

**18.  
BUDGET REPORT FOR THE QUARTER ENDED JUNE 2020****5/1/1/21-2019/2020****BA King****Senior Manager: Financial Services****22 July 2020****(028) 313 8154**

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**1. Executive Summary**

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

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

Directorate Finance  
Financial Services

**3. Compliance with Strategic Priority**

Provision of democratic, accountable and ethical governance

**4. Delegated Authority**

None

**5. Legal Requirements**

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

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

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

**Discussion**

Legislation requires that certain financial and performance information is disclosed in the quarterly monitoring report. The report has been prepared according to the standard reporting formats issued by National Treasury. The financial information presented in this report has been updated with the latest available figures which includes further year-end transactions, since publishing the Monthly Budget Statement for June 2020.

The following additional information is also included:

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

The Cost Containment Regulations, 2019 report, attached as Annexure C, represents the status up to the end of June 2020 (Quarter 4).

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

#### **7. Financial Implications**

None

#### **8. Staff Implications**

None

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

None

#### **10. Annexures**

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

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

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

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

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

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

**RESPONSIBLE OFFICIAL :**

**BA KING**

**TARGET DATE FOR IMPLEMENTATION :**

**TO BE NOTED**



# QUARTERLY BUDGET REPORT

## JUNE 2020

### In-Year Report of the Municipality

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



We belong



We care



We serve

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## Glossary

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

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

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

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

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

**FMG** – Financial Management Grant.

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

**GRAP** – Generally Recognised Accounting Practice. The standard for municipal accounting.

**IDP** – Integrated Development Plan. The main strategic planning document of the Municipality.

**MBRR** – Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations.

**MFMA** – Local Government: Municipal Finance Management Act (56/2003). The principle legislation relating to municipal financial management.

**MIG** – Municipal Infrastructure Grant.

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

**NDPG** – Neighbourhood Development Partnership Grant.

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

**Rates** – Local Government tax based on the assessed value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the rand.

**SDBIP** – Service Delivery and Budget Implementation Plan (SDBIP). A detailed plan comprising annual and quarterly performance information.

**Strategic objectives** – The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.

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

**YTD** – Year to date

**y-o-y** – year-on-year

## **PART 1 – IN-YEAR REPORT**

### **Mayor's Report**

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

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

The results of the SDBIP for the fourth quarter ended 30 June 2020 will be tabled in a separate comprehensive report to council.

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

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

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

The 2019/2020 Budget was compiled according to version 6.3 of the mSCOA classification framework. The below results reflect the fourth quarter's financial position. It should further be noted that the financial information presented in this report has been updated with the latest available figures which includes further year-end transactions, since publishing the Monthly Budget Statement for June 2020

YTD Actual operating revenue at the end of the fourth quarter for 2019/2020 is at 100.14% of the budgeted revenue of R1.291bn. The expenditure reflects spending of 92.03% against the budgeted expenditure of R1.307bn.

YTD Capital expenditure at the end of June 2020 amounts to R205.5m, or 74.5% of the amended budget of R275.8m. Refer to the table on page 28 for the implementation status of the Top 10 Capital Projects.

A 3rd adjustments budget was tabled during this quarter for a Special Adjustments Budget relating to COVID-19.

Debtors' levels are trending towards an increase in outstanding debt, compared to March and April 2020. This can be ascribed to reduced economic activity and earnings by consumers and businesses.

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

## **Resolutions**

### ***IN-YEAR REPORTS 2019/2020***

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

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

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

## **Executive Summary**

### **COVID-19**

The national lockdown announced on 23 March 2020 by the President, became effective from midnight on 26 March 2020. The initial three-week lockdown was extended with an additional two weeks and thereafter reverted to further lockdown levels and an extension of the National State of Disaster on a monthly basis. By the end of June 2020 substantial economic activity, with special reference to the tourism sector, was still restricted and it is expected to have an impact on the consumers and businesses ability to pay municipal accounts. A larger increase in outstanding debt, compared to March 2020 and April 2020 has been observed for May and June 2020 and the 12-month rolling average payment rate has decreased from 99,01% in February 2020 to 96,95% at the end of June 2020. The financial impact of COVID-19 is being closely monitored.

It should be noted that all information contained in this report reflects the preliminary outcome for 2019/2020. This report has been updated with the latest available financial information since the publishing of the Monthly Budget Statement for June 2020, but some further year-end transactions still have to be processed which could influence the final outcome. The final figures will be available after the completion of the Annual Financial Statements for audit.

### **Revenue by Source**

The Year-to-Date actual operating revenue is 100.14% of the budgeted revenue for 2019/2020. Revenue from Electricity which is the largest source of revenue reflects R8.5m above the projected budgeted revenue. Water and Sewerage services revenue has realised as anticipated.

### **Borrowings**

The balance of borrowings amounts to R476.9m at the end of June 2020.

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

The Year-to-date actual operating expenditure is 92.03% of the budgeted expenditure for 2019/2020. The Bulk purchases are directly informed by the purchase of electricity from Eskom and the increased expenditure is in line with the increased revenue. Cost saving efficiencies has been achieved and it includes preliminary savings on the salary budget reflected at R6,8m and R32,6m on contracted services as well as R5,3m on other materials and R18,3m on other expenditure. These savings are the result of practising financial discipline and adhering to cost containment measures operating in a context of radical uncertainty raised by the COVID-19 crisis.

### **Capital expenditure**

The YTD Capital expenditure amounts to R205.5m or 74.5% of the adjusted budget of R275.8m. At this stage, roll over applications for MIG & Public Transport Non-Motorised Infrastructure Grant to NT & PT by the end of August 2020 for unspent grant funding relating to capital projects is envisaged. An amount of R60 710 750 was identified as roll over projects to the 2020/2021 financial year.

### Cash flows

The municipality started the year with a positive cash balance of R533.2 million. The June closing balance is R653.8 million. Refer to Supporting Table SC9 for more details on the cash position.

### Allocations received (National & Provincial Grants)

No Grants received during June 2020.

### Spending on Grants

Spending on grants amounts to R14.2m for June 2020. Roll over applications to NT & PT for unspent grants are envisaged.

The spending on grants includes FMG, EPWP, MSD&CBG, Resourcing Funding for Support of a K9 Unit, Disaster Management, Local Government Support Grant (LGSG), Thusong Service Centre, Public Transport Non Motorised Infrastructure, INEP & MIG. Housing expenditure was expensed in terms of construction contracts.

### Material variances

The table below summarises variances for projected revenue and expenditure.

WC032 Overstrand - Supporting Table SC1 Material variance explanations - M12 June			
Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Revenue By Source</b>			
Total	0.14%		
Interest earned - external investm	22.01%		
<b>Expenditure By Type</b>			
Total	-7.97%		
<b>Capital Expenditure</b>			
Total	-25.50%	Capital Spending = 74.5%	
<b>Financial Position</b>			
In order			
<b>Cash Flow</b>			
In order			

#### Total Revenue (including capital grants)

R thousand	Amended Budget	YearTD actual	% of Budget Received/Spent
Revenue	1,339,778	1,327,463	99.08%
Expenditure	1,306,768	1,202,649	92.03%
Surplus / (Deficit)	<b>33,010</b>	<b>124,814</b>	
Capital	275,800	205,474	74.50%

#### Total Revenue (excluding capital grants)

R thousand	Amended Budget	YearTD actual	% of Budget Received/Spent
Revenue	1,290,877	1,292,737	100.14%
Expenditure	1,306,768	1,202,649	92.03%
Surplus / (Deficit)	<b>(15,891)</b>	<b>90,088</b>	
Capital	275,800	205,474	74.50%

**Performance in relation to SDBIP targets**

See the comprehensive quarterly report to be tabled in Council.

**Remedial or corrective steps**

Refer to the SDBIP report.

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

Table C1: s71 Monthly Budget Statement Summary

## WC032 Overstrand - Table C1 Monthly Budget Statement Summary - M12 June

Description	2018/19	Budget Year 2019/20							
	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	233,274	242,150	242,050	19,047	240,914	242,050	(1,136)	-0%	242,050
Service charges	648,200	676,330	690,950	55,350	699,354	690,950	8,404	1%	690,950
Investment revenue	41,767	28,010	39,460	9,298	48,146	39,460	8,686	22%	39,460
Transfers and subsidies	118,976	152,183	126,555	3,415	124,309	126,555	(2,246)	-2%	126,555
Other own revenue	105,849	74,844	191,862	20,956	180,013	191,862	(11,849)	-6%	191,862
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>1,148,067</b>	<b>1,173,517</b>	<b>1,290,877</b>	<b>108,066</b>	<b>1,292,737</b>	<b>1,290,877</b>	<b>1,859</b>	<b>0%</b>	<b>1,290,877</b>
Employee costs	367,858	399,804	400,310	35,273	393,489	400,310	(6,821)	-2%	400,310
Remuneration of Councillors	10,573	11,383	11,383	1,310	11,282	11,383	(100)	-1%	11,383
Depreciation & asset impairment	131,104	131,285	131,285	10,940	131,285	131,285	-		131,285
Finance charges	44,921	51,549	51,549	18,092	46,570	51,549	(4,979)	-10%	51,549
Materials and bulk purchases	289,705	339,554	330,306	59,164	320,635	330,306	(9,671)	-3%	330,306
Transfers and subsidies	486	500	500	-	500	500	-		500
Other expenditure	263,925	315,888	381,435	54,601	298,887	381,435	(82,549)	-22%	381,435
<b>Total Expenditure</b>	<b>1,108,572</b>	<b>1,249,963</b>	<b>1,306,768</b>	<b>179,381</b>	<b>1,202,649</b>	<b>1,306,768</b>	<b>(104,119)</b>	<b>-8%</b>	<b>1,306,768</b>
<b>Surplus/(Deficit)</b>	<b>39,495</b>	<b>(76,446)</b>	<b>(15,891)</b>	<b>(71,315)</b>	<b>90,088</b>	<b>(15,891)</b>	<b>105,978</b>	<b>-667%</b>	<b>(15,891)</b>
Transfers and subsidies - capital (monetary)	66,060	70,194	46,283	10,020	34,727	46,283	(11,556)	-25%	46,283
Contributions & Contributed assets	-	-	2,618	-	-	2,618	(2,618)	-100%	2,618
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>105,555</b>	<b>(6,252)</b>	<b>33,010</b>	<b>(61,295)</b>	<b>124,814</b>	<b>33,010</b>	<b>91,804</b>	<b>278%</b>	<b>33,010</b>
<b>Surplus/ (Deficit) for the year</b>	<b>105,555</b>	<b>(6,252)</b>	<b>33,010</b>	<b>(61,295)</b>	<b>124,814</b>	<b>33,010</b>	<b>91,804</b>	<b>278%</b>	<b>33,010</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>175,110</b>	<b>261,677</b>	<b>275,800</b>	<b>36,368</b>	<b>194,896</b>	<b>275,800</b>	<b>(80,904)</b>	<b>-29%</b>	<b>275,800</b>
Capital transfers recognised	93,002	70,194	128,624	17,250	116,318	128,624	(12,306)	-10%	128,624
Borrowing	36,495	90,501	68,525	12,074	51,095	68,525	(17,430)	-25%	68,525
Internally generated funds	<b>45,613</b>	<b>100,981</b>	<b>78,651</b>	<b>17,622</b>	<b>38,061</b>	<b>78,651</b>	<b>(40,590)</b>	<b>-52%</b>	<b>78,651</b>
<b>Total sources of capital funds</b>	<b>175,110</b>	<b>261,677</b>	<b>275,800</b>	<b>46,945</b>	<b>205,474</b>	<b>275,800</b>	<b>(70,326)</b>	<b>-25%</b>	<b>275,800</b>
<b>Financial position</b>									
Total current assets	710,826	583,535	691,390		845,234				691,390
Total non current assets	3,688,101	3,823,679	3,802,102		3,758,276				3,802,102
Total current liabilities	222,765	234,096	212,344		283,779				212,344
Total non current liabilities	645,090	694,547	674,247		660,864				674,247
<b>Community wealth/Equity</b>	<b>3,531,072</b>	<b>3,478,571</b>	<b>3,606,901</b>		<b>3,658,867</b>				<b>3,606,901</b>
<b>Cash flows</b>									
Net cash from (used) operating	216,756	165,492	274,348	(12,961)	306,834	276,701	(30,133)	-11%	274,348
Net cash from (used) investing	(180,645)	(269,006)	(272,129)	(47,557)	(201,456)	(283,062)	(81,606)	29%	(272,129)
Net cash from (used) financing	22,109	58,619	38,319	46,852	15,248	58,619	43,372	74%	38,319
<b>Cash/cash equivalents at the month/year end</b>	<b>533,188</b>	<b>444,120</b>	<b>573,726</b>	<b>-</b>	<b>653,813</b>	<b>585,446</b>	<b>(68,367)</b>	<b>-12%</b>	<b>573,726</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	72,306	6,343	4,982	2,826	1,752	1,481	6,643	32,662	128,996
<b>Creditors Age Analysis</b>									
Total Creditors	4,296	-	-	-	-	-	-	-	4,296

**Table C2: Monthly Budget Statement – Financial Performance (standard classification)****WC032 Overstrand - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M12 June**

Description	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Revenue - Functional</b>									
<b>Governance and administration</b>	<b>327,076</b>	<b>317,773</b>	<b>337,475</b>	<b>40,862</b>	<b>334,326</b>	<b>337,475</b>	(3,149)	-1%	<b>337,475</b>
Executive and council	27,347	31,168	30,953	1,878	32,072	30,953	1,119	4%	30,953
Finance and administration	299,642	286,569	306,487	38,984	302,218	306,487	(4,268)	-1%	306,487
Internal audit	86	36	36	-	36	36	-	-	36
<b>Community and public safety</b>	<b>117,527</b>	<b>132,968</b>	<b>187,328</b>	<b>13,130</b>	<b>177,115</b>	<b>187,328</b>	(10,213)	-5%	<b>187,328</b>
Community and social services	8,471	8,073	8,077	78	8,027	8,077	(50)	-1%	8,077
Sport and recreation	29,227	24,825	24,825	1,389	18,815	24,825	(6,010)	-24%	24,825
Public safety	32,372	47,393	50,430	4,901	41,511	50,430	(8,920)	-18%	50,430
Housing	47,457	52,676	103,995	6,763	108,762	103,995	4,767	5%	103,995
<b>Economic and environmental services</b>	<b>16,861</b>	<b>14,270</b>	<b>17,946</b>	<b>5,450</b>	<b>14,453</b>	<b>17,946</b>	(3,493)	-19%	<b>17,946</b>
Planning and development	10,337	10,019	10,019	1,074	8,016	10,019	(2,003)	-20%	10,019
Road transport	6,229	4,206	7,882	4,380	6,416	7,882	(1,466)	-19%	7,882
Environmental protection	295	45	45	(3)	21	45	(24)	-53%	45
<b>Trading services</b>	<b>752,662</b>	<b>778,700</b>	<b>797,029</b>	<b>58,644</b>	<b>801,569</b>	<b>797,029</b>	4,540	1%	<b>797,029</b>
Energy sources	419,560	438,026	451,910	33,014	458,039	451,910	6,129	1%	451,910
Water management	145,980	147,953	154,453	13,445	152,736	154,453	(1,717)	-1%	154,453
Waste water management	110,345	105,084	103,908	6,608	104,132	103,908	224	0%	103,908
Waste management	76,777	87,637	86,757	5,577	86,662	86,757	(95)	0%	86,757
<b>Other</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Revenue - Functional</b>	<b>1,214,127</b>	<b>1,243,711</b>	<b>1,339,778</b>	<b>118,086</b>	<b>1,327,463</b>	<b>1,339,778</b>	<b>(12,315)</b>	<b>-1%</b>	<b>1,339,778</b>
<b>Expenditure - Functional</b>									
<b>Governance and administration</b>	<b>222,170</b>	<b>247,061</b>	<b>253,066</b>	<b>32,345</b>	<b>228,572</b>	<b>253,066</b>	(24,494)	-10%	<b>253,066</b>
Executive and council	56,567	59,731	57,304	5,826	52,346	57,304	(4,957)	-9%	57,304
Finance and administration	162,935	184,233	192,692	26,278	173,904	192,692	(18,789)	-10%	192,692
Internal audit	2,668	3,097	3,070	241	2,322	3,070	(748)	-24%	3,070
<b>Community and public safety</b>	<b>159,878</b>	<b>197,962</b>	<b>236,393</b>	<b>20,847</b>	<b>185,252</b>	<b>236,393</b>	(51,141)	-22%	<b>236,393</b>
Community and social services	16,972	17,929	17,360	1,149	15,139	17,360	(2,221)	-13%	17,360
Sport and recreation	43,905	51,814	52,954	2,889	44,279	52,954	(8,675)	-16%	52,954
Public safety	80,702	94,795	103,031	13,514	96,688	103,031	(6,343)	-6%	103,031
Housing	18,299	33,424	63,048	3,295	29,146	63,048	(33,902)	-54%	63,048
<b>Economic and environmental services</b>	<b>146,841</b>	<b>162,841</b>	<b>164,970</b>	<b>19,423</b>	<b>155,713</b>	<b>164,970</b>	(9,258)	-6%	<b>164,970</b>
Planning and development	36,688	44,429	42,697	4,265	39,316	42,697	(3,381)	-8%	42,697
Road transport	103,331	106,751	110,448	13,760	106,497	110,448	(3,950)	-4%	110,448
Environmental protection	6,821	11,661	11,826	1,398	9,900	11,826	(1,926)	-16%	11,826
<b>Trading services</b>	<b>576,651</b>	<b>639,154</b>	<b>649,204</b>	<b>106,457</b>	<b>630,114</b>	<b>649,204</b>	(19,090)	-3%	<b>649,204</b>
Energy sources	313,606	363,841	371,941	64,630	362,709	371,941	(9,232)	-2%	371,941
Water management	107,916	116,983	113,597	19,968	109,081	113,597	(4,515)	-4%	113,597
Waste water management	84,120	85,886	89,343	13,927	88,456	89,343	(887)	-1%	89,343
Waste management	71,009	72,444	74,324	7,932	69,868	74,324	(4,456)	-6%	74,324
<b>Other</b>	<b>3,031</b>	<b>2,945</b>	<b>3,135</b>	<b>308</b>	<b>2,998</b>	<b>3,135</b>	<b>(137)</b>	<b>-4%</b>	<b>3,135</b>
<b>Total Expenditure - Functional</b>	<b>1,108,572</b>	<b>1,249,963</b>	<b>1,306,768</b>	<b>179,381</b>	<b>1,202,649</b>	<b>1,306,768</b>	<b>(104,119)</b>	<b>-8%</b>	<b>1,306,768</b>
<b>Surplus/ (Deficit) for the year</b>	<b>105,555</b>	<b>(6,252)</b>	<b>33,010</b>	<b>(61,295)</b>	<b>124,814</b>	<b>33,010</b>	<b>91,804</b>	<b>278%</b>	<b>33,010</b>

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

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

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

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

**WC032 Overstrand - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M12 June**

Vote Description	2018/19	Budget Year 2019/20							
	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	27,246	31,083	30,843	1,868	31,934	30,843	1,090	3.5%	30,843
Vote 2 - Municipal Manager & Internal Audit	86	36	36	-	36	36	-		36
Vote 3 - Management Services	1,070	844	844	224	1,189	844	345	40.9%	844
Vote 4 - Finance	292,912	284,914	297,684	38,740	298,691	297,684	1,007	0.3%	297,684
Vote 5 - Community Services	362,289	379,676	386,122	31,525	377,658	386,122	(8,464)	-2.2%	386,122
Vote 6 - Economic and Social Development & Tourism	2,030	2,635	2,986	366	2,571	2,986	(414)	-13.9%	2,986
Vote 7 - Infrastructure & Planning	496,225	497,130	570,833	40,462	573,878	570,833	3,045	0.5%	570,833
Vote 8 - Protection Services	32,267	47,393	50,430	4,901	41,507	50,430	(8,923)	-17.7%	50,430
<b>Total Revenue by Vote</b>	<b>1,214,127</b>	<b>1,243,711</b>	<b>1,339,778</b>	<b>118,086</b>	<b>1,327,463</b>	<b>1,339,778</b>	<b>(12,315)</b>	<b>-0.9%</b>	<b>1,339,778</b>
<b>Expenditure by Vote</b>									
Vote 1 - Council	38,174	36,077	34,676	4,345	32,689	34,676	(1,987)	-5.7%	34,676
Vote 2 - Municipal Manager & Internal Audit	5,050	5,797	6,297	485	5,361	6,297	(935)	-14.9%	6,297
Vote 3 - Management Services	46,736	56,900	55,967	6,734	50,307	55,967	(5,659)	-10.1%	55,967
Vote 4 - Finance	74,716	75,077	83,956	13,785	72,992	83,956	(10,964)	-13.1%	83,956
Vote 5 - Community Services	402,983	439,679	441,420	53,434	412,284	441,420	(29,136)	-6.6%	441,420
Vote 6 - Economic and Social Development & Tourism	10,303	13,291	13,452	1,527	11,954	13,452	(1,498)	-11.1%	13,452
Vote 7 - Infrastructure & Planning	449,522	527,994	566,632	85,305	519,381	566,632	(47,251)	-8.3%	566,632
Vote 8 - Protection Services	81,089	95,150	104,369	13,766	97,680	104,369	(6,689)	-6.4%	104,369
<b>Total Expenditure by Vote</b>	<b>1,108,572</b>	<b>1,249,963</b>	<b>1,306,768</b>	<b>179,381</b>	<b>1,202,649</b>	<b>1,306,768</b>	<b>(104,119)</b>	<b>-8.0%</b>	<b>1,306,768</b>
<b>Surplus/ (Deficit) for the year</b>	<b>105,555</b>	<b>(6,252)</b>	<b>33,010</b>	<b>(61,295)</b>	<b>124,814</b>	<b>33,010</b>	<b>91,804</b>	<b>278.1%</b>	<b>33,010</b>

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

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

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

**WC032 Overstrand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June**

Description	2018/19	Budget Year 2019/20							
	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	233,274	242,150	242,050	19,047	240,914	242,050	(1,136)	0%	242,050
Service charges - electricity revenue	378,668	398,868	406,868	32,986	415,329	406,868	8,461	2%	406,868
Service charges - water revenue	129,971	127,320	133,820	10,465	133,864	133,820	44	0%	133,820
Service charges - sanitation revenue	77,772	80,020	81,020	6,324	81,058	81,020	38	0%	81,020
Service charges - refuse revenue	61,788	70,122	69,242	5,574	69,102	69,242	(140)	0%	69,242
Rental of facilities and equipment	6,341	3,562	3,562	356	3,425	3,562	(137)	-4%	3,562
Interest earned - external investments	41,767	28,010	39,460	9,298	48,146	39,460	8,686	22%	39,460
Interest earned - outstanding debtors	4,193	4,151	4,351	366	4,961	4,351	610	14%	4,351
Fines, penalties and forfeits	24,734	32,552	32,552	2,099	30,312	32,552	(2,240)	-7%	32,552
Licences and permits	2,526	2,462	2,462	113	1,975	2,462	(487)	-20%	2,462
Agency services	4,913	4,700	5,200	455	4,376	5,200	(824)	-16%	5,200
Transfers and subsidies	118,976	152,183	126,555	3,415	124,309	126,555	(2,246)	-2%	126,555
Other revenue	63,142	27,416	143,735	17,568	134,965	143,735	(8,770)	-6%	143,735
Gains on disposal of PPE							-		
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>1,148,067</b>	<b>1,173,517</b>	<b>1,290,877</b>	<b>108,066</b>	<b>1,292,737</b>	<b>1,290,877</b>	<b>1,859</b>	<b>0%</b>	<b>1,290,877</b>
<b>Expenditure By Type</b>									
Employee related costs	367,858	399,804	400,310	35,273	393,489	400,310	(6,821)	-2%	400,310
Remuneration of councillors	10,573	11,383	11,383	1,310	11,282	11,383	(100)	-1%	11,383
Debt impairment	17,949	24,902	24,902	2,075	24,902	24,902	-		24,902
Depreciation & asset impairment	131,104	131,285	131,285	10,940	131,285	131,285	-		131,285
Finance charges	44,921	51,549	51,549	18,092	46,570	51,549	(4,979)	-10%	51,549
Bulk purchases	242,614	275,880	282,880	50,885	278,548	282,880	(4,332)	-2%	282,880
Other materials	47,091	63,675	47,426	8,279	42,087	47,426	(5,339)	-11%	47,426
Contracted services	186,758	207,536	209,295	32,401	176,721	209,295	(32,575)	-16%	209,295
Transfers and subsidies	486	500	500	-	500	500	-		500
Other expenditure	58,609	83,450	115,538	20,124	97,264	115,538	(18,274)	-16%	115,538
Loss on disposal of PPE	610		31,700	-	-	31,700	(31,700)	-100%	31,700
<b>Total Expenditure</b>	<b>1,108,572</b>	<b>1,249,963</b>	<b>1,306,768</b>	<b>179,381</b>	<b>1,202,649</b>	<b>1,306,768</b>	<b>(104,119)</b>	<b>-8%</b>	<b>1,306,768</b>
<b>Surplus/(Deficit)</b>	<b>39,495</b>	<b>(76,446)</b>	<b>(15,891)</b>	<b>(71,315)</b>	<b>90,088</b>	<b>(15,891)</b>	<b>105,978</b>	<b>-667%</b>	<b>(15,891)</b>
Transfers and subsidies - capital (monetary allocation)	66,060	70,194	46,283	10,020	34,727	46,283	(11,556)	-25%	46,283
Transfers and subsidies - capital (in-kind - all)			2,618			2,618	(2,618)	-100%	2,618
<b>Surplus/(Deficit) after capital transfers &amp; Taxation</b>	<b>105,555</b>	<b>(6,252)</b>	<b>33,010</b>	<b>(61,295)</b>	<b>124,814</b>	<b>33,010</b>			<b>33,010</b>
<b>Surplus/(Deficit) after taxation</b>	<b>105,555</b>	<b>(6,252)</b>	<b>33,010</b>	<b>(61,295)</b>	<b>124,814</b>	<b>33,010</b>			<b>33,010</b>
<b>Surplus/(Deficit) attributable to municipality</b>	<b>105,555</b>	<b>(6,252)</b>	<b>33,010</b>	<b>(61,295)</b>	<b>124,814</b>	<b>33,010</b>			<b>33,010</b>
Share of surplus/ (deficit) of associate									
<b>Surplus/ (Deficit) for the year</b>	<b>105,555</b>	<b>(6,252)</b>	<b>33,010</b>	<b>(61,295)</b>	<b>124,814</b>	<b>33,010</b>			<b>33,010</b>

The annual revenue budget is approved as 'Revenue by Source'. The Year-to-Date actual revenue is 0.14% above the YTD budget.

Current expenditure is 7.97% below YTD budget projections for June 2020.

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

WC032 Overstrand - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M12 June

Vote Description	2018/19	Budget Year 2019/20							
	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 5 - Community Services	66,541	54,583	42,897	14,897	42,140	42,897	(757)	-2%	42,897
Vote 6 - Economic and Social Development & Tourism	-	-	-	-	-	-	-	-	-
Vote 7 - Infrastructure & Planning	63,169	40,128	92,716	5,298	15,575	92,716	(77,141)	-83%	92,716
Vote 8 - Protection Services	4,809	5,588	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	<b>134,520</b>	<b>100,298</b>	<b>135,613</b>	<b>20,195</b>	<b>57,715</b>	<b>135,613</b>	<b>(77,898)</b>	<b>-57%</b>	<b>135,613</b>
<b>Single Year expenditure appropriation</b>									
Vote 1 - Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager & Internal Audit	-	-	-	-	-	-	-	-	-
Vote 3 - Management Services	295	3,975	3,975	2,875	3,966	3,975	(9)	0%	3,975
Vote 4 - Finance	-	30	30	-	22	30	(8)	-27%	30
Vote 5 - Community Services	12,100	97,601	73,611	16,115	36,139	73,611	(37,472)	-51%	73,611
Vote 6 - Economic and Social Development & Tourism	-	7,906	2,973	-	375	2,973	(2,599)	-87%	2,973
Vote 7 - Infrastructure & Planning	28,195	45,186	43,870	472	94,122	43,870	50,252	115%	43,870
Vote 8 - Protection Services	-	6,680	15,727	7,287	13,134	15,727	(2,593)	-16%	15,727
<b>Total Capital single-year expenditure</b>	<b>40,590</b>	<b>161,378</b>	<b>140,186</b>	<b>26,750</b>	<b>147,759</b>	<b>140,186</b>	<b>7,572</b>	<b>5%</b>	<b>140,186</b>
<b>Total Capital Expenditure</b>	<b>175,110</b>	<b>261,677</b>	<b>275,800</b>	<b>46,945</b>	<b>205,474</b>	<b>275,800</b>	<b>(70,326)</b>	<b>-25%</b>	<b>275,800</b>
<b>Capital Expenditure - Functional Classification</b>									
<b>Governance and administration</b>	<b>8,659</b>	<b>4,105</b>	<b>4,105</b>	<b>2,875</b>	<b>4,049</b>	<b>4,105</b>	<b>(56)</b>	<b>-1%</b>	<b>4,105</b>
Executive and council	295	10	10	1	2	10	(8)	-83%	10
Finance and administration	8,364	4,095	4,095	2,874	4,048	4,095	(47)	-1%	4,095
Internal audit	-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>	<b>68,172</b>	<b>64,760</b>	<b>127,178</b>	<b>14,340</b>	<b>104,597</b>	<b>127,178</b>	<b>(22,581)</b>	<b>-18%</b>	<b>127,178</b>
Community and social services	5,164	3,280	2,960	720	1,330	2,960	(1,630)	-55%	2,960
Sport and recreation	23,923	18,770	19,055	1,820	9,956	19,055	(9,099)	-48%	19,055
Public safety	4,809	16,271	20,790	7,287	14,283	20,790	(6,507)	-31%	20,790
Housing	34,276	26,439	84,373	4,513	79,028	84,373	(5,345)	-6%	84,373
Health	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>	<b>13,407</b>	<b>30,410</b>	<b>21,757</b>	<b>6,558</b>	<b>12,302</b>	<b>21,757</b>	<b>(9,455)</b>	<b>-43%</b>	<b>21,757</b>
Planning and development	1,346	8,899	3,896	528	1,220	3,896	(2,677)	-69%	3,896
Road transport	12,061	21,510	17,860	6,029	11,082	17,860	(6,779)	-38%	17,860
Environmental protection	-	-	-	-	-	-	-	-	-
<b>Trading services</b>	<b>84,872</b>	<b>162,402</b>	<b>122,760</b>	<b>23,172</b>	<b>84,526</b>	<b>122,760</b>	<b>(38,234)</b>	<b>-31%</b>	<b>122,760</b>
Energy sources	28,893	34,124	29,226	1,189	20,330	29,226	(8,896)	-30%	29,226
Water management	12,270	48,504	39,982	11,661	29,631	39,982	(10,351)	-26%	39,982
Waste water management	42,210	62,843	43,241	10,059	27,254	43,241	(15,987)	-37%	43,241
Waste management	1,499	16,931	10,311	264	7,311	10,311	(3,000)	-29%	10,311
<b>Total Capital Expenditure - Functional Classification</b>	<b>175,110</b>	<b>261,677</b>	<b>275,800</b>	<b>46,945</b>	<b>205,474</b>	<b>275,800</b>	<b>(70,326)</b>	<b>-25%</b>	<b>275,800</b>
<b>Funded by:</b>									
National Government	30,445	39,010	39,010	8,841	31,528	39,010	(7,482)	-19%	39,010
Provincial Government	35,615	31,184	88,355	8,409	84,790	88,355	(3,564)	-4%	88,355
Other transfers and grants	26,942	-	1,259	-	-	1,259	(1,259)	-100%	1,259
<b>Transfers recognised - capital</b>	<b>93,002</b>	<b>70,194</b>	<b>128,624</b>	<b>17,250</b>	<b>116,318</b>	<b>128,624</b>	<b>(12,306)</b>	<b>-10%</b>	<b>128,624</b>
<b>Borrowing</b>	<b>36,495</b>	<b>90,501</b>	<b>68,525</b>	<b>12,074</b>	<b>51,095</b>	<b>68,525</b>	<b>(17,430)</b>	<b>-25%</b>	<b>68,525</b>
<b>Internally generated funds</b>	<b>45,613</b>	<b>100,981</b>	<b>78,651</b>	<b>17,622</b>	<b>38,061</b>	<b>78,651</b>	<b>(40,590)</b>	<b>-52%</b>	<b>78,651</b>
<b>Total Capital Funding</b>	<b>175,110</b>	<b>261,677</b>	<b>275,800</b>	<b>46,945</b>	<b>205,474</b>	<b>275,800</b>	<b>(70,326)</b>	<b>-25%</b>	<b>275,800</b>

Capital expenditure is 25.50% above the Year-to-Date budget projections. Refer to the table on page 28 for the implementation status of the Top 10 Capital Projects.

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

WC032 Overstrand - Table C6 Monthly Budget Statement - Financial Position - M12 June

Description	2018/19	Budget Year 2019/20			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>					
<b>ASSETS</b>					
<b>Current assets</b>					
Cash	123,988	124,120	253,726	143,570	253,726
Call investment deposits	409,200	320,000	320,000	510,243	320,000
Consumer debtors	73,481	73,134	73,134	102,804	73,134
Other debtors	65,059	35,523	35,523	50,047	35,523
Current portion of long-term receivables	11	7	7	7	7
Inventory	39,086	30,752	9,000	38,562	9,000
<b>Total current assets</b>	<b>710,826</b>	<b>583,535</b>	<b>691,390</b>	<b>845,234</b>	<b>691,390</b>
<b>Non current assets</b>					
Long-term receivables	9	4	4	4	4
Investments	50,524	57,885	46,885	46,515	46,885
Investment property	119,698	114,846	121,846	119,698	121,846
Investments in Associate					
Property, plant and equipment	3,509,274	3,645,621	3,628,044	3,583,463	3,628,044
Biological					
Intangible	8,597	5,323	5,323	8,597	5,323
Other non-current assets					
<b>Total non current assets</b>	<b>3,688,101</b>	<b>3,823,679</b>	<b>3,802,102</b>	<b>3,758,276</b>	<b>3,802,102</b>
<b>TOTAL ASSETS</b>	<b>4,398,927</b>	<b>4,407,214</b>	<b>4,493,492</b>	<b>4,603,510</b>	<b>4,493,492</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Bank overdraft			-		-
Borrowing	39,725	42,244	42,244	46,981	42,244
Consumer deposits	40,020	63,074	63,074	40,992	63,074
Trade and other payables	110,010	95,207	73,455	162,236	73,455
Provisions	33,010	33,570	33,570	33,570	33,570
<b>Total current liabilities</b>	<b>222,765</b>	<b>234,096</b>	<b>212,344</b>	<b>283,779</b>	<b>212,344</b>
<b>Non current liabilities</b>					
Borrowing	422,933	455,453	435,153	429,952	435,153
Provisions	222,157	239,095	239,095	230,912	239,095
<b>Total non current liabilities</b>	<b>645,090</b>	<b>694,547</b>	<b>674,247</b>	<b>660,864</b>	<b>674,247</b>
<b>TOTAL LIABILITIES</b>	<b>867,854</b>	<b>928,643</b>	<b>886,591</b>	<b>944,643</b>	<b>886,591</b>
<b>NET ASSETS</b>	<b>3,531,072</b>	<b>3,478,571</b>	<b>3,606,901</b>	<b>3,658,867</b>	<b>3,606,901</b>
<b>COMMUNITY WEALTH/EQUITY</b>					
Accumulated Surplus/(Deficit)	3,527,808	3,475,231	3,603,561	3,655,602	3,603,561
Reserves	3,264	3,340	3,340	3,265	3,340
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>3,531,072</b>	<b>3,478,571</b>	<b>3,606,901</b>	<b>3,658,867</b>	<b>3,606,901</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 - M12 June

Description	2018/19	Budget Year 2019/20							
	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	231,322	241,063	240,976	12,199	205,680	241,862	(36,182)	-15%	240,976
Service charges	642,062	673,293	687,900	51,391	721,065	679,913	41,152	6%	687,900
Other revenue	82,274	66,179	178,615	18,093	174,801	178,616	(3,815)	-2%	178,615
Government - operating	118,820	152,183	126,555	3,415	124,309	125,794	(1,484)	-1%	126,555
Government - capital	57,030	70,194	46,283	10,020	34,727	46,216	(11,489)	-25%	46,283
Interest	45,960	32,161	43,811	9,664	53,107	40,311	12,796	32%	43,811
Dividends			-				-		-
<b>Payments</b>									
Suppliers and employees	(915,305)	(1,017,533)	(997,743)	(99,650)	(959,785)	(983,962)	(24,177)	2%	(997,743)
Finance charges	(44,921)	(51,549)	(51,549)	(18,092)	(46,570)	(51,549)	(4,979)	10%	(51,549)
Transfers and Grants	(486)	(500)	(500)	-	(500)	(500)	-		(500)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>216,756</b>	<b>165,492</b>	<b>274,348</b>	<b>(12,961)</b>	<b>306,834</b>	<b>276,701</b>	<b>(30,133)</b>	<b>-11%</b>	<b>274,348</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>									
<b>Receipts</b>									
Proceeds on disposal of PPE	(566)	-	-	-	-	-	-		-
Decrease (Increase) in non-current debtors	-	-	-	-	-	-	-		-
Decrease (increase) other non-current receivables	10	10	10	4	9	10	(0)	-4%	10
Decrease (increase) in non-current investments	(4,980)	(7,339)	3,661	(615)	4,008	(7,339)	11,347	-155%	3,661
<b>Payments</b>									
Capital assets	(175,110)	(261,677)	(275,800)	(46,945)	(205,474)	(275,733)	(70,259)	25%	(275,800)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>(180,645)</b>	<b>(269,006)</b>	<b>(272,129)</b>	<b>(47,557)</b>	<b>(201,456)</b>	<b>(283,062)</b>	<b>(81,606)</b>	<b>29%</b>	<b>(272,129)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>									
<b>Receipts</b>									
Short term loans	-	-	-	-	-	-	-		-
Borrowing long term/refinancing	54,000	74,300	54,000	54,000	54,000	74,300	(20,300)	-27%	54,000
Increase (decrease) in consumer deposits	1,558	23,028	23,028	(66)	972	23,028	(22,056)	-96%	23,028
<b>Payments</b>									
Repayment of borrowing	(33,448)	(38,709)	(38,709)	(7,082)	(39,725)	(38,709)	1,016	-3%	(38,709)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>22,109</b>	<b>58,619</b>	<b>38,319</b>	<b>46,852</b>	<b>15,248</b>	<b>58,619</b>	<b>43,372</b>	<b>74%</b>	<b>38,319</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>58,220</b>	<b>(44,895)</b>	<b>40,539</b>	<b>(13,665)</b>	<b>120,626</b>	<b>52,259</b>			<b>40,539</b>
Cash/cash equivalents at beginning:	474,967	489,014	533,188		533,188	533,188			533,188
Cash/cash equivalents at month/year end:	533,188	444,120	573,726		653,813	585,446			573,726

Table C7 balances to the current Cash balance, shown in the 'YTD actual' column, which is R 653.8million.

The municipality started the year with a positive cash balance of R533.2 million. The June closing balance is R653.8 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 - M12 June

Description	Budget Year 2019/20												2019/20 Medium Term Revenue & Expenditure Framework		
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome			
<b>Cash Receipts By Source</b>															
Property rates	21,376	10,407	33,969	18,110	13,847	13,582	17,433	19,734	20,640	9,593	14,791	12,199	241,063	255,558	272,340
Service charges - electricity revenue	15,051	43,242	45,156	33,840	34,033	37,618	34,099	36,257	28,817	33,807	33,889	30,976	397,077	455,317	523,459
Service charges - water revenue	10,820	14,069	19,997	17,636	15,675	13,973	18,139	14,270	15,261	7,309	14,492	12,129	126,748	133,404	141,435
Service charges - sanitation revenue	6,806	4,126	7,596	8,071	6,137	5,500	8,893	7,233	8,025	3,025	6,226	4,554	79,661	82,132	87,076
Service charges - refuse	5,550	3,589	6,782	7,287	5,165	4,582	7,053	6,051	6,310	2,671	5,547	3,731	69,807	79,071	89,573
Rental of facilities and equipment	618	594	368	441	377	339	42	330	325	134	111	168	3,546	3,727	3,932
Interest earned - external investments	-	1,012	2,373	6,753	5,424	3,186	5,118	1,551	2,710	7,574	3,147	9,298	28,010	29,690	31,471
Interest earned - outstanding debtors	408	421	373	397	416	423	409	451	368	456	473	366	4,151	4,400	4,664
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	3,078	2,765	2,687	2,855	2,742	2,572	2,621	2,493	2,221	2,013	2,166	2,099	8,393	8,908	9,424
Licences and permits	223	215	188	193	187	171	297	199	187	-	3	113	2,462	2,580	2,627
Agency services	469	431	366	472	441	406	515	407	405	1	(17)	455	4,700	4,982	5,281
Transfer receipts - operating	48,554	1,025	6,230	4,761	4,496	40,776	970	(15,124)	27,938	1,020	249	3,415	152,183	157,143	168,217
Other revenue	5,435	(583)	7,522	7,186	2,801	232	2,383	82,719	7,127	(3,413)	7,649	15,259	47,078	31,707	31,846
<b>Cash Receipts by Source</b>	<b>118,386</b>	<b>81,312</b>	<b>133,607</b>	<b>108,003</b>	<b>91,742</b>	<b>123,360</b>	<b>97,971</b>	<b>156,571</b>	<b>120,333</b>	<b>64,189</b>	<b>88,726</b>	<b>94,762</b>	<b>1,164,879</b>	<b>1,248,620</b>	<b>1,371,345</b>
<b>Other Cash Flows by Source</b>															
Transfer receipts - capital	236	732	20,343	6,681	6,217	42,727	672	(60,637)	4,371	789	2,577	10,020	70,194	42,164	68,993
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Short term loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	-	-	54,000	74,300	54,000	50,000
Increase in consumer deposits	(67)	403	20	183	128	100	34	149	122	(2)	(33)	(66)	23,028	4,654	4,682
Receipt of non-current debtors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Receipt of non-current receivables	0	0	0	0	0	4	0	0	0	0	-	4	10	7	3
Change in non-current investments	(538)	(297)	(720)	(575)	(450)	(628)	(706)	(498)	(415)	10,022	(570)	(615)	(7,339)	(7,575)	(7,730)
<b>Total Cash Receipts by Source</b>	<b>118,017</b>	<b>82,149</b>	<b>153,251</b>	<b>114,292</b>	<b>97,638</b>	<b>165,562</b>	<b>97,971</b>	<b>95,585</b>	<b>124,411</b>	<b>74,999</b>	<b>90,700</b>	<b>158,105</b>	<b>1,325,073</b>	<b>1,341,870</b>	<b>1,487,292</b>
<b>Cash Payments by Type</b>															
<b>Employee related costs</b>	26,546	29,076	30,101	30,793	46,402	30,770	34,549	31,067	30,337	30,589	31,277	34,602	388,224	414,152	438,547
Remuneration of councillors	894	908	908	908	908	908	908	908	908	908	908	1,310	11,383	11,878	12,397
Interest paid	82	(0)	1,479	2,422	910	14,417	988	-	5,155	1,962	1,063	18,092	51,549	54,249	56,058
Bulk purchases - Electricity	3	34,950	33,325	20,098	20,436	19,926	20,827	20,827	18,854	20,093	18,323	50,885	275,880	319,000	368,859
Bulk purchases - Water & Sewer	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other materials	1,015	2,775	8,841	8,843	5,278	7,659	4,448	(13,314)	3,334	2,686	2,213	8,279	63,675	71,299	71,581
Contracted services	1,510	10,255	11,161	15,305	14,732	19,717	13,136	13,615	20,838	12,719	11,330	32,401	207,536	229,784	237,280
Grants and subsidies paid - other municipalities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Grants and subsidies paid - other	8	8	8	215	150	79	30	-	-	-	-	-	500	525	551
General expenses	1,476	(52,219)	72,428	12,511	13,618	20,084	486	25,925	(120,788)	74,345	45,029	(27,827)	70,836	74,960	105,513
<b>Cash Payments by Type</b>	<b>31,534</b>	<b>25,754</b>	<b>158,252</b>	<b>91,095</b>	<b>102,435</b>	<b>113,560</b>	<b>75,372</b>	<b>79,027</b>	<b>(41,362)</b>	<b>143,302</b>	<b>110,143</b>	<b>117,743</b>	<b>1,069,582</b>	<b>1,175,846</b>	<b>1,290,787</b>
<b>Other Cash Flows/Payments by Type</b>															
Capital assets	608	6,109	29,546	13,218	11,015	50,173	4,140	9,982	21,026	6,193	6,517	46,945	261,677	148,464	154,324
Repayment of borrowing	1,613	-	2,195	7,336	1,482	6,710	1,680	-	5,130	4,939	1,558	7,082	38,709	42,244	47,007
Other Cash Flows/Payments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Cash Payments by Type</b>	<b>33,755</b>	<b>31,863</b>	<b>189,993</b>	<b>111,649</b>	<b>114,932</b>	<b>170,443</b>	<b>81,192</b>	<b>89,009</b>	<b>(15,206)</b>	<b>154,435</b>	<b>118,218</b>	<b>171,770</b>	<b>1,369,967</b>	<b>1,366,554</b>	<b>1,492,118</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>84,262</b>	<b>50,287</b>	<b>(36,743)</b>	<b>2,643</b>	<b>(17,295)</b>	<b>(4,881)</b>	<b>16,778</b>	<b>6,576</b>	<b>139,617</b>	<b>(79,436)</b>	<b>(27,518)</b>	<b>(13,665)</b>	<b>(44,895)</b>	<b>(24,684)</b>	<b>(4,825)</b>
Cash/cash equivalents at the month/year begin	533,188	617,449	667,736	630,993	633,636	616,342	611,461	628,239	634,815	774,432	694,996	667,478	533,188	488,293	463,609
Cash/cash equivalents at the month/year end:	617,449	667,736	630,993	633,636	616,342	611,461	628,239	634,815	774,432	694,996	667,478	653,813	488,293	463,609	458,784

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

## PART 2 – SUPPORTING DOCUMENTATION

## Debtors' analysis

WC032 Overstrand - Supporting Table SC3 Monthly Budget Statement - aged debtors - M12 June

Description	NT Code	Budget Year 2019/20										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 - Water	1200	16,401	1,506	1,120	809	387	290	1,133	4,183	25,829	6,802		4,855
Trade and Other Receivables from Exchange Transactions - Electricity	1300	17,925	1,611	1,111	569	306	259	969	4,359	27,109	6,462		5,860
Receivables from Non-exchange Transactions - Property Rates	1400	21,531	1,683	962	515	366	415	1,773	3,628	30,874	6,698		6,930
Receivables from Exchange Transactions - Waste Water Management	1500	7,801	798	530	338	227	187	859	2,583	13,323	4,194		2,994
Receivables from Exchange Transactions - Waste Management	1600	6,840	562	378	207	133	112	519	1,724	10,474	2,694		2,485
Receivables from Exchange Transactions - Property Rental Debtors	1700	437	21	19	15	9	9	51	199	761	284		260
Interest on Arrear Debtor Accounts	1810	185	108	123	90	71	78	531	9,709	10,895	10,479		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820									-	-		
Other	1900	1,185	54	740	282	253	133	808	6,276	9,731	7,752		2,807
<b>Total By Income Source</b>	<b>2000</b>	<b>72,306</b>	<b>6,343</b>	<b>4,982</b>	<b>2,826</b>	<b>1,752</b>	<b>1,481</b>	<b>6,643</b>	<b>32,662</b>	<b>128,996</b>	<b>45,364</b>	<b>-</b>	<b>26,191</b>
<b>2018/19 - totals only</b>		<b>63,695</b>	<b>2,171</b>	<b>1,806</b>	<b>1,255</b>	<b>1,099</b>	<b>935</b>	<b>4,132</b>	<b>24,496</b>	<b>99,589</b>	<b>31,917</b>		
<b>Debtors Age Analysis By Customer Group</b>													
Organs of State	2200	618	343	158	53	43	35	156	1,705	3,111	1,991		314
Commercial	2300	7,337	654	554	115	60	39	216	1,419	10,394	1,849		948
Households	2400	64,503	5,346	4,268	2,658	1,646	1,400	6,265	29,441	115,527	41,410		24,927
Other	2500	(152)	1	1	1	3	7	6	97	(37)	114		3
<b>Total By Customer Group</b>	<b>2600</b>	<b>72,306</b>	<b>6,343</b>	<b>4,982</b>	<b>2,826</b>	<b>1,752</b>	<b>1,481</b>	<b>6,643</b>	<b>32,662</b>	<b>128,996</b>	<b>45,364</b>	<b>-</b>	<b>26,191</b>

Debtors' levels are trending towards an increase in outstanding debt, compared to March and April 2020. This can be ascribed to reduced economic activity and earnings by consumers and businesses.

## Summary of Indigent Households

	Indigent Households	Other Households	Total Households	
<b>2,019</b>				
July	8,018	26,884	34,902	22.97%
August	8,041	26,858	34,899	23.04%
September	7,654	27,137	34,791	22.00%
October	7,679	27,648	35,327	21.74%
November	7,689	27,639	35,328	21.76%
December	7,749	29,784	37,533	20.65%
<b>2,020</b>				
January	7,770	29,763	37,533	20.70%
February	7,576	29,955	37,531	20.19%
March	7,682	29,802	37,484	20.49%
April	7,682	29,848	37,530	20.47%
May	7,680	29,849	37,529	20.46%
June	7,595	29,936	37,531	20.24%

## Monthly FBS (Free Basic Services)

Free Basic Water				Free Basic Sanitation			
No. of Indigent (poor) beneficiaries	No. of other beneficiaries (non indigent)	Total beneficiaries	level of Service (e.g. 6 kilolitres per household)	No. of Indigent (poor) beneficiaries	No. of other beneficiaries (non indigent)	Total beneficiaries	level of Service (e.g. VIP toilets)
7595			6KL	7595	0	7595	waterborne
Free Basic Electricity				Free Basic Refuse Removal			
Beneficiaries provided by Eskom	Beneficiaries provided by Municipality	Non-grid energy Beneficiaries	level of Service (e.g. 50 Kwh per household)	No. of Indigent (poor) beneficiaries	No. of other beneficiaries (non indigent)	Total beneficiaries	level of Service (type of subsidy)
125	7470		50kWh	7595	0	7595	Total monthly levy

## Summary of Debtors Age Analysis

MONTH	< 30 Days	< 60 Days	< 90 Days	< 120 Days	< 150 Days	<180 Days	<365 Days	>365 Days	Total	Older than 30 Days	Older than 90 days
<b>2019/2020</b>											
June	72,305,820	6,343,453	4,981,945	2,826,453	1,752,292	1,481,075	6,642,963	32,661,655	128,995,654	56,689,835	45,364,437
May	74,528,634	7,275,638	3,517,615	1,924,267	1,496,874	1,317,486	7,395,695	30,947,308	128,403,516	53,874,882	43,081,629
April	75,409,674	4,347,241	2,179,714	1,571,753	1,368,223	1,371,612	6,856,140	30,058,812	123,163,169	47,753,495	41,226,540
March	69,183,473	2,361,072	1,721,366	1,422,187	1,378,241	1,046,728	6,633,940	29,063,889	112,810,896	43,627,423	39,544,985
February	69,465,901	2,429,524	1,789,867	1,573,380	1,150,988	1,247,773	6,468,690	28,351,217	112,477,340	43,011,439	38,792,049
January	74,311,255	2,501,584	1,893,618	1,282,263	1,331,943	1,126,834	6,289,920	27,604,914	116,342,331	42,031,077	37,635,875
December	68,946,894	2,979,071	1,847,137	1,748,882	1,378,903	1,024,067	6,119,592	26,913,061	110,957,606	42,010,712	37,184,505
November	67,756,356	2,311,468	2,045,472	1,573,004	1,120,808	1,992,338	4,942,620	26,351,354	108,093,420	40,337,064	35,980,124
October	65,578,111	2,918,237	1,992,929	1,294,702	2,118,877	981,011	4,973,394	26,067,995	105,925,256	40,347,145	35,435,979
September	70,078,633	2,847,660	1,616,076	2,225,775	1,093,345	1,137,727	4,851,696	25,603,880	109,454,791	39,376,158	34,912,422
Augustus	72,343,845	2,204,467	2,467,897	1,215,310	1,203,190	1,019,048	4,821,906	25,279,680	110,555,341	38,211,497	33,539,133
July	63,876,893	2,954,201	1,496,394	1,318,657	1,102,605	1,033,738	4,397,937	24,923,281	101,103,706	37,226,812	32,776,217

## Government Debt

Overstrand Municipality as at 30/06/2020	Total Debt	Services	Rates	Other
Department Responsible for the Debt				
NPW 2227	2,740,265	1,630,176	1,088,167	21,922
WCED 2251	232,182	232,182	0	0
OTHER 2255	46,425	46,425	0	0
HEALTH 2252	82,751	70,077	11,747	927
TPW 2256	-86,356	-86,356	0	0
HUMAN SETTLE 2215	29,085	29,085	0	0
HOUSING 2253	4,106	4,106	0	0
OTHER MUNICIPALITIES 2276	62,062	62,062	0	0
<b>TOTAL OUTSTANDING</b>	<b>3,110,520</b>	<b>1,987,757</b>	<b>1,099,914</b>	<b>22,849</b>

## Creditors' analysis

## Supporting Table SC4

## WC032 Overstrand - Supporting Table SC4 Monthly Budget Statement - aged creditors - M12 June

Description	NT Code	Budget Year 2019/20								
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
R thousands										
<b>Creditors Age Analysis By Customer Type</b>										
Bulk Electricity	0100									-
Bulk Water	0200									-
PAYE deductions	0300	4,296								4,296
VAT (output less input)	0400									-
Pensions / Retirement deductions	0500									-
Loan repayments	0600									-
Trade Creditors	0700	-								-
Auditor General	0800									-
Other	0900									-
<b>Total By Customer Type</b>	<b>1000</b>	<b>4,296</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,296</b>

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

The payment of creditors is within requirements of the MFMA.

## Investment portfolio analysis

### Supporting Table SC5

WC032 Overstrand - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M12 June

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Capital Guaran tee (Yes/ No)	Variable or Fixed interest rate	Interest Rate <sup>a</sup>	Commis sion Paid (Rands)	Expiry date of investment	Opening balance	Interest to be realised	Partial/ Premature Withdrawal (4)	Investment Top Up	Closing Balance
								Opening balance	Interest to be realised	Partial/ Premature Withdrawal	Investment Top Up	Closing Balance
R thousands												
<b>Municipality</b>												
LIBERTY 15934476	15 YEARS	Policy	YES	VARIABLE		NO	01/09/2025	14,494	45		125	14,664
LIBERTY 21196964	14 YEARS	Policy	YES	VARIABLE		NO	01/09/2025	27,325	73		260	27,658
MOMENTUM MP 3853776	14 YEARS	Policy	YES	VARIABLE		NO	01/07/2026	3,081	82		30	3,194
ABSA 9331734880	DEP PLUS	DEP PLUS	YES	VARIABLE	6.25	NO		10,329	28	(114)		10,243
Standard Bank 288434005-029	93 days	FIXED DEP	YES	FIXED	7.025	NO	17/06/2020	100,000	1,790	(101,790)		-
Nedbank 03/7881534451 ref. 253	93 days	FIXED DEP	YES	FIXED	7.05	NO	17/06/2020	100,000	1,796	(101,796)		-
Nedbank 03/7881534451 ref. 254	92 days	FIXED DEP	YES	FIXED	6.25	NO	25/06/2020	100,000	1,575	(101,575)		-
Nedbank 03/7881534451 ref. 255	61 days	FIXED DEP	YES	FIXED	4.73	NO	27/07/2020	100,000				100,000
ABSA 2079219751	61 days	FIXED DEP	YES	FIXED	4.8	NO	27/07/2020	100,000				100,000
Nedbank 03/7881534451 ref. 256	33 days	FIXED DEP	YES	FIXED	4.5	NO	20/07/2020				100,000	100,000
ABSA 2079256315	33 days	FIXED DEP	YES	FIXED	4.62	NO	20/07/2020				100,000	100,000
ABSA 2079279937	34 days	FIXED DEP	YES	FIXED	4.57	NO	03/08/2020				100,000	100,000
<b>TOTAL INVESTMENTS AND INTEREST</b>								<b>555,228</b>	<b>5,390</b>	<b>(305,275)</b>	<b>300,415</b>	<b>555,758</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 - M12 June

Description	2018/19	Budget Year 2019/20							
	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>	<b>99,544</b>	<b>110,882</b>	<b>110,882</b>	<b>-</b>	<b>110,882</b>	<b>110,882</b>	<b>-</b>		<b>110,882</b>
Local Government Equitable Share	96,068	106,697	106,697		106,697	106,697	-		106,697
Finance Management	1,550	1,550	1,550		1,550	1,550			1,550
EPWP Incentive	1,926	2,635	2,635		2,635	2,635			2,635
<b>Provincial Government:</b>	<b>23,028</b>	<b>38,392</b>	<b>14,307</b>	<b>-</b>	<b>14,027</b>	<b>14,027</b>	<b>-</b>		<b>14,307</b>
Human Settlements Development Grant	11,132	25,061	-		-	-	-		-
Library Services Grant	6,747	7,287	7,287		7,287	7,287	-		7,287
Financial Management Capacity Building Grant	360	380	380		380	380	-		380
Maintenance & Constuction of Transport Infrastructure	137	126	126		126	126	-		126
Western Cape Financial Management Support Grant	280	280	280				-		280
Community Development Workers Operational Support Grant			148		148	148	-		148
Municipal Service Delivery & Capacity Building Grant	200						-		
Thusong Service Centre	100	100	100		100	100	-		100
Resourcing Funding for Establishment & Support of a K9 Unit	4,000	2,000	2,000		2,000	2,000	-		2,000
Disaster Management Grant		3,157	3,157		3,157	3,157	-		3,157
Local Government Internship Grant	72						-		
Municipal Disaster Relief Grant			179		179	179			179
Local Govt Support Grant			650		650	650	-		650
<b>Total Operating Transfers and Grants</b>	<b>122,572</b>	<b>149,274</b>	<b>125,189</b>	<b>-</b>	<b>124,909</b>	<b>124,909</b>	<b>-</b>		<b>125,189</b>
<b>Capital Transfers and Grants</b>									
<b>National Government:</b>	<b>25,901</b>	<b>39,010</b>	<b>39,010</b>	<b>-</b>	<b>39,010</b>	<b>39,010</b>	<b>-</b>		<b>39,010</b>
Municipal Infrastructure Grant (MIG)	21,639	32,010	32,010		32,010	32,010	-		32,010
Integrated National Electrification Programme	4,262	7,000	7,000		7,000	7,000			7,000
<b>Provincial Government:</b>	<b>25,463</b>	<b>28,281</b>	<b>3,343</b>	<b>-</b>	<b>3,343</b>	<b>3,343</b>	<b>-</b>		<b>3,343</b>
Human Settlements Development Grant	25,463	26,439	-		-	-	-		-
Disaster Management Grant		1,843	1,843		1,843	1,843			1,843
Public Transport Non-Motorised Infrastructure Grant			1,500		1,500	1,500			1,500
<b>Other grant providers:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
<b>Total Capital Transfers and Grants</b>	<b>51,364</b>	<b>67,291</b>	<b>42,353</b>	<b>-</b>	<b>42,353</b>	<b>42,353</b>	<b>-</b>		<b>42,353</b>
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	<b>173,936</b>	<b>216,565</b>	<b>167,542</b>	<b>-</b>	<b>167,262</b>	<b>167,262</b>	<b>-</b>		<b>167,542</b>

Grant receipts are monitored according to the payment schedules.

## Supporting Table SC7(1) – Grant expenditure

WC032 Overstrand - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M12 June

Description	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>EXPENDITURE</b>									
<b>Operating expenditure of Transfers and Grants</b>									
<b>National Government:</b>	<b>3,476</b>	<b>4,185</b>	<b>4,185</b>	<b>869</b>	<b>4,185</b>	<b>4,185</b>	<b>-</b>		<b>4,185</b>
Local Government Equitable Share							-		
Finance Management	1,550	1,550	1,550	570	1,550	1,550	-		1,550
EPWP Incentive	1,926	2,635	2,635	299	2,635	2,635	-		2,635
							-		
<b>Provincial Government:</b>									
Human Settlements Development Grant	19,432	37,968	10,899	636	8,451	10,899	(1,676)	-15.4%	10,899
Library Services Grant	12,688	25,837	776		18	776	(758)	-97.7%	776
Financial Management Capacity Building Grant	6,160	7,287	7,287	(131)	7,287	7,287			7,287
Maintenance & Constuction of Transport Infrastructure		980	380			380			380
Western Cape Financial Management Support Grant	137	126	126		126	126			126
Local Government Internship Grant		560	280			280			280
Municipal Service Delivery & Capacity Building Grant	86	36	-			-			-
Thusong Service Centre	62	144	-			-			-
Resourcing Funding for Establishment & Support of a K9 Unit	100	100	100	0	55	100	(45)	-45.5%	100
Disaster Management Grant	200	2,897	1,040	116	315	1,040	(725)		1,040
Municipal Disaster Relief Grant (MDRG)							-		
Local Government Support Grant (LGSG)			112			112			112
Community Development Workers Operational Support Grant			650	650	650	650			650
Spaces For Sport			148			148	(148)	-100.0%	148
Hermanus Cemetery	-	-	-	-	-	-	-		-
							-		
<b>Total operating expenditure of Transfers and Grants:</b>	<b>-</b>	<b>176</b>	<b>186</b>	<b>-</b>	<b>0</b>	<b>186</b>	<b>(186)</b>	<b>-99.9%</b>	<b>186</b>
<b>Capital expenditure of Transfers and Grants</b>		<b>176</b>	<b>176</b>		<b>0</b>	<b>176</b>	<b>(176)</b>	<b>-99.9%</b>	<b>176</b>
<b>National Government:</b>			<b>10</b>			<b>10</b>			<b>10</b>
Municipal Infrastructure Grant (MIG)	22,908	42,329	15,270	1,506	12,636	15,270	(1,862)	-12.2%	15,270
Integrated National Electrification Programme	4,262	7,000	7,000	224	7,000	7,000	-		7,000
<b>Provincial Government:</b>									
Human Settlements Development Grant							-		
Resourcing Funding for Establishment & Support of a K9 Unit							-		
Disaster Management Grant							-		
Library Services Grant	35,615	31,184	4,370	2,894	2,894	4,370	(1,476)	-33.8%	4,370
Municipal Disaster Relief Grant (MDRG)	34,108	26,439	-				-		
Public Transport Non-Motorised Infrastructure Grant		<b>2,903</b>	960	301	301	960	(659)		960
	<b>1,117</b>						-		
<b>Other grant providers:</b>	<b>390</b>		<b>1,500</b>	<b>750</b>	<b>750</b>	<b>1,500</b>	<b>(750)</b>	<b>-50.0%</b>	<b>1,500</b>
<b>Total capital expenditure of Transfers and Grants</b>	<b>66,060</b>	<b>70,194</b>	<b>43,380</b>	<b>11,582</b>	<b>34,421</b>	<b>43,380</b>	<b>(8,958)</b>	<b>-20.7%</b>	<b>43,380</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>	<b>88,968</b>	<b>112,523</b>	<b>58,650</b>	<b>13,088</b>	<b>47,057</b>	<b>58,650</b>	<b>(10,821)</b>	<b>-18.4%</b>	<b>58,650</b>

Grant expenditure is monitored against grant receipts.

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

WC032 Overstrand - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M12 June

Description	Budget Year 2019/20				
	Approved Rollover 2018/19	Monthly actual	YearTD actual	YTD variance	YTD variance %
<b>R thousands</b>					
<b>EXPENDITURE</b>					
<b>Operating expenditure of Approved Roll-overs</b>					
<b>National Government:</b>	-	-	-	-	
Local Government Equitable Share				-	
Finance Management				-	
EPWP Incentive				-	
Other transfers and grants [insert description]				-	
<b>Provincial Government:</b>	1,431	352	495	936	65.4%
Human Settlements Development Grant				-	
Resourcing Funding for Establishment & Support of a K9 Unit	897	351	351	546	60.9%
Disaster Management Grant				-	
Financial Management Capacity Building Grant	360			360	100.0%
Local Government Internship Grant	36		36	-	
Municipal Service Delivery & Capacity Building Grant	138	1	108	30	21.8%
<b>Total operating expenditure of Approved Roll-overs</b>	<b>1,431</b>	<b>352</b>	<b>495</b>	<b>936</b>	<b>65.4%</b>
<b>Capital expenditure of Approved Roll-overs</b>					
<b>National Government:</b>					
Municipal Infrastructure Grant (MIG)					
Other capital transfers [insert description]					
<b>Provincial Government:</b>	2,903	788	2,903	-	
Resourcing Funding for Establishment & Support of a K9 Unit	2,903	788	2,903	-	
<b>Total capital expenditure of Approved Roll-overs</b>	<b>2,903</b>	<b>788</b>	<b>2,903</b>	<b>-</b>	
<b>TOTAL EXPENDITURE OF APPROVED ROLL-OVERS</b>	<b>4,334</b>	<b>1,140</b>	<b>3,398</b>	<b>936</b>	<b>21.6%</b>

A Roll over application was submitted to Provincial Treasury during July and August 2019 for the unspent Title Deeds- Housing Funds, LG Internship Graduate Grant, Financial Management Capacity Building Grant, Financial Management Support Grant, Municipal Service Delivery & Capacity Building Grant and Resourcing Funding for Establishment and support of a K9 Unit.

All unspent grants relating to the 2018/2019 financial year were granted and reflected above. The request to roll over unspent Financial Management Capacity Building Grant and Financial Management Support Grant funds relating to the 2017/2018 financial year were declined and returned to Provincial Treasury during the second quarter.

## Expenditure on councillor allowances and employee benefits

### Supporting Table SC8

#### WC032 Overstrand - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M12 June

Summary of Employee and Councillor remuneration	2018/19	Budget Year 2019/20							
	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	9,467	10,317	10,317	1,217	10,174	10,317	(143)	-1%	10,317
Pension and UIF Contributions	-	-	-	-	-	-	-	-	-
Medical Aid Contributions	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	-	-	-	-	-	-	-	-	-
Cellphone Allowance	1,106	1,066	1,066	93	1,108	1,066	42	4%	1,066
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	-	-	-	-	-	-	-	-	-
<b>Sub Total - Councillors</b>	<b>10,573</b>	<b>11,383</b>	<b>11,383</b>	<b>1,310</b>	<b>11,282</b>	<b>11,383</b>	<b>(100)</b>	<b>-1%</b>	<b>11,383</b>
<b><u>Senior Managers of the Municipality</u></b>									
Basic Salaries and Wages	11,036	11,292	11,292	982	11,569	11,292	276	2%	11,292
Pension and UIF Contributions	-	-	-	-	-	-	-	-	-
Medical Aid Contributions	-	-	-	-	-	-	-	-	-
Overtime	-	-	-	-	-	-	-	-	-
Performance Bonus	187	109	136	-	136	136	(0)	0%	136
Motor Vehicle Allowance	-	-	-	-	-	-	-	-	-
Cellphone Allowance	187	187	187	16	187	187	-	-	187
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	7	-	-	-	-	-	-	-	-
Payments in lieu of leave	-	-	-	-	-	-	-	-	-
Long service awards	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Municipality</b>	<b>11,416</b>	<b>11,588</b>	<b>11,615</b>	<b>998</b>	<b>11,891</b>	<b>11,615</b>	<b>276</b>	<b>2%</b>	<b>11,615</b>
<b><u>Other Municipal Staff</u></b>									
Basic Salaries and Wages	214,176	245,260	239,028	20,455	233,773	239,028	(5,255)	-2%	239,028
Pension and UIF Contributions	36,580	41,471	41,324	3,302	39,697	41,324	(1,627)	-4%	41,324
Medical Aid Contributions	12,035	14,459	14,572	1,119	13,141	14,572	(1,431)	-10%	14,572
Overtime	34,501	29,320	35,795	5,199	38,377	35,795	2,582	7%	35,795
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	7,897	7,947	8,077	697	7,923	8,077	(153)	-2%	8,077
Cellphone Allowance	1,887	2,067	2,085	164	1,948	2,085	(137)	-7%	2,085
Housing Allowances	2,350	2,567	2,630	212	2,514	2,630	(116)	-4%	2,630
Other benefits and allowances	26,930	30,363	30,390	1,899	29,432	30,390	(959)	-3%	30,390
Payments in lieu of leave	2,532	1,125	1,125	94	1,125	1,125	0	0%	1,125
Long service awards	2,598	2,062	2,062	172	2,062	2,062	-	-	2,062
Post-retirement benefit obligations	14,955	11,571	11,606	964	11,606	11,606	0	0%	11,606
<b>Sub Total - Other Municipal Staff</b>	<b>356,441</b>	<b>388,216</b>	<b>388,695</b>	<b>34,276</b>	<b>381,599</b>	<b>388,695</b>	<b>(7,096)</b>	<b>-2%</b>	<b>388,695</b>
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>	<b>378,431</b>	<b>411,187</b>	<b>411,693</b>	<b>36,583</b>	<b>404,772</b>	<b>411,693</b>	<b>(6,921)</b>	<b>-2%</b>	<b>411,693</b>
<b>TOTAL MANAGERS AND STAFF</b>	<b>367,858</b>	<b>399,804</b>	<b>400,310</b>	<b>35,273</b>	<b>393,490</b>	<b>400,310</b>	<b>(6,820)</b>	<b>-2%</b>	<b>400,310</b>

**SDBIP**

The results of the SDBIP for the fourth quarter ended 30 June 2020 will be included in a separate comprehensive report to be tabled in Council.

## Financial Performance

### Supporting Table SC2

#### WC032 Overstrand - Supporting Table SC2 Monthly Budget Statement - performance indicators - M12 June

Description of financial indicator	Basis of calculation	2018/19	Budget Year 2019/20			
		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	1.0%	14.6%	14.0%	3.9%	4.8%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	20.8%	34.6%	24.8%	24.9%	24.8%
<b><u>Safety of Capital</u></b>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	16.2%	17.0%	15.3%	17.5%	15.3%
Gearing	Long Term Borrowing/ Funds & Reserves	12959.0%	13636.3%	13028.5%	13169.7%	13028.5%
<b><u>Liquidity</u></b>						
Current Ratio	Current assets/current liabilities	319.1%	249.3%	325.6%	297.8%	325.6%
Liquidity Ratio	Monetary Assets/Current Liabilities	239.4%	189.7%	270.2%	230.4%	270.2%
<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	12.1%	9.3%	8.4%	11.8%	8.4%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Creditors Management</u></b>						
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))	99.5%	100.0%	100.0%	100.0%	100.0%
<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	6.5%	5.5%	Annual Indicator	Annual Indicator	5.5%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	24.3%	18.3%	Annual Indicator	Annual Indicator	18.3%
Employee costs	Employee costs/Total Revenue - capital revenue	32.0%	34.1%	31.0%	30.4%	31.0%
Repairs & Maintenance	R&M/Total Revenue - capital revenue	0.0%	17.0%	15.8%	9.4%	15.4%
Interest & Depreciation	I&D/Total Revenue - capital revenue	15.3%	15.6%	14.2%	3.6%	4.9%
<b><u>IDP regulation financial viability indicators</u></b>						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	22.32	13.4	13.4	24.9	13.4
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	11.3%	11.8%	11.8%	13.7%	11.8%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	9.15	4.9	4.9	7.91	4.9

## Capital programme performance

### Supporting Table SC12

#### WC032 Overstrand - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M12 June

Month	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
R thousands								%	
<b>Monthly expenditure performance trend</b>									
July	3	4,945	304	608	608	304	(304)	-100.0%	0%
August	3,058	6,475	3,054	6,109	6,717	3,359	(3,359)	-100.0%	3%
September	15,792	7,934	14,773	29,546	36,264	18,132	(18,132)	-100.0%	14%
October	10,698	10,520	6,609	13,218	49,482	24,741	(24,741)	-100.0%	19%
November	16,810	17,031	5,508	11,015	60,497	30,249	(30,249)	-100.0%	23%
December	14,086	12,706	25,085	50,173	110,670	55,333	(55,337)	-100.0%	42%
January	4,586	16,129	22,001	4,140	114,810	77,335	(37,476)	-48.5%	44%
February	12,226	20,223	21,749	9,982	124,792	99,084	(25,709)	-25.9%	48%
March	24,960	21,360	24,406	21,026	145,818	123,490	(22,328)	-18.1%	56%
April	19,866	26,186	29,935	6,193	152,011	153,425	1,414	0.9%	58%
May	28,978	19,313	20,680	6,517	158,529	174,105	15,577	8.9%	61%
June	24,046	98,856	101,695	46,945	205,474	275,800	70,326	25.5%	79%
<b>Total Capital expenditure</b>	<b>175,110</b>	<b>261,677</b>	<b>275,800</b>	<b>205,474</b>					

See comments under variances.

## Top 10 Capital Projects

umb	Local Area	Ward	Project description	Original Budget R'000	Adjusted budget R'000	YTD Expenditure R'000	Status of the project	At what stage is each project currently	Any challenges identified that is resulting in delays?	What measures are in place to remedy the existing challenges.
1	Overstrand	Overstrand	LOW COST HOUSING SERVICE: CONSTRUCTION CONTRACTS & LAND	26,438,832	79,723,363	79,334,776	Construction stage.	Stanford IRDP - 95% progress, Masakhane IRDP - 100% progress.	Not applicable.	Not applicable.
2	Hawston	Ward 08	UPGRADE HAWSTON SPORT COMPLEX	15,577,530	15,577,530	8,758,350	Under construction .	Under construction.	Construction delayed as result of National lockdown period	Extension of time granted to contractors, Roll-over of funding.
3	Hermanus	Ward 04	UPGRADE HERMANUS WELL FIELDS PHASE 1	4,000,000	12,306,300	5,620,414	Deviation application SCD 3175/2020 approved. Construction commenced	Construction stage.	Electricity supply constraints had to be addressed. The COVID-19 lockdown period delayed the project by 40 calendar days. Good progress in June 2020.	Contractor to speed up construction where possible after lockdown. Good progress in June 2020.
4	Overstrand	Overstrand	WATER MASTER PLAN IMPLEMENTATION	16,286,360	7,983,360	7,867,983	Contract SC 1919/2018 was terminated.	Contract SC1919/2018 was terminated on 17 February 2020 due to the contractor's non performance. New tender specifications ready for submission to SCM.	Due to the termination of the contract, there is a need to commence with a complete new tender process. No progress during lock down period, but planning is now in progress.	Tender process will be expedited as far as practically possible between the user department, consulting engineers and SCM.
5	Masakhane	Ward 01	NEW 4ML RESERVOIR	7,098,256	7,098,256	4,798,256	Under construction .	Under construction.	Construction delayed as result of National lockdown period	Extension of time granted to contractors, Roll-over of funding
6	Gansbaai	Ward 02	GANSBAAI CBD SEWER NETWORK EXTENSION	6,574,574	6,574,574	6,445,400	Practical completion.	Practical completion (Contract SC1916/2018).	No progress was possible during lockdown period, but construction was allowed to continue from middle of May.	Contractor to speed up construction where possible after lockdown. Good progress; completion achieved.
7	Overstrand	Overstrand	VEHICLES-WASTE MANAGEMENT	5,931,122	6,011,122	5,993,747	Vehicles has been delivered.	Vehicles has been delivered.	No delays.	Not applicable.
8	Pringle Bay	Ward 10	NEW RESERVOIR FOR PRINGLE BAY	9,175,105	5,550,105	1,525,067	Tender SC 2018/2019 was awarded on 12/12/ 2019.	Construction.	No progress was possible during lockdown period, but construction was allowed to continue from middle of May. Good progress in June 2020.	Contractor to speed up construction where possible after lockdown. Good progress in June 2020.
9	Blompark	Ward 02	BLOMPARK HOUSING PROJECT BULK STORMWATER	7,485,744	5,309,970	5,309,970	Completed.	Completed.	Not applicable.	Not applicable.
10	Hawston	Ward 08	HAWSTON: UPGRADE INTERSECTION R43/GEORGE VILJOEN STREET	0	4,650,000	102,160	Construction Stage.	Contractor on site - 35% Progress.	Not applicable.	Not applicable.
<b>Totals</b>				<b>98,567,523</b>	<b>150,784,580</b>	<b>125,756,123</b>				

Low costing housing services:  
Construction Contracts & Land

Note: Due to change in accounting treatment of construction contracts relating to housing.  
The housing projects is consolidated for this template.

## Supporting Table SC13a

WC032 Overstrand - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M12  
June

Description	2018/19	Budget Year 2019/20							
	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>	<b>96,933</b>	<b>143,762</b>	<b>106,765</b>	<b>23,643</b>	<b>71,995</b>	<b>106,765</b>	34,771	<b>32.6%</b>	<b>105,545</b>
Roads Infrastructure	12,061	19,683	16,033	6,029	9,684	16,033	6,350	<b>39.6%</b>	16,033
<i>Roads</i>	12,061	19,683	16,033	6,029	9,684	16,033	6,350	<b>39.6%</b>	16,033
Storm water Infrastructure	7,247	23,841	18,641	2,021	7,913	18,641	10,728	<b>57.5%</b>	18,641
<i>Drainage Collection</i>							-		500
Electrical Infrastructure	28,893	23,801	18,999	1,166	11,635	18,999	7,365	<b>38.8%</b>	18,999
<i>MV Substations</i>		6,956	6,260	126	2,947	6,260	3,313	<b>52.9%</b>	6,260
<i>MV Networks</i>	28,893	16,845	12,739	1,040	8,688	12,739	4,051	<b>31.8%</b>	12,739
Water Supply Infrastructure	12,270	42,344	35,423	9,944	26,357	35,423	9,066	<b>25.6%</b>	35,423
<i>Boreholes</i>		2,000	6,153		4,356	6,153	1,797	<b>29.2%</b>	6,153
<i>Reservoirs</i>	12,270	16,273	12,648	6,046	8,175	12,648	4,473	<b>35.4%</b>	12,648
<i>Water Treatment Works</i>		2,150	6,153	3,898	3,898	6,153	2,256	<b>36.7%</b>	6,153
<i>Distribution</i>		21,921	10,469		9,928	10,469	541	<b>5.2%</b>	10,469
Sanitation Infrastructure	34,963	24,093	13,169	4,219	14,825	13,169	(1,656)	<b>-12.6%</b>	11,949
<i>Pump Station</i>		300	600	312	481	600	119	<b>19.9%</b>	600
<i>Reticulation</i>	34,963	14,358	8,658	2,732	9,864	8,658	(1,206)	<b>-13.9%</b>	7,438
<i>Waste Water Treatment Works</i>		9,435	3,911	1,175	4,481	3,911	(569)	<b>-14.6%</b>	3,911
<i>Capital Spares</i>							-		
Solid Waste Infrastructure	1,499	10,000	4,500	264	1,581	4,500	2,919	<b>64.9%</b>	4,500
<i>Landfill Sites</i>	1,499	10,000	4,500	264	1,581	4,500	2,919	<b>64.9%</b>	4,500
<b>Community Assets</b>	<b>30,804</b>	<b>12,800</b>	<b>6,789</b>	<b>4,491</b>	<b>5,043</b>	<b>6,789</b>	<b>1,747</b>	<b>25.7%</b>	<b>8,009</b>
Community Facilities	30,804	12,420	6,739	2,671	3,223	6,739	3,516	<b>52.2%</b>	7,959
<i>Halls</i>		-	-		-	-	-		
<i>Crèches</i>	559	793	718	459	578	718	140	19.6%	718
<i>Fire/Ambulance Stations</i>		-	-		-	-	-		
<i>Testing Stations</i>	4,809	1,100	1,100	1,070	1,114	1,100	(14)	-1.3%	1,100
<i>Cemeteries/Crematoria</i>	381	1,500	2,272		207	2,272	2,064	90.9%	980
<i>Police</i>		-	(1,292)		-	(1,292)	(1,292)	100.0%	
<i>Purfs</i>		526	526		139	526	387	73.6%	526
<i>Public Open Space</i>	23,923	5,321	5,016	1,142	1,142	5,016	3,874	77.2%	4,636
<i>Nature Reserves</i>		2,300	(380)		-	(380)	(380)	100.0%	
<i>Public Ablution Facilities</i>		880	(1,220)		44	(1,220)	(1,264)	103.6%	
Sport and Recreation Facilities	-	380	50	1,820	1,820	50	(1,770)	<b>-3539.5%</b>	50
<i>Outdoor Facilities</i>		380	50	1,820	1,820	50	(1,770)	<b>-3539.5%</b>	50
<b>Other assets</b>	<b>37,368</b>	<b>35,472</b>	<b>94,402</b>	<b>5,004</b>	<b>82,700</b>	<b>94,402</b>	<b>11,702</b>	<b>12.4%</b>	<b>94,402</b>
Operational Buildings	3,092	9,034	10,029	491	3,671	10,029	6,357	<b>63.4%</b>	10,029
Housing	34,276	26,439	84,373	4,513	79,028	84,373	5,345	<b>6.3%</b>	84,373
<i>Social Housing</i>	34,276	26,439	84,373	4,513	79,028	84,373	5,345	6.3%	84,373
<b>Biological or Cultivated Assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
<b>Computer Equipment</b>	<b>1,346</b>	<b>4,200</b>	<b>4,220</b>	<b>2,874</b>	<b>3,972</b>	<b>4,220</b>	<b>248</b>	5.9%	<b>4,220</b>
Computer Equipment	1,346	4,200	4,220	2,874	3,972	4,220	248	5.9%	4,220
<b>Furniture and Office Equipment</b>	<b>295</b>	<b>280</b>	<b>280</b>	<b>-</b>	<b>246</b>	<b>280</b>	<b>34</b>	12.3%	<b>280</b>
Furniture and Office Equipment	295	280	280		246	280	34	12.3%	280
<b>Machinery and Equipment</b>	<b>1,428</b>	<b>900</b>	<b>1,467</b>	<b>230</b>	<b>762</b>	<b>1,467</b>	<b>705</b>	48.1%	<b>1,467</b>
Machinery and Equipment	1,428	900	1,467	230	762	1,467	705	48.1%	1,467
<b>Transport Assets</b>	<b>6,936</b>	<b>17,493</b>	<b>20,385</b>	<b>5,145</b>	<b>17,133</b>	<b>20,385</b>	<b>3,252</b>	16.0%	<b>20,385</b>
Transport Assets	6,936	17,493	20,385	5,145	17,133	20,385	3,252	16.0%	20,385
<b>Total Capital Expenditure on new assets</b>	<b>175,110</b>	<b>214,907</b>	<b>234,309</b>	<b>41,386</b>	<b>181,850</b>	<b>234,309</b>	<b>52,459</b>	<b>22.4%</b>	<b>234,309</b>

**Supporting Table SC13b**

WC032 Overstrand - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M12 June

Description	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<b>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	-	6,570	6,558	4,129	4,417	6,558	2,141	32.6%	6,558
Roads Infrastructure	-	10	10	-	8	10	2	22.4%	10
Roads	-	10	10	-	8	10	2	22.4%	10
Electrical Infrastructure	-	-	-	-	-	-	-	-	-
MV Networks	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	-	2,560	2,548	1,634	1,634	2,548	914	35.9%	2,548
Water Treatment Works	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure	-	4,000	4,000	2,495	2,776	4,000	1,224	30.6%	4,000
Waste Water Treatment Works	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure	-	-	-	-	-	-	-	-	-
Waste Transfer Stations	-	-	-	-	-	-	-	-	-
<b>Community Assets</b>	-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	-	-	-	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>	-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-
<b>Furniture and Office Equipment</b>	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-
<b>Machinery and Equipment</b>	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-
<b>Transport Assets</b>	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-
<b>Land</b>	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on renewal of existing assets</b>	-	6,570	6,558	4,129	4,417	6,558	2,141	32.6%	6,558

## Supporting Table SC13c

WC032 Overstrand - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M12  
June

Description	2018/19	Budget Year 2019/20							
	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>	<b>145,959</b>	<b>139,955</b>	<b>142,757</b>	<b>9,761</b>	<b>83,256</b>	<b>142,757</b>	59,501	<b>41.7%</b>	<b>142,757</b>
Roads Infrastructure	61,860	65,331	67,653	4,259	36,853	67,653	30,800	<b>45.5%</b>	67,653
<i>Roads</i>	61,860	62,398	63,573	2,069	32,288	63,573	31,285	<b>49.2%</b>	63,573
<i>Road Structures</i>		2,933	4,080	2,190	4,565	4,080	(485)	<b>-11.9%</b>	4,080
Storm water Infrastructure	5,765	6,600	6,080	390	3,060	6,080	3,020	<b>49.7%</b>	6,080
<i>Drainage Collection</i>	5,765	3,339	3,214	175	2,470	3,214	744	<b>23.1%</b>	3,214
<i>Storm water Conveyance</i>		3,262	2,867	215	590	2,867	2,277	<b>79.4%</b>	2,867
Electrical Infrastructure	23,082	37,099	38,580	1,896	21,353	38,580	17,228	<b>44.7%</b>	38,580
<i>HV Transmission Conductors</i>		-	-				-		-
Water Supply Infrastructure	17,367	16,935	17,319	2,241	13,940	17,319	3,379	<b>19.5%</b>	17,319
Sanitation Infrastructure	14,967	11,541	10,792	954	7,675	10,792	3,117	<b>28.9%</b>	10,792
<i>Waste Water Treatment Works</i>	14,967	10,671	9,872	655	7,021	9,872	2,852	<b>28.9%</b>	9,872
Solid Waste Infrastructure	22,918	2,220	2,146	21	323	2,146	1,822	<b>84.9%</b>	2,146
<i>Landfill Sites</i>		55	41		10	41	31	<b>75.3%</b>	41
<i>Waste Transfer Stations</i>	22,918	427	436		0	436	436	<b>99.9%</b>	436
<i>Waste Processing Facilities</i>		74	152		29	152	123	<b>81.1%</b>	152
<i>Waste Drop-off Points</i>		1,433	1,433	21	281	1,433	1,153	<b>80.4%</b>	1,433
<i>Waste Separation Facilities</i>		230	83		3	83	80	<b>96.0%</b>	83
Coastal Infrastructure	-	189	147	-	53	147	94	<b>64.1%</b>	147
Information and Communication Infrastructure	-	40	40	-	-	40	40	<b>100.0%</b>	40
<b>Community Assets</b>	<b>39,801</b>	<b>40,198</b>	<b>39,158</b>	<b>2,382</b>	<b>30,789</b>	<b>39,158</b>	<b>8,369</b>	<b>21.4%</b>	<b>39,158</b>
Community Facilities	27,117	34,241	33,296	1,884	27,715	33,296	5,580	<b>16.8%</b>	33,296
<i>Halls</i>	4,287	3,875	4,077	216	3,168	4,077	910	22.3%	4,077
<i>Fire/Ambulance Stations</i>		912	912	-	51	912	861	94.4%	912
<i>Testing Stations</i>		13	113	-		113	113	100.0%	113
<i>Libraries</i>	28	164	170	-	46	170	124	72.9%	170
<i>Cemeteries/Crematoria</i>	1,059	978	938	39	621	938	316	33.7%	938
<i>Public Open Space</i>	21,743	4,219	3,104	139	3,919	3,104	(816)	-26.3%	3,104
Sport and Recreation Facilities	12,685	5,957	5,862	498	3,074	5,862	2,788	<b>47.6%</b>	5,862
<i>Outdoor Facilities</i>	12,685	5,957	5,862	498	3,074	5,862	2,788	47.6%	5,862
<b>Heritage assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Investment properties</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Other assets</b>	<b>8,009</b>	<b>2,217</b>	<b>2,347</b>	<b>-</b>	<b>472</b>	<b>2,347</b>	<b>1,875</b>	<b>79.9%</b>	<b>2,347</b>
Operational Buildings	8,009	2,217	2,347	-	472	2,347	1,875	<b>79.9%</b>	2,347
<i>Municipal Offices</i>	8,009	2,074	2,210		472	2,210	1,738	78.6%	2,210
<i>Building Plan Offices</i>		105	99		-	99	99	100.0%	99
<i>Stores</i>		38	38		-	38	38	100.0%	38
<b>Intangible Assets</b>	<b>-</b>	<b>5,653</b>	<b>6,353</b>	<b>-</b>	<b>1,611</b>	<b>6,353</b>	<b>4,742</b>	<b>74.6%</b>	<b>6,353</b>
<b>Computer Equipment</b>	<b>4,890</b>	<b>1,193</b>	<b>1,068</b>	<b>-</b>	<b>376</b>	<b>1,068</b>	<b>691</b>	<b>64.8%</b>	<b>1,068</b>
Computer Equipment	4,890	1,193	1,068		376	1,068	691	64.8%	1,068
<b>Furniture and Office Equipment</b>	<b>16,364</b>	<b>431</b>	<b>439</b>	<b>-</b>	<b>81</b>	<b>439</b>	<b>358</b>	<b>81.6%</b>	<b>439</b>
Furniture and Office Equipment	16,364	431	439		81	439	358	81.6%	439
<b>Machinery and Equipment</b>	<b>-</b>	<b>-</b>	<b>12,305</b>	<b>1</b>	<b>1</b>	<b>12,305</b>	<b>12,304</b>	<b>100.0%</b>	<b>12,305</b>
Machinery and Equipment			12,305	1	1	12,305	12,304	100.0%	12,305
<b>Transport Assets</b>	<b>-</b>	<b>9,542</b>	<b>(133)</b>	<b>(98)</b>	<b>4,435</b>	<b>(133)</b>	<b>(4,568)</b>	<b>3438.7%</b>	<b>(133)</b>
Transport Assets		9,542	(133)	(98)	4,435	(133)	(4,568)	3438.7%	(133)
<b>Total Repairs and Maintenance Expenditure</b>	<b>215,024</b>	<b>199,189</b>	<b>204,294</b>	<b>12,047</b>	<b>121,022</b>	<b>204,294</b>	<b>83,273</b>	<b>40.8%</b>	<b>204,294</b>

## Supporting Table SC13d

## WC032 Overstrand - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M12 June

Description	2018/19	Budget Year 2019/20							
	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>	<b>112,502</b>	<b>104,946</b>	<b>104,946</b>	<b>8,746</b>	<b>104,946</b>	<b>104,946</b>	-		<b>104,946</b>
Roads Infrastructure	33,523	34,090	34,090	2,841	34,090	34,090	-		34,090
<i>Roads</i>	32,825	34,090	34,090	2,841	34,090	34,090	-		34,090
Storm water Infrastructure	5,827	6,044	6,044	504	6,044	6,044	-		6,044
<i>Storm water Conveyance</i>	5,827						-		
Electrical Infrastructure	24,965	25,166	25,166	2,097	25,166	25,166	-		25,166
<i>HV Transmission Conductors</i>	-						-		
Water Supply Infrastructure	27,676	27,501	27,501	2,292	27,501	27,501	-		27,501
<i>Water Treatment Works</i>	-						-		
<i>Distribution</i>	27,444	27,501	27,501	2,292	27,501	27,501	-		27,501
Sanitation Infrastructure	16,668	9,897	9,897	825	9,897	9,897	-		9,897
<i>Reticulation</i>	16,390						-		
<i>Waste Water Treatment Works</i>	-	9,897	9,897	825	9,897	9,897	-		9,897
Solid Waste Infrastructure	3,843	2,248	2,248	187	2,248	2,248	-		2,248
<i>Waste Transfer Stations</i>	-						-		
<b>Community Assets</b>	-	-	-	-	-	-	-		-
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
<i>Outdoor Facilities</i>	-						-		
<b>Heritage assets</b>	-	-	-	-	-	-	-		-
<b>Investment properties</b>	-	-	-	-	-	-	-		-
<b>Other assets</b>	<b>11,971</b>	<b>12,662</b>	<b>12,662</b>	<b>1,055</b>	<b>12,662</b>	<b>12,662</b>	-		<b>12,662</b>
Operational Buildings	11,971	12,662	12,662	1,055	12,662	12,662	-		12,662
<i>Municipal Offices</i>	11,971	12,662	12,662	1,055	12,662	12,662	-		12,662
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-		-
<b>Intangible Assets</b>	<b>525</b>	<b>723</b>	<b>723</b>	<b>60</b>	<b>723</b>	<b>723</b>	-		<b>723</b>
Licences and Rights	525	723	723	60	723	723	-		723
<i>Computer Software and Applications</i>	525	723	723	60	723	723	-		723
<b>Computer Equipment</b>	-	-	-	-	-	-	-		-
Computer Equipment									
<b>Furniture and Office Equipment</b>	<b>1,826</b>	<b>8,137</b>	<b>8,137</b>	<b>678</b>	<b>8,137</b>	<b>8,137</b>	-		<b>8,137</b>
Furniture and Office Equipment	1,826	8,137	8,137	678	8,137	8,137	-		8,137
<b>Machinery and Equipment</b>	<b>764</b>	<b>736</b>	<b>736</b>	<b>61</b>	<b>736</b>	<b>736</b>	-		<b>736</b>
Machinery and Equipment	764	736	736	61	736	736	-		736
<b>Transport Assets</b>	<b>3,516</b>	<b>4,081</b>	<b>4,081</b>	<b>340</b>	<b>4,081</b>	<b>4,081</b>	-		<b>4,081</b>
Transport Assets	3,516	4,081	4,081	340	4,081	4,081	-		4,081
<b>Land</b>	-	-	-	-	-	-	-		-
Land									
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals									
<b>Total Depreciation</b>	<b>131,104</b>	<b>131,285</b>	<b>131,285</b>	<b>10,940</b>	<b>131,285</b>	<b>131,285</b>	-		<b>131,285</b>

## Supporting Table SC13e

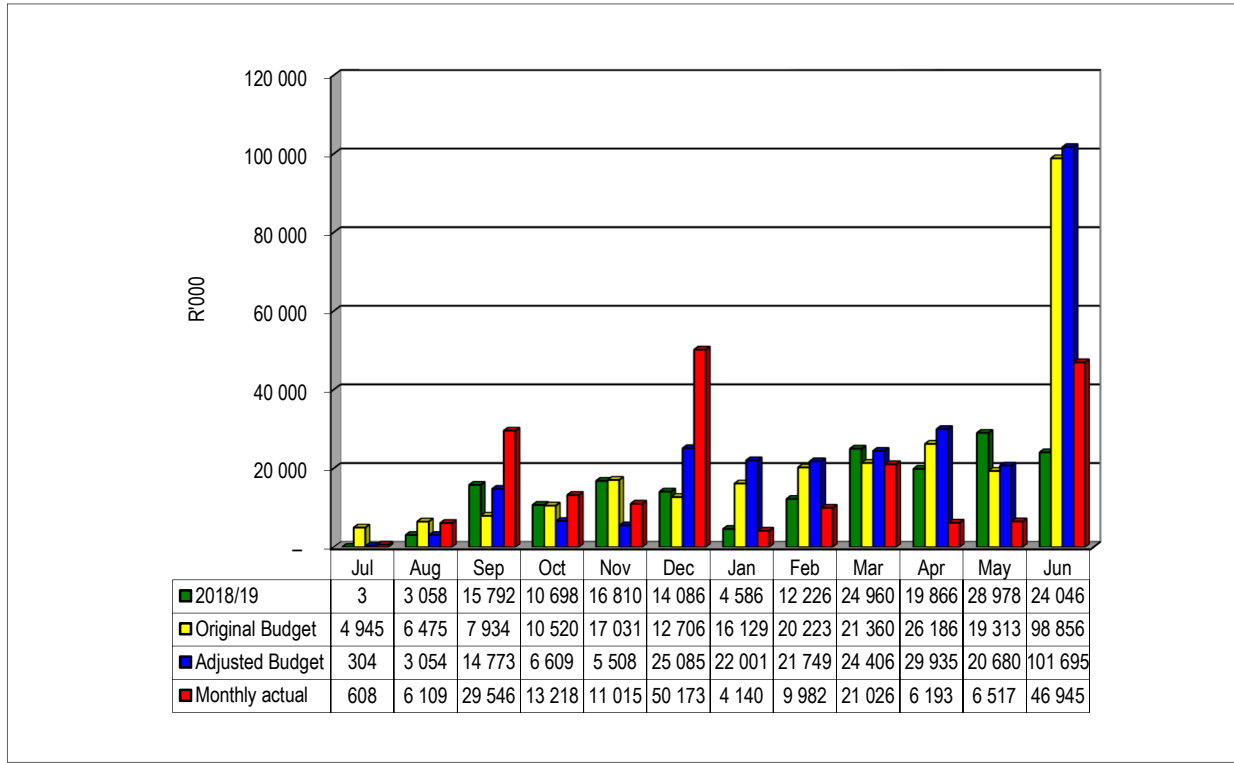
WC032 Overstrand - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - M12 June

Description	2018/19	Budget Year 2019/20							
	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 upgrading of existing assets by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	-	23,172	16,905	1,430	11,612	16,905	5,293	31.3%	16,905
Roads Infrastructure	-	-	-	-	-	-	-	-	-
<i>Roads</i>									
Storm water Infrastructure	-	3,160	3,160	869	1,285	3,160	1,875	59.3%	3,160
<i>Drainage Collection</i>									
<i>Storm water Conveyance</i>		3,160	3,160	869	1,285	3,160	1,875	59.3%	3,160
<i>Attenuation</i>									
Electrical Infrastructure	-	9,750	9,750	22	7,894	9,750	1,856	19.0%	9,750
<i>MV Networks</i>		9,750	9,750	22	7,894	9,750	1,856	19.0%	9,750
Water Supply Infrastructure	-	3,600	2,011	83	1,947	2,011	65	3.2%	2,011
<i>Distribution</i>		3,600	2,011	83	1,947	2,011	65	3.2%	2,011
Sanitation Infrastructure	-	5,662	984	455	487	984	497	50.6%	984
<i>Reticulation</i>		5,662	984	455	487	984	497	50.6%	984
Solid Waste Infrastructure	-	1,000	1,000	-	-	1,000	1,000	100.0%	1,000
<i>Landfill Sites</i>									
<i>Waste Transfer Stations</i>		1,000	1,000			1,000	1,000	100.0%	1,000
<b>Community Assets</b>	-	16,928	17,928	-	7,534	17,928	10,393	58.0%	17,928
Sport and Recreation Facilities	-	16,928	17,928	-	7,534	17,928	10,393	58.0%	17,928
<i>Outdoor Facilities</i>		16,928	17,928		7,534	17,928	10,393	58.0%	17,928
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	-	100	100	-	61	100	39	39.1%	100
Operational Buildings	-	100	100	-	61	100	39	39.1%	100
<i>Municipal Offices</i>									
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets									
<b>Intangible Assets</b>	-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>	-	-	-	-	-	-	-	-	-
Computer Equipment									
<b>Furniture and Office Equipment</b>	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment									
<b>Machinery and Equipment</b>	-	-	-	-	-	-	-	-	-
Machinery and Equipment									
<b>Transport Assets</b>	-	-	-	-	-	-	-	-	-
Transport Assets									
<b>Land</b>	-	-	-	-	-	-	-	-	-
Land									
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals									
<b>Total Capital Expenditure on upgrading of existing assets</b>	-	40,200	34,933	1,430	19,207	34,933	15,726	45.0%	34,933

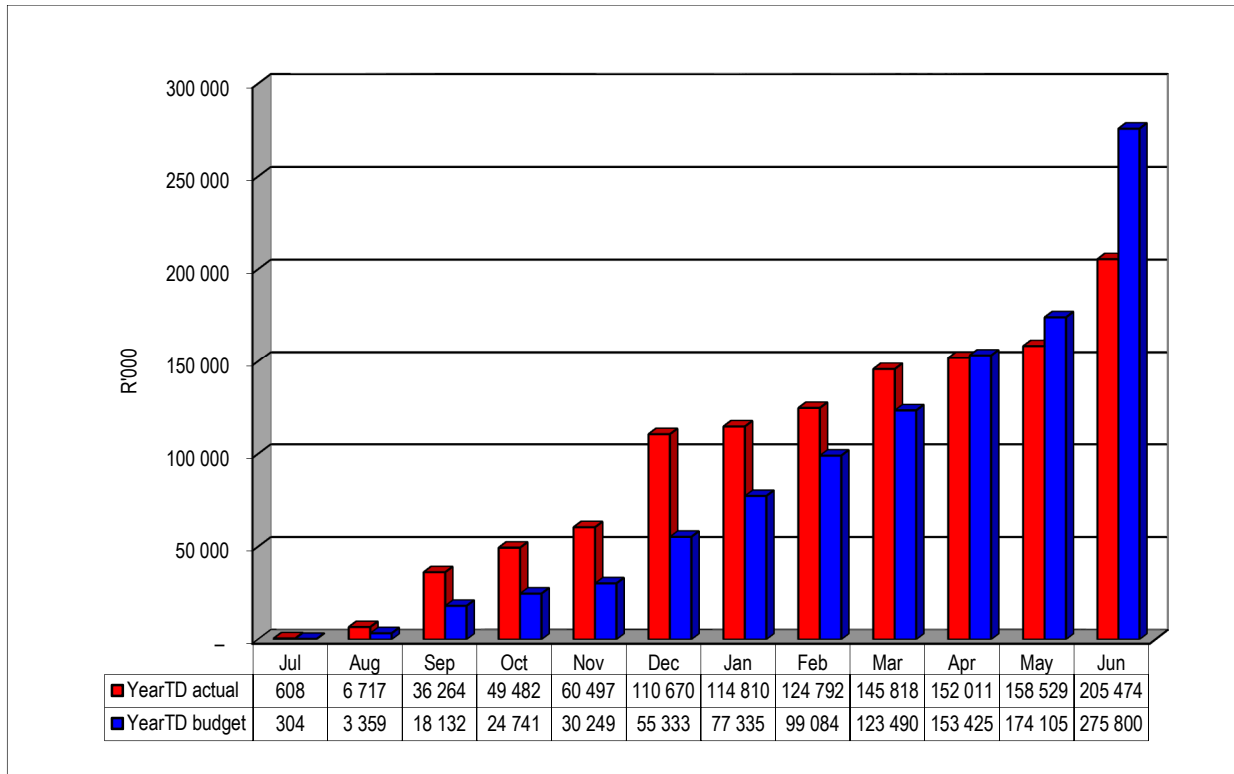
**Other supporting documentation**

**Section 71 charts**

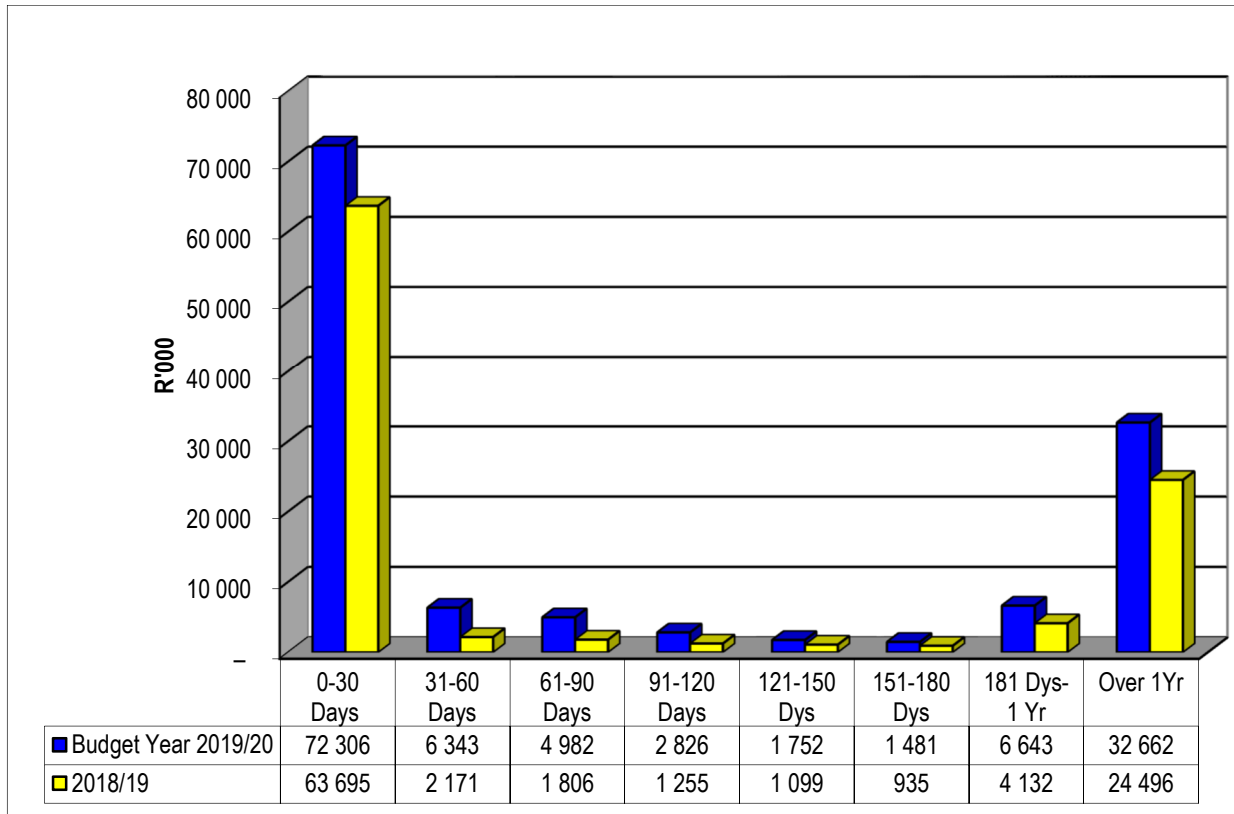
**Capital expenditure monthly trend - actual vs target**



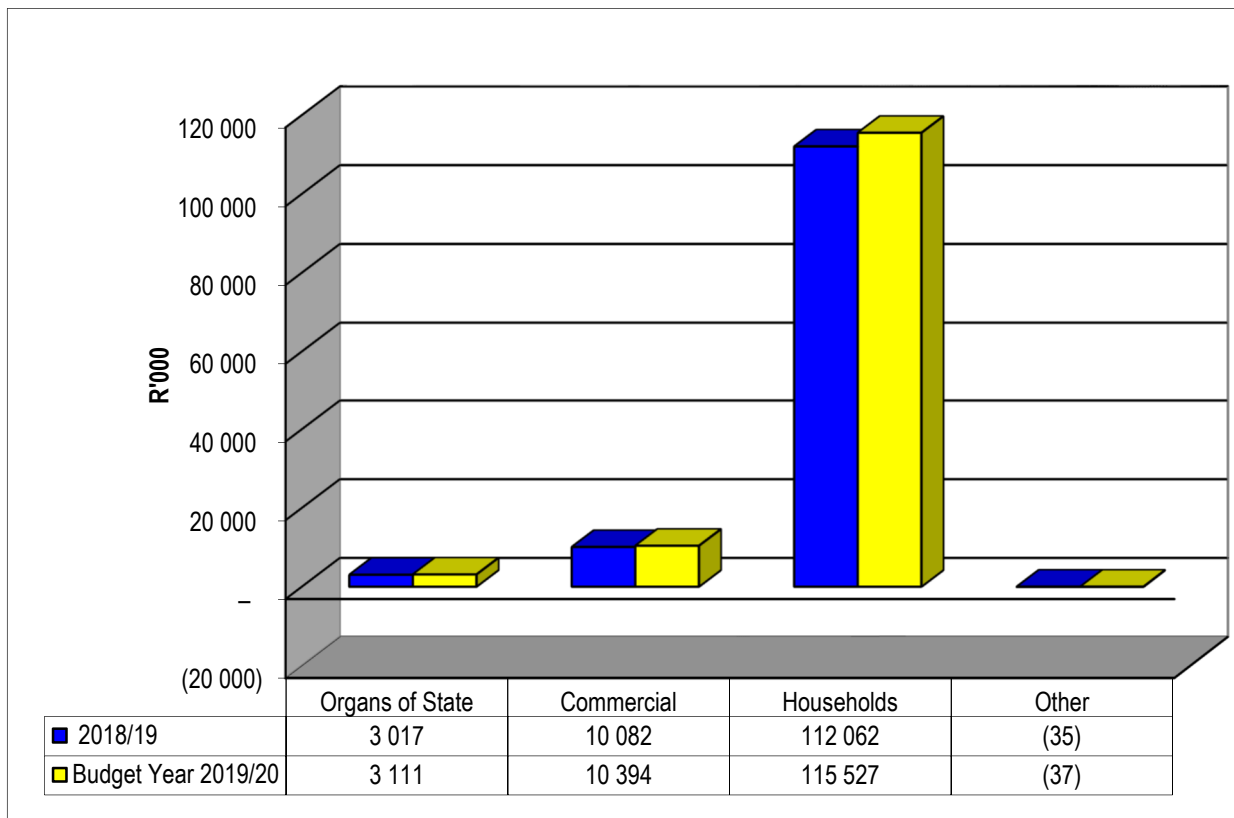
**Capital expenditure – YTD actual vs YTD trend**



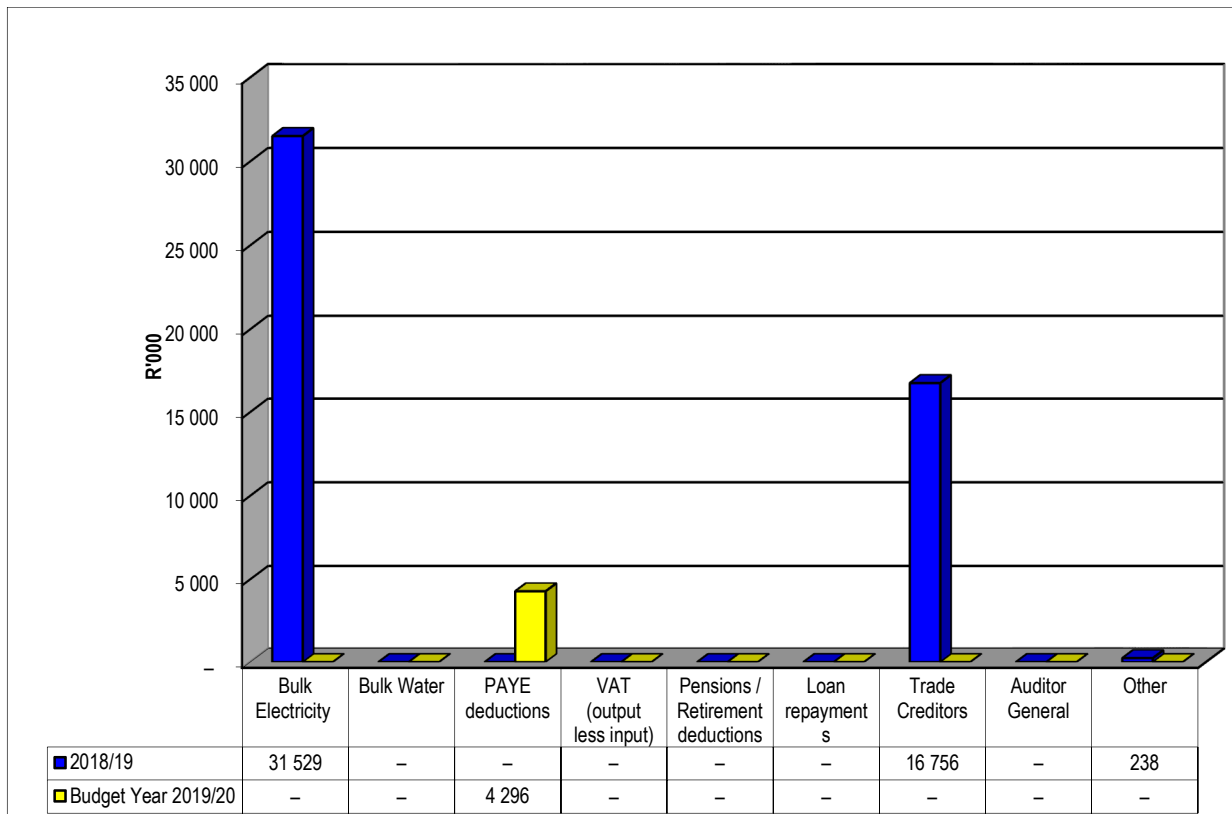
**Debtors Age Analysis**



**Debtors by Type**



### Creditor Payments



**Municipal manager's quality certification**

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

**Quarterly Budget Report**

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

Print name: **CC Groenewald**

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

Signature:

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

Date:

22 July 2020

## ANNEXURE B

**EXECUTIVE MAYOR'S SPECIAL FUND**

Status report in terms of paragraph 7 of the policy

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

<b>Opening Balance 01/07/2019</b>	<b>R25 712.89</b>
<b>Add: Overstrand Budget Allocation 2019/2020</b>	<b>R100 000.00</b>
<b>Donations received:</b>	
Quarter 1	300.00
Quarter 2	450.00
Quarter 3	350.00
Quarter 4	200.00
	<b>R1 300.00</b>
<b>Amount withdrawn:</b>	
Quarter 1	-21 500.00
Quarter 2	-57 792.00
Quarter 3	-8 000.00
Quarter 4 11/03/2020	0.00
	<b>-R87 292.00</b>
<b>Closing Balance 30 June 2020</b>	<b><u>R39 720.89</u></b>

**OVERSTRAND MUNICIPALITY - REPORTING ON THE MUNICIPAL COST CONTAINMENT REGULATIONS, 2019****June 2020****Council is herewith informed of the status regarding implementation of the Cost Containment Regulations**

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

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

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

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

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

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

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

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## ANNEXURE C 2/3

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

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

	<b>Budget</b>	<b>Q1</b>	<b>Q2</b>	<b>Q3</b>	<b>Q4 (Actual)</b>	<b>Savings</b>
<b>Measures</b>	<b><u>R</u></b>	<b><u>R</u></b>	<b><u>R</u></b>	<b><u>R</u></b>	<b><u>R</u></b>	<b><u>R</u></b>
Use of Consultants	30 264 502	1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented	1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented	1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented	22 706 478	7 558 024
Vehicles used for political office-bearers	0	No Vehicles purchased or planned to purchase vehicles for this purpose in current financial period.	No Vehicles purchased or planned to purchase vehicles for this purpose in current financial period.	No Vehicles purchased or planned to purchase vehicles for this purpose in current financial period.	0	0
Travel & subsistence	567 727	1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented	1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented	1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented	568 429	0
Domestic accommodation	553 563	1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented	1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented	1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented	282 634	270 929

## ANNEXURE C 3/3

Sponsorships, events and catering	1 334 868	1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented	1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented	1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented	862 970	471 898
Communication	6 486 621	1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented	1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented	1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented	4 273 210	2 213 411
Other related expenditure items	0	1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented	1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented	1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented	0	0
<b>Total</b>	<b>39 207 281</b>				<b>28 693 721</b>	<b>10 513 560</b>

**MUNICIPAL REGULATIONS ON A STANDARD CHART OF ACCOUNTS (mSCOA):  
POST IMPLEMENTATION STATUS OF THE mSCOA PROJECT - JUNE 2020**

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**1. Executive Summary**

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

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

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

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**Updated status - Quarter 4 (June 2020)**

mSCOA Project Governance and Management: Bytes Systems and Engagements (Samras Financial System)

The previous Usergroup meeting was hosted by George Municipality on 4-5 March 2020. The confirmation of the next meeting (Virtual meetings) is currently awaited, which opportunity will enable the municipalities to obtain feedback from the service provider with regard to progress made with development of the respective Web Modules as well as updates from these municipal sites where specific web module testing are currently underway.

National Treasury issued the following Circulars and guidance relating to mSCOA during the last quarter:

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

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

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

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

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

**ANNEXURE D 2/2**

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

Furthermore, we also await the linking relating to cash flow in term of: '*National Treasury will share the linking of A1 Schedule Budget Tables SA30 and A7 to the mSCOA chart items to ensure that the cash flow information is populated correctly with municipalities and system vendors*'

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

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

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

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

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

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