

SWELLENDAM MUNICIPALITY



Monthly Budget Statement July 2021

In-Year Report of the Municipality

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

Table of Contents

GLOSSARY -----	3
PART 1 – IN-YEAR REPORT -----	5
1. MAYOR'S REPORT-----	5
2. RESOLUTIONS -----	5
3. EXECUTIVE SUMMARY-----	6
4. IN-YEAR BUDGET STATEMENT TABLES -----	16
PART 2 – SUPPORTING DOCUMENTATION -----	23
5. DEBTORS' ANALYSIS-----	23
6. CREDITORS' ANALYSIS -----	23
7. INVESTMENT PORTFOLIO ANALYSIS -----	24
8. ALLOCATION AND GRANT RECEIPTS AND EXPENDITURE-----	25
9. CAPITAL PROGRAMME PERFORMANCE-----	31

Glossary

“Approved budget” means an annual budget approved by Council.

“Adjustment budget” means the revision of the annual budget in terms of section 28 of the MFMA.

“Allocations” means the money received from the Provincial or National Government or other municipalities.

“Annual budget” means the financial plan of the Swellendam Municipality.

“Budget-related policy” means a policy of the municipality affecting or affected by the annual budget, including the tariff policy, rates policy, credit control, and debt collection policy.

“Budget Year” means the financial year for which an annual budget is to be approved in terms of section 16 (1).

“Capital expenditure” is the spending on assets such as land, buildings, and machinery. Any capital expenditure must be reflected as a non-current asset on the municipality’s statement of financial position.

“Cash flow statement” means a statement including only actual receipts and expenditures by the municipality. Cash payments and receipts do not always coincide with budgeted timings. For example, when an invoice is received by the municipality it is shown as expenditure in the month it is received, even though it may not be paid in the same period. The same principle applies to cash receipts. The municipality recognises the revenue on the date of billing whilst payment may not appear in the same period; the receipt is recognised at the date of receipt.

“DORA” means the Division of Revenue Act that shows the total annual allocations made by national to provincial and local government.

“Equitable Share” is a financial allocation in the form of an unconditional grant that enables municipalities to provide basic services to poor households, and to enable municipalities with limited own resources to afford basic administrative and governance capacity and perform core municipal functions.

“Fruitless and wasteful expenditure” is an expenditure that was made in vain and would have been avoided had reasonable care been exercised.

“Vote” means one of the main segments into which a budget of a municipality is divided for the appropriation of money for the different departments of the municipality. In Swellendam Municipality this means at directorate level. The votes for Swellendam Municipality therefore are:

- Municipal Manager;
- Corporate Services;
- Financial Services;
- Engineers Services; and
- Community Services.

PART 1 – IN-YEAR REPORT

1. MAYOR'S REPORT

The report is prepared by the Director of Financial Services. The implementation of the budget is summarised under the executive summary.

The national lockdown was announced on 23 March 2020 by the president. Nearly a year further, the impact of the COVID pandemic is still relevant and impacts the tourism sector as well as the municipality consumers and businesses' ability to pay their municipal accounts. The financial impact of COVID-19 on the municipal accounts is closely monitored.

The information in the report reflects the transactions for the period posted till 31 July 2021.

Additional clarity on the content of this report or answers to any questions is available from the Chief Financial Officer.

2. RESOLUTIONS

If an in-year report is tabled in the municipal council, the following matters as part of the documentation must be presented:

It is recommended:

- 2.1 That the council takes note of the monthly budget statement report and supporting documents for July 2021 per the below Tables:
 - 2.1.1 Table C1 – Monthly Budget Statement Summary;
 - 2.1.2 Table C2 – Monthly Budget Statement – Financial Performance Standard classification (Summary per Government Finance statistics functions and sub-functions);
 - 2.1.3 Table C3 – Monthly Budget Statement – Financial Performance Standard classification (Revenue and expenditure by Municipal Vote);
 - 2.1.4 Table C4 – Monthly Budget Statement – Financial Performance (Revenue by Source and Expenditure by Type);
 - 2.1.5 Table C5 – Monthly Budget Statement – Capital Expenditure;
 - 2.1.6 Table C6 – Monthly Budget statement – Financial Position; and

2.1.7 Table C7 – Monthly Budget statement – Cash Flows.

3. EXECUTIVE SUMMARY

Currently, all the “2020/2021 audited outcomes” columns still reflect the amounts as per the 2020/2021 pre-audited figures up to date. The Annual Financial Statements for 2021 have not been finalised and the “audited outcomes” figures may change. The final figures will only reflect after the audit report for 2021 is finalised.

The detail of the information below can be found in Section 4 of this report Table C2 (Summary per Government Finance statistics functions and sub-functions), Table C3 (Summary per Municipal Vote), and Table C4 (Summary by Revenue Source and Expenditure Type). The latter is used to provide the executive summary.

3.1 Overall financial position on the capital and operating budget

The following table summarises the overall financial position on the capital and operating budgets:

Description	Revenue R'000	Operating Expenditure R'000	Capital Expenditure R'000
Original Budget	319 636	346 593	49 990
Adjustment Budget	319 636	346 593	49 990
SDBIP Planned YTD	38 589	21 075	500
Actual YTD	36 170	17 759	-
Percentage of Planned SDBIP	93,7%	84,3%	-
Percentage of Budget	11,3%	5,1%	-

3.2 Revenue by source

The figures represented in this section are the accrued amounts and not actual cash receipts; in other words, the amounts billed for property rates, service charges, and interest as it becomes due.

The total revenue excluding capital transfers and contributions for July 2021 is R36,2 million.

Refer to table C4 for more detail.

The comparisons of the major sources of revenue (Property rates and service charges) are illustrated in figures 1 to 5 below.

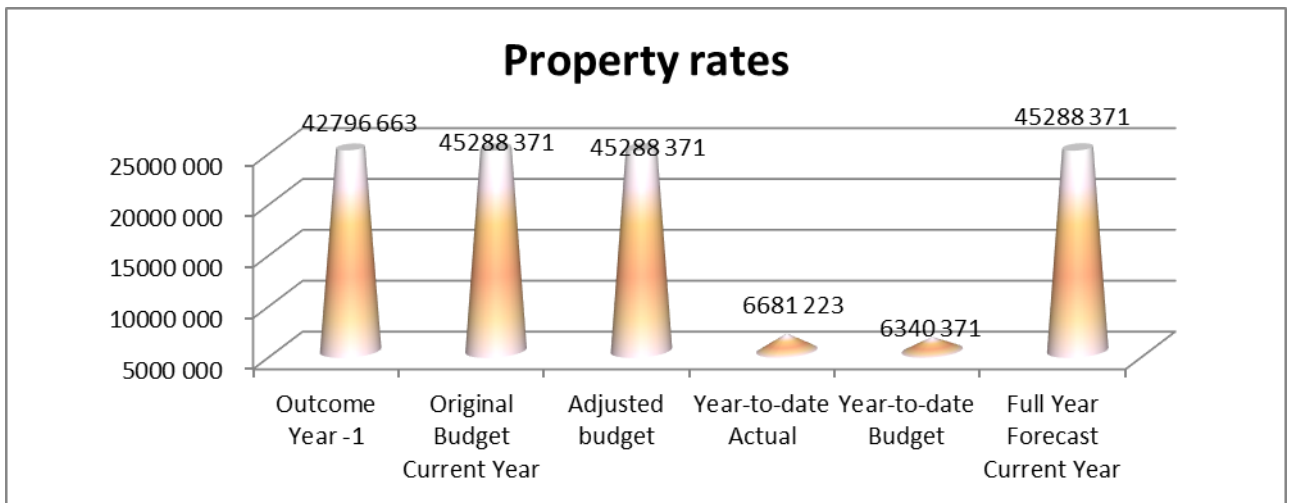


Figure 1 – Property rates

The property rates are levied every month, except for state departments which are levied yearly. The amount raised as reflected for the actual year to date represents 14,75% of the budget amount.

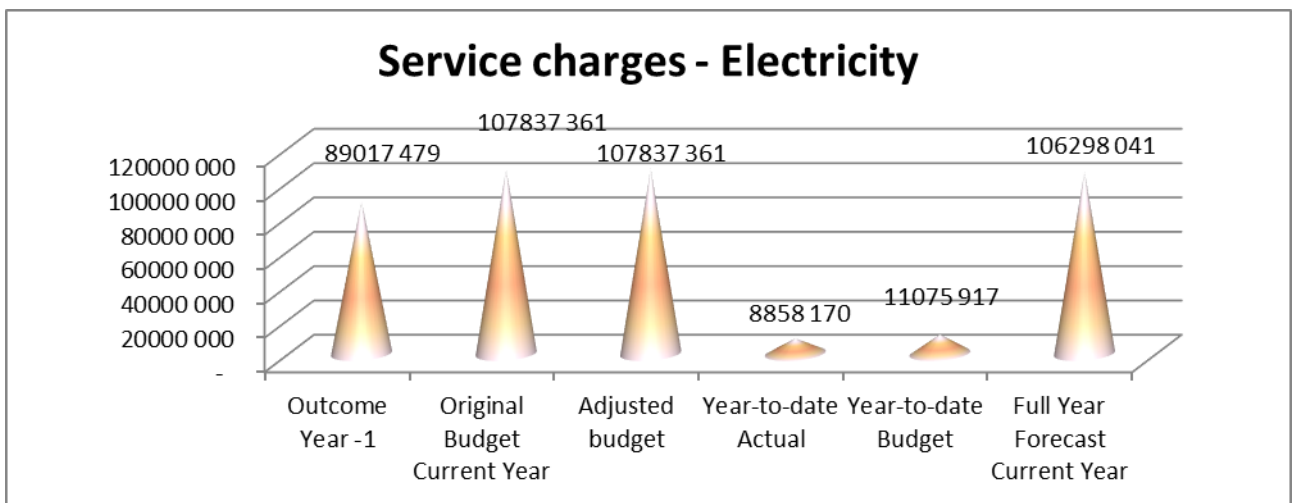


Figure 2 – Electricity service charges

The electricity amount raised as reflected for the actual year to date represents 8,21% of the budget amount.

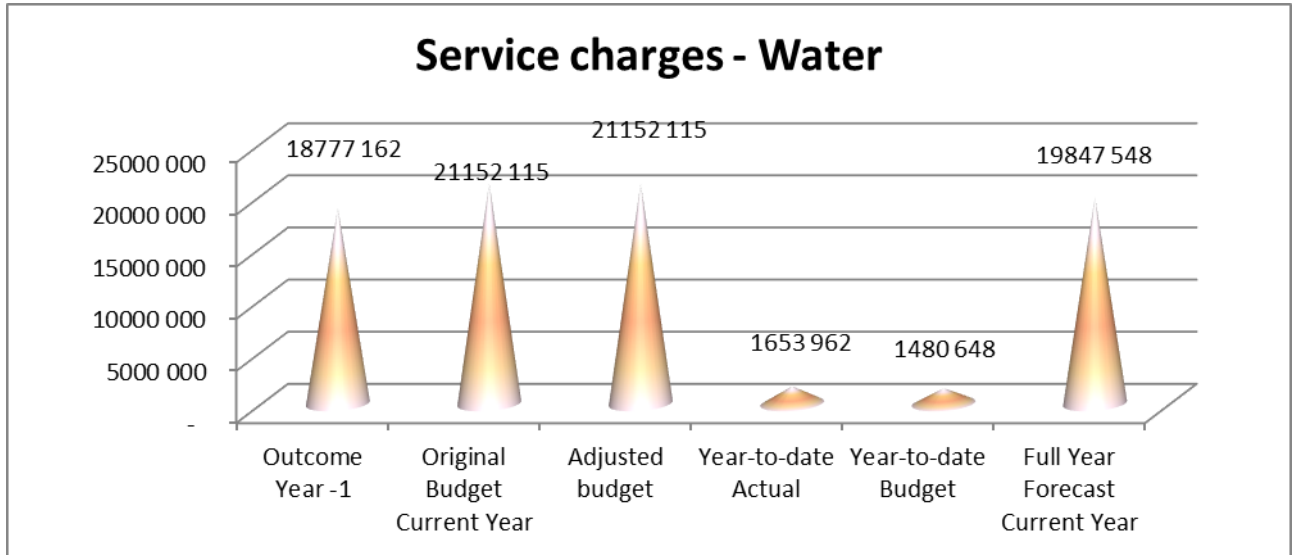


Figure 3 – Water service charges

The water amount raised as reflected for the actual year to date represents 7,82% of the budget amount. During this time of the year, the revenue for water is low, due to the winter season.

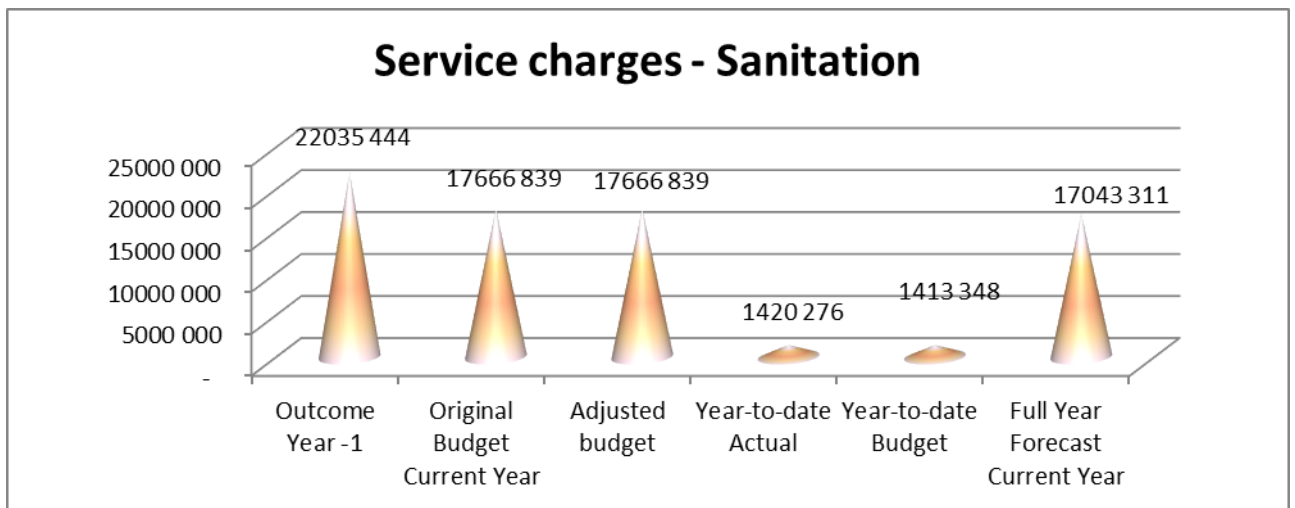


Figure 4 – Sanitation service charges

The sanitation amount raised as reflected for the actual year to date represents 8,04% of the budget amount. The sanitation levies are a very stable stream of accruals.

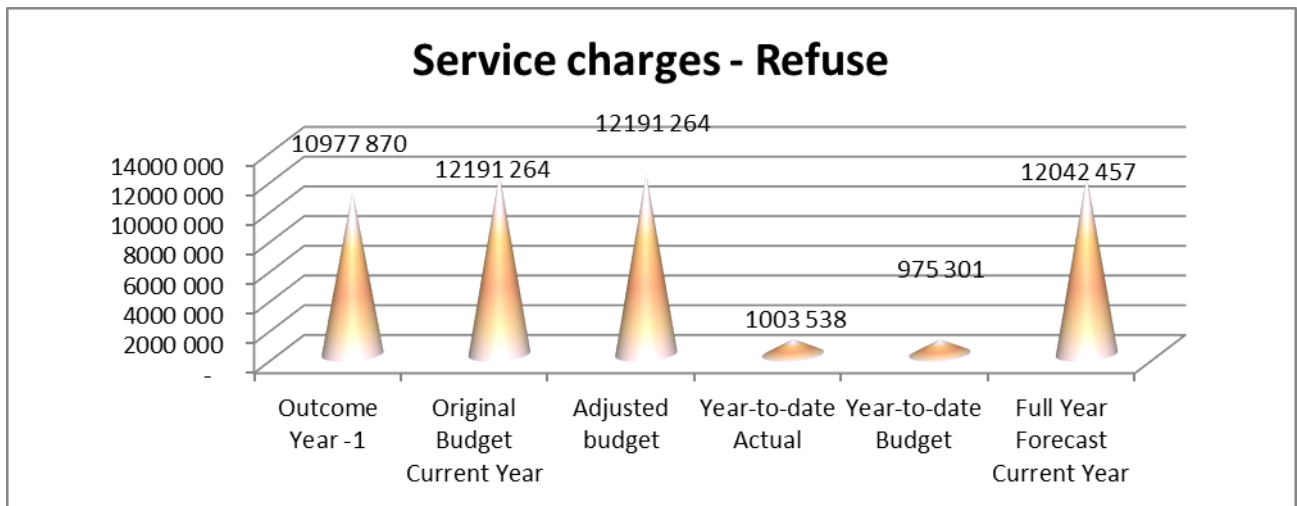


Figure 5 – Refuse removal service charges

The refuse amount raised as reflected for the actual year to date represents 8,23% of the budget amount. The refuse removal levies are also a very stable stream of accruals.

The other sources of revenue that have material variances in rand values are as follows:

Fines, penalties and forfeits

The budget amount for fines, penalties and forfeits is R41,1 million, whilst the year-to-date budget based on history is R3 million, whilst the year-to-date actual revenue is R0,005 million. This represents 0,01% of the budget amount. The reason for this adverse variance is mainly because we are at the beginning of the financial year. Fines, penalties and forfeits will be updated quarterly and will be in line at the end of each quarter.

Gains

The budget amount for gains is R5,3 million, whilst the year-to-date budget based on history is R0 million, whilst the year-to-date actual revenue is R0 million. This represents 0% of the budget amount. The reason for this adverse variance is mainly because we are at the beginning of the financial year as well as the actuarial gains will be finalised during the compilation of the 2021/22 financial statements and the year-end processes.

3.3 Operating expenditure by type

The figures in this section should represent the accrued amounts; in other words, when the goods have been ordered, received or the invoice has been completed (reconciled with goods received and prices quoted) it should be captured as an expense. Shadow figures are reflected on the financial system once an order is issued. This action serves as a budgetary control mechanism and no actual financial entries are passed. These figures cannot be used for reporting purposes. The amounts included as expenditure are currently only those for which a payment run has been completed.

The total actual expenditure amounts to R12,8 million. The total budget is R346,6 million and the year-to-date budget is R21,1 million which represents an underspending of 39% for the year to date. The breakdown is as follows:

Description	Original Budget	Monthly actual	YearTD actual	% Spend
Employee related costs	R 122 137 255.00	R 8 942 051.32	R 8 942 051.32	7%
Remuneration of councillors	R 5 878 148.00	R 443 805.71	R 443 805.71	8%
Debt impairment	R 36 345 700.00	R -	R -	0%
Depreciation & asset impairment	R 11 195 991.00	R -	R -	0%
Finance charges	R 6 596 552.00	R 152 724.26	R 152 724.26	2%
Bulk purchases	R 84 223 946.00	R 631 062.85	R 631 062.85	1%
Other materials	R 19 093 966.00	R 520 732.68	R 520 732.68	3%
Contracted services	R 30 925 190.00	R 335 394.06	R 335 394.06	1%
Transfers and subsidies	R 290 968.00	R 105 455.00	R 105 455.00	36%
Other expenditure	R 29 783 006.00	R 1 627 603.92	R 1 627 603.92	5%
Losses	R 122 750.00	R -	R -	0%
Total	R 346 593 472.00	R 12 758 829.80	R 12 758 829.80	4%

The sources of expenditure that have material variances in rand value are as follows:

Debt Impairment

The budget for debt impairment is R36,3 million, whilst the year-to-date budget based on history is R2,5 million of which no expenditure has occurred to date, as it is uncertain whether the debt will be written off at this stage; this decision will be made by the council during the year. The provision for the bad debt journal will be finalised during the compilation of the 2021/22 financial statements and the year-end processes.

Finance charges

The budget for finance charges is R6,6 million, whilst the year-to-date budget based on history is R0,410 million of which R0,153 million has been expended and represents 2,3% of the budget amount. Finance charges only occur on specific due dates.

Bulk Purchases - Electricity

The budget for bulk purchases – electricity is R84,2 million, whilst the year-to-date budget based on history is R6,8 million of which R0,631 million has been expended and represents 7,5% of the budget amount. We are still at the beginning of the financial year; expenditure will come in line during the year. The reason for the adverse variance is mainly because the first invoice for July 2021 for the municipality will be paid in August 2021. The May and June 2021 billed accounts will be paid in July and August 2021, of which both corrections of debit orders were journalised in August 2021. Furthermore, invoices for bulk purchases for May and June 2022 will both reflect in June 2022.

Other Materials

The budget for other materials is R19,1 million, whilst the year-to-date budget based on history is R0,639 million of which R0,521 million has been expended and represents 2,7% of the budget amount. We are still at the beginning of a new financial year and expenditure will come in line during the year.

Contracted Services

The budget for contracted services is R30,9 million, whilst the year-to-date budget based on history is R0,430 million of which R0,335 million has been expended and represents 1,1% of the budget amount. We are still at the beginning of a new financial year and expenditure will come in line during the year.

3.4 Operating expenditure by municipal vote

Municipal Manager

The budget for Municipal Manager is R10,1 million of which R0,786 million has been expended and represents 8% of the budget amount.

Corporate services

The budget for Corporate Services is R46,5 million of which R2,0 million has been expended and represents 4% of the budget amount.

Financial services

The budget for Financial Services is R33,0 million of which R2,2 million has been expended and represents 7% of the budget amount.

Engineers services

The budget for Engineers Services is R161,7 million of which R4,8 million has been expended and represents 3% of the budget amount.

Community services

The budget for Community Services is R95,4 million of which R29,7 million has been expended and represents 3% of the budget amount.

3.5 Capital expenditure

The budget amount for capital expenditure is R49,9 million of which R0 million has been expended to date. This represents 0% of the budgeted amount.

We have capital commitments that amount up to R1 186 461,44. Measures were implemented to ensure that the capital budget for 2021/2022 will be spent.

Refer to page 27 for further details in respect of grant progress.

3.6 Financial Position

The breakdown of the financial position can be seen below:

3.6.1 Current Assets and Liabilities

Cash

The actual total cash available as of 31 July 2021 amounts to R53,8 million.

Trade and other payables

The trade and other payables amount to R41,9 million.

Breakdown	Prior year Balances	Year to date Balances
Payments received in advance	1 681 889.51	1 541 728.17
Salary control	-	-
Trade payables	25 469 553.66	1 075 519.26
Un-identified deposits	126 964.26	154 968.15
Other payables	1 589 023.20	4 711 556.76
Unspent conditional grants	13 863 146.22	34 376 866.83
Total	42 730 576.85	41 860 639.17

Trade Payables

The trade payables mainly comprise out of orders received, but not yet invoiced. It consists out of payables and accruals, licenses and registration, bulk electricity, Auditor-General fees, salary control and bonuses.

Payments received in advance

This is due to payments made by account holders in advance for service charges, property rates and rates clearances.

Un-identified deposits

Payments deposited into the municipality's bank account that cannot be identified are receipted in the unidentified deposits suspense account. The allocation, once known, will most definitely influence consumers or other debtors.

Other payables

The other payables account comprises out of VAT received, retentions, accrued interest and prepaid electricity that was generated from revenue.

Unspent conditional grants

Unspent conditional grants consist out of funds received for a specific purpose and of which that portion of the conditional grant has not been spent for the specified purpose yet.

3.6.2 Non-Current Assets and Liabilities

The value of non-current liabilities decreased in the current financial period mainly due to loan repayments. This together with year-end journals which will be processed will ensure that the correct amounts are reflected on the Statement of Financial Position at year-end.

3.6.3 Financial Ratios

Liquidity ratio

This measure estimates whether the municipality can pay debts due within one year from assets that it expects to turn into cash within that year. A ratio of less than one is often a cause for concern, particularly if it persists for any length of time. The ratio is greater than two, which is very good. The municipality will be able to overcome its short-term debt.

Current ratio	
Total current assets	Total current liabilities
127 723 341	60 852 689
2.10	

Gearing ratio

Gearing measures, the proportion of assets invested in the municipality that is financed by borrowing. The higher the level of borrowing the higher is the risks to the municipality, since the payment of interest and repayment of debts are not "optional" in the same way as dividends. If the financial leverage ratio of a company is higher than 100%, it indicates financial weakness. The municipality is in a good position as can be seen by the low 6%, but the municipality must ensure in the future that borrowing should be limited for revenue-generated assets only.

Gearing ratio	
Borrowing	Net Assets
22 168 086	392 992 870
6%	

Payment ratio of debtors

The payment ratio of debtors is an indication of how efficient the municipality is at collecting its debtors. Debtors are paid within 30 days, thus receipts received in July 2021 was billed in June 2021. For July 2021, the payment ratio of receipts was 99,79%. The year-to-date payment ratio is 99,79%. The municipality is in a good position as can be seen by the high payment ratio, irrespective of the COVID-19 pandemic. The municipality

has various debtor controls in place and always strives for a 100% payment ratio.

3.7 Cash Flow

The detail of this section can be found in Section 4 of this report Table C7 (Financial Position). The balance at the end of the period for the Cash Flow Statement amounts to R83,3 million.

4. IN-YEAR BUDGET STATEMENT TABLES

4.1 Monthly budget statement

4.1.1 Table C1: Monthly Budget Statement Summary

This table provides a summary of the most important information by pulling its information from the other tables to follow.

WC034 Swellendam - Table C1 Monthly Budget Statement Summary - M01 July

Description	2020/21	Budget Year 2021/22							
	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	42 797	45 288	45 288	6 681	6 681	6 340	341	5%	45 288
Service charges	140 808	158 848	158 848	12 936	12 936	14 945	(2 009)	-13%	158 848
Investment revenue	3 507	3 922	3 922	285	285	157	128	82%	3 922
Transfers and subsidies	66 166	55 392	55 392	15 328	15 328	13 311	2 017	15%	55 392
Other own revenue	46 408	56 186	56 186	940	940	3 835	(2 895)	-75%	56 186
Total Revenue (excluding capital transfers and contributions)	299 685	319 636	319 636	36 170	36 170	38 589	(2 418)	-6%	319 636
Employee costs	101 853	122 180	122 137	8 942	8 942	8 717	226	3%	122 180
Remuneration of Councillors	5 319	5 878	5 878	444	444	490	(46)	-9%	5 878
Depreciation & asset impairment	-	11 196	11 196	-	-	-	-	-	11 196
Finance charges	2 982	6 597	6 597	153	153	410	(258)	-63%	6 597
Inventory consumed and bulk purchases	79 097	103 202	103 318	1 152	1 152	7 431	(6 280)	-85%	103 202
Transfers and subsidies	1 215	364	291	105	105	15	90	603%	364
Other expenditure	82 022	97 177	97 177	1 963	1 963	4 012	(2 049)	-51%	97 177
Total Expenditure	272 489	346 593	346 593	12 759	12 759	21 075	(8 316)	-39%	346 593
Surplus/(Deficit)	27 197	(26 957)	(26 957)	23 412	23 412	17 514	5 898	34%	(26 957)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	16 046	36 494	36 494	-	-	-	-	-	36 494
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	168	114	114	4	4	9	(5)	-56%	114
Surplus/(Deficit) after capital transfers & contributions	43 411	9 650	9 650	23 416	23 416	17 523	5 893	34%	9 650
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	43 411	9 650	9 650	23 416	23 416	17 523	5 893	34%	9 650
Capital expenditure & funds sources									
Capital expenditure	21 392	49 990	49 990	-	-	500	(500)	-100%	49 990
Capital transfers recognised	16 046	36 494	36 494	-	-	500	(500)	-100%	36 494
Borrowing	-	5 500	5 500	-	-	-	-	-	5 500
Internally generated funds	5 346	7 997	7 997	-	-	-	-	-	7 997
Total sources of capital funds	21 392	49 990	49 990	-	-	500	(500)	-100%	49 990
Financial position									
Total current assets	124 476	69 817	69 817	-	127 723	-	-	-	69 817
Total non current assets	404 936	451 481	451 481	-	419 751	-	-	-	451 481
Total current liabilities	66 718	53 173	53 173	-	60 853	-	-	-	53 173
Total non current liabilities	93 116	105 933	105 933	-	93 629	-	-	-	105 933
Community wealth/Equity	369 577	362 193	362 193	-	392 993	-	-	-	362 193
Cash flows									
Net cash from (used) operating	33 658	30 552	30 552	23 490	(373)	2 546	2 919	115%	30 552
Net cash from (used) investing	(20 526)	(48 870)	(48 870)	-	-	(4 073)	(4 073)	100%	(48 870)
Net cash from (used) financing	(2 144)	2 609	2 609	(344)	(344)	217	562	258%	2 609
Cash/cash equivalents at the month/year end	99 891	48 474	48 474	-	83 335	62 874	(20 461)	-33%	68 344
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	22 516	3 442	976	801	872	717	5 688	11 677	46 688
Creditors Age Analysis									
Total Creditors	2 354	-	-	-	-	-	-	-	2 354

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

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

WC034 Swellendam - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M01 July

Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
<i>Governance and administration</i>		92 670	89 290	89 290	21 986	21 986	12 592	9 395	75%	89 290
Executive and council		23 545	18 056	18 056	14 780	14 780	3 308	11 472	347%	18 056
Finance and administration		69 125	71 234	71 234	7 206	7 206	9 283	(2 077)	-22%	71 234
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		63 666	67 572	67 572	980	980	6 491	(5 510)	-85%	67 572
Community and social services		8 361	7 071	7 071	563	563	1 697	(1 134)	-67%	7 071
Sport and recreation		907	1 174	1 174	94	94	80	14	18%	1 174
Public safety		39 675	45 227	45 227	323	323	3 387	(3 064)	-90%	45 227
Housing		14 722	14 100	14 100	-	-	1 326	(1 326)	-100%	14 100
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		1 604	1 315	1 315	111	111	114	(3)	-3%	1 315
Planning and development		1 592	1 256	1 256	111	111	101	11	10%	1 256
Road transport		12	59	59	-	-	14	(14)	-100%	59
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		157 960	198 067	198 067	13 097	13 097	19 401	(6 304)	-32%	198 067
Energy sources		92 045	121 911	121 911	8 894	8 894	12 670	(3 776)	-30%	121 911
Water management		22 726	35 483	35 483	1 683	1 683	2 741	(1 057)	-39%	35 483
Waste water management		28 257	24 094	24 094	1 449	1 449	1 948	(498)	-26%	24 094
Waste management		14 932	16 578	16 578	1 070	1 070	2 043	(973)	-48%	16 578
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	315 900	356 244	356 244	36 174	36 174	38 598	(2 423)	-6%	356 244
Expenditure - Functional										
<i>Governance and administration</i>		72 213	97 243	97 243	5 201	5 201	5 789	(589)	-10%	97 243
Executive and council		18 111	32 368	32 368	1 195	1 195	2 158	(962)	-45%	32 368
Finance and administration		52 319	62 855	62 855	3 861	3 861	3 498	363	10%	62 855
Internal audit		1 784	2 020	2 020	144	144	133	11	8%	2 020
<i>Community and public safety</i>		64 662	67 760	67 760	1 940	1 940	4 069	(2 129)	-52%	67 760
Community and social services		6 749	8 691	8 691	479	479	475	4	1%	8 691
Sport and recreation		9 992	12 235	12 235	684	684	720	(36)	-5%	12 235
Public safety		30 197	39 299	39 299	472	472	2 669	(2 197)	-82%	39 299
Housing		17 369	7 510	7 437	268	268	204	64	31%	7 510
Health		356	25	141	37	37	1	36	4871%	25
<i>Economic and environmental services</i>		19 172	23 743	23 743	1 045	1 045	1 106	(61)	-6%	23 743
Planning and development		4 695	5 825	5 825	343	343	339	4	1%	5 825
Road transport		14 477	17 918	17 918	703	703	767	(64)	-8%	17 918
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		115 416	156 837	156 837	4 543	4 543	10 080	(5 537)	-55%	156 837
Energy sources		81 798	100 620	100 620	1 409	1 409	7 780	(6 370)	-82%	100 620
Water management		12 107	18 516	18 516	776	776	709	68	10%	18 516
Waste water management		12 431	19 003	19 003	1 534	1 534	907	627	69%	19 003
Waste management		9 080	18 698	18 698	823	823	685	139	20%	18 698
<i>Other</i>		1 025	1 010	1 010	30	30	30	(0)	-1%	1 010
Total Expenditure - Functional	3	272 489	346 593	346 593	12 759	12 759	21 075	(8 316)	-39%	346 593
Surplus/ (Deficit) for the year		43 411	9 650	9 650	23 416	23 416	17 523	5 893	34%	9 650

4.1.3 Table C3: Monthly Budget Statement - Financial

The budget is approved by the council on the municipal vote level. The municipal votes reflect the organisational structure of the municipality.

WC034 Swellendam - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M01 July

Vote Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - Municipal Manager		797	250	250	-	-	65	(65)	-100.0%	250
Vote 2 - Corporate Services		24 739	19 189	19 189	14 924	14 924	3 347	11 577	345.9%	19 189
Vote 3 - Financial Services		52 848	56 903	56 903	7 082	7 082	8 274	(1 192)	-14.4%	56 903
Vote 4 - Engineers Services		158 967	195 696	195 696	12 117	12 117	18 377	(6 260)	-34.1%	195 696
Vote 5 - Community Services		38 193	38 044	38 044	1 587	1 587	5 087	(3 500)	-68.8%	38 044
Vote 6 - Community Services Continued		40 357	46 162	46 162	465	465	3 448	(2 983)	-86.5%	46 162
Total Revenue by Vote	2	315 900	356 244	356 244	36 174	36 174	38 598	(2 423)	-6.3%	356 244
Expenditure by Vote	1									
Vote 1 - Municipal Manager		10 511	10 055	10 055	786	786	483	303	62.8%	10 055
Vote 2 - Corporate Services		29 937	46 487	46 487	2 002	2 002	3 068	(1 066)	-34.7%	46 487
Vote 3 - Financial Services		28 118	33 016	33 016	2 223	2 223	1 602	621	38.8%	33 016
Vote 4 - Engineers Services		124 793	161 663	161 663	4 775	4 775	10 708	(5 934)	-55.4%	161 663
Vote 5 - Community Services		49 100	54 700	54 700	2 564	2 564	2 502	62	2.5%	54 700
Vote 6 - Community Services Continued		30 031	40 672	40 672	409	409	2 712	(2 303)	-84.9%	40 672
Total Expenditure by Vote	2	272 489	346 593	346 593	12 759	12 759	21 075	(8 316)	-39.5%	346 593
Surplus/ (Deficit) for the year	2	43 411	9 650	9 650	23 416	23 416	17 523	5 893	33.6%	9 650

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

This table reflects the operating budget and actual figures of the Financial Performance. The table informs the actual performance on the revenue by source and the expenditure by type against the approved annual budget.

WC034 Swellendam - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July

Description	Ref	2020/21	Budget Year 2021/22							
		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 by Usage		42 797	45 288	45 288	6 681	6 681	6 340	341	5%	45 288
Service charges - electricity revenue		89 017	107 837	107 837	8 858	8 858	11 076	(2 218)	-20%	107 837
Service charges - water revenue		18 777	21 152	21 152	1 654	1 654	1 481	173	12%	21 152
Service charges - sanitation revenue		22 035	17 667	17 667	1 420	1 420	1 413	7	0%	17 667
Service charges - refuse revenue		10 978	12 191	12 191	1 004	1 004	975	28	3%	12 191
Rental of facilities and equipment		746	702	702	142	142	56	86	153%	702
Interest earned - external investments		3 507	3 922	3 922	285	285	157	128	82%	3 922
Interest earned - outstanding debtors		1 294	1 482	1 482	162	162	119	43	36%	1 482
Dividends received		1	0	0	-	-	0	(0)	-100%	0
Fines, penalties and forfeits		36 133	41 100	41 100	5	5	3 288	(3 283)	-100%	41 100
Licences and permits		1 248	1 357	1 357	187	187	109	79	73%	1 357
Agency services		2 470	2 924	2 924	141	141	-	141	#DIV/0!	2 924
Transfers and subsidies		66 166	55 392	55 392	15 328	15 328	13 311	2 017	15%	55 392
Other revenue		3 925	3 288	3 288	303	303	263	40	15%	3 288
Gains		592	5 333	5 333	-	-	0	(0)	-100%	5 333
Total Revenue (excluding capital transfers and contributions)		299 685	319 636	319 636	36 170	36 170	38 589	(2 418)	-6%	319 636
Expenditure By Type										
Employee related costs		101 853	122 180	122 137	8 942	8 942	8 717	226	3%	122 180
Remuneration of councillors		5 319	5 878	5 878	444	444	490	(46)	-9%	5 878
Debt impairment		24 976	36 346	36 346	-	-	2 544	(2 544)	-100%	36 346
Depreciation & asset impairment		-	11 196	11 196	-	-	-	-	-	11 196
Finance charges		2 982	6 597	6 597	153	153	410	(258)	-63%	6 597
Bulk purchases - electricity		68 852	84 224	84 224	631	631	6 792	(6 161)	-91%	84 224
Inventory consumed		10 246	18 978	19 094	521	521	639	(119)	-19%	18 978
Contracted services		34 323	30 925	30 925	335	335	430	(95)	-22%	30 925
Transfers and subsidies		1 215	364	291	105	105	15	90	603%	364
Other expenditure		22 723	29 783	29 783	1 628	1 628	1 038	590	57%	29 783
Losses		-	123	123	-	-	-	-	-	123
Total Expenditure		272 489	346 593	346 593	12 759	12 759	21 075	(8 316)	-39%	346 593
Surplus/(Deficit)		27 197	(26 957)	(26 957)	23 412	23 412	17 514	5 898	0	(26 957)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		16 046	36 494	36 494	-	-	-	-	-	36 494
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		168	114	114	4	4	9	(5)	(0)	114
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		43 411	9 650	9 650	23 416	23 416	17 523			9 650
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		43 411	9 650	9 650	23 416	23 416	17 523			9 650
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		43 411	9 650	9 650	23 416	23 416	17 523			9 650
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		43 411	9 650	9 650	23 416	23 416	17 523			9 650

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

WC034 Swellendam - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M01 July

Vote Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 2 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 3 - Financial Services		-	-	-	-	-	-	-	-	-
Vote 4 - Engineers Services		-	-	-	-	-	-	-	-	-
Vote 5 - Community Services		-	-	-	-	-	-	-	-	-
Vote 6 - Community Services Continued		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - Municipal Manager		59	60	60	-	-	-	-	-	60
Vote 2 - Corporate Services		53	208	208	-	-	-	-	-	208
Vote 3 - Financial Services		1 133	1 420	1 420	-	-	-	-	-	1 420
Vote 4 - Engineers Services		16 932	46 406	46 406	-	-	500	(500)	-100%	46 406
Vote 5 - Community Services		3 153	1 195	1 195	-	-	-	-	-	1 195
Vote 6 - Community Services Continued		62	701	701	-	-	-	-	-	701
Total Capital single-year expenditure	4	21 392	49 990	49 990	-	-	500	(500)	-100%	49 990
Total Capital Expenditure		21 392	49 990	49 990	-	-	500	(500)	-100%	49 990
Capital Expenditure - Functional Classification										
Governance and administration		1 201	1 724	1 724	-	-	-	-	-	1 724
Executive and council		15	60	60	-	-	-	-	-	60
Finance and administration		1 186	1 664	1 664	-	-	-	-	-	1 664
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		3 259	1 895	1 895	-	-	-	-	-	1 895
Community and social services		2 093	945	945	-	-	-	-	-	945
Sport and recreation		1 122	511	511	-	-	-	-	-	511
Public safety		-	440	440	-	-	-	-	-	440
Housing		-	-	-	-	-	-	-	-	-
Health		44	-	-	-	-	-	-	-	-
Economic and environmental services		7 056	11 888	11 888	-	-	-	-	-	11 888
Planning and development		-	40	40	-	-	-	-	-	40
Road transport		7 056	11 848	11 848	-	-	-	-	-	11 848
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		9 876	34 483	34 483	-	-	500	(500)	-100%	34 483
Energy sources		1 746	9 487	9 487	-	-	-	-	-	9 487
Water management		7 930	21 063	21 063	-	-	500	(500)	-100%	21 063
Waste water management		200	3 933	3 933	-	-	-	-	-	3 933
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	21 392	49 990	49 990	-	-	500	(500)	-100%	49 990
Funded by:										
National Government		13 874	27 233	27 233	-	-	500	(500)	-100%	27 233
Provincial Government		2 172	9 261	9 261	-	-	-	-	-	9 261
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		16 046	36 494	36 494	-	-	500	(500)	-100%	36 494
Borrowing	6	-	5 500	5 500	-	-	-	-	-	5 500
Internally generated funds		5 346	7 997	7 997	-	-	-	-	-	7 997
Total Capital Funding		21 392	49 990	49 990	-	-	500	(500)	-100%	49 990

4.1.6 Table C6: Monthly Budget Statement – Financial Position

WC034 Swellendam - Table C6 Monthly Budget Statement - Financial Position - M01 July

Description	Ref	2020/21	Budget Year 2021/22			
		Audited Outcome	Original Budget	Adjusted Budget	YearID actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		68 950	48 474	48 474	48 291	48 474
Call investment deposits		15 103	–	–	35 045	–
Consumer debtors		23 663	9 451	9 451	4 743	9 451
Other debtors		12 481	8 146	8 146	35 954	8 146
Current portion of long-term receivables		62	–	–	62	–
Inventory		4 217	3 745	3 745	3 629	3 745
Total current assets		124 476	69 817	69 817	127 723	69 817
Non current assets						
Long-term receivables		207	182	182	207	182
Investments		15 843	701	701	30 921	701
Investment property		13 375	13 164	13 164	13 277	13 164
Investments in Associate		–	–	–	–	–
Property, plant and equipment		374 792	436 873	436 873	374 711	436 873
Biological		–	–	–	–	–
Intangible		548	366	366	464	366
Other non-current assets		171	195	195	171	195
Total non current assets		404 936	451 481	451 481	419 751	451 481
TOTAL ASSETS		529 411	521 298	521 298	547 475	521 298
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Borrowing		3 743	3 614	3 614	3 743	3 614
Consumer deposits		3 187	3 195	3 195	3 201	3 195
Trade and other payables		47 740	27 217	27 217	41 861	27 217
Provisions		12 048	19 146	19 146	12 048	19 146
Total current liabilities		66 718	53 173	53 173	60 853	53 173
Non current liabilities						
Borrowing		21 655	23 560	23 560	22 168	23 560
Provisions		71 461	82 373	82 373	71 461	82 373
Total non current liabilities		93 116	105 933	105 933	93 629	105 933
TOTAL LIABILITIES		159 834	159 105	159 105	154 482	159 105
NET ASSETS	2	369 577	362 193	362 193	392 993	362 193
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		362 734	350 193	350 193	386 149	350 193
Reserves		6 844	12 000	12 000	6 844	12 000
TOTAL COMMUNITY WEALTH/EQUITY	2	369 577	362 193	362 193	392 993	362 193

4.1.7 Table C7: Monthly Budget Statement - Cash Flow

WC034 Swellendam - Table C7 Monthly Budget Statement - Cash Flow - M01 July

Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		38 420	44 383	44 383	3 151	3 151	3 699	(547)	-15%	44 383
Service charges		119 398	155 671	155 671	9 794	9 794	12 973	(3 179)	-25%	155 671
Other revenue		14 357	18 622	18 622	2 079	2 079	1 552	527	34%	18 622
Transfers and Subsidies - Operational		68 675	55 392	55 392	15 688	15 688	4 616	11 072	240%	55 392
Transfers and Subsidies - Capital		29 684	36 607	36 607	4 327	4 327	3 051	1 276	42%	36 607
Interest		4 801	5 404	5 404	447	447	450	(3)	-1%	5 404
Dividends			0	0	-	-	0	(0)	-100%	0
Payments										
Suppliers and employees		(237 610)	(281 784)	(281 784)	(11 739)	(35 602)	(23 482)	12 120	-52%	(281 784)
Finance charges		(2 982)	(3 379)	(3 379)	(153)	(153)	(282)	(129)	46%	(3 379)
Transfers and Grants		(1 085)	(364)	(364)	(105)	(105)	(30)	75	-248%	(364)
NET CASH FROM/(USED) OPERATING ACTIVITIES		33 658	30 552	30 552	23 490	(373)	2 546	2 919	115%	30 552
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		681	1 120	1 120	-	-	93	(93)	-100%	1 120
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
Payments										
Capital assets		(21 206)	(49 990)	(49 990)	-	-	(4 166)	(4 166)	100%	(49 990)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(20 526)	(48 870)	(48 870)	-	-	(4 073)	(4 073)	100%	(48 870)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	5 500	5 500	-	-	458	(458)	-100%	5 500
Increase (decrease) in consumer deposits		432	230	230	14	14	19	(5)	-28%	230
Payments										
Repayment of borrowing		(2 576)	(3 121)	(3 121)	(358)	(358)	(260)	98	-38%	(3 121)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(2 144)	2 609	2 609	(344)	(344)	217	562	258%	2 609
NET INCREASE/ (DECREASE) IN CASH HELD		10 989	(15 709)	(15 709)	23 145	(718)	(1 309)			(15 709)
Cash/cash equivalents at beginning:		88 902	64 183	64 183		84 053	64 183			84 053
Cash/cash equivalents at month/year end:		99 891	48 474	48 474		83 335	62 874			68 344

PART 2 – SUPPORTING DOCUMENTATION

5. DEBTORS' ANALYSIS

Table SC3 is the debtors' ageing report required by the Municipal Budget Reporting Regulation (MBRR).

The age analysis includes all debtor accounts from the billing module. The outstanding debtors for July 2021 are R46,7 million of which 19,8% is older than 90 days. The debtors increased by R4,8 million when compared to June 2021. This is mainly due to an increase in annual tariffs and property rates of R3,2 million which was billed in advanced in July 2021. It should be noted that debt older than 90 days increased in July by R0,4 million.

WC034 Swellendam - Supporting Table SC3 Monthly Budget Statement - aged debtors - M01 July

Description	NT Code	Budget Year 2021/22									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.to 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			
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	2	0	2	0	1	1	11	359	378	373	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	7 653	1 563	128	78	87	107	2 218	986	12 819	3 475	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	9 589	740	381	348	369	264	1 419	3 632	16 742	6 032	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	2 108	259	224	180	195	163	868	2 419	6 417	3 825	-	-
Receivables from Exchange Transactions - Waste Management	1600	1 517	165	153	131	127	114	618	1 545	4 369	2 535	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	108	2	3	0	0	1	5	33	153	39	-	-
Interest on Arrear Debtor Accounts	1810	11	86	33	21	42	34	318	2 013	2 559	2 429	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	1 527	627	50	42	50	34	231	689	3 250	1 046	-	-
Total By Income Source	2000	22 516	3 442	976	801	872	717	5 688	11 677	46 688	19 755	-	-
2020/21 - totals only													
Debtors Age Analysis By Customer Group													
Organs of State	2200	1 992	82	36	28	25	20	77	271	2 531	421	-	-
Commercial	2300	9 766	2 309	122	98	86	68	2 471	575	15 495	3 298	-	-
Households	2400	7 544	905	755	627	718	594	3 001	10 245	24 389	15 185	-	-
Other	2500	3 214	145	63	48	43	35	140	585	4 273	851	-	-
Total By Customer Group	2600	22 516	3 442	976	801	872	717	5 688	11 677	46 688	19 755	-	-

6. CREDITORS' ANALYSIS

The outstanding creditors amount to R2,3 million which is within the acceptable norms and is less than 30 days outstanding.

WC034 Swellendam - Supporting Table SC4 Monthly Budget Statement - aged creditors - M01 July

Description	NT Code	Budget Year 2021/22								
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
R thousands										
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	1 480	-	-	-	-	-	-	-	1 480
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	874	-	-	-	-	-	-	-	874
Auditor General	0800	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	2 354	-	-	-	-	-	-	-	2 354

7. INVESTMENT PORTFOLIO ANALYSIS

In July 2021 new investments in the amount of R50,0 million were made. The majority of investments are invested over the short term to ensure sufficient cash resources for the expenditure outlay towards financial year-end.

WC034 Swellendam - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M01 July

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate %	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
		Yrs/Months												
R thousands														
Municipality														
Absa Bank		182 Days	182 Days	Y	F	4.08	N/A	N/A	17/12/2021	701	2	-	-	703
Standard Bank		124 Days	124 Days	Y	F	4.425	N/A	N/A	16/08/2021	15 142	54	-	-	15 196
Nedbank		91 Days	91 Days	Y	F	4.2	N/A	N/A	14/07/2021	15 135	22	(15 157)	-	-
Standard Bank		122 Days	122 Days	Y	F	4.7	N/A	N/A	19/11/2021	-	21	-	15 000	15 021
Nedbank		91 Days	91 Days	Y	F	4.25	N/A	N/A	19/10/2021	-	21	-	15 000	15 021
Absa Bank		Call	Call	Y	V	3.6	N/A	N/A	Unknown	-	24	-	20 000	20 024
Municipality sub-total										30 978	144	(15 157)	50 000	65 965
Entities														
														-
														-
														-
														-
														-
Entities sub-total										-	-	-	-	-
TOTAL INVESTMENTS AND INTEREST	2									30 978		(15 157)	50 000	65 965

8. ALLOCATION AND GRANT RECEIPTS AND EXPENDITURE

8.1 Supporting table SC6 – Grant receipts

WC034 Swellendam - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M01 July

Description	Ref	2020/21		Budget Year 2021/22						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		45 971	43 576	43 576	15 517	15 517	3 631	11 886	327.3%	43 576
Local Government Equitable Share		38 697	35 471	35 471	14 780	14 780	2 956	11 824	400.0%	35 471
Expanded public works programme integrated grant for municipalities		1 804	1 682	1 682	-	-	140	(140)	-100.0%	1 682
Municipal Infrastructure Grant		2 042	2 150	2 150	306	306	179	127	70.8%	2 150
Integrated National Electrification Programme (municipal) grant		261	765	765	339	339	64	275	431.6%	765
Local government financial management grant		1 770	1 720	1 720	-	-	143	(143)	-100.0%	1 720
Municipal Disaster Relief Grant	3	-	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant		1 397	1 397	1 397	92	92	116	(24)	-20.9%	1 397
Energy Efficiency and Demand Side Management Grant		-	391	391	-	-	33	(33)	-100.0%	391
Provincial Government:		22 704	11 726	11 726	81	81	977	(896)	-91.7%	11 726
Western Cape Financial Management Capacity Building Grant		300	250	250	-	-	21	(21)	-100.0%	250
Western Cape Financial Management Support Grant		-	-	-	-	-	-	-	-	-
Financial assistance to municipalities for maintenance and construction of transport infrastructure		-	50	50	-	-	4	(4)	-100.0%	50
SETA		325	-	-	81	81	-	81	#DIV/0!	-
Tourism		-	-	-	-	-	-	-	-	-
Maintenance of Water Supply Infrastructure		-	-	-	-	-	-	-	-	-
Municipal Electrical Master Plan Grant		-	-	-	-	-	-	-	-	-
Community Library Service Grant		1 099	-	-	-	-	-	-	-	-
Human Settlement Development (Beneficiaries)		14 722	5 100	5 100	-	-	425	(425)	-100.0%	5 100
Development of Sports and Recreation Facilities		78	39	39	-	-	3	(3)	-100.0%	39
Thusing Services Centre Grant		-	-	-	-	-	-	-	-	-
Library Service Grant		-	-	-	-	-	-	-	-	-
Finance Management		-	-	-	-	-	-	-	-	-
Internship Grant		-	-	-	-	-	-	-	-	-
WESGRO		100	-	-	-	-	-	-	-	-
Municipal Drought Relief Grant		163	-	-	-	-	-	-	-	-
Municipal Replacement Fund		5 817	6 137	6 137	-	-	511	(511)	-100.0%	6 137
Local Government Support Grant		-	-	-	-	-	-	-	-	-
Municipal Library Support Fund Grant	4	-	150	150	-	-	13	(13)	-100.0%	150
Department of Economic Div. and Tourism		100	-	-	-	-	-	-	-	-
District Municipality:		-	90	90	90	90	8	83	1100.0%	90
Establishment of Local Safety Forum Grant		-	60	60	60	60	5	55	1100.0%	60
Safety Plan Development Grant		-	30	30	30	30	3	28	1100.0%	30
Total Operating Transfers and Grants	5	68 675	55 392	55 392	15 688	15 688	4 616	11 072	239.9%	55 392
Capital Transfers and Grants										
National Government:		20 746	27 233	27 233	4 327	4 327	2 269	2 058	90.7%	27 233
Municipal Infrastructure Grant		9 697	10 212	10 212	1 451	1 451	851	600	70.5%	10 212
Integrated National Electrification Programme (municipal) grant		1 739	5 102	5 102	2 261	2 261	425	1 836	431.8%	5 102
Water Services Infrastructure Grant		9 310	9 310	9 310	615	615	776	(161)	-20.7%	9 310
Energy Efficiency and Demand Side Management Grant		-	2 609	2 609	-	-	217	(217)	-100.0%	2 609
Provincial Government:		8 938	9 261	9 261	-	-	772	(772)	-100.0%	9 261
Human Settlement Development		-	9 000	9 000	-	-	750	(750)	-100.0%	9 000
Community Library Service Grant		7 329	-	-	-	-	-	-	-	-
Development of Sports and Recreation Facilities		522	261	261	-	-	22	(22)	-100.0%	261
WESGRO		-	-	-	-	-	-	-	-	-
Maintenance of Water Supply Infrastructure		-	-	-	-	-	-	-	-	-
Municipal Drought Relief Grant		1 087	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	29 684	36 494	36 494	4 327	4 327	3 041	1 286	42.3%	36 494
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	98 359	91 886	91 886	20 015	20 015	7 657	12 358	161.4%	91 886

8.2 Supporting table SC7 (1) – Grant expenditure

WC034 Swellendam - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M01 July

Description	Ref	Budget Year 2021/22							YTD variance	YTD variance %	Full Year Forecast
		2020/21 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget				
R thousands											
EXPENDITURE											
Operating expenditure of Transfers and Grants											
National Government:		44 123	43 576	43 576	3 076	3 076	3 631	(555)	-15.3%	43 576	
Local Government Equitable Share		38 241	35 471	35 471	2 956	2 956	2 956	0	0.0%	35 471	
Expanded public works programme integrated grant for municipalities		1 804	1 682	1 682	79	79	140	(61)	-43.6%	1 682	
Municipal Infrastructure Grant		1 966	2 150	2 150	-	-	179	(179)	-100.0%	2 150	
Integrated National Electrification Programme (municipal) grant		261	765	765	-	-	64	(64)	-100.0%	765	
Local government financial management grant		1 770	1 720	1 720	41	41	143	(102)	-71.4%	1 720	
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-	
Water Services Infrastructure Grant		81	1 397	1 397	-	-	116	(116)	-100.0%	1 397	
Energy Efficiency and Demand Side Management Grant		-	391	391	-	-	33	(33)	-100.0%	391	
Provincial Government:		20 243	11 726	11 726	403	403	977	(574)	-58.8%	11 726	
Western Cape Financial Management Capacity Building Grant		-	250	250	-	-	21	(21)	-100.0%	250	
Western Cape Financial Management Support Grant		-	-	-	-	-	-	-	-	-	
Financial assistance to municipalities for maintenance and construction of transport infrastructure		-	50	50	-	-	4	(4)	-100.0%	50	
SETA		31	-	-	-	-	-	-	-	-	
Tourism		-	-	-	-	-	-	-	-	-	
Maintenance of Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	
Municipal Electrical Master Plan Grant		-	-	-	-	-	-	-	-	-	
Community Library Service Grant		-	-	-	-	-	-	-	-	-	
Human Settlement Development (Beneficiaries)		14 722	5 100	5 100	-	-	425	(425)	-100.0%	5 100	
Development of Sports and Recreation Facilities		-	39	39	-	-	3	(3)	-100.0%	39	
Thusong Services Centre Grant		-	-	-	-	-	-	-	-	-	
Library Service Grant		-	-	-	-	-	-	-	-	-	
Finance Management		-	-	-	-	-	-	-	-	-	
Internship Grant		-	-	-	-	-	-	-	-	-	
WESGRO		100	-	-	-	-	-	-	-	-	
Municipal Drought Relief Grant		20	-	-	-	-	-	-	-	-	
Municipal Replacement Fund		5 270	6 137	6 137	403	403	511	(108)	-21.2%	6 137	
Local Government Support Grant		-	-	-	-	-	-	-	-	-	
Department of Economic Div and Tourism		100	-	-	-	-	-	-	-	-	
Municipal Library Support Fund Grant		-	150	150	-	-	13	(13)	-100.0%	150	
District Municipality:		-	90	90	-	-	8	(8)	-100.0%	90	
Establishment of Local Safety Forum Grant		-	60	60	-	-	5	(5)	-100.0%	60	
Safety Plan Development Grant		-	30	30	-	-	3	(3)	-100.0%	30	
Total operating expenditure of Transfers and Grants:		64 366	55 392	55 392	3 479	3 479	4 616	(1 137)	-24.6%	55 392	
Capital expenditure of Transfers and Grants											
National Government:		11 703	27 233	27 233	-	-	2 269	(2 269)	-100.0%	27 233	
Municipal Infrastructure Grant		9 423	10 212	10 212	-	-	851	(851)	-100.0%	10 212	
Integrated National Electrification Programme (municipal) grant		1 739	5 102	5 102	-	-	425	(425)	-100.0%	5 102	
Water Services Infrastructure Grant		541	9 310	9 310	-	-	776	(776)	-100.0%	9 310	
Energy Efficiency and Demand Side Management Grant		-	2 609	2 609	-	-	217	(217)	-100.0%	2 609	
Provincial Government:		136	9 261	9 261	-	-	772	(772)	-100.0%	9 261	
Human Settlement Development		-	9 000	9 000	-	-	750	(750)	-100.0%	9 000	
Community Library Service Grant		-	-	-	-	-	-	-	-	-	
Development of Sports and Recreation Facilities		-	261	261	-	-	22	(22)	-100.0%	261	
WESGRO		-	-	-	-	-	-	-	-	-	
Maintenance of Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	
Municipal Replacement Fund		-	-	-	-	-	-	-	-	-	
Service Delivery and Capacity Building Grant		-	-	-	-	-	-	-	-	-	
Municipal Drought Relief Grant		136	-	-	-	-	-	-	-	-	
Total capital expenditure of Transfers and Grants		11 839	36 494	36 494	-	-	3 041	(3 041)	-100.0%	36 494	
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		76 205	91 886	91 886	3 479	3 479	7 657	(4 178)	-54.6%	91 886	

8.3 Supporting information grants

8.3.1 The following grants were received up to July 2021:

Municipal Infrastructure Grant (MIG)

- **Suurbraak WTW Phase 2**

Roll-over - Application to be done for R345 144,51 by 31 August 2021 to NT. SMT 52/20/21 - The water tank footing and placement of the elevated water tank were not completed by 30 June 2021. The water tank footing was not completed, due to quality issues. This portion is reported as "work-in-progress." The remedial recommendation from the employer's agent was approved and the process is proceeding to penalise the contractor for poor workmanship and appoint another contractor to complete the remedial work. An amicable solution could not be reached with the original contractor.

SMT 38/20/21- Installation of the elevated water tower. This project is standing, because of SMT 52/20/21. Once the remedial work in SMT 52/20/21 is completed, then the water tower project will be completed.

MST 53/20/21 - Rising main, gravity main and ancillary services. The civil component is planned for implementation in the 2020/21 and 2021/22 financial years (multi-year). The contractor is on-site and progresses well.

- **Smitsville Roads (Portion 2)**

The project will be implemented in 3 portions in 2020/21, 2021/22, and 2022/23 financial years.

Portion 2 to be implemented in the 2021/22 financial year. Advertisement of tender on 13 August 2021.

Community Library Services Grant

The contractor is on-site. The estimated practical completion date is 22 December 2021. A roll-over application for the project's unspent funds was submitted to Provincial Treasury.

Integrated National Electrification Programme (INEP)

Upgrading of Railton 11KV Electrical Bulk Infrastructure Phase 5. The office is awaiting the renewal of Addendum 4 for ASLA Construction before the procurement process (Stage 3_Design Documentation) is initiated.

Municipal Drought Relief Grant

The contractor is on site. Planned practical completion is 30 September 2021. A roll-over application was submitted to Provincial Treasury.

Development of Sport and Recreational Facilities (Construction of 2 Netball Courts)

The tender was advertised for the second time on the 2nd of July 2021. The 1st round of advertisements had only 1 bidder. The offer received was not cost-effective, hence the tender was cancelled and re-advertised. The municipality did receive an acceptable offer in the 2nd round of advertisement but awaits the approval of the roll-over before procurement is concluded. A roll-over was submitted to Provincial Treasury.

Human Settlement Development

The project in respect of the funds received in the 2020/21 financial year is completed.

A roll-over application in respect of the unspent funds as at 30 June 2021 for prior years approved projects was submitted to Provincial Treasury.

Water Services Infrastructure Grant

- **Swellendam Pressure Management Project**

The contractor was appointed on 25 June 2021. The site handover will take place between 16 and 20 August 2021. The planned completion date is 22 December 2022.

A roll-over application will be done by 31 August 2021 to National Treasury.

- **Barrydale Bulk Water Infrastructure Phase 2**

The project will be implemented over the 2021/22 and 2022/23 financial years. The consultant is appointed and the Stage 3_Design Development will be initiated by 12 August 2021.

Establishment of Local Safety Forum Grant

Funds was received for this project and will be spent during the financial year. The municipality is currently busy with the safety plan process, but awaits on the SAPS for collaboration in working together with the municipality.

Safety Plan Development Grant

Funds was received for this project and will be spent during the financial year. The municipality is currently busy with the safety plan process, but awaits on the SAPS for collaboration in working together with the municipality.

The municipality will submit an application for roll-overs for unspent grants as at 30 June 2021, which will be submitted to Provincial Treasury as follows:

- Library Service Replacement funding for most vulnerable B3 municipalities
- Western Cape Financial Management Capacity Building Grant

8.4 Supporting table SC7 (2) – Grant expenditure against approved rollovers

WC034 Swellendam - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M01 July

Description	Ref	Budget Year 2021/22				
		Approved Rollover 2020/21	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands						
EXPENDITURE						
Operating expenditure of Approved Roll-overs						
National Government:						
Local Government Equitable Share		-	-	-	-	
Expanded public works programme integrated grant for municipalities		-	-	-	-	
Municipal Infrastructure Grant		-	-	-	-	
Integrated National Electrification Programme (municipal) grant		-	-	-	-	
Local government financial management grant		-	-	-	-	
Municipal Disaster Relief Grant		-	-	-	-	
Water Services Infrastructure Grant		-	-	-	-	
Energy Efficiency and Demand Side Management Grant		-	-	-	-	
Provincial Government:		-	25	25	(25)	#DIV/0!
Western Cape Financial Management Capacity Grant		-	-	-	-	
Western Cape Financial Management Support Grant		-	-	-	-	
Financial assistance to municipalities for maintenance and construction		-	-	-	-	
SETA		-	25	25	(25)	
Tourism		-	-	-	-	
Maintenance of Water Supply Infrastructure		-	-	-	-	
Municipal Electrical Master Plan Grant		-	-	-	-	
Community Library Service Grant		-	-	-	-	
Human Settlement Development (Beneficiaries)		-	-	-	-	
Development of Sports and Recreation Facilities		-	-	-	-	
Thusong Services Centre Grant		-	-	-	-	
Library Service Grant		-	-	-	-	
Finance Management		-	-	-	-	
Internship Grant		-	-	-	-	
WESGRO		-	-	-	-	
Municipal Drought Relief Grant		-	-	-	-	
Municipal Replacement Fund		-	-	-	-	
Local Government Support Grant		-	-	-	-	
Municipal Library Support Fund Grant		-	-	-	-	
District Municipality:		-	-	-	-	
Establishment of Local Safety Forum Grant		-	-	-	-	
Safety Plan Development Grant		-	-	-	-	
Total operating expenditure of Approved Roll-overs		-	25	25	(25)	#DIV/0!
Capital expenditure of Approved Roll-overs						
National Government:						
Municipal Infrastructure Grant		-	-	-	-	
Integrated National Electrification Programme (municipal) grant		-	-	-	-	
Water Services Infrastructure Grant		-	-	-	-	
Energy Efficiency and Demand Side Management Grant		-	-	-	-	
Other capital transfers [insert description]		-	-	-	-	
Provincial Government:		-	-	-	-	
Human Settlement Development		-	-	-	-	
Community Library Service Grant		-	-	-	-	
Development of Sports and Recreation Facilities		-	-	-	-	
WESGRO		-	-	-	-	
Maintenance of Water Supply Infrastructure		-	-	-	-	
Municipal Replacement Fund		-	-	-	-	
Service Delivery and Capacity Building Grant		-	-	-	-	
Municipal Drought Relief Grant		-	-	-	-	
Total capital expenditure of Approved Roll-overs		-	-	-	-	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS		-	25	25	(25)	#DIV/0!

9. CAPITAL PROGRAMME PERFORMANCE

Supporting table SC12 reconciles with table C5.

WC034 Swellendam - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M01 July

Month	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
Monthly expenditure performance trend									
July	26	500	500	-		500	-		
August	973	1 998	1 998	-		2 498	-		
September	1 111	2 457	2 457	-		4 956	-		
October	219	7 865	7 865	-		12 821	-		
November	906	6 248	6 248	-		19 068	-		
December	3 772	2 390	2 390	-		21 458	-		
January	1 673	904	904	-		22 362	-		
February	634	4 477	4 477	-		26 839	-		
March	2 981	4 830	4 830	-		31 669	-		
April	1 745	6 527	6 527	-		38 196	-		
May	1 858	5 180	5 180	-		43 377	-		
June	5 495	6 614	6 614	-		49 990	-		
Total Capital expenditure	21 392	49 990	49 990	-					