

OVERSTRAND MUNICIPALITY



Monthly Budget Statement

August 2017

In-Year Report of the Municipality

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

Table of Contents

Glossary	3
PART 1 – IN-YEAR REPORT	5
Executive Summary	5
In-year budget statement tables.....	7
PART 2 – SUPPORTING DOCUMENTATION	16
Debtors' analysis	16
Creditors' analysis	17
Investment portfolio analysis	18
Allocation and grant receipts and expenditure	19
Councillor allowances and employee benefits	22
Material variances to the SDBIP.....	23
Municipal financial performance.....	24
Capital programme performance	25
Other supporting documentation	31
Municipal manager's quality certification	34

Glossary

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

Budget – The financial plan of the Municipality.

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

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

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

FMG – Financial Management Grant.

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

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

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

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

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

MIG – Municipal Infrastructure Grant.

mSCOA – Municipal Standard Chart of Accounts.

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

NDPG – Neighbourhood Development Partnership Grant.

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

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

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

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

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

YTD – Year to date

PART 1 – IN-YEAR REPORT

Executive Summary

Revenue by Source

The Year-to-Date actual revenue is 0.91% above the YTD budget projections at the end of August 2017.

Borrowings

The balance of borrowings amounts to R439.8m at the end of August 2017.

Operating expenditure by vote & type

Current expenditure is 2.19% below YTD budget projections as at August 2017.

Capital expenditure

YTD Capital expenditure amounts to R6.0m or 6.19% of the original budget of R97.6m. The current capital commitments of orders in progress amounts to R8.5m or 8.71% of the original capital budget of R97.6m.

Allocations received (National & Provincial Grants)

Grants totaling R3.4m was received during August 2017.

Spending on Grants

Spending on grants amounts to R4.5m for August 2017 which includes FMG, EPWP, Provincial Library Grant & Housing.

Material variances

The table below summarises variances for projected revenue and expenditure.

WC032 Overstrand - Supporting Table SC1 Material variance explanations - M02 August

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
<u>Revenue By Source</u>			
Total	0.91%		
<u>Expenditure By Type</u>			
Total	-2.19%		
<u>Capital Expenditure</u>			
	196.09%	Capital Commitments = R8.5m	
<u>Financial Position</u>			
In order			
<u>Cash Flow</u>			
In order			

Performance in relation to SDBIP targets

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

Remedial or corrective steps

No remedial or corrective steps are required.

In-year budget statement tables

Table C1: s71 Monthly Budget Statement Summary

WC032 Overstrand - Table C1 Monthly Budget Statement Summary - M02 August

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	-	212 784	-	17 275	38 205	37 237	968	3%	212 784
Service charges	-	577 648	-	47 593	97 891	97 285	605	1%	577 648
Investment revenue	-	13 962	-	1 242	2 282	2 222	60	3%	13 962
Transfers and subsidies	-	113 688	-	891	36 575	36 575	-		113 688
Other own revenue	-	75 134	-	6 694	13 561	13 492	68	1%	75 134
Total Revenue (excluding capital transfers and contributions)	-	993 217	-	73 694	188 514	186 813	1 701	1%	993 217
Employee costs	-	333 225	-	23 958	45 597	46 395	(798)	-2%	333 225
Remuneration of Councillors	-	10 053	-	798	1 597	1 675	(79)	-5%	10 053
Depreciation & asset impairment	-	130 287	-	10 857	21 715	21 714	0	0%	130 287
Finance charges	-	47 440	-	614	719	719	-		47 440
Materials and bulk purchases	-	261 093	-	26 949	27 696	28 717	(1 021)	-4%	261 093
Transfers and subsidies	-	1 778	-	4	147	259	(112)	-43%	1 778
Other expenditure	-	253 926	-	19 432	27 846	28 640	(795)	-3%	253 926
Total Expenditure	-	1 037 801	-	82 613	125 316	128 120	(2 804)	-2%	1 037 801
Surplus/(Deficit)	-	(44 584)	-	(8 919)	63 198	58 692	4 505	8%	(44 584)
Transfers and subsidies - capital (monetary and non-monetary)	-	47 840	-	3 577	3 577	3 577	-		47 840
Contributions & Contributed assets	-	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions	-	3 256	-	(5 342)	66 775	62 269	4 505	7%	3 256
Surplus/ (Deficit) for the year	-	3 256	-	(5 342)	66 775	62 269	4 505	7%	3 256
Capital expenditure & funds sources									
Capital expenditure	-	97 648	-	6 041	6 041	2 040	4 001	196%	97 648
Capital transfers recognised	-	47 840	-	3 577	3 577	717	2 860	399%	47 840
Public contributions & donations	-	-	-	-	-	-	-		-
Borrowing	-	30 000	-	2 392	2 392	828	1 564	189%	30 000
Internally generated funds	-	19 808	-	72	72	495	(423)	-85%	19 808
Total sources of capital funds	-	97 648	-	6 041	6 041	2 040	4 001	196%	97 648
Financial position									
Total current assets	-	352 438	-	-	434 790	-	-	-	352 438
Total non current assets	-	3 681 110	-	-	3 664 766	-	-	-	3 681 110
Total current liabilities	-	186 466	-	-	147 222	-	-	-	186 466
Total non current liabilities	-	638 205	-	-	629 316	-	-	-	638 205
Community wealth/Equity	-	3 208 877	-	-	3 323 018	-	-	-	3 208 877
Cash flows									
Net cash from (used) operating	-	123 839	-	7 156	73 957	84 344	10 387	12%	123 839
Net cash from (used) investing	-	(103 656)	-	(6 631)	(7 131)	(501)	6 631	-1324%	(103 656)
Net cash from (used) financing	-	2 810	-	(1 323)	(3 242)	(1 919)	1 323	-69%	2 810
Cash/cash equivalents at the month/year end	-	214 936	-	-	323 398	273 869	(49 530)	-18%	282 806
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	60 067	1 632	1 045	872	649	738	3 411	20 638	89 051
Creditors Age Analysis									
Total Creditors	3 015	-	-	-	-	-	-	-	3 015

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

WC032 Overstrand - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M02 August

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue - Functional									
Governance and administration	–	262 309	–	19 903	51 804	47 998	3 806	8%	262 309
Executive and council	–	21 759	–	15	8 875	4 519	4 356	96%	21 759
Finance and administration	–	240 502	–	19 888	42 929	43 479	(550)	-1%	240 502
Internal audit	–	48	–	–	–	–	–	–	48
Community and public safety	–	59 370	–	4 929	6 976	9 239	(2 263)	-24%	59 370
Community and social services	–	9 557	–	615	1 191	1 593	(401)	-25%	9 557
Sport and recreation	–	10 558	–	659	1 372	1 604	(231)	-14%	10 558
Public safety	–	2 928	–	30	693	488	205	42%	2 928
Housing	–	36 327	–	3 626	3 719	5 554	(1 836)	-33%	36 327
Economic and environmental services	–	56 638	–	4 438	8 779	9 241	(461)	-5%	56 638
Planning and development	–	11 967	–	1 170	1 895	1 799	95	5%	11 967
Road transport	–	44 650	–	3 268	6 885	7 442	(557)	-7%	44 650
Environmental protection	–	22	–	–	–	–	–	–	22
Trading services	–	662 740	–	48 001	124 532	123 912	620	1%	662 740
Energy sources	–	370 050	–	29 534	71 606	70 618	988	1%	370 050
Water management	–	130 926	–	7 942	21 203	21 821	(619)	-3%	130 926
Waste water management	–	91 423	–	5 736	16 011	16 575	(564)	-3%	91 423
Waste management	–	70 340	–	4 789	15 712	14 897	815	5%	70 340
Other	–	–	–	–	–	–	–	–	–
Total Revenue - Functional	–	1 041 057	–	77 271	192 091	190 389	1 701	1%	1 041 057
Expenditure - Functional									
Governance and administration	–	211 792	–	14 559	29 697	28 922	775	3%	211 792
Executive and council	–	48 861	–	3 232	9 211	7 444	1 767	24%	48 861
Finance and administration	–	160 383	–	11 143	20 147	21 053	(906)	-4%	160 383
Internal audit	–	2 548	–	184	339	425	(86)	-20%	2 548
Community and public safety	–	113 495	–	5 518	10 183	11 774	(1 591)	-14%	113 495
Community and social services	–	14 904	–	946	1 808	1 927	(120)	-6%	14 904
Sport and recreation	–	42 993	–	2 422	4 394	4 358	36	1%	42 993
Public safety	–	30 817	–	1 911	3 529	3 911	(382)	-10%	30 817
Housing	–	24 781	–	239	452	1 577	(1 125)	-71%	24 781
Economic and environmental services	–	193 013	–	15 785	26 192	26 815	(623)	-2%	193 013
Planning and development	–	36 431	–	2 458	4 861	5 402	(540)	-10%	36 431
Road transport	–	150 568	–	12 955	20 701	20 657	44	0%	150 568
Environmental protection	–	6 014	–	373	630	757	(126)	-17%	6 014
Trading services	–	518 289	–	46 698	59 151	60 407	(1 256)	-2%	518 289
Energy sources	–	282 999	–	30 235	34 050	34 204	(154)	0%	282 999
Water management	–	104 872	–	5 672	9 173	9 964	(791)	-8%	104 872
Waste water management	–	73 606	–	6 193	9 069	9 268	(199)	-2%	73 606
Waste management	–	56 813	–	4 598	6 860	6 971	(111)	-2%	56 813
Other	–	1 213	–	53	92	202	(110)	-55%	1 213
Total Expenditure - Functional	–	1 037 801	–	82 613	125 316	128 120	(2 804)	-2%	1 037 801
Surplus/ (Deficit) for the year	–	3 256	–	(5 342)	66 775	62 269	4 505	7%	3 256

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

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

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

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

WC032 Overstrand - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M02 August

Vote Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue by Vote									
Vote 1 - Council	-	21 675	-	28	8 872	4 516	4 356	96.5%	21 675
Vote 2 - Municipal Manager	-	48	-	-	-	-	-		48
Vote 3 - Management Services	-	194	-	25	48	24	24	101.5%	194
Vote 4 - Finance	-	239 556	-	19 830	42 807	42 586	221	0.5%	239 556
Vote 5 - Community Services	-	319 477	-	20 094	55 760	57 806	(2 046)	-3.5%	319 477
Vote 6 - Local Economic Development	-	3 900	-	203	249	650	(401)	-61.7%	3 900
Vote 7 - Infrastructure & Planning	-	414 615	-	33 795	76 846	77 876	(1 030)	-1.3%	414 615
Vote 8 - Protection Services	-	41 592	-	3 296	7 509	6 932	577	8.3%	41 592
Total Revenue by Vote	-	1 041 057	-	77 271	192 091	190 389	1 701	0.9%	1 041 057
Expenditure by Vote									
Vote 1 - Council	-	25 959	-	1 676	6 325	4 327	1 999	46.2%	25 959
Vote 2 - Municipal Manager	-	5 000	-	346	641	671	(30)	-4.4%	5 000
Vote 3 - Management Services	-	50 326	-	3 656	6 152	6 512	(360)	-5.5%	50 326
Vote 4 - Finance	-	73 025	-	4 510	8 708	9 126	(418)	-4.6%	73 025
Vote 5 - Community Services	-	384 996	-	26 817	46 262	48 070	(1 809)	-3.8%	384 996
Vote 6 - Local Economic Development	-	10 076	-	567	1 072	1 340	(268)	-20.0%	10 076
Vote 7 - Infrastructure & Planning	-	407 638	-	39 229	45 673	46 831	(1 158)	-2.5%	407 638
Vote 8 - Protection Services	-	80 782	-	5 813	10 483	11 243	(760)	-6.8%	80 782
Total Expenditure by Vote	-	1 037 801	-	82 613	125 316	128 120	(2 804)	-2.2%	1 037 801
Surplus/ (Deficit) for the year	-	3 256	-	(5 342)	66 775	62 269	4 505	7.2%	3 256

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

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

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

WC032 Overstrand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M02 August

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue By Source									
Property rates		212 784		17 275	38 205	37 237	968	3%	212 784
Service charges - water revenue		114 494		7 796	16 262	16 983	(721)	-4%	114 494
Service charges - sanitation revenue		67 869		5 462	11 133	11 312	(179)	-2%	67 869
Service charges - refuse revenue		55 388		4 777	9 527	9 231	295	3%	55 388
Service charges - other		647		65	96	108	(11)	-11%	647
Interest earned - external investments		13 962		1 242	2 282	2 222	60	3%	13 962
Interest earned - outstanding debtors		3 203		422	736	563	172	31%	3 203
Dividends received							-		
Licences and permits		2 374		172	392	415	(23)	-6%	2 374
Agency services		3 419		336	637	587	50	9%	3 419
Transfers and subsidies		113 688		891	36 575	36 575	-		113 688
Other revenue		27 946		2 443	4 501	4 658	(157)	-3%	27 946
Gains on disposal of PPE				175	477	477	-		
Total Revenue (excluding capital transfers and contributions)	-	993 217	-	73 694	188 514	186 813	1 701	1%	993 217
Expenditure By Type									
Employee related costs		333 225		23 958	45 597	46 395	(798)	(0)	333 225
Remuneration of councillors		10 053		798	1 597	1 675	(79)	-5%	10 053
Debt impairment		22 792		1 899	3 799	3 799	-		22 792
Depreciation & asset impairment		130 287		10 857	21 715	21 714	0	0%	130 287
Finance charges		47 440		614	719	719	-		47 440
Bulk purchases		211 447		26 113	26 117	26 607	(490)	-2%	211 447
Other materials		49 647		836	1 580	2 110	(530)	-25%	49 647
Contracted services		173 424		13 972	15 007	15 464	(457)	-3%	173 424
Transfers and subsidies		1 778		4	147	259	(112)	-43%	1 778
Other expenditure		57 710		3 561	9 040	9 378	(338)	-4%	57 710
Loss on disposal of PPE							-		
Total Expenditure	-	1 037 801	-	82 613	125 316	128 120	(2 804)	-2%	1 037 801
Surplus/(Deficit)	-	(44 584)	-	(8 919)	63 198	58 692	4 505	0	(44 584)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		47 840		3 577	3 577	3 577	-		47 840
Transfers and subsidies - capital (in-kind - all)							-		
Surplus/(Deficit) after capital transfers & contributions	-	3 256	-	(5 342)	66 775	62 269	-		3 256
Taxation									
Surplus/(Deficit) after taxation	-	3 256	-	(5 342)	66 775	62 269			3 256
Attributable to minorities									
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	-	3 256	-	(5 342)	66 775	62 269			3 256

The annual revenue budget is approved as 'Revenue by Source'. The Year-to-Date actual revenue is 0.91% above the YTD budget.

Current expenditure is 2.19% below YTD budget projections for August 2017.

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) - M02 August

Vote Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Multi-Year expenditure appropriation									
Vote 1 - Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Management Services	-	-	-	-	-	-	-	-	-
Vote 4 - Finance	-	-	-	-	-	-	-	-	-
Vote 5 - Community Services	-	45 963	-	3 577	3 577	1 132	2 445	216%	45 963
Vote 6 - Local Economic Development	-	-	-	-	-	-	-	-	-
Vote 7 - Infrastructure & Planning	-	14 000	-	2 392	2 392	733	1 659	226%	14 000
Vote 8 - Protection Services	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	-	59 963	-	5 969	5 969	1 865	4 104	220%	59 963
Vote 1 - Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Management Services	-	1 640	-	-	-	-	-	-	1 640
Vote 4 - Finance	-	30	-	-	-	-	-	-	30
Vote 5 - Community Services	-	24 722	-	72	72	175	(103)	-59%	24 722
Vote 6 - Local Economic Development	-	25	-	-	-	-	-	-	25
Vote 7 - Infrastructure & Planning	-	7 420	-	-	-	-	-	-	7 420
Vote 8 - Protection Services	-	3 848	-	-	-	-	-	-	3 848
Total Capital single-year expenditure	-	37 685	-	72	72	175	(103)	-59%	37 685
Total Capital Expenditure	-	97 648	-	6 041	6 041	2 040	4 001	196%	97 648
Capital Expenditure - Functional Classification									
Governance and administration	-	2 705	-	-	-	-	-	-	2 705
Executive and council									
Finance and administration		2 705							2 705
Internal audit									
Community and public safety	-	26 908	-	3 577	3 577	716	2 861	399%	26 908
Community and social services		3 607							3 607
Sport and recreation		2 266							2 266
Public safety		3 848							3 848
Housing		17 186		3 577	3 577	716	2 861	399%	17 186
Health									
Economic and environmental services	-	7 460	-	72	72	499	(427)	-85%	7 460
Planning and development		45							45
Road transport		7 415		72	72	499	(427)	-85%	7 415
Environmental protection									
Trading services	-	60 575	-	2 392	2 392	825	1 567	190%	60 575
Energy sources		19 790		2 392	2 392	825	1 567	190%	19 790
Water management		9 300							9 300
Waste water management		29 875							29 875
Waste management		1 610							1 610
Total Capital Expenditure - Functional Classification	-	97 648	-	6 041	6 041	2 040	4 001	196%	97 648
Funded by:									
National Government		26 330							26 330
Provincial Government		21 510		3 577	3 577	717	2 860	399%	21 510
District Municipality									
Other transfers and grants									
Transfers recognised - capital	-	47 840	-	3 577	3 577	717	2 860	399%	47 840
Public contributions & donations									
Borrowing		30 000		2 392	2 392	828	1 564	189%	30 000
Internally generated funds		19 808		72	72	495	(423)	-85%	19 808
Total Capital Funding	-	97 648	-	6 041	6 041	2 040	4 001	196%	97 648

Table C6: Monthly Budget Statement - Financial Position

WC032 Overstrand - Table C6 Monthly Budget Statement - Financial Position - M02 August

Description	2016/17	Budget Year 2017/18			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
ASSETS					
Current assets					
Cash		214 936		76 137	214 936
Call investment deposits		-		247 261	-
Consumer debtors		72 588		62 306	72 588
Other debtors		49 874		23 366	49 874
Current portion of long-term receivables		10		7	10
Inventory		15 030		25 712	15 030
Total current assets	-	352 438	-	434 790	352 438
Non current assets					
Long-term receivables		20		37	20
Investments		43 422		38 709	43 422
Investment property		152 550		152 550	152 550
Investments in Associate					
Property, plant and equipment		3 479 176		3 466 389	3 479 176
Agricultural					
Biological assets					
Intangible assets		5 942		7 081	5 942
Other non-current assets					
Total non current assets	-	3 681 110	-	3 664 766	3 681 110
TOTAL ASSETS	-	4 033 548	-	4 099 556	4 033 548
LIABILITIES					
Current liabilities					
Bank overdraft					
Borrowing		33 047		33 047	33 047
Consumer deposits		49 215		50 520	49 215
Trade and other payables		73 773		33 936	73 773
Provisions		30 432		29 719	30 432
Total current liabilities	-	186 466	-	147 222	186 466
Non current liabilities					
Borrowing		409 052		408 253	409 052
Provisions		229 153		221 063	229 153
Total non current liabilities	-	638 205	-	629 316	638 205
TOTAL LIABILITIES	-	824 671	-	776 538	824 671
NET ASSETS	-	3 208 877	-	3 323 018	3 208 877
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)		3 206 436		3 320 069	3 206 436
Reserves		2 440		2 949	2 440
TOTAL COMMUNITY WEALTH/EQUITY	-	3 208 877	-	3 323 018	3 208 877

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 - M02 August

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates		211 275		17 275	38 205	20 930	17 275	83%	211 275
Service charges		573 549		47 593	98 174	50 581	47 593	94%	573 549
Other revenue		67 761		6 272	12 807	6 535	6 272	96%	67 761
Government - operating		113 688		891	35 985	35 094	891	3%	113 688
Government - capital		47 840		3 577	3 577		3 577	#DIV/0!	47 840
Interest		17 165		1 664	2 949	1 285	1 664	129%	17 165
Dividends		-					-		-
Payments									
Suppliers and employees		(858 220)		(69 498)	(116 874)	(29 833)	87 040	-292%	(858 220)
Finance charges		(47 440)		(614)	(719)	(104)	614	-589%	(47 440)
Transfers and Grants		(1 778)		(4)	(147)	(144)	4	-3%	(1 778)
NET CASH FROM/(USED) OPERATING ACTIVITIES	-	123 839	-	7 156	73 957	84 344	10 387	12%	123 839
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE		-					-		-
Decrease (Increase) in non-current debtors		-					-		-
Decrease (increase) other non-current receivables		11		0	1	1	0	16%	11
Decrease (increase) in non-current investments		(6 019)		(590)	(1 091)	(502)	(590)	118%	(6 019)
Payments									
Capital assets		(97 648)		(6 041)	(6 041)		6 041	#DIV/0!	(97 648)
NET CASH FROM/(USED) INVESTING ACTIVITIES	-	(103 656)	-	(6 631)	(7 131)	(501)	6 631	-1324%	(103 656)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans		-					-		-
Borrowing long term/refinancing		30 000					-		30 000
Increase (decrease) in consumer deposits		2 786		(370)	(2 289)	(1 919)	(370)	19%	2 786
Payments									
Repayment of borrowing		(29 976)		(953)	(953)		953	#DIV/0!	(29 976)
NET CASH FROM/(USED) FINANCING ACTIVITIES	-	2 810	-	(1 323)	(3 242)	(1 919)	1 323	-69%	2 810
NET INCREASE/ (DECREASE) IN CASH HELD	-	22 992	-	(798)	63 584	81 924			22 992
Cash/cash equivalents at beginning:		191 944			259 814	191 944			259 814
Cash/cash equivalents at month/year end:	-	214 936	-		323 398	273 869			282 806

Table C7 balances to the current Cash balance, shown in the 'YTD actual' column, which is R323,4 million.

The municipality started the year with a positive cash balance of R191.9 million. The August closing balance is R323,4 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 - M02 August

Description	Budget Year 2017/18												2017/18 Medium Term Revenue & Expenditure Framework			
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20	
R thousands	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget				
Cash Receipts By Source																
Property rates	20 930	17 275										173 070	211 275	226 489	243 365	
Service charges - electricity revenue	31 662	29 493										275 686	336 842	351 305	366 866	
Service charges - water revenue	8 467	7 796										97 420	113 682	120 005	126 758	
Service charges - sanitation revenue	5 670	5 462										56 255	67 388	71 035	74 845	
Service charges - refuse	4 750	4 777										45 468	54 995	57 833	60 679	
Service charges - other	32	65										546	642	680	721	
Interest earned - external investments	1 041	1 242										11 680	13 962	14 809	15 785	
Interest earned - outstanding debtors	244	422										2 536	3 203	3 395	3 599	
Dividends received												-	-	-	-	
Licences and permits	220	172										1 982	2 374	2 517	2 668	
Agency services	301	336										2 782	3 419	3 616	3 831	
Transfer receipts - operating	35 094	891										77 703	113 688	117 866	138 930	
Other revenue	2 344	2 618										18 848	23 810	21 013	26 577	
Cash Receipts by Source	114 425	73 694	-	-	-	-	-	-	-	-	-	795 318	983 437	1 030 990	1 107 470	
Other Cash Flows by Source																
Transfer receipts - capital		3 577										44 263	47 840	46 362	69 953	
Contributions & Contributed assets		-										-	-	-	-	
Proceeds on disposal of PPE		-										-	-	-	-	
Short term loans		-										-	-	-	-	
Borrowing long term/refinancing		-										30 000	30 000	40 000	40 000	
Increase in consumer deposits		(370)										3 156	2 786	984	1 004	
Receipt of non-current debtors		-										-	-	-	-	
Receipt of non-current receivables	1	0										10	11	10	10	
Change in non-current investments	(502)	(590)										(4 928)	(6 019)	(7 124)	(7 339)	
Total Cash Receipts by Source	113 925	76 312	-	-	-	-	-	-	-	-	-	867 818	1 058 055	1 111 223	1 211 098	
Cash Payments by Type																
Employee related costs	22 024	23 958										284 234	330 217	343 139	362 017	
Remuneration of councillors	798	798										8 456	10 053	10 527	11 024	
Interest paid	104	614										46 721	47 440	48 849	49 073	
Bulk purchases - Electricity	4	26 113										185 330	211 447	224 152	237 548	
Bulk purchases - Water & Sewer		-										-	-	-	-	
Other materials	744	836										48 067	49 647	47 577	60 360	
Contracted services	991	13 972										158 461	173 424	182 919	194 712	
Grants and subsidies paid - other municipalities		4										(4)	-	-	-	
Grants and subsidies paid - other	144	-										1 635	1 778	1 868	1 964	
General expenses	5 273	3 561										74 601	83 434	110 162	127 291	
Cash Payments by Type	30 081	69 856	-	-	-	-	-	-	-	-	-	807 501	907 439	969 193	1 043 989	
Other Cash Flows/Payments by Type																
Capital assets	-	6 041										91 607	97 648	94 362	117 953	
Repayment of borrowing	-	953										29 023	29 976	33 599	37 631	
Other Cash Flows/Payments	19 462	259										(19 721)	-	-	-	
Total Cash Payments by Type	49 543	77 109	-	-	-	-	-	-	-	-	-	908 410	1 035 063	1 097 154	1 199 573	
NET INCREASE/(DECREASE) IN CASH HELD	64 382	(798)	-	-	-	-	-	-	-	-	-	(40 592)	22 992	14 068	11 525	
Cash/cash equivalents at the month/year beginning:	259 814	324 196	323 398	323 398	323 398	323 398	323 398	323 398	323 398	323 398	323 398	323 398	259 814	282 806	296 875	
Cash/cash equivalents at the month/year end:	324 196	323 398	323 398	323 398	323 398	323 398	323 398	323 398	323 398	323 398	323 398	282 806	282 806	296 875	308 400	

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

PART 2 – SUPPORTING DOCUMENTATION

Debtors' analysis

Supporting Table SC3 Debtors' age analysis

WC032 Overstrand - Supporting Table SC3 Monthly Budget Statement - aged debtors - M02 August													
Description	NT Code	Budget Year 2017/18									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys- 1 Yr	Over 1Yr	Total			
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions	1200	10 191	387	179	123	104	95	591	2 847	14 517	3 760		4 460
Trade and Other Receivables from Exchange Transactions	1300	15 116	264	202	149	131	122	617	2 699	19 301	3 718		5 049
Receivables from Non-exchange Transactions - Property R	1400	20 460	316	242	179	151	162	812	2 229	24 551	3 533		5 747
Receivables from Exchange Transactions - Waste Water	1500	5 797	150	111	90	74	70	345	1 754	8 391	2 333		2 507
Receivables from Exchange Transactions - Waste Manag	1600	5 021	115	90	75	65	60	289	1 302	7 018	1 791		1 999
Receivables from Exchange Transactions - Property Rent	1700	713	5	6	11	8	4	32	153	933	209		144
Interest on Arrear Debtor Accounts	1810	167	32	31	35	26	41	263	5 833	6 428	6 198		
Recoverable unauthorised, irregular, fruitless and wastefu	1820									-	-		
Other	1900	2 601	362	184	209	90	185	460	3 822	7 913	4 766		2 279
Total By Income Source	2000	60 067	1 632	1 045	872	649	738	3 411	20 638	89 051	26 307	-	22 185
2016/17 - totals only		57 489	2 828	1 236	926	965	724	3 799	19 045	87 012	25 460		
Debtors Age Analysis By Customer Group													
Organs of State	2200	3 815	21	24	36	20	20	273	937	5 147	1 287		266
Commercial	2300	7 147	79	71	65	42	34	130	730	8 299	1 001		803
Households	2400	49 918	1 499	941	762	579	677	2 978	18 655	76 008	23 651		21 114
Other	2500	(813)	33	9	8	7	7	30	317	(402)	369		2
Total By Customer Group	2600	60 067	1 632	1 045	872	649	738	3 411	20 638	89 051	26 307	-	22 185

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

Summary of Indigent Households

Indigent Household Statistics					
	Indigent Households	Amount	Other Households	Total Households	
2017					
July	7 421	NO VOTE for 2017/2018	25 890	33 311	22.28%
August	7 398	NO VOTE for 2017/2018	25 889	33 287	22.22%
September			0		
October			0		
November			0		
December			0		
2018					
January			0		
February			0		
March			0		
April			0		
May			0		
June			0		

Summary of Debtors Age Analysis

MONTH	< 30 Days	< 60 Days	< 90 Days	< 120 Days	< 150 Days	<180 Days	<365 Days	>365 Days	Total	Older than 30 Days	Older than 90 days
2017/18											
June									0.00	0.00	0.00
May									0	0	0
April									0	0	0
March									0	0	0
February									0	0	0
January									0	0	0
December									0	0	0
November									0	0	0
October									0	0	0
September									0	0	0
Augustus	60 067 083	1 631 627	1 044 883	871 567	649 170	737 781	3 410 560	20 638 344	89 051 016	28 983 933	26 307 422
July	61 974 453	1 584 147	1 015 505	707 811	784 870	623 722	3 546 555	20 354 794	90 591 857	28 617 404	26 017 752

Government Debt

Overstrand Municipality as at 31/08/2017				
Department Responsible for the Debt	Total Debt	Services	Rates	Other
NPW 2227	1 928 087	594 191	1 331 779	2 117
WCED 2251	286 470	286 470	0	0
OTHER 2210+2255	764 798	646 323	118 475	0
HEALTH 2252	107 954	83 452	24 502	0
TPW 2256	1 932 094	16 819	1 913 718	1 557
HOUSING 2253+2215	10 930	10 930	0	0
OTHER MUNICIPALITIES 2276	116 188	116 188	0	0
TOTAL OUTSTANDING	5 146 521	1 754 373	3 388 475	3 673

Creditors' analysis

Supporting Table SC4

WC032 Overstrand - Supporting Table SC4 Monthly Budget Statement - aged creditors - M02 August

Description	NT Code	Budget Year 2017/18									Prior year totals for chart (same period)	
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total		
R thousands												
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100										-	
Bulk Water	0200										-	
PAYE deductions	0300	3 014									3 014	2 710
VAT (output less input)	0400										-	
Pensions / Retirement deductions	0500										-	
Loan repayments	0600										-	
Trade Creditors	0700	1									1	231
Auditor General	0800										-	
Other	0900										-	
Total By Customer Type	1000	3 015	-	-	-	-	-	-	-	-	3 015	2 941

Investment portfolio analysis

Supporting Table SC5

WC032 Overstrand - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M02 August

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
R thousands	Yrs/Months							
Municipality								
LIBERTY 15934476	15 YEARS	Policy	01/09/2025	65		13 412	125	13 602
LIBERTY 21196964	14 YEARS	Policy	01/09/2025	99		22 903	260	23 262
MOMENTUM MP 3853776	14 YEARS	Policy	01/07/2026	10		2 384	30	2 424
ABSA 4074809272	DAILY	CALL		3	6.0%	470	(469)	3
ABSA 9284200168	DEP PLUS	DEP PLUS		133	7.0%	23 261		23 395
ABSA 9295906141	DEP PLUS	DEP PLUS		133	7.0%	23 261		23 394
ABSA 9331734880	DEP PLUS	DEP PLUS		0	6.8%		469	469
Standard Bank 288434005-026	92 days	FIXED DEP	26/09/2017		7.9%	50 000		50 000
03/7881534451 Nedbank	92 days	FIXED DEP	31/10/2017		7.7%	100 000		100 000
Investec JB9533837	93 days	FIXED DEP	29/11/2017		7.7%		50 000	50 000
Municipality sub-total				444		235 690	50 415	286 549
TOTAL INVESTMENTS AND INTEREST				444		235 690	50 415	286 549

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 - M02 August

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
RECEIPTS:									
Operating Transfers and Grants									
National Government:	-	88 073	-	575	37 219	37 219	-		88 073
Local Government Equitable Share		84 223			35 094	35 094	-		84 223
Finance Management		1 550			1 550	1 550			1 550
EPWP Incentive		2 300		575	575	575			2 300
Provincial Government:	-	24 378	-	-	2 802	2 802	-		24 378
Human Settlements Development Grant		17 639					-		17 639
Library Services Grant		6 306			2 802	2 802			6 306
Financial Management Capacity Building Grant		240					-		240
Community Development Workers Operational Support Grant		54					-		54
Maintenance & Construction of Transport Infrastructure		139					-		139
Total Operating Transfers and Grants	-	112 451	-	575	40 021	40 021	-		112 451
Capital Transfers and Grants									
National Government:	-	26 330	-	-	6 750	6 750	-		26 330
Municipal Infrastructure Grant (MIG)		22 330			3 750	3 750	-		22 330
Integrated National Electrification Programme		4 000			3 000	3 000			4 000
Provincial Government:	-	19 878	-	2 879	7 036	7 036	-		19 878
Human Settlements Development Grant		17 186		2 079	6 236	6 236	-		17 186
Library Services Grant		700							700
Development of Sport & Recreation Facilities		1 171							1 171
Fire Service Capacity Building Grant		800		800	800	800			800
Community Development Workers Operational Support Grant		21							21
Total Capital Transfers and Grants	-	46 208	-	2 879	13 786	13 786	-		46 208
TOTAL RECEIPTS OF TRANSFERS & GRANTS	-	158 659	-	3 454	53 807	53 807	-		158 659

Grant receipts are monitored according to the payment schedules. Year to date actuals only reflects actual receipts for 2017/2018.

Supporting Table SC7(1) – Grant expenditure

WC032 Overstrand - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M02 August

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	-	3 850	-	339	404	404	-		3 850
Local Government Equitable Share							-		
Finance Management		1 550		135	172	172	-		1 550
EPWP Incentive		2 300		203	232	232	-		2 300
Provincial Government:	-	25 615	-	552	1 077	1 077	-		25 615
Human Settlements Development Grant		18 779					-		18 779
Library Services Grant		6 306		552	1 074	1 074	-		6 306
Financial Management Capacity Building Grant		240					-		240
Community Development Workers Operational Support Grant		54			4	4	-		54
Maintenance & Constuction of Transport Infrastructure		139							139
Greenest Municipality Competition		50							50
Local Government Internship Graduate Grant		48					-		48
Other grant providers:	-	-	-	-			-		-
Total operating expenditure of Transfers and Grants:	-	29 465	-	891	1 481	1 481	-		29 465
Capital expenditure of Transfers and Grants									
National Government:	-	26 330	-	-	-	-	-		26 330
Municipal Infrastructure Grant (MIG)		22 330					-		22 330
Integrated National Electrification Programme		4 000					-		4 000
Provincial Government:	-	21 510	-	3 577	3 577	3 577	-		21 510
Human Settlements Development Grant		17 186		3 577	3 577	3 577	-		17 186
Library Services Grant		1 132							1 132
Development of Sport & Recreation Facilities		1 171							1 171
Fire Service Capacity Building Grant		2 000							2 000
Community Development Workers Operational Support Grant		21					-		21
Other grant providers:	-								
Total capital expenditure of Transfers and Grants	-	47 840	-	3 577	3 577	3 577	-		47 840
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	-	77 305	-	4 468	5 058	5 058	-		77 305

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 - M02 August					
Description	Budget Year 2017/18				
	Approved Rollover 2016/17	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands					%
<u>EXPENDITURE</u>					
<u>Operating expenditure of Approved Roll-overs</u>					
National Government:	-	-	-	-	
Local Government Equitable Share				-	
Finance Management				-	
Municipal Systems Improvement				-	
EPWP Incentive				-	
Provincial Government:	-	-	-	-	
Housing				-	
Community Development Worker Grant				-	
Main Road Subsidy				-	
Financial Management Support Grant				-	
District Municipality:	-	-	-	-	
Other grant providers:	-	-	-	-	
Total operating expenditure of Approved Roll-overs	-	-	-	-	
<u>Capital expenditure of Approved Roll-overs</u>					
National Government:	-	-	-	-	
Municipal Infrastructure Grant (MIG)				-	
Provincial Government:	-	-	-	-	
District Municipality:	-	-	-	-	
Other grant providers:	-	-	-	-	
Total capital expenditure of Approved Roll-overs	-	-	-	-	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS	-	-	-	-	

Expenditure on councillor allowances and employee benefits

Supporting Table SC8

WC032 Overstrand - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M02 August

Summary of Employee and Councillor remuneration	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages		9 393		743	1 487	1 565	(79)	-5%	9 393
Pension and UIF Contributions							-		
Medical Aid Contributions							-		
Motor Vehicle Allowance							-		
Cellphone Allowance		660		55	109	110	(1)	-1%	660
Housing Allowances							-		
Other benefits and allowances							-		
Sub Total - Councillors	-	10 053	-	798	1 596	1 675	(79)	-5%	10 053
Senior Managers of the Municipality									
Basic Salaries and Wages		10 753		847	1 666	1 792	(126)	-7%	10 753
Pension and UIF Contributions							-		
Medical Aid Contributions							-		
Overtime							-		
Performance Bonus							-		
Motor Vehicle Allowance							-		
Cellphone Allowance		175		15	29	29	-		175
Housing Allowances							-		
Other benefits and allowances							-		
Payments in lieu of leave							-		
Long service awards							-		
Post-retirement benefit obligations							-		
Sub Total - Senior Managers of Municipality	-	10 928	-	862	1 695	1 821	(126)	-7%	10 928
Other Municipal Staff									
Basic Salaries and Wages		204 000		15 446	30 292	30 626	(334)	-1%	204 000
Pension and UIF Contributions		35 806		2 721	5 425	5 454	(28)	-1%	35 806
Medical Aid Contributions		12 625		891	1 784	1 787	(3)	0%	12 625
Overtime		15 622		959	963	1 094	(131)	-12%	15 622
Performance Bonus		-		-	-	-	-		-
Motor Vehicle Allowance		8 213		851	1 717	1 775	(58)	-3%	8 213
Cellphone Allowance		1 475		139	279	281	(2)	-1%	1 475
Housing Allowances		5 405		204	407	466	(59)	-13%	5 405
Other benefits and allowances		29 993		1 002	1 352	1 407	(55)	-4%	29 993
Payments in lieu of leave		765		64	128	128	-		765
Long service awards		669		177	269	269	-		669
Post-retirement benefit obligations		7 724		644	1 287	1 287	-		7 724
Sub Total - Other Municipal Staff	-	322 297	-	23 097	43 902	44 574	(671)	-2%	322 297
Total Parent Municipality		343 277		24 757	47 194	48 071	(877)	-2%	343 277
TOTAL SALARY, ALLOWANCES & BENEFITS	-	343 277		24 757	47 194	48 071	(877)	-2%	343 277
TOTAL MANAGERS AND STAFF	-	333 225	-	23 959	45 597	46 395	(798)	-2%	333 225

SDBIP

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

Financial Performance

Supporting Table SC2

WC032 Overstrand - Supporting Table SC2 Monthly Budget Statement - performance indicators - M02 August						
Description of financial indicator	Basis of calculation	2016/17	Budget Year 2017/18			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
Borrowing Management						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	0.0%	17.1%	0.0%	0.6%	5.5%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	0.0%	30.7%	0.0%	39.6%	30.7%
Safety of Capital						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	0.0%	16.1%	0.0%	14.3%	16.1%
Gearing	Long Term Borrowing/ Funds & Reserves	0.0%	16762.6%	0.0%	13845.0%	16762.6%
Liquidity						
Current Ratio	Current assets/current liabilities	0.0%	189.0%	0.0%	295.3%	189.0%
Liquidity Ratio	Monetary Assets/Current Liabilities	0.0%	115.3%	0.0%	219.7%	115.3%
Revenue Management						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing					
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	0.0%	12.3%	0.0%	45.5%	12.3%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	0.0%	0.0%	0.0%	0.0%	0.0%
Creditors Management						
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))		98.0%		Annual Indicator	98.0%
Funding of Provisions						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions					
Other Indicators						
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated		633.4%		Annual Indicator	633.4%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source		20.89%		Annual Indicator	20.89%
Employee costs	Employee costs/Total Revenue - capital revenue	0.0%	33.6%	0.0%	24.2%	33.6%
Repairs & Maintenance	R&M/Total Revenue - capital revenue	0.0%	17.0%	0.0%	0.0%	17.0%
Interest & Depreciation	I&D/Total Revenue - capital revenue	0.0%	17.9%	0.0%	0.4%	5.8%
IDP regulation financial viability indicators						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)		17.0		Annual Indicator	17.0
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services		15.4%		Annual Indicator	15.4%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure		3.2		Annual Indicator	3.2

Capital programme performance

Supporting Table SC12

WC032 Overstrand - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M02 August

Month	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
Monthly expenditure performance trend									
July		-		-		-	-		
August		2 040		6 041	6 041	2 040	(4 001)	-196.1%	6%
September		3 448				5 488	-		
October		4 926				10 414	-		
November		6 259				16 673	-		
December		6 099				22 772	-		
January		10 181				32 953	-		
February		14 759				47 712	-		
March		14 813				62 525	-		
April		16 669				79 194	-		
May		18 333				97 528	-		
June		120				97 648	-		
Total Capital expenditure	-	97 648	-	6 041					

Supporting Table SC13a

WC032 Overstrand - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M02 August

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Capital expenditure on new assets by Asset Class/Sub-class									
Infrastructure	-	28 205	-	2 464	2 464	1 303	(1 161)	-89.1%	28 205
Roads Infrastructure	-	5 155	-	72	72	301	228	75.9%	5 155
<i>Roads</i>		5 155		72	72	301	228	75.9%	5 155
Storm water Infrastructure	-	250	-	-	-	-	-		250
<i>Drainage Collection</i>		250							250
Electrical Infrastructure	-	18 790	-	2 392	2 392	1 003	(1 389)	-138.5%	18 790
<i>MV Substations</i>		3 000		2 061	2 061	300	(1 761)	-586.9%	3 000
<i>LV Networks</i>		15 790		331	331	703	372	52.9%	15 790
Water Supply Infrastructure	-	3 900	-	-	-	-	-		3 900
<i>Reservoirs</i>		3 900							3 900
Solid Waste Infrastructure	-	110	-	-	-	-	-		110
<i>Waste Drop-off Points</i>		110							110
Community Assets	-	6 545	-	-	-	-	-		6 545
Community Facilities	-	4 579	-	-	-	-	-		4 579
<i>Halls</i>		421							421
<i>Crèches</i>		100							100
<i>Fire/Ambulance Stations</i>		3 798							3 798
<i>Cemeteries/Crematoria</i>		260							260
Sport and Recreation Facilities	-	1 966	-	-	-	-	-		1 966
<i>Outdoor Facilities</i>		1 966							1 966
Heritage assets	-	-	-	-	-	-	-		-
Investment properties	-	-	-	-	-	-	-		-
Other assets	-	17 186	-	3 577	3 577	737	(2 840)	-385.4%	17 186
Housing	-	17 186	-	3 577	3 577	737	(2 840)	-385.4%	17 186
<i>Social Housing</i>		17 186		3 577	3 577	737	(2 840)	-385.4%	17 186
Biological or Cultivated Assets	-	-	-	-	-	-	-		-
Intangible Assets	-	-	-	-	-	-	-		-
Computer Equipment	-	1 620	-	-	-	-	-		1 620
Computer Equipment		1 620							1 620
Furniture and Office Equipment	-	120	-	-	-	-	-		120
Furniture and Office Equipment		120							120
Transport Assets	-	950	-	-	-	-	-		950
Transport Assets		950							950
Libraries	-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-		-
Total Capital Expenditure on new assets	-	54 626	-	6 041	6 041	2 040	(4 001)	-196.1%	54 626

Supporting Table SC13b

WC032 Overstrand - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M02 August

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class									
Infrastructure	-	11 280	-	-	-	-	-		11 280
Roads Infrastructure	-	2 080	-	-	-	-	-		2 080
<i>Roads</i>		2 080							2 080
Storm water Infrastructure	-	-	-	-	-	-	-		-
Electrical Infrastructure	-	1 000	-	-	-	-	-		1 000
<i>MV Networks</i>		1 000							1 000
Water Supply Infrastructure	-	900	-	-	-	-	-		900
<i>Pump Stations</i>									
<i>Water Treatment Works</i>		900							900
Sanitation Infrastructure	-	5 800	-	-	-	-	-		5 800
<i>Waste Water Treatment Works</i>		5 800							5 800
Solid Waste Infrastructure	-	1 500	-	-	-	-	-		1 500
<i>Landfill Sites</i>									
<i>Waste Transfer Stations</i>		1 500							1 500
Community Assets	-	-	-	-	-	-	-		-
Heritage assets	-	-	-	-	-	-	-		-
Investment properties	-	-	-	-	-	-	-		-
Other assets	-	-	-	-	-	-	-		-
Biological or Cultivated Assets	-	-	-	-	-	-	-		-
Intangible Assets	-	-	-	-	-	-	-		-
Computer Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Machinery and Equipment	-	-	-	-	-	-	-		-
Transport Assets	-	-	-	-	-	-	-		-
Libraries	-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-		-
Total Capital Expenditure on renewal of existin	-	11 280	-	-	-	-	-		11 280

Supporting Table SC13c

WC032 Overstrand - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M02 August

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Repairs and maintenance expenditure by Asset Class/Sub-class									
Infrastructure	-	132 746	-	9 958	14 088	22 124	8 036	36.3%	132 746
Roads Infrastructure	-	64 747	-	5 999	7 560	10 791	3 231	29.9%	64 747
<i>Roads</i>		64 747		5 999	7 560	10 791	3 231	29.9%	64 747
Storm water Infrastructure	-	6 168	-	357	573	1 028	455	44.2%	6 168
<i>Drainage Collection</i>							-		
<i>Storm water Conveyance</i>		6 168		357	573	1 028	455	44.2%	6 168
Electrical Infrastructure	-	18 903	-	1 087	2 095	3 151	1 056	33.5%	18 903
<i>HV Transmission Conductors</i>		18 903		1 087	2 095	3 151	1 056	33.5%	18 903
Water Supply Infrastructure	-	17 549	-	1 068	1 924	2 925	1 001	34.2%	17 549
<i>Water Treatment Works</i>		17 549		1 068	1 924	2 925	1 001	34.2%	17 549
Sanitation Infrastructure	-	16 500	-	830	1 271	2 750	1 479	53.8%	16 500
<i>Waste Water Treatment Works</i>		16 500		830	1 271	2 750	1 479	53.8%	16 500
Solid Waste Infrastructure	-	8 879	-	617	665	1 480	814	55.0%	8 879
<i>Landfill Sites</i>							-		
<i>Waste Transfer Stations</i>		8 879		617	665	1 480	814	55.0%	8 879
Community Assets	-	10 549	-	197	297	1 758	1 461	83.1%	10 549
Community Facilities	-	5 895	-	83	127	982	856	87.1%	5 895
<i>Halls</i>		2 523		29	44	421	376	89.5%	2 523
<i>Libraries</i>		205		5	5	34	29	84.1%	205
<i>Cemeteries/Crematoria</i>		57		2	6	10	4	37.9%	57
<i>Public Open Space</i>		3 110		46	71	518	447	86.3%	3 110
Sport and Recreation Facilities	-	4 654	-	115	171	776	605	78.0%	4 654
<i>Outdoor Facilities</i>		4 654		115	171	776	605	78.0%	4 654
Heritage assets	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Other assets	-	6 942	-	462	862	1 157	295	25.5%	6 942
Operational Buildings	-	6 942	-	462	862	1 157	295	25.5%	6 942
<i>Municipal Offices</i>		6 942		462	862	1 157	295	25.5%	6 942
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
Intangible Assets	-	-	-	-	-	-	-	-	-
Computer Equipment	-	5 384	-	707	716	897	181	20.2%	5 384
Computer Equipment		5 384		707	716	897	181	20.2%	5 384
Furniture and Office Equipment	-	13 663	-	488	876	2 277	1 401	61.5%	13 663
Furniture and Office Equipment		13 663		488	876	2 277	1 401	61.5%	13 663
Machinery and Equipment	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Anir	-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expen	-	169 284	-	11 812	16 840	28 214	11 374	40.3%	169 284

Supporting Table SC13d

WC032 Overstrand - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M02 August

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Depreciation by Asset Class/Sub-class									
Infrastructure	-	112 337	-	9 361	18 723	18 723	-		112 337
Roads Infrastructure	-	36 600	-	3 050	6 100	6 100	-		36 600
<i>Roads</i>		36 600		3 050	6 100	6 100	-		36 600
Storm water Infrastructure	-	3 465	-	289	577	577	-		3 465
<i>Storm water Conveyance</i>		3 465		289	577	577	-		3 465
Electrical Infrastructure	-	25 118	-	2 093	4 186	4 186	-		25 118
<i>HV Transmission Conductors</i>		25 118		2 093	4 186	4 186	-		25 118
Water Supply Infrastructure	-	27 354	-	2 279	4 559	4 559	-		27 354
<i>Water Treatment Works</i>		11 598		967	1 933	1 933	-		11 598
<i>Distribution</i>		15 756		1 313	2 626	2 626	-		15 756
Sanitation Infrastructure	-	15 886	-	1 324	2 648	2 648	-		15 886
<i>Reticulation</i>		12 467		1 039	2 078	2 078	-		12 467
<i>Waste Water Treatment Works</i>		3 419		285	570	570	-		3 419
Solid Waste Infrastructure	-	3 915	-	326	652	652	-		3 915
<i>Waste Transfer Stations</i>		3 915		326	652	652	-		3 915
Community Assets	-	766	-	64	128	128	-		766
Community Facilities	-	-	-	-	-	-	-		-
Sport and Recreation Facilities	-	766	-	64	128	128	-		766
<i>Outdoor Facilities</i>		766		64	128	128	-		766
Heritage assets	-	-	-	-	-	-	-		-
Investment properties	-	-	-	-	-	-	-		-
Other assets	-	11 067	-	922	1 845	1 845	-		11 067
Operational Buildings	-	11 067	-	922	1 845	1 845	-		11 067
<i>Municipal Offices</i>		11 067		922	1 845	1 845	-		11 067
Intangible Assets	-	615	-	51	103	103	-		615
Licences and Rights	-	615	-	51	103	103	-		615
<i>Computer Software and Applications</i>		615		51	103	103	-		615
Computer Equipment	-	788	-	66	131	131	-		788
Computer Equipment	-	788	-	66	131	131	-		788
Furniture and Office Equipment	-	4 035	-	336	673	673	-		4 035
Furniture and Office Equipment	-	4 035	-	336	673	673	-		4 035
Machinery and Equipment	-	-	-	-	-	-	-		-
Transport Assets	-	678	-	57	113	113	-		678
Transport Assets	-	678	-	57	113	113	-		678
Libraries	-	-	-	-	-	-	-		-
Total Depreciation	-	130 287	-	10 857	21 714	21 714	-		130 287

Supporting Table SC13e

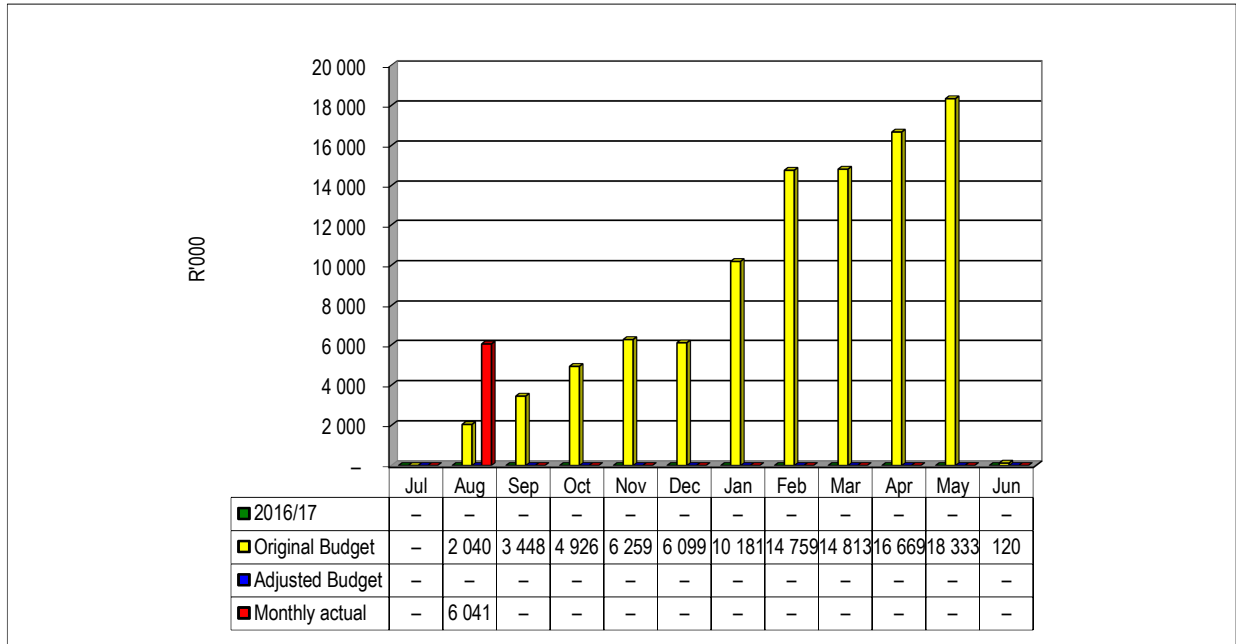
WC032 Overstrand - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - M02 August

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class									
Infrastructure	-	28 505	-	-	-	-	-	-	28 505
Roads Infrastructure	-	180	-	-	-	-	-	-	180
<i>Roads</i>		180							180
Storm water Infrastructure	-	6 800	-	-	-	-	-	-	6 800
<i>Drainage Collection</i>		6 800							6 800
Water Supply Infrastructure	-	4 500	-	-	-	-	-	-	4 500
<i>Distribution</i>		4 500							4 500
Sanitation Infrastructure	-	17 025	-	-	-	-	-	-	17 025
<i>Pump Station</i>		5 000							5 000
<i>Reticulation</i>		3 100							3 100
<i>Waste Water Treatment Works</i>		8 585							8 585
<i>Outfall Sewers</i>		340							340
Community Assets	-	3 177	-	-	-	-	-	-	3 177
Community Facilities	-	2 877	-	-	-	-	-	-	2 877
<i>Halls</i>		1 695							1 695
<i>Fire/Ambulance Stations</i>		50							50
<i>Libraries</i>		1 132							1 132
Sport and Recreation Facilities	-	300	-	-	-	-	-	-	300
<i>Outdoor Facilities</i>		300							300
Heritage assets	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Other assets	-	60	-	-	-	-	-	-	60
Operational Buildings	-	60	-	-	-	-	-	-	60
<i>Municipal Offices</i>		60							60
Intangible Assets	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-
Computer Equipment									
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment									
Machinery and Equipment	-	-	-	-	-	-	-	-	-
Machinery and Equipment									
Transport Assets	-	-	-	-	-	-	-	-	-
Transport Assets									
Libraries	-	-	-	-	-	-	-	-	-
Libraries									
Total Capital Expenditure on upgrading	-	31 742	-	-	-	-	-	-	31 742

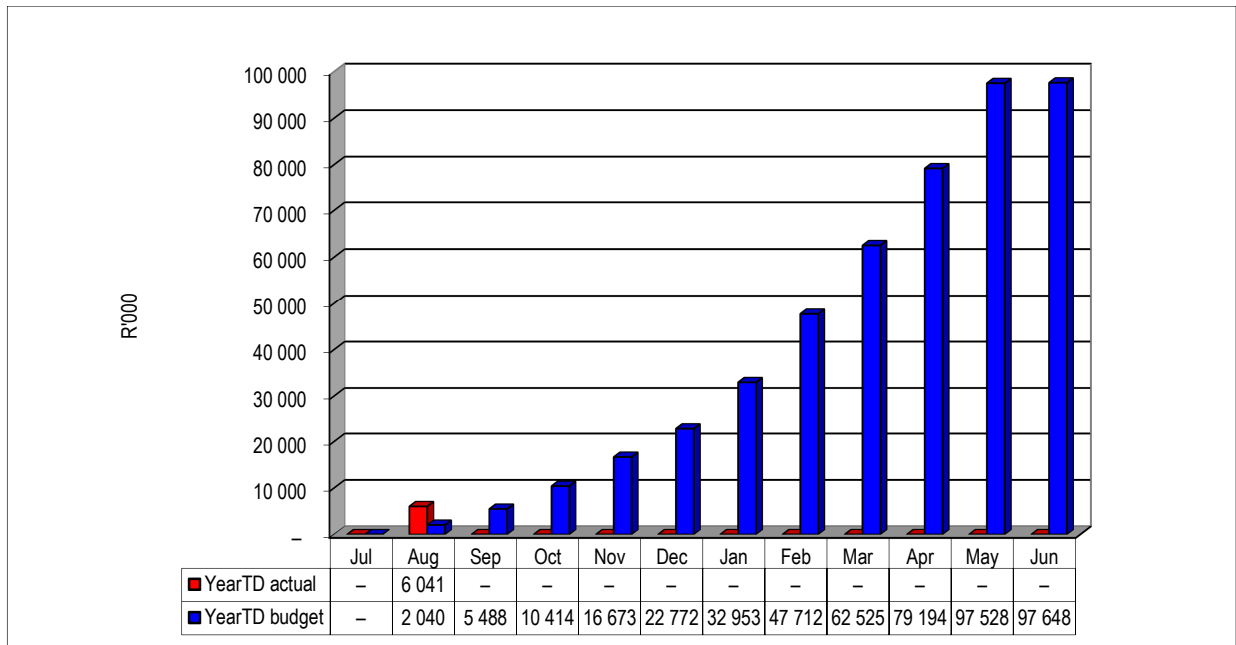
Other supporting documentation

Section 71 charts

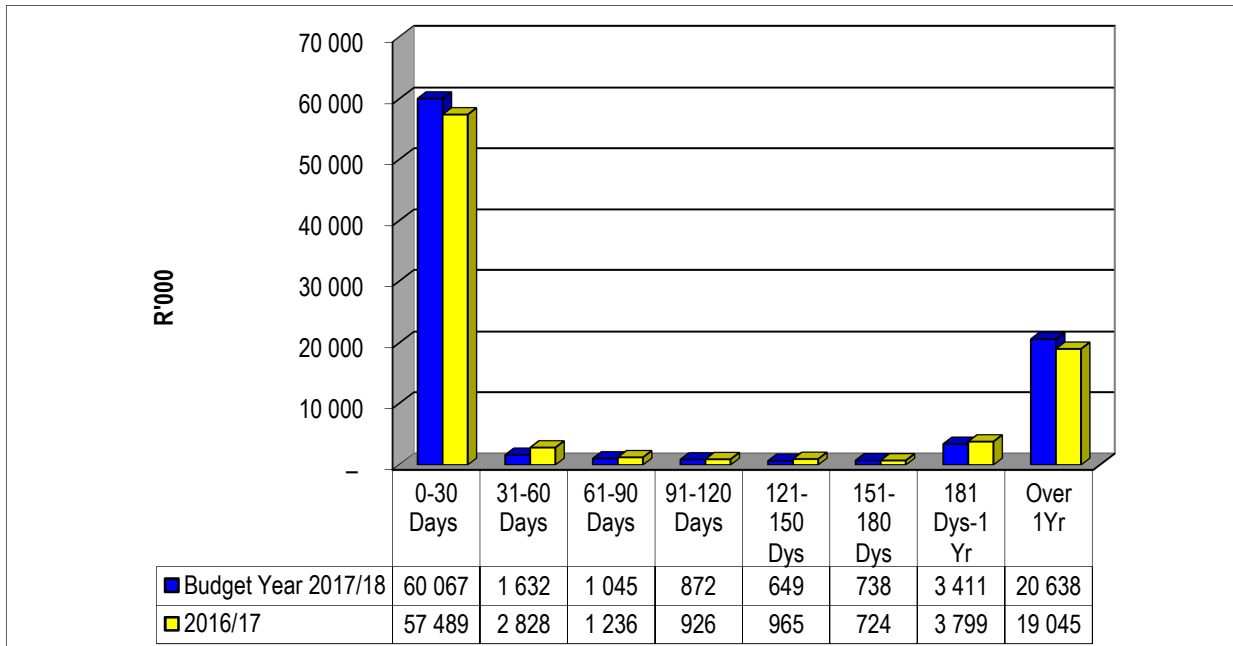
Capital expenditure monthly trend - actual vs target



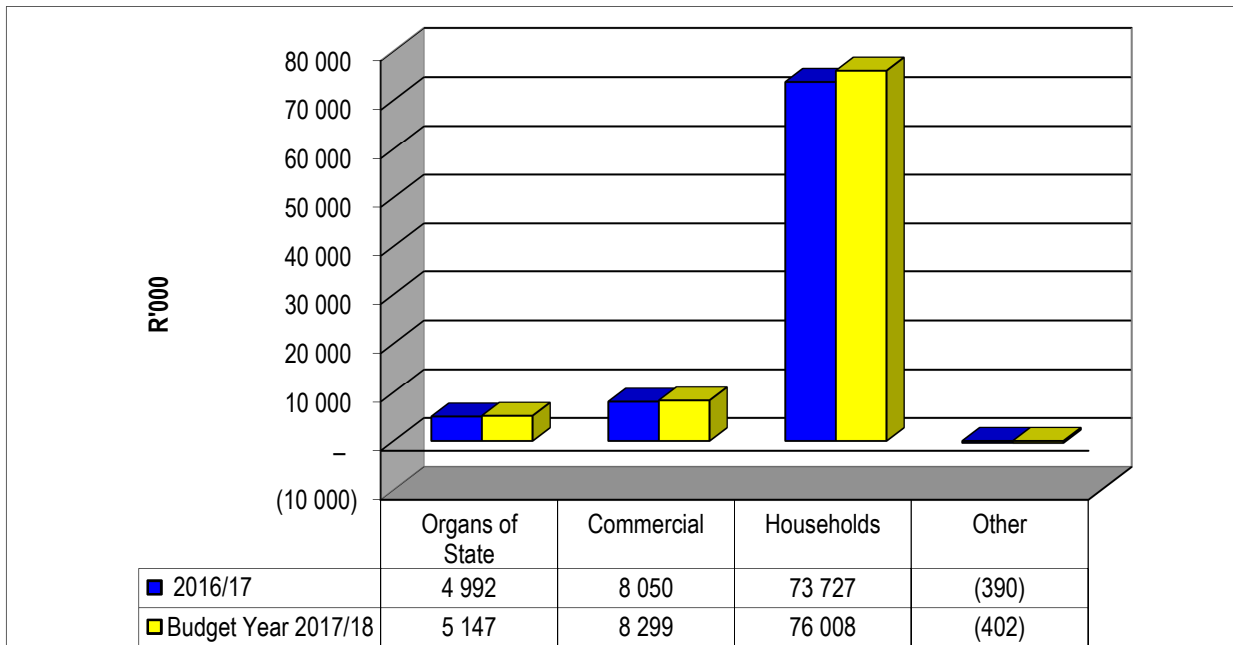
Capital expenditure – YTD actual vs YTD trend



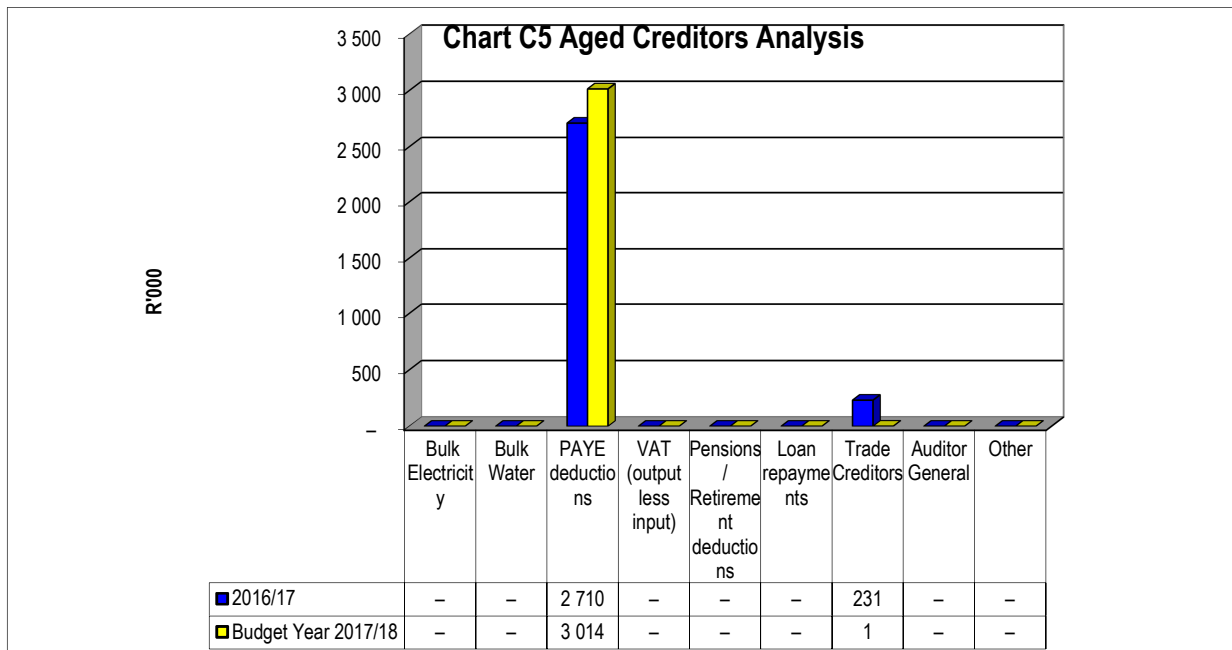
Debtors Age Analysis



Debtors by Type



Creditor Payments



Municipal manager's quality certification

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

Monthly Budget Statement

for the month of **August 2017** has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print name: **CC Groenewald**

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

Signature: _____

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

Date: _____

14.09.2017