

# *OVERSTRAND MUNICIPALITY*



## Quarterly Budget Statement September 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 first quarter ended 30 September 2011 are included in a separate comprehensive report that will also serve at the meeting.

##### **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 mid year budget review.

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

Actual revenue for the first quarter of 2011/2012 is in excess of the budgeted income by 1,5% (R2,5m) and expenditure is underspent by 3,5% (R5,8m).

## **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 September 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**

As the Auditor General has not completed the audit of the 2010/2011 financial statements the 'Audited Outcome' for 2010/2011 will be included as soon as the audit is completed.

### **3.2 Consolidated performance**

#### **3.2.1 Against annual budget (original approved)**

##### **Revenue by Source**

Year-to-date actual revenue is 101,5% of YTD budget.

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

##### **Operating expenditure by type**

Current expenditure is 3,5% below year-to-date budget projections for September 2011. The current savings are related to employer related costs. The 2011/12 budget for salaries, wages and allowances for the municipality in total is R189,9 million which comprises 27% of the operational expenditure budget. The annual wage increase of 6.08% for employees has been implemented with effective from 1 July 2011. Councillors remuneration for 2011/2012 has however not yet been adjusted. This is expected to occur during December 2011, after approval by the Minister.

##### **Capital expenditure**

Year-to-date expenditure on capital amounts to R21,947 million, or 10%, 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 September amounts to R63,5 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 September closing balance is

R68 million. Refer to section 4 – Supporting Table C9 and Section 7 for more detail on the cash position.

### 3.3 Remedial or corrective steps

No remedial or corrective steps are required at this time.

### 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 at this meeting.

#### 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 - M03 September

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	<b>Revenue By Source</b>			
	Total Revenue	2%	Not material	
2	<b>Expenditure By Type</b>			
	Total Expenditure	-2%	Not material	
3	<b>Capital Expenditure</b>			
	Standard Classification	-R1,79m	Actual expenditure not yet materialised from commitments Commitments = R58,4m	Monitoring of commitments
4	<b>Financial Position</b>			
	In Order			
5	<b>Cash Flow</b>			
	In Order			

### 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 3,5% 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 - M03 September

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
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	-	135 736	-	11 172	35 471	33 934	1 537	5%	135 736
Service charges	-	414 998	-	35 467	105 146	104 289	857	1%	414 998
Investment revenue	-	5 445	-	445	1 497	1 641	(144)	-9%	5 445
Transfers recognised - operational	-	49 691	-	244	13 691	13 691	-	-	49 691
Other own revenue	-	34 380	-	3 085	8 818	8 595	223	3%	34 380
<b>Total Revenue (excluding capital transfers and contributions)</b>	-	<b>640 249</b>	-	<b>50 414</b>	<b>164 622</b>	<b>162 149</b>	<b>2 472</b>	<b>2%</b>	<b>640 249</b>
Employee costs	-	189 876	-	14 673	42 804	47 469	(4 665)	-10%	189 876
Remuneration of Councillors	-	6 862	-	515	1 584	1 715	(132)	-8%	6 862
Depreciation & asset impairment	-	105 115	-	8 760	26 279	26 279	-	-	105 115
Finance charges	-	32 665	-	3 934	4 073	4 073	-	-	32 665
Materials and bulk purchases	-	129 763	-	15 188	33 320	33 738	(418)	-1%	129 763
Transfers and grants	-	25 000	-	2 364	6 832	6 832	-	-	25 000
Other expenditure	-	239 151	-	21 429	43 306	43 911	(605)	-1%	239 151
<b>Total Expenditure</b>	-	<b>728 432</b>	-	<b>66 862</b>	<b>158 198</b>	<b>164 018</b>	<b>(5 820)</b>	<b>-4%</b>	<b>728 432</b>
<b>Surplus/(Deficit)</b>	-	<b>(88 183)</b>	-	<b>(16 448)</b>	<b>6 424</b>	<b>(1 868)</b>	<b>8 292</b>	<b>-444%</b>	<b>(88 183)</b>
Transfers recognised - capital	-	41 271	-	4 717	6 759	6 759	-	-	41 271
Contributions & Contributed assets	-	9 700	-	2 962	2 962	2 962	-	-	9 700
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	-	<b>(37 212)</b>	-	<b>(8 770)</b>	<b>16 144</b>	<b>7 852</b>	<b>8 292</b>	<b>106%</b>	<b>(37 212)</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	-	<b>(37 212)</b>	-	<b>(8 770)</b>	<b>16 144</b>	<b>7 852</b>	<b>8 292</b>	<b>106%</b>	<b>(37 212)</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	-	<b>213 971</b>	-	<b>17 318</b>	<b>21 947</b>	<b>19 257</b>	<b>2 689</b>	<b>14%</b>	<b>213 971</b>
Capital transfers recognised	-	41 271	-	9 921	11 963	3 714	8 249	222%	41 271
Public contributions & donations	-	9 700	-	3 648	4 373	873	3 500	401%	9 700
Borrowing	-	117 000	-	2 822	4 684	10 530	(5 846)	-56%	117 000
Internally generated funds	-	46 000	-	927	927	4 140	(3 213)	-78%	46 000
<b>Total sources of capital funds</b>	-	<b>213 971</b>	-	<b>17 318</b>	<b>21 947</b>	<b>19 257</b>	<b>2 689</b>	<b>14%</b>	<b>213 971</b>
<b>Financial position</b>									
Total current assets	-	101 904	-	-	160 872	-	-	-	101 904
Total non current assets	-	3 192 217	-	-	3 127 160	-	-	-	3 192 217
Total current liabilities	-	97 819	-	-	112 524	-	-	-	97 819
Total non current liabilities	-	449 223	-	-	353 857	-	-	-	449 223
<b>Community wealth/Equity</b>	-	<b>2 747 078</b>	-	-	<b>2 821 652</b>	-	-	-	<b>2 747 078</b>
<b>Cash flows</b>									
Net cash from (used) operating	-	63 262	-	(3 743)	13 494	15 815	(2 321)	-15%	63 262
Net cash from (used) investing	-	(171 265)	-	(15 495)	(19 899)	(42 816)	22 918	-54%	(171 265)
Net cash from (used) financing	-	103 841	-	2 546	4 552	(2 790)	7 341	-263%	103 841
<b>Cash/cash equivalents at the month/year end</b>	-	<b>13 404</b>	-	<b>-</b>	<b>68 151</b>	<b>(12 224)</b>	<b>80 375</b>	<b>-657%</b>	<b>65 841</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Revenue Source	47 666	3 063	2 051	1 420	1 293	1 332	5 346	10 995	73 164
<b>Creditors Age Analysis</b>									
Total Creditors	64 352	-	-	-	-	-	-	-	64 352

## 4.1.2 Table C2: Monthly Budget Statement - Financial

### WC032 Overstrand - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M03 September

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
<b>R thousands</b>									
<b>Revenue - Standard</b>									
<b>Governance and administration</b>	-	194 716	-	16 008	56 068	55 174	894	2%	194 716
Executive and council	-	32 843	-	28	13 069	13 038	32	0%	32 843
Budget and treasury office	-	149 639	-	12 753	39 378	38 516	862	2%	149 639
Corporate services	-	12 234	-	3 226	3 621	3 620	1	0%	12 234
<b>Community and public safety</b>	-	55 069	-	1 790	7 110	7 128	(18)	0%	55 069
Community and social services	-	1 754	-	163	501	438	62	14%	1 754
Sport and recreation	-	7 157	-	342	1 080	1 431	(351)	-25%	7 157
Public safety	-	9 482	-	938	2 641	2 371	271	11%	9 482
Housing	-	36 676	-	347	2 887	2 887	-		36 676
Health	-	-	-	-	-	-	-		-
<b>Economic and environmental services</b>	-	11 787	-	2 528	3 237	3 189	48	1%	11 787
Planning and development	-	8 235	-	2 504	3 086	3 061	25	1%	8 235
Road transport	-	3 208	-	4	76	59	17	28%	3 208
Environmental protection	-	344	-	20	75	69	6	9%	344
<b>Trading services</b>	-	429 648	-	37 766	107 928	106 380	1 548	1%	429 648
Electricity	-	227 132	-	21 914	62 895	61 410	1 485	2%	227 132
Water	-	93 689	-	5 870	19 217	20 299	(1 082)	-5%	93 689
Waste water management	-	68 142	-	6 648	15 820	14 574	1 246	9%	68 142
Waste management	-	40 685	-	3 334	9 996	10 097	(101)	-1%	40 685
<b>Other</b>	-	-	-	-	-	-	-		-
<b>Total Revenue - Standard</b>	-	691 220	-	58 092	174 342	171 870	2 472	1%	691 220
<b>Expenditure - Standard</b>									
<b>Governance and administration</b>	-	113 225	-	13 400	27 768	29 424	(1 656)	-6%	113 225
Executive and council	-	33 070	-	3 331	8 477	8 043	434	5%	33 070
Budget and treasury office	-	46 944	-	7 224	13 690	13 759	(69)	-1%	46 944
Corporate services	-	33 212	-	2 844	5 601	7 622	(2 021)	-27%	33 212
<b>Community and public safety</b>	-	105 773	-	7 618	19 338	21 862	(2 523)	-12%	105 773
Community and social services	-	31 039	-	2 979	7 272	7 760	(487)	-6%	31 039
Sport and recreation	-	17 603	-	1 083	2 720	3 433	(713)	-21%	17 603
Public safety	-	34 511	-	3 004	7 758	7 771	(12)	0%	34 511
Housing	-	22 620	-	552	1 588	2 899	(1 311)	-45%	22 620
Health	-	-	-	-	-	-	-		-
<b>Economic and environmental services</b>	-	126 297	-	9 912	25 430	27 848	(2 418)	-9%	126 297
Planning and development	-	29 349	-	2 978	7 190	7 638	(448)	-6%	29 349
Road transport	-	90 459	-	6 388	16 836	18 748	(1 912)	-10%	90 459
Environmental protection	-	6 489	-	546	1 403	1 461	(58)	-4%	6 489
<b>Trading services</b>	-	383 137	-	35 933	85 662	84 885	777	1%	383 137
Electricity	-	196 925	-	21 409	48 907	49 231	(325)	-1%	196 925
Water	-	94 976	-	7 739	19 264	18 520	744	4%	94 976
Waste water management	-	48 565	-	3 643	9 711	9 713	(2)	0%	48 565
Waste management	-	42 670	-	3 141	7 780	7 420	360	5%	42 670
<b>Other</b>	-	-	-	-	-	-	-		-
<b>Total Expenditure - Standard</b>	-	728 432	-	66 862	158 198	164 018	(5 820)	-4%	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 municipal

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
<b>R thousands</b>									
<b>Revenue by Vote</b>									
Vote 1 - Council	-	32 816	-	32	13 069	13 038	32	0,2%	32 816
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Management Services	-	1 485	-	130	395	373	22	6,0%	1 485
Vote 4 - Finance	-	149 639	-	12 753	39 378	38 516	862	2,2%	149 639
Vote 5 - Community Services	-	252 487	-	16 859	49 861	49 935	(74)	-0,1%	252 487
Vote 6 - Local Economic Development	-	4 200	-	2 189	2 189	2 189	-	-	4 200
Vote 7 - Infrastructure & Planning	-	241 111	-	25 211	66 829	65 449	1 380	2,1%	241 111
Vote 8 - Protection Services	-	9 482	-	918	2 622	2 371	251	10,6%	9 482
<b>Total Revenue by Vote</b>	-	<b>691 220</b>	-	<b>58 092</b>	<b>174 342</b>	<b>171 870</b>	<b>2 472</b>	<b>1,4%</b>	<b>691 220</b>
<b>Expenditure by Vote</b>									
Vote 1 - Council	-	21 523	-	2 970	7 644	7 859	(215)	-2,7%	21 523
Vote 2 - Municipal Manager	-	1 533	-	84	165	184	(19)	-10,2%	1 533
Vote 3 - Management Services	-	19 050	-	1 779	2 990	3 429	(439)	-12,8%	19 050
Vote 4 - Finance	-	46 944	-	7 224	13 690	13 759	(69)	-0,5%	46 944
Vote 5 - Community Services	-	363 276	-	26 552	67 502	70 867	(3 366)	-4,7%	363 276
Vote 6 - Local Economic Development	-	2 510	-	936	1 185	1 129	55	4,9%	2 510
Vote 7 - Infrastructure & Planning	-	239 084	-	24 313	57 264	59 019	(1 755)	-3,0%	239 084
<b>Total Expenditure by Vote</b>	-	<b>728 432</b>	-	<b>66 862</b>	<b>158 198</b>	<b>164 018</b>	<b>(5 820)</b>	<b>-3,5%</b>	<b>728 432</b>
<b>Surplus/ (Deficit) for the year</b>	-	<b>(37 212)</b>	-	<b>(8 770)</b>	<b>16 144</b>	<b>7 852</b>	<b>8 293</b>	<b>105,6%</b>	<b>(37 212)</b>

#### 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 30 September 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) - M03 September

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
<b>R thousands</b>									
<b>Revenue By Source</b>									
Property rates		134 818		11 085	35 217	33 704	1 513	4%	134 818
Property rates - penalties & collection charges		918		87	253	230	24	10%	918
Service charges - electricity revenue		223 307		21 803	62 757	61 410	1 348	2%	223 307
Service charges - water revenue		91 524		5 856	18 966	19 830	(864)	-4%	91 524
Service charges - sanitation revenue		59 777		4 477	13 441	12 952	489	4%	59 777
Service charges - refuse revenue		40 389		3 332	9 982	10 097	(116)	-1%	40 389
Service charges - other							-		
Rental of facilities and equipment		6 960		365	1 514	1 740	(226)	-13%	6 960
Interest earned - external investments		2 620		246	935	935	-		2 620
Interest earned - outstanding debtors		2 825		198	562	706	(144)	-20%	2 825
Dividends received							-		
Fines		5 641		656	1 686	1 410	275	20%	5 641
Licences and permits		1 731		156	439	433	6	1%	1 731
Agency services		1 835		156	470	459	11	2%	1 835
Transfers recognised - operational		49 691		244	13 691	13 691	-		49 691
Other revenue		18 213		1 752	4 708	4 553	155	3%	18 213
Gains on disposal of PPE							-		
<b>contributions)</b>	<b>-</b>	<b>640 249</b>	<b>-</b>	<b>50 414</b>	<b>164 622</b>	<b>162 149</b>	<b>2 472</b>	<b>2%</b>	<b>640 249</b>
<b>Expenditure By Type</b>									
Employee related costs		189 876		14 673	42 804	47 469	(4 665)	-10%	189 876
Remuneration of councillors		6 862		515	1 584	1 715	(132)	-8%	6 862
Debt impairment		1 000		83	250	250	-		1 000
Depreciation & asset impairment		105 115		8 760	26 279	26 279	-		105 115
Finance charges		32 665		3 934	4 073	4 073	-		32 665
Bulk purchases		129 763		15 188	33 320	33 738	(418)	-1%	129 763
Other materials							-		
Contracted services		14 670		1 281	2 746	2 689	56	2%	14 670
Transfers and grants		25 000		2 364	6 832	6 832	-		25 000
Other expenditure		223 481		20 065	40 310	40 972	(661)	-2%	223 481
Loss on disposal of PPE							-		
<b>Total Expenditure</b>	<b>-</b>	<b>728 432</b>	<b>-</b>	<b>66 862</b>	<b>158 198</b>	<b>164 018</b>	<b>(5 820)</b>	<b>-4%</b>	<b>728 432</b>
<b>Surplus/(Deficit)</b>	<b>-</b>	<b>(88 183)</b>	<b>-</b>	<b>(16 448)</b>	<b>6 424</b>	<b>(1 868)</b>	<b>8 292</b>	<b>(0)</b>	<b>(88 183)</b>
Transfers recognised - capital		41 271		4 717	6 759	6 759	-		41 271
Contributions recognised - capital		9 700		2 962	2 962	2 962	-		9 700
Contributed assets							-		
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>-</b>	<b>(37 212)</b>	<b>-</b>	<b>(8 770)</b>	<b>16 144</b>	<b>7 852</b>			<b>(37 212)</b>
Taxation							-		
<b>Surplus/(Deficit) after taxation</b>	<b>-</b>	<b>(37 212)</b>	<b>-</b>	<b>(8 770)</b>	<b>16 144</b>	<b>7 852</b>			<b>(37 212)</b>
Attributable to minorities									
<b>Surplus/(Deficit) attributable to municipality</b>	<b>-</b>	<b>(37 212)</b>	<b>-</b>	<b>(8 770)</b>	<b>16 144</b>	<b>7 852</b>			<b>(37 212)</b>
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 101,5% of the year-to-date budget, amounting to R2,5 million.

Current expenditure is 3,5%, R5,8 million, below year-to-date budget projections for September 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) - M03 September

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
<b>R thousands</b>									
<b>Multi-Year expenditure appropriation</b>									
Vote 1 - Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Management Services	-	2 928	-	-	-	263	(263)	-100%	2 928
Vote 4 - Finance	-	-	-	-	-	-	-	-	-
Vote 5 - Community Services	-	153 989	-	10 851	12 909	13 859	(950)	-7%	153 989
Vote 6 - Local Economic Development	-	5 700	-	2 166	2 166	513	1 653	322%	5 700
Vote 7 - Infrastructure & Planning	-	50 565	-	4 300	6 871	4 551	2 321	51%	50 565
Vote 8 - Protection Services	-	790	-	-	-	71	(71)	-100%	790
<b>Total Capital Multi-year expenditure</b>	-	<b>213 971</b>	-	<b>17 318</b>	<b>21 947</b>	<b>19 257</b>	<b>2 689</b>	<b>14%</b>	<b>213 971</b>
<b>Total Capital Expenditure</b>	-	<b>213 971</b>	-	<b>17 318</b>	<b>21 947</b>	<b>19 257</b>	<b>2 689</b>	<b>14%</b>	<b>213 971</b>
<b>Capital Expenditure - Standard Classification</b>									
<b>Governance and administration</b>	-	<b>28 965</b>	-	<b>3 775</b>	<b>4 499</b>	<b>2 607</b>	1 893	73%	<b>28 965</b>
Executive and council							-		
Budget and treasury office							-		
Corporate services		28 965		3 775	4 499	2 607	1 893	73%	28 965
<b>Community and public safety</b>	-	<b>28 677</b>	-	<b>672</b>	<b>2 714</b>	<b>2 581</b>	133	5%	<b>28 677</b>
Community and social services		1 450				131	(131)	-100%	1 450
Sport and recreation		14 187		338	338	1 277	(939)	-74%	14 187
Public safety		790				71	(71)	-100%	790
Housing		12 250		334	2 376	1 103	1 274	116%	12 250
Health							-		
<b>Economic and environmental services</b>	-	<b>20 670</b>	-	<b>2 166</b>	<b>2 166</b>	<b>1 860</b>	306	16%	<b>20 670</b>
Planning and development		5 700		2 166	2 166	513	1 653	322%	5 700
Road transport		14 970				1 347	(1 347)	-100%	14 970
Environmental protection							-		
<b>Trading services</b>	-	<b>135 659</b>	-	<b>10 705</b>	<b>12 567</b>	<b>12 209</b>	358	3%	<b>135 659</b>
Electricity		37 505		652	2 498	3 375	(877)	-26%	37 505
Water		59 433		4 505	4 521	5 349	(828)	-15%	59 433
Waste water management		37 032		5 429	5 429	3 333	2 096	63%	37 032
Waste management		1 690		119	119	152	(33)	-22%	1 690
<b>Other</b>							-		
<b>Total Capital Expenditure - Standard Classification</b>	-	<b>213 971</b>	-	<b>17 318</b>	<b>21 947</b>	<b>19 257</b>	<b>2 689</b>	<b>14%</b>	<b>213 971</b>
<b>Funded by:</b>									
National Government		20 171		9 586	9 586	7 996	1 590	20%	20 171
Provincial Government		21 100		334	2 377	2 377	-		21 100
District Municipality							-		
Other transfers and grants							-		
<b>Transfers recognised - capital</b>	-	<b>41 271</b>	-	<b>9 921</b>	<b>11 963</b>	<b>10 373</b>	<b>1 590</b>	<b>15%</b>	<b>41 271</b>
<b>Public contributions &amp; donations</b>		9 700		3 648	4 373	4 373	-		9 700
<b>Borrowing</b>		117 000		2 822	4 684	3 584	1 100	31%	117 000
<b>Internally generated funds</b>		46 000		927	927	927	-		46 000

The capital expenditure is 14%, R2,7 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 - M03 September

Description	2010/11	Budget Year 2011/12			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>					
<b>ASSETS</b>					
<b>Current assets</b>					
Cash		13 404		7 909	13 404
Call investment deposits				60 242	
Consumer debtors		42 000		58 685	42 000
Other debtors		42 000		29 464	42 000
Current portion of long-term receivables					
Inventory		4 500		4 573	4 500
<b>Total current assets</b>	-	<b>101 904</b>	-	<b>160 872</b>	<b>101 904</b>
<b>Non current assets</b>					
Long-term receivables		174		171	174
Investments		6 973		4 524	6 973
Investment property		66 838		87 289	66 838
Investments in Associate					
Property, plant and equipment		3 085 654		3 004 436	3 085 654
Agricultural					
Biological assets					
Intangible assets		2 577		2 838	2 577
Other non-current assets		30 000		27 902	30 000
<b>Total non current assets</b>	-	<b>3 192 217</b>	-	<b>3 127 160</b>	<b>3 192 217</b>
<b>TOTAL ASSETS</b>	-	<b>3 294 121</b>	-	<b>3 288 033</b>	<b>3 294 121</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Bank overdraft					
Borrowing		13 519		25 741	13 519
Consumer deposits		18 000		24 186	18 000
Trade and other payables		66 300		62 597	66 300
Provisions					
<b>Total current liabilities</b>	-	<b>97 819</b>	-	<b>112 524</b>	<b>97 819</b>
<b>Non current liabilities</b>					
Borrowing		348 379		234 286	348 379
Provisions		100 845		119 570	100 845
<b>Total non current liabilities</b>	-	<b>449 223</b>	-	<b>353 857</b>	<b>449 223</b>
<b>TOTAL LIABILITIES</b>	-	<b>547 043</b>	-	<b>466 381</b>	<b>547 043</b>
<b>NET ASSETS</b>	-	<b>2 747 078</b>	-	<b>2 821 652</b>	<b>2 747 078</b>
<b>COMMUNITY WEALTH/EQUITY</b>					
Accumulated Surplus/(Deficit)		2 429 983		2 504 561	2 429 983
Reserves		317 094		317 091	317 094
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	-	<b>2 747 078</b>	-	<b>2 821 652</b>	<b>2 747 078</b>

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 - M03 September**

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
<b>R thousands</b>									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>									
<b>Receipts</b>									
Ratepayers and other		554 032		47 066	140 504	138 508	1 996	1%	554 032
Government - operating		49 811		244	13 691	12 453	1 238	10%	49 811
Government - capital		41 371		7 678	9 721	10 343	(622)	-6%	41 371
Interest		5 445		445	1 497	1 361	135	10%	5 445
Dividends							-		
<b>Payments</b>									
Suppliers and employees		(529 732)		(52 879)	(141 013)	(132 433)	8 580	-6%	(529 732)
Finance charges		(32 665)		(3 934)	(4 073)	(8 166)	(4 093)	50%	(32 665)
Transfers and Grants		(25 000)		(2 364)	(6 832)	(6 250)	582	-9%	(25 000)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>-</b>	<b>63 262</b>	<b>-</b>	<b>(3 743)</b>	<b>13 494</b>	<b>15 815</b>	<b>(2 321)</b>	<b>-15%</b>	<b>63 262</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>									
<b>Receipts</b>									
Proceeds on disposal of PPE		36 000		2 200	2 679	9 000	(6 321)	-70%	36 000
Decrease (Increase) in non-current debtors							-		
Decrease (increase) other non-current receivables		-		0	0		0	#DIV/0!	
Decrease (increase) in non-current investments		(2 894)		(377)	(631)	(724)	93	-13%	(2 894)
<b>Payments</b>									
Capital assets		(204 371)		(17 318)	(21 947)	(51 093)	(29 146)	57%	(204 371)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>-</b>	<b>(171 265)</b>	<b>-</b>	<b>(15 495)</b>	<b>(19 899)</b>	<b>(42 816)</b>	<b>(22 918)</b>	<b>54%</b>	<b>(171 265)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>									
<b>Receipts</b>									
Short term loans							-		
Borrowing long term/refinancing		115 000		-	-		-		115 000
Increase (decrease) in consumer deposits		2 000		3 091	5 823	500	5 323	1065%	2 000
<b>Payments</b>									
Repayment of borrowing		(13 159)		(545)	(1 272)	(3 290)	(2 018)	61%	(13 159)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>-</b>	<b>103 841</b>	<b>-</b>	<b>2 546</b>	<b>4 552</b>	<b>(2 790)</b>	<b>(7 341)</b>	<b>263%</b>	<b>103 841</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>-</b>	<b>(4 162)</b>	<b>-</b>	<b>(16 692)</b>	<b>(1 853)</b>	<b>(29 791)</b>			<b>(4 162)</b>
Cash/cash equivalents at beginning:		17 566			70 004	17 566			70 004
Cash/cash equivalents at month/year end:		13 404			68 151	(12 224)			65 841

Table C7 balances to the current Cashbook balance, shown in the 'YTD actual' column which is R68,1 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 - M03 September

Description	Budget Year 2011/12											
	July	August	Sept	Oct	Nov	Dec	Jan	Feb	March	April	May	June
R thousands	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget
<b>Cash Receipts By Source</b>												
Property rates	10 581	11 376	11 678									107 048
Property rates - penalties & collection charges	79	88	87									665
Service charges - electricity revenue	13 201	20 809	20 596									178 416
Service charges - water revenue	4 839	6 694	5 996									77 977
Service charges - sanitation revenue	3 331	4 782	4 299									49 966
Service charges - refuse	2 833	3 327	3 183									32 803
Service charges - other												-
Rental of facilities and equipment	559	528	411									5 408
Interest earned - external investments	305	383	246									1 685
Interest earned - outstanding debtors	172	192	198									2 263
Dividends received												-
Fines	426	604	656									3 956
Licences and permits	146	138	156									1 292
Agency services	139	175	156									1 365
Transfer receipts - operating	12 982	465	244									36 000
Other revenue	9 293	3 176	(151)									10 957
<b>Cash Receipts by Source</b>	<b>58 885</b>	<b>52 735</b>	<b>47 755</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>509 802</b>
<b>Other Cash Flows by Source</b>												
Transfer receipts - capital		2 042	7 678									31 550
Contributions & Contributed assets												9 700
Proceeds on disposal of PPE	83	-	2 200									31 717
Short term loans												-
Borrowing long term/refinancing												117 000
Increase in consumer deposits	787	1 945	3 091									(2 823)
Receipt of non-current debtors												3 962
Receipt of non-current receivables	5	0	0									(5)
Change in non-current investments	(126)	(127)	(377)									(2 554)
<b>Total Cash Receipts by Source</b>	<b>59 635</b>	<b>56 595</b>	<b>60 347</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>698 348</b>
<b>Cash Payments by Type</b>												
Employee related costs	13 120	15 318	14 822									140 615
Remuneration of councillors	534	534	515									5 278
Interest paid	139	-	3 934									28 592
Bulk purchases - Electricity	1 360	16 772	15 188									96 443
Bulk purchases - Water & Sewer												-
Other materials												-
Contracted services	338	1 127	1 281									11 924
Grants and subsidies paid - other municipalities												-
Grants and subsidies paid - other	2 152	2 317	2 364									18 168
General expenses	29 326	50 265	21 073									156 286
<b>Cash Payments by Type</b>	<b>46 968</b>	<b>86 334</b>	<b>59 177</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>457 306</b>
<b>Other Cash Flows/Payments by Type</b>												
Capital assets	1 052	3 829	17 318									195 451
Repayment of borrowing	727	-	545									4 210
Other Cash Flows/Payments	(37 519)	-										37 519
<b>Total Cash Payments by Type</b>	<b>11 228</b>	<b>90 163</b>	<b>77 039</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>694 486</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>48 406</b>	<b>(33 568)</b>	<b>(16 692)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3 862</b>
Cash/cash equivalents at the month/year begi	70 004	118 410	84 842	68 151	68 151	68 151	68 151	68 151	68 151	68 151	68 151	68 151
Cash/cash equivalents at the month/year end:	118 410	84 842	68 151	68 151	68 151	68 151	68 151	68 151	68 151	68 151	68 151	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 - M03 September

Description	NT Code	Budget Year 2011/12										>90 days
		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	Bad Debts	
R thousands												
<b>Debtors Age Analysis By Revenue Source</b>												
Rates	1200	10 154	517	388	305	260	257	814	1 419	14 113		3 055
Electricity	1300	22 532	568	263	195	203	181	779	1 104	25 824		2 461
Water	1400	7 587	1 032	378	382	293	454	1 142	2 945	14 212		5 215
Sewerage / Sanitation	1500	4 866	364	248	198	191	160	723	1 275	8 026		2 547
Refuse Removal	1600	3 456	201	141	110	103	89	410	970	5 479		1 681
Housing (Rental Revenue)	1700	136	23	17	13	10	9	37	61	306		129
Other	1900	(1 066)	358	616	217	233	182	1 442	3 221	5 204		5 296
<b>Total By Revenue Source</b>	<b>2000</b>	<b>47 666</b>	<b>3 063</b>	<b>2 051</b>	<b>1 420</b>	<b>1 293</b>	<b>1 332</b>	<b>5 346</b>	<b>10 995</b>	<b>73 164</b>	<b>-</b>	<b>20 385</b>
<b>2010/11 - totals only</b>		<b>45 282</b>	<b>2 909</b>	<b>1 948</b>	<b>1 349</b>	<b>1 228</b>	<b>1 265</b>	<b>5 079</b>	<b>10 445</b>	<b>69 506</b>		<b>19 366</b>
<b>Debtors Age Analysis By Customer Category</b>												
Government	2200	609	538	50	46	57	45	208	1 029	2 583		
Business	2300	15 447	311	130	46	58	47	108	295	16 442		
Households	2400	31 609	2 213	1 871	1 327	1 177	1 239	5 031	9 672	54 139		
Other	2500	0	-	-	-	-	-	-	-	0		
<b>Total By Customer Category</b>	<b>2600</b>	<b>47 666</b>	<b>3 063</b>	<b>2 051</b>	<b>1 420</b>	<b>1 293</b>	<b>1 332</b>	<b>5 346</b>	<b>10 995</b>	<b>73 164</b>	<b>-</b>	

## Section 6 – Creditors' analysis

#### 6.1 Supporting Table SC4

WC032 Overstrand - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 September

Description	NT Code	Budget Year 2011/12									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											
<b>Creditors Age Analysis By Customer Type</b>											
Bulk Electricity	0100	17 314									17 314
Bulk Water	0200										-
PAYE deductions	0300	1 692									1 692
VAT (output less input)	0400										-
Pensions / Retirement deductions	0500	2 535									2 535
Loan repayments	0600	4 408									4 408
Trade Creditors	0700	38 022									38 022
Auditor General	0800	380									380
Other	0900										-
<b>Total By Customer Type</b>	<b>2600</b>	<b>64 352</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>64 352</b>

Supporting Table SC4 reflects creditors paid during September 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 - M03 September

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							
<b>Municipality</b>								
NRB 44287/0011 (UNDER RECEIVERSHIP)	UNDETERMINED		UNDETERMINED			2 632	-	2 632
ABSA 4074809272	DAILY	CALL		134	5,3%	30 108		30 242
LIBERTY 15934476	15 YEARS		01/09/2025	2		1 515	125	1 642
STANDARD BANK 288434005*004	32 DAYS	FIXED	24/10/2011		5,6%	30 000		30 000
LIBERTY 15934476	14 YEARS		01/09/2025	1			250	251
<b>Municipality sub-total</b>				137		64 255	375	64 767
<b>TOTAL INVESTMENTS AND INTEREST</b>				137		64 255	375	64 767

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 - M03 September

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
<b>R thousands</b>										
<b>RECEIPTS:</b>	1,2									
<b>Operating Transfers and Grants</b>										
<b>National Government:</b>		-	33 732	-	-	15 022	15 022	-		33 732
Equitable share			31 156		-	12 982	12 982	-		31 156
Finance Management grant	3		1 250		-	1 250	1 250	-		1 250
Municipal Systems Improvement			790		-	790	790	-		790
EPWP			536					-		536
<b>Provincial Government:</b>		-	15 959	-	3 612	5 656	2 044	3 612	176.7%	15 959
Housing			15 176		3 612	5 320	1 708	3 612	211.4%	15 176
Public Library Services Grant			640		-	336	336			640
Community Development Worker			78					-		78
Main Road Subsidy	4		65					-		65
Cleanest Town Competition/ HCE								-		
Public Library Services Grant								-		
<b>District Municipality:</b>		-	-	-	-	-	-	-		-
<i>[insert description]</i>								-		
<b>Other grant providers:</b>		-	-	-	-	-	-	-		-
<i>[insert description]</i>								-		
<b>Total Operating Transfers and Grants</b>	5	-	49 691	-	3 612	20 678	17 066	3 612	21.2%	49 691
<b>Capital Transfers and Grants</b>										
<b>National Government:</b>		-	20 171	-	470	13 384	13 384	-		20 171
Municipal Infrastructure Grant (MIG)			13 971		-	10 914	10 914	-		13 971
Integrated National Electricity Grant			2 000		-	2 000	2 000	-		2 000
Neighbourhood Development Grant			4 200		470	470	470	-		4 200
Other capital transfers <i>[insert description]</i>								-		
<b>Provincial Government:</b>		-	21 100	-	-	-	-	-		21 100
Housing			21 100					-		21 100
<b>District Municipality:</b>		-	-	-	-	-	-	-		-
<i>[insert description]</i>								-		
<b>Other grant providers:</b>		-	-	-	-	-	-	-		-
<i>[insert description]</i>								-		
<b>Total Capital Transfers and Grants</b>	5	-	41 271	-	470	13 384	13 384	-		41 271

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 - M03 September

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
<b>R thousands</b>									
<b>EXPENDITURE</b>									
<b>Operating expenditure of Transfers and Grants</b>									
<b>National Government:</b>	-	33 732	-	2 510	7 109	7 109	-		33 732
Equitable share		31 156		2 364	6 832	6 832	-		31 156
Finance Management grant		1 250		146	277	277	-		1 250
Municipal Systems Improvement		790		0	0	0	-		790
EPWP		536					-		536
<b>Provincial Government:</b>	-	15 959	-	51	432	409	23	5.6%	15 959
Housing		15 176		-	293	293	-		15 176
Community Development Worker		78		9	9	9	-		640
Main Road Subsidy		65					-		78
Cleanest Town Competition/ HCE							-		65
Public Library Services Grant		640		41	129	107	23	21.3%	
<b>District Municipality:</b>	-	-	-	-	-	-	-		-
<i>[insert description]</i>							-		
<b>Other grant providers:</b>	-	-	-	-	-	-	-		-
<i>[insert description]</i>							-		
<b>Total operating expenditure of Transfers and Grants:</b>	-	49 691	-	2 560	7 541	7 518	23	0.3%	49 691
<b>Capital expenditure of Transfers and Grants</b>									
<b>National Government:</b>	-	20 171	-	4 382	4 382	2 329	2 054	88.2%	20 171
Municipal Infrastructure Grant (MIG)		13 971		2 216	2 216	2 329	(112)	-4.8%	13 971
Integrated National Electricity Grant		2 000					-		2 000
Neighbourhood Development Grant		4 200		2 166	2 166		2 166	#DIV/0!	4 200
Other capital transfers [insert description]							-		
<b>Provincial Government:</b>	-	21 100	-	334	2 376	3 517	(1 140)	-32.4%	21 100
Housing		21 100		334	2 376	3 517	(1 140)	-32.4%	21 100
<b>District Municipality:</b>	-	-	-	-	-	-	-		-
<i>[insert description]</i>							-		
<b>Other grant providers:</b>	-	-	-	-	-	-	-		-
<i>[insert description]</i>							-		
<b>Total capital expenditure of Transfers and Grants</b>	-	41 271	-	4 716	6 759	5 845	914	15.6%	41 271
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>	-	90 962	-	7 277	14 300	13 363	936	7.0%	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 - M03 September

Summary of Employee and Councillor remuneration	Budget Year 2011/12							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>								
Salary	4 650		372	1 144	1 162	(19)	-2%	4 650
Pension Contributions	172		9	27	43	(16)	-36%	172
Medical Aid Contributions	69		5	15	17	(2)	-11%	69
Motor vehicle allowance	1 630		129	397	408	(11)	-3%	1 630
Cell phone and other allowances	349		27	83	87			349
Housing allowance			-					
<b>Sub Total - Councillors</b>	<b>6 871</b>	<b>-</b>	<b>542</b>	<b>1 666</b>	<b>1 718</b>	<b>(51)</b>	<b>-3%</b>	<b>6 871</b>
<b>% increase</b>								
<b>Senior Managers of the Municipality</b>								
Salary	5 641		475	1 425	1 410	15	1%	5 641
Pension Contributions	828		72	216	207	9	5%	828
Medical Aid Contributions	169		14	42	42	(1)	-2%	169
Motor vehicle and cell phone	584		42	126	146	(20)	-14%	584
Housing allowance			-	-	-	-		
Performance Bonus			-	-	-	-		
Other benefits or allowances	112		10	30	28	2	8%	112
In-kind benefits			-			-		
<b>Sub Total - Senior Managers of Municipality</b>	<b>7 334</b>	<b>-</b>	<b>613</b>	<b>1 839</b>	<b>1 833</b>	<b>6</b>	<b>0%</b>	<b>7 334</b>
<b>% increase</b>								
<b>Other Municipal Staff</b>								
Basic Salaries and Wages	109 644		9 440	28 310	27 411	899	3%	109 644
Pension Contributions	20 922		1 621	4 868	5 230	(362)	-7%	20 922
Medical Aid Contributions	9 810		590	1 781	2 453	(671)	-27%	9 810
Motor vehicle and cell phone	8 161		650	1 939	2 040	(101)	-5%	8 161
Housing allowance	1 374		86	255	344	(89)	-26%	1 374
Overtime	8 501		726	1 603	2 125	(522)	-25%	8 501
Performance Bonus	9 689		-	47	2 422	(2 375)	-98%	9 689
Other benefits or allowances	8 556		918	2 081	2 139	(58)	-3%	8 556
In-kind benefits			-			-		
<b>Sub Total - Other Municipal Staff</b>	<b>176 657</b>	<b>-</b>	<b>14 033</b>	<b>40 886</b>	<b>44 164</b>	<b>(3 279)</b>	<b>-7%</b>	<b>176 657</b>
<b>% increase</b>								
<b>Total Parent Municipality</b>	<b>190 861</b>	<b>-</b>	<b>15 188</b>	<b>44 391</b>	<b>47 715</b>	<b>(3 324)</b>	<b>-7%</b>	<b>190 861</b>
<b>Unpaid salary, allowances &amp; benefits in arrears:</b>								
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>	<b>190 861</b>	<b>-</b>	<b>15 188</b>	<b>44 391</b>	<b>47 715</b>	<b>(3 324)</b>	<b>-7%</b>	<b>190 861</b>
<b>% increase</b>								
<b>TOTAL MANAGERS AND STAFF</b>	<b>183 990</b>	<b>-</b>	<b>14 646</b>	<b>42 725</b>	<b>45 998</b>			<b>183 990</b>

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 - M03 Septer

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									
<b>Monthly expenditure performance trend</b>									
July		2 140		1 052	1 052	2 140	1 088	50.8%	0%
August		4 279		3 577	4 629	6 419	1 790	27.9%	2%
September		6 419		17 318	21 947	12 838	(9 108)	-70.9%	10%
October		8 559				21 397	–		
November		10 699				32 096	–		
December		21 397				53 493	–		
January		17 118				70 610	–		
February		17 118				87 728	–		
March		21 397				109 125	–		
April		25 677				134 802	–		
May		25 677				160 478	–		
June		53 493				213 971	–		
<b>Total Capital expenditure</b>	–	<b>213 971</b>	–	<b>21 947</b>					

## 10.2.1 Supporting Table SC13a

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

Description	Re	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
<b>R thousands</b>	1									
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		-	150 629	-	10 705	12 567	13 557	989	7.3%	150 629
Infrastructure - Road transport		-	22 538	-	-	-	2 028	2 028	100.0%	22 538
<i>Roads, Pavements &amp; Bridges</i>			14 970				1 347	1 347	100.0%	14 970
<i>Storm water</i>			7 568				681	681	100.0%	7 568
Infrastructure - Electricity		-	37 505	-	652	2 498	3 375	877	26.0%	37 505
<i>Generation</i>							-	-		
<i>Transmission &amp; Reticulation</i>			37 505		652	2 498	3 375	877	26.0%	37 505
<i>Street Lighting</i>							-	-		
Infrastructure - Water		-	59 433	-	4 505	4 521	5 349	828	15.5%	59 433
<i>Dams &amp; Reservoirs</i>							-	-		
<i>Water purification</i>			59 433		4 505	4 521	5 349	828	15.5%	59 433
<i>Reticulation</i>							-	-		
Infrastructure - Sanitation		-	29 464	-	5 429	5 429	2 652	(2 778)	-104.7%	29 464
<i>Reticulation</i>							-	-		
<i>Sewerage purification</i>			29 464		5 429	5 429	2 652	(2 778)	-104.7%	29 464
Infrastructure - Other		-	1 690	-	119	119	152	33	22.0%	1 690
<i>Waste Management</i>			1 690		119	119	152	33	22.0%	1 690
<b>Community</b>		-	28 677	-	672	2 714	2 581	(133)	-5.2%	28 677
Parks & gardens							-	-		
Sportsfields & stadia			13 300		280	280	1 197	917	76.6%	13 300
Swimming pools			887		57	57	80	23	28.5%	887
Community halls			450				41	41	100.0%	450
Security and policing			790				71	71	100.0%	790
Cemeteries			1 000				90	90	100.0%	1 000
Social rental housing			12 250		334	2 376	1 103	(1 274)	-115.6%	12 250
Other							-	-		
<b>Heritage assets</b>		-	-	-	-	-	-	-		-
<b>Investment properties</b>		-	-	-	-	-	-	-		-
<b>Other assets</b>		-	34 076	-	5 941	6 665	3 067	(3 599)	-117.3%	34 076
General vehicles			7 455				671	671	100.0%	7 455
Computers - hardware/equipment			2 338				210	210	100.0%	2 338
Surplus Assets - (Investment or Inventory)			5 523		126	126	497	371	74.6%	5 523
Other			18 760		5 814	6 539	1 688	(4 851)	-287.3%	18 760
<b>Intangibles</b>		-	589	-	-	-	53	53	100.0%	589
Computers - software & programming			589				53	53	100.0%	589
Other							-	-		
<b>Total Capital Expenditure on new assets</b>	1	-	213 971	-	17 318	21 947	19 257	(2 689)	-14.0%	213 971
<b>Specialised vehicles</b>		-	-	-	-	-	-	-		-
Refuse								-		
Fire								-		
Conservancy								-		
Ambulances								-		



### 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
<b>R thousands</b>	1									
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		-	41 344	-	1 509	3 503	4 065	562	13.8%	41 344
Infrastructure - Road transport		-	25 335	-	482	911	2 491	1 580	63.4%	25 335
<i>Roads, Pavements &amp; Bridges</i>			24 589		414	794	2 418	1 623	67.1%	24 589
<i>Storm water</i>			746		68	116	73	(43)	-58.7%	746
Infrastructure - Electricity		-	4 613	-	356	1 192	454	(739)	-162.8%	4 613
<i>Generation</i>			4 613		356	1 192	454	(739)	-162.8%	4 613
<i>Transmission &amp; Reticulation</i>								-		
<i>Street Lighting</i>								-		
Infrastructure - Water		-	6 486	-	286	547	638	91	14.3%	6 486
<i>Dams &amp; Reservoirs</i>			6 486		286	547	638	91	14.3%	6 486
<i>Water purification</i>								-		
<i>Reticulation</i>								-		
Infrastructure - Sanitation		-	3 476	-	310	626	342	(284)	-83.1%	3 476
<i>Reticulation</i>			3 476		310	626	342	(284)	-83.1%	3 476
<i>Sewerage purification</i>								-		
Infrastructure - Other		-	1 434	-	74	228	141	(87)	-61.5%	1 434
<i>Waste Management</i>			1 434		74	228	141	(87)	-61.5%	1 434
<b>Community</b>		-	5 422	-	471	737	533	(204)	-38.2%	5 422
Parks & gardens			1 460		136	301	144	(157)	-109.4%	1 460
Sportsfields & stadia			497		46	92	49	(43)	-88.2%	497
Swimming pools			359		3	3	35	32	91.6%	359
Community halls			970		71	119	95	(23)	-24.5%	970
Libraries			81				8	8	100.0%	81
Recreational facilities							-	-		
Fire, safety & emergency			598		68	98	59	(39)	-66.5%	598
Security and policing			384		45	96	38	(58)	-153.7%	384
Cemeteries			54		12		5	5	100.0%	54
Other			1 019		89	29	100	71	71.0%	1 019
<b>Heritage assets</b>		-	-	-	-	-	-	-		-
<b>Investment properties</b>		-	275	-	-	-	27	27	100.0%	275
Housing development			275				27	27	100.0%	275
<b>Other assets</b>		-	18 179	-	1 792	3 623	1 788	(1 836)	-102.7%	18 179
General vehicles			5 073		438	1 027	499	(528)	-105.9%	5 073
Computers - hardware/equipment			5 518		1 324	2 252	543	(1 710)	-315.1%	5 518
Furniture and other office equipment							-	-		
Civic Land and Buildings							-	-		
Other Buildings			853		215	218	84	(134)	-160.1%	853
Other Land							-	-		
Other			6 736		(184)	125	662	537	81.1%	6 736
<b>Total Repairs and Maintenance Expenditure</b>		-	65 220	-	3 772	7 863	6 413	(1 450)	-22.6%	65 220
<b>Specialised vehicles</b>		-	-	-	-	-	-	-		-
Refuse								-		
Fire								-		
Conservancy								-		
Ambulances								-		

Section 11 – SDBIP

**11.1** The results of the SDBIP for the first quarter ended 30 September 2011 are included in a separate comprehensive report that will also serve at the meeting.

## **Section 12 – Other supporting documentation**

### **12.1 Other information**

No additional information for September 2011

## **Section 13 – Municipal manager's quality certification**

## QUALITY CERTIFICATE

I, **Werner Zybrands**, the municipal manager of **Overstrand Municipality**, hereby certify that –

### The Quarterly Budget Report

for the period ending September 2011 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under that Act.

Print name: **WERNER JACOBUS ZYBRANDS**

Municipal

Manager of: **OVERSTRAND MUNICIPALITY – WC032**

Signature: \_\_\_\_\_

Date: \_\_\_\_\_