



QUARTERLY BUDGET REPORT AND SDBIP DECEMBER 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

Table of Contents

Glossary	3
PART 1 – IN-YEAR REPORT	5
Mayor’s Report	5
Resolutions	6
Executive Summary	7
In-year budget statement tables	10
PART 2 – SUPPORTING DOCUMENTATION	19
Debtors' analysis	19
Creditors' analysis	20
Investment portfolio analysis	21
Allocation and grant receipts and expenditure	22
Councillor allowances and employee benefits	25
Material variances to the SDBIP.....	26
Municipal financial performance indicators.....	27
Capital programme performance	28
Other supporting documentation	35
Municipal manager’s quality certification	38

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 second quarter ended 31 December 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 31 December 2022. It is however important to note that as a country we are faced with the following major challenges. Inflation is above the Reserve Bank's 3 – 6% target range, interest rates are on the rise, as demonstrated by the latest Repo Rate increase and the current energy crisis is a major stumbling block in economic growth. As a result of this, municipalities remain under pressure to provide cost effective services.

1.1.3 Other relevant information

The below results reflect the second quarter's financial position.

YTD Actual operating revenue at the end of the second quarter for 2022/2023 is at 52.42% of the budgeted revenue of R1.498bn. The expenditure reflects spending of 45.58% against the budgeted expenditure of R1.595bn.

YTD Capital expenditure at the end of December 2022 amounts to R59.3m, or 25.11% of the amended budget of R236m. Refer to the table on page 28 for the implementation status of the Top 10 Capital Projects.

No Adjustments Budget was tabled during this quarter.

The collection rate gained traction during the 2022/2023 financial year and at the end of December 2022 this stood at 98,69%.

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 December 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.

The current prolonged load-shedding is having a notable negative impact on electricity revenue, which is largely being mitigated by reduced bulk electricity purchases. This will however still impact on the budgeted electricity services bottomline and thus the overall bottomline (surplus/deficit) for the municipality, as electricity sales for the current financial year to date, and especially over the peak holiday season did not meet expected electricity sales.

Revenue by Source

The Year-to-Date actual revenue is 0.20% above the YTD budget projections at the end of December 2022.

Borrowings

The balance of borrowings amounts to R455.8m at the end of December 2022.

Operating expenditure by vote & type

Current expenditure is 3.39% below YTD budget projections as at December 2022.

Capital expenditure

The YTD Capital expenditure amounts to R59.3m or 25.11% of the amended budget of R236m. The current capital commitments of orders in progress amounts to R76.3m or 32.35% of the amended capital budget of R236m.

Cash flows

The municipality started the year with a positive cash balance of R616.3 million. The December closing balance is R675.4 million. Refer to Supporting Table SC9 for more details on the cash position.

Allocations received (National & Provincial Grants)

Grants totaling R73.7m was received during December 2022.

Spending on Grants

Spending on grants amounts to R18.1m for December 2022 which includes FMG, MIG, EPWP, INEP, WSIG, Resource funding for the establishment & support of K9 Unit, Resource funding for the establishment of Reaction 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 - M06 December			
Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue By Source			
Total	0.20%		
Expenditure By Type			
Total	-3.39%		
Capital Expenditure			
Total	-20.30%	Capital Commitments = R76.3m	
Financial Position			
In order			
Cash Flow			
In order			

Total Revenue (including capital grants)

R thousand	Amended Budget	YearTD actual	% of Budget Received/Spent
Revenue	1,583,104	813,103	51.36%
Expenditure	1,595,006	727,026	45.58%
Surplus / (Deficit)	(11,902)	86,076	
Capital	236,020	59,263	25.11%

Total Revenue (excluding capital grants)

R thousand	Amended Budget	YearTD actual	% of Budget Received/Spent
Revenue	1,498,188	785,309	52.42%
Expenditure	1,595,006	727,026	45.58%
Surplus / (Deficit)	(96,819)	58,283	
Capital	236,020	59,263	25.11%

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 - M06 December

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									
Financial Performance									
Property rates	-	287,941	287,941	24,289	148,715	147,810	906	1%	287,941
Service charges	-	849,642	849,642	73,162	421,833	427,812	(5,978)	-1%	849,642
Investment revenue	-	24,871	24,871	1,576	13,002	13,002	-		24,871
Transfers and subsidies	-	166,184	166,219	48,331	110,686	110,686	-		166,219
Other own revenue	-	169,515	169,515	15,403	91,072	84,465	6,607	8%	169,515
Total Revenue (excluding capital transfers and contributions)	-	1,498,153	1,498,188	162,760	785,309	783,774	1,535	0%	1,498,188
Employee costs	-	504,478	508,955	39,383	243,768	250,253	(6,485)	-3%	508,955
Remuneration of Councillors	-	12,335	12,335	988	6,049	6,168	(119)	-2%	12,335
Depreciation & asset impairment	-	146,596	146,596	12,216	73,298	73,298	-		146,596
Finance charges	-	48,056	48,056	19,373	22,065	22,065	-		48,056
Materials and bulk purchases	-	436,298	438,162	30,053	190,504	203,524	(13,020)	-6%	438,162
Transfers and subsidies	-	13,057	13,057	1,046	6,778	6,778	-		13,057
Other expenditure	-	434,152	427,846	36,600	184,564	190,458	(5,894)	-3%	427,846
Total Expenditure	-	1,594,971	1,595,006	139,660	727,026	752,544	(25,518)	-3%	1,595,006
Surplus/(Deficit)	-	(96,819)	(96,819)	23,100	58,283	31,230	27,052	87%	(96,819)
Transfers and subsidies - capital (monetary allocations)	-	72,254	72,254	6,529	22,498	22,498	-		72,254
Contributions & Contributed assets	-	12,662	12,662	1,960	5,296	5,296	-		12,662
Surplus/(Deficit) after capital transfers & contributions	-	(11,902)	(11,902)	31,589	86,076	59,024	27,052	46%	(11,902)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	-	(11,902)	(11,902)	31,589	86,076	59,024	27,052	46%	(11,902)
Capital expenditure & funds sources									
Capital expenditure	-	236,020	236,020	16,797	59,263	74,359	(15,096)	-20%	236,020
Capital transfers recognised	-	123,702	123,702	12,101	42,757	51,200	(8,443)	-16%	123,702
Public contributions & donations	-	-	-	-	-	-	-		-
Borrowing	-	80,175	80,175	3,628	10,043	15,087	(5,044)	-33%	80,175
Internally generated funds	-	32,143	32,143	1,068	6,463	8,072	(1,609)	-20%	32,143
Total sources of capital funds	-	236,020	236,020	16,797	59,263	74,359	(15,096)	-20%	236,020
Financial position									
Total current assets	-	594,291	594,291		835,524				594,291
Total non current assets	-	4,162,847	4,162,847		3,936,299				4,162,847
Total current liabilities	-	346,808	346,808		282,106				346,808
Total non current liabilities	-	711,285	711,285		681,547				711,285
Community wealth/Equity	-	3,699,046	3,699,046		3,808,170				3,699,046
Cash flows									
Net cash from (used) operating	-	104,629	104,629	40,349	144,802	144,830	27	0%	104,629
Net cash from (used) investing	-	(241,000)	(241,000)	(17,212)	(61,753)	(61,753)	-		(241,000)
Net cash from (used) financing	-	1,377	1,377	(12,930)	(23,943)	(23,943)	-		1,377
Cash/cash equivalents at the month/year end	-	431,308	431,308	-	675,386	625,435	(49,950)	-8%	481,286
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	73,593	3,995	2,722	3,780	2,270	1,529	8,325	49,061	145,277
Creditors Age Analysis									
Total Creditors	5,593	-	-	-	-	-	-	-	5,593

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

WC032 Overstrand - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December

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									
Revenue - Functional									
<i>Governance and administration</i>	-	384,994	384,994	44,513	208,158	204,207	3,951	2%	384,994
Executive and council	-	50,470	50,470	16,598	36,333	36,294	39	0%	50,470
Finance and administration	-	334,524	334,524	27,915	171,825	167,913	3,913	2%	334,524
Internal audit	-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>	-	152,578	152,613	13,574	78,962	78,914	48	0%	152,613
Community and social services	-	8,776	8,776	640	4,102	4,388	(286)	-7%	8,776
Sport and recreation	-	10,972	10,972	1,817	8,297	8,486	(189)	-2%	10,972
Public safety	-	35,995	36,030	2,976	18,583	18,060	522	3%	36,030
Housing	-	96,834	96,834	8,141	47,979	47,979	-	-	96,834
Health	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>	-	24,399	24,399	4,588	14,256	13,200	1,057	8%	24,399
Planning and development	-	13,483	13,483	1,101	8,125	8,741	(616)	-7%	13,483
Road transport	-	10,879	10,879	3,487	6,092	4,439	1,652	37%	10,879
Environmental protection	-	37	37	-	39	19	21	110%	37
<i>Trading services</i>	-	1,021,099	1,021,099	108,574	511,726	515,248	(3,521)	-1%	1,021,099
Energy sources	-	615,533	615,533	57,855	296,774	307,472	(10,697)	-3%	615,533
Water management	-	167,048	167,048	20,953	89,290	85,517	3,773	4%	167,048
Waste water management	-	139,720	139,720	16,816	70,812	68,860	1,951	3%	139,720
Waste management	-	98,797	98,797	12,950	54,850	53,398	1,452	3%	98,797
<i>Other</i>	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	-	1,583,069	1,583,104	171,248	813,103	811,568	1,535	0%	1,583,104
Expenditure - Functional									
<i>Governance and administration</i>	-	315,410	317,116	21,994	143,767	152,895	(9,128)	-6%	317,116
Executive and council	-	74,067	71,416	4,537	33,734	33,703	31	0%	71,416
Finance and administration	-	237,178	241,535	17,218	108,438	117,109	(8,671)	-7%	241,535
Internal audit	-	4,165	4,165	239	1,595	2,083	(488)	-23%	4,165
<i>Community and public safety</i>	-	267,374	269,037	22,599	129,961	133,262	(3,301)	-2%	269,037
Community and social services	-	21,751	21,723	2,196	10,733	10,861	(128)	-1%	21,723
Sport and recreation	-	63,035	64,588	6,133	28,198	29,994	(1,795)	-6%	64,588
Public safety	-	118,758	118,896	9,469	56,095	57,493	(1,398)	-2%	118,896
Housing	-	63,829	63,829	4,802	34,935	34,915	20	0%	63,829
Health	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>	-	198,290	194,965	19,030	87,016	88,282	(1,266)	-1%	194,965
Planning and development	-	53,256	52,326	3,965	23,494	23,963	(469)	-2%	52,326
Road transport	-	121,995	119,600	12,170	51,812	52,800	(988)	-2%	119,600
Environmental protection	-	23,039	23,039	2,895	11,710	11,519	191	2%	23,039
<i>Trading services</i>	-	810,381	809,631	75,792	364,703	376,476	(11,773)	-3%	809,631
Energy sources	-	480,315	480,315	36,683	206,505	214,757	(8,252)	-4%	480,315
Water management	-	133,992	133,992	16,705	57,711	59,996	(2,285)	-4%	133,992
Waste water management	-	103,774	103,024	14,187	56,126	56,512	(386)	-1%	103,024
Waste management	-	92,299	92,299	8,217	44,361	45,211	(850)	-2%	92,299
<i>Other</i>	-	3,517	4,257	245	1,579	1,629	(49)	-3%	4,257
Total Expenditure - Functional	-	1,594,971	1,595,006	139,660	727,026	752,544	(25,518)	-3%	1,595,006
Surplus/ (Deficit) for the year	-	(11,902)	(11,902)	31,589	86,076	59,024	27,052	46%	(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) - M06

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
R thousands									
Revenue by Vote									
Vote 1 - Council & Mayor's Office	-	50,312	50,312	16,579	36,218	36,218	-		50,312
Vote 2 - Municipal Manager & Internal Audit	-	-	-	-	-	-	-		-
Vote 3 - Management Services	-	869	869	417	742	434	308	70.9%	869
Vote 4 - Finance	-	327,436	327,436	27,434	170,245	166,713	3,532	2.1%	327,436
Vote 5 - Infrastructure & Planning	-	730,542	730,542	66,846	351,671	364,258	(12,587)	-3.5%	730,542
Vote 6 - Protection Services	-	35,995	36,030	2,976	18,583	18,015	568	3.2%	36,030
Vote 7 - Economic and Social Development & Tourism	-	2,811	2,811	248	1,198	1,406	(208)	-14.8%	2,811
Vote 8 - Community Services	-	435,105	435,105	56,748	234,446	224,524	9,922	4.4%	435,105
Vote 9 - Costing Services	-	-	-	-	-	-	-		-
Vote 10 - Main Ledger Services	-	-	-	-	-	-	-		-
Total Revenue by Vote	-	1,583,069	1,583,104	171,248	813,103	811,568	1,535	0.2%	1,583,104
Expenditure by Vote									
Vote 1 - Council & Mayor's Office	-	44,592	44,592	2,960	22,392	22,291	101	0.5%	44,592
Vote 2 - Municipal Manager & Internal Audit	-	8,042	8,042	566	3,264	4,021	(757)	-18.8%	8,042
Vote 3 - Management Services	-	65,889	65,889	4,232	28,892	31,945	(3,052)	-9.6%	65,889
Vote 4 - Finance	-	106,313	106,313	8,208	49,869	52,932	(3,062)	-5.8%	106,313
Vote 5 - Infrastructure & Planning	-	734,810	734,810	58,975	329,213	342,390	(13,177)	-3.8%	734,810
Vote 6 - Protection Services	-	119,732	119,767	9,047	54,347	55,960	(1,613)	-2.9%	119,767
Vote 7 - Economic and Social Development & Tourism	-	17,570	17,570	1,230	6,998	7,496	(498)	-6.6%	17,570
Vote 8 - Community Services	-	498,023	498,023	54,443	232,050	235,510	(3,460)	-1.5%	498,023
Vote 9 - Costing Services	-	-	-	-	-	-	-		-
Vote 10 - Main Ledger Services	-	-	-	-	-	-	-		-
Total Expenditure by Vote	-	1,594,971	1,595,006	139,660	727,026	752,544	(25,518)	-3.4%	1,595,006
Surplus/ (Deficit) for the year	-	(11,902)	(11,902)	31,589	86,076	59,024	27,052	45.8%	(11,902)

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 & 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) - M06 December

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									
Revenue By Source									
Property rates		287,941	287,941	24,289	148,715	147,810	906	1%	287,941
Service charges - electricity revenue		541,692	541,692	42,183	257,941	268,589	(10,648)	-4%	541,692
Service charges - water revenue		138,138	138,138	15,061	73,866	72,522	1,344	2%	138,138
Service charges - sanitation revenue		90,962	90,962	8,899	48,166	46,618	1,548	3%	90,962
Service charges - refuse revenue		78,850	78,850	7,019	41,860	40,082	1,778	4%	78,850
Rental of facilities and equipment		4,573	4,573	439	2,877	2,610	267	10%	4,573
Interest earned - external investments		24,871	24,871	1,576	13,002	13,002	-	-	24,871
Interest earned - outstanding debtors		3,982	3,982	656	3,197	2,920	277	9%	3,982
Dividends received		-	-	-	-	-	-	-	-
Fines, penalties and forfeits		20,344	20,344	1,823	11,017	10,342	675	7%	20,344
Licences and permits		2,636	2,636	193	1,450	1,384	67	5%	2,636
Agency services		7,858	7,858	529	3,876	3,929	(53)	-1%	7,858
Transfers and subsidies		166,184	166,219	48,331	110,686	110,686	-	-	166,219
Other revenue		121,898	121,898	11,207	67,340	61,965	5,375	9%	121,898
Gains		8,225	8,225	555	1,316	1,316	-	-	8,225
Total Revenue (excluding capital transfers and contributions)	-	1,498,153	1,498,188	162,760	785,309	783,774	1,535	0%	1,498,188
Expenditure By Type									
Employee related costs		504,478	508,955	39,383	243,768	250,253	(6,485)	-3%	508,955
Remuneration of councillors		12,335	12,335	988	6,049	6,168	(119)	-2%	12,335
Debt impairment		13,564	13,564	1,130	6,782	6,782	-	-	13,564
Depreciation & asset impairment		146,596	146,596	12,216	73,298	73,298	-	-	146,596
Finance charges		48,056	48,056	19,373	22,065	22,065	-	-	48,056
Bulk purchases - electricity		384,161	384,161	24,917	163,446	176,074	(12,627)	-7%	384,161
Inventory consumed		52,137	54,001	5,136	27,058	27,450	(392)	-1%	54,001
Contracted services		269,929	260,312	24,293	100,023	104,125	(4,102)	-4%	260,312
Transfers and subsidies		13,057	13,057	1,046	6,778	6,778	-	-	13,057
Other expenditure		150,658	153,970	11,176	77,759	79,551	(1,792)	-2%	153,970
Losses		-	-	-	-	-	-	-	-
Total Expenditure	-	1,594,971	1,595,006	139,660	727,026	752,544	(25,518)	-3%	1,595,006
Surplus/(Deficit)									
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		72,254	72,254	6,529	22,498	22,498	-	-	72,254
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatbns, Higher Educational Institutions)		12,662	12,662	1,960	5,296	5,296	-	-	12,662
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	-	(11,902)	(11,902)	31,589	86,076	59,024			(11,902)
Taxation		-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation	-	(11,902)	(11,902)	31,589	86,076	59,024			(11,902)
Attributable to minorities		-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality	-	(11,902)	(11,902)	31,589	86,076	59,024			(11,902)
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	-	(11,902)	(11,902)	31,589	86,076	59,024			(11,902)

The annual revenue budget is approved as 'Revenue by Source'. The Year-to-Date actual revenue is 0.20% above the YTD budget projections.

Current expenditure is 3.39% below YTD budget projections for December 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) - M06 December

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
R thousands									
Multi-Year expenditure appropriation									
Vote 1 - Council & Mayor's Office	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager & Internal Audit	-	-	-	-	-	-	-	-	-
Vote 3 - Management Services	-	1,815	1,815	190	652	900	(248)	-28%	1,815
Vote 4 - Finance	-	60	60	-	28	20	8	38%	60
Vote 5 - Infrastructure & Planning	-	198,128	198,128	15,308	50,236	63,693	(13,458)	-21%	198,128
Vote 6 - Protection Services	-	300	300	18	124	150	(26)	-17%	300
Vote 7 - Economic and Social Development & Tourism	-	45	45	-	29	19	10	54%	45
Vote 8 - Community Services	-	735	735	38	98	368	(270)	-73%	735
Vote 9 - Costing Services	-	-	-	-	-	-	-	-	-
Vote 10 - Main Ledger Services	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	-	201,083	201,083	15,554	51,167	65,150	(13,983)	-21%	201,083
Single Year expenditure appropriation									
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	1,063	5,384	5,462	(78)	-1%	17,475
Vote 6 - Protection Services	-	2,492	2,492	16	577	763	(186)	-24%	2,492
Vote 7 - Economic and Social Development & Tourism	-	-	-	-	-	-	-	-	-
Vote 8 - Community Services	-	14,970	14,970	164	2,136	2,985	(849)	-28%	14,970
Vote 9 - Costing Services	-	-	-	-	-	-	-	-	-
Vote 10 - Main Ledger Services	-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	-	34,937	34,937	1,243	8,096	9,209	(1,113)	-12%	34,937
Total Capital Expenditure	-	236,020	236,020	16,797	59,263	74,359	(15,096)	-20%	236,020
Capital Expenditure - Functional Classification									
Governance and administration	-	1,875	1,875	190	680	935	(255)	-27%	1,875
Executive and council	-	5	5	-	-	-	-	-	5
Finance and administration	-	1,870	1,870	190	680	935	(255)	-27%	1,870
Internal audit	-	-	-	-	-	-	-	-	-
Community and public safety	-	53,438	54,458	4,170	18,174	23,737	(5,563)	-23%	54,458
Community and social services	-	7,261	7,261	38	98	3,630	(3,532)	-97%	7,261
Sport and recreation	-	2,500	2,500	31	1,531	1,250	281	22%	2,500
Public safety	-	2,792	2,792	34	702	1,396	(694)	-50%	2,792
Housing	-	40,885	41,905	4,068	15,843	17,460	(1,617)	-9%	41,905
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	-	14,068	14,068	3,461	6,603	6,911	(308)	-4%	14,068
Planning and development	-	1,478	1,478	-	343	616	(273)	-44%	1,478
Road transport	-	12,590	12,590	3,461	6,260	6,295	(35)	-1%	12,590
Environmental protection	-	-	-	-	-	-	-	-	-
Trading services	-	166,639	165,619	8,975	33,807	42,776	(8,969)	-21%	165,619
Energy sources	-	65,389	65,389	3,672	13,238	15,791	(2,553)	-16%	65,389
Water management	-	39,970	39,570	1,872	6,888	9,190	(2,302)	-25%	39,570
Waste water management	-	57,736	57,116	3,431	12,440	16,419	(3,978)	-24%	57,116
Waste management	-	3,544	3,544	-	1,240	1,377	(136)	-10%	3,544
Other	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	-	236,020	236,020	16,797	59,263	74,359	(15,096)	-20%	236,020
Funded by:									
National Government	-	72,254	72,254	6,529	22,498	29,763	(7,266)	-24%	72,254
Provincial Government	-	-	-	-	-	-	-	-	-
District Municipality	-	-	-	-	-	-	-	-	-
Other transfers and grants	-	51,447	51,447	5,573	20,260	21,436	(1,177)	-5%	51,447
Transfers recognised - capital	-	123,702	123,702	12,101	42,757	51,200	(8,443)	-16%	123,702
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	80,175	80,175	3,628	10,043	15,087	(5,044)	-33%	80,175
Internally generated funds	-	32,143	32,143	1,068	6,463	8,072	(1,609)	-20%	32,143
Total Capital Funding	-	236,020	236,020	16,797	59,263	74,359	(15,096)	-20%	236,020

Capital expenditure is 20.30% below 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 - M06 December**

Description	2021/22	Budget Year 2022/23			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
ASSETS					
Current assets					
Cash		31,308	31,308	265,114	31,308
Call investment deposits		400,000	400,000	410,272	400,000
Consumer debtors		92,590	92,590	108,989	92,590
Other debtors		59,486	59,486	39,304	59,486
Current portion of long-term receivables		-	-	-	-
Inventory		10,908	10,908	11,845	10,908
Total current assets	-	594,291	594,291	835,524	594,291
Non current assets					
Long-term receivables		-	-	-	-
Investments		70,005	70,005	64,318	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	3,623,218	3,820,865
Agricultural		-	-	-	-
Biological assets		-	-	610	-
Intangible assets		8,203	8,203	8,940	8,203
Other non-current assets		130,928	130,928	112,126	130,928
Total non current assets	-	4,162,847	4,162,847	3,936,299	4,162,847
TOTAL ASSETS	-	4,757,138	4,757,138	4,771,823	4,757,138
LIABILITIES					
Current liabilities					
Bank overdraft		-	-	-	-
Borrowing		58,592	58,592	58,592	58,592
Consumer deposits		66,074	66,074	65,344	66,074
Trade and other payables		173,931	173,931	109,960	173,931
Provisions		48,210	48,210	48,210	48,210
Total current liabilities	-	346,808	346,808	282,106	346,808
Non current liabilities					
Borrowing		421,184	421,184	397,203	421,184
Provisions		290,101	290,101	284,344	290,101
Total non current liabilities	-	711,285	711,285	681,547	711,285
TOTAL LIABILITIES	-	1,058,092	1,058,092	963,653	1,058,092
NET ASSETS	-	3,699,046	3,699,046	3,808,170	3,699,046
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)		3,695,823	3,695,823	3,804,942	3,695,823
Reserves		3,223	3,223	3,228	3,223
TOTAL COMMUNITY WEALTH/EQUITY	-	3,699,046	3,699,046	3,808,170	3,699,046

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 - M06 December

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									
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates		285,907	285,907	23,645	148,902	148,910	(8)	0%	285,907
Service charges		843,505	843,505	65,604	409,571	409,592	(21)	0%	843,505
Other revenue		146,992	146,992	16,230	107,621	107,549	72	0%	146,992
Transfers and Subsidies - Operational		166,184	166,219	47,075	117,598	117,598	-		166,184
Transfers and Subsidies - Capital		72,254	72,254	9,131	56,019	56,019	-		72,254
Interest		24,871	24,871	2,232	16,199	16,199	-		24,871
Dividends		-	-	-	-	-	-		-
Payments									
Suppliers and employees		(1,373,971)	(1,374,006)	(103,149)	(682,265)	(682,194)	71	0%	(1,373,971)
Finance charges		(48,056)	(48,056)	(19,373)	(22,065)	(22,065)	-		(48,056)
Transfers and Grants		(13,057)	(13,057)	(1,046)	(6,778)	(6,778)	-		(13,057)
NET CASH FROM/(USED) OPERATING ACTIVITIES	-	104,629	104,629	40,349	144,802	144,830	27	0%	104,629
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE		-	-	-	-	-	-		-
Decrease (increase) in non-current receivables		-	-	-	-	-	-		-
Decrease (increase) in non-current investments		(4,980)	(4,980)	(415)	(2,490)	(2,490)	-		(4,980)
Payments									
Capital assets		(236,020)	(236,020)	(16,797)	(59,263)	(59,263)	-		(236,020)
NET CASH FROM/(USED) INVESTING ACTIVITIES	-	(241,000)	(241,000)	(17,212)	(61,753)	(61,753)	-		(241,000)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans		-	-	-	-	-	-		-
Borrowing long term/refinancing		50,000	50,000	-	-	-	-		50,000
Increase (decrease) in consumer deposits		2,000	2,000	116	662	662	-		2,000
Payments									
Repayment of borrowing		(50,623)	(50,623)	(13,046)	(24,605)	(24,605)	-		(50,623)
NET CASH FROM/(USED) FINANCING ACTIVITIES	-	1,377	1,377	(12,930)	(23,943)	(23,943)	-		1,377
NET INCREASE/ (DECREASE) IN CASH HELD	-	(134,994)	(134,994)	10,207	59,106	59,134			(134,994)
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		675,386	625,435			481,286

Table C7 balances to the current Cash balance, shown in the 'YTD actual' column, which is R 675.4million.

The municipality started the year with a positive cash balance of R616.3 million. The December closing balance is R675.4 million. Refer to Supporting Table SC9 for more details on the cash position.

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

WC032 Overstrand - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M06 December

Description	Budget Year 2022/23											
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June
R thousands	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget
Cash Receipts By Source												
Property rates	24,024	26,537	25,804	25,213	23,679	23,645	-	-	-	-	-	137,005
Service charges - electricity revenue	41,233	45,358	44,626	43,568	40,015	38,991	-	-	-	-	-	285,305
Service charges - water revenue	10,948	12,131	10,964	10,941	11,385	12,260	-	-	-	-	-	67,933
Service charges - sanitation revenue	3,161	8,308	7,602	7,643	7,605	7,808	-	-	-	-	-	47,790
Service charges - refuse	10,694	7,302	6,974	6,859	6,662	6,545	-	-	-	-	-	32,907
Service charges - other	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	347	532	608	513	376	488	-	-	-	-	-	1,709
Interest earned - external investments	1,653	1,078	2,549	4,394	1,752	1,576	-	-	-	-	-	11,869
Interest earned - outstanding debtors	414	536	461	520	611	656	-	-	-	-	-	(3,197)
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	1,864	1,878	1,786	1,859	1,806	1,823	-	-	-	-	-	(119)
Licences and permits	279	251	217	262	248	193	-	-	-	-	-	1,185
Agency services	473	751	775	688	658	529	-	-	-	-	-	3,982
Transfer receipts - operating	57,849	7,395	1,550	2,753	1,066	47,075	-	-	-	-	-	48,496
Other revenue	20,988	5,999	13,256	16,405	18,049	13,196	-	-	-	-	-	33,133
Cash Receipts by Source	173,928	118,055	117,171	121,609	113,913	154,786	-	-	-	-	-	667,997
Other Cash Flows by Source												
Transfers and subsidies - capital (monetary allocations) (National /	19,763	(1)	(0)	16,881	10,156	9,131	-	-	-	-	-	16,324
Transfers and subsidies - capital (monetary allocations) (National /	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on Disposal of Fixed and Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-
Short term loans	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	-	-	50,000
Increase (decrease) in consumer deposits	659	221	246	161	(741)	116	-	-	-	-	-	1,338
Decrease (increase) in non-current receivables	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments	(415)	(415)	(415)	(415)	(415)	(415)	-	-	-	-	-	(2,490)
Total Cash Receipts by Source	193,935	117,861	117,001	138,236	122,913	163,618	-	-	-	-	-	733,169
Cash Payments by Type												
Employee related costs	30,560	36,189	36,545	36,641	58,885	38,740	-	-	-	-	-	255,133
Remuneration of councillors	980	980	980	1,007	1,115	988	-	-	-	-	-	6,287
Interest paid	38	415	1,253	334	653	19,373	-	-	-	-	-	25,991
Bulk purchases - Electricity	7	42,701	46,453	24,420	24,949	24,917	-	-	-	-	-	220,715
Acquisitions - water & other inventory	1,347	4,088	4,556	6,337	5,594	5,136	-	-	-	-	-	25,079
Contracted services	773	18,836	18,959	18,044	19,118	24,293	-	-	-	-	-	169,906
Grants and subsidies paid - other municipalities	-	-	-	-	-	-	-	-	-	-	-	-
Grants and subsidies paid - other	942	1,151	2,206	387	1,046	1,046	-	-	-	-	-	6,279
General expenses	89,587	(12,203)	13,825	33,556	13,771	9,075	-	-	-	-	-	15,105
Cash Payments by Type	124,234	92,156	124,775	120,725	125,131	123,568	-	-	-	-	-	724,494
Other Cash Flows/Payments by Type												
Capital assets	632	9,105	17,003	(234)	15,960	16,797	-	-	-	-	-	176,756
Repayment of borrowing	2,181	1,031	4,889	2,317	1,142	13,046	-	-	-	-	-	26,018
Other Cash Flows/Payments	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Payments by Type	127,047	102,292	146,667	122,809	142,232	153,411	-	-	-	-	-	927,269
NET INCREASE/(DECREASE) IN CASH HELD	66,888	15,569	(29,666)	15,427	(19,319)	10,207	-	-	-	-	-	(194,100)
Cash/cash equivalents at the month/year beginning:	616,280	683,168	698,737	669,071	684,498	665,179	675,386	675,386	675,386	675,386	675,386	675,386
Cash/cash equivalents at the month/year end:	683,168	698,737	669,071	684,498	665,179	675,386	675,386	675,386	675,386	675,386	675,386	481,286

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 - M06 December

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	19,011	967	592	415	582	318	1,761	7,584	31,229	10,660	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	24,402	1,037	705	585	470	394	1,589	6,251	35,432	9,288	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	23,569	652	414	1,751	379	249	1,536	5,859	34,410	9,774	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	9,900	457	373	274	362	202	1,219	5,161	17,948	7,218	-	-
Receivables from Exchange Transactions - Waste Management	1600	8,111	388	276	255	203	171	813	2,842	13,058	4,283	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	560	55	34	17	12	11	46	295	1,031	382	-	-
Interest on Arrear Debtor Accounts	1810	160	65	68	111	90	79	620	13,309	14,503	14,210	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	(12,121)	375	260	372	172	105	742	7,761	(2,334)	9,152	-	-
Total By Income Source	2000	73,593	3,995	2,722	3,780	2,270	1,529	8,325	49,061	145,277	64,966	-	-
2021/22 - totals only		64,586	2,677	1,970	1,643	1,648	1,568	6,530	45,072	125,694	56,461		
Debtors Age Analysis By Customer Group													
Organs of State	2200	964	82	31	1,481	61	17	118	1,493	4,247	3,170	-	-
Commercial	2300	11,649	226	100	51	48	38	224	2,665	15,001	3,025	-	-
Households	2400	62,147	3,678	2,582	2,238	2,153	1,469	7,912	43,228	125,407	57,000	-	-
Other	2500	(1,167)	9	9	10	9	5	72	1,675	622	1,771	-	-
Total By Customer Group	2600	73,593	3,995	2,722	3,780	2,270	1,529	8,325	49,061	145,277	64,966	-	-

The debtors' 12-month rolling average payment rate is 98,69% at the end of December 2022.

Summary of Indigent Households

	Indigent Households	Other Households	Total Households	
2,022				
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	7,396	28,547	35,943	20.58%
November	7,376	28,556	35,932	20.53%
December	7,406	28,530	35,936	20.61%
2,023				
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)
7406			10KL	7406	0	7406	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)
119	7287		50kWh	7406	0	7406	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
2022/2023											
June											
May											
April											
March											
February											
January											
December	87,865,085	3,995,470	2,722,181	3,780,441	2,270,217	1,529,437	8,325,398	49,060,980	159,549,207	71,684,122	64,966,472
November	81,080,848	3,637,347	4,321,057	2,509,464	1,642,788	1,663,524	7,921,489	47,884,695	150,661,212	69,580,364	61,621,960
October	77,763,581	5,389,420	2,891,447	1,801,960	1,766,239	1,388,785	7,896,912	46,902,187	145,800,531	68,036,950	59,756,082
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
Augustus	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 30/12/2022		Total Debt	Services	Rates	Other
Department Responsible for the Debt					
NPW 2227		1,788,165	680,956	1,082,785	24,424
WCED 2251		451,552	451,552	0	0
OTHER 2255		39,271	39,271	0	0
HEALTH 2252		345,222	294,244	50,198	780
TPW 2256		1,406,270	-59,817	1,455,901	10,186
HUMAN SETTLE 2215		48,864	48,864	0	0
HOUSING 2253		4,707	4,707	0	0
OTHER MUNICIPALITIES 2276		163,142	163,142	0	0
TOTAL OUTSTANDING		4,247,194	1,622,920	2,588,884	35,390

Creditors' analysis**Supporting Table SC4****WC032 Overstrand - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December**

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	
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100		-	-	-	-	-	-	-	-	-
Bulk Water	0200		-	-	-	-	-	-	-	-	-
PAYE deductions	0300	5,593	-	-	-	-	-	-	-	5,593	5,892
VAT (output less input)	0400		-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500		-	-	-	-	-	-	-	-	-
Loan repayments	0600		-	-	-	-	-	-	-	-	-
Trade Creditors	0700	-	-	-	-	-	-	-	-	-	54
Auditor General	0800		-	-	-	-	-	-	-	-	-
Other	0900		-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	5,593	-	-	-	-	-	-	-	5,593	5,946

Supporting Table SC4 reflects current creditors at the end of December 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 - M06 December**

Investments by maturity Name of institution & investment ID R thousands	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							
Municipality								
LIBERTY 15934476	15 YEARS	Policy	01/09/2025	238		20,884	125	21,247
LIBERTY 21196964	14 YEARS	Policy	01/09/2025	381		37,526	260	38,167
MOMENTUM MP 3853776	14 YEARS	Policy	01/07/2026	(64)		4,938	30	4,904
ABSA 9331734880	DEP PLUS	DEP PLUS		57	4.3	10,265	(50)	10,272
Nedbank 03/7881534451 ref. 270	185 DAYS	FIXED DEP	23/01/2023		7.31	100,000		100,000
Nedbank 03/7881534451 ref. 271	183 DAYS	FIXED DEP	26/01/2023		7.31	100,000		100,000
ABSA 2080500660	122 DAYS	FIXED DEP	30/01/2023		7.5	100,000		100,000
ABSA 2080773045	181 DAYS	FIXED DEP	24/05/2023		8.24	100,000		100,000
Municipality sub-total				612		473,613	365	474,590
TOTAL INVESTMENTS AND INTEREST				612		473,613	365	474,590

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

Long-term investments relate to the sinking fund investments. The approach with these investments to redeem a capital loan of R100m in 2026, relates to a guaranteed contribution payout at maturity. The three investments comply with legislative prescriptions (investment instruments)

The performance of these investments were severely impacted by COVID with the temporary financial market collapse in March 2020. The relative instability of the financial markets since then is still hampering the trajectory of the values up to maturity.

This matter was considered at the time by the executive mayor, accounting officer and chief financial officer, as well as subsequently, with the outcome, a conservative approach in remaining with the initial investment as a proven strategy during turbulent market cycles.

Council will be updated regarding further considerations in due course.

Allocation and grant receipts and expenditure

Supporting Table SC6 – Grant receipts

WC032 Overstrand - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M06 December

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									
RECEIPTS:									
Operating Transfers and Grants									
National Government:	-	152,183	152,183	47,969	107,674	107,674	-		152,183
Operational Revenue:General Revenue:Equitable Share	-	141,896	141,896	46,825	102,164	102,164	-		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		1,816	1,816	-		2,593
Local Government Financial Management Grant [Schedule 5B]	-	1,550	1,550		1,550	1,550	-		1,550
Municipal Infrastructure Grant [Schedule 5B]	-	1,144	1,144	1,144	1,144	1,144	-		1,144
Provincial Government:	-	71,715	71,715	13,127	46,963	46,963	-		71,715
Community Library Services Grant	-	8,258	8,258		5,506	5,506	-		8,258
Thusong Services Centres Grant	-	150	150	150	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	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	12,977	35,854	35,854	-		57,714
District Municipality:	-	-	35	-	35	35	-		35
ODM SAFETY FORUM	-	-	35	-	35	35	-		35
Specify (Add grant description)	-	-	-	-	-	-	-		-
Specify (Add grant description)	-	-	-	-	-	-	-		-
Other grant providers:	-	-	-	-	-	-	-		-
Departmental Agencies and Accounts	-	-	-	-	-	-	-		-
Foreign Government and International Organisations	-	-	-	-	-	-	-		-
Households	-	-	-	-	-	-	-		-
Non-profit Institutions	-	-	-	-	-	-	-		-
Private Enterprises	-	-	-	-	-	-	-		-
Public Corporations	-	-	-	-	-	-	-		-
Higher Educational Institutions	-	-	-	-	-	-	-		-
Parent Municipality / Entity	-	-	-	-	-	-	-		-
Total Operating Transfers and Grants	-	223,898	223,933	61,095	154,671	154,671	-		223,933
Capital Transfers and Grants									
National Government:	-	72,254	72,254	8,087	55,486	55,486	-		72,254
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]	-	21,331	21,331		21,331	21,331	-		21,331
Municipal Infrastructure Grant [Schedule 5B]	-	23,484	23,484	8,087	15,255	15,255	-		23,484
Water Services Infrastructure Grant [Schedule 5B]	-	27,439	27,439		18,900	18,900	-		27,439
Provincial Government:	-	38,785	38,785	4,553	24,774	24,774	-		38,785
Human Settlements (Housing - Construction Contracts)	-	38,785	38,785	4,553	24,774	24,774	-		38,785
District Municipality:	-	-	-	-	-	-	-		-
Specify (Add grant description)	-	-	-	-	-	-	-		-
Specify (Add grant description)	-	-	-	-	-	-	-		-
Specify (Add grant description)	-	-	-	-	-	-	-		-
Other grant providers:	-	-	-	-	-	-	-		-
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	-	-	-	-	-	-	-		-
Total Capital Transfers and Grants	-	111,039	111,039	12,640	80,260	80,260	-		111,039
TOTAL RECEIPTS OF TRANSFERS & GRANTS	-	334,937	334,972	73,736	234,931	234,931	-		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 - M06 December

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									
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	-	10,287	10,287	486	2,203	2,203	-		10,287
Operational Revenue:General Revenue:Equitable Share	-	-	-	-	-	-	-		-
Energy Efficiency and Demand-side [Schedule 5B]	-	5,000	5,000	-	205	205	-		5,000
Expanded Public Works Programme Integrated Grant for Municipalities [Schedule 5B]	-	2,593	2,593	242	1,174	1,174	-		2,593
Local Government Financial Management Grant [Schedule 5B]	-	1,550	1,550	36	214	214	-		1,550
Municipal Infrastructure Grant [Schedule 5B]	-	1,144	1,144	208	610	610	-		1,144
Provincial Government:	-	71,715	71,715	5,632	39,172	39,172	-		71,715
Community Library Services Grant	-	8,258	8,258	592	3,816	3,816	-		8,258
Thusong Services Centres Grant	-	150	150	-	-	-	-		150
Resource funding for the establish & support of K9 Unit	-	2,420	2,420	314	1,968	1,968	-		2,420
CDW	-	75	75	-	7	7	-		75
Maintenance & Construction of Transport Infrastructure	-	140	140	-	-	-	-		140
RESOURCE FUNDING FOR THE EST OF LAW ENFORCEMENT REACTION UNIT	-	2,958	2,958	222	528	528	-		2,958
Human Settlements (Housing - Construction Contracts)	-	57,714	57,714	4,504	32,852	32,852	-		57,714
District Municipality:	-	-	35	-	-	-	-		35
ODM SAFETY FORUM	-	-	35	-	-	-	-		35
Specify (Add grant description)	-	-	-	-	-	-	-		-
Specify (Add grant description)	-	-	-	-	-	-	-		-
Other grant providers:	-	-	-	-	-	-	-		-
Departmental Agencies and Accounts	-	-	-	-	-	-	-		-
Foreign Government and International Organisations	-	-	-	-	-	-	-		-
Households	-	-	-	-	-	-	-		-
Non-profit Institutions	-	-	-	-	-	-	-		-
Private Enterprises	-	-	-	-	-	-	-		-
Public Corporations	-	-	-	-	-	-	-		-
Higher Educational Institutions	-	-	-	-	-	-	-		-
Parent Municipality / Entity	-	-	-	-	-	-	-		-
Total operating expenditure of Transfers and Grants:	-	82,002	82,037	6,118	41,374	41,374	-		82,037
Capital expenditure of Transfers and Grants									
National Government:	-	72,254	72,254	6,420	22,498	22,498	-		72,254
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]	-	21,331	21,331	1,554	6,488	6,488	-		21,331
Municipal Infrastructure Grant [Schedule 5B]	-	23,484	23,484	3,930	9,138	9,138	-		23,484
Water Services Infrastructure Grant [Schedule 5B]	-	27,439	27,439	937	6,872	6,872	-		27,439
Provincial Government:	-	38,785	38,785	3,613	14,963	14,963	-		38,785
Human Settlements (Housing - Construction Contracts)	-	38,785	38,785	3,613	14,963	14,963	-		38,785
District Municipality:	-	-	-	-	-	-	-		-
Specify (Add grant description)	-	-	-	-	-	-	-		-
Specify (Add grant description)	-	-	-	-	-	-	-		-
Specify (Add grant description)	-	-	-	-	-	-	-		-
Other grant providers:	-	12,662	12,662	1,960	5,297	5,297	-		12,662
Departmental Agencies and Accounts	-	-	-	-	-	-	-		-
Foreign Government and International Organisations	-	-	-	-	-	-	-		-
Households	-	-	-	-	-	-	-		-
Non-Profit Institutions	-	-	-	-	-	-	-		-
Private Enterprises	-	-	-	-	-	-	-		-
Public Corporations	-	12,662	12,662	1,960	5,297	5,297	-		12,662
Higher Educational Institutions	-	-	-	-	-	-	-		-
Parent Municipality / Entity	-	-	-	-	-	-	-		-
Transfer from Operational Revenue	-	-	-	-	-	-	-		-
Total capital expenditure of Transfers and Grants	-	123,702	123,702	11,993	42,757	42,757	-		123,702
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	-	205,703	205,738	18,111	84,132	84,132	-		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 - M06 December

Description	Budget Year 2022/23				
	Approved Rollover 2021/22	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands					
EXPENDITURE					
Operating expenditure of Approved Roll-overs					
National Government:	-	-	-	-	-
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]	-	-	-	-	-
Municipal Demarcation and Transition Grant [Schedule 5B]	-	-	-	-	-
Municipal Disaster Grant [Schedule 5B]	-	-	-	-	-
Provincial Government:	-	-	-	-	-
Specify (Add grant description)	-	-	-	-	-
District Municipality:	-	-	-	-	-
Specify (Add grant description)	-	-	-	-	-
Other grant providers:	-	-	-	-	-
Departmental Agencies and Accounts	-	-	-	-	-
Foreign Government and International Organisations	-	-	-	-	-
Households	-	-	-	-	-
Non-profit Institutions	-	-	-	-	-
Private Enterprises	-	-	-	-	-
Public Corporations	-	-	-	-	-
Higher Educational Institutions	-	-	-	-	-
Parent Municipality / Entity	-	-	-	-	-
Total operating expenditure of Approved Roll-overs	-	-	-	-	-
Capital expenditure of Approved Roll-overs					
National Government:	-	-	-	-	-
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	-	-	-	-	-
Provincial Government:	-	-	-	-	-
Specify (Add grant description)	-	-	-	-	-
District Municipality:	-	-	-	-	-
Specify (Add grant description)	-	-	-	-	-
Other grant providers:	-	-	-	-	-
Private Enterprises	-	-	-	-	-
Public Corporations	-	-	-	-	-
Higher Educational Institutions	-	-	-	-	-
Parent Municipality / Entity	-	-	-	-	-
Transfer from Operational Revenue	-	-	-	-	-
Total capital expenditure of Approved Roll-overs	-	-	-	-	-
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS	-	-	-	-	-

A roll-over application was submitted to Provincial and National Treasury in August 2022 for unspent grant funds. All unspent grants relating to the 2021/2022 financial year were granted. Unspent grants from previous financial years relating to Equitable Share (Covid-19), Resource Funding for the establishment & support of a K9 Unit and Title Deeds Restoration must be paid back.

All unspent grant funds were paid back to National & Provincial Treasury in November 2022.

Expenditure on councillor allowances and employee benefits

Supporting Table SC8

WC032 Overstrand - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 December

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
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages		11,137	11,137	888	5,372	5,568	(196)	-4%	11,137
Pension and UIF Contributions		-	-	-	-	-	-		-
Medical Aid Contributions		-	-	-	-	-	-		-
Motor Vehicle Allowance		-	-	-	-	-	-		-
Cellphone Allowance		1,199	1,199	100	677	599	77	13%	1,199
Housing Allowances		-	-	-	-	-	-		-
Other benefits and allowances		-	-	-	-	-	-		-
Sub Total - Councillors		12,335	12,335	988	6,049	6,168	(119)	-2%	12,335
% increase		0.0%	0.0%						0.0%
Senior Managers of the Municipality									
Basic Salaries and Wages		12,871	12,859	1,066	6,191	6,429	(238)	-4%	12,859
Pension and UIF Contributions		-	-	-	-	-	-		-
Medical Aid Contributions		-	-	-	-	-	-		-
Overtime		-	-	-	-	-	-		-
Performance Bonus		149	149	-	-	75	(75)	-100%	149
Motor Vehicle Allowance		-	-	-	-	-	-		-
Cellphone Allowance		181	181	16	93	90	2	2%	181
Housing Allowances		-	-	-	-	-	-		-
Other benefits and allowances		-	-	-	-	-	-		-
Payments in lieu of leave		-	-	-	-	-	-		-
Long service awards		-	-	-	-	-	-		-
Post-retirement benefit obligations		-	-	-	-	-	-		-
Sub Total - Senior Managers of Municipality		13,201	13,188	1,082	6,284	6,594	(310)	-5%	13,188
% increase		0.0%	0.0%						0.0%
Other Municipal Staff									
Basic Salaries and Wages		302,007	304,067	24,425	138,588	143,265	(4,676)	-3%	304,067
Pension and UIF Contributions		52,863	53,233	4,009	23,862	24,016	(154)	-1%	53,233
Medical Aid Contributions		17,116	17,168	1,267	7,548	7,684	(136)	-2%	17,168
Overtime		42,848	44,208	4,303	21,322	22,104	(782)	-4%	44,208
Performance Bonus		520	520	43	260	260	0	0%	520
Motor Vehicle Allowance		8,321	8,321	668	4,029	4,160	(131)	-3%	8,321
Cellphone Allowance		2,184	2,215	168	995	1,108	(113)	-10%	2,215
Housing Allowances		1,829	1,877	149	892	939	(47)	-5%	1,877
Other benefits and allowances		41,698	42,266	1,445	29,042	29,178	(136)	0%	42,266
Payments in lieu of leave		-	-	-	-	-	-		-
Long service awards		-	-	-	-	-	-		-
Post-retirement benefit obligations		21,891	21,891	1,824	10,945	10,945	0	0%	21,891
Sub Total - Other Municipal Staff		491,277	495,767	38,301	237,484	243,659	(6,175)	-3%	495,767
% increase		0.0%	0.0%						0.0%
Total Parent Municipality		516,813	521,291	40,371	249,817	256,421	(6,604)	-3%	521,291
TOTAL SALARY, ALLOWANCES & BENEFITS		516,813	521,291	40,371	249,817	256,421	(6,604)	-3%	521,291
% increase		0.0%	0.0%						0.0%
TOTAL MANAGERS AND STAFF		504,478	508,955	39,383	243,768	250,253	(6,485)	-3%	508,955

SDBIP

The results of the SDBIP for the second quarter ended 31 December 2022 is included as Appendix 1 to this report.

Financial Performance

Supporting Table SC2

WC032 Overstrand - Supporting Table SC2 Monthly Budget Statement - performance indicators - M06 December

Description of financial indicator	Basis of calculation	2021/22	Budget Year 2022/23			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
Borrowing Management						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	0.0%	12.2%	12.2%	13.1%	3.8%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	0.0%	34.0%	34.0%	16.9%	34.0%
Safety of Capital						
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%	12306.1%	13070.1%
Liquidity						
Current Ratio	Current assets/current liabilities	0.0%	171.4%	171.4%	296.2%	171.4%
Liquidity Ratio	Monetary Assets/Current Liabilities	0.0%	124.4%	124.4%	239.4%	124.4%
Revenue Management						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing					
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	0.0%	10.2%	10.2%	18.9%	10.2%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	0.0%	0.0%	0.0%	0.0%	0.0%
Creditors Management						
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))		100.0%		Annual Indicator	100.0%
Funding of Provisions						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions					
Other Indicators						
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated		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%	34.0%	31.0%	34.0%
Repairs & Maintenance	R&M/Total Revenue - capital revenue	0.0%	17.9%	17.9%	14.8%	17.9%
Interest & Depreciation	I&D/Total Revenue - capital revenue	0.0%	13.0%	13.0%	12.1%	4.0%
IDP regulation financial viability indicators						
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 - M06 December

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									
Monthly expenditure performance trend									
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	(234)	26,506	31,036	4,530	14.6%	11%
November		10,769	10,854	15,960	42,466	41,890	(575)	-1.4%	18%
December		32,383	32,468	16,797	59,263	74,359	15,096	20.3%	25%
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%
Total Capital expenditure	-	236,020	236,020	59,263					

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	14,962,619	Masakhane UISP Phase 3 Wetcores - 90%; Masakhane UISP Phase 4 - 100%; Mount Pleasant IRDP Phase 2 - 95%; Swartdamroad Boundary Wall - 80%; Masakhane UISP Phase A4-3, A4-4 & A-5 - Establishment	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	2,619,662		Work in progress.	Construction underway.	Not applicable.	Not applicable.
3	Overstrand	Overstrand	UPGRADING OF PUMPSTATIONS RISING MAINS	27,539,000	19,448,030	8,407,557	(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	30,532,608	794,270	Procurement process to be completed (Tender SC 2318/2022).	Contract was awarded on 22 Dec. 2022. Appeals period will end on 12 Jan. 2023, whereafter the project can commence.	Budget and SCM issues were resolved.	Construction progress will be enhanced as far as possible.	
5	Overstrand	Overstrand	REPLACEMENT OF OVERSTRAND WATER PIPES	16,472,000	15,972,000	1,799,999	Contract awarded and signed (Contract SC 2319/2022).	Construction to commence in January 2023.	None to date	Not applicable.	
6	Overstrand	Overstrand	ELECTRIFICATION OF LOW COST HOUSING AREAS	16,000,000	16,000,000	9,572,730	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	3,214,258	Under construction.	Under construction.	Not applicable.	Not applicable.	
8	Masakhane	Ward 02	UPGRADE WATER LINES & N	7,000,000	7,000,000	1,551,567	Under construction.	Under construction.	Not applicable.	Not applicable.	
9	Hermanus	Ward 03	HERMANUS MV LV UPGRADE REPLACEMENT	6,000,000	6,000,000	-	Tender documents compiled.	Tender to be submitted for specifications meeting.	Not applicable.	Not applicable.	
10	Stanford	Ward 01	UPGRADE BULK WATER	5,615,000	5,615,000	1,664,153	Under construction.	Under construction.	Not applicable.	Not applicable.	
Totals				184,934,238	184,434,238	44,586,815					

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 - M06 December

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									
Capital expenditure on new assets by Asset Class/Sub-class									
Infrastructure	-	85,364	84,344	7,741	23,427	29,958	6,531	21.8%	84,344
Roads Infrastructure	-	12,255	12,255	3,461	6,048	6,128	80	1.3%	12,255
Roads	-	12,255	12,255	3,461	6,048	6,128	80	1.3%	12,255
Storm water Infrastructure	-	1,636	1,636	164	243	818	575	70.3%	1,636
Storm water Conveyance	-	1,636	1,636	164	243	818	575	70.3%	1,636
Electrical Infrastructure	-	53,500	53,500	3,669	12,192	15,250	3,058	20.0%	53,500
MV Substations	-	37,500	37,500	1,035	2,620	7,250	4,630	63.9%	37,500
MV Switching Stations	-	-	-	-	-	-	-	-	-
MV Networks	-	16,000	16,000	2,634	9,573	8,000	(1,573)	-19.7%	16,000
Water Supply Infrastructure	-	12,483	12,083	447	1,868	5,902	4,033	68.3%	12,083
Boreholes	-	4,803	4,803	143	317	2,402	2,085	86.8%	4,803
Reservoirs	-	-	-	-	-	-	-	-	-
Pump Stations	-	7,000	7,000	304	1,552	3,500	1,948	55.7%	7,000
Distribution	-	680	280	-	-	-	-	-	280
Sanitation Infrastructure	-	4,020	3,400	-	2,000	1,340	(660)	-49.3%	3,400
Pump Station	-	-	-	-	-	-	-	-	-
Reticulation	-	4,020	3,400	-	2,000	1,340	(660)	-49.3%	3,400
Solid Waste Infrastructure	-	1,470	1,470	-	1,075	521	(554)	-106.4%	1,470
Landfill Sites	-	-	-	-	-	-	-	-	-
Waste Transfer Stations	-	1,250	1,250	-	1,075	521	(554)	-106.4%	1,250
Waste Processing Facilities	-	220	220	-	-	-	-	-	220
Community Assets	-	10,951	10,951	486	2,168	2,563	395	15.4%	10,951
Community Facilities	-	6,701	6,701	-	182	438	256	58.5%	6,701
Libraries	-	4,374	4,374	-	-	-	-	-	4,374
Parks	-	87	87	-	-	-	-	-	87
Public Open Space	-	1,050	1,050	-	182	438	256	58.5%	1,050
Nature Reserves	-	-	-	-	-	-	-	-	-
Public Ablution Facilities	-	1,190	1,190	-	-	-	-	-	1,190
Sport and Recreation Facilities	-	4,250	4,250	486	1,986	2,125	139	6.5%	4,250
Outdoor Facilities	-	4,250	4,250	486	1,986	2,125	139	6.5%	4,250
Heritage assets	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Other assets	-	41,802	42,822	3,628	15,965	17,901	1,936	10.8%	42,822
Operational Buildings	-	3,017	3,017	16	577	1,009	431	42.8%	3,017
Municipal Offices	-	3,017	3,017	16	577	1,009	431	42.8%	3,017
Housing	-	38,785	39,805	3,613	15,388	16,893	1,505	8.9%	39,805
Social Housing	-	38,785	39,805	3,613	15,388	16,893	1,505	8.9%	39,805
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
Intangible Assets	-	-	-	-	-	-	-	-	-
Computer Equipment	-	1,888	1,888	190	706	944	238	25.2%	1,888
Computer Equipment	-	1,888	1,888	190	706	944	238	25.2%	1,888
Furniture and Office Equipment	-	765	765	18	259	383	124	32.3%	765
Furniture and Office Equipment	-	765	765	18	259	383	124	32.3%	765
Machinery and Equipment	-	1,185	1,185	38	98	593	495	83.5%	1,185
Machinery and Equipment	-	1,185	1,185	38	98	593	495	83.5%	1,185
Transport Assets	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	-	141,955	141,955	12,102	42,623	52,340	9,717	18.6%	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									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class									
Infrastructure	-	20,730	20,730	1,156	3,797	4,865	1,068	21.9%	20,730
Roads Infrastructure	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	-	1,058	1,058	3	1,046	529	(517)	-97.7%	1,058
<i>MV Switching Stations</i>	-	1,058	1,058	3	1,046	529	(517)	-97.7%	1,058
Water Supply Infrastructure	-	19,172	19,172	1,152	2,752	4,336	1,584	36.5%	19,172
<i>Pump Stations</i>	-	500	500	-	-	-	-	-	500
<i>Distribution</i>	-	18,672	18,672	1,152	2,752	4,336	1,584	36.5%	18,672
Sanitation Infrastructure	-	500	500	-	-	-	-	-	500
<i>Pump Station</i>	-	500	500	-	-	-	-	-	500
Community Assets	-	-	-	-	-	-	-	-	-
Community Facilities	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	-	-	-	-
Operational Buildings	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
Intangible Assets	-	-	-	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-	-	-	-
Licences and Rights	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
Total Capital Expenditure on renewal of existing assets	-	20,730	20,730	1,156	3,797	4,865	1,068	21.9%	20,730

Supporting Table SC13c

WC032 Overstrand - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M06

Description	Budget Year 2022/23								
	2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Repairs and maintenance expenditure by Asset Class/Sub-class									
Infrastructure	–	161,349	161,438	14,466	64,890	80,710	15,820	19.6%	161,438
Roads Infrastructure	–	72,275	72,084	8,130	26,411	36,138	9,727	26.9%	72,084
Roads	–	72,275	72,084	8,130	26,411	36,138	9,727	26.9%	72,084
Storm water Infrastructure	–	7,335	6,585	423	2,603	3,667	1,064	29.0%	6,585
Drainage Collection	–	–	–	–	–	–	–	–	–
Storm water Conveyance	–	7,335	6,585	423	2,603	3,667	1,064	29.0%	6,585
Attenuation	–	–	–	–	–	–	–	–	–
Electrical Infrastructure	–	39,232	39,852	2,496	16,166	19,726	3,561	18.1%	39,852
LV Networks	–	39,232	39,852	2,496	16,166	19,726	3,561	18.1%	39,852
Capital Spares	–	–	–	–	–	–	–	–	–
Water Supply Infrastructure	–	22,142	22,342	1,668	9,412	10,997	1,585	14.4%	22,342
Water Treatment Works	–	297	297	–	30	74	44	59.3%	297
Bulk Mains	–	–	–	–	–	–	–	–	–
Distribution	–	19,083	19,283	1,558	8,643	9,542	899	9.4%	19,283
Distribution Points	–	2,761	2,761	109	739	1,381	642	46.5%	2,761
Sanitation Infrastructure	–	13,044	13,044	1,094	6,212	6,522	310	4.8%	13,044
Pump Station	–	–	–	–	–	–	–	–	–
Reticulation	–	7,386	7,386	549	3,476	3,693	217	5.9%	7,386
Waste Water Treatment Works	–	5,658	5,658	545	2,736	2,829	93	3.3%	5,658
Solid Waste Infrastructure	–	7,320	7,530	656	4,087	3,660	(427)	-11.7%	7,530
Waste Processing Facilities	–	2,397	2,397	215	1,051	1,198	148	12.3%	2,397
Waste Drop-off Points	–	4,924	5,134	441	3,036	2,462	(575)	-23.3%	5,134
Community Assets	–	58,365	59,073	5,674	27,209	29,000	1,791	6.2%	59,073
Community Facilities	–	43,516	43,912	4,412	21,176	21,652	476	2.2%	43,912
Halls	–	6,029	6,216	1,055	3,174	2,914	(259)	-8.9%	6,216
Cemeteries/Crematoria	–	1,112	962	53	513	556	43	7.7%	962
Parks	–	31,703	31,661	2,719	15,576	15,845	270	1.7%	31,661
Public Open Space	–	3,684	4,084	535	1,658	1,842	184	10.0%	4,084
Public Ablution Facilities	–	988	988	50	255	494	239	48.4%	988
Sport and Recreation Facilities	–	14,849	15,162	1,262	6,033	7,348	1,315	17.9%	15,162
Outdoor Facilities	–	14,849	15,162	1,262	6,033	7,348	1,315	17.9%	15,162
Heritage assets	–	–	–	–	–	–	–	–	–
Investment properties	–	–	–	–	–	–	–	–	–
Other assets	–	15,246	18,040	2,250	6,800	7,957	1,157	14.5%	18,040
Operational Buildings	–	15,246	18,040	2,250	6,800	7,957	1,157	14.5%	18,040
Municipal Offices	–	15,208	18,002	2,250	6,800	7,957	1,157	14.5%	18,002
Depots	–	38	38	–	–	–	–	–	38
Housing	–	–	–	–	–	–	–	–	–
Biological or Cultivated Assets	–	–	–	–	–	–	–	–	–
Intangible Assets	–	6,994	7,094	16	3,223	3,497	274	7.8%	7,094
Servitudes	–	–	–	–	–	–	–	–	–
Licences and Rights	–	6,994	7,094	16	3,223	3,497	274	7.8%	7,094
Computer Software and Applications	–	6,994	7,094	16	3,223	3,497	274	7.8%	7,094
Computer Equipment	–	2,280	2,280	235	936	1,140	204	17.9%	2,280
Computer Equipment	–	2,280	2,280	235	936	1,140	204	17.9%	2,280
Furniture and Office Equipment	–	6,330	3,658	83	265	3,170	2,906	91.6%	3,658
Furniture and Office Equipment	–	6,330	3,658	83	265	3,170	2,906	91.6%	3,658
Machinery and Equipment	–	5,601	4,879	315	3,078	2,801	(277)	-9.9%	4,879
Machinery and Equipment	–	5,601	4,879	315	3,078	2,801	(277)	-9.9%	4,879
Transport Assets	–	11,779	11,220	928	9,904	5,890	(4,015)	-68.2%	11,220
Transport Assets	–	11,779	11,220	928	9,904	5,890	(4,015)	-68.2%	11,220
Land	–	–	–	–	–	–	–	–	–
Land	–	–	–	–	–	–	–	–	–
Zoo's, Marine and Non-biological Animals	–	–	–	–	–	–	–	–	–
Zoo's, Marine and Non-biological Animals	–	–	–	–	–	–	–	–	–
Total Repairs and Maintenance Expenditure	–	267,944	267,683	23,968	116,304	134,165	17,861	13.3%	267,683

Supporting Table SC13d

WC032 Overstrand - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M06 December

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									
Depreciation by Asset Class/Sub-class									
Infrastructure	–	119,152	119,152	9,929	59,576	59,576	0	0.0%	119,152
Roads Infrastructure	–	37,723	37,723	3,144	18,862	18,862	0	0.0%	37,723
Roads		37,723	37,723	3,144	18,862	18,862	0	0.0%	37,723
Storm water Infrastructure	–	7,993	7,993	666	3,996	3,996	0	0.0%	7,993
Drainage Collection		7,993	7,993	666	3,996	3,996	0	0.0%	7,993
Storm water Conveyance		–	–	–	–	–	–	–	–
Attenuation		–	–	–	–	–	–	–	–
Electrical Infrastructure	–	29,061	29,061	2,422	14,531	14,531	(0)	0.0%	29,061
LV Networks		29,061	29,061	2,422	14,531	14,531	(0)	0.0%	29,061
Capital Spares		–	–	–	–	–	–	–	–
Water Supply Infrastructure	–	23,565	23,565	1,964	11,782	11,782	0	0.0%	23,565
Distribution		23,565	23,565	1,964	11,782	11,782	0	0.0%	23,565
Distribution Points		–	–	–	–	–	–	–	–
PRV Stations		–	–	–	–	–	–	–	–
Capital Spares		–	–	–	–	–	–	–	–
Sanitation Infrastructure	–	17,550	17,550	1,462	8,775	8,775	(0)	0.0%	17,550
Pump Station		–	–	–	–	–	–	–	–
Reticulation		–	–	–	–	–	–	–	–
Waste Water Treatment Works		17,550	17,550	1,462	8,775	8,775	(0)	0.0%	17,550
Outfall Sewers		–	–	–	–	–	–	–	–
Toilet Facilities		–	–	–	–	–	–	–	–
Capital Spares		–	–	–	–	–	–	–	–
Solid Waste Infrastructure	–	3,260	3,260	272	1,630	1,630	0	0.0%	3,260
Landfill Sites		3,260	3,260	272	1,630	1,630	0	0.0%	3,260
Community Assets	–	–	–	–	–	–	–	–	–
Community Facilities		–	–	–	–	–	–	–	–
Sport and Recreation Facilities		–	–	–	–	–	–	–	–
Heritage assets	–	–	–	–	–	–	–	–	–
Investment properties	–	–	–	–	–	–	–	–	–
Other assets	–	14,913	14,913	1,243	7,456	7,457	0	0.0%	14,913
Operational Buildings		14,913	14,913	1,243	7,456	7,457	0	0.0%	14,913
Municipal Offices		14,913	14,913	1,243	7,456	7,457	0	0.0%	14,913
Biological or Cultivated Assets	–	68	68	6	34	34	(0)	0.0%	68
Biological or Cultivated Assets		68	68	6	34	34	(0)	0.0%	68
Intangible Assets	–	400	400	33	200	200	(0)	0.0%	400
Servitudes		–	–	–	–	–	–	–	–
Licences and Rights		400	400	33	200	200	(0)	0.0%	400
Computer Software and Applications		400	400	33	200	200	(0)	0.0%	400
Computer Equipment	–	–	–	–	–	–	–	–	–
Computer Equipment		–	–	–	–	–	–	–	–
Furniture and Office Equipment	–	3,535	3,535	295	1,768	1,768	0	0.0%	3,535
Furniture and Office Equipment		3,535	3,535	295	1,768	1,768	0	0.0%	3,535
Machinery and Equipment	–	1,617	1,617	135	808	809	0	0.0%	1,617
Machinery and Equipment		1,617	1,617	135	808	809	0	0.0%	1,617
Transport Assets	–	6,911	6,911	576	3,455	3,455	(0)	0.0%	6,911
Transport Assets		6,911	6,911	576	3,455	3,455	(0)	0.0%	6,911
Land	–	–	–	–	–	–	–	–	–
Land		–	–	–	–	–	–	–	–
Zoo's, Marine and Non-biological Animals	–	–	–	–	–	–	–	–	–
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–	–
Total Depreciation	–	146,596	146,596	12,216	73,298	73,298	0	0.0%	146,596

Supporting Table SC13e

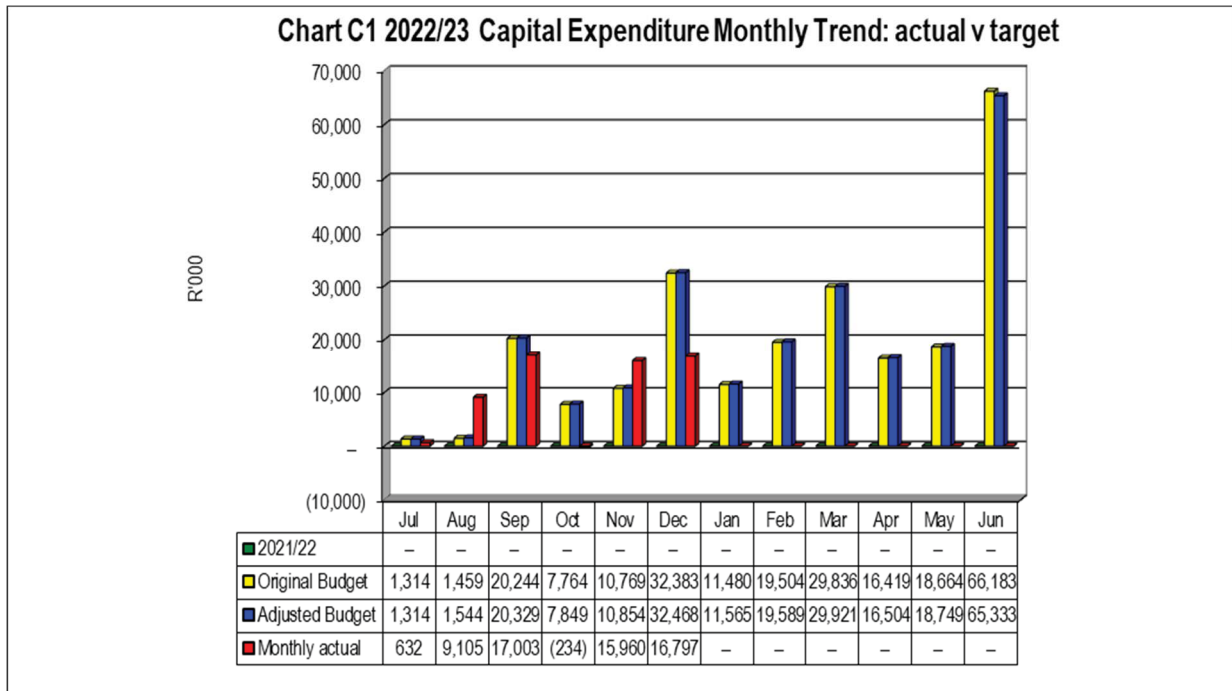
WC032 Overstrand - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class

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
R thousands									
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class									
Infrastructure	-	72,800	72,800	3,539	12,631	17,070	4,439	26.0%	72,800
Roads 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	273	2,268	3,658	1,389	38.0%	8,315
<i>Pump Stations</i>	-	1,000	1,000	-	-	-	-	-	1,000
<i>Distribution</i>	-	7,315	7,315	273	2,268	3,658	1,389	38.0%	7,315
Sanitation Infrastructure	-	51,581	51,581	3,266	10,197	12,721	2,524	19.8%	51,581
<i>Pump Station</i>	-	27,539	27,539	3,144	8,408	9,742	1,334	13.7%	27,539
<i>Reticulation</i>	-	500	500	-	284	208	(76)	-36.3%	500
<i>Waste Water Treatment Works</i>	-	23,542	23,542	122	1,506	2,771	1,265	45.7%	23,542
Solid Waste Infrastructure	-	2,074	2,074	-	165	691	526	76.1%	2,074
<i>Waste Drop-off Points</i>	-	2,074	2,074	-	165	691	526	76.1%	2,074
Community Assets	-	534	534	-	212	84	(129)	-153.7%	534
Community Facilities	-	334	334	-	212	84	(129)	-153.7%	334
<i>Taxi Ranks/Bus Terminals</i>	-	334	334	-	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>	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
Intangible Assets	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
Total Capital Expenditure on upgrading of existing assets	-	73,335	73,335	3,539	12,843	17,153	4,310	25.1%	73,335

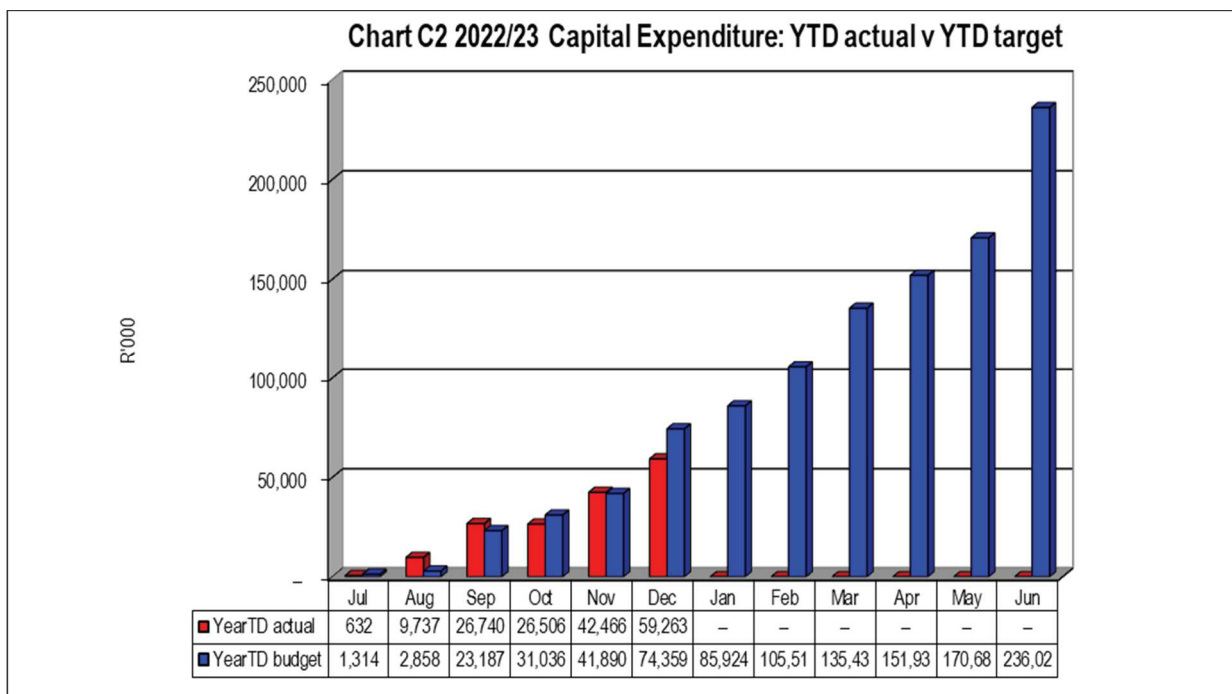
Other supporting documentation

Section 71 charts

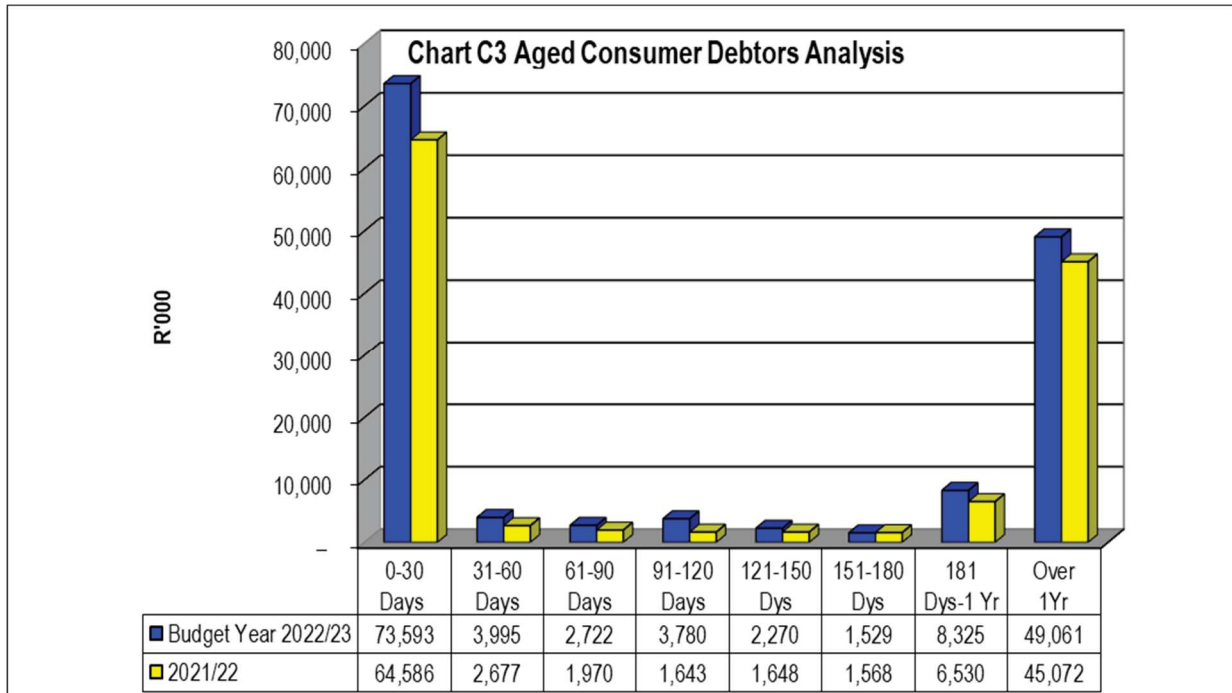
Capital expenditure monthly trend - actual vs target



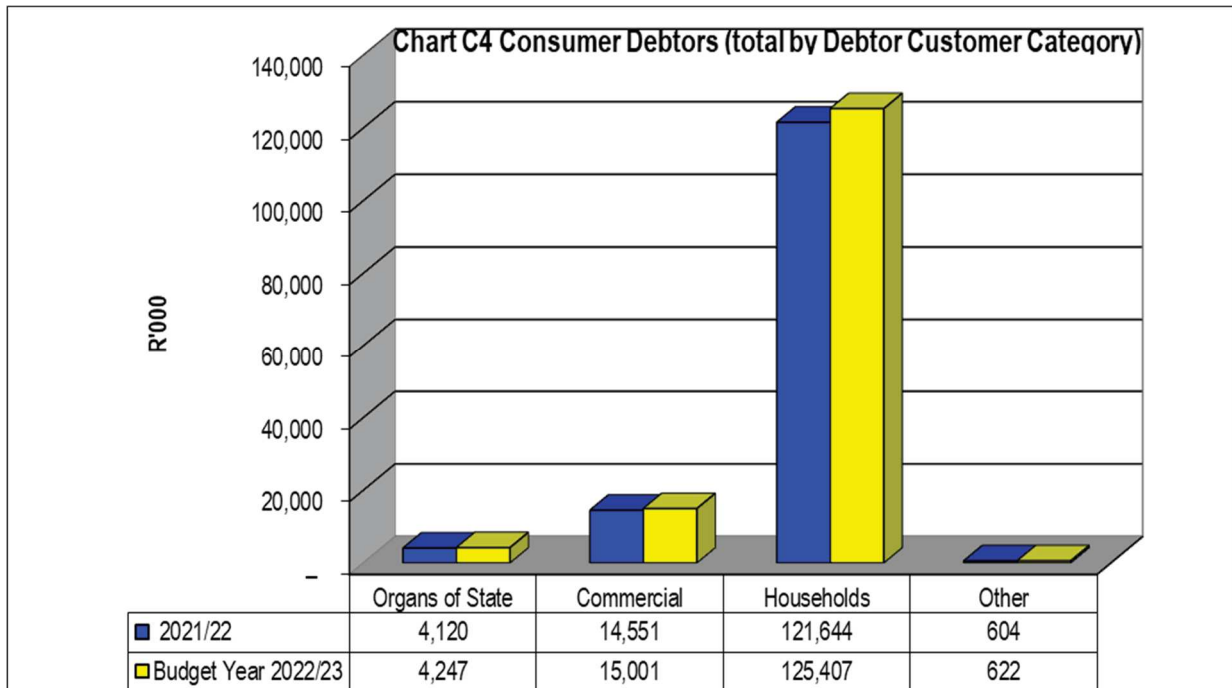
Capital expenditure – YTD actual vs YTD trend



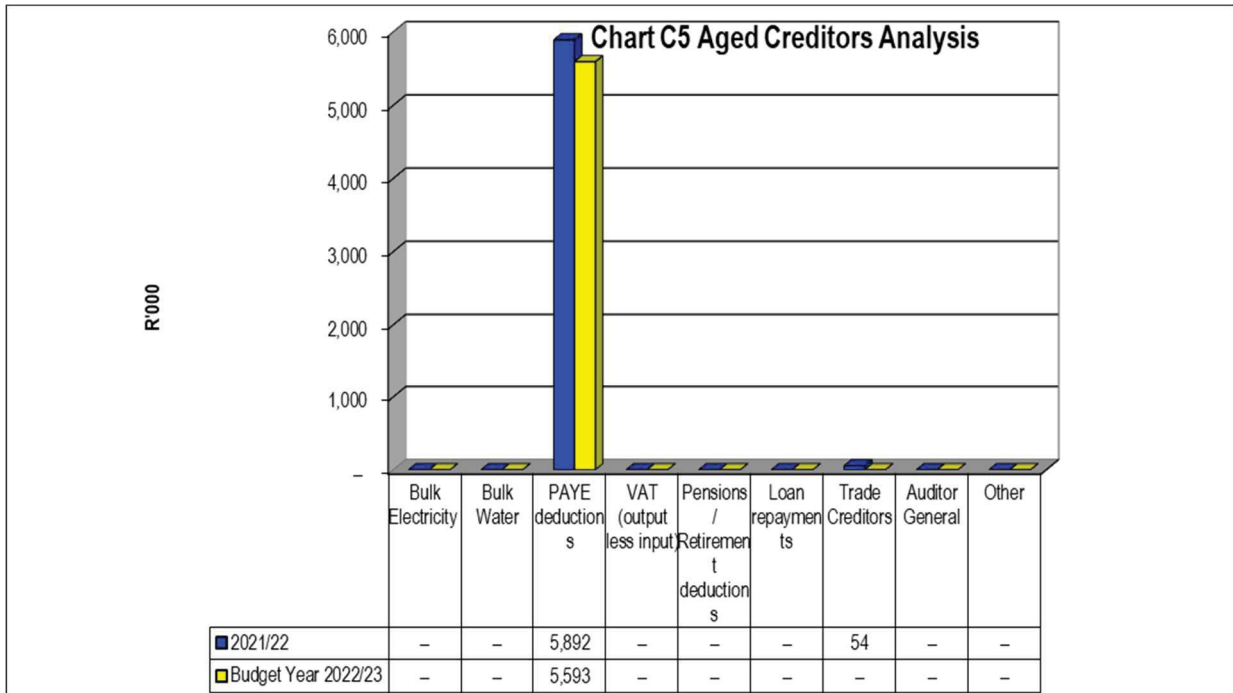
Debtors Age Analysis



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 December 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: 23 January 2023



*Service Delivery and Budget
Implementation Plan (SDBIP)*

*2nd Quarterly report:
1 October 2022 – 31 December 2022*

The sections below provide an executive summary of service delivery performance in terms of the top level SDBIP for the **second quarter of the 2022/23 financial year**, 1 October 2022 to 31 December 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 SECOND QUARTER

The graph below displays the overall strategic (top layer SDBIP) per Directorate for the second quarter (October - December 2022).

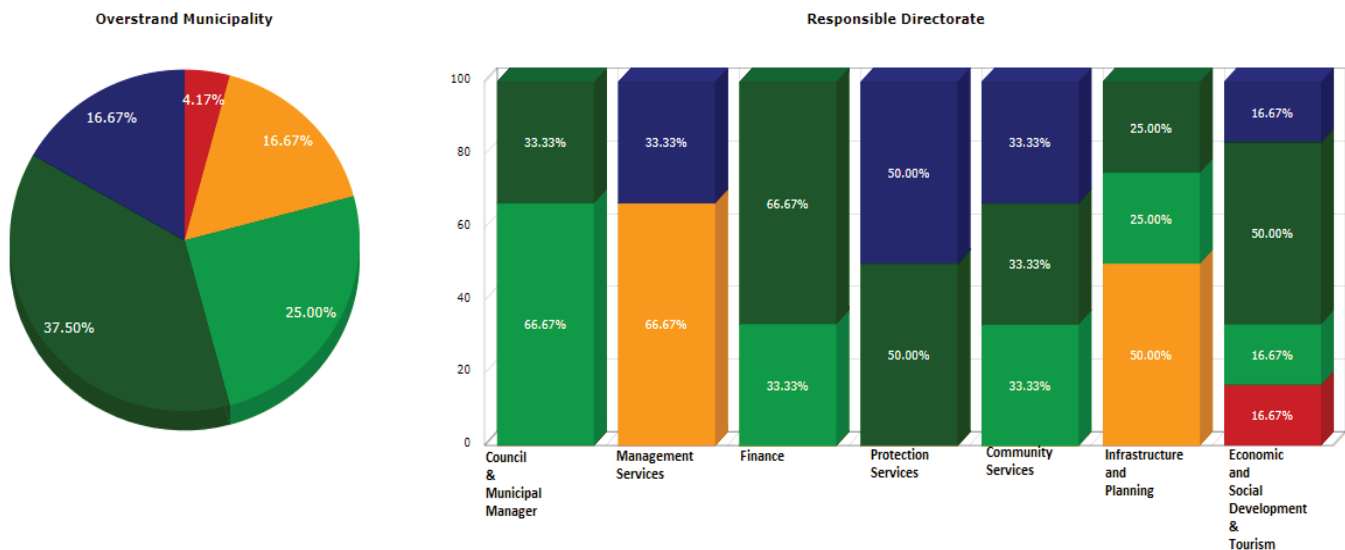







Figure 1: Top layer SDBIP performance for 2nd quarter (1 October - 31 December 2022)

Overstrand Municipality		Responsible Directorate						
		Council & Municipal Manager	Management Services	Finance	Protection Services	Community Services	Infrastructure and Planning	Economic and Social Development & Tourism
 Not Met	1 (4.17%)	-	-	-	-	-	-	1 (16.67%)
 Almost Met	4 (16.67%)	-	2 (66.67%)	-	-	-	2 (50.00%)	-
 Met	6 (25.00%)	2 (66.67%)	-	1 (33.33%)	-	1 (33.33%)	1 (25.00%)	1 (16.67%)
 Well Met	9 (37.50%)	1 (33.33%)	-	2 (66.67%)	1 (50.00%)	1 (33.33%)	1 (25.00%)	3 (50.00%)
 Extremely Well Met	4 (16.67%)	-	1 (33.33%)	-	1 (50.00%)	1 (33.33%)	-	1 (16.67%)
Total:	24*	3	3	3	2	3	4	6
	100%	12.50%	12.50%	12.50%	8.33%	12.50%	16.67%	25.00%

* Excludes 20 KPIs which had no targets/actuals for the period selected.

Overall, the municipality met **19 (79.17%)** of a total number of **24** Top Layer key performance indicators (KPIs) that were measured for the period, 01 October 2022 – 31 December 2022. 4 (16.67%) of KPIs were almost met and 1 (4.17%) of the indicators were not met. 20 KPIs had no targets or actuals in the reporting period.



1.2 TOP LAYER SDBIP REPORT: 1 OCTOBER – 31 DECEMBER 2022 (2nd Quarter of 2022/23)

Council & Municipal Manager

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 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	1	1	1	G	[D16] Chief Risk Officer: Report submitted for TMT's deliberation. (October 2022)	[D16] Chief Risk Officer: N/A (October 2022)	1	1	G
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%	95%	20%	25.11%	G2	[D19] Municipal Manager: Target met. (December 2022)		20%	25.11%	G2

APPENDIX 1 - 5 / 29

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 2022		
								Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
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	0	0	N/A			0	0	N/A
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	1	1	1	G	[D3] Municipal Manager: Target met. (October 2022)		1	1	G
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	0	0	N/A			0	0	N/A
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	0	0	N/A			0	0	N/A

Management Services

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 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%	100%	40%	94.93%	B	[D105] Director: Management Services: Target extremely met. (December 2022)		40%	94.93%	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	1	0	0	N/A			0	0	N/A

APPENDIX 1 - 7 / 29

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 2022		
								Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
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%	91.50%	○	[D107] Director: Management Services: Target almost met. (December 2022)	[D107] Director: Management Services: This figure cannot be controlled as it is affected either by resignations, pension, disability, death etc. If Managers do not motivate vacancies, vacant posts cannot be filled. Vacant posts will be advertised and filled in the coming months. (December 2022)	92%	91.50%	○

APPENDIX 1 - 8 / 29

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 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	75	67	○	[D65] Senior Manager: Human Resources: 68 People from employment equity target groups employed in the three highest levels of management (October 2022) [D65] Senior Manager: Human Resources: 67 People from employment equity target groups employed in the three highest levels of management (November 2022) [D65] Senior Manager: Human Resources:	[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. (October 2022) [D65] Senior Manager: Human Resources: In terms of the EEP the number of posts that were filled on the three highest levels of	75	67	○

APPENDIX 1 - 9 / 29

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 2022			
								Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R	
												67 People from employment equity target groups employed in the three highest levels of management (December 2022)	management were 75 at the time and therefore a target of 75 were set. During November month only 67 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. (November 2022) [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 Dec month only 67 of			

APPENDIX 1 - 10 / 29

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 2022		
								Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
												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. (December 2022)			

Finance

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 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	Ratio achieved	Director: Finance	Section 71 reports	6.27	4.6	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	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 2022		
								Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
		((Available cash+ investments)/ Monthly fixed operating expenditure) (MPPMR Reg 10 (g))													
TL14	The provision of democratic, accountable and ethical governance	Financial viability measured in terms of the municipality's ability to meet it's 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	16	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%	11%	0%	0%	N/A			0%	0%	N/A

APPENDIX 1 - 12 / 29

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 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	0	0	N/A			0	0	N/A
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	1	1	1	G	[D189] Senior Manager: Financial Services: MEETING HELD ON 31 OCTOBER WITH INCA TO FINALISE REPORT. (October 2022)	[D189] Senior Manager: Financial Services: FINAL REPORT RECEIVED 4 NOVEMBER (October 2022)	1	1	G
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	7300	7 300	7 406	G2	[D156] Senior Manager: Revenue: 7 396 Indigent total of 35 943 households (October 2022) [D156] Senior Manager: Revenue: 7 376 Indigent total of 35 932 households (November 2022) [D156] Senior Manager: Revenue: 7	[D156] Senior Manager: Revenue: n/a (October 2022) [D156] Senior Manager: Revenue: n/a (November 2022) [D156] Senior Manager: Revenue: n/a (December 2022)	7 300	7 406	G2

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 2022		
								Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
											406 Indigent total of 35 936 households (December 2022)				
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%	98%	98.69%	G2	[D188] Director: Finance: KPI MET FOR OCTOBER 2022 (October 2022) [D188] Director: Finance: KPI MET FOR NOVEMBER 2022 (November 2022) [D188] Director: Finance: KPI met for December 2022. (December 2022)	[D188] Director: Finance: N/A (November 2022)	98%	98.69%	G2

Protection Services

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 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 Management Plan	1	1	0	0	N/A			0	0	N/A
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	110	22	23	G2	[D235] Director: Protection Services: 23 Awareness's conducted for the period: Oct - Dec 2022 (December 2022)		22	23	G2
TL26	The creation and maintenance of a safe and	Collect R20,000,000 Public Safety Income by 30	R-value of public safety collected income	Director: Protection Services	SAMRAS report and Journal for	R19 716 064,01	R20 000 000	R5 000 000.00	R13 582 853.00	B	[D236] Director: Protection Services: Target met extremely		R5 000 000.00	R13 582 853.00	B

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 2022					
								Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R			
	healthy environment	June 2023 (Actual revenue, excluding the fine impairment amount)			finest impairment							well (December 2022)						

Community Services

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 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%	100%	50%	56%	G2	[D345] Director: Community Services: KPI Met (December 2022)		50%	56%	G2
TL2	The provision and maintenance of	m ² of roads patched and resealed according to Pavement	m ² of roads patched and resealed	Director: Community Services	Consultants reseal statistical report	105 067	110 000	15 000	32 663	B	[D346] Deputy Director: Operational Services: KPI		15 000	32 663	B

APPENDIX 1 - 16 / 29

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 2022		
								Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
	municipal services	Management System within available budget									Extremely Well Met (December 2022)				
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%	25%	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	70	14	14	G	[D348] Director: Community Services: Target met (October 2022)		14	14	G
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	341	328	0	0	N/A			0	0	N/A

APPENDIX 1 - 17 / 29

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 2022			
								Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R	
					taps to informal households (excluding invaded land unsuitable for housing and private land)											
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	30412	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 the particular services)	Number of formal households for which refuse is removed at least once a week	Director: Community Services	Yearly statistics provided by finance department (SAMRAS)	33 895	34234	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	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 2022			
								Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R	
		rendered by way of the financial system (SAMRAS)) (MPPMR Reg 10 (a))														
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	52	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	934	1020	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	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 2022		
								Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
					invaded land unsuitable for 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	30724	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	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 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	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	105	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	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 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%	75.66%	○	[D407] Deputy Director: Engineering Planning: 75.66 of final effluent quality parameters tested complied with the set standards (December 2022)	[D407] Deputy Director: Engineering Planning: Contract for upgrade of Kleinmond WWTW was awarded in Dec. 2022. (December 2022)	80%	75.66%	○
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%	98%	96.75%	○	[D408] Deputy Director: Engineering Planning: The filter floor at the Buffels River WTW was repaired in Dec. 2022. Extensive electricity load shedding by Eskom during	[D408] Deputy Director: Engineering Planning: Filter floor at Buffels River WTW was repaired in Dec. 2022. Generators were hired for some treatment	98%	96.75%	○

APPENDIX 1 - 22 / 29

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 2022		
								Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
											the period had a negative effect on several treatment plants that are not equipped with generators yet (unnecessary stop/start). (December 2022)	plants during the peak season. (December 2022)			
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%	7%	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	1	1	1	G			1	1	G
TL31	The provision and maintenance	Provision of Electricity: Number of metered electrical connections in formal areas (Eskom	Number of formal households that meet	Director: Infrastructure & Planning	Based on number of households billed by	21 914	22500	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	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 2022		
								Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
	of municipal services	Areas excluded) (Definition: Refers to residential households (RE) and pensioners (PR) as per Finance departments billed households) (MPPMR Reg 10 (a))	agreed service standards		department of finance										
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%	100%	40%	44.40%	G2	[D412] Director: Infrastructure & Planning: Target met (December 2022)		40%	44.40%	G2

Economic & Social Development & Tourism

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 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	12	3	1	R	[D424] Director: Economic and Social Development: Request for revision of KPI will be sent to Strategic Services Dept in Q2 for the mid-year assessment (October 2022) [D424] Director: Economic and Social Development: Quarterly Report (November 2022) [D424] Director: Economic and Social Development: Request for revision of KPI will be sent to Strategic Services Dept in Q2 for the	[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. (October 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. (December 2022)	3	1	R

APPENDIX 1 - 25 / 29

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 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	2	1	1	G	[D445] Director: Economic and Social Development: THUSONG MOBILE OUTREACH (November 2022)		1	1	G		
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	180	90	95	G2	[D432] Director: Economic and Social Development: Target met (December 2022)		90	95	G2		
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	28	7	11	B	[D433] Manager: LED: emails confirming cooperative arrangements attached from WWF, CAPE		7	11	B		

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Source of Evidence	Baseline	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 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	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 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	Annual Target	2nd Quarter ending December 2022 (1 October -31 December 2022)					Overall Performance for Quarter ending December 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	1300	520	690	G2	[D435] Director: Economic and Social Development: Target well met (December 2022)		520	690	G2
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	70	35	41	G2	[D437] Manager: LED: Target well met. (December 2022)		35	41	G2

RECOMMENDATION TO THE COUNCIL:

that the content of the report for the second 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.

Opening Balance 01/07/2022		R14 178.89
Add: Overstrand Budget Allocation 2022/2023		R0.00
Donations received:		
Quarter 1	Donations received - B/Bay Fire	50.00
Quarter 2	Donations received - B/Bay Fire	150.00
Quarter 3		
Quarter 4		
		R200.00
Amount withdrawn:		
Quarter 1	ZW Boys Chior Uniforms	-3 643.10
Quarter 2	ERF 827-Replace Elec Meter	-2 970.00
Quarter 3		
Quarter 4		
		-R6 613.10
Closing Balance 31 December 2022		<u><u>R7 765.79</u></u>

<p><u>OVERSTRAND MUNICIPALITY - REPORTING ON THE MUNICIPAL COST CONTAINMENT REGULATIONS, 2019</u> <u>DECEMBER 2022</u></p>
--

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.

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	45 032 360	5 787 810	7 671 714			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.)	677 647	132 511	287 935			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	45 201			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	1 829 181	265 267	236 431			1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented
Communication	7 340 111	603 561	1 348 929			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
Total	55 235 995	6 836 823	9 590 210			

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

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 2022/2023 – December 2022 (Quarter 2)

A Usergroup meeting was held on 20 October 2022 via the Teams platform.

For Overstrand, the status quo is maintained regarding further considerations with regard to system implementation, pending the outcome of successful implementation of the organogram and SCM module at other similar user sites.

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 Circulr 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.
-