

# OVERSTRAND MUNICIPALITY



## Monthly Budget Statement

July 2015

### **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 0.06% below the YTD budget projections at the end of July 2015.

#### **Borrowings**

The balance of borrowings amounts to R431.3m at the end of July 2015.

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

Current expenditure is 2.59% below YTD budget projections as at July 2015.

#### **Capital expenditure**

YTD Capital expenditure amounts to R226 950 or 0.22% of the total original budget of R103.9m. The current capital commitments of orders in progress amounts to R13.05m giving total capital spend and committed at 12.78% at the end of July 2015.

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

Grants totaling R44.7m were received during July 2015. The main receipt was for Equitable Share at R26.9m.

#### **Spending on Grants**

Spending on grants amounts to R713 322 for July 2015 which includes FMG, MIG, Library Grant & EPWP.

#### **Material variances**

The table below summarises variances for projected revenue and expenditure.

**WC032 Overstrand - Supporting Table SC1 Material variance explanations - M01 July**

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
<u>Revenue By Source</u>	-0.06%	Not material	
<u>Expenditure By Type</u>	-2.59%	Not material	
<u>Capital Expenditure</u>	126.95%	Capital Commitments =R13,05m	
<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 - M01 July**

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	-	163 621	-	16 171	16 171	16 172	(1)	-0%	163 621
Service charges	-	566 784	-	47 758	47 758	47 802	(44)	-0%	566 784
Investment revenue	-	6 348	-	626	626	529	97	18%	6 348
Transfers recognised - operational	-	90 324	-	27 390	27 390	27 390	-		90 324
Other own revenue	-	67 957	-	3 472	3 472	3 581	(108)	-3%	67 957
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>-</b>	<b>895 035</b>	<b>-</b>	<b>95 417</b>	<b>95 417</b>	<b>95 474</b>	<b>(57)</b>	<b>-0%</b>	<b>895 035</b>
Employee costs	-	291 593	-	18 450	18 450	19 178	(728)	-4%	291 593
Remuneration of Councillors	-	8 674	-	663	663	723	(60)	-8%	8 674
Depreciation & asset impairment	-	111 362	-	9 280	9 280	9 280	(0)	-0%	111 362
Finance charges	-	46 895	-	123	123	123	-		46 895
Materials and bulk purchases	-	251 374	-	4 491	4 491	4 624	(132)	-3%	251 374
Transfers and grants	-	48 497	-	3 352	3 352	3 352	-		48 497
Other expenditure	-	206 135	-	4 486	4 486	4 654	(168)	-4%	206 135
<b>Total Expenditure</b>	<b>-</b>	<b>964 529</b>	<b>-</b>	<b>40 846</b>	<b>40 846</b>	<b>41 934</b>	<b>(1 088)</b>	<b>-3%</b>	<b>964 529</b>
<b>Surplus/(Deficit)</b>	<b>-</b>	<b>(69 494)</b>	<b>-</b>	<b>54 571</b>	<b>54 571</b>	<b>53 540</b>	<b>1 031</b>	<b>2%</b>	<b>(69 494)</b>
Transfers recognised - capital	-	63 354	-	227	227	227	-		63 354
Contributions & Contributed assets	-	1 000	-	-	-	-	-		1 000
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>-</b>	<b>(5 140)</b>	<b>-</b>	<b>54 798</b>	<b>54 798</b>	<b>53 767</b>	<b>1 031</b>	<b>2%</b>	<b>(5 140)</b>
<b>Surplus/ (Deficit) for the year</b>	<b>-</b>	<b>(5 140)</b>	<b>-</b>	<b>54 798</b>	<b>54 798</b>	<b>53 767</b>	<b>1 031</b>	<b>2%</b>	<b>(5 140)</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>-</b>	<b>103 914</b>	<b>-</b>	<b>227</b>	<b>227</b>	<b>100</b>	<b>127</b>	<b>127%</b>	<b>103 914</b>
Capital transfers recognised	-	64 354	-	227	227	100	127	127%	64 354
Public contributions & donations	-	462	-	-	-	-	-		462
Borrowing	-	32 346	-	-	-	-	-		32 346
Internally generated funds	-	6 753	-	-	-	-	-		6 753
<b>Total sources of capital funds</b>	<b>-</b>	<b>103 914</b>	<b>-</b>	<b>227</b>	<b>227</b>	<b>100</b>	<b>127</b>	<b>127%</b>	<b>103 914</b>
<b>Financial position</b>									
Total current assets	-	207 929	-	-	294 794	-	-	-	207 929
Total non current assets	-	3 320 511	-	-	3 284 867	-	-	-	3 320 511
Total current liabilities	-	174 459	-	-	139 928	-	-	-	174 459
Total non current liabilities	-	617 668	-	-	595 975	-	-	-	617 668
<b>Community wealth/Equity</b>	<b>-</b>	<b>2 736 314</b>	<b>-</b>	<b>-</b>	<b>2 843 758</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2 736 314</b>
<b>Cash flows</b>									
Net cash from (used) operating	-	110 861	-	60 802	60 802	60 440	(362)	-1%	110 861
Net cash from (used) investing	-	(110 144)	-	(656)	(656)	(656)	-		(110 144)
Net cash from (used) financing	-	7 409	-	(905)	(905)	(905)	-		7 409
<b>Cash/cash equivalents at the month/year end</b>	<b>-</b>	<b>97 547</b>	<b>-</b>	<b>-</b>	<b>164 228</b>	<b>148 300</b>	<b>(15 928)</b>	<b>-11%</b>	<b>113 113</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	51 622	1 729	1 089	947	894	664	3 251	16 515	76 709
<b>Creditors Age Analysis</b>									
Total Creditors	7 165	-	-	-	-	-	-	-	7 165

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

**WC032 Overstrand - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M01 July**

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Revenue - Standard</b>									
<i><b>Governance and administration</b></i>	-	<b>255 994</b>	-	<b>44 901</b>	<b>44 901</b>	<b>44 020</b>	882	2%	<b>255 994</b>
Executive and council	-	64 861	-	26 919	26 919	26 919	-		64 861
Budget and treasury office	-	180 339	-	17 456	17 456	16 278	1 178	7%	180 339
Corporate services	-	10 795	-	526	526	822	(296)	-36%	10 795
<i><b>Community and public safety</b></i>	-	<b>101 843</b>	-	<b>1 788</b>	<b>1 788</b>	<b>2 609</b>	(821)	-31%	<b>101 843</b>
Community and social services	-	4 657	-	268	268	388	(120)	-31%	4 657
Sport and recreation	-	11 942	-	307	307	902	(595)	-66%	11 942
Public safety	-	37 676	-	1 014	1 014	1 120	(106)	-9%	37 676
Housing	-	47 567	-	199	199	199	-		47 567
<i><b>Economic and environmental services</b></i>	-	<b>20 033</b>	-	<b>751</b>	<b>751</b>	<b>869</b>	(118)	-14%	<b>20 033</b>
Planning and development	-	9 043	-	720	720	754	(34)	-5%	9 043
Road transport	-	10 890	-	13	13	107	(94)	-88%	10 890
Environmental protection	-	101	-	18	18	8	10	119%	101
<i><b>Trading services</b></i>	-	<b>581 518</b>	-	<b>48 203</b>	<b>48 203</b>	<b>48 203</b>	1	0%	<b>581 518</b>
Electricity	-	346 361	-	29 664	29 664	29 106	558	2%	346 361
Water	-	106 211	-	7 823	7 823	8 351	(528)	-6%	106 211
Waste water management	-	69 402	-	5 700	5 700	5 784	(83)	-1%	69 402
Waste management	-	59 544	-	5 016	5 016	4 962	54	1%	59 544
<i><b>Other</b></i>	-	-	-	-	-	-	-		-
<b>Total Revenue - Standard</b>	-	<b>959 389</b>	-	<b>95 644</b>	<b>95 644</b>	<b>95 701</b>	<b>(57)</b>	<b>0%</b>	<b>959 389</b>
<b>Expenditure - Standard</b>									
<i><b>Governance and administration</b></i>	-	<b>237 278</b>	-	<b>12 967</b>	<b>12 967</b>	<b>13 730</b>	(763)	-6%	<b>237 278</b>
Executive and council	-	92 565	-	6 207	6 207	6 021	186	3%	92 565
Budget and treasury office	-	69 750	-	2 954	2 954	2 761	193	7%	69 750
Corporate services	-	74 963	-	3 806	3 806	4 948	(1 142)	-23%	74 963
<i><b>Community and public safety</b></i>	-	<b>141 933</b>	-	<b>7 012</b>	<b>7 012</b>	<b>8 247</b>	(1 234)	-15%	<b>141 933</b>
Community and social services	-	31 368	-	1 800	1 800	2 034	(234)	-12%	31 368
Sport and recreation	-	18 220	-	767	767	1 518	(751)	-49%	18 220
Public safety	-	69 453	-	4 236	4 236	4 486	(249)	-6%	69 453
Housing	-	22 892	-	209	209	209	-		22 892
<i><b>Economic and environmental services</b></i>	-	<b>132 046</b>	-	<b>6 262</b>	<b>6 262</b>	<b>5 605</b>	656	12%	<b>132 046</b>
Planning and development	-	40 308	-	1 959	1 959	1 800	158	9%	40 308
Road transport	-	84 786	-	4 000	4 000	3 356	644	19%	84 786
Environmental protection	-	6 952	-	302	302	449	(146)	-33%	6 952
<i><b>Trading services</b></i>	-	<b>453 273</b>	-	<b>14 605</b>	<b>14 605</b>	<b>14 352</b>	253	2%	<b>453 273</b>
Electricity	-	257 278	-	6 098	6 098	5 896	202	3%	257 278
Water	-	78 253	-	3 153	3 153	3 564	(412)	-12%	78 253
Waste water management	-	63 478	-	3 018	3 018	2 743	275	10%	63 478
Waste management	-	54 264	-	2 336	2 336	2 148	188	9%	54 264
<i><b>Other</b></i>	-	-	-	-	-	-	-		-
<b>Total Expenditure - Standard</b>	-	<b>964 529</b>	-	<b>40 846</b>	<b>40 846</b>	<b>41 934</b>	<b>(1 088)</b>	<b>-3%</b>	<b>964 529</b>
<b>Surplus/ (Deficit) for the year</b>	-	<b>(5 140)</b>	-	<b>54 798</b>	<b>54 798</b>	<b>53 767</b>	<b>1 031</b>	<b>2%</b>	<b>(5 140)</b>

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) - M01 July

Vote Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Revenue by Vote</b>									
Vote 1 - Council	-	64 808	-	26 915	26 915	26 915	-		64 808
Vote 2 - Municipal Manager	-	-	-	-	-	-	-		-
Vote 3 - Management Services	-	991	-	58	58	5	53	1046.2%	991
Vote 4 - Finance	-	180 339	-	17 456	17 456	16 278	1 178	7.2%	180 339
Vote 5 - Community Services	-	272 957	-	19 799	19 799	21 653	(1 854)	-8.6%	272 957
Vote 6 - Local Economic Development	-	3 091	-	182	182	119	63	52.7%	3 091
Vote 7 - Infrastructure & Planning	-	399 527	-	30 220	30 220	29 610	610	2.1%	399 527
Vote 8 - Protection Services	-	37 676	-	1 014	1 014	1 120	(106)	-9.5%	37 676
<b>Total Revenue by Vote</b>	-	<b>959 389</b>	-	<b>95 644</b>	<b>95 644</b>	<b>95 701</b>	<b>(57)</b>	<b>-0.1%</b>	<b>959 389</b>
<b>Expenditure by Vote</b>									
Vote 1 - Council	-	71 496	-	4 802	4 802	5 008	(206)	-4.1%	71 496
Vote 2 - Municipal Manager	-	4 489	-	321	321	374	(54)	-14.3%	4 489
Vote 3 - Management Services	-	43 327	-	1 881	1 881	2 698	(818)	-30.3%	43 327
Vote 4 - Finance	-	69 750	-	2 954	2 954	2 761	193	7.0%	69 750
Vote 5 - Community Services	-	341 492	-	17 352	17 352	17 438	(86)	-0.5%	341 492
Vote 6 - Local Economic Development	-	8 731	-	281	281	273	9	3.1%	8 731
Vote 7 - Infrastructure & Planning	-	355 793	-	9 020	9 020	8 896	124	1.4%	355 793
Vote 8 - Protection Services	-	69 453	-	4 236	4 236	4 486	(249)	-5.6%	69 453
<b>Total Expenditure by Vote</b>	-	<b>964 529</b>	-	<b>40 846</b>	<b>40 846</b>	<b>41 934</b>	<b>(1 088)</b>	<b>-2.6%</b>	<b>964 529</b>
<b>Surplus/ (Deficit) for the year</b>	-	<b>(5 140)</b>	-	<b>54 798</b>	<b>54 798</b>	<b>53 767</b>	<b>1 031</b>	<b>1.9%</b>	<b>(5 140)</b>

The operating expenditure budget is approved by Council on the municipal vote level. The municipal votes reflect the organisational structure of the municipality which is made up of the following directorates: Council; Municipal Manager; Management Services; Finance; Community Services; 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) - M01 July

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Revenue By Source</b>									
Property rates		162 730		16 105	16 105	16 106	(0)	0%	162 730
Property rates - penalties & collection charges		891		65	65	67	(1)	-2%	891
Service charges - electricity revenue		338 877		29 448	29 448	29 652	(204)	-1%	338 877
Service charges - water revenue		102 045		7 823	7 823	7 786	37	0%	102 045
Service charges - sanitation revenue		66 375		5 473	5 473	5 407	66	1%	66 375
Service charges - refuse revenue		59 488		5 014	5 014	4 957	57	1%	59 488
Rental of facilities and equipment		11 859		761	761	791	(29)	-4%	11 859
Interest earned - external investments		6 348		626	626	529	97	18%	6 348
Interest earned - outstanding debtors		2 437		219	219	203	16	8%	2 437
Fines		31 859		527	527	527	-		31 859
Licences and permits		2 190		192	192	182	9	5%	2 190
Agency services		2 970		262	262	248	14	6%	2 970
Transfers recognised - operational		90 324		27 390	27 390	27 390	-		90 324
Other revenue		16 643		1 511	1 511	1 630	(118)	-7%	16 643
Gains on disposal of PPE							-		
<b>contributions)</b>	<b>-</b>	<b>895 035</b>	<b>-</b>	<b>95 417</b>	<b>95 417</b>	<b>95 474</b>	<b>(57)</b>	<b>0%</b>	<b>895 035</b>
<b>Expenditure By Type</b>									
Employee related costs		291 593		18 450	18 450	19 178	(728)	-4%	291 593
Remuneration of councillors		8 674		663	663	723	(60)	-8%	8 674
Debt impairment		22 792		1 899	1 899	1 899	-		22 792
Depreciation & asset impairment		111 362		9 280	9 280	9 280	(0)	0%	111 362
Finance charges		46 895		123	123	123	-		46 895
Bulk purchases		193 573		3 279	3 279	3 210	69	2%	193 573
Other materials		57 801		1 212	1 212	1 414	(202)	-14%	57 801
Contracted services		125 322		1 367	1 367	1 645	(278)	-17%	125 322
Transfers and grants		48 497		3 352	3 352	3 352	-		48 497
Other expenditure		58 021		1 220	1 220	1 110	111	10%	58 021
Loss on disposal of PPE							-		
<b>Total Expenditure</b>	<b>-</b>	<b>964 529</b>	<b>-</b>	<b>40 846</b>	<b>40 846</b>	<b>41 934</b>	<b>(1 088)</b>	<b>-3%</b>	<b>964 529</b>
<b>Surplus/(Deficit)</b>	<b>-</b>	<b>(69 494)</b>	<b>-</b>	<b>54 571</b>	<b>54 571</b>	<b>53 540</b>	<b>1 031</b>	<b>0</b>	<b>(69 494)</b>
Transfers recognised - capital		63 354		227	227	227	-		63 354
Contributions recognised - capital		1 000					-		1 000
Contributed assets							-		
<b>Surplus/(Deficit) after capital transfers &amp; Taxation</b>	<b>-</b>	<b>(5 140)</b>	<b>-</b>	<b>54 798</b>	<b>54 798</b>	<b>53 767</b>	<b>-</b>		<b>(5 140)</b>
<b>Surplus/(Deficit) after taxation</b>	<b>-</b>	<b>(5 140)</b>	<b>-</b>	<b>54 798</b>	<b>54 798</b>	<b>53 767</b>			<b>(5 140)</b>
<b>Surplus/(Deficit) attributable to municipality</b>	<b>-</b>	<b>(5 140)</b>	<b>-</b>	<b>54 798</b>	<b>54 798</b>	<b>53 767</b>			<b>(5 140)</b>
Share of surplus/ (deficit) of associate									
<b>Surplus/ (Deficit) for the year</b>	<b>-</b>	<b>(5 140)</b>	<b>-</b>	<b>54 798</b>	<b>54 798</b>	<b>53 767</b>			<b>(5 140)</b>

The annual revenue budget is approved as 'Revenue by Source'. The Year-to-Date actual revenue is 0.06% below the YTD budget.

Current expenditure is 2.59% below YTD budget projections for July 2015.

**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) - M01 July

Vote Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Multi-Year expenditure appropriation</b>									
Vote 1 - Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Management Services	-	-	-	-	-	-	-	-	-
Vote 4 - Finance	-	-	-	-	-	-	-	-	-
Vote 5 - Community Services	-	21 911	-	-	-	-	-	-	21 911
Vote 6 - Local Economic Development	-	-	-	-	-	-	-	-	-
Vote 7 - Infrastructure & Planning	-	11 451	-	-	-	-	-	-	11 451
Vote 8 - Protection Services	-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	-	<b>33 362</b>	-	-	-	-	-	-	<b>33 362</b>
Vote 1 - Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Management Services	-	2 528	-	-	-	-	-	-	2 528
Vote 4 - Finance	-	-	-	-	-	-	-	-	-
Vote 5 - Community Services	-	56 809	-	227	227	100	127	127%	56 809
Vote 6 - Local Economic Development	-	-	-	-	-	-	-	-	-
Vote 7 - Infrastructure & Planning	-	10 920	-	-	-	-	-	-	10 920
Vote 8 - Protection Services	-	295	-	-	-	-	-	-	295
<b>Total Capital single-year expenditure</b>	-	<b>70 552</b>	-	<b>227</b>	<b>227</b>	<b>100</b>	<b>127</b>	<b>127%</b>	<b>70 552</b>
<b>Total Capital Expenditure</b>	-	<b>103 914</b>	-	<b>227</b>	<b>227</b>	<b>100</b>	<b>127</b>	<b>127%</b>	<b>103 914</b>
<b>Capital Expenditure - Standard Classification</b>									
<b>Governance and administration</b>	-	<b>2 648</b>	-	-	-	-	-	-	<b>2 648</b>
Executive and council									
Budget and treasury office									
Corporate services		2 648							2 648
<b>Community and public safety</b>	-	<b>39 768</b>	-	-	-	-	-	-	<b>39 768</b>
Community and social services		3 520							3 520
Sport and recreation		5 981							5 981
Public safety		295							295
Housing		29 973							29 973
Health									
<b>Economic and environmental services</b>	-	<b>12 128</b>	-	-	-	-	-	-	<b>12 128</b>
Planning and development		25							25
Road transport		12 103							12 103
Environmental protection									
<b>Trading services</b>	-	<b>49 370</b>	-	<b>227</b>	<b>227</b>	<b>100</b>	<b>127</b>	<b>127%</b>	<b>49 370</b>
Electricity		21 726							21 726
Water		16 390							16 390
Waste water management		11 244		227	227	100	127	127%	11 244
Waste management		10							10
<b>Total Capital Expenditure - Standard Classification</b>	-	<b>103 914</b>	-	<b>227</b>	<b>227</b>	<b>100</b>	<b>127</b>	<b>127%</b>	<b>103 914</b>
<b>Funded by:</b>									
National Government		30 347		227	227	100	127	127%	30 347
Provincial Government		33 007							33 007
District Municipality									
Other transfers and grants		1 000							1 000
<b>Transfers recognised - capital</b>	-	<b>64 354</b>	-	<b>227</b>	<b>227</b>	<b>100</b>	<b>127</b>	<b>127%</b>	<b>64 354</b>
<b>Public contributions &amp; donations</b>		462							462
<b>Borrowing</b>		32 346							32 346
<b>Internally generated funds</b>		6 753							6 753
<b>Total Capital Funding</b>	-	<b>103 914</b>	-	<b>227</b>	<b>227</b>	<b>100</b>	<b>127</b>	<b>127%</b>	<b>103 914</b>

## Table C6: Monthly Budget Statement - Financial Position

### WC032 Overstrand - Table C6 Monthly Budget Statement - Financial Position - M01 July

Description	2014/15	Budget Year 2015/16			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>					
<b>ASSETS</b>					
<b>Current assets</b>					
Cash		97 547		34 978	97 547
Call investment deposits				129 250	
Consumer debtors		51 774		58 148	51 774
Other debtors		44 112		59 687	44 112
Current portion of long-term receivables		13		13	13
Inventory		14 483		12 718	14 483
<b>Total current assets</b>	-	<b>207 929</b>	-	<b>294 794</b>	<b>207 929</b>
<b>Non current assets</b>					
Long-term receivables		41		56	41
Investments		28 455		23 578	28 455
Investment property		164 501		159 761	164 501
Investments in Associate					
Property, plant and equipment		3 122 147		3 096 824	3 122 147
Agricultural					
Biological assets					
Intangible assets		5 368		4 649	5 368
Other non-current assets					
<b>Total non current assets</b>	-	<b>3 320 511</b>	-	<b>3 284 867</b>	<b>3 320 511</b>
<b>TOTAL ASSETS</b>	-	<b>3 528 441</b>	-	<b>3 579 661</b>	<b>3 528 441</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Bank overdraft					
Borrowing		28 113		25 729	28 113
Consumer deposits		43 801		41 913	43 801
Trade and other payables		74 229		43 969	74 229
Provisions		28 317		28 317	28 317
<b>Total current liabilities</b>	-	<b>174 459</b>	-	<b>139 928</b>	<b>174 459</b>
<b>Non current liabilities</b>					
Borrowing		415 999		405 780	415 999
Provisions		201 669		190 195	201 669
<b>Total non current liabilities</b>	-	<b>617 668</b>	-	<b>595 975</b>	<b>617 668</b>
<b>TOTAL LIABILITIES</b>	-	<b>792 127</b>	-	<b>735 903</b>	<b>792 127</b>
<b>NET ASSETS</b>	-	<b>2 736 314</b>	-	<b>2 843 758</b>	<b>2 736 314</b>
<b>COMMUNITY WEALTH/EQUITY</b>					
Accumulated Surplus/(Deficit)		2 733 677		2 841 187	2 733 677
Reserves		2 637		2 571	2 637
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	-	<b>2 736 314</b>	-	<b>2 843 758</b>	<b>2 736 314</b>

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

## Table C7: Monthly Budget Statement - Cash Flow

### WC032 Overstrand - Table C7 Monthly Budget Statement - Cash Flow - M01 July

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>									
<b>Receipts</b>									
Property rates, penalties & collection charges		163 800		5 085	5 085	13 650	(8 565)	-63%	163 800
Service charges		567 409		27 571	27 571	47 284	(19 713)	-42%	567 409
Other revenue		76 884		1 227	1 227	6 407	(5 180)	-81%	76 884
Government - operating		90 324		27 390	27 390	27 390	-		90 324
Government - capital		64 354		227	227	227	-		64 354
Interest		8 784		845	845	845	-		8 784
Dividends		-					-		-
<b>Payments</b>									
Suppliers and employees		(765 303)		1 932	1 932	(31 888)	(33 820)	106%	(765 303)
Finance charges		(46 895)		(123)	(123)	(123)	-		(46 895)
Transfers and Grants		(48 497)		(3 352)	(3 352)	(3 352)	-		(48 497)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>-</b>	<b>110 861</b>	<b>-</b>	<b>60 802</b>	<b>60 802</b>	<b>60 440</b>	<b>(362)</b>	<b>-1%</b>	<b>110 861</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>									
<b>Receipts</b>									
Proceeds on disposal of PPE		-		-	-	-	-		-
Decrease (Increase) in non-current debtors		-		-	-	-	-		-
Decrease (increase) other non-current receivables		18		0	0	0	-		18
Decrease (increase) in non-current investments		(6 248)		(429)	(429)	(429)	-		(6 248)
<b>Payments</b>									
Capital assets		(103 914)		(227)	(227)	(227)	-		(103 914)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>-</b>	<b>(110 144)</b>	<b>-</b>	<b>(656)</b>	<b>(656)</b>	<b>(656)</b>	<b>-</b>		<b>(110 144)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>									
<b>Receipts</b>									
Short term loans		(1 135)		-	-	-	-		(1 135)
Borrowing long term/refinancing		30 000		-	-	-	-		30 000
Increase (decrease) in consumer deposits		2 479		170	170	170	-		2 479
<b>Payments</b>									
Repayment of borrowing		(23 936)		(1 075)	(1 075)	(1 075)	-		(23 936)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>-</b>	<b>7 409</b>	<b>-</b>	<b>(905)</b>	<b>(905)</b>	<b>(905)</b>	<b>-</b>		<b>7 409</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>-</b>	<b>8 126</b>	<b>-</b>	<b>59 241</b>	<b>59 241</b>	<b>58 879</b>			<b>8 126</b>
Cash/cash equivalents at beginning:		89 421			104 987	89 421			104 987
Cash/cash equivalents at month/year end:		97 547			164 228	148 300			113 113

Table C7 balances to the current Cash balance, shown in the 'YTD actual' column, which is R164.2 million.

The municipality started the year with a positive cash balance of R104,9 million. The July closing balance is R164.2 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 - M01 July

Description	Budget Year 2015/16												2015/16 Medium Term Revenue & Expenditure Framework			
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18	
R thousands	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget				
<b>Cash Receipts By Source</b>																
Property rates	5 085											157 824	162 909	172 317	183 542	
Property rates - penalties & collection charges	65											826	891	980	1 078	
Service charges - electricity revenue	21 074											318 175	339 249	369 510	405 469	
Service charges - water revenue	5 153											97 005	102 158	107 084	113 055	
Service charges - sanitation revenue	570											65 879	66 448	69 680	73 596	
Service charges - refuse	774											58 780	59 554	62 701	66 475	
Rental of facilities and equipment	707											11 165	11 872	12 879	14 097	
Interest earned - external investments	626											5 722	6 348	6 348	6 348	
Interest earned - outstanding debtors	219											2 218	2 437	2 680	2 948	
Fines	527											31 332	31 859	32 766	33 763	
Licences and permits	192											1 998	2 190	2 408	2 649	
Agency services	262											2 708	2 970	3 267	3 594	
Transfer receipts - operating	27 390											62 935	90 324	107 886	97 173	
Other revenue	(526)											28 519	27 993	24 156	20 648	
<b>Cash Receipts by Source</b>	<b>62 118</b>	-	-	-	-	-	-	-	-	-	-	<b>845 085</b>	<b>907 202</b>	<b>974 662</b>	<b>1 024 434</b>	
<b>Other Cash Flows by Source</b>																
Transfer receipts - capital	227											63 127	63 354	60 876	73 561	
Contributions & Contributed assets												1 000	1 000	-	-	
Proceeds on disposal of PPE												-	-	-	-	
Borrowing long term/refinancing												30 000	30 000	30 000	30 000	
Increase in consumer deposits	170											2 309	2 479	2 628	2 786	
Receipt of non-current debtors	-											-	-	-	-	
Receipt of non-current receivables	0											18	18	13	11	
Change in non-current investments	(429)											(5 818)	(6 248)	(5 930)	(6 025)	
<b>Total Cash Receipts by Source</b>	<b>62 086</b>	-	-	-	-	-	-	-	-	-	-	<b>934 585</b>	<b>996 671</b>	<b>1 060 977</b>	<b>1 123 416</b>	
<b>Cash Payments by Type</b>																
Employee related costs	18 684											266 332	285 015	298 435	316 191	
Remuneration of councillors	668											8 006	8 674	9 192	9 741	
Interest paid	123											46 772	46 895	46 780	47 279	
Bulk purchases - Electricity	3 279											190 294	193 573	221 138	252 628	
Bulk purchases - Water & Sewer												-	-	-	-	
Other materials	1 212											56 589	57 801	69 631	53 593	
Contracted services	1 367											123 955	125 322	128 122	135 442	
Grants and subsidies paid - other municipalities												-	-	-	-	
Grants and subsidies paid - other	3 352											45 145	48 497	54 667	62 244	
General expenses	(27 142)											122 061	94 919	82 042	68 158	
<b>Cash Payments by Type</b>	<b>1 543</b>	-	-	-	-	-	-	-	-	-	-	<b>859 152</b>	<b>860 695</b>	<b>910 006</b>	<b>945 276</b>	
<b>Other Cash Flows/Payments by Type</b>																
Capital assets	227											103 687	103 914	94 606	103 561	
Repayment of borrowing	1 075											22 861	23 936	26 841	29 775	
<b>Total Cash Payments by Type</b>	<b>2 844</b>	-	-	-	-	-	-	-	-	-	-	<b>985 701</b>	<b>988 545</b>	<b>1 031 453</b>	<b>1 078 612</b>	
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>59 241</b>	-	-	-	-	-	-	-	-	-	-	<b>(51 115)</b>	<b>8 126</b>	<b>29 524</b>	<b>44 804</b>	
Cash/cash equivalents at the month/year begi	104 987	164 228	164 228	164 228	164 228	164 228	164 228	164 228	164 228	164 228	164 228	164 228	104 987	113 113	142 637	
Cash/cash equivalents at the month/year end:	164 228	164 228	164 228	164 228	164 228	164 228	164 228	164 228	164 228	164 228	164 228	113 113	113 113	142 637	187 440	

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 - M01 July

Description	NT Code	Budget Year 2015/16										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													
<b>Debtors Age Analysis By Income Source</b>													
Trade and Other Receivables from Exchange Transactions	1200	8 789	330	213	173	175	160	480	2 683	13 003	3 670	94	4 124
Trade and Other Receivables from Exchange Transactions	1300	12 883	303	168	121	118	97	485	2 054	16 229	2 876	28	1 228
Receivables from Non-exchange Transactions - Property R	1400	16 263	392	249	182	148	127	808	2 042	20 211	3 307	86	3 779
Receivables from Exchange Transactions - Waste Water	1500	5 289	186	125	96	80	78	351	1 765	7 971	2 371	63	2 760
Receivables from Exchange Transactions - Waste Manag	1600	5 531	144	92	73	63	57	313	1 248	7 522	1 755	35	1 522
Receivables from Exchange Transactions - Property Renta	1700	376	6	8	7	7	6	24	109	543	153	5	214
Interest on Arrear Debtor Accounts	1810	65	32	29	33	38	37	256	4 333	4 823	4 697	-	-
Recoverable unauthorised, irregular, fruitless and wasteful	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	2 425	337	205	261	264	103	532	2 281	6 407	3 441	62	2 733
<b>Total By Income Source</b>	<b>2000</b>	<b>51 622</b>	<b>1 729</b>	<b>1 089</b>	<b>947</b>	<b>894</b>	<b>664</b>	<b>3 251</b>	<b>16 515</b>	<b>76 709</b>	<b>22 270</b>	<b>374</b>	<b>16 359</b>
<b>2014/15 - totals only</b>		<b>45 343</b>	<b>1 634</b>	<b>1 127</b>	<b>1 001</b>	<b>715</b>	<b>627</b>	<b>3 220</b>	<b>16 155</b>	<b>69 821</b>	<b>21 717</b>	<b>374</b>	<b>16 359</b>
<b>Debtors Age Analysis By Customer Group</b>													
Organs of State	2200	2 726	55	18	8	4	2	217	156	3 186	387	-	-
Commercial	2300	7 190	116	68	27	27	20	122	626	8 197	823	14	624
Households	2400	42 082	1 544	993	904	853	638	2 885	15 374	65 273	20 654	359	15 735
Other	2500	(376)	14	10	7	9	4	27	358	53	405	-	-
<b>Total By Customer Group</b>	<b>2600</b>	<b>51 622</b>	<b>1 729</b>	<b>1 089</b>	<b>947</b>	<b>894</b>	<b>664</b>	<b>3 251</b>	<b>16 515</b>	<b>76 709</b>	<b>22 270</b>	<b>374</b>	<b>16 359</b>

Debtors' levels remain stable. The increased debtors results 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
<b>2015</b>				
July	8 337	R 3 352 278.87	23 998	32 335
August				
September				
October				
November				
December				
<b>2016</b>				
January				
February				
March				
April				
May				
June				

25.78%

## Summary of Debtors Age Analysis

MONTH	< 30 Days	< 60 Days	< 90 Days	< 120 Days	< 150 Days	<180 Days	<365 Days	>365 Days	Total	Older than 30 Days	Older than 90 days
<b>2015/16</b>											
June											
May											
April											
March											
February											
January											
December											
November											
October											
September											
Augustus											
July	51 621 817	1 729 149	1 088 910	946 724	893 543	663 928	3 250 785	16 514 546	76 709 402	25 087 584	22 269 526

## Creditors' analysis

### Supporting Table SC4

#### WC032 Overstrand - Supporting Table SC4 Monthly Budget Statement - aged creditors - M01 July

Description	NT Code	Budget Year 2015/16									Prior year totals for chart (same period)	
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total		
<b>R thousands</b>												
<b>Creditors Age Analysis By Customer Type</b>												
Bulk Electricity	0100	963									963	944
Bulk Water	0200										-	
PAYE deductions	0300	2 354									2 354	2 256
VAT (output less input)	0400										-	
Pensions / Retirement deductions	0500										-	
Loan repayments	0600										-	
Trade Creditors	0700	3 848									3 848	3 667
Auditor General	0800										-	17
Other	0900										-	
<b>Total By Customer Type</b>	<b>1000</b>	<b>7 165</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7 165</b>	<b>6 884</b>

# Investment portfolio analysis

## Supporting Table SC5

WC032 Overstrand - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M01 July

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							
<b>Municipality</b>								
LIBERTY 15934476	15 YEARS	Policy	01/09/2025	(0)		8 385	125	8 510
LIBERTY 21196964	14 YEARS	Policy	01/09/2025	(4)		13 186	260	13 443
MOMENTUM MP 3853776	14 YEARS	Policy	01/07/2026	18		1 578	30	1 626
ABSA 4074809272	DAILY	CALL		2	5.5%	411		413
ABSA 9284200168	DEP PLUS	DEP PLUS		75	5.8%	907	23 000	23 981
ABSA 9295906141	DAILY	DEP PLUS		122	5.8%	24 734		24 856
STANDARD BANK 288434005/017	31 Days	FIXED DEP	31/07/2015				30 000	30 000
INVESTEC 1400-196164-451	31 Days	FIXED DEP	31/07/2015				50 000	50 000
Municipality sub-total				213		49 200	103 415	152 828
<b>TOTAL INVESTMENTS AND INTEREST</b>				<b>213</b>		<b>49 200</b>	<b>103 415</b>	<b>152 828</b>

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

Long term investments relate to the sinking fund investments.

## Allocation and grant receipts and expenditure

### Supporting Table SC6 – Grant receipts

WC032 Overstrand - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M01 July

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>RECEIPTS:</b>									
<b>Operating Transfers and Grants</b>									
<b>National Government:</b>	-	67 709	-	28 365	28 365	28 365	-		67 709
Local Government Equitable Share		64 598		26 915	26 915	26 915	-		64 598
Finance Management		1 450		1 450	1 450	1 450			1 450
Municipal Systems Improvement									
EPWP Incentive		1 661							1 661
<b>Provincial Government:</b>	-	22 615	-	-	-	-	-		22 615
Housing		17 141					-		17 141
Provincial Library Grant		5 288					-		5 288
Community Development Worker Grant		72					-		72
Main Road Subsidy		114					-		114
<b>District Municipality:</b>	-	-	-	-	-	-	-		-
[insert description]							-		
<b>Total Operating Transfers and Grants</b>	-	90 324	-	28 365	28 365	28 365	-		90 324
<b>Capital Transfers and Grants</b>									
<b>National Government:</b>	-	30 347	-	11 519	11 519	11 519	-		30 347
Municipal Infrastructure Grant (MIG)		21 417		2 589	2 589	2 589	-		21 417
Municipal Systems Improvement		930		930	930	930			930
INEP		8 000		8 000	8 000	8 000			8 000
<b>Provincial Government:</b>	-	33 007	-	4 824	4 824	4 824	-		33 007
Housing		29 973		4 824	4 824	4 824	-		29 973
Provincial Library Grant		3 034							3 034
<b>Other grant providers:</b>	-	1 000	-	-	-	-	-		1 000
National Lotto		1 000					-		1 000
							-		
<b>Total Capital Transfers and Grants</b>	-	64 354	-	16 343	16 343	16 343	-		64 354
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	-	154 678	-	44 708	44 708	44 708	-		154 678

Grant receipts are monitored according to the payment schedules. Year to date actual only reflects actual receipts for 2015/2016.

## Supporting Table SC7 – Grant expenditure

### WC032 Overstrand - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M01 July

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<b>EXPENDITURE</b>									
<b>Operating expenditure of Transfers and Grants</b>									
<b>National Government:</b>	-	3 111	-	52	52	52	-		67 709
Local Government Equitable Share							-		64 598
Finance Management		1 450		41	41	41	-		1 450
Municipal Systems Improvement							-		
EPWP Incentive		1 661		11	11	11	-		1 661
<b>Provincial Government:</b>	-	22 615	-	434	434	434	-		22 615
Housing		17 141					-		17 141
Provincial Library Grant		5 288		434	434	434	-		5 288
Community Development Worker Grant		72					-		72
Main Road Subsidy		114					-		114
<b>District Municipality:</b>	-	-	-	-	-	-	-		-
<b>Other grant providers:</b>	-	-	-	-	-	-	-		-
<b>Total operating expenditure of Transfers and Grants:</b>	-	25 726	-	486	486	486	-		90 324
<b>Capital expenditure of Transfers and Grants</b>									
<b>National Government:</b>	-	30 347	-	227	227	227	-		30 347
Municipal Infrastructure Grant (MIG)		21 417		227	227	227	-		21 417
Municipal Systems Improvement		930					-		930
INEP		8 000					-		8 000
<b>Provincial Government:</b>	-	33 007	-	-	-	-	-		33 007
Housing		29 973					-		29 973
Provincial Library Grant		3 034					-		3 034
District Municipality:	-	-	-	-	-	-	-		-
<b>Other grant providers:</b>	-	1 000	-	-	-	-	-		1 000
National Lotto		1 000					-		1 000
<b>Total capital expenditure of Transfers and Grants</b>		64 354	-	227	227	227	-		64 354
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		90 080	-	713	713	713	-		154 678

Grant expenditure is monitored against grant receipts.

## Expenditure on councillor allowances and employee benefits

### Supporting Table SC8

WC032 Overstrand - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M01 July

Summary of Employee and Councillor remuneration	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b><u>Councillors (Political Office Bearers plus Other)</u></b>									
Basic Salaries and Wages		8 037		614	614	670	(56)	-8%	8 037
Pension and UIF Contributions							-		
Medical Aid Contributions							-		
Motor Vehicle Allowance							-		
Cellphone Allowance		638		49	49	53	(4)	-8%	638
Housing Allowances							-		
Other benefits and allowances							-		
<b>Sub Total - Councillors</b>	-	<b>8 674</b>	-	<b>663</b>	<b>663</b>	<b>723</b>	<b>(60)</b>	<b>-8%</b>	<b>8 674</b>
<b><u>Senior Managers of the Municipality</u></b>									
Basic Salaries and Wages		9 735		795	795	811	(16)	-2%	9 735
Pension and UIF Contributions							-		
Medical Aid Contributions							-		
Overtime							-		
Performance Bonus							-		
Motor Vehicle Allowance							-		
Cellphone Allowance		154		13	13	13	-		154
Housing Allowances							-		
Other benefits and allowances							-		
Payments in lieu of leave							-		
Long service awards							-		
Post-retirement benefit obligations							-		
<b>Sub Total - Senior Managers of Municipality</b>	-	<b>9 889</b>	-	<b>808</b>	<b>808</b>	<b>824</b>	<b>(16)</b>	<b>-2%</b>	<b>9 889</b>
<b><u>Other Municipal Staff</u></b>									
Basic Salaries and Wages		189 457		12 478	12 478	12 460	17	0%	189 457
Pension and UIF Contributions		31 735		2 288	2 288	2 087	201	10%	31 735
Medical Aid Contributions		11 618		819	819	764	55	7%	11 618
Overtime		15 046		9	9	648	(638)	-99%	15 046
Performance Bonus							-		
Motor Vehicle Allowance		11 314		810	810	744	65	9%	11 314
Cellphone Allowance		1 348		109	109	89	20	23%	1 348
Housing Allowances		1 002		82	82	66	16	25%	1 002
Other benefits and allowances		10 621		251	251	699	(448)	-64%	10 621
Provision for Accrued Leave		729		61	61	61	-		729
Provision for Long service awards		1 802		150	150	150	-		1 802
Provision for Bonus		455		38	38	38	-		455
Post-retirement benefit obligations		6 578		548	548	548	-		6 578
<b>Sub Total - Other Municipal Staff</b>	-	<b>281 705</b>	-	<b>17 642</b>	<b>17 642</b>	<b>18 354</b>	<b>(712)</b>	<b>-4%</b>	<b>281 705</b>
<b>Total Parent Municipality</b>		<b>300 268</b>		<b>19 113</b>	<b>19 113</b>	<b>19 901</b>	<b>(788)</b>	<b>-4%</b>	<b>300 268</b>
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>	-	<b>300 268</b>		<b>19 113</b>	<b>19 113</b>	<b>19 901</b>	<b>(788)</b>	<b>-4%</b>	<b>300 268</b>
<b>TOTAL MANAGERS AND STAFF</b>	-	<b>291 593</b>	-	<b>18 450</b>	<b>18 450</b>	<b>19 178</b>	<b>(728)</b>	<b>-4%</b>	<b>291 593</b>

## **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 - M01 July

Description of financial indicator	Basis of calculation	2014/15	Budget Year 2015/16			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b><u>Borrowing Management</u></b>						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	0.0%	16.4%	0.0%	0.3%	5.8%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	0.0%	31.1%	0.0%	0.0%	31.1%
<b><u>Safety of Capital</u></b>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	0.0%	18.9%	0.0%	16.7%	18.9%
Gearing	Long Term Borrowing/ Funds & Reserves	0.0%	15774.5%	0.0%	15782.8%	15774.5%
<b><u>Liquidity</u></b>						
Current Ratio	Current assets/current liabilities	0.0%	119.2%	0.0%	210.7%	119.2%
Liquidity Ratio	Monetary Assets/Current Liabilities	0.0%	55.9%	0.0%	117.4%	55.9%
<b><u>Revenue Management</u></b>						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing					
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	0.0%	10.7%	0.0%	123.6%	10.7%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Creditors Management</u></b>						
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))		98.0%			98.0%
<b><u>Funding of Provisions</u></b>						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions					
<b><u>Other Indicators</u></b>						
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated		6.0%		5.8%	6.0%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source		20.2%		19.3%	20.2%
Employee costs	Employee costs/Total Revenue - capital revenue	0.0%	32.6%	0.0%	19.3%	32.6%
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%	17.7%	0.0%	0.1%	6.2%
<b><u>IDP regulation financial viability indicators</u></b>						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)		22.4		Annual Indicator	22.4
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services		12.9%		Annual Indicator	12.9%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure		1.5		Annual Indicator	1.5

## Capital programme performance

### Supporting Table SC12

WC032 Overstrand - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M01 July

Month	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
<b>R thousands</b>									
<b>Monthly expenditure performance trend</b>									
July		100		227	227	100	(127)	-127.0%	0%
August		719				819	-		
September		2 454				3 273	-		
October		9 714				12 987	-		
November		9 931				22 918	-		
December		8 931				31 850	-		
January		1 005				32 855	-		
February		7 151				40 006	-		
March		9 671				49 676	-		
April		9 285				58 962	-		
May		11 048				70 010	-		
June		33 904				103 914	-		
<b>Total Capital expenditure</b>	-	<b>103 914</b>	-	<b>227</b>					

## Supporting Table SC13a

### WC032 Overstrand - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M01 July

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	-	44 873	-	227	227	100	(127)	-127.0%	44 873
Infrastructure - Road transport	-	14 979	-	227	227	100	(127)	-127.0%	14 979
<i>Roads, Pavements &amp; Bridges</i>		12 103					-		12 103
<i>Storm water</i>		2 877		227	227	100	(127)	-127.0%	2 877
Infrastructure - Electricity	-	21 726	-	-	-	-	-	-	21 726
<i>Generation</i>							-		
<i>Transmission &amp; Reticulation</i>		21 726					-		21 726
<i>Street Lighting</i>							-		
Infrastructure - Water	-	4 737	-	-	-	-	-	-	4 737
<i>Dams &amp; Reservoirs</i>							-		
<i>Water purification</i>							-		
<i>Reticulation</i>		4 737					-		4 737
Infrastructure - Sanitation	-	3 420	-	-	-	-	-	-	3 420
<i>Reticulation</i>							-		
<i>Sewerage purification</i>		3 420					-		3 420
Infrastructure - Other	-	10	-	-	-	-	-	-	10
<i>Waste Management</i>		10					-		10
<b>Community</b>	-	35 611	-	-	-	-	-	-	35 611
Parks & gardens							-		
Sportsfields & stadia		1 823					-		1 823
Libraries		3 080					-		3 080
Recreational facilities							-		
Fire, safety & emergency		295					-		295
Security and policing							-		
Cemeteries							-		
Social rental housing		29 973					-		29 973
Other		440					-		440
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	-	2 673	-	-	-	-	-	-	2 673
General vehicles		120					-		120
Computers - hardware/equipment		2 528					-		2 528
Furniture and other office equipment							-		
Other		25					-		25
<b>Intangibles</b>	-	-	-	-	-	-	-	-	-
Computers - software & programming							-		
Other							-		
<b>Total Capital Expenditure on new assets</b>	-	83 156	-	227	227	100	(127)	-127.0%	83 156

## Supporting Table SC13b

### WC032 Overstrand - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M01 July

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	-	16 600	-	-	-	-	-	-	16 600
Infrastructure - Road transport	-	-	-	-	-	-	-	-	-
Roads, Pavements & Bridges									
Storm water									
Infrastructure - Electricity	-	-	-	-	-	-	-	-	-
Generation									
Transmission & Reticulation									
Street Lighting									
Infrastructure - Water	-	11 653	-	-	-	-	-	-	11 653
Dams & Reservoirs									
Water purification									
Reticulation		11 653							11 653
Infrastructure - Sanitation	-	4 947	-	-	-	-	-	-	4 947
Reticulation									
Sewerage purification		4 947							4 947
Infrastructure - Other	-	-	-	-	-	-	-	-	-
Waste Management									
<b>Community</b>	-	4 158	-	-	-	-	-	-	4 158
Parks & gardens									
Sportsfields & stadia		4 158							4 158
Swimming pools									
Community halls									
Libraries									
Recreational facilities									
Fire, safety & emergency									
Security and policing									
Cemeteries									
Social rental housing									
Other									
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
Housing development									
Other									
<b>Other assets</b>	-	-	-	-	-	-	-	-	-
General vehicles									
Specialised vehicles	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on renewal of</b>	-	20 758	-	-	-	-	-	-	20 758

## Supporting Table SC13c

WC032 Overstrand - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M01 July

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	-	111 449	-	3 729	3 729	3 901	172	4.4%	111 449
Infrastructure - Road transport	-	57 090	-	1 621	1 621	1 998	377	18.9%	57 090
<i>Roads, Pavements &amp; Bridges</i>		51 401		1 451	1 451	1 799	348	19.4%	51 401
<i>Storm water</i>		5 689		170	170	199	29	14.6%	5 689
Infrastructure - Electricity	-	16 835	-	806	806	589	(217)	-36.8%	16 835
<i>Generation</i>							-		
<i>Transmission &amp; Reticulation</i>		16 835		806	806	589	(217)	-36.8%	16 835
<i>Street Lighting</i>							-		
Infrastructure - Water	-	22 874	-	808	808	801	(7)	-0.9%	22 874
<i>Dams &amp; Reservoirs</i>							-		
<i>Water purification</i>							-		
<i>Reticulation</i>		22 874		808	808	801	(7)	-0.9%	22 874
Infrastructure - Sanitation	-	12 159	-	393	393	426	32	7.6%	12 159
<i>Reticulation</i>							-		
<i>Sewerage purification</i>		12 159		393	393	426	32	7.6%	12 159
Infrastructure - Other	-	2 492	-	102	102	87	(14)	-16.4%	2 492
<i>Waste Management</i>		2 492		102	102	87	(14)	-16.4%	2 492
<b>Community</b>	-	4 546	-	71	71	159	88	55.5%	4 546
Parks & gardens		2 084		44	44	73	28	39.1%	2 084
Sportsfields & stadia		588		4	4	21	17	82.5%	588
Swimming pools		483				17	17	100.0%	483
Community halls		564		11	11	20	9	44.9%	564
Libraries		99		4	4	3	(0)	-8.0%	99
Recreational facilities							-		
Fire, safety & emergency							-		
Security and policing							-		
Cemeteries		27		2	2	1	(1)	-115.6%	27
Social rental housing							-		
Other		701		6	6	25	18	75.0%	701
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
Housing development							-		
<b>Other assets</b>	-	5 081	-	280	280	178	(102)	-57.5%	5 081
General vehicles							-		
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment							-		
Computers - hardware/equipment							-		
Other Buildings		661		8	8	23	15	66.5%	661
Other		4 420		272	272	155	(118)	-76.1%	4 420
<b>Agricultural assets</b>	-	-	-	-	-	-	-	-	-
<b>Biological assets</b>	-	-	-	-	-	-	-	-	-
<b>Intangibles</b>	-	-	-	-	-	-	-	-	-
<b>Total Repairs and Maintenance Expendit</b>	-	121 077	-	4 080	4 080	4 238	158	3.7%	121 077

## Supporting Table SC13d

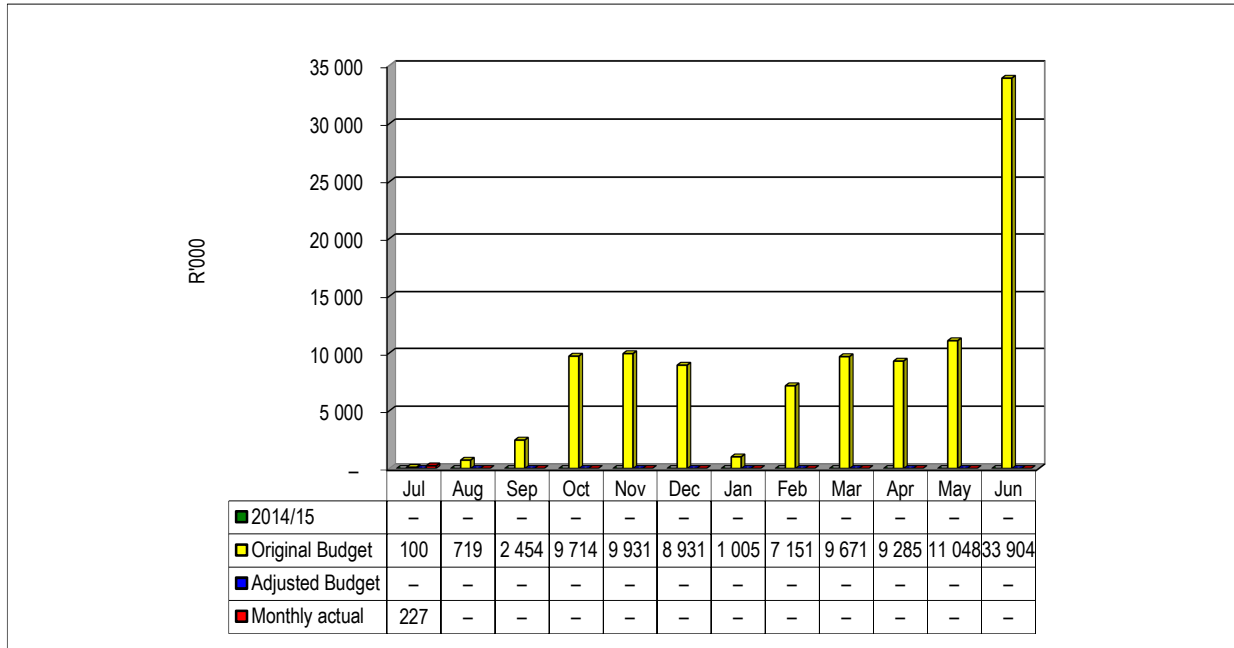
### WC032 Overstrand - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M01 July

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Depreciation by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	-	94 154	-	7 846	-	7 846	7 846	100.0%	94 154
Infrastructure - Road transport	-	32 235	-	2 686	-	2 686	2 686	100.0%	32 235
<i>Roads, Pavements &amp; Bridges</i>		29 645		2 470		2 470	2 470	100.0%	29 645
<i>Storm water</i>		2 590		216		216	216	100.0%	2 590
Infrastructure - Electricity	-	20 158	-	1 680	-	1 680	1 680	100.0%	20 158
<i>Generation</i>							-		
<i>Transmission &amp; Reticulation</i>		20 158		1 680		1 680	1 680	100.0%	20 158
<i>Street Lighting</i>							-		
Infrastructure - Water	-	19 981	-	1 665	-	1 665	1 665	100.0%	19 981
<i>Dams &amp; Reservoirs</i>							-		
<i>Water purification</i>							-		
<i>Reticulation</i>		19 981		1 665		1 665	1 665	100.0%	19 981
Infrastructure - Sanitation	-	17 034	-	1 420	-	1 420	1 420	100.0%	17 034
<i>Reticulation</i>		17 034		1 420		1 420	1 420	100.0%	17 034
<i>Sewerage purification</i>							-		
Infrastructure - Other	-	4 746	-	395	-	395	395	100.0%	4 746
<i>Waste Management</i>		3 930		327		327	327	100.0%	3 930
<i>Other</i>		816		68		68	68	100.0%	816
<b>Community</b>	-	3 601	-	300	-	300	300	100.0%	3 601
Recreational facilities		3 601		300		300	300	100.0%	3 601
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	-	12 481	-	1 040	-	1 040	1 040	100.0%	12 481
General vehicles							-		
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment							-		
Computers - hardware/equipment							-		
Furniture and other office equipment							-		
Civic Land and Buildings		5 685		474		474	474	100.0%	5 685
Other Buildings							-		
Other Land							-		
Surplus Assets - (Investment or Inventory)							-		
Other		6 796		566		566	566	100.0%	6 796
<b>Agricultural assets</b>	-	-	-	-	-	-	-	-	-
<b>Biological assets</b>	-	-	-	-	-	-	-	-	-
<b>Intangibles</b>	-	1 126	-	94	-	94	94	100.0%	1 126
Computers - software & programming				-			-		
Other		1 126		94		94	94	100.0%	1 126
<b>Total Depreciation</b>	-	111 362	-	9 280	-	9 280	9 280	100.0%	111 362

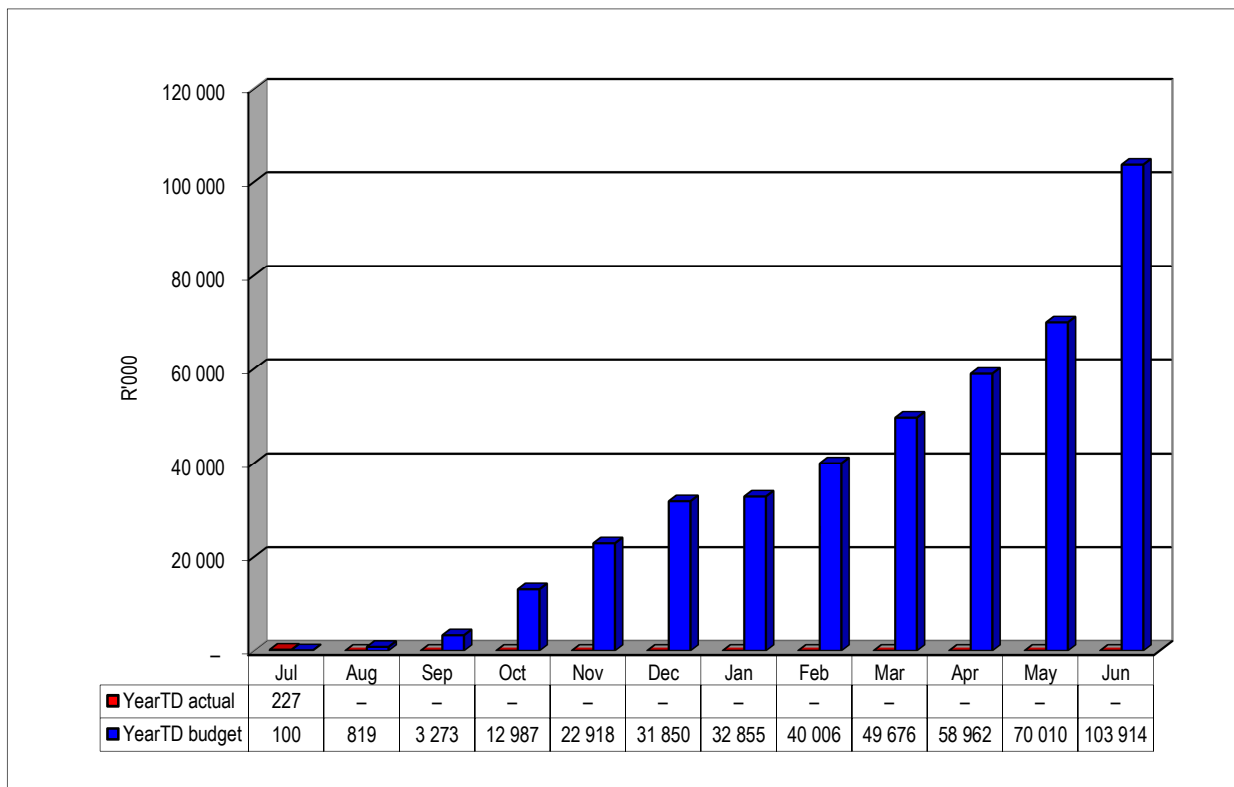
## Other supporting documentation

### Section 71 charts

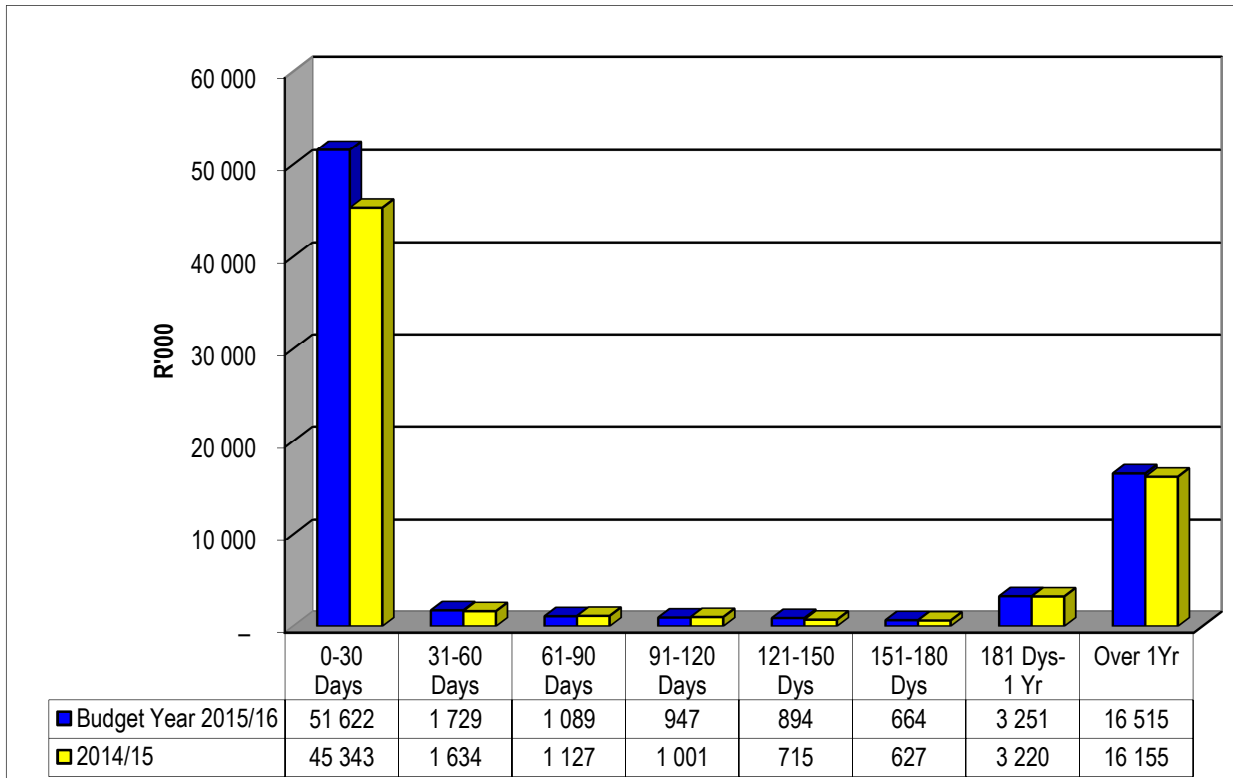
#### Capital expenditure monthly trend - actual vs target



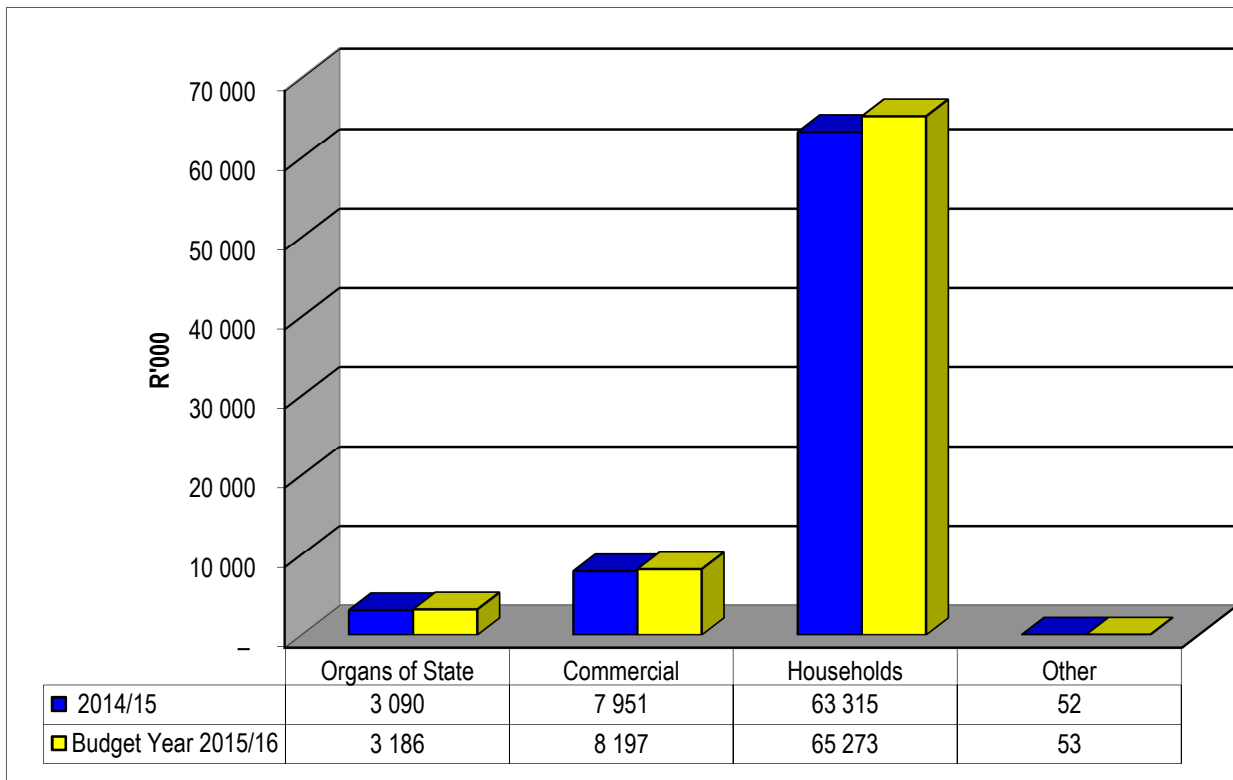
#### Capital expenditure – YTD actual vs YTD trend



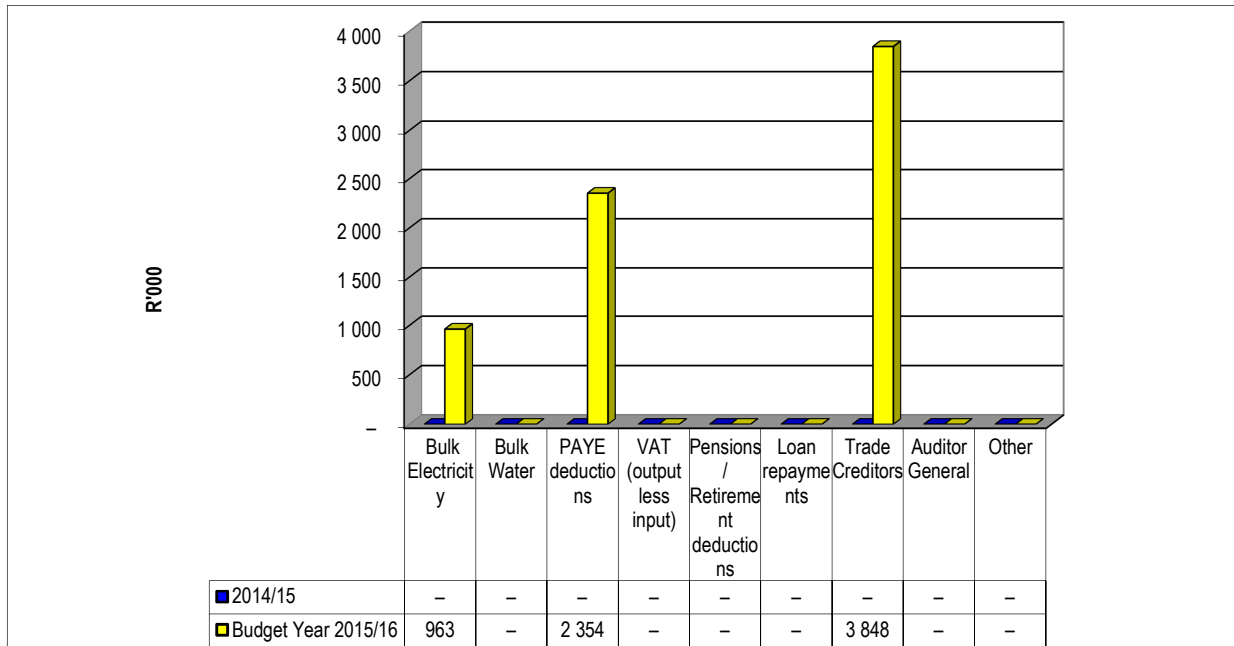
### Debtors Age Analysis



### Debtors by Type



## Creditor Payments



## Municipal manager's quality certification

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

- **Monthly Budget Statement**

for the month of **July 2015** 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:



A handwritten signature in black ink, appearing to read 'Coenie Groenewald', is written over a horizontal line. The signature is stylized and somewhat abstract.

Date: 17 August 2015