



QUARTERLY BUDGET REPORT

MARCH 2021

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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ORDINARY MEETING OF THE COUNCIL
GEWONE VERGADERING VAN DIE RAAD
INTLANGANISO YESIQHELO YEBHUNGA

MINUTES / NOTULE /

IMIZUZU

DATE / DATUM / UMHLA : 28 APRIL / APRELI 2021
VENUE / PLEK / INDAWO : VIRTUAL
TIME / TYD / IXESHA: 11:00

OVERSTRAND

MUNICIPALITY / MUNISIPALITEIT / U-MASIPALA

MINUTES OF THE COUNCIL MEETING HELD BY MEANS OF A VIRTUAL PLATFORM ON 28 APRIL 2021, AT 11:00

PRESENT:

Councillors were present as per attached attendance register.

OFFICIALS PRESENT:

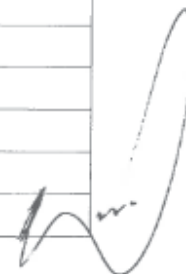
Mr D O'Neill, Municipal Manager
Ms D Arrison, Director : Management Services
Ms S Reyneke-Naudé, Director : Finance
Mr D Lakey, Acting Director : Community Services
Mr N Michaels, Director : Protection Services
Mr S Madikane, Director : Economic Development & Tourism
Mr S Müller, Director : Infrastructure & Planning
Mr C Le Roux, Deputy Director : Finance
Ms B Plaatjies, Manager : Hermanus Administration
Mr G Smit, Manager : Social Development
Ms A Le Roux, Manager : Property Administration
Mr B King, Senior Manager : Financial Services
Mr C Johnson, ICT Systems Developer
Ms H van Tonder, Manager : Council Support Services
Ms N Zweni, Manager : Communication
Mr R Fraser, Chief : Traffic/Licences
Ms R Steenekamp, Liaison Officer
Ms G Erasmus, Clerk : Auditorium
Ms S Swart, Administrative Officer : Council Support Services

MINUTES/....

OVERSTRAND MUNICIPALITY
ATTENDANCE REGISTER

COUNCIL MEETING
28 APRIL 2021

ALDERMAN/COUNCILLORS	SIGNATURE
AFRICA, F	✓
BOTHA, D	✓
BRICE, KD	✓
COETSEE, A	✓
COETZEE, DP	✓
COHEN, G	✓
DE CONING, CA	✓
GILLION, E	✓
KALOLO, SV	✓
KOMANI, AS	✓
KRIGE, F	✓
NQINATA, NNT	✓
MAY, C	✓
MHANA, M	✓
MOLEFE, B	✓
MORGAN, H	✓
MSWELI, X	✓
NTSABO, L	✓
NUTT, R	✓
ORBAN, J	✓
PUNGUPUNGU, V	✓
RESANDT, C	✓
SAPEPA, NM	✓
TAFU-NWONKWO, CC	✓
TEBELE, S	✓



28/4/21

5.6

BUDGET REPORT FOR THE QUARTER ENDED MARCH 2021**(ITEM 8, PAGE 80 : MAYORAL COMMITTEE MEETING : 28 APRIL 2021)****THE AFRICAN NATIONAL CONGRESS REQUESTED A CAUCUS AT 11:10****THE MEETING RESUMED AT 11:25****RESOLVED (SUPPORTED BY 25 COUNCILLORS):**

that the budget report for the quarter ended March 2021, prepared as part of the financial reporting obligations arising from the Local Government: Municipal Finance Management Act, 2003 and additional information, **be noted**.

RESPONSIBLE OFFICIAL :**BA KING****TARGET DATE FOR IMPLEMENTATION :****TO BE NOTED**

5.7**SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN (SDBIP)****THIRD QUARTERLY REPORT: JANUARY- MARCH 2021****(ITEM 9, PAGE 129 : MAYORAL COMMITTEE MEETING : 28 APRIL 2021)****RESOLVED (SUPPORTED BY 25 COUNCILLORS):**

that the content of the report for the third quarter of the 2020/21 financial year on the top level Service Delivery and Budget Implementation Plan **be noted**.

RESPONSIBLE OFFICIAL :**R LOUW****TARGET DATE FOR IMPLEMENTATION :****TO BE NOTED**

BUDGET REPORT FOR THE QUARTER ENDED MARCH 2021

5/1/1/22-2020/2021

BA King **Senior Manager: Financial Services**

21 April 2021

(028) 313 8154

1. Executive Summary

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

2. Service Delivery and Budget Implementation Plan - IGNITE

Directorate Finance
Financial Services

3. Compliance with Strategic Priority

Provision of democratic, accountable and ethical governance

4. Delegated Authority

None

5. Legal Requirements

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

6. Background/Discussion/Evaluation/Conclusion

Background

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

Discussion

Legislation requires that certain financial and performance information is disclosed in the quarterly monitoring report. The report has been prepared according to the standard reporting formats issued by National Treasury.

The following additional information is also included:
The Executive Mayor's special fund report is attached as Annexure B.

**AGENDA of the Mayoral Committee Meeting:
28 April 2021**

The Cost Containment Regulations, 2019 report, attached as Annexure C, represents the status up to the end of March 2021 (Quarter 3).

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

7. Financial Implications

None

8. Staff Implications

None

9. Comments from other Departments, Divisions and Administrations

None

10. Annexures

Annexure A: Quarterly Budget Report for the quarter ended March 2021

Annexure B: Executive Mayor's special fund – March 2021

Annexure C: Status report on the Cost Containment Regulations, 2019 – March 2021

Annexure D: Municipal Regulations on the Standard Chart of Accounts (mSCOA): Post Implementation Status of the mSCOA Project – March 2021

RECOMMENDATION TO THE COUNCIL:

that the budget report for the quarter ended March 2021, prepared as part of the financial reporting obligations arising from the Local Government: Municipal Finance Management Act, 2003 and additional information, **be noted**.

RESPONSIBLE OFFICIAL :

BA KING

TARGET DATE FOR IMPLEMENTATION :

TO BE NOTED



QUARTERLY BUDGET REPORT

MARCH 2021

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,
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Glossary

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

Budget – The financial plan of the Municipality.

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

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

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

FMG – Financial Management Grant.

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

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

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

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

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

MIG – Municipal Infrastructure Grant.

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

NDPG – Neighbourhood Development Partnership Grant.

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

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

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

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

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

YTD – Year to date

y-o-y – year-on-year

PART 1 – IN-YEAR REPORT

Mayor's Report

1.1 In-Year Report – Quarterly Budget Report

1.1.1 Implementation of the budget in accordance with the SDBIP

The results of the SDBIP for the third quarter ended 31 March 2021 will be tabled in a separate comprehensive report to council.

1.1.2 Financial problems or risks facing the municipality

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

1.1.3 Other relevant information

The 2020/2021 Budget was compiled according to version 6.4 of the mSCOA classification framework. The below results reflect the third quarter's financial position.

YTD Actual operating revenue at the end of the third quarter for 2020/2021 is at 81.28% of the budgeted revenue of R1.251bn. The expenditure reflects spending of 65.75% against the budgeted expenditure of R1.344bn.

YTD Capital expenditure at the end of March 2021 amounts to R124.1m, or 44.30% of the amended budget of R280m. Refer to the table on page 28 for the implementation status of the Top 10 Capital Projects.

A 2nd Adjustments Budget was tabled during this quarter relating to proposals emanating from the midyear review and various adjustments identified on the operating and capital budgets.

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

The debtors' level increasing trend observed during May to June 2020 has stabilized and the 12-month rolling average payment rate has since increased from 96,95% in June 2020 to 98,18% at the end of March 2021.

Resolutions

IN-YEAR REPORTS 2020/2021

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 for the quarter ended March 2021, prepared as part of the financial reporting obligations arising from the Local Government: Municipal Finance Management Act, 2003 and additional information, **be noted**.

Executive Summary

COVID-19

The national lockdown announced on 23 March 2020 by the President, became effective from midnight on 26 March 2020. The initial three-week lockdown was extended with an additional two weeks and thereafter reverted to further lockdown levels. By the end of September 2020 economic activity, with special reference to the international tourism sector was still restricted and impacted on consumers and businesses ability to pay municipal accounts. The economy has since been opened up with international travel now permitted. The resurgence of COVID-19 during December 2020 and the official announcement of the second wave and further more stringent lockdown measures had an impact on the holiday season, especially with the closure of beaches.

A larger increase in outstanding debt, compared to March 2020 and April 2020 was observed for May 2020 to June 2020. However, the 12-month rolling average payment rate has since increased from 96,95% in June 2020 to 98,18% at the end of March 2021. The financial impact of COVID-19 is being closely monitored.

Revenue by Source

The Year-to-Date actual revenue is 1.27% above the YTD budget projections of R1.004bn at the end of March 2021.

Borrowings

The balance of borrowings amounts to R504.2m at the end of March 2021.

Operating expenditure by vote & type

Current expenditure is 3.28% below YTD budget projections of R913.8m as at March 2021.

Capital expenditure

YTD Capital expenditure amounts to R124.1m or 44.29% of the adjusted budget of R280m. The current capital commitments of orders in progress amounts to R94m or 33.56% of the adjusted capital budget of R280m.

Cash flows

The municipality started the year with a positive cash balance of R653.8 million. The March closing balance is R782.8 million. Refer to Supporting Table SC9 for more details on the cash position.

Allocations received (National & Provincial Grants)

Grants totaling R36.8m was received during March 2021.

Spending on Grants

Spending on grants amounts to R12.8m for March 2021 which includes FMG, EPWP, MIG, Financial Management Capacity Building Grant, Fire Service Capacity Building Grant, CDW & 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 - M09 March			
Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue By Source			
Total	1,27%		
Expenditure By Type			
Total	-3,28%		
Other Materials	-13,31%	Orders in progress = R3,8m	Monitoring underspent items
Contracted Services	-12,62%	Reseal of Roads Project of R21m not yet started	Progressed to Order Issued
Capital Expenditure			
Total	-6,27%	Capital Commitments= R94m (33,56%)	
Financial Position			
In order			
Cash Flow			
In order			

Total Revenue (including capital grants)

R thousand	Amended Budget	YearTD actual	% of Budget Received/Spent
Revenue	1 297 992	1 039 274	80,07%
Expenditure	1 344 123	883 863	65,76%
Surplus / (Deficit)	(46 131)	155 411	
Capital	280 086	124 078	44,30%

Total Revenue (excluding capital grants)

R thousand	Amended Budget	YearTD actual	% of Budget Received/Spent
Revenue	1 251 076	1 016 906	81,28%
Expenditure	1 344 123	883 863	65,76%
Surplus / (Deficit)	(93 046)	133 043	
Capital	280 086	124 078	44,30%

Performance in relation to SDBIP targets

See the comprehensive quarterly report to be tabled in Council.

Remedial or corrective steps

Refer to the SDBIP report.

In-year budget statement tables / ...

Table C1: s71 Monthly Budget Statement Summary

WC032 Overstrand - Table C1 Monthly Budget Statement Summary - M09 March

Description	2019/20	Budget Year 2020/21							
	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	240 914	262 551	259 241	21 578	196 480	196 375	105	0%	259 241
Service charges	699 549	663 209	663 209	61 038	549 603	537 668	11 935	2%	663 209
Investment revenue	48 146	31 400	26 400	510	18 297	18 260	37	0%	26 400
Transfers and subsidies	123 140	131 840	148 458	30 333	143 069	143 069	-		148 458
Other own revenue	178 526	166 185	153 768	19 410	109 457	108 805	652	1%	155 456
Total Revenue (excluding capital transfers and contributions)	1 290 276	1 255 185	1 251 076	132 869	1 016 906	1 004 177	12 730	1%	1 252 764
Employee costs	382 527	435 325	440 972	33 668	317 833	321 753	(3 920)	-1%	440 972
Remuneration of Councillors	11 282	11 896	11 896	940	8 398	8 922	(525)	-6%	11 896
Depreciation & asset impairment	134 541	141 877	141 877	11 823	106 395	106 395	-		141 877
Finance charges	46 570	51 482	51 482	3 056	24 405	24 405	-		51 482
Materials and bulk purchases	320 786	317 828	321 066	22 403	223 650	228 319	(4 668)	-2%	321 066
Transfers and subsidies	560	11 610	8 300	1 112	6 576	6 576	-		8 300
Other expenditure	292 933	371 993	368 529	25 989	196 607	217 427	(20 820)	-10%	368 529
Total Expenditure	1 189 200	1 342 010	1 344 123	98 991	883 863	913 796	(29 933)	-3%	1 344 123
Surplus/(Deficit)	101 076	(86 825)	(93 046)	33 878	133 043	90 380	42 663	47%	(91 358)
Transfers and subsidies - capital (monetary)	37 392	30 619	37 228	1 494	20 231	20 231	-		37 228
Contributions & Contributed assets	3 730	1 688	9 688	728	2 137	2 137	-		8 000
Surplus/(Deficit) after capital transfers & contributions	142 197	(54 518)	(46 131)	36 101	155 411	112 748	42 663	38%	(46 131)
Surplus/ (Deficit) for the year	142 197	(54 518)	(46 131)	36 101	155 411	112 748	42 663	38%	(46 131)
Capital expenditure & funds sources									
Capital expenditure	211 056	303 738	280 086	20 929	124 078	132 375	(8 297)	-6%	280 086
Capital transfers recognised	117 493	86 516	84 523	10 485	56 585	57 542	(958)	-2%	84 523
	3 730	-	-	-	-	-	-		-
Borrowing	50 476	92 949	75 228	3 494	30 706	35 721	(5 014)	-14%	75 228
Internally generated funds	39 358	124 274	120 335	6 950	36 787	39 112	(2 325)	-6%	120 335
Total sources of capital funds	211 056	303 738	280 086	20 929	124 078	132 375	(8 297)	-6%	280 086
Financial position									
Total current assets	810 947	614 227	646 267		919 536				646 267
Total non current assets	3 798 429	3 982 468	3 947 815		3 822 350				3 947 815
Total current liabilities	294 941	254 715	249 067		240 170				249 067
Total non current liabilities	640 732	687 245	687 245		674 567				687 245
Community wealth/Equity	3 673 703	3 654 735	3 657 771		3 827 149				3 657 771
Cash flows									
Net cash from (used) operating	319 091	198 066	201 847	60 777	206 453	205 964	(489)	-0%	201 847
Net cash from (used) investing	(212 740)	(304 307)	(276 651)	(21 344)	(127 809)	(127 809)	-		(276 651)
Net cash from (used) financing	14 275	6 626	6 626	51 749	50 304	50 304	-		6 626
Cash/cash equivalents at the month/year end	653 813	485 812	517 249	-	782 761	713 886	(68 876)	-10%	585 635
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	75 646	2 931	2 112	1 956	1 499	1 647	6 877	39 491	132 159
Creditors Age Analysis									
Total Creditors	4 673	-	-	-	-	-	-	-	4 673

Table C2: Monthly Budget Statement – Financial Performance (standard classification)**WC032 Overstrand - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M09 March**

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue - Functional									
Governance and administration	347 612	336 136	337 425	30 783	252 638	252 127	512	0%	337 425
Executive and council	30 254	17 821	18 105	4 683	17 728	17 728	-		18 105
Finance and administration	317 322	318 315	319 320	26 100	234 910	234 399	512	0%	319 320
Internal audit	36	-	-	-	-	-	-		-
Community and public safety	164 043	148 846	144 898	14 887	110 563	108 532	2 031	2%	144 898
Community and social services	8 071	8 185	8 217	(306)	8 058	8 008	50	1%	8 217
Sport and recreation	18 801	10 262	13 424	998	12 445	11 643	802	7%	13 424
Public safety	32 801	39 830	49 300	3 804	35 485	34 306	1 179	3%	49 300
Housing	104 370	90 568	73 957	10 391	54 575	54 575	-		73 957
Economic and environmental services	15 503	10 065	14 578	1 419	8 968	11 365	(2 397)	-21%	14 578
Planning and development	8 315	9 788	11 030	1 190	8 568	8 994	(426)	-5%	11 030
Road transport	7 166	245	3 516	229	367	2 347	(1 980)	-84%	3 516
Environmental protection	21	32	32	-	32	24	9	37%	32
Trading services	804 239	792 445	801 091	88 004	667 105	654 520	12 585	2%	801 091
Energy sources	459 980	436 955	435 401	46 127	373 791	365 737	8 054	2%	435 401
Water management	153 663	150 392	152 915	16 518	123 782	122 204	1 578	1%	152 915
Waste water management	103 934	114 335	113 789	14 006	94 074	92 253	1 821	2%	113 789
Waste management	86 662	90 764	98 986	11 353	75 457	74 326	1 131	2%	98 986
Other	-	-	-	-	-	-	-		-
Total Revenue - Functional	1 331 397	1 287 492	1 297 992	135 092	1 039 274	1 026 544	12 730	1%	1 297 992
Expenditure - Functional									
Governance and administration	216 164	270 009	272 905	21 416	177 261	184 523	(7 262)	-4%	272 905
Executive and council	39 624	62 707	62 415	4 910	42 896	43 768	(872)	-2%	62 415
Finance and administration	174 217	203 733	206 921	16 263	132 246	138 330	(6 084)	-4%	206 921
Internal audit	2 322	3 569	3 569	243	2 119	2 424	(305)	-13%	3 569
Community and public safety	171 527	251 675	247 028	16 307	153 653	161 392	(7 739)	-5%	247 028
Community and social services	15 216	23 502	23 534	1 711	16 461	17 650	(1 190)	-7%	23 534
Sport and recreation	44 289	56 586	58 412	4 180	37 773	40 461	(2 688)	-7%	58 412
Public safety	82 675	119 176	122 500	7 817	75 985	79 846	(3 861)	-5%	122 500
Housing	29 347	52 410	42 583	2 599	23 435	23 435	-		42 583
Economic and environmental services	156 576	176 095	176 952	11 505	101 520	106 903	(5 383)	-5%	176 952
Planning and development	39 397	51 179	51 862	3 437	31 999	35 660	(3 662)	-10%	51 862
Road transport	107 277	108 617	108 691	6 744	58 537	59 847	(1 310)	-2%	108 691
Environmental protection	9 902	16 298	16 398	1 324	10 985	11 396	(411)	-4%	16 398
Trading services	641 935	640 514	643 219	49 364	449 193	458 351	(9 158)	-2%	643 219
Energy sources	366 823	354 355	355 355	26 754	251 808	253 076	(1 268)	-1%	355 355
Water management	112 899	124 167	125 367	10 155	79 346	83 468	(4 122)	-5%	125 367
Waste water management	90 406	88 633	89 138	6 930	67 313	69 925	(2 612)	-4%	89 138
Waste management	71 808	73 358	73 358	5 525	50 727	51 882	(1 156)	-2%	73 358
Other	2 998	3 719	4 019	399	2 236	2 627	(391)	-15%	4 019
Total Expenditure - Functional	1 189 200	1 342 010	1 344 123	98 991	883 863	913 796	(29 933)	-3%	1 344 123
Surplus/ (Deficit) for the year	142 197	(54 518)	(46 131)	36 101	155 411	112 748	42 663	38%	(46 131)

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) - M09 March

Vote Description	2019/20	Budget Year 2020/21							
	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	30 091	17 732	18 016	4 674	17 630	17 728	(98)	-0,6%	18 016
Vote 2 - Municipal Manager & Internal Audit	36	-	-	-	-	-	-	-	-
Vote 3 - Management Services	1 189	1 416	2 272	43	1 959	1 852	107	5,8%	2 272
Vote 4 - Finance	300 506	309 162	305 004	25 992	228 244	228 970	(726)	-0,3%	305 004
Vote 5 - Community Services	585 515	539 510	521 472	57 402	433 853	423 377	10 476	2,5%	521 472
Vote 6 - Economic and Social Development & Tourism	32 797	39 830	51 300	3 804	37 485	37 917	(432)	-1,1%	51 300
Vote 7 - Infrastructure & Planning	2 914	4 663	5 778	305	2 996	4 410	(1 415)	-32,1%	5 778
Vote 8 - Protection Services	378 350	375 179	394 151	42 871	317 108	312 290	4 817	1,5%	394 151
Total Revenue by Vote	1 331 397	1 287 492	1 297 992	135 092	1 039 274	1 026 544	12 730	1,2%	1 297 992
Expenditure by Vote									
Vote 1 - Council	19 927	35 802	36 086	2 700	24 904	25 833	(929)	-3,6%	36 086
Vote 2 - Municipal Manager & Internal Audit	5 361	7 587	7 587	500	4 395	5 171	(776)	-15,0%	7 587
Vote 3 - Management Services	50 129	57 115	57 864	4 969	39 040	35 305	3 735	10,6%	57 864
Vote 4 - Finance	69 425	91 935	88 609	7 362	56 814	60 276	(3 462)	-5,7%	88 609
Vote 5 - Community Services	527 810	551 359	542 786	41 672	372 518	382 145	(9 627)	-2,5%	542 786
Vote 6 - Economic and Social Development & Tourism	83 725	118 272	124 866	8 189	76 467	82 761	(6 295)	-7,6%	124 866
Vote 7 - Infrastructure & Planning	12 042	19 065	20 180	1 272	9 922	11 628	(1 705)	-14,7%	20 180
Vote 8 - Protection Services	420 782	460 876	466 145	32 326	299 804	310 677	(10 873)	-3,5%	466 145
Total Expenditure by Vote	1 189 200	1 342 010	1 344 123	98 991	883 863	913 796	(29 933)	-3,3%	1 344 123
Surplus/ (Deficit) for the year	142 197	(54 518)	(46 131)	36 101	155 411	112 748	42 663	37,8%	(46 131)

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) - M09 March

Description	2019/20	Budget Year 2020/21							
	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	240 914	262 551	259 241	21 578	196 480	196 375	105	0%	259 241
Service charges - electricity revenue	415 947	386 294	386 294	35 568	330 941	323 199	7 741	2%	386 294
Service charges - water revenue	133 628	128 520	128 520	11 946	99 782	98 532	1 250	1%	128 520
Service charges - sanitation revenue	80 871	78 913	78 913	7 475	64 883	63 130	1 752	3%	78 913
Service charges - refuse revenue	69 102	69 482	69 482	6 048	53 998	52 806	1 192	2%	69 482
Rental of facilities and equipment	5 738	3 627	3 627	396	2 873	2 720	152	6%	3 627
Interest earned - external investments	48 146	31 400	26 400	510	18 297	18 260	37	0%	26 400
Interest earned - outstanding debtors	5 040	4 673	4 650	293	3 258	3 390	(132)	-4%	4 650
Fines, penalties and forfeits	18 211	29 564	29 564	2 383	20 563	21 188	(624)	-3%	29 564
Licences and permits	1 975	2 385	2 385	216	1 640	1 709	(70)	-4%	2 385
Agency services	4 376	4 938	6 438	577	5 026	4 829	198	4%	6 438
Transfers and subsidies	123 140	131 840	148 458	30 333	143 069	143 069	-	-	148 458
Other revenue	143 186	113 998	96 604	15 381	73 582	72 453	1 129	2%	108 792
Gains on disposal of PPE	-	7 000	10 500	164	2 515	2 515	-	-	-
Total Revenue (excluding capital transfers and contributions)	1 290 276	1 255 185	1 251 076	132 869	1 016 906	1 004 177	12 730	1%	1 252 764
Expenditure By Type									
Employee related costs	382 527	435 325	440 972	33 668	317 833	321 753	(3 920)	-1%	440 972
Remuneration of councillors	11 282	11 896	11 896	940	8 398	8 922	(525)	-6%	11 896
Debt impairment	23 453	26 263	26 263	2 189	19 698	19 698	-	-	26 263
Depreciation & asset impairment	134 541	141 877	141 877	11 823	106 395	106 395	-	-	141 877
Finance charges	46 570	51 482	51 482	3 056	24 405	24 405	-	-	51 482
Bulk purchases	278 485	270 260	270 260	19 838	198 508	199 317	(809)	0%	270 260
Other materials	42 302	47 567	50 806	2 565	25 143	29 002	(3 859)	-13%	50 806
Contracted services	177 914	222 414	229 349	15 815	114 404	130 920	(16 516)	-13%	229 349
Transfers and subsidies	560	11 610	8 300	1 112	6 576	6 576	-	-	8 300
Other expenditure	90 183	123 315	112 917	7 985	62 506	66 809	(4 304)	-6%	112 917
Loss on disposal of PPE	1 384	-	-	-	-	-	-	-	-
Total Expenditure	1 189 200	1 342 010	1 344 123	98 991	883 863	913 796	(29 933)	-3%	1 344 123
Surplus/(Deficit)	101 076	(86 825)	(93 046)	33 878	133 043	90 380	42 663	47%	(91 358)
Transfers and subsidies - capital (monetary allocatio	37 392	30 619	37 228	1 494	20 231	20 231	-	-	37 228
Transfers and subsidies - capital (in-kind - all)	3 730	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers &	142 197	(54 518)	(46 131)	36 101	155 411	112 748			(46 131)
Taxation	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation	142 197	(54 518)	(46 131)	36 101	155 411	112 748			(46 131)
Surplus/(Deficit) attributable to municipality	142 197	(54 518)	(46 131)	36 101	155 411	112 748			(46 131)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	142 197	(54 518)	(46 131)	36 101	155 411	112 748			(46 131)

The annual revenue budget is approved as 'Revenue by Source'. The Year-to-Date actual revenue is 1.27% above the YTD budget projections.

Current expenditure is 3.28% below YTD budget projections for March 2021.

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) - M09 March

Vote Description	2019/20	Budget Year 2020/21							
	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	-	-	-	-	-	-	-	-	-
Vote 4 - Finance	-	-	-	-	-	-	-	-	-
Vote 5 - Infrastructure & Planning	15 575	108 693	82 050	10 077	49 819	51 122	(1 304)	-3%	82 050
Vote 6 - Protection Services	-	-	-	-	-	-	-	-	-
Vote 7 - Economic and Social Development & Tourism	-	-	-	-	-	-	-	-	-
Vote 8 - Community Services	58 300	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	73 875	108 693	82 050	10 077	49 819	51 122	(1 304)	-3%	82 050
Single Year expenditure appropriation									
Vote 1 - Council & Mayor's Office	-	-	461	-	-	-	-	-	461
Vote 2 - Municipal Manager & Internal Audit	-	-	-	-	-	-	-	-	-
Vote 3 - Management Services	3 966	3 015	3 015	192	1 695	2 011	(316)	-16%	3 015
Vote 4 - Finance	22	60	60	-	56	40	16	40%	60
Vote 5 - Infrastructure & Planning	93 905	117 721	117 560	5 583	49 415	52 562	(3 148)	-6%	117 560
Vote 6 - Protection Services	12 064	13 981	13 018	453	3 582	6 138	(2 556)	-42%	13 018
Vote 7 - Economic and Social Development & Tourism	375	842	842	223	242	332	(89)	-27%	842
Vote 8 - Community Services	26 849	59 426	63 081	4 402	19 270	20 169	(899)	-4%	63 081
Total Capital single-year expenditure	137 181	195 045	198 037	10 852	74 259	81 252	(6 993)	-9%	198 037
Total Capital Expenditure	211 056	303 738	280 086	20 929	124 078	132 375	(8 297)	-6%	280 086
Capital Expenditure - Functional Classification									
Governance and administration	4 049	3 075	3 536	192	1 751	2 357	(607)	-26%	3 536
Executive and council	2	5	466	-	2	311	(308)	-99%	466
Finance and administration	4 048	3 070	3 070	192	1 748	2 047	(298)	-15%	3 070
Internal audit	-	-	-	-	-	-	-	-	-
Community and public safety	112 758	93 694	82 780	10 976	55 879	51 573	4 305	8%	82 780
Community and social services	1 330	18 638	18 084	2 181	7 604	7 349	255	3%	18 084
Sport and recreation	9 981	12 731	8 588	123	5 783	6 441	(657)	-10%	8 588
Public safety	15 694	14 181	13 168	453	3 582	5 579	(1 997)	-36%	13 168
Housing	85 753	48 144	42 940	8 219	38 909	32 205	6 704	21%	42 940
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	6 865	33 589	32 958	2 039	9 690	12 071	(2 381)	-20%	32 958
Planning and development	1 220	13 594	10 372	314	2 421	4 778	(2 357)	-49%	10 372
Road transport	5 645	19 995	22 586	1 725	7 268	7 293	(25)	0%	22 586
Environmental protection	-	-	-	-	-	-	-	-	-
Trading services	87 384	173 381	160 813	7 722	56 759	66 373	(9 614)	-14%	160 813
Energy sources	21 428	21 119	19 119	-	399	6 966	(6 567)	-94%	19 119
Water management	31 752	52 606	50 036	483	18 727	21 880	(3 153)	-14%	50 036
Waste water management	26 893	77 217	69 635	4 521	26 842	26 515	327	1%	69 635
Waste management	7 311	22 439	22 024	2 718	10 791	11 012	(221)	-2%	22 024
Total Capital Expenditure - Functional Classification	211 056	303 738	280 086	20 929	124 078	132 375	(8 297)	-6%	280 086
Funded by:									
National Government	31 528	37 369	35 100	1 478	19 499	20 475	(976)	-5%	35 100
Provincial Government	85 965	2 840	2 127	487	1 203	1 596	(393)	-25%	2 127
Other transfers and grants	-	46 306	47 296	8 520	35 883	35 472	412	1%	47 296
Transfers recognised - capital	117 493	86 516	84 523	10 485	56 585	57 542	(958)	-2%	84 523
	3 730	-	-	-	-	-	-	-	-
Borrowing	50 476	92 949	75 228	3 494	30 706	35 721	(5 014)	-14%	75 228
Internally generated funds	39 358	124 274	120 335	6 950	36 787	39 112	(2 325)	-6%	120 335
Total Capital Funding	211 056	303 738	280 086	20 929	124 078	132 375	(8 297)	-6%	280 086

Capital expenditure is 6.27% 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 - M09 March

Description	2019/20	Budget Year 2020/21			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
ASSETS					
Current assets					
Cash	143 570	85 812	117 249	272 520	117 249
Call investment deposits	510 243	400 000	400 000	510 241	400 000
Consumer debtors	88 479	83 889	84 491	86 970	84 491
Other debtors	58 432	34 983	34 987	42 114	34 987
Current portion of long-term receivables	4	3	-	-	-
Inventory	10 219	9 540	9 540	7 691	9 540
Total current assets	810 947	614 227	646 267	919 536	646 267
Non current assets					
Long-term receivables	-	1	-	-	-
Investments	46 515	65 460	54 460	52 765	54 460
Investment property	123 121	121 846	121 846	123 121	121 846
Investments in Associate		-	-	-	-
Property, plant and equipment	3 488 698	3 790 408	3 766 756	3 506 368	3 766 756
Agricultural		-	-	-	-
Biological assets		-	-	-	-
Intangible assets	9 168	4 753	4 753	9 168	4 753
Other non-current assets	130 928		-	130 928	
Total non current assets	3 798 429	3 982 468	3 947 815	3 822 350	3 947 815
TOTAL ASSETS	4 609 376	4 596 695	4 594 082	4 741 886	4 594 082
LIABILITIES					
Current liabilities					
Bank overdraft	-	-	-	-	-
Borrowing	45 458	52 751	52 751	52 751	52 751
Consumer deposits	40 992	62 074	62 074	63 966	62 074
Trade and other payables	166 030	104 604	98 955	88 167	98 955
Provisions	42 460	35 286	35 286	35 286	35 286
Total current liabilities	294 941	254 715	249 067	240 170	249 067
Non current liabilities					
Borrowing	431 475	430 260	430 260	451 513	430 260
Provisions	209 257	256 985	256 985	223 054	256 985
Total non current liabilities	640 732	687 245	687 245	674 567	687 245
TOTAL LIABILITIES	935 673	941 960	936 312	914 737	936 312
NET ASSETS	3 673 703	3 654 735	3 657 771	3 827 149	3 657 771
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	3 670 476	3 651 390	3 654 426	3 823 922	3 654 426
Reserves	3 227	3 345	3 345	3 227	3 345
TOTAL COMMUNITY WEALTH/EQUITY	3 673 703	3 654 735	3 657 771	3 827 149	3 657 771

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 - M09 March

Description	2019/20	Budget Year 2020/21							
	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	238 449	259 513	255 713	20 876	192 495	192 424	71	0%	255 713
Service charges	689 210	655 534	655 430	70 164	568 357	568 039	317	0%	655 430
Other revenue	175 357	131 331	133 925	19 022	105 328	105 466	(138)	0%	133 925
Government - operating	120 949	131 840	148 458	30 333	143 069	143 069	-		148 458
Government - capital	60 675	30 619	37 228	2 223	22 368	22 368	-		37 228
Interest	53 186	36 073	31 050	803	21 555	21 555	-		31 050
Dividends		-		-	-	-	-		
Payments									
Suppliers and employees	(971 606)	(983 752)	(1 000 174)	(78 476)	(815 737)	(815 976)	(239)	0%	(1 000 174)
Finance charges	(46 570)	(51 482)	(51 482)	(3 056)	(24 405)	(24 405)	-		(51 482)
Transfers and Grants	(560)	(11 610)	(8 300)	(1 112)	(6 576)	(6 576)	-		(8 300)
NET CASH FROM/(USED) OPERATING ACTIVITIES	319 091	198 066	201 847	60 777	206 453	205 964	(489)	0%	201 847
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	3 289	7 000	-	-	-	-	-		-
Decrease (Increase) in non-current debtors	-	-	-	-	-	-	-		-
Decrease (increase) other non-current receivables	7	7	10	-	4	4	-		10
Decrease (increase) in non-current investments	(4 980)	(7 575)	3 425	(415)	(3 735)	(3 735)	-		3 425
Payments									
Capital assets	(211 056)	(303 738)	(280 086)	(20 929)	(124 078)	(124 078)	-		(280 086)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(212 740)	(304 307)	(276 651)	(21 344)	(127 809)	(127 809)	-		(276 651)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans		-	-	-	-	-	-		-
Borrowing long term/refinancing	54 000	54 000	54 000	54 000	54 000	54 000	-		54 000
Increase (decrease) in consumer deposits		(1 000)	(1 000)	346	22 974	22 974	-		(1 000)
Payments									
Repayment of borrowing	(39 725)	(46 374)	(46 374)	(2 597)	(26 670)	(26 670)	-		(46 374)
NET CASH FROM/(USED) FINANCING ACTIVITIES	14 275	6 626	6 626	51 749	50 304	50 304	-		6 626
NET INCREASE/ (DECREASE) IN CASH HELD	120 626	(99 615)	(68 178)	91 182	128 948	128 459			(68 178)
Cash/cash equivalents at beginning:	533 188	585 426	585 426		653 813	585 426			653 813
Cash/cash equivalents at month/year end:	653 813	485 812	517 249		782 761	713 886			585 635

Table C7 balances to the current Cash balance, shown in the 'YTD actual' column, which is R 782.8million.

The municipality started the year with a positive cash balance of R653.8 million. The March closing balance is R782.8 million. Refer to Supporting Table SC9 for more details on the cash position.

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

WC032 Overstrand - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M09 March

Description	Budget Year 2019/20												2019/20 Medium Term Revenue & Expenditure Framework		
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome			
Cash Receipts By Source															
Property rates	3 193	27 861	39 239	17 911	15 797	34 145	15 743	17 730	20 876	-	-	67 018	259 513	274 775	287 860
Service charges - electricity revenue	22 810	55 779	17 932	38 673	35 803	29 350	35 267	35 430	37 828	-	-	72 951	381 824	402 602	462 194
Service charges - water revenue	55 873	(12 504)	10 591	16 477	14 763	12 886	14 141	14 373	17 530	-	-	(17 098)	127 033	134 698	141 372
Service charges - sanitation revenue	2 205	15 112	2 122	7 494	6 645	6 427	7 071	7 362	8 342	-	-	15 220	78 000	82 722	86 837
Service charges - refuse	2 609	12 928	2 052	6 735	5 784	5 173	5 363	5 466	6 464	-	-	16 104	68 678	72 835	76 458
Service charges - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	(103)	815	293	183	298	445	270	348	413	-	-	624	3 585	3 797	3 983
Interest earned - external investments	1 754	1 003	594	1 747	2 084	384	5 759	4 462	510	-	-	13 103	31 400	32 975	34 615
Interest earned - outstanding debtors	459	454	391	402	411	282	279	287	293	-	-	1 415	4 673	4 906	5 145
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	2 273	2 265	2 230	2 270	2 258	2 274	2 240	2 369	2 383	-	-	(16 367)	4 197	4 403	4 619
Licences and permits	163	158	201	221	188	151	146	196	216	-	-	746	2 385	2 498	2 618
Agency services	448	576	647	628	607	454	432	657	577	-	-	(88)	4 938	5 184	5 442
Transfer receipts - operating	53 491	779	872	971	1 480	53 244	965	933	30 333	-	-	(11 229)	131 840	141 735	154 275
Other revenue	1 958	10 459	12 852	7 237	8 621	19 219	(405)	3 036	12 161	-	-	41 088	116 226	137 399	129 446
Cash Receipts by Source	147 132	115 685	90 016	100 949	94 738	164 436	87 272	92 649	137 926	-	-	183 487	1 214 291	1 300 530	1 394 863
Other Cash Flows by Source															
Transfer receipts - capital	-	3 033	1 194	1 584	3 584	4 914	1 653	3 079	3 325	-	-	8 251	30 619	28 470	31 628
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on disposal of PPE	125	2 949	(3 074)	-	-	-	-	183	(183)	-	-	7 000	7 000	7 000	7 000
Short term loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	54 000	-	-	-	54 000	50 000	50 000
Increase in consumer deposits	38	95	167	27	132	20	70	22 078	346	-	-	(23 974)	(1 000)	3 724	3 948
Receipt of non-current debtors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Receipt of non-current receivables	-	7	(7)	-	-	4	-	-	-	-	-	3	7	3	1
Change in non-current investments	(540)	(3 364)	(424)	(362)	(769)	(479)	864	(598)	1 936	-	-	(3 840)	(7 575)	(7 834)	(8 120)
Total Cash Receipts by Source	146 756	118 406	87 873	102 198	97 686	168 894	89 859	117 391	197 352	-	-	170 927	1 297 341	1 381 894	1 479 320
Cash Payments by Type															
Employee related costs	1 455	70 796	33 500	32 585	51 056	33 741	35 590	32 922	33 006	-	-	97 805	422 456	442 816	468 539
Remuneration of councillors	-	1 869	940	920	914	932	940	940	940	-	-	3 499	11 896	12 436	13 002
Interest paid	68	506	857	1 950	804	16 357	806	-	3 056	-	-	27 077	51 482	52 210	52 352
Bulk purchases - Electricity	3	35 083	34 661	21 670	22 133	20 793	22 699	21 627	19 838	-	-	71 753	270 260	290 978	313 126
Bulk purchases - Water & Sewer	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other materials	1 008	2 893	3 500	3 549	2 151	2 799	2 653	4 025	2 565	-	-	22 425	47 567	43 347	45 265
Contracted services	527	10 613	13 947	14 240	15 162	14 955	13 800	15 344	15 815	-	-	108 010	222 414	235 538	247 162
Grants and subsidies paid - other municipalities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Grants and subsidies paid - other	-	-	-	1 660	1 107	-	2 075	623	1 112	-	-	5 034	11 610	11 610	11 610
General expenses	97 802	(27 594)	(3 366)	10 438	17 107	18 883	2 606	22 447	6 311	-	-	(135 477)	9 158	119 813	128 276
Cash Payments by Type	100 862	94 167	84 040	87 013	110 435	108 460	81 169	97 928	82 643	-	-	200 126	1 046 844	1 208 747	1 279 331
Other Cash Flows/Payments by Type															
Capital assets	2 159	12 285	10 118	13 275	17 152	28 754	5 630	13 775	20 929	-	-	179 660	303 738	197 162	154 378
Repayment of borrowing	1 778	1 289	1 173	8 124	953	8 893	1 862	-	2 597	-	-	19 704	46 374	52 751	47 751
Other Cash Flows/Payments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Payments by Type	104 799	107 741	95 331	108 412	128 540	146 108	88 662	111 703	106 170	-	-	399 490	1 396 956	1 458 660	1 481 460
NET INCREASE/(DECREASE) IN CASH HELD	41 956	10 664	(7 458)	(6 213)	(30 854)	22 786	1 197	5 687	91 182	-	-	(228 563)	(99 615)	(76 767)	(2 140)
Cash/cash equivalents at the month/year begin	653 813	695 769	706 434	698 975	692 762	661 908	684 695	685 892	691 579	782 761	782 761	782 761	653 813	554 198	477 432
Cash/cash equivalents at the month/year end:	695 769	706 434	698 975	692 762	661 908	684 695	685 892	691 579	782 761	782 761	782 761	554 198	554 198	477 432	475 292

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 - M09 March

Description	NT Code	Budget Year 2020/21									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impaired - 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			
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	16 420	650	416	322	277	291	1 419	5 391	25 187	7 700	-	8 716
Trade and Other Receivables from Exchange Transactions - Electricity	1300	19 453	627	548	424	271	267	1 203	5 269	28 063	7 435	-	9 427
Receivables from Non-exchange Transactions - Property Rates	1400	21 919	708	462	391	335	321	1 541	4 650	30 326	7 238	-	10 241
Receivables from Exchange Transactions - Waste Water Management	1500	8 429	343	262	211	199	180	944	3 525	14 094	5 060	-	4 573
Receivables from Exchange Transactions - Waste Management	1600	6 747	243	190	155	138	132	581	2 198	10 384	3 204	-	3 763
Receivables from Exchange Transactions - Property Rental Debtors	1700	471	13	17	10	5	5	24	243	788	288	-	388
Interest on Arrear Debtor Accounts	1810	220	35	35	42	44	57	393	11 242	12 068	11 778	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	1 986	312	182	402	230	394	771	6 972	11 248	8 768	-	3 635
Total By Income Source	2000	75 646	2 931	2 112	1 956	1 499	1 647	6 877	39 491	132 159	51 471	-	40 743
2019/20 - totals only		63 877	2 954	1 496	1 319	1 103	1 034	4 398	24 923	101 104	32 776	-	26 108
Debtors Age Analysis By Customer Group													
Organs of State	2200	867	81	90	40	38	40	203	2 018	3 377	2 339	-	488
Commercial	2300	9 512	303	264	244	176	228	772	1 718	13 216	3 137	-	1 474
Households	2400	65 798	2 537	1 753	1 662	1 281	1 376	5 882	35 655	115 944	45 856	-	38 777
Other	2500	(531)	10	5	10	4	4	20	101	(378)	138	-	4
Total By Customer Group	2600	75 646	2 931	2 112	1 956	1 499	1 647	6 877	39 491	132 159	51 471	-	40 743

The debtors' level increasing trend observed during May to June 2020 has stabilized and the 12-month rolling average payment rate has since increased from 96,95% in June 2020 to 98,18% at the end of March 2021.

Summary of Indigent Households

	Indigent Households	Other Households	Total Households	
2 020				
July	7 589	27 849	35 438	21,41%
August	7 587	27 839	35 426	21,42%
September	7 532	27 882	35 414	21,27%
October	7 509	27 905	35 414	21,20%
November	7 455	27 959	35 414	21,05%
December	7 353	28 061	35 414	20,76%
2 021				
January	7 354	28 060	35 414	20,77%
February	7 311	28 122	35 433	20,63%
March	7 265	28 166	35 431	20,50%
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)
7265			6KL	7265	0	7265	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)
124	7141		50kWh	7265	0	7265	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
2020/2021											
June									0	0	0
May									0	0	0
April									0	0	0
March	75 645 506	2 930 700	2 111 840	1 956 267	1 498 624	1 647 422	6 877 240	39 491 487	132 159 088	56 513 581	51 471 041
February	84 402 630	3 230 157	2 500 786	1 692 455	1 842 482	1 417 739	6 808 254	38 930 072	140 824 575	56 421 945	50 691 002
January	82 175 572	4 605 732	2 814 537	1 975 239	1 501 362	1 259 598	7 007 046	38 107 578	139 446 663	57 271 091	49 850 822
December	72 329 059	3 738 894	2 238 665	1 616 506	1 308 997	1 440 435	6 652 871	37 329 810	126 655 236	54 326 177	48 348 619
November	75 454 148	3 370 951	2 098 880	2 021 005	1 542 097	1 357 388	6 560 465	36 435 434	128 840 369	53 386 221	47 916 389
October	74 472 965	3 258 846	2 607 077	1 868 080	2 057 055	1 119 185	6 631 181	35 654 819	127 669 207	53 196 243	47 330 320
September	76 524 362	2 860 127	2 388 115	2 391 709	1 275 636	1 681 529	6 547 645	34 961 995	128 631 118	52 106 757	46 858 514
Augustus	74 822 327	4 896 619	2 557 659	1 656 972	2 061 106	1 637 323	6 435 752	34 051 113	128 118 872	53 296 545	45 842 267
July	78 493 757	4 842 920	3 210 499	3 169 664	2 019 323	1 524 134	6 869 014	33 397 182	133 526 492	55 032 735	46 979 316

Government Debt

Overstrand Municipality as at 31/03/2021	Total Debt	Services	Rates	Other
Department Responsible for the Debt				
NPW 2227	2 451 305	724 942	1 186 522	539 840
WCED 2251	840 594	840 594	0	0
OTHER 2255	17 271	17 271	0	0
HEALTH 2252	94 208	81 534	11 747	927
TPW 2256	-95 039	-95 039	0	0
HUMAN SETTLE 2215	35 576	35 576	0	0
HOUSING 2253	4 274	4 274	0	0
OTHER MUNICIPALITIES 2276	28 978	28 978	0	0
TOTAL OUTSTANDING	3 377 167	1 638 131	1 198 270	540 767

Creditors' analysis

Supporting Table SC4

WC032 Overstrand - Supporting Table SC4 Monthly Budget Statement - aged creditors - M09 March

Description	NT Code	Budget Year 2020/21									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	4 350									4 350	3 953
VAT (output less input)	0400										-	
Pensions / Retirement deductions	0500										-	
Loan repayments	0600										-	
Trade Creditors	0700	323									323	1 472
Auditor General	0800										-	
Other	0900										-	
Total By Customer Type	1000	4 673	-	-	-	-	-	-	-	-	4 673	5 426

Supporting Table SC4 reflects current creditors at the end of March 2021.

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 - M09 March

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							
<u>Municipality</u>								
LIBERTY 15934476	15 YEARS	Policy	01/09/2025	43		17 388	125	17 555
LIBERTY 21196964	14 YEARS	Policy	01/09/2025	60		30 890	260	31 209
MOMENTUM MP 3853776	14 YEARS	Policy	01/07/2026	62		3 909	30	4 001
ABSA 9331734880	DEP PLUS	DEP PLUS		26	3,3	10 239	(24)	10 241
Nedbank 03/7881534451 ref. 259	181 days	FIXED DEP	26/04/2021		3,966	100 000		100 000
FNB 74884037927	120 days	FIXED DEP	25/05/2021		4,51	100 000		100 000
FNB 74884457414	152 DAYS	FIXED DEP	28/06/2021		4,54	100 000		100 000
ABSA 2079279937	90 days	FIXED DEP	04/05/2021		4,42	100 000		100 000
ABSA 2079481114	60 DAYS	FIXED DEP	26/04/2021		4,38	100 000		100 000
Municipality sub-total				190		562 425	391	563 007
TOTAL INVESTMENTS AND INTEREST				190		562 425	391	563 007

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 - M09 March

Description	2019/20	Budget Year 2020/21							
	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:	110 994	121 368	138 372	30 080	138 372	138 372	-		138 372
Operational Revenue:General Revenue:Equitable Share	106 697	117 318	134 322	29 330	134 322	134 322	-		134 322
Expanded Public Works Programme Integrated Grant for Municipalities	2 635	2 500	2 500	750	2 500	2 500	-		2 500
Local Government Financial Management Grant [Schedule 5B]	1 550	1 550	1 550	-	1 550	1 550	-		1 550
Municipal Disaster Grant [Schedule 5B]	112								
Provincial Government:	10 691	10 472	8 055	445	8 055	8 055	-		8 055
Capacity Building	148	75	75		75	75	-		75
Capacity Building and Other	380	401	300	300	300	300	-		300
Infrastructure	126	145	145	145	145	145	-		145
Libraries, Archives and Museums	7 287	7 651	5 335		5 335	5 335	-		5 335
Other	2 750	2 200	2 200		2 200	2 200	-		2 200
Waste Water Infrastructure - Maintenance	-	-		-	-	-	-		-
Water Supply Infrastructure - Maintenance	-	-		-	-	-	-		-
District Municipality:	-	-	-	-	-	-	-		-
All Grants	-	-		-	-	-	-		-
Other grant providers:	-	0	-	-	-	-	-		0
Total Operating Transfers and Grants	121 685	131 840	146 427	30 525	146 427	146 427	-		146 427
Capital Transfers and Grants									
National Government:	39 077	29 887	27 618	6 276	27 618	26 618	1 000	3,8%	27 618
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]	7 000	8 000	6 000		6 000	5 000	1 000	20,0%	6 000
Municipal Infrastructure Grant [Schedule 5B]	32 010	21 887	21 618	6 276	21 618	21 618	-		21 618
Municipal Disaster Relief Grant	67								
Provincial Government:	1 500	732	732	-	732	732	-		732
Capacity Building		732	732		732	732	-		732
Road Infrastructure	1 500	-		-	-	-	-		-
District Municipality:	-	-	-	-	-	-	-		-
All Grants	-	-		-	-	-	-		-
Other grant providers:	-	-	-	-	-	-	-		-
Total Capital Transfers and Grants	40 577	30 619	28 350	6 276	28 350	27 350	1 000	3,7%	28 350
TOTAL RECEIPTS OF TRANSFERS & GRANTS	162 262	162 459	174 777	36 801	174 777	173 777	1 000	0,6%	174 777

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 - M09 March

Description	2019/20	Budget Year 2020/21							
	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:	4 297	4 050	4 050	394	2 418	2 418	-		4 050
Expanded Public Works Programme Integrated Grant for M	2 635	2 500	2 500	300	1 862	1 862	-		2 500
Local Government Financial Management Grant	1 550	1 550	1 550	94	556	556	-		1 550
Municipal Disaster Grant [Schedule 5B]	112								
Provincial Government:	12 147	10 472	8 055	(203)	5 517	5 517	-		8 055
Capacity Building	18	-		-	-	-	-		
Capacity Building and Other	4 716	2 676	2 575	152	182	182	-		2 575
Infrastructure	126	145	145	-	-		-		145
Libraries, Archives and Museums	7 287	7 651	5 335	(354)	5 335	5 335	-		5 335
District Municipality:	-	-	-	-	-	-	-		-
All Grants	-	-		-	-	-	-		-
Other grant providers:	-	44 267	33 534	2 147	18 704	18 704	-		33 534
Households	-	44 267	33 534	2 147	18 704	18 704	-		33 534
Total operating expenditure of Transfers and Grants:	16 443	58 789	45 639	2 338	26 639	26 639	-		45 639
Capital expenditure of Transfers and Grants									
National Government:	31 595	29 887	27 618	1 183	18 565	18 565	-		27 618
Integrated National Electrification Programme (Municipal G	7 000	8 000	6 000		17	17	-		6 000
Municipal Infrastructure Grant [Schedule 5B]	24 528	21 887	21 618	1 183	18 547	18 547	-		21 618
Municipal Disaster Recovery Grant [Schedule 4B]	67	-		-	-	-	-		-
Provincial Government:	5 797	732	732	17	732	732	-		732
Capacity Building and Other	1 843	732	732	17	732	732	-		732
Other	3 204	-		-	-	-	-		-
Road Infrastructure	750	-		-	-	-	-		-
District Municipality:	-	-	-	-	-	-	-		-
All Grants	-	-		-	-	-	-		-
Other grant providers:	-	45 956	47 296	8 219	35 582	35 582	-		47 296
Households	-	45 956	39 296	8 219	35 582	35 582	-		39 296
Public Corporations	-	-	8 000	-	-	-	-		8 000
Total capital expenditure of Transfers and Grants	37 392	76 575	75 646	9 419	54 879	54 879	-		75 646
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	53 835	135 364	121 285	11 756	81 517	81 517	-		121 285

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 - M09 March

Description	Budget Year 2020/21				
	Approved Rollover 2019/20	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		-	-	-	
Local Government Financial Management Grant		-	-	-	
Provincial Government:	2 031	377	377	(1 654)	-81,5%
Capacity Building	2 031	377	377	(1 654)	-81,5%
Capacity Building and Other		-	-	-	
Disaster and Emergency Services		-	-	-	
Housing		-	-	-	
Infrastructure		-	-	-	
Libraries, Archives and Museums		-	-	-	
Other		-	-	-	
District Municipality:	-	-	-	-	
All Grants		-	-	-	
Other grant providers:	-	-	-	-	
Total operating expenditure of Approved Roll-overs	2 031	377	377	(1 654)	-81,5%
Capital expenditure of Approved Roll-overs					
National Government:	7 482	295	934	(6 548)	-87,5%
Integrated National Electrification Programme		-	-	-	
Municipal Infrastructure Grant [Schedule 5B]	7 482	295	934	(6 548)	-87,5%
Provincial Government:	1 395	435	435	(960)	-68,8%
Capacity Building		-	-	-	
Capacity Building and Other	645	435	435	(210)	-32,5%
Disaster and Emergency Services		-	-	-	
Housing		-	-	-	
Infrastructure	750	-	-	(750)	-100,0%
Libraries, Archives and Museums		-	-	-	
Other		-	-	-	
District Municipality:	-	-	-	-	
All Grants		-	-	-	
Other grant providers:	-	-	-	-	
Total capital expenditure of Approved Roll-overs	8 878	730	1 370	(7 508)	-84,6%
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS	10 909	1 107	1 746	(9 162)	-84,0%

A Roll over application was submitted to Provincial and National Treasury in August 2020 for the unspent grant funds. All unspent grants relating to the 2019/2020 financial year were granted and will be included in the next adjustments budget. The request to roll over unspent Financial Management Capacity Building Grant from the 2018/2019 financial year was declined and returned to Provincial Treasury at the end of November.

Expenditure on councillor allowances and employee benefits

Supporting Table SC8

WC032 Overstrand - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M09 March

Summary of Employee and Councillor remuneration	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<u>Councillors (Political Office Bearers plus Other)</u>									
Basic Salaries and Wages	10 174	10 786	10 786	848	7 573	8 090	(517)	-6%	10 786
Pension and UIF Contributions	-	-	-	-	-	-	-	-	-
Medical Aid Contributions	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	-	-	-	-	-	-	-	-	-
Cellphone Allowance	1 108	1 110	1 110	93	825	833	(8)	-1%	1 110
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	-	-	-	-	-	-	-	-	-
Sub Total - Councillors	11 282	11 896	11 896	940	8 398	8 922	(525)	-6%	11 896
<u>Senior Managers of the Municipality</u>									
Basic Salaries and Wages	11 569	12 506	12 486	999	9 028	9 364	(337)	-4%	12 486
Pension and UIF Contributions	-	-	-	-	-	-	-	-	-
Medical Aid Contributions	-	-	-	-	-	-	-	-	-
Overtime	-	-	-	-	-	-	-	-	-
Performance Bonus	136	260	260	-	-	-	-	-	260
Motor Vehicle Allowance	-	-	-	-	-	-	-	-	-
Cellphone Allowance	187	187	187	15	138	140	(2)	-2%	187
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	-	-	-	-	-	-	-	-	-
Payments in lieu of leave	-	-	-	-	-	-	-	-	-
Long service awards	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality	11 891	12 952	12 932	1 014	9 165	9 504	(339)	-4%	12 932
<u>Other Municipal Staff</u>									
Basic Salaries and Wages	235 581	259 838	257 583	21 393	188 618	190 596	(1 979)	-1%	257 583
Pension and UIF Contributions	39 697	48 588	50 375	3 565	31 832	32 356	(524)	-2%	50 375
Medical Aid Contributions	13 141	18 241	18 320	1 191	10 429	11 316	(887)	-8%	18 320
Overtime	39 287	32 190	36 390	3 024	28 245	27 964	280	1%	36 390
Performance Bonus	1 752	462	462	39	347	320	27	8%	462
Motor Vehicle Allowance	7 923	8 032	8 256	668	6 125	6 129	(4)	0%	8 256
Cellphone Allowance	1 942	2 378	2 456	164	1 478	1 701	(223)	-13%	2 456
Housing Allowances	2 507	2 870	2 994	229	2 059	2 072	(13)	-1%	2 994
Other benefits and allowances	28 529	34 737	36 169	1 128	28 259	28 518	(259)	-1%	36 169
Payments in lieu of leave	-	-	-	-	-	-	-	-	-
Long service awards	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	277	15 035	15 035	1 253	11 276	11 276	0	0%	15 035
Sub Total - Other Municipal Staff	370 636	422 373	428 040	32 654	308 668	312 249	(3 581)	-1%	428 040
TOTAL SALARY, ALLOWANCES & BENEFITS	393 810	447 221	452 869	34 608	326 230	330 675	(4 445)	-1%	452 869
TOTAL MANAGERS AND STAFF	382 527	435 325	440 972	33 668	317 833	321 753	(3 920)	-1%	440 972

SDBIP

The results of the SDBIP for the third quarter ended 31 March 2021 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 - M09 March

Description of financial indicator	Basis of calculation	2019/20	Budget Year 2020/21			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<u>Borrowing Management</u>						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	0,6%	14,4%	14,4%	2,8%	4,7%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	23,9%	30,6%	26,9%	24,7%	26,9%
<u>Safety of Capital</u>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	17,5%	16,1%	15,9%	15,5%	15,9%
Gearing	Long Term Borrowing/ Funds & Reserves	13370,1%	12862,8%	12862,8%	13990,3%	12862,8%
<u>Liquidity</u>						
Current Ratio	Current assets/current liabilities	275,0%	241,1%	259,5%	382,9%	259,5%
Liquidity Ratio	Monetary Assets/Current Liabilities	221,7%	190,7%	207,7%	325,9%	207,7%
<u>Revenue Management</u>						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing					
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	11,4%	9,5%	9,6%	12,7%	9,5%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	0,0%	0,0%	0,0%	0,0%	0,0%
<u>Creditors Management</u>						
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))	99,6%	99,0%	99,0%	Annual Indicator	99,0%
<u>Funding of Provisions</u>						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions					
<u>Other Indicators</u>						
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	6,0%	6,7%	6,7%	Annual Indicator	6,7%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	25,9%	20,7%	20,7%	Annual Indicator	20,7%
Employee costs	Employee costs/Total Revenue - capital revenue	29,6%	34,7%	35,2%	31,3%	35,2%
Repairs & Maintenance	R&M/Total Revenue - capital revenue	14,6%	16,8%	0,0%	12,3%	16,8%
Interest & Depreciation	I&D/Total Revenue - capital revenue	14,0%	15,4%	15,5%	2,4%	5,1%
<u>IDP regulation financial viability indicators</u>						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	14,2	12,4		Annual Indicator	12,4
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	15,5%	12,8%		Annual Indicator	12,8%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	7,7	5,1		Annual Indicator	5,1

Capital programme performance

Supporting Table SC12

WC032 Overstrand - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M09 March

Month	2019/20	Budget Year 2020/21							
	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	608	8 805	2 159	2 159	2 159	2 159	(0)	0,0%	1%
August	6 109	9 365	12 285	12 285	14 444	14 444	-	0,0%	5%
September	29 546	18 043	3 412	10 118	24 562	17 856	(6 706)	-37,6%	8%
October	13 218	17 918	17 918	13 275	37 837	35 774	(2 063)	-5,8%	12%
November	11 015	25 078	25 078	17 152	54 989	60 852	5 863	9,6%	18%
December	50 173	26 772	26 772	28 754	83 743	87 625	3 881	4,4%	28%
January	4 140	26 059	9 575	5 630	89 374	97 200	7 826	8,1%	29%
February	9 982	29 649	15 108	13 775	103 149	112 307	9 158	8,2%	34%
March	21 026	34 820	20 068	20 929	124 078	132 375	8 297	6,3%	41%
April	6 193	26 789	14 300	-		146 675			
May	6 517	24 114	10 975	-		157 650			
June	52 528	56 325	122 437	-		280 086			
Total Capital expenditure	211 056	303 738	280 086	124 078					

See comments under variances.

Top 10 Capital Projects

umb	Local Area	Ward	Project description	Original Budget R'000	Adjusted budget R'000	YTD Expenditure R'000	Status of the project	At what stage is each project currently	Any challenges identified that is resulting in delays?	What measures are in place to remedy the existing challenges.
1	Overstrand	Overstrand	LGH SERVICES CONSTRUCTION CONTRACTS	45 956 000	39 295 603	35 582 189	Under Construction.	Transit Camp -50% , Masakhane UISP Phase 1 - 100%, Masakhane UISP Phase 2 - 47%, Stanford IRDP - 100%, Beverly Hills - 100%, Masakhane IRDP - 25%	Not applicable.	Not applicable.
2	Overstrand	Overstrand	HERMANUS NEW WASTE MANAGEMENT FACILITY	17 963 569	18 063 569	9 698 893	Under construction .	Construction stage. Construction started in July 2020.	Wind damage to MRF structural steel and vibcrete walls.	New structural steel ordered by the contractor, pressure exerted on the contractor to speed up the process.
3	Overstrand	Overstrand	VEHICLES COMMUNITY SERVICES	13 429 959	12 969 089	6 229 988	Approved Tender TR57.	In the process of compliance and ordering of the vehicles.	None.	None.
4	Overstrand	Overstrand	WATER MASTER PLAN IMPLEMENTATION	12 033 060	11 462 362	1 554 129	Tender SC 2108/2020 was awarded on 15 December 2020.	Appeal process completed. Construction to commence soon.	The appeal evaluation process took 2 months to complete. Site handover meeting was held in March 2021.	None at this stage.
5	Masakhane	Ward 01	NEW 4ML RESERVOIR	9 881 744	9 881 744	6 853 690	Construction 95% complete	Construction 95% complete	Not applicable.	Not applicable.
6	Hermanus	Ward 04	UPGRADE HERMANUS WELL FIELDS	10 500 000	8 500 000	3 327 928	Deviation SCD 3175/2020: Construction was completed. 12 Months defects liability period started. Tender SC 2170 for Iron Removal Plant being evaluated.	12 Months Defects Liability Period, and tender evaluation, and planning for next stage.	None during March 2021	Not applicable.
7	Pringle Bay	Ward 10	NEW RESERVOIR FOR PRINGLE BAY	8 135 000	8 135 000	5 336 004	Tender SC 2018/2019 awarded and construction well in progress.	Construction stage.	Testing and approving of new pipelines proved to be challenging.	Pressure is exerted on the contractor to speed up completion of construction.
8	Kleinmond	Ward 09	KLEINMOND - SEWER NETWORK	8 000 000	8 000 000	2 644 664	Construction of phase 1 in progress (SC 1915/2019), and tenders for next phase closed on 18 Dec 2020 (SC 2159/2020).	Construction and tender evaluation.	No new delays during March 2021.	Penalties are being charged to the contractor on SC 1915/2019.
9	Zwelihle	Multi-ward HM Area	ZWELIHLE SEWER	7 756 483	7 756 483	1 083 139	Tender SC 2107/2020 was awarded on 4 December 2020.	Construction stage.	None to date	Not applicable.
10	Hermanus	Ward 03	CBD REGENERATION PROGRAM	7 100 000	7 100 000	4 250 660	Construction 65%	Construction 65%	Not applicable.	Not applicable.
Totals				140 755 815	131 163 850	76 561 284				

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 - M09
March

Description	2019/20	Budget Year 2020/21							
	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	76 763	117 549	113 622	7 049	49 163	51 749	2 585	5,0%	113 622
Roads Infrastructure	5 638	19 795	22 386	1 725	7 263	7 978	714	9,0%	22 386
<i>Roads</i>	5 638	19 795	22 386	1 725	7 263	7 978	714	9,0%	22 386
Storm water Infrastructure	7 918	16 384	16 322	1 337	10 629	9 621	(1 008)	-10,5%	16 322
<i>Drainage Collection</i>	-	600	600	76	76	450	374	83,2%	600
Electrical Infrastructure	13 557	12 768	10 768	-	347	3 996	3 649	91,3%	10 768
<i>MV Substations</i>	4 869	696	696	-	330	464	134	28,8%	696
<i>MV Networks</i>	8 688	12 072	10 072	-	17	3 532	3 515	99,5%	10 072
Water Supply Infrastructure	29 001	29 547	27 547	483	15 518	17 054	1 537	9,0%	27 547
<i>Boreholes</i>	4 356	10 500	8 500	130	3 328	3 542	214	6,0%	8 500
<i>Reservoirs</i>	14 717	18 017	18 017	353	12 190	13 513	1 323	9,8%	18 017
<i>Water Treatment Works</i>	-	-	-	-	-	-	-	-	-
<i>Distribution</i>	9 928	1 030	1 030	-	-	-	-	-	1 030
Sanitation Infrastructure	13 339	20 576	18 536	803	5 707	5 602	(105)	-1,9%	18 536
<i>Pump Station</i>	169	-	-	-	-	-	-	-	-
<i>Reticulation</i>	9 864	20 576	18 536	803	5 707	5 602	(105)	-1,9%	18 536
<i>Waste Water Treatment Works</i>	3 306	-	-	-	-	-	-	-	-
<i>Capital Spares</i>	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure	7 311	18 479	18 064	2 700	9 699	7 498	(2 201)	-29,4%	18 064
<i>Landfill Sites</i>	7 311	-	-	-	-	-	-	-	-
Community Assets	4 531	12 793	9 837	311	2 557	3 235	678	21,0%	9 837
Community Facilities	2 084	12 743	9 787	311	2 557	3 235	678	21,0%	9 787
<i>Halls</i>	-	26	26	-	22	17	(5)	-28,8%	26
<i>Crèches</i>	578	475	-	-	-	-	-	-	-
<i>Cemeteries/Crematoria</i>	207	1 292	1 292	-	1 197	861	(335)	-38,9%	1 292
<i>Parks</i>	139	202	152	-	27	101	74	73,4%	152
<i>Public Open Space</i>	1 073	5 735	6 649	91	1 015	1 686	672	39,8%	6 649
<i>Nature Reserves</i>	-	2 100	-	-	-	-	-	-	-
<i>Public Ablution Facilities</i>	44	1 383	140	-	-	-	-	-	140
<i>Stalls</i>	-	397	397	210	210	298	88	29,6%	397
<i>Taxi Ranks/Bus Terminals</i>	-	360	360	10	86	270	184	68,1%	360
Sport and Recreation Facilities	2 447	50	50	-	-	-	-	-	50
Investment properties	-	-	-	-	-	-	-	-	-
<i>Municipal Offices</i>	1 749	4 825	5 011	435	499	958	460	47,9%	5 011
<i>Housing</i>	85 753	48 144	42 940	8 219	38 909	28 127	(10 783)	-38,3%	42 940
Capital Spares	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-
Computer Equipment	3 345	7 896	7 896	204	2 139	3 922	1 783	45,4%	7 896
Furniture and Office Equipment	246	1 025	1 025	18	287	769	482	62,7%	1 025
Machinery and Equipment	533	760	860	1	49	645	596	92,4%	860
Transport Assets	15 884	22 440	20 732	2 170	9 854	10 889	1 035	9,5%	20 732
Land	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	188 804	215 433	201 924	18 408	103 458	100 293	(3 164)	-3,2%	201 924

Supporting Table SC13b

WC032 Overstrand - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M09 March

Description	2019/20	Budget Year 2020/21							
	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	3 606	25 621	25 050	33	5 759	6 557	798	12,2%	25 050
Roads Infrastructure	8	-	-	-	-	-	-	-	-
<i>Roads</i>	8	-	-	-	-	-	-	-	-
Electrical Infrastructure	-	1 000	1 000	-	52	667	615	92,2%	1 000
<i>MV Networks</i>	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	887	20 560	19 989	-	2 632	3 294	663	20,1%	19 989
<i>Pump Stations</i>	-	1 800	1 800	-	855	1 200	345	28,7%	1 800
<i>Water Treatment Works</i>	-	-	-	-	-	-	-	-	-
<i>Distribution</i>	887	18 760	18 189	-	1 776	2 094	318	15,2%	18 189
Sanitation Infrastructure	2 711	4 061	4 061	33	3 076	2 596	(480)	-18,5%	4 061
<i>Pump Station</i>	2 711	600	600	-	-	-	-	-	600
<i>Outfall Sewers</i>	-	3 461	3 461	33	3 076	2 596	(480)	-18,5%	3 461
Solid Waste Infrastructure	-	-	-	-	-	-	-	-	-
<i>Waste Transfer Stations</i>	-	-	-	-	-	-	-	-	-
Community Assets	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
Total Capital Expenditure on renewal of existing assets	3 606	25 621	25 050	33	5 759	6 557	798	12,2%	25 050

Supporting Table SC13c

WC032 Overstrand - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M09
March

Description	2019/20	Budget Year 2020/21							
	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	134 766	141 901	143 636	10 210	77 589	107 695	30 106	28,0%	143 636
Roads Infrastructure	65 691	67 578	67 622	3 673	27 815	50 716	22 901	45,2%	67 622
Roads	61 812	63 837	63 881	3 606	27 110	47 911	20 801	43,4%	63 881
Road Structures	3 879	3 741	3 741	68	705	2 806	2 100	74,9%	3 741
Storm water Infrastructure	4 749	6 159	6 189	568	4 039	4 642	604	13,0%	6 189
Drainage Collection	2 558	2 811	2 811	219	1 970	2 108	138	6,6%	2 811
Storm water Conveyance	2 192	3 348	3 378	349	2 068	2 534	465	18,4%	3 378
Electrical Infrastructure	36 812	31 243	32 317	3 047	20 529	24 237	3 709	15,3%	32 317
HV Transmission Conductors	–	42	142	0	23	106	84	78,7%	142
MV Networks	33 018	28 758	29 582	2 618	19 341	22 186	2 845	12,8%	29 582
LV Networks	3 411	2 443	2 593	428	1 165	1 945	780	40,1%	2 593
Water Supply Infrastructure	16 161	19 710	19 710	1 894	13 940	14 782	842	5,7%	19 710
Sanitation Infrastructure	10 072	13 262	13 920	946	10 046	10 440	394	3,8%	13 920
Waste Water Treatment Works	9 134	13 262	13 920	946	10 046	10 440	394	3,8%	13 920
Solid Waste Infrastructure	1 168	3 691	3 651	74	1 181	2 717	1 536	56,5%	3 651
Landfill Sites	36	82	62	0	33	46	13	27,7%	62
Waste Transfer Stations	11	1 450	1 450	4	224	1 088	864	79,4%	1 450
Waste Processing Facilities	152	836	816	9	216	612	396	64,7%	816
Waste Drop-off Points	929	1 065	1 065	61	704	799	94	11,8%	1 065
Waste Separation Facilities	39	258	258	–	3	172	169	98,0%	258
Coastal Infrastructure	113	216	186	8	40	140	99	71,1%	186
Information and Communication Infrastructure	–	42	42	–	–	21	21	100,0%	42
Community Assets	33 597	44 758	48 340	3 715	31 461	36 241	4 780	13,2%	48 340
Community Facilities	29 422	37 242	40 524	3 141	27 195	30 379	3 183	10,5%	40 524
Halls	3 502	4 885	4 885	344	3 553	3 664	111	3,0%	4 885
Fire/Ambulance Stations	344	385	531	80	238	398	161	40,3%	531
Testing Stations	–	124	124	–	31	83	52	62,8%	124
Libraries	93	191	191	13	58	143	85	59,6%	191
Cemeteries/Crematoria	693	1 047	947	80	703	710	8	1,1%	947
Police	209	518	958	25	103	718	615	85,6%	958
Parks	20 368	27 196	27 946	2 063	19 071	20 959	1 888	9,0%	27 946
Public Open Space	4 213	2 647	4 694	522	3 351	3 520	169	4,8%	4 694
Public Ablution Facilities	–	202	202	12	80	151	71	47,1%	202
Sport and Recreation Facilities	4 176	7 516	7 817	575	4 266	5 862	1 597	27,2%	7 817
Unimproved Property	–	–	–	–	–	–	–	–	–
Other assets	1 582	3 410	3 302	215	1 022	2 453	1 432	58,4%	3 302
Operational Buildings	1 582	3 373	3 065	215	1 020	2 295	1 275	55,5%	3 065
Municipal Offices	1 539	3 206	2 882	213	994	2 161	1 168	54,0%	2 882
Building Plan Offices	28	129	145	1	27	109	82	75,3%	145
Depots	–	38	38	–	–	25	25	100,0%	38
Housing	–	37	237	–	1	158	157	99,3%	237
Capital Spares	–	–	–	–	–	–	–	–	–
Biological or Cultivated Assets	–	–	–	–	–	–	–	–	–
Computer Software and Applications	6 009	5 925	5 925	13	3 501	4 444	943	21,2%	5 925
Unspecified	–	–	–	–	–	–	–	–	–
Computer Equipment	766	2 186	2 186	96	1 235	1 639	404	24,6%	2 186
Furniture and Office Equipment	242	2 811	2 803	229	701	2 102	1 401	66,7%	2 803
Machinery and Equipment	–	–	–	–	–	–	–	–	–
Transport Assets	11 555	9 914	9 914	248	9 494	7 436	(2 058)	-27,7%	9 914
Land	–	–	–	–	–	–	–	–	–
Zoo's, Marine and Non-biological Animals	–	–	–	–	–	–	–	–	–
Zoo's, Marine and Non-biological Animals	–	–	–	–	–	–	–	–	–
Total Repairs and Maintenance Expenditure	188 517	210 905	216 106	14 725	125 003	162 011	37 008	22,8%	216 106

Supporting Table SC13d

WC032 Overstrand - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M09 March

Description	2019/20	Budget Year 2020/21							
	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	106 974	117 641	117 641	9 803	88 231	88 231	(1)	0,0%	117 641
Roads Infrastructure	33 574	33 352	33 352	2 779	25 014	25 014	(0)	0,0%	33 352
<i>Roads</i>	33 574	33 352	33 352	2 779	25 014	25 014	(0)	0,0%	33 352
Storm water Infrastructure	6 342	6 899	6 899	575	5 174	5 174	(0)	0,0%	6 899
<i>Storm water Conveyance</i>	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	26 300	26 537	26 537	2 211	19 902	19 902	(0)	0,0%	26 537
<i>HV Transmission Conductors</i>	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	27 731	28 591	28 591	2 383	21 444	21 443	(1)	0,0%	28 591
<i>Water Treatment Works</i>	-	-	-	-	-	-	-	-	-
<i>Distribution</i>	27 731	28 591	28 591	2 383	21 444	21 443	(1)	0,0%	28 591
Sanitation Infrastructure	9 843	19 694	19 694	1 641	14 771	14 770	(0)	0,0%	19 694
<i>Reticulation</i>	-	-	-	-	-	-	-	-	-
<i>Waste Water Treatment Works</i>	9 784	19 694	19 694	1 641	14 771	14 770	(0)	0,0%	19 694
Solid Waste Infrastructure	3 184	2 569	2 569	214	1 926	1 927	0	0,0%	2 569
<i>Waste Transfer Stations</i>	-	-	-	-	-	-	-	-	-
Community Assets	-	15 899	15 899	1 325	11 924	11 924	(0)	0,0%	15 899
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-
<i>Outdoor Facilities</i>	-	-	-	-	-	-	-	-	-
							-		
Unimproved Property	-	-	-	-	-	-	-	-	-
<i>Other assets</i>	13 452	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
Intangible Assets	447	570	570	47	427	427	(0)	0,0%	570
<i>Effluent Licenses</i>	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	8 921	1 771	1 771	148	1 328	1 328	(0)	0,0%	1 771
Machinery and Equipment	843	663	663	55	484	497	13	2,7%	663
Transport Assets	3 903	5 333	5 333	444	4 000	3 987	(12)	-0,3%	5 333
Land	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
Total Depreciation	134 541	141 877	141 877	11 823	106 395	106 395	(0)	0,0%	141 877

Supporting Table SC13e

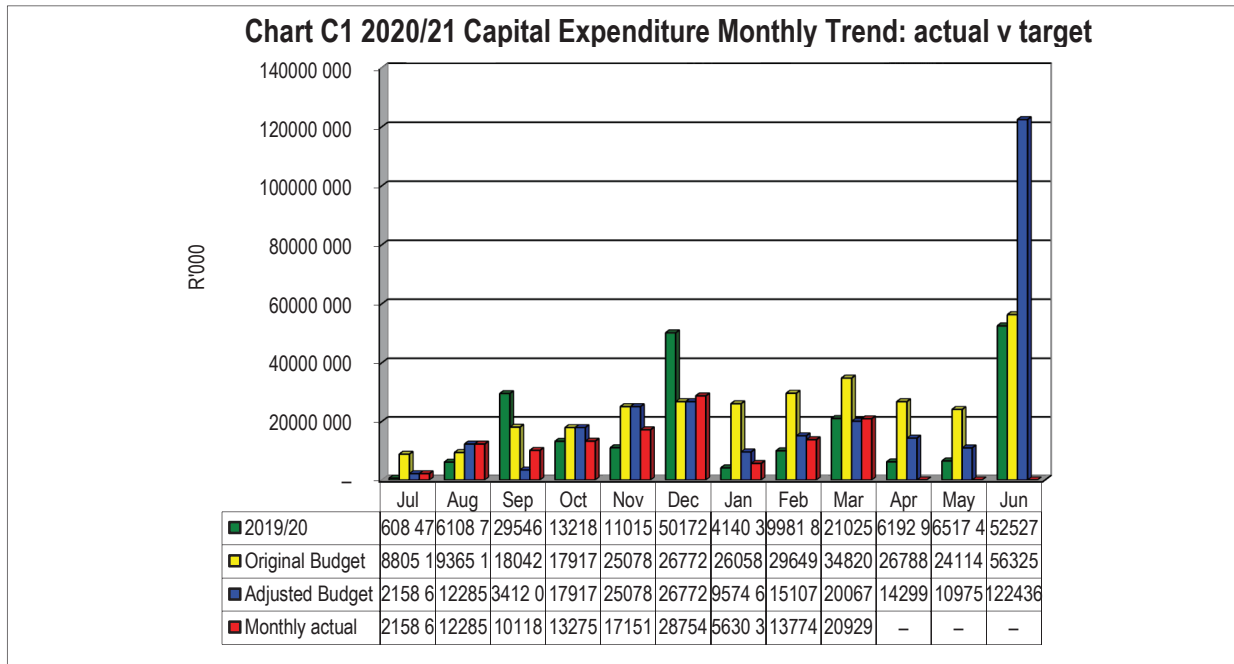
WC032 Overstrand - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - M09 March

Description	2019/20	Budget Year 2020/21							
	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	11 051	50 206	44 727	2 366	9 105	19 451	10 346	53,2%	44 727
Roads Infrastructure	-	200	200	-	5	133	128	96,2%	200
<i>Roads</i>	-	200	200	-	5	133	128	96,2%	200
Storm water Infrastructure	1 285	13 057	13 057	954	3 514	4 293	779	18,1%	13 057
<i>Drainage Collection</i>	-	-	-	-	-	-	-	-	-
<i>Storm water Conveyance</i>	1 285	13 057	13 057	954	3 514	4 293	779	18,1%	13 057
<i>Attenuation</i>	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	7 871	7 350	7 350	-	-	4 900	4 900	100,0%	7 350
<i>MV Networks</i>	7 871	7 350	7 350	-	-	4 900	4 900	100,0%	7 350
Water Supply Infrastructure	1 863	2 500	2 500	-	578	1 167	589	50,4%	2 500
<i>Distribution</i>	1 863	2 500	2 500	-	578	1 167	589	50,4%	2 500
Sanitation Infrastructure	32	23 138	17 659	1 393	3 916	6 940	3 024	43,6%	17 659
<i>Pump Station</i>	-	8 520	6 951	256	1 645	1 713	68	4,0%	6 951
<i>Reticulation</i>	32	9 218	9 218	937	2 011	4 109	2 098	51,1%	9 218
<i>Waste Water Treatment Works</i>	-	5 400	1 490	201	260	1 118	858	76,7%	1 490
<i>Outfall Sewers</i>	-	-	-	-	-	-	-	-	-
<i>Toilet Facilities</i>	-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure	-	3 960	3 960	19	1 092	2 018	926	45,9%	3 960
<i>Landfill Sites</i>	-	2 500	2 500	19	235	1 045	810	77,5%	2 500
<i>Waste Transfer Stations</i>	-	1 460	1 460	-	858	973	116	11,9%	1 460
Community Assets	7 534	12 479	8 386	123	5 756	6 073	317	5,2%	8 386
Community Facilities	-	976	906	104	766	615	(151)	-24,6%	906
<i>Parks</i>	-	340	340	104	298	255	(43)	-16,8%	340
<i>Public Open Space</i>	-	540	540	-	469	360	(109)	-30,1%	540
<i>Public Ablution Facilities</i>	-	70	-	-	-	-	-	-	-
<i>Taxi Ranks/Bus Terminals</i>	-	26	26	-	-	-	-	-	26
Sport and Recreation Facilities	7 534	11 503	7 480	19	4 990	5 458	468	8,6%	7 480
Heritage assets	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-
<i>Other assets</i>	61	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-
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 e	18 646	62 684	53 112	2 488	14 862	25 524	10 663	41,8%	53 112

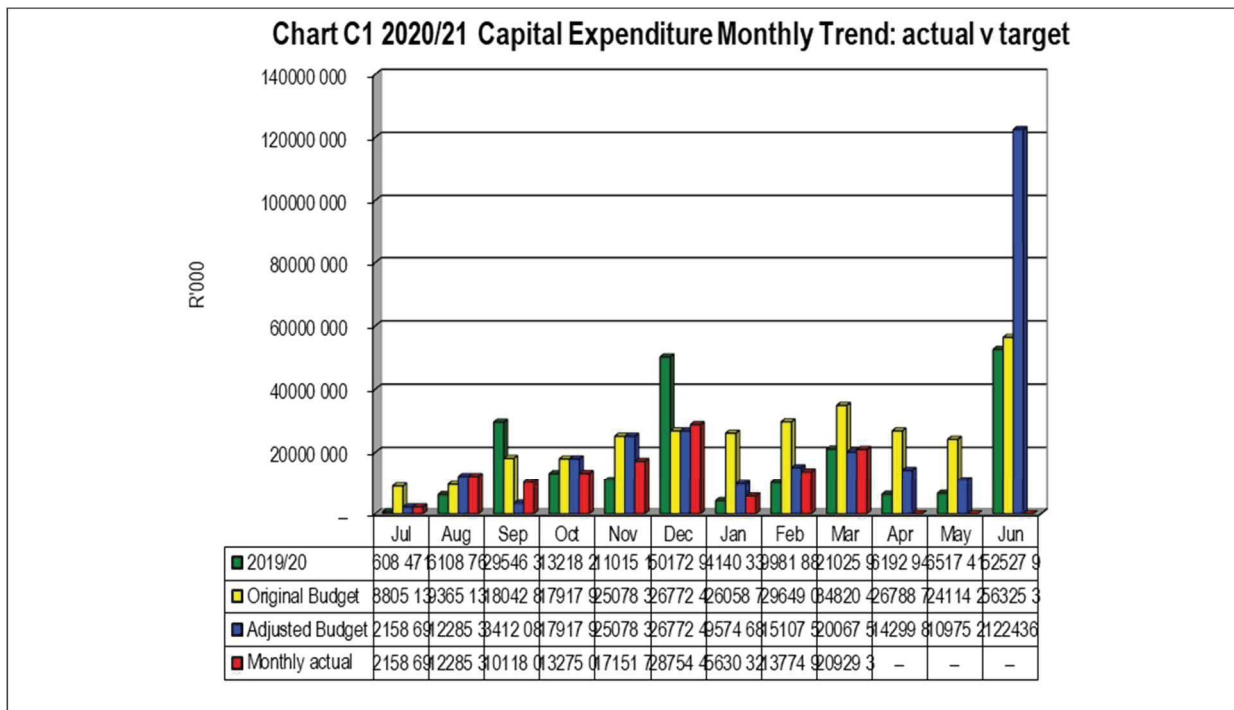
Other supporting documentation

Section 71 charts

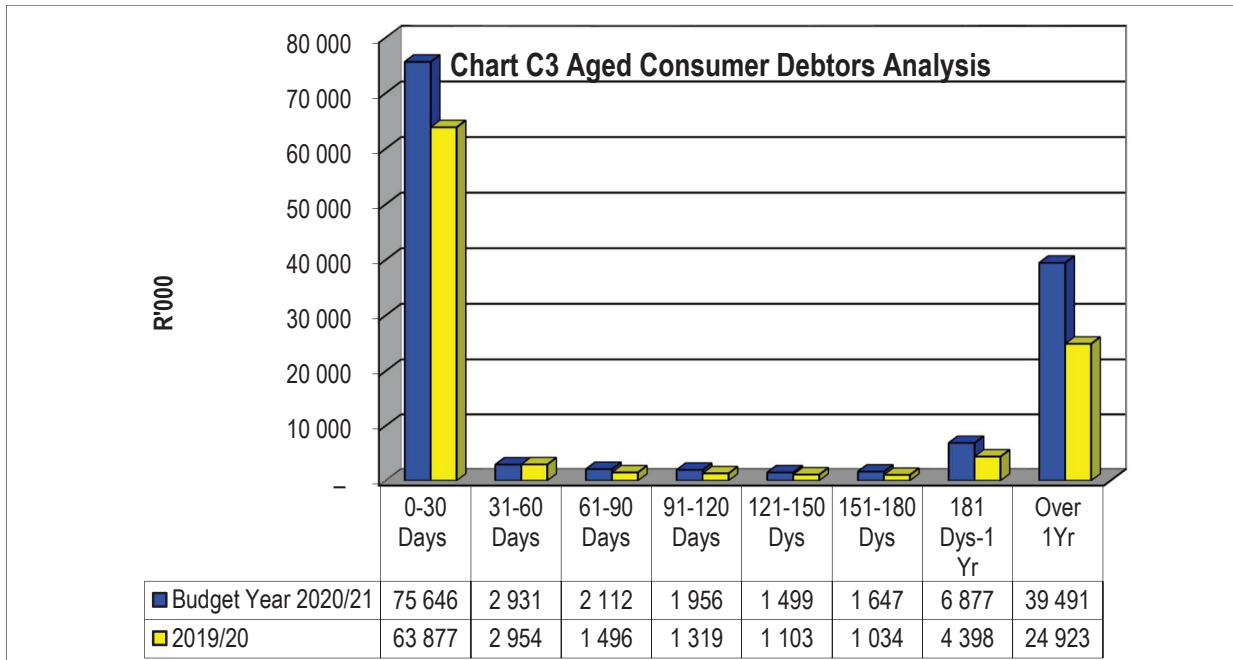
Capital expenditure monthly trend - actual vs target



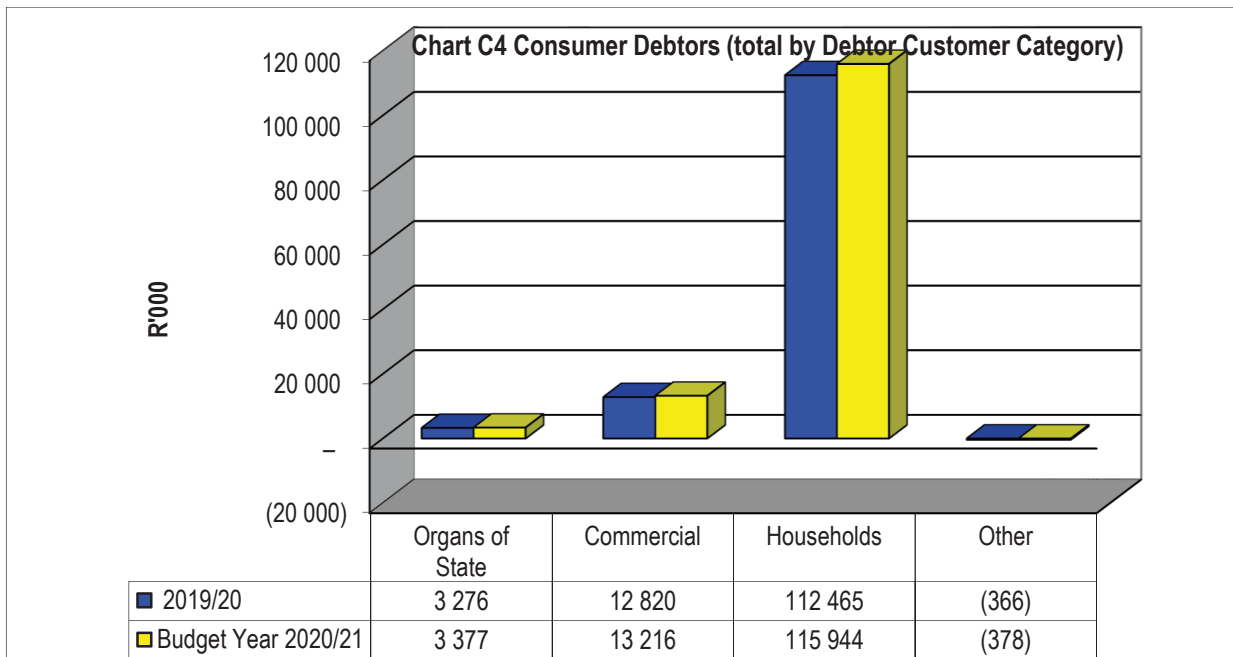
Capital expenditure – YTD actual vs YTD trend



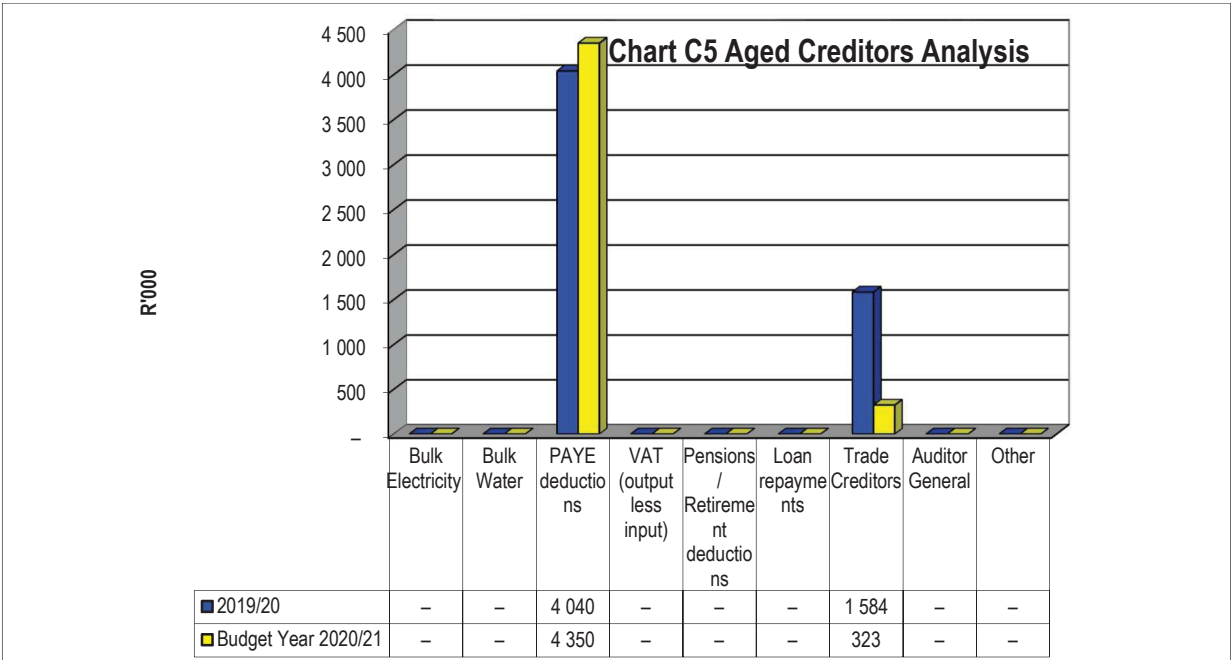
Debtors Age Analysis



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 March 2021 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: _____

22 April 2021

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 01/07/2020			R39 720.89
Add: Overstrand Budget Allocation 2020/2021			R0.00
Donations received:			
Quarter 1	Donations received	200.00	
Quarter 2	Donations received	200.00	
Quarter 3	Donations received	200.00	
Quarter 4			R600.00
Amount withdrawn:			
Quarter 1	Donations granted	0.00	
Quarter 2	Donations granted	0.00	
Quarter 3	Donations granted	0.00	
Quarter 4			R0.00
Closing Balance 31 March 2021			<u>R40 320.89</u>

OVERSTRAND MUNICIPALITY - REPORTING ON THE MUNICIPAL COST CONTAINMENT REGULATIONS, 2019
MARCH 2021

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	Q4	Savings
Measures	<u>R</u>	<u>R</u>	<u>R</u>	<u>R</u>	<u>R</u>	<u>R</u>
Use of Consultants	36 380 605	2 699 348	6 785 501	6 075 706		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			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.)	524 355	25 891	89 565	61 069		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.)	323 528	500	3 544	36 998		1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented

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Sponsorships, events and catering	847 043	7 802	138 172	86 336		1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented
Communication	7 037 879	829 054	1 235 756	1 199 354		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		1. Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented
Total	45 113 410	3 562 595	8 252 539	7 459 463		

MUNICIPAL REGULATIONS ON A STANDARD CHART OF ACCOUNTS (mSCOA): POST IMPLEMENTATION STATUS OF mSCOA PROJECT - MARCH 2021

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 up to 31 December 2019, as part of the reporting to Council.

2. Updated status - March 2021 (Quarter 3)

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 most recent SOLVEM SAMRAS Usergroup workshops and meeting took place as virtual sessions on 3 & 4 March 2021 respectively. The feedback provided to municipalities focused on the continuous development of the Web system modules and importantly, efforts currently with regard to the gradual migration of West Coast District

ANNEXURE D 2/6

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 following status as previously reported to Council with regard to the auditing of ERP mSCOA systems as announced by national treasury, is unchanged at this stage (March 2021):

The outcome of the audit of ERP mSCOA Systems by National Treasury, as previously advised by them (scheduled for 2019, subsequently postponed to 2020, currently scheduled for 2021), has not been received up to date.

The mSCOA Committee is currently investigating above-mentioned and awaits 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 in this regard. The absence of any clear direction from National Treasury in terms of the outcome of systems audits and their envisaged transversal tender process and specifications, are compounding challenges for municipalities in view of the caution expressed in the municipal budget circular no 108 of 8 March 2021, stating as follows:

4.5 Independent Audits on Municipal Financial Systems

All municipalities and municipal entities had to comply with the mSCOA Regulations by 1 July 2017. MFMA Circular No. 80 provided guidance on the minimum business processes and system specifications for all categories of municipality (A, B and C). The Request for Proposal (RFP) issued on 4 March 2016 for the appointment of service providers for an integrated

financial management and internal control system for local government (RT25-2016 published in Tender Bulletin No. 2906), provided further guidance on the requirements applicable to a specific category of municipality.

The National Treasury will conduct independent audits on all municipal financial systems in 2021 to determine to what extent the financial systems that are currently being used by municipalities comply with the minimum business processes and system specifications required in terms of mSCOA. These audits were initially planned for 2020, but due to restrictions on procurement processes and travel in terms of the COVID-19 pandemic it was postponed to 2021. The results of the audits will also inform the new transversal tender for the procurement of municipal financial and internal control systems in 2022. **Until these audits have been concluded, and the results have been released, municipalities should exercise caution when changing their financial system to avoid purchasing a system that does not comply with the necessary mSCOA functionality requirements.** 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.

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 must properly manage Service level agreements (SLA) with system vendors. Penalties, including the termination of the SLA in cases of persistent non-compliance, should be imposed if the system vendor does not meet the agreed upon milestones. Likewise, if a system vendor has delivered on the services agreed upon in the SLA, then the municipality should pay all money owing to the system vendor within 30 days of receiving the relevant invoice or statement, as per the requirements of Section 65(2)(e) of the MFMA. Lastly, municipalities must agree on the services that are to be provided by the system vendors and costs thereof in the SLA that is signed by the municipality and system vendor. Municipalities should consider the financial implications thereof and negotiate more favourable terms with the system vendor if necessary before signing the SLA. Once signed, the SLA is legally binding.

4.6 Regulation of Minimum Business Processes and mSCOA System Specifications

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.

It was evident from the engagements that municipalities are not using their financial systems optimally. Some of the challenges that were identified in this regard include the following:

- Some municipalities 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 few municipalities are not paying for the required licences to use system solutions and they are not upgrading and maintaining their servers, hardware and software to become and remain mSCOA compliant and to protect their data;
- Several municipalities are still transacting on their legacy systems that are not mSCOA enabling or they are using excel spreadsheets that are not incorporated in the functionality of their financial systems, while they are paying for maintenance and support for the mSCOA enabling system that was procured. This constitutes fruitless and wasteful expenditure; and
- Other municipalities are not using all the modules of the core financial system (using 3rd party systems) while they have procured these modules. This is once again fruitless and wasteful expenditure.

Municipalities should include the cost of the above in their 2021/22 MTREF budgets.

One of the key objectives of the mSCOA reform is to ensure that municipalities are 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. National Treasury will expand and regulate the business processes and system specifications communicated in MFMA Circular No. 80 and its Annexure B in the 2021/22 MTREF to ensure that municipalities are using the functionality available on their financial systems. MFMA Circular No. 80 was issued in 2016, and several Regulations and best practises as per the MFMA Circulars have been introduced since then. The expansion of the requirements will accommodate these new developments.

4.7 Non-compliance with mSCOA requirements

If your municipality has not yet achieved the required level of mSCOA implementation, then it must provide a detailed action plan (road map) to the National and the respective provincial treasury to indicate how the municipality will fast track the implementation of mSCOA. The action plan should include the following priority areas, as applicable to the municipality:

- The functionality of the financial system, including the minimum system functionality and business process as per MFMA Circular No. 80 and Annexure B and functionality required in terms of Regulations and MFMA Circulars that was issued after 08 March 2016 (the date on which MFMA Circular No. 80 was issued);*
- Integration of 3rd party sub-systems with the mSCOA enabling financial system as required in terms of MFMA Circular No. 80 and Annexure B;*
- Change management initiatives to ensure that mSCOA is institutionalised as an organisational reform and not only a financial reform; and*
- Training initiatives to ensure that all officials in the organisation are familiar with the mSCOA chart, basic accounting, balance sheet budgeting and movement accounting and the use of the mSCOA enabling financial system.*

Importantly, the action plan must be drafted by the municipality and not the system vendor and the progress against it should be carefully monitored by the municipality's mSCOA Project Steering Committee (chaired by the Accounting Officer). Municipalities must present progress against the action plan at the 2020/21 Mid-Year Budget and Performance visits and Budget and Benchmark engagements with the National and the respective provincial treasury.

4.8 Extension and Procuring of Service Level Agreements (SLA) for Financial Systems

At least six (6) months prior to the expiry of the SLA for the support and maintenance of the financial system, the municipality should either:

- Extend the existing SLA with the same system vendor subject to the provisions of Section 33 and 116(3) of the MFMA (read in conjunction with MFMA Circular No. 62); or*
- Approach the market to procure services for the support and maintenance of the financial system consistent with the Municipal Supply Chain Management Regulations and municipality's Supply Chain Management Policy.*

Importantly, once the SLA has expired, it cannot be extended, and the municipality will have to embark on a new procurement process. In addition, when the contract for the support and maintenance of the financial system comes to an end, it does not mean that the municipality must procure a new financial system. It is only support and maintenance services pertaining to the financial system that needs to be procured. Municipalities need to properly document their systems and the system language used to ensure that system support can be procured in the local market when required.

National Treasury issued the following Circulars and guidance relating to mSCOA from December 2020 to March 2021:

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- i. Municipal Budget Circular (No 107) for the 2021/22 MTREF - 04 December 2020:
- ii. Municipal Budget Circular (No 108) for the 2021/22 MTREF - 08 March 2021:)

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

mSCOA Segment Detail - (Patch to Final Version 6.5 - 26 Mar 2021) for implementation 2021/22

mSCOA Segment Detail - (Final Version 6.5 - 4 Dec 2020) for implementation 2021/22

It was furthermore now noted in the Circular for this draft budget cycle (No 108), that some municipalities are not transferring their opening balances consistently to the current year of transacting. Opening balances for the previous year must be transferred in the first month (M01) of the current year, and all adjustments made during the preparation of the annual financial statements in period 14 and 15 must be transferred through journals to the opening balances of the current year in the month that it becomes apparent. When municipalities are not doing this correctly and consistently, it compromises the credibility of the mSCOA data strings submitted.

As previously mentioned in the 2020/21 Budget circular, ‘*challenges to populate the detail of cash payments will be addressed through chart amendments in version 6.5 of the chart*’. Furthermore, we also await the linking relating to cash flow in term of: ‘*National Treasury will share the linking of A1 Schedule Budget Tables SA30 and A7 to the mSCOA chart items to ensure that the cash flow information is populated correctly with municipalities and system vendors*’ Guidance has now been provided in Circulars 10 & 11

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 is 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.

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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.