

OVERSTRAND MUNICIPALITY



Quarterly Budget Statement June 2012

In-Year Report of the Municipality

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

Table of Contents

Glossary	3
PART 1 – IN-YEAR REPORT	5
Section 1 – Mayor’s Report	5
Section 2 – Resolutions	6
Section 3 – Executive Summary	7
Section 4 – In-year budget statement tables	9
PART 2 – SUPPORTING DOCUMENTATION	18
Section 5 – Debtors' analysis	18
Section 6 – Creditors' analysis	18
Section 7 – Investment portfolio analysis	19
Section 8 – Allocation and grant receipts and expenditure	20
Section 9 – Councilor allowances and employee benefits	22
Section 10 – Capital programme performance	23
Section 11 – SDBIP	26
Section 12 – Other supporting documentation	26
Section 13 – Municipal manager’s quality certification	27

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.

Allocations – Money received from Provincial or National Government.

Budget – The financial plan of the Municipality.

Budget related policy – Policy of a municipality affecting or affected by the budget, examples include tariff policy, rates policy, credit control and debt collection policy.

Capital expenditure - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the Municipality's balance sheet.

Cash flow statement – A statement showing when actual cash will be received and spent by the Municipality. Cash payments do not always coincide with budgeted expenditure timings. For example, when an invoice is received by the Municipality it is currently shown as expenditure in the month it is paid.

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.

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

GRAP – Generally Recognised Accounting Practice. The new 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 details of the previous and current years' financial position.

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.

Unauthorised expenditure – Generally, is spending without, or in excess of, an approved budget.

Virement – A transfer of budget.

Virement policy - The policy that sets out the rules for budget transfers. Virements are normally allowed within a vote. Transfers between votes must be agreed by Council through an Adjustments Budget.

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.

PART 1 – IN-YEAR REPORT

Section 1 – Mayor’s Report

1.1 In-Year Report - Monthly Budget Statement

1.1.1 Implementation of the budget in accordance with the SDBIP

The results of the SDBIP for the fourth quarter ended 30 June 2012 will be tabled in a separate comprehensive report to council.

1.1.2 Financial problems or risks facing the municipality

The capital budget is under spent by 21,5% compared to the adjusted budget approved in February 2012. It is estimated that projects amounting to R27,5m will be rolled over to the 2012/2013 budget.

1.1.3 Other relevant information

It should be noted that this report represents the preliminary figures for 2012/2013 and that certain year end adjustments still have to be passed. Actual operational revenue and expenditure at the end of the fourth quarter of 2011/2012 represents 98,7% of the budgeted revenue and 98,2% of the budgeted expenditure.

Section 2 – Resolutions

IN-YEAR REPORTS 2011/2012

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

RECOMMENDATION:

(a) That Council **notes** the report for the quarter ended June 2012, prepared as part of the financial reporting obligations arising from the Local Government: Municipal Finance Management Act, 2003.

Section 3 – Executive Summary

3.1 Introduction

This report represents the preliminary figures for 2012/2013.

3.2 Consolidated performance

3.2.1 Against annual budget (adjustments budget)

Revenue by Source

The Year-to-Date actual revenue is at 98,7% compared to the YTD budget.

A steady decrease in water revenue occurred during the first half of the year due to water restrictions and savings by consumers. The revenue for water was adjusted downwards by R8m during the adjustments budget. The water revenue now reflects a -0,59% variance.

Operating expenditure by type

Current expenditure is also at 98,2% compared to the year-to-date budget projections as at June 2012.

Capital expenditure

Actual expenditure on capital amounts to R146,143m , or 78,5%, of a total budget of R186,189m. It is expected that an amount of R27,5m will be rolled over to 2012/2013. The capital expenditure is funded by grants, public contributions, borrowings and internally generated cash.

Cash flows

The municipality started the year with a positive cashbook balance of R70 million. The June closing balance is R126,534 million. Refer to section 4 – Supporting Table C9 and Section 7 for more detail on the cash position.

3.3 Remedial or corrective steps

Capital roll over projects of R27,5m expected.

3.4 Performance in relation to quarterly SDBIP targets

3.4.1 Quarterly SDBIP targets versus quarterly budget report

A detailed report on the SDBIP will also serve before council.

3.4.2 Material variances

Supporting Table SC1 in explains material variances for Revenue by source, Expenditure by type, Capital expenditure and Cash Flow.

Table SC1 Material variances explanations

WC032 Overstrand - Supporting Table SC1 Material variance explanations - M12 June

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Total Revenue	-1,33%	Not material	
2	Expenditure By Type			
	Total Expenditure	-1,78%	Not material	
3	Capital Expenditure			
	Standard Classification	-21,5%	Underspending on capital budget and limited spending on housing allocation	R27,5m expected to roll over to 2012/2013

3.5 Conclusion

Performance of revenue by source compared to budget is good. Payment levels on debtors for the current year billing remains above 95% on 90 days.

Preliminary operating expenditure currently reflects savings of 1,78% on the budget.

Section 4 – In-year budget statement tables

4.1 Monthly budget statements

4.1.1 Table C1: s71 Monthly Budget Statement Summary

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

Description	2010/11	Budget Year 2011/12						
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands								
Financial Performance								
Property rates	129 914	135 736	137 536	11 438	137 506	137 536	(30)	-0%
Service charges	354 358	414 998	408 698	33 311	410 785	408 698	2 087	1%
Investment revenue	6 168	5 445	7 040	1 343	8 421	7 040	1 381	20%
Transfers recognised - operational	59 292	49 691	38 162	2 209	37 124	38 162	(1 038)	-3%
Other own revenue	68 097	34 380	47 190	3 033	36 295	47 190	(10 895)	-23%
Total Revenue (excluding capital transfers and contributions)	617 830	640 249	638 626	51 335	630 131	638 626	(8 495)	-1%
Employee costs	185 866	189 876	192 537	15 264	191 563	192 537	(974)	-1%
Remuneration of Councillors	4 840	6 862	6 724	561	6 717	6 724	(7)	-0%
Depreciation & asset impairment	103 697	105 115	105 115	8 760	105 115	105 115	-	
Finance charges	19 373	32 665	31 965	14 324	31 747	31 965	(218)	-1%
Materials and bulk purchases	160 231	129 763	127 243	18 682	122 313	127 243	(4 931)	-4%
Transfers and grants	23 620	25 000	27 000	2 472	28 144	27 000	1 144	
Other expenditure	205 454	239 151	236 820	37 787	228 850	236 820	(7 970)	-3%
Total Expenditure	703 080	728 432	727 404	97 849	714 448	727 404	(12 956)	-2%
Surplus/(Deficit)	(85 249)	(88 183)	(88 779)	(46 514)	(84 318)	(88 779)	4 461	-5%
Transfers recognised - capital	24 324	41 271	36 673	27 111	50 406	36 673	13 733	37%
Contributions & Contributed assets	21 371	9 700	10 038	1 000	7 549	10 038	(2 489)	-25%
Surplus/(Deficit) after capital transfers & contributions	(39 554)	(37 212)	(42 068)	(18 403)	(26 363)	(42 068)	15 705	-37%
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	
Surplus/ (Deficit) for the year	(39 554)	(37 212)	(42 068)	(18 403)	(26 363)	(42 068)	15 705	-37%
Capital expenditure & funds sources								
Capital expenditure	154 117	213 971	186 189	31 426	146 143	186 189	(40 047)	-22%
Capital transfers recognised	23 791	41 271	37 035	(363)	21 893	37 035	(15 142)	-41%
Public contributions & donations	4 966	9 700	10 094	1 000	7 710	10 094	(2 384)	-24%
Borrowing	86 942	117 000	122 434	27 350	100 952	122 434	(21 482)	-18%
Internally generated funds	38 418	46 000	16 626	3 439	15 588	16 626	(1 038)	-6%
Total sources of capital funds	154 117	213 971	186 189	31 426	146 143	186 189	(40 047)	-22%
Financial position								
Total current assets	164 695	101 904	184 963		210 815			
Total non current assets	3 132 697	3 192 217	3 165 129		3 174 235			
Total current liabilities	126 049	97 819	108 792		129 915			
Total non current liabilities	357 210	449 223	444 223		462 178			
Community wealth/Equity	2 814 133	2 747 078	2 797 077		2 792 957			
Cash flows								
Net cash from (used) operating	66 309	63 262	44 336	(11 908)	94 610	63 162	31 448	50%
Net cash from (used) investing	(110 956)	(171 265)	(123 034)	(32 064)	(146 628)	(91 575)	(55 053)	60%
Net cash from (used) financing	85 027	103 841	110 841	(4 301)	108 549	112 137	(3 588)	-3%
Cash/cash equivalents at the month/year end	70 004	13 404	102 146	-	126 534	101 290	25 244	25%
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr
Debtors Age Analysis								
Total By Revenue Source	36 080	2 370	1 744	1 426	1 314	1 090	5 907	13 614
Creditors Age Analysis								
Total Creditors	93 520	-	-	-	-	-	-	-

4.1.2 Table C2: Monthly Budget Statement - Financial

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

Description	2010/11	Budget Year 2011/12							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue - Standard									
Governance and administration	217 401	194 716	208 854	15 633	198 675	208 854	(10 179)	-5%	198 675
Executive and council	28 627	32 843	42 117	236	33 833	42 117	(8 283)	-20%	33 833
Budget and treasury office	143 852	149 639	153 779	13 937	154 474	153 779	695	0%	154 474
Corporate services	44 922	12 234	12 958	1 460	10 367	12 958	(2 591)	-20%	10 367
Community and public safety	65 964	55 069	36 978	1 270	23 675	36 978	(13 303)	-36%	23 675
Community and social services	1 748	1 754	1 872	226	2 210	1 872	338	18%	2 210
Sport and recreation	6 032	7 157	7 282	105	6 602	7 282	(680)	-9%	6 602
Public safety	9 337	9 482	11 659	853	10 042	11 659	(1 617)	-14%	10 042
Housing	48 848	36 676	16 165	87	4 820	16 165	(11 344)	-70%	4 820
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	14 748	11 787	17 066	3 320	16 233	17 066	(834)	-5%	16 233
Planning and development	11 728	8 235	12 924	3 248	12 067	12 924	(857)	-7%	12 067
Road transport	2 691	3 208	3 799	49	3 863	3 799	64	2%	3 863
Environmental protection	329	344	344	23	303	344	(41)	-12%	303
Trading services	365 413	429 648	422 439	59 222	449 503	422 439	27 065	6%	449 503
Electricity	194 951	227 132	226 461	19 442	229 610	226 461	3 148	1%	229 610
Water	79 427	93 689	95 883	15 011	104 049	95 883	8 165	9%	104 049
Waste water management	53 684	68 142	59 224	21 377	75 505	59 224	16 281	27%	75 505
Waste management	37 351	40 685	40 870	3 393	40 340	40 870	(530)	-1%	40 340
Other	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	663 526	691 220	685 337	79 446	688 086	685 337	2 749	0%	688 086
Expenditure - Standard									
Governance and administration	109 640	113 225	120 913	14 858	115 099	120 913	(5 814)	-5%	109 099
Executive and council	31 335	33 070	43 087	6 653	44 228	43 087	1 141	3%	38 228
Budget and treasury office	45 724	46 944	45 087	4 085	44 760	45 087	(327)	-1%	44 760
Corporate services	32 581	33 212	32 739	4 120	26 111	32 739	(6 628)	-20%	26 111
Community and public safety	127 581	105 773	95 429	9 574	95 386	95 429	(42)	0%	95 386
Community and social services	27 990	31 039	30 131	2 777	30 476	30 131	344	1%	30 476
Sport and recreation	18 885	17 603	20 990	1 569	20 292	20 990	(698)	-3%	20 292
Public safety	32 869	34 511	36 167	3 492	36 660	36 167	493	1%	36 660
Housing	47 838	22 620	8 140	1 737	7 959	8 140	(181)	-2%	7 959
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	124 730	126 297	129 557	16 778	127 810	129 557	(1 747)	-1%	127 810
Planning and development	21 373	29 349	35 142	5 295	33 386	35 142	(1 755)	-5%	33 386
Road transport	85 167	90 459	88 024	10 884	88 262	88 024	238	0%	88 262
Environmental protection	18 190	6 489	6 391	599	6 161	6 391	(230)	-4%	6 161
Trading services	341 128	383 137	381 506	56 639	376 153	381 506	(5 353)	-1%	376 153
Electricity	171 468	196 925	204 115	28 404	197 300	204 115	(6 815)	-3%	197 300
Water	72 812	94 976	83 060	12 141	83 721	83 060	661	1%	83 721
Waste water management	45 326	48 565	50 089	8 154	51 004	50 089	915	2%	51 004
Waste management	51 522	42 670	44 242	7 940	44 128	44 242	(114)	0%	44 128
Other	-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	703 080	728 432	727 404	97 849	714 448	727 404	(12 956)	-2%	708 448
Surplus/ (Deficit) for the year	(39 554)	(37 212)	(42 068)	(18 403)	(26 363)	(42 068)	15 705	-37%	(20 363)

Performance (standard classification)

This table reflects the operating budget (Financial Performance) in the standard classifications which are the Government Finance Statistics 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.

4.1.3 Table C3: Monthly Budget Statement - Financial

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

Vote Description [Insert departmental structure etc 3.] R thousands	2010/11	Budget Year 2011/12							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote									
Vote 1 - Council	28 627	32 816	42 090	304	33 833	42 090	(8 257)	-19,6%	33 833
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Management Services	892	1 485	1 535	4	1 219	1 535	(316)	-20,6%	1 219
Vote 4 - Finance	143 852	149 639	153 779	13 937	154 474	153 779	695	0,5%	154 474
Vote 5 - Community Services	231 000	252 487	226 611	40 634	238 988	226 611	12 377	5,5%	238 988
Vote 6 - Local Economic Development	7 520	4 200	6 539	1 604	5 384	6 539	(1 154)	-17,7%	5 384
Vote 7 - Infrastructure & Planning	242 298	241 111	243 125	22 110	244 145	243 125	1 020	0,4%	244 145
Vote 8 - Protection Services	9 337	9 482	11 659	853	10 042	11 659	(1 617)	-13,9%	10 042
Total Revenue by Vote	663 526	691 220	685 337	79 446	688 086	685 337	2 749	0,4%	688 086
Expenditure by Vote									
Vote 1 - Council	30 730	21 523	31 372	2 310	32 601	31 372	1 229	3,9%	26 601
Vote 2 - Municipal Manager	872	1 533	1 340	100	939	1 340	(401)	-29,9%	939
Vote 3 - Management Services	10 769	19 050	16 018	2 750	12 638	16 018	(3 380)	-21,1%	12 638
Vote 4 - Finance	45 724	46 944	45 087	4 085	44 760	45 087	(327)	-0,7%	44 760
Vote 5 - Community Services	346 989	363 276	340 450	46 656	339 621	340 450	(828)	-0,2%	339 621
Vote 6 - Local Economic Development	3 068	2 510	5 583	767	5 208	5 583	(375)	-6,7%	5 208
Vote 7 - Infrastructure & Planning	232 058	239 084	251 387	37 690	242 021	251 387	(9 366)	-3,7%	242 021
Vote 8 - Protection Services	32 869	34 511	36 167	3 492	36 660	36 167	493	1,4%	36 660
Total Expenditure by Vote	703 080	728 432	727 404	97 849	714 448	727 404	(12 956)	-1,8%	708 448
Surplus/ (Deficit) for the year	(39 554)	(37 212)	(42 068)	(18 403)	(26 363)	(42 068)	15 705	-37,3%	(20 363)

Performance (revenue and expenditure by municipal vote)

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.

The Total Expenditure budget for 2011/2012 is not overspent.

4.1.4 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	2010/11	Budget Year 2011/12							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue By Source									
Property rates	129 025	134 818	136 618	11 358	136 511	136 618	(107)	0%	136 511
Property rates - penalties & collection charges	889	918	918	80	995	918	77	8%	995
Service charges - electricity revenue	189 403	223 307	223 607	19 175	227 077	223 607	3 469	2%	227 077
Service charges - water revenue	77 215	91 524	87 024	6 312	86 509	87 024	(515)	-1%	86 509
Service charges - sanitation revenue	37 218	59 777	57 627	4 460	57 018	57 627	(609)	-1%	57 018
Service charges - refuse revenue	50 523	40 389	40 439	3 364	40 181	40 439	(258)	-1%	40 181
Service charges - other			-			-	-		
Rental of facilities and equipment	6 445	6 960	6 960	272	6 770	6 960	(190)	-3%	6 770
Interest earned - external investments	3 705	2 620	4 215	1 143	6 083	4 215	1 869	44%	6 083
Interest earned - outstanding debtors	2 463	2 825	2 825	200	2 338	2 825	(487)	-17%	2 338
Dividends received			-			-	-		
Fines	5 469	5 641	6 601	449	5 301	6 601	(1 300)	-20%	5 301
Licences and permits	1 711	1 731	1 731	139	1 764	1 731	33	2%	1 764
Agency services	1 790	1 835	1 849	147	1 912	1 849	63	3%	1 912
Transfers recognised - operational	59 292	49 691	38 162	2 209	37 124	38 162	(1 038)	-3%	37 124
Other revenue	52 681	18 213	30 049	2 025	20 548	30 049	(9 501)	-32%	20 548
Gains on disposal of PPE							-		
Total Revenue (excluding capital transfers and contributions)	617 830	640 249	638 626	51 335	630 131	638 626	(8 495)	-1%	630 131
Expenditure By Type									
Employee related costs	185 866	189 876	192 537	15 264	191 563	192 537	(974)	-1%	191 563
Remuneration of councillors	4 840	6 862	6 724	561	6 717	6 724	(7)	0%	6 717
Debt impairment	4 806	1 000	1 000	83	1 000	1 000	-		1 000
Depreciation & asset impairment	103 697	105 115	105 115	8 760	105 115	105 115	-		105 115
Finance charges	19 373	32 665	31 965	14 324	31 747	31 965	(218)	-1%	31 747
Bulk purchases	101 683	129 763	127 243	18 682	122 313	127 243	(4 931)	-4%	122 313
Other materials	58 548						-		
Contracted services	20 412	14 670	14 445	1 828	14 139	14 445	(306)	-2%	14 139
Transfers and grants	23 620	25 000	27 000	2 472	28 144	27 000	1 144	4%	28 144
Other expenditure	180 237	223 481	221 375	35 876	213 711	221 375	(7 664)	-3%	207 711
Loss on disposal of PPE							-		
Total Expenditure	703 080	728 432	727 404	97 849	714 448	727 404	(12 956)	-2%	708 448
Surplus/(Deficit)	(85 249)	(88 183)	(88 779)	(46 514)	(84 318)	(88 779)	4 461	(0)	(78 318)
Transfers recognised - capital	24 324	41 271	36 673	27 111	50 406	36 673	13 733	0	50 406
Contributions recognised - capital		9 700	-			-	-		
Contributed assets	21 371		10 038	1 000	7 549	10 038	(2 489)	(0)	7 549
Surplus/(Deficit) after capital transfers & contributions	(39 554)	(37 212)	(42 068)	(18 403)	(26 363)	(42 068)			(20 363)
Taxation							-		
Surplus/(Deficit) after taxation	(39 554)	(37 212)	(42 068)	(18 403)	(26 363)	(42 068)			(20 363)
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	(39 554)	(37 212)	(42 068)	(18 403)	(26 363)	(42 068)			(20 363)
Share of surplus/ (deficit) of associate									

The annual budget is approved for 'Total Revenue by Source'.

The actual revenue reflects an achievement of 98,67% of the budget.

The expenditure is 98,22% of the budget.

4.1.5 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	2010/11	Budget Year 2011/12							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Multi-Year expenditure appropriation									
Vote 1 - Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Management Services	1 748	2 928	1 300	502	716	1 300	(583)	-45%	716
Vote 4 - Finance	-	-	-	-	-	-	-	-	-
Vote 5 - Community Services	90 266	153 989	135 921	19 843	102 468	135 921	(33 453)	-25%	102 468
Vote 6 - Local Economic Development	6 973	5 700	5 942	1 557	5 261	5 942	(681)	-11%	5 261
Vote 7 - Infrastructure & Planning	55 111	50 565	41 915	9 417	37 030	41 915	(4 885)	-12%	37 030
Vote 8 - Protection Services	19	790	1 111	108	667	1 111	(444)	-40%	667
Total Capital Multi-year expenditure	154 117	213 971	186 189	31 426	146 143	186 189	(40 047)	-22%	146 143
Total Capital Expenditure	154 117	213 971	186 189	31 426	146 143	186 189	(40 047)	-22%	146 143
Capital Expenditure - Standard Classification									
Governance and administration	28 713	28 965	24 433	2 176	20 726	24 433	(3 707)	-15%	20 726
Executive and council							-		
Budget and treasury office							-		
Corporate services	28 713	28 965	24 433	2 176	20 726	24 433	(3 707)	-15%	20 726
Community and public safety	8 880	28 677	17 927	(1 926)	3 221	17 927	(14 706)	-82%	3 221
Community and social services		1 450	1 240	154	206	1 240	(1 034)	-83%	206
Sport and recreation	1 743	14 187	1 546	36	1 531	1 546	(15)	-1%	1 531
Public safety	19	790	1 111	108	667	1 111	(444)	-40%	667
Housing	7 118	12 250	14 030	(2 224)	817	14 030	(13 213)	-94%	817
Health							-		
Economic and environmental services	27 896	20 670	9 160	1 557	8 479	9 160	(682)	-7%	8 479
Planning and development	6 973	5 700	5 942	1 557	5 261	5 942	(681)	-11%	5 261
Road transport	20 923	14 970	3 218	-	3 218	3 218	(0)	0%	3 218
Environmental protection							-		
Trading services	88 628	135 659	134 669	29 618	113 717	134 669	(20 952)	-16%	113 717
Electricity	32 411	37 505	28 921	8 392	26 362	28 921	(2 559)	-9%	26 362
Waste water management	20 304	37 032	33 619	6 215	29 825	33 619	(3 794)	-11%	29 825
Waste management	1 859	1 690	270		196	270	(73)	-27%	196
Total Capital Expenditure - Standard Classification	154 117	213 971	186 189	31 426	146 143	186 189	(40 047)	-22%	146 143
Funded by:									
National Government	17 443	20 171	22 174	1 715	20 370	22 174	(1 804)	-8%	20 370
Provincial Government	6 348	21 100	14 861	(2 078)	1 523	14 861	(13 338)	-90%	1 523
Transfers recognised - capital	23 791	41 271	37 035	(363)	21 893	37 035	(15 142)	-41%	21 893
Public contributions & donations	4 966	9 700	10 094	1 000	7 710	10 094	(2 384)	-24%	7 710
Borrowing	86 942	117 000	122 434	27 350	100 952	122 434	(21 482)	-18%	100 952
Internally generated funds	38 418	46 000	16 626	3 439	15 588	16 626	(1 038)	-6%	15 588
Total Capital Funding	154 117	213 971	186 189	31 426	146 143	186 189	(40 047)	-22%	146 143

The capital expenditure is 21,5%, R40 million below the budget.

4.1.6 Table C6: Monthly Budget Statement - Financial Position

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

Description	2010/11	Budget Year 2011/12			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
ASSETS					
Current assets					
Cash	20 004	13 404	102 146	51 534	51 534
Call investment deposits	50 000		–	75 000	75 000
Consumer debtors	44 123	42 000	37 500	49 226	49 226
Other debtors	46 752	42 000	40 817	28 346	28 346
Current portion of long-term receivables	24		–		
Inventory	3 793	4 500	4 500	6 709	6 709
Total current assets	164 695	101 904	184 963	210 815	210 815
Non current assets					
Long-term receivables	147	174	174	151	151
Investments	1 262	6 973	6 973	5 668	5 668
Investment property	87 289	66 838	66 838	87 289	87 289
Investments in Associate			–		
Property, plant and equipment	3 013 259	3 085 654	3 058 567	3 050 386	3 050 386
Agricultural			–		
Biological assets			–		
Intangible assets	2 838	2 577	2 577	2 838	2 838
Other non-current assets	27 902	30 000	30 000	27 902	27 902
Total non current assets	3 132 697	3 192 217	3 165 129	3 174 235	3 174 235
TOTAL ASSETS	3 297 392	3 294 121	3 350 092	3 385 050	3 385 050
LIABILITIES					
Current liabilities					
Bank overdraft					
Borrowing	14 218	13 519	13 519	16 424	16 424
Consumer deposits	18 363	18 000	30 000	31 206	31 206
Trade and other payables	83 571	66 300	65 273	82 285	82 285
Provisions	9 898		–		
Total current liabilities	126 049	97 819	108 792	129 915	129 915
Non current liabilities					
Borrowing	247 081	348 379	343 379	340 581	340 581
Provisions	110 129	100 845	100 845	121 597	121 597
Total non current liabilities	357 210	449 223	444 223	462 178	462 178
TOTAL LIABILITIES	483 259	547 043	553 015	592 093	592 093
NET ASSETS	2 814 133	2 747 078	2 797 077	2 792 957	2 792 957
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	2 497 045	2 429 983	2 479 982	2 475 861	2 475 861
Reserves	317 089	317 094	317 094	317 096	317 096
TOTAL COMMUNITY WEALTH/EQUITY	2 814 133	2 747 078	2 797 077	2 792 957	2 792 957

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

4.1.7 Table C7: Monthly Budget Statement - Cash Flow

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

Description	Ref	2010/11	Budget Year 2011/12							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Ratepayers and other		535 536	554 032	568 026	45 529	597 075	461 694	135 382	29%	597 075
Government - operating		59 292	49 811	38 282	2 209	37 124	34 535	2 589	7%	37 124
Government - capital		32 357	41 371	36 973	28 111	57 955	28 049	29 906	107%	57 955
Interest		6 168	5 445	7 040	1 343	8 421	5 280	3 141	59%	8 421
Dividends								-		
Payments										
Suppliers and employees		(524 052)	(529 732)	(547 020)	(72 304)	(546 074)	(423 786)	122 288	-29%	(546 074)
Finance charges		(19 373)	(32 665)	(31 965)	(14 324)	(31 747)	(21 777)	9 971	-46%	(31 747)
Transfers and Grants		(23 620)	(25 000)	(27 000)	(2 472)	(28 144)	(20 833)	7 310	-35%	(28 144)
NET CASH FROM/(USED) OPERATING ACTIVITIES		66 309	63 262	44 336	(11 908)	94 610	63 162	31 448	50%	94 610
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		23 447	36 000	56 805	137	4 291	3 440	851	25%	4 291
Decrease (Increase) in non-current debtors		17 137	-	-				-		
Decrease (increase) other non-current receivables		29	-	-	9	20	-	20	#DIV/0!	20
Decrease (increase) in non-current investments		(1 262)	(2 894)	(2 894)	(395)	(4 406)	(2 894)	(1 512)	52%	(4 406)
Payments										
Capital assets		(150 307)	(204 371)	(176 945)	(31 815)	(146 532)	(92 120)	54 412	-59%	(146 532)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(110 956)	(171 265)	(123 034)	(32 064)	(146 628)	(91 575)	55 053	-60%	(146 628)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								-		
Borrowing long term/refinancing		90 000	115 000	110 000	-	110 000	110 000	-		110 000
Increase (decrease) in consumer deposits		4 469	2 000	14 000	131	12 844	12 000	844	7%	12 844
Payments										
Repayment of borrowing		(9 442)	(13 159)	(13 159)	(4 432)	(14 295)	(9 863)	4 432	-45%	(14 295)
NET CASH FROM/(USED) FINANCING ACTIVITIES		85 027	103 841	110 841	(4 301)	108 549	112 137	3 588	3%	108 549
NET INCREASE/(DECREASE) IN CASH HELD										
Cash/cash equivalents at beginning:		29 623	17 566	70 004		70 004	17 566			70 004
Cash/cash equivalents at month/year end:		70 004	13 404	102 146		126 534	101 290			126 534

Table C7 balances to the current Cashbook balance, shown in the 'YTD actual' column which is R126,534 million.

4.1.8 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 2011/12											
	July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Outcome	Feb Outcome	March Outcome	April Outcome	May Outcome	June Outcome
R thousands												
Cash Receipts By Source												
Property rates	10 581	11 376	11 678	11 798	10 965	11 480	10 481	11 045	11 704	10 777	11 372	9 508
Property rates - penalties & collection charges	79	88	87	85	79	83	87	84	83	81	80	80
Service charges - electricity revenue	13 201	20 809	20 596	22 158	17 623	17 418	17 657	19 998	18 564	17 745	19 806	19 146
Service charges - water revenue	4 839	6 694	5 996	7 013	6 748	6 634	7 250	10 018	8 654	7 414	7 741	8 442
Service charges - sanitation revenue	3 331	4 782	4 299	4 682	4 498	4 771	5 002	5 380	4 940	4 699	4 870	4 553
Service charges - refuse	2 833	3 327	3 183	3 499	3 256	3 340	3 193	3 459	3 542	3 184	3 436	3 322
Service charges - other												
Rental of facilities and equipment	559	528	411	504	562	1 423	636	634	561	407	257	291
Interest earned - external investments	305	383	246	511	317	465	493	320	659	588	652	1 143
Interest earned - outstanding debtors	172	192	198	209	188	174	192	206	199	203	204	200
Dividends received												
Fines	426	604	656	588	617	410	387	361	319	217	268	449
Licences and permits	146	138	156	142	123	113	180	170	164	137	156	139
Agency services	139	175	156	155	162	159	193	170	145	136	173	147
Transfer receipts - operating	12 982	465	244	397	886	10 817	278	282	8 184	202	177	2 209
Other revenue	9 293	3 176	(151)	1 816	1 513	840	4 865	5 469	9 919	(298)	5 805	(549)
Cash Receipts by Source	58 885	52 735	47 755	53 557	47 538	58 128	50 895	57 596	67 637	45 492	54 997	49 081
Other Cash Flows by Source												
Transfer receipts - capital		2 042	7 678	2 145	4 640	2 969	3 191	1 594	803	934	861	28 111
Contributions & Contributed assets				1 225	1 089	-	-	672	-	-	-	-
Proceeds on disposal of PPE	83	-	2 200	679	-	58	25	1 007	(10)	(252)	(32)	137
Short term loans												
Borrowing long term/refinancing					60 000	-	-	-		50 000	-	-
Increase in consumer deposits	787	1 945	3 091	(223)	279	832	1 189	1 280	876	1 062	1 594	131
Receipt of non-current debtors												
Receipt of non-current receivables	5	0	0	0	1	0	9	0	0	0	0	9
Change in non-current investments	(126)	(127)	(377)	(408)	(408)	(405)	(447)	(407)	(391)	(405)	(509)	(395)
Total Cash Receipts by Source	59 635	56 595	60 347	56 974	113 139	61 582	54 862	61 743	68 915	96 831	56 911	77 075
Cash Payments by Type												
Employee related costs	13 120	15 318	14 822	14 759	24 363	15 644	17 055	15 839	15 423	15 939	15 735	15 432
Remuneration of councillors	534	534	515	541	534	534	534	746	561	561	561	561
Interest paid	139	-	3 934	(184)	-	6 077	2 010	-	3 348	2 100	-	14 324
Bulk purchases - Electricity	1 360	16 772	15 188	9 310	8 312	8 926	9 404	8 431	8 399	8 865	8 662	18 682
Bulk purchases - Water & Sewer												
Other materials												
Contracted services	338	1 127	1 281	1 109	1 159	1 296	1 743	1 016	1 388	851	1 003	1 828
Grants and subsidies paid - other municipalities												
Grants and subsidies paid - other	2 152	2 317	2 364	2 290	2 258	2 291	2 271	2 332	2 439	2 512	2 447	2 472
General expenses	29 326	50 265	21 073	22 940	20 907	16 780	15 265	14 838	(9 897)	20 070	10 641	35 801
Cash Payments by Type	46 968	86 334	59 177	50 765	57 533	51 547	48 283	43 204	21 661	50 898	39 049	89 100
Other Cash Flows/Payments by Type												
Capital assets	1 052	3 829	17 318	13 422	13 868	12 578	6 137	9 365	15 931	9 487	11 983	31 815
Repayment of borrowing	727	-	545	723	-	5 117	658	-	1 331	762	-	4 432
Other Cash Flows/Payments	(37 519)	-										
Total Cash Payments by Type	11 228	90 163	77 039	64 910	71 401	69 242	55 078	52 569	38 923	61 147	51 032	125 347
NET INCREASE/(DECREASE) IN CASH	48 406	(33 568)	(16 692)	(7 936)	41 738	(7 660)	(216)	9 174	29 992	35 685	5 879	(48 272)
Cash/cash equivalents at the month/year beginning	70 004	118 410	84 842	68 151	60 215	101 953	94 293	94 077	103 250	133 242	168 927	174 806
Cash/cash equivalents at the month/year end	118 410	84 842	68 151	60 215	101 953	94 293	94 077	103 250	133 242	168 927	174 806	126 534

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

PART 2 – SUPPORTING DOCUMENTATION

Section 5 – Debtors' analysis

5.1 Supporting Table SC3 Debtors' age analysis

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

Description	NT Code	Budget Year 2011/12									Total	>90 days
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dys-1 Yr	Over 1Yr			
R thousands												
Debtors Age Analysis By Revenue Source												
Rates	1200	10 208	577	423	339	317	301	1 901	3 254	17 320	6 113	
Electricity	1300	13 289	407	249	192	143	148	919	1 243	16 589	2 645	
Water	1400	7 392	554	429	368	221	175	639	1 786	11 564	3 189	
Sewerage / Sanitation	1500	4 746	339	267	231	203	180	784	1 744	8 495	3 142	
Refuse Removal	1600	3 368	178	136	110	99	94	464	1 149	5 598	1 916	
Housing (Rental Revenue)	1700	143	14	13	11	10	8	28	63	289	119	
Other	1900	(3 066)	300	228	175	321	185	1 173	4 374	3 690	6 228	
Total By Revenue Source	2000	36 080	2 370	1 744	1 426	1 314	1 090	5 907	13 614	63 545	23 351	
2010/11 - totals only		34 276	2 251	1 657	1 355	1 248	1 036	5 612	12 933	60 368	22 184	
Debtors Age Analysis By Customer Category												
Government	2200	614	106	111	156	76	45	652	828	2 588		
Business	2300	8 510	329	196	89	60	57	266	322	9 829		
Households	2400	26 956	1 934	1 437	1 181	1 179	988	4 990	12 463	51 129		
Other	2500	-	-	-	-	-	-	-	-	-		
Total By Customer Category	2600	36 080	2 370	1 744	1 426	1 314	1 090	5 907	13 614	63 545		

Section 6 – Creditors' analysis

6.1 Supporting Table SC4

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

Description	NT Code	Budget Year 2011/12									Total	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			
R thousands												
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100	10 622									10 622	5 132
Bulk Water	0200										-	
PAYE deductions	0300	1 629									1 629	1 134
VAT (output less input)	0400										-	
Pensions / Retirement deductions	0500	2 621									2 621	1 903
Loan repayments	0600										-	3 810
Trade Creditors	0700	78 625									78 625	37 629
Auditor General	0800	23									23	298
Other	0900										-	
Total By Customer Type	2600	93 520	-	-	-	-	-	-	-	-	93 520	49 906

Supporting Table SC4 reflects creditors paid during June 2012.

The payment of creditors is within requirements of the MFMA.

Section 7 – Investment portfolio analysis

7.1 Supporting Table SC5

WC032 Overstrand - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M12 June

Investments by maturity Name of institution & investment ID	Ref	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							
R thousands									
Municipality									
LIBERTY 15934476		15 YEARS		01/09/2025	(4)		2 735	125	2 856
LIBERTY 21196964		14 YEARS		01/09/2025	(7)		2 294	250	2 537
MOMENTUM MP 3853776		14 YEARS		01/07/2026	1		244	30	276
ABSA 4074809272		DAILY	CALL		341	5,3%	49 247	(24 580)	25 007
STANDARD BANK 288434005		32 DAYS	FIXED	15/06/2012	268	5,6%	50 000	(50 268)	–
INVESTEC 1400-196164-451		30 DAYS	FIXED	27/06/2012	229	5,6%	50 000	(50 229)	–
STANDARD BANK 288434005		32 DAYS	FIXED	17/07/2012		5,6%	50 000	50 000	50 000
TOTAL INVESTMENTS AND INTEREST	2				829		154 520	(74 673)	80 675

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

Long term investments relate to the sinking fund investments.

Section 8 – Allocation and grant receipts and expenditure

8.1 Supporting Table SC6 – Grant receipts

WC032 Overstrand - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M12 June

Description	Ref	2010/11	Budget Year 2011/12							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		28 670	33 732	33 732	–	33 973	33 973	–		33 732
Equitable share		26 920	31 156	31 156	–	31 156	31 156	–		31 156
Finance Management grant	3	1 000	1 250	1 250	–	1 250	1 250	–		1 250
Municipal Systems Improvement		750	790	790	–	790	790	–		790
EPWP			536	536	–	777	777	–		536
Provincial Government:		33 616	15 959	2 301	–	2 301	2 301	–		15 959
Housing		32 836	15 176	1 518	–	1 518	1 518	–		15 176
Public Library Services Grant		608	640	640	–	640	640	–		640
Community Development Worker		100	78	78	–	78	78	–		78
Main Road Subsidy	4	40	65	65	–	65	65	–		65
Cleanest Town Competition/ Housing Consumer Education								–		
Public Library Service Grant/ Provincial Fire Victims Grant		32						–		
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total Operating Transfers and Grants	5	62 286	49 691	36 033	–	36 274	36 274	–		49 691
Capital Transfers and Grants										
National Government:		23 784	20 171	17 971	–	17 971	17 971	–		20 171
Municipal Infrastructure Grant (MIG)		9 209	13 971	13 971	–	13 971	13 971	–		13 971
Integrated National Electricity Grant		3 639	2 000	2 000	–	2 000	2 000	–		2 000
Neighbourhood Development Grant		10 936	4 200	2 000	–	2 000	2 000	–		4 200
				–				–		
Provincial Government:		–	21 100	13 758	–	8 390	8 390	–		21 100
Housing			21 100	13 758	–	8 390	8 390	–		21 100
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		1 000	–	–	–	–	–	–		–
Total Capital Transfers and Grants	5	24 784	41 271	31 729	–	26 361	26 361	–		41 271
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	87 070	90 962	67 762	–	62 635	62 635	–		90 962

Grant receipts are monitored according to the payment schedules.

8.2 Supporting Table SC7 – Grant expenditure

WC032 Overstrand - Supporting Table SC7 Monthly Budget Statement - transfers and grant expenditure - M12 June

Description	Ref	2010/11	Budget Year 2011/12							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		29 817	33 732	33 732	3 277	30 218	30 218	-		33 732
Equitable share		28 067	31 156	31 156	2 472	28 144	28 144	-		31 156
Finance Management grant		1 000	1 250	1 250	505	1 250	1 250	-		1 250
Municipal Systems Improvement		750	790	790	266	790	790	-		790
EPWP			536	536	34	34	34	-		536
Provincial Government:		29 700	15 959	2 301	276	1 899	1 899	-		15 959
Housing		28 845	15 176	1 518	-	1 024	1 024	-		15 176
Community Development Worker		100	78	78	39	78	78	-		640
Main Road Subsidy		40	65	65	27	65	65	-		78
Cleanest Town Competition/ Housing Consumer Education		75			52	92	92	-		65
Public Library Service Grant/ Provincial Fire Victims Grant		640	640	640	157	640	640	-		
District Municipality:		-	-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
Total operating expenditure of Transfers and Grants:		59 517	49 691	36 033	3 552	32 116	32 116	-		49 691
Capital expenditure of Transfers and Grants										
National Government:		17 243	20 171	17 971	1 866	21 252	21 252	-		20 171
0								-		
Municipal Infrastructure Grant (MIG)		6 631	13 971	13 971	309	13 971	13 971	-		13 971
Integrated National Electricity Grant		3 639	2 000	2 000		2 000	2 000	-		2 000
Neighbourhood Development Grant		6 973	4 200	2 000	1 557	5 281	5 281	-		4 200
Provincial Government:		6 837	21 100	13 758	-	3 041	3 041	-		21 100
Housing		6 837	21 100	13 758		3 041	3 041	-		21 100
District Municipality:		-	-	-	-	-	-	-		-
Other grant providers:		19	-	-	85	645	645	-		-
Mobility Strategy (Pound)		19			85	645	645	-		
Total capital expenditure of Transfers and Grants		24 099	41 271	31 729	1 951	24 937	24 937	-		41 271
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		83 616	90 962	67 762	5 503	57 054	57 054	-		90 962

Grant expenditure is monitored against grant receipts.

Section 9 – Expenditure on councillor and board members allowances and employee benefits

9.1 Supporting Table SC8

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

Summary of Employee and Councillor remuneration	Ref	2010/11	Budget Year 2011/12							
		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
Councillors (Political Office Bearers plus Other)										
Salary		4 840	4 650	4 512	401	4 827	4 512	315	7%	4 650
Pension Contributions			172	172	14	144	172	(29)	-17%	172
Medical Aid Contributions			69	69	6	65	69	(4)	-6%	69
Motor vehicle allowance			1 630	1 630	140	1 680	1 630	50	3%	1 630
Cell phone and other allowances			349	341	29	349	341			349
Housing allowance					-	-	-	-		
Sub Total - Councillors		4 840	6 871	6 725	590	7 066	6 725	341	5%	6 871
% increase	4		42.0%	39.0%						42.0%
Senior Managers of the Municipality										
Salary		5 505	5 641	5 641	473	5 584	5 641	(57)	-1%	5 641
Pension Contributions		1 211	828	828	64	801	828	(26)	-3%	828
Medical Aid Contributions			169	169	15	167	169	(2)	-1%	169
Motor vehicle and cell phone		572	584	584	48	530	584	(54)	-9%	584
Housing allowance					1	2	-	2	#DIV/0!	
Performance Bonus		7			-	-	-	-		
Other benefits or allowances		25	112	112	11	126	112	14	12%	112
In-kind benefits	2				-	-	-	-		
Sub Total - Senior Managers of Municipality		7 320	7 334	7 334	613	7 210	7 334	(123)	-2%	7 334
% increase	4		0.2%	0.2%						0.2%
Other Municipal Staff										
Basic Salaries and Wages		106 593	109 644	112 189	9 804	116 934	112 189	4 745	4%	109 644
Pension Contributions		26 519	20 922	20 922	1 681	19 852	20 922	(1 069)	-5%	20 922
Medical Aid Contributions		7 007	9 810	9 810	638	7 354	9 810	(2 457)	-25%	9 810
Motor vehicle and cell phone		7 026	8 161	8 161	771	8 627	8 161	466	6%	8 161
Housing allowance		968	1 374	1 374	85	1 021	1 374	(354)	-26%	1 374
Overtime		10 485	8 501	8 501	804	11 317	8 501	2 816	33%	8 501
Performance Bonus		8 028	9 689	9 689	-	9 222	9 689	(467)	-5%	9 689
Other benefits or allowances		11 920	8 556	8 556	839	9 679	8 556	1 123	13%	8 556
In-kind benefits	2				-	-	-	-		
Sub Total - Other Municipal Staff		178 546	176 657	179 202	14 623	184 005	179 202	4 803	3%	176 657
% increase	4		-1.1%	0.4%						-1.1%
Total Parent Municipality		190 706	190 861	193 261	15 825	198 281	193 261	5 020	3%	190 861
Unpaid salary, allowances & benefits in arrears:										
Total Municipal Entities		-	-	-	-	-	-	-		-
TOTAL SALARY, ALLOWANCES & BENEFITS		190 706	190 861	193 261	15 825	198 281	193 261	5 020	3%	190 861
% increase	4		0.1%	1.3%						0.1%
TOTAL MANAGERS AND STAFF		185 866	183 990	186 536	15 236	191 215	186 536			183 990

Section 10 – Capital programme performance

10.1 Supporting Table SC12

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

Month	2010/11	Budget Year 2011/12							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
Monthly expenditure performance trend									
July	1 125	2 140	2 140	1 052	1 052	2 140	1 088	50.8%	0%
August	3 077	4 279	4 279	3 577	4 629	6 419	1 790	27.9%	2%
September	4 564	6 419	6 419	17 318	21 947	12 838	(9 108)	-70.9%	10%
October	7 478	8 559	8 559	13 422	35 369	21 397	(13 972)	-65.3%	17%
November	9 320	10 699	10 699	13 868	49 236	32 096	(17 141)	-53.4%	23%
December	15 257	21 397	21 397	12 578	61 814	53 493	(8 321)	-15.6%	29%
January	5 959	17 118	17 118	6 137	67 950	70 610	2 660	3.8%	32%
February	5 131	17 118	10 360	9 365	77 316	80 970	3 655	4.5%	36%
March	9 228	21 397	11 150	15 931	93 247	92 120	(1 127)	-1.2%	44%
April	15 424	25 677	24 177	9 487	102 734	116 297	13 563	11.7%	48%
May	10 402	25 677	24 177	11 983	114 717	140 474	25 758	18.3%	0
June	67 152	53 493	45 715	31 426	146 143	186 189	40 047	21.5%	0
Total Capital expenditure	154 117	213 971	186 189	146 143					

10.2.1 Supporting Table SC13a

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

Description	Ref	Budget Year 2011/12								
		2010/11 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		109 551	150 629	137 886	29 618	116 934	137 886	20 952	15,2%	116 934
Infrastructure - Road transport		26 085	22 538	7 735	1 421	7 211	7 735	525	6,8%	7 211
<i>Roads, Pavements & Bridges</i>		20 923	14 970	3 218		3 218	3 218	0	0,0%	3 218
<i>Storm water</i>		5 162	7 568	4 518	1 421	3 993	4 518	525	11,6%	3 993
Infrastructure - Electricity		32 411	37 505	28 921	8 392	26 362	28 921	2 559	8,8%	26 362
<i>Generation</i>				-				-		
<i>Transmission & Reticulation</i>		32 411	37 505	28 921	8 392	26 362	28 921	2 559	8,8%	26 362
<i>Street Lighting</i>				-				-		
Infrastructure - Water		34 053	59 433	71 859	15 011	57 333	71 859	14 526	20,2%	57 333
<i>Dams & Reservoirs</i>				-				-		
<i>Water purification</i>		34 053	59 433	71 859	15 011	57 333	71 859	14 526	20,2%	57 333
<i>Reticulation</i>				-				-		
Infrastructure - Sanitation		15 142	29 464	29 101	4 794	25 832	29 101	3 269	11,2%	25 832
<i>Reticulation</i>				-				-		
<i>Sewerage purification</i>		15 142	29 464	29 101	4 794	25 832	29 101	3 269	11,2%	25 832
Infrastructure - Other		1 859	1 690	270	-	196	270	73	27,3%	196
<i>Waste Management</i>		1 859	1 690	270	-	196	270	73	27,3%	196
Community		8 880	28 677	17 927	(1 926)	3 221	17 927	14 706	82,0%	3 221
Parks & gardens				-				-		
Sportsfields & stadia		1 743	13 300	659	36	644	659	15	2,3%	644
Swimming pools			887	887		887	887	(0)	0,0%	887
Community halls			450	240	154	206	240	34	14,3%	206
Security and policing		19	790	1 111	108	667	1 111	444	39,9%	667
Cemeteries			1 000	1 000			1 000	1 000	100,0%	
Social rental housing		7 118	12 250	14 030	(2 224)	817	14 030	13 213	94,2%	817
Heritage assets		-	-	-	-	-	-	-		-
Investment properties		-	-	-	-	-	-	-		-
Other assets		35 686	34 076	30 376	3 689	25 942	30 376	4 434	14,6%	25 942
General vehicles		2 229	7 455	7 299		6 875	7 299	425	5,8%	6 875
Computers - hardware/equipment			2 338	710	457	671	710	39	5,5%	671
Surplus Assets - (Investment or Inventory)			5 523	2 840	650	2 467	2 840	373	13,1%	2 467
Other		33 457	18 760	19 526	2 582	15 929	19 526	3 598	18,4%	15 929
Agricultural assets		-	-	-	-	-	-	-		-
Biological assets		-	-	-	-	-	-	-		-
Intangibles		-	589	-	45	45	45	-		45
Computers - software & programming			589		45	45	45	-		45
Other								-		
Total Capital Expenditure on new assets	1	154 117	213 971	186 189	31 426	146 143	186 234	40 092	21,5%	146 143

10.2.3 Supporting Table SC13c

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

Description	Ref	2010/11	Budget Year 2011/12							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		38 271	41 344	43 535	7 325	43 120	43 535	415	1.0%	41 344
Infrastructure - Road transport		25 980	25 335	25 889	4 880	25 843	25 889	47	0.2%	25 335
<i>Roads, Pavements & Bridges</i>		25 391	24 589	25 254	4 728	25 231	25 254	23	0.1%	24 589
<i>Storm water</i>		588	746	635	152	611	635	24	3.8%	746
Infrastructure - Electricity		3 998	4 613	4 665	481	4 601	4 665	64	1.4%	4 613
<i>Generation</i>		3 998	4 613					-		4 613
<i>Transmission & Reticulation</i>				4 665	481	4 601	4 665	64	1.4%	
<i>Street Lighting</i>								-		
Infrastructure - Water		3 568	6 486	7 088	817	6 892	7 088	196	2.8%	6 486
<i>Dams & Reservoirs</i>		3 568	6 486	61	-	52	61	10	15.6%	6 486
<i>Water purification</i>				1 794	107	1 709	1 794	85	4.7%	
<i>Reticulation</i>				5 233	710	5 132	5 233	101	1.9%	
Infrastructure - Sanitation		3 564	3 476	4 771	1 046	4 568	4 771	203	4.3%	3 476
<i>Reticulation</i>		3 564	3 476	3 921	890	3 687	3 921	234	6.0%	3 476
<i>Sewerage purification</i>				850	156	882	850	(32)	-3.7%	
Infrastructure - Other		1 162	1 434	1 121	100	1 215	1 121	(94)	-8.4%	1 434
<i>Waste Management</i>		1 162	1 434	1 121	100	1 215	1 121	(94)	-8.4%	1 434
Community		3 574	5 422	5 523	1 622	6 012	5 523	(489)	-8.9%	5 422
Parks & gardens		993	1 460	1 500	250	1 410	1 500	90	6.0%	1 460
Sportsfields & stadia		399	497	488	44	456	488	31	6.4%	497
Swimming pools		312	359	319	117	228	319	92	28.7%	359
Community halls		1 017	970	741	109	734	741	8	1.0%	970
Libraries		110	81	142	60	180	142	(37)	-26.3%	81
Recreational facilities				-			-	-		
Fire, safety & emergency		641	598	687	149	538	687	148	21.6%	598
Security and policing			384	551	47	524	551	28	5.1%	384
Cemeteries		103	54	54	2	37	54	17	31.2%	54
Social rental housing				-			-	-		
Other			1 019	1 040	843	1 905	1 040	(865)	-83.2%	1 019
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		199	275	275	166	270	275	5	1.7%	275
Housing development		199	275	275	166	270	275	5	1.7%	275
Other							-	-		
Other assets		16 503	18 179	20 608	4 759	16 114	20 608	4 494	21.8%	18 179
General vehicles		4 600	5 073	4 573	610	4 682	4 573	(109)	-2.4%	5 073
Computers - hardware/equipment		4 215	5 518	5 311	816	4 309	5 311	1 002	18.9%	5 518
Other Buildings		1 449	853	1 430	148	1 023	1 430	407	28.5%	853
Other		6 239	6 736	9 295	3 185	6 100	9 295	3 195	34.4%	6 736
Agricultural assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure		58 547	65 220	69 941	13 872	65 516	69 941	4 425	6.3%	65 220

Section 11 – SDBIP

11.1 The results of the SDBIP for the fourth quarter ended 30 June 2012 will be included in a separate comprehensive report to be tabled in Council.

Section 12 – Other supporting documentation

12.1 Other information

No additional information for June 2012

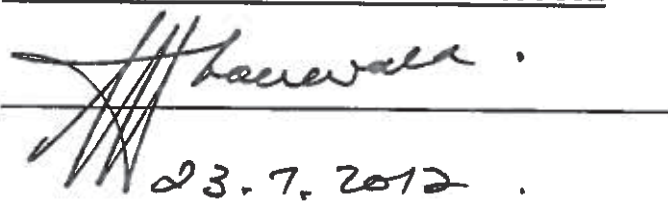
Section 13 – Municipal manager’s quality certification

QUALITY CERTIFICATE

I, **Coenie Groenewald**, the municipal manager of **Overstrand Municipality**, hereby certify that –

The Quarterly Budget Statement

for the period ending **June 2012** has been prepared in accordance with the Municipal Finance Management Act and the regulations made under that Act.

Print name: COENIE GROENEWALD
Municipal
Manager of: OVERSTRAND MUNICIPALITY – WC032
Signature: 
Date: 23.7.2012