

# OVERSTRAND MUNICIPALITY



## Quarterly Budget Report

June 2014

### **In-Year Report of the Municipality**

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

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## Glossary

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

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

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

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

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

**FMG** – Financial Management Grant.

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

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

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

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

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

**MIG** – Municipal Infrastructure Grant.

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

**NDPG** – Neighbourhood Development Partnership Grant.

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

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

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

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

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

**YTD** – Year to date

## **PART 1 – IN-YEAR REPORT**

### **Mayor's Report**

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

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

The results of the SDBIP for the fourth quarter ended 30 June 2014 will be tabled in a separate comprehensive report to council.

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

Revenue from the electricity service indicates R8,699m below the budgeted revenue and a contributing factor is the switch over of bulk consumers to Time of Use (TOU), leading to a decline in revenue from this category of consumers. The surplus on the electricity service has thus shrunk further.

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

Actual operating revenue at the end of the fourth quarter for 2013/2014 is at 99,73% of the budgeted revenue. The preliminary expenditure reflects spending of 97,63% against the budgeted expenditure. Capital expenditure amounts to R119.9m, or 92.51%, at the end of June 2014.

## **Resolutions**

### ***IN-YEAR REPORTS 2013/2014***

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

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

That the report for the quarter ended June 2014, prepared as part of the financial reporting obligations arising from the Local Government: Municipal Finance Management Act, 2003, **be noted**.

## **Executive Summary**

**It should be noted that all information contained in this report reflects the preliminary outcome for 2013/2014. Certain year end transactions still have to be passed, which could influence the final outcome. The final figures will be available after the completion of the Annual Financial Statements for audit.**

### **Revenue by Source**

The Year-to-Date actual operating revenue is 99,73% of the budgeted revenue for 2013/2014. Revenue from property rates is above the projected budgeted revenue by R3,599m. Revenue from the electricity service indicates R8,699m below the budgeted revenue and a contributing factor is the switch over of bulk consumers to Time of Use (TOU), leading to a decline in revenue from this category of consumers. The surplus on the electricity service has thus shrunk further.

### **Borrowings**

The balance of borrowings amounts to R412,8m at the end of June 2014.

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

The Year-to-Date actual operating expenditure is 97,63% of the budgeted expenditure for 2013/2014.

This includes further savings of R2,941m on the salary budget above the savings contingency of R7,750m. The yearend transactions for provisions relating to post retirement benefits and long service awards (subject to actuarial valuation) and provision for leave still has to be finalised.

### **Capital expenditure**

YTD expenditure on capital amounts to R119,9m, or 92,51%, of a total budget of R129,6m. The expenditure is funded by means of grants, public contributions, borrowings and internally generated cash.

## Cash flows

The municipality started the year with a positive cashbook balance of R84,1 million. The June closing balance is R63,1 million. Refer to Supporting Table SC9 for more details on the cash position.

## Allocations received (National & Provincial Grants)

Housing Grant funding of R695 922 were received during June 2014.

## Spending on Grants

Spending on grants amounts to R11,4m for June 2014 which includes FMG, MSIG, EPWP, Housing, INEP, MIG and Provincial Library etc. All approved roll over grant funding from 2012/2013 has been spent.

## Material variances

The table below summarises variances for projected revenue and expenditure.

WC032 Overstrand - Supporting Table SC1 Material variance explanations - M12 June			
Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
<u>Revenue By Source</u>	-0.27%	Not material	
<u>Expenditure By Type</u>	-2.37%	Not material	
<u>Capital Expenditure</u>	-7.49%	Actual Capital = 92.51%	
<u>Financial Position</u>			
In order			
<u>Cash Flow</u>			
In order			

## Performance in relation to SDBIP targets

See the comprehensive report tabled in Council.

## Remedial or corrective steps

No remedial or corrective steps are required at this time.

## In-year budget statement tables

## Table C1: s71 Monthly Budget Statement Summary

### WC032 Overstrand - Table C1 Monthly Budget Statement Summary - M12 June

Description	2012/13	Budget Year 2013/14							
	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	117 235	127 921	127 921	10 760	131 341	127 921	3 420	3%	127 921
Service charges	437 030	497 429	493 840	45 521	486 367	493 840	(7 472)	-2%	493 840
Investment revenue	7 553	7 714	7 018	812	6 348	7 018	(669)	-10%	9 222
Transfers recognised - operational	41 680	68 984	69 303	3 837	68 101	69 303	(1 203)	-2%	69 303
Other own revenue	91 506	41 093	44 383	5 049	48 314	44 383	3 931	9%	44 383
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>695 005</b>	<b>743 141</b>	<b>742 465</b>	<b>65 978</b>	<b>740 472</b>	<b>742 465</b>	<b>(1 993)</b>	<b>-0%</b>	<b>744 669</b>
Employee costs	231 527	250 842	252 454	20 159	249 534	252 454	(2 921)	-1%	252 454
Remuneration of Councillors	7 084	7 577	7 978	652	7 933	7 978	(45)	-1%	7 978
Depreciation & asset impairment	105 280	103 810	102 070	8 506	102 070	102 070	-		102 070
Finance charges	37 310	42 292	42 292	14 572	39 933	42 292	(2 358)	-6%	42 292
Materials and bulk purchases	157 458	171 947	171 645	28 852	170 793	171 645	(852)	-0%	171 645
Transfers and grants	35 856	38 766	39 217	3 377	38 749	39 217	(468)		39 217
Other expenditure	172 397	208 825	211 835	30 140	198 882	211 835	(12 953)	-6%	211 835
<b>Total Expenditure</b>	<b>746 914</b>	<b>824 059</b>	<b>827 491</b>	<b>106 258</b>	<b>807 894</b>	<b>827 491</b>	<b>(19 597)</b>	<b>-2%</b>	<b>827 491</b>
<b>Surplus/(Deficit)</b>	<b>(51 909)</b>	<b>(80 918)</b>	<b>(85 026)</b>	<b>(40 280)</b>	<b>(67 422)</b>	<b>(85 026)</b>	<b>17 604</b>	<b>-21%</b>	<b>(82 822)</b>
Transfers recognised - capital	53 809	39 387	42 564	6 313	37 630	42 564	(4 935)	-12%	42 564
Contributions & Contributed assets	5 289	3 583	2 270	949	1 089	2 270	(1 181)	-52%	2 270
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>7 189</b>	<b>(37 947)</b>	<b>(40 192)</b>	<b>(33 018)</b>	<b>(28 704)</b>	<b>(40 192)</b>	<b>11 488</b>	<b>-29%</b>	<b>(37 988)</b>
<b>Surplus/ (Deficit) for the year</b>	<b>7 189</b>	<b>(37 947)</b>	<b>(40 192)</b>	<b>(33 018)</b>	<b>(28 704)</b>	<b>(40 192)</b>	<b>11 488</b>	<b>-29%</b>	<b>(37 988)</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>143 764</b>	<b>109 897</b>	<b>129 697</b>	<b>30 806</b>	<b>119 984</b>	<b>129 697</b>	<b>(9 713)</b>	<b>-7%</b>	<b>129 697</b>
Capital transfers recognised	53 809	36 028	39 248	7 036	34 207	39 248	(5 041)	-13%	39 248
Public contributions & donations	5 067	3 583	2 083	1 059	1 199	2 083	(885)	-42%	2 083
Borrowing	67 544	59 861	73 427	18 661	70 648	73 427	(2 779)	-4%	73 427
Internally generated funds	17 345	10 425	14 939	4 050	13 931	14 939	(1 008)	-7%	14 939
<b>Total sources of capital funds</b>	<b>143 764</b>	<b>109 897</b>	<b>129 697</b>	<b>30 806</b>	<b>119 984</b>	<b>129 697</b>	<b>(9 713)</b>	<b>-7%</b>	<b>129 697</b>
<b>Financial position</b>									
Total current assets	198 535	183 501	192 260		181 425				192 260
Total non current assets	3 298 669	3 188 259	3 325 427		3 325 109				3 325 427
Total current liabilities	155 486	130 310	128 109		123 572				128 109
Total non current liabilities	483 973	527 115	527 115		553 444				527 115
<b>Community wealth/Equity</b>	<b>2 857 746</b>	<b>2 714 336</b>	<b>2 862 463</b>		<b>2 829 519</b>				<b>2 862 463</b>
<b>Cash flows</b>									
Net cash from (used) operating	75 915	71 124	95 878	(13 854)	74 691	95 878	(21 187)	-22%	92 664
Net cash from (used) investing	(146 949)	(115 209)	(128 823)	(34 466)	(128 506)	(128 823)	317	-0%	(125 609)
Net cash from (used) financing	28 482	36 973	33 204	(3 062)	32 811	37 274	(4 463)	-12%	33 204
<b>Cash/cash equivalents at the month/year end</b>	<b>84 147</b>	<b>84 406</b>	<b>84 406</b>	<b>-</b>	<b>63 143</b>	<b>95 848</b>	<b>(32 705)</b>	<b>-34%</b>	<b>84 406</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	40 768	1 793	1 018	900	671	681	3 567	14 971	64 369
<b>Creditors Age Analysis</b>									
Total Creditors	24 657	-	-	-	-	-	-	-	24 657

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

WC032 Overstrand - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M12 June

Description	2012/13	Budget Year 2013/14							
	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 - Standard</b>									
<i><b>Governance and administration</b></i>	<b>231 849</b>	<b>193 558</b>	<b>194 804</b>	<b>14 459</b>	<b>200 573</b>	<b>194 804</b>	5 769	3%	<b>194 804</b>
Executive and council	38 353	43 363	43 073	15	42 313	43 073	(760)	-2%	43 073
Budget and treasury office	137 194	147 919	148 772	13 235	150 765	148 772	1 993	1%	148 772
Corporate services	56 303	2 277	2 959	1 209	7 494	2 959	4 535	153%	2 959
<i><b>Community and public safety</b></i>	<b>41 938</b>	<b>57 725</b>	<b>61 387</b>	<b>7 777</b>	<b>55 871</b>	<b>61 387</b>	(5 517)	-9%	<b>61 387</b>
Community and social services	2 990	2 078	2 507	502	2 684	2 507	176	7%	2 507
Sport and recreation	7 762	11 549	12 546	616	11 375	12 546	(1 171)	-9%	12 546
Public safety	12 541	12 393	12 343	1 401	12 376	12 343	33	0%	12 343
Housing	18 645	31 705	33 991	5 258	29 436	33 991	(4 555)	-13%	33 991
<i><b>Economic and environmental services</b></i>	<b>18 567</b>	<b>25 383</b>	<b>29 769</b>	<b>4 168</b>	<b>30 949</b>	<b>29 769</b>	1 180	4%	<b>29 769</b>
Planning and development	7 907	11 377	11 853	2 101	12 853	11 853	1 000	8%	11 853
Road transport	10 595	13 938	17 608	2 067	17 790	17 608	182	1%	17 608
Environmental protection	65	68	308	0	306	308	(1)	0%	308
<i><b>Trading services</b></i>	<b>461 748</b>	<b>509 446</b>	<b>501 339</b>	<b>46 836</b>	<b>491 798</b>	<b>501 339</b>	(9 541)	-2%	<b>501 339</b>
Electricity	249 503	289 279	289 279	29 940	278 371	289 279	(10 908)	-4%	289 279
Water	96 579	99 562	94 062	6 849	95 298	94 062	1 236	1%	94 062
Waste water management	68 756	67 584	64 927	5 613	65 091	64 927	164	0%	64 927
Waste management	46 911	53 020	53 070	4 435	53 038	53 070	(33)	0%	53 070
<i>Other</i>	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Standard</b>	<b>754 103</b>	<b>786 112</b>	<b>787 299</b>	<b>73 240</b>	<b>779 190</b>	<b>787 299</b>	<b>(8 108)</b>	<b>-1%</b>	<b>787 299</b>
<b>Expenditure - Standard</b>									
<i><b>Governance and administration</b></i>	<b>205 256</b>	<b>120 523</b>	<b>120 584</b>	<b>12 084</b>	<b>110 497</b>	<b>120 584</b>	(10 087)	-8%	<b>120 584</b>
Executive and council	67 621	64 562	65 843	6 110	64 607	65 843	(1 235)	-2%	65 843
Budget and treasury office	51 351	24 726	26 688	2 458	21 906	26 688	(4 782)	-18%	26 688
Corporate services	86 284	31 236	28 053	3 516	23 983	28 053	(4 069)	-15%	28 053
<i><b>Community and public safety</b></i>	<b>83 226</b>	<b>122 599</b>	<b>122 284</b>	<b>12 228</b>	<b>118 488</b>	<b>122 284</b>	(3 796)	-3%	<b>122 284</b>
Community and social services	26 064	30 554	31 128	2 905	29 858	31 128	(1 269)	-4%	31 128
Sport and recreation	16 070	21 105	20 931	1 795	20 282	20 931	(648)	-3%	20 931
Public safety	36 834	44 185	44 771	3 935	43 528	44 771	(1 243)	-3%	44 771
Housing	4 258	26 754	25 454	3 594	24 819	25 454	(634)	-2%	25 454
<i><b>Economic and environmental services</b></i>	<b>112 994</b>	<b>135 645</b>	<b>132 471</b>	<b>14 482</b>	<b>128 335</b>	<b>132 471</b>	(4 136)	-3%	<b>132 471</b>
Planning and development	36 263	31 326	32 719	5 224	30 195	32 719	(2 525)	-8%	32 719
Road transport	71 107	96 482	91 710	8 054	90 538	91 710	(1 172)	-1%	91 710
Environmental protection	5 624	7 837	8 042	1 204	7 603	8 042	(439)	-5%	8 042
<i><b>Trading services</b></i>	<b>345 437</b>	<b>445 293</b>	<b>452 153</b>	<b>67 463</b>	<b>450 574</b>	<b>452 153</b>	(1 578)	0%	<b>452 153</b>
Electricity	198 902	244 304	242 679	39 364	240 967	242 679	(1 712)	-1%	242 679
Water	60 489	92 079	95 281	14 395	94 968	95 281	(313)	0%	95 281
Waste water management	45 945	60 149	64 341	8 056	63 132	64 341	(1 209)	-2%	64 341
Waste management	40 102	48 760	49 851	5 648	51 507	49 851	1 656	3%	49 851
<i>Other</i>	-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Standard</b>	<b>746 914</b>	<b>824 059</b>	<b>827 491</b>	<b>106 258</b>	<b>807 894</b>	<b>827 491</b>	<b>(19 597)</b>	<b>-2%</b>	<b>827 491</b>
<b>Surplus/ (Deficit) for the year</b>	<b>7 189</b>	<b>(37 947)</b>	<b>(40 192)</b>	<b>(33 018)</b>	<b>(28 704)</b>	<b>(40 192)</b>	<b>11 488</b>	<b>-29%</b>	<b>(40 192)</b>

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

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

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

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

WC032 Overstrand - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M12 June

Vote Description	2012/13	Budget Year 2013/14							
	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	38 353	42 395	42 995	15	42 232	42 995	(762)	-1.8%	42 995
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Management Services	1 476	1 216	1 216	533	872	1 216	(343)	-28.2%	1 216
Vote 4 - Finance	137 194	147 919	148 772	13 235	150 765	148 772	1 993	1.3%	148 772
Vote 5 - Community Services	253 342	280 926	280 101	25 454	276 184	280 101	(3 917)	-1.4%	280 101
Vote 6 - Local Economic Development	3 750	5 214	6 431	266	6 431	6 431	1	0.0%	6 431
Vote 7 - Infrastructure & Planning	307 447	295 950	295 442	32 335	290 329	295 442	(5 113)	-1.7%	295 442
Vote 8 - Protection Services	12 541	12 493	12 343	1 402	12 376	12 343	33	0.3%	12 343
<b>Total Revenue by Vote</b>	<b>754 103</b>	<b>786 112</b>	<b>787 299</b>	<b>73 240</b>	<b>779 190</b>	<b>787 299</b>	<b>(8 108)</b>	<b>-1.0%</b>	<b>787 299</b>
<b>Expenditure by Vote</b>									
Vote 1 - Council	64 385	56 809	62 399	4 900	61 649	62 399	(749)	-1.2%	62 399
Vote 2 - Municipal Manager	3 243	1 949	1 520	74	1 295	1 520	(226)	-14.8%	1 520
Vote 3 - Management Services	30 872	11 031	8 495	1 857	5 327	8 495	(3 169)	-37.3%	8 495
Vote 4 - Finance	51 351	24 726	26 688	2 458	21 906	26 688	(4 782)	-17.9%	26 688
Vote 5 - Community Services	297 734	389 757	387 967	46 106	383 441	387 967	(4 526)	-1.2%	387 967
Vote 6 - Local Economic Development	7 716	8 303	10 397	1 241	9 949	10 397	(448)	-4.3%	10 397
Vote 7 - Infrastructure & Planning	254 779	287 299	285 253	45 687	280 800	285 253	(4 453)	-1.6%	285 253
Vote 8 - Protection Services	36 834	44 185	44 771	3 935	43 528	44 771	(1 243)	-2.8%	44 771
<b>Total Expenditure by Vote</b>	<b>746 914</b>	<b>824 059</b>	<b>827 491</b>	<b>106 258</b>	<b>807 894</b>	<b>827 491</b>	<b>(19 597)</b>	<b>-2.4%</b>	<b>827 491</b>
<b>Surplus/ (Deficit) for the year</b>	<b>7 189</b>	<b>(37 947)</b>	<b>(40 192)</b>	<b>(33 018)</b>	<b>(28 704)</b>	<b>(40 192)</b>	<b>11 488</b>	<b>-28.6%</b>	<b>(40 192)</b>

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

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

It should be noted that no votes indicate overspending at year end.

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

### WC032 Overstrand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June

Description	2012/13	Budget Year 2013/14							
	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	116 321	126 921	126 921	10 705	130 520	126 921	3 599	3%	126 921
Property rates - penalties & collection charges	914	1 000	1 000	55	821	1 000	(179)	-18%	1 000
Service charges - electricity revenue	247 521	284 936	284 936	29 936	276 237	284 936	(8 699)	-3%	284 936
Service charges - water revenue	85 498	98 642	93 142	6 552	94 376	93 142	1 234	1%	93 142
Service charges - sanitation revenue	57 223	60 917	62 827	4 613	62 798	62 827	(30)	0%	62 827
Service charges - refuse revenue	46 788	52 934	52 934	4 420	52 957	52 934	22	0%	52 934
Rental of facilities and equipment	7 208	8 551	8 551	267	7 674	8 551	(877)	-10%	8 551
Interest earned - external investments	7 553	7 714	7 018	812	6 348	7 018	(669)	-10%	7 018
Interest earned - outstanding debtors	2 199	2 204	2 204	159	2 122	2 204	(82)	-4%	2 204
Fines	6 644	6 079	7 529	977	7 251	7 529	(278)	-4%	7 529
Licences and permits	1 968	2 046	2 046	133	1 952	2 046	(94)	-5%	2 046
Agency services	2 025	2 250	2 255	187	2 391	2 255	136	6%	2 255
Transfers recognised - operational	41 680	68 984	69 303	3 837	68 101	69 303	(1 203)	-2%	69 303
Other revenue	71 461	19 963	21 416	3 325	26 925	21 416	5 509	26%	21 416
Gains on disposal of PPE			383			383	(383)	-100%	383
<b>contributions)</b>	<b>695 005</b>	<b>743 141</b>	<b>742 465</b>	<b>65 978</b>	<b>740 472</b>	<b>742 465</b>	<b>(1 993)</b>	<b>0%</b>	<b>742 465</b>
<b>Expenditure By Type</b>									
Employee related costs	231 527	250 842	252 454	20 159	249 534	252 454	(2 921)	-1%	252 454
Remuneration of councillors	7 084	7 577	7 978	652	7 933	7 978	(45)	-1%	7 978
Debt impairment	934						-		
Depreciation & asset impairment	105 280	103 810	102 070	8 506	102 070	102 070	-		102 070
Finance charges	37 310	42 292	42 292	14 572	39 933	42 292	(2 358)	-6%	42 292
Bulk purchases	145 022	156 893	156 893	27 169	157 055	156 893	162	0%	156 893
Other materials	12 437	15 055	14 752	1 683	13 738	14 752	(1 014)	-7%	14 752
Contracted services	67 601	74 909	76 844	11 198	72 417	76 844	(4 427)	-6%	76 844
Transfers and grants	35 856	38 766	39 217	3 377	38 749	39 217	(468)	-1%	39 217
Other expenditure	102 107	133 917	134 991	18 942	126 466	134 991	(8 526)	-6%	134 991
Loss on disposal of PPE	1 756						-		
<b>Total Expenditure</b>	<b>746 914</b>	<b>824 059</b>	<b>827 491</b>	<b>106 258</b>	<b>807 894</b>	<b>827 491</b>	<b>(19 597)</b>	<b>-2%</b>	<b>827 491</b>
<b>Surplus/(Deficit)</b>									
Transfers recognised - capital	53 809	39 387	42 564	6 313	37 630	42 564	(4 935)	-12%	42 564
Contributions recognised - capital	5 289	3 583	1 083	(140)	-	1 083	(1 083)	-100%	1 083
Contributed assets			1 187	1 089	1 089	1 187	(98)	-8%	1 187
<b>Surplus/(Deficit) after capital transfers &amp; Taxation</b>	<b>7 189</b>	<b>(37 947)</b>	<b>(40 192)</b>	<b>(33 018)</b>	<b>(28 704)</b>	<b>(40 192)</b>	<b>-</b>		<b>(40 192)</b>
<b>Surplus/(Deficit) after taxation</b>	<b>7 189</b>	<b>(37 947)</b>	<b>(40 192)</b>	<b>(33 018)</b>	<b>(28 704)</b>	<b>(40 192)</b>			<b>(40 192)</b>
<b>Surplus/(Deficit) attributable to municipality</b>	<b>7 189</b>	<b>(37 947)</b>	<b>(40 192)</b>	<b>(33 018)</b>	<b>(28 704)</b>	<b>(40 192)</b>			<b>(40 192)</b>
Share of surplus/ (deficit) of associate									
<b>Surplus/ (Deficit) for the year</b>	<b>7 189</b>	<b>(37 947)</b>	<b>(40 192)</b>	<b>(33 018)</b>	<b>(28 704)</b>	<b>(40 192)</b>			<b>(40 192)</b>

The annual revenue budget is approved as 'Revenue by Source'. The Year-to-Date actual revenue is 0.27% below the YTD budget and current expenditure is 2.37% below the YTD budget for 2013/2014.

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

WC032 Overstrand - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M12 June

Vote Description	2012/13	Budget Year 2013/14							
	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	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Management Services	1 274	1 439	1 869	957	1 790	1 869	(79)	-4%	1 869
Vote 4 - Finance	-	-	-	-	-	-	-	-	-
Vote 5 - Community Services	110 111	68 764	86 495	20 056	79 426	86 495	(7 069)	-8%	86 495
Vote 6 - Local Economic Development	945	-	-	-	-	-	-	-	-
Vote 7 - Infrastructure & Planning	31 434	39 694	41 333	9 792	38 768	41 333	(2 565)	-6%	41 333
Vote 8 - Protection Services	-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	<b>143 764</b>	<b>109 897</b>	<b>129 697</b>	<b>30 806</b>	<b>119 984</b>	<b>129 697</b>	<b>(9 713)</b>	<b>-7%</b>	<b>129 697</b>
<b>Total Capital Expenditure</b>	<b>143 764</b>	<b>109 897</b>	<b>129 697</b>	<b>30 806</b>	<b>119 984</b>	<b>129 697</b>	<b>(9 713)</b>	<b>-7%</b>	<b>129 697</b>
<b>Capital Expenditure - Standard Classification</b>									
<b>Governance and administration</b>	<b>7 154</b>	<b>9 977</b>	<b>11 301</b>	<b>4 325</b>	<b>10 732</b>	<b>11 301</b>	<b>(568)</b>	<b>-5%</b>	<b>11 301</b>
Executive and council							-		
Budget and treasury office							-		
Corporate services	7 154	9 977	11 301	4 325	10 732	11 301	(568)	-5%	11 301
<b>Community and public safety</b>	<b>7 268</b>	<b>16 405</b>	<b>23 712</b>	<b>4 890</b>	<b>19 582</b>	<b>23 712</b>	<b>(4 131)</b>	<b>-17%</b>	<b>23 712</b>
Community and social services	4 666		3 652	1 235	3 482	3 652	(170)	-5%	3 652
Sport and recreation	2 601	5 225	5 696	494	5 696	5 696	-		5 696
Public safety	-		-				-		-
Housing	-	11 180	14 364	3 161	10 404	14 364	(3 960)	-28%	14 364
Health							-		
<b>Economic and environmental services</b>	<b>25 552</b>	<b>17 870</b>	<b>16 228</b>	<b>1 911</b>	<b>16 051</b>	<b>16 228</b>	<b>(177)</b>	<b>-1%</b>	<b>16 228</b>
Planning and development	945						-		
Road transport	24 607	17 870	16 228	1 911	16 051	16 228	(177)	-1%	16 228
Environmental protection							-		
<b>Trading services</b>	<b>103 790</b>	<b>65 644</b>	<b>78 455</b>	<b>19 680</b>	<b>73 619</b>	<b>78 455</b>	<b>(4 837)</b>	<b>-6%</b>	<b>78 455</b>
Electricity	26 768	37 194	39 229	8 752	36 745	39 229	(2 485)	-6%	39 229
Water	50 766	15 900	23 832	6 403	23 631	23 832	(201)	-1%	23 832
Waste water management	20 728	11 150	12 353	3 439	10 202	12 353	(2 151)	-17%	12 353
Waste management	5 528	1 400	3 041	1 085	3 041	3 041	-		3 041
<b>Total Capital Expenditure - Standard Classification</b>	<b>143 764</b>	<b>109 897</b>	<b>129 697</b>	<b>30 806</b>	<b>119 984</b>	<b>129 697</b>	<b>(9 713)</b>	<b>-7%</b>	<b>129 697</b>
<b>Funded by:</b>									
National Government	19 964	22 355	22 105	3 724	21 131	22 105	(974)	-4%	22 105
Provincial Government	33 845	13 673	16 956	3 231	12 996	16 956	(3 960)	-23%	16 956
District Municipality			-			-	-		-
Other transfers and grants			187	81	81	187	(106)	-57%	187
<b>Transfers recognised - capital</b>	<b>53 809</b>	<b>36 028</b>	<b>39 248</b>	<b>7 036</b>	<b>34 207</b>	<b>39 248</b>	<b>(5 041)</b>	<b>-13%</b>	<b>39 248</b>
<b>Public contributions &amp; donations</b>	<b>5 067</b>	<b>3 583</b>	<b>2 083</b>	<b>1 059</b>	<b>1 199</b>	<b>2 083</b>	<b>(885)</b>	<b>-42%</b>	<b>2 083</b>
<b>Borrowing</b>	<b>67 544</b>	<b>59 861</b>	<b>73 427</b>	<b>18 661</b>	<b>70 648</b>	<b>73 427</b>	<b>(2 779)</b>	<b>-4%</b>	<b>73 427</b>
<b>Internally generated funds</b>	<b>17 345</b>	<b>10 425</b>	<b>14 939</b>	<b>4 050</b>	<b>13 931</b>	<b>14 939</b>	<b>(1 008)</b>	<b>-7%</b>	<b>14 939</b>
<b>Total Capital Funding</b>	<b>143 764</b>	<b>109 897</b>	<b>129 697</b>	<b>30 806</b>	<b>119 984</b>	<b>129 697</b>	<b>(9 713)</b>	<b>-7%</b>	<b>129 697</b>

Capital expenditure is 7.49% below YTD budget at June 2014.

## Table C6: Monthly Budget Statement - Financial Position

WC032 Overstrand - Table C6 Monthly Budget Statement - Financial Position - M12 June

Description	2012/13	Budget Year 2013/14			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>					
<b>ASSETS</b>					
<b>Current assets</b>					
Cash	29 106	84 406	84 406	13 104	84 406
Call investment deposits	55 042	-	-	50 039	-
Consumer debtors	49 080	50 826	50 826	47 344	50 826
Other debtors	46 353	40 769	45 386	51 734	45 386
Current portion of long-term receivables	17	14	14	14	14
Inventory	18 937	7 486	11 628	19 190	11 628
<b>Total current assets</b>	<b>198 535</b>	<b>183 501</b>	<b>192 260</b>	<b>181 425</b>	<b>192 260</b>
<b>Non current assets</b>					
Long-term receivables	84	73	73	69	73
Investments	11 597	16 379	16 379	16 965	16 379
Investment property	175 866	87 289	175 866	175 866	175 866
Investments in Associate			-		-
Property, plant and equipment	3 105 649	3 080 474	3 089 159	3 126 736	3 089 159
Agricultural			-		-
Biological assets			-		-
Intangible assets	4 449	4 043	4 449	4 449	4 449
Other non-current assets	1 025		39 500	1 025	39 500
<b>Total non current assets</b>	<b>3 298 669</b>	<b>3 188 259</b>	<b>3 325 427</b>	<b>3 325 109</b>	<b>3 325 427</b>
<b>TOTAL ASSETS</b>	<b>3 497 204</b>	<b>3 371 760</b>	<b>3 517 686</b>	<b>3 506 534</b>	<b>3 517 686</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Bank overdraft			-		-
Borrowing	18 241	20 623	20 623	20 443	20 623
Consumer deposits	34 932	38 618	38 618	37 751	38 618
Trade and other payables	74 643	64 237	62 036	65 377	62 036
Provisions	27 670	6 831	6 831		6 831
<b>Total current liabilities</b>	<b>155 486</b>	<b>130 310</b>	<b>128 109</b>	<b>123 572</b>	<b>128 109</b>
<b>Non current liabilities</b>					
Borrowing	364 654	391 789	391 789	392 444	391 789
Provisions	119 319	135 325	135 325	161 000	135 325
<b>Total non current liabilities</b>	<b>483 973</b>	<b>527 115</b>	<b>527 115</b>	<b>553 444</b>	<b>527 115</b>
<b>TOTAL LIABILITIES</b>	<b>639 459</b>	<b>657 425</b>	<b>655 224</b>	<b>677 015</b>	<b>655 224</b>
<b>NET ASSETS</b>	<b>2 857 746</b>	<b>2 714 336</b>	<b>2 862 463</b>	<b>2 829 519</b>	<b>2 862 463</b>
<b>COMMUNITY WEALTH/EQUITY</b>					
Accumulated Surplus/(Deficit)	2 855 854	2 397 233	2 860 536	2 827 621	2 860 536
Reserves	1 891	317 103	1 927	1 898	1 927
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>2 857 746</b>	<b>2 714 336</b>	<b>2 862 463</b>	<b>2 829 519</b>	<b>2 862 463</b>

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

## Table C7: Monthly Budget Statement - Cash Flow

### WC032 Overstrand - Table C7 Monthly Budget Statement - Cash Flow - M12 June

Description	2012/13	Budget Year 2013/14							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>									
<b>Receipts</b>									
Ratepayers and other	591 940	652 431	708 070	53 978	660 733	708 070	(47 337)	-7%	708 215
Government - operating	44 908	68 984	69 303	3 837	68 101	69 303	(1 203)	-2%	70 101
Government - capital	53 809	42 971	44 834	7 262	38 719	44 834	(6 115)	-14%	41 620
Interest	9 752	9 918	9 222	970	8 470	9 222	(751)	-8%	9 222
Dividends		-	-	-	-	-	-		-
<b>Payments</b>									
Suppliers and employees	(551 464)	(622 122)	(654 042)	(61 953)	(622 649)	(654 042)	(31 393)	5%	(654 985)
Finance charges	(37 174)	(42 292)	(42 292)	(14 572)	(39 933)	(42 292)	(2 358)	6%	(42 292)
Transfers and Grants	(35 856)	(38 766)	(39 217)	(3 377)	(38 749)	(39 217)	(468)	1%	(39 217)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>75 915</b>	<b>71 124</b>	<b>95 878</b>	<b>(13 854)</b>	<b>74 691</b>	<b>95 878</b>	<b>(21 187)</b>	<b>-22%</b>	<b>92 664</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>									
<b>Receipts</b>									
Proceeds on disposal of PPE	1 725	-	4 617	-	-	4 617	(4 617)	-100%	4 617
Decrease (Increase) in non-current debtors	-	-	1 025	-	-	1 025	(1 025)	-100%	1 025
Decrease (increase) other non-current receivables	50	48	14	0	18	14	4	25%	14
Decrease (increase) in non-current investments	(4 960)	(5 359)	(4 783)	(488)	(5 368)	(4 783)	(586)	12%	(4 783)
<b>Payments</b>									
Capital assets	(143 764)	(109 897)	(129 697)	(33 978)	(123 156)	(129 697)	(6 541)	5%	(126 482)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>(146 949)</b>	<b>(115 209)</b>	<b>(128 823)</b>	<b>(34 466)</b>	<b>(128 506)</b>	<b>(128 823)</b>	<b>(317)</b>	<b>0%</b>	<b>(125 609)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>									
<b>Receipts</b>									
Short term loans	(389)	-	-	(324)	(682)	-	(682)	#DIV/0!	-
Borrowing long term/refinancing	38 700	51 300	51 300	-	51 300	51 300	-		51 300
Increase (decrease) in consumer deposits	3 726	3 704	3 686	177	2 819	3 686	(867)	-24%	3 686
<b>Payments</b>									
Repayment of borrowing	(13 554)	(18 032)	(21 783)	(2 914)	(20 626)	(17 712)	2 914	-16%	(21 783)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>28 482</b>	<b>36 973</b>	<b>33 204</b>	<b>(3 062)</b>	<b>32 811</b>	<b>37 274</b>	<b>4 463</b>	<b>12%</b>	<b>33 204</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>(42 552)</b>	<b>(7 112)</b>	<b>259</b>	<b>(51 382)</b>	<b>(21 004)</b>	<b>4 329</b>			<b>259</b>
Cash/cash equivalents at beginning:	126 699	91 518	84 147		84 147	91 518			84 147
Cash/cash equivalents at month/year end:	84 147	84 406	84 406		63 143	95 848			84 406

Table C7 balances to the current Cash balance, shown in the 'YTD actual' column, which is R63.1 million.

The municipality started the year with a positive cashbook balance of R84,1 million. The June closing balance is R63.1 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 - M12 June

Description	Budget Year 2013/14											
	July Outcome	August Outcome	Sept Outcome	October	Nov	Dec	January	Feb	March	April	May	June Budget
<b>R thousands</b>												
<b>Cash Receipts By Source</b>												
Property rates	9 587	10 305	12 301	7 375	7 461	7 305	7 655	11 534	9 797	9 215	10 010	10 185
Property rates - penalties & collection charges	67	67	67	72	67	70	69	72	75	69	69	55
Service charges - electricity revenue	30 300	25 361	25 762	22 110	21 494	21 188	20 856	22 300	20 549	20 706	21 035	31 488
Service charges - water revenue	5 396	6 771	6 957	10 568	10 649	10 281	10 741	10 471	10 572	9 336	9 825	9 627
Service charges - sanitation revenue	3 354	4 742	4 754	5 090	4 960	5 096	5 870	6 117	5 512	5 483	5 545	5 243
Service charges - refuse	4 031	4 385	4 130	4 525	4 396	4 314	4 256	4 430	4 547	4 523	4 445	4 495
Rental of facilities and equipment	627	519	504	542	623	1 624	831	543	565	549	332	308
Interest earned - external investments	531	490	457	488	523	427	417	423	447	790	543	812
Interest earned - outstanding debtors	172	175	177	164	173	174	173	190	194	193	179	159
Fines	559	595	503	562	665	533	543	540	633	509	631	977
Licences and permits	184	164	155	190	155	148	196	158	179	153	136	133
Agency services	191	179	175	217	198	211	216	214	196	186	222	187
Transfer receipts - operating	17 561	715	235	3 331	479	18 247	328	1 924	13 963	4 769	2 710	3 837
Other revenue	3 409	625	(134)	2 814	1 795	2 615	4 807	(842)	6 789	1 019	5 255	(8 721)
<b>Cash Receipts by Source</b>	<b>75 969</b>	<b>55 094</b>	<b>56 043</b>	<b>58 050</b>	<b>53 638</b>	<b>72 233</b>	<b>56 961</b>	<b>58 073</b>	<b>74 021</b>	<b>57 499</b>	<b>60 936</b>	<b>58 785</b>
<b>Other Cash Flows by Source</b>												
Transfer receipts - capital		890	2 610	4 862	2 151	1 287	(47)	4 297	7 174	1 943	6 289	6 313
Contributions & Contributed assets												949
Proceeds on disposal of PPE												-
Borrowing long term/refinancing									51 300	-	-	-
Increase in consumer deposits	1 072	(92)	447	396	6	114	15	330	198	46	112	177
Receipt of non-current debtors												-
Receipt of non-current receivables	0	0	0	0	1	8	0	0	0	-	8	0
Change in non-current investments	(428)	(5)	(469)	(472)	(415)	(476)	(720)	(510)	(461)	(469)	(456)	(488)
<b>Total Cash Receipts by Source</b>	<b>76 613</b>	<b>55 887</b>	<b>58 631</b>	<b>62 836</b>	<b>55 381</b>	<b>73 167</b>	<b>56 209</b>	<b>62 189</b>	<b>131 875</b>	<b>58 660</b>	<b>66 531</b>	<b>65 412</b>
<b>Cash Payments by Type</b>												
Employee related costs	16 754	18 746	18 367	19 007	29 410	18 997	22 173	19 249	18 624	19 265	18 971	19 369
Remuneration of councillors	605	619	622	622	622	622	622	622	1 006	665	654	652
Interest paid	138	-	15	4 427	1 386	8 560	1 794	-	90	7 282	1 669	14 572
Bulk purchases - Electricity	2 686	19 572	16 768	12 236	10 603	10 660	12 430	11 478	10 457	10 520	12 475	27 169
Bulk purchases - Water & Sewer												-
Other materials	440	728	973	961	1 580	1 433	944	980	1 400	1 304	1 313	1 683
Contracted services	1 219	5 446	6 013	3 601	5 591	7 109	6 113	6 786	8 092	5 910	5 340	11 198
Grants and subsidies paid - other municipalities												-
Grants and subsidies paid - other	3 132	3 136	3 156	3 179	3 181	3 198	3 214	3 440	3 368	3 179	3 190	3 377
General expenses	24 888	1 733	(3 353)	31 005	9 217	3 986	9 332	11 313	3 183	11 197	28 190	1 882
<b>Cash Payments by Type</b>	<b>49 862</b>	<b>49 980</b>	<b>42 561</b>	<b>75 039</b>	<b>61 590</b>	<b>54 564</b>	<b>56 621</b>	<b>53 868</b>	<b>46 219</b>	<b>59 322</b>	<b>71 802</b>	<b>79 902</b>
<b>Other Cash Flows/Payments by Type</b>												
Capital assets	-	11 416	15 798	4 426	4 002	7 794	2 910	7 811	15 322	5 445	14 253	33 978
Repayment of borrowing	3 755		51	3 979	886	2 881	903	-	54	3 894	594	2 914
<b>Total Cash Payments by Type</b>	<b>53 618</b>	<b>61 396</b>	<b>58 410</b>	<b>83 444</b>	<b>66 478</b>	<b>65 239</b>	<b>60 434</b>	<b>61 679</b>	<b>61 595</b>	<b>68 661</b>	<b>86 649</b>	<b>116 794</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>22 995</b>	<b>(5 509)</b>	<b>222</b>	<b>(20 608)</b>	<b>(11 097)</b>	<b>7 928</b>	<b>(4 225)</b>	<b>510</b>	<b>70 280</b>	<b>(10 001)</b>	<b>(20 118)</b>	<b>(51 382)</b>
Cash/cash equivalents at the month/year beginning	84 147	107 143	101 633	101 855	81 247	70 150	78 078	73 853	74 363	144 643	134 642	114 525
Cash/cash equivalents at the month/year end	107 143	101 633	101 855	81 247	70 150	78 078	73 853	74 363	144 643	134 642	114 525	63 143

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

## PART 2 – SUPPORTING DOCUMENTATION

### Debtors' analysis

#### Supporting Table SC3 Debtors' age analysis

WC032 Overstrand - Supporting Table SC3 Monthly Budget Statement - aged debtors - M12 June

Description	NT Code	Budget Year 2013/14											Actual Bad Debts Written Off against Debtors	Impaired - Bad Debts i.t.o Council Policy	
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days				
R thousands															
<b>Debtors Age Analysis By Income Source</b>															
Trade and Other Receivables from Exchange Transactions - Water	1200	8 026	553	177	205	128	119	662	2 271	12 140	3 385	-	4 264		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	10 590	379	193	135	116	101	510	1 874	13 896	2 735	-	1 270		
Receivables from Non-exchange Transactions - Property Rates	1400	11 257	388	253	216	175	150	824	2 079	15 341	3 443	-	3 907		
Receivables from Exchange Transactions - Waste Water Management	1500	4 914	184	139	111	101	88	410	1 757	7 704	2 467	-	2 853		
Receivables from Exchange Transactions - Waste Management	1600	4 058	139	99	82	72	64	305	1 152	5 970	1 674	-	1 573		
Receivables from Exchange Transactions - Property Rental Debtors	1700	117	12	7	5	5	2	30	98	276	140	-	221		
Interest on Arrear Debtor Accounts	1810	51	35	25	28	31	34	267	3 634	4 105	3 993	-	-		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-		
Other	1900	1 756	103	125	120	44	123	559	2 108	4 937	2 954	-	2 826		
<b>Total By Income Source</b>	<b>2000</b>	<b>40 768</b>	<b>1 793</b>	<b>1 018</b>	<b>900</b>	<b>671</b>	<b>681</b>	<b>3 567</b>	<b>14 971</b>	<b>64 369</b>	<b>20 790</b>	<b>-</b>	<b>16 916</b>		
<b>2012/13 - totals only</b>		<b>37 069</b>	<b>1 863</b>	<b>1 267</b>	<b>919</b>	<b>1 321</b>	<b>974</b>	<b>5 034</b>	<b>14 791</b>	<b>63 238</b>	<b>23 039</b>				
<b>Debtors Age Analysis By Customer Group</b>															
Organs of State	2200	182	25	3	5	2	7	167	171	562	352	-	-		
Commercial	2300	5 631	144	88	44	27	25	160	416	6 534	672	-	646		
Households	2400	34 952	1 625	928	852	641	650	3 239	14 384	57 270	19 766	-	16 270		
Other	2500	3	-	-	-	-	-	-	-	3	-	-	-		
<b>Total By Customer Group</b>	<b>2600</b>	<b>40 768</b>	<b>1 793</b>	<b>1 018</b>	<b>900</b>	<b>671</b>	<b>681</b>	<b>3 567</b>	<b>14 971</b>	<b>64 369</b>	<b>20 790</b>	<b>-</b>	<b>16 916</b>		

Debtors' levels remain stable with a slight year-on-year increase from June 2013 to June 2014. The increased debtors results primarily from the year-on-year increase in billings from increased tariffs at the start of the new financial year. This conclusion can be drawn from the increase in the 0-30 days (current) debtors.

Outstanding debt older than 30 days has shown a year-on-year decrease. All debtor's categories ranging from 31 days to one year have shown a decrease.

The preliminary collection rate for 2013/2014 is 99,82%.

### Summary of Indigent Households

#### Indigent Household Statistics

	Indigent Households	Amount	Other Households	Total Households	
<b>2013</b>					
July	6 427	3 131 937	25 314	31 741	20.25%
August	6 446	3 136 846	25 419	31 865	20.23%
September	6 514	3 155 567	25 335	31 849	20.45%
October	6 558	3 178 924	25 277	31 835	20.60%
November	6 576	3 180 869	25 256	31 832	20.66%
December	6 596	3 197 613	25 237	31 833	20.72%
<b>2014</b>					
January	6 729	3 214 251	25 102	31 831	21.14%
February	6 523	3 200 014	25 300	31 823	20.50%
March	6 474	3 165 989	25 351	31 825	20.34%
April	6 516	3 169 086	25 309	31 825	20.47%
May	6 523	3 189 839	25 299	31 822	20.50%
June	6 543	3 377 059	25 286	31 829	20.56%

## Summary of Debtors Age Analysis

MONTH	< 30 Days	< 60 Days	< 90 Days	< 120 Days	< 150 Days	<180 Days	<365 Days	>365 Days	Total -	Older than 30 Days	Older than 90 days
<b>2013/14</b>											
June	40 768 184	1 793 199	1 017 835	900 157	670 537	681 254	3 566 923	14 971 238	64 369 328	23 601 144	20 790 110
May	45 088 495	1 539 064	1 341 307	837 892	825 406	757 987	3 615 890	15 693 260	69 699 302	24 610 807	21 730 436
April	43 616 634	1 956 162	1 162 906	953 848	858 708	688 790	3 776 347	15 771 230	68 784 626	25 167 991	22 048 923
March	44 521 361	1 849 946	1 280 142	1 043 135	778 994	837 334	3 632 875	15 677 000	69 620 788	25 099 427	21 969 339
February	45 870 465	2 012 206	1 434 745	922 701	927 284	874 045	3 383 831	15 776 598	71 201 875	25 331 410	21 884 459
January	51 754 513	2 150 900	1 167 346	1 027 233	929 440	788 178	3 193 513	15 740 415	76 751 539	24 997 026	21 678 780
December	44 762 720	1 814 647	1 215 241	1 024 154	849 478	741 520	3 220 885	15 517 894	69 146 539	24 383 819	21 353 931
November	43 115 553	1 843 348	1 225 556	955 383	802 976	690 983	3 310 665	15 212 067	67 156 532	24 040 978	20 972 074
October	44 055 624	2 002 136	1 302 808	964 851	768 525	671 903	3 312 809	15 359 800	68 438 457	24 382 832	21 077 888
September	45 101 428	1 861 255	1 259 835	957 082	814 639	712 400	3 576 463	15 399 007	69 682 108	24 580 680	21 459 590
Augustus	38 856 787	1 937 928	1 226 689	1 016 753	830 184	696 009	3 529 750	15 530 145	63 624 245	24 767 458	21 602 841
July	41 116 113	1 847 114	1 256 338	962 460	773 328	685 374	3 784 937	15 375 903	65 801 568	24 685 456	21 582 003

## Creditors' analysis

### Supporting Table SC4

WC032 Overstrand - Supporting Table SC4 Monthly Budget Statement - aged creditors - M12 June

Description	NT Code	Budget Year 2013/14								
		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>R thousands</b>										
<b>Creditors Age Analysis By Customer Type</b>										
Bulk Electricity	0100	16 926								16 926
Bulk Water	0200									-
PAYE deductions	0300									-
VAT (output less input)	0400									-
Pensions / Retirement deductions	0500									-
Loan repayments	0600									-
Trade Creditors	0700	7 731								7 731
Auditor General	0800									-
Other	0900									-
<b>Total By Customer Type</b>	<b>1000</b>	<b>24 657</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>24 657</b>

Supporting Table SC4 reflects current creditors at the end of June 2014.

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 - M12 June

Investments by maturity Name of institution & investment ID R thousands	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
	Yrs/Months							
<b>Municipality</b>								
LIBERTY 15934476	15 YEARS		01/09/2025	40		6 260	125	6 425
LIBERTY 21196964	14 YEARS		01/09/2025	58		9 071	260	9 389
MOMENTUM MP 3853776	14 YEARS		01/07/2026	(25)		1 146	30	1 151
ABSA 4074809272	DAILY	CALL		17	4.8%	21 372	(21 000)	389
ABSA 9284200168	DEP PLUS	CALL		111	5.5%	24 646		24 757
ABSA 9295906141	DAILY	CALL		93	5.5%		24 800	24 893
<b>TOTAL INVESTMENTS AND INTEREST</b>				<b>294</b>		<b>62 495</b>	<b>4 215</b>	<b>67 004</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 - M12 June

Description	2012/13	Budget Year 2013/14							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>RECEIPTS:</b>									
<b>Operating Transfers and Grants</b>									
<b>National Government:</b>	<b>39 528</b>	<b>45 383</b>	<b>45 383</b>	<b>-</b>	<b>45 383</b>	<b>45 383</b>	<b>-</b>		<b>45 383</b>
Local Government Equitable Share	36 146	41 949	41 949		41 949	41 949	-		41 949
Finance Management	1 250	1 300	1 300		1 300	1 300			1 300
Municipal Systems Improvement	800	890	890		890	890			890
EPWP Incentive	1 332	1 244	1 244		1 244	1 244			1 244
Other transfers and grants [insert description]							-		
<b>Provincial Government:</b>	<b>2 727</b>	<b>23 601</b>	<b>23 920</b>	<b>-</b>	<b>23 815</b>	<b>23 920</b>	<b>(105)</b>	<b>-0.4%</b>	<b>23 920</b>
Housing	1 659	20 045	19 029		18 924	19 029	(105)	-0.6%	19 029
Emergency Housing Programme (EHP)			117		117	117			117
Community Development Workers Support Grant	81		49		49	49			49
Provincial Library Grant	704	805	805		805	805	-		805
Main Road Subsidy	65	2 651	2 651		2 651	2 651	-		2 651
Sport & Recreation Grant	-	100	100		100	100	-		100
Financial Management support Grant			800		800	800			800
Greenest Municipality			50		50	50			50
Prov Govt. Nelson Mandela Commemoration			100		100	100	-		100
Thusong Service Centre Grant	218		218		218	218	-		218
<b>District Municipality:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
[insert description]							-		
<b>Other grant providers:</b>	<b>-</b>	<b>-</b>	<b>783</b>	<b>-</b>	<b>783</b>	<b>783</b>	<b>-</b>		<b>783</b>
Prov Govt. ICT Projects for Libraries			25		25	25			25
Table Mountain Fund			240		240	240			240
Public Contr. KCIH			200		200	200			200
Public Contr. Duitse Friedrich Naumann			319		319	319			319
<b>Total Operating Transfers and Grants</b>	<b>42 255</b>	<b>68 984</b>	<b>70 087</b>	<b>-</b>	<b>69 982</b>	<b>70 087</b>	<b>(105)</b>	<b>-0.1%</b>	<b>70 087</b>
<b>Capital Transfers and Grants</b>									
<b>National Government:</b>	<b>36 339</b>	<b>25 725</b>	<b>25 718</b>	<b>-</b>	<b>25 718</b>	<b>25 718</b>	<b>-</b>		<b>25 718</b>
<b>Municipal Infrastructure Grant (MIG)</b>	<b>16 947</b>	<b>18 755</b>	<b>18 755</b>		<b>18 755</b>	<b>18 755</b>	<b>-</b>		<b>18 755</b>
INEP	1 800	3 000	3 000		3 000	3 000	-		3 000
Neighbourhood Development Partnership	2 418	3 970	3 963		3 963	3 963	-		3 963
Regional Bulk Infrastructure	15 174						-		
<b>Provincial Government:</b>	<b>20 193</b>	<b>6 671</b>	<b>9 885</b>	<b>696</b>	<b>8 336</b>	<b>9 885</b>	<b>(1 550)</b>	<b>-15.7%</b>	<b>9 885</b>
Housing	18 693	5 689	8 903	696	7 354	8 903	(1 550)	-17.4%	8 903
Public Transport non-motorised infrastructure grant	1 500	982	982		982	982			982
<b>Total Capital Transfers and Grants</b>	<b>56 532</b>	<b>32 396</b>	<b>35 603</b>	<b>696</b>	<b>34 054</b>	<b>35 603</b>	<b>(1 550)</b>	<b>-4.4%</b>	<b>35 603</b>
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	<b>98 787</b>	<b>101 380</b>	<b>105 690</b>	<b>696</b>	<b>104 035</b>	<b>105 690</b>	<b>(1 655)</b>	<b>-1.6%</b>	<b>105 690</b>

Grant receipts are monitored according to the payment schedules.

## Supporting Table SC7(1) – Grant expenditure

### WC032 Overstrand - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M12 June

Description	2012/13	Budget Year 2013/14							
	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>	<b>2 810</b>	<b>3 434</b>	<b>3 084</b>	<b>877</b>	<b>3 084</b>	<b>3 084</b>	<b>-</b>		<b>3 084</b>
Local Government Equitable Share							-		
Finance Management	698	1 300	1 300	460	1 300	1 300	-		1 300
Municipal Systems Improvement	780	890	540	225	540	540	-		540
EPWP Incentive	1 332	1 244	1 244	192	1 244	1 244	-		1 244
Other transfers and grants [insert description]							-		
<b>Provincial Government:</b>	<b>2 722</b>	<b>23 501</b>	<b>24 473</b>	<b>2 874</b>	<b>23 152</b>	<b>24 473</b>	<b>(1 321)</b>	<b>-5.4%</b>	<b>24 473</b>
Housing	1 659	20 045	19 029	1 949	18 551	19 029	(478)	-2.5%	19 029
Emergency Housing Programme (EHP)			117			117	(117)		117
Provincial Library Grant	691	805	795	65	795	795	-		795
Financial Management Support Grant			800	155	155	800	(645)		800
Greenest Municipality			50	12	12	50	(38)		50
Community Development Worker Grant			49	12	49	49	-		49
Main Road Subsidy	65	2 651	3 314	462	3 313	3 314	(1)	0.0%	3 314
Prov Govt. Nelson Mandela Commemoration			100		58	100	(42)		100
Thusong Service Centre Grant	307		218	218	218	218	-		218
District Municipality:	-	-	-	-	-	-	-		-
<i>Other grant providers:</i>	2	-	-	-	-	-	-		-
	2						-		-
<b>Total operating expenditure of Transfers and Grants:</b>	<b>5 534</b>	<b>26 935</b>	<b>27 557</b>	<b>3 751</b>	<b>26 236</b>	<b>27 557</b>	<b>(1 321)</b>	<b>-4.8%</b>	<b>27 557</b>
<b>Capital expenditure of Transfers and Grants</b>									
<b>National Government:</b>	<b>36 911</b>	<b>25 725</b>	<b>22 105</b>	<b>4 477</b>	<b>22 105</b>	<b>22 105</b>	<b>-</b>		<b>22 105</b>
<b>Municipal Infrastructure Grant (MIG)</b>	<b>16 947</b>	<b>18 755</b>	<b>18 755</b>	<b>3 009</b>	<b>18 755</b>	<b>18 755</b>	<b>-</b>		<b>18 755</b>
INEP	1 800	3 000	3 000	1 117	3 000	3 000	-		3 000
Neighbourhood Development Partnership	2 418	3 970	-				-		-
Regional Bulk Infrastructure	15 174						-		
Municipal Systems Improvement			350	350	350	350	-		350
Other capital transfers [insert description]	572						-		
<b>Provincial Government:</b>	<b>16 675</b>	<b>6 771</b>	<b>9 995</b>	<b>3 242</b>	<b>6 035</b>	<b>9 995</b>	<b>(3 960)</b>	<b>-39.6%</b>	<b>9 995</b>
Housing	16 675	5 689	8 903	3 161	4 943	8 903	(3 960)	-44.5%	8 903
Public Transport non-motorised infrastructure grant		982	982		982	982	0	0.0%	982
Sport & Recreation Grant		100	100	71	100	100			100
Provincial Library Grant			10	10	10	10			10
District Municipality:	-	-	-	-	-	-	-		-
<b>Other grant providers:</b>	<b>223</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
<b>Total capital expenditure of Transfers and Grants</b>	<b>53 809</b>	<b>32 496</b>	<b>32 100</b>	<b>7 718</b>	<b>28 140</b>	<b>32 100</b>	<b>(3 960)</b>	<b>-12.3%</b>	<b>32 100</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>	<b>59 343</b>	<b>59 431</b>	<b>59 657</b>	<b>11 469</b>	<b>54 376</b>	<b>59 657</b>	<b>(5 281)</b>	<b>-8.9%</b>	<b>59 657</b>

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 - M12 June

Description	Budget Year 2013/14				
	Approved Rollover 2012/13	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands					%
<b>EXPENDITURE</b>					
<b>Operating expenditure of Approved Roll-overs</b>					
<b>National Government:</b>	-	-	-	-	
Local Government Equitable Share				-	
Finance Management				-	
Municipal Systems Improvement				-	
EPWP Incentive				-	
Other transfers and grants [insert description]				-	
<b>Provincial Government:</b>	-	-	-	-	
Housing				-	
Provincial Library Grant				-	
Main Road Subsidy				-	
Sport & Recreation Grant				-	
Housing Consumer Education & Mobility Strategy (Pound)				-	
<b>District Municipality:</b>	-	-	-	-	
<b>Other grant providers:</b>	-	-	-	-	
<b>Total operating expenditure of Approved Roll-overs</b>	-	-	-	-	
<b>Capital expenditure of Approved Roll-overs</b>					
<b>National Government:</b>	-	-	-	-	
Municipal Infrastructure Grant (MIG)				-	
INEP				-	
Neighbourhood Development Partnership				-	
Regional Bulk Infrastructure				-	
Other capital transfers [insert description]				-	
<b>Provincial Government:</b>	6 961	-	6 961	0	0.0%
Housing	5 461	-	5 461	-	
Public Transport non-motorised infrastructure grant	1 500		1 500	0	0.0%
<b>District Municipality:</b>	-	-	-	-	
<b>Other grant providers:</b>	-	-	-	-	
<b>Total capital expenditure of Approved Roll-overs</b>	6 961	-	6 961	0	0.0%
<b>TOTAL EXPENDITURE OF APPROVED ROLL-OVERS</b>	6 961	-	6 961	0	0.0%

# Expenditure on councillor allowances and employee benefits

## Supporting Table SC8

### WC032 Overstrand - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M12 June

Summary of Employee and Councillor remuneration	2012/13	Budget Year 2013/14							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b><u>Councillors (Political Office Bearers plus Other)</u></b>									
Basic Salaries and Wages	7 084	7 197	7 456	610	7 415	7 456	(41)	-1%	7 456
Pension and UIF Contributions							-		-
Medical Aid Contributions							-		-
Motor Vehicle Allowance							-		-
Cellphone Allowance	-	380	522	43	518	522	(4)	-1%	522
Housing Allowances							-		-
Other benefits and allowances							-		-
<b>Sub Total - Councillors</b>	<b>7 084</b>	<b>7 577</b>	<b>7 978</b>	<b>652</b>	<b>7 933</b>	<b>7 978</b>	<b>(45)</b>	<b>-1%</b>	<b>7 978</b>
<b><u>Senior Managers of the Municipality</u></b>									
Basic Salaries and Wages	8 185	8 657	8 647	721	8 566	8 647	(81)	-1%	8 647
Pension and UIF Contributions							-		-
Medical Aid Contributions							-		-
Overtime							-		-
Performance Bonus							-		-
Motor Vehicle Allowance							-		-
Cellphone Allowance	139	146	146	12	137	146	(8)	-6%	146
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>8 324</b>	<b>8 803</b>	<b>8 793</b>	<b>732</b>	<b>8 704</b>	<b>8 793</b>	<b>(89)</b>	<b>-1%</b>	<b>8 793</b>
<b><u>Other Municipal Staff</u></b>									
Basic Salaries and Wages	132 897	158 108	156 684	12 410	157 579	156 684	895	1%	156 684
Pension and UIF Contributions	23 993	27 080	27 758	2 109	25 104	27 758	(2 654)	-10%	27 758
Medical Aid Contributions	8 176	11 179	11 355	751	8 828	11 355	(2 526)	-22%	11 355
Overtime	12 423	12 233	11 146	1 138	13 348	11 146	2 202	20%	11 146
Performance Bonus	10 823	-	-		-	-	-		-
Motor Vehicle Allowance	9 178	10 714	10 870	804	9 750	10 870	(1 120)	-10%	10 870
Cellphone Allowance	1 924	1 356	1 356	233	1 273	1 356	(84)	-6%	1 356
Housing Allowances	1 046	945	951	74	967	951	16	2%	951
Other benefits and allowances	11 256	9 082	9 130	732	9 593	9 130	463	5%	9 130
Provision for Accrued Leave		900	2 246	187	2 246	2 246	-		2 246
Provision for Long service awards	690	813	831	69	831	831	0	0%	831
Provision for Post-retirement benefit obligations	10 795	9 630	11 335	920	11 310	11 335	(25)	0%	11 335
<b>Sub Total - Other Municipal Staff</b>	<b>223 203</b>	<b>242 039</b>	<b>243 661</b>	<b>19 427</b>	<b>240 830</b>	<b>243 661</b>	<b>(2 831)</b>	<b>-1%</b>	<b>243 661</b>
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>	<b>238 611</b>	<b>258 419</b>	<b>260 432</b>	<b>20 812</b>	<b>257 466</b>	<b>260 432</b>	<b>(2 966)</b>	<b>-1%</b>	<b>260 432</b>
<b>TOTAL MANAGERS AND STAFF</b>	<b>231 527</b>	<b>250 842</b>	<b>252 454</b>	<b>20 159</b>	<b>249 534</b>	<b>252 454</b>	<b>(2 921)</b>	<b>-1%</b>	<b>252 454</b>

## **SDBIP**

The results of the SDBIP for the fourth quarter ended 30 June 2014 will be included in a separate comprehensive report to be tabled in Council.

# Financial Performance

## Supporting Table SC2

### WC032 Overstrand - Supporting Table SC2 Monthly Budget Statement - performance indicators - M12 June

Description of financial indicator	Basis of calculation	2012/13	Budget Year 2013/14			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b><u>Borrowing Management</u></b>						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	3.2%	17.7%	17.4%	4.9%	6.1%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	47.0%	54.5%	56.6%	58.9%	56.6%
<b><u>Safety of Capital</u></b>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	16.0%	17.6%	16.6%	16.9%	16.6%
Gearing	Long Term Borrowing/ Funds & Reserves	19278.6%	123.6%	20333.9%	20677.6%	20333.9%
<b><u>Liquidity</u></b>						
Current Ratio	Current assets/current liabilities	127.7%	140.8%	150.1%	146.8%	150.1%
Liquidity Ratio	Monetary Assets/Current Liabilities	54.1%	64.8%	65.9%	51.1%	65.9%
<b><u>Revenue Management</u></b>						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing		99.9%	99.9%	99.8%	99.9%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	13.7%	12.3%	13.0%	12.7%	13.0%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Creditors Management</u></b>						
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))	97.0%	98.2%	98.2%	99.0%	98.2%
<b><u>Funding of Provisions</u></b>						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions					
<b><u>Other Indicators</u></b>						
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	6.9%	7.1%	7.2%	6.0%	7.2%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	20.0%	25.9%	25.8%	23.9%	25.8%
Employee costs	Employee costs/Total Revenue - capital revenue	33.3%	33.8%	34.0%	33.7%	34.0%
Repairs & Maintenance	R&M/Total Revenue - capital revenue	0.0%	22.0%	20.8%	20.3%	20.8%
Interest & Depreciation	I&D/Total Revenue - capital revenue	20.5%	19.7%	19.4%	5.4%	6.8%
<b><u>IDP regulation financial viability indicators</u></b>						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	17.5%	21.6	21.6	11.8%	21.6
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	11.9%	14.5%	14.5%	10.3%	14.5%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	3.5%	1.7	1.7	2.6	1.7

# Capital programme performance

## Supporting Table SC12

### WC032 Overstrand - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M12 June

Month	2012/13	Budget Year 2013/14							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
<b>R thousands</b>									
<b>Monthly expenditure performance trend</b>									
July	100	1 099	74	0	0	74	74	100.0%	0%
August	8 541	2 198	6 299	11 416	11 416	6 373	(5 043)	-79.1%	10%
September	4 043	4 396	2 977	15 798	27 214	9 350	(17 865)	-191.1%	25%
October	7 364	7 693	5 434	4 426	31 641	14 784	(16 857)	-114.0%	29%
November	10 243	6 594	7 559	4 002	35 643	22 343	(13 300)	-59.5%	32%
December	13 512	12 089	9 967	7 794	43 437	32 310	(11 127)	-34.4%	40%
January	4 867	8 792	3 582	2 910	46 347	35 892	(10 456)	-29.1%	42%
February	12 126	13 188	8 942	7 811	54 158	44 834	(9 325)	-20.8%	49%
March	7 528	10 990	9 955	15 322	69 481	54 789	(14 692)	-26.8%	63%
April	14 809	13 188	12 701	5 445	74 925	67 490	(7 436)	-11.0%	68%
May	17 343	15 386	24 175	14 253	89 178	91 665	2 487	2.7%	81%
June	43 287	14 287	38 032	30 806	119 984	129 697	9 713	7.5%	109%
<b>Total Capital expenditure</b>	<b>143 764</b>	<b>109 897</b>	<b>129 697</b>	<b>119 984</b>					

## Supporting Table SC13a

### WC032 Overstrand - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M12 June

Description	2012/13	Budget Year 2013/14							
	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>	<b>108 252</b>	<b>50 904</b>	<b>51 104</b>	<b>4 664</b>	<b>49 359</b>	<b>51 104</b>	1 745	<b>3.4%</b>	<b>51 104</b>
Infrastructure - Road transport	15 578	9 160	9 360	1 878	9 203	9 360	157	<b>1.7%</b>	9 360
<i>Roads, Pavements &amp; Bridges</i>	10 720	9 160	9 160	1 835	9 160	9 160	0	<b>0.0%</b>	9 160
<i>Storm water</i>	4 858		200	43	43	200	157	<b>78.4%</b>	200
Infrastructure - Electricity	22 203	23 894	23 894	188	23 008	23 894	886	<b>3.7%</b>	23 894
<i>Generation</i>							-		
<i>Transmission &amp; Reticulation</i>	22 203	23 894	23 894	188	23 008	23 894	886	<b>3.7%</b>	23 894
<i>Street Lighting</i>							-		
Infrastructure - Water	48 634	7 300	7 300	-	7 300	7 300	-		7 300
<i>Dams &amp; Reservoirs</i>							-		
<i>Water purification</i>	48 634	7 300	7 300		7 300	7 300	-		7 300
<i>Reticulation</i>							-		
Infrastructure - Sanitation	16 478	9 150	9 150	2 598	8 449	9 150	701	<b>7.7%</b>	9 150
<i>Reticulation</i>							-		
<i>Sewerage purification</i>	16 478	9 150	9 150	2 598	8 449	9 150	701	<b>7.7%</b>	9 150
Infrastructure - Other	5 359	1 400	1 400	-	1 400	1 400	-		1 400
<i>Waste Management</i>	5 359	1 400	1 400		1 400	1 400	-		1 400
<b>Community</b>	<b>20 997</b>	<b>13 189</b>	<b>19 146</b>	<b>5 307</b>	<b>14 991</b>	<b>19 146</b>	<b>4 155</b>	<b>21.7%</b>	<b>19 146</b>
Parks & gardens	2 156						-		
Sportsfields & stadia	1 964	5 000	5 471	479	5 471	5 471	-		5 471
Security and policing	223						-		
Cemeteries							-		
Social rental housing	16 651	5 689	8 903	3 161	4 748	8 903	4 155	<b>46.7%</b>	8 903
Other	-	2 500	4 772	1 667	4 772	4 772	(0)	<b>0.0%</b>	4 772
<b>Heritage assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
<b>Investment properties</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
<b>Other assets</b>	<b>9 038</b>	<b>6 638</b>	<b>8 358</b>	<b>3 705</b>	<b>8 285</b>	<b>8 358</b>	<b>73</b>	<b>0.9%</b>	<b>8 358</b>
General vehicles	-	4 695	4 695	1 338	4 695	4 695	0	<b>0.0%</b>	4 695
Computers - hardware/equipment		600	1 030	957	957	1 030	73	<b>7.1%</b>	1 030
Furniture and other office equipment		1 343	2 633	1 410	2 633	2 633	(0)	<b>0.0%</b>	2 633
Other	9 038						-		
<b>Intangibles</b>	<b>1 330</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
Computers - software & programming	1 330						-		
Other							-		
<b>Total Capital Expenditure on new assets</b>	<b>139 617</b>	<b>70 731</b>	<b>78 608</b>	<b>13 676</b>	<b>72 636</b>	<b>78 608</b>	<b>5 973</b>	<b>7.6%</b>	<b>78 608</b>

## Supporting Table SC13b

### WC032 Overstrand - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M12 June

Description	2012/13	Budget Year 2013/14							
	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>	131	32 610	43 580	17 115	39 846	43 580	3 734	8.6%	43 580
Infrastructure - Road transport	131	8 710	7 069	77	6 892	7 069	177	2.5%	7 069
<i>Roads, Pavements &amp; Bridges</i>		8 710	7 069	77	6 892	7 069	177	2.5%	7 069
<i>Storm water</i>	131						-		
Infrastructure - Electricity	-	13 300	15 335	8 752	13 925	15 335	1 410	9.2%	15 335
<i>Generation</i>							-		
<i>Transmission &amp; Reticulation</i>		13 300	15 335	8 752	13 925	15 335	1 410	9.2%	15 335
<i>Street Lighting</i>							-		
Infrastructure - Water	-	8 600	16 532	6 403	15 677	16 532	854	5.2%	16 532
<i>Dams &amp; Reservoirs</i>		200	200		181	200	19	9.6%	200
<i>Water purification</i>							-		
<i>Reticulation</i>		8 400	16 332	6 403	15 497	16 332	835	5.1%	16 332
Infrastructure - Sanitation	-	2 000	3 003	798	1 711	3 003	1 293	43.0%	3 003
<i>Reticulation</i>							-		
<i>Sewerage purification</i>		2 000	3 003	798	1 711	3 003	1 293	43.0%	3 003
Infrastructure - Other	-	-	1 641	1 085	1 641	1 641	(0)	0.0%	1 641
<i>Waste Management</i>			1 641	1 085	1 641	1 641	(0)	0.0%	1 641
<b>Community</b>	756	5 716	5 686	15	5 686	5 686	-		5 686
Parks & gardens							-		
Sportsfields & stadia							-		
Swimming pools		225	225	15	225	225	-		225
Community halls							-		
Libraries							-		
Recreational facilities							-		
Fire, safety & emergency							-		
Security and policing							-		
Cemeteries	756						-		
Social rental housing		5 491	5 461		5 461	5 461	-		5 461
Other		-					-		
<b>Heritage assets</b>	-	-	-	-	-	-	-		-
<b>Investment properties</b>	-	-	-	-	-	-	-		-
Housing development							-		
Other							-		
<b>Other assets</b>	3 260	-	984	-	984	984	-		984
General vehicles	3 260						-		
Specialised vehicles	-	-	-	-	-	-	-		-
Other			984		984	984	-		984
<b>Intangibles</b>	-	839	839	-	833	839	6	0.7%	839
Computers - software & programming							-		
Other		839	839		833	839	6	0.7%	839
<b>Total Capital Expenditure on renewal of</b>	<b>4 147</b>	<b>39 166</b>	<b>51 088</b>	<b>17 130</b>	<b>47 348</b>	<b>51 088</b>	<b>3 740</b>	<b>7.3%</b>	<b>51 088</b>

## Supporting Table SC13c

### WC032 Overstrand - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M12 June

Description	2012/13	Budget Year 2013/14							
	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>	<b>87 048</b>	<b>135 022</b>	<b>131 381</b>	<b>13 531</b>	<b>129 145</b>	<b>131 381</b>	<b>2 236</b>	<b>1.7%</b>	<b>131 381</b>
Infrastructure - Road transport	42 236	62 485	63 816	5 054	63 749	63 816	68	0.1%	63 816
<i>Roads, Pavements &amp; Bridges</i>	39 790	58 578	60 122	4 712	60 016	60 122	106	0.2%	60 122
<i>Storm water</i>	2 446	3 907	3 694	342	3 732	3 694	(38)	-1.0%	3 694
Infrastructure - Electricity	14 105	27 457	21 945	2 236	20 488	21 945	1 457	6.6%	21 945
<i>Generation</i>							-		
<i>Transmission &amp; Reticulation</i>	14 105	27 457	21 945	2 236	20 488	21 945	1 457	6.6%	21 945
<i>Street Lighting</i>							-		
Infrastructure - Water	21 502	28 574	27 464	3 815	27 931	27 464	(468)	-1.7%	27 464
<i>Dams &amp; Reservoirs</i>	80						-		
<i>Water purification</i>	1 963						-		
<i>Reticulation</i>	19 459	28 574	27 464	3 815	27 931	27 464	(468)	-1.7%	27 464
Infrastructure - Sanitation	7 708	14 662	16 443	2 184	15 486	16 443	956	5.8%	16 443
<i>Reticulation</i>	6 623						-		
<i>Sewerage purification</i>	1 085	14 662	16 443	2 184	15 486	16 443	956	5.8%	16 443
Infrastructure - Other	1 499	1 844	1 714	241	1 491	1 714	223	13.0%	1 714
<i>Waste Management</i>	1 499	1 844	1 714	241	1 491	1 714	223	13.0%	1 714
<b>Community</b>	<b>5 408</b>	<b>8 252</b>	<b>8 749</b>	<b>1 530</b>	<b>7 349</b>	<b>8 749</b>	<b>1 400</b>	<b>16.0%</b>	<b>8 749</b>
Parks & gardens	1 503	2 568	2 602	341	2 504	2 602	98	3.8%	2 602
Sportsfields & stadia	956	1 034	959	380	853	959	107	11.1%	959
Swimming pools	289	303	224	37	279	224	(56)	-24.8%	224
Community halls	916	904	1 128	193	814	1 128	314	27.8%	1 128
Libraries	161	221	235	19	194	235	41	17.5%	235
Recreational facilities							-		
Fire, safety & emergency	848	841	975	117	787	975	188	19.3%	975
Security and policing	546	638	630	178	575	630	55	8.8%	630
Cemeteries	62	55	51	4	53	51	(2)	-3.6%	51
Social rental housing		317	317	80	224	317	93	29.3%	317
Other	125	1 372	1 627	180	1 066	1 627	561	34.5%	1 627
<b>Heritage assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Investment properties</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Housing development							-		
<b>Other assets</b>	<b>21 958</b>	<b>20 086</b>	<b>14 666</b>	<b>2 354</b>	<b>13 864</b>	<b>14 666</b>	<b>801</b>	<b>5.5%</b>	<b>14 666</b>
General vehicles	5 399						-		
Specialised vehicles	-	-	-	-	-	-	-		-
Plant & equipment							-		
Computers - hardware/equipment	5 035	5 852	4 737	410	4 441	4 737	296	6.2%	4 737
Other Buildings	1 368	1 173	1 133	138	824	1 133	310	27.3%	1 133
Other	10 156	13 061	8 795	1 805	8 599	8 795	196	2.2%	8 795
<b>Agricultural assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Biological assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Intangibles</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Repairs and Maintenance Expendit</b>	<b>114 414</b>	<b>163 360</b>	<b>154 795</b>	<b>17 414</b>	<b>150 358</b>	<b>154 795</b>	<b>4 437</b>	<b>2.9%</b>	<b>154 795</b>

## Supporting Table SC13d

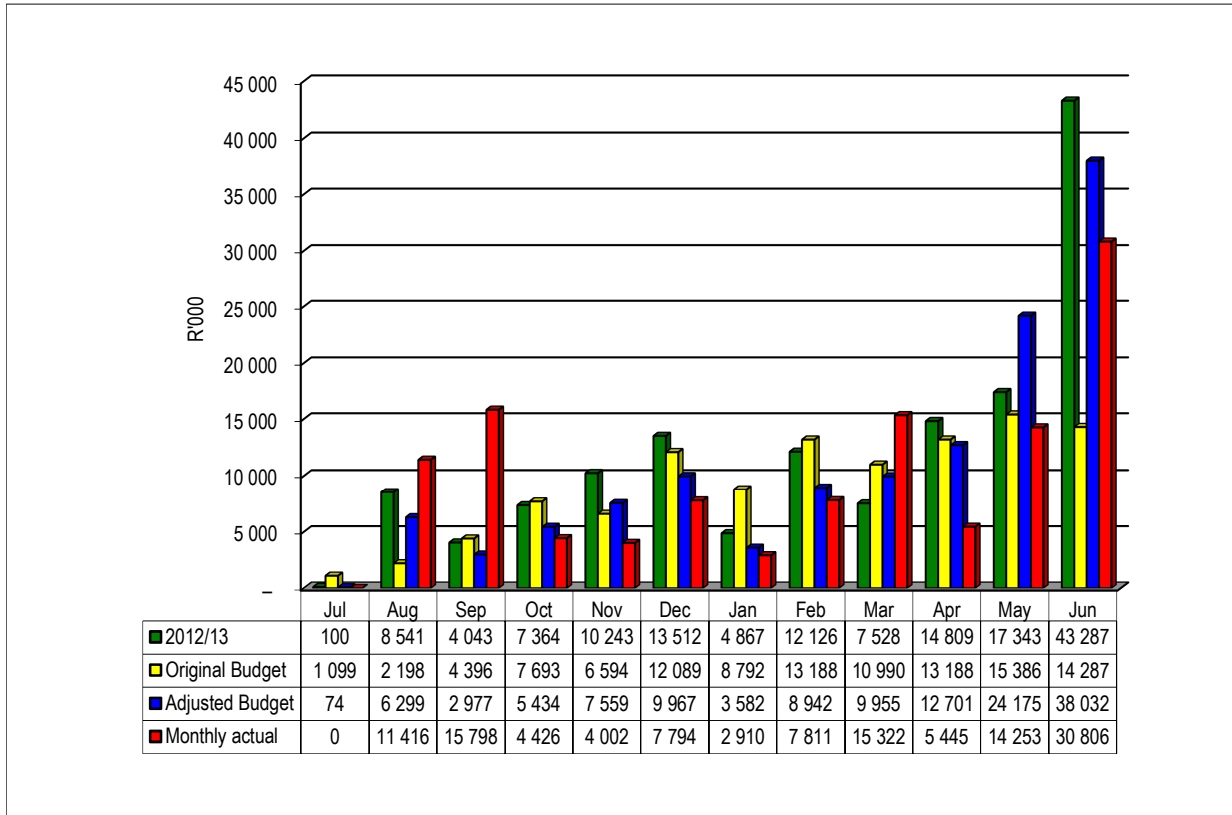
### WC032 Overstrand - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M12 June

Description	2012/13	Budget Year 2013/14							
	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>	<b>81 024</b>	<b>90 494</b>	<b>86 361</b>	<b>7 197</b>	<b>86 361</b>	<b>86 361</b>	-		<b>86 361</b>
Infrastructure - Road transport	29 902	37 311	30 673	2 556	30 673	30 673	-		30 673
<i>Roads, Pavements &amp; Bridges</i>	27 879	37 311	28 652	2 388	28 652	28 652	-		28 652
<i>Storm water</i>	2 023		2 021	168	2 021	2 021	-		2 021
Infrastructure - Electricity	18 751	22 284	20 880	1 740	20 880	20 880	-		20 880
<i>Generation</i>							-		
<i>Transmission &amp; Reticulation</i>	18 751	22 284	20 880	1 740	20 880	20 880	-		20 880
<i>Street Lighting</i>							-		
Infrastructure - Water	16 106	14 546	17 424	1 452	17 424	17 424	-		17 424
<i>Dams &amp; Reservoirs</i>	16 106	14 546	17 424	1 452	17 424	17 424	-		17 424
<i>Water purification</i>							-		
<i>Reticulation</i>							-		
Infrastructure - Sanitation	13 391	12 696	14 127	1 177	14 127	14 127	-		14 127
<i>Reticulation</i>	13 391	12 696	14 127	1 177	14 127	14 127	-		14 127
<i>Sewerage purification</i>							-		
Infrastructure - Other	2 874	3 657	3 257	271	3 257	3 257	-		3 257
<i>Waste Management</i>	2 256	3 657	3 257	271	3 257	3 257	-		3 257
<i>Other</i>	618						-		
<b>Community</b>	<b>4 651</b>	<b>4 696</b>	<b>4 822</b>	<b>402</b>	<b>4 822</b>	<b>4 822</b>	-		<b>4 822</b>
Recreational facilities	4 651	4 696	4 822	402	4 822	4 822	-		4 822
<b>Heritage assets</b>	-	-	-	-	-	-	-		-
<b>Investment properties</b>	-	-	-	-	-	-	-		-
Housing development							-		
Other							-		
<b>Other assets</b>	<b>19 233</b>	<b>8 402</b>	<b>10 216</b>	<b>851</b>	<b>10 216</b>	<b>10 216</b>	-		<b>10 216</b>
General vehicles	2 360	1 864	2 360	197	2 360	2 360	-		2 360
Specialised vehicles	-	-	-	-	-	-	-		-
Plant & equipment							-		
Computers - hardware/equipment	1 948	838	1 948	162	1 948	1 948	-		1 948
Furniture and other office equipment	254	344	254	21	254	254	-		254
Other Buildings	5 467	5 356	5 654	471	5 654	5 654	-		5 654
Other	9 204						-		
<b>Agricultural assets</b>	-	-	-	-	-	-	-		-
<b>Biological assets</b>	-	-	-	-	-	-	-		-
<b>Intangibles</b>	<b>373</b>	<b>218</b>	<b>671</b>	<b>56</b>	<b>671</b>	<b>671</b>	-		<b>671</b>
Computers - software & programming	373		671	56	671	671	-		671
Other		218		-	-	-	-		-
<b>Total Depreciation</b>	<b>105 280</b>	<b>103 810</b>	<b>102 070</b>	<b>8 506</b>	<b>102 070</b>	<b>102 070</b>	-		<b>102 070</b>

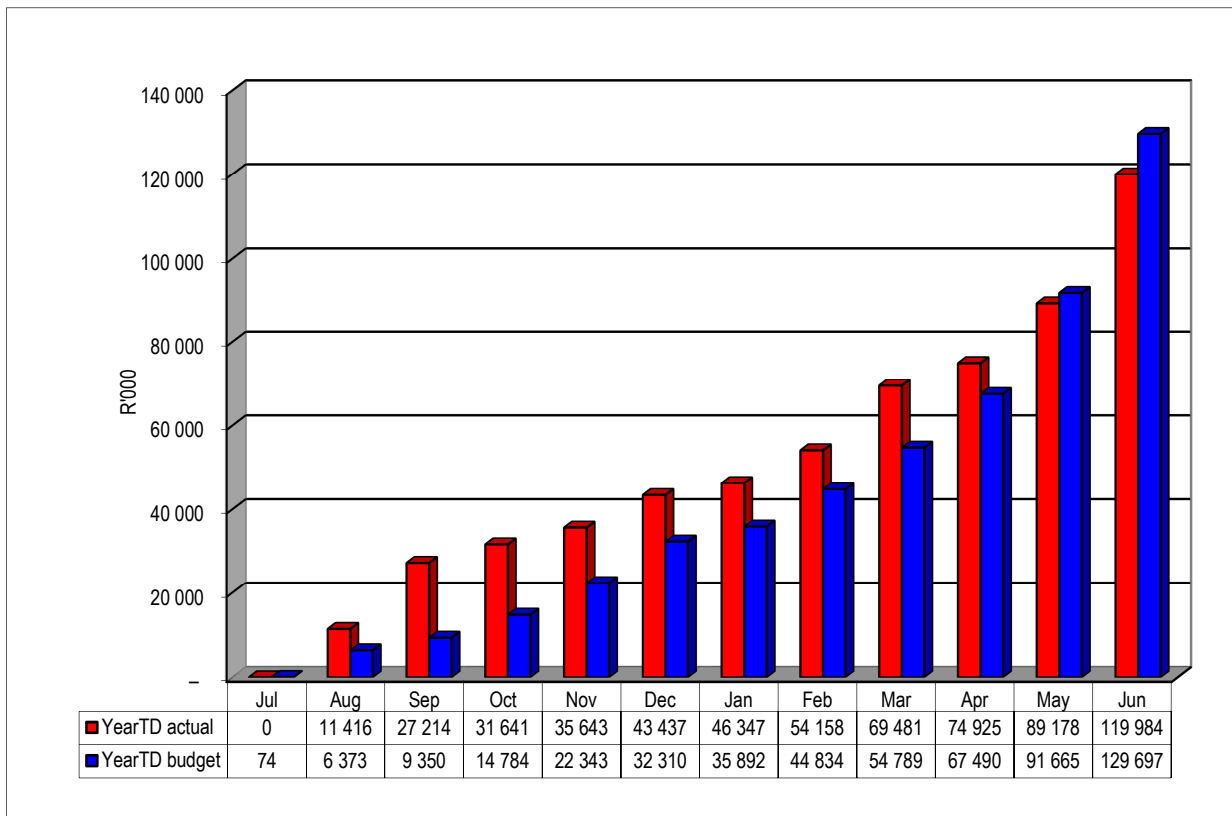
# Other supporting documentation

## Section 71 charts

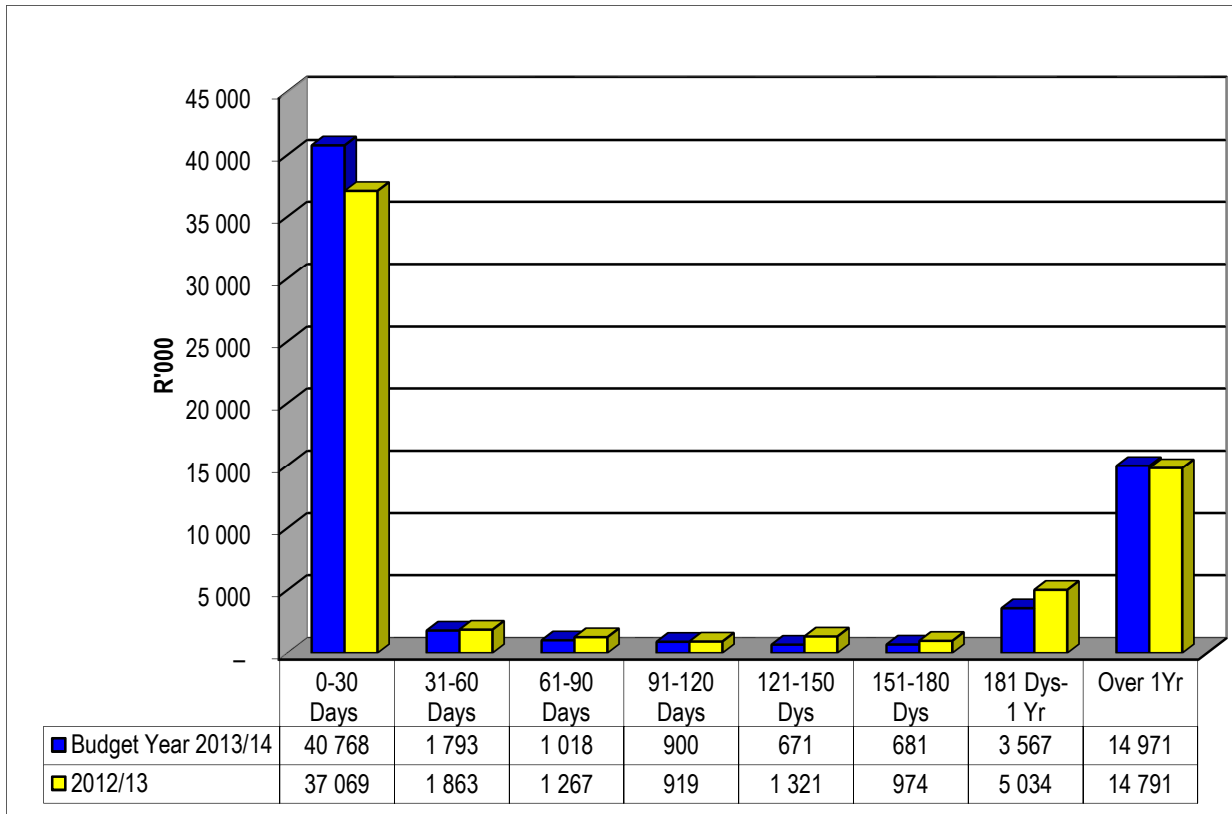
### Capital expenditure monthly trend - actual vs target



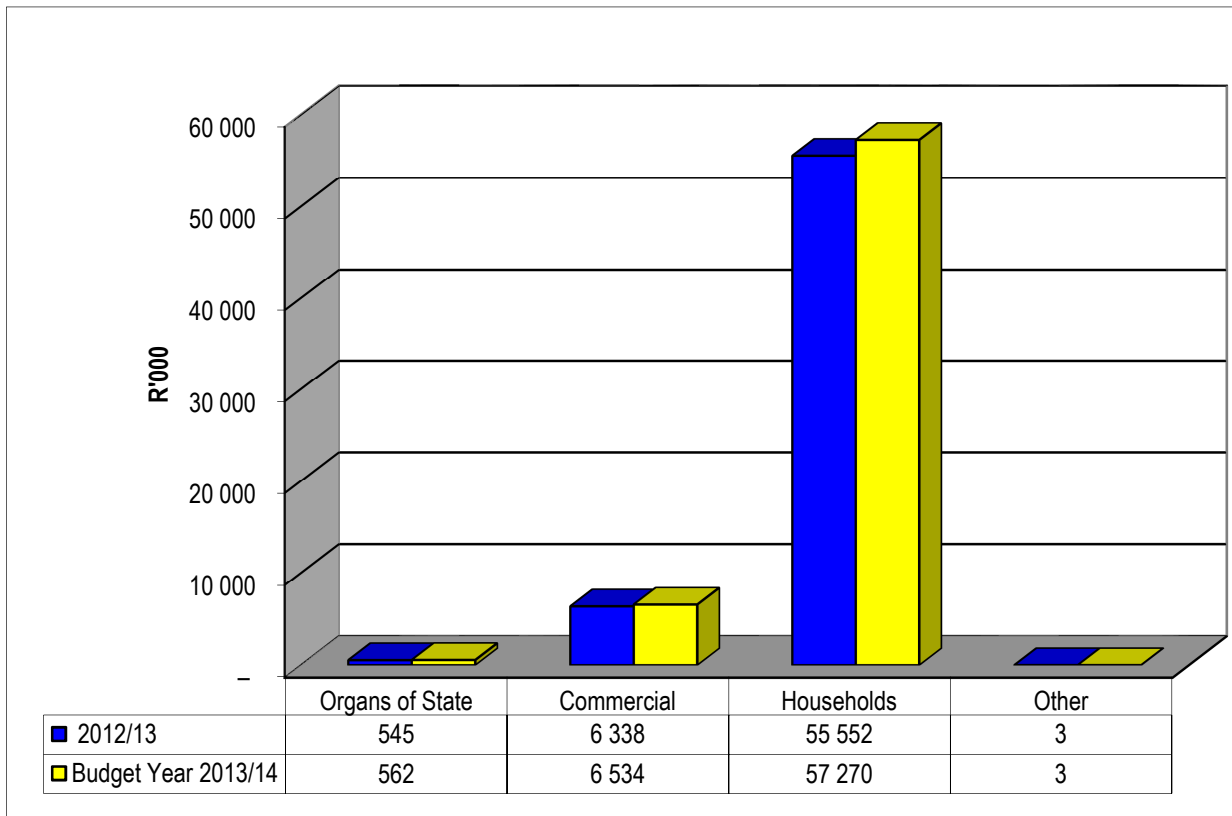
### Capital expenditure – YTD actual vs YTD trend



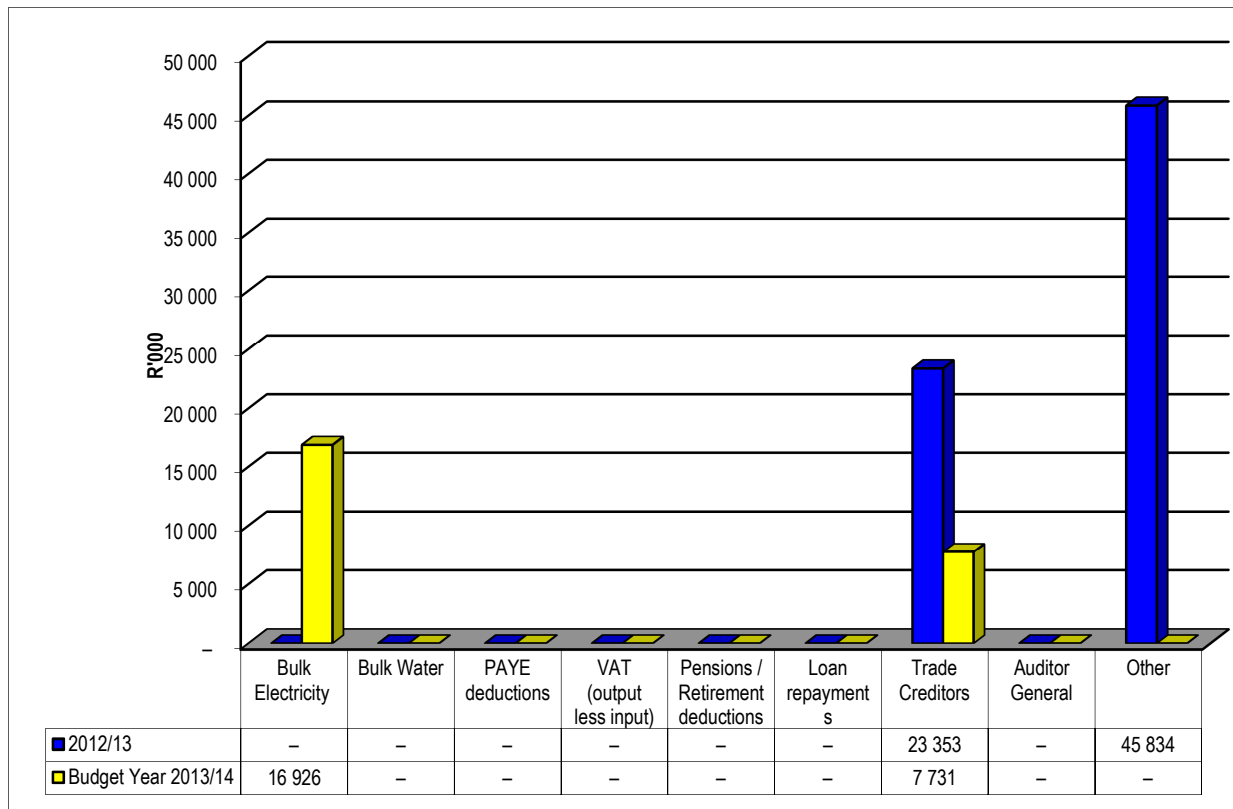
### Debtors Age Analysis



### Debtors by Type



## Creditor Payments



## Municipal manager's quality certification

### QUALITY CERTIFICATE

I, Roderick Williams, the Acting Municipal Manager of Overstrand Municipality, hereby certify that the –

- **The Quarterly Budget Report**

for the period ending **June 2014** has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name **RFJ Williams**

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

Signature



Date

15/07/2014