

OVERSTRAND MUNICIPALITY



Quarterly Budget Statement December 2011

In-Year Report of the Municipality

Prepared in terms of the Local Government: Municipal Finance Management Act (56/2003) & 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.

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 – A general grant paid to municipalities. It is predominantly targeted to help with free basic services.

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. 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. A detailed plan comprising annual and quarterly performance targets.

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 second quarter ended 31 December 2011 will be included in a separate comprehensive report that will also serve before council.

1.1.2 Financial problems or risks facing the municipality

The capital budget is at risk due to the likely delayed timing of the proceeds on land sales to fund those specific projects. These projects however constitute only 16,8% of the current approved capital budget for 2011/2012. This aspect will be dealt with in detail during the adjustments budget.

1.1.3 Other relevant information

Actual revenue at the end of the second quarter of 2011/2012 is in excess of the budgeted income by 0,2% (R670 000) and expenditure is underspent by 3% (R10m).

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 December 2011, 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

The Auditor General completed the audit of the 2010/2011 financial statements and therefore the 'Audited Outcome' figures for 2010/2011 are now reflected in the report.

3.2 Consolidated performance

3.2.1 Against annual budget (original approved)

Revenue by Source

Year-to-date actual revenue is 100,2% of YTD budget.

A decrease in water revenue is noted due to water restrictions and savings by consumers.

Operating expenditure by type

Current expenditure is 3% below year-to-date budget projections for December 2011. The current savings are related across the general expenses and repairs & maintenance spectrum, however, various additional expenditure requests have been received by budget holders. Councillors remuneration for 2011/2012 has however not yet been adjusted.

Capital expenditure

Year-to-date expenditure on capital amounts to R61,814 million, or 29%, of a total budget of R213,971 million. The current expenditure has been funded by means of grants, public contributions, borrowings and internally generated cash. The capital commitments as at the end of December 2011 amounts to R52,85 million.

Cash flows

The municipality started the year with a positive cashbook balance of R70 million as opposed to the budgeted balance of R18 million. The December closing balance is R94,3 million. Refer to section 4 – Supporting Table C9 and Section 7 for more detail on the cash position.

3.3 Remedial or corrective steps

An adjustments budget will be tabled in Council during February 2012.

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 - M06 December

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Total Revenue	0%	Not material	
2	Expenditure By Type			
	Total Expenditure	-3%	Savings identified	
3	Capital Expenditure			
	Standard Classification	R10.4m	Ahead of expected expenditure due to roll over projects payment certificates pr	Monitoring of commitments

3.5 Conclusion

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

Operating expenditure currently reflects a saving of 3% on the YTD 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 - M06 December

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									
Financial Performance									
Property rates	129 914	135 736	-	11 307	69 534	67 868	1 666	2%	135 736
Service charges	354 358	414 998	-	33 515	203 040	205 415	(2 375)	-1%	414 998
Investment revenue	6 168	5 445	-	639	3 361	2 722	639	23%	5 445
Transfers recognised - operational	59 292	49 691	-	10 817	25 791	25 791	-		49 691
Other own revenue	68 097	34 380	-	3 696	17 897	17 190	707	4%	34 380
Total Revenue (excluding capital transfers and contributions)	617 830	640 249	-	59 974	319 623	318 986	637	0%	640 249
Employee costs	185 866	189 876	-	15 489	97 114	97 952	(838)	-1%	189 876
Remuneration of Councillors	4 840	6 862	-	534	3 194	3 431	(237)	-7%	6 862
Depreciation & asset impairment	103 697	105 115	-	8 760	52 557	52 557	-		105 115
Finance charges	19 373	32 665	-	6 077	9 966	10 888	(922)	-8%	32 665
Materials and bulk purchases	160 231	129 763	-	8 926	59 868	60 556	(688)	-1%	129 763
Transfers and grants	23 620	25 000	-	2 291	13 671	12 500	1 171		25 000
Other expenditure	205 454	239 151	-	17 260	91 236	99 729	(8 493)	-9%	239 151
Total Expenditure	703 080	728 432	-	59 336	327 606	337 614	(10 008)	-3%	728 432
Surplus/(Deficit)	(85 249)	(88 183)	-	638	(7 983)	(18 628)	10 645	-57%	(88 183)
Transfers recognised - capital	24 324	41 271	-	2 433	15 977	15 977	-		41 271
Contributions & Contributed assets	21 371	9 700	-	537	5 812	5 812	-		9 700
Surplus/(Deficit) after capital transfers & contributions	(39 554)	(37 212)	-	3 607	13 806	3 161	10 645	337%	(37 212)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	(39 554)	(37 212)	-	3 607	13 806	3 161	10 645	337%	(37 212)
Capital expenditure & funds sources									
Capital expenditure	154 117	213 971	-	12 578	61 814	51 353	10 461	20%	213 971
Capital transfers recognised	23 791	41 271	-	1 464	16 303	9 905	6 398	65%	41 271
Public contributions & donations	4 966	9 700	-	625	7 312	2 328	4 984	214%	9 700
Borrowing	86 942	117 000	-	7 319	29 083	28 080	1 003	4%	117 000
Internally generated funds	38 418	46 000	-	3 170	9 115	11 040	(1 925)	-17%	46 000
Total sources of capital funds	154 117	213 971	-	12 578	61 814	51 353	10 461	20%	213 971
Financial position									
Total current assets	164 695	101 904	-		193 602				101 904
Total non current assets	3 132 697	3 192 217	-		3 140 413				3 192 217
Total current liabilities	126 049	97 819	-		94 256				97 819
Total non current liabilities	357 210	449 223	-		412 590				449 223
Community wealth/Equity	2 814 133	2 747 078	-		2 827 170				2 747 078
Cash flows									
Net cash from (used) operating	66 309	63 262	-	9 550	24 939	19 656	5 284	27%	63 262
Net cash from (used) investing	(110 956)	(171 265)	-	(14 214)	(47 672)	(33 050)	(14 621)	44%	(171 265)
Net cash from (used) financing	85 027	103 841	-	(4 285)	59 599	3 606	55 993	1553%	103 841
Cash/cash equivalents at the month/year end	70 004	13 404	-	-	106 870	7 777	99 093	1274%	65 841
Debtors & creditors analysis									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Revenue Source	41 467	2 724	1 710	1 278	1 506	1 270	4 927	11 624	66 505
Creditors Age Analysis									
Total Creditors	58 086	-	-	-	-	-	-	-	58 086

4.1.2 Table C2: Monthly Budget Statement - Financial

WC032 Overstrand - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M06 December

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									
<i>Governance and administration</i>	217 401	194 716	-	23 711	107 707	104 683	3 024	3%	194 716
Executive and council	28 627	32 843	-	10 410	23 526	23 526	-		32 843
Budget and treasury office	143 852	149 639	-	12 439	76 875	74 324	2 551	3%	149 639
Corporate services	44 922	12 234	-	862	7 306	6 833	473	7%	12 234
<i>Community and public safety</i>	65 964	55 069	-	2 835	14 464	14 343	122	1%	55 069
Community and social services	1 748	1 754	-	116	976	996	(20)	-2%	1 754
Sport and recreation	6 032	7 157	-	1 537	3 522	3 578	(57)	-2%	7 157
Public safety	9 337	9 482	-	1 070	5 626	5 427	199	4%	9 482
Housing	48 848	36 676	-	112	4 342	4 342	-		36 676
Health	-	-	-	-	-	-	-		-
<i>Economic and environmental services</i>	14 748	11 787	-	1 610	7 787	7 919	(132)	-2%	11 787
Planning and development	11 728	8 235	-	858	5 198	5 323	(125)	-2%	8 235
Road transport	2 691	3 208	-	703	2 424	2 424	-		3 208
Environmental protection	329	344	-	48	165	172	(7)	-4%	344
<i>Trading services</i>	365 413	429 648	-	34 788	211 453	213 830	(2 377)	-1%	429 648
Electricity	194 951	227 132	-	18 005	115 971	115 971	-		227 132
Water	79 427	93 689	-	7 304	39 952	42 259	(2 307)	-5%	93 689
Waste water management	53 684	68 142	-	6 104	35 462	35 719	(257)	-1%	68 142
Waste management	37 351	40 685	-	3 374	20 069	19 882	187	1%	40 685
<i>Other</i>	-	-	-	-	-	-	-		-
Total Revenue - Standard	663 526	691 220	-	62 944	341 412	340 775	637	0%	691 220
Expenditure - Standard									
<i>Governance and administration</i>	109 640	113 225	-	8 505	52 977	53 291	(315)	-1%	113 225
Executive and council	31 335	33 070	-	1 966	13 976	14 358	(381)	-3%	33 070
Budget and treasury office	45 724	46 944	-	3 714	23 616	21 300	2 315	11%	46 944
Corporate services	32 581	33 212	-	2 824	15 384	17 633	(2 249)	-13%	33 212
<i>Community and public safety</i>	127 581	105 773	-	7 583	44 143	44 551	(407)	-1%	105 773
Community and social services	27 990	31 039	-	2 340	15 514	13 936	1 577	11%	31 039
Sport and recreation	18 885	17 603	-	1 798	7 219	7 388	(169)	-2%	17 603
Public safety	32 869	34 511	-	2 839	16 980	14 948	2 032	14%	34 511
Housing	47 838	22 620	-	606	4 431	8 279	(3 848)	-46%	22 620
Health	-	-	-	-	-	-	-		-
<i>Economic and environmental services</i>	124 730	126 297	-	10 317	55 998	58 202	(2 203)	-4%	126 297
Planning and development	21 373	29 349	-	2 410	14 829	16 678	(1 849)	-11%	29 349
Road transport	85 167	90 459	-	7 452	38 056	38 445	(389)	-1%	90 459
Environmental protection	18 190	6 489	-	455	3 113	3 078	34	1%	6 489
<i>Trading services</i>	341 128	383 137	-	32 932	174 488	181 571	(7 083)	-4%	383 137
Electricity	171 468	196 925	-	15 406	92 099	96 420	(4 322)	-4%	196 925
Water	72 812	94 976	-	8 833	41 813	44 164	(2 351)	-5%	94 976
Waste water management	45 326	48 565	-	5 236	22 909	23 735	(826)	-3%	48 565
Waste management	51 522	42 670	-	3 458	17 668	17 251	417	2%	42 670
<i>Other</i>	-	-	-	-	-	-	-		-
Total Expenditure - Standard	703 080	728 432	-	59 336	327 606	337 614	(10 008)	-3%	728 432

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 (revenue and expenditure by

Vote Description [Insert departmental structure etc 3.]	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 Vote									
Vote 1 - Council	28 627	32 816	-	10 409	23 526	23 526	-		32 816
Vote 2 - Municipal Manager	-	-	-	-	-	-	-		-
Vote 3 - Management Services	892	1 485	-	219	669	742	(73)	-9.9%	1 485
Vote 4 - Finance	143 852	149 639	-	12 439	76 875	75 595	1 280	1.7%	149 639
Vote 5 - Community Services	231 000	252 487	-	19 359	107 570	107 512	59	0.1%	252 487
Vote 6 - Local Economic Development	7 520	4 200	-	319	2 714	2 714	-		4 200
Vote 7 - Infrastructure & Planning	242 298	241 111	-	19 129	124 433	125 945	(1 512)	-1.2%	241 111
Vote 8 - Protection Services	9 337	9 482	-	1 070	5 626	4 741	885	18.7%	9 482
Total Revenue by Vote	663 526	691 220	-	62 944	341 412	340 775	637	0.2%	691 220
Expenditure by Vote									
Vote 1 - Council	30 730	21 523	-	1 919	13 591	13 751	(160)	-1.2%	21 523
Vote 2 - Municipal Manager	872	1 533	-	78	444	566	(122)	-21.5%	1 533
Vote 3 - Management Services	10 769	19 050	-	1 157	6 304	8 172	(1 868)	-22.9%	19 050
Vote 4 - Finance	45 724	46 944	-	3 714	23 616	21 300	2 315	10.9%	46 944
Vote 5 - Community Services	346 989	363 276	-	30 754	154 398	160 470	(6 072)	-3.8%	363 276
Vote 6 - Local Economic Development	3 068	2 510	-	316	2 234	1 754	480	27.3%	2 510
Vote 7 - Infrastructure & Planning	232 058	239 084	-	18 560	110 040	116 057	(6 017)	-5.2%	239 084
Vote 8 - Protection Services	32 869	34 511	-	2 839	16 980	15 543	1 437	9.2%	34 511
Total Expenditure by Vote	703 080	728 432	-	59 336	327 606	337 614	(10 008)	-3.0%	728 432
Surplus/ (Deficit) for the year	(39 554)	(37 212)	-	3 607	13 806	3 161	10 645	336.7%	(37 212)

References

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.

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.

The Total Expenditure by Vote budget is not overspent, neither have any of the Votes (Directorates) reflected unauthorised expenditure against their year-to-date budgets as at 31 December 2011.

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) - M06 December

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		11 224	69 033	67 409	1 625	2%	134 818
Property rates - penalties & collection charges	889	918		83	501	459	42	9%	918
Service charges - electricity revenue	189 403	223 307		17 988	115 751	115 375	376	0%	223 307
Service charges - water revenue	77 215	91 524		7 261	39 641	41 949	(2 307)	-6%	91 524
Service charges - sanitation revenue	37 218	59 777		4 910	27 639	27 896	(257)	-1%	59 777
Service charges - refuse revenue	50 523	40 389		3 355	20 008	20 195	(187)	-1%	40 389
Service charges - other							-		
Rental of facilities and equipment	6 445	6 960		1 407	3 971	3 480	491	14%	6 960
Interest earned - external investments	3 705	2 620		465	2 228	1 310	918	70%	2 620
Interest earned - outstanding debtors	2 463	2 825		174	1 133	1 413	(280)	-20%	2 825
Dividends received							-		
Fines	5 469	5 641		410	3 301	2 821	480	17%	5 641
Licences and permits	1 711	1 731		113	817	866	(48)	-6%	1 731
Agency services	1 790	1 835		159	947	918	29	3%	1 835
Transfers recognised - operational	59 292	49 691		10 817	25 791	25 791	-		49 691
Other revenue	52 681	18 213		1 605	8 861	9 106	(245)	-3%	18 213
Gains on disposal of PPE							-		
Total Revenue (excluding capital transfers and contributions)	617 830	640 249	-	59 974	319 623	318 986	637	0%	640 249
Expenditure By Type									
Employee related costs	185 866	189 876		15 489	97 114	97 952	(838)	-1%	189 876
Remuneration of councillors	4 840	6 862		534	3 194	3 431	(237)	-7%	6 862
Debt impairment	4 806	1 000		83	500	500	-		1 000
Depreciation & asset impairment	103 697	105 115		8 760	52 557	52 557	-		105 115
Finance charges	19 373	32 665		6 077	9 966	10 888	(922)	-8%	32 665
Bulk purchases	101 683	129 763		8 926	59 868	60 556	(688)	-1%	129 763
Other materials	58 548						-		
Contracted services	20 412	14 670		1 296	6 310	6 112	197	3%	14 670
Transfers and grants	23 620	25 000		2 291	13 671	12 500	1 171	9%	25 000
Other expenditure	180 237	223 481		15 881	84 426	93 117	(8 690)	-9%	223 481
Loss on disposal of PPE							-		
Total Expenditure	703 080	728 432	-	59 336	327 606	337 614	(10 008)	-3%	728 432
Surplus/(Deficit)	(85 249)	(88 183)	-	638	(7 983)	(18 628)	10 645	(0)	(88 183)
Transfers recognised - capital	24 324	41 271		2 433	15 977	15 977	-		41 271
Contributions recognised - capital		9 700		537	5 812	5 812	-		9 700
Contributed assets	21 371						-		
Surplus/(Deficit) after capital transfers & contributions	(39 554)	(37 212)	-	3 607	13 806	3 161			(37 212)
Taxation							-		
Surplus/(Deficit) after taxation	(39 554)	(37 212)	-	3 607	13 806	3 161			(37 212)
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	(39 554)	(37 212)	-	3 607	13 806	3 161			(37 212)
Share of surplus/ (deficit) of associate									

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

The year-to-date actual revenue reflects an achievement of 100,2% of the year-to-date budget, amounting to R670 000.

Current expenditure is 3%, R10 million, below year-to-date budget projections for December 2011

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) - M06 December

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	-	-	-	703	(703)	-100%	2 928
Vote 4 - Finance	-	-	-	-	-	-	-	-	-
Vote 5 - Community Services	90 266	153 989	-	9 314	42 666	36 957	5 709	15%	153 989
Vote 6 - Local Economic Development	6 973	5 700	-	319	2 691	1 368	1 323	97%	5 700
Vote 7 - Infrastructure & Planning	55 111	50 565	-	2 580	15 982	12 136	3 846	32%	50 565
Vote 8 - Protection Services	19	790	-	364	475	190	285	150%	790
Total Capital Multi-year expenditure	154 117	213 971	-	12 578	61 814	51 353	10 461	20%	213 971
Total Capital single-year expenditure	-	-	-	-	-	-	-	-	-
Total Capital Expenditure	154 117	213 971	-	12 578	61 814	51 353	10 461	20%	213 971
Capital Expenditure - Standard Classification									
Governance and administration	28 713	28 965	-	4 049	15 854	6 952	8 903	128%	28 965
Executive and council							-		
Budget and treasury office							-		
Corporate services	28 713	28 965	-	4 049	15 854	6 952	8 903	128%	28 965
Community and public safety	8 880	28 677	-	364	3 855	6 882	(3 028)	-44%	28 677
Community and social services		1 450				348	(348)	-100%	1 450
Sport and recreation	1 743	14 187			666	3 405	(2 739)	-80%	14 187
Public safety	19	790		364	475	190	285	150%	790
Housing	7 118	12 250			2 715	2 940	(225)	-8%	12 250
Health							-		
Economic and environmental services	27 896	20 670	-	909	4 710	4 961	(251)	-5%	20 670
Planning and development	6 973	5 700		319	2 691	1 368	1 323	97%	5 700
Road transport	20 923	14 970		590	2 019	3 593	(1 574)	-44%	14 970
Environmental protection							-		
Trading services	88 628	135 659	-	7 255	37 395	32 558	4 836	15%	135 659
Electricity	32 411	37 505		1 316	7 143	9 001	(1 858)	-21%	37 505
Waste water management	20 304	37 032		2 392	13 617	8 888	4 729	53%	37 032
Waste management	1 859	1 690			119	406	(287)	-71%	1 690
Total Capital Expenditure - Standard Classification	154 117	213 971	-	12 578	61 814	51 353	10 461	20%	213 971
Funded by:									
National Government	17 443	20 171		1 100	13 113	4 841	8 272	171%	20 171
Provincial Government	6 348	21 100		364	3 189	5 064	(1 875)	-37%	21 100
Transfers recognised - capital	23 791	41 271	-	1 464	16 303	9 905	6 398	65%	41 271
Public contributions & donations	4 966	9 700		625	7 312	2 328	4 984	214%	9 700
Borrowing	86 942	117 000		7 319	29 083	28 080	1 003	4%	117 000
Internally generated funds	38 418	46 000		3 170	9 115	11 040	(1 925)	-17%	46 000
Total Capital Funding	154 117	213 971	-	12 578	61 814	51 353	10 461	20%	213 971

The capital expenditure is 20%, R10.9 million above the year-to-date budget compared to the spending levels at the same time in the previous financial year.

4.1.6 Table C6: Monthly Budget Statement - Financial Position

WC032 Overstrand - Table C6 Monthly Budget Statement - Financial Position - M06 December

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		23 761	13 404
Call investment deposits	50 000			70 532	
Consumer debtors	44 123	42 000		51 568	42 000
Other debtors	46 752	42 000		41 238	42 000
Current portion of long-term receivables	24				
Inventory	3 793	4 500		6 503	4 500
Total current assets	164 695	101 904	-	193 602	101 904
Non current assets					
Long-term receivables	147	174		170	174
Investments	1 262	6 973		3 114	6 973
Investment property	87 289	66 838		87 289	66 838
Investments in Associate					
Property, plant and equipment	3 013 259	3 085 654		3 019 100	3 085 654
Agricultural					
Biological assets					
Intangible assets	2 838	2 577		2 838	2 577
Other non-current assets	27 902	30 000		27 902	30 000
Total non current assets	3 132 697	3 192 217	-	3 140 413	3 192 217
TOTAL ASSETS	3 297 392	3 294 121	-	3 334 016	3 294 121
LIABILITIES					
Current liabilities					
Bank overdraft					
Borrowing	14 218	13 519		20 711	13 519
Consumer deposits	18 363	18 000		25 074	18 000
Trade and other payables	83 571	66 300		48 471	66 300
Provisions	9 898				
Total current liabilities	126 049	97 819	-	94 256	97 819
Non current liabilities					
Borrowing	247 081	348 379		293 476	348 379
Provisions	110 129	100 845		119 114	100 845
Total non current liabilities	357 210	449 223	-	412 590	449 223
TOTAL LIABILITIES	483 259	547 043	-	506 846	547 043
NET ASSETS	2 814 133	2 747 078	-	2 827 170	2 747 078
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	2 497 045	2 429 983		2 510 078	2 429 983
Reserves	317 089	317 094		317 092	317 094
TOTAL COMMUNITY WEALTH/EQUITY	2 814 133	2 747 078	-	2 827 170	2 747 078

The statement of financial position is in line with expectations at this point of the financial year.

4.1.7 Table C7: Monthly Budget Statement - Cash Flow
WC032 Overstrand - Table C7 Monthly Budget Statement - Cash Flow - M06 December

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		46 671	287 771	192 944	94 826	49%	554 032
Government - operating		59 292	49 811		10 817	25 791	14 088	11 703	83%	49 811
Government - capital		32 357	41 371		2 969	21 789	13 090	8 699	66%	41 371
Interest		6 168	5 445		639	3 361	2 217	1 144	52%	5 445
Dividends								-		
Payments										
Suppliers and employees		(524 052)	(529 732)		(43 180)	(290 135)	(189 672)	100 463	-53%	(529 732)
Finance charges		(19 373)	(32 665)		(6 077)	(9 966)	(3 889)	6 077	-156%	(32 665)
Transfers and Grants		(23 620)	(25 000)		(2 291)	(13 671)	(9 122)	4 549	-50%	(25 000)
NET CASH FROM/(USED) OPERATING ACTIVITIES		66 309	63 262	-	9 550	24 939	19 656	5 284	27%	63 262
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		23 447	36 000		58	3 415	3 357	58	2%	36 000
Decrease (Increase) in non-current debtors		17 137						-		
Decrease (increase) other non-current receivables		29	-		0	1	0	1	436%	
Decrease (increase) in non-current investments		(1 262)	(2 894)		(405)	(1 852)	(1 039)	(813)	78%	(2 894)
Payments										
Capital assets		(150 307)	(204 371)		(12 578)	(61 814)	(35 369)	26 445	-75%	(204 371)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(110 956)	(171 265)	-	(12 924)	(60 249)	(33 050)	27 199	-82%	(171 265)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								-		
Borrowing long term/refinancing		90 000	115 000			60 000		60 000	#DIV/0!	115 000
Increase (decrease) in consumer deposits		4 469	2 000		832	6 711	5 600	1 111	20%	2 000
Payments										
Repayment of borrowing		(9 442)	(13 159)		(5 117)	(7 112)	(1 994)	5 117	-257%	(13 159)
NET CASH FROM/(USED) FINANCING ACTIVITIES		85 027	103 841	-	(4 285)	59 599	3 606	(55 993)	-1553%	103 841
NET INCREASE/ (DECREASE) IN CASH HELD										
Cash/cash equivalents at beginning:		29 623	17 566			70 004	17 566			70 004
Cash/cash equivalents at month/year end:		70 004	13 404			94 293	7 777			65 841

Table C7 balances to the current Cashbook balance, shown in the 'YTD actual' column which is R94,3 million. The year-to-date budget reflects negative cash flow due to the opening balance not yet being adjusted to reflect the final cash balance at the previous year end. This adjustment will be effected with the adjustment budget in February 2012.

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 - M06 December

Description	Budget Year 2011/12											
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June
R thousands	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget
Cash Receipts By Source												
Property rates	10 581	11 376	11 678	11 798	10 965	11 480	11 640	11 714	11 762	11 736	11 732	14 221
Property rates - penalties & collection char	79	88	87	85	79	83	77	77	77	77	77	35
Service charges - electricity revenue	13 201	20 809	20 596	22 158	17 623	17 418	25 451	18 627	15 197	17 495	18 655	25 793
Service charges - water revenue	4 839	6 694	5 996	7 013	6 748	6 634	10 431	9 543	8 624	8 605	8 124	12 255
Service charges - sanitation revenue	3 331	4 782	4 299	4 682	4 498	4 771	6 194	5 298	5 320	5 308	4 994	8 902
Service charges - refuse	2 833	3 327	3 183	3 499	3 256	3 340	3 487	3 509	3 524	3 516	3 515	5 157
Service charges - other												-
Rental of facilities and equipment	559	528	411	504	562	1 423	692	449	449	483	483	363
Interest earned - external investments	305	383	246	511	317	465	218	218	218	218	218	(700)
Interest earned - outstanding debtors	172	192	198	209	188	174	235	235	235	235	235	515
Dividends received												-
Fines	426	604	656	588	617	410	470	470	470	470	470	(10)
Licences and permits	146	138	156	142	123	113	144	144	144	144	144	193
Agency services	139	175	156	155	162	159	153	153	153	153	153	124
Transfer receipts - operating	12 982	465	244	397	886	10 817	4 969	-	12 423	4 969	-	1 539
Other revenue	9 293	3 176	(151)	1 816	1 513	840	2 243	2 243	2 061	2 061	2 061	(3 880)
Cash Receipts by Source	58 885	52 735	47 755	53 557	47 538	58 128	66 404	52 681	60 656	55 470	50 861	64 506
Other Cash Flows by Source												-
Transfer receipts - capital		2 042	7 678	2 145	4 640	2 969	2 064	-	2 064	2 064	-	15 605
Contributions & Contributed assets				1 225	1 089	-	-	-	2 910	-	-	4 476
Proceeds on disposal of PPE	83	-	2 200	679	-	58	2 833	2 833	2 833	2 833	2 833	16 813
Short term loans												-
Borrowing long term/refinancing					60 000	-		57 000				-
Increase in consumer deposits	787	1 945	3 091	(223)	279	832	250	250	250	250	250	(4 961)
Receipt of non-current debtors												3 962
Receipt of non-current receivables	5	0	0	0	1	0						(6)
Change in non-current investments	(126)	(127)	(377)	(408)	(408)	(405)	(265)	(265)	(265)	(265)	(265)	(6)
Total Cash Receipts by Source	59 635	56 595	60 347	56 974	113 139	61 582	71 286	112 498	68 448	60 352	53 679	100 390
Cash Payments by Type												-
Employee related costs	13 120	15 318	14 822	14 759	24 363	15 644	14 690	14 690	14 690	14 690	14 690	12 399
Remuneration of councillors	534	534	515	541	534	534	572	572	572	572	572	809
Interest paid	139	-	3 934	(184)	-	6 077	3 920	-	327	6 533	-	11 919
Bulk purchases - Electricity	1 360	16 772	15 188	9 310	8 312	8 926	10 381	7 786	7 786	7 786	9 083	27 073
Bulk purchases - Water & Sewer												-
Other materials												-
Contracted services	338	1 127	1 281	1 109	1 159	1 296	1 174	1 320	1 320	1 467	1 760	1 319
Grants and subsidies paid - other municipalities												-
Grants and subsidies paid - other	2 152	2 317	2 364	2 290	2 258	2 291	2 083	2 083	2 083	2 083	2 083	912
General expenses	29 326	50 265	21 073	22 940	20 907	16 780	20 667	22 902	22 902	25 137	29 607	(25 557)
Cash Payments by Type	46 968	86 334	59 177	50 765	57 533	51 547	53 487	49 354	49 680	58 268	57 796	28 875
Other Cash Flows/Payments by Type												
Capital assets	1 052	3 829	17 318	13 422	13 868	12 578	17 118	17 118	21 397	25 677	25 677	48 598
Repayment of borrowing	727	-	545	723	-	5 117	457	457	457	457	457	(3 914)
Other Cash Flows/Payments	(37 519)	-										37 519
Total Cash Payments by Type	11 228	90 163	77 039	64 910	71 401	69 242	71 062	66 928	71 534	84 401	83 929	111 079
NET INCREASE/(DECREASE) IN CASH	48 406	(33 568)	(16 692)	(7 936)	41 738	(7 660)	224	45 570	(3 086)	(24 049)	(30 250)	(10 689)
Cash/cash equivalents at the month/year t	70 004	118 410	84 842	68 151	60 215	101 953	94 293	94 517	140 087	137 001	112 951	82 702
Cash/cash equivalents at the month/year €	118 410	84 842	68 151	60 215	101 953	94 293	94 517	140 087	137 001	112 951	82 702	72 013

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 - M06 December

Description	NT Code	Budget Year 2011/12							
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr
R thousands									
Debtors Age Analysis By Revenue Source									
Rates	1200	10 062	537	324	273	241	213	893	1 419
Electricity	1300	16 830	766	276	223	174	114	549	1 045
Water	1400	8 617	520	374	303	600	247	1 392	2 920
Sewerage / Sanitation	1500	5 241	353	247	204	186	154	754	1 431
Refuse Removal	1600	3 480	203	141	115	102	85	419	1 001
Housing (Rental Revenue)	1700	124	17	15	15	13	9	24	56
Other	1900	(2 888)	329	333	145	190	448	897	3 752
Total By Revenue Source	2000	41 467	2 724	1 710	1 278	1 506	1 270	4 927	11 624
2010/11 - totals only		39 393	2 588	1 624	1 214	1 430	1 207	4 681	11 043
Debtors Age Analysis By Customer Category									
Government	2200	1 304	49	32	41	382	44	201	772
Business	2300	11 082	496	111	80	49	42	141	288
Households	2400	29 079	2 179	1 567	1 157	1 075	1 185	4 585	10 564
Other	2500	2	-	-	-	-	-	-	-
Total By Customer Category	2600	41 467	2 724	1 710	1 278	1 506	1 270	4 927	11 624

Section 6 – Creditors' analysis

6.1 Supporting Table SC4

WC032 Overstrand - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

Description	NT Code	Budget Year 2011/12									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	9 623								9 623	7 750
Bulk Water	0200									-	-
PAYE deductions	0300	1 701								1 701	1 446
VAT (output less input)	0400									-	-
Pensions / Retirement deductions	0500	2 582								2 582	2 375
Loan repayments	0600									-	2 094
Trade Creditors	0700	43 335								43 335	40 940
Auditor General	0800	845								845	1 054
Other	0900									-	-
Total By Customer Type	2600	58 086	-	-	-	-	-	-	-	58 086	55 658

Supporting Table SC4 reflects creditors paid during December 2011.

The payment of creditors are within requirements of the MFMA.

Section 7 – Investment portfolio analysis

7.1 Supporting Table C5

WC032 Overstrand - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M06 December

Investments by maturity Name of institution & investment ID R thousands	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							
Municipality									
LIBERTY 15934476		15 YEARS		01/09/2025			1 896	125	2 021
LIBERTY 21196964		14 YEARS		01/09/2025			752	250	1 002
MOMENTUM MP 3853776		14 YEARS		01/07/2026			61	30	91
ABSA 4074809272		DAILY	CALL			5.3%	40 429		40 429
STANDARD BANK 288434005-004		30DAYS	FIXED	30/12/2011	181	5.5%	40 000	(40 181)	–
NEDBANK 1232086916		31DAYS	FIXED	30/12/2012		5.7%		30 000	30 000
Municipality sub-total					181		83 138	(9 776)	73 543
TOTAL INVESTMENTS AND INTEREST	2				181		83 138	(9 776)	73 543

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 - M06 December

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	-	10 385	25 407	25 407	-		33 732
Equitable share		26 920	31 156		10 385	23 367	23 367	-		31 156
Finance Management grant	3	1 000	1 250		-	1 250	1 250	-		1 250
Municipal Systems Improvement		750	790		-	790	790	-		790
EPWP			536					-		536
Provincial Government:		33 616	15 959	-	494	6 380	6 380	-		15 959
Housing		32 836	15 176		494	5 814	5 814	-		15 176
Public Library Services Grant		608	640		-	488	488	-		640
Community Development Worker		100	78		-	78	78	-		78
Main Road Subsidy	4	40	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	-	10 879	31 787	31 787	-		49 691
Capital Transfers and Grants										
National Government:		23 784	20 171	-	3 217	16 601	16 601	-		20 171
Municipal Infrastructure Grant (MIG)		9 209	13 971		3 057	13 971	13 971	-		13 971
Integrated National Electricity Grant		3 639	2 000		-	2 000	2 000	-		2 000
Neighbourhood Development Grant		10 936	4 200		160	630	630	-		4 200
Other capital transfers [insert description]								-		
Provincial Government:		-	21 100	-	-	-	-	-		21 100
Housing			21 100					-		21 100
District Municipality:		-	-	-	-	-	-	-		-
Other grant providers:		1 000	-	-	-	-	-	-		-
Total Capital Transfers and Grants	5	24 784	41 271	-	3 217	16 601	16 601	-		41 271
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	87 070	90 962	-	14 096	48 388	48 388	-		90 962

The receipt of grants 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 - M06 December

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	–	2 664	14 458	14 458	–		33 732
Equitable share		28 067	31 156		2 291	13 671	13 671	–		31 156
Finance Management grant		1 000	1 250		67	480	480	–		1 250
Municipal Systems Improvement		750	790		307	307	307	–		790
EPWP			536					–		536
Provincial Government:		29 700	15 959	–	29	1 293	1 293	–		15 959
Housing		28 845	15 176		–	1 024	1 024	–		15 176
Community Development Worker		100	78		4	31	31	–		640
Main Road Subsidy		40	65		25	25	25	–		78
Cleanest Town Competition/ Housing Consumer Education		75			–	7	7	–		65
Public Library Service Grant/ Provincial Fire Victims Grant		640	640		–	207	207	–		
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total operating expenditure of Transfers and Grants:		59 517	49 691	–	2 693	15 751	15 751	–		49 691
Capital expenditure of Transfers and Grants										
National Government:		17 243	20 171	–	4 068	14 787	14 787	–		20 171
0								–		
Municipal Infrastructure Grant (MIG)		6 631	13 971		1 749	10 096	10 096	–		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		319	2 691	2 691	–		4 200
Provincial Government:		6 837	21 100	–	–	2 715	2 715	–		21 100
Housing		6 837	21 100		–	2 715	2 715	–		21 100
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		19	–	–	–	–	–	–		–
<i>Mobility Strategy (Pound)</i>		19						–		
Total capital expenditure of Transfers and Grants		24 099	41 271	–	4 068	17 502	17 502	–		41 271
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		83 616	90 962	–	6 762	33 253	33 253	–		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 - M06 December

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		384	2 303	2 325	(22)	-1%	4 650
Pension Contributions			172		11	59	86	(27)	-32%	172
Medical Aid Contributions			69		5	30	35	(4)	-12%	69
Motor vehicle allowance			1 630		134	800	815	(16)	-2%	1 630
Cell phone and other allowances			349		28	168	174			349
Housing allowance					-			#VALUE!	#VALUE!	
Sub Total - Councillors		4 840	6 871	-	562	3 360	3 435	(75)	-2%	6 871
% increase	4		42.0%							42.0%
Senior Managers of the Municipality										
Salary		5 505	5 641		475	2 850	3 056	(206)	-7%	5 641
Pension Contributions		1 211	828		72	432	448	(16)	-4%	828
Medical Aid Contributions			169		14	84	91	(8)	-8%	169
Motor vehicle and cell phone		572	584		42	252	316	(64)	-20%	584
Housing allowance					-	-	-	-		
Performance Bonus		7			-	-	-	-		
Other benefits or allowances		25	112		10	60	61	(0)	0%	112
In-kind benefits					-	-	-	-		
Sub Total - Senior Managers of Municipality		7 320	7 334	-	613	3 678	3 972	(294)	-7%	7 334
% increase	4		0.2%							0.2%
Other Municipal Staff										
Basic Salaries and Wages		106 593	109 644		10 190	57 690	59 390	(1 701)	-3%	109 644
Pension Contributions		26 519	20 922		1 650	9 803	11 333	(1 529)	-13%	20 922
Medical Aid Contributions		7 007	9 810		582	3 547	5 314	(1 767)	-33%	9 810
Motor vehicle and cell phone		7 026	8 161		690	4 074	4 421	(347)	-8%	8 161
Housing allowance		968	1 374		85	510	744	(234)	-31%	1 374
Overtime		10 485	8 501		847	4 063	4 604	(541)	-12%	8 501
Performance Bonus		8 028	9 689		13	9 136	5 248	3 888	74%	9 689
Other benefits or allowances		11 920	8 556		789	4 444	4 635	(190)	-4%	8 556
In-kind benefits					-	-	-	-		
Sub Total - Other Municipal Staff		178 546	176 657	-	14 847	93 268	95 689	(2 421)	-3%	176 657
% increase	4		-1.1%							-1.1%
Total Parent Municipality		190 706	190 861	-	16 022	100 306	103 097	(2 791)	-3%	190 861
Unpaid salary, allowances & benefits in arrears:										
Total Municipal Entities		-	-	-	-	-	-	-		-
TOTAL SALARY, ALLOWANCES & BENEFITS		190 706	190 861	-	16 022	100 306	103 097	(2 791)	-3%	190 861
% increase	4		0.1%							0.1%
TOTAL MANAGERS AND STAFF		185 866	183 990	-	15 460	96 946	99 662			183 990

Note: The annual wage increase for councillors has not yet been implemented.

Section 10 – Capital programme performance

10.1 Supporting Table SC12

WC032 Overstrand - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M06 December

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	6 419		1 052	1 052	6 419	5 367	83.6%	0%
August	3 077	6 419		3 577	4 629	12 838	8 209	63.9%	2%
September	4 564	6 419		17 318	21 947	19 257	(2 689)	-14.0%	10%
October	7 478	10 699		13 422	35 369	29 956	(5 413)	-18.1%	17%
November	9 320	10 699		13 868	49 236	40 654	(8 582)	-21.1%	23%
December	15 257	10 699		12 578	61 814	51 353	(10 461)	-20.4%	29%
January	5 959	17 118				68 471	-		
February	5 131	17 118				85 588	-		
March	9 228	17 118				102 706	-		
April	15 424	32 096				134 802	-		
May	10 402	32 096				166 897	-		
June	67 152	47 074				213 971	-		
Total Capital expenditure	154 117	213 971	-	61 814					

10.2.1 Supporting Table SC13a

WC032 Overstrand - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M06

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									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		109 551	150 629	–	7 845	39 414	36 151	(3 263)	-9.0%	150 629
Infrastructure - Road transport		26 085	22 538	–	1 095	3 211	5 409	2 198	40.6%	22 538
<i>Roads, Pavements & Bridges</i>		20 923	14 970		590	2 019	3 593	1 574	43.8%	14 970
<i>Storm water</i>		5 162	7 568		505	1 192	1 816	624	34.4%	7 568
Infrastructure - Electricity		32 411	37 505	–	1 316	7 143	9 001	1 858	20.6%	37 505
<i>Generation</i>								–		
<i>Transmission & Reticulation</i>		32 411	37 505		1 316	7 143	9 001	1 858	20.6%	37 505
<i>Street Lighting</i>								–		
Infrastructure - Water		34 053	59 433	–	3 548	16 516	14 264	(2 252)	-15.8%	59 433
<i>Dams & Reservoirs</i>								–		
<i>Water purification</i>		34 053	59 433		3 548	16 516	14 264	(2 252)	-15.8%	59 433
<i>Reticulation</i>								–		
Infrastructure - Sanitation		15 142	29 464	–	1 887	12 425	7 071	(5 354)	-75.7%	29 464
<i>Reticulation</i>								–		
<i>Sewerage purification</i>		15 142	29 464		1 887	12 425	7 071	(5 354)	-75.7%	29 464
Infrastructure - Other		1 859	1 690	–	–	119	406	287	70.7%	1 690
<i>Waste Management</i>		1 859	1 690			119	406	287	70.7%	1 690
Community		8 880	28 677	–	364	3 855	6 882	3 028	44.0%	28 677
Parks & gardens								–		
Sportsfields & stadia		1 743	13 300			666	3 192	2 526	79.2%	13 300
Swimming pools			887				213	213	100.0%	887
Community halls			450				108	108	100.0%	450
Security and policing		19	790		364	475	190	(285)	-150.3%	790
Cemeteries			1 000				240	240	100.0%	1 000
Social rental housing		7 118	12 250			2 715	2 940	225	7.7%	12 250
Heritage assets		–	–	–	–	–	–	–		–
Investment properties		–	–	–	–	–	–	–		–
Other assets		35 686	34 076	–	4 368	18 545	8 178	(10 367)	-126.8%	34 076
General vehicles		2 229	7 455		2 624	5 708	1 789	(3 919)	-219.0%	7 455
Computers - hardware/equipment			2 338				561	561	100.0%	2 338
Surplus Assets - (Investment or Inventory)			5 523		161	1 307	1 325	18	1.4%	5 523
Other		33 457	18 760		1 583	11 529	4 502	(7 027)	-156.1%	18 760
Agricultural assets		–	–	–	–	–	–	–		–
Biological assets		–	–	–	–	–	–	–		–
Intangibles		–	589	–	–	–	141	141	100.0%	589
Computers - software & programming			589				141	141	100.0%	589
Other								–		
Total Capital Expenditure on new assets	1	154 117	213 971	–	12 578	61 814	51 353	(10 461)	-20.4%	213 971

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	-	3 495	12 669	17 227	4 558	26.5%	41 344
Infrastructure - Road transport		25 980	25 335	-	1 649	5 791	10 556	4 765	45.1%	25 335
<i>Roads, Pavements & Bridges</i>		25 391	24 589		1 592	5 459	10 245	4 786	46.7%	24 589
<i>Storm water</i>		588	746		57	332	311	(21)	-6.7%	746
Infrastructure - Electricity		3 998	4 613	-	325	2 386	1 922	(464)	-24.1%	4 613
<i>Generation</i>		3 998	4 613		325	2 386	1 922	(464)	-24.1%	4 613
<i>Transmission & Reticulation</i>								-		
<i>Street Lighting</i>								-		
Infrastructure - Water		3 568	6 486	-	678	1 765	2 702	937	34.7%	6 486
<i>Dams & Reservoirs</i>		3 568	6 486		678	1 765	2 702	937	34.7%	6 486
<i>Water purification</i>								-		
<i>Reticulation</i>								-		
Infrastructure - Sanitation		3 564	3 476	-	722	2 152	1 448	(704)	-48.6%	3 476
<i>Reticulation</i>		3 564	3 476		722	2 152	1 448	(704)	-48.6%	3 476
<i>Sewerage purification</i>								-		
Infrastructure - Other		1 162	1 434	-	121	574	597	23	3.9%	1 434
<i>Waste Management</i>		1 162	1 434		121	574	597	23	3.9%	1 434
Community		3 574	5 422	-	707	2 439	2 259	(180)	-8.0%	5 422
Parks & gardens		993	1 460		118	678	608	(69)	-11.4%	1 460
Sportsfields & stadia		399	497		68	238	207	(31)	-14.8%	497
Swimming pools		312	359		37	65	150	85	56.7%	359
Community halls		1 017	970		74	367	404	37	9.2%	970
Libraries		110	81		14	65	34	(31)	-92.1%	81
Recreational facilities								-		
Fire, safety & emergency		641	598		26	233	249	17	6.6%	598
Security and policing			384		55	219	160	(59)	-37.1%	384
Cemeteries		103	54		6	22	23	1	3.8%	54
Social rental housing								-		
Other			1 019		309	554	425	(129)	-30.4%	1 019
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		199	275	-	10	41	115	73	63.8%	275
Housing development		199	275		10	41	115	73	63.8%	275
Other								-		
Other assets		16 503	18 179	-	765	5 810	7 575	1 764	23.3%	18 179
General vehicles		4 600	5 073		407	2 278	2 114	(165)	-7.8%	5 073
Computers - hardware/equipment		4 215	5 518		186	2 702	2 299	(403)	-17.5%	5 518
Other Buildings		1 449	853		75	594	355	(238)	-67.1%	853
Other		6 239	6 736		97	236	2 807	2 571	91.6%	6 736
Agricultural assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure		58 547	65 220	-	4 978	20 960	27 175	6 215	22.9%	65 220

Section 11 – SDBIP

11.1 The results of the SDBIP for the second quarter ended 31 December 2011 are included in a separate comprehensive report that will serve before Council.

Section 12 – Other supporting documentation

12.1 Other information

No additional information for December 2011

Section 13 – Municipal manager’s quality certification

QUALITY CERTIFICATE

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

The Quarterly Budget Report

for the period ending December 2011 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: _____