6%	8 495
Vote 4 - Finance	51 351	24 726	26 688	2 031	16 486	18 126	(1 640)	-9.0%	26 688
Vote 5 - Community Services	297 734	389 757	388 865	31 097	269 242	269 915	(673)	-0.2%	388 865
Vote 6 - Local Economic Development	7 716	8 303	10 397	793	7 064	7 393	(329)	-4.5%	10 397
Vote 7 - Infrastructure & Planning	254 779	287 299	285 253	19 971	190 756	196 886	(6 130)	-3.1%	285 253
Vote 8 - Protection Services	36 834	44 185	44 771	3 438	32 418	32 680	(262)	-0.8%	44 771
Total Expenditure by Vote	746 914	824 059	828 389	62 802	565 553	579 253	(13 700)	-2.4%	828 389
Surplus/ (Deficit) for the year	7 189	(37 947)	(43 407)	12 133	11 650	153	11 497	7522.5%	(43 407)

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) - M09 March

Description	2012/13	Budget Year 2013/14							
	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	116 321	126 921	126 921	10 705	98 374	97 571	803	1%	126 921
Property rates - penalties & collection charges	914	1 000	1 000	75	628	667	(39)	-6%	1 000
Service charges - electricity revenue	247 521	284 936	284 936	20 446	203 839	205 391	(1 552)	-1%	284 936
Service charges - water revenue	85 498	98 642	93 142	8 734	71 401	71 603	(202)	0%	93 142
Service charges - sanitation revenue	57 223	60 917	62 827	5 163	47 335	47 120	215	0%	62 827
Service charges - refuse revenue	46 788	52 934	52 934	4 409	39 692	39 701	(9)	0%	52 934
Rental of facilities and equipment	7 208	8 551	8 551	558	6 528	6 729	(202)	-3%	8 551
Interest earned - external investments	7 553	7 714	7 018	447	4 203	4 678	(475)	-10%	7 018
Interest earned - outstanding debtors	2 199	2 204	2 204	194	1 592	1 653	(61)	-4%	2 204
Fines	6 644	6 079	7 529	633	5 134	5 458	(325)	-6%	7 529
Licences and permits	1 968	2 046	2 046	179	1 530	1 535	(4)	0%	2 046
Agency services	2 025	2 250	2 255	196	1 796	1 691	105	6%	2 255
Transfers recognised - operational	41 680	68 984	70 101	13 963	56 784	56 784	-		70 101
Other revenue	71 461	19 963	21 516	2 058	15 143	15 599	(456)	-3%	21 516
Gains on disposal of PPE			383				-		383
contributions)	695 005	743 141	743 363	67 761	553 978	556 181	(2 203)	0%	743 363
Expenditure By Type									
Employee related costs	231 527	250 842	252 454	19 457	188 728	188 680	47	0%	252 454
Remuneration of councillors	7 084	7 577	7 978	1 006	5 961	5 983	(22)	0%	7 978
Debt impairment	934						-		
Depreciation & asset impairment	105 280	103 810	102 070	8 506	76 552	76 552	-		102 070
Finance charges	37 310	42 292	42 292	90	16 410	16 410	-		42 292
Bulk purchases	145 022	156 893	156 893	10 457	106 891	108 648	(1 757)	-2%	156 893
Other materials	12 437	15 055	14 752	1 400	9 438	10 142	(704)	-7%	14 752
Contracted services	67 601	74 909	76 844	8 092	49 969	52 830	(2 861)	-5%	76 844
Transfers and grants	35 856	38 766	39 217	3 368	29 003	29 413	(410)	-1%	39 217
Other expenditure	102 107	133 917	135 889	10 427	82 599	90 593	(7 993)	-9%	135 889
Loss on disposal of PPE	1 756						-		
Total Expenditure	746 914	824 059	828 389	62 802	565 553	579 253	(13 700)	-2%	828 389
Surplus/(Deficit)	(51 909)	(80 918)	(85 026)	4 959	(11 575)	(23 072)	11 497	(0)	(85 026)
Transfers recognised - capital	53 809	39 387	39 350	7 117	23 152	23 152	-		39 350
Contributions recognised - capital	5 289	3 583	1 083	57	73	73	-		1 083
Contributed assets			1 187				-		1 187
Surplus/(Deficit) after capital transfers & Taxation	7 189	(37 947)	(43 407)	12 133	11 650	153	-		(43 407)
Surplus/(Deficit) after taxation	7 189	(37 947)	(43 407)	12 133	11 650	153			(43 407)
Surplus/(Deficit) attributable to municipality	7 189	(37 947)	(43 407)	12 133	11 650	153			(43 407)
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	7 189	(37 947)	(43 407)	12 133	11 650	153			(43 407)

The annual revenue budget is approved as 'Revenue by Source'. The Year-to-Date actual revenue is 0.40% below the YTD budget.

Current expenditure is 2.37% below year-to-date budget projections for March 2014.

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) - M09 March

Vote Description	2012/13	Budget Year 2013/14							
	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	1 274	1 439	1 869	-	833	653	180	28%	1 869
Vote 4 - Finance	-	-	-	-	-	-	-	-	-
Vote 5 - Community Services	110 111	68 764	83 280	12 361	42 193	33 658	8 535	25%	83 280
Vote 6 - Local Economic Development	945	-	-	-	-	-	-	-	-
Vote 7 - Infrastructure & Planning	31 434	39 694	41 333	2 961	26 455	20 477	5 977	29%	41 333
Vote 8 - Protection Services	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	143 764	109 897	126 482	15 322	69 481	54 789	14 692	27%	126 482
Total Capital Expenditure	143 764	109 897	126 482	15 322	69 481	54 789	14 692	27%	126 482
Capital Expenditure - Standard Classification									
Governance and administration	7 154	9 977	11 301	92	3 111	3 029	83	3%	11 301
Executive and council							-		
Budget and treasury office							-		
Corporate services	7 154	9 977	11 301	92	3 111	3 029	83	3%	11 301
Community and public safety	7 268	16 405	20 498	3 344	8 506	7 493	1 013	14%	20 498
Community and social services	4 666		3 652	527	1 354	979	375	38%	3 652
Sport and recreation	2 601	5 225	5 696	1 754	1 874	1 527	348	23%	5 696
Public safety	-		-				-		-
Housing	-	11 180	11 150	1 063	5 278	4 988	290	6%	11 150
Health							-		
Economic and environmental services	25 552	17 870	16 228	3 935	11 512	9 500	2 012	21%	16 228
Planning and development	945						-		
Road transport	24 607	17 870	16 228	3 935	11 512	9 500	2 012	21%	16 228
Environmental protection							-		
Trading services	103 790	65 644	78 455	7 951	46 351	34 767	11 584	33%	78 455
Electricity	26 768	37 194	39 229	2 961	25 606	19 865	5 741	29%	39 229
Water	50 766	15 900	23 832	2 988	14 078	10 925	3 154	29%	23 832
Waste water management	20 728	11 150	12 353	1 290	5 261	3 532	1 730	49%	12 353
Waste management	5 528	1 400	3 041	712	1 405	446	959	215%	3 041
Total Capital Expenditure - Standard Classification	143 764	109 897	126 482	15 322	69 481	54 789	14 691	27%	126 482
Funded by:									
National Government	19 964	22 355	22 105	5 731	11 280	9 435	1 845	20%	22 105
Provincial Government	33 845	13 673	13 742	1 443	7 799	7 545	254	3%	13 742
District Municipality			-				-		-
Other transfers and grants			187				-		187
Transfers recognised - capital	53 809	36 028	36 034	7 174	19 080	16 981	2 099	12%	36 034
Public contributions & donations	5 067	3 583	2 083	57	73	596	(523)	-88%	2 083
Borrowing	67 544	59 861	73 427	6 872	45 392	30 860	14 532	47%	73 427
Internally generated funds	17 345	10 425	14 939	1 218	4 936	6 353	(1 417)	-22%	14 939
Total Capital Funding	143 764	109 897	126 482	15 322	69 481	54 789	14 691	27%	126 482

Table C6: Monthly Budget Statement - Financial Position

WC032 Overstrand - Table C6 Monthly Budget Statement - Financial Position - M09 March

Description	2012/13	Budget Year 2013/14			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
ASSETS					
Current assets					
Cash	29 106	84 406	84 406	68 974	84 406
Call investment deposits	55 042	–	–	75 670	–
Consumer debtors	49 080	50 826	50 826	52 127	50 826
Other debtors	46 353	40 769	45 386	38 099	45 386
Current portion of long-term receivables	17	14	14	23	14
Inventory	18 937	7 486	11 628	18 409	11 628
Total current assets	198 535	183 501	192 260	253 300	192 260
Non current assets					
Long-term receivables	84	73	73	69	73
Investments	11 597	16 379	16 379	15 552	16 379
Investment property	175 866	87 289	175 866	175 866	175 866
Investments in Associate			–		–
Property, plant and equipment	3 105 649	3 080 474	3 085 945	3 097 799	3 085 945
Agricultural			–		–
Biological assets			–		–
Intangible assets	4 449	4 043	4 449	5 227	4 449
Other non-current assets	1 025		39 500	1 025	39 500
Total non current assets	3 298 669	3 188 259	3 322 212	3 295 538	3 322 212
TOTAL ASSETS	3 497 204	3 371 760	3 514 472	3 548 838	3 514 472
LIABILITIES					
Current liabilities					
Bank overdraft			–		–
Borrowing	18 241	20 623	20 623	27 597	20 623
Consumer deposits	34 932	38 618	38 618	37 417	38 618
Trade and other payables	74 643	64 237	62 036	62 852	62 036
Provisions	27 670	6 831	6 831		6 831
Total current liabilities	155 486	130 310	128 109	127 866	128 109
Non current liabilities					
Borrowing	364 654	391 789	391 789	393 732	391 789
Provisions	119 319	135 325	135 325	156 947	135 325
Total non current liabilities	483 973	527 115	527 115	550 679	527 115
TOTAL LIABILITIES	639 459	657 425	655 224	678 545	655 224
NET ASSETS	2 857 746	2 714 336	2 859 249	2 870 293	2 859 249
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	2 855 854	2 397 233	2 857 322	2 868 397	2 857 322
Reserves	1 891	317 103	1 927	1 896	1 927
TOTAL COMMUNITY WEALTH/EQUITY	2 857 746	2 714 336	2 859 249	2 870 293	2 859 249

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 - M09 March

Description	2012/13	Budget Year 2013/14							
	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									
Ratepayers and other	591 940	652 431	708 215	59 416	497 505	472 143	25 362	5%	708 215
Government - operating	44 908	68 984	70 101	13 963	56 784	56 784	-		70 101
Government - capital	53 809	42 971	41 620	7 174	23 225	23 225	-		41 620
Interest	9 752	9 918	9 222	641	5 795	5 795	-		9 222
Dividends		-	-	-	-	-	-		-
Payments									
Suppliers and employees	(551 464)	(622 122)	(654 985)	(42 760)	(444 892)	(436 657)	8 235	-2%	(654 985)
Finance charges	(37 174)	(42 292)	(42 292)	(90)	(16 410)	(16 410)	-		(42 292)
Transfers and Grants	(35 856)	(38 766)	(39 217)	(3 368)	(29 003)	(29 003)	-		(39 217)
NET CASH FROM/(USED) OPERATING ACTIVITIES	75 915	71 124	92 664	34 977	93 004	75 877	17 126	23%	92 664
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	1 725	-	4 617	-	-	-	-		4 617
Decrease (Increase) in non-current debtors	-	-	1 025	-	-	-	-		1 025
Decrease (increase) other non-current receivables	50	48	14	0	10	10	-		14
Decrease (increase) in non-current investments	(4 960)	(5 359)	(4 783)	(461)	(3 955)	(3 955)	-		(4 783)
Payments									
Capital assets	(143 764)	(109 897)	(126 482)	(15 322)	(69 481)	(69 481)	-		(126 482)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(146 949)	(115 209)	(125 609)	(15 783)	(73 426)	(73 426)	-		(125 609)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	(389)	-	-	(358)	(358)	-	(358)	#DIV/0!	-
Borrowing long term/refinancing	38 700	51 300	51 300	51 300	51 300	51 300	-		51 300
Increase (decrease) in consumer deposits	3 726	3 704	3 686	198	2 485	2 485	-		3 686
Payments									
Repayment of borrowing	(13 554)	(18 032)	(21 783)	(54)	(12 509)	(12 509)	-		(21 783)
NET CASH FROM/(USED) FINANCING ACTIVITIES	28 482	36 973	33 204	51 086	40 919	41 276	358	1%	33 204
NET INCREASE/ (DECREASE) IN CASH HELD	(42 552)	(7 112)	259	70 280	60 496	43 727			259
Cash/cash equivalents at beginning:	126 699	91 518	84 147		84 147	91 518			84 147
Cash/cash equivalents at month/year end:	84 147	84 406	84 406		144 643	135 245			84 406

Table C7 balances to the current Cash balance, shown in the 'YTD actual' column, which is R144.6 million.

The municipality started the year with a positive cashbook balance of R84,1 million. The March closing balance is R144.6 million. Refer to Supporting Table SC9 for more detail 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 - M09 March

Description	Budget Year 2013/14												2012/13 Medium Term Revenue		
	July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Outcome	Feb Outcome	March Outcome	April Outcome	May Budget	June Budget	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
R thousands															
Cash Receipts By Source															
Property rates	9 587	10 305	12 301	7 375	7 461	7 305	7 655	11 534	9 797			43 497	126 817	140 698	148 882
Property rates - penalties & collection charges	67	67	67	72	67	70	69	72	75			372	1 000	1 060	1 124
Service charges - electricity revenue	30 300	25 361	25 762	22 110	21 494	21 188	20 856	22 300	20 549			74 783	284 704	308 530	332 503
Service charges - water revenue	5 396	6 771	6 957	10 568	10 649	10 281	10 741	10 471	10 572			16 154	98 561	105 919	112 777
Service charges - sanitation revenue	3 354	4 742	4 754	5 090	4 960	5 096	5 870	6 117	5 512			15 371	60 867	64 048	67 458
Service charges - refuse	4 031	4 385	4 130	4 525	4 396	4 314	4 256	4 430	4 547			13 877	52 891	56 442	59 822
Rental of facilities and equipment	627	519	504	542	623	1 624	831	543	565			2 165	8 544	9 213	9 941
Interest earned - external investments	531	490	457	488	523	427	417	423	447			3 511	7 714	7 714	7 714
Interest earned - outstanding debtors	172	175	177	164	173	174	173	190	194			612	2 204	2 336	2 476
Fines	559	595	503	562	665	533	543	540	633			945	6 079	6 444	6 830
Licences and permits	184	164	155	190	155	148	196	158	179			516	2 046	2 116	2 243
Agency services	191	179	175	217	198	211	216	214	196			454	2 250	2 332	2 477
Transfer receipts - operating	17 561	715	235	3 331	479	18 247	328	1 924	13 963			12 200	68 984	55 324	72 061
Other revenue	3 409	625	(134)	2 814	1 795	2 615	4 807	(842)	6 789			(13 207)	8 672	18 286	17 797
Cash Receipts by Source	75 969	55 094	56 043	58 050	53 638	72 233	56 961	58 073	74 021	-	-	171 251	731 333	780 461	844 105
Other Cash Flows by Source															
Transfer receipts - capital		890	2 610	4 862	2 151	1 287	(47)	4 297	7 174			16 209	39 434	23 687	24 006
Contributions & Contributed assets												3 583	3 583	-	-
Proceeds on disposal of PPE												-	-	-	-
Borrowing long term/refinancing									51 300			-	51 300	40 000	45 000
Increase in consumer deposits	1 072	(92)	447	396	6	114	15	330	198			1 219	3 704	4 097	4 532
Receipt of non-current debtors												-	-	-	-
Receipt of non-current receivables	0	0	0	0	1	8	0	0	0			38	48	14	14
Change in non-current investments	(428)	(5)	(469)	(472)	(415)	(476)	(720)	(510)	(461)			(1 404)	(5 359)	(5 411)	(5 454)
Total Cash Receipts by Source	76 613	55 887	58 631	62 836	55 381	73 167	56 209	62 189	131 875	-	-	191 253	824 043	842 848	912 203
Cash Payments by Type															
Employee related costs	16 754	18 746	18 367	19 007	29 410	18 997	22 173	19 249	18 624			60 550	241 876	265 932	283 228
Remuneration of councillors	605	619	622	622	622	622	622	622	1 006			1 235	7 197	7 677	8 189
Interest paid	138	-	15	4 427	1 386	8 560	1 794	-	90			25 881	42 292	44 326	46 628
Bulk purchases - Electricity	2 686	19 572	16 768	12 236	10 603	10 660	12 430	11 478	10 457			50 002	156 893	172 582	189 840
Bulk purchases - Water & Sewer												-	-	-	-
Other materials	440	728	973	961	1 580	1 433	944	980	1 400			5 616	15 055	16 219	16 968
Contracted services	1 219	5 446	6 013	3 601	5 591	7 109	6 113	6 786	8 092			24 940	74 909	84 966	91 230
Grants and subsidies paid - other municipalities												-	-	-	-
Grants and subsidies paid - other	3 132	3 136	3 156	3 179	3 181	3 198	3 214	3 440	3 368			9 763	38 766	41 092	43 557
General expenses	24 888	1 733	(3 353)	31 005	9 217	3 986	9 332	11 313	3 183			34 935	126 239	114 413	127 308
Cash Payments by Type	49 862	49 980	42 561	75 039	61 590	54 564	56 621	53 868	46 219	-	-	212 923	703 226	747 206	806 949
Other Cash Flows/Payments by Type															
Capital assets	-	11 416	15 798	4 426	4 002	7 794	2 910	7 811	15 322			40 416	109 897	69 756	75 208
Repayment of borrowing	3 755		51	3 979	886	2 881	903	-	54			5 523	18 032	21 220	23 920
Total Cash Payments by Type	53 618	61 396	58 410	83 444	66 478	65 239	60 434	61 679	61 595	-	-	258 862	831 155	838 183	906 076
NET INCREASE/(DECREASE) IN CASH HELD	22 995	(5 509)	222	(20 608)	(11 097)	7 928	(4 225)	510	70 280	-	-	(67 608)	(7 112)	4 665	6 127
Cash/cash equivalents at the month/year end	84 147	107 143	101 633	101 855	81 247	70 150	78 078	73 853	74 363	144 643	144 643	144 643	84 147	77 035	81 700
Cash/cash equivalents at the month/year end	107 143	101 633	101 855	81 247	70 150	78 078	73 853	74 363	144 643	144 643	144 643	77 035	77 035	81 700	87 827

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 - M09 March

Description	NT Code	Budget Year 2013/14										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	Total over 90 days		
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions	1200	10 502	487	233	179	120	113	703	2 208	14 545	3 323	-	4 264
Trade and Other Receivables from Exchange Transactions	1300	11 219	389	227	173	127	241	502	1 845	14 722	2 888	-	1 270
Receivables from Non-exchange Transactions - Property R	1400	11 503	462	309	243	183	179	901	2 702	16 483	4 209	-	3 907
Receivables from Exchange Transactions - Waste Water	1500	5 629	230	149	113	101	94	417	1 878	8 610	2 603	-	2 853
Receivables from Exchange Transactions - Waste Manag	1600	4 133	158	108	83	73	66	306	1 165	6 092	1 693	-	1 573
Receivables from Exchange Transactions - Property Renta	1700	149	13	12	12	10	9	43	79	327	153	-	221
Interest on Arrear Debtor Accounts	1810	54	33	33	33	33	42	258	3 735	4 221	4 100	-	-
Recoverable unauthorised, irregular, fruitless and wasteful	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	1 333	77	209	208	133	93	504	2 064	4 620	3 001	-	2 826
Total By Income Source	2000	44 521	1 850	1 280	1 043	779	837	3 633	15 677	69 621	21 969	-	16 916
2012/13 - totals only		37 069	1 863	1 267	919	1 321	974	5 034	14 791	63 238	23 039		
Debtors Age Analysis By Customer Group													
Organs of State	2200	131	20	33	11	7	4	183	196	585	401	-	-
Commercial	2300	7 038	155	114	103	27	172	107	451	8 165	859	-	646
Households	2400	37 352	1 675	1 133	929	745	662	3 343	15 030	60 870	20 709	-	16 270
Other	2500	1	-	-	-	-	-	-	-	1	-	-	-
Total By Customer Group	2600	44 521	1 850	1 280	1 043	779	837	3 633	15 677	69 621	21 969	-	16 916

Debtors' levels remain stable after the slight year-on-year decrease from 2012 to 2013. The increased debtors results from the year-on-year increase in billings from increased tariffs at the start of the new financial year.

Summary of Indigent Households

Indigent Household Statistics

	Indigent Households	Amount	Other Households	Total Households	
2013					
July	6 427	R 3 131 936.92	25 314	31 741	20.25%
August	6 446	R 3 136 845.78	25 419	31 865	20.23%
September	6 514	R 3 155 566.56	25 335	31 849	20.45%
October	6 558	R 3 178 923.86	25 277	31 835	20.60%
November	6 576	R 3 180 868.61	25 256	31 832	20.66%
December	6 596	R 3 197 612.69	25 237	31 833	20.72%
2014					
January	6 729	R 3 214 251.25	25 102	31 831	21.14%
February	6 523	R 3 200 013.87	25 300	31 823	20.50%
March	6 474	R 3 165 989.17	25 351	31 825	20.34%
April					
May					
June					

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
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2013/14

June									0.00	0.00	0.00
May									0.00	0.00	0.00
April									0.00	0.00	0.00
March	44 521 361	1 849 946	1 280 142	1 043 135	778 994	837 334	3 632 875	15 677 000	69 620 788	25 099 427	21 969 339
February	45 870 465	2 012 206	1 434 745	922 701	927 284	874 045	3 383 831	15 776 598	71 201 875	25 331 410	21 884 459
January	51 754 513	2 150 900	1 167 346	1 027 233	929 440	788 178	3 193 513	15 740 415	76 751 539	24 997 026	21 678 780
December	44 762 720	1 814 647	1 215 241	1 024 154	849 478	741 520	3 220 885	15 517 894	69 146 539	24 383 819	21 353 931
November	43 115 553	1 843 348	1 225 556	955 383	802 976	690 983	3 310 665	15 212 067	67 156 532	24 040 978	20 972 074
October	44 055 624	2 002 136	1 302 808	964 851	768 525	671 903	3 312 809	15 359 800	68 438 457	24 382 832	21 077 888
September	39 383 044	1 861 255	1 259 835	957 082	814 639	712 400	3 576 463	15 399 007	63 963 724	24 580 680	21 459 590
Augustus	38 856 787	1 937 928	1 226 689	1 016 753	830 184	696 009	3 529 750	15 530 145	63 624 245	24 767 458	21 602 841
July	41 116 113	1 847 114	1 256 338	962 460	773 328	685 374	3 784 937	15 375 903	65 801 568	24 685 456	21 582 003

Creditors' analysis

Supporting Table SC4

WC032 Overstrand - Supporting Table SC4 Monthly Budget Statement - aged creditors - M09 March

Description	NT Code	Budget Year 2013/14									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	541									541	10 732
Bulk Water	0200										-	
PAYE deductions	0300										-	1 879
VAT (output less input)	0400										-	
Pensions / Retirement deductions	0500										-	2 861
Loan repayments	0600										-	
Trade Creditors	0700	10 850									10 850	25 866
Auditor General	0800										-	
Other	0900										-	
Total By Customer Type	1000	11 391	-	-	-	-	-	-	-	-	11 391	41 338

Investment portfolio analysis

Supporting Table SC5

WC032 Overstrand - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M09 March

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		01/09/2025	17		5 848	125	5 991
LIBERTY 21196964	14 YEARS		01/09/2025	24		8 242	260	8 526
MOMENTUM MP 3853776	14 YEARS		01/07/2026	4		1 001	30	1 035
ABSA 4074809272	DAILY	CALL		80	4.8%	21 169	(20 000)	1 249
ABSA 9284200168	DEP PLUS	CALL		114	5.0%	24 307		24 421
NEDBANK 1232086916	32 DAYS	32 DAYS	29/04/2014		5.9%		50 000	50 000
Municipality sub-total				239		60 567	30 415	91 221
TOTAL INVESTMENTS AND INTEREST								
				239		60 567	30 415	91 221

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 - M09 March

Description	2012/13	Budget Year 2013/14							
	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:	39 528	45 383	45 383	10 487	45 383	45 383	-		45 383
Local Government Equitable Share	36 146	41 949	41 949	10 487	41 949	41 949	-		41 949
Finance Management	1 250	1 300	1 300	-	1 300	1 300	-		1 300
Municipal Systems Improvement	800	890	890	-	890	890	-		890
EPWP Incentive	1 332	1 244	1 244	-	1 244	1 244	-		1 244
Other transfers and grants [insert description]							-		
Provincial Government:	2 727	23 601	24 718	5 129	20 679	20 679	-		24 718
Housing	1 659	20 045	19 845	2 428	16 005	16 005	-		19 845
Emergency Housing Programme (EHP)			200						200
Community Development Workers Support Grant	81		49		49	49	-		49
Provincial Library Grant	704	805	805		805	805	-		805
Main Road Subsidy	65	2 651	2 651	2 651	2 651	2 651	-		2 651
Sport & Recreation Grant	-	100	100		100	100	-		100
Financial Management support Grant			800		800	800	-		800
Greenest Municipality			50	50	50	50	-		50
Thusong Service Centre Grant	218		218		218	218	-		218
District Municipality:	-	-	-	-	-	-	-		-
[insert description]							-		
Other grant providers:	-	-	883	27	886	886	-		883
Prov Govt. Nelson Mandela Commemoration			100		100	100	-		100
Prov Govt. ICT Projects for Libraries			25	27	27	27	-		25
Table Mountain Fund			240		240	240	-		240
Public Contr. KCIH			200		200	200	-		200
Public Contr. Duitse Friedrich Naumann			319		319	319	-		319
Total Operating Transfers and Grants	42 255	68 984	70 985	15 643	66 948	66 948	-		70 985
Capital Transfers and Grants									
National Government:	36 339	25 725	25 718	5 983	25 718	25 718	-		25 718
Municipal Infrastructure Grant (MIG)	16 947	18 755	18 755	5 983	18 755	18 755	-		18 755
INEP	1 800	3 000	3 000		3 000	3 000	-		3 000
Neighbourhood Development Partnership	2 418	3 970	3 963		3 963	3 963	-		3 963
Regional Bulk Infrastructure	15 174						-		
Other capital transfers [insert description]							-		
Provincial Government:	20 193	6 671	6 671	982	982	982	-		6 671
Housing	18 693	5 689	5 689				-		5 689
Public Transport non-motorised infrastructure grant	1 500	982	982	982	982	982	-		982
District Municipality:	-	-	-	-	-	-	-		-
[insert description]							-		
Other grant providers:	-	-	-	-	-	-	-		-
[insert description]							-		
Total Capital Transfers and Grants	56 532	32 396	32 389	6 965	26 700	26 700	-		32 389
TOTAL RECEIPTS OF TRANSFERS & GRANTS	98 787	101 380	103 374	22 608	93 648	93 648	-		103 374

Grant receipts are monitored according to the payment schedules. Year to date actual only reflects actual receipts for 2013/2014.

Supporting Table SC7 – Grant expenditure

WC032 Overstrand - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M09 March

Description	2012/13	Budget Year 2013/14							
	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:	2 810	3 434	3 434	377	1 614	1 614	-		3 434
Local Government Equitable Share							-		
Finance Management	698	1 300	1 300	23	575	575	-		1 300
Municipal Systems Improvement	780	890	890	235	251	251	-		890
EPWP Incentive	1 332	1 244	1 244	119	788	788	-		1 244
Other transfers and grants [insert description]							-		
Provincial Government:	2 722	23 601	25 381	3 099	13 221	13 221	-		25 381
Housing	1 659	20 045	19 845	936	10 496	10 496	-		19 845
Emergency Housing Programme (EHP)			200						200
Provincial Library Grant	691	805	805	62	595	595	-		805
Financial Management Support Grant			800						800
Greenest Municipality			50						50
Community Development Worker Grant			49	18	18	18			49
Main Road Subsidy	65	2 651	3 314	2 083	2 083	2 083	-		3 314
Sport & Recreation Grant	-	100	100		29	29	-		100
Thusong Service Centre Grant	307		218				-		218
District Municipality:	-	-	-	-	-	-	-		-
[insert description]							-		
Other grant providers:	2	-	300	-	58	58	-		300
Public Contr. KCIH	2		200				-		200
Prov Govt. Nelson Mandela Commemoration			100		58	58	-		100
Total operating expenditure of Transfers and Grants:	5 534	27 035	29 115	3 476	14 894	14 894	-		29 115
Capital expenditure of Transfers and Grants									
National Government:	36 911	25 725	21 755	5 731	11 502	11 502	-		21 755
Municipal Infrastructure Grant (MIG)	16 947	18 755	18 755	5 142	10 432	10 432	-		18 755
INEP	1 800	3 000	3 000	590	1 070	1 070	-		3 000
Neighbourhood Development Partnership	2 418	3 970	-				-		-
Regional Bulk Infrastructure	15 174						-		
Other capital transfers [insert description]	572						-		
Provincial Government:	16 675	6 671	6 671	-	1 967	1 967	-		6 671
Housing	16 675	5 689	5 689	-	985	985	-		5 689
Public Transport non-motorised infrastructure grant		982	982		982	982	-		982
District Municipality:	-	-	-	-	-	-	-		-
[insert description]							-		
Other grant providers:	223	-	-	-	-	-	-		-
	223						-		
Total capital expenditure of Transfers and Grants	53 809	32 396	28 426	5 731	13 469	13 469	-		28 426
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	59 343	59 431	57 541	9 208	28 363	28 363	-		57 541

Grant expenditure is monitored against grant receipts.

Expenditure on councillor and board members allowances and employee benefits

Supporting Table SC8

WC032 Overstrand - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M09 March

Summary of Employee and Councillor remuneration	2012/13	Budget Year 2013/14							
	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	7 084	7 197	7 456	857	5 572	5 592	(20)	0%	7 456
Pension and UIF Contributions							-		-
Medical Aid Contributions							-		-
Motor Vehicle Allowance							-		-
Cellphone Allowance	-	380	522	149	389	391	(2)	-1%	522
Housing Allowances							-		-
Other benefits and allowances							-		-
Sub Total - Councillors	7 084	7 577	7 978	1 006	5 961	5 983	(22)	0%	7 978
<u>Senior Managers of the Municipality</u>									
Basic Salaries and Wages	8 185	8 657	8 647	721	6 486	6 486	(0)	0%	8 647
Pension and UIF Contributions							-		-
Medical Aid Contributions							-		-
Overtime							-		-
Performance Bonus							-		-
Motor Vehicle Allowance							-		-
Cellphone Allowance	139	146	146	12	104	109	(5)	-4%	146
Housing Allowances							-		-
Other benefits and allowances							-		-
Post-retirement benefit obligations							-		-
Sub Total - Senior Managers of Municipality	8 324	8 803	8 793	732	6 590	6 595	(5)	0%	8 793
<u>Other Municipal Staff</u>									
Basic Salaries and Wages	132 897	158 108	156 684	11 948	120 923	120 813	111	0%	156 684
Pension and UIF Contributions	23 993	27 080	27 758	2 081	18 844	19 140	(296)	-2%	27 758
Medical Aid Contributions	8 176	11 179	11 355	772	6 566	6 834	(268)	-4%	11 355
Overtime	12 423	12 233	11 146	1 025	9 590	8 359	1 231	15%	11 146
Performance Bonus	10 823	-	-	-	-	-	-		-
Motor Vehicle Allowance	9 178	10 714	10 870	818	7 308	7 552	(245)	-3%	10 870
Cellphone Allowance	1 924	1 356	1 356	105	830	1 017	(187)	-18%	1 356
Housing Allowances	1 046	945	951	74	744	713	31	4%	951
Other benefits and allowances	11 256	9 082	9 130	770	7 146	6 847	299	4%	9 130
Long service awards	690	813	831			623	(623)	-100%	831
Post-retirement benefit obligations	10 795	9 630	11 335	945	8 501	8 501	-		11 335
Sub Total - Other Municipal Staff	223 203	242 039	243 661	18 725	182 138	182 086	52	0%	243 661
TOTAL SALARY, ALLOWANCES & BENEFITS	238 611	258 419	260 432	20 463	194 689	194 664	25	0%	260 432
TOTAL MANAGERS AND STAFF	231 527	250 842	252 454	19 457	188 728	188 680	48	0%	252 454

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 - M09 March

Description of financial indicator	Basis of calculation	2012/13	Budget Year 2013/14			
		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	3,2%	17,7%	17,4%	2,9%	6,1%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	47,0%	54,5%	58,1%	65,3%	58,1%
<u>Safety of Capital</u>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	16,0%	17,6%	16,6%	14,9%	16,6%
Gearing	Long Term Borrowing/ Funds & Reserves	19278,6%	123,6%	20333,9%	18074,9%	20333,9%
<u>Liquidity</u>						
Current Ratio	Current assets/current liabilities	127,7%	140,8%	150,1%	155,7%	150,1%
Liquidity Ratio	Monetary Assets/Current Liabilities	54,1%	64,8%	65,9%	61,5%	65,9%
<u>Revenue Management</u>						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing		99,9%	99,9%	Annual Indicator	99,9%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	13,7%	12,3%	13,0%	Annual Indicator	13,0%
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))	97,0%	98,2%	98,2%		98,2%
<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	6,9%	7,1%	7,2%	5,4%	7,2%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	20,0%	25,9%	25,8%	25,5%	25,8%
Employee costs	Employee costs/Total Revenue - capital revenue	33,3%	33,8%	34,0%	34,1%	34,0%
Repairs & Maintenance	R&M/Total Revenue - capital revenue	0,0%	22,0%	20,8%	19,6%	22,0%
Interest & Depreciation	I&D/Total Revenue - capital revenue	20,5%	19,7%	19,4%	3,0%	6,8%
<u>IDP regulation financial viability indicators</u>						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year	17,5%	21,6	21,6	Annual Indicator	21,6
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	11,9%	14,5%	14,5%	Annual Indicator	14,5%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	3,5%	1,7	1,7	4.09	1,7

Capital programme performance

Supporting Table SC12

WC032 Overstrand - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M09 March

Month	2012/13	Budget Year 2013/14							
	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	100	1 099	74	0	0	74	74	100.0%	0%
August	8 541	2 198	6 299	11 416	11 416	6 373	(5 043)	-79.1%	10%
September	4 043	4 396	2 977	15 798	27 214	9 350	(17 865)	-191.1%	25%
October	7 364	7 693	5 434	4 426	31 641	14 784	(16 857)	-114.0%	29%
November	10 243	6 594	7 559	4 002	35 643	22 343	(13 300)	-59.5%	32%
December	13 512	12 089	9 967	7 794	43 437	32 310	(11 127)	-34.4%	40%
January	4 867	8 792	3 582	2 910	46 347	35 892	(10 456)	-29.1%	42%
February	12 126	13 188	8 942	7 811	54 158	44 834	(9 325)	-20.8%	49%
March	7 528	10 990	9 955	15 322	69 481	54 789	(14 692)	-26.8%	63%
April	14 809	13 188	12 701			67 490	-		
May	17 343	15 386	24 175			91 665	-		
June	43 287	14 287	34 817			126 482	-		
Total Capital expenditure	143 764	109 897	126 482	69 481					

Supporting Table SC13a

WC032 Overstrand - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M09 March

Description	2012/13	Budget Year 2013/14							
	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	108 252	50 904	55 858	9 742	42 961	29 865	(13 096)	-43.9%	55 858
Infrastructure - Road transport	15 578	9 160	9 360	3 017	5 097	5 369	272	5.1%	9 360
<i>Roads, Pavements & Bridges</i>	10 720	9 160	9 160	3 017	5 097	5 369	272	5.1%	9 160
<i>Storm water</i>	4 858		200				-		200
Infrastructure - Electricity	22 203	23 894	25 886	2 920	21 244	12 634	(8 610)	-68.2%	25 886
<i>Generation</i>							-		
<i>Transmission & Reticulation</i>	22 203	23 894	25 886	2 920	21 244	12 634	(8 610)	-68.2%	25 886
<i>Street Lighting</i>							-		
Infrastructure - Water	48 634	7 300	8 392	1 804	10 610	7 254	(3 357)	-46.3%	8 392
<i>Dams & Reservoirs</i>							-		
<i>Water purification</i>	48 634	7 300	8 392	1 804	10 610	7 254	(3 357)	-46.3%	8 392
<i>Reticulation</i>							-		
Infrastructure - Sanitation	16 478	9 150	9 180	1 290	4 605	4 230	(375)	-8.9%	9 180
<i>Reticulation</i>							-		
<i>Sewerage purification</i>	16 478	9 150	9 180	1 290	4 605	4 230	(375)	-8.9%	9 180
Infrastructure - Other	5 359	1 400	3 041	712	1 405	378	(1 026)	-271.2%	3 041
<i>Waste Management</i>	5 359	1 400	3 041	712	1 405	378	(1 026)	-271.2%	3 041
Community	20 997	13 189	13 609	2 252	4 922	304	(4 618)	-1519.8%	13 609
Parks & gardens	2 156						-		
Sportsfields & stadia	1 964	5 000	5 471	1 724	1 724	83	(1 642)	-1987.6%	5 471
Security and policing	223						-		
Cemeteries							-		
Social rental housing	16 651	5 689	3 366		985	83	(903)	-1092.8%	3 366
Other	-	2 500	4 772	527	2 212	139	(2 073)	-1495.5%	4 772
Heritage assets	-	-	-	-	-	-	-		-
Investment properties	-	-	-	-	-	-	-		-
Other assets	9 038	6 638	8 358	92	1 420	1 093	(327)	-29.9%	8 358
General vehicles	-	4 695	4 695		789	683	(106)	-15.5%	4 695
Computers - hardware/equipment		600	1 030			183	183	100.0%	1 030
Furniture and other office equipment		1 343	2 633	92	631	228	(403)	-177.2%	2 633
Other	9 038						-		
Intangibles	1 330	-	-	-	-	-	-		-
Computers - software & programming	1 330						-		
Other							-		
Total Capital Expenditure on new assets	139 617	70 731	77 825	12 085	49 302	31 262	(18 040)	-57.7%	77 825

Supporting Table SC13b

WC032 Overstrand - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M09 March

Description	2012/13	Budget Year 2013/14							
	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	131	32 610	38 826	2 144	14 903	18 224	3 321	18.2%	38 826
Infrastructure - Road transport	131	8 710	7 069	918	6 415	4 527	(1 888)	-41.7%	7 069
<i>Roads, Pavements & Bridges</i>		8 710	7 069	918	6 415	4 527	(1 888)	-41.7%	7 069
<i>Storm water</i>	131						-		
Infrastructure - Electricity	-	13 300	13 344	42	4 362	6 721	2 359	35.1%	13 344
<i>Generation</i>							-		
<i>Transmission & Reticulation</i>		13 300	13 344	42	4 362	6 721	2 359	35.1%	13 344
<i>Street Lighting</i>							-		
Infrastructure - Water	-	8 600	15 440	1 184	3 468	5 646	2 178	38.6%	15 440
<i>Dams & Reservoirs</i>		200	200		150	12	(138)	-1171.0%	200
<i>Water purification</i>							-		
<i>Reticulation</i>		8 400	15 240	1 184	3 318	5 634	2 316	41.1%	15 240
Infrastructure - Sanitation	-	2 000	2 974	-	657	1 330	673	50.6%	2 974
<i>Reticulation</i>							-		
<i>Sewerage purification</i>		2 000	2 974		657	1 330	673	50.6%	2 974
Infrastructure - Other	-	-	-	-	-	-	-		-
<i>Waste Management</i>							-		-
Community	756	5 716	8 992	1 093	4 443	4 947	504	10.2%	8 992
Parks & gardens							-		
Sportsfields & stadia							-		
Swimming pools		225	225	30	150	13	(137)	-1029.9%	225
Community halls							-		
Libraries							-		
Recreational facilities							-		
Fire, safety & emergency							-		
Security and policing							-		
Cemeteries	756						-		
Social rental housing			7 784	1 063	4 293	4 293	-		7 784
Other		5 491	984			641	641	100.0%	984
Heritage assets	-	-	-	-	-	-	-		-
Investment properties	-	-	-	-	-	-	-		-
Housing development							-		
Other							-		
Other assets	3 260	-	-	-	-	-	-		-
General vehicles	3 260						-		
Specialised vehicles	-	-	-	-	-	-	-		-
Total Capital Expenditure on renewal of	4 147	39 166	48 657	3 237	20 178	23 527	3 349	14.2%	48 657

Supporting Table SC13c

WC032 Overstrand - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M09 March

Description	2012/13	Budget Year 2013/14							
	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	87 048	135 022	131 381	12 836	95 636	98 536	2 899	2.9%	131 381
Infrastructure - Road transport	42 236	62 485	63 816	7 300	49 168	47 862	(1 306)	-2.7%	63 816
<i>Roads, Pavements & Bridges</i>	39 790	58 578	60 122	6 916	46 734	45 091	(1 642)	-3.6%	60 122
<i>Storm water</i>	2 446	3 907	3 694	384	2 435	2 771	336	12.1%	3 694
Infrastructure - Electricity	14 105	27 457	21 945	1 818	15 245	16 459	1 213	7.4%	21 945
<i>Generation</i>							-		
<i>Transmission & Reticulation</i>	14 105	27 457	21 945	1 818	15 245	16 459	1 213	7.4%	21 945
<i>Street Lighting</i>							-		
Infrastructure - Water	21 502	28 574	27 464	2 285	19 093	20 598	1 505	7.3%	27 464
<i>Dams & Reservoirs</i>	80						-		
<i>Water purification</i>	1 963						-		
<i>Reticulation</i>	19 459	28 574	27 464	2 285	19 093	20 598	1 505	7.3%	27 464
Infrastructure - Sanitation	7 708	14 662	16 443	1 327	11 064	12 332	1 269	10.3%	16 443
<i>Reticulation</i>	6 623						-		
<i>Sewerage purification</i>	1 085	14 662	16 443	1 327	11 064	12 332	1 269	10.3%	16 443
Infrastructure - Other	1 499	1 844	1 714	107	1 066	1 285	219	17.0%	1 714
<i>Waste Management</i>	1 499	1 844	1 714	107	1 066	1 285	219	17.0%	1 714
Community	5 408	8 252	8 749	767	4 346	6 561	2 215	33.8%	8 749
Parks & gardens	1 503	2 568	2 602	210	1 689	1 952	262	13.4%	2 602
Sportsfields & stadia	956	1 034	959	100	319	719	401	55.7%	959
Swimming pools	289	303	224	14	236	168	(69)	-40.9%	224
Community halls	916	904	1 128	24	394	846	452	53.4%	1 128
Libraries	161	221	235	34	142	176	34	19.3%	235
Recreational facilities							-		
Fire, safety & emergency	848	841	975	109	469	731	262	35.8%	975
Security and policing	546	638	630	23	324	472	149	31.5%	630
Cemeteries	62	55	51	8	37	39	2	4.1%	51
Social rental housing		317	317	14	88	237	149	62.8%	317
Other	125	1 372	1 627	233	647	1 221	573	47.0%	1 627
Heritage assets	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Housing development							-		
Other assets	21 958	20 086	14 666	776	8 685	10 999	2 315	21.0%	14 666
General vehicles	5 399						-		
Specialised vehicles	-	-	-	-	-	-	-		-
Plant & equipment							-		
Computers - hardware/equipment	5 035	5 852	4 737	144	3 319	3 553	234	6.6%	4 737
Other Buildings	1 368	1 173	1 133	38	527	850	323	38.0%	1 133
Other	10 156	13 061	8 795	594	4 838	6 596	1 758	26.7%	8 795
Agricultural assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Intangibles	-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expendit	114 414	163 360	154 795	14 379	108 667	116 096	7 429	6.4%	154 795

Supporting Table SC13d

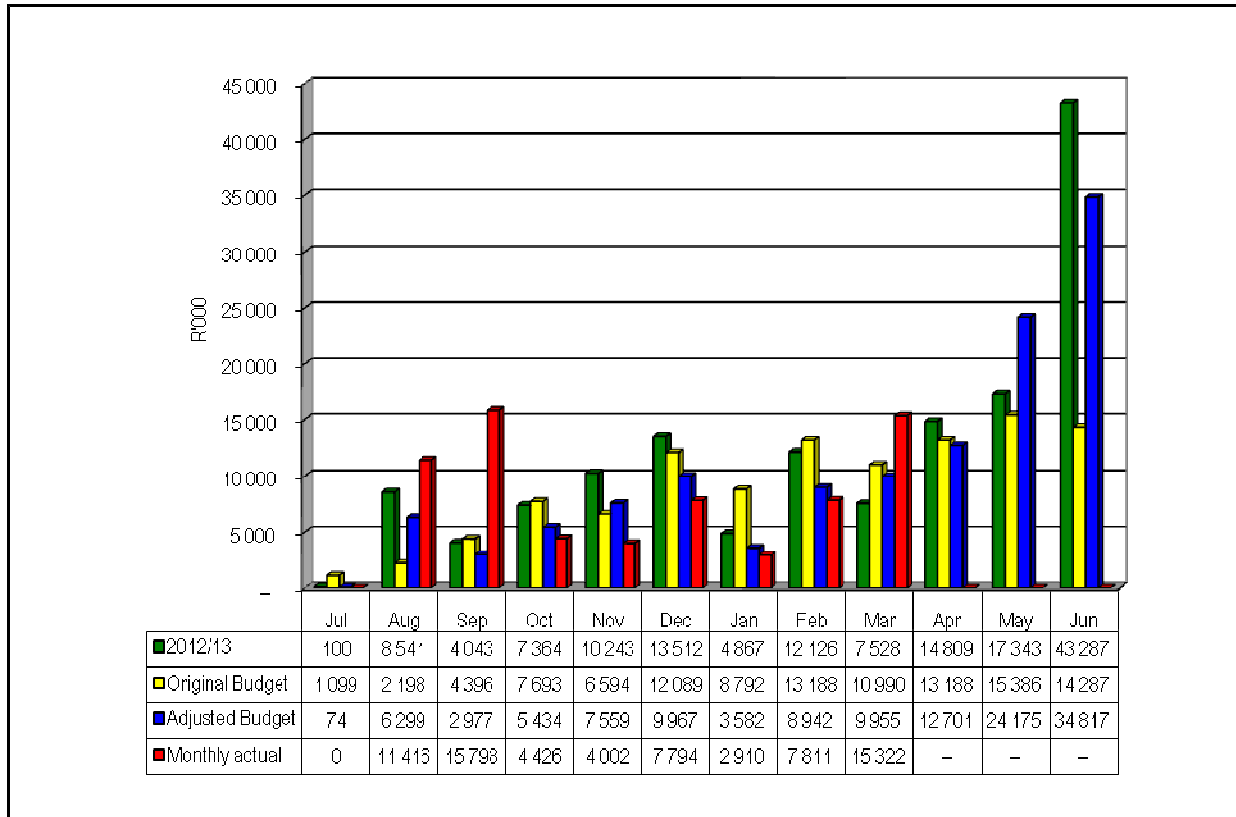
WC032 Overstrand - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M09 March

Description	2012/13	Budget Year 2013/14							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Depreciation by Asset Class/Sub-class									
Infrastructure	81 024	90 494	86 361	7 197	64 771	64 771	-		86 361
Infrastructure - Road transport	29 902	37 311	30 673	2 556	23 005	23 005	-		30 673
<i>Roads, Pavements & Bridges</i>	27 879	37 311	28 652	2 388	21 489	21 489	-		28 652
<i>Storm water</i>	2 023		2 021	168	1 516	1 516	-		2 021
Infrastructure - Electricity	18 751	22 284	20 880	1 740	15 660	15 660	-		20 880
<i>Generation</i>							-		
<i>Transmission & Reticulation</i>	18 751	22 284	20 880	1 740	15 660	15 660	-		20 880
<i>Street Lighting</i>							-		
Infrastructure - Water	16 106	14 546	17 424	1 452	13 068	13 068	-		17 424
<i>Dams & Reservoirs</i>	16 106	14 546	17 424	1 452	13 068	13 068	-		17 424
<i>Water purification</i>							-		
<i>Reticulation</i>							-		
Infrastructure - Sanitation	13 391	12 696	14 127	1 177	10 595	10 595	-		14 127
<i>Reticulation</i>	13 391	12 696	14 127	1 177	10 595	10 595	-		14 127
<i>Sewerage purification</i>							-		
Infrastructure - Other	2 874	3 657	3 257	271	2 443	2 443	-		3 257
<i>Waste Management</i>	2 256	3 657	3 257	271	2 443	2 443	-		3 257
<i>Other</i>	618						-		
Community	4 651	4 696	4 822	402	3 617	3 617	-		4 822
Recreational facilities	4 651	4 696	4 822	402	3 617	3 617	-		4 822
Heritage assets	-	-	-	-	-	-	-		-
Investment properties	-	-	-	-	-	-	-		-
Other assets	19 233	8 402	10 216	851	7 662	7 662	-		10 216
General vehicles	2 360	1 864	2 360	197	1 770	1 770	-		2 360
Specialised vehicles	-	-	-	-	-	-	-		-
Plant & equipment							-		
Computers - hardware/equipment	1 948	838	1 948	162	1 461	1 461	-		1 948
Furniture and other office equipment	254	344	254	21	191	191	-		254
Other Buildings	5 467	5 356	5 654	471	4 241	4 241	-		5 654
Other Land							-		
Surplus Assets - (Investment or Inventory)							-		
Other	9 204						-		
Agricultural assets	-	-	-	-	-	-	-		-
Biological assets	-	-	-	-	-	-	-		-
Intangibles	373	218	671	56	503	503	-		671
Computers - software & programming	373		671	56	503	503	-		671
Other		218		-	-	-	-		-
Total Depreciation	105 280	103 810	102 070	8 506	76 552	76 552	-		102 070

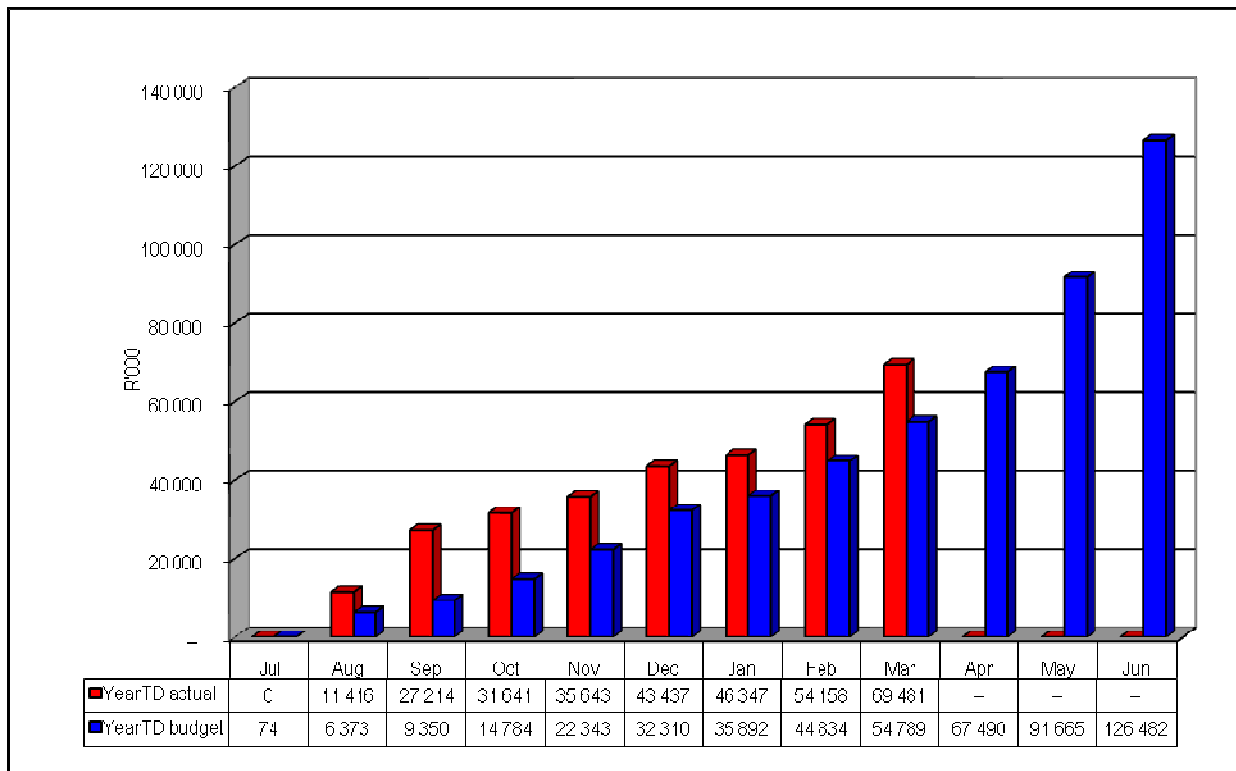
Other supporting documentation

Section 71 charts

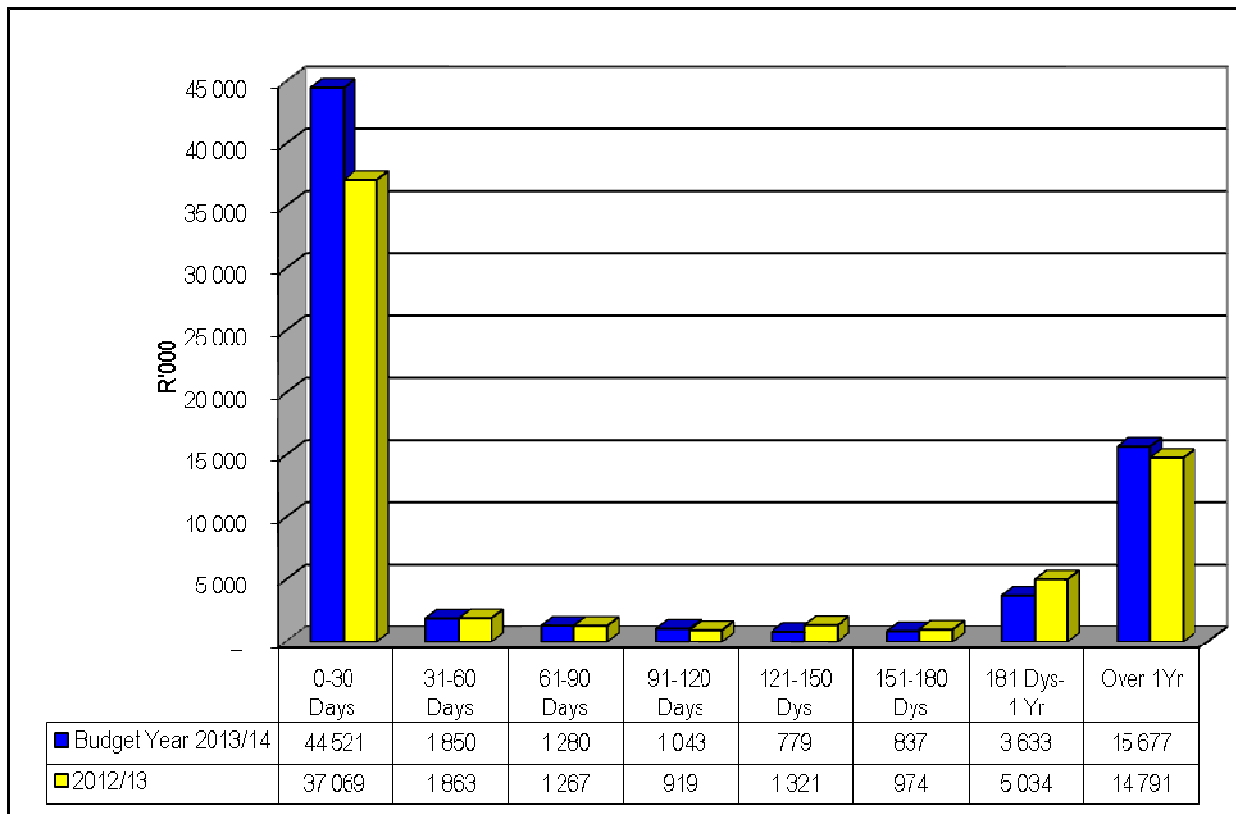
Capital expenditure monthly trend - actual vs target



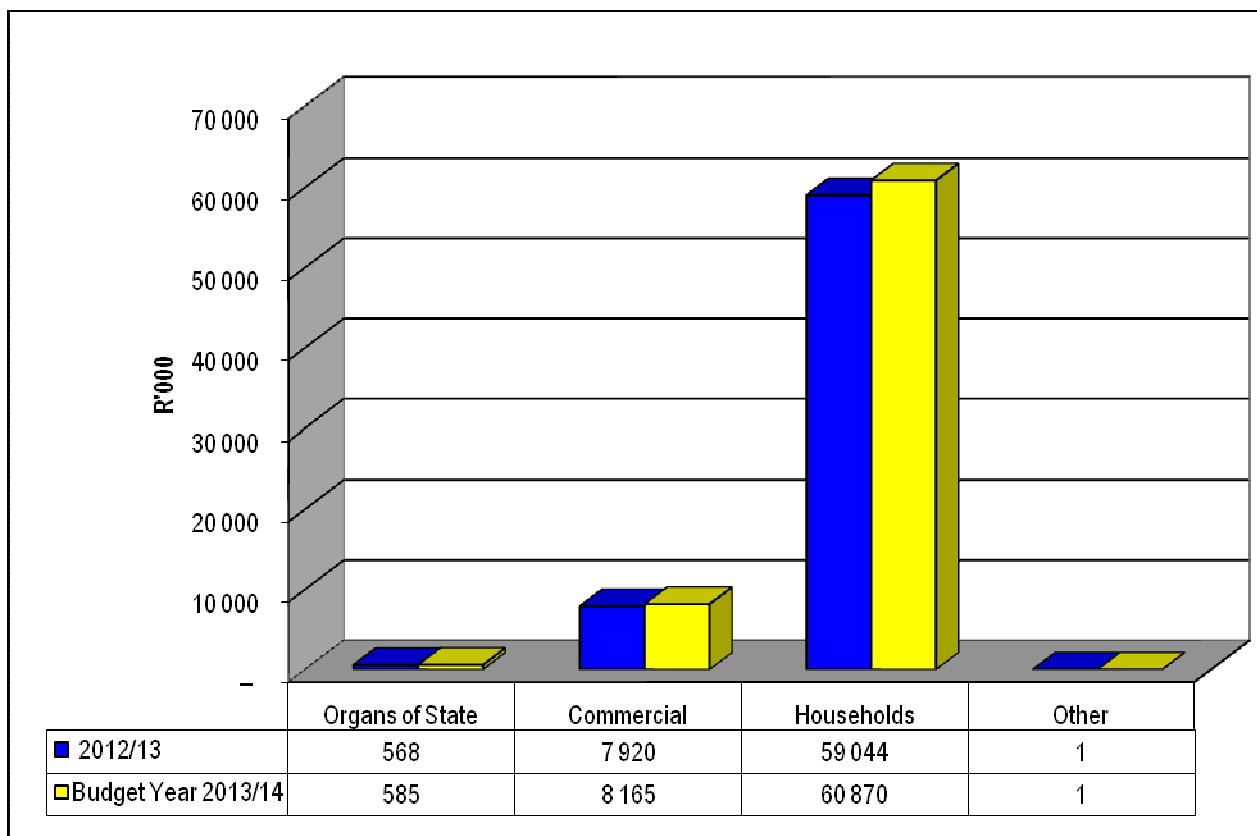
Capital expenditure – YTD actual vs YTD trend



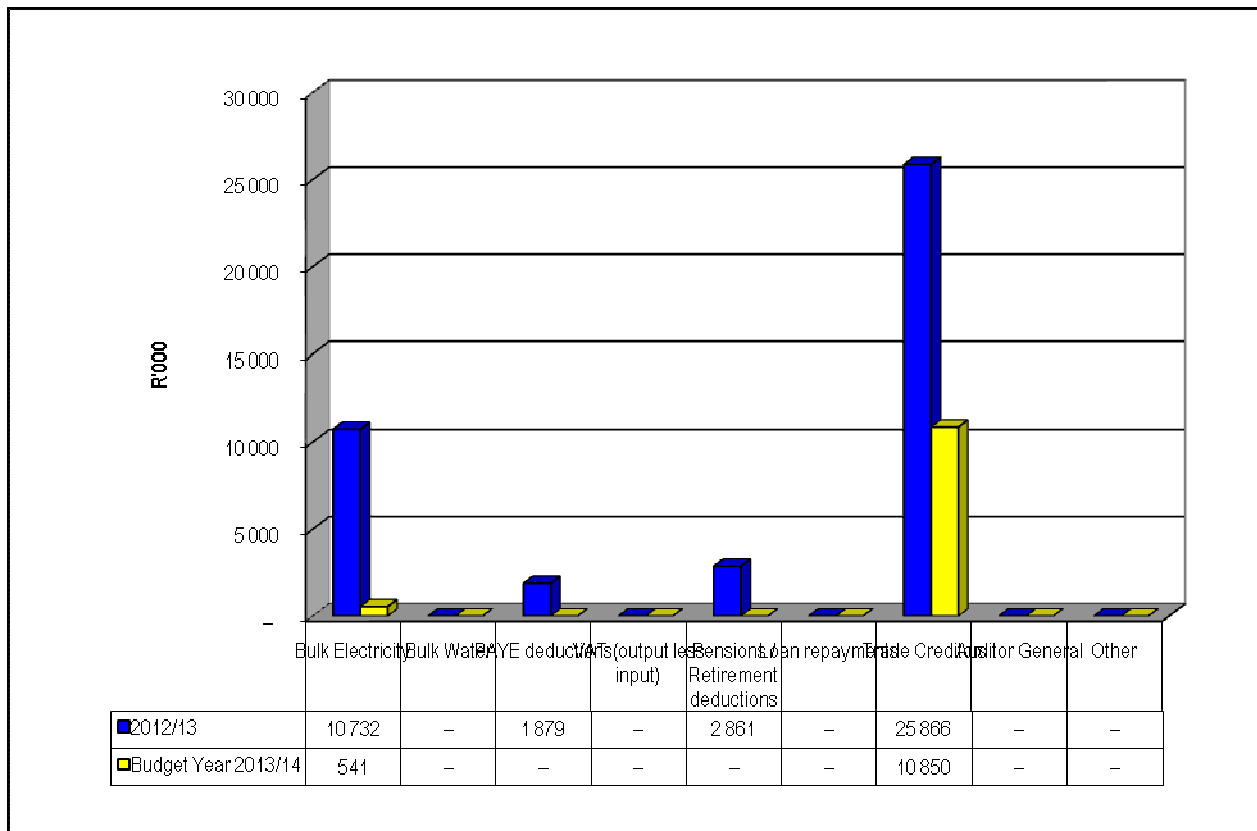
Debtors Age Analysis



Debtors by Type



Creditor Payments



Municipal manager's quality certification

QUALITY CERTIFICATE

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

Monthly Budget Statement

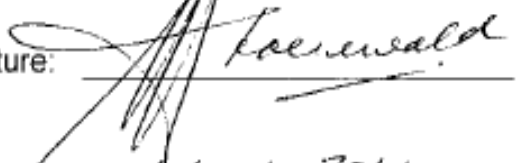
for the month of **March 2014** has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print name: **CC Groenewald**

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

Signature: _____

Date: _____


14.4.2014