

OVERSTRAND MUNICIPALITY



Monthly Budget Statement May 2013

In-Year Report of the Municipality

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

Table of Contents

Glossary	3
PART 1 – IN-YEAR REPORT	5
Executive Summary	5
In-year budget statement tables.....	7
PART 2 – SUPPORTING DOCUMENTATION	16
Debtors' analysis	16
Creditors' analysis	17
Investment portfolio analysis	18
Allocation and grant receipts and expenditure	19
Councillor allowances and employee benefits	21
Material variances to the SDBIP.....	22
Municipal financial performance.....	23
Capital programme performance	24
Other supporting documentation	29
Municipal manager's quality certification	32

Glossary

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

Budget – The financial plan of the Municipality.

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

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

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

FMG – Financial Management Grant.

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

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

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

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

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

MIG – Municipal Infrastructure Grant.

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

NDPG – Neighbourhood Development Partnership Grant.

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

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

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

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

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

YTD – Year to date

PART 1 – IN-YEAR REPORT

Executive Summary

Revenue by Source

The Year-to-Date actual revenue is at 100.03% compared to the YTD budget.

Borrowings

The balance of borrowings amounts to R382,1m at the end of May 2013.

Operating expenditure by vote & type

Current expenditure is 2.28% below YTD budget projections for May 2013. This is not regarded as material.

Capital expenditure

YTD expenditure on capital amounts to R100,4 million, or 60%, of a total budget of R167,5m. The current capital commitments of orders in progress amounts to R47,6m, giving total capital spent and committed at 88% at the end of May 2013. An amount of R9,791m has been identified during the 2013/2014 budget process for roll over. When this is taken into account the capital spending is estimated at 93,8%. The expenditure is funded by means of grants, public contributions, borrowings and internally generated cash.

Allocations received (National & Provincial Grants)

All DORA allocations for 2012/2013 have been received.

Spending on Grants

Spending on grants amounts to R6,2m for May 2013.

Material variances

The table below summarises variances for projected revenue and expenditure.

WC032 Overstrand - Supporting Table SC1 Material variance explanations - M11 May

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
<u>Revenue By Source</u>	0%	Not Material	Not required
<u>Expenditure By Type</u>	-2%	Not Material	Not required
<u>Capital Expenditure</u>	-18%	Capital Spending including commitments is at 88% Less roll-overs the spending stands at 93,8%	Remark: Actual Payments to be monitored R9,791m identified for roll-over during budget process

Performance in relation to SDBIP targets

No material variances for the SDBIP to be reported.

Remedial or corrective steps

No remedial or corrective steps are required at this time. The payment rate of capital expenditure is being closely monitored and roll over amounts were identified during the 2013/2014 budget process.

In-year budget statement tables

Table C1: s71 Monthly Budget Statement Summary

WC032 Overstrand - Table C1 Monthly Budget Statement Summary - M11 May

Description	2011/12	Budget Year 2012/13							
	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	137 506	148 024	119 129	9 739	107 614	107 560	54	0%	119 129
Service charges	405 670	460 017	447 228	34 092	400 556	399 942	614	0%	447 228
Investment revenue	9 210	7 420	9 920	869	9 344	9 093	250	3%	9 920
Transfers recognised - operational	36 492	41 033	41 958	960	40 199	40 199	-		41 658
Other own revenue	26 459	38 933	39 347	2 957	34 465	34 951	(486)	-1%	39 647
Total Revenue (excluding capital transfers and contributions)	615 337	695 427	657 582	48 619	592 178	591 746	433	0%	657 582
Employee costs	207 938	229 091	227 845	18 140	206 491	206 638	(147)	-0%	227 845
Remuneration of Councillors	6 717	7 071	7 101	592	6 509	6 509	(0)	-0%	7 101
Depreciation & asset impairment	100 669	107 515	107 417	8 951	98 466	98 466	-		107 417
Finance charges	31 727	38 054	38 054	-	23 482	23 482	-		38 054
Materials and bulk purchases	181 772	157 118	157 000	10 842	130 782	131 387	(605)	-0%	157 000
Transfers and grants	28 454	28 000	35 975	2 771	32 519	32 519	-		35 975
Other expenditure	204 995	224 206	185 588	19 405	140 549	154 740	(14 191)	-9%	185 588
Total Expenditure	762 273	791 055	758 982	60 702	638 799	653 742	(14 943)	-2%	758 982
Surplus/(Deficit)	(146 936)	(95 627)	(101 399)	(12 083)	(46 621)	(61 996)	15 375	-25%	(101 399)
Transfers recognised - capital	58 931	64 042	61 399	4 984	46 828	46 828	-		60 899
Contributions & Contributed assets	14 300	6 600	-	251	251	251	-		500
Surplus/(Deficit) after capital transfers & contributions	(73 705)	(24 985)	(40 000)	(6 848)	457	(14 918)	15 375	-103%	(40 000)
Surplus/ (Deficit) for the year	(73 705)	(24 985)	(40 000)	(6 848)	457	(14 918)	15 375	-103%	(40 000)
Capital expenditure & funds sources									
Capital expenditure	163 295	169 043	167 500	17 343	100 477	122 014	(21 537)	-18%	167 501
Capital transfers recognised	20 447	62 459	72 267	(1 738)	47 079	55 144	(8 066)	-15%	61 540
Public contributions & donations	7 546	8 183	516	242	251	430	(179)	-42%	500
Borrowing	99 489	83 901	77 146	17 928	43 616	51 921	(8 306)	-16%	87 805
Internally generated funds	35 812	14 500	17 572	911	9 532	14 518	(4 986)	-34%	17 656
Total sources of capital funds	163 295	169 043	167 500	17 343	100 477	122 014	(21 537)	-18%	167 501
Financial position									
Total current assets	210 056	168 534	188 406		239 056				188 406
Total non current assets	3 185 767	3 217 794	3 176 849		3 192 787				3 176 849
Total current liabilities	136 076	128 739	119 548		133 397				119 548
Total non current liabilities	451 677	490 304	493 437		490 796				493 437
Community wealth/Equity	2 808 069	2 767 284	2 752 270		2 807 651				2 752 270
Cash flows									
Net cash from (used) operating	99 941	107 245	96 321	11 132	103 314	79 582	23 732	30%	96 321
Net cash from (used) investing	(151 794)	(160 205)	(158 662)	(17 818)	(105 461)	(125 687)	20 226	-16%	(158 662)
Net cash from (used) financing	108 549	38 460	37 160	38 709	28 845	29 650	(806)	-3%	37 160
Cash/cash equivalents at the month/year end	126 699	87 646	101 518	-	153 397	110 245	43 153	39%	101 518
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	34 216	2 040	1 218	946	922	873	3 844	15 727	59 786
Creditors Age Analysis									
Total Creditors	50 421	-	-	-	-	-	-	-	50 421

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

WC032 Overstrand - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M11 May

Description	2011/12	Budget Year 2012/13							
	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	194 017	213 907	179 290	11 844	164 769	164 529	240	0%	179 290
Executive and council	31 553	40 194	37 802	24	36 760	36 760	-		37 802
Budget and treasury office	147 583	164 346	138 372	11 620	125 629	125 111	518	0%	138 372
Corporate services	14 881	9 367	3 117	200	2 380	2 658	(278)	-10%	3 117
Community and public safety	22 776	36 058	48 227	5 371	36 621	37 030	(410)	-1%	48 227
Community and social services	2 155	2 042	2 292	419	2 429	2 101	328	16%	2 292
Sport and recreation	6 608	8 808	9 215	633	7 288	7 679	(390)	-5%	9 215
Public safety	10 048	11 288	12 467	1 099	10 436	10 783	(347)	-3%	12 467
Housing	3 965	13 919	24 254	3 220	16 467	16 467	-		24 254
Economic and environmental services	16 246	20 555	19 985	1 971	15 863	16 095	(232)	-1%	19 985
Planning and development	12 084	8 464	9 393	661	8 457	8 440	17	0%	9 393
Road transport	3 863	12 029	10 529	1 310	7 341	7 589	(249)	-3%	10 529
Environmental protection	299	63	63	1	65	65	-		63
Trading services	455 529	495 549	471 480	34 668	422 005	421 171	834	0%	471 480
Electricity	227 884	263 628	255 520	19 060	226 008	226 561	(553)	0%	255 520
Water	108 343	114 629	100 611	6 497	89 545	88 873	671	1%	100 611
Waste water management	79 221	69 723	68 280	5 220	63 268	62 590	678	1%	68 280
Waste management	40 081	47 569	47 069	3 892	43 183	43 146	37	0%	47 069
Other	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	688 567	766 069	718 982	53 854	639 257	638 824	433	0%	718 982
Expenditure - Standard									
Governance and administration	125 277	130 149	112 140	8 647	89 515	91 375	(1 861)	-2%	112 140
Executive and council	53 351	46 850	62 267	4 881	55 342	55 426	(83)	0%	62 267
Budget and treasury office	43 978	52 213	21 732	1 331	16 439	17 658	(1 219)	-7%	21 732
Corporate services	27 948	31 087	28 141	2 435	17 734	18 292	(559)	-3%	28 141
Community and public safety	138 824	102 612	99 270	7 231	85 277	87 589	(2 312)	-3%	99 270
Community and social services	28 217	32 509	29 319	2 341	26 017	26 387	(370)	-1%	29 319
Sport and recreation	18 030	24 049	21 615	1 380	18 025	18 643	(618)	-3%	21 615
Public safety	36 785	39 804	42 284	3 202	37 198	38 522	(1 323)	-3%	42 284
Housing	55 792	6 250	6 052	308	4 036	4 036	-		6 052
Economic and environmental services	124 769	132 649	130 561	14 945	108 995	107 375	1 621	2%	130 561
Planning and development	33 459	31 334	31 424	2 520	25 897	27 193	(1 296)	-5%	31 424
Road transport	85 308	93 215	92 252	11 724	77 290	74 186	3 104	4%	92 252
Environmental protection	6 002	8 100	6 885	700	5 808	5 996	(187)	-3%	6 885
Trading services	373 403	425 644	417 011	29 879	355 012	367 403	(12 391)	-3%	417 011
Electricity	200 844	227 137	225 211	15 370	188 503	197 259	(8 757)	-4%	225 211
Water	80 360	89 359	86 469	5 938	74 357	75 300	(943)	-1%	86 469
Waste water management	48 241	59 263	58 592	4 713	49 977	52 001	(2 024)	-4%	58 592
Waste management	43 959	49 886	46 738	3 858	42 176	42 843	(667)	-2%	46 738
Other	-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	762 273	791 055	758 982	60 702	638 799	653 742	(14 943)	-2%	758 982
Surplus/ (Deficit) for the year	(73 705)	(24 985)	(40 000)	(6 848)	457	(14 918)	15 375	-103%	(40 000)

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

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

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

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

WC032 Overstrand - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M11 May

Vote Description	2011/12	Budget Year 2012/13							
	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	31 483	40 131	37 738	24	36 697	36 697	-		37 738
Vote 2 - Municipal Manager	-	-	-	-	-	-	-		-
Vote 3 - Management Services	1 264	1 488	1 638	81	1 100	1 658	(558)	-33.7%	1 638
Vote 4 - Finance	147 583	164 346	138 372	11 620	125 629	125 111	518	0.4%	138 372
Vote 5 - Community Services	245 739	269 865	263 588	21 310	230 685	229 399	1 286	0.6%	263 588
Vote 6 - Local Economic Development	5 402	4 105	5 127	283	4 460	4 460	-		5 127
Vote 7 - Infrastructure & Planning	247 050	274 846	260 052	19 438	230 249	230 715	(466)	-0.2%	260 052
Vote 8 - Protection Services	10 048	11 288	12 467	1 099	10 436	10 783	(347)	-3.2%	12 467
Total Revenue by Vote	688 567	766 069	718 982	53 854	639 257	638 824	433	0.1%	718 982
Expenditure by Vote									
Vote 1 - Council	41 790	39 456	54 306	3 976	50 459	50 459	-		54 306
Vote 2 - Municipal Manager	940	1 454	977	100	731	818	(88)	-10.7%	977
Vote 3 - Management Services	12 515	11 193	7 716	547	2 144	2 643	(499)	-18.9%	7 716
Vote 4 - Finance	43 978	52 213	21 732	1 331	16 439	17 658	(1 219)	-6.9%	21 732
Vote 5 - Community Services	372 748	366 913	354 380	31 944	300 564	303 473	(2 910)	-1.0%	354 380
Vote 6 - Local Economic Development	5 347	8 364	7 905	828	6 578	6 578	-		7 905
Vote 7 - Infrastructure & Planning	248 170	271 660	269 681	18 776	224 686	233 590	(8 904)	-3.8%	269 681
Vote 8 - Protection Services	36 785	39 804	42 284	3 202	37 198	38 522	(1 323)	-3.4%	42 284
Total Expenditure by Vote	762 273	791 055	758 982	60 702	638 799	653 742	(14 943)	-2.3%	758 982
Surplus/ (Deficit) for the year	(73 705)	(24 985)	(40 000)	(6 848)	457	(14 918)	15 375	-103.1%	(40 000)

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

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

The Total Expenditure by Vote budget is not overspent.

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

WC032 Overstrand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M11 May

Description	2011/12	Budget Year 2012/13							
	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	136 511	147 024	118 129	9 670	106 762	106 710	52	0%	118 129
Property rates - penalties & collection charges	995	1 000	1 000	69	852	850	2	0%	1 000
Service charges - electricity revenue	224 957	260 510	253 485	19 060	225 638	224 968	669	0%	253 485
Service charges - water revenue	83 909	93 528	89 943	6 492	79 301	79 824	(523)	-1%	89 943
Service charges - sanitation revenue	39 922	58 680	57 007	4 652	52 731	52 257	474	1%	57 007
Service charges - refuse revenue	56 883	47 299	46 792	3 889	42 887	42 893	(6)	0%	46 792
Rental of facilities and equipment	6 732	8 011	8 192	297	6 999	7 509	(511)	-7%	8 192
Interest earned - external investments	6 879	5 215	7 715	689	7 300	7 072	228	3%	7 715
Interest earned - outstanding debtors	2 331	2 205	2 205	181	2 044	2 022	22	1%	2 205
Fines	5 278	6 229	6 249	573	5 283	5 546	(263)	-5%	6 249
Licences and permits	1 786	1 847	1 857	186	1 827	1 702	125	7%	1 857
Agency services	1 907	2 081	2 081	182	1 860	1 847	13	1%	2 081
Transfers recognised - operational	36 492	41 033	41 958	960	40 199	40 199	-		41 658
Other revenue	8 499	20 765	20 968	1 719	18 495	18 347	148	1%	21 268
Gains on disposal of PPE	2 256						-		
contributions)	615 337	695 427	657 582	48 619	592 178	591 746	433	0%	657 582
Expenditure By Type									
Employee related costs	207 938	229 091	227 845	18 140	206 491	206 638	(147)	0%	227 845
Remuneration of councillors	6 717	7 071	7 101	592	6 509	6 509	(0)	0%	7 101
Debt impairment	(190)	1 000	1 000	83	917	917	-		1 000
Depreciation & asset impairment	100 669	107 515	107 417	8 951	98 466	98 466	-		107 417
Finance charges	31 727	38 054	38 054	-	23 482	23 482	-		38 054
Bulk purchases	126 669	144 421	143 721	9 580	119 188	119 768	(580)	0%	143 721
Other materials	55 103	12 697	13 279	1 262	11 595	11 619	(25)	0%	13 279
Contracted services	24 777	69 426	71 861	10 355	51 293	59 884	(8 591)	-14%	71 861
Transfers and grants	28 454	28 000	35 975	2 771	32 519	32 519	-		35 975
Other expenditure	180 408	153 780	112 727	8 967	88 339	93 939	(5 600)	-6%	112 727
Loss on disposal of PPE							-		
Total Expenditure	762 273	791 055	758 982	60 702	638 799	653 742	(14 943)	-2%	758 982
Surplus/(Deficit)	(146 936)	(95 627)	(101 399)	(12 083)	(46 621)	(61 996)	15 375	(0)	(101 399)
Transfers recognised - capital	58 931	64 042	61 399	4 984	46 828	46 828	-		60 899
Contributions recognised - capital	14 300	6 600	-	251	251	251	-		500
Contributed assets							-		
Surplus/(Deficit) after capital transfers & Taxation	(73 705)	(24 985)	(40 000)	(6 848)	457	(14 918)	-		(40 000)
Surplus/(Deficit) after taxation	(73 705)	(24 985)	(40 000)	(6 848)	457	(14 918)			(40 000)
Surplus/(Deficit) attributable to municipality	(73 705)	(24 985)	(40 000)	(6 848)	457	(14 918)			(40 000)
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	(73 705)	(24 985)	(40 000)	(6 848)	457	(14 918)			(40 000)

The annual revenue budget is approved as 'Revenue by Source'. The year-to-date actual revenue reflects an achievement of 100.03% of the year-to-date budget. Current expenditure is 2.28%, R14.9m below year-to-date budget projections for May 2013. Performance of revenue by source compared to budget is as expected.

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) - M11 May

Vote Description	2011/12	Budget Year 2012/13							
	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	928	845	1 445	184	1 056	902	154	17%	1 445
Vote 4 - Finance	-	-	-	-	-	-	-	-	-
Vote 5 - Community Services	116 444	108 601	133 374	12 567	84 148	100 279	(16 130)	-16%	133 374
Vote 6 - Local Economic Development	2 864	2 418	3 388	-	2 995	1 835	1 160	63%	3 388
Vote 7 - Infrastructure & Planning	42 414	56 883	28 966	4 592	12 257	18 820	(6 563)	-35%	28 966
Vote 8 - Protection Services	645	297	327	-	20	177	(158)	-89%	327
Total Capital Multi-year expenditure	163 295	169 043	167 500	17 343	100 477	122 014	(21 537)	-18%	167 501
Total Capital Expenditure	163 295	169 043	167 500	17 343	100 477	122 014	(21 537)	-18%	167 501
Capital Expenditure - Standard Classification									
Governance and administration	24 067	13 100	7 672	1 238	5 914	4 156	1 759	42%	7 672
Executive and council							-		
Budget and treasury office							-		
Corporate services	24 067	13 100	7 672	1 238	5 914	4 156	1 759	42%	7 672
Community and public safety	3 319	16 875	28 103	3 668	17 807	19 389	(1 582)	-8%	28 103
Community and social services	327	1 300	2 203	12	289	1 193	(905)	-76%	2 203
Sport and recreation	1 531	1 698	2 024	484	1 591	1 096	494	45%	2 024
Public safety	645	297	327		20	344	(324)	-94%	327
Housing	817	13 580	23 548	3 172	15 908	16 755	(847)	-5%	23 548
Health							-		
Economic and environmental services	8 340	14 138	14 108	1 223	10 052	10 630	(578)	-5%	14 108
Planning and development	2 864	2 418	3 388		2 995	2 824	171	6%	3 388
Road transport	5 477	11 720	10 720	1 223	7 058	7 807	(749)	-10%	10 720
Environmental protection							-		
Trading services	127 569	124 931	117 618	11 214	66 703	87 839	(21 137)	-24%	117 618
Electricity	30 061	50 283	28 441	4 181	11 732	18 536	(6 804)	-37%	28 441
Water	57 384	50 128	58 919	3 968	39 356	46 914	(7 559)	-16%	58 919
Waste water management	39 927	17 520	23 257	2 509	14 055	17 598	(3 542)	-20%	23 257
Waste management	196	7 000	7 000	556	1 560	4 792	(3 232)	-67%	7 000
Total Capital Expenditure - Standard Classification	163 295	169 043	167 500	17 343	100 477	122 014	(21 537)	-18%	167 501
Funded by:									
National Government	18 854	47 082	48 383	(4 910)	31 117	35 207	(4 091)	-12%	37 640
Provincial Government	1 593	15 377	23 884	3 172	15 962	19 937	(3 975)	-20%	23 900
District Municipality							-		
Other transfers and grants							-		
Transfers recognised - capital	20 447	62 459	72 267	(1 738)	47 079	55 144	(8 066)	-15%	61 540
Public contributions & donations	7 546	8 183	516	242	251	430	(179)	-42%	500
Borrowing	99 489	83 901	77 146	17 928	43 616	51 921	(8 306)	-16%	87 805
Internally generated funds	35 812	14 500	17 572	911	9 532	14 518	(4 986)	-34%	17 656
Total Capital Funding	163 295	169 043	167 500	17 343	100 477	122 014	(21 537)	-18%	167 501

The capital expenditure is 18%, R21,5m below the budget. Capital commitments amount to R47,6m.

Table C6: Monthly Budget Statement - Financial Position

WC032 Overstrand - Table C6 Monthly Budget Statement - Financial Position - M11 May

Description	2011/12	Budget Year 2012/13			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
ASSETS					
Current assets					
Cash	51 699	87 646	101 518	23 477	101 518
Call investment deposits	75 000	-	-	129 920	-
Consumer debtors	50 320	50 309	50 309	48 688	50 309
Other debtors	25 935	23 465	29 465	27 912	29 465
Current portion of long-term receivables	25	24	24		24
Inventory	7 076	7 089	7 089	9 059	7 089
Total current assets	210 056	168 534	188 406	239 056	188 406
Non current assets					
Long-term receivables	126	110	110	109	110
Investments	5 691	11 020	11 020	10 718	11 020
Investment property	87 823	87 289	87 289	87 823	87 289
Investments in Associate					
Property, plant and equipment	3 065 757	3 115 953	3 075 008	3 067 767	3 075 008
Agricultural					
Biological assets					
Intangible assets	3 547	3 422	3 422	3 547	3 422
Other non-current assets	22 823	-		22 823	
Total non current assets	3 185 767	3 217 794	3 176 849	3 192 787	3 176 849
TOTAL ASSETS	3 395 823	3 386 328	3 365 255	3 431 844	3 365 255
LIABILITIES					
Current liabilities					
Bank overdraft					
Borrowing	16 424	18 401	18 401	18 789	18 401
Consumer deposits	31 206	34 914	34 914	34 905	34 914
Trade and other payables	80 893	63 992	59 794	79 703	59 794
Provisions	7 554	11 432	6 439		6 439
Total current liabilities	136 076	128 739	119 548	133 397	119 548
Non current liabilities					
Borrowing	340 581	372 042	370 742	363 362	370 742
Provisions	111 097	118 262	122 695	127 434	122 695
Total non current liabilities	451 677	490 304	493 437	490 796	493 437
TOTAL LIABILITIES	587 754	619 043	612 985	624 192	612 985
NET ASSETS	2 808 069	2 767 284	2 752 270	2 807 651	2 752 270
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	2 490 973	2 450 195	2 435 180	2 805 725	2 750 343
Reserves	317 096	317 089	317 089	1 926	1 926
TOTAL COMMUNITY WEALTH/EQUITY	2 808 069	2 767 284	2 752 270	2 807 651	2 752 270

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

Table C7: Monthly Budget Statement - Cash Flow

WC032 Overstrand - Table C7 Monthly Budget Statement - Cash Flow - M11 May

Description	2011/12	Budget Year 2012/13							
	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	604 210	648 293	647 047	50 896	541 417	539 206	2 211	0%	647 047
Government - operating	34 322	41 033	41 883	960	40 199	40 199	-		41 883
Government - capital	59 121	69 059	71 242	5 235	47 078	47 078	-		71 242
Interest	9 210	7 420	7 420	869	9 344	6 802	2 542	37%	7 420
Dividends							-		
Payments									
Suppliers and employees	(546 799)	(592 506)	(597 242)	(44 058)	(478 723)	(497 701)	(18 979)	4%	(597 242)
Finance charges	(31 669)	(38 054)	(38 054)	-	(23 482)	(23 482)	-		(38 054)
Transfers and Grants	(28 454)	(28 000)	(35 975)	(2 771)	(32 519)	(32 519)	-		(35 975)
NET CASH FROM/(USED) OPERATING ACTIVITIES	99 941	107 245	96 321	11 132	103 314	79 582	23 732	30%	96 321
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	13 722			-	-	-	-		
Decrease (Increase) in non-current debtors	2 189	30 000	30 000				-		30 000
Decrease (increase) other non-current receivables	20	40	40	1	42	36	6	16%	40
Decrease (increase) in non-current investments	(4 430)	(4 047)	(4 047)	(476)	(5 027)	(3 710)	(1 317)	36%	(4 047)
Payments									
Capital assets	(163 295)	(186 198)	(184 655)	(17 343)	(100 477)	(122 014)	(21 537)	18%	(184 655)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(151 794)	(160 205)	(158 662)	(17 818)	(105 461)	(125 687)	(20 226)	16%	(158 662)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans							-		
Borrowing long term/refinancing	110 000	50 000	48 700	38 700	38 700	38 700	-		48 700
Increase (decrease) in consumer deposits	12 844	4 914	4 914	9	3 699	4 504	(806)	-18%	4 914
Payments									
Repayment of borrowing	(14 295)	(16 454)	(16 454)	-	(13 554)	(13 554)	-		(16 454)
NET CASH FROM/(USED) FINANCING ACTIVITIES	108 549	38 460	37 160	38 709	28 845	29 650	806	3%	37 160
NET INCREASE/ (DECREASE) IN CASH HELD	56 696	(14 500)	(25 181)	32 023	26 698	(16 455)			(25 181)
Cash/cash equivalents at beginning:	70 004	102 146	126 699		126 699	126 699			126 699
Cash/cash equivalents at month/year end:	126 699	87 646	101 518		153 397	110 245			101 518

Table C7 balances to the current Cashbook balance, shown in the 'YTD actual' column which is R153,397 million.

The municipality started the year with a positive cashbook balance of R126 699 million as opposed to the budgeted balance of R102 146 million. The May closing balance is R 153 397 million. Refer to Supporting Table SC9 for more detail on the cash position.

Supporting Table SC9: Monthly Budget Statement – Actual & revised targets for cash receipts & cash flows

WC032 Overstrand - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M11 May

Description	Budget Year 2012/13											
	July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Outcome	Feb Outcome	March Outcome	April Outcome	May Budget	June Budget
R thousands												
Cash Receipts By Source												
Property rates	8 345	11 832	13 988	12 817	11 999	12 108	12 039	(8 207)	9 570	9 985	10 013	39 451
Property rates - penalties & collection charges	77	95	89	75	76	74	74	76	74	73	69	148
Service charges - electricity revenue	18 449	13 089	23 931	23 296	20 604	20 385	14 926	19 434	18 263	18 812	20 134	43 781
Service charges - water revenue	4 226	4 644	5 596	6 241	6 582	6 431	6 442	10 514	8 393	8 085	7 726	16 701
Service charges - sanitation revenue	2 510	4 395	4 368	4 529	4 642	4 539	5 377	5 699	4 981	5 124	4 929	6 358
Service charges - refuse	2 398	3 857	3 924	4 037	3 925	3 885	3 703	3 922	3 878	4 039	3 984	4 767
Rental of facilities and equipment	643	518	477	552	1 117	990	699	509	704	362	335	935
Interest earned - external investments	639	592	656	694	661	667	758	615	598	731	689	(2 085)
Interest earned - outstanding debtors	186	205	189	190	171	181	184	190	184	184	181	161
Fines	377	313	178	376	392	312	589	842	601	731	573	946
Licences and permits	170	188	132	154	146	133	199	188	152	180	186	19
Agency services	158	149	129	187	192	165	208	157	155	180	182	221
Transfer receipts - operating	15 142	127	271	103	275	8 420	389	263	9 662	4 587	960	834
Other revenue	13 009	16 210	1 180	2 447	2 773	1 416	1 033	1 764	395	(1 612)	2 764	(6 486)
Cash Receipts by Source	66 329	56 212	55 109	55 698	53 555	59 707	46 620	35 966	57 610	51 461	52 726	105 752
Other Cash Flows by Source												
Transfer receipts - capital	–	6 024	2 533	5 009	6 632	9 264	3 553	472	1 671	6 683	5 235	15 381
Contributions & Contributed assets												6 600
Proceeds on disposal of PPE	–	–	–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing	–	–	–	–	–	–	–	–	–	–	38 700	11 300
Increase in consumer deposits	2 804	(147)	108	112	517	(158)	(71)	(11)	305	455	9	992
Receipt of non-current debtors												30 000
Receipt of non-current receivables	0	17	10	0	0	8	0	0	0	6	1	(3)
Change in non-current investments	(426)	(425)	(424)	(438)	(432)	(449)	(564)	(431)	(434)	(528)	(476)	980
Total Cash Receipts by Source	68 708	61 681	57 336	60 381	60 273	68 372	49 539	35 996	59 152	58 078	96 195	171 001
Cash Payments by Type												
Employee related costs	14 468	17 152	17 130	17 490	26 921	17 055	19 855	18 407	17 231	17 844	17 607	20 500
Remuneration of councillors	561	561	561	561	561	561	777	592	592	592	592	561
Interest paid	134	–	–	4 660	–	9 000	1 854	–	114	7 719	–	14 572
Bulk purchases - Electricity	2 509	18 311	19 531	8 451	10 179	9 293	11 684	9 946	9 407	10 298	9 580	25 234
Bulk purchases - Water & Sewer												–
Other materials	437	819	945	1 257	1 455	1 328	1 492	903	804	891	1 262	1 102
Contracted services	792	3 161	2 999	5 362	3 444	3 761	4 264	4 607	4 849	7 699	10 355	18 133
Grants and subsidies paid - other municipalities												–
Grants and subsidies paid - other	3 264	3 339	3 323	3 229	3 158	3 498	3 079	1 315	2 762	2 782	2 771	(4 519)
General expenses	16 033	12 582	3 347	23 651	9 027	8 235	6 871	(11 040)	(3 255)	19 123	4 661	47 995
Cash Payments by Type	38 197	55 925	47 836	64 661	54 745	52 731	49 876	24 730	32 504	66 947	46 829	123 578
Other Cash Flows/Payments by Type												
Capital assets	100	8 541	4 043	7 364	10 243	13 512	4 867	12 126	7 528	14 809	17 343	85 721
Repayment of borrowing	792	–	–	3 506	–	4 546	813	–	–	3 896	–	2 900
Total Cash Payments by Type	39 090	64 466	51 880	75 530	64 988	70 789	55 556	36 857	40 032	85 653	64 172	212 199
NET INCREASE/(DECREASE) IN CASH HELD	29 618	(2 785)	5 456	(15 149)	(4 715)	(2 417)	(6 017)	(860)	19 120	(27 575)	32 023	(41 198)
Cash/cash equivalents at the month/year beginning	126 699	156 318	153 532	158 988	143 839	139 124	136 707	130 690	129 829	148 950	121 374	153 397
Cash/cash equivalents at the month/year end	156 318	153 532	158 988	143 839	139 124	136 707	130 690	129 829	148 950	121 374	153 397	112 199

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

PART 2 – SUPPORTING DOCUMENTATION

Debtors' analysis

Supporting Table SC3 Debtors' age analysis

WC032 Overstrand - Supporting Table SC3 Monthly Budget Statement - aged debtors - M11 May

Description	NT Code	Budget Year 2012/13								Total
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180	181 Dys-1 Yr	Over 1Yr	
R thousands										
Debtors Age Analysis By Revenue Source										
Rates	1200	10 013	343	230	201	175	155	1 057	3 216	15 390
Electricity	1300	13 188	547	203	130	110	99	445	1 645	16 366
Water	1400	7 620	477	366	271	173	137	639	2 227	11 910
Sewerage / Sanitation	1500	4 598	237	164	145	220	114	480	1 986	7 944
Refuse Removal	1600	3 527	153	104	86	77	71	327	1 239	5 584
Housing (Rental Revenue)	1700	167	23	14	7	6	6	24	61	308
Other	1900	(4 897)	261	138	106	161	291	872	5 352	2 284
Total By Revenue Source	2000	34 216	2 040	1 218	946	922	873	3 844	15 727	59 786
2011/12 - totals only		36 080	2 370	1 744	1 426	1 314	1 090	5 907	13 614	63 545
Debtors Age Analysis By Customer Category										
Government	2200	496	103	41	21	5	5	254	443	1 369
Business	2300	8 937	313	57	24	19	18	123	447	9 939
Households	2400	24 783	1 624	1 120	901	898	849	3 467	14 837	48 479
Other	2500	-	-	-	-	-	-	-	-	-
Total By Customer Category	2600	34 216	2 040	1 218	946	922	873	3 844	15 727	59 786

Increased debtors will result from the year-on-year increase in billings from increased tariffs. The debtors' levels has however shown a slight decline. Overall collection levels on debtors for the current year billing remains constant at approx. 100%.

Summary of Indigent Households

Indigent Household Statistics				
	Indigent Households	Amount	Other Households	Total Households
2012				
July	7 079	3 264 087	23 727	30 806
August	7 154	3 315 909	24 091	31 245
September	7 159	3 322 669	24 044	31 203
October	6 752	3 228 604	24 428	31 180
November	6 417	3 052 948	24 801	31 218
December	6 331	3 487 547	24 823	31 154
2013				
January	6 329	3 019 071	25 403	31 732
February	6 366	1 513 300	25 019	31 385
March	6 281	2 762 186	25 098	31 379
April	6 318	2 781 732	25 399	31 379
May	6357	2 770 826	25 024	31 381

Summary of Debtors Age Analysis

MONTH	< 30 Days	< 60 Days	< 90 Days	< 120 Days	< 150 Days	<180 Days	<365 Days	>365 Days	Total
2012/13									
May	34 215 596	2 040 087	1 218 150	946 003	922 389	872 760	3 844 163	15 727 300	59 786 448
April	38 069 858	1 862 283	1 232 094	1 092 944	972 138	703 926	4 107 187	15 979 934	64 020 364
March	38 392 551	2 068 857	1 339 282	1 162 305	815 308	768 341	4 473 258	15 640 601	64 660 503
February	39 279 549	2 034 932	1 394 896	989 359	877 325	709 822	4 727 555	15 459 055	65 472 492
January	45 998 222	2 042 376	1 208 856	1 074 512	792 043	1 205 853	4 936 190	15 162 013	72 420 065
December	37 069 093	1 862 678	1 266 512	919 092	1 320 858	974 083	5 033 808	14 791 405	63 237 529
November	35 841 964	1 900 476	1 114 880	1 478 817	1 050 268	995 966	5 360 996	14 563 315	62 306 682
October	36 670 194	1 854 017	1 892 312	1 262 853	1 178 574	1 071 983	5 515 219	14 729 762	64 174 915
September	38 679 087	3 286 925	1 551 019	1 352 908	1 204 125	1 135 522	5 666 172	14 716 505	67 592 262
Augustus	40 922 657	2 332 537	1 673 907	1 343 116	1 212 037	1 105 196	5 529 709	14 494 120	68 613 279

Creditors' analysis

Supporting Table SC4

WC032 Overstrand - Supporting Table SC4 Monthly Budget Statement - aged creditors - M11 May

Description	NT Code	Budget Year 2012/13								Total
		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	11 536								11 536
Bulk Water	0200									-
PAYE deductions	0300	1 912								1 912
VAT (output less input)	0400									-
Pensions / Retirement deductions	0500	2 874								2 874
Loan repayments	0600									-
Trade Creditors	0700	34 095								34 095
Auditor General	0800	4								4
Other	0900									-
Total By Customer Type	2600	50 421	-	-	-	-	-	-	-	50 421

Supporting Table SC4 reflects creditors paid during May 2013.

The payment of creditors is within requirements of the MFMA

Investment portfolio analysis

Supporting Table SC5

WC032 Overstrand - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M11 May

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
R thousands	Yrs/Months							
Municipality								
LIBERTY 15934476	15 YEARS		01/09/2025	22		4 317	125	4 464
LIBERTY 21196964	14 YEARS		01/09/2025	13		5 305	260	5 578
MOMENTUM MP 3853776	14 YEARS		01/07/2026	25		620	30	675
ABSA 4074809272	DAILY	CALL		24	4.8%	5 863		5 887
ABSA 9284200168	DEP PLUS	CALL		33	5.0%		24 000	24 033
INVESTEC 1400-196164-500	32 DAYS	FIXED	21/06/2013		5.2%		25 000	25 000
ABSA 2072814853	32 DAYS	FIXED	28/06/2013		5.2%		25 000	25 000
NEDBANK 1232086916	32 DAYS	FIXED	28/06/2013		5.2%		50 000	50 000
Municipality sub-total				117		16 106	124 415	140 638
TOTAL INVESTMENTS AND INTEREST				117		16 106	124 415	140 638

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

Long term investments relate to the sinking fund investments.

Allocation and grant receipts and expenditure

Supporting Table SC6 – Grant receipts

WC032 Overstrand - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M11 May

Description	2011/12	Budget Year 2012/13							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
RECEIPTS:									
Operating Transfers and Grants									
National Government:	33 973	39 196	40 224	3 963	39 528	39 528	-		39 196
Local Government Equitable Share	31 156	36 146	36 146	3 963	36 146	36 146	-		36 146
Finance Management	1 250	1 250	1 250		1 250	1 250	-		1 250
Municipal Systems Improvement	790	800	800		800	800	-		800
EPWP Incentive	777	1 000	2 028	-	1 332	1 332	-		1 000
Provincial Government:	783	850	1 434	-	1 068	1 068	-		850
Provincial Library Grant	640	704	704		704	704	-		704
Basic Service Grant (Maintenance)			300						
CDW	78	81	81	-	81	81	-		81
Mn Road Subsidy	65	65	65	-	65	65	-		65
Housing Consumer Education Grant			66				-		
Multi Purpose Centre/ABS			218	-	218	218	-		
District Municipality:	-	-	-	-	-	-	-		-
[insert description]							-		
Other grant providers:	-	-	300	-	-	-	-		-
ACIP			300				-		
Total Operating Transfers and Grants	34 756	40 046	41 958	3 963	40 596	40 596	-		40 046
Capital Transfers and Grants									
National Government:	54 183	21 165	37 020	-	36 339	36 339	-		21 165
Municipal Infrastructure Grant (MIG)	13 971	16 947	16 947	-	16 947	16 947	-		16 947
Neighbourhood Development Partnership	2 000	2 418	3 099	-	2 418	2 418	-		2 418
Integrated National Electricity Grant	2 000	1 800	1 800		1 800	1 800	-		1 800
RBIG	36 212		15 174	-	15 174	15 174	-		
Provincial Government:	6 605	10 580	20 548	-	20 352	20 352	-		10 580
Housing/ ABS	6 605	10 580	20 548	-	20 352	20 352	-		10 580
District Municipality:	-	-	-	-	-	-	-		-
[insert description]							-		
Other grant providers:	-	-	3 831	-	1 500	1 500	-		-
Basic Service Grant	-		3 000				-		
Municipal pound	-		331						
National Lotto			500						
Mobility Strategy (Walkways/Cycle Lanes Paralell Rd)				-	1 500	1 500			
Total Capital Transfers and Grants	60 787	31 745	61 399	-	58 191	58 191	-		31 745
TOTAL RECEIPTS OF TRANSFERS & GRANTS	95 543	71 791	103 358	3 963	98 787	98 787	-		71 791

Grant receipts are monitored according to the payment schedules. All DORA allocations for 2012/2013 have been received.

Supporting Table SC7 – Grant expenditure

WC032 Overstrand - Supporting Table SC7 Monthly Budget Statement - transfers and grant expenditure - M11 May

Description	2011/12	Budget Year 2012/13							
	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:	2 121	3 050	4 078	642	2 905	2 905	-		39 196
Local Government Equitable Share							-		36 146
Finance Management	1 250	1 250	1 250	280	835	835	-		1 250
Municipal Systems Improvement	790	800	800	78	605	605	-		800
EPWP Incentive	81	1 000	2 028	283	1 465	1 465	-		1 000
Provincial Government:	846	850	1 434	352	1 002	1 002	-		850
Provincial Library Grant	640	704	704	48	599	599	-		704
CDW	78	81	81	11	61	61	-		81
Mn Road Subsidy	65	65	65	40	65	65	-		65
Housing Consumer Education Grant	63		66	2	15	15	-		
Multi Purpose Centre/ABS			518	251	261	261	-		
District Municipality:	-	-	-	-	-	-	-		-
Other grant providers:	-	-	-	-	-	-	-		-
ACIP							-		
Total operating expenditure of Transfers and Grants:	2 967	3 900	5 512	994	3 907	3 907	-		40 046
Capital expenditure of Transfers and Grants									
National Government:	57 463	21 165	37 020	1 788	30 855	30 855	-		21 165
Municipal Infrastructure Grant (MIG)	13 971	16 947	16 947	1 788	12 497	12 497	-		16 947
Neighbourhood Development Partnership	5 281	2 418	3 099		2 995	2 995	-		2 418
Integrated National Electricity Grant	2 000	1 800	1 800		189	189	-		1 800
RBIG	36 212		15 174	-	15 174	15 174	-		
Provincial Government:	3 186	10 580	23 848	3 172	15 915	15 915	-		10 580
Housing/ ABS	3 186	10 580	23 848	3 172	15 915	15 915	-		10 580
District Municipality:	-	-	-	-	-	-	-		-
Other grant providers:	650	-	831	251	265	265	-		-
0	650		831	251	265	265	-		
Total capital expenditure of Transfers and Grants	61 300	31 745	61 699	5 210	47 035	47 035	-		31 745
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	64 267	35 645	67 212	6 204	50 941	50 941	-		71 791

Grant expenditure is monitored against grant receipts.

Expenditure on councillor and board members allowances and employee benefits

Supporting Table SC8

WC032 Overstrand - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M11 May

Summary of Employee and Councillor remuneration	2011/12	Budget Year 2012/13							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<u>Councillors (Political Office Bearers plus Other)</u>									
Basic Salaries and Wages	4 827	4 772	6 741	592	6 509	6 179	330	5%	6 741
Pension and UIF Contributions	144	144					-		
Medical Aid Contributions	65	69					-		
Motor Vehicle Allowance	1 680	1 724					-		
Cellphone Allowance		361	361	30	332	330	2	0%	361
Housing Allowances							-		
Other benefits and allowances		-					-		
Sub Total - Councillors	6 717	7 071	7 101	622	6 841	6 509	332	5%	7 101
<u>Senior Managers of the Municipality</u>									
Basic Salaries and Wages	5 583	5 995	7 591	562	7 311	6 958	353	5%	8 099
Pension and UIF Contributions	812	813					-		
Medical Aid Contributions	167	189					-		
Overtime							-		
Performance Bonus							-		
Motor Vehicle Allowance	402	454					-		
Cellphone Allowance	128	119	119	12	128	106	21	20%	139
Housing Allowances	2	6					-		
Other benefits and allowances	115	134					-		
Post-retirement benefit obligations	-						-		
Sub Total - Senior Managers of Municipality	7 210	7 710	7 710	574	7 439	7 065	374	5%	8 238
<u>Other Municipal Staff</u>									
Basic Salaries and Wages	116 931	137 201	135 494	11 454	134 631	123 986	10 646	9%	135 105
Pension and UIF Contributions	21 014	24 228	24 228	1 968	21 187	22 209	(1 022)	-5%	24 228
Medical Aid Contributions	7 354	9 831	9 831	699	7 297	8 012	(715)	-9%	9 831
Overtime	12 030	10 617	10 617	939	10 740	9 732	1 008	10%	10 617
Performance Bonus	9 483	10 838	10 838	-	-	9 935	(9 935)	-100%	10 838
Motor Vehicle Allowance	8 240	9 648	9 648	769	8 032	8 844	(812)	-9%	9 648
Cellphone Allowance	725	677	677	101	1 310	621	689	111%	657
Housing Allowances	1 023	1 096	1 096	85	955	1 005	(50)	-5%	1 096
Other benefits and allowances	10 461	8 551	8 597	761	6 092	6 881	(789)	-11%	8 479
Long service awards		693	693	39	542	636	(94)	-15%	693
Post-retirement benefit obligations	13 467	8 000	8 415	721	7 934	7 714	220	3%	8 415
Sub Total - Other Municipal Staff	200 729	221 381	220 136	17 537	198 720	199 574	(853)	0%	219 608
Total Parent Municipality	214 656	236 161	234 946	18 732	213 000	213 148	(147)	0%	234 946
TOTAL SALARY, ALLOWANCES & BENEFITS	214 656	236 161	234 946	18 732	213 000	213 148	(147)	0%	234 946
TOTAL MANAGERS AND STAFF	207 939	229 091	227 845	18 110	206 159	206 638	(479)	0%	227 845

SDBIP

The results of the SDBIP for the third quarter ended 31 March 2013 was included in a separate comprehensive report tabled in Council.

Financial Performance

Supporting Table SC2

WC032 Overstrand - Supporting Table SC2 Monthly Budget Statement - performance indicators - M11 May

Description of financial indicator	Basis of calculation	2011/12	Budget Year 2012/13			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<u>Borrowing Management</u>						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	2.3%	18.4%	19.2%	19.1%	19.2%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	60.9%	49.6%	46.1%	43.4%	52.4%
<u>Safety of Capital</u>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	15.6%	16.4%	16.3%	16.4%	16.3%
Gearing	Long Term Borrowing/ Funds &	107.4%	117.3%	116.9%	18864.5%	19247.7%
<u>Liquidity</u>						
Current Ratio	Current assets/current liabilities	154.4%	130.9%	157.6%	179.2%	157.6%
Liquidity Ratio	Monetary Assets/Current Liabilities	93.1%	68.1%	84.9%	115.0%	84.9%
<u>Revenue Management</u>						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing					
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual	12.4%	10.6%	12.2%	13.0%	12.2%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	0.0%	0.0%	0.0%	0.0%	0.0%
<u>Creditors Management</u>						
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))					
<u>Funding of Provisions</u>						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions					
<u>Other Indicators</u>						
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated		7.2%	6.7%	7.2%	7.3%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source		27.4%	25.3%	25.6%	25.0%
Employee costs	Employee costs/Total Revenue - capital revenue	33.8%	32.9%	34.6%	34.9%	34.6%
Repairs & Maintenance	R&M/Total Revenue - capital revenue	0.0%	16.5%	17.4%	17.5%	17.4%
Interest & Depreciation	I&D/Total Revenue - capital revenue	21.5%	20.9%	22.1%	20.6%	22.1%
<u>IDP regulation financial viability indicators</u>						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)		26.8			26.8
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services		12.0%			12.0%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure		1.9			1.9

Capital programme performance

Supporting Table SC12

WC032 Overstrand - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M11 May

Month	2011/12	Budget Year 2012/13							
	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	1 052	1 000	100	100	100	100	-		0%
August	3 577	3 500	8 541	8 541	8 641	8 641	-		5%
September	17 318	7 320	4 043	4 043	12 684	12 684	-		8%
October	13 422	12 500	7 364	7 364	20 048	20 048	-		12%
November	13 868	10 320	10 243	10 243	30 291	30 291	-		18%
December	12 578	18 600	13 512	13 512	43 803	43 803	-		26%
January	6 137	13 500	4 867	4 867	48 670	48 670	-		29%
February	9 365	19 850	12 126	12 126	60 797	60 797	-		36%
March	15 931	16 530	13 502	7 528	68 324	74 299	5 974	8.0%	40%
April	9 487	21 000	15 215	14 809	83 134	89 514	6 380	7.1%	49%
May	11 983	22 842	32 500	17 343	100 477	122 014	21 537	17.7%	59%
June	48 578	22 081	47 223			169 236	-		
Total Capital expenditure	163 295	169 043	169 236	100 477					

Supporting Table SC13a

WC032 Overstrand - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M11 May

Description	2011/12	Budget Year 2012/13							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								%	
Capital expenditure on new assets by Asset Class/Sub-class									
Infrastructure	133 045	115 800	127 812	12 330	73 675	93 739	20 064	21.4%	127 812
Infrastructure - Road transport	12 754	16 185	15 185	1 439	11 200	9 899	(1 301)	-13.1%	15 185
<i>Roads, Pavements & Bridges</i>	5 477	11 720	10 720	1 223	7 058	6 807	(251)	-3.7%	10 720
<i>Storm water</i>	7 278	4 465	4 465	215	4 142	3 093	(1 050)	-33.9%	4 465
Infrastructure - Electricity	30 061	42 933	28 441	4 181	11 753	16 536	4 782	28.9%	28 441
<i>Generation</i>							-		
<i>Transmission & Reticulation</i>	30 061	42 933	28 441	4 181	11 753	16 536	4 782	28.9%	28 441
<i>Street Lighting</i>							-		
Infrastructure - Water	57 384	36 628	58 919	3 968	39 356	44 914	5 559	12.4%	58 919
<i>Dams & Reservoirs</i>							-		
<i>Water purification</i>	57 384	36 628	58 919	3 968	39 356	44 914	5 559	12.4%	58 919
<i>Reticulation</i>							-		
Infrastructure - Sanitation	32 650	13 055	18 267	2 186	9 806	17 598	7 792	44.3%	18 267
<i>Reticulation</i>							-		
<i>Sewerage purification</i>	32 650	13 055	18 267	2 186	9 806	17 598	7 792	44.3%	18 267
Infrastructure - Other	196	7 000	7 000	556	1 560	4 792	3 232	67.5%	7 000
<i>Waste Management</i>	196	7 000	7 000	556	1 560	4 792	3 232	67.5%	7 000
Community	3 319	13 578	28 091	3 656	17 513	18 922	1 409	7.4%	28 091
Parks & gardens			2 179				-		2 179
Sportsfields & stadia	1 531	1 698	2 024	484	1 591	1 855	264	14.2%	2 024
Security and policing	645		327		13	300	287	95.7%	327
Cemeteries	121	1 300					-		
Social rental housing	817	10 580	23 548	3 172	15 908	16 755	847	5.1%	23 548
Other	206						-		
Heritage assets	-	-	-	-	-	-	-		-
Investment properties	-	-	-	-	-	-	-		-
Other assets	26 002	10 078	5 654	859	5 615	3 904	(1 710)	-43.8%	5 654
General vehicles	6 800	829					-		
Specialised vehicles	-	-	-	-	-	-	-		
Other	19 202	9 249	5 654	859	5 615	3 904	(1 710)	-43.8%	5 654
Intangibles	928	845	1 445	184	1 056	1 325	268	20.2%	1 445
Computers - software & programming	928	845	1 445	184	1 056	1 325	268	20.2%	1 445
Other							-		
Total Capital Expenditure on new assets	163 295	140 301	163 001	17 029	97 858	117 890	20 031	17.0%	163 001

Supporting Table SC13b

WC032 Overstrand - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M11 May

Description	2011/12	Budget Year 2012/13							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								%	
Capital expenditure on renewal of existing assets by Asset Class/Sub-class									
Infrastructure	-	22 350	525	107	107	481	374	77.8%	525
Infrastructure - Road transport	-	-	525	107	107	481	374	77.8%	525
<i>Roads, Pavements & Bridges</i>							-		
<i>Storm water</i>			525	107	107	481	374	77.8%	525
Infrastructure - Electricity	-	7 350	-	-	-	-	-	-	-
<i>Generation</i>							-		
<i>Transmission & Reticulation</i>		7 350					-		
<i>Street Lighting</i>							-		
Infrastructure - Water	-	13 500	-	-	-	-	-	-	-
<i>Dams & Reservoirs</i>							-		
<i>Water purification</i>		13 500					-		
<i>Reticulation</i>							-		
Infrastructure - Sanitation	-	1 500	-	-	-	-	-	-	-
<i>Reticulation</i>							-		
<i>Sewerage purification</i>		1 500					-		
Infrastructure - Other	-	-	-	-	-	-	-	-	-
<i>Waste Management</i>							-		
Community	-	3 297	879	12	268	806	538	66.8%	879
Parks & gardens							-		
Sportsfields & stadia							-		
Swimming pools							-		
Community halls							-		
Libraries							-		
Recreational facilities							-		
Fire, safety & emergency							-		
Security and policing		297					-		
Cemeteries			879	12	268	806	538	66.8%	879
Social rental housing		3 000					-		
Other							-		
Heritage assets	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Housing development							-		
Other							-		
Other assets	-	3 095	3 095	195	2 244	2 837	593	20.9%	3 095
General vehicles		3 095	3 095	195	2 244	2 837	593	20.9%	3 095
Specialised vehicles	-	-	-	-	-	-	-	-	-
Total Capital Expenditure on renewal of	-	28 742	4 499	314	2 619	4 124	1 506	36.5%	4 499

Supporting Table SC13c

WC032 Overstrand - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M11 May

Description	2011/12	Budget Year 2012/13							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Repairs and maintenance expenditure by Asset Class/Sub-class									
Infrastructure	43 120	87 156	87 156	(142 971)	80 761	79 893	(868)	-1.1%	87 156
Infrastructure - Road transport	25 843	42 407	42 407	(58 694)	39 467	38 873	(595)	-1.5%	42 407
<i>Roads, Pavements & Bridges</i>	25 231	39 842	39 842	(51 987)	37 265	36 521	(743)	-2.0%	39 842
<i>Storm water</i>	611	2 565	2 565	(6 707)	2 203	2 351	149	6.3%	2 565
Infrastructure - Electricity	4 601	14 091	14 091	(39 884)	13 275	12 917	(358)	-2.8%	14 091
<i>Generation</i>							-		
<i>Transmission & Reticulation</i>	4 601	14 091	14 091	(39 884)	13 275	12 917	(358)	-2.8%	14 091
<i>Street Lighting</i>							-		
Infrastructure - Water	6 892	21 484	21 484	(29 764)	19 409	19 694	285	1.4%	21 484
<i>Dams & Reservoirs</i>	52	82	82			75	75	100.0%	82
<i>Water purification</i>	1 709	1 965	1 965	(10 411)	1 643	1 801	158	8.8%	1 965
<i>Reticulation</i>	5 132	19 437	19 437	(19 353)	17 766	17 818	52	0.3%	19 437
Infrastructure - Sanitation	4 568	7 669	7 669	(13 537)	7 274	7 030	(244)	-3.5%	7 669
<i>Reticulation</i>	3 687	6 618	6 618	(5 396)	6 324	6 066	(257)	-4.2%	6 618
<i>Sewerage purification</i>	882	1 051	1 051	(8 141)	951	964	13	1.3%	1 051
Infrastructure - Other	1 215	1 505	1 505	(1 091)	1 335	1 380	44	3.2%	1 505
<i>Waste Management</i>	1 215	1 505	1 505	(1 091)	1 335	1 380	44	3.2%	1 505
Community	6 012	5 218	5 218	(4 819)	3 296	4 783	1 488	31.1%	5 218
Parks & gardens	1 410	1 535	1 535	(1 241)	1 200	1 407	207	14.7%	1 535
Sportsfields & stadia	456	959	959	(244)	686	879	194	22.0%	959
Swimming pools	228	296	296	(110)	21	271	250	92.2%	296
Community halls	734	922	922	(419)	61	845	784	92.7%	922
Libraries	180	164	164	(70)	105	151	46	30.5%	164
Recreational facilities							-		
Fire, safety & emergency	538	657	657	(262)	615	602	(14)	-2.2%	657
Security and policing	524	507	507	(470)	500	465	(35)	-7.6%	507
Cemeteries	37	62	62	(33)	2	57	55	97.1%	62
Social rental housing							-		
Other	1 905	117	117	(1 970)	106	107	1	1.1%	117
Heritage assets	-	-	-	-	-	-	-	-	-
Investment properties	270	207	207	(35)	-	190	190	100.0%	207
Housing development	270	207	207	(35)		190	190	100.0%	207
Other assets	15 443	21 832	21 832	(26 360)	19 546	20 013	467	2.3%	21 832
General vehicles	4 682	5 051	5 051	(3 743)	4 505	4 630	125	2.7%	5 051
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment							-		
Computers - hardware/equipment	4 309	5 035	5 035	(5 117)	4 318	4 615	297	6.4%	5 035
Other Buildings	1 023	1 231	1 231	(1 306)	1 157	1 128	(29)	-2.6%	1 231
Other	5 429	10 516	10 516	(16 193)	9 566	9 639	74	0.8%	10 516
Agricultural assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Intangibles	-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure	64 845	114 413	114 413	(174 185)	103 602	104 879	1 277	1.2%	114 413

Supporting Table SC13d

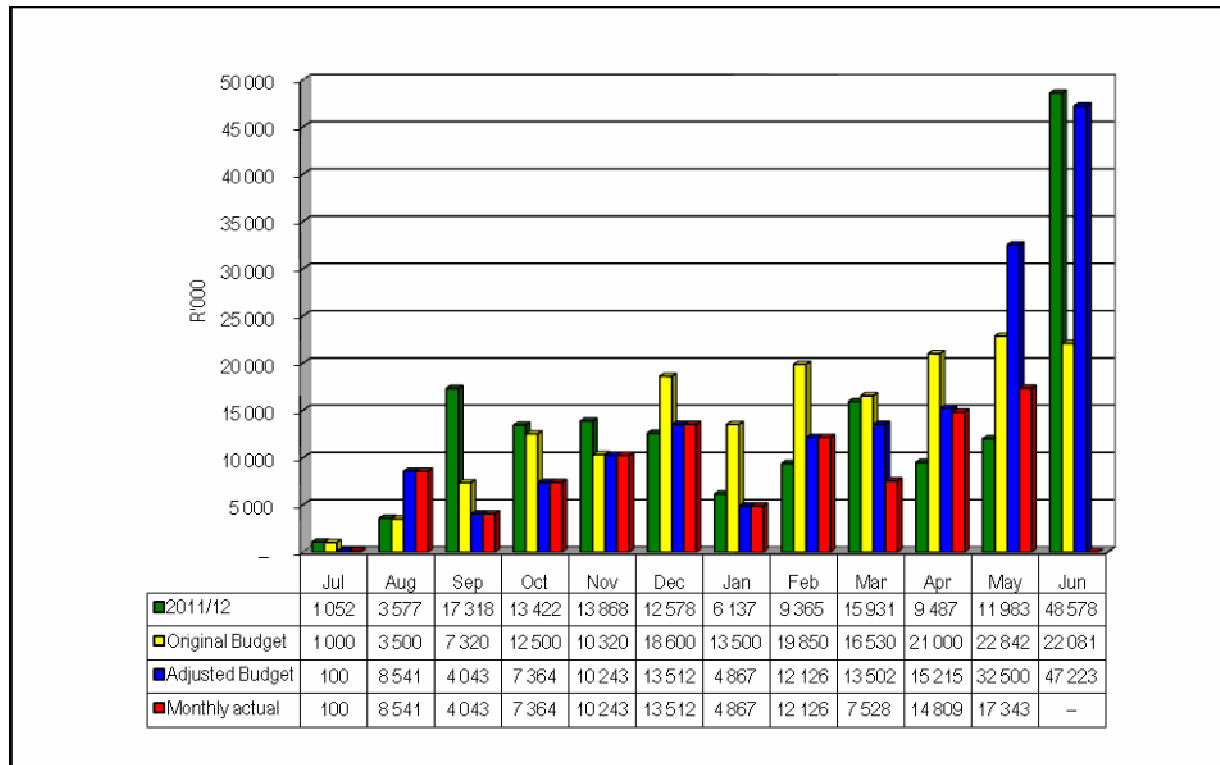
WC032 Overstrand - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M11 May

Description	2011/12	Budget Year 2012/13							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Repairs and maintenance expenditure by Asset Class/Sub-class									
Infrastructure	87 037	97 807	97 709	7 796	85 756	85 756	-		97 807
Infrastructure - Road transport	36 340	36 016	36 016	3 001	33 015	33 015	-		36 016
<i>Roads, Pavements & Bridges</i>	34 105	36 016	36 016	3 001	33 015	33 015	-		36 016
<i>Storm water</i>	2 235						-		
Infrastructure - Electricity	18 441	22 705	22 607	1 884	20 723	20 723	-		22 705
<i>Generation</i>							-		
<i>Transmission & Reticulation</i>	18 441	22 705	22 607	1 884	20 723	20 723	-		22 705
<i>Street Lighting</i>							-		
Infrastructure - Water	16 029	21 992	21 992	1 345	14 791	14 791	-		21 992
<i>Dams & Reservoirs</i>							-		
<i>Water purification</i>	16 029	21 992	21 992	1 345	14 791	14 791	-		21 992
<i>Reticulation</i>							-		
Infrastructure - Sanitation	13 422	13 494	13 494	1 266	13 923	13 923	-		13 494
<i>Reticulation</i>	13 422	13 494	13 494	1 266	13 923	13 923	-		13 494
<i>Sewerage purification</i>							-		
Infrastructure - Other	2 804	3 600	3 600	300	3 304	3 304	-		3 600
<i>Waste Management</i>	2 168	3 600	3 600	300	3 304	3 304	-		3 600
<i>Other</i>	637						-		
Community	4 359	5 243	5 243	415	4 563	4 563	-		5 243
Recreational facilities	4 359	5 243	5 243	415	4 563	4 563	-		5 243
Heritage assets	-	-	-	-	-	-	-		-
Investment properties	-	-	-	-	-	-	-		-
Other assets	9 054	4 466	4 466	741	8 147	8 147	-		4 466
General vehicles	2 077	602	602	50	552	552	-		602
Specialised vehicles	-	-	-	-	-	-	-		-
Plant & equipment							-		
Computers - hardware/equipment		510	510	42	467	467	-		510
Furniture and other office equipment	1 578						-		
Civic Land and Buildings							-		
Other Buildings	5 399	28	28	2	26	26	-		28
Other Land							-		
Surplus Assets - (Investment or Inventory)							-		
Other		3 326	3 326	646	7 102	7 102	-		3 326
Agricultural assets	-	-	-	-	-	-	-		-
Biological assets	-	-	-	-	-	-	-		-
Intangibles	219	-	-	-	-	-	-		-
Computers - software & programming	219						-		
Total Repairs and Maintenance Expenditure	100 669	107 515	107 417	8 951	98 466	98 466	-		107 515

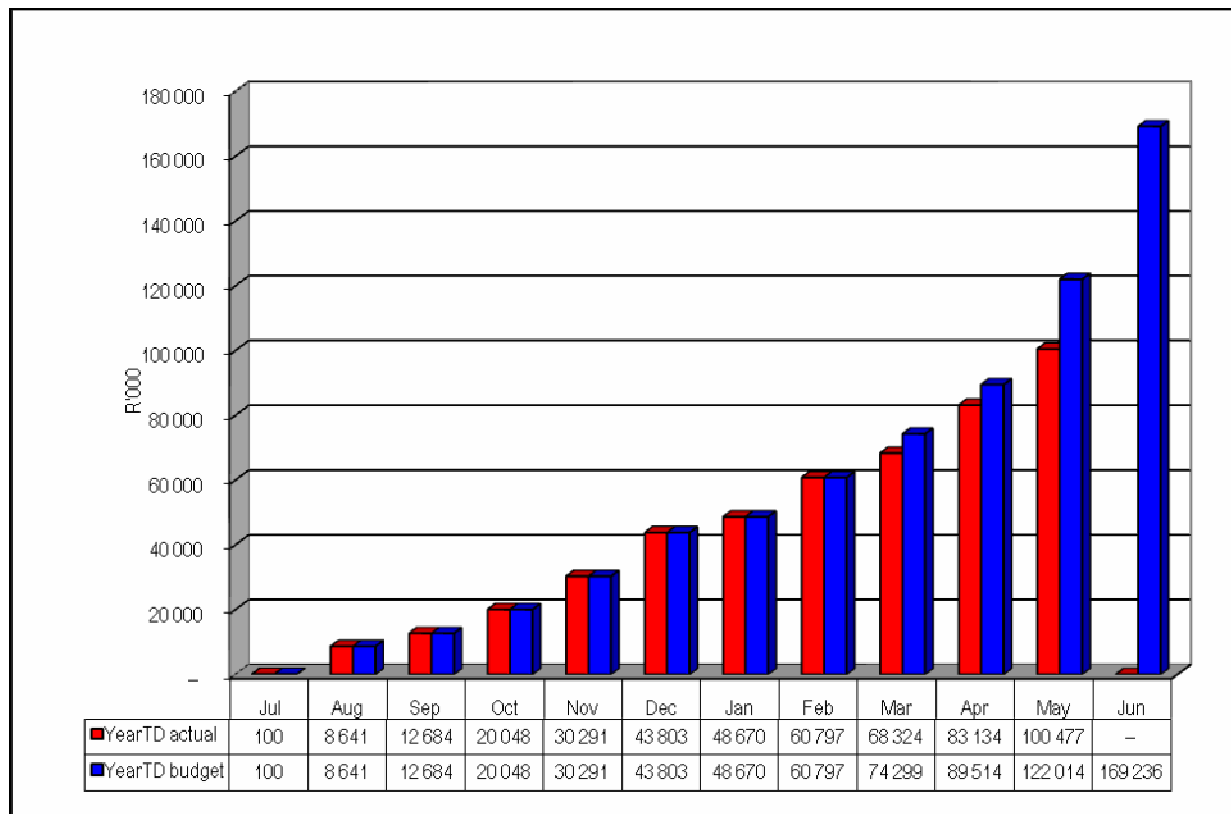
Other supporting documentation

Section 71 charts

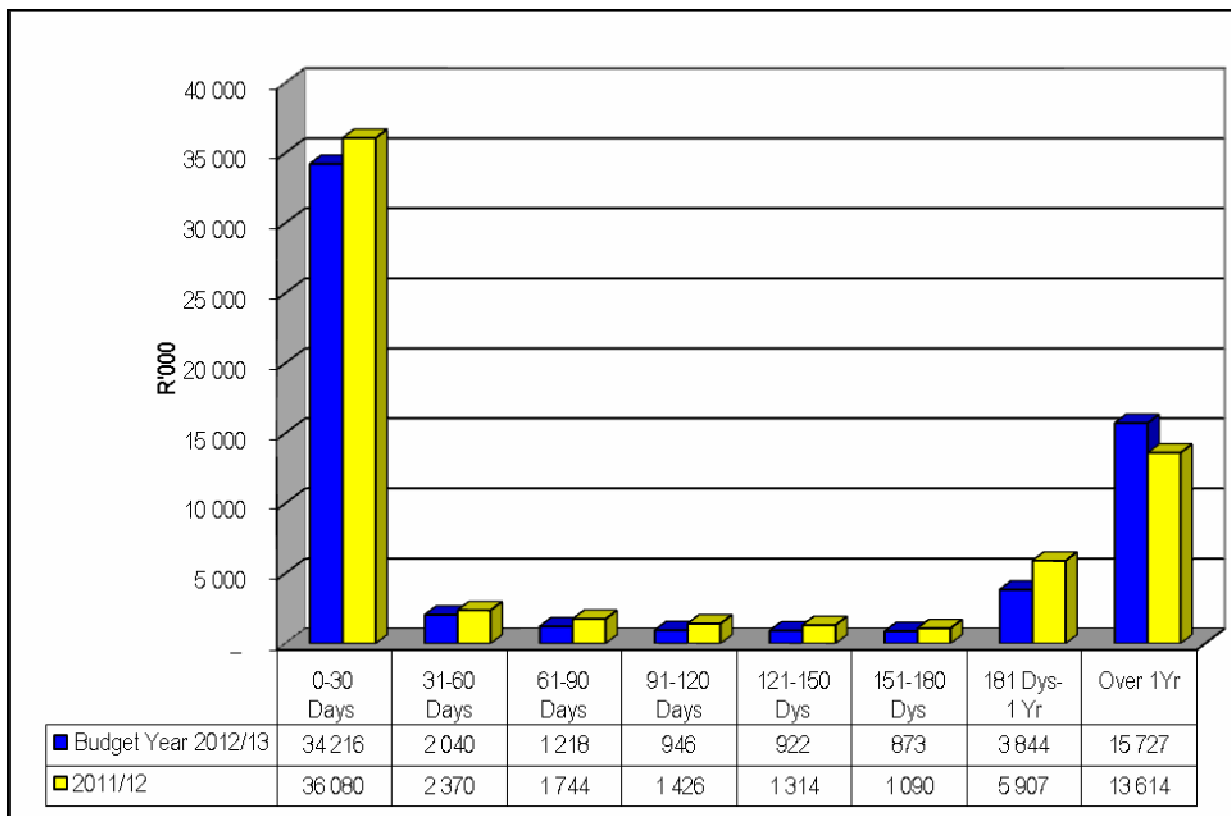
Capital expenditure monthly trend - actual vs target



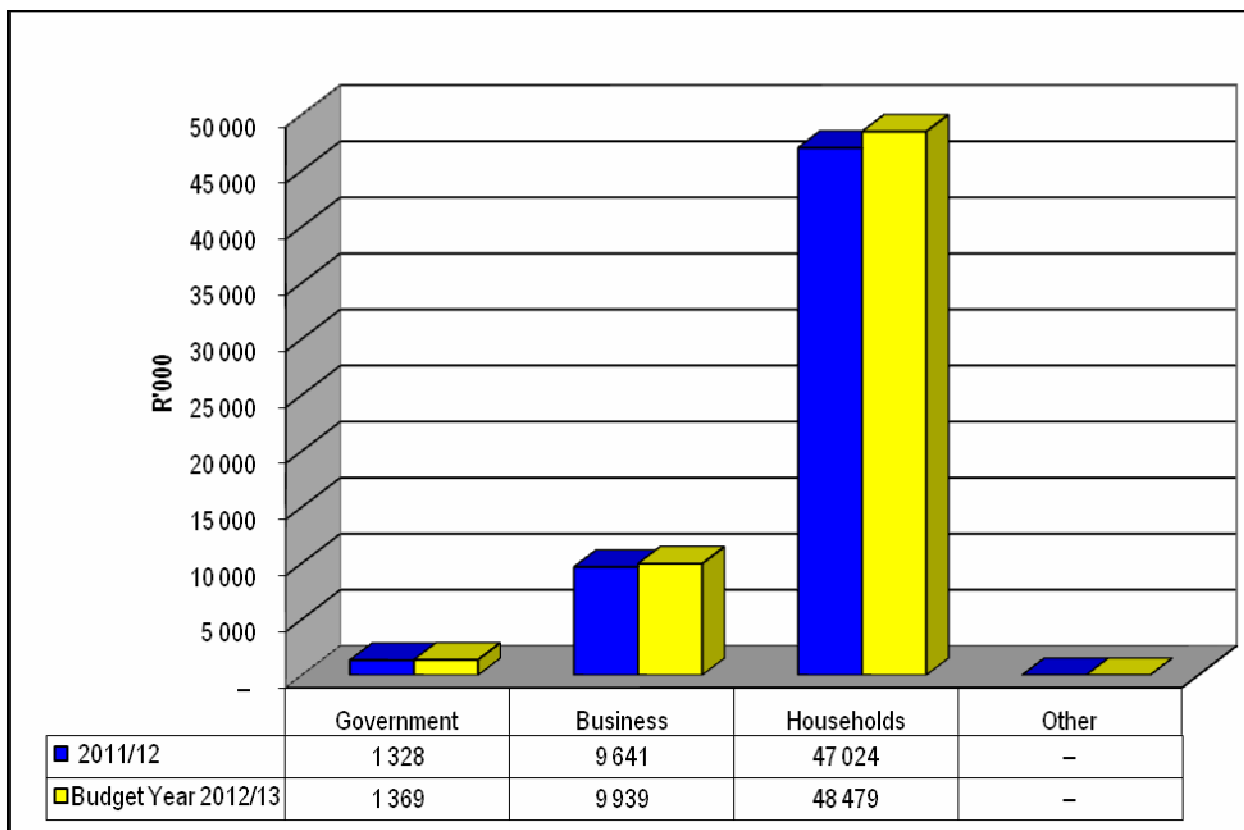
Capital expenditure – YTD actual vs YTD trend



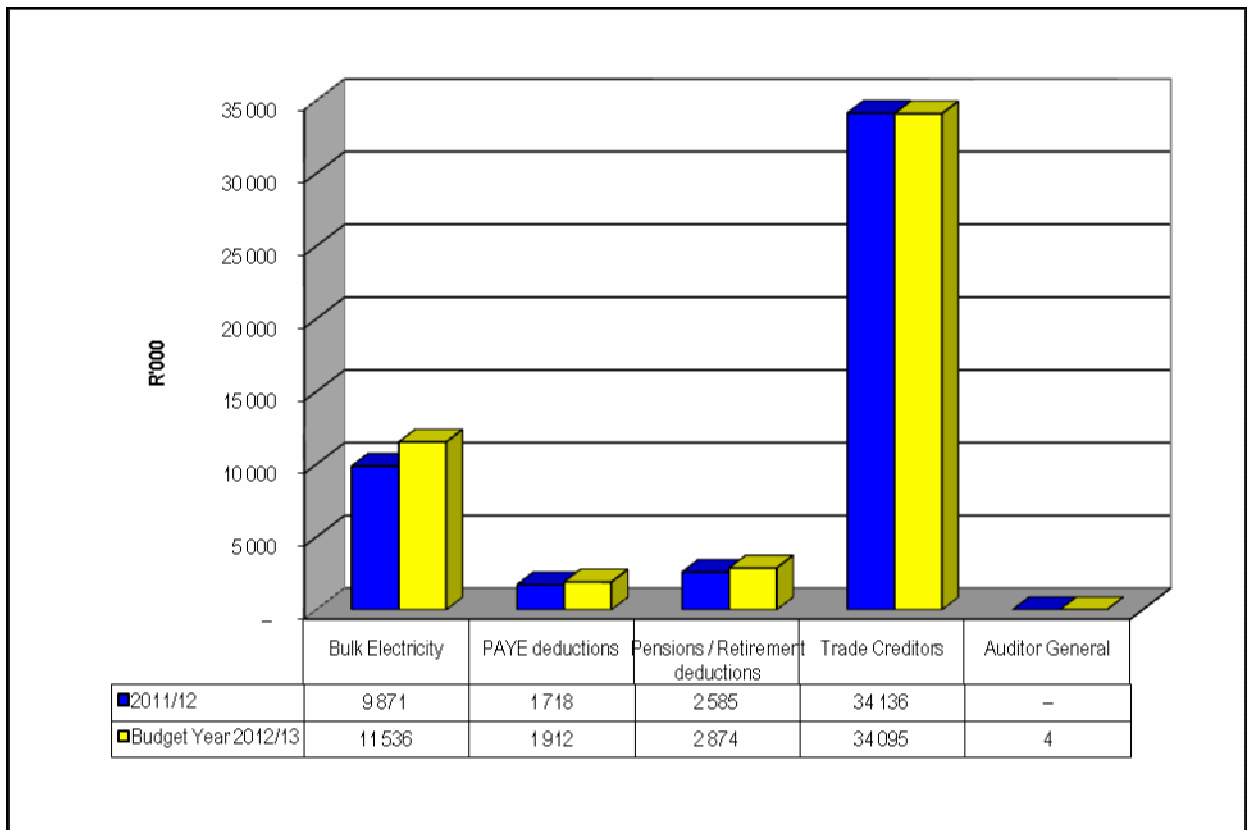
Debtors Age Analysis



Debtors by Type



Creditor Payments



Municipal manager's quality certification

QUALITY CERTIFICATE

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

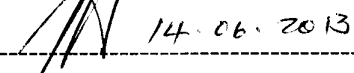
- The Monthly Budget Statement**

For the month of **May 2013** has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print name CC Groenewald

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

Signature -----

Date -----