

# WC015 Swartland Municipality

## In - Year Report of Municipalities

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



## Monthly Budget Statement July 2013

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# **PART 1 – IN-YEAR REPORT**

## **Section 1 – Mayor’s Report**

### **1.1 In-Year Report – Monthly and Quarterly Budget Statement**

#### **1.1.1 Implementation of budget in terms of SDBIP**

No comments for July 2013

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

No comments for July 2013

#### **1.1.3 Other information**

No comments for July 2013

## **Section 2 - Resolutions**

### **RECOMMENDATION:**

That Council takes cognisance of the monthly and quarterly budget statement and supporting documentation for July 2013

## **Section 3 – Executive Summary**

### **3.1 Introduction**

The Municipal Manager, as Accounting Officer of the Municipality, is required by Section 71(1) of the Municipal Finance Management Act to submit a report in a prescribed format to the Mayor within 10 working days after the end of each month on the state of the Municipality’s budget.

### **3.2 Consolidated performance**

The following table summarises the overall position on the capital and operating Budgets

	<b>Original Budget</b>	<b>Adjustment Budget</b>	<b>Actual</b>	<b>Variance</b>	<b>Variance %</b>
<b>Operating Expenditure</b>	R 470 108 184	R -	R 19 575 239	R 450 532 946	96%
<b>Operating Revenue</b>	R 458 074 991	R -	R 53 691 841	R 404 383 150	88%
<b>Capital</b>	R 83 479 509	R -	R 102 291	R 83 377 218	100%

### 3.2.1 Revenue by Source Against annual budget (original approved and latest adjustments)

WC015 Swartland - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July								
Description	Budget Year 2013/14							
	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	69 020	–	10 689	10 689	5 765	4 925	85%	69 020
Property rates - penalties & collection charges	–	–	–	–	–	–	–	–
Service charges - electricity revenue	178 645	–	14 999	14 999	14 296	703	5%	178 645
Service charges - water revenue	33 265	–	2 193	2 193	2 723	(530)	-19%	33 265
Service charges - sanitation revenue	24 844	–	8 218	8 218	2 089	6 129	293%	24 844
Service charges - refuse revenue	19 215	–	2 247	2 247	1 616	632	39%	19 215
Service charges - other	–	–	–	–	–	–	–	–
Rental of facilities and equipment	3 088	–	178	178	175	2	1%	3 088
Interest earned - external investments	10 820	–	106	106	0	106	11404932%	10 820
Interest earned - outstanding debtors	1 276	–	125	125	91	34	38%	1 276
Dividends received	–	–	–	–	–	–	–	–
Fines	4 039	–	171	171	337	(165)	-49%	4 039
Licences and permits	3 007	–	332	332	255	78	31%	3 007
Agency services	2 539	–	226	226	181	45	25%	2 539
Transfers recognised - operational	53 629	–	13 544	13 544	15 874	(2 330)	-15%	53 629
Other revenue	11 621	–	658	658	578	80	14%	11 621
Gains on disposal of PPE	200	–	4	4	–	4	#DIV/0!	200
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>415 207</b>	<b>–</b>	<b>53 692</b>	<b>53 692</b>	<b>43 980</b>	<b>9 712</b>	<b>22%</b>	<b>415 207</b>

The statement of Financial Performance compares the expenditure and revenue against budget for the period ended 31 July 2013. The YTD variance for property rates for July stands at 85%. This is due to policy changes whereby, consumers who are in default and haven't settled their outstanding accounts will be levied for the full year at the beginning of the financial year as they forfeit their right to be levied on a monthly basis. The same reason applies to sanitation and refuse where the variance stands at 293% and 39% respectively. The variance for water stands at -19%. This can be attributed to the increase in rainfall in July. Consumers do not have to water their gardens or fill their pools etc. The variance for interest earned on external investments is as a result of our assumptions for the expected income for July not materializing even though it is to the municipality's benefit. The details of which can be found under section 7 of this report. Revenue received from fines is at 49% below YTD budget projections. The fixed video speed cameras were not in use since December 2012 due to contractual problems with Belstow. Swartland now has a new contract with Sintell from 1 July 2013 and new speed cameras have been installed in the Malmesbury area. We expect the income received from fines to increase during the course of the financial year. Grants and Subsidies received variance currently stands at -15% because i.t.o GRAP the funds only get transferred to the general ledger once the conditions of the grants have been met. Revenue received in the month of June stands at R53.7 million. Variance for revenue received stands at 22% above budget projections for the month of July 2013.

## Operating expenditure by type

WC015 Swartland - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July								
Description	Budget Year 2013/14							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>								
<b>Expenditure By Type</b>								
Employee related costs	127 499	–	8 407	8 407	8 588	(181)	-2%	127 499
Remuneration of councillors	7 839	–	560	560	628	(68)	-11%	7 839
Debt impairment	10 748	–	–	–	526	(526)	-100%	10 748
Depreciation & asset impairment	74 104	–	6 126	6 126	89	6 037	6771%	74 104
Finance charges	15 096	–	–	–	3	(3)	-100%	15 096
Bulk purchases	150 625	–	2 670	2 670	–	2 670	#DIV/0!	150 625
Other materials	–	–	–	–	–	–	–	–
Contracted services	3 453	–	227	227	268	(41)	-15%	3 453
Transfers and grants	2 083	–	179	179	256	(77)	-30%	2 083
Other expenditure	73 397	–	1 406	1 406	3 619	(2 213)	-61%	73 397
Loss on disposal of PPE	5 263	–	–	–	–	–	–	5 263
<b>Total Expenditure</b>	<b>470 108</b>	<b>–</b>	<b>19 575</b>	<b>19 575</b>	<b>13 977</b>	<b>5 599</b>	<b>40%</b>	<b>470 108</b>

Overall, operating expenditure is currently at 40% above our budgeted expenditure projection up until 31 July 2013. Employee related costs currently stand at 2% below the YTD budget projections. This is an acceptable variance considering the recent vacancies in our organisational structure since January 2013, of which some are still vacant due to the fact that no suitable/competent replacements have been found. Swartland is very reluctant to write-off bad debts as we do not want to foster the habit of non-payment even though we make provision for it. It is often the case that those people who appear on the list of bad debts to be discussed to be written off, and are written off, appear on the same list of bad debtors to be written off the following year. Hence, why the debt impairment variance is so high between what we make provision for and what is actually written-off. Our loans are paid back semi annually i.e. December and June, therefore will reflect in the months thereafter. Grants and subsidies paid is 30% below the projected YTD expenditure.

Refer to Table C4 for further details on both revenue by source and expenditure by type.

## Capital expenditure

WC015 Swartland - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M01 July									
Vote Description	2012/13	Budget Year 2013/14							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Multi-Year expenditure appropriation</b>									
Vote 1 - Corporate Services	-	-	-	-	-	-	-	-	-
Vote 2 - Civil Services	-	31 344	-	-	-	-	-	-	31 344
Vote 3 - Council	-	-	-	-	-	-	-	-	-
Vote 4 - Electricity Services	-	-	-	-	-	-	-	-	-
Vote 5 - Financial Services	-	-	-	-	-	-	-	-	-
Vote 6 - Development Services	-	-	-	-	-	-	-	-	-
Vote 7 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 8 - Protection Services	-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	-	<b>31 344</b>	-	-	-	-	-	-	<b>31 344</b>
<b>Single Year expenditure appropriation</b>									
Vote 1 - Corporate Services	-	428	-	-	-	-	-	-	428
Vote 2 - Civil Services	-	34 937	-	-	-	650	(650)	-100%	34 937
Vote 3 - Council	-	815	-	-	-	-	-	-	815
Vote 4 - Electricity Services	-	11 340	-	101	101	209	(108)	-52%	11 340
Vote 5 - Financial Services	-	1 244	-	0	0	5	(5)	-94%	1 244
Vote 6 - Development Services	-	3 148	-	-	-	12	(12)	-100%	3 148
Vote 7 - Municipal Manager	-	10	-	1	1	-	1	#DIV/0!	10
Vote 8 - Protection Services	-	213	-	-	-	-	-	-	213
<b>Total Capital single-year expenditure</b>	-	<b>52 136</b>	-	<b>102</b>	<b>102</b>	<b>876</b>	<b>(774)</b>	<b>-88%</b>	<b>52 136</b>
<b>Total Capital Expenditure</b>	-	<b>83 480</b>	-	<b>102</b>	<b>102</b>	<b>876</b>	<b>(774)</b>	<b>-88%</b>	<b>83 480</b>

### Capital Expenditure:

The total capital expenditure as at 31 July 2013 amounts to R 102 291 which is 88% below our projected expenditure. Usually in the first two months they go out on tender for the smaller projects. Some big projects are already contracted for in the previous financial year, as gets disclosed in the financial statements.

Refer to Table C5 for more detail.

### **3.2.2 Reports, tables, charts & explanations**

Summary tables or charts are included under the section Other Supporting Documentation.

### **3.3 Material variances from SDBIP**

No comments for July 2013

### **3.4 Remedial or corrective steps**

No steps need to be taken

### 3.5 Performance in relation to quarterly SDBIP targets

WC015 Swartland - Supporting Table SC2 Monthly Budget Statement - performance indicators - M01 July					
Description of financial indicator	Basis of calculation	Budget Year 2013/14			
		Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b><u>Borrowing Management</u></b>					
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	19.0%	0.0%	31.3%	4.9%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure ex cl. transfers and grants	10.7%	0.0%	0.0%	10.7%
<b><u>Safety of Capital</u></b>					
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	11.0%	0.0%	-47.8%	11.0%
Gearing	Long Term Borrowing/ Funds & Reserves	135.0%	0.0%	0.0%	135.0%
<b><u>Liquidity</u></b>					
Current Ratio	Current assets/current liabilities	319.9%	0.0%	-145.3%	319.9%
Liquidity Ratio	Monetary Assets/Current Liabilities	229.2%	0.0%	-66.4%	229.2%
<b><u>Revenue Management</u></b>					
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing				
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	13.8%	0.0%	24.6%	13.8%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	0.0%	0.0%	0.0%	0.0%
<b><u>Creditors Management</u></b>					
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))	100.0%	N/A	99.8%	95.0%
<b><u>Funding of Provisions</u></b>					
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions				
<b><u>Other Indicators</u></b>					
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	7.0%	N/A	12.1%	7.0%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	16.0%	N/A	6.5%	16.0%
Employee costs	Employee costs/Total Revenue - capital revenue	30.7%	0.0%	15.7%	30.7%
Repairs & Maintenance	R&M/Total Revenue - capital revenue	4.3%	0.0%	0.9%	4.3%
Interest & Depreciation	I&D/Total Revenue - capital revenue	21.5%	0.0%	11.4%	5.5%
<b><u>IDP regulation financial viability indicators</u></b>					
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	26.5	N/A		26.5
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	17.2%	N/A		17.2%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	5.5	N/A		5.5

- Electricity Distribution losses up until then end of June 2013 (July's figures is still being compiled) currently stands at 6.5%.
- Water Distribution losses up until then end of June 2013 (July's figures is still being compiled) currently stands at 12.1%.
- % of creditors paid within 30 days for July 2013 stands at 99.8%.



# Section 4 – In-year budget statement tables

## 4.1 Monthly budget statements

### 4.1.1 Table C1: s71 Monthly Budget Statement Summary

WC015 Swartland - Table C1 Monthly Budget Statement Summary - M01 July								
Description	Budget Year 2013/14							
	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	69 020	–	10 689	10 689	5 765	4 925	85%	69 020
Service charges	255 968	–	27 657	27 657	20 724	6 933	33%	255 968
Investment revenue	10 820	–	106	106	0	106	11404932%	12 096
Transfers recognised - operational	53 629	–	13 544	13 544	15 874	(2 330)	-15%	53 629
Other own revenue	25 770	–	1 695	1 695	1 616	79	5%	25 770
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>415 207</b>	<b>–</b>	<b>53 692</b>	<b>53 692</b>	<b>43 980</b>	<b>9 712</b>	<b>22%</b>	<b>416 483</b>
Employee costs	127 499	–	8 407	8 407	8 588	(181)	-2%	127 499
Remuneration of Councillors	7 839	–	560	560	628	(68)	-11%	7 839
Depreciation & asset impairment	74 104	–	6 126	6 126	89	6 037	6771%	74 104
Finance charges	15 096	–	–	–	3	(3)	-100%	15 096
Materials and bulk purchases	150 625	–	2 670	2 670	–	2 670	#DIV/0!	150 625
Transfers and grants	2 083	–	179	179	256	(77)		2 083
Other expenditure	92 862	–	1 633	1 633	4 413	(2 780)	-63%	92 862
<b>Total Expenditure</b>	<b>470 108</b>	<b>–</b>	<b>19 575</b>	<b>19 575</b>	<b>13 977</b>	<b>5 599</b>	<b>40%</b>	<b>470 108</b>
<b>Surplus/(Deficit)</b>	<b>(54 901)</b>	<b>–</b>	<b>34 117</b>	<b>34 117</b>	<b>30 003</b>	<b>4 114</b>	<b>14%</b>	<b>(53 625)</b>
Transfers recognised - capital	42 868	–	–	–	–	–		42 868
Contributions & Contributed assets	–	–	–	–	–	–		–
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(12 033)</b>	<b>–</b>	<b>34 117</b>	<b>34 117</b>	<b>30 003</b>	<b>4 114</b>	<b>14%</b>	<b>(10 757)</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–		–
<b>Surplus/ (Deficit) for the year</b>	<b>(12 033)</b>	<b>–</b>	<b>34 117</b>	<b>34 117</b>	<b>30 003</b>	<b>4 114</b>	<b>14%</b>	<b>(10 757)</b>
<b>Capital expenditure &amp; funds sources</b>								
<b>Capital expenditure</b>	<b>83 480</b>	<b>–</b>	<b>102</b>	<b>102</b>	<b>876</b>	<b>(774)</b>	<b>-88%</b>	<b>83 480</b>
Capital transfers recognised	42 868	–	–	–	150	(150)	-100%	42 868
Public contributions & donations	–	–	–	–	–	–		–
Borrowing	8 949	–	–	–	–	–		8 949
Internally generated funds	31 663	–	102	102	726	(624)	-86%	31 663
<b>Total sources of capital funds</b>	<b>83 480</b>	<b>–</b>	<b>102</b>	<b>102</b>	<b>876</b>	<b>(774)</b>	<b>-88%</b>	<b>83 480</b>
<b>Financial position</b>								
Total current assets	218 544	–	–	23 777	–	–		218 544
Total non current assets	1 786 784	–	–	(6 024)	–	–		1 786 784
Total current liabilities	68 319	–	–	(16 363)	–	–		68 319
Total non current liabilities	174 806	–	–	–	–	–		174 806
<b>Community wealth/Equity</b>	<b>1 762 203</b>	<b>–</b>	<b>–</b>	<b>34 116</b>	<b>–</b>	<b>–</b>		<b>1 762 203</b>
<b>Cash flows</b>								
Net cash from (used) operating	73 530	–	(192 233)	(192 233)	30 519	(222 752)	-730%	30 519
Net cash from (used) investing	(83 256)	–	(7)	(7)	(698)	691	-99%	(698)
Net cash from (used) financing	(4 829)	–	72	72	–	72	#DIV/0!	–
<b>Cash/cash equivalents at the month/year end</b>	<b>156 617</b>	<b>–</b>	<b>–</b>	<b>17 945</b>	<b>200 992</b>	<b>(183 047)</b>	<b>-91%</b>	<b>239 933</b>
<b>Debtors &amp; creditors analysis</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>								
Total By Income Source	4 418	603	586	765	727	637	9 575	53 642
<b>Creditors Age Analysis</b>								
Total Creditors	27	–	–	–	–	–	–	874

#### 4.1.2 Table C2: Monthly Budget Statement - Financial Performance (standard classification)

WC015 Swartland - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M01 July								
Description	Budget Year 2013/14							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>								
<b>Revenue - Standard</b>								
<i><b>Governance and administration</b></i>	<b>154 408</b>	-	<b>24 294</b>	<b>24 294</b>	<b>12 863</b>	11 431	89%	<b>154 408</b>
Executive and council	59 866	-	3 177	3 177	4 987	(1 810)	-36%	59 866
Budget and treasury office	93 466	-	21 078	21 078	7 786	13 292	171%	93 466
Corporate services	1 076	-	39	39	90	(51)	-57%	1 076
<i><b>Community and public safety</b></i>	<b>13 703</b>	-	<b>388</b>	<b>388</b>	<b>985</b>	(597)	-61%	<b>13 703</b>
Community and social services	6 137	-	89	89	511	(423)	-83%	6 137
Sport and recreation	2 742	-	114	114	72	42	58%	2 742
Public safety	4 561	-	169	169	380	(211)	-56%	4 561
Housing	263	-	17	17	22	(5)	-21%	263
Health	-	-	-	-	-	-	-	-
<i><b>Economic and environmental services</b></i>	<b>7 711</b>	-	<b>734</b>	<b>734</b>	<b>642</b>	91	14%	<b>7 711</b>
Planning and development	1 808	-	149	149	151	(2)	-1%	1 808
Road transport	5 903	-	585	585	492	94	19%	5 903
Environmental protection	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>	<b>282 234</b>	-	<b>28 274</b>	<b>28 274</b>	<b>23 510</b>	4 764	20%	<b>282 234</b>
Electricity	180 514	-	15 352	15 352	15 037	316	2%	180 514
Water	37 367	-	2 301	2 301	3 113	(812)	-26%	37 367
Waste water management	37 620	-	8 264	8 264	3 134	5 130	164%	37 620
Waste management	26 734	-	2 357	2 357	2 227	130	6%	26 734
<i><b>Other</b></i>	<b>20</b>	-	<b>2</b>	<b>2</b>	<b>2</b>	<b>(0)</b>	<b>-3%</b>	<b>20</b>
<b>Total Revenue - Standard</b>	<b>458 075</b>	-	<b>53 692</b>	<b>53 692</b>	<b>38 002</b>	<b>15 690</b>	<b>41%</b>	<b>458 075</b>
<b>Expenditure - Standard</b>								
<i><b>Governance and administration</b></i>	<b>93 111</b>	-	<b>3 608</b>	<b>3 608</b>	<b>6 972</b>	(3 365)	-48%	<b>93 111</b>
Executive and council	27 379	-	894	894	2 257	(1 362)	-60%	27 379
Budget and treasury office	40 868	-	1 153	1 153	2 782	(1 628)	-59%	40 868
Corporate services	24 865	-	1 560	1 560	1 934	(374)	-19%	24 865
<i><b>Community and public safety</b></i>	<b>49 661</b>	-	<b>2 683</b>	<b>2 683</b>	<b>3 967</b>	(1 284)	-32%	<b>49 661</b>
Community and social services	12 637	-	806	806	1 004	(199)	-20%	12 637
Sport and recreation	14 991	-	897	897	1 198	(301)	-25%	14 991
Public safety	20 701	-	892	892	1 662	(771)	-46%	20 701
Housing	1 332	-	88	88	102	(13)	-13%	1 332
Health	-	-	-	-	-	-	-	-
<i><b>Economic and environmental services</b></i>	<b>58 169</b>	-	<b>3 936</b>	<b>3 936</b>	<b>4 689</b>	(754)	-16%	<b>58 169</b>
Planning and development	8 452	-	528	528	674	(146)	-22%	8 452
Road transport	49 717	-	3 408	3 408	4 016	(608)	-15%	49 717
Environmental protection	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>	<b>268 205</b>	-	<b>9 168</b>	<b>9 168</b>	<b>11 588</b>	(2 420)	-21%	<b>268 205</b>
Electricity	161 662	-	4 719	4 719	5 399	(680)	-13%	161 662
Water	44 449	-	1 544	1 544	1 983	(438)	-22%	44 449
Waste water management	38 320	-	1 494	1 494	2 177	(683)	-31%	38 320
Waste management	23 774	-	1 410	1 410	2 029	(618)	-30%	23 774
<i><b>Other</b></i>	<b>962</b>	-	<b>181</b>	<b>181</b>	<b>78</b>	<b>103</b>	<b>132%</b>	<b>962</b>
<b>Total Expenditure - Standard</b>	<b>470 108</b>	-	<b>19 575</b>	<b>19 575</b>	<b>27 294</b>	<b>(7 719)</b>	<b>-28%</b>	<b>470 108</b>
<b>Surplus/ (Deficit) for the year</b>	<b>(12 033)</b>	-	<b>34 117</b>	<b>34 117</b>	<b>10 708</b>	<b>23 409</b>	<b>219%</b>	<b>(12 033)</b>

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

WC015 Swartland - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M01								
Vote Description	Budget Year 2013/14							
	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 - Corporate Services	6 134	-	42	42	511	(469)	-91.7%	6 134
Vote 2 - Civil Services	103 222	-	13 090	13 090	8 599	4 491	52.2%	103 222
Vote 3 - Council	59 866	-	3 177	3 177	4 987	(1 810)	-36.3%	59 866
Vote 4 - Electricity Services	180 514	-	15 352	15 352	15 037	316	2.1%	180 514
Vote 5 - Financial Services	93 466	-	21 078	21 078	7 786	13 292	170.7%	93 466
Vote 6 - Development Services	4 487	-	216	216	217	(1)	-0.4%	4 487
Vote 7 - Municipal Manager	-	-	-	-	-	-	-	-
Vote 8 - Protection Services	10 386	-	736	736	865	(130)	-15.0%	10 386
<b>Total Revenue by Vote</b>	<b>458 075</b>	<b>-</b>	<b>53 692</b>	<b>53 692</b>	<b>38 002</b>	<b>15 690</b>	<b>41.3%</b>	<b>458 075</b>
<b>Expenditure by Vote</b>								
Vote 1 - Corporate Services	17 860	-	1 154	1 154	1 416	(262)	-18.5%	17 860
Vote 2 - Civil Services	176 464	-	9 073	9 073	11 768	(2 695)	-22.9%	176 464
Vote 3 - Council	23 006	-	598	598	1 916	(1 318)	-68.8%	23 006
Vote 4 - Electricity Services	161 662	-	4 719	4 719	5 399	(680)	-12.6%	161 662
Vote 5 - Financial Services	40 868	-	1 153	1 153	2 782	(1 628)	-58.5%	40 868
Vote 6 - Development Services	13 124	-	782	782	1 045	(263)	-25.2%	13 124
Vote 7 - Municipal Manager	10 271	-	805	805	823	(18)	-2.2%	10 271
Vote 8 - Protection Services	26 853	-	1 291	1 291	2 144	(853)	-39.8%	26 853
<b>Total Expenditure by Vote</b>	<b>470 108</b>	<b>-</b>	<b>19 575</b>	<b>19 575</b>	<b>27 294</b>	<b>(7 719)</b>	<b>-28.3%</b>	<b>470 108</b>
<b>Surplus/ (Deficit) for the year</b>	<b>(12 033)</b>	<b>-</b>	<b>34 117</b>	<b>34 117</b>	<b>10 708</b>	<b>23 409</b>	<b>218.6%</b>	<b>(12 033)</b>

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

WC015 Swartland - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July								
Description	Budget Year 2013/14							
	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	69 020	–	10 689	10 689	5 765	4 925	85%	69 020
Property rates - penalties & collection charges	–	–	–	–	–	–	–	–
Service charges - electricity revenue	178 645	–	14 999	14 999	14 296	703	5%	178 645
Service charges - water revenue	33 265	–	2 193	2 193	2 723	(530)	-19%	33 265
Service charges - sanitation revenue	24 844	–	8 218	8 218	2 089	6 129	293%	24 844
Service charges - refuse revenue	19 215	–	2 247	2 247	1 616	632	39%	19 215
Service charges - other	–	–	–	–	–	–	–	–
Rental of facilities and equipment	3 088	–	178	178	175	2	1%	3 088
Interest earned - external investments	10 820	–	106	106	0	106	11404932%	10 820
Interest earned - outstanding debtors	1 276	–	125	125	91	34	38%	1 276
Dividends received	–	–	–	–	–	–	–	–
Fines	4 039	–	171	171	337	(165)	-49%	4 039
Licences and permits	3 007	–	332	332	255	78	31%	3 007
Agency services	2 539	–	226	226	181	45	25%	2 539
Transfers recognised - operational	53 629	–	13 544	13 544	15 874	(2 330)	-15%	53 629
Other revenue	11 621	–	658	658	578	80	14%	11 621
Gains on disposal of PPE	200	–	4	4	–	4	#DIV/0!	200
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>415 207</b>	<b>–</b>	<b>53 692</b>	<b>53 692</b>	<b>43 980</b>	<b>9 712</b>	<b>22%</b>	<b>415 207</b>
<b>Expenditure By Type</b>								
Employee related costs	127 499	–	8 407	8 407	8 588	(181)	-2%	127 499
Remuneration of councillors	7 839	–	560	560	628	(68)	-11%	7 839
Debt impairment	10 748	–	–	–	526	(526)	-100%	10 748
Depreciation & asset impairment	74 104	–	6 126	6 126	89	6 037	6771%	74 104
Finance charges	15 096	–	–	–	3	(3)	-100%	15 096
Bulk purchases	150 625	–	2 670	2 670	–	2 670	#DIV/0!	150 625
Other materials	–	–	–	–	–	–	–	–
Contracted services	3 453	–	227	227	268	(41)	-15%	3 453
Transfers and grants	2 083	–	179	179	256	(77)	-30%	2 083
Other expenditure	73 397	–	1 406	1 406	3 619	(2 213)	-61%	73 397
Loss on disposal of PPE	5 263	–	–	–	–	–	–	5 263
<b>Total Expenditure</b>	<b>470 108</b>	<b>–</b>	<b>19 575</b>	<b>19 575</b>	<b>13 977</b>	<b>5 599</b>	<b>40%</b>	<b>470 108</b>
<b>Surplus/(Deficit)</b>								
Transfers recognised - capital	42 868	–	–	–	–	–	–	42 868
Contributions recognised - capital	–	–	–	–	–	–	–	–
Contributed assets	–	–	–	–	–	–	–	–
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(12 033)</b>	<b>–</b>	<b>34 117</b>	<b>34 117</b>	<b>30 003</b>			<b>(12 033)</b>
Taxation	–	–	–	–	–	–	–	–
<b>Surplus/(Deficit) after taxation</b>	<b>(12 033)</b>	<b>–</b>	<b>34 117</b>	<b>34 117</b>	<b>30 003</b>			<b>(12 033)</b>
Attributable to minorities	–	–	–	–	–	–	–	–
<b>Surplus/(Deficit) attributable to municipality</b>	<b>(12 033)</b>	<b>–</b>	<b>34 117</b>	<b>34 117</b>	<b>30 003</b>			<b>(12 033)</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>(12 033)</b>	<b>–</b>	<b>34 117</b>	<b>34 117</b>	<b>30 003</b>			<b>(12 033)</b>

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

WC015 Swartland - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M01 July								
Vote Description	Budget Year 2013/14							
	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 - Corporate Services	-	-	-	-	-	-	-	-
Vote 2 - Civil Services	31 344	-	-	-	-	-	-	31 344
Vote 3 - Council	-	-	-	-	-	-	-	-
Vote 4 - Electricity Services	-	-	-	-	-	-	-	-
Vote 5 - Financial Services	-	-	-	-	-	-	-	-
Vote 6 - Development Services	-	-	-	-	-	-	-	-
Vote 7 - Municipal Manager	-	-	-	-	-	-	-	-
Vote 8 - Protection Services	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	<b>31 344</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>31 344</b>
<b>Single Year expenditure appropriation</b>								
Vote 1 - Corporate Services	428	-	-	-	-	-	-	428
Vote 2 - Civil Services	34 937	-	-	-	650	(650)	-100%	34 937
Vote 3 - Council	815	-	-	-	-	-	-	815
Vote 4 - Electricity Services	11 340	-	101	101	209	(108)	-52%	11 340
Vote 5 - Financial Services	1 244	-	0	0	5	(5)	-94%	1 244
Vote 6 - Development Services	3 148	-	-	-	12	(12)	-100%	3 148
Vote 7 - Municipal Manager	10	-	1	1	-	1	#DIV/0!	10
Vote 8 - Protection Services	213	-	-	-	-	-	-	213
<b>Total Capital single-year expenditure</b>	<b>52 136</b>	<b>-</b>	<b>102</b>	<b>102</b>	<b>876</b>	<b>(774)</b>	<b>-88%</b>	<b>52 136</b>
<b>Total Capital Expenditure</b>	<b>83 480</b>	<b>-</b>	<b>102</b>	<b>102</b>	<b>876</b>	<b>(774)</b>	<b>-88%</b>	<b>83 480</b>
<b>Capital Expenditure - Standard Classification</b>								
<b>Governance and administration</b>	<b>2 094</b>	<b>-</b>	<b>2</b>	<b>2</b>	<b>5</b>	<b>(3)</b>	<b>-65%</b>	<b>2 094</b>
Executive and council	825	-	1	1	-	1	#DIV/0!	825
Budget and treasury office	29	-	0	0	-	0	#DIV/0!	29
Corporate services	1 240	-	-	-	5	(5)	-100%	1 240
<b>Community and public safety</b>	<b>4 739</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>112</b>	<b>(112)</b>	<b>-100%</b>	<b>4 739</b>
Community and social services	3 551	-	-	-	12	(12)	-100%	3 551
Sport and recreation	975	-	-	-	100	(100)	-100%	975
Public safety	213	-	-	-	-	-	-	213
Housing	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>	<b>19 815</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>150</b>	<b>(150)</b>	<b>-100%</b>	<b>19 815</b>
Planning and development	109	-	-	-	-	-	-	109
Road transport	19 706	-	-	-	150	(150)	-100%	19 706
Environmental protection	-	-	-	-	-	-	-	-
<b>Trading services</b>	<b>56 831</b>	<b>-</b>	<b>101</b>	<b>101</b>	<b>609</b>	<b>(508)</b>	<b>-83%</b>	<b>56 831</b>
Electricity	11 340	-	101	101	209	(108)	-52%	11 340
Water	5 429	-	-	-	400	(400)	-100%	5 429
Waste water management	35 509	-	-	-	-	-	-	35 509
Waste management	4 553	-	-	-	-	-	-	4 553
<b>Other</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Capital Expenditure - Standard Classification</b>	<b>83 480</b>	<b>-</b>	<b>102</b>	<b>102</b>	<b>876</b>	<b>(774)</b>	<b>-88%</b>	<b>83 480</b>
<b>Funded by:</b>								
National Government	22 395	-	-	-	-	-	-	22 395
Provincial Government	19 623	-	-	-	50	(50)	-100%	19 623
District Municipality	-	-	-	-	-	-	-	-
Other transfers and grants	850	-	-	-	100	(100)	-100%	850
<b>Transfers recognised - capital</b>	<b>42 868</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>150</b>	<b>(150)</b>	<b>-100%</b>	<b>42 868</b>
<b>Public contributions &amp; donations</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Borrowing</b>	<b>8 949</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8 949</b>
<b>Internally generated funds</b>	<b>31 663</b>	<b>-</b>	<b>102</b>	<b>102</b>	<b>726</b>	<b>(624)</b>	<b>-86%</b>	<b>31 663</b>
<b>Total Capital Funding</b>	<b>83 480</b>	<b>-</b>	<b>102</b>	<b>102</b>	<b>876</b>	<b>(774)</b>	<b>-88%</b>	<b>83 480</b>

#### 4.1.6 Table C6: Monthly Budget Statement - Financial Position

WC015 Swartland - Table C6 Monthly Budget Statement - Financial Position - M01 July				
Description	Budget Year 2013/14			
	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>				
<b>ASSETS</b>				
<b>Current assets</b>				
Cash	500	-	10 860	500
Call investment deposits	156 117	-	-	156 117
Consumer debtors	49 611	-	18 643	49 611
Other debtors	6 835	-	(5 428)	6 835
Current portion of long-term receivables	24	-	-	24
Inventory	5 457	-	(298)	5 457
<b>Total current assets</b>	<b>218 544</b>	<b>-</b>	<b>23 777</b>	<b>218 544</b>
<b>Non current assets</b>				
Long-term receivables	640	-	-	640
Investments	-	-	-	-
Investment property	33 920	-	-	33 920
Investments in Associate	-	-	-	-
Property, plant and equipment	1 751 681	-	(6 024)	1 751 681
Agricultural	-	-	-	-
Biological assets	-	-	-	-
Intangible assets	542	-	-	542
Other non-current assets	-	-	-	-
<b>Total non current assets</b>	<b>1 786 784</b>	<b>-</b>	<b>(6 024)</b>	<b>1 786 784</b>
<b>TOTAL ASSETS</b>	<b>2 005 328</b>	<b>-</b>	<b>17 752</b>	<b>2 005 328</b>
<b>LIABILITIES</b>				
<b>Current liabilities</b>				
Bank overdraft	-	-	-	-
Borrowing	3 752	-	-	3 752
Consumer deposits	7 212	-	39	7 212
Trade and other payables	51 525	-	(16 322)	51 525
Provisions	5 830	-	(80)	5 830
<b>Total current liabilities</b>	<b>68 319</b>	<b>-</b>	<b>(16 363)</b>	<b>68 319</b>
<b>Non current liabilities</b>				
Borrowing	137 883	-	-	137 883
Provisions	36 922	-	-	36 922
<b>Total non current liabilities</b>	<b>174 806</b>	<b>-</b>	<b>-</b>	<b>174 806</b>
<b>TOTAL LIABILITIES</b>	<b>243 125</b>	<b>-</b>	<b>(16 363)</b>	<b>243 125</b>
<b>NET ASSETS</b>	<b>1 762 203</b>	<b>-</b>	<b>34 116</b>	<b>1 762 203</b>
<b>COMMUNITY WEALTH/EQUITY</b>				
Accumulated Surplus/(Deficit)	1 660 078	-	34 116	1 660 078
Reserves	102 125	-	-	102 125
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>1 762 203</b>	<b>-</b>	<b>34 116</b>	<b>1 762 203</b>

#### 4.1.7 Table C7: Monthly Budget Statement - Cash Flow

WC015 Swartland - Table C7 Monthly Budget Statement - Cash Flow - M01 July								
Description	Budget Year 2013/14							
	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	337 811	-	53 459	53 459	27 914	25 545	92%	27 914
Government - operating	53 629	-	20 413	20 413	15 874	4 538	29%	15 874
Government - capital	42 868	-	2 000	2 000	-	2 000	#DIV/0!	-
Interest	10 820	-	106	106	91	15	17%	91
Dividends	-	-	-	-	-	-	-	-
<b>Payments</b>								
Suppliers and employees	354 418	-	268 195	268 195	13 102	(255 092)	-1947%	13 102
Finance charges	15 096	-	-	-	3	3	100%	3
Transfers and Grants	2 083	-	16	16	256	240	94%	256
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>73 530</b>	<b>-</b>	<b>(192 233)</b>	<b>(192 233)</b>	<b>30 519</b>	<b>286 948</b>	<b>940%</b>	<b>30 519</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>								
<b>Receipts</b>								
Proceeds on disposal of PPE	200	-	4	4	-	4	#DIV/0!	-
Decrease (Increase) in non-current debtors	-	-	-	-	2	(2)	-100%	2
Decrease (increase) other non-current receivables	24	-	-	-	-	-	-	-
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-
<b>Payments</b>								
Capital assets	83 480	-	12	12	700	689	98%	700
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>(83 256)</b>	<b>-</b>	<b>(7)</b>	<b>(7)</b>	<b>(698)</b>	<b>(691)</b>	<b>99%</b>	<b>(698)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>								
<b>Receipts</b>								
Short term loans	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	472	-	72	72	-	72	#DIV/0!	-
<b>Payments</b>								
Repayment of borrowing	5 301	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>(4 829)</b>	<b>-</b>	<b>72</b>	<b>72</b>	<b>-</b>	<b>(72)</b>	<b>#DIV/0!</b>	<b>-</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>(14 555)</b>	<b>-</b>	<b>(192 168)</b>	<b>(192 168)</b>	<b>29 820</b>			<b>29 820</b>
Cash/cash equivalents at beginning:	171 172	-		210 113	171 172			210 113
Cash/cash equivalents at month/year end:	156 617	-		17 945	200 992			239 933

As cash flow budgeting is a fairly new concept within the municipal space, it is evident with all the major variances that the initial budget projections are not in line with what is actually realising. After attending a workshop held by Carl Stroud of National Treasury, he took us through a methodology, based on realistic yet conservative assumptions, in order to draw up an acceptable cash flow budget over the MTREF. We have done a dry run using this methodology and intend to implement it with the next budget process.

# PART 2 – SUPPORTING DOCUMENTATION

## Section 5 – Debtors' analysis

### 5.1 Supporting Table SC3

WC015 Swartland - Supporting Table SC3 Monthly Budget Statement - aged debtors - M01 July														
Description	NT Code	Budget Year 2013/14										Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total				
<b>R thousands</b>														
<b>Debtors Age Analysis By Income Source</b>														
Trade and Other Receivables from Exchange Transactions - Water	1200	2 407	589	145	137	177	168	154	1 286	5 064	1 922			
Trade and Other Receivables from Exchange Transactions - Electricity	1300	12 138	1 737	38	29	33	49	37	552	14 613	700			
Receivables from Non-exchange Transactions - Property Rates	1400	9 522	812	149	116	204	175	139	2 812	13 929	3 446			
Receivables from Exchange Transactions - Waste Water Management	1500	9 026	511	71	118	181	160	144	2 188	12 400	2 791			
Receivables from Exchange Transactions - Waste Management	1600	2 464	519	134	133	141	143	126	1 686	5 346	2 230			
Receivables from Exchange Transactions - Property Rental Debtors	1700	26	16	1	1	1	1	1	63	112	68			
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-			
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-			
Other	1900	748	233	65	50	28	31	36	988	2 179	1 133			
<b>Total By Income Source</b>	<b>2000</b>	<b>36 331</b>	<b>4 418</b>	<b>603</b>	<b>586</b>	<b>765</b>	<b>727</b>	<b>637</b>	<b>9 575</b>	<b>53 642</b>	<b>12 291</b>	<b>-</b>	<b>-</b>	
<b>2012/13 - totals only</b>										-	-			
<b>Debtors Age Analysis By Customer Group</b>														
Organs of State	2200	1 697	13	3	3	6	3	3	95	1 824	111			
Commercial	2300	9 106	1 122	26	17	37	24	31	401	10 764	510			
Households	2400	23 402	3 088	512	526	684	667	578	8 330	37 787	10 785			
Other	2500	2 126	195	63	39	39	33	25	748	3 268	884			
<b>Total By Customer Group</b>	<b>2600</b>	<b>36 331</b>	<b>4 418</b>	<b>603</b>	<b>586</b>	<b>765</b>	<b>727</b>	<b>637</b>	<b>9 575</b>	<b>53 642</b>	<b>12 291</b>	<b>-</b>	<b>-</b>	

After doing a comparison of outstanding debt 90 days and older, outstanding debt increased to R12.2 million when compared to July's report which amounted to R10 million. There was an increase of roughly R2.2 million in outstanding debt for 150 days and older.

Total Outstanding Debt has increased from R34.2 million in July 2012 to R53.6 million in July 2013 which is an increase of R19.4 million.

Write-offs only occur after the end of each quarter.



## Section 6 – Creditors' analysis

### 6.1 Supporting Table SC4

WC015 Swartland - Supporting Table SC4 Monthly Budget Statement - aged creditors - M01 July											
Description	NT Code	Budget Year 2013/14									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
R thousands											
<b>Creditors Age Analysis By Customer Type</b>											
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	848	27	-	-	-	-	-	-	874	143
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Type</b>	<b>1000</b>	<b>848</b>	<b>27</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>874</b>	<b>-</b>

## Section 7 – Investment portfolio analysis

### 7.1 Supporting Table SC5

WC015 Swartland - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M01 July									
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	
	Yrs/Months								
<b>Municipality</b>									
ABSA	361 Days	Fixed Deposit	28 June 2013	-	6.1%	85 000	-	85 000	
ABSA		Call Account		-	4.8%	23 032	-	23 032	
ABSA	177 Days	Fixed Deposit	28 June 2013	-	5.4%	75 000	-	75 000	
<b>Municipality sub-total</b>				-		183 032	-	183 032	
<b>Entities</b>									
N/A				-			-		
<b>TOTAL INVESTMENTS AND INTEREST</b>				-		183 032	-	183 032	

- Investments made amounted to R23 000 000.
- Interest capitalized amounted to R32 142.59.

# Section 8 – Allocation and grant receipts and expenditure

## 8.1 Supporting Table SC6

WC015 Swartland - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M01 July								
Description	Budget Year 2013/14							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
<b>RECEIPTS:</b>								
<b>Operating Transfers and Grants</b>								
<b>National Government:</b>	35 696	-	14 844	14 844	14 844	-		35 696
Local Government Equitable Share	32 506	-	13 544	13 544	13 544	-		32 506
Municipal Systems Improvement	890	-	-	-	-	-		890
Finance Management	1 300	-	1 300	1 300	1 300	-		1 300
EPWP Incentive	1 000	-	-	-	-	-		1 000
<b>Provincial Government:</b>	15 683	-	1 782	1 782	1 782	-		15 683
Community Development: Workers	28	-	-	-	-	-		28
Housing	10 500	-	-	-	-	-		10 500
Libraries	4 759	-	1 782	1 782	1 782	-		4 759
Proclaimed Roads Subsidy	178	-	-	-	-	-		178
Ilinge Lethu Centre	218	-	-	-	-	-		218
<b>District Municipality:</b>	-	-	-	-	-	-		-
<i>[insert description]</i>	-	-	-	-	-	-		-
<b>Other grant providers:</b>	-	-	-	-	-	-		-
<i>[insert description]</i>	-	-	-	-	-	-		-
<b>Total Operating Transfers and Grants</b>	<b>51 379</b>	<b>-</b>	<b>16 626</b>	<b>16 626</b>	<b>16 626</b>	<b>-</b>		<b>51 379</b>
<b>Capital Transfers and Grants</b>								
<b>National Government:</b>	22 395	-	2 000	2 000	2 000	-		22 395
Municipal Infrastructure Grant (MIG)	17 395	-	2 000	2 000	2 000	-		17 395
Energy Efficiency and Demand Side Management Grant	5 000	-	-	-	-	-		5 000
<b>Provincial Government:</b>	30 208	-	3 637	3 637	3 637	-		30 208
<i>Human Settlements</i>	29 345	-	3 637	3 637	3 637	-		29 345
<i>Libraries</i>	355	-	-	-	-	-		355
<i>Pedestrian Pathways: Darling (Phase 2)</i>	508	-	-	-	-	-		508
<b>District Municipality:</b>	-	-	-	-	-	-		-
<i>[insert description]</i>	-	-	-	-	-	-		-
<b>Other grant providers:</b>	850	-	-	-	-	-		850
<i>Lotto</i>	850	-	-	-	-	-		850
<b>Total Capital Transfers and Grants</b>	<b>53 453</b>	<b>-</b>	<b>5 637</b>	<b>5 637</b>	<b>5 637</b>	<b>-</b>		<b>53 453</b>
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	<b>104 832</b>	<b>-</b>	<b>22 263</b>	<b>22 263</b>	<b>22 263</b>	<b>-</b>		<b>104 832</b>

- R16 844 000 was received from National Government.
- R5 419 000 was received from Provincial Government.

## 8.2 Supporting Table SC7

WC015 Swartland - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M01 July								
Description	Budget Year 2013/14							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
<b>EXPENDITURE</b>								
<b>Operating expenditure of Transfers and Grants</b>								
<b>National Government:</b>	35 696	–	2 091	2 091	2 836	(745)	-26.3%	35 696
Local Government Equitable Share	32 506	–	1 851	1 851	2 573	(722)	-28.1%	32 506
Municipal Systems Improvement	890	–	7	7	74	(67)	-90.7%	890
Finance Management	1 300	–	85	85	105	(20)	-19.1%	1 300
EPWP Incentive	1 000	–	148	148	83	64	77.2%	1 000
<b>Provincial Government:</b>	15 683	–	363	363	1 245	(882)	-70.8%	15 683
Community Development: Workers	28	–	–	–	2	(2)	-100.0%	28
Housing	10 500	–	–	–	875	(875)	-100.0%	10 500
Libraries	4 759	–	297	297	287	10	3.5%	4 759
Proclaimed Roads Subsidy	178	–	–	–	15	(15)	-100.0%	178
Ilinge Lethu Centre	218	–	67	67	67	–	–	218
<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>	<b>51 379</b>	<b>–</b>	<b>2 454</b>	<b>2 454</b>	<b>4 082</b>	<b>(1 627)</b>	<b>-39.9%</b>	<b>51 379</b>
<b>Capital expenditure of Transfers and Grants</b>								
<b>National Government:</b>	22 395	–	–	–	–	–	–	22 395
Municipal Infrastructure Grant (MIG)	17 395	–	–	–	–	–	–	17 395
Energy Efficiency and Demand Side Management Grant	5 000	–	–	–	–	–	–	5 000
<b>Provincial Government:</b>	30 208	–	–	–	50	(50)	-100.0%	30 208
Human Settlements	29 345	–	–	–	–	–	–	29 345
Libraries	355	–	–	–	–	–	–	355
Pedestrian Pathways: Darling (Phase 2)	508	–	–	–	50	(50)	-100.0%	508
<b>District Municipality:</b>	–	–	–	–	–	–	–	–
<b>Other grant providers:</b>	850	–	–	–	100	(100)	-100.0%	850
Lotto	850	–	–	–	100	(100)	-100.0%	850
<b>Total capital expenditure of Transfers and Grants</b>	<b>53 453</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>150</b>	<b>(150)</b>	<b>-100.0%</b>	<b>53 453</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>	<b>104 832</b>	<b>–</b>	<b>2 454</b>	<b>2 454</b>	<b>4 232</b>	<b>(1 777)</b>	<b>-42.0%</b>	<b>104 832</b>

# Section 9 – Expenditure on Councillor and Senior Managers

## 9.1 Supporting Table SC8

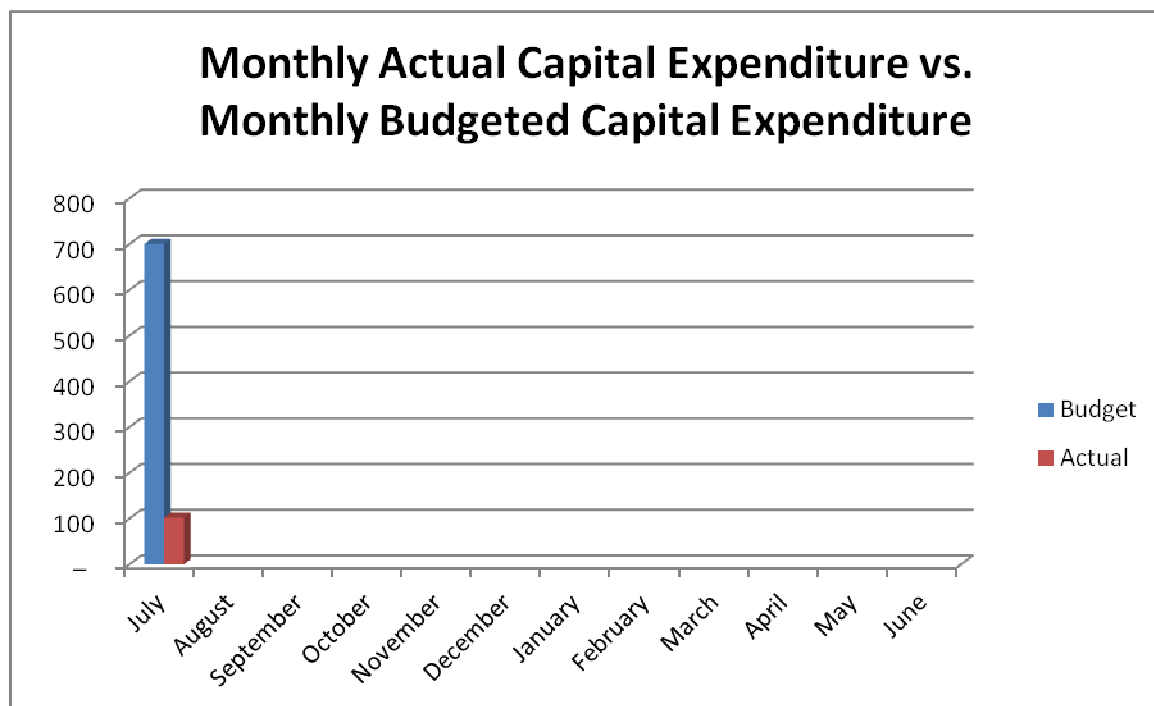
WC015 Swartland - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M01 July								
Budget Year 2013/14								
Summary of Employee and Councillor remuneration	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>								
Basic Salaries and Wages	4 622	-	342	342	342	-		4 622
Pension and UIF Contributions	789	-	51	51	51	-		789
Medical Aid Contributions	198	-	18	18	18	-		198
Motor Vehicle Allowance	1 641	-	121	121	121	-		1 641
Cellphone Allowance	337	-	27	27	27	-		337
Housing Allowances	-	-	-	-	-	-		-
Other benefits and allowances	-	-	-	-	-	-		-
<b>Sub Total - Councillors</b>	<b>7 588</b>	<b>-</b>	<b>560</b>	<b>560</b>	<b>560</b>	<b>-</b>		<b>7 588</b>
<b>Senior Managers of the Municipality</b>								
Basic Salaries and Wages	4 501	-	389	389	389	-		4 501
Pension and UIF Contributions	1 022	-	76	76	76	-		1 022
Medical Aid Contributions	268	-	22	22	22	-		268
Overtime	-	-	-	-	-	-		-
Performance Bonus	-	-	-	-	-	-		-
Motor Vehicle Allowance	1 007	-	84	84	84	-		1 007
Cellphone Allowance	-	-	-	-	-	-		-
Housing Allowances	-	-	-	-	-	-		-
Other benefits and allowances	374	-	46	46	46	-		374
Payments in lieu of leave	-	-	-	-	-	-		-
Long service awards	101	-	-	-	-	-		101
Post-retirement benefit obligations	-	-	-	-	-	-		-
<b>Sub Total - Senior Managers of Municipality</b>	<b>7 273</b>	<b>-</b>	<b>617</b>	<b>617</b>	<b>617</b>	<b>-</b>		<b>7 273</b>

\*This only includes Councillors and Senior Managers employee related costs at this point in time. We will be incorporating the rest of the Municipality's employee related costs once we have fine tuned the manner in which we aggregate the information so as to populate the balance of this report.

# Section 11 – Capital programme performance

## 11.1 Supporting Table SC12

WC015 Swartland - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M01 July								
Month	Budget Year 2013/14							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
<b>R thousands</b>								
<b>Monthly expenditure performance trend</b>								
July	700	-	102	102	700	598	85.4%	0%
August	930	-			1 630	-		
September	1 487	-			3 117	-		
October	3 217	-			6 334	-		
November	7 499	-			13 832	-		
December	10 215	-			24 047	-		
January	8 745	-			32 792	-		
February	15 640	-			48 432	-		
March	11 747	-			60 180	-		
April	15 515	-			75 695	-		
May	5 992	-			81 686	-		
June	1 793	-			83 480	-		
<b>Total Capital expenditure</b>	<b>83 480</b>	<b>-</b>	<b>102</b>					







## 11.4 Supporting Table C13c

WC015 Swartland - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class -								
Description	Budget Year 2013/14							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>								
<b>Infrastructure</b>	10 436	–	385	385	869	485	55.7%	10 436
Infrastructure - Road transport	3 575	–	51	51	298	247	82.9%	3 575
<i>Roads, Pavements &amp; Bridges</i>	264	–	–	–	22	22	100.0%	264
<i>Storm water</i>	3 311	–	51	51	276	225	81.5%	3 311
Infrastructure - Electricity	1 053	–	49	49	88	38	43.8%	1 053
<i>Generation</i>	–	–	–	–	–	–	–	–
<i>Transmission &amp; Reticulation</i>	700	–	42	42	58	16	27.8%	700
<i>Street Lighting</i>	353	–	7	7	29	22	75.7%	353
Infrastructure - Water	1 043	–	30	30	87	57	65.9%	1 043
<i>Dams &amp; Reservoirs</i>	–	–	–	–	–	–	–	–
<i>Water purification</i>	–	–	–	–	–	–	–	–
<i>Reticulation Water</i>	1 043	–	30	30	87	57	65.9%	1 043
Infrastructure - Sanitation	1 269	–	–	–	106	106	100.0%	1 269
<i>Reticulation Sewerage</i>	1 269	–	–	–	106	106	100.0%	1 269
<i>Sewerage purification</i>	–	–	–	–	–	–	–	–
Infrastructure - Other	3 496	–	255	255	291	36	12.4%	3 496
<i>Waste Management</i>	3 496	–	255	255	291	36	12.4%	3 496
<i>Transportation</i>	–	–	–	–	–	–	–	–
<i>Gas</i>	–	–	–	–	–	–	–	–
<i>Other</i>	–	–	–	–	–	–	–	–
<b>Community</b>	794	–	56	56	66	10	14.7%	794
Parks & gardens	–	–	–	–	–	–	–	–
Sportsfields & stadia	374	–	55	55	29	(27)	-93.0%	374
Swimming pools	91	–	–	–	10	10	100.0%	91
Community halls	–	–	–	–	–	–	–	–
Libraries	21	–	–	–	2	2	100.0%	21
Recreational facilities	197	–	0	0	16	16	99.3%	197
Fire, safety & emergency	10	–	–	–	1	1	100.0%	10
Security and policing	2	–	–	–	0	0	100.0%	2
Buses	–	–	–	–	–	–	–	–
Clinics	–	–	–	–	–	–	–	–
Museums & Art Galleries	–	–	–	–	–	–	–	–
Cemeteries	75	–	–	–	6	6	100.0%	75
Social rental housing	23	–	1	1	2	1	51.4%	23
Other	–	–	–	–	–	–	–	–
<b>Heritage assets</b>	–	–	–	–	–	–	–	–
Buildings	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–
<b>Investment properties</b>	–	–	–	–	–	–	–	–
Housing development	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–
<b>Other assets</b>	6 474	–	43	43	576	533	92.6%	6 474
General vehicles	3 707	–	4	4	310	306	98.6%	3 707
Specialised vehicles	–	–	–	–	–	–	–	–
Plant & equipment	352	–	8	8	64	56	88.1%	352
Computers - hardware/equipment	–	–	–	–	–	–	–	–
Furniture and other office equipment	455	–	2	2	38	36	95.5%	455
Abattoirs	–	–	–	–	–	–	–	–
Markets	–	–	–	–	–	–	–	–
Civic Land and Buildings	–	–	–	–	–	–	–	–
Other Buildings	1 960	–	29	29	163	134	82.1%	1 960
Other Land	–	–	–	–	–	–	–	–
Surplus Assets - (Investment or Inventory)	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–
<b>Agricultural assets</b>	–	–	–	–	–	–	–	–
<i>List sub-class</i>	–	–	–	–	–	–	–	–
<b>Biological assets</b>	–	–	–	–	–	–	–	–
<i>List sub-class</i>	–	–	–	–	–	–	–	–
<b>Intangibles</b>	–	–	–	–	–	–	–	–
Computers - software & programming	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–
<b>Total Repairs and Maintenance Expenditure</b>	<b>17 704</b>	<b>–</b>	<b>484 003.47</b>	<b>484</b>	<b>1 511</b>	<b>1 027</b>	<b>68.0%</b>	<b>17 704</b>



- Repairs and Maintenance is 68% above our budgeted expenditure projection for the month of July 2013. We try our best to obtain the maximum benefit from each of our assets.

# Section 13 – Municipal manager’s quality certification

## QUALITY CERTIFICATE

I, Joggie Scholtz, the municipal manager of Swartland Municipality, hereby certify that -

(mark as appropriate)

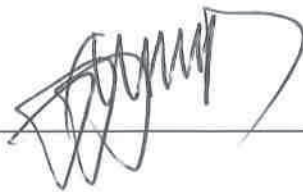
- the monthly budget statement
- quarterly report on the implementation of the budget and financial state of affairs of the municipality
- mid-year budget and performance assessment

for the month of July 2013 has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print Name : Joggie Scholtz

Municipal Manager of Swartland Municipality (WC015)

Signature



Date

15 August 2013