

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 & Quarterly Budget Statement June 2014

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PART 1 – IN-YEAR REPORT

Section 1 – Mayor’s Report

1.1 In-Year Report – Monthly Budget Statement

1.1.1 Implementation of budget in terms of SDBIP

No comments for June 2014

1.1.2 Financial problems or risks facing the municipality

No comments for June 2014

1.1.3 Other information

No comments for June 2014

Section 2 - Resolutions

RECOMMENDATION:

That Council takes cognisance of the monthly and quarterly budget statement and supporting documentation for June 2014.

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

	Original Budget	Adjustment Budget	YTD Actual	Variance	Variance %
Operating Expenditure	R 478 880 932	R 495 083 772	R 439 755 219	R 55 328 553	11%
Operating Revenue	R 466 847 737	R 490 710 737	R 409 522 938	R 81 187 799	17%
Capital	R 83 479 509	R 91 530 588	R 72 025 554	R 19 505 034	21%

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) - M12 June									
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
R thousands									
Revenue By Source									
Property rates	67 353	69 020	69 020	4 832	70 537	69 020	1 517	2%	69 020
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	165 045	178 645	176 927	14 939	173 560	176 927	(3 367)	-2%	176 927
Service charges - water revenue	31 061	33 265	33 191	1 992	32 731	33 191	(460)	-1%	33 191
Service charges - sanitation revenue	22 979	24 844	24 747	1 693	25 373	24 747	626	3%	24 747
Service charges - refuse revenue	18 478	19 215	19 203	1 551	19 536	19 203	334	2%	19 203
Service charges - other	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	2 902	3 088	3 088	77	3 199	3 088	111	4%	3 088
Interest earned - external investments	9 917	10 820	10 820	9 626	12 934	10 820	2 114	20%	10 820
Interest earned - outstanding debtors	1 455	1 276	1 276	146	1 813	1 276	537	42%	1 276
Dividends received	-	-	-	-	-	-	-	-	-
Fines	2 948	4 039	4 039	612	6 348	4 039	2 309	57%	4 039
Licences and permits	3 225	3 007	3 007	293	3 488	3 007	481	16%	3 007
Agency services	2 496	2 539	2 539	221	2 725	2 539	186	7%	2 539
Transfers recognised - operational	40 483	53 629	70 038	-	32 506	70 038	(37 532)	-54%	70 038
Other revenue	13 852	11 621	11 621	1 695	13 665	11 621	2 044	18%	11 621
Gains on disposal of PPE	2 307	200	200	-	710	200	510	255%	200
Total Revenue (excluding capital transfers and contributions)	384 501	415 207	429 715	37 677	399 125	429 715	(30 590)	-7%	429 715

The statement of Financial Performance compares the expenditure and revenue against budget for the period ended 30 June 2014. The YTD variance for property rates for June stands at 2%. 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 3% and 2% respectively. The variance for water stands at -1%. Revenue received from fines is at 57% above YTD budget projections. Swartland now has a new contract with Sintell from 1 July 2013 and new speed cameras have been installed in the Malmesbury area. Grants and Subsidies received variance currently stands at -54% 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 R37.6 million. Variance for revenue received stands at 7% below budget projections for the month of June 2014.

Operating expenditure by type

WC015 Swartland - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June									
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
R thousands									
Expenditure By Type									
Employee related costs	125 450	127 499	129 593	10 234	117 892	129 593	(11 701)	-9%	129 593
Remuneration of councillors	6 703	7 839	7 526	601	7 703	7 526	176	2%	7 526
Debt impairment	1 260	10 748	10 748	-	-	10 748	(10 748)	-100%	10 748
Depreciation & asset impairment	74 993	74 104	74 826	6 126	73 516	74 826	(1 310)	-2%	74 826
Finance charges	8 486	15 096	15 096	5 561	15 107	15 096	12	0%	15 096
Bulk purchases	137 413	150 625	150 625	14 248	133 330	150 625	(17 295)	-11%	150 625
Other materials	-	-	-	-	-	-	-	-	-
Contracted services	3 096	3 453	3 477	297	3 289	3 477	(189)	-5%	3 477
Transfers and grants	1 293	2 083	2 083	215	1 969	2 083	(115)	-6%	2 083
Other expenditure	52 120	73 397	88 648	7 701	76 551	88 648	(12 096)	-14%	88 648
Loss on disposal of PPE	492	5 263	1 788	-	-	1 788	(1 788)	-100%	1 788
Total Expenditure	411 305	470 108	484 411	44 984	429 358	484 411	(55 053)	-11%	484 411
Surplus/(Deficit)	(26 804)	(54 901)	(54 695)	(7 306)	(30 232)	(54 695)	24 463	(0)	(54 695)
Transfers recognised - capital	24 955	42 868	45 547	-	-	50 322	(50 322)	(0)	45 547
Contributions recognised - capital	150	-	4 775	-	-	-	-	-	4 775
Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(1 699)	(12 033)	(4 373)	(7 306)	(30 232)	(4 373)			(4 373)
Taxation	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation	(1 699)	(12 033)	(4 373)	(7 306)	(30 232)	(4 373)			(4 373)
Attributable to minorities	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality	(1 699)	(12 033)	(4 373)	(7 306)	(30 232)	(4 373)			(4 373)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(1 699)	(12 033)	(4 373)	(7 306)	(30 232)	(4 373)			(4 373)

Overall, operating expenditure is currently at 11% below our budgeted expenditure projection up until 30 June 2014. Employee related costs currently stand at 9% below the YTD budget projections. 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. Grants and subsidies paid is 6% below the projected YTD expenditure.

Capital expenditure

WC015 Swartland - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M12 June									
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
R thousands									
Multi-Year expenditure appropriation									
Vote 1 - Corporate Services	-	-	-	-	-	-	-	-	-
Vote 2 - Civil Services	29 378	31 344	34 419	431	22 689	34 419	(11 731)	-34%	34 419
Vote 3 - Council	-	-	-	-	-	-	-	-	-
Vote 4 - Electricity Services	-	-	-	-	-	-	-	-	-
Vote 5 - Financial Services	-	-	1 445	(58)	471	1 440	(969)	-67%	1 445
Vote 6 - Development Services	-	-	-	-	-	-	-	-	-
Vote 7 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 8 - Protection Services	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	29 378	31 344	35 865	373	23 160	35 859	(12 700)	-35%	35 865
Single Year expenditure appropriation									
Vote 1 - Corporate Services	231	428	428	17	403	428	(25)	-6%	428
Vote 2 - Civil Services	32 434	34 937	35 025	3 082	27 785	32 378	(4 593)	-14%	35 025
Vote 3 - Council	1	815	1 115	654	1 046	1 100	(54)	-5%	1 115
Vote 4 - Electricity Services	17 411	11 340	11 340	427	11 067	11 340	(273)	-2%	11 340
Vote 5 - Financial Services	979	1 244	1 712	83	1 718	1 763	(45)	-3%	1 712
Vote 6 - Development Services	5 574	3 148	5 723	814	6 549	8 347	(1 798)	-22%	5 723
Vote 7 - Municipal Manager	20	10	10	-	1	2	(1)	-27%	10
Vote 8 - Protection Services	799	213	313	96	297	313	(16)	-5%	313
Total Capital single-year expenditure	57 450	52 136	55 666	5 172	48 866	55 671	(6 805)	-12%	55 666
Total Capital Expenditure	86 828	83 480	91 531	5 545	72 026	91 531	(19 505)	-21%	91 531

Capital Expenditure:

The total capital expenditure as at 30 June 2014 amounts to R 5 545 056 which is 21% below our projected expenditure. This variance could change with outstanding invoices still needing to be paid.

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 June 2014

3.4 Remedial or corrective steps

No steps need to be taken

WC015 Swartland - Supporting Table SC2 Monthly Budget Statement - performance indicators - M12 June

Description of financial indicator	Basis of calculation	Budget Year 2013/14			
		Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<u>Borrowing Management</u>					
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	19.0%	18.6%	20.6%	4.7%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure ex cl. transfers and grants	10.7%	0.0%	0.0%	0.0%
<u>Safety of Capital</u>					
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	11.0%	10.7%	-219.9%	10.7%
Gearing	Long Term Borrowing/ Funds & Reserves	135.0%	32634.8%	3155.8%	32634.8%
<u>Liquidity</u>					
Current Ratio	Current assets/current liabilities	319.9%	372.7%	48.8%	372.7%
Liquidity Ratio	Monetary Assets/Current Liabilities	229.2%	277.2%	64.8%	277.2%
<u>Revenue Management</u>					
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing				
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	13.8%	13.2%	-2.6%	13.2%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	0.0%	0.0%	0.0%	0.0%
<u>Creditors Management</u>					
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))	99.5%	N/A	97.8%	99.5%
<u>Funding of Provisions</u>					
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions				
<u>Other Indicators</u>					
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	5.8%	N/A	6.5%	5.8%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	15.4%	N/A	11.0%	15.4%
Employee costs	Employee costs/Total Revenue - capital revenue	30.7%	30.2%	29.5%	30.2%
Repairs & Maintenance	R&M/Total Revenue - capital revenue	4.3%	0.0%	4.2%	4.1%
Interest & Depreciation	I&D/Total Revenue - capital revenue	21.5%	20.9%	22.2%	5.3%
<u>IDP regulation financial viability indicators</u>					
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	26.5	N/A	N/A	26.5
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	17.2%	N/A	N/A	17.2%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	5.5	N/A	N/A	5.5

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 - M12 June									
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
R thousands									
Financial Performance									
Property rates	67 353	69 020	69 020	4 832	70 537	69 020	1 517	2%	69 020
Service charges	237 564	255 968	254 068	20 174	251 201	254 068	(2 867)	-1%	254 068
Investment revenue	9 917	10 820	10 820	9 626	12 934	10 820	2 114	20%	12 096
Transfers recognised - operational	40 483	53 629	70 038	-	32 506	70 038	(37 532)	-54%	70 038
Other own revenue	29 184	25 770	25 770	3 045	31 948	25 770	6 178	24%	25 770
Total Revenue (excluding capital transfers and contributions)	384 501	415 207	429 715	37 677	399 125	429 715	(30 590)	-7%	430 991
Employee costs	125 450	127 499	129 593	10 234	117 892	129 593	(11 701)	-9%	129 593
Remuneration of Councillors	6 703	7 839	7 526	601	7 703	7 526	176	2%	7 526
Depreciation & asset impairment	74 993	74 104	74 826	6 126	73 516	74 826	(1 310)	-2%	74 826
Finance charges	8 486	15 096	15 096	5 561	15 107	15 096	12	0%	15 096
Materials and bulk purchases	137 413	150 625	150 625	14 248	133 330	150 625	(17 295)	-11%	150 625
Transfers and grants	1 293	2 083	2 083	215	1 969	2 083	(115)		2 083
Other expenditure	56 967	92 862	104 661	7 998	79 840	104 661	(24 821)	-24%	104 661
Total Expenditure	411 305	470 108	484 411	44 984	429 358	484 411	(55 053)	-11%	484 411
Surplus/(Deficit)	(26 804)	(54 901)	(54 695)	(7 306)	(30 232)	(54 695)	24 463	-45%	(53 419)
Transfers recognised - capital	24 955	42 868	45 547	-	-	50 322	(50 322)	-100%	45 547
Contributions & Contributed assets	150	-	4 775	-	-	-	-		4 775
Surplus/(Deficit) after capital transfers & contributions	(1 699)	(12 033)	(4 373)	(7 306)	(30 232)	(4 373)	(25 859)	591%	(3 097)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	(1 699)	(12 033)	(4 373)	(7 306)	(30 232)	(4 373)	(25 859)	591%	(3 097)
Capital expenditure & funds sources									
Capital expenditure	86 828	83 480	91 531	5 545	72 026	91 531	(19 505)	-21%	91 531
Capital transfers recognised	24 955	42 868	45 547	2 034	38 091	48 376	(10 285)	-21%	45 547
Public contributions & donations	231	-	2 000	-	-	2 000	(2 000)	-100%	2 000
Borrowing	16 002	8 949	-	-	-	-	-		-
Internally generated funds	45 640	31 663	43 983	3 511	33 935	41 155	(7 220)	-18%	43 983
Total sources of capital funds	86 828	83 480	91 531	5 545	72 026	91 531	(19 505)	-21%	91 531
Financial position									
Total current assets	265 165	218 544	248 047		30 047				248 047
Total non current assets	1 782 280	1 786 784	1 797 173		244				1 797 173
Total current liabilities	64 388	68 319	66 548		61 604				66 548
Total non current liabilities	186 300	174 806	186 287		(5 317)				186 287
Community wealth/Equity	1 796 757	1 762 203	1 792 384		(25 996)				1 792 384
Cash flows									
Net cash from (used) operating	82 922	73 530	70 641	221 709	87 951	65 866	22 085	34%	65 866
Net cash from (used) investing	(85 218)	(83 256)	(91 306)	(6 121)	(71 319)	(86 531)	15 213	-18%	(86 531)
Net cash from (used) financing	(6 785)	(4 829)	(5 010)	(1 069)	(3 770)	(5 010)	1 240	-25%	(5 010)
Cash/cash equivalents at the month/year end	210 129	156 617	184 454	-	222 992	145 497	77 495	53%	184 454
Debtors & creditors analysis									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	22 840	4 795	820	664	549	495	320	12 207	42 690
Creditors Age Analysis									
Total Creditors	8 586	272	-	-	3	-	-	-	8 862

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

WC015 Swartland - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M12 June									
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
R thousands									
Revenue - Standard									
<i>Governance and administration</i>	127 163	154 408	178 271	14 866	101 262	181 382	(80 121)	-44%	178 271
Executive and council	34 831	59 866	83 729	152	3 436	81 496	(78 060)	-96%	83 729
Budget and treasury office	91 023	93 466	93 466	14 670	96 852	98 811	(1 959)	-2%	93 466
Corporate services	1 310	1 076	1 076	44	974	1 076	(101)	-9%	1 076
<i>Community and public safety</i>	11 733	13 703	13 703	698	10 003	13 703	(3 699)	-27%	13 703
Community and social services	5 611	6 137	6 137	70	842	6 137	(5 295)	-86%	6 137
Sport and recreation	2 873	2 742	2 742	10	2 532	2 742	(210)	-8%	2 742
Public safety	3 007	4 561	4 561	610	6 403	4 561	1 843	40%	4 561
Housing	241	263	263	7	226	263	(37)	-14%	263
Health	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>	8 315	7 711	7 711	1 020	8 596	7 711	885	11%	7 711
Planning and development	1 977	1 808	1 808	266	1 922	1 808	114	6%	1 808
Road transport	6 338	5 903	5 903	754	6 674	5 903	771	13%	5 903
Environmental protection	-	-	-	-	-	-	-	-	-
<i>Trading services</i>	262 376	282 234	280 334	21 092	279 245	280 334	(1 089)	0%	280 334
Electricity	166 836	180 514	178 796	14 999	176 070	178 973	(2 903)	-2%	178 796
Water	35 281	37 367	37 294	2 325	36 588	37 294	(706)	-2%	37 294
Waste water management	34 578	37 620	37 524	2 124	39 629	37 347	2 282	6%	37 524
Waste management	25 681	26 734	26 721	1 644	26 958	26 721	237	1%	26 721
<i>Other</i>	18	20	20	2	20	20	0	0%	20
Total Revenue - Standard	409 606	458 075	480 038	37 677	399 125	483 149	(84 024)	-17%	480 038
Expenditure - Standard									
<i>Governance and administration</i>	69 906	93 111	104 314	8 307	84 313	103 065	(18 751)	-18%	104 314
Executive and council	14 125	27 379	43 196	3 387	39 107	41 799	(2 692)	-6%	43 196
Budget and treasury office	29 011	40 868	35 529	1 998	21 380	35 708	(14 328)	-40%	35 529
Corporate services	26 769	24 865	25 589	2 921	23 826	25 558	(1 731)	-7%	25 589
<i>Community and public safety</i>	47 905	49 661	50 492	4 027	43 951	50 926	(6 975)	-14%	50 492
Community and social services	12 426	12 637	12 686	983	11 203	12 585	(1 382)	-11%	12 686
Sport and recreation	15 516	14 991	15 034	1 146	13 890	15 087	(1 197)	-8%	15 034
Public safety	18 602	20 701	21 430	1 629	17 457	21 903	(4 446)	-20%	21 430
Housing	1 361	1 332	1 342	269	1 400	1 351	49	4%	1 342
Health	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>	57 398	58 169	58 435	5 176	57 265	58 933	(1 668)	-3%	58 435
Planning and development	8 441	8 452	8 453	866	7 987	8 500	(513)	-6%	8 453
Road transport	48 957	49 717	49 982	4 310	49 278	50 433	(1 155)	-2%	49 982
Environmental protection	-	-	-	-	-	-	-	-	-
<i>Trading services</i>	235 006	268 205	270 208	27 430	242 888	270 712	(27 824)	-10%	270 208
Electricity	146 548	161 662	161 998	14 039	141 969	161 718	(19 749)	-12%	161 998
Water	41 814	44 449	45 024	5 188	42 659	45 283	(2 625)	-6%	45 024
Waste water management	24 835	38 320	38 767	6 249	35 596	38 911	(3 315)	-9%	38 767
Waste management	21 810	23 774	24 418	1 953	22 665	24 799	(2 135)	-9%	24 418
<i>Other</i>	1 090	962	962	44	940	960	(20)	-2%	962
Total Expenditure - Standard	411 305	470 108	484 411	44 984	429 358	484 595	(55 238)	-11%	484 411
Surplus/ (Deficit) for the year	(1 699)	(12 033)	(4 373)	(7 306)	(30 232)	(1 446)	(28 786)	1991%	(4 373)

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) - M12 June									
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
R thousands									
Revenue by Vote									
Vote 1 - Corporate Services	5 609	6 134	6 134	35	824	6 134	(5 310)	-86.6%	6 134
Vote 2 - Civil Services	97 878	103 222	103 040	6 411	104 872	102 863	2 009	2.0%	103 040
Vote 3 - Council	34 831	59 866	83 673	152	3 436	81 496	(78 060)	-95.8%	83 673
Vote 4 - Electricity Services	166 838	180 514	178 796	14 999	176 070	178 973	(2 903)	-1.6%	178 796
Vote 5 - Financial Services	91 023	93 466	93 522	14 670	96 852	98 811	(1 959)	-2.0%	93 522
Vote 6 - Development Services	4 465	4 487	4 487	285	4 421	4 487	(65)	-1.5%	4 487
Vote 7 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 8 - Protection Services	8 963	10 386	10 386	1 127	12 651	10 386	2 265	21.8%	10 386
Total Revenue by Vote	409 606	458 075	480 038	37 677	399 125	483 149	(84 024)	-17.4%	480 038
Expenditure by Vote									
Vote 1 - Corporate Services	17 575	17 860	18 344	1 862	16 794	18 278	(1 484)	-8.1%	18 344
Vote 2 - Civil Services	160 223	176 464	178 288	19 504	169 539	179 745	(10 206)	-5.7%	178 288
Vote 3 - Council	10 611	23 006	38 972	3 056	35 396	37 574	(2 179)	-5.8%	38 972
Vote 4 - Electricity Services	151 918	161 662	161 998	14 039	141 969	161 718	(19 749)	-12.2%	161 998
Vote 5 - Financial Services	29 011	40 868	35 752	1 998	21 380	35 652	(14 272)	-40.0%	35 752
Vote 6 - Development Services	13 088	13 124	13 212	1 387	12 092	13 216	(1 124)	-8.5%	13 212
Vote 7 - Municipal Manager	3 514	10 271	10 123	963	9 204	10 351	(1 148)	-11.1%	10 123
Vote 8 - Protection Services	25 364	26 853	27 722	2 174	22 986	28 061	(5 075)	-18.1%	27 722
Total Expenditure by Vote	411 305	470 108	484 411	44 984	429 358	484 595	(55 238)	-11.4%	484 411
Surplus/ (Deficit) for the year	(1 699)	(12 033)	(4 373)	(7 306)	(30 232)	(1 446)	(28 786)	1990.7%	(4 373)

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) - M12 June									
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
R thousands									
Revenue By Source									
Property rates	67 353	69 020	69 020	4 832	70 536 911	69 020	1 517	2%	69 020
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	165 045	178 645	176 927	14 939	173 560 494	176 927	(3 367)	-2%	176 927
Service charges - water revenue	31 061	33 265	33 191	1 992	32 730 882	33 191	(460)	-1%	33 191
Service charges - sanitation revenue	22 979	24 844	24 747	1 693	25 372 929	24 747	626	3%	24 747
Service charges - refuse revenue	18 478	19 215	19 203	1 551	19 536 465	19 203	334	2%	19 203
Service charges - other	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	2 902	3 088	3 088	77	3 198 698	3 088	111	4%	3 088
Interest earned - external investments	9 917	10 820	10 820	9 626	12 933 876	10 820	2 114	20%	10 820
Interest earned - outstanding debtors	1 455	1 276	1 276	146	1 813 429	1 276	537	42%	1 276
Dividends received	-	-	-	-	-	-	-	-	-
Fines	2 948	4 039	4 039	612	6 348 317	4 039	2 309	57%	4 039
Licences and permits	3 225	3 007	3 007	293	3 488 091	3 007	481	16%	3 007
Agency services	2 496	2 539	2 539	221	2 725 004	2 539	186	7%	2 539
Transfers recognised - operational	40 483	53 629	70 038	-	32 506 000	70 038	(37 532)	-54%	70 038
Other revenue	13 852	11 621	11 621	1 695	13 664 531	11 621	2 044	18%	11 621
Gains on disposal of PPE	2 307	200	200	-	709 617	200	510	255%	200
Total Revenue (excluding capital transfers and contributions)	384 501	415 207	429 715	37 677	399 125 245	429 715	(30 590)	-7%	429 715
Expenditure By Type									
Employee related costs	125 450	127 499	129 593	10 234	117 892 012	129 593	(11 701)	-9%	129 593
Remuneration of councillors	6 703	7 839	7 526	601	7 702 905	7 526	176	2%	7 526
Debt impairment	1 260	10 748	10 748	-	-	10 748	(10 748)	-100%	10 748
Depreciation & asset impairment	74 993	74 104	74 826	6 126	73 516 371	74 826	(1 310)	-2%	74 826
Finance charges	8 486	15 096	15 096	5 561	15 107 407	15 096	12	0%	15 096
Bulk purchases	137 413	150 625	150 625	14 248	133 330 185	150 625	(17 295)	-11%	150 625
Other materials	-	-	-	-	-	-	-	-	-
Contracted services	3 096	3 453	3 477	297	3 288 874	3 477	(189)	-5%	3 477
Transfers and grants	1 293	2 083	2 083	215	1 968 541	2 083	(115)	-6%	2 083
Other expenditure	52 120	73 397	88 648	7 701	76 551 232	88 648	(12 096)	-14%	88 648
Loss on disposal of PPE	492	5 263	1 788	-	-	1 788	(1 788)	-100%	1 788
Total Expenditure	411 305	470 108	484 411	44 984	429 357 527	484 411	(55 053)	-11%	484 411
Surplus/(Deficit)									
Transfers recognised - capital	24 955	42 868	45 547	-	-	50 322	(50 322)	(0)	45 547
Contributions recognised - capital	150	-	4 775	-	-	-	-	-	4 775
Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(1 699)	(12 033)	(4 373)	(7 306)	-30 232 282	(4 373)			(4 373)
Taxation	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation	(1 699)	(12 033)	(4 373)	(7 306)	-30 232 282	(4 373)			(4 373)
Attributable to minorities	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality	(1 699)	(12 033)	(4 373)	(7 306)	-30 232 282	(4 373)			(4 373)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(1 699)	(12 033)	(4 373)	(7 306)	-30 232 282	(4 373)			(4 373)

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) - M12 June									
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
R thousands									
Capital Expenditure - Standard Classification									
Governance and administration	2 878	2 094	4 431	697	3 415	4 513	(1 099)	-24%	4 431
Executive and council	1 756	825	1 125	654	1 047	1 102	(55)	-5%	1 125
Budget and treasury office	1 122	29	1 866	(58)	905	1 883	(977)	-52%	1 866
Corporate services	-	1 240	1 440	101	1 462	1 529	(67)	-4%	1 440
Community and public safety	10 870	4 739	7 519	1 317	8 112	10 195	(2 084)	-20%	7 519
Community and social services	1 101	3 551	551	336	2 645	3 176	(531)	-17%	551
Sport and recreation	2 230	975	1 080	391	885	1 132	(247)	-22%	1 080
Public safety	888	213	313	96	297	313	(16)	-5%	313
Housing	6 652	-	5 574	495	4 284	5 574	(1 290)	-23%	5 574
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	16 174	19 815	20 535	355	15 971	19 975	(4 004)	-20%	20 535
Planning and development	-	109	109	24	97	109	(12)	-11%	109
Road transport	16 174	19 706	20 426	331	15 874	19 866	(3 992)	-20%	20 426
Environmental protection	-	-	-	-	-	-	-	-	-
Trading services	56 905	56 831	59 046	3 176	44 528	56 846	(12 319)	-22%	59 046
Electricity	16 631	11 340	11 340	427	11 067	11 340	(273)	-2%	11 340
Water	5 914	5 429	5 719	270	3 764	4 657	(892)	-19%	5 719
Waste water management	-	35 509	38 510	561	24 944	37 433	(12 489)	-33%	38 510
Waste management	34 360	4 553	3 478	1 918	4 753	3 417	1 336	39%	3 478
Other	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard Classification	86 828	83 480	91 531	5 545	72 026	91 531	(19 505)	-21%	91 531
Funded by:									
National Government	17 545	22 395	22 395	326	22 207	25 222	(3 015)	-12%	22 395
Provincial Government	6 926	19 623	22 197	1 317	15 173	22 199	(7 026)	-32%	22 197
District Municipality	-	-	-	-	-	-	-	-	-
Other transfers and grants	484	850	955	391	711	955	(244)	-26%	955
Transfers recognised - capital	24 955	42 868	45 547	2 034	38 091	48 376	(10 285)	-21%	45 547
Public contributions & donations	231	-	2 000	-	-	2 000	(2 000)	-100%	2 000
Borrowing	16 002	8 949	-	-	-	-	-	-	-
Internally generated funds	45 640	31 663	43 983	3 511	33 935	41 155	(7 220)	-18%	43 983
Total Capital Funding	86 828	83 480	91 531	5 545	72 026	91 531	(19 505)	-21%	91 531

4.1.6 Table C6: Monthly Budget Statement - Financial Position

WC015 Swartland - Table C6 Monthly Budget Statement - Financial Position - M12 June					
Description	2012/13	Budget Year 2013/14			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
ASSETS					
Current assets					
Cash	210 129	500	184 454	39 900	184 454
Call investment deposits	-	156 117	-	-	-
Consumer debtors	45 845	49 611	54 324	2 291	54 324
Other debtors	2 132	6 835	2 132	(12 480)	2 132
Current portion of long-term receivables	24	24	24	-	24
Inventory	7 035	5 457	7 114	336	7 114
Total current assets	265 165	218 544	248 047	30 047	248 047
Non current assets					
Long-term receivables	397	640	374	(168)	374
Investments	-	-	-	-	-
Investment property	31 363	33 920	32 130	-	32 130
Investments in Associate	-	-	-	-	-
Property, plant and equipment	1 749 294	1 751 681	1 763 252	412	1 763 252
Agricultural	-	-	-	-	-
Biological assets	-	-	-	-	-
Intangible assets	458	542	649	-	649
Other non-current assets	767	-	767	-	767
Total non current assets	1 782 280	1 786 784	1 797 173	244	1 797 173
TOTAL ASSETS	2 047 445	2 005 328	2 045 219	30 291	2 045 219
LIABILITIES					
Current liabilities					
Bank overdraft	-	-	-	-	-
Borrowing	5 244	3 752	3 752	-	3 752
Consumer deposits	6 896	7 212	7 212	1 085	7 212
Trade and other payables	46 516	51 525	49 753	62 474	49 753
Provisions	5 731	5 830	5 830	(1 955)	5 830
Total current liabilities	64 388	68 319	66 548	61 604	66 548
Non current liabilities					
Borrowing	141 479	137 883	137 644	(5 317)	137 644
Provisions	44 821	36 922	48 643	-	48 643
Total non current liabilities	186 300	174 806	186 287	(5 317)	186 287
TOTAL LIABILITIES	250 688	243 125	252 835	56 287	252 835
NET ASSETS	1 796 757	1 762 203	1 792 384	(25 996)	1 792 384
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	1 796 335	1 660 078	1 791 962	(25 828)	1 791 962
Reserves	422	102 125	422	(168)	422
TOTAL COMMUNITY WEALTH/EQUITY	1 796 757	1 762 203	1 792 384	(25 996)	1 792 384

4.1.7 Table C7: Monthly Budget Statement - Cash Flow

WC015 Swartland - Table C7 Monthly Budget Statement - Cash Flow - M12 June									
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
R thousands									
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Ratepayers and other	332 539	337 811	334 207	259 039	772 113	328 231	443 882	135%	328 231
Government - operating	38 924	53 629	69 468	-	83 018	69 468	13 550	20%	69 468
Government - capital	24 567	42 868	45 101	-	17 953	45 101	(27 148)	-60%	45 101
Interest	9 917	10 820	10 820	9 544	12 852	12 021	831	7%	12 021
Dividends	-	-	-	-	-	-	-	-	-
Payments									
Suppliers and employees	(313 247)	354 418	371 775	41 095	781 535	371 775	(409 760)	-110%	371 775
Finance charges	(8 486)	15 096	15 096	5 561	15 105	15 096	(10)	0%	15 096
Transfers and Grants	(1 293)	2 083	2 083	219	1 344	2 083	739	35%	2 083
NET CASH FROM/(USED) OPERATING ACTIVITIES	82 922	73 530	70 641	221 709	87 951	65 866	840 146	1276%	65 866
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	1 550	200	200	-	710	200	510	255%	200
Decrease (Increase) in non-current debtors	-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables	60	24	24	-	-	4 799	(4 799)	-100%	4 799
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-
Payments									
Capital assets	(86 828)	83 480	91 531	6 121	72 028	91 531	19 502	21%	91 531
NET CASH FROM/(USED) INVESTING ACTIVITIES	(85 218)	(83 256)	(91 306)	(6 121)	(71 319)	(86 531)	(15 213)	18%	(86 531)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	82	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	-	472	316	353	1 531	316	1 215	384%	316
Payments									
Repayment of borrowing	(6 868)	5 301	5 326	1 422	5 302	5 326	25	0%	5 326
NET CASH FROM/(USED) FINANCING ACTIVITIES	(6 785)	(4 829)	(5 010)	(1 069)	(3 770)	(5 010)	(1 240)	25%	(5 010)
NET INCREASE/ (DECREASE) IN CASH HELD	(9 082)	(14 555)	(25 675)	214 519	12 863	(25 675)			(25 675)
Cash/cash equivalents at beginning:	219 211	171 172	210 129		210 129	171 172			210 129
Cash/cash equivalents at month/year end:	210 129	156 617	184 454		222 992	145 497			184 454

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. One of the reasons for this is, because investments made and investments redeemed are included in the cash flow report and not in the budget. 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 - M12 June													
Description	NT Code	Budget Year 2013/14										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	Total over 90 days		
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	2 379	782	214	206	210	118	80	1 484	5 474	2 099	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	11 723	1 840	92	67	28	23	19	797	14 589	934	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	4 393	876	163	102	92	62	49	3 432	9 169	3 737	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	1 851	625	109	71	58	49	41	3 229	6 032	3 447	-	-
Receivables from Exchange Transactions - Waste Management	1600	1 708	576	172	135	119	107	96	2 328	5 241	2 785	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	20	15	2	1	1	1	1	24	65	29	-	-
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	767	81	68	82	40	135	35	913	2 120	1 205	-	-
Total By Income Source	2000	22 840	4 795	820	664	549	495	320	12 207	42 690	14 235	-	-
2012/13 - totals only													
Debtors Age Analysis By Customer Group													
Organs of State	2200	729	49	2	3	1	1	1	73	857	78	-	-
Commercial	2300	9 083	854	76	84	15	17	19	369	10 516	504	-	-
Households	2400	12 249	3 691	695	518	493	457	283	10 876	29 262	12 627	-	-
Other	2500	780	201	47	60	41	20	17	888	2 054	1 026	-	-
Total By Customer Group	2600	22 840	4 795	820	664	549	495	320	12 207	42 690	14 235	-	-

After doing a monthly comparison of outstanding debt, 90 days and older decreased to R14 234 673 when compared to May's report which amounted to R15 481 382. There was a decrease of R1 139 979 in outstanding debt for 150 days and older.

Total Outstanding Debt has increased from R39.5 million in June 2013 to R42.6 million in June 2014, an increase of R 3 139 676 million.

Section 6 – Creditors' analysis

6.1 Supporting Table SC4

WC015 Swartland - Supporting Table SC4 Monthly Budget Statement - aged creditors - M12 June												
Description R thousands	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		
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	8 586	272	-	-	3	-	-	-	8 862	3 783	
Auditor General	0800	-	-	-	-	-	-	-	-	-	-	
Other	0900	-	-	-	-	-	-	-	-	-	-	
Total By Customer Type	1000	8 586	272	-	-	3	-	-	-	8 862	3 783	

Section 7 – Investment portfolio analysis

7.1 Supporting Table SC5

WC015 Swartland - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M12 June									
Investments by maturity Name of institution & investment ID R thousands	Period of Investment Yrs/Months	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	
ABSA	361 Days	Fixed Deposit	28 June 2014		6.00%	90 000	(90 000)	-	
ABSA		Call Account			5.00%	41 203	(41 203)	-	
Nedbank	177 Days	Fixed Deposit	28 June 2014		5.25%	90 000	(90 000)	-	
Municipality sub-total				-		221 203	(221 203)	-	
Entities									
N/A									
TOTAL INVESTMENTS AND INTEREST				-		221 203	(221 203)	-	

- Total Investments matured amounted to R225 375 415.19

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 - M12 June								
Description	Budget Year 2013/14							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
RECEIPTS:								
Operating Transfers and Grants								
National Government:	35 696	35 696	-	35 696	35 696	-		35 696
Local Government Equitable Share	32 506	32 506	-	32 506	32 506	-		32 506
Municipal Systems Improvement	890	890	-	890	890	-		890
Finance Management	1 300	1 300	-	1 300	1 300	-		1 300
EPWP Incentive	1 000	1 000	-	1 000	1 000	-		1 000
Provincial Government:	15 683	33 722	-	21 003	21 003	-		33 722
Community Development Workers	28	28	-	-	-	-		28
Housing	10 500	28 283	-	15 810	15 810	-		28 283
Libraries	4 759	4 759	-	4 759	4 759	-		4 759
Proclaimed Roads Subsidy	178	178	-	178	178	-		178
Ilinge Lethu Centre	218	218	-	-	-	-		218
Financial Management Support Grant - Annual Report	-	200	-	200	200	-		200
Performance Management	-	56	-	56	56	-		56
Other transfers and grants [insert description]	-	-	-	-	-	-		-
District Municipality:	-	-	-	-	-	-		-
[insert description]	-	-	-	-	-	-		-
Other grant providers:	-	50	-	50	50	-		50
Cleanest Town	-	50	-	50	50	-		50
Total Operating Transfers and Grants	51 379	69 468	-	56 749	56 749	-		69 468
Capital Transfers and Grants								
National Government:	22 395	22 395	-	22 395	22 395	(0)	0.0%	22 395
Municipal Infrastructure Grant (MIG)	17 395	17 395	-	17 395	17 395	-		17 395
Energy Efficiency and Demand Side Management Grant	5 000	5 000	-	4 999 700	5 000	(0)	0.0%	5 000
Provincial Government:	30 208	22 197	-	24 480	24 480	-		22 197
Human Settlements	29 345	21 334	-	23 617	23 617	-		21 334
Libraries	355	355	-	355	355	-		355
Pedestrian Pathways: Darling (Phase 2)	508	508	-	508	508	-		508
District Municipality:	-	-	-	-	-	-		-
[insert description]	-	-	-	-	-	-		-
Other grant providers:	850	955	-	711	711	-		955
Lotto	850	955	-	711	711	-		955
Total Capital Transfers and Grants	53 453	45 547	-	47 585	47 586	(0)	0.0%	45 547
TOTAL RECEIPTS OF TRANSFERS & GRANTS	104 832	115 015	-	104 334	104 334	(0)	0.0%	115 015

8.2 Supporting Table SC7 (1)

WC015 Swartland - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M12 June								
Description	Budget Year 2013/14							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
EXPENDITURE								
Operating expenditure of Transfers and Grants								
National Government:	35 696	35 724	2 676	27 934	29 626	(1 691)	-5.7%	35 724
Local Government Equitable Share	32 506	32 506	2 054	23 194	26 408	(3 214)	-12.2%	32 506
Municipal Systems Improvement	890	918	154	862	918	(55)	-6.0%	918
Finance Management	1 300	1 300	251	1 299	1 300	(1)	-0.1%	1 300
EPWP Incentive	1 000	1 000	217	2 580	1 000	1 580	158.0%	1 000
Provincial Government:	15 683	34 233	2 749	29 511	31 645	(2 135)	-251.6%	34 233
Community Development Workers	28	37	(20)	9	37	(28)	-76.0%	37
Housing	10 500	28 283	2 110	23 518	25 218	(1 700)	-6.7%	28 283
Libraries	4 759	4 759	400	4 425	4 425	-		4 759
Proclaimed Roads Subsidy	178	178	-	178	178	-		178
Ilinge Lethu Centre	218	218	54	594	889	(295)	-33.1%	218
Housing Consumer Education Grant	-	20	1	1	20	(19)	-95.9%	20
Financial Management Support Grant - Tariff Modelling	-	139	(26)	139	139	-		139
Financial Management Support Grant - Asset Management	-	219	39	190	219	(29)	-13.2%	219
Financial Management Support Grant - Annual Report	-	200	80	179	200	(21)	-10.6%	200
Disaster Fund	-	124	111	221	264	(42)	-16.0%	124
Performance Management	-	56	-	56	56	-		56
Other grant providers:	-	81	16	62	81	(20)	-24.2%	81
<i>Cleanest Town</i>	-	81	16	62	81	(20)	-24.2%	81
Total operating expenditure of Transfers and Grants:	51 379	70 038	5 441	57 507	61 352	(3 845)	-6.3%	70 038
Capital expenditure of Transfers and Grants								
National Government:	22 395	22 395	326	22 207	22 395	(188)	-0.8%	22 395
Municipal Infrastructure Grant (MIG)	17 395	17 395	-	17 395	17 395	(0)	0.0%	17 395
Energy Efficiency and Demand Side Management Grant	5 000	5 000	326	4 812	5 000	(188)	-3.8%	5 000
Provincial Government:	30 208	22 197	1 317	15 173	22 199	(7 026)	-31.7%	22 197
Human Settlements	29 345	21 334	1 275	14 382	21 334	(6 953)	-32.6%	21 334
Libraries	355	355	17	333	356	(23)	-6.4%	355
Pedestrian Pathways: Darling (Phase 2)	508	508	25	458	508	(50)	-9.9%	508
District Municipality:	-	-	-	-	-	-	-	-
Other grant providers:	850	955	391	711	955	(244)	-25.5%	955
Lotto	850	955	391	711	955	(244)	-25.5%	955
Total capital expenditure of Transfers and Grants	53 453	45 547	2 034	38 091	45 549	(7 458)	-16.4%	45 547
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	104 832	115 585	7 475	95 597	106 901	(11 303)	-10.6%	115 585

8.2.1 Supporting Table SC7 (2)

WC015 Swartland - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M12 June					
Description	Budget Year 2013/14				
	Approved Rollover 2012/13	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands					
EXPENDITURE					
Operating expenditure of Approved Roll-overs					
National Government:	28	28	28	-	
Local Government Equitable Share				-	
Municipal Systems Improvement	28	28	28	-	
Finance Management				-	
EPWP Incentive				-	
Other transfers and grants [insert description]				-	
Provincial Government:	482	124	550	(69)	-14.3%
Financial Management Support Grant - Tariff Modelling	139	(26)	139	-	
Financial Management Support Grant - Asset Management	219	39	190	29	13.2%
Disaster Fund	124	111	221	(98)	-79.3%
Performance Management				-	
Other transfers and grants [insert description]				-	
District Municipality:	-	-	-	-	
[insert description]				-	
Other grant providers:	-	-	-	-	
Cleanest Town				-	
Total operating expenditure of Approved Roll-overs	509	152	578	(69)	-13.5%
Capital expenditure of Approved Roll-overs					
Total capital expenditure of Approved Roll-overs	-	-	-	-	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS	509	152	578	(69)	-13.5%

Section 9 – Expenditure on Councillor, Senior Managers and Other Staff

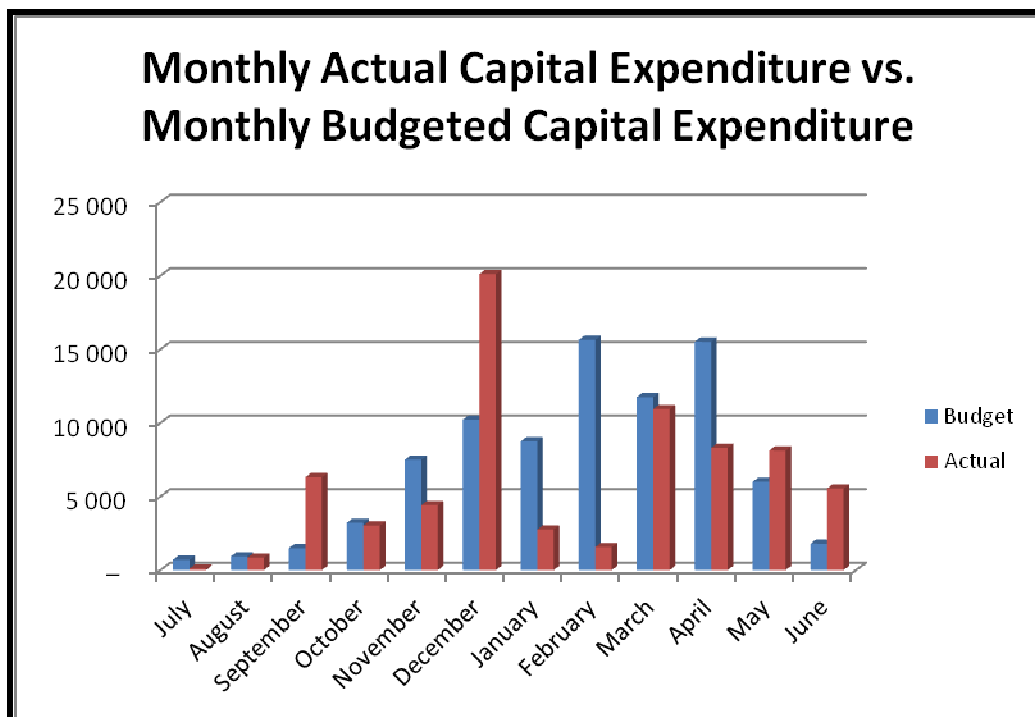
9.1 Supporting Table SC8

WC015 Swartland - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M12 June								
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
Councillors (Political Office Bearers plus Other)								
Basic Salaries and Wages	4 622	4 657	388	4 793	4 793	-		4 657
Pension and UIF Contributions	789	693	58	720	720	-		693
Medical Aid Contributions	198	198	18	218	218	-		198
Motor Vehicle Allowance	1 641	1 641	99	1 499	1 499	-		1 641
Cellphone Allowance	337	337	38	478	478	-		337
Housing Allowances	-	-	-	-	-	-		-
Other benefits and allowances	-	-	-	-	-	-		-
Sub Total - Councillors	7 588	7 526	601	7 707 270	7 707	-		7 526
Senior Managers of the Municipality								
Basic Salaries and Wages	4 501	4 501	388	4 660	4 660	-		4 501
Pension and UIF Contributions	1 022	1 022	73	973	973	-		1 022
Medical Aid Contributions	268	268	23	272	272	-		268
Overtime	-	-	-	-	-	-		-
Performance Bonus	-	-	-	-	-	-		-
Motor Vehicle Allowance	1 007	1 007	89	1 057	1 057	-		1 007
Cellphone Allowance	-	-	-	-	-	-		-
Housing Allowances	-	-	-	-	-	-		-
Other benefits and allowances	374	374	41	578	578	-		374
Payments in lieu of leave	-	-	-	-	-	-		-
Long service awards	101	101	-	69	69	-		101
Post-retirement benefit obligations	-	-	-	-	-	-		-
Sub Total - Senior Managers of Municipality	7 273	7 273	614	7 609	7 609	-		7 273
% increase								
Other Municipal Staff								
Basic Salaries and Wages	83 253	83 420	5 969	76 928	82 459	(5 532)	-7%	83 420
Pension and UIF Contributions	13 186	13 186	1 016	12 298	13 103	(805)	-6%	13 186
Medical Aid Contributions	5 322	5 322	476	5 533	5 702	(170)	-3%	5 322
Overtime	3 045	4 563	370	4 133	4 982	(849)	-17%	4 563
Performance Bonus	-	-	-	-	-	-		-
Motor Vehicle Allowance	6 009	6 009	495	5 743	6 082	(340)	-6%	6 009
Cellphone Allowance	-	-	-	-	-	-		-
Housing Allowances	509	509	34	411	493	(82)	-17%	509
Other benefits and allowances	5 777	6 186	1 242	5 187	6 078	(890)	-15%	6 186
Payments in lieu of leave	1 408	1 408	-	-	1 408	(1 408)	-100%	1 408
Long service awards	430	430	-	(69)	461	(531)	-115%	430
Post-retirement benefit obligations	1 287	1 287	-	-	1 287	(1 287)	-100%	1 287
Sub Total - Other Municipal Staff	120 226	122 320	9 601	110 163	122 056	(11 893)	-10%	122 320
% increase								
Total Parent Municipality	135 087	137 119	10 816	125 480	137 373	(11 893)	-9%	137 119
TOTAL SALARY, ALLOWANCES & BENEFITS	135 087	137 119	10 816	125 480	137 373	(11 893)	-9%	137 119
% increase								
TOTAL MANAGERS AND STAFF	127 499	129 593	10 215	117 772	129 665	(11 893)	-9%	129 593

Section 11 – Capital programme performance

11.1 Supporting Table SC12

WC015 Swartland - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M12 June								
Month	Budget Year 2012/13							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Adjusted Budget
R thousands								
Monthly expenditure performance trend								
July	700	102	102	102	102	-	-	0%
August	930	839	843	946	942	(4)	-0.4%	1%
September	1 487	5 441	6 310	7 256	6 382	(873)	-13.7%	8%
October	3 217	2 898	3 027	10 283	9 280	(1 003)	-10.8%	11%
November	7 499	4 033	4 415	14 698	13 313	(1 386)	-10.4%	16%
December	10 215	9 986	20 105	34 803	23 298	(11 505)	-49.4%	38%
January	8 745	11 613	2 760	37 564	34 911	(2 653)	-7.6%	41%
February	15 640	16 277	1 556	39 120	51 187	12 067	23.6%	43%
March	11 747	14 868	10 938	50 058	66 055	15 997	24.2%	55%
April	15 515	16 104	8 301	58 359	82 159	23 800	29.0%	64%
May	5 992	5 684	8 121	66 480	87 844	21 363	24.3%	73%
June	1 793	3 687	5 545	72 026	91 531	19 505	21.3%	79%
Total Capital	83 480	91 531	72 026					



11.3 Supporting Table SC13a and b

WC015 Swartland - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M12 June								
Description	Budget Year 2013/14							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Capital expenditure on new assets by Asset Class/Sub-class								
Infrastructure	25 478	30 844	1 359	21 693	28 137	6 444	22.9%	30 844
Infrastructure - Road transport	11 864	13 171	390	8 623	12 663	4 040	31.9%	13 171
<i>Roads, Pavements & Bridges</i>	508	508	25	458	508	50	9.9%	508
<i>Storm water</i>	11 356	12 663	365	8 165	12 155	3 990	32.8%	12 663
Infrastructure - Electricity	5 000	5 000	326	4 812	5 000	188	3.8%	5 000
<i>Generation</i>	-	-	-	-	-	-	-	-
<i>Transmission & Reticulation</i>	5 000	5 000	326	4 812	5 000	188	3.8%	5 000
<i>Street Lighting</i>	-	-	-	-	-	-	-	-
Infrastructure - Water	2 621	5 315	400	3 430	4 253	823	19.4%	5 315
<i>Dams & Reservoirs</i>	-	2 695	319	2 424	2 695	271	10.1%	2 695
<i>Water purification</i>	-	-	-	-	-	-	-	-
<i>Reticulation Water</i>	2 621	2 621	80	1 007	1 559	552	35.4%	2 621
Infrastructure - Sanitation	3 494	3 934	243	2 044	2 857	814	28.5%	3 934
<i>Reticulation</i>	3 494	3 934	113	383	440	57	12.8%	3 934
<i>Sewerage purification</i>	-	-	130	1 660	2 417	757	31.3%	-
Infrastructure - Other	2 500	3 424	-	2 785	3 363	578	17.2%	3 424
<i>Waste Management</i>	2 500	3 424	-	2 785	3 363	578	17.2%	3 424
<i>Transportation</i>	-	-	-	-	-	-	-	-
<i>Gas</i>	-	-	-	-	-	-	-	-
<i>Other</i>	-	-	-	-	-	-	-	-
Community	3 190	50	967	3 620	4 188	568	13.6%	50
Parks & gardens	-	-	-	-	-	-	-	-
Sportsfields & stadia	-	-	-	-	-	-	-	-
Swimming pools	-	-	-	-	-	-	-	-
Community halls	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-
Recreational facilities	-	-	-	-	-	-	-	-
Fire, safety & emergency	-	-	-	-	-	-	-	-
Security and policing	-	-	-	-	-	-	-	-
Buses	-	-	-	-	-	-	-	-
Clinics	-	-	-	-	-	-	-	-
Museums & Art Galleries	-	-	-	-	-	-	-	-
Cemeteries	-	-	-	-	-	-	-	-
Social rental housing	-	-	-	-	-	-	-	-
Other	3 190	50	967	3 620	4 188	568	13.6%	50
Heritage assets	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Investment properties	-	1 132	-	250	1 132	882	77.9%	1 132
Housing development	-	1 132	-	250	1 132	882	77.9%	1 132
Other	-	-	-	-	-	-	-	-
Other assets	2 363	4 717	166	2 212	3 272	1 060	32.4%	4 717
General vehicles	-	100	87	87	100	13	13.4%	100
Specialised vehicles	-	-	-	-	-	-	-	-
Plant & equipment	1 102	1 102	42	1 051	1 078	27	2.5%	1 102
Computers - hardware/equipment	223	2 177	3	892	1 874	982	52.4%	2 177
Furniture and other office equipment	238	238	34	183	221	38	17.1%	238
Other	800	1 100	-	-	-	-	-	1 100
Total Capital Expenditure on new assets	31 031	36 743	2 492	27 776	36 730	8 953	24.4%	36 743

WC015 Swartland - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M12 June

Description	Budget Year 2013/14							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Capital expenditure on renewal of existing assets by Asset Class/Sub-class								
Infrastructure	46 944	50 769	698	38 529	50 719	12 190	24.0%	50 769
Infrastructure - Road transport	7 650	8 400	3	8 325	8 348	23	0.3%	8 400
<i>Roads, Pavements & Bridges</i>	7 000	7 750	3	7 675	7 698	23	0.3%	7 750
<i>Storm water</i>	650	650	-	650	650	-		650
Infrastructure - Electricity	5 200	5 200	74	5 129	5 202	73	1.4%	5 200
<i>Generation</i>	-	-	-	-	-	-		-
<i>Transmission & Reticulation</i>	5 200	5 200	74	5 129	5 202	73	1.4%	5 200
<i>Street Lighting</i>	-	-	-	-	-	-		-
Infrastructure - Water	2 750	2 750	189	2 386	2 750	364	13.2%	2 750
<i>Dams & Reservoirs</i>	-	-	-	-	-	-		-
<i>Water purification</i>	250	250	189	236	250	14	5.8%	250
<i>Reticulation Water</i>	2 500	2 500	-	2 151	2 500	349	14.0%	2 500
Infrastructure - Sanitation	31 344	34 419	431	22 689	34 419	11 731	34.1%	34 419
<i>Reticulation</i>	-	-	-	-	2 000	2 000	100.0%	-
<i>Sewerage purification</i>	31 344	34 419	431	22 689	32 419	9 731	30.0%	34 419
Infrastructure - Other	-	-	-	-	-	-		-
Community	850	955	391	761	1 007	246	24.4%	955
Parks & gardens	-	-	-	-	-	-		-
Sportsfields & stadia	850	955	391	761	1 007	246	24.4%	955
Swimming pools	-	-	-	-	-	-		-
Community halls	-	-	-	-	-	-		-
Libraries	-	-	-	-	-	-		-
Recreational facilities	-	-	-	-	-	-		-
Fire, safety & emergency	-	-	-	-	-	-		-
Security and policing	-	-	-	-	-	-		-
Buses	-	-	-	-	-	-		-
Clinics	-	-	-	-	-	-		-
Museums & Art Galleries	-	-	-	-	-	-		-
Cemeteries	-	-	-	-	-	-		-
Social rental housing	-	-	-	-	-	-		-
Other	-	-	-	-	-	-		-
Other assets	4 325	2 733	1 965	4 756	2 871	(1 884)	-65.6%	2 733
General vehicles	750	1 040	-	1 062	1 040	(22)	-2.1%	1 040
Specialised vehicles	2 000	-	1 918	1 918	-	(1 918)	#DIV/0!	-
Plant & equipment	700	595	-	591	595	4	0.7%	595
Computers - hardware/equipment	825	925	22	935	956	21	2.2%	925
Furniture and other office equipment	50	50	7	52	51	(0)	-0.5%	50
Abattoirs	-	-	-	-	-	-		-
Markets	-	-	-	-	-	-		-
Civic Land and Buildings	-	-	-	-	-	-		-
Other Buildings	-	123	18	199	229	30	13.2%	123
Intangibles	330	330	-	203	203	0	0.0%	330
Computers - software & programming	330	330	-	203	203	0	0.0%	330
Other	-	-	-	-	-	-		-
Total Capital Expenditure on renewal of existing assets	52 449	54 787	3 053	44 249	54 801	10 552	19.3%	54 787
Specialised vehicles	2 000	-	1 918	1 918	-	(1 918)	#DIV/0!	2 000
Refuse	2 000	-	1 918	1 918	-	(1 918)	#DIV/0!	2 000

11.4 Supporting Table C13c

WC015 Swartland - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M12 June								
Description	Budget Year 2013/14							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Repairs and maintenance expenditure by Asset Class/Sub-class								
Infrastructure	10 436	10 822	972	10 584	10 891	307	2.8%	10 822
Infrastructure - Road transport	3 575	3 575	124	3 381	3 509	128	3.6%	3 575
<i>Roads, Pavements & Bridges</i>	264	264	29	253	254	1	0.2%	264
<i>Storm water</i>	3 311	3 311	95	3 127	3 255	127	3.9%	3 311
Infrastructure - Electricity	1 053	1 053	86	934	1 011	77	7.7%	1 053
<i>Generation</i>	-	-	-	-	-	-	-	-
<i>Transmission & Reticulation</i>	700	700	76	646	679	33	4.9%	700
<i>Street Lighting</i>	353	353	10	288	333	44	13.3%	353
Infrastructure - Water	1 043	1 043	275	913	981	68	7.0%	1 043
<i>Dams & Reservoirs</i>	-	-	-	-	-	-	-	-
<i>Water purification</i>	-	-	-	-	-	-	-	-
<i>Reticulation Water</i>	1 043	1 043	275	913	981	68	7.0%	1 043
Infrastructure - Sanitation	1 269	1 269	178	1 476	1 520	44	2.9%	1 269
<i>Reticulation Sewerage</i>	1 269	1 269	178	1 476	1 520	44	2.9%	1 269
<i>Sewerage purification</i>	-	-	-	-	-	-	-	-
Infrastructure - Other	3 496	3 882	310	3 880	3 870	(10)	-0.3%	3 882
<i>Waste Management</i>	3 496	3 882	310	3 880	3 870	(10)	-0.3%	3 882
<i>Transportation</i>	-	-	-	-	-	-	-	-
<i>Gas</i>	-	-	-	-	-	-	-	-
<i>Other</i>	-	-	-	-	-	-	-	-
Community	794	811	41	636	692	56	8.1%	811
Parks & gardens	-	-	-	-	-	-	-	-
Sportsfields & stadia	374	374	4	263	267	4	1.4%	374
Swimming pools	91	91	23	160	171	11	6.4%	91
Libraries	21	21	-	-	21	21	100.0%	21
Recreational facilities	197	197	10	113	127	14	10.9%	197
Fire, safety & emergency	10	10	-	13	15	2	11.9%	10
Security and policing	2	2	-	-	2	2	100.0%	2
Cemeteries	75	75	3	46	49	2	4.6%	75
Social rental housing	23	40	1	40	40	0	1.1%	40
Other assets	6 474	6 899	427	5 398	7 106	1 708	24.0%	6 899
General vehicles	3 707	3 707	248	2 637	3 894	1 257	32.3%	3 707
Specialised vehicles	-	-	-	-	-	-	-	-
Plant & equipment	352	777	40	661	764	103	13.5%	777
Furniture and other office equipment	455	455	67	347	463	117	25.2%	455
Other Buildings	1 960	1 960	72	1 753	1 984	231	11.6%	1 960
Total Repairs and Maintenance Expenditure	17 704	18 531	1 440	16 618	18 688	2 071	11.1%	18 531

- Repairs and Maintenance is 11.1% below our budgeted expenditure projection for the month of June 2014. 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 June 2014 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

14 July 2014