



# QUARTERLY BUDGET REPORT AND SDBIP SEPTEMBER 2022

## 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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Appendix 1 – Service Delivery and Budget Implementation Plan

## 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 first quarter ended 30 September 2022 is included as Appendix 1 to this report.

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

No financial problems or risks from a budgetary implementation or financial management perspective identified up till 30 September 2022. It is however important to note that as a country we are faced with three major phenomena, firstly, the financial impact of the COVID-19 Pandemic on municipalities, secondly, the impact of the downgrade on South Africa's credit rating in 2020 and thirdly, the war in Ukraine, which is negatively impacting commodity prices worldwide. As a result of this, municipalities remain under pressure to provide cost effective services.

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

The 2022/2023 Budget was compiled according to version 6.6.1 of the mSCOA classification framework. The below results reflect the first quarter's financial position.

YTD Actual operating revenue at the end of the first quarter for 2022/2023 is at 25.85% of the budgeted revenue of R1.498bn. The expenditure reflects spending of 19.84% against the budgeted expenditure of R1.595bn.

YTD Capital expenditure at the end of September 2022 amounts to R26.7m, or 11.33% of the amended budget of R236m. Refer to the table on page 28 for the implementation status of the Top 10 Capital Projects.

An Adjustments Budget was tabled during this quarter in terms of section 28(1) and section 29 of the Local Government: Municipal Finance Management Act, 2003 (MFMA) to appropriate revenue and expenditure for grant funding received from an organ of state and the consolidation of capital projects for unforeseen and unavoidable expenditure, which must be approved by Council in terms of legislation.

The 12-month rolling average payment rate had dropped to 96,95% by the end of June 2020. The collection rate gained traction during the 2022/2023 financial year and at the end of September 2022 this stood at 100,14%.

The positive cash flow remains stable and is in line with budgeted performance.

## **Resolutions**

### ***IN-YEAR REPORTS 2022/2023***

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

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

that the budget report and service delivery and budget implementation plan for the quarter ended September 2022, 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 State of Disaster was terminated as from 5 April 2022. The overall impact of COVID-19, relating to the municipality's finances, is still being closely monitored.

### **Revenue by Source**

The Year-to-Date actual revenue is 0.27% above the YTD budget projections at the end of September 2022.

### **Borrowings**

The balance of borrowings amounts to R472.3m at the end of September 2022.

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

Current expenditure is 1.59% below YTD budget projections as at September 2022.

### **Capital expenditure**

The YTD Capital expenditure amounts to R26.7m or 11.33% of the amended budget of R236m. The current capital commitments of orders in progress amounts to R76m or 32.23% of the amended capital budget of R236m.

### **Cash flows**

The municipality started the year with a positive cash balance of R616.3 million. The September closing balance is R669.1 million. Refer to Supporting Table SC9 for more details on the cash position.

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

Grants totaling R14.1m was received during September 2022.

### **Spending on Grants**

Spending on grants amounts to R17.2m for September 2022 which includes FMG, MIG, EPWP, INEP, WSIG, Resource funding for the establishment & support of K9 Unit, Community Library Grant & Provincial Housing Grant – Construction Contracts.

## Material variances

The table below summarises variances for projected revenue and expenditure.

WC032 Overstrand - Supporting Table SC1 Material variance explanations - M03 September			
Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Revenue By Source</b>			
Total	0.27%		
<b>Expenditure By Type</b>			
Total	-1.59%		
<b>Capital Expenditure</b>			
Total	15.32%	Capital Commitments = R76m	
<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	1,583,104	394,085	24.89%
Expenditure	1,595,006	316,524	19.84%
Surplus / (Deficit)	(11,902)	77,561	
Capital	236,020	26,740	11.33%

### Total Revenue (excluding capital grants)

R thousand	Amended Budget	YearTD actual	% of Budget Received/Spent
Revenue	1,498,188	387,310	25.85%
Expenditure	1,595,006	316,524	19.84%
Surplus / (Deficit)	(96,819)	70,785	
Capital	236,020	26,740	11.33%

## Performance in relation to SDBIP targets

See the comprehensive quarterly report included as Appendix 1 of this report.

## 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 - M03 September

Description	2021/22	Budget Year 2022/23							
	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	-	287,941	287,941	24,246	75,884	75,656	228	0%	287,941
Service charges	-	849,642	849,642	71,657	211,638	210,628	1,010	0%	849,642
Investment revenue	-	24,871	24,871	2,549	5,281	5,281	-	-	24,871
Transfers and subsidies	-	166,184	166,219	1,263	58,613	58,613	-	-	166,219
Other own revenue	-	169,515	169,515	18,559	35,893	36,086	(193)	-1%	169,515
<b>Total Revenue (excluding capital transfers and contributions)</b>	-	<b>1,498,153</b>	<b>1,498,188</b>	<b>118,274</b>	<b>387,310</b>	<b>386,264</b>	<b>1,045</b>	<b>0%</b>	<b>1,498,188</b>
Employee costs	-	504,478	505,798	37,711	106,739	108,358	(1,619)	-1%	505,798
Remuneration of Councillors	-	12,335	12,335	980	2,940	3,032	(93)	-3%	12,335
Depreciation & asset impairment	-	146,596	146,596	12,216	36,649	36,649	-	-	146,596
Finance charges	-	48,056	48,056	1,253	1,705	1,705	-	-	48,056
Materials and bulk purchases	-	436,298	436,104	51,009	99,152	100,450	(1,298)	-1%	436,104
Transfers and subsidies	-	13,057	13,057	2,206	4,298	4,298	-	-	13,057
Other expenditure	-	434,152	433,061	27,652	65,042	67,145	(2,103)	-3%	433,061
<b>Total Expenditure</b>	-	<b>1,594,971</b>	<b>1,595,006</b>	<b>133,026</b>	<b>316,524</b>	<b>321,637</b>	<b>(5,113)</b>	<b>-2%</b>	<b>1,595,006</b>
<b>Surplus/(Deficit)</b>	-	<b>(96,819)</b>	<b>(96,819)</b>	<b>(14,752)</b>	<b>70,785</b>	<b>64,627</b>	<b>6,158</b>	<b>10%</b>	<b>(96,819)</b>
Transfers and subsidies - capital (monetary allocations)	-	72,254	72,254	3,782	6,775	6,775	-	-	72,254
Contributions & Contributed assets	-	12,662	12,662	1	0	0	-	-	12,662
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	-	<b>(11,902)</b>	<b>(11,902)</b>	<b>(10,969)</b>	<b>77,561</b>	<b>71,403</b>	<b>6,158</b>	<b>9%</b>	<b>(11,902)</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	-	<b>(11,902)</b>	<b>(11,902)</b>	<b>(10,969)</b>	<b>77,561</b>	<b>71,403</b>	<b>6,158</b>	<b>9%</b>	<b>(11,902)</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	-	<b>236,020</b>	<b>236,020</b>	<b>17,003</b>	<b>26,740</b>	<b>23,187</b>	<b>3,553</b>	<b>15%</b>	<b>236,020</b>
Capital transfers recognised	-	123,702	123,702	13,360	20,139	16,606	3,532	21%	123,702
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	80,175	80,175	2,430	3,956	3,902	54	1%	80,175
Internally generated funds	-	32,143	32,143	1,212	2,645	2,679	(34)	-1%	32,143
<b>Total sources of capital funds</b>	-	<b>236,020</b>	<b>236,020</b>	<b>17,003</b>	<b>26,740</b>	<b>23,187</b>	<b>3,553</b>	<b>15%</b>	<b>236,020</b>
<b>Financial position</b>									
Total current assets	-	594,291	594,291		822,166				594,371
Total non current assets	-	4,162,847	4,162,847		3,937,954				4,164,847
Total current liabilities	-	346,808	346,808		268,352				346,858
Total non current liabilities	-	711,285	711,285		692,159				711,285
<b>Community wealth/Equity</b>	-	<b>3,699,046</b>	<b>3,699,046</b>		<b>3,799,609</b>				<b>3,701,076</b>
<b>Cash flows</b>									
Net cash from (used) operating	-	104,629	104,629	(7,605)	87,751	87,706	(44)	-0%	104,629
Net cash from (used) investing	-	(241,000)	(241,000)	(17,418)	(27,985)	(27,985)	-	-	(241,000)
Net cash from (used) financing	-	1,377	1,377	(4,644)	(6,975)	(6,975)	-	-	1,377
<b>Cash/cash equivalents at the month/year end</b>	-	<b>431,308</b>	<b>431,308</b>	<b>-</b>	<b>669,071</b>	<b>619,049</b>	<b>(50,022)</b>	<b>-8%</b>	<b>481,286</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	67,758	4,037	2,196	2,003	1,458	1,507	7,548	46,185	132,693
<b>Creditors Age Analysis</b>									
Total Creditors	5,315	-	-	-	-	-	-	-	5,315

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

WC032 Overstrand - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M03 September

Description	2021/22	Budget Year 2022/23							
	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>	-	384,994	384,994	27,608	104,387	103,284	1,103	1%	384,994
Executive and council	-	50,470	50,470	37	19,665	19,656	10	0%	50,470
Finance and administration	-	334,524	334,524	27,571	84,722	83,629	1,094	1%	334,524
Internal audit	-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>	-	152,578	152,613	16,750	30,158	30,870	(712)	-2%	152,613
Community and social services	-	8,776	8,776	596	1,806	2,224	(418)	-19%	8,776
Sport and recreation	-	10,972	10,972	892	2,727	2,943	(216)	-7%	10,972
Public safety	-	35,995	36,030	3,056	9,140	9,218	(78)	-1%	36,030
Housing	-	96,834	96,834	12,206	16,485	16,485	-	-	96,834
Health	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>	-	24,399	24,399	1,877	4,688	5,061	(373)	-7%	24,399
Planning and development	-	13,483	13,483	1,836	3,994	4,367	(373)	-9%	13,483
Road transport	-	10,879	10,879	41	655	655	-	-	10,879
Environmental protection	-	37	37	-	39	39	-	-	37
<b>Trading services</b>	-	1,021,099	1,021,099	75,821	254,851	253,825	1,027	0%	1,021,099
Energy sources	-	615,533	615,533	48,587	151,253	151,633	(381)	0%	615,533
Water management	-	167,048	167,048	11,318	41,084	40,762	322	1%	167,048
Waste water management	-	139,720	139,720	8,941	34,600	33,930	670	2%	139,720
Waste management	-	98,797	98,797	6,976	27,914	27,499	415	2%	98,797
<b>Other</b>	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	-	1,583,069	1,583,104	122,057	394,085	393,040	1,045	0%	1,583,104
<b>Expenditure - Functional</b>									
<b>Governance and administration</b>	-	315,410	315,608	21,555	67,415	68,404	(989)	-1%	315,608
Executive and council	-	74,067	73,930	4,901	19,221	19,305	(85)	0%	73,930
Finance and administration	-	237,178	237,513	16,426	47,466	48,357	(891)	-2%	237,513
Internal audit	-	4,165	4,165	228	727	741	(14)	-2%	4,165
<b>Community and public safety</b>	-	267,374	267,374	18,552	43,133	43,668	(536)	-1%	267,271
Community and social services	-	21,751	21,513	1,953	4,553	4,458	95	2%	21,513
Sport and recreation	-	63,035	63,135	4,481	10,792	10,970	(178)	-2%	63,035
Public safety	-	118,758	118,896	9,225	24,007	24,459	(453)	-2%	118,893
Housing	-	63,829	63,829	2,894	3,781	3,781	-	-	63,829
Health	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>	-	198,290	198,126	13,390	35,948	36,402	(455)	-1%	198,230
Planning and development	-	53,256	53,196	3,701	10,346	10,799	(452)	-4%	53,196
Road transport	-	121,995	121,891	7,739	19,707	19,750	(43)	0%	121,995
Environmental protection	-	23,039	23,039	1,950	5,894	5,853	41	1%	23,039
<b>Trading services</b>	-	810,381	810,381	79,212	169,286	172,370	(3,084)	-2%	810,381
Energy sources	-	480,315	480,315	52,879	106,683	107,909	(1,226)	-1%	480,315
Water management	-	133,992	133,992	10,045	22,395	23,266	(871)	-4%	133,992
Waste water management	-	103,774	103,774	8,971	22,612	23,301	(689)	-3%	103,774
Waste management	-	92,299	92,299	7,317	17,596	17,894	(298)	-2%	92,299
<b>Other</b>	-	3,517	3,517	318	743	792	(50)	-6%	3,517
<b>Total Expenditure - Functional</b>	-	1,594,971	1,595,006	133,026	316,524	321,637	(5,113)	-2%	1,595,006
<b>Surplus/ (Deficit) for the year</b>	-	(11,902)	(11,902)	(10,969)	77,561	71,403	6,158	9%	(11,902)

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) - M03

Vote Description	2021/22	Budget Year 2022/23							
	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 & Mayor's Office	-	50,312	50,312	15	19,616	19,616	-		50,312
Vote 2 - Municipal Manager & Internal Audit	-	-	-	-	-	-	-		-
Vote 3 - Management Services	-	869	869	40	244	217	26	12.1%	869
Vote 4 - Finance	-	327,436	327,436	27,447	84,250	84,371	(122)	-0.1%	327,436
Vote 5 - Infrastructure & Planning	-	730,542	730,542	62,380	171,373	171,306	67	0.0%	730,542
Vote 6 - Protection Services	-	35,995	36,030	3,056	9,140	9,108	32	0.4%	36,030
Vote 7 - Economic and Social Development & Tourism	-	2,811	2,811	255	377	395	(19)	-4.7%	2,811
Vote 8 - Community Services	-	435,105	435,105	28,863	109,087	108,026	1,060	1.0%	435,105
Vote 9 - Costing Services	-	-	-	-	-	-	-		-
Vote 10 - Main Ledger Services	-	-	-	-	-	-	-		-
<b>Total Revenue by Vote</b>	<b>-</b>	<b>1,583,069</b>	<b>1,583,104</b>	<b>122,057</b>	<b>394,085</b>	<b>393,040</b>	<b>1,045</b>	<b>0.3%</b>	<b>1,583,104</b>
<b>Expenditure by Vote</b>									
Vote 1 - Council & Mayor's Office	-	44,592	44,592	2,955	13,371	13,399	(28)	-0.2%	44,592
Vote 2 - Municipal Manager & Internal Audit	-	8,042	8,042	483	1,479	1,571	(92)	-5.8%	8,042
Vote 3 - Management Services	-	65,889	65,889	4,039	14,929	15,189	(260)	-1.7%	65,889
Vote 4 - Finance	-	106,313	106,313	7,695	19,112	19,686	(574)	-2.9%	106,313
Vote 5 - Infrastructure & Planning	-	734,810	734,810	71,912	148,665	150,921	(2,256)	-1.5%	734,810
Vote 6 - Protection Services	-	119,732	119,767	9,074	23,474	24,151	(677)	-2.8%	119,767
Vote 7 - Economic and Social Development & Tourism	-	17,570	17,570	1,254	2,965	3,096	(131)	-4.2%	17,570
Vote 8 - Community Services	-	498,023	498,023	35,615	92,529	93,625	(1,096)	-1.2%	498,023
Vote 9 - Costing Services	-	-	-	-	-	-	-		-
Vote 10 - Main Ledger Services	-	-	-	-	-	-	-		-
<b>Total Expenditure by Vote</b>	<b>-</b>	<b>1,594,971</b>	<b>1,595,006</b>	<b>133,026</b>	<b>316,524</b>	<b>321,637</b>	<b>(5,113)</b>	<b>-1.6%</b>	<b>1,595,006</b>
<b>Surplus/ (Deficit) for the year</b>	<b>-</b>	<b>(11,902)</b>	<b>(11,902)</b>	<b>(10,969)</b>	<b>77,561</b>	<b>71,403</b>	<b>6,158</b>	<b>8.6%</b>	<b>(11,902)</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; Infrastructure & Planning; Protection Services; Economic and Social Development Services & Tourism and Community 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) - M03 September

Description	2021/22	Budget Year 2022/23							
	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		287,941	287,941	24,246	75,884	75,656	228	0%	287,941
Service charges - electricity revenue		541,692	541,692	45,697	133,720	134,069	(349)	0%	541,692
Service charges - water revenue		138,138	138,138	11,182	33,944	33,383	561	2%	138,138
Service charges - sanitation revenue		90,962	90,962	7,814	23,090	22,741	350	2%	90,962
Service charges - refuse revenue		78,850	78,850	6,963	20,884	20,435	449	2%	78,850
Rental of facilities and equipment		4,573	4,573	473	1,482	1,372	110	8%	4,573
Interest earned - external investments		24,871	24,871	2,549	5,281	5,281	-	-	24,871
Interest earned - outstanding debtors		3,982	3,982	461	1,410	1,294	116	9%	3,982
Dividends received		-	-	-	-	-	-	-	-
Fines, penalties and forfeits		20,344	20,344	1,786	5,528	5,256	273	5%	20,344
Licences and permits		2,636	2,636	217	747	725	22	3%	2,636
Agency services		7,858	7,858	775	1,999	1,965	35	2%	7,858
Transfers and subsidies		166,184	166,219	1,263	58,613	58,613	-	-	166,219
Other revenue		121,898	121,898	15,109	24,636	25,385	(749)	-3%	121,898
Gains		8,225	8,225	(262)	90	90	-	-	8,225
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>-</b>	<b>1,498,153</b>	<b>1,498,188</b>	<b>118,274</b>	<b>387,310</b>	<b>386,264</b>	<b>1,045</b>	<b>0%</b>	<b>1,498,188</b>
<b>Expenditure By Type</b>									
Employee related costs		504,478	505,798	37,711	106,739	108,358	(1,619)	-1%	505,798
Remuneration of councillors		12,335	12,335	980	2,940	3,032	(93)	-3%	12,335
Debt impairment		13,564	13,564	1,130	3,391	3,391	-	-	13,564
Depreciation & asset impairment		146,596	146,596	12,216	36,649	36,649	-	-	146,596
Finance charges		48,056	48,056	1,253	1,705	1,705	-	-	48,056
Bulk purchases - electricity		384,161	384,161	46,453	89,160	90,278	(1,118)	-1%	384,161
Inventory consumed		52,137	51,943	4,556	9,992	10,172	(181)	-2%	51,943
Contracted services		269,929	267,884	18,959	38,568	39,736	(1,169)	-3%	267,884
Transfers and subsidies		13,057	13,057	2,206	4,298	4,298	-	-	13,057
Other expenditure		150,658	151,613	7,563	23,083	24,018	(935)	-4%	151,613
Losses		-	-	-	-	-	-	-	-
<b>Total Expenditure</b>	<b>-</b>	<b>1,594,971</b>	<b>1,595,006</b>	<b>133,026</b>	<b>316,524</b>	<b>321,637</b>	<b>(5,113)</b>	<b>-2%</b>	<b>1,595,006</b>
<b>Surplus/(Deficit)</b>	<b>-</b>	<b>(96,819)</b>	<b>(96,819)</b>	<b>(14,752)</b>	<b>70,785</b>	<b>64,627</b>	<b>6,158</b>	<b>0</b>	<b>(96,819)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		72,254	72,254	3,782	6,775	6,775	-	-	72,254
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions)		12,662	12,662	1	0	0	-	-	12,662
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>-</b>	<b>(11,902)</b>	<b>(11,902)</b>	<b>(10,969)</b>	<b>77,561</b>	<b>71,403</b>			<b>(11,902)</b>
Taxation		-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>	<b>-</b>	<b>(11,902)</b>	<b>(11,902)</b>	<b>(10,969)</b>	<b>77,561</b>	<b>71,403</b>			<b>(11,902)</b>
Attributable to minorities		-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>	<b>-</b>	<b>(11,902)</b>	<b>(11,902)</b>	<b>(10,969)</b>	<b>77,561</b>	<b>71,403</b>			<b>(11,902)</b>
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>-</b>	<b>(11,902)</b>	<b>(11,902)</b>	<b>(10,969)</b>	<b>77,561</b>	<b>71,403</b>			<b>(11,902)</b>

The annual revenue budget is approved as 'Revenue by Source'. The Year-to-Date actual revenue is 0.27% above the YTD budget projections.

Current expenditure is 1.59% below YTD budget projections for September 2022.

**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) - M03 September**

Vote Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Multi-Year expenditure appropriation</b>									
Vote 1 - Council & Mayor's Office	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager & Internal Audit	-	-	-	-	-	-	-	-	-
Vote 3 - Management Services	-	1,815	1,815	348	462	450	12	3%	1,815
Vote 4 - Finance	-	60	60	8	8	15	(7)	-46%	60
Vote 5 - Infrastructure & Planning	-	198,128	198,128	16,009	23,896	21,123	2,773	13%	198,128
Vote 6 - Protection Services	-	300	300	106	106	75	31	42%	300
Vote 7 - Economic and Social Development & Tourism	-	45	45	2	2	11	(9)	-84%	45
Vote 8 - Community Services	-	735	735	-	-	-	-	-	735
Vote 9 - Costing Services	-	-	-	-	-	-	-	-	-
Vote 10 - Main Ledger Services	-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	-	<b>201,083</b>	<b>201,083</b>	<b>16,473</b>	<b>24,474</b>	<b>21,674</b>	<b>2,799</b>	<b>13%</b>	<b>201,083</b>
<b>Single Year expenditure appropriation</b>									
Vote 1 - Council & Mayor's Office	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager & Internal Audit	-	-	-	-	-	-	-	-	-
Vote 3 - Management Services	-	-	-	-	-	-	-	-	-
Vote 4 - Finance	-	-	-	-	-	-	-	-	-
Vote 5 - Infrastructure & Planning	-	17,475	17,475	342	1,579	653	926	142%	17,475
Vote 6 - Protection Services	-	2,492	2,492	-	475	242	234	97%	2,492
Vote 7 - Economic and Social Development & Tourism	-	-	-	-	-	-	-	-	-
Vote 8 - Community Services	-	14,970	14,970	188	212	619	(407)	-66%	14,970
Vote 9 - Costing Services	-	-	-	-	-	-	-	-	-
Vote 10 - Main Ledger Services	-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	-	<b>34,937</b>	<b>34,937</b>	<b>530</b>	<b>2,266</b>	<b>1,513</b>	<b>753</b>	<b>50%</b>	<b>34,937</b>
<b>Total Capital Expenditure</b>	-	<b>236,020</b>	<b>236,020</b>	<b>17,003</b>	<b>26,740</b>	<b>23,187</b>	<b>3,553</b>	<b>15%</b>	<b>236,020</b>
<b>Capital Expenditure - Functional Classification</b>									
<b>Governance and administration</b>	-	<b>1,875</b>	<b>1,875</b>	<b>356</b>	<b>470</b>	<b>468</b>	<b>2</b>	<b>0%</b>	<b>1,875</b>
Executive and council	-	5	5	-	-	-	-	-	5
Finance and administration	-	1,870	1,870	356	470	468	2	0%	1,870
Internal audit	-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>	-	<b>53,438</b>	<b>54,458</b>	<b>10,025</b>	<b>15,042</b>	<b>11,299</b>	<b>3,742</b>	<b>33%</b>	<b>54,458</b>
Community and social services	-	7,261	7,261	-	-	-	-	-	7,261
Sport and recreation	-	2,500	2,500	342	1,098	625	473	76%	2,500
Public safety	-	2,792	2,792	106	582	698	(116)	-17%	2,792
Housing	-	40,885	41,905	9,577	13,362	9,976	3,386	34%	41,905
Health	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>	-	<b>14,068</b>	<b>14,068</b>	<b>220</b>	<b>774</b>	<b>1,192</b>	<b>(419)</b>	<b>-35%</b>	<b>14,068</b>
Planning and development	-	1,478	1,478	32	32	269	(238)	-88%	1,478
Road transport	-	12,590	12,590	188	742	923	(181)	-20%	12,590
Environmental protection	-	-	-	-	-	-	-	-	-
<b>Trading services</b>	-	<b>166,639</b>	<b>165,619</b>	<b>6,402</b>	<b>10,455</b>	<b>10,228</b>	<b>227</b>	<b>2%</b>	<b>165,619</b>
Energy sources	-	65,389	65,389	2,878	4,031	4,117	(85)	-2%	65,389
Water management	-	39,970	39,570	1,280	1,761	2,446	(686)	-28%	39,570
Waste water management	-	57,736	57,116	2,138	4,556	3,279	1,277	39%	57,116
Waste management	-	3,544	3,544	107	107	386	(279)	-72%	3,544
<b>Other</b>	-	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Capital Expenditure - Functional Classification</b>	-	<b>236,020</b>	<b>236,020</b>	<b>17,003</b>	<b>26,740</b>	<b>23,187</b>	<b>3,553</b>	<b>15%</b>	<b>236,020</b>
<b>Funded by:</b>									
National Government	-	72,254	72,254	3,782	6,775	8,032	(1,256)	-16%	72,254
Provincial Government	-	-	-	-	-	-	-	-	-
District Municipality	-	-	-	-	-	-	-	-	-
Other transfers and grants	-	51,447	51,447	9,578	13,363	8,575	4,789	56%	51,447
<b>Transfers recognised - capital</b>	-	<b>123,702</b>	<b>123,702</b>	<b>13,360</b>	<b>20,139</b>	<b>16,606</b>	<b>3,532</b>	<b>21%</b>	<b>123,702</b>
<b>Public contributions &amp; donations</b>	-	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Borrowing</b>	-	<b>80,175</b>	<b>80,175</b>	<b>2,430</b>	<b>3,956</b>	<b>3,902</b>	<b>54</b>	<b>1%</b>	<b>80,175</b>
<b>Internally generated funds</b>	-	<b>32,143</b>	<b>32,143</b>	<b>1,212</b>	<b>2,645</b>	<b>2,679</b>	<b>(34)</b>	<b>-1%</b>	<b>32,143</b>
<b>Total Capital Funding</b>	-	<b>236,020</b>	<b>236,020</b>	<b>17,003</b>	<b>26,740</b>	<b>23,187</b>	<b>3,553</b>	<b>15%</b>	<b>236,020</b>

Capital expenditure is 15.32% 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 - M03 September**

Description	2021/22	Budget Year 2022/23			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>					
<b>ASSETS</b>					
<b>Current assets</b>					
Cash		31,308	31,308	158,812	31,338
Call investment deposits		400,000	400,000	510,259	400,000
Consumer debtors		92,590	92,590	97,930	92,590
Other debtors		59,486	59,486	44,993	59,486
Current portion of long-term receivables		-	-	-	-
Inventory		10,908	10,908	10,172	10,958
<b>Total current assets</b>	-	<b>594,291</b>	<b>594,291</b>	<b>822,166</b>	<b>594,371</b>
<b>Non current assets</b>					
Long-term receivables		-	-	-	-
Investments		70,005	70,005	61,847	70,005
Investment property		132,846	132,846	127,088	132,846
Investments in Associate		-	-	-	-
Property, plant and equipment		3,820,865	3,820,865	3,627,344	3,822,932
Agricultural		-	-	-	-
Biological assets		-	-	610	(68)
Intangible assets		8,203	8,203	8,940	8,203
Other non-current assets		130,928	130,928	112,126	130,928
<b>Total non current assets</b>	-	<b>4,162,847</b>	<b>4,162,847</b>	<b>3,937,954</b>	<b>4,164,847</b>
<b>TOTAL ASSETS</b>	-	<b>4,757,138</b>	<b>4,757,138</b>	<b>4,760,120</b>	<b>4,759,219</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Bank overdraft		-	-	-	-
Borrowing		58,592	58,592	58,592	58,592
Consumer deposits		66,074	66,074	65,808	66,074
Trade and other payables		173,931	173,931	95,742	173,981
Provisions		48,210	48,210	48,210	48,210
<b>Total current liabilities</b>	-	<b>346,808</b>	<b>346,808</b>	<b>268,352</b>	<b>346,858</b>
<b>Non current liabilities</b>					
Borrowing		421,184	421,184	413,707	421,184
Provisions		290,101	290,101	278,452	290,101
<b>Total non current liabilities</b>	-	<b>711,285</b>	<b>711,285</b>	<b>692,159</b>	<b>711,285</b>
<b>TOTAL LIABILITIES</b>	-	<b>1,058,092</b>	<b>1,058,092</b>	<b>960,511</b>	<b>1,058,142</b>
<b>NET ASSETS</b>	-	<b>3,699,046</b>	<b>3,699,046</b>	<b>3,799,609</b>	<b>3,701,076</b>
<b>COMMUNITY WEALTH/EQUITY</b>					
Accumulated Surplus/(Deficit)		3,695,823	3,695,823	3,796,382	3,688,475
Reserves		3,223	3,223	3,228	12,601
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	-	<b>3,699,046</b>	<b>3,699,046</b>	<b>3,799,609</b>	<b>3,701,076</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 - M03 September

Description	2021/22	Budget Year 2022/23							
	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		285,907	285,907	25,804	76,365	76,242	123	0%	285,907
Service charges		843,505	843,505	70,165	209,299	209,470	(171)	0%	843,505
Other revenue		146,992	146,992	16,642	50,525	50,467	58	0%	146,992
Transfers and Subsidies - Operational		166,184	166,219	1,550	66,704	66,704	-		166,184
Transfers and Subsidies - Capital		72,254	72,254	(0)	19,851	19,851	-		72,254
Interest		24,871	24,871	3,010	6,691	6,691	-		24,871
Dividends		-	-	-	-	-	-		-
<b>Payments</b>									
Suppliers and employees		(1,373,971)	(1,374,006)	(121,317)	(335,681)	(335,715)	(35)	0%	(1,373,971)
Finance charges		(48,056)	(48,056)	(1,253)	(1,705)	(1,705)	-		(48,056)
Transfers and Grants		(13,057)	(13,057)	(2,206)	(4,298)	(4,298)	-		(13,057)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>-</b>	<b>104,629</b>	<b>104,629</b>	<b>(7,605)</b>	<b>87,751</b>	<b>87,706</b>	<b>(44)</b>	<b>0%</b>	<b>104,629</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>									
<b>Receipts</b>									
Proceeds on disposal of PPE		-	-	-	-	-	-		-
Decrease (increase) in non-current receivables		-	-	-	-	-	-		-
Decrease (increase) in non-current investments		(4,980)	(4,980)	(415)	(1,245)	(1,245)	-		(4,980)
<b>Payments</b>									
Capital assets		(236,020)	(236,020)	(17,003)	(26,740)	(26,740)	-		(236,020)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>-</b>	<b>(241,000)</b>	<b>(241,000)</b>	<b>(17,418)</b>	<b>(27,985)</b>	<b>(27,985)</b>	<b>-</b>		<b>(241,000)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>									
<b>Receipts</b>									
Short term loans		-	-	-	-	-	-		-
Borrowing long term/refinancing		50,000	50,000	-	-	-	-		50,000
Increase (decrease) in consumer deposits		2,000	2,000	246	1,126	1,126	-		2,000
<b>Payments</b>									
Repayment of borrowing		(50,623)	(50,623)	(4,889)	(8,101)	(8,101)	-		(50,623)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>-</b>	<b>1,377</b>	<b>1,377</b>	<b>(4,644)</b>	<b>(6,975)</b>	<b>(6,975)</b>	<b>-</b>		<b>1,377</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>-</b>	<b>(134,994)</b>	<b>(134,994)</b>	<b>(29,666)</b>	<b>52,792</b>	<b>52,747</b>			<b>(134,994)</b>
Cash/cash equivalents at beginning:		566,302	566,302		616,280	566,302			616,280
Cash/cash equivalents at month/year end:		431,308	431,308		669,071	619,049			481,286

Table C7 balances to the current Cash balance, shown in the 'YTD actual' column, which is R 669.1 million.

The municipality started the year with a positive cash balance of R616.3 million. The September closing balance is R669.1 million. Refer to Supporting Table SC9 for more details on the cash position.

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

WC032 Overstrand - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M03 September

Description	Budget Year 2022/23												2022/23 Medium Term Revenue & Expenditure Framework			
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25	
R thousands	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget				
<b>Cash Receipts By Source</b>																
Property rates	24,024	26,637	25,804	-	-	-	-	-	-	-	-	209,542	285,907	298,712	312,089	
Service charges - electricity revenue	41,233	45,358	44,626	-	-	-	-	-	-	-	-	407,868	539,085	579,206	622,318	
Service charges - water revenue	10,948	12,131	10,964	-	-	-	-	-	-	-	-	102,519	136,561	142,706	149,128	
Service charges - sanitation revenue	3,161	8,308	7,602	-	-	-	-	-	-	-	-	70,845	89,916	93,783	97,816	
Service charges - refuse	10,694	7,302	6,974	-	-	-	-	-	-	-	-	52,974	77,943	82,541	87,410	
Service charges - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Rental of facilities and equipment	347	532	608	-	-	-	-	-	-	-	-	3,086	4,573	4,778	4,989	
Interest earned - external investments	1,653	1,078	2,549	-	-	-	-	-	-	-	-	19,591	24,871	25,991	27,161	
Interest earned - outstanding debtors	414	536	461	-	-	-	-	-	-	-	-	(1,410)	-	-	-	
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Fines, penalties and forfeits	1,864	1,878	1,786	-	-	-	-	-	-	-	-	5,369	10,897	12,647	13,537	
Licences and permits	279	251	217	-	-	-	-	-	-	-	-	1,888	2,636	2,750	2,869	
Agency services	473	751	775	-	-	-	-	-	-	-	-	5,859	7,858	8,211	8,580	
Transfer receipts - operating	57,849	7,395	1,550	-	-	-	-	-	-	-	-	99,390	166,184	174,999	192,746	
Other revenue	20,988	5,999	13,256	-	-	-	-	-	-	-	-	80,784	121,028	81,758	45,957	
<b>Cash Receipts by Source</b>	<b>173,928</b>	<b>118,055</b>	<b>117,171</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,058,305</b>	<b>1,467,459</b>	<b>1,508,081</b>	<b>1,564,601</b>	
<b>Other Cash Flows by Source</b>																
Transfers and subsidies - capital (monetary allocations) (National /	19,763	(1)	(0)	-	-	-	-	-	-	-	-	52,492	72,254	31,368	32,611	
Transfers and subsidies - capital (monetary allocations) (National /	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Proceeds on Disposal of Fixed and Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Short term loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	-	-	50,000	50,000	50,000	60,000	
Increase (decrease) in consumer deposits	659	221	246	-	-	-	-	-	-	-	-	874	2,000	2,000	2,000	
Decrease (increase) in non-current receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Decrease (increase) in non-current investments	(415)	(415)	(415)	-	-	-	-	-	-	-	-	(3,735)	(4,980)	(4,980)	(4,980)	
<b>Total Cash Receipts by Source</b>	<b>193,935</b>	<b>117,861</b>	<b>117,001</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,157,936</b>	<b>1,586,733</b>	<b>1,586,469</b>	<b>1,654,232</b>	
<b>Cash Payments by Type</b>																
Employee related costs	30,560	36,189	36,545	-	-	-	-	-	-	-	-	389,399	492,692	520,035	550,870	
Remuneration of councillors	980	980	980	-	-	-	-	-	-	-	-	9,396	12,335	12,837	13,360	
Interest paid	38	415	1,253	-	-	-	-	-	-	-	-	46,351	48,056	47,734	47,159	
Bulk purchases - Electricity	7	42,701	46,453	-	-	-	-	-	-	-	-	295,001	384,161	417,237	453,161	
Acquisitions - water & other inventory	1,347	4,088	4,556	-	-	-	-	-	-	-	-	42,145	52,137	51,837	55,539	
Contracted services	773	18,836	18,959	-	-	-	-	-	-	-	-	231,362	269,929	279,215	293,223	
Grants and subsidies paid - other municipalities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Grants and subsidies paid - other	942	1,151	2,206	-	-	-	-	-	-	-	-	8,759	13,057	13,060	13,582	
General expenses	89,587	(12,203)	13,825	-	-	-	-	-	-	-	-	71,507	162,716	100,901	81,050	
<b>Cash Payments by Type</b>	<b>124,234</b>	<b>92,156</b>	<b>124,775</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,093,919</b>	<b>1,435,084</b>	<b>1,442,856</b>	<b>1,507,945</b>	
<b>Other Cash Flows/Payments by Type</b>																
Capital assets	632	9,105	17,003	-	-	-	-	-	-	-	-	209,280	236,020	102,598	99,011	
Repayment of borrowing	2,181	1,031	4,889	-	-	-	-	-	-	-	-	42,523	50,623	58,592	51,239	
Other Cash Flows/Payments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Total Cash Payments by Type</b>	<b>127,047</b>	<b>102,292</b>	<b>146,667</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,345,722</b>	<b>1,721,727</b>	<b>1,604,046</b>	<b>1,658,194</b>	
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>66,888</b>	<b>15,569</b>	<b>(29,666)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(187,786)</b>	<b>(134,994)</b>	<b>(17,577)</b>	<b>(3,963)</b>	
Cash/cash equivalents at the monthly/year beginning:	616,280	683,168	698,737	669,071	669,071	669,071	669,071	669,071	669,071	669,071	669,071	669,071	616,280	481,286	463,709	
Cash/cash equivalents at the monthly/year end:	683,168	698,737	669,071	669,071	669,071	669,071	669,071	669,071	669,071	669,071	669,071	481,286	481,286	463,709	459,746	

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 - M03 September

Description	NT Code	Budget Year 2022/23										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days		
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	14,717	948	480	435	308	336	1,554	7,095	25,873	9,728	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	23,749	1,026	570	437	328	295	1,432	5,784	33,621	8,276	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	25,099	822	400	410	271	251	1,461	5,504	34,217	7,896	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	8,414	561	285	236	197	232	1,055	4,858	15,838	6,578	-	-
Receivables from Exchange Transactions - Waste Management	1600	7,727	369	237	191	158	168	705	2,638	12,192	3,859	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	534	45	40	32	10	8	40	287	996	378	-	-
Interest on Arrear Debtor Accounts	1810	158	53	54	64	61	71	537	12,381	13,379	13,113	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	(12,641)	214	131	199	125	145	763	7,640	(3,424)	8,872	-	-
<b>Total By Income Source</b>	<b>2000</b>	<b>67,738</b>	<b>4,037</b>	<b>2,196</b>	<b>2,003</b>	<b>1,458</b>	<b>1,507</b>	<b>7,548</b>	<b>46,185</b>	<b>132,693</b>	<b>58,701</b>	<b>-</b>	<b>-</b>
<b>2021/22 - totals only</b>		<b>64,586</b>	<b>2,677</b>	<b>1,970</b>	<b>1,643</b>	<b>1,648</b>	<b>1,568</b>	<b>6,530</b>	<b>45,072</b>	<b>126,694</b>	<b>56,461</b>		
Debtors Age Analysis By Customer Group													
Organs of State	2200	2,838	180	62	55	26	19	105	1,415	4,701	1,621	-	-
Commercial	2300	9,431	162	93	79	50	47	231	2,559	12,651	2,965	-	-
Households	2400	56,626	3,684	2,034	1,827	1,373	1,438	7,177	40,588	114,745	52,402	-	-
Other	2500	(1,136)	11	7	42	10	3	35	1,623	595	1,713	-	-
<b>Total By Customer Group</b>	<b>2600</b>	<b>67,738</b>	<b>4,037</b>	<b>2,196</b>	<b>2,003</b>	<b>1,458</b>	<b>1,507</b>	<b>7,548</b>	<b>46,185</b>	<b>132,693</b>	<b>58,701</b>	<b>-</b>	<b>-</b>

The debtors' 12-month rolling average payment rate is 100,14% at the end of September 2022.

## Summary of Indigent Households

	Indigent Households	Other Households	Total Households	
<b>2,022</b>				
July	7,301	28,772	36,073	20.24%
August	7,344	28,586	35,930	20.44%
September	7,382	28,550	35,932	20.54%
October				
November				
December				
<b>2,023</b>				
January				
February				
March				
April				
May				
June				

## 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)
7382			10KL	7382	0	7382	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)
123	7259		50kWh	7382	0	7382	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>2022/2023</b>											
June											
May											
April											
March											
February											
January											
December											
November											
October											
September	82,373,416	4,036,921	2,196,106	2,002,974	1,458,017	1,506,996	7,547,972	46,185,270	147,307,673	64,934,256	58,701,229
August	83,300,150	3,321,043	2,418,953	1,634,245	1,610,645	1,423,175	7,337,769	46,450,821	147,496,800	64,196,650	58,456,654
July	88,495,299	3,629,544	1,946,083	1,769,685	1,521,309	1,572,722	6,903,366	45,753,005	151,591,012	63,095,713	57,520,086

### Government Debt

Overstrand Municipality as at 30/09/2022	Total Debt	Services	Rates	Other
<b>Department Responsible for the Debt</b>				
NPW 2227	1,997,293	866,929	1,105,938	24,427
WCED 2251	396,763	396,763	0	0
OTHER 2255	60,971	40,672	20,299	0
HEALTH 2252	148,738	98,020	50,198	520
TPW 2256	2,001,226	-119,781	2,120,747	260
HUMAN SETTLE 2215	56,102	56,102	0	0
HOUSING 2253	4,648	4,648	0	0
OTHER MUNICIPALITIES 2276	35,329	35,329	0	0
<b>TOTAL OUTSTANDING</b>	<b>4,701,070</b>	<b>1,378,681</b>	<b>3,297,182</b>	<b>25,207</b>

### Creditors' analysis

#### Supporting Table SC4

WC032 Overstrand - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 September

Description	NT Code	Budget Year 2022/23									Prior year totals for chart (same period)	
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total		
<b>R thousands</b>												
<b>Creditors Age Analysis By Customer Type</b>												
Bulk Electricity	0100		-	-	-	-	-	-	-	-	-	-
Bulk Water	0200		-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	5,315	-	-	-	-	-	-	-	-	5,315	5,277
VAT (output less input)	0400		-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500		-	-	-	-	-	-	-	-	-	-
Loan repayments	0600		-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	-	-	-	-	-	-	-	-	-	-	1
Auditor General	0800		-	-	-	-	-	-	-	-	-	-
Other	0900		-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Type</b>	<b>1000</b>	<b>5,315</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,315</b>	<b>5,278</b>

Supporting Table SC4 reflects current creditors at the end of September 2022.

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 - M03 September

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
	Yrs/Months							
<b>R thousands</b>								
<b>Municipality</b>								
LIBERTY 15934476	15 YEARS	Policy	01/09/2025	16		20,375	125	20,515
LIBERTY 21196964	14 YEARS	Policy	01/09/2025	(17)		36,565	260	36,808
MOMENTUM MP 3853776	14 YEARS	Policy	01/07/2026	(260)		4,754	30	4,524
ABSA 9331734880	DEP PLUS	DEP PLUS		44	4.3	10,259	(44)	10,259
ABSA 2080500660	92 DAYS	FIXED DEP	30/09/2022	1,530	6.07	100,000	(101,530)	-
Nedbank 03/7881534451 ref. 270	185 DAYS	FIXED DEP	23/01/2023		7.31	100,000		100,000
Standard Bank 288343005-032	91 DAYS	FIXED DEP	21/10/2022		6.6	100,000		100,000
Nedbank 03/7881534451 ref. 271	183 DAYS	FIXED DEP	26/01/2023		7.31	100,000		100,000
ABSA 2080554716	92 DAYS	FIXED DEP	27/10/2022		6.61	100,000		100,000
ABSA 2080500660	122 DAYS	FIXED DEP	30/01/2023				100,000	100,000
<b>Municipality sub-total</b>				<b>1,312</b>		<b>571,952</b>	<b>(1,159)</b>	<b>572,106</b>
<b>TOTAL INVESTMENTS AND INTEREST</b>				<b>1,312</b>		<b>571,952</b>	<b>(1,159)</b>	<b>572,106</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 - M03 September

Description	2021/22	Budget Year 2022/23							
	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>	-	152,183	152,183	1,550	58,538	58,538	-		152,183
Operational Revenue:General Revenue:Equitable Share	-	141,896	141,896		55,339	55,339	-		141,896
Energy Efficiency and Demand-side [Schedule 5B]	-	5,000	5,000		1,000	1,000	-		5,000
Expanded Public Works Programme Integrated Grant for Municipalities [Schedule 5B]	-	2,593	2,593		649	649	-		2,593
Local Government Financial Management Grant [Schedule 5B]	-	1,550	1,550	1,550	1,550	1,550	-		1,550
Municipal Infrastructure Grant [Schedule 5B]	-	1,144	1,144	-	-	-	-		1,144
<b>Provincial Government:</b>	-	71,715	71,715	6,050	24,722	24,722	-		71,715
Community Library Services Grant	-	8,258	8,258		2,753	2,753	-		8,258
Thusong Services Centres Grant	-	150	150		-	-	-		150
Resource funding for the establish & support of K9 Unit	-	2,420	2,420		2,420	2,420	-		2,420
CDW	-	75	75		-	-	-		75
Maintenance & Construction of Transport Infrastructure	-	140	140		-	-	-		140
RESOURCE FUNDING FOR THE EST OF LAW ENFORCEMENT REACTION UNIT	-	2,958	2,958		2,958	2,958	-		2,958
Human Settlements (Housing - Construction Contracts)	-	57,714	57,714	6,050	16,591	16,591	-		57,714
<b>District Municipality:</b>	-	-	35	-	35	35	-		35
ODM SAFETY FORUM	-	-	35		35	35	-		35
Specify (Add grant description)	-	-	-		-	-	-		-
Specify (Add grant description)	-	-	-		-	-	-		-
<b>Other grant providers:</b>	-	-	-	-	-	-	-		-
Departmental Agencies and Accounts	-	-	-	-	-	-	-		-
Foreign Government and International Organisations	-	-	-	-	-	-	-		-
Households	-	-	-	-	-	-	-		-
Non-profit Institutions	-	-	-	-	-	-	-		-
Private Enterprises	-	-	-	-	-	-	-		-
Public Corporations	-	-	-	-	-	-	-		-
Higher Educational Institutions	-	-	-	-	-	-	-		-
Parent Municipality / Entity	-	-	-	-	-	-	-		-
<b>Total Operating Transfers and Grants</b>	-	223,898	223,933	7,600	83,295	83,295	-		223,933
<b>Capital Transfers and Grants</b>									
<b>National Government:</b>	-	72,254	72,254	-	19,852	19,852	-		72,254
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]	-	21,331	21,331		10,665	10,665	-		21,331
Municipal Infrastructure Grant [Schedule 5B]	-	23,484	23,484		1,187	1,187	-		23,484
Water Services Infrastructure Grant [Schedule 5B]	-	27,439	27,439		8,000	8,000	-		27,439
<b>Provincial Government:</b>	-	38,785	38,785	6,535	8,822	8,822	-		38,785
Human Settlements (Housing - Construction Contracts)	-	38,785	38,785	6,535	8,822	8,822	-		38,785
<b>District Municipality:</b>	-	-	-	-	-	-	-		-
Specify (Add grant description)	-	-	-	-	-	-	-		-
Specify (Add grant description)	-	-	-	-	-	-	-		-
Specify (Add grant description)	-	-	-	-	-	-	-		-
<b>Other grant providers:</b>	-	-	-	-	-	-	-		-
Departmental Agencies and Accounts	-	-	-	-	-	-	-		-
Foreign Government and International Organisations	-	-	-	-	-	-	-		-
Households	-	-	-	-	-	-	-		-
Non-Profit Institutions	-	-	-	-	-	-	-		-
Private Enterprises	-	-	-	-	-	-	-		-
Public Corporations	-	-	-	-	-	-	-		-
Higher Educational Institutions	-	-	-	-	-	-	-		-
Parent Municipality / Entity	-	-	-	-	-	-	-		-
Transfer from Operational Revenue	-	-	-	-	-	-	-		-
<b>Total Capital Transfers and Grants</b>	-	111,039	111,039	6,535	28,674	28,674	-		111,039
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	-	334,937	334,972	14,135	111,969	111,969	-		334,972

Grant receipts are monitored according to the payment schedules.

No notifications received from project managers of any funds withheld.

**Supporting Table SC7(1) – Grant expenditure**

WC032 Overstrand - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M03 September

Description	2021/22	Budget Year 2022/23							
	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>	-	10,287	10,287	392	780	780	-		10,287
Operational Revenue:General Revenue:Equitable Share	-	-	-	-	-	-	-		-
Energy Efficiency and Demand-side [Schedule 5B]	-	5,000	5,000	-	-	-	-		5,000
Expanded Public Works Programme Integrated Grant for Municipalities [Schedule 5B]	-	2,593	2,593	251	369	369	-		2,593
Local Government Financial Management Grant [Schedule 5B]	-	1,550	1,550	41	109	109	-		1,550
Municipal Infrastructure Grant [Schedule 5B]	-	1,144	1,144	100	302	302	-		1,144
<b>Provincial Government:</b>	-	71,715	71,715	3,474	5,529	5,529	-		71,715
Community Library Services Grant	-	8,258	8,258	554	1,653	1,653	-		8,258
Thusong Services Centres Grant	-	150	150	-	-	-	-		150
Resource funding for the establish & support of K9 Unit	-	2,420	2,420	316	842	842	-		2,420
CDW	-	75	75	-	-	-	-		75
Maintenance & Construction of Transport Infrastructure	-	140	140	-	-	-	-		140
RESOURCE FUNDING FOR THE EST OF LAW ENFORCEMENT REACTION UNIT	-	2,958	2,958	-	-	-	-		2,958
Human Settlements (Housing - Construction Contracts)	-	57,714	57,714	2,603	3,034	3,034	-		57,714
<b>District Municipality:</b>	-	-	35	-	-	-	-		35
ODM SAFETY FORUM	-	-	35	-	-	-	-		35
Specify (Add grant description)	-	-	-	-	-	-	-		-
Specify (Add grant description)	-	-	-	-	-	-	-		-
<b>Other grant providers:</b>	-	-	-	-	-	-	-		-
Departmental Agencies and Accounts	-	-	-	-	-	-	-		-
Foreign Government and International Organisations	-	-	-	-	-	-	-		-
Households	-	-	-	-	-	-	-		-
Non-profit Institutions	-	-	-	-	-	-	-		-
Private Enterprises	-	-	-	-	-	-	-		-
<b>Total operating expenditure of Transfers and Grants:</b>	-	82,002	82,037	3,866	6,308	6,308	-		82,037
<b>Capital expenditure of Transfers and Grants</b>									
<b>National Government:</b>	-	72,254	72,254	3,782	6,775	6,775	-		72,254
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]	-	21,331	21,331	2,794	2,843	2,843	-		21,331
Municipal Infrastructure Grant [Schedule 5B]	-	23,484	23,484	-	1,011	1,011	-		23,484
Water Services Infrastructure Grant [Schedule 5B]	-	27,439	27,439	988	2,922	2,922	-		27,439
<b>Provincial Government:</b>	-	38,785	38,785	9,577	13,362	13,362	-		38,785
Human Settlements (Housing - Construction Contracts)	-	38,785	38,785	9,577	13,362	13,362	-		38,785
<b>District Municipality:</b>	-	-	-	-	-	-	-		-
Specify (Add grant description)	-	-	-	-	-	-	-		-
Specify (Add grant description)	-	-	-	-	-	-	-		-
Specify (Add grant description)	-	-	-	-	-	-	-		-
<b>Other grant providers:</b>	-	12,662	12,662	1	1	1	-		12,662
Departmental Agencies and Accounts	-	-	-	-	-	-	-		-
Foreign Government and International Organisations	-	-	-	-	-	-	-		-
Households	-	-	-	-	-	-	-		-
Non-Profit Institutions	-	-	-	-	-	-	-		-
Private Enterprises	-	-	-	-	-	-	-		-
Public Corporations	-	12,662	12,662	1	1	1	-		12,662
<b>Total capital expenditure of Transfers and Grants</b>	-	123,702	123,702	13,360	20,139	20,139	-		123,702
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>	-	205,703	205,738	17,226	26,447	26,447	-		205,738

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 - M03 September

Description	Budget Year 2022/23				
	Approved Rollover 2021/22	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>	-	-	-	-	-
Operational Revenue:General Revenue:Equitable Share	-	-	-	-	-
Operational:Revenue:General Revenue:Fuel Levy	-	-	-	-	-
2014 African Nations Championship Host City Operating Grant [Schedule 5B]	-	-	-	-	-
Agriculture Research and Technology	-	-	-	-	-
Agriculture, Conservation and Environmental	-	-	-	-	-
Arts and Culture Sustainable Resource Management	-	-	-	-	-
Community Library	-	-	-	-	-
Department of Environmental Affairs	-	-	-	-	-
Department of Tourism	-	-	-	-	-
Department of Water Affairs and Sanitation Masibambane	-	-	-	-	-
Emergency Medical Service	-	-	-	-	-
Energy Efficiency and Demand-side [Schedule 5B]	-	-	-	-	-
Expanded Public Works Programme Integrated Grant for Municipalities [Schedule 5B]	-	-	-	-	-
HIV and Aids	-	-	-	-	-
Housing Accreditation	-	-	-	-	-
Housing Top structure	-	-	-	-	-
Infrastructure Skills Development Grant [Schedule 5B]	-	-	-	-	-
Integrated City Development Grant	-	-	-	-	-
Khayelitsha Urban Renewal	-	-	-	-	-
Local Government Financial Management Grant [Schedule 5B]	-	-	-	-	-
Mitchell's Plain Urban Renewal	-	-	-	-	-
Municipal Demarcation and Transition Grant [Schedule 5B]	-	-	-	-	-
Municipal Disaster Grant [Schedule 5B]	-	-	-	-	-
Municipal Human Settlement Capacity Grant [Schedule 5B]	-	-	-	-	-
Municipal Systems Improvement Grant	-	-	-	-	-
Natural Resources Management Project	-	-	-	-	-
Neighbourhood Development Partnership Grant	-	-	-	-	-
Operation Clean Audit	-	-	-	-	-
Municipal Disaster Recovery Grant	-	-	-	-	-
Public Service Improvement Facility	-	-	-	-	-
Public Transport Network Operations Grant [Schedule 5B]	-	-	-	-	-
Restructuring - Seed Funding	-	-	-	-	-
Revenue Enhancement Grant Debtors Book	-	-	-	-	-
Rural Road Asset Management Systems Grant	-	-	-	-	-
Sport and Recreation	-	-	-	-	-
Terrestrial Invasive Alien Plants	-	-	-	-	-
Water Services Operating Subsidy Grant [Schedule 5B]	-	-	-	-	-
Health Hygiene in Informal Settlements	-	-	-	-	-
Municipal Infrastructure Grant [Schedule 5B]	-	-	-	-	-
Water Services Infrastructure Grant	-	-	-	-	-
<b>Provincial Government:</b>	-	-	-	-	-
<b>District Municipality:</b>	-	-	-	-	-
<b>Other grant providers:</b>	-	-	-	-	-
Departmental Agencies and Accounts	-	-	-	-	-
Foreign Government and International Organisations	-	-	-	-	-
Households	-	-	-	-	-
Non-profit Institutions	-	-	-	-	-
Private Enterprises	-	-	-	-	-
Public Corporations	-	-	-	-	-
Higher Educational Institutions	-	-	-	-	-
Parent Municipality / Entity	-	-	-	-	-
<b>Total operating expenditure of Approved Roll-overs</b>	-	-	-	-	-
<b>Capital expenditure of Approved Roll-overs</b>					
<b>National Government:</b>	-	-	-	-	-
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]	-	-	-	-	-
Municipal Infrastructure Grant [Schedule 5B]	-	-	-	-	-
Municipal Water Infrastructure Grant [Schedule 5B]	-	-	-	-	-
Neighbourhood Development Partnership Grant [Schedule 5B]	-	-	-	-	-
Public Transport Infrastructure Grant [Schedule 5B]	-	-	-	-	-
Rural Household Infrastructure Grant [Schedule 5B]	-	-	-	-	-
Rural Road Asset Management Systems Grant [Schedule 5B]	-	-	-	-	-
Urban Settlement Development Grant [Schedule 4B]	-	-	-	-	-
Municipal Human Settlement	-	-	-	-	-
Community Library	-	-	-	-	-
Integrated City Development Grant [Schedule 4B]	-	-	-	-	-
Municipal Disaster Recovery Grant [Schedule 4B]	-	-	-	-	-
Energy Efficiency and Demand Side Management Grant	-	-	-	-	-
Khayelitsha Urban Renewal	-	-	-	-	-
Local Government Financial Management Grant [Schedule 5B]	-	-	-	-	-
Municipal Systems Improvement Grant [Schedule 5B]	-	-	-	-	-
Public Transport Network Grant [Schedule 5B]	-	-	-	-	-
Public Transport Network Operations Grant [Schedule 5B]	-	-	-	-	-
Regional Bulk Infrastructure Grant (Schedule 5B)	-	-	-	-	-
Water Services Infrastructure Grant [Schedule 5B]	-	-	-	-	-
WiFi Connectivity	-	-	-	-	-
Expanded Public Works Programme Integrated Grant for Municipalities [Schedule 5B]	-	-	-	-	-
Aquaonic Project	-	-	-	-	-
Restion Settlement	-	-	-	-	-
Infrastructure Skills Development Grant [Schedule 5B]	-	-	-	-	-
Restructuring Seed Funding	-	-	-	-	-
Municipal Disaster Relief Grant	-	-	-	-	-
Municipal Emergency Housing Grant	-	-	-	-	-
Metro Informal Settlements Partnership Grant	-	-	-	-	-
<b>Provincial Government:</b>	-	-	-	-	-
<b>Specify (Add grant description)</b>	-	-	-	-	-
<b>District Municipality:</b>	-	-	-	-	-
<b>Other grant providers:</b>	-	-	-	-	-
Departmental Agencies and Accounts	-	-	-	-	-
Foreign Government and International Organisations	-	-	-	-	-
Households	-	-	-	-	-
Non-Profit Institutions	-	-	-	-	-
Private Enterprises	-	-	-	-	-
<b>Total capital expenditure of Approved Roll-overs</b>	-	-	-	-	-
<b>TOTAL EXPENDITURE OF APPROVED ROLL-OVERS</b>	-	-	-	-	-

A Roll over application was submitted to Provincial and National Treasury in August 2022 for the unspent grant funds.

## Expenditure on councillor allowances and employee benefits

### Supporting Table SC8

#### WC032 Overstrand - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M03 September

Summary of Employee and Councillor remuneration	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>									
Basic Salaries and Wages		11,137	11,137	888	2,664	2,784	(120)	-4%	11,137
Pension and UIF Contributions		-	-	-	-	-	-		-
Medical Aid Contributions		-	-	-	-	-	-		-
Motor Vehicle Allowance		-	-	-	-	-	-		-
Cellphone Allowance		1,199	1,199	92	275	300	(24)	-8%	1,199
Housing Allowances		-	-	-	-	-	-		-
Other benefits and allowances		-	-	-	-	-	-		-
<b>Sub Total - Councillors</b>		<b>12,335</b>	<b>12,335</b>	<b>980</b>	<b>2,940</b>	<b>3,084</b>	<b>(144)</b>	<b>-5%</b>	<b>12,335</b>
% increase		0.0%	0.0%						0.0%
<b>Senior Managers of the Municipality</b>									
Basic Salaries and Wages		12,871	12,859	1,029	3,079	3,215	(136)	-4%	12,859
Pension and UIF Contributions		-	-	-	-	-	-		-
Medical Aid Contributions		-	-	-	-	-	-		-
Overtime		-	-	-	-	-	-		-
Performance Bonus		149	149	-	-	37	(37)	-100%	149
Motor Vehicle Allowance		-	-	-	-	-	-		-
Cellphone Allowance		181	181	15	45	45	-		181
Housing Allowances		-	-	-	-	-	-		-
Other benefits and allowances		-	-	-	-	-	-		-
Payments in lieu of leave		-	-	-	-	-	-		-
Long service awards		-	-	-	-	-	-		-
Post-retirement benefit obligations		-	-	-	-	-	-		-
<b>Sub Total - Senior Managers of Municipality</b>		<b>13,201</b>	<b>13,188</b>	<b>1,044</b>	<b>3,124</b>	<b>3,297</b>	<b>(173)</b>	<b>-5%</b>	<b>13,188</b>
% increase		0.0%	0.0%						0.0%
<b>Other Municipal Staff</b>									
Basic Salaries and Wages		302,007	301,764	23,025	67,113	67,895	(782)	-1%	301,764
Pension and UIF Contributions		52,863	53,201	3,971	11,870	12,007	(136)	-1%	53,201
Medical Aid Contributions		17,116	17,168	1,247	3,754	3,843	(89)	-2%	17,168
Overtime		42,848	43,448	4,102	8,139	8,320	(181)	-2%	43,448
Performance Bonus		520	520	43	130	130	-		520
Motor Vehicle Allowance		8,321	8,321	681	2,023	2,087	(63)	-3%	8,321
Cellphone Allowance		2,184	2,214	166	495	569	(74)	-13%	2,214
Housing Allowances		1,829	1,859	147	444	510	(66)	-13%	1,859
Other benefits and allowances		41,698	42,224	1,461	4,175	4,228	(54)	-1%	42,224
Payments in lieu of leave		-	-	-	-	-	-		-
Long service awards		-	-	-	-	-	-		-
Post-retirement benefit obligations		21,891	21,891	1,824	5,473	5,473	-		21,891
<b>Sub Total - Other Municipal Staff</b>		<b>491,277</b>	<b>492,610</b>	<b>36,667</b>	<b>103,615</b>	<b>105,060</b>	<b>(1,446)</b>	<b>-1%</b>	<b>492,610</b>
% increase		0.0%	0.0%						0.0%
<b>Total Parent Municipality</b>		<b>516,813</b>	<b>518,134</b>	<b>38,691</b>	<b>109,678</b>	<b>111,441</b>	<b>(1,763)</b>	<b>-2%</b>	<b>518,134</b>
<b>Unpaid salary, allowances &amp; benefits in arrears:</b>									
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>		<b>516,813</b>	<b>518,134</b>	<b>38,691</b>	<b>109,678</b>	<b>111,441</b>	<b>(1,763)</b>	<b>-2%</b>	<b>518,134</b>
% increase		0.0%	0.0%						0.0%
<b>TOTAL MANAGERS AND STAFF</b>		<b>504,478</b>	<b>505,798</b>	<b>37,711</b>	<b>106,739</b>	<b>108,358</b>	<b>(1,619)</b>	<b>-1%</b>	<b>505,798</b>

**SDBIP**

The results of the SDBIP for the first quarter ended 30 September 2022 is included as Appendix 1 to this report.

## Financial Performance

### Supporting Table SC2

WC032 Overstrand - Supporting Table SC2 Monthly Budget Statement - performance indicators - M03 September

Description of financial indicator	Basis of calculation	2021/22	Budget Year 2022/23			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>Borrowing Management</b>						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	0.0%	12.2%	12.2%	12.1%	3.8%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	0.0%	34.0%	34.0%	14.8%	34.0%
<b>Safety of Capital</b>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	0.0%	17.7%	17.7%	14.9%	17.7%
Gearing	Long Term Borrowing/ Funds & Reserves	0.0%	13070.1%	13070.1%	12817.6%	3342.5%
<b>Liquidity</b>						
Current Ratio	Current assets/current liabilities	0.0%	171.4%	171.4%	306.4%	171.4%
Liquidity Ratio	Monetary Assets/Current Liabilities	0.0%	124.4%	124.4%	249.3%	124.4%
<b>Revenue Management</b>						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing					
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	0.0%	10.2%	10.2%	36.9%	10.2%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	0.0%	0.0%	0.0%	0.0%	0.0%
<b>Creditors Management</b>						
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))		100.0%		Annual Indicator	100.0%
<b>Funding of Provisions</b>						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions					
<b>Other Indicators</b>						
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated		6.0%		Annual Indicator	6.0%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source		24.5%		Annual Indicator	24.5%
Employee costs	Employee costs/Total Revenue - capital revenue	0.0%	33.7%	33.8%	27.6%	33.8%
Repairs & Maintenance	R&M/Total Revenue - capital revenue	0.0%	17.9%	17.9%	12.3%	17.9%
Interest & Depreciation	I&D/Total Revenue - capital revenue	0.0%	13.0%	13.0%	9.9%	4.0%
<b>IDP regulation financial viability indicators</b>						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)		15.7		Annual Indicator	15.7
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services		13.3%		Annual Indicator	13.3%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure		4.1		Annual Indicator	4.1

## Capital programme performance

### Supporting Table SC12

#### WC032 Overstrand - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M03 September

Month	2021/22	Budget Year 2022/23							
	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		1,314	1,314	632	632	1,314	682	51.9%	0%
August		1,459	1,544	9,105	9,737	2,858	(6,879)	-240.7%	4%
September		20,244	20,329	17,003	26,740	23,187	(3,553)	-15.3%	11%
October		7,764	7,849	-		31,036	-	0.0%	0%
November		10,769	10,854	-		41,890	-	0.0%	0%
December		32,383	32,468	-		74,359	-	0.0%	0%
January		11,480	11,565	-		85,924	-	0.0%	0%
February		19,504	19,589	-		105,513	-	0.0%	0%
March		29,836	29,921	-		135,433	-	0.0%	0%
April		16,419	16,504	-		151,938	-	0.0%	0%
May		18,664	18,749	-		170,687	-	0.0%	0%
June		66,183	65,333	-		236,020	-	0.0%	0%
<b>Total Capital expenditure</b>	-	<b>236,020</b>	<b>236,020</b>	<b>26,740</b>					

See comments under variances.

## Top 10 Capital Projects

Rank	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 SERVICES: CONSTRUCTION CONTRACTS	38,785,000	38,785,000	13,361,822	Masakhane UISP Phase 3 Wetcores - 60%; Masakhane UISP Phase 4 - 95%; Mount Pleasant IRDP Phase 2 - 80%	Construction Phase.	Not applicable.	Not applicable.
2	Gansbaai	Multi-ward Gb Area	FRANSKRAAL KLEINBAAI BIRKENHEAD NEW 66 11KV SUBSTATION	37,500,000	37,500,000	255,451		Work in progress. Construction underway.	Not applicable.	Not applicable.
3	Overstrand	Overstrand	UPGRADING OF PUMPSTATIONS RISING MAINS	27,539,000	27,539,000	2,438,109	(1) New Inlet Pumpstation at Hermanus: Construction phase (Contract SC 2171/2021) (2) New Zwingler's Corner pumpstation etc.: Planning phase.	(1) Construction (Contract SC 2171/2021); (2) Planning of next phase.	None to date	Not applicable.
4	Kleinmond	Multi-ward Km Area	KLEINMOND WWTW REFURBISH UPGRADE	22,441,638	22,441,638	484,141	Procurement process in progress (Tender SC 2318/2022).	Tender evaluation stage. Tenders closed on 5 August 2022, and bids are being evaluated.	Potential shortage of funds for award to preferred bidder	Investigating (1) reducing scope of work, (2) applied for additional grant funding, and (3) will apply for virement;
5	Overstrand	Overstrand	REPLACEMENT OF OVERSTRAND WATER PIPES	16,472,000	16,472,000	1,280,196	Procurement process in progress (Tender SC 2319/2022).	Tender awarded. Appeal period ends on 14 October 2022.	None to date	Not applicable.
6	Overstrand	Overstrand	ELECTRIFICATION OF LOW COST HOUSING AREAS	16,000,000	16,000,000	2,733,322	Work in progress.	Electrification of Masakhane and Blompark areas underway.	Not applicable.	Not applicable.
7	Masakhane	Ward 02	MASAKHANE HOUSING PROJECT BUS ROUTE	7,581,600	7,581,600	530,063	Under construction	Under construction.	Not applicable.	Not applicable.
8	Masakhane	Ward 02	UPGRADE WATER LINES & N	7,000,000	7,000,000	249,788	Contractor appointed 23 September 2022.	Contractor appointed. Await expiry of Appeal period.	Not applicable.	Not applicable.
9	Hermanus	Ward 03	HERMANUS MV LV UPGRADE REPLACEMENT	6,000,000	6,000,000	-	In process of compiling tender document.	In process of compiling tender document.	Not applicable.	Not applicable.
10	Stanford	Ward 01	UPGRADE BULK WATER	5,615,000	5,615,000	230,677	Contractor appointed 23 September 2022.	Contractor appointed. Await expiry of Appeal period.	Not applicable.	Not applicable.
<b>Totals</b>				<b>184,934,238</b>	<b>184,934,238</b>	<b>21,563,569</b>				

Low costing housing services:  
Construction Contracts & Land

Due to change in accounting treatment of construction contracts relating to housing.

## Supporting Table SC13a

WC032 Overstrand - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M03 September

Description	2021/22	Budget Year 2022/23							
	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>	-	85,364	85,364	4,028	5,402	5,674	272	4.8%	85,364
Roads Infrastructure	-	12,255	12,255	-	530	361	(170)	-47.0%	12,255
Roads	-	12,255	12,255	-	530	361	(170)	-47.0%	12,255
Storm water Infrastructure	-	1,636	1,636	-	-	-	-	-	1,636
Drainage Collection	-	-	-	-	-	-	-	-	-
Storm water Conveyance	-	1,636	1,636	-	-	-	-	-	1,636
Attenuation	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	-	53,500	53,500	2,878	2,989	4,042	1,053	26.1%	53,500
MV Substations	-	37,500	37,500	144	255	1,375	1,120	81.4%	37,500
MV Switching Stations	-	-	-	-	-	-	-	-	-
MV Networks	-	16,000	16,000	2,733	2,733	2,667	(67)	-2.5%	16,000
LV Networks	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	-	12,483	12,483	-	250	267	17	6.3%	12,483
Dams and Weirs	-	-	-	-	-	-	-	-	-
Boreholes	-	4,803	4,803	-	-	-	-	-	4,803
Reservoirs	-	-	-	-	-	-	-	-	-
Pump Stations	-	7,000	7,000	-	250	267	17	6.3%	7,000
Water Treatment Works	-	-	-	-	-	-	-	-	-
Bulk Mains	-	-	-	-	-	-	-	-	-
Distribution	-	680	680	-	-	-	-	-	680
Sanitation Infrastructure	-	4,020	4,020	1,150	1,634	1,005	(629)	-62.5%	4,020
Pump Station	-	-	-	-	-	-	-	-	-
Reticulation	-	4,020	4,020	1,150	1,634	1,005	(629)	-62.5%	4,020
Solid Waste Infrastructure	-	1,470	1,470	-	-	-	-	-	1,470
Landfill Sites	-	-	-	-	-	-	-	-	-
Waste Transfer Stations	-	1,250	1,250	-	-	-	-	-	1,250
Waste Processing Facilities	-	220	220	-	-	-	-	-	220
<b>Community Assets</b>	-	10,951	10,951	342	1,098	1,063	(36)	-3.3%	10,951
Community Facilities	-	6,701	6,701	-	-	-	-	-	6,701
Libraries	-	4,374	4,374	-	-	-	-	-	4,374
Parks	-	87	87	-	-	-	-	-	87
Public Open Space	-	1,050	1,050	-	-	-	-	-	1,050
Nature Reserves	-	-	-	-	-	-	-	-	-
Public Ablution Facilities	-	1,190	1,190	-	-	-	-	-	1,190
Sport and Recreation Facilities	-	4,250	4,250	342	1,098	1,063	(36)	-3.3%	4,250
Indoor Facilities	-	-	-	-	-	-	-	-	-
Outdoor Facilities	-	4,250	4,250	342	1,098	1,063	(36)	-3.3%	4,250
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	-	41,802	41,802	9,577	13,837	9,448	(4,389)	-46.5%	41,802
Operational Buildings	-	3,017	3,017	-	475	251	(224)	-89.1%	3,017
Municipal Offices	-	3,017	3,017	-	475	251	(224)	-89.1%	3,017
Housing	-	38,785	38,785	9,577	13,362	9,196	(4,166)	-45.3%	38,785
Social Housing	-	38,785	38,785	9,577	13,362	9,196	(4,166)	-45.3%	38,785
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>	-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>	-	1,888	1,888	348	462	472	10	2.2%	1,888
Computer Equipment	-	1,888	1,888	348	462	472	10	2.2%	1,888
<b>Furniture and Office Equipment</b>	-	765	765	146	146	191	45	23.7%	765
Furniture and Office Equipment	-	765	765	146	146	191	45	23.7%	765
<b>Machinery and Equipment</b>	-	1,185	1,185	-	-	-	-	-	1,185
Machinery and Equipment	-	1,185	1,185	-	-	-	-	-	1,185
<b>Transport Assets</b>	-	-	-	-	-	-	-	-	-
<b>Land</b>	-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on new assets</b>	-	141,955	141,955	14,440	20,945	16,847	(4,098)	-24.3%	141,955

## Supporting Table SC13b

WC032 Overstrand - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class -									
Description	2021/22	Budget Year 2022/23							
	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>	-	20,730	20,730	1,280	2,323	1,848	(474)	-25.7%	20,730
Roads Infrastructure	-	-	-	-	-	-	-	-	-
Roads	-	-	-	-	-	-	-	-	-
Road Structures	-	-	-	-	-	-	-	-	-
Road Furniture	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Storm water Infrastructure	-	-	-	-	-	-	-	-	-
Drainage Collection	-	-	-	-	-	-	-	-	-
Storm water Conveyance	-	-	-	-	-	-	-	-	-
Attenuation	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	-	1,058	1,058	-	1,042	176	(866)	-491.1%	1,058
Power Plants	-	-	-	-	-	-	-	-	-
HV Substations	-	-	-	-	-	-	-	-	-
HV Switching Station	-	-	-	-	-	-	-	-	-
HV Transmission Conductors	-	-	-	-	-	-	-	-	-
MV Substations	-	-	-	-	-	-	-	-	-
MV Switching Stations	-	1,058	1,058	-	1,042	176	(866)	-491.1%	1,058
MV Networks	-	-	-	-	-	-	-	-	-
LV Networks	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	-	19,172	19,172	1,280	1,280	1,672	392	23.4%	19,172
Dams and Weirs	-	-	-	-	-	-	-	-	-
Boreholes	-	-	-	-	-	-	-	-	-
Reservoirs	-	-	-	-	-	-	-	-	-
Pump Stations	-	500	500	-	-	-	-	-	500
Water Treatment Works	-	-	-	-	-	-	-	-	-
Bulk Mains	-	-	-	-	-	-	-	-	-
Distribution	-	18,672	18,672	1,280	1,280	1,672	392	23.4%	18,672
Distribution Points	-	-	-	-	-	-	-	-	-
PRV Stations	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure	-	500	500	-	-	-	-	-	500
Pump Station	-	500	500	-	-	-	-	-	500
Solid Waste Infrastructure	-	-	-	-	-	-	-	-	-
<b>Community Assets</b>	-	-	-	-	-	-	-	-	-
Community Facilities	-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
<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>	-	20,730	20,730	1,280	2,323	1,848	(474)	-25.7%	20,730

## Supporting Table SC13c

WC032 Overstrand - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M03

Description	2021/22	Budget Year 2022/23							
	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>	-	161,349	161,569	9,978	24,750	40,392	15,643	38.7%	161,569
Roads Infrastructure	-	72,275	72,275	3,129	7,720	18,069	10,349	57.3%	72,275
Roads	-	72,275	72,275	3,129	7,720	18,069	10,349	57.3%	72,275
Storm water Infrastructure	-	7,335	7,335	483	1,158	1,834	676	36.8%	7,335
Drainage Collection	-	-	-	-	-	-	-	-	-
Storm water Conveyance	-	7,335	7,335	483	1,158	1,834	676	36.8%	7,335
Attenuation	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	-	39,232	39,452	2,672	7,292	9,863	2,571	26.1%	39,452
LV Networks	-	39,232	39,452	2,672	7,292	9,863	2,571	26.1%	39,452
Capital Spares	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	-	22,142	22,142	1,827	4,241	5,536	1,294	23.4%	22,142
Water Treatment Works	-	297	297	10	30	74	44	59.3%	297
Bulk Mains	-	-	-	-	-	-	-	-	-
Distribution	-	19,083	19,083	1,676	3,916	4,771	855	17.9%	19,083
Distribution Points	-	2,761	2,761	141	295	690	395	57.3%	2,761
Sanitation Infrastructure	-	13,044	13,044	1,116	2,618	3,261	643	19.7%	13,044
Reticulation	-	7,386	7,386	523	1,500	1,846	346	18.7%	7,386
Waste Water Treatment Works	-	5,658	5,658	593	1,117	1,415	297	21.0%	5,658
Solid Waste Infrastructure	-	7,320	7,320	751	1,721	1,830	109	5.9%	7,320
Waste Processing Facilities	-	2,397	2,397	214	397	599	202	33.7%	2,397
Waste Drop-off Points	-	4,924	4,924	538	1,324	1,231	(93)	-7.6%	4,924
<b>Community Assets</b>	-	58,365	58,000	4,224	10,265	14,500	4,235	29.2%	58,000
Community Facilities	-	43,516	43,304	3,135	7,895	10,826	2,931	27.1%	43,304
Halls	-	6,029	5,829	372	998	1,457	459	31.5%	5,829
Cemeteries/Crematoria	-	1,112	1,112	77	173	278	105	37.8%	1,112
Parks	-	31,703	31,691	2,442	6,091	7,923	1,832	23.1%	31,691
Public Open Space	-	3,684	3,684	212	542	921	379	41.1%	3,684
Public Ablution Facilities	-	988	988	32	91	247	156	63.1%	988
Sport and Recreation Facilities	-	14,849	14,696	1,088	2,369	3,674	1,305	35.5%	14,696
Outdoor Facilities	-	14,849	14,696	1,088	2,369	3,674	1,305	35.5%	14,696
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	-	15,246	15,952	1,204	3,756	3,978	223	5.6%	15,952
Operational Buildings	-	15,246	15,952	1,204	3,756	3,978	223	5.6%	15,952
Municipal Offices	-	15,208	15,914	1,204	3,756	3,978	223	5.6%	15,914
Depots	-	38	38	-	-	-	-	-	38
Housing	-	-	-	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>	-	6,994	6,994	72	3,174	1,749	(1,426)	-81.5%	6,994
Servitudes	-	-	-	-	-	-	-	-	-
Licences and Rights	-	6,994	6,994	72	3,174	1,749	(1,426)	-81.5%	6,994
Computer Software and Applications	-	6,994	6,994	72	3,174	1,749	(1,426)	-81.5%	6,994
<b>Computer Equipment</b>	-	2,280	2,280	149	297	570	273	47.9%	2,280
Computer Equipment	-	2,280	2,280	149	297	570	273	47.9%	2,280
<b>Furniture and Office Equipment</b>	-	6,330	6,341	79	101	1,585	1,485	93.6%	6,341
Furniture and Office Equipment	-	6,330	6,341	79	101	1,585	1,485	93.6%	6,341
<b>Machinery and Equipment</b>	-	5,601	5,601	408	1,130	1,400	270	19.3%	5,601
Machinery and Equipment	-	5,601	5,601	408	1,130	1,400	270	19.3%	5,601
<b>Transport Assets</b>	-	11,779	11,779	2,013	4,150	2,945	(1,205)	-40.9%	11,779
Transport Assets	-	11,779	11,779	2,013	4,150	2,945	(1,205)	-40.9%	11,779
<b>Land</b>	-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-
<b>Total Repairs and Maintenance Expenditure</b>	-	267,944	268,516	18,127	47,622	67,119	19,498	29.0%	268,516

## Supporting Table SC13d

WC032 Overstrand - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M03 September

Description	2021/22	Budget Year 2022/23							
	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>	-	119,152	119,152	9,929	29,788	29,788	0	0.0%	119,152
Roads Infrastructure	-	37,723	37,723	3,144	9,431	9,431	0	0.0%	37,723
Roads		37,723	37,723	3,144	9,431	9,431	0	0.0%	37,723
Storm water Infrastructure	-	7,993	7,993	666	1,998	1,998	0	0.0%	7,993
Drainage Collection		7,993	7,993	666	1,998	1,998	0	0.0%	7,993
Electrical Infrastructure	-	29,061	29,061	2,422	7,265	7,265	(0)	0.0%	29,061
LV Networks		29,061	29,061	2,422	7,265	7,265	(0)	0.0%	29,061
Water Supply Infrastructure	-	23,565	23,565	1,964	5,891	5,891	0	0.0%	23,565
Distribution		23,565	23,565	1,964	5,891	5,891	0	0.0%	23,565
Sanitation Infrastructure	-	17,550	17,550	1,462	4,387	4,387	(0)	0.0%	17,550
Waste Water Treatment Works		17,550	17,550	1,462	4,387	4,387	(0)	0.0%	17,550
Solid Waste Infrastructure	-	3,260	3,260	272	815	815	0	0.0%	3,260
Landfill Sites		3,260	3,260	272	815	815	0	0.0%	3,260
<b>Community Assets</b>	-	-	-	-	-	-	-	-	-
Community Facilities	-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	-	14,913	14,913	1,243	3,728	3,728	0	0.0%	14,913
Operational Buildings	-	14,913	14,913	1,243	3,728	3,728	0	0.0%	14,913
Municipal Offices		14,913	14,913	1,243	3,728	3,728	0	0.0%	14,913
<b>Biological or Cultivated Assets</b>	-	68	68	6	17	17	(0)	0.0%	68
Biological or Cultivated Assets		68	68	6	17	17	(0)	0.0%	68
<b>Intangible Assets</b>	-	400	400	33	100	100	(0)	0.0%	400
Servitudes	-	-	-	-	-	-	-	-	-
Licences and Rights	-	400	400	33	100	100	(0)	0.0%	400
Computer Software and Applications		400	400	33	100	100	(0)	0.0%	400
<b>Computer Equipment</b>	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-
<b>Furniture and Office Equipment</b>	-	3,535	3,535	295	884	884	0	0.0%	3,535
Furniture and Office Equipment		3,535	3,535	295	884	884	0	0.0%	3,535
<b>Machinery and Equipment</b>	-	1,617	1,617	135	404	404	0	0.0%	1,617
Machinery and Equipment		1,617	1,617	135	404	404	0	0.0%	1,617
<b>Transport Assets</b>	-	6,911	6,911	576	1,728	1,728	(0)	0.0%	6,911
Transport Assets		6,911	6,911	576	1,728	1,728	(0)	0.0%	6,911
<b>Land</b>	-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-
<b>Total Depreciation</b>	-	146,596	146,596	12,216	36,649	36,649	0	0.0%	146,596

## Supporting Table SC13e

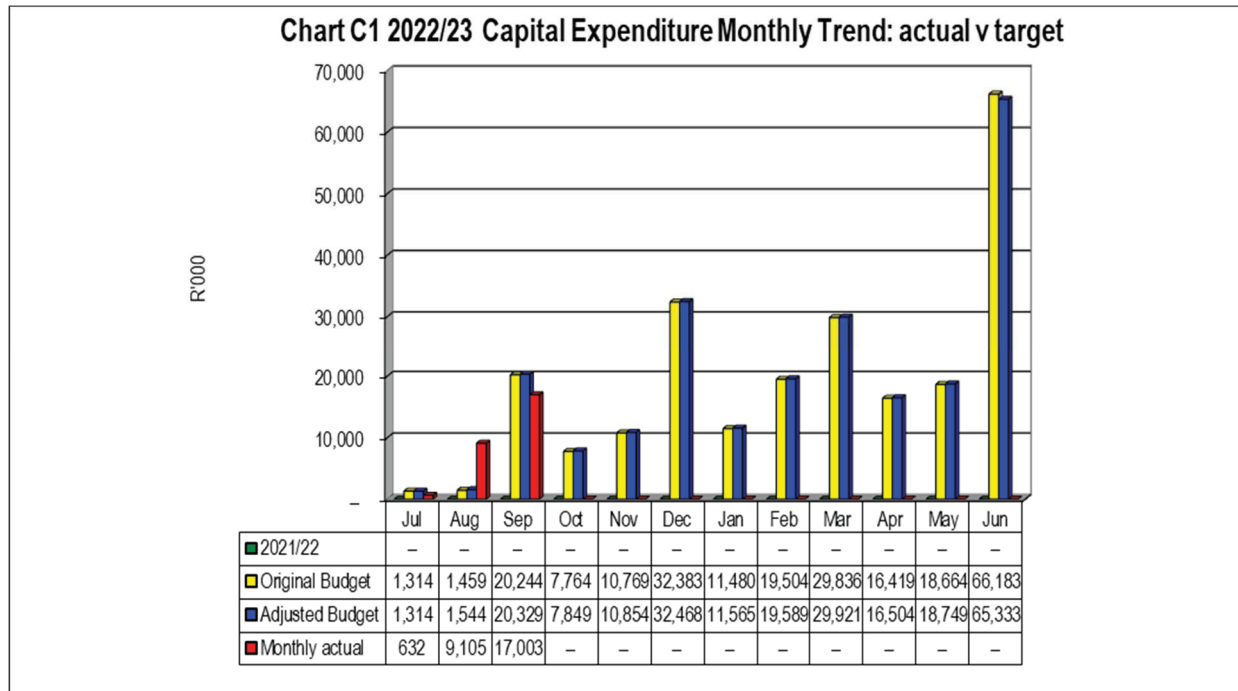
WC032 Overstrand - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class

Description	2021/22	Budget Year 2022/23							
	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>	-	72,800	72,800	1,095	3,260	4,408	1,148	26.0%	72,800
Roads Infrastructure	-	-	-	-	-	-	-	-	-
Storm water Infrastructure	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	-	10,831	10,831	-	-	-	-	-	10,831
<i>MV Networks</i>	-	10,831	10,831	-	-	-	-	-	10,831
Water Supply Infrastructure	-	8,315	8,315	-	231	119	(112)	-93.6%	8,315
<i>Pump Stations</i>	-	1,000	1,000	-	-	-	-	-	1,000
<i>Distribution</i>	-	7,315	7,315	-	231	119	(112)	-93.6%	7,315
Sanitation Infrastructure	-	51,581	51,581	988	2,922	3,770	848	22.5%	51,581
<i>Pump Station</i>	-	27,539	27,539	504	2,438	2,885	447	15.5%	27,539
<i>Reticulation</i>	-	500	500	-	-	-	-	-	500
<i>Waste Water Treatment Works</i>	-	23,542	23,542	484	484	885	401	45.3%	23,542
Solid Waste Infrastructure	-	2,074	2,074	107	107	518	411	79.4%	2,074
<i>Waste Drop-off Points</i>	-	2,074	2,074	107	107	518	411	79.4%	2,074
<b>Community Assets</b>	-	534	534	188	212	84	(129)	-153.7%	534
Community Facilities	-	334	334	188	212	84	(129)	-153.7%	334
<i>Halls</i>	-	-	-	-	-	-	-	-	-
<i>Centres</i>	-	-	-	-	-	-	-	-	-
<i>Crèches</i>	-	-	-	-	-	-	-	-	-
<i>Clinics/Care Centres</i>	-	-	-	-	-	-	-	-	-
<i>Fire/Ambulance Stations</i>	-	-	-	-	-	-	-	-	-
<i>Testing Stations</i>	-	-	-	-	-	-	-	-	-
<i>Museums</i>	-	-	-	-	-	-	-	-	-
<i>Galleries</i>	-	-	-	-	-	-	-	-	-
<i>Theatres</i>	-	-	-	-	-	-	-	-	-
<i>Libraries</i>	-	-	-	-	-	-	-	-	-
<i>Cemeteries/Crematoria</i>	-	-	-	-	-	-	-	-	-
<i>Police</i>	-	-	-	-	-	-	-	-	-
<i>Parks</i>	-	-	-	-	-	-	-	-	-
<i>Public Open Space</i>	-	-	-	-	-	-	-	-	-
<i>Nature Reserves</i>	-	-	-	-	-	-	-	-	-
<i>Public Ablution Facilities</i>	-	-	-	-	-	-	-	-	-
<i>Markets</i>	-	-	-	-	-	-	-	-	-
<i>Stalls</i>	-	-	-	-	-	-	-	-	-
<i>Abattoirs</i>	-	-	-	-	-	-	-	-	-
<i>Airports</i>	-	-	-	-	-	-	-	-	-
<i>Taxi Ranks/Bus Terminals</i>	-	334	334	188	212	84	(129)	-153.7%	334
<i>Capital Spares</i>	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	-	200	200	-	-	-	-	-	200
<i>Indoor Facilities</i>	-	-	-	-	-	-	-	-	-
<i>Outdoor Facilities</i>	-	200	200	-	-	-	-	-	200
<i>Capital Spares</i>	-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	-	-	-	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>	-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>	-	-	-	-	-	-	-	-	-
<b>Furniture and Office Equipment</b>	-	-	-	-	-	-	-	-	-
<b>Machinery and Equipment</b>	-	-	-	-	-	-	-	-	-
<b>Transport Assets</b>	-	-	-	-	-	-	-	-	-
<b>Land</b>	-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on upgrading of existing assets</b>	-	73,335	73,335	1,283	3,472	4,491	1,019	22.7%	73,335

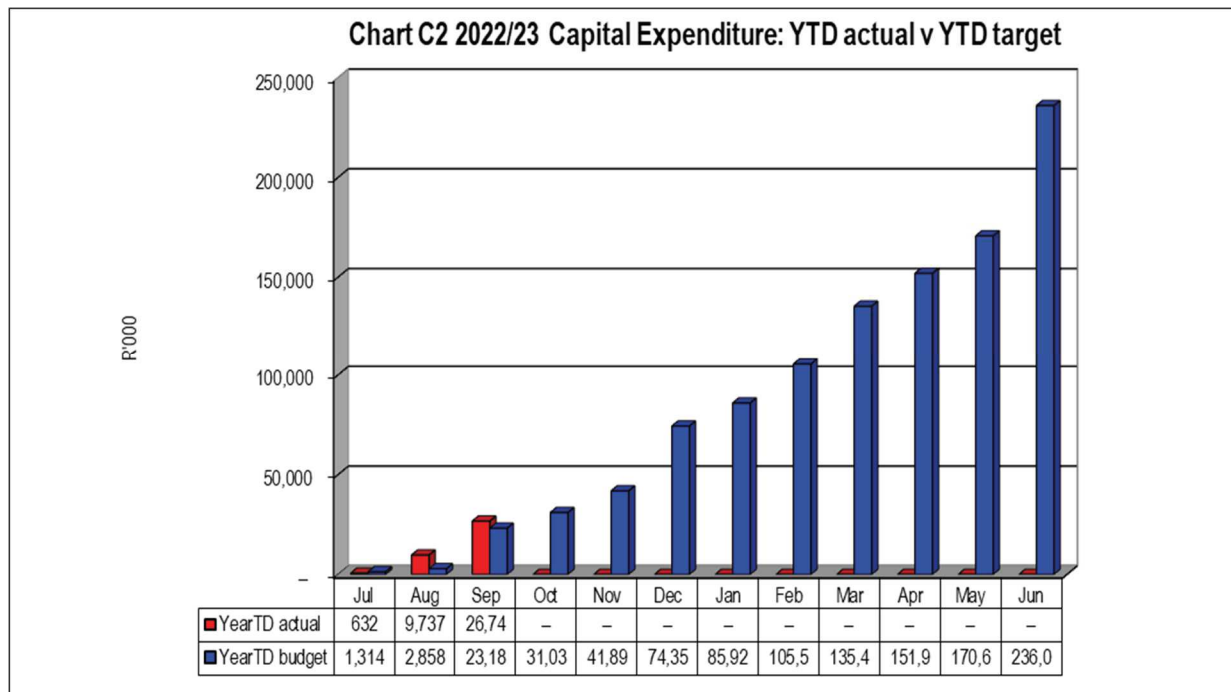
Other supporting documentation

Section 71 charts

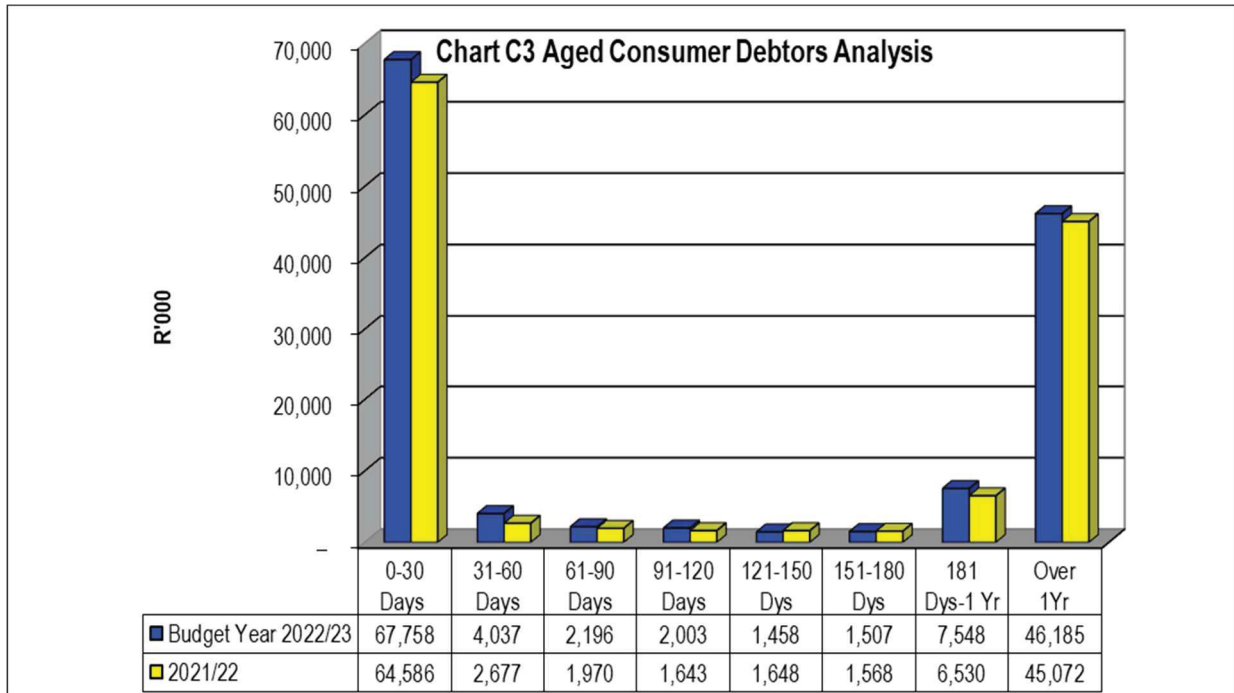
Capital expenditure monthly trend - actual vs target



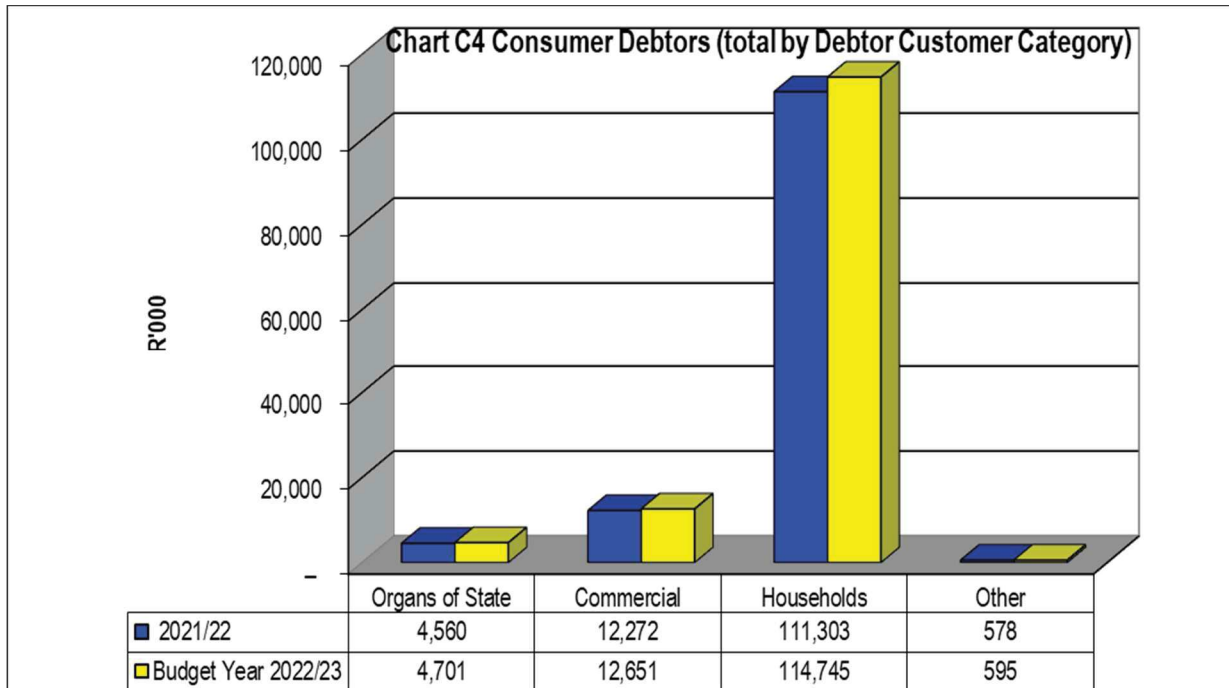
Capital expenditure – YTD actual vs YTD trend



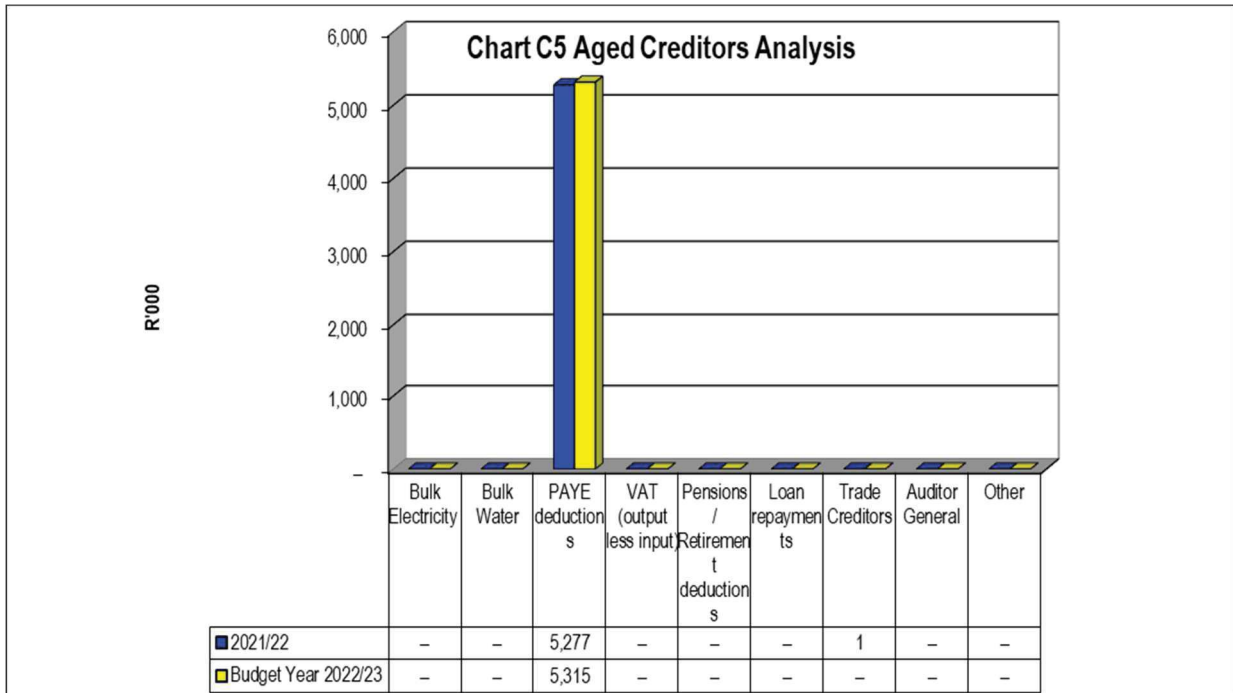
**Debtors Age Analysis**



**Debtors by Type**



**Creditor Payments**



## Municipal manager's quality certification

I, DGI O'Neill, the Municipal Manager of Overstrand Municipality, hereby certify that the –

- Quarterly Budget Report

for the period ending September 2022 has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name: DGI O'Neill

Municipal Manager of Overstrand Municipality (WC032)

Signature:



Date:

17 October 2022



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*Service Delivery and Budget  
Implementation Plan (SDBIP)*

*1<sup>st</sup> Quarterly report:  
1 July – 30 September 2022*

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The sections below provide an executive summary of service delivery performance in terms of the top level SDBIP for the **first quarter of the 2022/23 financial year**, 1 July 2022 to 30 September 2022.

**KPI Result Categories**

Category	Colour	Explanation
KPI's Not Yet Measured	N/A	KPIs with no targets or actuals in the selected period.
KPI's Not Met	R	0% >= Actual/Target < 75%
KPI's Almost Met	O	75% >= Actual/Target < 100%
KPI's Met	G	Actual/Target = 100%
KPI's Well Met	G2	100% > Actual/Target < 150%
KPI's Extremely Well Met	B	Actual/Target >= 150%

**1.1 STRATEGIC / TOP LAYER SDBIP PERFORMANCE GRAPH FOR CURRENT QUARTER**

The graph below displays the overall strategic (top layer SDBIP) per Directorate for the first quarter (July -September 2022).

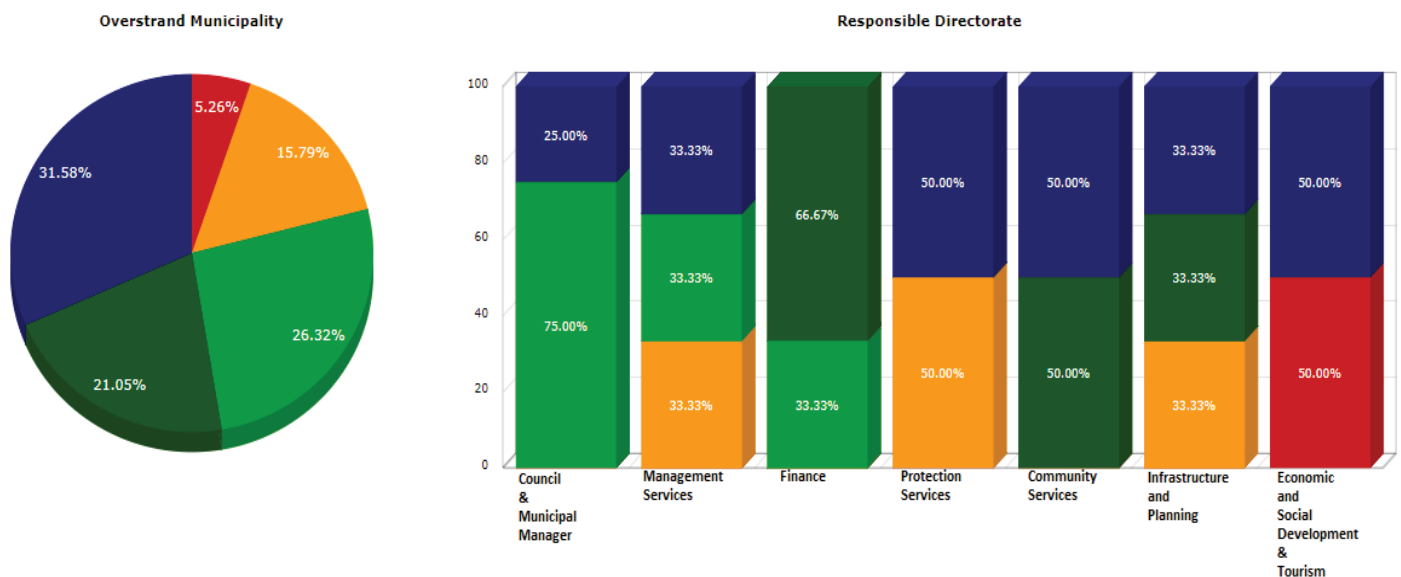


Figure 1: Top layer SDBIP performance for 1st quarter (1 July - 30 September 2022)

Overstrand Municipality		Directorate						
		Council & Municipal Manager	Management Services	Finance	Protection Services	Community Services	Infrastructure and Planning	Economic and Social Development & Tourism
<b>Not Met</b>	<b>1 (5.26%)</b>	-	-	-	-	-	-	1 (50.00%)
<b>Almost Met</b>	<b>3 (15.79%)</b>	-	1 (33.33%)	-	1 (50.00%)	-	1 (33.33%)	-
<b>Met</b>	<b>5 (26.32%)</b>	3 (75.00%)	1 (33.33%)	1 (33.33%)	-	-	-	-
<b>Well Met</b>	<b>4 (21.05%)</b>	-	-	2 (66.67%)	-	1 (50.00%)	1 (33.33%)	-
<b>Extremely Well Met</b>	<b>6 (31.58%)</b>	1 (25.00%)	1 (33.33%)	-	1 (50.00%)	1 (50.00%)	1 (33.33%)	1 (50.00%)
<b>Total:</b>	<b>19*</b>	<b>4</b>	<b>3</b>	<b>3</b>	<b>2</b>	<b>2</b>	<b>3</b>	<b>2</b>
	<b>100%</b>	<b>21.05%</b>	<b>15.79%</b>	<b>15.79%</b>	<b>10.53%</b>	<b>10.53%</b>	<b>15.79%</b>	<b>10.53%</b>

\* Excludes 25 KPIs which had no targets/actuals for the period selected.

Overall, the municipality met 15 (78.95%) of a total number of 19 Top Layer key performance indicators (KPIs) that were measured for the period, 01 July 2022 – 30 September 2022. 3 (15.79%) of KPIs were almost met and 1 (5.26%) of the indicators were not met. 25 KPIs had no targets or actuals in the reporting period.



1.2 TOP LAYER SDBIP REPORT: 1 JULY – 30 SEPTEMBER 2022

Council & Municipal Manager

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	1 <sup>st</sup> Quarter ending September 2022 (i.e., 1 July – 30 September 2022)					Overall Performance for Quarter ending 30 September 2022		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL7	The provision of democratic, accountable and ethical governance	Submit 1 progress report on the revision of the top 10 risks as a corrective action to the Top Management Team	Number of progress reports submitted	Municipal Manager	TMT minutes where item served	4	0	0	N/A			0	0	N/A
TL33	The provision and maintenance of municipal services	Percentage of a municipality's capital budget actually spent on capital projects identified for 2022/23 in terms of the municipality's IDP {(Actual amount spent on projects as identified for the year in the IDP/Total amount budgeted on capital projects)X100} (MPPMR Reg 10 (c))	% of the capital budget spent	Municipal Manager	Expenditure report from SAMRAS	90.97%	5%	11.33%	B	[D19] Municipal Manager: Target extremely well met. (September 2022)		5%	11.33%	B
TL39	The provision of democratic, accountable and ethical governance	Sign section 56 performance agreements with all directors by the end of July 2022	Number of agreements signed	Municipal Manager	Cover page and signature section of the performance agreements.	6	6	6	G	[D1] Municipal Manager: Target met. (July 2022)		6	6	G

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	1 <sup>st</sup> Quarter ending September 2022 (i.e., 1 July – 30 September 2022)					Overall Performance for Quarter ending 30 September 2022		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL40	The provision of democratic, accountable and ethical governance	Monitor the implementation of the action plan developed to address all the issues raised in the management letter of the Auditor General and submit 1 progress report to Executive Mayor	Number of progress reports monitored and submitted to Executive Mayor	Municipal Manager	Copy of e-mail and report submitted to the Executive Mayor by the Municipal Manager	7	0	0	N/A			0	0	N/A
TL41	The provision of democratic, accountable and ethical governance	1st annual formal performance appraisals of the section 56 appointees for the previous financial period April to June 2022 to be completed by Sept 2022	Number of appraisals	Municipal Manager	Attendance Register	12	6	6	G	[D4] Municipal Manager: Target met. Assessments took place 27 September 2022. (September 2022)		6	6	G
TL42	The provision of democratic, accountable and ethical governance	Draft the annual report and submit to the Auditor-General by end August 2022	Draft Annual report submitted	Municipal Manager	Confirmation of receipt of the report	1	1	1	G	[D94] Senior Manager: Strategic Services: Target met. (August 2022)	[D94] Senior Manager: Strategic Services: N/A (August 2022)	1	1	G

Management Services

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	1 <sup>st</sup> Quarter ending September 2022 (i.e., 1 July – 30 September 2022)					Overall Performance for Quarter ending 30 September 2022		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL20	The provision of democratic, accountable and ethical governance	The percentage of a municipality's budget (training budget) actually spent on implementing its workplace skills plan (Actual expenditure divided by the budget allocated) (MPPMR Reg 10 (f))	% of the training budget spent on implementation of the WSP	Director: Management Services	Expenditure reports from SAMRAS system	100%	20%	77%	B	[D105] Director: Management Services: Target extremely met. (September 2022)		20%	77%	B
TL21	The provision of democratic, accountable and ethical governance	Review the Municipal Organisational Staff Structure by the end of June 2023	Structure reviewed	Director: Management Services	LLF minutes (restructuring) and updated organogram	1	0	0	N/A			0	0	N/A
TL22	The provision of democratic, accountable and ethical governance	92% of the approved and funded organogram filled {(actual number of posts filled divided by the funded posts budgeted) x100}	% filled	Director: Management Services	HR statistics on filled and vacant posts	92.08%	92%	92%	G	[D107] Director: Management Services: Target met. (September 2022)		92%	92%	G

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	1 <sup>st</sup> Quarter ending September 2022 (i.e., 1 July – 30 September 2022)					Overall Performance for Quarter ending 30 September 2022		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL23	The provision of democratic, accountable and ethical governance	The number of people from employment equity target groups employed in the three highest levels of management in compliance with a municipality's approved employment equity plan (MPPMR Reg 10 (e))	The number of people from EE target groups employed based on staff mobility	Director: Management Services	Monthly report to respective Directors. Extract from Payday	71	75	70	○	[D65] Senior Manager: Human Resources: 70 People from employment equity target groups employed in the three highest levels of management (July 2022)[D65] Senior Manager: Human Resources: 70 People from employment equity target groups employed in the three highest levels of management (August 2022)[D65] Senior Manager: Human Resources: 70 People from employment equity target	[D65] Senior Manager: Human Resources: In terms of the EEP the number of posts that were filled on the three highest levels of management were 75 at the time and therefore a target of 75 were set. During July month only 70 of these posts were filled at the three highest levels of management. This is not controllable and are affected either by resignations, pension, disability, death etc. (July 2022)[D65] Senior Manager: Human Resources: In	75	70	○

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	1 <sup>st</sup> Quarter ending September 2022 (i.e., 1 July – 30 September 2022)					Overall Performance for Quarter ending 30 September 2022			
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R	
											groups employed in the three highest levels of management (September 2022)	terms of the EEP the number of posts that were filled on the three highest levels of management were 75 at the time and therefore a target of 75 were set. During July month only 70 of these posts were filled at the three highest levels of management. This is not controllable and are affected either by resignations, pension, disability, death etc. (August 2022)[D65] Senior Manager: Human Resources: In terms of the EEP the number of posts that were filled on			

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	1 <sup>st</sup> Quarter ending September 2022 (i.e., 1 July – 30 September 2022)					Overall Performance for Quarter ending 30 September 2022		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
											the three highest levels of management were 75 at the time and therefore a target of 75 were set. During July month only 70 of these posts were filled at the three highest levels of management. This is not controllable and are affected either by resignations, pension, disability, death etc. (September 2022)			

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	1 <sup>st</sup> Quarter ending September 2022 (i.e., 1 July – 30 September 2022)					Overall Performance for Quarter ending 30 September 2022		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL13	The provision of democratic, accountable and ethical governance	Financial viability measured in terms of the available cash to cover fixed operating expenditure ((Available cash+ investments)/ Monthly fixed operating expenditure) (MPPMR Reg 10 (g))	Ratio achieved	Director: Finance	Section 71 reports	6.27	0	0	N/A			0	0	N/A
TL14	The provision of democratic, accountable and ethical governance	Financial viability measured in terms of the municipality's ability to meet its service debt obligations ((Total operating revenue-operating grants received)/debt service payments due within the year) (MPPMR Reg 10 (g))	Ratio achieved	Director: Finance	Section 71 reports	23.56	0	0	N/A			0	0	N/A
TL15	The provision of democratic, accountable and ethical governance	Financial viability measured in terms of the outstanding service debtors (Total outstanding service debtors/ revenue received for services) (MPPMR Reg 10 (g))	% achieved	Director: Finance	Section 71 reports	11.37%	0%	0%	N/A			0%	0%	N/A

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	1 <sup>st</sup> Quarter ending September 2022 (i.e., 1 July – 30 September 2022)					Overall Performance for Quarter ending 30 September 2022		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL16	The provision of democratic, accountable and ethical governance	Financial statements submitted to the Auditor-General by end August 2022	Financial statements submitted	Director: Finance	AFS submitted to the AG	1	1	1	G	[D136] Deputy Director: Finance & SCM: Not applicable for the period. (July 2022) [D136] Deputy Director: Finance & SCM: AFS submitted to the AG on 31 August 2022. (August 2022) [D136] Deputy Director: Finance & SCM: Not applicable for the period. (September 2022)		1	1	G
TL17	The provision of democratic, accountable and ethical governance	Submit a reviewed long term financial plan to the CFO by end of October 2022	Reviewed long term financial plan submitted	Director: Finance	Reviewed long term financial plan	1	0	0	N/A			0	0	N/A

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	1 <sup>st</sup> Quarter ending September 2022 (i.e., 1 July – 30 September 2022)					Overall Performance for Quarter ending 30 September 2022		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL32	The provision and maintenance of municipal services	Provision of free basic electricity, refuse removal, sanitation and water in terms of the equitable share requirements (MPPMR Reg 10 (b))	Number of Indigent households	Director: Finance	Monthly summary from the indigent register	7 278	7 300	7 382	G2	[D156] Senior Manager: Revenue: 7 301 Indigent total of 36 073 households (July 2022) [D156] Senior Manager: Revenue: 7 344 Indigent total of 35 930 households (August 2022) [D156] Senior Manager: Revenue: 7 382 Indigent total of 35 932 households (September 2022)	[D156] Senior Manager: Revenue: n/a (July 2022) [D156] Senior Manager: Revenue: n/a (August 2022) [D156] Senior Manager: Revenue: n/a (September 2022)	7 300	7 382	G2
TL37	The provision of democratic, accountable and ethical governance	Achieve a debt recovery rate not less than 98% (Receipts/total billed for the 12-month period x 100)	% Recovered	Director: Finance	Calculation of 12 month rolling average	100.15%	98%	100.14%	G2	[D188] Director: Finance: Met KPI of July 2022 (July 2022) [D188] Director: Finance: KPI MET FOR AUGUST 2022. (August 2022) [D188]		98%	100.14%	G2

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	1 <sup>st</sup> Quarter ending September 2022 (i.e., 1 July – 30 September 2022)					Overall Performance for Quarter ending 30 September 2022		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
										Director: Finance: KPI MET FOR SEPTEMBER 2022 (September 2022)				

Protection Services

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	1 <sup>st</sup> Quarter ending September 2022 (i.e., 1 July – 30 September 2022)					Overall Performance for Quarter ending 30 September 2022		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL24	The creation and maintenance of a safe and healthy environment	Annually review and submit the draft Disaster Management Plan to Council by the end of March	Reviewed plan submitted	Director: Protection Services	Council minutes noting the draft Reviewed Disaster	1	0	0	N/A			0	0	N/A

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	1 <sup>st</sup> Quarter ending September 2022 (i.e., 1 July – 30 September 2022)					Overall Performance for Quarter ending 30 September 2022		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
					Management Plan									
TL25	The creation and maintenance of a safe and healthy environment	Arrange public awareness sessions on Protection Services	Number of sessions held	Director: Protection Services	Quarterly statistical report	103	15	31	B	[D235] Director: Protection Services: 31 Awareness’s conducted for the period: July- Sept 2022 (September 2022)		15	31	B
TL26	The creation and maintenance of a safe and healthy environment	Collect R20,000,000 Public Safety Income by 30 June 2023 (Actual revenue, excluding the fine impairment amount)	R-value of public safety collected income	Director: Protection Services	SAMRAS report and Journal for fines impairment	R0.00	R5 000 000.00	R4 139 618.00	O	[D236] Director: Protection Services: Target almost met (September 2022)	[D236] Director: Protection Services: Collecting of income improve in 2nd quarter (September 2022)	R5 000 000.00	R4 139 618.00	O

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	1 <sup>st</sup> Quarter ending September 2022 (i.e., 1 July – 30 September 2022)					Overall Performance for Quarter ending 30 September 2022		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL1	The provision and maintenance of municipal services	100% of the operational conditional grant (Libraries & CDW's) spent (Actual expenditure divided by the total grant received)	% of total conditional operational grants spent (Libraries & CDW's)	Director: Community Services	Year to date expenses (SAMRAS report)	100%	20%	25%	G2	[D345] Director: Community Services: KPI Well Met (September 2022)		20%	25%	G2
TL2	The provision and maintenance of municipal services	m <sup>2</sup> of roads patched and resealed according to Pavement Management System within available budget	m <sup>2</sup> of roads patched and resealed	Director: Community Services	Consultants reseal statistical report	105 067	0	0	N/A			0	0	N/A
TL5	The provision and maintenance of municipal services	Limit unaccounted water to less than 26% {(Number of kilolitre water purified - Number of kilolitre water sold)/Number of kilolitre purified x 100}	% of water unaccounted for	Director: Community Services	Consolidated report_ SAMRAS (DB4) GFS and Infrastructure (water purified)	28.26%	0%	0%	N/A			0%	0%	N/A
TL6	The encouragement of structured community participation in the matters of the municipality	Ward committee meetings held to facilitate consistent and regular communication with residents	Number of ward committee meetings per annum	Director: Community Services	Minutes of the ward committee meetings held	78	14	28	B	[D348] Director: Community Services: KPI Met (August 2022) [D348] Director: Community Services: KPI Extremely Well Met (September 2022)		14	28	B

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	1 <sup>st</sup> Quarter ending September 2022 (i.e., 1 July – 30 September 2022)					Overall Performance for Quarter ending 30 September 2022		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL27	The provision and maintenance of municipal services	Provision of water to informal households (excluding invaded state owned land and private land) based on the standard of 1 water point to 25 households (MPPMR Reg 10 (a))	The number of taps installed in relation to the number of informal households (excluding invaded land unsuitable for housing and private land)	Director: Community Services	Annual report from Housing Department indicating the number of informal households (excluding invaded land unsuitable for housing and private land). Report on the GPS coordinates on the number of taps to informal households (excluding invaded land unsuitable for housing and private land)	341	0	0	N/A			0	0	N/A
TL28	The provision and maintenance of municipal services	Provision of cleaned piped water to all formal households within 200 m from households (MPPMR Reg 10 (a))	No of formal households that meet agreed service standards for piped water	Director: Community Services	Yearly statistics provided by finance department (SAMRAS)	30 111	0	0	N/A			0	0	N/A
TL29	The provision and maintenance of municipal services	Provision of refuse removal, refuse dumps and solid waste disposal to all formal households at least once a week (A household is defined as a residential unit billed for	Number of formal households for which refuse is removed at	Director: Community Services	Yearly statistics provided by finance department (SAMRAS)	33 895	0	0	N/A			0	0	N/A

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	1 <sup>st</sup> Quarter ending September 2022 (i.e., 1 July – 30 September 2022)					Overall Performance for Quarter ending 30 September 2022		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
		the particular services rendered by way of the financial system (SAMRAS)) (MPPMR Reg 10 (a))	least once a week											
TL30	The provision and maintenance of municipal services	Provision of refuse removal, refuse dumps and solid waste disposal to all informal households at least once a week (MPPMR Reg 10 (a))	Number of weekly removal of refuse in informal households (Once per week = 52 weeks per annum	Director: Community Services	Bi- annual eMIS report on the weekly refuse removal.	53	0	0	N/A			0	0	N/A
TL34	The provision and maintenance of municipal services	The provision of sanitation services to informal households (excluding invaded state owned land and private land) based on the standard of 1 toilet to 5 households (MPPMR Reg 10 (a))	The number of toilet structures provided in relation to the number of informal households (excluding invaded land unsuitable for housing and private land)	Director: Community Services	Annual report from Housing Department indicating the number of informal households (excluding invaded land unsuitable for housing and private land). Report on the GPS coordinates for the number of the toilets to informal households (excluding invaded land unsuitable for	934	0	0	N/A			0	0	N/A

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	1 <sup>st</sup> Quarter ending September 2022 (i.e., 1 July – 30 September 2022)					Overall Performance for Quarter ending 30 September 2022		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
					housing and private land)									
TL35	The provision and maintenance of municipal services	Provision of sanitation services to formal residential households (A household is defined as a residential unit billed for the particular services rendered by way of the financial system (SAMRAS)) (MPPMR Reg 10 (a))	No of formal residential households which are billed for sewerage in accordance to the SAMRAS financial system	Director: Community Services	Yearly statistics provided by the Department of Finance	30 420	0	0	N/A			0	0	N/A

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	1 <sup>st</sup> Quarter ending September 2022 (i.e., 1 July – 30 September 2022)					Overall Performance for Quarter ending 30 September 2022		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL43	The provision and maintenance of municipal services	Provision of water to informal households on invaded land with available funding (Land Invasion refers to the illegal occupation of land, with the intention of establishing dwellings / a settlement upon it. An invasion may be by one individual or by hundreds of households).	The number of taps installed for informal households on invaded land with available funding	Director: Community Services	Report on the GPS coordinates on the number of taps installed for informal households on invaded land	80	0	0	N/A			0	0	N/A
TL44	The provision and maintenance of municipal services	The provision of sanitation services to informal households on invaded land with available funding (Land Invasion refers to the illegal occupation of land, with the intention of establishing dwellings / a settlement upon it. An invasion may be by one individual or by hundreds of households).	The number of toilets provided for informal households on invaded land with available funding	Director: Community Services	Report on the GPS coordinates for the number of toilets provided for informal households on invaded land	139	0	0	N/A			0	0	N/A

Infrastructure & Planning

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	1 <sup>st</sup> Quarter ending September 2022 (i.e., 1 July – 30 September 2022)					Overall Performance for Quarter ending 30 September 2022		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL3	The provision and maintenance of municipal services	Quality of effluent comply 80% with general or special limit in terms of the Water Act (Act 36 of 1998)	% compliance	Director: Infrastructure & Planning	Report from Directorate Infrastructure (WSA) compiled from independent laboratory test results	79.16%	80%	80.51%	G2			80%	80.51%	G2
TL4	The provision and maintenance of municipal services	Quality of potable water comply 98% with SANS 241	% compliance with SANS 241	Director: Infrastructure & Planning	Independent Laboratory test result	98.83%	98%	96.43%	O	[D408] Deputy Director: Engineering Planning: Failure of a concrete floor at the Buffelsrivier WTW caused the filters to be bypassed temporarily. No treatment system currently in place at Buffeljagsbaai to remove salts from the brackish water. (September 2022)	[D408] Deputy Director: Engineering Planning: Temporary repair work was completed at Buffelsrivier WTW. Refurbishment of the plant is included in future budgets. (September 2022)	98%	96.43%	O

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	1 <sup>st</sup> Quarter ending September 2022 (i.e., 1 July – 30 September 2022)					Overall Performance for Quarter ending 30 September 2022		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL18	The provision and maintenance of municipal services	Limit electricity losses to 7% or less {(Number of Electricity Units Purchased - Number of Electricity Units Sold) / Number of Electricity Units Purchased and/or Generated) × 100}	% of electricity unaccounted for	Director: Infrastructure & Planning	Electricity losses Excel spreadsheet from Manager: Costing and Reports in Finance Directorate	7.35%	0%	0%	N/A			0%	0%	N/A
TL19	The provision and maintenance of municipal services	Report on the implementation of the Water Service Development plan annually by the end of October	Report submitted	Director: Infrastructure & Planning	Letter of submission of Water Services Audit to DWS	1	0	0	N/A			0	0	N/A
TL31	The provision and maintenance of municipal services	Provision of Electricity: Number of metered electrical connections in formal areas (Eskom Areas excluded) (Definition: Refers to residential households (RE) and pensioners (PR) as per Finance departments billed households) (MPPMR Reg 10 (a))	Number of formal households that meet agreed service standards	Director: Infrastructure & Planning	Based on number of households billed by department of finance	21 914	0	0	N/A			0	0	N/A
TL36	The provision and maintenance of municipal services	100% of the Municipal Infrastructure Grant (MIG) spent by 30 June 2023 (Actual MIG expenditure/Allocation received)	% expenditure of allocated MIG funds	Director: Infrastructure & Planning	Monthly MIG report	100%	5%	20.42%	B	[D412] Director: Infrastructure & Planning: Target met (September 2022)		5%	20.42%	B

**Economic & Social Development & Tourism**

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	1 <sup>st</sup> Quarter ending September 2022 (i.e., 1 July – 30 September 2022)					Overall Performance for Quarter ending 30 September 2022		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL8	The promotion of tourism, economic and social development	Submit monthly update reports on LED , Social Development and Tourism initiatives to Portfolio Committee	Number of monthly update reports on LED, Social Development and Tourism initiatives submitted	Director: Economic and Social Development	Portfolio meeting minutes	3	3	0	R	[D424] Director: Economic and Social Development: Target not met (July 2022) [D424] Director: Economic and Social Development: Target not met. (August 2022) [D424] Director: Economic and Social Development: Target not met. (September 2022)	[D424] Director: Economic and Social Development: Directorate reports are submitted to the Portfolio Committee on a quarterly basis. (August 2022) [D424] Director: Economic and Social Development: Request for revision of KPI will be sent the Strategic Service Dept in Q2. Reporting frequency to be changed from monthly to quarterly. (September 2022)	3	0	R

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	1 <sup>st</sup> Quarter ending September 2022 (i.e., 1 July – 30 September 2022)					Overall Performance for Quarter ending 30 September 2022		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL9	The promotion of tourism, economic and social development	Managers LED, Social Development and Tourism report on the hosting of at least two joint mobile Thusong outreach during the 2022/23 financial year to the Director Economic and Social Development and Tourism	Report on the mobile Thusong outreach programme	Director: Economic and Social Development	Report on the mobile Thusong outreach programme	0	0	0	N/A			0	0	N/A
TL10	The promotion of tourism, economic and social development	Support 180 SMME's in terms of the SMME Development Programme by 30 June 2023	Number of SMME's supported	Director: Economic and Social Development	Internally verified list of SMME'S supported	172	0	0	N/A			0	0	N/A
TL11	The promotion of tourism, economic and social development	Report on projects/ initiatives in collaboration with other stakeholders for local economic development, social development and tourism	Number of projects / initiatives collaborated on	Director: Economic and Social Development	Letter of intent / memo/ emails/ Signed MOU's where applicable	13	7	11	B	[D433] Manager: LED: Emails of intent attached and one to DEL with pending confirmation in writing but confirmed telephonically (September 2022) [D434] Manager: Social Development: Stanford Youth Outreach in collaboration		7	11	B

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	1 <sup>st</sup> Quarter ending September 2022 (i.e., 1 July – 30 September 2022)					Overall Performance for Quarter ending 30 September 2022					
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R			

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	1 <sup>st</sup> Quarter ending September 2022 (i.e., 1 July – 30 September 2022)					Overall Performance for Quarter ending 30 September 2022		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL12	The promotion of tourism, economic and social development	The number of job opportunities created through the EPWP programme and as per set targets (business plan as per grant agreement - FTE's, translates to 1300 work opportunities) (MPPMR Reg 10 (d))	Number of temporary jobs created	Director: Economic and Social Development	Internally verified list of beneficiaries appointed	1 238	0	0	N/A			0	0	N/A
TL38	The promotion of tourism, economic and social development	Support 70 SMME's in terms of the Emerging Contractor Development Programme by 30 June 2023	Number of Emerging Contractors supported	Director: Economic and Social Development	Internally verified list of small contractors supported/ Letters of engagement	65	0	0	N/A			0	0	N/A

**RECOMMENDATION TO THE COUNCIL:**

that the content of the report for the first quarter of the 2022/23 financial year on the top-level Service Delivery and Budget Implementation Plan **be noted.**

## 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 01/07/2022</b>		<b>R14 178.89</b>
<b>Add: Overstrand Budget Allocation 2022/2023</b>		<b>R0.00</b>
<b>Donations received:</b>		
Quarter 1	Donations received - B/Bay Fire	50.00
Quarter 2		
Quarter 3		
Quarter 4		
		<b>R50.00</b>
<b>Amount withdrawn:</b>		
Quarter 1	ZW Boys Chior Uniforms	-3 643.10
Quarter 2		
Quarter 3		
Quarter 4		
		<b>-R3 643.10</b>
<b>Closing Balance 30 September 2022</b>		<b><u><u>R10 585.79</u></u></b>

**OVERSTRAND MUNICIPALITY - REPORTING ON THE MUNICIPAL COST CONTAINMENT REGULATIONS, 2019**  
**SEPTEMBER 2022**

**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 gave 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 will be indicated under savings for the year after Q4, in view of the comments relating to 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”*)

	Budget	Q1 (Actual)	Q2 (Actual)	Q3 (Actual)	Q4 (Actual)	Savings
Measures	<u>R</u>	<u>R</u>	<u>R</u>	<u>R</u>	<u>R</u>	<u>R</u>
Use of Consultants	45 232 860	5 787 810				1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented
Vehicles used for political office-bearers	0	0	0	0	0	No Vehicles purchased or planned to purchase vehicles for this purpose in current financial period.
Travel & subsistence: (Please note that deviations from Budgeted amounts also relate to the new normal in terms of scaled down traveling due to virtual meetings, inclusive of a decrease in accommodation costs, Registration Fees w.r.t. conferences, etc.)	681 647	132 511				1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented
Domestic accommodation: (Please note that deviations from Budgeted amounts also relate to the new normal in terms of scaled down traveling due to virtual meetings, inclusive of a decrease in accommodation costs, Registration Fees w.r.t. conferences, etc.)	356 696	47 674				1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented

## ANNEXURE C 3/3

Sponsorships, events and catering	1 272 181	265 267				1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented
Communication	7 264 541	603 561				1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented
Other related expenditure items	0	0	0	0	0	1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented
<b>Total</b>	<b>54 807 925</b>	<b>6 836 823</b>				

## MUNICIPAL REGULATIONS ON A STANDARD CHART OF ACCOUNTS (mSCOA): POST IMPLEMENTATION STATUS OF mSCOA PROJECT – SEPTEMBER 2022

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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 Samras Classic, 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 previously (up to 31 December 2019), as part of the reporting to Council.

### 2. Updated status – September 2022 (Quarter 1)

A two-person delegation from the service provider (Solvem) made an on-site courtesy visit on 12 September 2022 and general systems information and incidents logs status were discussed and reviewed. Overstrand will continue to monitor progress with reference to implementation, especially relating to the client-wide implementation of the Expenditure/SCM module.

Challenges were experienced with the August 2022 reporting cycle system information extracts and reports, and although the incidents were logged timeously with the service provider, the issues were only resolved after the reporting due dates. A report on the system failure was requested from the service provider, and submitted to Provincial Treasury in response to an official enquiry by them.

The next Usergroup meeting is scheduled for 20 October 2022, and Council will be updated in the next quarterly report, as applicable.

#### **National Treasury budgetary mSOCA guidance / communications:**

The absence of any clear direction from National Treasury in terms of the anticipated outcome of the mSCOA systems audits as previously communicated, inclusive of National Treasury's envisaged transversal tender process and specifications, compounded challenges for municipalities. NT did not share any further information regarding the mentioned audits and confirmed in MFMA Budget Circular No. 112 (6 Dec 2021) the following: "However, should a municipality need to procure a new financial system, they must follow the processes set out in the MFMA read together with the Municipal Supply Chain Management Regulations and MFMA Budget Circulars No. 93, 98 and mSCOA Circulars No 5 and 6. In addition, National Treasury has not accredited

any of the municipal financial systems available in the market and this should therefore not be advertised as a requirement in municipal tender documents.

National and Provincial Treasuries held extensive engagements with key system providers during which the system functionality on the following were demonstrated: IDP and budget, supply chain management (SCM), asset management, annual financial statements, revenue management, cash flow and period control. These engagements provided National and Provincial Treasuries with an understanding of what functionality is available on each system and what the key system related challenges are.”

The following was furthermore stated: “Municipalities that procured systems through the RT25-2016 transversal tender must approach the market to procure a new service provider for system support and maintenance. Due to the high financial investment in procuring financial systems, it is not cost effective to change financial systems every 3 to 5 years. Also, the expiry of the SLA does not necessitate the procurement of a new financial system - unless the system that is being used is not complying with the required business processes and system specifications.” From before-mentioned it can be derived that NT will not provide for any further communication to Local Government with regard to the before-mentioned release of audit results to assist municipalities with the outcome of their process in this regard. It is rather stated in the circular again that “It should be emphasised that the onus to ensure compliance with the mSCOA Regulations and minimum system specifications as per MFMA Circular No. 80 and its Annexure B rests with the municipality and not the system vendor. Municipalities should ensure that they budget sufficiently to become and remain mSCOA compliant.”

National Treasury issued the following Circulars and guidance relating to mSCOA from December 2021 to March 2022:

- i. Municipal Budget Circular (No 112) for the 2022/23 MTREF - 04 December 2021;
- ii. Municipal Budget Circular (No 115) for the 2022/23 MTREF - 04 March 2022:)

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

- mSCOA Segment Detail – (Final Version 6.6 – 6 Dec 2021) for implementation 2022/22
- mSCOA Segment Detail – (6.6.1. Patch to Version 6.6 – 4 Mar 2022) for implementation 2022/23

It was furthermore now advised in the Budget Circular for this draft budget cycle (No 112): “That the credibility of the mSCOA data strings remains a concern although we have observed a marked improvement in some areas. At the core of the problem is:

- The incorrect use of the mSCOA chart and segments, balance sheet budgeting, movement accounting and basic municipal accounting practices by municipalities;
- Some municipalities are not budgeting, transacting and reporting directly in/ from their core financial systems; have not purchased all the modules of the core financial system or have not upgraded to the Enterprise Resource Planning (ERP) (mSCOA enabling) version of their financial systems;

- A number of municipalities are still transacting on their legacy systems that are not the functionality of their financial systems, while they are paying for maintenance and support for the mSCOA enabling system that was procured. This constitute fruitless and wasteful expenditure; and
- Municipalities are not locking their adopted budgets and their financial systems at month-end to ensure prudent financial management. To enforce municipalities to lock their budgets and close their financial system at month-end in 2022/23, the Local Government Database and Reporting System will lock all submission periods within the reporting period at the end of each quarter. The published period will NOT be opened again to ensure consistency between publications. System vendors were also requested to build this functionality into their municipal financial systems.

Municipalities should refer to the guidance provided in the mSCOA circulars issued by the National Treasury to classify their transactions correctly.”

Section 5.3 of the circular also addresses the Regulation of Minimum Business Processes and System Specifications as follows:

“One of the key objectives of the mSCOA reform is to ensure that municipalities are planning, budgeting, transacting and reporting directly on and from integrated ERP systems to have one version of the truth in terms of the reported financial performance. The manual correction of data strings by municipal officials or system vendors are not allowed in terms of the mSCOA Regulations.

All municipalities and municipal entities had to comply with the mSCOA Regulations by 1 July 2017. MFMA Circular No. 80 (Annexure B) provided guidance on the minimum business processes and system specifications for all categories of municipalities (A, B and C). A number of Regulations and best practices as per the MFMA Circulars have been introduced since the issuing of MFMA Circular No. 80 in 2016.

The National Treasury will expand and regulate the business processes and system specifications in 2022/23 to these new developments. If your municipality has not yet achieved the minimum required level of mSCOA implementation, then a detailed action plan (road map) must be developed to indicate how the municipality will fast track the implementation of mSCOA.”

The Overstrand mSCOA Committee will at all times consider the appropriate approach in ensuring that the municipality will not be exposed to risk from either an operational-and/or monetary perspective in this regard, this also in accordance with previous confirmations in this regard.

### **3. SAMRAS Usergroup Workshops & Meetings:**

The service provider of the SAMRAS system (Solvem) arranged for 2 day-sessions Tuesday 7 June 2022 to Wednesday 8 June 2022 to assist them in testing the development of modules up to date, indicating that they are looking forward to getting the best out of the training and workshop sessions to improve their product and user experience.

The two days were followed by the quarterly Usergroup meeting on 9 June 2022.

The following status reported on for Quarter 3 thus still applies –

*“The service provider is still in process of continuous development of the Web system modules, with ongoing efforts to migrate West Coast District Municipality, Stellenbosch Municipality, George Municipality, Breede Valley Municipality and Bitou Municipality among other, starting with the initial steps (organogram, commodity codes, contract management data), in preparing (municipalities at various stages currently) for the roll-out of primarily the SCM web module, as the new version to replace the current classic version of the system ultimately.”*

The municipality is awaiting feedback from the service provider with regard to the testing of the Organogram functionality, a prerequisite for any other modules to be implemented in the web.

Previous SOLVEM SAMRAS Usergroup workshop and Usergroup meeting took place as a hybrid virtual/physical sessions on 3 - 4 November 2021.

The service provider is still in process of continuous development of the Web system modules, with ongoing efforts to migrate West Coast District Municipality, Stellenbosch Municipality, George Municipality, Breede Valley Municipality and Bitou Municipality among other, starting with the initial steps (organogram, commodity codes, contract management data), in preparing (municipalities at various stages currently) for the roll-out of primarily the SCM web module, as the new version to replace the current classic version of the system ultimately. On request of Overstrand Municipality to view a demo of the Asset Register, the municipality was advised that the web version is not ready yet. This is regarded as one of the critical considerations of a desirable The next SAMRAS Usergroup workshop and Usergroup meetings scheduled for March 2022 were postponed on request of the service provider, to April 2022.

The necessary evidence and confirmation required, confirming that the service provider is in a position to provide the required resources is currently considered by the Overstrand mSCOA / conversion committee. Before-mentioned, inclusive of an updated and detailed project plan for a viable migration process, with regard to the SCM module to the web-based platform identified by SAMRAS as a critical priority, and during 2021 listed for actioning in the third quarter of the 2021/2022 financial year. The municipality is however currently aware of one municipality where this module has been implemented and functional, though not representing the complete supply chain management functionality and workflow areas representative of formal procurement processes. During the next quarter (Apr 2022 onwards) a site visit to a municipality, who will be able to demonstrate the functionality of the implementation in the production environment, is envisaged.

It is again confirmed that the administration will consider the appropriate approach in ensuring that the municipality will not be exposed to risk from either an operational-and/or monetary perspective in this regard. As stated in previous reporting, the status as at 31 December 2021 remains the same with regard to the absence of any clear direction from National Treasury in terms of the outcome of systems audits.

The mSCOA committee currently follows a process of monitoring progress with regard to before-mentioned development and implementation of web-based modules at sites

as we become aware of information. Assurance of successful implementation of web-based modules is regarded as a pre-requisite for embarking on implementation of these modules.

Matters regarded of importance and impacting on the Overstrand contract, service rendering levels, etc will be reported to Council, with the continuation of quarterly reports as part of the Budget Report, due to the process currently still not leading to a close-out report in the current financial period.

#### 4. Previous quarter/historic status up to December 2021

mSCOA Project Governance and Management: Solvem (previously Bytes Systems Integration) and engagements with regard to the Samras Financial System)

It was reported to Council (Dec 2020, Quarter 2) that Overstrand Municipality received correspondence on 31 December 2020 from the service provider (Bytes Systems Integration) for the financial system currently in use (SAMRAS), inclusive of the following notification as corresponded to National Treasury:

*“this letter serves to advise that the service provider for the SAMRAS system has changed from Altron TMT (Pty) Ltd to Solvem Consulting (Pty) Ltd. The effective date of the business transfer is the 1 December 2020. The transfer of the resources will be the 1 January 2021. The SAMRAS product and service offerings remain the same. The full resource team transfers in a section 197 process and hence continuity of service will be uninterrupted to our current clients.”*

It was also confirmed that this development will be closely monitored and any important matters impacting on the Overstrand contract, service rendering levels, etc. will be reported to Council, with the continuation of this quarterly report, due to the process still not leading to a close-out report in the near future.

The feedback provided to municipalities a year ago (March 2021) focused on the continuous development of the Web system modules and importantly, efforts currently with regard to the gradual migration of West Coast District Municipality, Stellenbosch Municipality, and lately George Municipality, in particular to the web modules. Progress with these efforts are currently at various stages, which could not be established as completed migration processes from the classic environment to the web. Other instances of municipalities involved and the extent of these municipal sites where specific web module testing is currently underway, or planning processes could not be established during these workshops and the usergroup meeting on the 4th of March 2021, to provide the necessary evidence and confirmation that the service provider is currently in a position to provide the required resources and detailed project plan for a viable migration process with regard to any substantial module or section of a module, to the web-based platform.

The service provider provided the following feedback in terms of further development of web modules attended to, since the previous usergroup meeting towards the end of 2020, up to the end of February 2021:



The Overstrand mSCOA Committee awaited detailed information requested from the service provider, in order to consider the appropriate approach in ensuring that the municipality will not be exposed to risk from either an operational- and/or monetary perspective.

### **mSCOA Circulars**

*The inclusion of the following reference with regard to most recent mSCOA circulars in the past 2 years aims to provide Council with an overview of progress made by National Treasury in the roll-out of the mSCOA Regulation thus far -*

*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 in June 2020, notwithstanding that this circular was issued on the same day that the Special Adjustments Budget was submitted to be tabled in Council.

*Municipal SCOA Circular No. 10 – 14 October 2020: Cash Flow Guidance*

This circular is to provide further guidance to municipalities on the correct use of the municipal standard chart of accounts (mSCOA) data strings to populate the cash flows tables in Schedules A, B and C of the Municipal Budget Reporting Regulations (MBRR). To ensure that the MBRR cash flow tables (A7, SA30, B7 and C7) are linked correctly to the mSCOA data strings.

National Treasury corrected the linkages in the segment item: asset and liabilities.

*Municipal SCOA Circular No. 11 – 4 December 2020: Guidance on the use of the Fund Segment*

The purpose of this circular is to provide guidance to municipalities on the use of the Fund segment.

Following the guidance provided in Circular 10, the following cash flow issues still had to be corrected and/or clarified:

- The recording of unallocated deposits;
- The duplication of capital assets other expenditure (trade and other payables – payables and accruals);
- The linking of construction Work-In-Progress (CWIP) to capital assets in Table A9 of the A1 Schedule;
- The linking of advance payments and retentions to the cash flow tables;
- The distinction of and payment between Inventory, Contracted Services and Other Expenditure line items not specifically listed under Liabilities in the mSCOA chart; and
- The linking of Income tax receivable, Income tax payables, Value Added Tax (VAT) receivable, VAT payable, Accrued interest on receivables to cash flow/payments.

*Municipal SCOA Circular No. 12 – 01 October 2021: Guidance on Value Added Tax (VAT)*

The purpose of this circular is to provide guidance to municipalities on how to budget, transact and report for Value Added Tax (VAT) using the Municipal Standard Chart of Accounts (mSCOA) chart.

The following guidance is provided in Circular 12:

- When municipalities prepare their MTREF budgets, it must be exclusive of VAT and therefore the regulated budget Tables A4 and A5 must be VAT exclusive.
  - It should also be noted that the accounts for Input and Output Tax on the mSCOA chart is named Input and Output VAT and irrecoverable debt is referred to as bad debt. Therefore, where reference is made to the VAT accounts in the chart in the examples used to explain the VAT transactions, Input and Output VAT and bad debt is used as per the mSCOA chart.
  - These discrepancies in the terminology will be corrected in version 6.6 of the chart.
-