

OVERSTRAND MUNICIPALITY



Monthly Budget Statement

September 2016

In-Year Report of the Municipality

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

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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.

mSCOA – Municipal Standard Chart of Accounts.

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

NDPG – Neighbourhood Development Partnership Grant.

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

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

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

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

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

YTD – Year to date

PART 1 – IN-YEAR REPORT

Executive Summary

Revenue by Source

The Year-to-Date actual revenue is 0.50% above the YTD budget projections at the end of September 2016.

Borrowings

The balance of borrowings amounts to R429.8m at the end of September 2016.

Operating expenditure by vote & type

Current expenditure is 1.39% below YTD budget projections as at September 2016.

Capital expenditure

YTD Capital expenditure amounts to R6.4m or 7.24% of the total original budget of R88.3m. The current capital commitments of orders in progress amounts to R20m or 22.65% of the original capital budget of R88.3m.

Allocations received (National & Provincial Grants)

Grants totaling R7m was received during September 2016.

Spending on Grants

Spending on grants amounts to R9.2m for September 2016 which includes FMG, EPWP, Housing, CDW, Provincial Library Grant & Housing.

Material variances

The table below summarises variances for projected revenue and expenditure.

WC032 Overstrand - Supporting Table SC1 Material variance explanations - M03 September

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
<u>Revenue By Source</u>	0.50%	Not material	
<u>Expenditure By Type</u>	-1.39%	Not material	
<u>Capital Expenditure</u>	26.35%	Capital Commitments =R20m	
<u>Financial Position</u>			
In order			
<u>Cash Flow</u>			
In order			

Performance in relation to SDBIP targets

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

Remedial or corrective steps

No remedial or corrective steps are required at this time.

In-year budget statement tables

Table C1: s71 Monthly Budget Statement Summary
WC032 Overstrand - Table C1 Monthly Budget Statement Summary - M03 September

Description	2015/16	Budget Year 2016/17							
	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	-	181 439	-	16 064	51 611	51 251	360	1%	181 439
Service charges	-	607 054	-	49 421	148 778	148 302	476	0%	607 054
Investment revenue	-	10 489	-	586	3 668	3 668	-		10 489
Transfers recognised - operational	-	126 313	-	6 708	48 525	48 525	-		126 313
Other own revenue	-	67 879	-	5 619	17 380	16 874	506	3%	67 879
Total Revenue (excluding capital transfers and contributions)	-	993 175	-	78 398	269 961	268 620	1 342	0%	993 175
Employee costs	-	314 204	-	23 621	67 526	67 916	(391)	-1%	314 204
Remuneration of Councillors	-	9 110	-	747	2 176	2 278	(102)	-4%	9 110
Depreciation & asset impairment	-	117 690	-	9 808	29 423	29 423	0	0%	117 690
Finance charges	-	46 421	-	2 427	3 185	3 185	-		46 421
Materials and bulk purchases	-	285 811	-	31 856	72 780	72 823	(43)	-0%	285 811
Transfers and grants	-	57 479	-	4 698	14 032	14 370	(337)	-2%	57 479
Other expenditure	-	242 280	-	17 299	37 527	39 843	(2 315)	-6%	242 280
Total Expenditure	-	1 072 995	-	90 456	226 649	229 837	(3 188)	-1%	1 072 995
Surplus/(Deficit)	-	(79 820)	-	(12 058)	43 313	38 782	4 530	12%	(79 820)
Transfers recognised - capital	-	39 962	-	2 540	2 540	2 540	-		39 962
Contributions & Contributed assets	-	4 500	-	-	-	-	-		4 500
Surplus/(Deficit) after capital transfers & contributions	-	(35 358)	-	(9 518)	45 853	41 322	4 530	11%	(35 358)
Surplus/ (Deficit) for the year	-	(35 358)	-	(9 518)	45 853	41 322	4 530	11%	(35 358)
Capital expenditure & funds sources									
Capital expenditure	-	88 356	-	5 869	6 440	5 098	1 343	26%	88 356
Capital transfers recognised	-	43 462	-	2 479	2 479	2 823	(344)	-12%	43 462
Public contributions & donations	-	1 462	-	-	-	134	(134)	-100%	1 462
Borrowing	-	33 824	-	3 328	3 900	2 060	1 839	89%	33 824
Internally generated funds	-	9 608	-	62	62	80	(18)	-23%	9 608
Total sources of capital funds	-	88 356	-	5 869	6 440	5 098	1 343	26%	88 356
Financial position									
Total current assets	-	238 962	-		357 003				238 962
Total non current assets	-	3 284 285	-		3 720 225				3 284 285
Total current liabilities	-	183 981	-		146 142				183 981
Total non current liabilities	-	636 115	-		611 612				636 115
Community wealth/Equity	-	2 703 150	-		3 319 473				2 703 150
Cash flows									
Net cash from (used) operating	-	103 090	-	(1 108)	65 745	65 151	(595)	-1%	103 090
Net cash from (used) investing	-	(95 217)	-	(6 277)	(8 478)	(8 478)	-		(95 217)
Net cash from (used) financing	-	5 787	-	(10 380)	(12 725)	(12 725)	-		5 787
Cash/cash equivalents at the month/year end	-	114 127	-	-	219 322	144 414	(74 908)	-52%	188 441
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	50 963	1 741	1 604	1 547	883	716	3 646	19 162	80 262
Creditors Age Analysis									
Total Creditors	2 828	-	-	-	-	-	-	-	2 828

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

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

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue - Standard									
Governance and administration	–	274 984	–	17 488	88 257	87 720	536	1%	274 984
Executive and council	–	73 269	–	18	30 450	30 450	–		73 269
Budget and treasury office	–	200 953	–	17 311	57 434	56 937	498	1%	200 953
Corporate services	–	762	–	159	372	334	38	12%	762
Community and public safety	–	116 537	–	10 445	29 770	29 800	(30)	0%	116 537
Community and social services	–	11 676	–	795	2 334	2 664	(330)	-12%	11 676
Sport and recreation	–	9 875	–	525	1 215	1 490	(274)	-18%	9 875
Public safety	–	37 988	–	3 170	10 044	9 497	547	6%	37 988
Housing	–	56 997	–	5 955	16 176	16 149	27	0%	56 997
Economic and environmental services	–	25 639	–	2 064	4 003	4 363	(360)	-8%	25 639
Planning and development	–	14 810	–	1 132	3 020	3 217	(197)	-6%	14 810
Road transport	–	10 746	–	932	964	1 125	(162)	-14%	10 746
Environmental protection	–	83	–	–	20	21	(1)	-3%	83
Trading services	–	620 478	–	50 941	150 472	149 276	1 196	1%	620 478
Electricity	–	362 878	–	29 601	89 338	89 208	131	0%	362 878
Water	–	114 100	–	9 516	26 358	25 260	1 098	4%	114 100
Waste water management	–	77 930	–	6 383	18 358	18 416	(58)	0%	77 930
Waste management	–	65 570	–	5 440	16 417	16 393	25	0%	65 570
Other	–	–	–	–	–	–	–		–
Total Revenue - Standard	–	1 037 637	–	80 938	272 501	271 160	1 342	0%	1 037 637
Expenditure - Standard									
Governance and administration	–	262 295	–	19 800	55 959	56 745	(786)	-1%	262 295
Executive and council	–	114 535	–	8 743	25 443	25 492	(49)	0%	114 535
Budget and treasury office	–	69 180	–	5 536	14 040	14 470	(430)	-3%	69 180
Corporate services	–	78 579	–	5 521	16 475	16 783	(307)	-2%	78 579
Community and public safety	–	179 163	–	15 737	42 647	43 994	(1 347)	-3%	179 163
Community and social services	–	34 465	–	2 631	7 065	7 245	(180)	-2%	34 465
Sport and recreation	–	20 239	–	1 378	3 305	3 626	(321)	-9%	20 239
Public safety	–	74 657	–	5 606	15 641	16 487	(846)	-5%	74 657
Housing	–	49 802	–	6 122	16 636	16 636	–		49 802
Economic and environmental services	–	176 435	–	14 045	32 605	33 059	(453)	-1%	176 435
Planning and development	–	80 325	–	6 820	15 229	15 484	(255)	-2%	80 325
Road transport	–	90 397	–	6 767	16 274	16 361	(87)	-1%	90 397
Environmental protection	–	5 712	–	458	1 102	1 214	(112)	-9%	5 712
Trading services	–	455 103	–	40 874	95 438	96 040	(601)	-1%	455 103
Electricity	–	277 742	–	28 376	63 412	63 470	(59)	0%	277 742
Water	–	59 028	–	3 450	9 186	9 337	(152)	-2%	59 028
Waste water management	–	59 828	–	4 454	11 577	11 872	(295)	-2%	59 828
Waste management	–	58 505	–	4 594	11 264	11 360	(95)	-1%	58 505
Other	–	–	–	–	–	–	–		–
Total Expenditure - Standard	–	1 072 995	–	90 456	226 649	229 837	(3 188)	-1%	1 072 995
Surplus/ (Deficit) for the year	–	(35 358)	–	(9 518)	45 853	41 322	4 530	11%	(35 358)

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

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

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

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

WC032 Overstrand - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M03 September

Vote Description	2015/16	Budget Year 2016/17							
	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	-	73 182	-	17	30 444	30 444	-		73 182
Vote 2 - Municipal Manager	-	-	-	-	-	-	-		-
Vote 3 - Management Services	-	1	-	83	189	143	45	31.6%	1
Vote 4 - Finance	-	200 953	-	17 311	57 434	56 937	498	0.9%	200 953
Vote 5 - Community Services	-	291 065	-	23 695	65 956	66 621	(665)	-1.0%	291 065
Vote 6 - Local Economic Development	-	3 352	-	351	844	838	6	0.7%	3 352
Vote 7 - Infrastructure & Planning	-	431 096	-	36 311	107 591	106 681	911	0.9%	431 096
Vote 8 - Protection Services	-	37 988	-	3 170	10 044	9 497	547	5.8%	37 988
Total Revenue by Vote	-	1 037 637	-	80 938	272 501	271 160	1 342	0.5%	1 037 637
Expenditure by Vote									
Vote 1 - Council	-	91 748	-	7 186	21 221	21 795	(574)	-2.6%	91 748
Vote 2 - Municipal Manager	-	4 722	-	350	992	1 121	(130)	-11.6%	4 722
Vote 3 - Management Services	-	46 490	-	3 133	9 686	10 278	(593)	-5.8%	46 490
Vote 4 - Finance	-	69 180	-	5 536	14 040	14 470	(430)	-3.0%	69 180
Vote 5 - Community Services	-	346 998	-	24 468	63 426	65 931	(2 505)	-3.8%	346 998
Vote 6 - Local Economic Development	-	10 795	-	1 075	2 438	2 328	110	4.7%	10 795
Vote 7 - Infrastructure & Planning	-	428 407	-	43 102	99 206	97 427	1 779	1.8%	428 407
Vote 8 - Protection Services	-	74 657	-	5 606	15 641	16 487	(846)	-5.1%	74 657
Total Expenditure by Vote	-	1 072 995	-	90 456	226 649	229 837	(3 188)	-1.4%	1 072 995
Surplus/ (Deficit) for the year	-	(35 358)	-	(9 518)	45 853	41 322	4 530	11.0%	(35 358)

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

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

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

WC032 Overstrand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September

Description	2015/16	Budget Year 2016/17							
	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		180 591		16 040	51 528	51 168	360	1%	180 591
Property rates - penalties & collection charges		848		25	83	83	-		848
Service charges - electricity revenue		356 959		29 586	89 251	89 240	11	0%	356 959
Service charges - water revenue		111 544		8 357	25 076	24 726	350	1%	111 544
Service charges - sanitation revenue		72 318		5 989	17 867	17 778	89	0%	72 318
Service charges - refuse revenue		65 510		5 434	16 403	16 378	25	0%	65 510
Rental of facilities and equipment		4 728		396	1 227	1 221	5	0%	4 728
Interest earned - external investments		10 489		586	3 668	3 668	-		10 489
Interest earned - outstanding debtors		2 756		216	693	689	4	1%	2 756
Fines		31 143		2 638	8 546	8 045	501	6%	31 143
Licences and permits		2 330		224	635	583	53	9%	2 330
Agency services		3 220		293	855	805	50	6%	3 220
Transfers recognised - operational		126 313		6 708	48 525	48 525	-		126 313
Other revenue		23 702		1 852	5 424	5 530	(107)	-2%	23 702
Gains on disposal of PPE							-		
contributions)	-	993 175	-	78 398	269 961	268 620	1 342	0%	993 175
Expenditure By Type									
Employee related costs		314 204		23 621	67 526	67 916	(391)	-1%	314 204
Remuneration of councillors		9 110		747	2 176	2 278	(102)	-4%	9 110
Debt impairment		23 888		1 991	5 972	5 972	-		23 888
Depreciation & asset impairment		117 690		9 808	29 423	29 423	0	0%	117 690
Finance charges		46 421		2 427	3 185	3 185	-		46 421
Bulk purchases		210 763		23 326	50 837	50 934	(97)	0%	210 763
Other materials		75 048		8 530	21 943	21 889	54	0%	75 048
Contracted services		158 368		10 963	19 977	21 116	(1 139)	-5%	158 368
Transfers and grants		57 479		4 698	14 032	14 370	(337)	-2%	57 479
Other expenditure		60 024		4 345	11 579	12 755	(1 176)	-9%	60 024
Loss on disposal of PPE							-		
Total Expenditure	-	1 072 995	-	90 456	226 649	229 837	(3 188)	-1%	1 072 995
Surplus/(Deficit)	-	(79 820)	-	(12 058)	43 313	38 782	4 530	0	(79 820)
Transfers recognised - capital		39 962		2 540	2 540	2 540	-		39 962
Contributions recognised - capital		4 500					-		4 500
Contributed assets							-		
Surplus/(Deficit) after capital transfers &	-	(35 358)	-	(9 518)	45 853	41 322			(35 358)
Taxation							-		
Surplus/(Deficit) after taxation	-	(35 358)	-	(9 518)	45 853	41 322			(35 358)
Surplus/(Deficit) attributable to municipality	-	(35 358)	-	(9 518)	45 853	41 322			(35 358)
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	-	(35 358)	-	(9 518)	45 853	41 322			(35 358)

The annual revenue budget is approved as 'Revenue by Source'. The Year-to-Date actual revenue is 0.50% above the YTD budget.

Current expenditure is 1.39% below YTD budget projections for September 2016.

Table C5: Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding)

WC032 Overstrand - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M03 September

Vote Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Multi-Year expenditure appropriation									
Vote 1 - Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Management Services	-	-	-	-	-	-	-	-	-
Vote 4 - Finance	-	-	-	-	-	-	-	-	-
Vote 5 - Community Services	-	14 311	-	4 380	4 381	1 394	2 987	214%	14 311
Vote 6 - Local Economic Development	-	-	-	-	-	-	-	-	-
Vote 7 - Infrastructure & Planning	-	15 000	-	1 367	1 368	1 377	(9)	-1%	15 000
Vote 8 - Protection Services	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	-	29 311	-	5 747	5 748	2 771	2 977	107%	29 311
Vote 1 - Council	-	5	-	-	-	1	(1)	-100%	5
Vote 2 - Municipal Manager	-	41	-	-	-	5	(5)	-100%	41
Vote 3 - Management Services	-	320	-	-	-	40	(40)	-100%	320
Vote 4 - Finance	-	30	-	-	-	4	(4)	-100%	30
Vote 5 - Community Services	-	51 033	-	122	692	1 326	(634)	-48%	51 033
Vote 6 - Local Economic Development	-	15	-	-	-	2	(2)	-100%	15
Vote 7 - Infrastructure & Planning	-	6 721	-	-	-	840	(840)	-100%	6 721
Vote 8 - Protection Services	-	880	-	-	-	109	(109)	-100%	880
Total Capital single-year expenditure	-	59 046	-	122	692	2 327	(1 634)	-70%	59 046
Total Capital Expenditure	-	88 356	-	5 869	6 440	5 098	1 343	26%	88 356
Capital Expenditure - Standard Classification									
Governance and administration	-	855	-	20	20	39	(20)	-50%	855
Executive and council		46		6	6	6	(0)	-1%	46
Budget and treasury office									
Corporate services		809		14	14	34	(20)	-58%	809
Community and public safety	-	19 502	-	102	102	283	(181)	-64%	19 502
Community and social services		2 995				25	(25)	-100%	2 995
Sport and recreation		2 545		92	92	106	(14)	-13%	2 545
Public safety		1 080		10	10	45	(35)	-78%	1 080
Housing		12 882				107	(107)	-100%	12 882
Health									
Economic and environmental services	-	12 933	-	932	932	970	(38)	-4%	12 933
Planning and development		183				14	(14)	-100%	183
Road transport		12 750		932	932	956	(24)	-2%	12 750
Environmental protection									
Trading services	-	55 066	-	4 815	5 387	3 805	1 582	42%	55 066
Electricity		21 799		1 368	1 368	756	612	81%	21 799
Water		15 021		1 698	1 773	1 377	396	29%	15 021
Waste water management		18 231		1 750	2 246	1 671	575	34%	18 231
Waste management		15				1	(1)	-100%	15
Total Capital Expenditure - Standard Classification	-	88 356	-	5 869	6 440	5 098	1 343	26%	88 356
Funded by:									
National Government		26 030		2 479	2 479	2 386	93	4%	26 030
Provincial Government		13 932				116	(116)	-100%	13 932
District Municipality									
Other transfers and grants		3 500				321	(321)	-100%	3 500
Transfers recognised - capital	-	43 462	-	2 479	2 479	2 823	(344)	-12%	43 462
Public contributions & donations		1 462				134	(134)	-100%	1 462
Borrowing		33 824		3 328	3 900	2 060	1 839	89%	33 824
Internally generated funds		9 608		62	62	80	(18)	-23%	9 608
Total Capital Funding	-	88 356	-	5 869	6 440	5 098	1 343	26%	88 356

Table C6: Monthly Budget Statement - Financial Position

WC032 Overstrand - Table C6 Monthly Budget Statement - Financial Position - M03 September

Description	2015/16	Budget Year 2016/17			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
ASSETS					
Current assets					
Cash		114 127		22 269	114 127
Call investment deposits		-		197 053	-
Consumer debtors		66 944		60 365	66 944
Other debtors		44 217		48 667	44 217
Current portion of long-term receivables		11		12	11
Inventory		13 663		28 636	13 663
Total current assets	-	238 962	-	357 003	238 962
Non current assets					
Long-term receivables		30		41	30
Investments		35 328		31 778	35 328
Investment property		159 761		152 550	159 761
Investments in Associate					
Property, plant and equipment		3 084 987		3 529 947	3 084 987
Agricultural					
Biological assets					
Intangible assets		4 179		5 909	4 179
Other non-current assets					
Total non current assets	-	3 284 285	-	3 720 225	3 284 285
TOTAL ASSETS	-	3 523 246	-	4 077 228	3 523 246
LIABILITIES					
Current liabilities					
Bank overdraft					
Borrowing		29 378		28 538	29 378
Consumer deposits		46 429		36 097	46 429
Trade and other payables		81 244		56 698	81 244
Provisions		26 930		24 808	26 930
Total current liabilities	-	183 981	-	146 142	183 981
Non current liabilities					
Borrowing		412 288		405 476	412 288
Provisions		223 827		206 137	223 827
Total non current liabilities	-	636 115	-	611 612	636 115
TOTAL LIABILITIES	-	820 097	-	757 755	820 097
NET ASSETS	-	2 703 150	-	3 319 473	2 703 150
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)		2 700 931		3 317 262	2 700 931
Reserves		2 218		2 211	2 218
TOTAL COMMUNITY WEALTH/EQUITY	-	2 703 150	-	3 319 473	2 703 150

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

Table C7: Monthly Budget Statement - Cash Flow

WC032 Overstrand - Table C7 Monthly Budget Statement - Cash Flow - M03 September

Description	2015/16	Budget Year 2016/17							
	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, penalties & collection charges		177 978		25 779	49 251	49 240	11	0%	177 978
Service charges		595 436		34 353	149 206	149 107	99	0%	595 436
Other revenue		60 595		5 338	19 224	19 189	35	0%	60 595
Government - operating		126 313		6 708	48 525	48 525	-		126 313
Government - capital		44 462		2 540	2 540	2 540	-		44 462
Interest		13 245		802	4 361	4 361	-		13 245
Dividends		-					-		-
Payments									
Suppliers and employees		(811 039)		(69 503)	(190 145)	(190 594)	(449)	0%	(811 039)
Finance charges		(46 421)		(2 427)	(3 185)	(3 185)	-		(46 421)
Transfers and Grants		(57 479)		(4 698)	(14 032)	(14 032)	-		(57 479)
NET CASH FROM/(USED) OPERATING ACTIVITIES	-	103 090	-	(1 108)	65 745	65 151	(595)	-1%	103 090
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE		-		-	-	-	-		-
Decrease (Increase) in non-current debtors		-		-	-	-	-		-
Decrease (increase) other non-current receivables		13		4	0	0	-		13
Decrease (increase) in non-current investments		(6 873)		(411)	(2 038)	(2 038)	-		(6 873)
Payments									
Capital assets		(88 356)		(5 869)	(6 440)	(6 440)	-		(88 356)
NET CASH FROM/(USED) INVESTING ACTIVITIES	-	(95 217)	-	(6 277)	(8 478)	(8 478)	-		(95 217)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans		-		(9)	(36)	(36)	-		-
Borrowing long term/refinancing		30 000		-	-	-	-		30 000
Increase (decrease) in consumer deposits		2 628		(7 573)	(7 846)	(7 846)	-		2 628
Payments									
Repayment of borrowing		(26 841)		(2 798)	(4 844)	(4 844)	-		(26 841)
NET CASH FROM/(USED) FINANCING ACTIVITIES	-	5 787	-	(10 380)	(12 725)	(12 725)	-		5 787
NET INCREASE/ (DECREASE) IN CASH HELD	-	13 660	-	(17 764)	44 541	43 947			13 660
Cash/cash equivalents at beginning:		100 467			174 781	100 467			174 781
Cash/cash equivalents at month/year end:		114 127			219 322	144 414			188 441

Table C7 balances to the current Cash balance, shown in the 'YTD actual' column, which is R219.3 million.

The municipality started the year with a positive cash balance of R174.8 million. The September closing balance is R219.3 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

W032 Overstrand - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M03 September

Description	Budget Year 2016/17												2016/17 Medium Term Revenue & Expenditure Framework			
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19	
Rthousands	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget				
Cash Receipts By Source																
Property rates	14 723	8 690	25 755									127 962	177 130	190 545	201 979	
Property rates - penalties & collection charges	30	28	25									765	848	899	953	
Service charges - electricity revenue	27 008	28 458	17 659									276 993	350 118	377 363	400 006	
Service charges - water revenue	13 245	16 174	8 458									71 543	109 419	116 964	123 983	
Service charges - sanitation revenue	7 566	5 966	3 551									53 851	70 935	76 304	80 883	
Service charges - refuse	8 885	7 424	4 630									43 315	64 255	69 121	73 289	
Rental of facilities and equipment	377	344	430									3 487	4 638	3 319	3 518	
Interest earned - external investments	793	2 289	586									6 822	10 489	12 735	13 563	
Interest earned - outstanding debtors	236	240	216									2 063	2 756	2 921	3 097	
Fines	2 541	3 367	2 638									22 597	31 143	31 164	31 187	
Licences and permits	198	214	224									1 695	2 330	2 470	2 618	
Agency services	267	295	293									2 365	3 220	3 413	3 618	
Transfer receipts - operating	30 985	10 833	6 708									77 788	126 313	100 430	113 519	
Other revenue	3 888	2 395	1 753									11 227	19 263	16 325	21 370	
Cash Receipts by Source	110 813	86 773	72 981	-	-	-	-	-	-	-	-	703 000	973 567	1 004 796	1 074 369	
Other Cash Flows by Source																
Transfer receipts - capital	-	-	2 540									40 922	43 462	63 604	67 271	
Contributions & Contributed assets	-	-	-									1 000	1 000	-	-	
Proceeds on disposal of PPE	-	-	-									-	-	-	-	
Borrowing long term refinancing	-	-	-									30 000	30 000	30 000	40 000	
Increase in consumer deposits	(197)	(75)	(7 573)									10 474	2 628	2 321	2 438	
Receipt of non-current debtors	-	-	-									-	-	-	-	
Receipt of non-current receivables	(3)	0	4									12	13	11	10	
Change in non-current investments	(525)	(1 102)	(411)									(4 835)	(6 873)	(6 399)	(6 541)	
Total Cash Receipts by Source	110 069	85 587	67 531	-	-	-	-	-	-	-	-	780 609	1 043 797	1 094 334	1 177 547	
Cash Payments by Type																
Employee related costs	19 435	31 209	22 287									233 896	306 828	314 204	330 841	
Remuneration of councillors	719	710	747									6 934	9 110	9 620	10 161	
Interest paid	114	644	2 427									43 236	46 421	46 952	45 449	
Bulk purchases - Electricity	3 413	24 098	23 326									159 926	210 763	227 329	245 197	
Bulk purchases - Water & Sewer												-	-	-	-	
Other materials	506	12 908	8 530									53 105	75 048	40 659	46 605	
Contracted services	660	8 353	10 963									138 391	158 368	164 936	174 154	
Grants and subsidies paid - other municipalities												-	-	-	-	
Grants and subsidies paid - other	4 661	4 673	4 698									43 447	57 479	60 808	64 336	
General expenses	20 267	(1 635)	3 649									28 641	50 922	89 431	88 572	
Cash Payments by Type	49 775	80 960	76 628	-	-	-	-	-	-	-	-	707 576	914 939	953 940	1 005 314	
Other Cash Flows/Payments by Type																
Capital assets	-	571	5 869									81 916	88 366	94 230	107 271	
Repayment of borrowing	1 182	864	2 798									21 993	26 841	29 775	33 384	
Total Cash Payments by Type	50 957	82 396	85 295	-	-	-	-	-	-	-	-	811 489	1 030 137	1 077 945	1 145 969	
NET INCREASE/(DECREASE) IN CASH HELD	59 113	3 191	(17 764)	-	-	-	-	-	-	-	-	(30 880)	13 660	16 389	31 577	
Cash/cash equivalents at the month/year beg	174 783	233 895	237 086	219 322	219 322	219 322	219 322	219 322	219 322	219 322	219 322	219 322	174 783	188 442	204 831	
Cash/cash equivalents at the month/year end	233 895	237 086	219 322	219 322	219 322	219 322	219 322	219 322	219 322	219 322	219 322	188 442	188 442	204 831	236 409	

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

PART 2 – SUPPORTING DOCUMENTATION

Debtors' analysis

Supporting Table SC3 Debtors' age analysis

WC032 Overstrand - Supporting Table SC3 Monthly Budget Statement - aged debtors - M03 September													
Description	NT Code	Budget Year 2016/17									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys- 1 Yr	Over 1Yr	Total			
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions	1200	9 054	350	339	150	140	123	615	2 712	13 482	3 740		3 737
Trade and Other Receivables from Exchange Transactions	1300	13 454	352	174	137	132	110	572	2 420	17 352	3 371		4 264
Receivables from Non-exchange Transactions - Property	1400	14 430	438	245	183	175	167	707	2 542	18 888	3 775		4 763
Receivables from Exchange Transactions - Waste Water	1500	4 627	175	125	92	90	77	371	1 790	7 347	2 420		2 242
Receivables from Exchange Transactions - Waste Manag	1600	3 613	140	92	73	71	62	287	1 326	5 663	1 819		1 763
Receivables from Exchange Transactions - Property Rent	1700	240	44	42	41	44	32	51	137	632	305		150
Interest on Arrear Debtor Accounts	1810	51	25	45	64	31	28	244	5 502	5 990	5 869		-
Recoverable unauthorised, irregular, fruitless and wastefu	1820									-	-		-
Other	1900	5 494	218	542	808	199	118	797	2 732	10 909	4 655		2 179
Total By Income Source	2000	50 963	1 741	1 604	1 547	883	716	3 646	19 162	80 262	25 954	-	19 098
2015/16 - totals only		49 036	1 691	1 105	1 097	792	751	3 711	18 743	76 926	25 094		16 995
Debtors Age Analysis By Customer Group													
Organs of State	2200	855	45	190	633	19	20	125	233	2 119	1 029		229
Commercial	2300	7 507	216	71	52	57	62	187	735	8 887	1 093		691
Households	2400	42 810	1 471	1 334	856	788	628	3 314	17 840	69 040	23 426		18 176
Other	2500	(209)	9	9	6	19	6	21	353	215	406		2
Total By Customer Group	2600	50 963	1 741	1 604	1 547	883	716	3 646	19 162	80 262	25 954	-	19 098

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

Summary of Indigent Households

Indigent Household Statistics					
	Indigent Households	Amount	Other Households	Total Households	
2016					
July	7 304	R 4 360 615.94	25 142	32 446	22.51%
August	7 298	R 4 355 084.28	25 131	32 429	22.50%
September	7 503	R 4 488 279.95	25 161	32 664	22.97%
October			0		
November			0		
December			0		
2017					
January			0		
February			0		
March			0		
April			0		
May			0		
June			0		

Summary of Debtors Age Analysis

MONTH	< 30 Days	< 60 Days	< 90 Days	< 120 Days	< 150 Days	<180 Days	<365 Days	>365 Days	Total	Older than 30 Days	Older than 90 days
2016/17											
June									0.00	0.00	0.00
May									0	0	0
April									0	0	0
March									0	0	0
February									0	0	0
January									0	0	0
December									0	0	0
November									0	0	0
October									0	0	0
September	50 963 328	1 741 045	1 604 160	1 547 365	882 541	715 623	3 646 312	19 161 990	80 262 363	29 299 035	25 953 831
Augustus	56 126 377	2 282 003	1 806 712	993 626	794 009	872 603	3 749 957	19 052 307	85 677 596	29 551 219	25 462 503
July	57 488 799	2 827 740	1 235 593	926 254	965 306	723 870	3 799 288	19 044 794	87 011 644	29 522 845	25 459 511

Creditors' analysis

Supporting Table SC4

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

Description	NT Code	Budget Year 2016/17									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		
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100										-	788
Bulk Water	0200										-	-
PAYE deductions	0300	2 774									2 774	3 031
VAT (output less input)	0400										-	-
Pensions / Retirement deductions	0500										-	-
Loan repayments	0600										-	-
Trade Creditors	0700	55									55	3 827
Auditor General	0800										-	-
Other	0900										-	-
Total By Customer Type	1000	2 828	-	-	-	-	-	-	-	-	2 828	7 645

Investment portfolio analysis

Supporting Table SC5

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

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
R thousands	Yrs/Months							
Municipality								
LIBERTY 15934476	15 YEARS	Policy	01/09/2025	19		10 954	125	11 098
LIBERTY 21196964	14 YEARS	Policy	01/09/2025	4		18 348	260	18 612
MOMENTUM MP 3853776	14 YEARS	Policy	01/07/2026	(26)		2 065	30	2 069
ABSA 4074809272	DAILY	CALL		2	6.0%	442		444
ABSA 9284200168	DEP PLUS	DEP PLUS		137	6.3%	23 734		23 871
ABSA 9295906141	DAILY	DEP PLUS		136	6.3%	23 570		23 705
Nedbank 03/7881534451	60 days	FIXED DEP	28/10/2016		7.7%		50 000	50 000
Standard Bank 288434005/024	91 days	FIXED DEP	28/11/2016		7.8%		50 000	50 000
Investec 1400-196164-452	55 days	FIXED DEP	21/11/2016		7.7%		50 000	50 000
Municipality sub-total				271		79 113	150 415	229 799
TOTAL INVESTMENTS AND INTEREST				271		79 113	150 415	229 799

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

Long term investments relate to the sinking fund investments.

Allocation and grant receipts and expenditure

Supporting Table SC6 – Grant receipts

WC032 Overstrand - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M03 September

Description	2015/16	Budget Year 2016/17							
	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:	-	76 347	-	-	32 351	32 351	-		76 347
Local Government Equitable Share		72 950			30 395	30 395	-		72 950
Finance Management		1 475			1 475	1 475			1 475
Municipal Systems Improvement									
EPWP Incentive		1 922			481	481			1 922
Provincial Government:	-	49 966	-	6 909	20 643	20 643	-		49 966
Housing		43 795		6 834	17 572	17 572	-		43 795
Provincial Library Grant		5 839			2 996	2 996			5 839
Community Development Worker Grant		75		75	75	75	-		75
Main Road Subsidy		137					-		137
Financial Management Support Grant		120					-		120
District Municipality:	-	-	-	-	-	-	-		-
[insert description]									
Total Operating Transfers and Grants	-	126 313	-	6 909	52 994	52 994	-		126 313
Capital Transfers and Grants									
National Government:	-	26 030	-	-	10 258	10 258	-		26 030
Municipal Infrastructure Grant (MIG)		21 030			5 258	5 258	-		21 030
INEP		5 000			5 000	5 000	-		5 000
Provincial Government:	-	13 932	-	-	-	-	-		13 932
Housing		12 882					-		12 882
Provincial Library Grant		1 050					-		1 050
Other grant providers:	-	3 500	-	-	-	-	-		3 500
DWA ACIP		3 500		154	154	154	-		3 500
Total Capital Transfers and Grants	-	43 462	-	154	10 412	10 412	-		43 462
TOTAL RECEIPTS OF TRANSFERS & GRANTS	-	169 775	-	7 064	63 407	63 407	-		169 775

Grant receipts are monitored according to the payment schedules. Year to date actuals only reflects actual receipts for 2016/2017.

Supporting Table SC7(1) – Grant expenditure

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

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	-	3 397	-	262	570	570	-		3 397
Local Government Equitable Share							-		
Finance Management		1 475		37	108	108	-		1 475
Municipal Systems Improvement							-		
EPWP Incentive		1 922		225	462	462	-		1 922
Provincial Government:	-	49 966	-	6 446	17 561	17 561	-		49 966
Housing		43 795		5 929	16 057	16 057	-		43 795
Community Development Worker Grant		75		15	16	16	-		75
Main Road Subsidy		137					-		137
Financial Management Support Grant		120					-		120
Provincial Library Grant		5 839		502	1 488	1 488	-		5 839
District Municipality:	-	-	-	-	-	-	-		-
Other grant providers:	-	-	-	-	-	-	-		-
Total operating expenditure of Transfers and Grants:	-	53 363	-	6 708	18 130	18 130	-		53 363
Capital expenditure of Transfers and Grants									
National Government:	-	26 030	-	2 540	2 540	2 540	-		26 030
Municipal Infrastructure Grant (MIG)		21 030		2 540	2 540	2 540	-		21 030
INEP		5 000					-		5 000
Provincial Government:	-	13 932	-	-	-	-	-		13 932
Housing		12 882					-		12 882
Provincial Library Grant		1 050					-		1 050
Other grant providers:	-	4 500	-	-	-	-	-		4 500
National Lotto		1 000					-		1 000
DWA ACIP		3 500					-		3 500
Total capital expenditure of Transfers and Grants	-	44 462	-	2 540	2 540	2 540	-		44 462
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	-	97 825	-	9 248	20 670	20 670	-		97 825

Grant expenditure is monitored against grant receipts.

Supporting Table SC7(2) – Expenditure against approved rollovers

WC032 Overstrand - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M03 September					
Description	Budget Year 2016/17				
	Approved Rollover 2015/16	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands					%
<u>EXPENDITURE</u>					
<u>Operating expenditure of Approved Roll-overs</u>					
National Government:	-	-	-	-	
Local Government Equitable Share				-	
Finance Management				-	
Municipal Systems Improvement				-	
EPWP Incentive				-	
Provincial Government:	-	-	-	-	
Housing				-	
Community Development Worker Grant				-	
Main Road Subsidy				-	
Financial Management Support Grant				-	
0				-	
District Municipality:	-	-	-	-	
Other grant providers:	-	-	-	-	
Total operating expenditure of Approved Roll-overs	-	-	-	-	
<u>Capital expenditure of Approved Roll-overs</u>					
National Government:	-	-	-	-	
Municipal Infrastructure Grant (MIG)				-	
Provincial Government:	-	-	-	-	
District Municipality:	-	-	-	-	
Other grant providers:	-	-	-	-	
Total capital expenditure of Approved Roll-overs	-	-	-	-	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS	-	-	-	-	

Expenditure on councillor allowances and employee benefits

Supporting Table SC8

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

Summary of Employee and Councillor remuneration	2015/16	Budget Year 2016/17							
	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		8 499		696	2 022	2 125	(103)	-5%	8 499
Pension and UIF Contributions							-		
Medical Aid Contributions							-		
Motor Vehicle Allowance							-		
Cellphone Allowance		612		51	154	153	1	1%	612
Housing Allowances							-		
Other benefits and allowances							-		
Sub Total - Councillors	-	9 110	-	747	2 176	2 278	(102)	-4%	9 110
<u>Senior Managers of the Municipality</u>									
Basic Salaries and Wages		10 150		887	2 526	2 538	(12)	0%	10 150
Pension and UIF Contributions							-		
Medical Aid Contributions							-		
Overtime							-		
Performance Bonus							-		
Motor Vehicle Allowance							-		
Cellphone Allowance		154		13	39	39	-		154
Housing Allowances							-		
Other benefits and allowances							-		
Payments in lieu of leave							-		
Long service awards							-		
Post-retirement benefit obligations							-		
Sub Total - Senior Managers of Municipality	-	10 305	-	900	2 564	2 576	(12)	0%	10 305
<u>Other Municipal Staff</u>									
Basic Salaries and Wages		199 010		14 295	42 101	42 245	(143)	0%	199 010
Pension and UIF Contributions		32 625		2 537	7 576	7 667	(91)	-1%	32 625
Medical Aid Contributions		11 423		851	2 550	2 594	(45)	-2%	11 423
Overtime		14 920		1 253	2 241	2 341	(100)	-4%	14 920
Performance Bonus				-		-	-		
Motor Vehicle Allowance		6 990		883	2 507	2 480	26	1%	6 990
Cellphone Allowance		1 278		104	310	373	(63)	-17%	1 278
Housing Allowances		5 851		198	595	639	(44)	-7%	5 851
Other benefits and allowances		11 375		887	2 111	2 137	(26)	-1%	11 375
Payments in lieu of leave		709		59	177	177	(0)	0%	709
Long service awards		3 139		272	649	785			3 139
Provision for Bonus		496		41	124	124	(0)	0%	496
Post-retirement benefit obligations		16 081		1 340	4 020	4 020	(0)	0%	16 081
Sub Total - Other Municipal Staff	-	303 899	-	22 720	64 961	65 582	(621)	-1%	303 899
Total Parent Municipality		323 314		24 368	69 702	70 436	(734)	-1%	323 314
TOTAL SALARY, ALLOWANCES & BENEFITS	-	323 314		24 368	69 702	70 436	(734)	-1%	323 314
TOTAL MANAGERS AND STAFF	-	314 204	-	23 621	67 526	68 158	(633)	-1%	314 204

SDBIP

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

Financial Performance

Supporting Table SC2

WC032 Overstrand - Supporting Table SC2 Monthly Budget Statement - performance indicators - M03 September						
Description of financial indicator	Basis of calculation	2015/16	Budget Year 2016/17			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
Borrowing Management						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	0.0%	15.3%	0.0%	1.4%	5.2%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	0.0%	38.3%	0.0%	60.6%	38.3%
Safety of Capital						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	0.0%	19.3%	0.0%	14.8%	19.3%
Gearing	Long Term Borrowing/ Funds & Reserves	0.0%	18584.8%	0.0%	18335.6%	18584.8%
Liquidity						
Current Ratio	Current assets/current liabilities	0.0%	129.9%	0.0%	244.3%	129.9%
Liquidity Ratio	Monetary Assets/Current Liabilities	0.0%	62.0%	0.0%	150.1%	62.0%
Revenue Management						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing					
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	0.0%	11.2%	0.0%	40.4%	11.2%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	0.0%	0.0%	0.0%	0.0%	0.0%
Creditors Management						
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))		98.0%		Annual Indicator	98.0%
Funding of Provisions						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions					
Other Indicators						
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated		6.0%		Annual Indicator	6.0%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source		18.9%		Annual Indicator	18.9%
Employee costs	Employee costs/Total Revenue - capital revenue	0.0%	31.6%	0.0%	25.0%	31.6%
Repairs & Maintenance	R&M/Total Revenue - capital revenue	0.0%	0.0%	0.0%	0.0%	0.0%
Interest & Depreciation	I&D/Total Revenue - capital revenue	0.0%	16.5%	0.0%	1.2%	5.6%
IDP regulation financial viability indicators						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)		19.1		Annual Indicator	19.1
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services		14.0%		Annual Indicator	14.0%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure		1.6		Annual Indicator	1.6

Capital programme performance

Supporting Table SC12

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

Month	2015/16	Budget Year 2016/17							
	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		50		-		50	-		
August		2 978		571	571	3 028	2 456	81.1%	1%
September		2 070		5 869	6 440	5 098	(1 343)	-26.3%	7%
October		3 885				8 983	-		
November		4 195				13 178	-		
December		4 188				17 365	-		
January		2 185				19 550	-		
February		8 551				28 102	-		
March		10 086				38 188	-		
April		12 051				50 238	-		
May		11 331				61 570	-		
June		26 787				88 356	-		
Total Capital expenditure	-	88 356	-	6 440					

Supporting Table SC13a

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

Description	2015/16	Budget Year 2016/17							
	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	-	36 284	-	3 296	3 741	2 868	(874)	-30.5%	36 284
Infrastructure - Road transport	-	1 840	-	148	148	115	(33)	-28.4%	1 840
<i>Roads, Pavements & Bridges</i>		1 610				-	-		1 610
<i>Storm water</i>		230		148	148	115	(33)	-28.4%	230
Infrastructure - Electricity	-	21 599	-	1 368	1 368	1 080	(288)	-26.6%	21 599
<i>Generation</i>							-		
<i>Transmission & Reticulation</i>		21 599		1 368	1 368	1 080	(288)	-26.6%	21 599
<i>Street Lighting</i>							-		
Infrastructure - Water	-	4 529	-	824	824	944	120	12.7%	4 529
<i>Dams & Reservoirs</i>		4 529		824	824	944	120	12.7%	4 529
<i>Water purification</i>							-		
<i>Reticulation</i>							-		
Infrastructure - Sanitation	-	8 301	-	956	1 402	729	(673)	-92.3%	8 301
<i>Reticulation</i>		4 801					-		4 801
<i>Sewerage purification</i>		3 500		956	1 402	729	(673)	-92.3%	3 500
Infrastructure - Other	-	15	-	-	-	-	-		15
<i>Waste Management</i>		15					-		15
Community	-	10 366	-	49	49	427	378	88.5%	10 366
Parks & gardens							-		
Sportsfields & stadia		480		20	20	100	80	80.3%	480
Community halls		945					-		945
Libraries		1 050					-		1 050
Recreational facilities							-		
Fire, safety & emergency		880		10	10	183	174	94.7%	880
Security and policing							-		
Cemeteries							-		
Social rental housing		6 961					-		6 961
Other		50		20	20	143	124	86.3%	50
Heritage assets	-	-	-	-	-	-	-		-
Investment properties	-	-	-	-	-	-	-		-
Other assets	-	2 173	-	-	-	-	-		2 173
General vehicles		1 485					-		1 485
Plant & equipment							-		
Computers - hardware/equipment							-		
Furniture and other office equipment							-		
Other		688					-		688
Intangibles	-	-	-	-	-	-	-		-
Computers - software & programming							-		
Other							-		
Total Capital Expenditure on new assets	-	48 823	-	3 345	3 790	3 294	(496)	-15.1%	48 823

Supporting Table SC13b

WC032 Overstrand - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M03 September

Description	2015/16	Budget Year 2016/17							
	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	-	30 547	-	2 452	2 578	1 718	(860)	-50.0%	30 547
Infrastructure - Road transport	-	11 855	-	1 182	1 182	681	(501)	-73.5%	11 855
<i>Roads, Pavements & Bridges</i>		10 355		932	932	431	(501)	-116.1%	10 355
<i>Storm water</i>		1 500		250	250	250	-		1 500
Infrastructure - Electricity	-	-	-	-	-	-	-		-
<i>Generation</i>									
<i>Transmission & Reticulation</i>									
<i>Street Lighting</i>									
Infrastructure - Water	-	10 492	-	874	949	695	(254)	-36.5%	10 492
<i>Dams & Reservoirs</i>									
<i>Water purification</i>									
<i>Reticulation</i>		10 492		874	949	695	(254)	-36.5%	10 492
Infrastructure - Sanitation	-	8 200	-	396	447	342	(105)	-30.7%	8 200
<i>Reticulation</i>									
<i>Sewerage purification</i>		8 200		396	447	342	(105)	-30.7%	8 200
Infrastructure - Other	-	-	-	-	-	-	-		-
<i>Waste Management</i>									
Community	-	8 986	-	73	73	86	13	15.7%	8 986
Parks & gardens									
Sportsfields & stadia		2 065		73	73	86	13	15.7%	2 065
Swimming pools									
Community halls		1 000							1 000
Libraries									
Recreational facilities									
Fire, safety & emergency									
Security and policing									
Cemeteries									
Social rental housing		5 921							5 921
Other									
Heritage assets	-	-	-	-	-	-	-		-
Investment properties	-	-	-	-	-	-	-		-
Housing development									
Other									
Other assets	-	-	-	-	-	-	-		-
General vehicles									
Specialised vehicles	-	-	-	-	-	-	-		-
Total Capital Expenditure on renewal of	-	39 533	-	2 524	2 650	1 804	(846)	-46.9%	39 533

Supporting Table SC13c

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

Description	2015/16	Budget Year 2016/17							
	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	-	110 372	-	7 601	17 926	27 593	9 667	35.0%	110 372
Infrastructure - Road transport	-	61 852	-	4 083	8 644	15 463	6 819	44.1%	61 852
<i>Roads, Pavements & Bridges</i>		55 545		3 710	7 860	13 886	6 026	43.4%	55 545
<i>Storm water</i>		6 306		373	784	1 577	793	50.3%	6 306
Infrastructure - Electricity	-	17 747	-	1 472	3 561	4 437	876	19.7%	17 747
<i>Generation</i>							-		
<i>Transmission & Reticulation</i>		17 747		1 472	3 561	4 437	876	19.7%	17 747
<i>Street Lighting</i>							-		
Infrastructure - Water	-	16 555	-	865	2 404	4 139	1 735	41.9%	16 555
<i>Dams & Reservoirs</i>							-		
<i>Water purification</i>							-		
<i>Reticulation</i>		16 555		865	2 404	4 139	1 735	41.9%	16 555
Infrastructure - Sanitation	-	11 672	-	952	2 710	2 918	208	7.1%	11 672
<i>Reticulation</i>							-		
<i>Sewerage purification</i>		11 672		952	2 710	2 918	208	7.1%	11 672
Infrastructure - Other	-	2 546	-	228	607	637	30	4.6%	2 546
<i>Waste Management</i>		2 546		228	607	637	30	4.6%	2 546
Community	-	4 878	-	563	1 084	1 219	135	11.1%	4 878
Parks & gardens		2 214		177	477	554	77	13.9%	2 214
Sportsfields & stadia		608		15	33	152	119	78.0%	608
Swimming pools		557		30	62	139	77	55.5%	557
Community halls		617		29	156	154	(2)	-1.2%	617
Libraries		103		2	6	26	20	77.5%	103
Recreational facilities							-		
Fire, safety & emergency							-		
Security and policing							-		
Cemeteries		28		-	7	7	0	5.9%	28
Social rental housing							-		
Other		751		310	344	188	(156)	-83.0%	751
Heritage assets	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Housing development							-		
Other assets	-	5 545	-	104	746	1 386	641	46.2%	5 545
General vehicles							-		
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment							-		
Computers - hardware/equipment							-		
Other Buildings		673		27	47	168	122	72.2%	673
Other		4 872		78	699	1 218	519	42.6%	4 872
Agricultural assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Intangibles	-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expendit	-	120 795	-	8 269	19 756	30 199	10 443	34.6%	120 795

Supporting Table SC13d

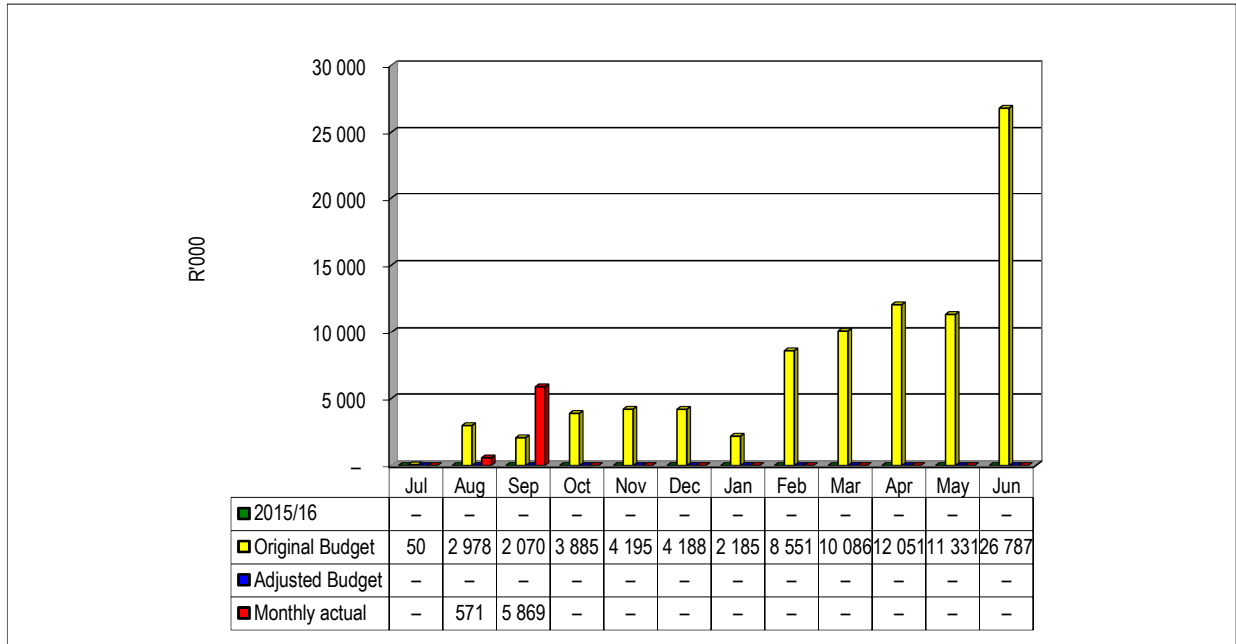
WC032 Overstrand - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M03 September

Description	2015/16	Budget Year 2016/17							
	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	-	99 505	-	8 292	24 876	24 876	-		99 505
Infrastructure - Road transport	-	34 067	-	2 839	8 517	8 517	-		34 067
<i>Roads, Pavements & Bridges</i>		31 330		2 611	7 833	7 833	-		31 330
<i>Storm water</i>		2 737		228	684	684	-		2 737
Infrastructure - Electricity	-	21 304	-	1 775	5 326	5 326	-		21 304
<i>Generation</i>							-		
<i>Transmission & Reticulation</i>		21 304		1 775	5 326	5 326	-		21 304
<i>Street Lighting</i>							-		
Infrastructure - Water	-	21 116	-	1 760	5 279	5 279	-		21 116
<i>Dams & Reservoirs</i>							-		
<i>Water purification</i>							-		
<i>Reticulation</i>		21 116		1 760	5 279	5 279	-		21 116
Infrastructure - Sanitation	-	18 002	-	1 500	4 501	4 501	-		18 002
<i>Reticulation</i>		18 002		1 500	4 501	4 501	-		18 002
<i>Sewerage purification</i>							-		
Infrastructure - Other	-	5 015	-	418	1 254	1 254	-		5 015
<i>Waste Management</i>		4 153		346	1 038	1 038	-		4 153
<i>Other</i>		862		72	216	216	-		862
Community	-	3 806	-	317	951	951	-		3 806
Recreational facilities		3 806		317	951	951	-		3 806
Heritage assets	-	-	-	-	-	-	-		-
Investment properties	-	-	-	-	-	-	-		-
Other assets	-	13 190	-	1 099	3 298	3 298	-		13 190
General vehicles							-		
Specialised vehicles	-	-	-	-	-	-	-		-
Plant & equipment							-		
Computers - hardware/equipment							-		
Furniture and other office equipment							-		
Civic Land and Buildings		6 008		501	1 502	1 502	-		6 008
Other Buildings							-		
Other Land							-		
Surplus Assets - (Investment or Inventory)							-		
Other		7 182		599	1 796	1 796	-		7 182
Agricultural assets	-	-	-	-	-	-	-		-
Biological assets	-	-	-	-	-	-	-		-
Intangibles	-	1 190	-	99	297	297	-		1 190
Computers - software & programming							-		
Other		1 190		99	297	297	-		1 190
Total Depreciation	-	117 690	-	9 808	29 423	29 423	-		117 690

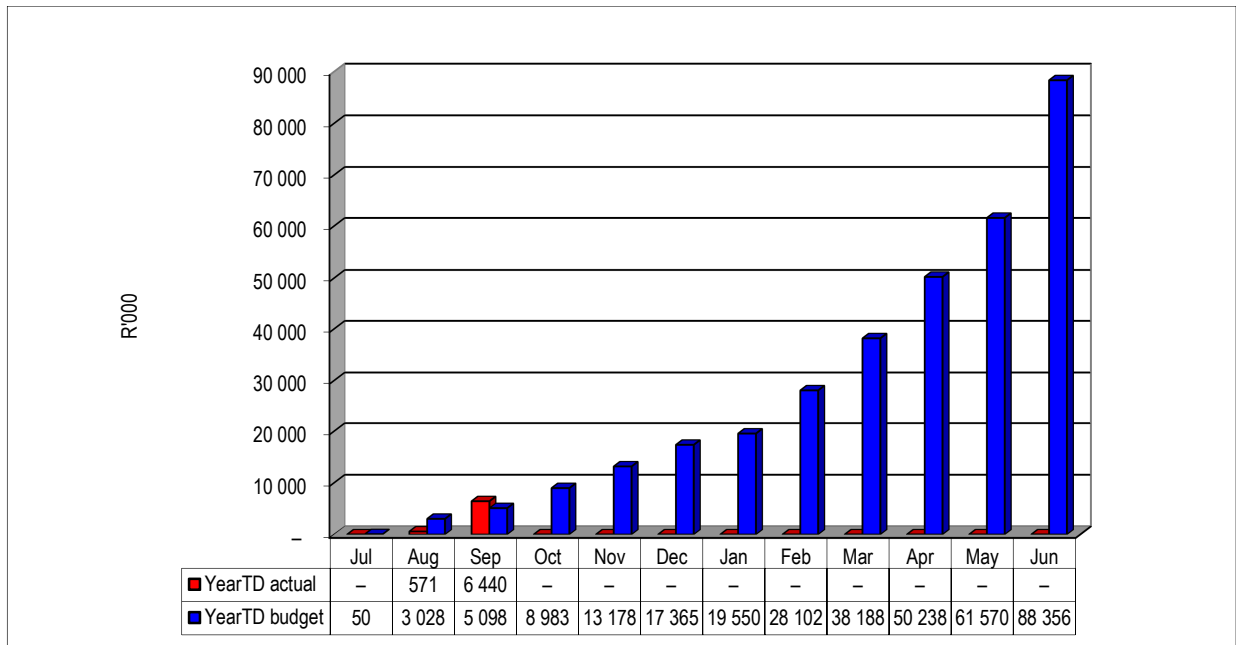
Other supporting documentation

Section 71 charts

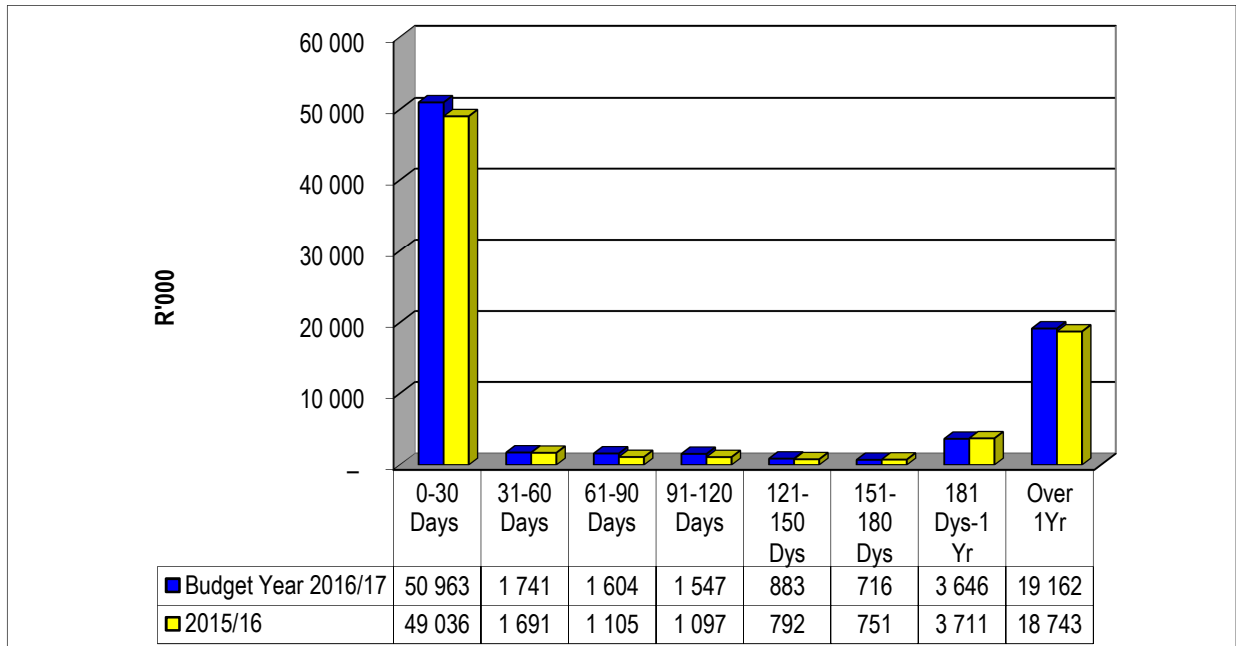
Capital expenditure monthly trend - actual vs target



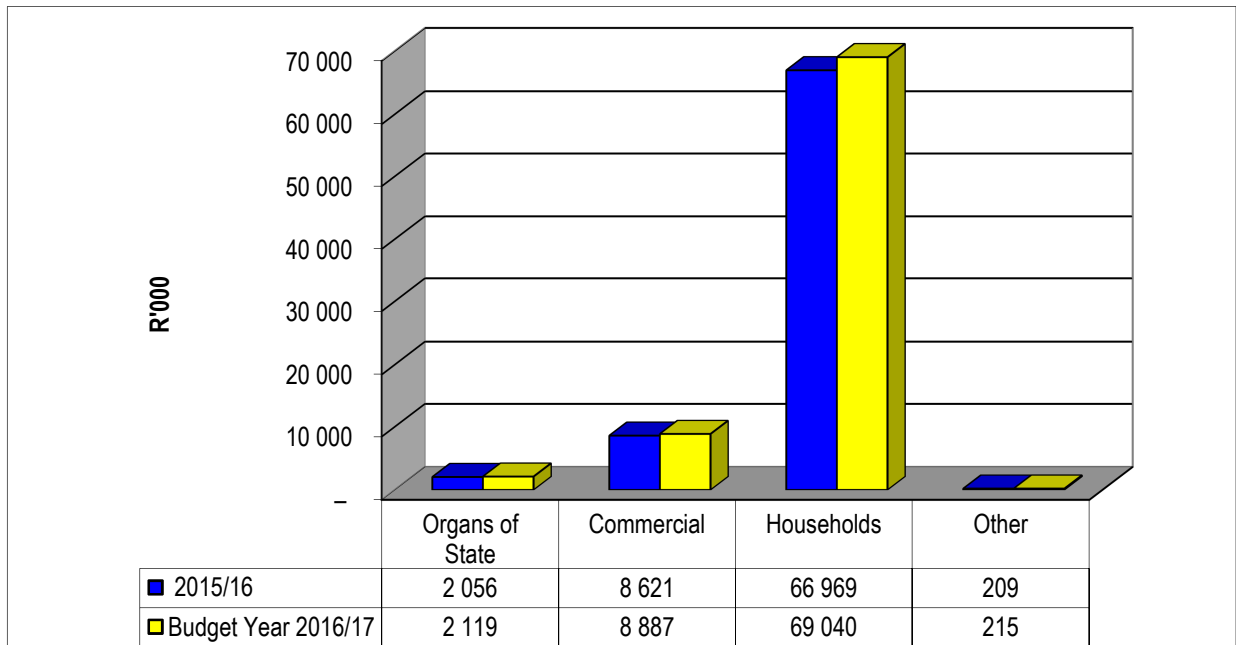
Capital expenditure – YTD actual vs YTD trend



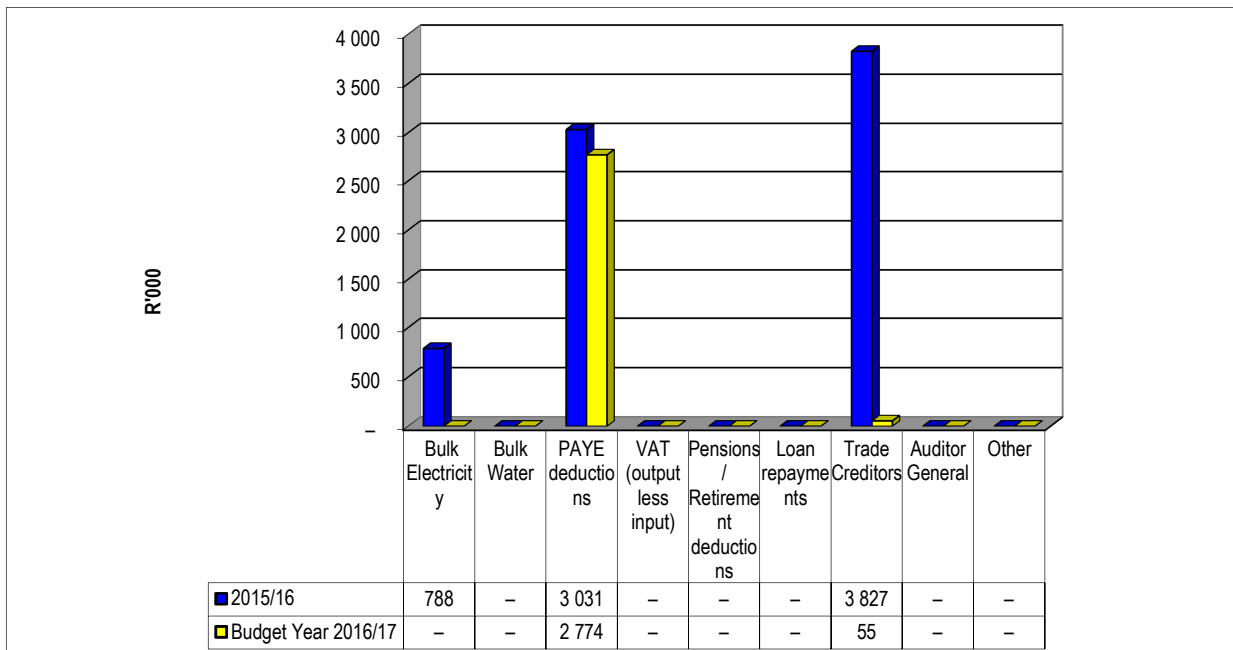
Debtors Age Analysis



Debtors by Type



Creditor Payments



Municipal manager's quality certification

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

□ **Monthly Budget Statement**

for the month of **September 2016** has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print name: **CC Groenewald**

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

Signature: 

Date: 14.10.2016