

# *OVERSTRAND MUNICIPALITY*



## Quarterly Budget Report

December 2018

### **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.

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## Glossary

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

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

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

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

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

**FMG** – Financial Management Grant.

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

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

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

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

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

**MIG** – Municipal Infrastructure Grant.

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

**NDPG** – Neighbourhood Development Partnership Grant.

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

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

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

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

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

**YTD** – Year to date

## **PART 1 – IN-YEAR REPORT**

### **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 2018 will be tabled in a separate comprehensive report to council.

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

No financial problems or risks from a budget implementation perspective. All the major sources of revenue are within acceptable norms.

It is important to note that the municipality has had to contend with several devastating fires in the Overstrand area during the festive season, resulting in substantial damage to private properties and municipal infrastructure. An investigation and assessment is currently underway to determine the total impact and cost implication to the municipality.

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

The 2018/2019 Budget was compiled according to version 6.2 of the mSCOA classification framework. The below results reflects the second quarter’s financial position.

YTD Actual operating revenue at the end of the second quarter for 2018/2019 is at 53.29% of the budgeted revenue. The expenditure reflects spending of 45.62% against the budgeted expenditure.

Capital expenditure amounts to R34.8m, or 16.67% of the total adjusted budget of R209.1m, at the end of December 2018. Refer to the table on page 28 for the implementation status of the Top 10 Capital Projects.

The second adjustments budget for unforeseen and unavoidable expenditure, grant funding roll-overs and Western Cape Adjusted estimates was tabled in this quarter.

Outstanding consumer debtors remain stable and primarily only reflects the year-on-year increase from increased tariffs as from 1 July 2018.

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

## **Resolutions**

### ***IN-YEAR REPORTS 2018/2019***

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

#### ***RECOMMENDATION:***

that the report for the quarter ended December 2018, prepared as part of the financial reporting obligations arising from the Local Government: Municipal Finance Management Act, 2003, **be noted**.

## **Executive Summary**

**The 2017/2018 audited outcome figures will be available after the tabling of the Annual Report in Council.**

### **Revenue by Source**

The Year-to-Date actual revenue amounts to R566.9m, which is 0.99% above the YTD budget projections of R561.3m at the end of December 2018.

### **Borrowings**

The balance of borrowings amounts to R425.8m at the end of December 2018.

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

Current expenditure amounts to R510m, which is 1.38% below the YTD budget projections of R517.1m at the end of December 2018.

### **Capital expenditure**

YTD Capital expenditure amounts to R34.9m or 16.67% of the adjusted budget of R209.1m. The current capital commitments of orders in progress amounts to R50.3m, or 24% of the adjusted capital budget of R209.1m. Refer to the table on page 28 for the implementation status of the Top 10 Capital Projects.

### **Cash flows**

The municipality started the year with a positive cash balance of R474.9 million. The December closing balance is R496.4 million. Refer to Supporting Table SC9 for more details on the cash position.

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

Grants totaling R38.3m were received during December 2018.

### **Spending on Grants**

Spending on grants amounts to R10.2m for December 2018, which includes FMG, EPWP, Provincial Library Grant, LG Internship Graduate Grant, Housing, INEP and MIG.

## 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
<b>Revenue By Source</b>			
Total	1.00%		
Interest earned - external investm	24.33%	Investment Revenue higher than expected	
<b>Expenditure By Type</b>			
Total	-1.38%		
<b>Capital Expenditure</b>			
Total	-42.31%	Capital Commitments= R50.3m (24%)	Active management of capital spending
<b>Financial Position</b>			
In order			
<b>Cash Flow</b>			
In order			

## Performance in relation to SDBIP targets

See the comprehensive report tabled in Council.

## Remedial or corrective steps

Refer to the SDBIP report.

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

## Table C1: s71 Monthly Budget Statement Summary

### WC032 Overstrand - Table C1 Monthly Budget Statement Summary - M06 December

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	-	234 998	234 998	19 169	117 753	117 499	254	0%	234 998
Service charges	-	613 718	613 718	54 073	316 700	313 392	3 308	1%	613 718
Investment revenue	-	21 001	21 001	790	15 231	12 251	2 980	24%	21 001
Transfers and subsidies	-	130 566	114 217	34 473	79 397	79 397	-		114 217
Other own revenue	-	79 944	79 944	7 092	37 871	38 824	(953)	-2%	79 944
<b>Total Revenue (excluding capital transfers and contributions)</b>	-	<b>1 080 228</b>	<b>1 063 879</b>	<b>115 596</b>	<b>566 952</b>	<b>561 363</b>	<b>5 589</b>	<b>1%</b>	<b>1 063 879</b>
Employee costs	-	367 024	367 095	29 550	180 901	183 548	(2 646)	-1%	367 095
Remuneration of Councillors	-	10 972	10 972	848	5 086	5 486	(400)	-7%	10 972
Depreciation & asset impairment	-	130 362	130 362	10 864	65 182	65 182	-		130 362
Finance charges	-	47 834	47 834	12 355	17 855	17 855	-		47 834
Materials and bulk purchases	-	296 190	278 438	21 910	128 773	129 274	(501)	-0%	278 438
Transfers and subsidies	-	500	500	23	358	358	-		500
Other expenditure	-	281 361	282 694	25 233	111 857	115 465	(3 607)	-3%	282 694
<b>Total Expenditure</b>	-	<b>1 134 245</b>	<b>1 117 896</b>	<b>100 782</b>	<b>510 012</b>	<b>517 167</b>	<b>(7 154)</b>	<b>-1%</b>	<b>1 117 896</b>
<b>Surplus/(Deficit)</b>	-	<b>(54 017)</b>	<b>(54 017)</b>	<b>14 815</b>	<b>56 940</b>	<b>44 196</b>	<b>12 743</b>	<b>29%</b>	<b>(54 017)</b>
Transfers and subsidies - capital (monetary)	-	61 968	73 841	7 830	12 528	12 528	-		73 841
Contributions & Contributed assets	-	-	-	-	-	-	-		-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	-	<b>7 951</b>	<b>19 824</b>	<b>22 645</b>	<b>69 468</b>	<b>56 724</b>	<b>12 743</b>	<b>22%</b>	<b>19 824</b>
<b>Surplus/ (Deficit) for the year</b>	-	<b>7 951</b>	<b>19 824</b>	<b>22 645</b>	<b>69 468</b>	<b>56 724</b>	<b>12 743</b>	<b>22%</b>	<b>19 824</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	-	<b>194 237</b>	<b>209 110</b>	<b>13 353</b>	<b>34 871</b>	<b>60 447</b>	<b>(25 576)</b>	<b>-42%</b>	<b>209 110</b>
Capital transfers recognised	-	62 068	73 941	7 830	12 528	22 806	(10 278)	-45%	73 941
Public contributions & donations	-	-	-	-	-	-	-		-
Borrowing	-	68 650	68 650	568	6 988	21 011	(14 023)	-67%	68 650
Internally generated funds	-	<b>63 519</b>	<b>66 519</b>	<b>4 954</b>	<b>15 355</b>	<b>16 630</b>	<b>(1 274)</b>	<b>-8%</b>	<b>66 519</b>
<b>Total sources of capital funds</b>	-	<b>194 237</b>	<b>209 110</b>	<b>13 353</b>	<b>34 871</b>	<b>60 447</b>	<b>(25 576)</b>	<b>-42%</b>	<b>209 110</b>
<b>Financial position</b>									
Total current assets	-	523 717	615 442		669 227				615 442
Total non current assets	-	3 718 075	3 732 948		3 608 040				3 732 948
Total current liabilities	-	215 151	215 151		160 668				215 151
Total non current liabilities	-	673 454	673 454		600 530				673 454
<b>Community wealth/Equity</b>	-	<b>3 353 187</b>	<b>3 459 785</b>		<b>3 516 070</b>				<b>3 459 785</b>
<b>Cash flows</b>									
Net cash from (used) operating	-	175 190	187 063	7 947	74 679	74 250	(429)	-1%	187 063
Net cash from (used) investing	-	(201 351)	(216 224)	(14 192)	(37 710)	(37 710)	-		(216 224)
Net cash from (used) financing	-	23 944	23 944	9 996	(15 540)	(15 540)	-		23 944
<b>Cash/cash equivalents at the month/year end</b>	-	<b>380 242</b>	<b>471 967</b>	<b>-</b>	<b>496 397</b>	<b>498 185</b>	<b>1 788</b>	<b>0%</b>	<b>469 750</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	65 948	2 647	1 389	1 211	666	705	3 255	22 289	98 110
<b>Creditors Age Analysis</b>									
Total Creditors	3 844	-	-	-	-	-	-	-	3 844

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

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

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Revenue - Functional</b>									
<b>Governance and administration</b>	–	<b>296 029</b>	<b>296 025</b>	<b>29 166</b>	<b>158 214</b>	<b>155 528</b>	2 686	2%	<b>296 025</b>
Executive and council	–	25 110	25 110	8 104	18 286	17 867	420	2%	25 110
Finance and administration	–	270 868	270 794	21 055	139 883	137 600	2 283	2%	270 794
Internal audit	–	51	122	7	45	61	(16)	-27%	122
<b>Community and public safety</b>	–	<b>81 447</b>	<b>71 841</b>	<b>6 863</b>	<b>15 667</b>	<b>14 684</b>	983	7%	<b>71 841</b>
Community and social services	–	7 413	7 942	664	4 456	4 403	53	1%	7 942
Sport and recreation	–	13 000	13 000	2 445	6 986	5 892	1 094	19%	13 000
Public safety	–	1 272	5 272	24	203	367	(164)	-45%	5 272
Housing	–	59 762	45 626	3 730	4 022	4 022	–	–	45 626
<b>Economic and environmental services</b>	–	<b>58 097</b>	<b>59 861</b>	<b>5 890</b>	<b>26 454</b>	<b>27 845</b>	(1 390)	-5%	<b>59 861</b>
Planning and development	–	11 449	11 449	681	5 211	5 531	(320)	-6%	11 449
Road transport	–	46 648	48 412	5 210	21 224	22 294	(1 070)	-5%	48 412
Environmental protection	–	0	0	–	19	19	–	–	0
<b>Trading services</b>	–	<b>706 624</b>	<b>709 993</b>	<b>81 507</b>	<b>379 144</b>	<b>375 834</b>	3 310	1%	<b>709 993</b>
Energy sources	–	395 354	395 554	40 769	209 969	208 957	1 011	0%	395 554
Water management	–	133 327	134 082	15 397	69 873	68 718	1 155	2%	134 082
Waste water management	–	101 333	103 746	14 993	56 494	55 857	637	1%	103 746
Waste management	–	76 610	76 610	10 348	42 808	42 302	506	1%	76 610
<b>Other</b>	–	–	–	–	–	–	–	–	–
<b>Total Revenue - Functional</b>	–	<b>1 142 196</b>	<b>1 137 720</b>	<b>123 426</b>	<b>579 480</b>	<b>573 891</b>	<b>5 589</b>	<b>1%</b>	<b>1 137 720</b>
<b>Expenditure - Functional</b>									
<b>Governance and administration</b>	–	<b>221 763</b>	<b>221 760</b>	<b>15 642</b>	<b>102 318</b>	<b>104 134</b>	(1 816)	-2%	<b>221 760</b>
Executive and council	–	55 867	55 867	3 559	26 147	26 451	(304)	-1%	55 867
Finance and administration	–	162 952	162 878	11 884	74 785	76 214	(1 429)	-2%	162 878
Internal audit	–	2 944	3 015	199	1 387	1 470	(83)	-6%	3 015
<b>Community and public safety</b>	–	<b>144 344</b>	<b>127 999</b>	<b>12 792</b>	<b>58 532</b>	<b>59 266</b>	(734)	-1%	<b>127 999</b>
Community and social services	–	16 752	16 752	1 254	9 414	9 575	(162)	-2%	16 752
Sport and recreation	–	58 238	58 238	5 583	24 789	25 160	(371)	-1%	58 238
Public safety	–	38 381	38 381	3 722	20 185	20 386	(201)	-1%	38 381
Housing	–	30 974	14 629	2 232	4 145	4 145	–	–	14 629
<b>Economic and environmental services</b>	–	<b>196 571</b>	<b>196 571</b>	<b>18 773</b>	<b>88 418</b>	<b>89 755</b>	(1 338)	-1%	<b>196 571</b>
Planning and development	–	40 059	40 059	2 740	18 178	18 812	(634)	-3%	40 059
Road transport	–	147 972	147 972	15 455	67 044	67 572	(527)	-1%	147 972
Environmental protection	–	8 540	8 540	577	3 195	3 372	(176)	-5%	8 540
<b>Trading services</b>	–	<b>568 159</b>	<b>568 159</b>	<b>53 429</b>	<b>259 287</b>	<b>262 307</b>	(3 020)	-1%	<b>568 159</b>
Energy sources	–	311 806	311 806	25 544	143 776	145 009	(1 233)	-1%	311 806
Water management	–	110 285	110 285	11 702	47 282	47 887	(604)	-1%	110 285
Waste water management	–	78 918	78 918	10 359	37 925	38 612	(687)	-2%	78 918
Waste management	–	67 150	67 150	5 825	30 304	30 800	(496)	-2%	67 150
<b>Other</b>	–	<b>3 408</b>	<b>3 408</b>	<b>145</b>	<b>1 457</b>	<b>1 704</b>	<b>(247)</b>	<b>-14%</b>	<b>3 408</b>
<b>Total Expenditure - Functional</b>	–	<b>1 134 245</b>	<b>1 117 896</b>	<b>100 782</b>	<b>510 012</b>	<b>517 167</b>	<b>(7 154)</b>	<b>-1%</b>	<b>1 117 896</b>
<b>Surplus/ (Deficit) for the year</b>	–	<b>7 951</b>	<b>19 824</b>	<b>22 645</b>	<b>69 468</b>	<b>56 724</b>	<b>12 743</b>	<b>22%</b>	<b>19 824</b>

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

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

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

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

WC032 Overstrand - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December

Vote Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Revenue by Vote</b>									
Vote 1 - Council	-	24 988	24 988	8 087	18 246	17 806	440	2.5%	24 988
Vote 2 - Municipal Manager	-	51	122	7	45	61	(16)	-26.9%	122
Vote 3 - Management Services	-	584	584	30	509	479	30	6.3%	584
Vote 4 - Finance	-	269 683	269 683	20 978	139 070	136 407	2 663	2.0%	269 683
Vote 5 - Community Services	-	338 690	344 080	46 255	183 774	181 954	1 819	1.0%	344 080
Vote 6 - Economic and Social Development &	-	2 226	2 226	133	847	852	(5)	-0.6%	2 226
Vote 7 - Infrastructure & Planning	-	464 077	454 142	45 007	218 171	216 777	1 393	0.6%	454 142
Vote 8 - Protection Services	-	41 896	41 896	2 929	18 819	19 555	(735)	-3.8%	41 896
<b>Total Revenue by Vote</b>	-	<b>1 142 196</b>	<b>1 137 720</b>	<b>123 426</b>	<b>579 480</b>	<b>573 891</b>	<b>5 590</b>	<b>1.0%</b>	<b>1 137 720</b>
<b>Expenditure by Vote</b>									
Vote 1 - Council	-	33 049	33 049	2 091	16 787	17 594	(807)	-4.6%	33 049
Vote 2 - Municipal Manager	-	5 467	5 538	381	2 461	2 566	(105)	-4.1%	5 538
Vote 3 - Management Services	-	52 776	52 776	3 119	21 984	22 714	(730)	-3.2%	52 776
Vote 4 - Finance	-	78 645	78 645	6 234	38 668	39 833	(1 164)	-2.9%	78 645
Vote 5 - Community Services	-	409 514	409 440	43 964	188 174	190 215	(2 041)	-1.1%	409 440
Vote 6 - Economic and Social Development &	-	11 752	11 752	688	4 825	5 194	(370)	-7.1%	11 752
Vote 7 - Infrastructure & Planning	-	456 531	440 185	36 771	194 018	195 589	(1 571)	-0.8%	440 185
Vote 8 - Protection Services	-	86 511	86 511	7 535	43 096	43 463	(367)	-0.8%	86 511
<b>Total Expenditure by Vote</b>	-	<b>1 134 245</b>	<b>1 117 896</b>	<b>100 782</b>	<b>510 012</b>	<b>517 167</b>	<b>(7 154)</b>	<b>-1.4%</b>	<b>1 117 896</b>
<b>Surplus/ (Deficit) for the year</b>	-	<b>7 951</b>	<b>19 824</b>	<b>22 645</b>	<b>69 468</b>	<b>56 724</b>	<b>12 744</b>	<b>22.5%</b>	<b>19 824</b>

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

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

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

### WC032 Overstrand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>R thousands</b>									
<b>Revenue By Source</b>									
Property rates		234 998	234 998	19 169	117 753	117 499	254	0%	234 998
Service charges - electricity revenue		362 784	362 784	31 052	188 449	187 438	1 011	1%	362 784
Service charges - water revenue		116 781	116 781	11 280	60 031	58 877	1 154	2%	116 781
Service charges - sanitation revenue		73 164	73 164	6 592	37 219	36 582	637	2%	73 164
Service charges - refuse revenue		60 990	60 990	5 149	31 001	30 495	506	2%	60 990
Rental of facilities and equipment		3 679	3 679	289	2 143	1 993	150	8%	3 679
Interest earned - external investments		21 001	21 001	790	15 231	12 251	2 980	24%	21 001
Interest earned - outstanding debtors		3 700	3 700	349	1 953	1 850	103	6%	3 700
Fines, penalties and forfeits		34 965	34 965	2 425	15 247	16 026	(778)	-5%	34 965
Licences and permits		2 447	2 447	193	1 244	1 223	20	2%	2 447
Agency services		3 726	3 726	349	2 412	2 018	394	20%	3 726
Transfers and subsidies		130 566	114 217	34 473	79 397	79 397	-		114 217
Other revenue		31 427	31 427	3 487	14 872	15 714	(842)	-5%	31 427
Gains on disposal of PPE				-			-		
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>-</b>	<b>1 080 228</b>	<b>1 063 879</b>	<b>115 596</b>	<b>566 952</b>	<b>561 363</b>	<b>5 589</b>	<b>1%</b>	<b>1 063 879</b>
<b>Expenditure By Type</b>									
Employee related costs		367 024	367 095	29 550	180 901	183 548	(2 646)	-1%	367 095
Remuneration of councillors		10 972	10 972	848	5 086	5 486	(400)	-7%	10 972
Debt impairment		23 492	23 492	1 958	11 746	11 746	-		23 492
Depreciation & asset impairment		130 362	130 362	10 864	65 182	65 182	-		130 362
Finance charges		47 834	47 834	12 355	17 855	17 855	-		47 834
Bulk purchases		238 588	238 588	17 346	111 233	111 341	(109)	0%	238 588
Other materials		57 602	39 850	4 564	17 540	17 932	(392)	-2%	39 850
Contracted services		193 637	195 010	19 010	69 047	71 504	(2 457)	-3%	195 010
Transfers and subsidies		500	500	23	358	358	-		500
Other expenditure		64 232	64 192	4 265	30 945	32 096	(1 151)	-4%	64 192
Loss on disposal of PPE				-	119	119	-		
<b>Total Expenditure</b>	<b>-</b>	<b>1 134 245</b>	<b>1 117 896</b>	<b>100 782</b>	<b>510 012</b>	<b>517 167</b>	<b>(7 154)</b>	<b>-1%</b>	<b>1 117 896</b>
<b>Surplus/(Deficit)</b>	<b>-</b>	<b>(54 017)</b>	<b>(54 017)</b>	<b>14 815</b>	<b>56 940</b>	<b>44 196</b>	<b>12 743</b>	<b>29%</b>	<b>(54 017)</b>
Transfers and subsidies - capital (monetary allocations) (National)		61 968	73 841	7 830	12 528	12 528	-		73 841
Transfers and subsidies - capital (in-kind - all)							-		
<b>Surplus/(Deficit) after capital transfers &amp; Taxation</b>	<b>-</b>	<b>7 951</b>	<b>19 824</b>	<b>22 645</b>	<b>69 468</b>	<b>56 724</b>	<b>-</b>		<b>19 824</b>
<b>Surplus/(Deficit) after taxation</b>	<b>-</b>	<b>7 951</b>	<b>19 824</b>	<b>22 645</b>	<b>69 468</b>	<b>56 724</b>			<b>19 824</b>
<b>Surplus/(Deficit) attributable to municipality</b>	<b>-</b>	<b>7 951</b>	<b>19 824</b>	<b>22 645</b>	<b>69 468</b>	<b>56 724</b>			<b>19 824</b>
Share of surplus/ (deficit) of associate									
<b>Surplus/ (Deficit) for the year</b>	<b>-</b>	<b>7 951</b>	<b>19 824</b>	<b>22 645</b>	<b>69 468</b>	<b>56 724</b>			<b>19 824</b>

The annual revenue budget is approved as 'Revenue by Source'. The Year-to-Date actual revenue is 0.99% above the YTD budget.

Current expenditure is 1.38% below YTD budget projections for December 2018.

**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	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Multi-Year expenditure appropriation</b>									
Vote 5 - Community Services	-	64 797	70 260	6 643	16 618	26 184	(9 566)	-37%	70 260
Vote 6 - Economic and Social Development & Tourism	-	-	-	-	-	-	-	-	-
Vote 7 - Infrastructure & Planning	-	58 239	61 949	4 099	8 538	18 899	(10 361)	-55%	61 949
Vote 8 - Protection Services	-	500	500	-	-	-	-	-	500
<b>Total Capital Multi-year expenditure</b>	-	<b>123 536</b>	<b>132 709</b>	<b>10 741</b>	<b>25 156</b>	<b>45 084</b>	<b>(19 927)</b>	<b>-44%</b>	<b>132 709</b>
<b>Single Year expenditure appropriation</b>									
Vote 1 - Council	-	20	20	-	4	8	(5)	-55%	20
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Management Services	-	4 086	4 086	147	2 977	2 043	934	46%	4 086
Vote 4 - Finance	-	30	30	11	28	15	13	84%	30
Vote 5 - Community Services	-	52 403	55 403	2 431	6 352	11 631	(5 279)	-45%	55 403
Vote 6 - Economic and Social Development & Tourism	-	5 625	5 625	-	-	-	-	-	5 625
Vote 7 - Infrastructure & Planning	-	1 100	3 800	20	353	1 508	(1 156)	-77%	3 800
Vote 8 - Protection Services	-	7 436	7 436	2	2	158	(156)	-99%	7 436
<b>Total Capital single-year expenditure</b>	-	<b>70 701</b>	<b>76 401</b>	<b>2 611</b>	<b>9 715</b>	<b>15 363</b>	<b>(5 648)</b>	<b>-37%</b>	<b>76 401</b>
<b>Total Capital Expenditure</b>	-	<b>194 237</b>	<b>209 110</b>	<b>13 353</b>	<b>34 871</b>	<b>60 447</b>	<b>(25 576)</b>	<b>-42%</b>	<b>209 110</b>
<b>Capital Expenditure - Functional Classification</b>									
<b>Governance and administration</b>									
Executive and council	-	20	20	-	4	8	(5)	-55%	20
Finance and administration	-	6 311	6 311	158	3 428	3 156	272	9%	6 311
Internal audit	-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>									
Community and social services	-	4 999	5 529	896	2 164	2 764	(600)	-22%	5 529
Sport and recreation	-	8 057	8 057	1 058	3 948	4 029	(80)	-2%	8 057
Public safety	-	9 186	13 286	2	2	6 643	(6 641)	-100%	13 286
Housing	-	35 467	37 677	2 032	2 032	3 140	(1 109)	-35%	37 677
Health	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>									
Planning and development	-	5 725	5 725	20	353	2 863	(2 510)	-88%	5 725
Road transport	-	13 096	14 861	2 782	4 188	5 573	(1 385)	-25%	14 861
Environmental protection	-	-	-	-	-	-	-	-	-
<b>Trading services</b>									
Energy sources	-	24 772	24 972	607	5 047	9 365	(4 318)	-46%	24 972
Water management	-	30 077	31 372	-	1 183	9 150	(7 967)	-87%	31 372
Waste water management	-	54 987	59 760	4 338	11 064	12 987	(1 923)	-15%	59 760
Waste management	-	1 540	1 540	1 460	1 460	770	690	90%	1 540
<b>Total Capital Expenditure - Functional Classification</b>	-	<b>194 237</b>	<b>209 110</b>	<b>13 353</b>	<b>34 871</b>	<b>60 447</b>	<b>(25 576)</b>	<b>-42%</b>	<b>209 110</b>
<b>Funded by:</b>									
National Government	-	25 901	30 445	5 798	10 496	10 149	347	3%	30 445
Provincial Government	-	36 067	43 396	2 032	2 032	12 657	(10 625)	-84%	43 396
Other transfers and grants	-	100	100	-	-	-	-	-	100
<b>Transfers recognised - capital</b>	-	<b>62 068</b>	<b>73 941</b>	<b>7 830</b>	<b>12 528</b>	<b>22 806</b>	<b>(10 278)</b>	<b>-45%</b>	<b>73 941</b>
<b>Public contributions &amp; donations</b>	-	-	-	-	-	-	-	-	-
<b>Borrowing</b>	-	68 650	68 650	568	6 988	21 011	(14 023)	-67%	68 650
<b>Internally generated funds</b>	-	63 519	66 519	4 954	15 355	16 630	(1 274)	-8%	66 519
<b>Total Capital Funding</b>	-	<b>194 237</b>	<b>209 110</b>	<b>13 353</b>	<b>34 871</b>	<b>60 447</b>	<b>(25 576)</b>	<b>-42%</b>	<b>209 110</b>

Capital expenditure is 42.31% below the Year-to-Date budget for this quarter. 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	2017/18	Budget Year 2018/19			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>					
<b>ASSETS</b>					
<b>Current assets</b>					
Cash		380 242	471 967	76 661	471 967
Call investment deposits		-	-	419 736	-
Consumer debtors		78 188	78 188	75 237	78 188
Other debtors		49 845	49 845	43 913	49 845
Current portion of long-term receivables		10	10	7	10
Inventory		15 432	15 432	53 674	15 432
<b>Total current assets</b>		<b>-</b>	<b>523 717</b>	<b>615 442</b>	<b>615 442</b>
<b>Non current assets</b>					
Long-term receivables		10	10	18	10
Investments		50 546	50 546	47 709	50 546
Investment property		101 865	101 865	114 846	101 865
Investments in Associate					
Property, plant and equipment		3 559 712	3 574 585	3 438 768	3 574 585
Agricultural					
Biological					
Intangible		5 942	5 942	6 699	5 942
Other non-current assets					
<b>Total non current assets</b>		<b>-</b>	<b>3 718 075</b>	<b>3 732 948</b>	<b>3 732 948</b>
<b>TOTAL ASSETS</b>		<b>-</b>	<b>4 241 792</b>	<b>4 277 267</b>	<b>4 348 390</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Bank overdraft					
Borrowing		38 428	38 428	36 282	38 428
Consumer deposits		53 152	53 152	39 175	53 152
Trade and other payables		87 052	87 052	55 491	87 052
Provisions		36 518	36 518	29 719	36 518
<b>Total current liabilities</b>		<b>-</b>	<b>215 151</b>	<b>160 668</b>	<b>215 151</b>
<b>Non current liabilities</b>					
Borrowing		423 677	423 677	389 572	423 677
Provisions		249 777	249 777	210 958	249 777
<b>Total non current liabilities</b>		<b>-</b>	<b>673 454</b>	<b>600 530</b>	<b>673 454</b>
<b>TOTAL LIABILITIES</b>		<b>-</b>	<b>888 605</b>	<b>761 197</b>	<b>888 605</b>
<b>NET ASSETS</b>		<b>-</b>	<b>3 353 187</b>	<b>3 459 785</b>	<b>3 459 785</b>
<b>COMMUNITY WEALTH/EQUITY</b>					
Accumulated Surplus/(Deficit)		3 349 887	3 456 485	3 512 808	3 456 485
Reserves		3 300	3 300	3 261	3 300
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>		<b>-</b>	<b>3 353 187</b>	<b>3 459 785</b>	<b>3 459 785</b>

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

## Table C7: Monthly Budget Statement - Cash Flow

### WC032 Overstrand - Table C7 Monthly Budget Statement - Cash Flow - M06 December

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>									
<b>Receipts</b>									
Property rates		233 454	233 454	37 043	116 780	116 727	53	0%	233 454
Service charges		609 686	609 686	36 167	314 653	314 496	157	0%	609 686
Other revenue		56 317	56 317	10 224	38 708	38 765	(57)	0%	56 317
Government - operating		130 566	114 217	34 473	79 397	79 397	-		114 217
Government - capital		61 968	73 841	7 830	12 528	12 528	-		73 841
Interest		24 701	24 701	1 139	17 184	17 184	-		24 701
Dividends							-		
<b>Payments</b>									
Suppliers and employees		(893 168)	(876 820)	(106 551)	(486 358)	(486 635)	(277)	0%	(876 820)
Finance charges		(47 834)	(47 834)	(12 355)	(17 855)	(17 855)	-		(47 834)
Transfers and Grants		(500)	(500)	(23)	(358)	(358)	-		(500)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>-</b>	<b>175 190</b>	<b>187 063</b>	<b>7 947</b>	<b>74 679</b>	<b>74 250</b>	<b>(429)</b>	<b>-1%</b>	<b>187 063</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>									
<b>Receipts</b>									
Proceeds on disposal of PPE		-	-	(282)	(119)	(119)	-		
Decrease (Increase) in non-current debtors		-	-	-	-	-	-		
Decrease (increase) other non-current receivables		10	10	3	6	6	-		10
Decrease (increase) in non-current investments		(7 124)	(7 124)	(949)	(3 114)	(3 114)	-		(7 124)
<b>Payments</b>									
Capital assets		(194 237)	(209 110)	(12 963)	(34 482)	(34 482)	-		(209 110)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>-</b>	<b>(201 351)</b>	<b>(216 224)</b>	<b>(14 192)</b>	<b>(37 710)</b>	<b>(37 710)</b>	<b>-</b>		<b>(216 224)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>									
<b>Receipts</b>									
Short term loans		-	-	-	-	-	-		
Borrowing long term/refinancing		54 000	54 000	-	-	-	-		54 000
Increase (decrease) in consumer deposits		3 937	3 937	14 805	713	713	-		3 937
<b>Payments</b>									
Repayment of borrowing		(33 993)	(33 993)	(4 808)	(16 252)	(16 252)	-		(33 993)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>-</b>	<b>23 944</b>	<b>23 944</b>	<b>9 996</b>	<b>(15 540)</b>	<b>(15 540)</b>	<b>-</b>		<b>23 944</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>-</b>	<b>(2 217)</b>	<b>(5 217)</b>	<b>3 752</b>	<b>21 430</b>	<b>21 001</b>			<b>(5 217)</b>
Cash/cash equivalents at beginning:		382 460	477 185		474 967	477 185			474 967
Cash/cash equivalents at month/year end:		380 242	471 967		496 397	498 185			469 750

Table C7 balances to the current Cash balance, shown in the 'YTD actual' column, which is R 496.4million.

The municipality started the year with a positive cash balance of R474.9 million. The December closing balance is R496.4 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 2018/19												2018/19 Medium Term Revenue & Expenditure Framework		
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
<b>R thousands</b>	<b>Outcome</b>	<b>Outcome</b>	<b>Outcome</b>	<b>Outcome</b>	<b>Outcome</b>	<b>Outcome</b>	<b>Outcome</b>	<b>Outcome</b>	<b>Outcome</b>	<b>Outcome</b>	<b>Outcome</b>	<b>Outcome</b>			
<b>Cash Receipts By Source</b>															
Property rates	22 461	9 589	19 120	14 773	13 794	37 043						116 675	233 454	247 086	263 832
Service charges - electricity revenue	30 879	32 038	32 720	32 740	30 683	19 555						181 787	360 401	381 400	407 218
Service charges - water revenue	8 734	16 635	9 877	15 410	14 245	9 573						41 539	116 013	122 754	131 042
Service charges - sanitation revenue	5 645	5 155	6 115	6 540	5 836	4 070						39 322	72 683	76 927	82 141
Service charges - refuse	5 190	4 633	5 186	5 453	4 775	2 968						32 385	60 589	64 127	68 473
Service charges - other		-	-	-	-	-						-	-	-	-
Rental of facilities and equipment	367	385	633	334	284	277						1 375	3 655	3 865	4 124
Interest earned - external investments	488	1 599	2 722	6 912	2 721	790						5 770	21 001	21 001	21 001
Interest earned - outstanding debtors	321	302	321	325	334	349						1 747	3 700	3 922	4 157
Dividends received		-	-	-	-	-						-	-	-	-
Fines, penalties and forfeits	2 277	2 521	2 676	2 614	2 733	2 425						(3 074)	12 173	14 268	16 489
Licences and permits	199	214	220	201	217	193						1 203	2 447	2 593	2 749
Agency services	359	432	376	432	462	349						1 314	3 726	3 970	4 187
Transfer receipts - operating	40 678	864	873	1 155	1 354	34 473						51 169	130 566	167 058	162 087
Other revenue	2 090	824	2 211	2 819	2 600	6 980						16 792	34 316	28 596	26 173
<b>Cash Receipts by Source</b>	<b>119 687</b>	<b>75 193</b>	<b>83 051</b>	<b>89 707</b>	<b>80 038</b>	<b>119 046</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>488 002</b>	<b>1 054 725</b>	<b>1 137 568</b>	<b>1 193 674</b>
<b>Other Cash Flows by Source</b>															
Transfer receipts - capital		101	2 942	637	1 018	7 830						49 441	61 968	58 530	63 249
Contributions & Contributed assets		-	-	-	-	-						-	-	-	-
Proceeds on disposal of PPE		150	133	(87)	(32)	(282)						119	-	-	-
Short term loans		-	-	-	-	-						-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-						54 000	54 000	54 000	54 000
Increase in consumer deposits	692	(15 312)	190	330	8	14 805						3 224	3 937	4 252	3 444
Receipt of non-current debtors	-	-	-	-	-	-						-	-	-	-
Receipt of non-current receivables	2	0	0	0	0	3						5	10	10	7
Change in non-current investments	(682)	(565)	(133)	(407)	(379)	(949)						(4 010)	(7 124)	(7 339)	(7 575)
<b>Total Cash Receipts by Source</b>	<b>119 700</b>	<b>59 567</b>	<b>86 183</b>	<b>90 180</b>	<b>80 654</b>	<b>140 451</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>590 781</b>	<b>1 167 516</b>	<b>1 247 021</b>	<b>1 306 799</b>
<b>Cash Payments by Type</b>															
<b>Employee related costs</b>	22 778	51 762	27 475	27 401	43 246	28 777						153 215	354 654	375 944	407 956
Remuneration of councillors	848	848	848	848	848	848						5 886	10 972	11 518	12 091
Interest paid	94	582	969	2 846	1 009	12 355						29 980	47 834	50 433	52 064
Bulk purchases - Electricity	4	28 766	29 687	17 445	17 985	17 346						127 356	238 588	255 610	273 856
Bulk purchases - Water & Sewer												-	-	-	-
Other materials	706	2 157	2 858	3 160	4 095	4 564						40 062	57 602	89 068	74 195
Contracted services	1 392	8 572	13 177	11 756	15 140	19 010						124 590	193 637	213 119	214 980
Grants and subsidies paid - other municipalities												-	-	-	-
Grants and subsidies paid - other	3	8	271	45	8	23						142	500	278	292
General expenses	5 057	3 754	5 417	42 052	13 593	12 140						(44 298)	37 715	67 582	94 543
<b>Cash Payments by Type</b>	<b>30 882</b>	<b>96 448</b>	<b>80 702</b>	<b>105 553</b>	<b>95 924</b>	<b>95 063</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>436 932</b>	<b>941 503</b>	<b>1 063 553</b>	<b>1 129 977</b>
<b>Other Cash Flows/Payments by Type</b>															
Capital assets	531	1 818	5 557	4 200	9 412	12 963						159 755	194 237	134 030	137 249
Repayment of borrowing	1 459	1 050	949	6 626	1 360	4 808						17 741	33 993	38 428	41 636
Other Cash Flows/Payments	(3 902)	5	(19 968)			23 865						0			
<b>Total Cash Payments by Type</b>	<b>28 970</b>	<b>99 321</b>	<b>67 240</b>	<b>116 379</b>	<b>106 696</b>	<b>136 700</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>614 427</b>	<b>1 169 733</b>	<b>1 236 012</b>	<b>1 308 862</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>90 730</b>	<b>(39 754)</b>	<b>18 944</b>	<b>(26 199)</b>	<b>(26 043)</b>	<b>3 752</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(23 647)</b>	<b>(2 217)</b>	<b>11 009</b>	<b>(2 063)</b>
Cash/cash equivalents at the month/year begin	474 967	565 698	525 944	544 887	518 688	492 645	496 397	496 397	496 397	496 397	496 397	496 397	474 967	472 750	483 759
Cash/cash equivalents at the month/year end:	565 698	525 944	544 887	518 688	492 645	496 397	496 397	496 397	496 397	496 397	496 397	472 750	472 750	483 759	481 696

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

## PART 2 – SUPPORTING DOCUMENTATION

### Debtors' analysis

#### Supporting Table SC3 Debtors' age analysis

WC032 Overstrand - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December

Description	NT Code	Budget Year 2018/19										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days		
R thousands													
<b>Debtors Age Analysis By Income Source</b>													
Trade and Other Receivables from Exchange Transactions - Water	1200	14 750	602	333	195	98	102	403	2 940	19 424	3 739		3 921
Trade and Other Receivables from Exchange Transactions - Electricity	1300	14 820	405	216	146	116	120	579	3 225	19 628	4 187		5 176
Receivables from Non-exchange Transactions - Property Rates	1400	19 849	837	296	461	164	135	559	2 361	24 661	3 679		5 847
Receivables from Exchange Transactions - Waste Water Management	1500	7 379	248	193	89	77	66	305	1 692	10 049	2 229		2 432
Receivables from Exchange Transactions - Waste Management	1600	5 776	161	110	75	72	59	261	1 267	7 781	1 734		2 028
Receivables from Exchange Transactions - Property Rental Debtors	1700	241	6	4	6	5	4	57	187	512	260		164
Interest on Arrear Debtor Accounts	1810	105	52	41	43	32	40	278	6 775	7 368	7 169		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820												
Other	1900	3 028	335	195	194	102	178	813	3 841	8 687	5 129		2 211
<b>Total By Income Source</b>	<b>2000</b>	<b>65 948</b>	<b>2 647</b>	<b>1 389</b>	<b>1 211</b>	<b>666</b>	<b>705</b>	<b>3 255</b>	<b>22 289</b>	<b>98 110</b>	<b>28 126</b>	<b>-</b>	<b>21 779</b>
<b>2017/18 - totals only</b>		<b>55 701</b>	<b>1 419</b>	<b>961</b>	<b>899</b>	<b>739</b>	<b>715</b>	<b>4 180</b>	<b>20 286</b>	<b>84 900</b>	<b>26 819</b>		<b>21 435</b>
<b>Debtors Age Analysis By Customer Group</b>													
Organs of State	2200	1 207	329	108	312	13	19	153	1 068	3 210	1 565		261
Commercial	2300	7 777	161	36	28	22	17	189	998	9 230	1 255		788
Households	2400	57 346	2 155	1 243	868	630	667	2 906	20 121	85 937	25 192		20 728
Other	2500	(383)	1	1	2	1	1	7	101	(267)	113		2
<b>Total By Customer Group</b>	<b>2600</b>	<b>65 948</b>	<b>2 647</b>	<b>1 389</b>	<b>1 211</b>	<b>666</b>	<b>705</b>	<b>3 255</b>	<b>22 289</b>	<b>98 110</b>	<b>28 126</b>	<b>-</b>	<b>21 779</b>

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

### Summary of Indigent Households

#### Indigent Household Statistics

	Indigent Households	Amount	Other Households	Total Households	
<b>2 018</b>					
July	7 396	NO VOTE for 2018/2019	26 324	33 720	21.93%
August	7 390	NO VOTE for 2018/2019	26 337	33 727	21.91%
September	7 270	NO VOTE for 2018/2019	26 903	34 173	21.27%
October	7 367	NO VOTE for 2018/2019	26 798	34 165	21.56%
November	7 320	NO VOTE for 2018/2019	26 627	33 947	21.56%
December	7 725	NO VOTE for 2018/2019	26 400	34 125	22.64%
<b>2 019</b>					
January		NO VOTE for 2018/2019			
February		NO VOTE for 2018/2019			
March		NO VOTE for 2018/2019			
April		NO VOTE for 2018/2019			
May		NO VOTE for 2018/2019			
June		NO VOTE for 2018/2019			

### 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)
7725			6KL	7725	0	7725	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)
113	7612		50kWh	7725	0	7725	Total monthly levy

## Summary of Debtors Age Analysis

MONTH	< 30 Days	< 60 Days	< 90 Days	< 120 Days	< 150 Days	<180 Days	<365 Days	>365 Days	Total -	Older than 30 Days	Older than 90 days
<b>2018/19</b>											
June											
May											
April											
March											
February											
January											
December	65 947 801	2 647 087	1 388 890	1 210 859	666 499	704 533	3 255 426	22 288 563	98 109 658	32 161 856	28 125 880
November	65 016 758	1 908 982	1 507 825	769 920	761 773	683 908	3 121 635	21 866 706	95 637 507	30 620 749	27 203 942
October	61 645 942	2 007 988	926 316	871 518	793 515	637 562	3 618 246	21 361 217	91 862 304	30 216 362	27 282 058
September	66 261 931	1 470 065	1 080 941	916 647	710 510	624 175	4 035 909	20 910 349	96 010 527	29 748 596	27 197 590
Augustus	62 587 778	1 547 218	1 072 992	809 153	710 179	711 933	4 054 385	20 534 672	92 028 311	29 440 533	26 820 323
July	63 235 385	1 729 878	1 032 836	840 827	818 462	686 886	4 204 051	20 383 698	92 932 023	29 696 637	26 933 924

## Government Debt

Overstrand Municipality as at 31/12/2018	Total Debt	Services	Rates	Other
Department Responsible for the Debt				
NPW 2227	1 715 738	1 135 939	561 107	18 693
WCED 2251	918 887	918 887	0	0
OTHER 2210+2255	23 133	23 133	0	0
HEALTH 2252	110 397	97 673	11 797	927
TPW 2256	205 894	18 690	183 814	3 390
HOUSING 2253+2215	15 039	15 039	0	0
OTHER MUNICIPALITIES 2276	220 827	220 827	0	0
<b>TOTAL OUTSTANDING</b>	<b>3 209 916</b>	<b>2 430 189</b>	<b>756 718</b>	<b>23 009</b>

## Creditors' analysis

### Supporting Table SC4

WC032 Overstrand - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

Description	NT Code	Budget Year 2018/19								Total
		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	
<b>R thousands</b>										
<b>Creditors Age Analysis By Customer Type</b>										
Bulk Electricity	0100	-								-
Bulk Water	0200	-								-
PAYE deductions	0300	3 664								3 664
VAT (output less input)	0400	-								-
Pensions / Retirement deductions	0500	-								-
Loan repayments	0600	-								-
Trade Creditors	0700	180								180
Auditor General	0800	-								-
Other	0900	-								-
<b>Total By Customer Type</b>	<b>1000</b>	<b>3 844</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3 844</b>

Supporting Table SC4 reflects current creditors at the end of December 2018.

The payment of creditors is within requirements of the MFMA.

# Investment portfolio analysis

## Supporting Table SC5

### WC032 Overstrand - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M03 September

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
	R thousands							
<b>Municipality</b>								
LIBERTY 15934476	15 YEARS	Policy	01/09/2025	59		16 250	125	16 433
LIBERTY 21196964	14 YEARS	Policy	01/09/2025	86		28 262	260	28 607
MOMENTUM MP 3853776	14 YEARS	Policy	01/07/2026	(25)		2 663	30	2 668
ABSA 9284200168	DEP PLUS	DEP PLUS		60	6.5%	14 673	(10 000)	4 733
ABSA 9295906141	DEP PLUS	DEP PLUS		60	6.5%	14 673	(10 000)	4 733
ABSA 9331734880	DEP PLUS	DEP PLUS		54	6.0%	10 266	(51)	10 269
Nedbank 03/7881534451 ref: 7874587	122 days	FIXED DEP	17/01/2019		8.0%	50 000		50 000
Standard Bank 288434005-028	123 days	FIXED DEP	26/02/2019		8.0%	100 000		100 000
Nedbank 03/7881534451 ref: 7962882	182 days	FIXED DEP	29/04/2019		8.5%	100 000		100 000
Nedbank 03/7881534451 ref: 8037338	181 days	FIXED DEP	29/05/2019		8.6%	100 000		100 000
Standard Bank 288434005-027	61 days	FIXED DEP	29/01/2019		7.8%	50 000		50 000
<b>TOTAL INVESTMENTS AND INTEREST</b>				<b>293</b>		<b>486 787</b>	<b>(19 636)</b>	<b>467 445</b>

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

Long term investments relate to the sinking fund investments.

## Allocation and grant receipts and expenditure

### Supporting Table SC6 – Grant receipts

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

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>RECEIPTS:</b>									
<b>Operating Transfers and Grants</b>									
<b>National Government:</b>	-	99 544	99 544	32 023	74 950	74 950	-		99 544
Local Government Equitable Share		96 068	96 068	32 023	72 051	72 051	-		96 068
Finance Management		1 550	1 550		1 550	1 550			1 550
EPWP Incentive		1 926	1 926		1 349	1 349			1 926
<b>Provincial Government:</b>	-	30 731	12 229	1 571	6 269	6 269	-		12 229
Human Settlements Development Grant		23 633	5 133	1 211	1 211	1 211	-		5 133
Library Services Grant		6 147	6 147		4 698	4 698			6 147
Financial Management Capacity Building Grant		360	360	360	360	360	-		360
Community Dev Workers Operational Support Grant		74	-				-		-
Maintenance & Constuction of Transport Infrastructure		137	137				-		137
Western Cape Financial Management Support Grant		280	280						280
Local Government Internship Grant			72						72
Greenest Municipality Competition									
Thusong Service Centre		100	100				-		100
<b>Total Operating Transfers and Grants</b>	-	130 275	111 773	33 594	81 219	81 219	-		111 773
<b>Capital Transfers and Grants</b>									
<b>National Government:</b>	-	25 901	25 901	4 719	14 222	14 222	-		25 901
Municipal Infrastructure Grant (MIG)		21 639	21 639	3 719	9 960	9 960	-		21 639
Integrated National Electrification Programme		4 262	4 262	1 000	4 262	4 262			4 262
<b>Provincial Government:</b>	-	36 067	38 767	-	-	-	-		38 767
Human Settlements Development Grant		35 467	33 967				-		33 967
Public Transport Non-Motorised Infrastructure Grant									
Library Services Grant		600	600						600
Resourcing Funding for Establishment & Sup of a K9 Unit			4 000						4 000
Municipal Service Delivery & Capacity Building Grant			200						200
<i>District Municipality:</i>	-	-	-	-	-	-	-		-
<b>Other grant providers:</b>	-	-	-	-	-	-	-		-
<b>Total Capital Transfers and Grants</b>	-	61 968	64 668	4 719	14 222	14 222	-		64 668
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	-	192 243	176 441	38 313	95 441	95 441	-		176 441

Grant receipts are monitored according to the payment schedules.

## Supporting Table SC7(1) – Grant expenditure

WC032 Overstrand - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06  
December

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>EXPENDITURE</b>									
<b>Operating expenditure of Transfers and Grants</b>									
<b>National Government:</b>	-	3 476	3 476	190	1 172	1 172	-		3 476
Local Government Equitable Share							-		
Finance Management		1 550	1 550	56	372	372	-		1 550
EPWP Incentive		1 926	1 926	133	799	799	-		1 926
							-		
<b>Provincial Government:</b>	-	31 022	14 673	2 260	5 851	5 851	-		14 673
Human Settlements Development Grant		23 633	7 287	1 640	1 640	1 640	-		7 287
Library Services Grant		6 147	6 147	614	4 161	4 161			6 147
Financial Management Capacity Building Grant		600	600				-		600
CDW		74	-		3	3	-		-
Maintenance & Constuction of Transport Infrastructure		137	137				-		137
Western Cape Finl Management Support Grant		280	280						280
Local Government Internship Grant		51	122	7	45	45			122
Greenest Municipality Competition									
Thusong Service Centre		100	100		2	2	-		100
							-		
<b>Other grant providers:</b>	-	-	-	-	23	23	-		-
Spaces for Sports					23	23	-		
							-		
<b>Total operating expenditure of Transfers and Grants</b>	-	34 498	18 149	2 450	7 045	7 045	-		18 149
<b>Capital expenditure of Transfers and Grants</b>									
<b>National Government:</b>	-	25 901	30 445	5 798	10 496	10 496	-		30 445
Municipal Infrastructure Grant (MIG)		21 639	26 183	5 243	9 545	9 545	-		26 183
Integrated National Electrification Programme		4 262	4 262	555	951	951	-		4 262
							-		
<b>Provincial Government:</b>	-	36 067	40 696	-	-	-	-		40 696
Human Settlements Development Grant		35 467	39 177				-		39 177
Public Transp Non-Motorised Infrastructure Grant			390				-		390
Resourcing Funding for Est & Support of a K9 Unit		600	1 129				-		1 129
Municipal Service Del & Capacity Build Grant									
Library Services Grant									
<b>Other grant providers:</b>	-	-	-	-	-	-	-		-
<b>Total capital expenditure of Transfers and Grants</b>	-	61 968	73 841	7 830	12 528	12 528	-		73 841
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>	-	96 466	91 990	10 280	19 573	19 573	-		91 990

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 2018/19				
	Approved Rollover 2017/18	Monthly actual	YearTD actual	YTD variance	YTD variance %
<b>R thousands</b>					
<b><u>EXPENDITURE</u></b>					
<b><u>Operating expenditure of Approved Roll-overs</u></b>					
<b>National Government:</b>	-	-	-	-	
Local Government Equitable Share				-	
Finance Management				-	
Municipal Systems Improvement				-	
EPWP Incentive				-	
Other transfers and grants [insert description]				-	
<b>Provincial Government:</b>	<b>2 445</b>	<b>1 053</b>	<b>1 053</b>	<b>1 392</b>	<b>56.9%</b>
Human Settlements Development Grant	2 154	1 008	1 008	1 146	53.2%
Library Services Grant					
Financial Management Capacity Building Grant	240			240	100.0%
Community Development Workers Operational Support Grant				-	
Maintenance & Constuction of Transport Infrastructure				-	
Western Cape Financial Management Support Grant				-	
Local Government Internship Grant	50	45	45	6	11.1%
<b>District Municipality:</b>	-	-	-	-	
<b>Other grant providers:</b>	-	-	-	-	
<b>Total operating expenditure of Approved Roll-overs</b>	<b>2 445</b>	<b>1 053</b>	<b>1 053</b>	<b>1 392</b>	<b>56.9%</b>
<b><u>Capital expenditure of Approved Roll-overs</u></b>					
<b>National Government:</b>	4 544	587	587	3 957	<b>87.1%</b>
Municipal Infrastructure Grant (MIG)	4 544	587	587	3 957	87.1%
INEP				-	
				-	
Other capital transfers [insert description]				-	
<b>Provincial Government:</b>	<b>4 629</b>	<b>765</b>	<b>765</b>	<b>3 474</b>	<b>75.1%</b>
Human Settlements Development Grant	3 710	765	765	2 945	79.4%
Public Transport Non-Motorised Infrastructure Grant	390				
Library Services Grant	529			529	100.0%
<b>District Municipality:</b>	-	-	-	-	
<b>Other grant providers:</b>	-	-	-	-	
<b>Total capital expenditure of Approved Roll-overs</b>	<b>9 173</b>	<b>1 351</b>	<b>1 351</b>	<b>7 432</b>	<b>81.0%</b>
<b>TOTAL EXPENDITURE OF APPROVED ROLL-OVERS</b>	<b>11 617</b>	<b>2 404</b>	<b>2 404</b>	<b>8 823</b>	<b>75.9%</b>

A Roll over application was submitted to Provincial & National Treasury during August 2018 for the unspent Housing, Provincial Library Grant, LG Internship Graduate Grant funds, Public Transport Non-Motorized Infrastructure Grant, Financial Management Capacity Building Grant & MIG.

All unspent grants applied for were granted and are reflected above.

# 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	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b><u>Councillors (Political Office Bearers plus Other)</u></b>									
Basic Salaries and Wages		9 862	9 862	755	4 531	4 931	(400)	-8%	9 862
Pension and UIF Contributions							-		
Medical Aid Contributions							-		
Motor Vehicle Allowance							-		
Cellphone Allowance		1 110	1 110	93	555	555	(0)	0%	1 110
Housing Allowances							-		
Other benefits and allowances							-		
<b>Sub Total - Councillors</b>	<b>-</b>	<b>10 972</b>	<b>10 972</b>	<b>848</b>	<b>5 086</b>	<b>5 486</b>	<b>(400)</b>	<b>-7%</b>	<b>10 972</b>
<b><u>Senior Managers of the Municipality</u></b>									
Basic Salaries and Wages		10 954	10 954	919	5 497	5 477	20	0%	10 954
Pension and UIF Contributions							-		
Medical Aid Contributions							-		
Overtime							-		
Performance Bonus		210	210			-	-		210
Motor Vehicle Allowance							-		
Cellphone Allowance		194	194	16	93	97	(4)	-4%	194
Housing Allowances							-		
Other benefits and allowances							-		
Payments in lieu of leave							-		
Long service awards							-		
Post-retirement benefit obligations							-		
<b>Sub Total - Senior Managers of Municipality</b>	<b>-</b>	<b>11 358</b>	<b>11 358</b>	<b>934</b>	<b>5 598</b>	<b>5 581</b>	<b>17</b>	<b>0%</b>	<b>11 358</b>
<b><u>Other Municipal Staff</u></b>									
Basic Salaries and Wages		225 106	225 106	18 887	120 824	122 905	(2 081)	-2%	225 106
Pension and UIF Contributions		39 574	39 574	3 044	18 159	18 204	(46)	0%	39 574
Medical Aid Contributions		13 679	13 679	970	5 862	5 945	(83)	-1%	13 679
Overtime		23 606	23 606	1 978	9 046	9 097	(51)	-1%	23 606
Performance Bonus							-		
Motor Vehicle Allowance		8 203	8 203	956	5 704	5 789	(85)	-1%	8 203
Cellphone Allowance		2 049	2 049	157	938	943	(4)	0%	2 049
Housing Allowances		2 542	2 542	196	1 176	1 263	(88)	-7%	2 542
Other benefits and allowances		26 983	26 983	1 302	6 840	6 859	(18)	0%	26 983
Payments in lieu of leave		1 062	1 062	88	531	531	0	0%	1 062
Long service awards		1 946	1 946	162	973	973	-		1 946
Post-retirement benefit obligations		10 916	10 916	875	5 251	5 458	(208)	-4%	10 916
<b>Sub Total - Other Municipal Staff</b>	<b>-</b>	<b>355 667</b>	<b>355 667</b>	<b>28 616</b>	<b>175 304</b>	<b>177 967</b>	<b>(2 663)</b>	<b>-1%</b>	<b>355 667</b>
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>	<b>-</b>	<b>377 997</b>	<b>377 997</b>	<b>30 398</b>	<b>185 988</b>	<b>189 034</b>	<b>(3 047)</b>	<b>-2%</b>	<b>377 997</b>
<b>TOTAL MANAGERS AND STAFF</b>	<b>-</b>	<b>367 024</b>	<b>367 024</b>	<b>29 550</b>	<b>180 901</b>	<b>183 548</b>	<b>(2 647)</b>	<b>-1%</b>	<b>367 024</b>

## **SDBIP**

The results of the SDBIP for the second quarter ended 31 December 2018 will be included in a separate comprehensive report to be tabled in Council.

# Financial Performance

## Supporting Table SC2

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

Description of financial indicator	Basis of calculation	2017/18	Budget Year 2018/19			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b><u>Borrowing Management</u></b>						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	0.0%	15.7%	15.9%	3.5%	5.3%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	0.0%	35.3%	32.8%	20.0%	32.8%
<b><u>Safety of Capital</u></b>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	0.0%	16.4%	15.9%	13.7%	15.9%
Gearing	Long Term Borrowing/ Funds & Reserves	0.0%	12838.7%	12838.7%	11945.5%	12838.7%
<b><u>Liquidity</u></b>						
Current Ratio	Current assets/current liabilities	0.0%	243.4%	286.1%	416.5%	286.1%
Liquidity Ratio	Monetary Assets/Current Liabilities	0.0%	176.7%	219.4%	309.0%	219.4%
<b><u>Revenue Management</u></b>						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing					
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	0.0%	11.9%	12.0%	21.0%	12.0%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Creditors Management</u></b>						
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))		99.0%	99.0%	Annual Indicator	99.0%
<b><u>Funding of Provisions</u></b>						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions					
<b><u>Other Indicators</u></b>						
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated		7.5%	7.5%	Annual Indicator	7.5%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source		19.69%	19.69%	Annual Indicator	19.69%
Employee costs	Employee costs/Total Revenue - capital revenue	0.0%	34.0%	34.5%	31.9%	34.5%
Repairs & Maintenance	R&M/Total Revenue - capital revenue	0.0%	20.8%	21.2%	19.9%	21.2%
Interest & Depreciation	I&D/Total Revenue - capital revenue	0.0%	16.5%	16.7%	3.1%	5.5%
<b><u>IDP regulation financial viability indicators</u></b>						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)		15.0	15.0	Annual Indicator	15.0
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services		15.0%	15.0%	Annual Indicator	15.0%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure		4.7	4.7	Annual Indicator	4.7

# Capital programme performance

## Supporting Table SC12

WC032 Overstrand - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M06 December

Month	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
<b>Monthly expenditure performance trend</b>									
July		3	3	531	531	531	-		0%
August		3 058	3 058	1 818	2 350	3 061	711	23.2%	1%
September		15 792	15 792	5 557	7 907	18 853	10 946	58.1%	4%
October		10 698	10 698	4 200	12 107	29 551	17 444	59.0%	6%
November		16 810	16 810	9 412	21 519	46 361	24 842	53.6%	11%
December		14 086	14 086	13 353	34 871	60 447	25 576	42.3%	18%
January		4 586	4 586			65 034	-		
February		12 226	12 226			77 260	-		
March		24 960	24 960			102 219	-		
April		19 866	19 866			122 086	-		
May		25 978	25 978			148 064	-		
June		46 173	55 346			203 410	-		
<b>Total Capital expenditure</b>	-	<b>194 237</b>	<b>203 410</b>	<b>34 871</b>					

## 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	Blompark	Ward 02	BLOMPARK PROJECT	16 313 461	17 077 973	2 031 773	Contractor established on site on 17 September 2018.	Progress is estimated at 40%	None	Not applicable
2	Stanford	Ward 11	WWTW UPGRADE - STANFORD	16 177 218	16 177 218	6 345 248	Both civils and mechanical/electrical contracts have been awarded. Contractors on site.	Construction stage	None	Not applicable
3	Hermanus	Ward 03	HERMANUS: MV & LV UPGRADE/REPLACEMENT	10 150 000	10 150 000	2 660 362		BID Specification meeting held on 18 July 2018. Tender was advertised on 27 July 2018. Tender advertising closed on 31 Aug 2018. Evaluation of tender is in	No	Not applicable
4	Overstrand	Overstrand	WATER MASTER PLAN IMPLEMENTATION	10 000 000	10 000 000	1 056 821	Tenders closed on 16/11/2018.	Tender evaluation stage	None	Not applicable
5	Masakhane	Ward 01	MASAKHANE	8 449 062	8 449 062		Funding application for services submitted to DOHS at end of May 2018 - Await funding approval	Funding approval received for IRDP portion of development on 2 November 2018 - contract to be finalised with DOHS	None	Not applicable
6	Hermanus	Ward 04	UPGRADE HERMANUS WELL FIELDS PHASE 1	7 000 000	7 000 000		Agreed to use transversal contract of Province.	Tender evaluation stage with SCM.	Province took longer than expected with tender evaluation; DEADP withdrew the shortened EIA process for drought relief projects	Close liaison with SCM on approval process; Close liaison with DEADP on phasing of project i.t.o. environmental requirements.
7	Pringle Bay	Ward 10	NEW RESERVOIR FOR PRINGLE BAY	5 862 505	5 862 505		Busy with basic environmental assessment process and tender documentation.	Planning (EIA, design and tender documentation) stage.	Environmental process is taking longer than anticipated.	Close liaison with EAP and DEADP to enhance the environmental process; Tender process in parallel with final stages of EIA.
8	Stanford	Ward 11	STANFORD IRDP	5 517 519	5 517 519		Funding application for services submitted to DOHS at end of May 2018 - Currently awaiting approval.			
9	Overstrand	Overstrand	VEHICLES - SEWERAGE	5 050 000	5 050 000		Transversal tender with NT (RT 57) has been approved by Accounting Officer on 27 August 2018.	Procurement in progress.	None	Not applicable
10	Hawston	Ward 08	HAWSTON INDUSTRIAL (BUSINESS) HUB	5 000 000	5 000 000		Concept development and public participation.	Concept Development	None	Tender process will be carried out on finalisation of community participation.
<b>Totals</b>				<b>89 519 765</b>	<b>90 284 277</b>	<b>12 094 205</b>				

## Supporting Table SC13a

WC032 Overstrand - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M06

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>								%	
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	-	112 050	120 084	7 728	21 481	36 337	14 856	40.9%	120 084
Roads Infrastructure	-	12 506	14 271	2 782	4 188	6 134	1 947	31.7%	14 271
<i>Roads</i>		12 506	14 271	2 782	4 188	6 134	1 947	31.7%	14 271
Storm water Infrastructure	-	11 723	14 136	211	1 292	2 389	1 097	45.9%	14 136
<i>Drainage Collection</i>							-		
Electrical Infrastructure	-	22 772	22 972	607	5 047	9 317	4 270	45.8%	22 972
<i>MV Substations</i>		5 622	5 622	555	2 045	2 811	766	27.3%	5 622
<i>MV Networks</i>		17 150	17 350	53	3 002	6 506	3 504	53.9%	17 350
Water Supply Infrastructure	-	30 077	31 372	-	1 183	2 975	1 792	60.2%	31 372
<i>Reservoirs</i>		16 363	17 118				-		17 118
<i>Water Treatment Works</i>		10 200	10 200		1 183	2 975	1 792	60.2%	10 200
<i>Distribution</i>		3 514	4 054				-		4 054
Sanitation Infrastructure	-	34 973	37 333	4 127	9 771	15 521	5 750	37.0%	37 333
<i>Pump Station</i>		1 925	1 925	61	877	963	86	8.9%	1 925
<i>Reticulation</i>		435	435				-		435
<i>Waste Water Treatment Works</i>		21 062	23 422	2 741	6 786	8 783	1 997	22.7%	23 422
<i>Outfall Sewers</i>		11 550	11 550	1 325	2 109	5 775	3 666	63.5%	11 550
<b>Community Assets</b>	-	24 037	28 666	1 980	5 781	7 128	1 347	18.9%	28 666
Community Facilities	-	16 380	21 009	922	2 103	3 300	1 197	36.3%	21 009
<i>Halls</i>		3 664	3 664				-		3 664
<i>Crèches</i>		245	245		45	102	57	56.2%	245
<i>Fire/Ambulance Stations</i>		5 576	5 576				-		5 576
<i>Libraries</i>		600	1 129				-		1 129
<i>Cemeteries/Crematoria</i>		570	570	135	202	285	83	29.1%	570
<i>Police</i>			4 000				-		4 000
<i>Public Open Space</i>		5 725	5 825	787	1 856	2 913	1 057	36.3%	5 825
Sport and Recreation Facilities	-	7 657	7 657	1 058	3 678	3 829	150	3.9%	7 657
<i>Outdoor Facilities</i>		7 657	7 657	1 058	3 678	3 829	150	3.9%	7 657
<b>Other assets</b>	-	36 888	39 097	2 032	2 132	8 323	6 191	74.4%	39 097
Operational Buildings	-	1 421	1 421	-	100	474	374	78.9%	1 421
Housing	-	35 467	37 677	2 032	2 032	7 849	5 818	74.1%	37 677
<i>Social Housing</i>		35 467	37 677	2 032	2 032	7 849	5 818	74.1%	37 677
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-		-
<b>Computer Equipment</b>	-	4 136	4 136	144	2 940	2 068	(872)	-42.2%	4 136
Computer Equipment		4 136	4 136	144	2 940	2 068	(872)	-42.2%	4 136
<b>Furniture and Office Equipment</b>	-	215	215	-	8	54	46	86.0%	215
Furniture and Office Equipment		215	215		8	54	46	86.0%	215
<b>Machinery and Equipment</b>	-	1 566	1 566	10	154	783	629	80.4%	1 566
Machinery and Equipment		1 566	1 566	10	154	783	629	80.4%	1 566
<b>Transport Assets</b>	-	15 345	15 345	1 460	2 376	5 754	3 379	58.7%	15 345
Transport Assets		15 345	15 345	1 460	2 376	5 754	3 379	58.7%	15 345
<b>Total Capital Expenditure on new assets</b>	-	194 237	209 110	13 353	34 871	60 447	25 576	42.3%	209 110

## Supporting Table SC13b

### WC032 Overstrand - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M06 December

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	-	-	-	-	-	-	-	-	-
Roads Infrastructure	-	-	-	-	-	-	-	-	-
<i>Roads</i>									
Electrical Infrastructure	-	-	-	-	-	-	-	-	-
<i>MV Networks</i>									
Water Supply Infrastructure	-	-	-	-	-	-	-	-	-
<i>Water Treatment Works</i>									
Sanitation Infrastructure	-	-	-	-	-	-	-	-	-
<i>Waste Water Treatment Works</i>									
Solid Waste Infrastructure	-	-	-	-	-	-	-	-	-
<i>Waste Transfer Stations</i>									
<b>Community Assets</b>	-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	-	-	-	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets									
<b>Intangible Assets</b>	-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>	-	-	-	-	-	-	-	-	-
Computer Equipment									
<b>Furniture and Office Equipment</b>	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment									
<b>Machinery and Equipment</b>	-	-	-	-	-	-	-	-	-
Machinery and Equipment									
<b>Transport Assets</b>	-	-	-	-	-	-	-	-	-
Transport Assets									
<b>Land</b>	-	-	-	-	-	-	-	-	-
Land									
<b>Zoo's, Marine and Non-biological An</b>	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals									
<b>Total Capital Expenditure on renewal</b>	-	-	-	-	-	-	-	-	-

## Supporting Table SC13c

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

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	-	149 690	149 690	16 840	62 355	74 845	12 490	16.7%	149 690
Roads Infrastructure	-	63 374	63 374	7 413	23 037	31 687	8 650	27.3%	63 374
<i>Roads</i>		63 374	63 374	7 413	23 037	31 687	8 650	27.3%	63 374
Storm water Infrastructure	-	6 786	6 786	435	2 294	3 393	1 099	32.4%	6 786
<i>Storm water Conveyance</i>		6 786	6 786	435	2 294	3 393	1 099	32.4%	6 786
Electrical Infrastructure	-	23 747	23 747	1 693	11 043	11 874	831	7.0%	23 747
<i>HV Transmission Conductors</i>		23 747	23 747	1 693	11 043	11 874	831	7.0%	23 747
Water Supply Infrastructure	-	19 104	19 104	3 553	10 194	9 552	(642)	-6.7%	19 104
<i>Water Treatment Works</i>		19 104	19 104	3 553	10 194	9 552	(642)	-6.7%	19 104
Sanitation Infrastructure	-	13 642	13 642	1 800	7 576	6 821	(755)	-11.1%	13 642
<i>Waste Water Treatment Works</i>		13 642	13 642	1 800	7 576	6 821	(755)	-11.1%	13 642
Solid Waste Infrastructure	-	23 038	23 038	1 946	8 212	11 519	3 307	28.7%	23 038
<i>Waste Transfer Stations</i>		23 038	23 038	1 946	8 212	11 519	3 307	28.7%	23 038
<b>Community Assets</b>	-	41 017	41 017	3 301	18 101	20 509	2 407	11.7%	41 017
Community Facilities	-	27 714	27 714	2 013	13 168	13 857	689	5.0%	27 714
<i>Halls</i>		3 712	3 712	279	1 774	1 856	82	4.4%	3 712
<i>Libraries</i>		24	24	2	9	12	3	23.2%	24
<i>Cemeteries/Crematoria</i>		842	842	41	274	421	148	35.0%	842
<i>Public Open Space</i>		23 136	23 136	1 691	11 112	11 568	456	3.9%	23 136
Sport and Recreation Facilities	-	13 304	13 304	1 288	4 933	6 652	1 718	25.8%	13 304
<i>Outdoor Facilities</i>		13 304	13 304	1 288	4 933	6 652	1 718	25.8%	13 304
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	-	12 497	12 497	993	3 789	6 248	2 460	39.4%	12 497
Operational Buildings	-	12 497	12 497	993	3 789	6 248	2 460	39.4%	12 497
<i>Municipal Offices</i>		12 497	12 497	993	3 789	6 248	2 460	39.4%	12 497
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>	-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>	-	5 387	5 387	34	1 336	2 693	1 357	50.4%	5 387
Computer Equipment		5 387	5 387	34	1 336	2 693	1 357	50.4%	5 387
<b>Furniture and Office Equipment</b>	-	16 622	16 622	1 020	6 012	8 311	2 299	27.7%	16 622
Furniture and Office Equipment		16 622	16 622	1 020	6 012	8 311	2 299	27.7%	16 622
<b>Machinery and Equipment</b>	-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-
<b>Transport Assets</b>	-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-
<b>Land</b>	-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-
<b>Total Repairs and Maintenance Expenditure</b>	-	225 212	225 212	22 188	91 594	112 606	21 012	18.7%	225 212

## Supporting Table SC13d

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

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<b>Depreciation by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	-	112 443	112 443	9 370	56 221	56 221	-		112 443
Roads Infrastructure	-	32 858	32 858	2 738	16 429	16 429	-		32 858
<i>Roads</i>		32 858	32 858	2 738	16 429	16 429	-		32 858
Storm water Infrastructure	-	5 912	5 912	493	2 956	2 956	-		5 912
<i>Storm water Conveyance</i>		5 912	5 912	493	2 956	2 956	-		5 912
Electrical Infrastructure	-	25 149	25 149	2 096	12 575	12 575	-		25 149
<i>HV Transmission Conductors</i>		25 149	25 149	2 096	12 575	12 575	-		25 149
Water Supply Infrastructure	-	27 462	27 462	2 288	13 731	13 731	-		27 462
<i>Water Treatment Works</i>		27 462	27 462	2 288	13 731	13 731	-		27 462
<i>Distribution</i>							-		
Sanitation Infrastructure	-	16 299	16 299	1 358	8 150	8 150	-		16 299
<i>Reticulation</i>		16 299	16 299	1 358	8 150	8 150	-		16 299
<i>Waste Water Treatment Works</i>							-		
Solid Waste Infrastructure	-	4 763	4 763	397	2 381	2 381	-		4 763
<i>Waste Transfer Stations</i>		4 763	4 763	397	2 381	2 381	-		4 763
<b>Community Assets</b>	-	3 029	3 029	252	1 515	1 515	-		3 029
Sport and Recreation Facilities	-	3 029	3 029	252	1 515	1 515	-		3 029
<i>Outdoor Facilities</i>		3 029	3 029	252	1 515	1 515	-		3 029
<b>Heritage assets</b>	-	-	-	-	-	-	-		-
<b>Investment properties</b>	-	-	-	-	-	-	-		-
<b>Other assets</b>	-	8 818	8 818	735	4 409	4 409	-		8 818
Operational Buildings	-	8 818	8 818	735	4 409	4 409	-		8 818
<i>Municipal Offices</i>		8 818	8 818	735	4 409	4 409	-		8 818
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-		-
<b>Intangible Assets</b>	-	653	653	54	326	326	-		653
Licences and Rights	-	653	653	54	326	326	-		653
<i>Computer Software and Applications</i>		653	653	54	326	326	-		653
<b>Computer Equipment</b>	-	1 347	1 347	112	673	673	-		1 347
Computer Equipment		1 347	1 347	112	673	673	-		1 347
<b>Furniture and Office Equipment</b>	-	609	609	51	305	305	-		609
Furniture and Office Equipment		609	609	51	305	305	-		609
<b>Machinery and Equipment</b>	-	687	687	57	343	343	-		687
Machinery and Equipment		687	687	57	343	343	-		687
<b>Transport Assets</b>	-	2 777	2 777	231	1 388	1 388	-		2 777
Transport Assets		2 777	2 777	231	1 388	1 388	-		2 777
<b>Land</b>	-	-	-	-	-	-	-		-
Land							-		
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals							-		
<b>Total Depreciation</b>	-	130 362	130 362	10 864	65 181	65 181	-		130 362

## Supporting Table SC13e

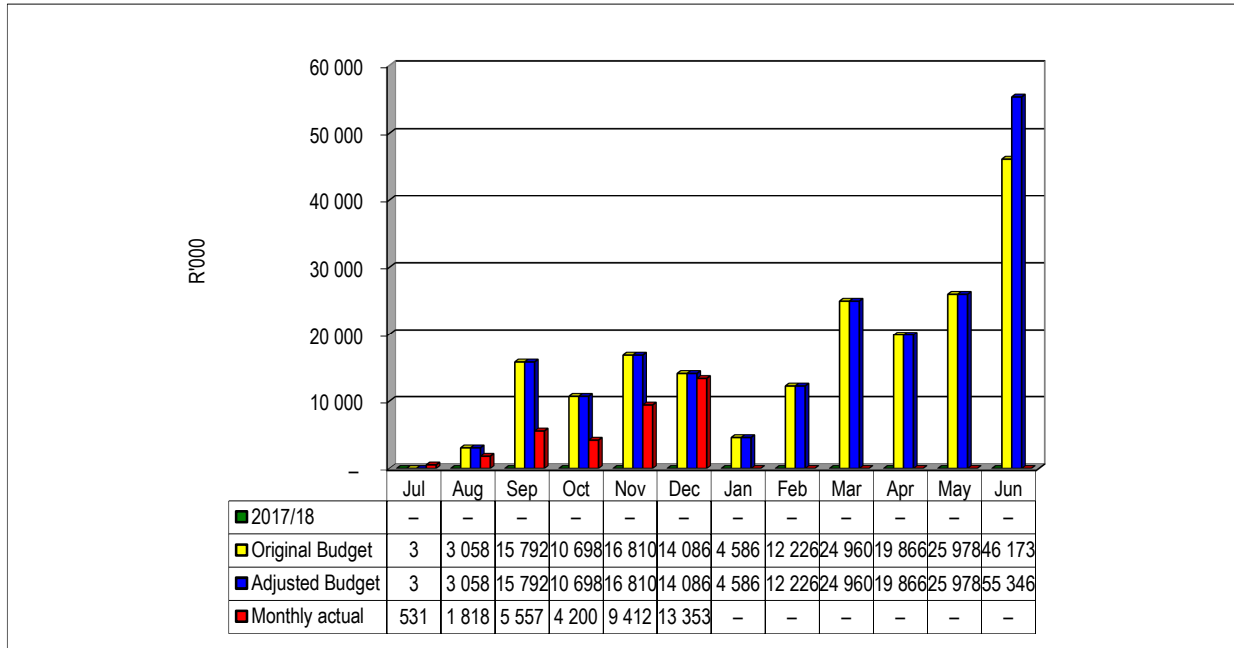
WC032 Overstrand - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - M06 December

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Capital expenditure on upgrading of existing assets by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	-	-	-	-	-	-	-	-	-
Roads Infrastructure	-	-	-	-	-	-	-	-	-
<i>Roads</i>							-		
Storm water Infrastructure	-	-	-	-	-	-	-	-	-
<i>Drainage Collection</i>							-		
Water Supply Infrastructure	-	-	-	-	-	-	-	-	-
<i>Distribution</i>							-		
Sanitation Infrastructure	-	-	-	-	-	-	-	-	-
<i>Pump Station</i>							-		
<i>Reticulation</i>							-		
<i>Waste Water Treatment Works</i>							-		
<i>Outfall Sewers</i>							-		
<b>Community Assets</b>	-	-	-	-	-	-	-	-	-
Community Facilities	-	-	-	-	-	-	-	-	-
<i>Halls</i>							-		
<i>Fire/Ambulance Stations</i>							-		
<i>Libraries</i>							-		
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-
<i>Outdoor Facilities</i>							-		
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	-	-	-	-	-	-	-	-	-
Operational Buildings	-	-	-	-	-	-	-	-	-
<i>Municipal Offices</i>							-		
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets							-		
<b>Intangible Assets</b>	-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>	-	-	-	-	-	-	-	-	-
Computer Equipment							-		
<b>Furniture and Office Equipment</b>	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment							-		
<b>Machinery and Equipment</b>	-	-	-	-	-	-	-	-	-
Machinery and Equipment							-		
<b>Transport Assets</b>	-	-	-	-	-	-	-	-	-
Transport Assets							-		
<b>Land</b>	-	-	-	-	-	-	-	-	-
Land							-		
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals							-		
<b>Total Capital Expenditure on upgrading of existing assets</b>	-	-	-	-	-	-	-	-	-

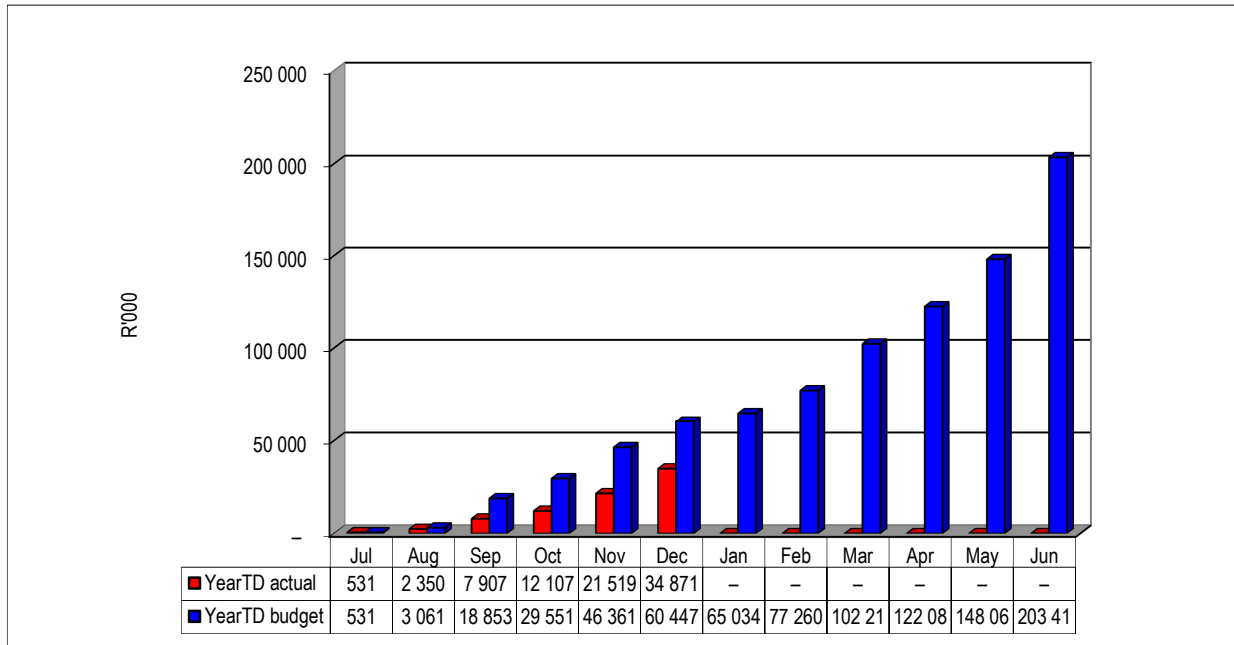
## Other supporting documentation

### Section 71 charts

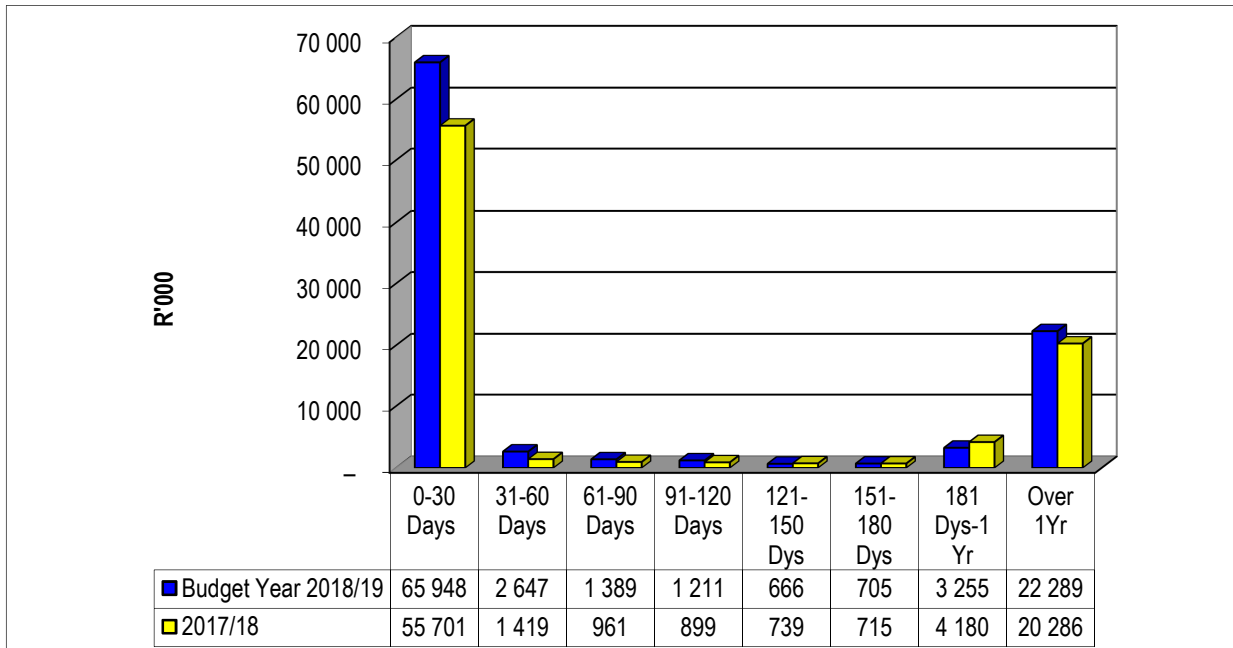
#### Capital expenditure monthly trend - actual vs target



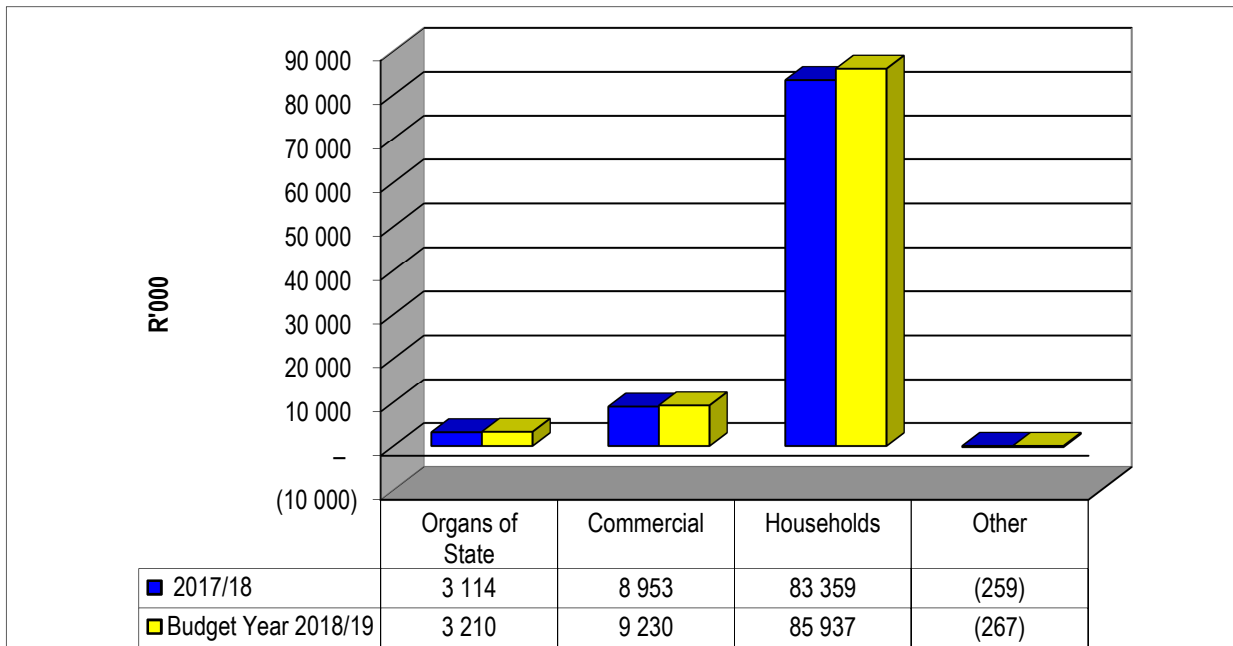
#### Capital expenditure – YTD actual vs YTD trend



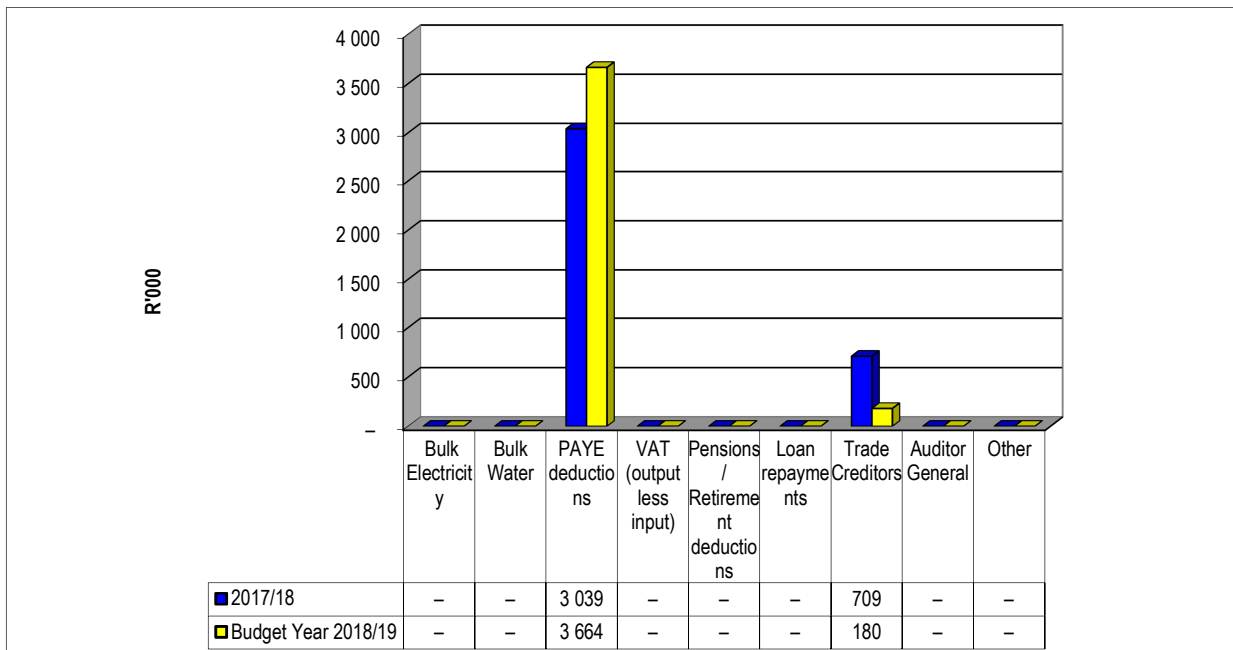
### Debtors Age Analysis



### Debtors by Type



## Creditor Payments



## Municipal manager's quality certification

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

**Quarterly Budget Report**

for the period ending **December 2018** has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name: **CC Groenewald**

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

Signature:

A handwritten signature in black ink, appearing to read 'Groenewald', written over a horizontal line.

Date:

15.01.2019