

**AGENDA of the  
Portfolio Committee : Finance & Tourism  
25 July 2022  
(Also the agenda for the Mayoral Committee Meeting : 25 July 2022)**

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**7.  
BUDGET REPORT AND SERVICE DELIVERY AND BUDGET IMPLEMENTATION  
PLAN (SDBIP) FOR THE QUARTER ENDED JUNE 2022**

**5/1/1/23-2021/2022 & 2/12/1/1**

**BA King Senior Manager: Financial Services**

**19 July 2022**

**(028) 313 8154**

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**1. Executive Summary**

Report prepared as part of the 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

Directorate: Management Services  
Strategic Services

**3. Compliance with Strategic Priority**

Promotion of tourism, economic and social development  
Provision and maintenance of municipal services  
Provision of democratic, accountable and ethical governance  
Encouragement of structured community participation in the affairs of the municipality  
Creation and maintenance of a safe and healthy environment

**4. Delegated Authority**

None

**5. Legal Requirements**

Section 52(d) of the 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 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 and SDBIP.

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### **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 SDBIP report, included as Appendix 1 of the quarterly budget report, is a layered plan comprising the Top Level SDBIP.

The top level SDBIP measures the achievement of the strategic performance indicators of the municipality. These include the prescriptive performance indicators prescribed by Section 10 of the Local Government: Municipal Planning and Performance Regulations of 2001.

***Note: Due to year end, the financial figures cited are preliminary and subject to the draft Annual Financial Statements (AFS) that will be available after the 2<sup>nd</sup> week of August 2022. The draft AFS figures will be verified in the draft unaudited Annual Report at the end of August 2022.***

The following additional reporting information is also included:

The Executive Mayor's special fund report is attached as Annexure B.

The Cost Containment Regulations, 2019 report, attached as Annexure C, represents the status up to the end of June 2022 (Quarter 4).

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**

The contents of the SDBIP reflects the information submissions from the relevant affected officials.

### **10. Annexures**

Annexure A: Budget Report and SDBIP for the quarter ended June 2022  
Annexure B: Executive Mayor's special fund – June 2022

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- Annexure C: Status report on the Cost Containment Regulations, 2019 – June 2022
- Annexure D: Municipal Regulations on the Standard Chart of Accounts (mSCOA): Post Implementation Status of the mSCOA Project – June 2022

**RECOMMENDATION TO THE COUNCIL:**

1. that the budget report and service delivery and budget implementation plan for the quarter ended June 2022, prepared as part of the reporting obligations arising from the Local Government: Municipal Finance Management Act, 2003 and additional information, **be noted**; and
2. that the content of the report, for the fourth quarter of the 2021/2022 financial year, on the top level Service Delivery and Budget Implementation Plan **be noted**.

**RESPONSIBLE OFFICIALS :**

**BA KING  
RG LOUW**

**TARGET DATE FOR IMPLEMENTATION :**

**TO BE NOTED**

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**7.  
BUDGET REPORT AND SERVICE DELIVERY AND BUDGET IMPLEMENTATION  
PLAN (SDBIP) FOR THE QUARTER ENDED JUNE 2022**

**5/1/1/23-2021/2022 & 2/12/1/1**

**BA King Senior Manager: Financial Services**

**19 July 2022**

**(028) 313 8154**

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**THIS MATTER SERVED BEFORE THE FINANCE & TOURISM PORTFOLIO  
COMMITTEE ON 25 JULY 2022, WHICH COMMITTEE RECOMMENDED AS  
FOLLOWS:**

**RECOMMENDATION TO THE COUNCIL:**

1. that the budget report and service delivery and budget implementation plan for the quarter ended June 2022, prepared as part of the reporting obligations arising from the Local Government: Municipal Finance Management Act, 2003 and additional information, **be noted**; and
2. that the content of the report, for the fourth quarter of the 2021/2022 financial year, on the top level Service Delivery and Budget Implementation Plan **be noted**.

**RESPONSIBLE OFFICIALS :**

**BA KING  
RG LOUW**

**TARGET DATE FOR IMPLEMENTATION :**

**TO BE NOTED**



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*Service Delivery and Budget  
Implementation Plan (SDBIP)*

*4<sup>th</sup> Quarterly report:  
1 April – 30 June 2022*

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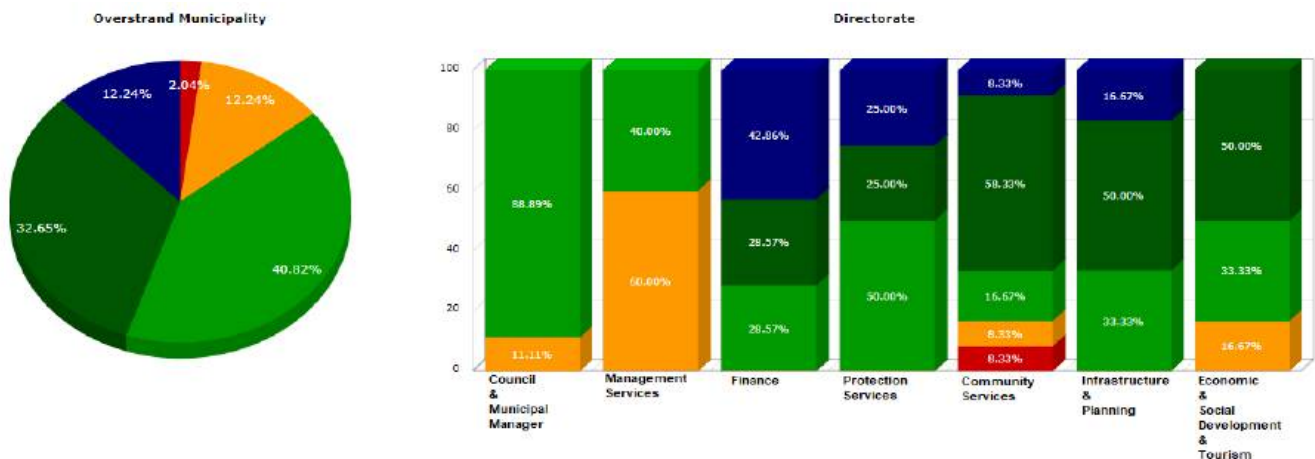
The sections below provide an executive summary of service delivery performance in terms of the top level SDBIP for the **fourth quarter of the 2021/22 financial year**, 1 April 2022 to 30 June 2022.

**KPI Result Categories**

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

**1.1 OVERALL STRATEGIC / TOP LAYER SDBIP PERFORMANCE GRAPH FOR 2021/2022 (01 JULY 2021 TO 30 JUNE 2022)**

The graph below displays the overall strategic (top layer SDBIP) performance per Directorate for the 2021/2022 financial year (1 July 2021 – 30 June 2022).



Overstrand Municipality		Directorate						
		Council & Municipal Manager	Management Services	Finance	Protection Services	Community Services	Infrastructure & Planning	Economic & Social Development & Tourism
<b>Not Met</b>	<b>1 (2.04%)</b>	-	-	-	-	1 (8.33%)	-	-
<b>Almost Met</b>	<b>6 (12.24%)</b>	1 (11.11%)	3 (60.00%)	-	-	1 (8.33%)	-	1 (16.67%)
<b>Met</b>	<b>20 (40.82%)</b>	8 (88.89%)	2 (40.00%)	2 (28.57%)	2 (50.00%)	2 (16.67%)	2 (33.33%)	2 (33.33%)
<b>Well Met</b>	<b>16 (32.65%)</b>	-	-	2 (28.57%)	1 (25.00%)	7 (58.33%)	3 (50.00%)	3 (50.00%)
<b>Extremely Well Met</b>	<b>6 (12.24%)</b>	-	-	3 (42.86%)	1 (25.00%)	1 (8.33%)	1 (16.67%)	-
<b>Total:</b>	<b>49*</b>	<b>9</b>	<b>5</b>	<b>7</b>	<b>4</b>	<b>12</b>	<b>6</b>	<b>6</b>
	<b>100%</b>	<b>18.37%</b>	<b>10.20%</b>	<b>14.29%</b>	<b>8.16%</b>	<b>24.49%</b>	<b>12.24%</b>	<b>12.24%</b>

\* Excludes 0 KPIs which had no targets/actuals for the period selected.

Figure 1: Top layer SDBIP performance for 2021/2022 (1 July – 30 June 2022)

Overall, the municipality met 42 (**85.71%**) of a total number of 49 Top Layer key performance indicators (KPIs) set for the period, 01 July 2021 – 30 June 2022. 6 (12.24%) of KPIs were almost met and 1 (2.04%) of the indicators were not met.

*Note: Due to year end, the financial figures cited are preliminary and subject to the draft Annual Financial Statements (AFS) that will be available in the 2<sup>nd</sup> week of August 2022. The draft AFS figures will be verified in the draft unaudited Annual Report at the end of August 2022.*

1.2 TOP LAYER SDBIP REPORT: 1 APRIL 2022 – 30 JUNE 2022 (4<sup>th</sup> Quarter of 2021/22)

Council & Municipal Manager

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)					Overall Performance for the 2021/22 financial year (Q 1 – 4)		
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R
TL7	The provision of democratic, accountable and ethical governance	Submit quarterly progress reports on the revision of the top 10 risks as a corrective action to the Top Management team.	Number of progress reports submitted	Municipal Manager	4	TMT minutes where item served.	4	1	1	G	[D15] Chief Risk Officer: Target met (June 2022)		4	4	G
TL35	The provision and maintenance of municipal services	Percentage of a municipality's capital budget actually spent on capital projects identified for 2021/22 in terms of the municipality's IDP {(Actual amount spent on projects as identified for the year in the IDP/Total amount budgeted on capital projects)X100} (MPPMR Reg 10 (c))	% of the capital budget spent	Municipal Manager	76.53%	Expenditure report from SAMRAS	95.00%	79.24%	79.24%	O	[D19] Municipal Manager: Target almost met. A number of projects could not be finalized due to the ConCourt ruling on the PPP requirements in Feb 2022 which was outside of the control of the municipality. (June 2022)	[D19] Municipal Manager: Some of the projects were rolled over to the new financial year. Budget holders must also plan to finalise their tenders earlier and not wait for the second half of the financial year, however in this case a few projects were multi-year which means it could only be advertised closer to the end of the previous financial year. (June 2022)	95.00%	79.24%	O

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)						Overall Performance for the 2021/22 financial year (Q 1 – 4)	
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R
TL41	The provision of democratic, accountable and ethical governance	Sign section 56 performance agreements with all directors by the end of July 2021	Number of agreements signed	Municipal Manager	6	Cover page and signature section of the performance agreements.	6	0	0	N/A		6	6	G	
TL42	The provision of democratic, accountable and ethical governance	Monitor the implementation of the action plan developed to address all the issues raised in the management letter of the Auditor General and submit quarterly progress reports to Executive Mayor	Number of progress reports monitored and submitted to Executive Mayor	Municipal Manager	5	Copy of email and report submitted to the Executive Mayor by the Municipal Manager.	4	1	2	B	[D2] Municipal Manager: Target was not met in March 2022. Corrective measures have been implemented on 19 April 2022, where the Audit Action Plan served during the Top Management Team meeting. (April 2022) [D2] Municipal Manager: Target met. May progress report served before TMT in June. End of quarter report will serve in July and will be submitted to	4	4	G	

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)						Overall Performance for the 2021/22 financial year (Q 1 – 4)		
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R	
TL43	The provision of democratic, accountable and ethical governance	Bi-annual formal performance appraisals of the section 56 appointees for the previous financial period April to June 2021 to be completed by Sept 2021 and the current period October to December 2021 to be completed by February 2022	Number of appraisals	Municipal Manager	12	Attendance Register	12	0	0	N/A	the Executive Mayor. (June 2022)		12	12		G
TL44	The provision of democratic, accountable and ethical governance	Draft the annual report and submit to the Auditor-General by end August 2021	Draft Annual report submitted	Municipal Manager	1	Confirmation of receipt of the report	1	0	0	N/A			1	1		G
TL47	The provision of democratic, accountable and ethical governance	Submit the final Annual report and Oversight report to Council before 31 March 2022	Final Annual report and oversight report submitted	Municipal Manager	1	Minutes of Council meeting during which it was discussed	1	0	0	N/A			1	1		G
TL48	The provision of democratic, accountable and ethical governance	Prepare the final IDP for submission to Council by the end of May 2022	Final IDP submitted	Municipal Manager	1	Council resolution of approved IDP	1	1	1	G	[D32] Director: Management Services: Final IDP approved on the 31st of		1	1		G

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)					Overall Performance for the 2021/22 financial year (Q 1 – 4)			
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R	
TL49	The provision of democratic, accountable and ethical governance	Submit the Final MTREF budget by the end of May 2022	Final Budget submitted	Municipal Manager	1	Agenda of the Council meeting	1	1	1	G		May 2022. (May 2022)		1	1	G

Management Services

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)					Overall Performance for the 2021/22 financial year (Q 1 – 4)		
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R
TL20	The provision of democratic, accountable and ethical governance	The percentage of a municipality's budget (training budget) actually spent on implementing its workplace skills plan (Actual expenditure divided by the budget allocated)	% of the training budget spent on implementation of the WSP	Director: Management Services	84.54%	Expenditure reports from SAMRAS system	100.00%	100.00%	99.60%	O	[D98] Director: Management Services: Target almost met. Formal quotations had to be cancelled because of no service provider for training. The number of employees trained were less than the	[D98] Director: Management Services: More employees will be trained. (June 2022)	100.00%	99.60%	O

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)						Overall Performance for the 2021/22 financial year (Q 1 -4)				
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R			
TL21	The provision of democratic, accountable and ethical governance	Review the Municipal Organisational Staff Structure by the end of June 2022	Structure reviewed	Director: Management Services	1	LLF minutes (restructuring) and updated organogram	1	1	1	G	[D99] Director: Management Services: A request was sent to the Department of Local Government to do a complete Macro and Micro review of the organizational staff structure. It was agreed that this will be done in the new financial year. (June 2022)		1	1	G			
TL22	The provision of democratic, accountable and ethical governance	Revise the Section 14 Access to Information Manual by the end of June 2022 to ensure compliant and up to date policies	Manual revised	Director: Management Services	1	Letter to the Human Rights Commission	1	1	1	G	[D100] Director: Management Services: Target met. (June 2022)		1	1	G			
TL23	The provision of democratic,	92% of the approved and funded	% filled	Director: Management Services	90.64%	HR statistics on filled and vacant posts	92.00%	92.00%	91.38%	O	[D101] Director: Management Services: Target met. (June 2022)	[D101] Director: Management	92.00%	91.38%	O			

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)				Overall Performance for the 2021/22 financial year (Q 1 -4)			
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R
	accountable and ethical governance	organogram filled {(actual number of posts filled divided by the funded posts budgeted) x100}													
TL24	The provision of democratic, accountable and ethical governance	The number of people from employment equity target groups employed in the three highest levels of management in compliance with a municipality's approved employment equity plan	The number of people from EE target groups employed	Director: Management Services	71	Monthly report to respective Directors. Extract from Payday	74	74	70	○	[D58] Senior Manager: Human Resources: 71 People employed from EE target groups. (April 2022) [D58] Senior Manager: Human Resources: 71 People employed from EE target groups. (May 2022) [D58] Senior	74	70	○	Services: This figure cannot be controlled as it is affected either by resignations, pension, disability, death etc. If Managers do not motivate vacancies, vacant posts cannot be filled. Vacant posts will be advertised and filled in the coming months. (June 2022) [D58] Senior Manager: Human Resources: No posts vacant on the three highest levels to be advertised and to make an appointment. Beyond our control.

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)				Overall Performance for the 2021/22 financial year (Q 1 -4)						
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R			
		(MPPMIR Reg 10 (e))																

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)						Overall Performance for the 2021/22 financial year (Q 1- 4)		
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R	
TL13	The provision of democratic, accountable and ethical governance	Financial viability measured in terms of the available cash to cover fixed operating expenditure ((Available cash+ investments)/ Monthly fixed operating expenditure) (MPPMR Reg 10 (g))	Ratio achieved	Director: Finance	7.62	Section 71 reports	3	3	5.77	B	[D177] Director: Finance: KPI EXTREMELY WELL MET - COST COVERAGE RATIO (June 2022)		3	5.77	B	
TL14	The provision of democratic, accountable and ethical governance	Financial viability measured in terms of the municipality's ability to meet it's service debt obligations ((Total operating revenue- operating grants received)/debt service payments due within the year) (MPPMR Reg 10 (g))	Ratio achieved	Director: Finance	25.06	Section 71 reports	15	15	27.25	B	[D178] Director: Finance: KPI EXTREMELY WELL MET - DEBT COVERAGE (June 2022)		15	27.25	B	
TL15	The provision of democratic, accountable and ethical governance	Financial viability measured in terms of the outstanding service debtors (Total outstanding service debtors/ revenue received for services) (MPPMR Reg 10 (g))	% achieved	Director: Finance	12.33%	Section 71 reports	16.00%	16.00%	11.43%	B	[D179] Director: Finance: KPI extremely well met - outstanding service debtors to revenue (June 2022)		16.00%	11.43%	B	

APPENDIX 1 - 12 / 30

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)						Overall Performance for the 2021/22 financial year (Q 1- 4)	
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R
TL16	The provision of democratic, accountable and ethical governance	Financial statements submitted to the Auditor-General by end August 2021	Financial statements submitted	Director: Finance	1	AFS submitted to the AG	1	0	0	N/A	[D128] Deputy Director: Finance & SCM: Not applicable for the period. (April 2022) [D128] Deputy Director: Finance & SCM: Not applicable for the period. (May 2022) [D128] Deputy Director: Finance & SCM: Not applicable for the period. (June 2022)		1	1	G
TL17	The provision of democratic, accountable and ethical governance	Submit a reviewed long term financial plan to the CFO by end of October 2021	Reviewed long term financial plan submitted	Director: Finance	1	Reviewed long term financial plan	1	0	0	N/A			1	1	G
TL34	The provision and maintenance of municipal services	Provision of free basic electricity, refuse removal, sanitation and water in terms of the equitable share requirements (MPPMR Reg 10 (b))	Number of indigent households	Director: Finance	7 595	Monthly summary from the indigent register	7 000	7 367	7 367	G2	[D148] Senior Manager: Revenue: 7 373 Indigent total of 36 066 Households. (April 2022) [D148] Senior Manager: Revenue: 7 374 Indigent total of 36 076 Households. (May 2022)	[D148] Senior Manager: Revenue: N/A (April 2022) [D148] Senior Manager: Revenue: N/A (May 2022)	7 000	7 367	G2

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)						Overall Performance for the 2021/22 financial year (Q 1- 4)		
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R	
TL39	The provision of democratic, accountable and ethical governance	Achieve a debt recovery rate not less than 95% (Receipts/total billed for the 12 month period x 100)	% Recovered	Director: Finance	97.10%	Calculation of 12 month rolling average	95.00%	95.00%	99.07%	G2	[D180] Director: Finance: KPI WELL MET FOR APRIL 2022 - DEBT RECOVERY RATE (April 2022)		95.00%	99.07%	G2	
											[D148] Senior Manager: Revenue: 7 367 Indigent total of 35 385 Households (June 2022)					

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)						Overall Performance for the 2021/22 financial year (Q 1- 4)					
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R				
TL25	The creation and maintenance of a safe and healthy environment	Annually review and submit Disaster Management Plan to Council by the end of October 2021	Reviewed plan submitted	Director: Protection Services	1	Council minutes noting the Reviewed Disaster Management Plan	1	0	N/A			1	1						
TL26	The creation and maintenance of a safe and healthy environment	Review Community Safety Plan in three-year cycle by end of June 2022 in conjunction with the Department of Community Safety	Plan reviewed	Director: Protection Services	0	Reviewed Community Safety Plan	1	1	G	[D227] Director: Protection Services: Target met. Community Safety Plan was reviewed on 28 June 2022 (June 2022)		1	1						
TL27	The creation and maintenance of a safe and healthy environment	Arrange public awareness sessions on Protection Services	Number of sessions held	Director: Protection Services	103	Quarterly statistical report	100	31	G	[D228] Director: Protection Services: Target met. 31 Public safety awareness's conducted (June 2022)		100	123						

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)						Overall Performance for the 2021/22 financial year (Q 1 - 4)		
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R	
TL28	The creation and maintenance of a safe and healthy environment	Collect R10,000,000 Public Safety Income by 30 June 2022 (Actual revenue, excluding the fine impairment amount)	R-value of public safety collected income	Director: Protection Services	R17 347 607.03	SAMIRAS report and Journal for fines impairment	R10 000 000.00	R2 500 000.00	R5 248 385.00	B	[D229] Director: Protection Services: Target extremely well met. (June 2022)		R10 000 000.00	R15 882 633.99	B	

Community Services

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)						Overall Performance for the 2021/22 financial year (Q 1 - 4)		
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R	
TL1	The provision and maintenance of municipal services	98% of the operational conditional grant (Libraries & CDW's) spent (Actual expenditure divided by the	% of total conditional operational grants spent (Libraries & CDW's)	Director: Community Services	98.49%	Year to date expenses (SAMIRAS report)	98.00%	98.00%	100.00%	G2	[D348] Director: Community Services: KPI Well Met (June 2022)		98.00%	100.00%	G2	

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)						Overall Performance for the 2021/22 financial year (Q 1 -4)	
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R
TL2	The provision and maintenance of municipal services	m <sup>2</sup> of roads patched and resealed according to Pavement Management System within available budget	m <sup>2</sup> of roads patched and resealed	Director: Community Services	104 952	Consultants reseal statistical report	110 000	110 000	94 665	0	[D349] Deputy Director: Operational Services: Exuberant increases on fuel prices had a direct impact on bitumen prices which is the core component for most of the reseal material. (June 2022)	[D349] Deputy Director: Operational Services: Target to be revised depending on related price increases. (June 2022)	110 000	94 665	0
TL5	The provision and maintenance of municipal services	Limit unaccounted water to less than 20% {(Number of kilolitre water purified - Number of kilolitre water sold)/Number of kilolitre purified x 100}	% of water unaccounted for	Director: Community Services	23.04%	Consolidated report_ SAMRAS (DB4) GFS and Infrastructure (water purified)	18.00%	18.00%	24.04%	R	[D350] Director: Community Services: Target no met. Challenges with burst pipes due to ageing infrastructure. Lack of capital funding for water pipe replacements. (June 2022)	[D350] Director: Community Services: Require funding to address challenges. (June 2022)	18.00%	24.04%	R

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								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R	
TL6	The encouragement of structured community participation in the matters of the municipality	Ward committee meetings held to facilitate consistent and regular communication with residents	Number of ward committee meetings per annum	Director: Community Services	77	Minutes of the ward committee meetings held	97	42	42	G	[D351] Director: Community Services: KPI Extremely Well Met (April 2022)	[D351] Director: Community Services: Meeting Cycle June 2022 (May 2022)	97	97	G	

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)						Overall Performance for the 2021/22 financial year (Q 1 -4)			
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R		
TL29	The provision and maintenance of municipal services	Provision of water to informal households (excluding invaded state owned land and private land) based on the standard of 1 water point to 25 households (MPPMR Reg 10 (a))	The number of taps installed in relation to the number of informal households (excluding invaded land unsuitable for housing and private land)	Director: Community Services	317	Annual report from Housing Department indicating the number of informal households (excluding invaded land unsuitable for housing and private land). Report on the GPS coordinates on the number of taps to informal households (excluding invaded land unsuitable for housing and private land)	320	320	G2	[D352] Deputy Director: Operational Services: KPI Well Met (June 2022)		320	464	G2	320	464	G2
TL30	The provision and maintenance of municipal services	Provision of cleaned piped water to all formal households within 200 m from households (MPPMR Reg 10 (a))	No of formal households that meet agreed service standards for piped water	Director: Community Services	29 946	Yearly statistics provided by finance department (SAMRAS)	30 111	30 111	G2	[D353] Deputy Director: Operational Services: KPI Well Met (June 2022)		30 111	30 990	G2	30 111	30 990	G2

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)						Overall Performance for the 2021/22 financial year (Q 1 -4)		
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R	
TL31	The provision and maintenance of municipal services	Provision of refuse removal, refuse dumps and solid waste disposal to all formal households at least once a week (A household is defined as a residential unit billed for the particular services rendered by way of the financial system (SAMRAS)) (MPPMR Reg 10	Number of formal households for which refuse is removed at least once a week	Director: Community Services	33 366	Yearly statistics provided by finance department (SAMRAS)	33 895	33 895	34 819	G2	[D354] Deputy Director: Operational Services: KPI Well Met (June 2022)		33 895	34 819	G2	
TL32	The provision and maintenance of municipal services	Provision of refuse removal, refuse dumps and solid waste disposal to all informal households at least once a week (MPPMR Reg 10 (a))	Number of weekly removal of refuse in informal households (Once per week = 52 weeks per annum	Director: Community Services	53	Bi-annual eMIS report on the weekly refuse removal	52	52	52	G	[D355] Deputy Director: Operational Services: KPI Met (June 2022)		52	52	G	

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)						Overall Performance for the 2021/22 financial year (Q 1 -4)		
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R	
TL36	The provision and maintenance of municipal services	The provision of sanitation services to informal households (excluding invaded state owned land and private land) based on the standard of 1 toilet to 5 households (MPPMR Reg 10 (a))	The number of toilet structures provided in relation to the number of informal households (excluding invaded land unsuitable for housing and private land)	Director: Community Services	885	Annual report from Housing Department indicating the number of informal households (excluding invaded land unsuitable for housing and private land). Report on the GPS coordinates for the number of the toilets to informal households (excluding invaded land unsuitable for housing and private land)	980	980	G2	[D356] Deputy Director: Operational Services: KPI Met (June 2022)		980	983	G2		
TL37	The provision and maintenance of municipal services	Provision of sanitation services to formal residential households (A household is defined as a residential unit billed for the	No of formal residential households which are billed for sewerage in accordance to the SAMRAS	Director: Community Services	30 060	Yearly statistics provided by the Department of Finance	30 420	30 420	G2	[D357] Deputy Director: Operational Services: KPI Well Met (June 2022)		30 420	31 394	G2		

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)						Overall Performance for the 2021/22 financial year (Q 1 -4)			
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R		
TL45	The provision and maintenance of municipal services	particular services rendered by way of the financial system (SAMRAS)) (MPPMR Reg 10 (a)) Provision of water to informal households on invaded land with available funding ("Land Invasion" refers to the illegal occupation of land, with the intention of establishing dwellings / a settlement upon it. An invasion may be by one individual or by hundreds of households).	financial system The number of taps installed for informal households on invaded land with available funding	Director: Community Services	104	Report on the GPS coordinates on the number of taps installed for informal households on invaded land	70	70	82	G2	[D358] Deputy Director: Operational Services: KPI Met (June 2022)				70	82	G2
TL46	The provision and maintenance of municipal services	The provision of sanitation services to informal households on invaded land with available funding ("Land Invasion" refers to the illegal occupation of land, with the intention of establishing	The number of toilets provided for informal households on invaded land with available funding	Director: Community Services	137	Report on the GPS coordinates for the number of toilets provided for informal households on invaded land	95	95	143	B	[D359] Deputy Director: Operational Services: KPI Extremely Well Met (June 2022)				95	143	B

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)						Overall Performance for the 2021/22 financial year (Q 1 -4)		
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R	
		dwelling / a settlement upon it. An invasion may be by one individual or by hundreds of households).														

Infrastructure & Planning

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)						Overall Performance for the 2021/22 financial year (Q 1 -4)			
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R		
TL3	The provision and maintenance of municipal services	Quality of effluent comply 75% with general or special limit in terms of the Water Act (Act 36 of 1998)	% compliance	Director: Infrastructure & Planning	86.34%	Report from Directorate Infrastructure (WSA) compiled from independent laboratory test results	75.00%	75.00%	80.04%	G2	[D407] Deputy Director: Engineering Planning: 80.04% of final effluent complied with the standards for the quarter. (June 2022)						

# APPENDIX 1 - 23 / 30

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)						Overall Performance for the 2021/22 financial year (Q 1 -4)	
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R
TL4	The provision and maintenance of municipal services	Quality of potable water comply 95% with SANS 241	% compliance with SANS 241	Director: Infrastructure & Planning	98.45%	Independent Laboratory test result	95.00%	95.00%	97.61%	G2	[D408] Deputy Director: Engineering Planning: 97.61% of treated water samples complied with the SANS 0241 standards. (June 2022)		95.00%	97.83%	G2
TL18	The provision and maintenance of municipal services	Limit electricity losses to 7.5% or less {{Number of Electricity Units Purchased - Number of Electricity Units Sold} / Number of Electricity Units Purchased and/or Generated} × 100}	% of electricity unaccounted for	Director: Infrastructure & Planning	6.02%	Electricity losses Excel spreadsheet from Manager: Costing and Reports in Finance Directorate	7.50%	7.50%	7.06%	B	[D410] Director: Infrastructure & Planning: Target extremely well met. (June 2022)		7.50%	7.06%	B
TL19	The provision and maintenance of municipal services	Report on the implementation of the Water Service Development plan annually by the end of October	Report submitted	Director: Infrastructure & Planning	1	Letter of submission of Water Services Audit to DWS	1	0	0	N/A			1	1	G
TL33	The provision and maintenance of municipal services	Provision of Electricity: Number of metered electrical connections in formal areas (Eskom Areas excluded) (Definition: Refers to	Number of formal households that meet agreed	Director: Infrastructure & Planning	21 546	Based on number of households billed by department of finance	21 500	21 500	22 474	G2	[D409] Director: Infrastructure & Planning: Target well		21 500	22 474	G2



# APPENDIX 1 - 25 / 30

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)						Overall Performance for the 2021/22 financial year (Q 1 -4)					
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R				
TL9	The promotion of tourism, economic and social development	Managers LED, Social Development and Tourism report on the hosting of at least one mobile Thusong outreach during the 2021/22 financial year to the Director Economic and Social Development & Tourism	Report on the mobile Thusong outreach programme	Director: Economic & Social Development & Tourism	0	Report on the mobile Thusong outreach programme	1	1	1	G	[D452] Director: Economic & Social Development & Tourism: KPI met. Thusong Outreach was a success, and it took place over 2days in different areas (June 2022)								
TL10	The promotion of tourism, economic and social development	Support 130 SMME's in terms of the SMIME Development Programme by 30 June 2022	Number of SMME's supported	Director: Economic & Social Development & Tourism	160	Internally verified list of SMME'S supported	130	65	65	G	[D436] Director: Economic & Social Development & Tourism: Target met. (June 2022)				130	134	G2		

**APPENDIX 1 - 26 / 30**

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)				Overall Performance for the 2021/22 financial year (Q 1 -4)			
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R
TL11	The promotion of tourism, economic and social development	Report on projects/ initiatives in collaboration with other stakeholders for local economic development, social development and tourism	Number of projects / initiatives collaborated on	Director: Economic & Social Development & Tourism	28	Letter of intent / memo	28	6	11	B	[D437] Manager: LED: A joint initiative was launched the Rotary Club (Hermanus) on food sustainability project. (June 2022) [D438] Manager: Social Development: The department collaborated with 4 organisations with projects in June: 1) Mount Pleasant Afterschool programme run by JustCare and supported by this department; 2) Through the youth Desk we partnered with Boland College Caledon Campus, to register 34 youth for studies at Boland College; 3) Thusong partnered with SAPS, Law Enforcement, Traffic and the Department of		28	38	G2

APPENDIX 1 - 27 / 30

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)				Overall Performance for the 2021/22 financial year (Q 1 -4)						
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R			

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)						Overall Performance for the 2021/22 financial year (Q 1 -4)					
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R				

**APPENDIX 1 - 29 / 30**

TL KPI Number	Strategic Objective	KPI Description	Unit of Measurement	KPI Owner	Baseline	Source of Evidence	Revised Annual Target	Quarter ending June 2022 (4 <sup>th</sup> Quarter)						Overall Performance for the 2021/22 financial year (Q 1 -4)	
								Target	Actual	R	Performance Comment	Corrective Measures	Annual Target	Actual	R
TL12	The promotion of tourism, economic and social development	The number of job opportunities created through the EPWP programme and as per set targets (grant agreement - FTE's, translates to 1028 work opportunities) (MPPMR Reg 10 (d))	Number of temporary jobs created	Director: Economic & Social Development & Tourism	1 060	Internally verified list of beneficiaries appointed	1 028	248	210	O	[D440] Director: Economic & Social Development & Tourism: Target almost met. A total of 837 job opportunities were created in the financial year. (June 2022)	[D440] Director: Economic & Social Development & Tourism: The number of EPWP participants were reduced by some Directorates due to budgetary constraints. More motivation and proposals will be conducted with these directorates. (June 2022)	1 028	837	O
TL40	The promotion of tourism, economic and social development	Support 60 SMME's in terms of the Emerging Contractor Development Programme by 30 June 2022	Number of Emerging Contractors supported	Director: Economic & Social Development & Tourism	61	Internally verified list of small contractors supported	60	30	31	G2	[D442] Manager: LED: Report: list of verified list attached. (June 2022)		60	72	G2

**RECOMMENDATION TO THE COUNCIL:**

that the content of the report for the fourth quarter of the 2021/22 financial year on the top-level Service Delivery and Budget Implementation Plan (SDBIP) **be noted**.



# QUARTERLY BUDGET REPORT AND SDBIP JUNE 2022

## In-Year Report of the Municipality

Prepared in terms of Section 52(d) of the Local Government:  
Municipal Finance Management Act (Act 56 of 2003) &  
Section 31 of the Municipal Budget and Reporting Regulations,  
Government Gazette 32141, 17 May 2009.



We belong



We care



We serve

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Appendix 1 – Service Delivery and Budget Implementation Plan

## Glossary

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

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

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

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

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

**FMG** – Financial Management Grant.

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

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

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

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

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

**MIG** – Municipal Infrastructure Grant.

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

**NDPG** – Neighbourhood Development Partnership Grant.

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

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

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

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

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

**YTD** – Year to date

**y-o-y** – year-on-year

## **PART 1 – IN-YEAR REPORT**

### **Mayor's Report**

#### ***1.1 In-Year Report – Quarterly Budget Report***

##### **1.1.1 Implementation of the budget in accordance with the SDBIP**

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

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

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

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

The 2021/2022 Budget was compiled according to version 6.5 of the mSCOA classification framework. The below results reflect the fourth quarter's financial performance.

YTD Actual operating revenue at the end of the fourth quarter for 2021/2022 is at 100.56% of the budgeted revenue of R1.438bn. The expenditure reflects spending of 95.09% against the budgeted expenditure of R1.519bn.

YTD Capital expenditure at the end of June 2022 amounts to R188.5m, or 79.24% of the amended budget of R237.8m. Refer to the table on page 29 for the implementation status of the Top 10 Capital Projects.

A 5<sup>th</sup> & 6<sup>th</sup> Adjustments Budget was tabled during this quarter to appropriate revenue and expenditure for the reduction in grant funding by National Treasury and capital/operational virement amendments and proposals emanating from unforeseen and unavoidable expenditure, which must be approved by Council in terms of legislation.

The 12-month rolling average payment rate had dropped to 96,95% by the end of June 2020. The collection rate gained traction during the 2021/2022 financial year and at the end of June 2022 this stood at 99,07%.

## **Resolutions**

### ***IN-YEAR REPORTS 2021/2022***

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

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

that the budget report and service delivery and budget implementation plan for the quarter ended June 2022, prepared as part of the financial reporting obligations arising from the Local Government: Municipal Finance Management Act, 2003 and additional information, **be noted**.

## Executive Summary

### COVID-19

The National State of Disaster was terminated as from 5 April 2022. The overall impact of COVID-19, relating to the municipality's finances, is still being closely monitored.

**This preliminary outcome report for 2021/2022 reflects YTD M12 and year-end financial transactions until close of business on 18 July 2022. This report has been updated with the latest available financial information since the publishing of the Monthly Budget Statement for June 2022, but further year-end transactions still have to be processed which could influence the final outcome. The final figures will be available with the completion and submission of the Annual Financial Statements for audit.**

### Revenue by Source

The Year-to-Date actual operating revenue is 100.56% of the budgeted revenue for 2021/2022. Revenue from Electricity reflects R11.2m, Water and Sewerage reflects R9.4m and R5.5m above the projected budgeted revenue. Waste Management also reflects R2.2m above the projected budget revenue.

### Borrowings

The balance of borrowings amounts to R480.4m at the end of June 2022.

### Operating expenditure by vote & type

The Year-to-date current actual operating expenditure is 95.09% of the budgeted expenditure for 2021/2022. These figures are subject to change with the finalisation of year end processes.

### Capital expenditure

The YTD Capital expenditure amounts to R188.5m or 79.24% of the adjusted budget of R237.8m. Further projects amounting to R23 313 167 were identified as roll over projects during the 2022/2023 budget finalisation, over and above the projects amounting to R46 206 812 that was already identified during the 2021/2022 general adjustments budget process.

## Cash flows

The municipality started the year with a positive cash balance of R612.7 million. The June closing balance is R616.3 million. Refer to Supporting Table SC9 for more details on the cash position.

## Allocations received (National & Provincial Grants)

Grants totaling R7.5m was received during June 2022.

## Spending on Grants

Spending on grants amounts to R46.22m for June 2022 which includes FMG, EPWP, MIG, INEP, Water Service Infra Grant, Resource funding for K9 Unit, CDW, MSDCBG, Municipal Library Support Grant, LG Employment Support Grant, Resource funding for the establish LE Reaction Unit, Municipal Electrical Master Plan Grant, DBSA Capital Grant & Provincial Housing Grant – Construction Contracts.

## Material variances

The table below summarises variances for projected revenue and expenditure.

WC032 Overstrand - Supporting Table SC1 Material variance explanations - Q4 Fourth Quarter			
Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Revenue By Source</b>	0.56%	Preliminary outcome for 2021/2022	
Expenditure By Type	-4.91%	Preliminary outcome for 2021/2022	
Capital Expenditure	-20.76%	Preliminary outcome for 2021/2022	
<b>Financial Position</b>			
In order			
<b>Cash Flow</b>			
In order			

### Total Revenue (including capital grants)

R thousand	Amended Budget	YearTD actual	% of Budget Received/Spent
Revenue	1,489,212	1,490,494	100.09%
Expenditure	1,519,568	1,444,896	95.09%
Surplus / (Deficit)	<b>(30,356)</b>	<b>45,597</b>	
Capital	237,837	188,457	79.24%

### Total Revenue (excluding capital grants)

R thousand	Amended Budget	YearTD actual	% of Budget Received/Spent
Revenue	1,438,695	1,446,689	100.56%
Expenditure	1,519,568	1,444,896	95.09%
Surplus / (Deficit)	<b>(80,873)</b>	<b>1,793</b>	
Capital	237,837	188,457	79.24%

**Performance in relation to SDBIP targets**

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

**Remedial or corrective steps**

Refer to the SDBIP report.

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

Table C1: s71 Monthly Budget Statement Summary

WC032 Overstrand - Table C1 Monthly Budget Statement Summary - Q4 Fourth Quarter

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	261,222	275,637	275,637	-	278,154	275,637	2,518	1%	275,637
Service charges	733,197	793,858	793,858	-	822,143	793,858	28,285	4%	793,858
Investment revenue	30,504	27,456	27,456	-	31,908	27,456	4,452	16%	27,456
Transfers and subsidies	140,895	139,692	157,423	-	150,216	157,423	(7,207)	-5%	157,423
Other own revenue	121,523	180,196	184,321	-	164,268	184,321	(20,054)	-11%	184,321
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>1,287,342</b>	<b>1,416,839</b>	<b>1,438,695</b>	<b>-</b>	<b>1,446,689</b>	<b>1,438,695</b>	<b>7,994</b>	<b>1%</b>	<b>1,438,695</b>
Employee costs	436,029	463,804	465,005	-	455,925	465,005	(9,080)	-2%	465,005
Remuneration of Councillors	11,219	12,401	12,216	-	11,538	12,216	(677)	-6%	12,216
Depreciation & asset impairment	138,195	145,663	145,663	-	145,663	145,663	-	-	145,663
Finance charges	48,805	51,804	48,590	-	47,584	48,590	(1,006)	-2%	48,590
Materials and bulk purchases	343,314	398,552	411,604	-	404,173	411,604	(7,431)	-2%	411,604
Transfers and subsidies	8,651	12,324	12,774	-	12,750	12,774	(24)	-0%	12,774
Other expenditure	334,722	410,460	423,716	-	367,263	423,716	(56,452)	-13%	423,716
<b>Total Expenditure</b>	<b>1,320,935</b>	<b>1,495,006</b>	<b>1,519,568</b>	<b>-</b>	<b>1,444,896</b>	<b>1,519,568</b>	<b>(74,672)</b>	<b>-5%</b>	<b>1,519,568</b>
<b>Surplus/(Deficit)</b>	<b>(33,593)</b>	<b>(78,168)</b>	<b>(80,873)</b>	<b>-</b>	<b>1,793</b>	<b>(80,873)</b>	<b>82,665</b>	<b>-102%</b>	<b>(80,873)</b>
Transfers and subsidies - capital (monetary allocations)	37,219	46,354	46,920	-	37,978	46,920	(8,942)	-19%	46,920
Contributions & Contributed assets	27,223	14,243	3,597	-	5,826	3,597	2,230	62%	3,597
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>30,848</b>	<b>(17,571)</b>	<b>(30,356)</b>	<b>-</b>	<b>45,597</b>	<b>(30,356)</b>	<b>75,953</b>	<b>-250%</b>	<b>(30,356)</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>30,848</b>	<b>(17,571)</b>	<b>(30,356)</b>	<b>-</b>	<b>45,597</b>	<b>(30,356)</b>	<b>75,953</b>	<b>-250%</b>	<b>(30,356)</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>254,800</b>	<b>274,775</b>	<b>237,837</b>	<b>-</b>	<b>188,457</b>	<b>237,837</b>	<b>(49,380)</b>	<b>-21%</b>	<b>237,837</b>
Capital transfers recognised	83,490	111,555	110,981	-	88,932	110,981	(22,049)	-20%	110,981
Public contributions & donations	23,919	-	-	-	-	-	-	-	-
Borrowing	45,443	94,066	72,761	-	64,234	72,761	(8,527)	-12%	72,761
Internally generated funds	101,949	69,154	54,094	-	35,291	54,094	(18,803)	-35%	54,094
<b>Total sources of capital funds</b>	<b>254,800</b>	<b>274,775</b>	<b>237,837</b>	<b>-</b>	<b>188,457</b>	<b>237,837</b>	<b>(49,380)</b>	<b>-21%</b>	<b>237,837</b>
<b>Financial position</b>									
Total current assets	765,709	583,272	708,929	-	791,670	-	-	-	708,929
Total non current assets	3,921,556	4,096,878	4,059,940	-	3,970,804	-	-	-	4,059,940
Total current liabilities	310,222	341,312	382,500	-	308,614	-	-	-	382,500
Total non current liabilities	678,212	657,833	695,824	-	706,888	-	-	-	695,824
<b>Community wealth/Equity</b>	<b>3,698,830</b>	<b>3,681,004</b>	<b>3,690,546</b>	<b>-</b>	<b>3,746,973</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,690,546</b>
<b>Cash flows</b>									
Net cash from (used) operating	208,963	215,101	200,508	-	201,202	200,508	(695)	-0%	199,184
Net cash from (used) investing	(258,734)	(279,755)	(242,817)	-	(193,437)	(242,817)	(49,380)	20%	(242,959)
Net cash from (used) financing	8,680	(2,646)	(2,646)	-	(4,208)	(2,646)	1,562	-59%	(2,646)
<b>Cash/cash equivalents at the month/year end</b>	<b>612,723</b>	<b>450,829</b>	<b>567,767</b>	<b>-</b>	<b>616,280</b>	<b>567,767</b>	<b>(48,513)</b>	<b>-9%</b>	<b>566,302</b>
<b>Debtors &amp; creditors analysis</b>									
	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	64,586	2,677	1,970	1,643	1,648	1,568	6,530	45,072	125,694
<b>Creditors Age Analysis</b>									
Total Creditors	4,857	-	-	-	-	-	-	-	4,857

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

<b>Revenue - Functional</b>									
<i>Governance and administration</i>	<b>362,831</b>	<b>357,072</b>	<b>360,937</b>	-	<b>363,955</b>	<b>360,937</b>	3,018	1%	<b>360,937</b>
Executive and council	38,681	31,359	32,134	-	32,148	32,134	14	0%	32,134
Finance and administration	324,150	325,712	328,802	-	331,807	328,802	3,004	1%	328,802
Internal audit	-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>	<b>125,463</b>	<b>164,655</b>	<b>182,498</b>	-	<b>151,915</b>	<b>182,498</b>	(30,584)	-17%	<b>182,498</b>
Community and social services	8,291	7,145	9,367	-	9,654	9,367	287	3%	9,367
Sport and recreation	29,089	10,133	10,855	-	15,552	10,855	4,697	43%	10,855
Public safety	16,193	39,531	42,023	-	35,322	42,023	(6,701)	-16%	42,023
Housing	71,891	107,845	120,253	-	91,387	120,253	(28,867)	-24%	120,253
Health	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>	<b>16,035</b>	<b>16,227</b>	<b>17,887</b>	-	<b>23,349</b>	<b>17,887</b>	5,462	31%	<b>17,887</b>
Planning and development	11,638	9,362	11,298	-	16,513	11,298	5,215	46%	11,298
Road transport	4,365	6,828	6,103	-	6,342	6,103	239	4%	6,103
Environmental protection	32	37	487	-	495	487	8	2%	487
<i>Trading services</i>	<b>847,454</b>	<b>939,483</b>	<b>927,890</b>	-	<b>951,275</b>	<b>927,890</b>	23,385	3%	<b>927,890</b>
Energy sources	481,695	570,263	559,013	-	564,384	559,013	5,371	1%	559,013
Water management	153,115	157,061	147,446	-	157,527	147,446	10,081	7%	147,446
Waste water management	117,987	116,972	124,991	-	131,019	124,991	6,028	5%	124,991
Waste management	94,657	95,187	96,441	-	98,346	96,441	1,905	2%	96,441
<i>Other</i>	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	<b>1,351,784</b>	<b>1,477,435</b>	<b>1,489,212</b>	-	<b>1,490,494</b>	<b>1,489,212</b>	<b>1,282</b>	<b>0%</b>	<b>1,489,212</b>
<b>Expenditure - Functional</b>									
<i>Governance and administration</i>	<b>258,657</b>	<b>284,904</b>	<b>285,617</b>	-	<b>267,254</b>	<b>285,617</b>	(18,363)	-6%	<b>285,617</b>
Executive and council	69,529	66,557	69,178	-	65,872	69,178	(3,306)	-5%	69,178
Finance and administration	186,367	214,255	213,379	-	198,486	213,379	(14,893)	-7%	213,379
Internal audit	2,761	4,091	3,061	-	2,897	3,061	(164)	-5%	3,061
<i>Community and public safety</i>	<b>192,423</b>	<b>257,893</b>	<b>263,097</b>	-	<b>228,750</b>	<b>263,097</b>	(34,347)	-13%	<b>263,097</b>
Community and social services	22,122	19,164	20,499	-	18,149	20,499	(2,350)	-11%	20,499
Sport and recreation	52,169	59,600	57,259	-	53,393	57,259	(3,866)	-7%	57,259
Public safety	87,169	115,407	120,205	-	110,498	120,205	(9,707)	-8%	120,205
Housing	30,963	63,723	65,133	-	46,710	65,133	(18,423)	-28%	65,133
Health	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>	<b>170,202</b>	<b>187,466</b>	<b>190,999</b>	-	<b>184,007</b>	<b>190,999</b>	(6,992)	-4%	<b>190,999</b>
Planning and development	43,396	51,373	51,498	-	47,099	51,498	(4,398)	-9%	51,498
Road transport	110,465	116,270	118,040	-	115,790	118,040	(2,249)	-2%	118,040
Environmental protection	16,340	19,823	21,462	-	21,118	21,462	(344)	-2%	21,462
<i>Trading services</i>	<b>696,761</b>	<b>761,149</b>	<b>776,422</b>	-	<b>761,955</b>	<b>776,422</b>	(14,468)	-2%	<b>776,422</b>
Energy sources	384,141	442,180	440,753	-	435,482	440,753	(5,271)	-1%	440,753
Water management	120,612	129,815	131,697	-	130,863	131,697	(835)	-1%	131,697
Waste water management	95,785	102,665	111,509	-	109,248	111,509	(2,260)	-2%	111,509
Waste management	96,223	86,489	92,463	-	86,361	92,463	(6,102)	-7%	92,463
<i>Other</i>	<b>2,893</b>	<b>3,595</b>	<b>3,432</b>	-	<b>2,930</b>	<b>3,432</b>	<b>(502)</b>	<b>-15%</b>	<b>3,432</b>
<b>Total Expenditure - Functional</b>	<b>1,320,935</b>	<b>1,495,006</b>	<b>1,519,568</b>	-	<b>1,444,896</b>	<b>1,519,568</b>	<b>(74,672)</b>	<b>-5%</b>	<b>1,519,568</b>
<b>Surplus/ (Deficit) for the year</b>	<b>30,848</b>	<b>(17,571)</b>	<b>(30,356)</b>	-	<b>45,597</b>	<b>(30,356)</b>	<b>75,953</b>	<b>-250%</b>	<b>(30,356)</b>

**ANNEXURE A 12 / 38**

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) - Q4 Fourth

Vote Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Revenue by Vote</b>									
Vote 1 - Council & Mayor's Office	38,321	31,285	31,735	-	31,794	31,735	60	0.2%	31,735
Vote 2 - Municipal Manager & Internal Audit	-	-	-	-	-	-	-	-	-
Vote 3 - Management Services	2,564	869	2,934	-	3,492	2,934	558	19.0%	2,934
Vote 4 - Finance	309,284	318,650	318,650	-	326,571	318,650	7,922	2.5%	318,650
Vote 5 - Infrastructure & Planning	585,823	691,845	692,670	-	669,112	692,670	(23,558)	-3.4%	692,670
Vote 6 - Protection Services	16,193	39,531	42,673	-	35,963	42,673	(6,710)	-15.7%	42,673
Vote 7 - Economic and Social Development & Tourism	3,860	2,838	4,773	-	4,806	4,773	32	0.7%	4,773
Vote 8 - Community Services	395,739	392,418	395,776	-	418,755	395,776	22,979	5.8%	395,776
Vote 9 - Costing Services	-	-	-	-	-	-	-	-	-
Vote 10 - Main Ledger Services	-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	<b>1,351,784</b>	<b>1,477,435</b>	<b>1,489,212</b>	<b>-</b>	<b>1,490,494</b>	<b>1,489,212</b>	<b>1,282</b>	<b>0.1%</b>	<b>1,489,212</b>
<b>Expenditure by Vote</b>									
Vote 1 - Council & Mayor's Office	44,089	37,047	41,635	-	39,681	41,635	(1,954)	-4.7%	41,635
Vote 2 - Municipal Manager & Internal Audit	5,885	8,040	7,038	-	6,039	7,038	(999)	-14.2%	7,038
Vote 3 - Management Services	54,639	60,741	61,432	-	57,313	61,432	(4,119)	-6.7%	61,432
Vote 4 - Finance	77,490	95,684	89,074	-	80,962	89,074	(8,112)	-9.1%	89,074
Vote 5 - Infrastructure & Planning	577,727	672,313	682,825	-	654,230	682,825	(28,595)	-4.2%	682,825
Vote 6 - Protection Services	91,326	115,502	117,013	-	106,758	117,013	(10,255)	-8.8%	117,013
Vote 7 - Economic and Social Development & Tourism	13,558	17,311	17,942	-	15,021	17,942	(2,921)	-16.3%	17,942
Vote 8 - Community Services	456,221	488,368	502,608	-	484,891	502,608	(17,717)	-3.5%	502,608
Vote 9 - Costing Services	-	-	-	-	-	-	-	-	-
Vote 10 - Main Ledger Services	-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	<b>1,320,935</b>	<b>1,495,006</b>	<b>1,519,568</b>	<b>-</b>	<b>1,444,896</b>	<b>1,519,568</b>	<b>(74,672)</b>	<b>-4.9%</b>	<b>1,519,568</b>
<b>Surplus/ (Deficit) for the year</b>	<b>30,848</b>	<b>(17,571)</b>	<b>(30,356)</b>	<b>-</b>	<b>45,597</b>	<b>(30,356)</b>	<b>75,953</b>	<b>-250.2%</b>	<b>(30,356)</b>

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

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

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

WC032 Overstrand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q4 Fourth Quarter

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Revenue By Source</b>									
Property rates	261,222	275,637	275,637	–	278,154	275,637	2,518	1%	275,637
Service charges - electricity revenue	442,792	499,317	499,317	–	510,478	499,317	11,161	2%	499,317
Service charges - water revenue	131,113	132,168	132,168	–	141,547	132,168	9,378	7%	132,168
Service charges - sanitation revenue	87,094	87,631	87,631	–	93,168	87,631	5,536	6%	87,631
Service charges - refuse revenue	72,198	74,741	74,741	–	76,951	74,741	2,209	3%	74,741
Rental of facilities and equipment	4,068	3,440	3,440	–	5,029	3,440	1,589	46%	3,440
Interest earned - external investments	30,504	27,456	27,456	–	31,908	27,456	4,452	16%	27,456
Interest earned - outstanding debtors	4,244	4,681	4,681	–	4,220	4,681	(460)	-10%	4,681
Dividends received	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits	1,095	28,223	20,223	–	20,791	20,223	568	3%	20,223
Licences and permits	2,227	2,039	2,538	–	2,780	2,538	242	10%	2,538
Agency services	6,189	6,680	6,680	–	6,880	6,680	200	3%	6,680
Transfers and subsidies	140,895	139,692	157,423	–	150,216	157,423	(7,207)	-5%	157,423
Other revenue	96,156	126,909	138,535	–	123,314	138,535	(15,221)	-11%	138,535
Gains	7,545	8,225	8,225	–	1,254	8,225	(6,971)	-85%	8,225
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>1,287,342</b>	<b>1,416,839</b>	<b>1,438,695</b>	<b>–</b>	<b>1,446,689</b>	<b>1,438,695</b>	<b>7,994</b>	<b>1%</b>	<b>1,438,695</b>
<b>Expenditure By Type</b>									
Employee related costs	436,029	463,804	465,005	–	455,925	465,005	(9,080)	-2%	465,005
Remuneration of councillors	11,219	12,401	12,216	–	11,538	12,216	(677)	-6%	12,216
Debt impairment	14,053	21,500	13,544	–	12,072	13,544	(1,472)	-11%	13,544
Depreciation & asset impairment	138,195	145,663	145,663	–	145,663	145,663	–	–	145,663
Finance charges	48,805	51,804	48,590	–	47,584	48,590	(1,006)	-2%	48,590
Bulk purchases - electricity	298,272	353,707	353,707	–	351,600	353,707	(2,107)	-1%	353,707
Inventory consumed	45,042	44,845	57,897	–	52,573	57,897	(5,324)	-9%	57,897
Contracted services	208,095	247,340	259,686	–	236,967	259,686	(22,719)	-9%	259,686
Transfers and subsidies	8,651	12,324	12,774	–	12,750	12,774	(24)	0%	12,774
Other expenditure	112,270	141,620	150,486	–	118,224	150,486	(32,261)	-21%	150,486
Losses	303	–	–	–	–	–	–	–	–
<b>Total Expenditure</b>	<b>1,320,935</b>	<b>1,495,006</b>	<b>1,519,568</b>	<b>–</b>	<b>1,444,896</b>	<b>1,519,568</b>	<b>(74,672)</b>	<b>-5%</b>	<b>1,519,568</b>
<b>Surplus/(Deficit)</b>									
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	(33,593)	(78,168)	(80,873)	–	1,793	(80,873)	82,665	(0)	(80,873)
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	37,219	46,354	46,920	–	37,978	46,920	(8,942)	(0)	46,920
Transfers and subsidies - capital (in-kind - all)	8,465	14,243	3,597	–	5,826	3,597	2,230	0	3,597
Surplus/(Deficit) after capital transfers & contributions	18,757	–	–	–	–	–	–	–	–
Taxation	30,848	(17,571)	(30,356)	–	45,597	(30,356)	–	–	(30,356)
Surplus/(Deficit) after taxation	–	–	–	–	–	–	–	–	–
Attributable to minorities	30,848	(17,571)	(30,356)	–	45,597	(30,356)	–	–	(30,356)
Surplus/(Deficit) attributable to municipality	–	–	–	–	–	–	–	–	–
Share of surplus/ (deficit) of associate	30,848	(17,571)	(30,356)	–	45,597	(30,356)	–	–	(30,356)
Surplus/ (Deficit) for the year	–	–	–	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>30,848</b>	<b>(17,571)</b>	<b>(30,356)</b>	<b>–</b>	<b>45,597</b>	<b>(30,356)</b>	<b>–</b>	<b>–</b>	<b>(30,356)</b>

The annual revenue budget is approved as 'Revenue by Source'. The Year-to-Date actual operating revenue is 0.56% above the YTD budget projections.

Current expenditure is 4.91% below YTD budget projections for June 2022.

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

**WC032 Overstrand - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Q4 Fourth Quarter**

Vote Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Multi-Year expenditure appropriation</b>									
Vote 1 - Council & Mayor's Office	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager & Internal Audit	-	-	-	-	-	-	-	-	-
Vote 3 - Management Services	-	3,715	3,250	-	3,247	3,250	(4)	0%	3,250
Vote 4 - Finance	-	60	55	-	55	55	(0)	0%	55
Vote 5 - Infrastructure & Planning	73,712	181,114	162,435	-	133,910	162,435	(28,525)	-18%	162,435
Vote 6 - Protection Services	-	354	704	-	847	704	143	20%	704
Vote 7 - Economic and Social Development & Tourism	-	45	108	-	100	108	(8)	-7%	108
Vote 8 - Community Services	36,053	4,297	6,267	-	5,172	6,267	(1,095)	-17%	6,267
Vote 9 - Costing Services	-	-	-	-	-	-	-	-	-
Vote 10 - Main Ledger Services	-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	<b>109,765</b>	<b>189,585</b>	<b>172,819</b>	<b>-</b>	<b>143,330</b>	<b>172,819</b>	<b>(29,488)</b>	<b>-17%</b>	<b>172,819</b>
<b>Single Year expenditure appropriation</b>									
Vote 1 - Council & Mayor's Office	352	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager & Internal Audit	-	-	-	-	-	-	-	-	-
Vote 3 - Management Services	2,288	-	-	-	-	-	-	-	-
Vote 4 - Finance	57	-	-	-	-	-	-	-	-
Vote 5 - Infrastructure & Planning	80,221	50,206	34,755	-	29,343	34,755	(5,412)	-16%	34,755
Vote 6 - Protection Services	8,160	7,535	8,688	-	6,328	8,688	(2,360)	-27%	8,688
Vote 7 - Economic and Social Development & Tourism	498	-	-	-	-	-	-	-	-
Vote 8 - Community Services	53,459	27,449	21,575	-	9,456	21,575	(12,119)	-56%	21,575
Vote 9 - Costing Services	-	-	-	-	-	-	-	-	-
Vote 10 - Main Ledger Services	-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	<b>145,035</b>	<b>85,189</b>	<b>65,018</b>	<b>-</b>	<b>45,126</b>	<b>65,018</b>	<b>(19,892)</b>	<b>-31%</b>	<b>65,018</b>
<b>Total Capital Expenditure</b>	<b>254,800</b>	<b>274,775</b>	<b>237,837</b>	<b>-</b>	<b>188,457</b>	<b>237,837</b>	<b>(49,380)</b>	<b>-21%</b>	<b>237,837</b>
<b>Capital Expenditure - Functional Classification</b>									
<b>Governance and administration</b>	<b>7,054</b>	<b>3,775</b>	<b>3,775</b>	<b>-</b>	<b>3,771</b>	<b>3,775</b>	<b>(4)</b>	<b>0%</b>	<b>3,775</b>
Executive and council	355	5	5	-	3	5	(2)	-50%	5
Finance and administration	6,699	3,770	3,770	-	3,769	3,770	(1)	0%	3,770
Internal audit	-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>	<b>96,981</b>	<b>79,999</b>	<b>85,057</b>	<b>-</b>	<b>62,554</b>	<b>85,057</b>	<b>(22,503)</b>	<b>-26%</b>	<b>85,057</b>
Community and social services	16,072	9,991	4,117	-	1,400	4,117	(2,717)	-66%	4,117
Sport and recreation	22,866	7,752	7,674	-	4,942	7,674	(2,733)	-36%	7,674
Public safety	8,425	7,897	9,400	-	7,182	9,400	(2,218)	-24%	9,400
Housing	49,598	54,359	63,865	-	49,031	63,865	(14,835)	-23%	63,865
Health	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>	<b>29,200</b>	<b>19,511</b>	<b>14,274</b>	<b>-</b>	<b>10,827</b>	<b>14,274</b>	<b>(3,447)</b>	<b>-24%</b>	<b>14,274</b>
Planning and development	8,466	7,987	3,475	-	2,079	3,475	(1,397)	-40%	3,475
Road transport	20,734	11,524	10,799	-	8,748	10,799	(2,050)	-19%	10,799
Environmental protection	-	-	-	-	-	-	-	-	-
<b>Trading services</b>	<b>121,565</b>	<b>171,489</b>	<b>134,731</b>	<b>-</b>	<b>111,305</b>	<b>134,731</b>	<b>(23,426)</b>	<b>-17%</b>	<b>134,731</b>
Energy sources	10,436	68,211	35,311	-	27,822	35,311	(7,489)	-21%	35,311
Water management	35,574	51,982	37,334	-	36,630	37,334	(704)	-2%	37,334
Waste water management	57,190	47,481	57,480	-	44,730	57,480	(12,750)	-22%	57,480
Waste management	18,365	3,815	4,606	-	2,123	4,606	(2,483)	-54%	4,606
<b>Other</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Capital Expenditure - Functional Classification</b>	<b>254,800</b>	<b>274,775</b>	<b>237,837</b>	<b>-</b>	<b>188,457</b>	<b>237,837</b>	<b>(49,380)</b>	<b>-21%</b>	<b>237,837</b>
<b>Funded by:</b>									
National Government	35,100	45,754	43,754	-	36,688	43,754	(7,066)	-16%	43,754
Provincial Government	48,390	600	3,166	-	1,290	3,166	(1,876)	-59%	3,166
District Municipality	-	-	-	-	-	-	-	-	-
Other transfers and grants	-	65,201	64,061	-	50,954	64,061	(13,108)	-20%	64,061
<b>Transfers recognised - capital</b>	<b>83,490</b>	<b>111,555</b>	<b>110,981</b>	<b>-</b>	<b>88,932</b>	<b>110,981</b>	<b>(22,049)</b>	<b>-20%</b>	<b>110,981</b>
Public contributions & donations	23,919	-	-	-	-	-	-	-	-
Borrowing	45,443	94,066	72,761	-	64,234	72,761	(8,527)	-12%	72,761
Internally generated funds	101,949	69,154	54,094	-	35,291	54,094	(18,803)	-35%	54,094
<b>Total Capital Funding</b>	<b>254,800</b>	<b>274,775</b>	<b>237,837</b>	<b>-</b>	<b>188,457</b>	<b>237,837</b>	<b>(49,380)</b>	<b>-21%</b>	<b>237,837</b>

Capital expenditure is 20.76% below the Year-to-Date budget projections. Refer to the table on page 29 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 - Q4 Fourth Quarter

Description	2020/21	Budget Year 2021/22			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>					
<b>ASSETS</b>					
<b>Current assets</b>					
Cash	202,482	50,829	167,767	206,029	167,767
Call investment deposits	410,241	400,000	400,000	410,251	400,000
Consumer debtors	83,846	84,475	84,475	101,635	84,475
Other debtors	56,404	38,027	46,027	61,029	46,027
Current portion of long-term receivables	-	-	-	-	-
Inventory	12,736	9,940	10,659	12,727	10,659
<b>Total current assets</b>	<b>765,709</b>	<b>583,272</b>	<b>708,929</b>	<b>791,670</b>	<b>708,929</b>
<b>Non current assets</b>					
Long-term receivables	-	-	-	-	-
Investments	54,278	62,165	62,165	60,512	62,165
Investment property	127,538	127,346	127,346	127,538	127,346
Investments in Associate	-	-	-	-	-
Property, plant and equipment	3,599,818	3,772,076	3,730,899	3,642,833	3,730,899
Agricultural	-	-	-	-	-
Biological assets	-	-	-	-	-
Intangible assets	8,993	4,363	8,603	8,993	8,603
Other non-current assets	130,928	130,928	130,928	130,928	130,928
<b>Total non current assets</b>	<b>3,921,556</b>	<b>4,096,878</b>	<b>4,059,940</b>	<b>3,970,804</b>	<b>4,059,940</b>
<b>TOTAL ASSETS</b>	<b>4,687,265</b>	<b>4,680,150</b>	<b>4,768,869</b>	<b>4,762,475</b>	<b>4,768,869</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Bank overdraft	-	-	-	-	-
Borrowing	53,957	50,263	50,263	50,494	50,263
Consumer deposits	42,248	64,074	64,074	64,681	64,074
Trade and other payables	164,032	180,596	215,812	147,061	215,812
Provisions	49,986	46,378	52,351	46,378	52,351
<b>Total current liabilities</b>	<b>310,222</b>	<b>341,312</b>	<b>382,500</b>	<b>308,614</b>	<b>382,500</b>
<b>Non current liabilities</b>					
Borrowing	430,400	430,795	430,795	429,906	430,795
Provisions	247,812	227,039	265,029	276,982	265,029
<b>Total non current liabilities</b>	<b>678,212</b>	<b>657,833</b>	<b>695,824</b>	<b>706,888</b>	<b>695,824</b>
<b>TOTAL LIABILITIES</b>	<b>988,434</b>	<b>999,146</b>	<b>1,078,323</b>	<b>1,015,502</b>	<b>1,078,323</b>
<b>NET ASSETS</b>	<b>3,698,830</b>	<b>3,681,004</b>	<b>3,690,546</b>	<b>3,746,973</b>	<b>3,690,546</b>
<b>COMMUNITY WEALTH/EQUITY</b>					
Accumulated Surplus/(Deficit)	3,695,603	3,677,777	3,687,318	3,743,745	3,687,318
Reserves	3,227	3,228	3,228	3,228	3,228
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>3,698,830</b>	<b>3,681,004</b>	<b>3,690,546</b>	<b>3,746,973</b>	<b>3,690,546</b>

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

**Table C7: Monthly Budget Statement - Cash Flow**

WC032 Overstrand - Table C7 Monthly Budget Statement - Cash Flow - Q4 Fourth Quarter

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>									
<b>Receipts</b>									
Property rates	262,672	279,664	279,664	-	274,833	279,664	(4,831)	-2%	279,664
Service charges	735,955	792,663	792,663	-	808,589	792,663	15,925	2%	792,663
Other revenue	131,492	159,489	152,925	-	155,716	152,925	2,791	2%	152,925
Government - operating	147,186	139,692	157,423	-	149,412	157,423	(8,011)	-5%	157,281
Government - capital	23,825	46,354	46,920	-	48,947	46,920	2,027	4%	47,062
Interest	34,748	27,456	27,456	-	36,128	27,456	8,672	32%	27,456
Dividends	-	-	-	-	-	-	-	-	-
<b>Payments</b>									
Suppliers and employees	(1,069,400)	(1,166,090)	(1,188,779)	-	(1,212,089)	(1,188,779)	23,309	-2%	(1,193,289)
Finance charges	(48,805)	(51,804)	(54,990)	-	(47,584)	(54,990)	(7,406)	13%	(51,804)
Transfers and Grants	(8,710)	(12,324)	(12,774)	-	(12,750)	(12,774)	(24)	0%	(12,774)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>208,963</b>	<b>215,101</b>	<b>200,508</b>	<b>-</b>	<b>201,202</b>	<b>200,508</b>	<b>(695)</b>	<b>0%</b>	<b>199,184</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>									
<b>Receipts</b>									
Proceeds on disposal of PPE	940	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables	4	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments	(4,878)	(4,980)	(4,980)	-	(4,980)	(4,980)	0	0%	(4,980)
<b>Payments</b>									
Capital assets	(254,800)	(274,775)	(237,837)	-	(188,457)	(237,837)	(49,380)	21%	(237,979)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>(258,734)</b>	<b>(279,755)</b>	<b>(242,817)</b>	<b>-</b>	<b>(193,437)</b>	<b>(242,817)</b>	<b>(49,380)</b>	<b>20%</b>	<b>(242,959)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>									
<b>Receipts</b>									
Short term loans	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	54,000	50,000	50,000	-	50,000	50,000	-	-	50,000
Increase (decrease) in consumer deposits	1,256	2,000	2,000	-	(252)	2,000	(2,252)	-113%	2,000
<b>Payments</b>									
Repayment of borrowing	(46,576)	(54,646)	(54,646)	-	(53,957)	(54,646)	(689)	1%	(54,646)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>8,680</b>	<b>(2,646)</b>	<b>(2,646)</b>	<b>-</b>	<b>(4,208)</b>	<b>(2,646)</b>	<b>1,562</b>	<b>-59%</b>	<b>(2,646)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>(41,091)</b>	<b>(67,299)</b>	<b>(44,955)</b>	<b>-</b>	<b>3,557</b>	<b>(44,955)</b>			<b>(46,421)</b>
Cash/cash equivalents at beginning:	653,813	518,129	612,723		612,723	612,723			612,723
Cash/cash equivalents at month/year end:	612,723	450,829	567,767		616,280	567,767			566,302

Table C7 balances to the current Cash balance, shown in the 'YTD actual' column, which is R 616.3million.

The municipality started the year with a positive cash balance of R612.7 million. The June closing balance is R616.3 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

WC032 Overstrand - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - Q4 Fourth Quarter

Description	Budget Year 2021/22												2021/22 Medium Term Revenue & Expenditure Framework			
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2021/22	Budget Year +1 2022/23	Budget Year +2 2023/24	
R thousands	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget				
<b>Cash Receipts By Source</b>																
Property rates	23,734	15,542	14,685	38,609	24,154	21,639	22,368	22,089	25,594	22,356	23,567	20,496	279,664	290,510	301,791	
Service charges - electricity revenue	42,736	42,327	42,172	42,449	42,664	40,869	43,084	42,072	42,741	41,176	42,800	41,055	498,997	557,665	623,357	
Service charges - water revenue	18,366	17,251	15,240	(11,647)	11,194	10,705	11,955	12,148	15,801	12,513	12,841	10,393	132,541	137,723	143,112	
Service charges - sanitation revenue	9,951	7,151	5,871	4,803	7,976	7,487	8,549	7,600	9,113	7,821	8,044	6,164	86,879	90,314	93,887	
Service charges - refuse	9,179	6,469	5,483	3,950	6,547	6,179	6,587	5,798	6,980	6,134	6,893	5,156	74,246	77,176	80,223	
Service charges - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Rental of facilities and equipment	275	479	375	295	305	427	(68)	247	470	1,167	451	394	3,440	3,148	3,273	
Interest earned - external investments	1,471	703	1,900	652	2,785	605	5,720	521	3,003	2,306	2,972	9,270	27,456	28,554	29,697	
Interest earned - outstanding debtors	579	530	13	557	572	(189)	197	435	513	470	458	86	-	-	-	
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Fines, penalties and forfeits	1,699	1,727	1,738	1,759	1,727	1,688	1,738	1,881	1,735	1,718	1,613	1,768	8,179	9,348	10,519	
Licences and permits	195	237	190	229	234	216	282	258	270	200	222	248	2,538	2,097	2,164	
Agency services	463	670	890	623	695	570	603	577	574	356	445	415	6,680	6,930	7,189	
Transfer receipts - operating	52,323	1,379	1,370	1,331	2,001	43,653	2,137	1,965	66,645	11	(22)	(1,218)	157,423	144,977	148,209	
Other revenue	2,847	7,681	7,013	32,750	13,101	11,355	467	8,817	8,617	4,437	7,342	16,020	132,087	91,142	42,454	
<b>Cash Receipts by Source</b>	<b>163,819</b>	<b>102,146</b>	<b>96,940</b>	<b>116,360</b>	<b>113,954</b>	<b>145,205</b>	<b>103,618</b>	<b>104,408</b>	<b>182,054</b>	<b>100,665</b>	<b>107,425</b>	<b>110,248</b>	<b>1,410,131</b>	<b>1,439,585</b>	<b>1,485,875</b>	
<b>Other Cash Flows by Source</b>																
Transfers and subsidies - capital (monetary allocations) (National /	8	101	1,528	1,628	2,661	3,819	1,341	7,406	4,426	1,909	326	1,629	46,920	40,828	32,568	
Transfers and subsidies - capital (monetary allocations) (National /	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Proceeds on Disposal of Fixed and Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Short term loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Borrowing long term/financing	-	-	-	-	-	-	-	-	-	-	-	50,000	50,000	50,000	50,000	
Increase (decrease) in consumer deposits	99	87	432	489	(79)	(628)	(175)	(101)	(28)	(107)	(319)	77	2,000	2,000	2,000	
Decrease (increase) in non-current receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Decrease (increase) in non-current investments	(415)	(415)	(415)	(415)	(415)	(415)	(415)	(415)	(415)	(415)	(415)	(415)	(4,980)	(4,980)	(4,980)	
<b>Total Cash Receipts by Source</b>	<b>163,511</b>	<b>101,919</b>	<b>98,486</b>	<b>118,062</b>	<b>116,121</b>	<b>147,981</b>	<b>104,369</b>	<b>111,299</b>	<b>186,037</b>	<b>102,052</b>	<b>107,017</b>	<b>161,539</b>	<b>1,504,071</b>	<b>1,527,433</b>	<b>1,565,463</b>	
<b>Cash Payments by Type</b>																
Employee related costs	836	59,502	35,945	33,825	54,117	39,192	37,023	35,837	34,993	35,439	36,057	36,851	478,457	476,744	497,804	
Remuneration of councillors	-	1,881	940	940	825	960	956	963	962	962	962	1,009	12,401	12,905	13,432	
Interest paid	54	463	1,495	727	732	17,907	604	1,283	1,502	2,064	854	19,899	48,617	51,923	52,180	
Bulk purchases - Electricity	5	44,345	42,499	25,947	24,894	24,185	27,226	26,236	23,602	25,781	24,650	62,230	353,707	385,187	419,468	
Acquisitions - water & other inventory	546	1,473	2,081	2,793	5,581	7,585	3,520	3,824	4,065	4,936	5,583	10,477	54,297	47,274	48,918	
Contracted services	616	12,714	16,249	15,897	20,173	28,449	17,720	12,715	27,473	19,206	23,204	40,545	262,623	260,422	264,128	
Grants and subsidies paid - other municipalities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Grants and subsidies paid - other	647	647	911	1,724	1,107	1,006	1,006	1,220	1,330	1,132	1,006	1,013	12,774	12,557	13,060	
General expenses	101,918	(22,301)	18,076	(17,559)	18,225	3,684	(3,177)	3,175	21,394	16,672	9,583	(27,604)	33,668	113,352	33,962	
<b>Cash Payments by Type</b>	<b>104,622</b>	<b>98,724</b>	<b>118,196</b>	<b>64,293</b>	<b>125,652</b>	<b>122,968</b>	<b>84,879</b>	<b>85,254</b>	<b>115,320</b>	<b>106,193</b>	<b>101,900</b>	<b>144,421</b>	<b>1,256,544</b>	<b>1,360,363</b>	<b>1,342,951</b>	
<b>Other Cash Flows/Payments by Type</b>																
Capital assets	-	4,005	5,508	10,044	17,073	20,532	4,487	16,159	16,954	15,242	19,111	59,344	239,979	142,286	95,835	
Repayment of borrowing	1,972	1,410	4,411	5,746	1,043	11,672	2,064	1,493	1,236	9,470	1,105	12,335	54,646	49,748	56,000	
Other Cash Flows/Payments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Total Cash Payments by Type</b>	<b>106,594</b>	<b>104,139</b>	<b>128,115</b>	<b>80,083</b>	<b>143,768</b>	<b>155,171</b>	<b>91,430</b>	<b>102,906</b>	<b>133,509</b>	<b>130,905</b>	<b>122,116</b>	<b>216,101</b>	<b>1,551,169</b>	<b>1,552,398</b>	<b>1,494,786</b>	
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>56,917</b>	<b>(2,220)</b>	<b>(29,629)</b>	<b>37,980</b>	<b>(27,647)</b>	<b>(7,190)</b>	<b>12,940</b>	<b>8,393</b>	<b>52,528</b>	<b>(28,853)</b>	<b>(15,099)</b>	<b>(54,562)</b>	<b>(47,098)</b>	<b>(24,965)</b>	<b>70,676</b>	
Cash/cash equivalents at the monthly/year beginning:	612,723	669,640	667,420	637,791	675,771	648,124	640,934	653,873	662,266	714,794	685,940	670,841	612,723	565,625	540,660	
Cash/cash equivalents at the monthly/year end:	669,640	667,420	637,791	675,771	648,124	640,934	653,873	662,266	714,794	685,940	670,841	616,280	565,625	540,660	611,337	

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

## PART 2 – SUPPORTING DOCUMENTATION

### Debtors' analysis

(This table represents the debtors billing system representing the state of all debtors, including payments received in advance)

WC032 Overstrand - Supporting Table SC3 Monthly Budget Statement - aged debtors - Q4 Fourth Quarter

Description	NT Code	Budget Year 2021/22										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														
<b>Debtors Age Analysis By Income Source</b>														
Trade and Other Receivables from Exchange Transactions - Water	1200	15,388	636	461	336	328	369	1,226	6,844	25,588	9,103	-	-	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	21,533	626	397	316	284	287	1,338	5,523	30,306	7,749	-	-	
Receivables from Non-exchange Transactions - Property Rates	1400	24,323	589	375	344	464	287	1,304	5,388	33,074	7,787	-	-	
Receivables from Exchange Transactions - Waste Water Management	1500	8,633	326	290	248	203	291	826	4,664	15,482	6,232	-	-	
Receivables from Exchange Transactions - Waste Management	1600	7,628	277	220	176	161	141	606	2,573	11,782	3,657	-	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	572	11	6	5	10	10	52	287	953	364	-	-	
Interest on Arrear Debtor Accounts	1810	168	41	46	52	59	77	428	11,923	12,795	12,539	-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	(13,661)	171	176	166	139	105	751	7,869	(4,284)	9,030	-	-	
<b>Total By Income Source</b>	<b>2000</b>	<b>64,586</b>	<b>2,677</b>	<b>1,970</b>	<b>1,643</b>	<b>1,648</b>	<b>1,568</b>	<b>6,530</b>	<b>45,072</b>	<b>125,694</b>	<b>56,461</b>	-	-	
<b>2020/21 - totals only</b>		<b>71,751,429</b>	<b>2,455,372</b>	<b>1,741,624</b>	<b>1,643,076</b>	<b>1,372,907</b>	<b>1,296,254</b>	<b>6,862,051</b>	<b>41,221,894</b>	<b>128,345</b>	<b>52,396</b>	-	<b>40,450,979</b>	
<b>Debtors Age Analysis By Customer Group</b>														
Organs of State	2200	726	49	34	23	41	19	141	1,440	2,473	1,663	-	-	
Commercial	2300	8,524	182	82	47	49	46	212	2,438	11,581	2,792	-	-	
Households	2400	56,230	2,435	1,851	1,567	1,554	1,498	6,153	39,598	110,885	50,370	-	-	
Other	2500	(894)	11	3	5	4	5	25	1,596	756	1,636	-	-	
<b>Total By Customer Group</b>	<b>2600</b>	<b>64,586</b>	<b>2,677</b>	<b>1,970</b>	<b>1,643</b>	<b>1,648</b>	<b>1,568</b>	<b>6,530</b>	<b>45,072</b>	<b>125,694</b>	<b>56,461</b>	-	-	

The debtors' 12-month rolling average payment rate has increased from 96,95% in June 2020 to 99,07% at the end of June 2022.

### Summary of Indigent Households

	Indigent Households	Other Households	Total Households	
<b>2,021</b>				
July	7,258	28,646	35,904	20.22%
August	7,225	28,666	35,891	20.13%
September	7,231	28,641	35,872	20.16%
October	7,259	28,613	35,872	20.24%
November	7,294	28,581	35,875	20.33%
December	7,300	28,575	35,875	20.35%
<b>2,022</b>				
January	7,304	28,575	35,879	20.36%
February	7,328	28,551	35,879	20.42%
March	7,349	28,723	36,072	20.37%
April	7,373	28,693	36,066	20.44%
May	7,374	28,702	36,076	20.44%
June	7,367	28,709	36,076	20.42%

### 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)
7367			6KL	7367	0	7367	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)
126	7241		50kWh	7367	0	7367	Total monthly levy

### Summary of Debtors Age Analysis (This table represents gross debtors only)

MONTH	< 30 Days	< 60 Days	< 90 Days	< 120 Days	< 150 Days	<180 Days	<365 Days	>365 Days	Total -	Older than 30 Days	Older than 90 days
<b>2021/2022</b>											
June	79,838,719	2,676,752	1,970,202	1,642,992	1,648,495	1,567,503	6,530,469	45,071,966	140,947,096	61,108,378	56,461,424
May	77,430,913	2,875,229	2,032,522	1,868,190	1,798,692	1,325,653	6,813,468	49,828,380	143,973,047	66,542,134	61,634,383
April	82,144,105	2,991,448	2,228,517	1,952,680	1,447,639	1,409,736	6,690,098	49,214,633	148,078,856	65,934,751	60,714,786
March	79,617,603	3,356,639	2,343,001	1,630,511	1,498,031	1,315,595	6,838,414	48,265,846	144,865,639	65,248,036	59,548,396
February	89,241,950	3,426,264	2,013,997	1,788,286	1,476,708	1,229,958	7,137,944	47,224,814	153,539,922	64,297,972	58,857,711
January	91,693,639	2,902,905	2,062,329	1,588,988	1,290,922	1,222,154	7,150,456	46,350,003	154,261,396	62,567,756	57,602,522
December	76,857,821	3,040,431	1,985,831	1,414,686	1,294,742	1,313,737	7,164,110	45,719,056	138,790,415	61,932,594	56,906,331
November	79,808,469	2,971,532	1,650,149	1,398,746	1,386,080	1,359,277	7,225,254	44,884,546	140,684,053	60,875,584	56,253,903
October	83,016,839	2,501,876	1,664,173	1,519,324	1,450,070	1,275,681	7,184,732	44,280,725	142,893,418	59,876,580	55,710,531
September	84,261,708	2,433,845	1,779,373	1,804,745	1,387,287	1,330,111	7,314,575	43,787,676	144,099,319	59,837,611	55,624,394
Augustus	74,355,400	2,386,273	2,010,374	1,497,509	1,391,876	1,459,284	7,138,167	42,986,545	133,225,429	58,870,028	54,473,381
July	75,914,486	2,861,414	1,785,127	1,512,627	1,531,683	1,309,644	6,909,346	42,173,411	133,997,738	58,083,251	53,436,711

### Government Debt

Overstrand Municipality as at 30/06/2022	Total Debt	Services	Rates	Other
Department Responsible for the Debt				
NPW 2227	1,797,433	767,195	1,009,447	20,791
WCED 2251	645,341	645,341	0	0
OTHER 2255	21,014	21,014	0	0
HEALTH 2252	151,912	101,688	49,938	286
TPW 2256	-231,591	-239,225	7,632	2
HUMAN SETTLE 2215	48,960	48,960	0	0
HOUSING 2253	4,578	4,578	0	0
OTHER MUNICIPALITIES 2276	35,000	35,000	0	0
<b>TOTAL OUTSTANDING</b>	<b>2,472,648</b>	<b>1,384,551</b>	<b>1,067,017</b>	<b>21,080</b>

### Creditors' analysis

#### Supporting Table SC4

##### WC032 Overstrand - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q4 Fourth Quarter

Description	NT Code	Budget Year 2021/22									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
<b>Creditors Age Analysis By Customer Type</b>											
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	4,866	-	-	-	-	-	-	-	4,866	4,759
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	(10)	-	-	-	-	-	-	-	(10)	-
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Type</b>	<b>1000</b>	<b>4,857</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,857</b>	<b>4,759</b>

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

The payment of creditors is within requirements of the MFMA.

## Investment portfolio analysis

### Supporting Table SC5

#### WC032 Overstrand - Supporting Table SC5 Monthly Budget Statement - investment portfolio - Q4 Fourth Quarter

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
	Yrs/Months							
<b>R thousands</b>								
<b>Municipality</b>								
LIBERTY 15934476	15 YEARS	Policy	01/09/2025	(51)		19,960	125	20,034
LIBERTY 21196964	14 YEARS	Policy	01/09/2025	(128)		35,790	260	35,922
MOMENTUM MP 3853776	14 YEARS	Policy	01/07/2026	(170)		4,696	30	4,556
ABSA 9331734880	DEP PLUS	DEP PLUS		36	4.3	10,250	(35)	10,251
Nedbank 03/7881534451 ref. 267	181 DAYS	FIXED DEP	27/07/2022		5.5	100,000		100,000
Standard Bank 288343005-031	151 DAYS	FIXED DEP	27/06/2022	2,213	5.35	100,000	(102,213)	-
Nedbank 03/7881534451 ref. 268	92 DAYS	FIXED DEP	23/03/2022	1,311	5.2	100,000	(101,311)	-
ABSA 2080318950	121 DAYS	FIXED DEP	22/07/2022		5.56	100,000		100,000
Nedbank 03/7881534451 ref. 269	62 DAYS	FIXED DEP	20/06/2022	880	5.18	100,000	(100,880)	-
Standard Bank 288343005-032	60 DAYS	FIXED DEP	22/07/2022		5.65	100,000		100,000
ABSA 2080500660	92 DAYS	FIXED DEP	30/09/2022		6.07		100,000	100,000
<b>Municipality sub-total</b>				<b>4,091</b>		<b>670,696</b>	<b>(204,024)</b>	<b>470,763</b>
<b>TOTAL INVESTMENTS AND INTEREST</b>				<b>4,091</b>		<b>670,696</b>	<b>(204,024)</b>	<b>470,763</b>

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

Long term investments relate to the sinking fund investments.

## Allocation and grant receipts and expenditure

### Supporting Table SC6 – Grant receipts

WC032 Overstrand - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Q4 Fourth Quarter

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<b>RECEIPTS:</b>									
<b>Operating Transfers and Grants</b>									
<b>National Government:</b>	138,372	127,977	127,977	-	127,977	127,977	-		127,977
Operational Revenue:General Revenue:Equitable Share	134,322	123,897	123,897		123,897	123,897	-		123,897
Expanded Public Works Programme Integrated Grant for Municipalities [Schedule 5B]	2,500	2,530	2,530		2,530	2,530	-		2,530
Local Government Financial Management Grant [Schedule 5B]	1,550	1,550	1,550		1,550	1,550	-		1,550
<b>Provincial Government:</b>	10,371	10,715	19,828	-	19,828	19,828	-		19,828
Prov Library Grant	7,651	6,580	6,580		6,580	6,580	-		6,580
Maintenance of Transport/Infrastructure Grant	145	145	145		145	145	-		145
Fin Man Capacity Building Grant	300	250	400		400	400	-		400
CDW Grant	75	76	76		76	76	-		76
Municipal Service Delivery & Capacity Building Grant		244	244		244	244	-		244
Resource funding for the establish & support of K9 Unit	2,200	2,420	2,420		2,420	2,420	-		2,420
Municipal Electrical Master Plan Grant		1,000	1,000		1,000	1,000	-		1,000
Resource funding for the establish Law Enforcement Reaction Unit			4,791		4,791	4,791	-		4,791
WC Municipal Energy Resilience Grant (WC MER GRANT)			650		650	650	-		650
Municipal Library Support Grant			2,222		2,222	2,222	-		2,222
LG Public Employment Support Grant			1,300		1,300	1,300	-		1,300
<b>District Municipality:</b>	-	-	90	-	90	90	-		90
ODM SAFETY FORUM OPEX GRANT	-	-	90	-	90	90	-		90
<b>Other grant providers:</b>	66,268	55,241	57,360	-	36,623	57,360	(20,737)	-36.2%	57,360
Departmental Agencies and Accounts	-	-	-	-	-	-	-		-
Foreign Government and International Organisations	-	-	-	-	-	-	-		-
Households	66,268	55,241	57,360		36,623	57,360	(20,737)	-36.2%	57,360
Non-profit Institutions	-	-	-	-	-	-	-		-
Private Enterprises	-	-	-	-	-	-	-		-
Public Corporations	-	-	-	-	-	-	-		-
Higher Educational Institutions	-	-	-	-	-	-	-		-
Parent Municipality / Entity	-	-	-	-	-	-	-		-
<b>Total Operating Transfers and Grants</b>	<b>215,011</b>	<b>193,933</b>	<b>205,255</b>	<b>-</b>	<b>184,518</b>	<b>205,255</b>	<b>(20,737)</b>	<b>-10.1%</b>	<b>205,255</b>
<b>Capital Transfers and Grants</b>									
<b>National Government:</b>	27,618	46,754	44,754	-	44,754	44,754	-		44,754
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]	6,000	18,519	18,519		18,519	18,519	-		18,519
Municipal Infrastructure Grant [Schedule 5B]	21,618	23,053	21,053		21,053	21,053	-		21,053
Water Services Infrastructure Grant [Schedule 5B]	-	5,182	5,182		5,182	5,182	-		5,182
<b>Provincial Government:</b>	732	600	2,116	-	2,116	2,116	-		2,116
Development of Sport and Recreation Facilities	-	600	600		600	600	-		600
Fire Service Capacity Building Grant	732	-	-		-	-	-		-
Resource funding for the establish Law Enforcement Reaction Unit			1,516		1,516	1,516	-		1,516
<b>Other grant providers:</b>	-	52,259	61,765	-	47,819	61,765	(13,946)	-22.6%	61,765
Departmental Agencies and Accounts	-	-	-	-	-	-	-		-
Foreign Government and International Organisations	-	-	-	-	-	-	-		-
Households	-	52,259	61,765		47,819	61,765	(13,946)	-22.6%	61,765
Non-Profit Institutions	-	-	-	-	-	-	-		-
Private Enterprises	-	-	-	-	-	-	-		-
Public Corporations	-	-	-	-	-	-	-		-
Higher Educational Institutions	-	-	-	-	-	-	-		-
Parent Municipality / Entity	-	-	-	-	-	-	-		-
Transfer from Operational Revenue	-	-	-	-	-	-	-		-
<b>Total Capital Transfers and Grants</b>	<b>28,350</b>	<b>99,613</b>	<b>108,635</b>	<b>-</b>	<b>94,689</b>	<b>108,635</b>	<b>(13,946)</b>	<b>-12.8%</b>	<b>108,635</b>
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	<b>243,361</b>	<b>293,546</b>	<b>313,890</b>	<b>-</b>	<b>279,207</b>	<b>313,890</b>	<b>(34,684)</b>	<b>-11.0%</b>	<b>313,890</b>

Grant receipts are monitored according to the payment schedules.

No notifications received from project managers of any funds withheld.

## Supporting Table SC7(1) – Grant expenditure

WC032 Overstrand - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - Q4 Fourth Quarter

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>EXPENDITURE</b>									
<b>Operating expenditure of Transfers and Grants</b>									
<b>National Government:</b>	14,184	4,080	4,080	-	4,080	4,080	-		4,080
Operational Revenue:General Revenue:Equitable Share	10,134	-	-	-	-	-	-		-
Expanded Public Works Programme Integrated Grant for Municipalities [Schedule 5B]	2,500	2,530	2,530	-	2,530	2,530	-		2,530
Local Government Financial Management Grant [Schedule 5B]	1,550	1,550	1,550	-	1,550	1,550	-		1,550
<b>Provincial Government:</b>	9,393	10,715	19,828	-	15,413	19,828	(4,415)	-22.3%	19,828
Prov Library Grant	7,651	6,580	6,580	-	6,580	6,580	-		6,580
Maintenance of Transport Infrastructure Grant	145	145	145	-	145	145	-		145
Fin Man Capacity Building Grant	376	250	400	-	376	400	(24)	-6.0%	400
CDW Grant	188	76	76	-	76	76	-		76
Municipal Service Delivery & Capacity Building Grant	-	244	244	-	244	244	-		244
Resource funding for the establish & support of K9 Unit	1,002	2,420	2,420	-	2,420	2,420	-		2,420
Municipal Electrical Master Plan Grant	-	1,000	1,000	-	1,000	1,000	-		1,000
Provincial Thusong Service Centre Grant	32	-	-	-	-	-	-		-
Resource funding for the establish Law Enforcement Reaction Unit	-	-	4,791	-	400	4,791	(4,391)	-91.7%	4,791
WC Municipal Ennergy Resilience Grant (WC MER GRANT)	-	-	650	-	650	650	-		650
Municipal Library Support Grant	-	-	2,222	-	2,222	2,222	-		2,222
LG Public Employment Support Grant	-	-	1,300	-	1,300	1,300	-		1,300
<b>District Municipality:</b>	-	-	90	-	90	90	-		90
ODM SAFETY FORUM OPEX GRANT	-	-	90	-	90	90	-		90
<b>Other grant providers:</b>	24,009	55,241	57,360	-	40,713	57,360	(16,647)	-29.0%	57,360
Departmental Agencies and Accounts	-	-	-	-	-	-	-		-
Foreign Government and International Organisations	-	-	-	-	-	-	-		-
Households	24,009	55,241	57,360	-	40,713	57,360	(16,647)	-29.0%	57,360
Non-profit Institutions	-	-	-	-	-	-	-		-
Private Enterprises	-	-	-	-	-	-	-		-
Public Corporations	-	-	-	-	-	-	-		-
Higher Educational Institutions	-	-	-	-	-	-	-		-
Parent Municipality / Entity	-	-	-	-	-	-	-		-
<b>Total operating expenditure of Transfers and Grants:</b>	47,586	70,036	81,358	-	60,296	81,358	(21,062)	-25.9%	81,358
<b>Capital expenditure of Transfers and Grants</b>									
<b>National Government:</b>	35,100	46,754	44,754	-	37,688	44,754	(7,066)	-15.8%	44,754
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]	6,000	18,519	18,519	-	11,453	18,519	(7,066)	-38.2%	18,519
Municipal Infrastructure Grant [Schedule 5B]	29,100	23,053	21,053	-	21,053	21,053	-		21,053
Water Services Infrastructure Grant [Schedule 5B]	-	5,182	5,182	-	5,182	5,182	-		5,182
<b>Provincial Government:</b>	2,119	600	2,116	-	603	2,116	(1,513)	-71.5%	2,116
Development of Sport and Recreation Facilities	-	600	600	-	-	600	(600)	-100.0%	600
Provincial Fire Service Capacity Building Grant	732	-	-	-	-	-	-		-
Provincial Public Transport Non-motorised Infrastructure Grant	750	-	-	-	-	-	-		-
Provincial Establishment and Support of K9 Unit Grant	637	-	-	-	-	-	-		-
Resource funding for the establish Law Enforcement Reaction Unit	-	-	1,516	-	603	1,516	(913)	-60.2%	1,516
<b>Other grant providers:</b>	46,271	65,201	64,061	-	51,214	64,061	(12,847)	-20.1%	64,061
Departmental Agencies and Accounts	-	-	-	-	-	-	-		-
Foreign Government and International Organisations	-	-	-	-	-	-	-		-
Households	46,271	52,259	61,765	-	49,292	61,765	(12,474)	-20.2%	61,765
Non-Profit Institutions	-	-	-	-	-	-	-		-
Private Enterprises	-	-	-	-	-	-	-		-
Public Corporations	-	12,942	2,296	-	1,923	2,296	(373)	-16.2%	2,296
Higher Educational Institutions	-	-	-	-	-	-	-		-
Parent Municipality / Entity	-	-	-	-	-	-	-		-
Transfer from Operational Revenue	-	-	-	-	-	-	-		-
<b>Total capital expenditure of Transfers and Grants</b>	83,490	112,555	110,931	-	89,506	110,931	(21,425)	-19.3%	110,931
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>	131,076	182,591	192,289	-	149,801	192,289	(42,488)	-22.1%	192,289

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 - Q4 Fourth Quarter

Description	Budget Year 2021/22				
	Approved Rollover 2020/21	Monthly actual	YearTD actual	YTD variance	YTD variance %
<b>R thousands</b>					
<b>EXPENDITURE</b>					
<b>Operating expenditure of Approved Roll-overs</b>					
<b>National Government:</b>	6,870	-	5,240	(1,630)	-23.7%
Operational Revenue: General Revenue: Equitable Share	6,870	-	5,240	(1,630)	-23.7%
<b>Provincial Government:</b>	1,722	-	939	(782)	-45.4%
Fin Man Capacity Building Grant	300	-	300	-	
Resource funding for the establish & support of K9 Unit	639	-	639	-	
Tile Deeds Restoration Grant	782	-	-	(782)	
<b>District Municipality:</b>	-	-	-	-	
<b>Other grant providers:</b>	-	-	-	-	
Departmental Agencies and Accounts	-	-	-	-	
Foreign Government and International Organisations	-	-	-	-	
Households	-	-	-	-	
Non-profit Institutions	-	-	-	-	
Private Enterprises	-	-	-	-	
Public Corporations	-	-	-	-	
Higher Educational Institutions	-	-	-	-	
Parent Municipality / Entity	-	-	-	-	
<b>Total operating expenditure of Approved Roll-overs</b>	<b>8,591</b>	<b>-</b>	<b>6,179</b>	<b>(2,412)</b>	<b>-28.1%</b>
<b>Capital expenditure of Approved Roll-overs</b>					
<b>National Government:</b>	-	-	-	-	
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]	-	-	-	-	
Municipal Infrastructure Grant [Schedule 5B]	-	-	-	-	
Municipal Water Infrastructure Grant [Schedule 5B]	-	-	-	-	
Neighbourhood Development Partnership Grant [Schedule 5B]	-	-	-	-	
Public Transport Infrastructure Grant [Schedule 5B]	-	-	-	-	
Rural Household Infrastructure Grant [Schedule 5B]	-	-	-	-	
Rural Road Asset Management Systems Grant [Schedule 5B]	-	-	-	-	
Urban Settlement Development Grant [Schedule 4B]	-	-	-	-	
Municipal Human Settlement	-	-	-	-	
Community Library	-	-	-	-	
Integrated City Development Grant [Schedule 4B]	-	-	-	-	
Municipal Disaster Recovery Grant [Schedule 4B]	-	-	-	-	
Energy Efficiency and Demand Side Management Grant	-	-	-	-	
Khayelitsha Urban Renewal	-	-	-	-	
Local Government Financial Management Grant [Schedule 5B]	-	-	-	-	
Municipal Systems Improvement Grant [Schedule 5B]	-	-	-	-	
Public Transport Network Grant [Schedule 5B]	-	-	-	-	
Public Transport Network Operations Grant [Schedule 5B]	-	-	-	-	
Regional Bulk Infrastructure Grant (Schedule 5B)	-	-	-	-	
Water Services Infrastructure Grant [Schedule 5B]	-	-	-	-	
WiFi Connectivity	-	-	-	-	
Expanded Public Works Programme Integrated Grant for Municipalities [Schedule 5B]	-	-	-	-	
Aquaponic Project	-	-	-	-	
Restition Settlement	-	-	-	-	
Infrastructure Skills Development Grant [Schedule 5B]	-	-	-	-	
Restructuring Seed Funding	-	-	-	-	
Municipal Disaster Relief Grant	-	-	-	-	
Municipal Emergency Housing Grant	-	-	-	-	
Metro Informal Settlements Partnership Grant	-	-	-	-	
<b>Provincial Government:</b>	987	-	624	(363)	-36.8%
Resource funding for the establish & support of K9 Unit	987	-	624	(363)	-36.8%
<b>District Municipality:</b>	-	-	-	-	
<b>Other grant providers:</b>	-	-	-	-	
Departmental Agencies and Accounts	-	-	-	-	
Foreign Government and International Organisations	-	-	-	-	
Households	-	-	-	-	
Non-Profit Institutions	-	-	-	-	
Private Enterprises	-	-	-	-	
Public Corporations	-	-	-	-	
Higher Educational Institutions	-	-	-	-	
Parent Municipality / Entity	-	-	-	-	
Transfer from Operational Revenue	-	-	-	-	
<b>Total capital expenditure of Approved Roll-overs</b>	<b>987</b>	<b>-</b>	<b>624</b>	<b>(363)</b>	<b>-36.8%</b>
<b>TOTAL EXPENDITURE OF APPROVED ROLL-OVERS</b>	<b>9,578</b>	<b>-</b>	<b>6,803</b>	<b>(2,775)</b>	<b>-29.0%</b>

A Roll over application was submitted to Provincial and National Treasury in August 2021 for the unspent grant funds. All unspent grants relating to the 2020/2021 financial year were granted.

## Expenditure on councillor allowances and employee benefits

### Supporting Table SC8

#### WC032 Overstrand - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - Q4 Fourth Quarter

Summary of Employee and Councillor remuneration	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>									
Basic Salaries and Wages	10,116	11,247	11,062	-	10,454	10,140	314	3%	11,062
Pension and UIF Contributions	-	-	-	-	-	-	-	-	-
Medical Aid Contributions	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	-	-	-	-	-	-	-	-	-
Cellphone Allowance	1,102	1,154	1,154	-	1,085	1,058	27	3%	1,154
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	-	-	-	-	-	-	-	-	-
<b>Sub Total - Councillors</b>	<b>11,219</b>	<b>12,401</b>	<b>12,216</b>	<b>-</b>	<b>11,538</b>	<b>11,198</b>	<b>341</b>	<b>3%</b>	<b>12,216</b>
<b>% increase</b>		<b>10.5%</b>	<b>8.9%</b>						<b>8.9%</b>
<b>Senior Managers of the Municipality</b>									
Basic Salaries and Wages	12,036	12,600	12,600	-	12,420	12,600	(180)	-1%	12,600
Pension and UIF Contributions	-	-	-	-	-	-	-	-	-
Medical Aid Contributions	-	-	-	-	-	-	-	-	-
Overtime	-	-	-	-	-	-	-	-	-
Performance Bonus	139	143	143	-	96	143	(47)	-33%	143
Motor Vehicle Allowance	-	-	-	-	-	-	-	-	-
Cellphone Allowance	183	187	187	-	182	187	(4)	-2%	187
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	-	-	-	-	-	-	-	-	-
Payments in lieu of leave	-	-	-	-	-	-	-	-	-
Long service awards	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Municipality</b>	<b>12,358</b>	<b>12,930</b>	<b>12,930</b>	<b>-</b>	<b>12,699</b>	<b>12,930</b>	<b>(231)</b>	<b>-2%</b>	<b>12,930</b>
<b>% increase</b>		<b>4.6%</b>	<b>4.6%</b>						<b>4.6%</b>
<b>Other Municipal Staff</b>									
Basic Salaries and Wages	254,435	276,642	271,511	-	266,667	271,511	(4,844)	-2%	271,511
Pension and UIF Contributions	42,603	48,870	45,564	-	45,123	45,564	(442)	-1%	45,564
Medical Aid Contributions	13,951	17,876	14,747	-	14,510	14,747	(237)	-2%	14,747
Overtime	42,338	40,311	51,672	-	48,845	51,672	(2,827)	-5%	51,672
Performance Bonus	402	500	500	-	500	500	-	-	500
Motor Vehicle Allowance	8,115	8,255	8,279	-	8,136	8,279	(143)	-2%	8,279
Cellphone Allowance	1,967	2,279	2,022	-	2,003	2,022	(19)	-1%	2,022
Housing Allowances	2,741	2,674	1,748	-	1,708	1,748	(40)	-2%	1,748
Other benefits and allowances	31,623	39,028	36,103	-	35,805	36,103	(298)	-1%	36,103
Payments in lieu of leave	-	-	-	-	-	-	-	-	-
Long service awards	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	25,495	14,438	19,930	-	19,930	19,930	-	-	19,930
<b>Sub Total - Other Municipal Staff</b>	<b>423,671</b>	<b>450,874</b>	<b>452,075</b>	<b>-</b>	<b>443,227</b>	<b>452,075</b>	<b>(8,849)</b>	<b>-2%</b>	<b>452,075</b>
<b>% increase</b>		<b>6.4%</b>	<b>6.7%</b>						<b>6.7%</b>
<b>Total Parent Municipality</b>	<b>447,248</b>	<b>476,205</b>	<b>477,221</b>	<b>-</b>	<b>467,464</b>	<b>476,203</b>	<b>(8,739)</b>	<b>-2%</b>	<b>477,221</b>
<b>Unpaid salary, allowances &amp; benefits in arrears:</b>									
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>	<b>447,248</b>	<b>476,205</b>	<b>477,221</b>	<b>-</b>	<b>467,464</b>	<b>476,203</b>	<b>(8,739)</b>	<b>-2%</b>	<b>477,221</b>
<b>% increase</b>		<b>6.5%</b>	<b>6.7%</b>						<b>6.7%</b>
<b>TOTAL MANAGERS AND STAFF</b>	<b>436,029</b>	<b>463,804</b>	<b>465,005</b>	<b>-</b>	<b>455,925</b>	<b>465,005</b>	<b>(9,080)</b>	<b>-2%</b>	<b>465,005</b>

**SDBIP**

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

## Financial Performance

### Supporting Table SC2

#### WC032 Overstrand - Supporting Table SC2 Monthly Budget Statement - performance indicators - Q4 Fourth Quarter

Description of financial indicator	Basis of calculation	2020/21	Budget Year 2021/22			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>Borrowing Management</b>						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	0.2%	13.2%	12.8%	13.4%	12.8%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	17.8%	34.2%	30.6%	34.1%	30.6%
<b>Safety of Capital</b>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	17.5%	18.0%	18.9%	16.7%	18.9%
Gearing	Long Term Borrowing/ Funds & Reserves	13335.9%	13347.6%	13347.6%	13319.7%	13347.6%
<b>Liquidity</b>						
Current Ratio	Current assets/current liabilities	246.8%	170.9%	185.3%	256.5%	185.3%
Liquidity Ratio	Monetary Assets/Current Liabilities	197.5%	132.1%	148.4%	199.7%	148.4%
<b>Revenue Management</b>						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing					
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	10.9%	8.6%	9.1%	11.2%	9.1%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	0.0%	0.0%	0.0%	0.0%	0.0%
<b>Creditors Management</b>						
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))	99.5%	99.8%	99.8%	99.9%	99.8%
<b>Funding of Provisions</b>						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions					
<b>Other Indicators</b>						
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	7.4%	6.0%	6.0%	7.1%	6.0%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	28.3%	24.5%	24.5%	24.0%	24.5%
Employee costs	Employee costs/Total Revenue - capital revenue	33.9%	32.7%	32.3%	31.5%	32.3%
Repairs & Maintenance	R&M/Total Revenue - capital revenue	16.4%	17.9%	17.4%	2.1%	8.0%
Interest & Depreciation	I&D/Total Revenue - capital revenue	14.5%	13.9%	13.5%	13.4%	13.5%
<b>IDP regulation financial viability indicators</b>						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	23.56	16.3	16.3	27.3%	16.3
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	11.37%	11.4%	11.4%	11.4%	11.4%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	6.27	4.6	4.6	5.8%	4.6

## Capital programme performance

### Supporting Table SC12

WC032 Overstrand - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - Q4 Fourth Quarter

Month	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
<b>Monthly expenditure performance trend</b>									
July	2,159	4,553	9,614	–	–	9,614	–	0.0%	0%
August	12,285	4,853	9,714	4,005	4,005	19,329	15,324	79.3%	1%
September	10,118	23,181	23,935	5,508	9,512	43,263	33,751	78.0%	3%
October	13,275	19,182	14,544	10,044	19,556	57,807	38,252	66.2%	7%
November	17,152	13,763	12,990	17,073	36,629	70,797	34,168	48.3%	13%
December	28,754	22,339	34,310	20,532	57,160	105,107	47,946	45.6%	21%
January	5,630	22,838	13,315	4,487	61,647	118,422	56,775	47.9%	22%
February	13,775	26,474	17,542	16,159	77,806	135,964	58,157	42.8%	28%
March	20,929	35,578	30,385	16,954	94,760	166,349	71,589	43.0%	34%
April	16,377	28,158	16,126	15,242	110,002	182,474	72,472	39.7%	40%
May	21,761	35,278	15,838	19,111	129,113	198,312	69,200	34.9%	47%
June	92,584	38,579	39,525	59,344	188,457	237,837	49,380	20.8%	69%
<b>Total Capital expenditure</b>	<b>254,800</b>	<b>274,775</b>	<b>237,837</b>	<b>188,457</b>					

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	LCH SERVICES CONSTRUCTION CONTRACTS	52,259,085	61,765,472	49,030,714	Masakhane UISP Phase 2 - 100%, Masakhane UISP Phase 3 - 100%, Masakhane UISP Phase 4 - 95%, Masakhane Phase 1 Wetcores - 100%, Mnt Pleasant IRDP Phase 1 - 100%; Transit Camp Wetcores - 100%; Masakhane Phase 2 Wetcores - 100%	Masakhane UISP Phase 2 - 100%, Masakhane UISP Phase 3 - 100%, Masakhane UISP Phase 4 - Construction Phase. Masakhane Phase 1 Wetcores - 100%, Mnt Pleasant IRDP - Construction Phase; Transit Camp Wetcores - 100%; Masakhane Phase 2 Wetcores - 100%	Not applicable.	Not applicable.
2	Overstrand	Overstrand	REPLACEMENT OF OVERSTRAND WATER PIPES	21,622,580	18,671,580	18,668,990	Completed (Contract SC 2108/2020).	Construction completed. In defects liability period.	None to date.	Not applicable.
3	Overstrand	Overstrand	UPGRADING OF PUMPSTATIONS RISING MAINS	16,059,317	16,059,317	12,056,097	Construction stage (Contract SC 2171/2020).	Construction stage.	Delays in delivery of mechanical and electrical equipment.	Regular communication with the contractor, and between the contractor and his suppliers to enhance the process. Roll-over of unspent
4	Gansbaai	Multi-ward Gb Area	FKRAAL KBAAI BHEAD NEW 66 11KV SUBSTATION	50,400,000	15,000,000	7,934,493	Tender was awarded and contractor appointed 11 February 2022.	Site hand-over meeting held 28 February 2022 and contractor on site.	Not applicable.	Not applicable.
5	Masakhane	Ward 02	UPGRADE BULK SEWER SUPPLY AREA A&B	4,834,000	12,852,404	12,852,404	Practical completion-27 June 2022	Practical completion-27 June 2022	Not applicable	Not applicable.
6	Gansbaai	Ward 02	GANSBAAI CBD SEWER NETWORK EXTENSION	7,348,170	7,348,170	5,348,075	Construction stage (Contract SC 2185/2021).	Construction stage.	Hard rock and concrete slabs were encountered in the Gansbaai Harbour area resulting in delays	The contractor deployed additional equipment and
7	Overstrand	Overstrand	WATER MASTER PLAN IMPLEMENTATION	7,272,830	7,220,830	7,220,490	Completed (Contract SC 2192/2021).	Construction completed. In defects liability period.	Not applicable.	Not applicable.
8	Hawston	Ward 08	UPGRADE HAWSTON SPORT	4,052,225	4,374,250	4,124,248	Practical completion-28 June 2022.	Practical completion-28 June 2022.	Not applicable.	Not applicable.
9	Blompark	Ward 14	BLOMPARK HOUSING PROJECT BUS ROUTE	5,583,000	4,857,571	4,857,571	Completed.	Completed.	Not applicable.	Not applicable.
10	Hermanus	Multi-ward Hermanus Area	UPGRADE HERMANUS WELL FIELDS PHASE 2	6,691,709	3,589,508	3,586,015	New drilling tender closed on 18/02/2022 (Tender SC 2282/2021). Environmental impact assessment stage (Hemel & Aarde well field expansion).	(1) Tender evaluation stage (SC 2282/2021) - BAC on 08/07/2022; and (2) Environmental impact assessment stage.	None to date.	Not applicable.
Totals				176,122,916	151,739,102	125,679,097				

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 - Q4 Fourth

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	91,712	98,618	59,873	-	41,777	59,873	18,095	30.2%	59,873
Roads Infrastructure	20,553	10,218	9,493	-	7,714	9,493	1,778	18.7%	9,493
Roads	20,553	10,218	9,493	-	7,714	9,493	1,778	18.7%	9,493
Storm water Infrastructure	14,169	6,590	6,590	-	4,724	6,590	1,866	28.3%	6,590
Drainage Collection	557	1,110	1,110	-	1,110	1,110	-	-	1,110
Storm water Conveyance	13,612	5,480	5,480	-	3,614	5,480	1,866	34.0%	5,480
Electrical Infrastructure	9,392	57,808	24,908	-	17,814	24,908	7,094	28.5%	24,908
MV Substations	693	50,430	15,030	-	7,964	15,030	7,066	47.0%	15,030
MV Networks	8,699	7,378	9,878	-	9,849	9,878	28	0.3%	9,878
Water Supply Infrastructure	22,404	11,372	4,270	-	3,586	4,270	683	16.0%	4,270
Boreholes	3,808	6,692	3,590	-	3,586	3,590	3	0.1%	3,590
Reservoirs	15,728	-	-	-	-	-	-	-	-
Pump Stations	-	4,000	-	-	-	-	-	-	-
Distribution	2,868	680	680	-	-	680	680	100.0%	680
Sanitation Infrastructure	12,940	9,368	10,097	-	5,817	10,097	4,281	42.4%	10,097
Reticalation	12,940	9,368	10,097	-	5,817	10,097	4,281	42.4%	10,097
Solid Waste Infrastructure	12,254	3,262	4,516	-	2,123	4,516	2,393	53.0%	4,516
Waste Transfer Stations	-	2,020	2,020	-	-	2,020	2,020	100.0%	2,020
Waste Processing Facilities	12,254	1,242	2,496	-	2,123	2,496	373	14.9%	2,496
<b>Community Assets</b>	25,999	22,833	11,824	-	4,605	11,824	7,219	61.1%	11,824
Community Facilities	10,999	15,352	4,743	-	2,091	4,743	2,652	55.9%	4,743
Halls	4,759	110	5	-	-	5	5	100.0%	5
Crèches	-	475	-	-	-	-	-	-	-
Testing Stations	-	1,052	1,052	-	1,046	1,052	6	0.6%	1,052
Libraries	295	4,374	-	-	-	-	-	-	-
Cemeteries/Crematoria	1,232	-	-	-	-	-	-	-	-
Parks	49	100	205	-	18	205	187	91.2%	205
Public Open Space	3,902	3,517	1,857	-	631	1,857	1,226	66.0%	1,857
Nature Reserves	-	4,100	-	-	-	-	-	-	-
Public Ablution Facilities	140	1,244	1,244	-	23	1,244	1,221	98.2%	1,244
Stalls	278	-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals	345	380	380	-	373	380	7	1.7%	380
Sport and Recreation Facilities	15,000	7,481	7,081	-	2,514	7,081	4,567	64.5%	7,081
Outdoor Facilities	15,000	7,481	7,081	-	2,514	7,081	4,567	64.5%	7,081
<b>Other assets</b>	54,179	58,895	67,383	-	52,622	67,383	14,761	21.9%	67,383
Operational Buildings	4,581	6,636	5,617	-	3,591	5,617	2,026	36.1%	5,617
Municipal Offices	4,581	6,636	5,617	-	3,591	5,617	2,026	36.1%	5,617
Housing	49,598	52,259	61,765	-	49,031	61,765	12,735	20.6%	61,765
Social Housing	49,598	52,259	61,765	-	49,031	61,765	12,735	20.6%	61,765
<b>Biological or Cultivated Assets</b>	-	-	21	-	21	21	0	0.0%	21
Biological or Cultivated Assets	-	-	21	-	21	21	0	0.0%	21
<b>Computer Equipment</b>	5,152	3,933	3,471	-	3,463	3,471	7	0.2%	3,471
Computer Equipment	5,152	3,933	3,471	-	3,463	3,471	7	0.2%	3,471
<b>Furniture and Office Equipment</b>	802	875	1,280	-	1,212	1,280	68	5.3%	1,280
Furniture and Office Equipment	802	875	1,280	-	1,212	1,280	68	5.3%	1,280
<b>Machinery and Equipment</b>	486	1,641	1,791	-	1,261	1,791	529	29.6%	1,791
Machinery and Equipment	486	1,641	1,791	-	1,261	1,791	529	29.6%	1,791
<b>Transport Assets</b>	21,189	5,000	9,131	-	6,806	9,131	2,325	25.5%	9,131
Transport Assets	21,189	5,000	9,131	-	6,806	9,131	2,325	25.5%	9,131
<b>Land</b>	-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on new assets</b>	199,520	191,795	154,774	-	111,768	154,774	43,006	27.8%	154,774

## Supporting Table SC13b

WC032 Overstrand - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class -									
Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	15,499	33,945	32,154	-	32,139	32,154	15	0.0%	32,154
Roads Infrastructure	-	-	-	-	-	-	-	-	-
Roads	-	-	-	-	-	-	-	-	-
Road Structures	-	-	-	-	-	-	-	-	-
Road Furniture	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Storm water Infrastructure	-	-	-	-	-	-	-	-	-
Drainage Collection	-	-	-	-	-	-	-	-	-
Storm water Conveyance	-	-	-	-	-	-	-	-	-
Attenuation	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	915	1,000	1,000	-	1,000	1,000	-	-	1,000
MV Switching Stations	915	1,000	1,000	-	1,000	1,000	-	-	1,000
MV Networks	-	-	-	-	-	-	-	-	-
LV Networks	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	11,297	32,295	30,064	-	30,055	30,064	9	0.0%	30,064
Dams and Weirs	-	-	-	-	-	-	-	-	-
Boreholes	-	-	-	-	-	-	-	-	-
Reservoirs	-	-	-	-	-	-	-	-	-
Pump Stations	1,327	400	2,184	-	2,180	2,184	4	0.2%	2,184
Water Treatment Works	-	-	-	-	-	-	-	-	-
Bulk Mains	-	-	-	-	-	-	-	-	-
Distribution	9,970	31,895	27,880	-	27,875	27,880	5	0.0%	27,880
Distribution Points	-	-	-	-	-	-	-	-	-
PRV Stations	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure	3,287	650	1,090	-	1,084	1,090	6	0.5%	1,090
Pump Station	-	650	1,090	-	1,084	1,090	6	0.5%	1,090
Reticulation	-	-	-	-	-	-	-	-	-
Waste Water Treatment Works	-	-	-	-	-	-	-	-	-
Outfall Sewers	3,287	-	-	-	-	-	-	-	-
Toilet Facilities	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	-	-	-	-	-	-	-	-	-
Operational Buildings	-	-	-	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>	-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-
<b>Furniture and Office Equipment</b>	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-
<b>Machinery and Equipment</b>	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-
<b>Transport Assets</b>	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-
<b>Land</b>	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on renewal of existing assets</b>	<b>15,499</b>	<b>33,945</b>	<b>32,154</b>	<b>-</b>	<b>32,139</b>	<b>32,154</b>	<b>15</b>	<b>0.0%</b>	<b>32,154</b>

## Supporting Table SC13c

## WC032 Overstrand - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - Q4

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	140,742	149,272	146,308	-	141,367	146,308	4,941	3.4%	146,308
Roads Infrastructure	67,439	67,503	65,946	-	64,406	65,946	1,540	2.3%	65,946
Roads	64,190	67,503	65,946	-	64,406	65,946	1,540	2.3%	65,946
Road Structures	3,249	-	-	-	-	-	-	-	-
Storm water Infrastructure	5,584	7,712	7,155	-	6,873	7,155	282	3.9%	7,155
Drainage Collection	2,515	-	-	-	-	-	-	-	-
Storm water Conveyance	3,069	7,712	7,155	-	6,873	7,155	282	3.9%	7,155
Electrical Infrastructure	31,045	33,421	32,333	-	30,704	32,333	1,629	5.0%	32,333
Power Plants	436	-	-	-	-	-	-	-	-
HV Transmission Conductors	25	-	-	-	-	-	-	-	-
MV Networks	28,149	-	-	-	-	-	-	-	-
LV Networks	2,435	33,421	32,333	-	30,704	32,333	1,629	5.0%	32,333
Capital Spares	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	21,046	21,537	21,710	-	21,101	21,710	608	2.8%	21,710
Water Treatment Works	-	577	277	-	272	277	5	1.8%	277
Distribution	21,046	18,350	19,383	-	18,929	19,383	455	2.3%	19,383
Distribution Points	-	2,610	2,050	-	1,901	2,050	149	7.2%	2,050
Sanitation Infrastructure	12,980	12,162	12,170	-	11,924	12,170	246	2.0%	12,170
Reticulation	-	6,946	6,769	-	6,695	6,769	74	1.1%	6,769
Waste Water Treatment Works	12,980	5,216	5,401	-	5,229	5,401	172	3.2%	5,401
Solid Waste Infrastructure	2,535	6,936	6,995	-	6,358	6,995	637	9.1%	6,995
Landfill Sites	61	-	-	-	-	-	-	-	-
Waste Transfer Stations	1,186	-	-	-	-	-	-	-	-
Waste Processing Facilities	272	2,332	1,608	-	1,574	1,608	34	2.1%	1,608
Waste Drop-off Points	1,009	4,604	5,387	-	4,784	5,387	602	11.2%	5,387
Waste Separation Facilities	7	-	-	-	-	-	-	-	-
Coastal Infrastructure	110	-	-	-	-	-	-	-	-
Promenades	110	-	-	-	-	-	-	-	-
Information and Communication Infrastructure	1	-	-	-	-	-	-	-	-
Data Centres	1	-	-	-	-	-	-	-	-
<b>Community Assets</b>	44,371	61,656	54,680	-	50,888	54,680	3,792	6.9%	54,680
Community Facilities	37,364	46,573	40,392	-	37,940	40,392	2,452	6.1%	40,392
Halls	5,332	5,069	4,936	-	4,468	4,936	467	9.5%	4,936
Centres	67	-	-	-	-	-	-	-	-
Fire/Ambulance Stations	440	-	-	-	-	-	-	-	-
Testing Stations	54	-	-	-	-	-	-	-	-
Libraries	121	-	-	-	-	-	-	-	-
Cemeteries/Crematoria	967	1,074	1,487	-	1,279	1,487	208	14.0%	1,487
Police	358	-	-	-	-	-	-	-	-
Parks	25,542	31,644	28,852	-	27,659	28,852	1,193	4.1%	28,852
Public Open Space	4,304	8,193	4,546	-	4,023	4,546	523	11.5%	4,546
Public Ablution Facilities	178	594	571	-	510	571	60	10.6%	571
Sport and Recreation Facilities	7,007	15,083	14,288	-	12,948	14,288	1,340	9.4%	14,288
Outdoor Facilities	7,007	15,083	14,288	-	12,948	14,288	1,340	9.4%	14,288
<b>Other assets</b>	2,137	11,914	16,360	-	15,064	16,360	1,296	7.9%	16,360
Operational Buildings	2,136	11,914	16,360	-	15,064	16,360	1,296	7.9%	16,360
Municipal Offices	2,086	11,876	16,322	-	15,056	16,322	1,266	7.8%	16,322
Building Plan Offices	35	-	-	-	-	-	-	-	-
Depots	16	38	38	-	8	38	30	78.8%	38
Capital Spares	-	-	-	-	-	-	-	-	-
Housing	1	-	-	-	-	-	-	-	-
Staff Housing	-	-	-	-	-	-	-	-	-
Social Housing	1	-	-	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>	5,672	6,528	6,413	-	5,915	6,413	498	7.8%	6,413
Servitudes	-	-	-	-	-	-	-	-	-
Licences and Rights	5,672	6,528	6,413	-	5,915	6,413	498	7.8%	6,413
Computer Software and Applications	5,672	6,528	6,413	-	5,915	6,413	498	7.8%	6,413
<b>Computer Equipment</b>	1,947	2,280	2,806	-	2,449	2,806	357	12.7%	2,806
Computer Equipment	1,947	2,280	2,806	-	2,449	2,806	357	12.7%	2,806
<b>Furniture and Office Equipment</b>	1,128	6,095	5,796	-	5,006	5,796	790	13.6%	5,796
Furniture and Office Equipment	1,128	6,095	5,796	-	5,006	5,796	790	13.6%	5,796
<b>Machinery and Equipment</b>	-	5,548	4,913	-	4,084	4,913	830	16.9%	4,913
Machinery and Equipment	-	5,548	4,913	-	4,084	4,913	830	16.9%	4,913
<b>Transport Assets</b>	14,904	10,940	23,207	-	21,424	23,207	1,783	7.7%	23,207
Transport Assets	14,904	10,940	23,207	-	21,424	23,207	1,783	7.7%	23,207
<b>Land</b>	-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-
<b>Total Repairs and Maintenance Expenditure</b>	210,901	254,233	260,484	-	246,197	260,484	14,287	5.5%	260,484

## Supporting Table SC13d

WC032 Overstrand - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - Q4 Fourth Quarter

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Depreciation by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	102,449	115,534	115,534	-	115,534	115,534	-		115,534
Roads Infrastructure	34,090	37,546	37,546	-	37,546	37,546	-		37,546
Roads	34,090	37,546	37,546	-	37,546	37,546	-		37,546
Storm water Infrastructure	6,781	7,720	7,720	-	7,720	7,720	-		7,720
Drainage Collection	6,781	7,720	7,720	-	7,720	7,720	-		7,720
Electrical Infrastructure	12,375	26,902	26,902	-	26,902	26,902	-		26,902
LV Networks	11,939	26,902	26,902	-	26,902	26,902	-		26,902
Capital Spares	436	-	-	-	-	-	-		-
Water Supply Infrastructure	28,367	29,397	29,397	-	29,397	29,397	-		29,397
Distribution	28,367	29,397	29,397	-	29,397	29,397	-		29,397
Sanitation Infrastructure	17,989	10,737	10,737	-	10,737	10,737	-		10,737
Waste Water Treatment Works	17,989	10,737	10,737	-	10,737	10,737	-		10,737
Solid Waste Infrastructure	2,846	3,231	3,231	-	3,231	3,231	-		3,231
Landfill Sites	2,846	3,231	3,231	-	3,231	3,231	-		3,231
<b>Community Assets</b>	10,055	-	-	-	-	-	-		-
Community Facilities	10,055	-	-	-	-	-	-		-
Halls	-	-	-	-	-	-	-		-
Centres	10,055	-	-	-	-	-	-		-
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
Indoor Facilities	-	-	-	-	-	-	-		-
Outdoor Facilities	-	-	-	-	-	-	-		-
Capital Spares	-	-	-	-	-	-	-		-
<b>Heritage assets</b>	-	-	-	-	-	-	-		-
<b>Investment properties</b>	-	-	-	-	-	-	-		-
<b>Other assets</b>	3,628	14,720	14,720	-	14,720	14,720	-		14,720
Operational Buildings	3,628	14,720	14,720	-	14,720	14,720	-		14,720
Municipal Offices	3,628	14,720	14,720	-	14,720	14,720	-		14,720
Housing	-	-	-	-	-	-	-		-
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-		-
Biological or Cultivated Assets	-	-	-	-	-	-	-		-
<b>Intangible Assets</b>	431	390	390	-	390	390	-		390
Servitudes	-	-	-	-	-	-	-		-
Licences and Rights	431	390	390	-	390	390	-		390
Water Rights	-	-	-	-	-	-	-		-
Effluent Licenses	-	-	-	-	-	-	-		-
Solid Waste Licenses	-	-	-	-	-	-	-		-
Computer Software and Applications	431	390	390	-	390	390	-		390
Load Settlement Software Applications	-	-	-	-	-	-	-		-
Unspecified	-	-	-	-	-	-	-		-
<b>Computer Equipment</b>	-	-	-	-	-	-	-		-
Computer Equipment	-	-	-	-	-	-	-		-
<b>Furniture and Office Equipment</b>	2,060	10,233	10,233	-	10,233	10,233	-		10,233
Furniture and Office Equipment	2,060	10,233	10,233	-	10,233	10,233	-		10,233
<b>Machinery and Equipment</b>	15,524	1,077	1,077	-	1,077	1,077	-		1,077
Machinery and Equipment	15,524	1,077	1,077	-	1,077	1,077	-		1,077
<b>Transport Assets</b>	4,049	3,709	3,709	-	3,709	3,709	-		3,709
Transport Assets	4,049	3,709	3,709	-	3,709	3,709	-		3,709
<b>Land</b>	-	-	-	-	-	-	-		-
Land	-	-	-	-	-	-	-		-
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-		-
<b>Total Depreciation</b>	138,195	145,663	145,663	-	145,663	145,663	-		145,663

## Supporting Table SC13e

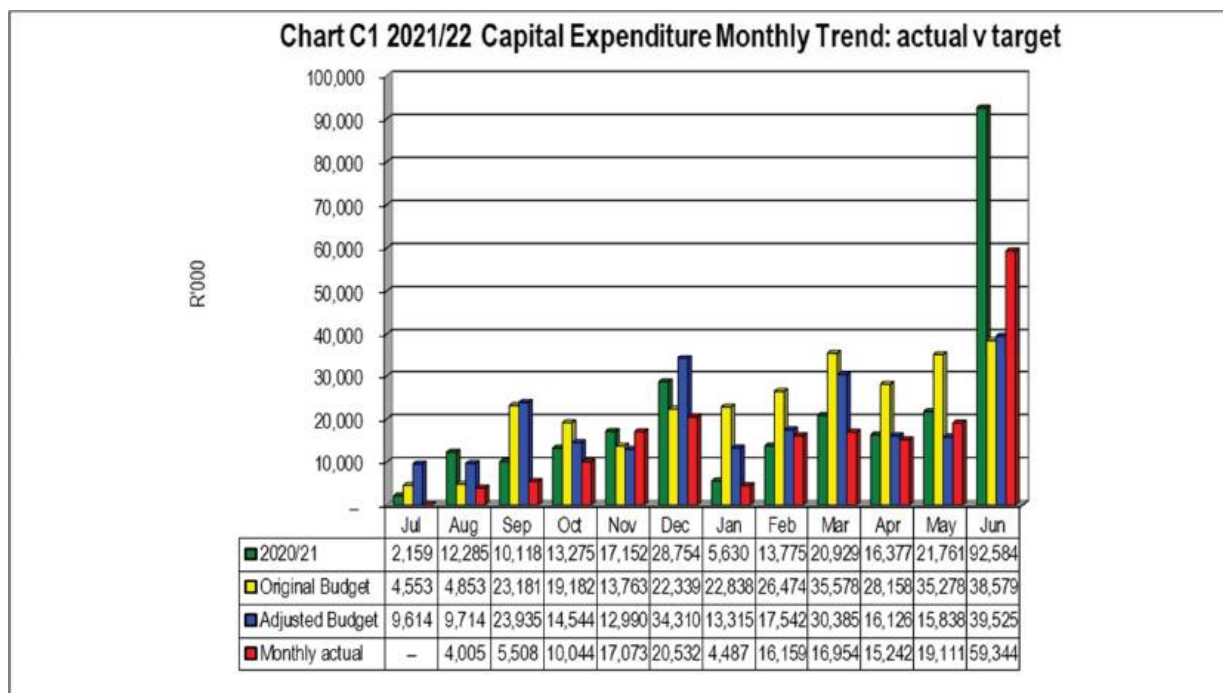
WC032 Overstrand - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Capital expenditure on upgrading of existing assets by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	31,980	46,913	48,466	-	42,122	48,466	6,344	13.1%	48,466
Roads Infrastructure	181	-	-	-	-	-	-	-	-
Roads	181	-	-	-	-	-	-	-	-
Storm water Infrastructure	12,258	-	-	-	-	-	-	-	-
Drainage Collection	-	-	-	-	-	-	-	-	-
Storm water Conveyance	12,258	-	-	-	-	-	-	-	-
Attenuation	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	120	7,173	7,173	-	7,173	7,173	0	0.0%	7,173
MV Networks	120	7,173	7,173	-	7,173	7,173	0	0.0%	7,173
LV Networks	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	1,873	8,315	3,000	-	2,989	3,000	11	0.4%	3,000
Distribution	1,873	8,315	3,000	-	2,989	3,000	11	0.4%	3,000
Distribution Points	-	-	-	-	-	-	-	-	-
PRV Stations	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure	14,286	30,873	38,203	-	31,960	38,203	6,243	16.3%	38,203
Pump Station	5,074	16,059	16,059	-	12,152	16,059	3,908	24.3%	16,059
Reticulation	8,802	7,283	15,054	-	15,018	15,054	36	0.2%	15,054
Waste Water Treatment Works	410	7,530	7,090	-	4,790	7,090	2,300	32.4%	7,090
Outfall Sewers	-	-	-	-	-	-	-	-	-
Toilet Facilities	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure	3,262	553	90	-	-	90	90	100.0%	90
Landfill Sites	1,851	463	-	-	-	-	-	-	-
Waste Transfer Stations	1,412	-	-	-	-	-	-	-	-
Waste Processing Facilities	-	-	-	-	-	-	-	-	-
Waste Drop-off Points	-	90	90	-	-	90	90	100.0%	90
Waste Separation Facilities	-	-	-	-	-	-	-	-	-
Electricity Generation Facilities	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
<b>Community Assets</b>	7,801	2,121	2,443	-	2,428	2,443	15	0.6%	2,443
Community Facilities	830	100	100	-	85	100	15	15.4%	100
Parks	322	-	-	-	-	-	-	-	-
Public Open Space	482	-	-	-	-	-	-	-	-
Nature Reserves	-	-	-	-	-	-	-	-	-
Public Ablution Facilities	-	100	100	-	85	100	15	15.4%	100
Markets	-	-	-	-	-	-	-	-	-
Stalls	-	-	-	-	-	-	-	-	-
Abattoirs	-	-	-	-	-	-	-	-	-
Airports	-	-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals	26	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	6,971	2,021	2,343	-	2,343	2,343	-	-	2,343
Indoor Facilities	-	-	-	-	-	-	-	-	-
Outdoor Facilities	6,971	2,021	2,343	-	2,343	2,343	-	-	2,343
Capital Spares	-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
Monuments	-	-	-	-	-	-	-	-	-
Historic Buildings	-	-	-	-	-	-	-	-	-
Works of Art	-	-	-	-	-	-	-	-	-
Conservation Areas	-	-	-	-	-	-	-	-	-
Other Heritage	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	-	-	-	-	-	-	-	-	-
Operational Buildings	-	-	-	-	-	-	-	-	-
Municipal Offices	-	-	-	-	-	-	-	-	-
Pay/Enquiry Points	-	-	-	-	-	-	-	-	-
Building Plan Offices	-	-	-	-	-	-	-	-	-
Workshops	-	-	-	-	-	-	-	-	-
Yards	-	-	-	-	-	-	-	-	-
Stores	-	-	-	-	-	-	-	-	-
Laboratories	-	-	-	-	-	-	-	-	-
Training Centres	-	-	-	-	-	-	-	-	-
Manufacturing Plant	-	-	-	-	-	-	-	-	-
Depots	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Staff Housing	-	-	-	-	-	-	-	-	-
Social Housing	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on upgrading of existing assets</b>	<b>39,781</b>	<b>49,034</b>	<b>50,909</b>	<b>-</b>	<b>44,549</b>	<b>50,909</b>	<b>6,360</b>	<b>12.5%</b>	<b>50,909</b>

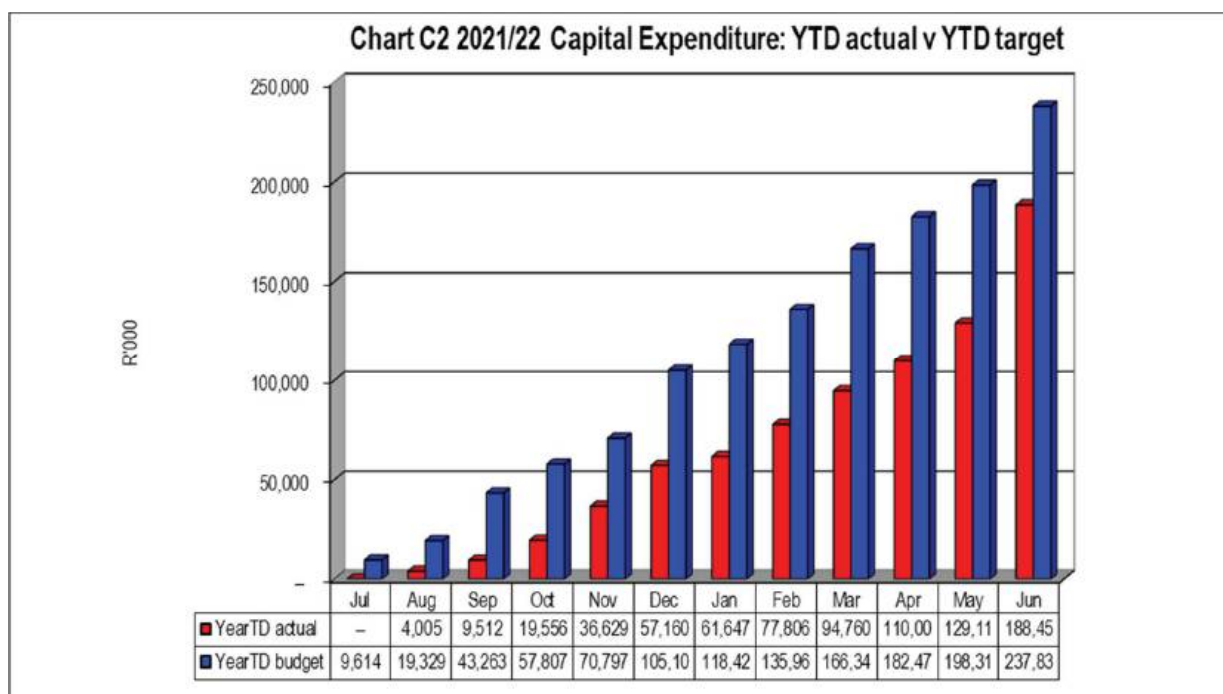
## Other supporting documentation

### Section 71 charts

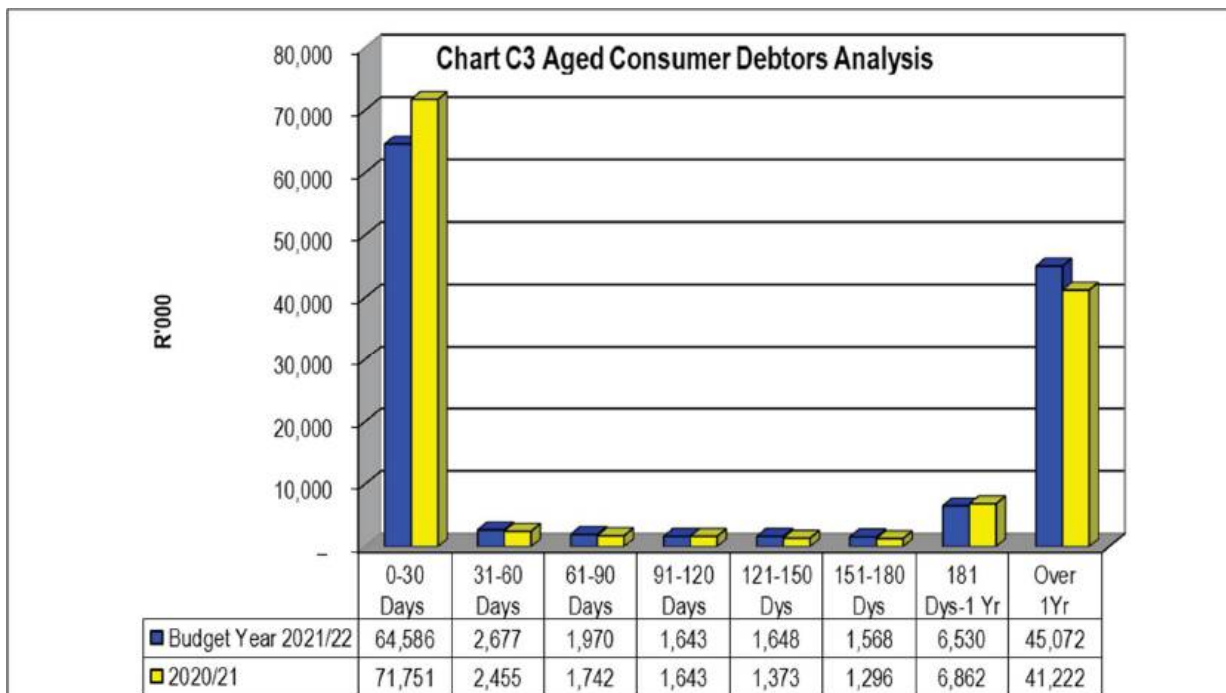
#### Capital expenditure monthly trend - actual vs target



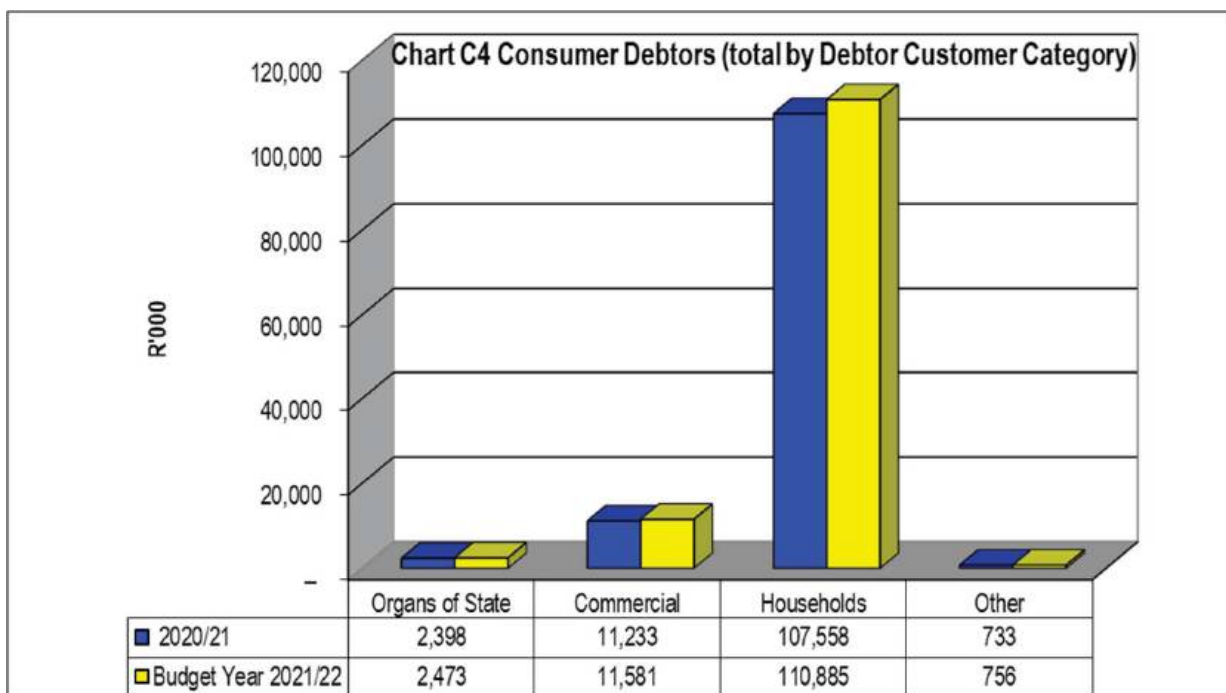
#### Capital expenditure – YTD actual vs YTD trend



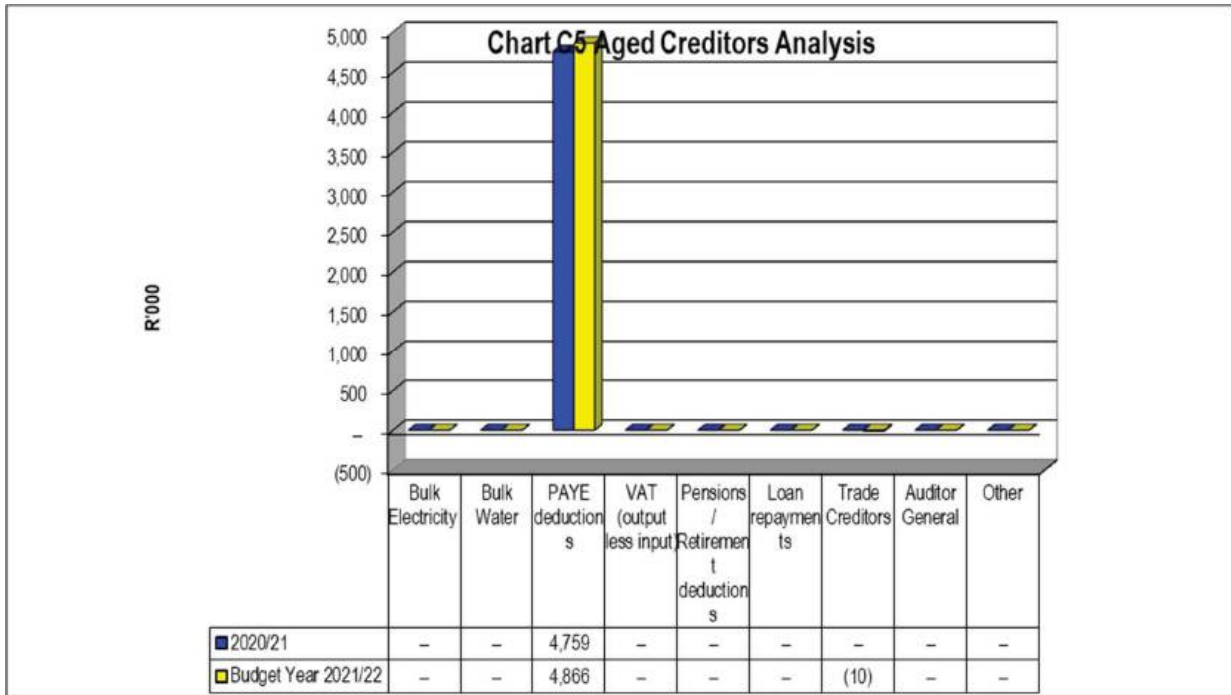
**Debtors Age Analysis**



**Debtors by Type**



**Creditor Payments**



**Municipal manager's quality certification**

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


- Quarterly Budget Report

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

Print name: DGI O'Neill

Municipal Manager of Overstrand Municipality (WC032)

Signature:



Date:

19 July 2022

**ANNEXURE B****EXECUTIVE MAYOR'S SPECIAL FUND****Status report in terms of paragraph 7 of the policy**

The Executive Mayor must report to Council on a quarterly basis in respect of the status of the Fund, including amounts withdrawn, the names of the beneficiaries and any donations received.

<b>Opening Balance 01/07/2021</b>			<b>R39 570.89</b>
<b>Add: Overstrand Budget Allocation 2021/2022</b>			<b>R0.00</b>
<b>Donations received:</b>			
Quarter 1	Donations received	0.00	
Quarter 2	Donations received	0.00	
Quarter 3	Donations received	0.00	
Quarter 4	Donations received	<u>50.00</u>	<b>R50.00</b>
<b>Less: Amount withdrawn:</b>			
Quarter 1	Expenditure	0.00	
Quarter 2	Expenditure	0.00	
Quarter 3	Expenditure	0.00	
Quarter 4			
	PLANE TICKET: DISADVANTAGED SCHOLAR	-10 000.00	
	INSTALLATION OF PRE PAID METER AND READY	-3 942.00	
	BURIAL COST FOR TWIN BABIES CHEFA	-1 500.00	
	STRANDLOPERTJIE BEWAARSKOOL	-5 000.00	
	PEARLY SHELL SERVICE CENTRE	-5 000.00	
		<u>-25 442.00</u>	<b>-R25 442.00</b>
<b>Closing Balance 30 June 2022</b>			<b><u><u>R14 178.89</u></u></b>

**OVERSTRAND MUNICIPALITY - REPORTING ON THE MUNICIPAL COST CONTAINMENT REGULATIONS, 2019****JUNE 2022****Council is herewith informed of the status regarding implementation of the Cost Containment Regulations**

The Municipal Cost Containment Regulations were published on 07 June 2019, with effective date 01 July 2019.

The previous reports to Council (June 2019) addressed the administrative process in anticipation of the regulations. These considerations were based on MFMA Circular No. 82 Cost Containment Measures (Updated November 2016).

Subsequent to the regulations being gazetted, National Treasury issued MFMA Circular No 97 - Cost Containment Measures on 31 July 2019. This circular advises regarding proposed formats for reporting on budgets, expenditure and savings as addressed in the regulations.

Save for revised input pertaining to the consideration of Public Transport in Regulation 7(6)(b), included in changes as approved by council to the Overstrand Travel & Subsistence Policy in consideration of Public Transport, the bulk of the cost containment measures have been captured in various of our Budget related Council Policies. The before-mentioned been considered and updated with the annual revision of policies. The Overstrand Cost Containment Policy was approved by Council on 27 May 2020.

Of importance to note is that the Budget Steering Committee gave effect to stringent cost containment restrictions over the past three years, in terms of the budget policy guidance, to advise Council in this regard.

Templates have furthermore been implemented to guide decision making regarding use of consultants and feasibility considerations.

The administration gave further effect in implementing the regulations and this is being attended to on a continuous basis, applying the stipulations of Budget directives and Budget related policies.

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## ANNEXURE C 2/3

**Cost Containment In-Year Report (\*\* IMPORTANT - Please note that the unspent amounts will be indicated under savings for the year after Q4, in view of the comments relating to Q1, Q2 and Q3, which state as follows (refer below):**

*“Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented”*)

	Budget	Q1 (Actual)	Q2 (Actual)	Q3 (Actual)	Q4 (Actual)	Savings
Measures	<u>R</u>	<u>R</u>	<u>R</u>	<u>R</u>	<u>R</u>	<u>R</u>
Use of Consultants	38 668 266	3 919 722	8 600 741	6 604 418	13 232 344	6 311 041
Vehicles used for political office-bearers	0	0	0	0	0	0
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.)	678 325	38 780	124 565	115 932	280 252	118 796
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.)	326 977	7 514	39 597	37 758	19 523	222 585

**ANNEXURE C 3/3**

Sponsorships, events and catering	1 506 549	102 491	343 100	207 858	435 562	417 538
Communication	6 692 852	923 836	1 265 367	1 180 658	1 660 209	1 662 782
Other related expenditure items	0	0	0	0	0	0
<b>Total</b>	<b>47 872 969</b>	<b>4 992 344</b>	<b>10 373 370</b>	<b>8 146 624</b>	<b>15 627 890</b>	<b>8 732 742</b>

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

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**1. Executive Summary**

**The purpose of this submission to Council is to:**

1. Inform Council on specific initiatives to date by National Treasury to enable a full and complete understanding of the scope and extent of the SCOA implementation as applicable to all municipalities and municipal entities;
2. Report to Council on progress made to date with the implementation of mSCOA at the Overstrand Municipality since the previous report to Council.
3. Maintain an on-going awareness of specific mSCOA initiatives in the Overstrand Municipality; and
4. Considerations on the way forward with the core financial system, being Samras Classic, currently in use by the Overstrand Municipality.

A comprehensive supplementary report in this regard, providing the necessary detail with regard to background and historic information over the past number of years for this National Treasury project, was also included previously (up to 31 December 2019), as part of the reporting to Council.

**2. Updated status - June 2022 (Quarter 4)**

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

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

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

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

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

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

The absence of any clear direction from National Treasury in terms of the anticipated outcome of the mSCOA systems audits as previously communicated, inclusive of

**ANNEXURE D 2/7**

National Treasury's envisaged transversal tender process and specifications, compounded challenges for municipalities. NT did not share any further information regarding the mentioned audits and confirmed in MFMA Budget Circular No. 112 (6 Dec 2021) the following: "However, should a municipality need to procure a new financial system, they must follow the processes set out in the MFMA read together with the Municipal Supply Chain Management Regulations and MFMA Budget Circulars No. 93, 98 and mSCOA Circulars No 5 and 6. In addition, National Treasury has not accredited any of the municipal financial systems available in the market and this should therefore not be advertised as a requirement in municipal tender documents.

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

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

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

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

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

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

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

- The incorrect use of the mSCOA chart and segments, balance sheet budgeting, movement accounting and basic municipal accounting practices by municipalities;
- Some municipalities are not budgeting, transacting and reporting directly in/ from their core financial systems; have not purchased all the modules of the core financial system or have not upgraded to the Enterprise Resource Planning (ERP) (mSCOA enabling) version of their financial systems;
- A number of municipalities are still transacting on their legacy systems that are not the functionality of their financial systems, while they are paying for maintenance and support for the mSCOA enabling system that was procured. This constitute fruitless and wasteful expenditure; and
- Municipalities are not locking their adopted budgets and their financial systems at month-end to ensure prudent financial management. To enforce municipalities to lock their budgets and close their financial system at month-end in 2022/23, the Local Government Database and Reporting System will lock all submission periods within the reporting period at the end of each quarter. The published period will NOT be opened again to ensure consistency between publications. System vendors were also requested to build this functionality into their municipal financial systems.

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

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

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

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

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

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

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

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

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

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

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

The mSCOA committee currently follows a process of monitoring progress with regard to before-mentioned development and implementation of web-based modules at sites as we become aware of information. Assurance of successful implementation of web-based modules is regarded as a pre-requisite for embarking on implementation of these modules.

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

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

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

It was reported to Council (Dec 2020, Quarter 2) that Overstrand Municipality received correspondence on 31 December 2020 from the service provider (Bytes Systems

Integration) for the financial system currently in use (SAMRAS), inclusive of the following notification as corresponded to National Treasury:

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

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

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

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



The Overstrand mSCOA Committee awaited detailed information requested from the service provider, in order to consider the appropriate approach in ensuring that the

municipality will not be exposed to risk from either an operational- and/or monetary perspective.

### **mSCOA Circulars**

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

*Municipal SCOA Circular No. 7 - 02 March 2020: Guide on Construction Work in Progress (CWIP)*

The principles stated in this circular were implemented during the 2019/2020 General Adjustments Budget, which served before Council on 26 February 2020 and was carried forward into the 2020/2021 Budget Cycle

*Municipal SCOA Circular No. 8 - 24 April 2020: Guidance on Virement Policies for Municipalities*

The guidance in this circular already forms an integral part of Overstrand municipality's Virement Policy.

*Municipal SCOA Circular No. 9 - 09 June 2020: Reporting on COVID-19 using the mSCOA chart*

The principle of Typical Workstream Projects relating to COVID-19 was implemented for the Special Adjustments Budget in June 2020, notwithstanding that this circular was issued on the same day that the Special Adjustments Budget was submitted to be tabled in Council.

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

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

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

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

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

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

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

**ANNEXURE D 7/7**

- The linking of Income tax receivable, Income tax payables, Value Added Tax (VAT) receivable, VAT payable, Accrued interest on receivables to cash flow/payments.

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

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

The following guidance is provided in Circulr 12:

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