ANNEXURE A

KNYSNA
Municipality Munisipaliteit uMasipala

Monthly and Quarterly Budget Statement

(Sections 71 and 52 of the MFMA)

Prepared in terms of the Local Government:
Municipal Finance Management Act (No 56 of 2003);
Municipal Budget and Reporting Regulations; and
Government Gazette 32141, dated 17 April 2009.

March 2022

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PART 1: IN-YEAR REPORT

1. LEGAL CONTEXT

1.1 Monthly Budget Statement

Section 71 of the Municipal Finance Management Act (MFMA) determines that:

"(1) The accounting officer of a municipality must by no later than 10 working days after the end of each month submit to the mayor of the municipality and the relevant provincial treasury a statement in the prescribed format on the state of the municipality's budget reflecting the following particulars for that month and for the financial year up to the end of that month –

- *(a) Actual revenue, per revenue source;*
- *(b) Actual borrowings;*
- *(c) Actual expenditure, per vote;*
- *(d) Actual capital expenditure, per vote;*
- *(e) The amount of any allocations received;*
- *(f) Actual expenditure on those allocations, excluding expenditure on –*
  - *(i) Its share of the local government equitable share; and*
  - *(ii) Allocations exempted by the annual Division of Revenue Act from compliance with this paragraph; and*
- *(g) When necessary, an explanation of –*
  - *(i) Any material variances from the municipality's projected revenue by source, and from the municipality's expenditure projections per vote;*
  - *(ii) Any material variances from the service delivery and budget implementation plan; and*
  - *(iii) Any remedial or corrective steps taken or to be taken to ensure that projected revenue and expenditure remain within the municipality's approved budget.*

(2) The statement must include –

- *(a) A projection of the relevant municipality's revenue and expenditure for the rest of the financial year, and any revisions from initial projections; and*
- *(b) the prescribed information relating to the state of the budget of each municipal entity as provided to the municipality in terms of section 87(10).*

(3) The amounts reflected in the statement must in each case be compared with the corresponding amounts budgeted for in the municipality's approved budget.

(4) *The statement to the provincial treasury must be in the format of a signed document and in electronic format.*

(5) *The accounting officer of a municipality which has received an allocation referred to in subsection (1)(e) during any particular month must, by no later than 10 working days after the end of that month, submit that part of the statement reflecting the particulars referred to in subsection (1)(e) and (f) to the national or provincial organ of state or municipality which transferred the allocation.*

(6) *The provincial treasury must by no later than 22 working days after the end of each month submit to the National Treasury a consolidated statement in the prescribed format on the state of the municipalities' budgets, per municipality and per municipal entity.*

(7) *The provincial treasury must, within 30 days after the end of each quarter, make public as may be prescribed, a consolidated statement in the prescribed format on the state of municipalities' budgets per municipality and per municipal entity. The MEC for finance must submit such consolidated statement to the provincial legislature no later than 45 days after the end of each quarter."*

1.2 Quarterly Budget Statement

Section 52 of the MFMA determines that:

"The mayor of a municipality –

(a) *must provide general political guidance over the fiscal and financial affairs of the municipality;*
(b) *in providing such general political guidance, may monitor and, to the extent provided in this Act, oversee the exercise of responsibilities assigned in terms of this Act to the accounting officer and the chief financial officer, but may not interfere in the exercise of those responsibilities;*
(c) *must take all reasonable steps to ensure that the municipality performs its constitutional and statutory functions within the limits of the municipality's approved budget;*
(d) *must, within 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality; and*
(e) *must exercise the other powers and perform the other duties assigned to the mayor in terms of this Act or delegated by the council to the mayor."*

1.3 Responsibility of the Executive Mayor

Section 54 of the MFMA determines that:

"(1) On receipt of a statement or report submitted by the accounting officer of the municipality in terms of section 71 or 72, the mayor must –

(a) Consider the statement or report;

(b) Check whether the municipality's approved budget is implemented in accordance with the service delivery and budget implementation plan;

(c) Consider and, if necessary, make any revisions to the service delivery and budget implementation plan, provided that revisions to the service delivery targets and performance indicators in the plan may only be made with the approval of the council following approval of an adjustments budget;

(d) Issue any appropriate instructions to the accounting officer to ensure –

(i) That the budget is implemented in accordance with the service delivery and budget implementation plan; and

(ii) That spending of funds and revenue collection proceed in accordance with the budget;

(e) Identify any financial problems facing the municipality, including any emerging or impending financial problems; and

(f) In the case of a section 72 report, submit the report to the council by 31 January of each year.

(2) If the municipality faces any serious financial problems, the mayor must –

(a) Promptly respond to and initiate any remedial or corrective steps proposed by the accounting officer to deal with such problems, which may include –

(i) Steps to reduce spending when revenue is anticipated to be less than projected in the municipality's approved budget;

(ii) The tabling of an adjustments budget; or

(iii) Steps in terms of Chapter 13; and

(b) Alert the council and the MEC for local government in the province to those problems.

(3) The mayor must ensure that any revisions of the service delivery and budget implementation plan are made public promptly."

Regulation 31 of the Municipal Budget and Reporting Regulations determines that:

"(1) The mayor's quarterly report on the implementation of the budget and the financial state of affairs of the municipality as required by section 52(d) of the Act must be –

(a) in the format specified in Schedule C and include all the required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Act; and

(b) consistent with the monthly budget statements for September, December, March and June as applicable; and

(c) submitted to the National Treasury and the relevant provincial treasury within five days of tabling of the report in council."

2. EXECUTIVE MAYOR'S REPORT

2.1 In-Year Report – Monthly and Quarterly Budget Statement

2.1.1 This report represents the Section 71 MFMA monthly budget statement and Section 52 quarterly budget statement as at 31 March 2022, and reflects the implementation of the budget and the financial state of affairs of the Municipality.

2.1.2 I hereby wish to submit a report to the Municipal Council on the implementation of the budget and the financial state of affairs of the Municipality as at the end of March 2022.

2.1.3 Section 54(1) of the MFMA determines that the Executive Mayor must consider the Section 71 report submitted by the Accounting Officer and assess whether the Municipality's approved budget is implemented in accordance with the approved Service Delivery Budget Implementation Plan (SDBIP), and if necessary issue appropriate instructions to the Accounting Officer.

2.1.4 The submission of this report forms part of the responsibilities of the Executive Mayor of Knysna Municipality, as determined in Section 52(d) of the MFMA. This report is intended to inform the Municipal Council on the state of the financial affairs of the Municipality to enable Council to exercise its oversight responsibility.

2.2 Financial Problems or Risks Facing the Municipality

2.2.1 The cash flow position as at 31 March 2022 has decreased since the previous quarter of the current financial year.

2.2.2 Following receipt of the final tranche of the Equitable Share in March 2022, the cash flow position has improved slightly in comparison with the prior month, and is expected to further improve following the first draw-down of the approved ABSA loans in April 2022.

2.2.3 Excess cash in the primary bank account will be transferred to the Investments Portfolio and ringfenced to accommodate unspent grants.

2.2.4 Collection of outstanding debt remains a key challenge at the Municipality. The option of disconnecting services to defaulting consumers is expected to be strongly contested however, this may perhaps be the only suitable option to compel consumers to settle outstanding debt.

2.2.5 The DBSA Revenue Enhancement project is expected to be completed by November 2022. Proper implementation of the DBSA recommendations is critical to ensure revenue realisation and revenue enhancement.

2.2.6 In consideration of the current revenue base and the cash flow position, Municipal spending on non-core Municipal projects, to the detriment of basic service delivery and infrastructure, must be deliberated.

2.2.7 The Integrated Human Settlements Grant expenditure of R 58.3 million needs to be collected from the Department of Human Settlements. The Municipality is strongly advised to make a final determination in relation to the continuation of the housing function.

2.2.8 The Municipality must deliberate on the continuation of other un/underfunded mandates, taking into consideration the negative impact on both the Financial Performance and the cash flow of the Municipality.

2.2.9 To avert a possible cashflow deficit; misuse of municipal funds; and/or unauthorised expenditure at year-end, it is imperative that cost-reduction measures be implemented with immediate effect.

2.2.10 The use of technology can assist in managing expenditure. The capabilities and functionalities of current computerised systems must be explored in an attempt to configure/program such systems with appropriate restrictions. These systems can be programmed to prevent any over-expenditure at the relevant source, and will enhance monitoring and control.

2.2.11 Assets which do not provide the minimum level of basic municipal services and do not provide any economic benefit to the Municipality should be considered for disposal. Proceeds from the disposal will be utilised to create a Capital Replacement Reserve.

2.2.12 The recent Constitutional Court judgement concerning the validity of the Preferential Procurement Regulations poses various risks to the Municipality, and could negatively impact service delivery and the timeous spending of budgeted allocations.

2.2.13 The Municipality is mindful of the economic challenges experienced in many households and strives to assist where possible however, the Municipality has to ensure long-term survival and sustainability hence the strengthened efforts to improve the financial wellbeing of the Municipality.

2.3 Recommendations

(a) That the Mayoral Committee notes the Section 71 monthly budget statement and Section 52 quarterly budget statement report as at 31 March 2022.

(b) That the Mayoral Committee notes that the Section 71 monthly budget statement and Section 52 quarterly budget statement report as at 31 March 2022 was submitted to the Executive Mayor, the National Treasury and the Western Cape Provincial Treasury on 14 April 2022, being the 10th working day after the end of March 2022.

(c) That the Mayoral Committee notes that the Section 71 monthly budget statement and Section 52 quarterly budget statement as at 31 March 2022 will be published on the municipal website.

LEVAEL DAVIS
EXECUTIVE MAYOR

14 April 2022

3. ACCOUNTING OFFICER'S REPORT

3.1 Introduction

3.1.1 In accordance with Section 71(1) of the Municipal Finance Management Act (MFMA), I submit the required statement on the state of Knysna Municipality's budget reflecting the financial information for the month ending March 2022.

3.1.2 Section 52(d) of the MFMA requires from the Executive Mayor to submit a quarterly report to Council on the implementation of the approved budget. The report relates to the quarter ending 31 March 2022.

3.1.3 Section 54(1) of the MFMA requires from the Mayor of a municipality to take certain actions, if needed, following receipt of this report to ensure that the approved budget is implemented in accordance with the projections contained in the Service Delivery and Budget Implementation Plan (SDBIP).

3.1.4 The financial performance of the operating and capital budget for the 2021/2022 financial year, and an overview of the financial position of the Municipality, is provided below.

3.2 Financial Performance Overview

3.2.1 Year-to-date actual operating revenue (Row 15 in Table 1 below) of R 705.8 million compared to the year-to-date budgeted operating revenue of R 702.6 million results in a positive variance of R 3.2 million or 0.5% (capital grants excluded). Variances of a material value in nature in the operating revenue budget are presented with appropriate comments in the table below.

Table 1: Variances between Year-to-Date Actual and Year-to-Date Budget

Row Number	Description	Original Budget	Current Budget (Including Virements)	Year-to-Date Actual	Year-to-Date Budget	Positive / (Negative) Variance	Positive / (Negative) Variance %	Reasons for Material Variance (D - E)
Column Reference	A	B	C	D	E	F	G	H
1	Property Rates	248,920,705	248,930,052	202,011,075	202,589,561	-578,486	-0.3%	Property rates reflects a negative variance as a result of adjustments processed for business and residential properties
2	Electricity Revenue	306,741,849	328,352,890	239,449,676	240,716,218	-1,266,542	-0.5%	The main contributor to the negative variance is prepaid domestic electricity
3	Water Revenue	74,860,303	71,169,871	56,894,156	56,222,708	671,448	1.2%	The main contributor to the positive variance is conventional meter water sales to businesses
4	Sanitation Revenue	29,930,326	27,968,426	23,115,782	23,252,082	-136,300	-0.6%	
5	Refuse Revenue	28,273,392	24,961,272	20,561,882	20,642,219	-80,337	-0.4%	
6	Rental Revenue	5,947,784	5,146,114	3,610,972	3,760,166	-149,194	-4.0%	
7	Interest on Investments	3,650,000	2,026,013	1,247,234	1,356,859	-109,625	-8.1%	
8	Interest on Debtors	16,261,650	19,130,323	14,083,572	14,051,091	32,481	0.2%	
9	Fines Revenue	92,551,488	104,656,700	44,017	12,000	32,017	266.8%	Traffic Fines Revenue is only recognised at year end
10	Licences Revenue	1,580,277	1,620,502	1,121,217	1,086,396	34,821	3.2%	
11	Agency Services	3,780,000	3,654,335	3,119,851	3,291,380	-171,529	-5.2%	
12	Operating Grants	151,129,834	168,401,022	131,503,361	128,817,085	2,686,276	2.1%	The main contributor to the variance is in relation to the Human Settlements Development Grant
13	Other Revenue	8,949,170	7,687,102	8,972,837	6,717,114	2,255,723	33.6%	New connection, reconnection and augmentation fees are the main contributors to the variance
14	Gains on Disposal of PPE	250,000	250,000	83,187	83,187	0	0.0%	
15	**Total Revenue (Capital Grants Excluded)**	**972,826,778**	**1,013,954,622**	**705,818,819**	**702,598,066**	**3,220,753**	**0.5%**	

3.2.2 Year-to-date actual operating expenditure (Row 27 in Table 1 below) of R 610.9 million compared to the year-to-date budgeted operating expenditure of R 597.9 million results in a negative variance of R 12.9 million or -2.2%. Variances of a material value in nature in the operating expenditure budget are presented with appropriate comments in the table below.

Table 1: Variances between Year-to-Date Actual and Year-to-Date Budget								
Row Number	Description	Original Budget	Current Budget (Including Virements)	Year-to-Date Actual	Year-to-Date Budget	Positive / (Negative) Variance	Positive / (Negative) Variance %	Reasons for Material Variance (D - E)
Column Reference	A	B	C	D	E	F	G	H
16	Employee Related Costs	290,454,556	295,684,039	204,128,194	204,335,235	207,041	0.1%	
17	Remuneration of Councillors	10,373,294	9,021,208	6,743,311	6,753,211	9,900	0.1%	
18	Bad Debt Provision	131,220,351	142,920,351	37,665,270	37,665,270	0	0.0%	Traffic Fines Impairment is only recognised at year end
19	Depreciation	45,670,094	43,670,094	2,900	0	-2,900	0.0%	Depreciation is only recognised at year end
20	Finance Charges	26,689,380	24,199,004	13,397,204	13,016,442	-380,762	-2.9%	
21	Bulk Purchases	229,094,800	231,873,452	163,267,067	156,969,480	-6,297,587	-4.0%	Variance includes the R 7.3 million Eskom billing error in relation to the Eastford meter
22	Other Materials	42,655,082	46,561,088	31,556,664	29,702,592	-1,854,072	-6.2%	Expenditure mainly for the service Directorates are the main contributors to the variance
23	Contracted Services	133,214,229	159,049,932	109,089,669	108,898,130	-191,539	-0.2%	
24	Transfers and Subsidies	4,876,643	3,652,946	624,712	794,640	169,928	21.4%	
25	Other Expenditure	57,856,246	56,397,177	44,379,863	39,801,610	-4,578,253	-11.5%	Expenditure mainly for the service Directorates are the main contributors to the variance
26	Loss on Disposal of PPE	0	0	0	0	0	0.0%	
27	**Total Operating Expenditure**	**972,104,675**	**1,013,029,291**	**610,854,854**	**597,936,610**	**-12,918,244**	**-2.2%**	

3.2.3 The year-to-date actual operating revenue compared to the year-to-date actual operating expenditure resulted in an operating surplus of R 95.0 million (Row 28 in Table 1 below) (capital grants excluded).

Table 1: Variances between Year-to-Date Actual and Year-to-Date Budget								
Row Number	Description	Original Budget	Current Budget (Including Virements)	Year-to-Date Actual	Year-to-Date Budget	Positive / (Negative) Variance	Positive / (Negative) Variance %	Reasons for Material Variance (D - E)
Column Reference	A	B	C	D	E	F	G	H
15	**Total Revenue (Capital Grants Excluded)**	**972,826,778**	**1,013,954,622**	**705,818,819**	**702,598,066**	**3,220,753**	**0.5%**	
27	**Total Operating Expenditure**	**972,104,675**	**1,013,029,291**	**610,854,854**	**597,936,610**	**-12,918,244**	**-2.2%**	
28	**Operating Surplus/(Deficit)**	**722,103**	**925,331**	**94,963,965**	**104,661,456**	**-9,697,491**	**-9.3%**	
29	Capital Grants	47,684,166	54,800,956	16,813,693	18,691,430	-1,877,737	-10.0%	Due to low spending, less capital grants could be recognised as revenue.
30	Public Contributions	0	0	0	0	0	0.0%	
31	**Surplus/(Deficit) for the Year**	**48,406,269**	**55,726,287**	**111,777,658**	**123,352,886**	**-11,575,228**	**-9.4%**	

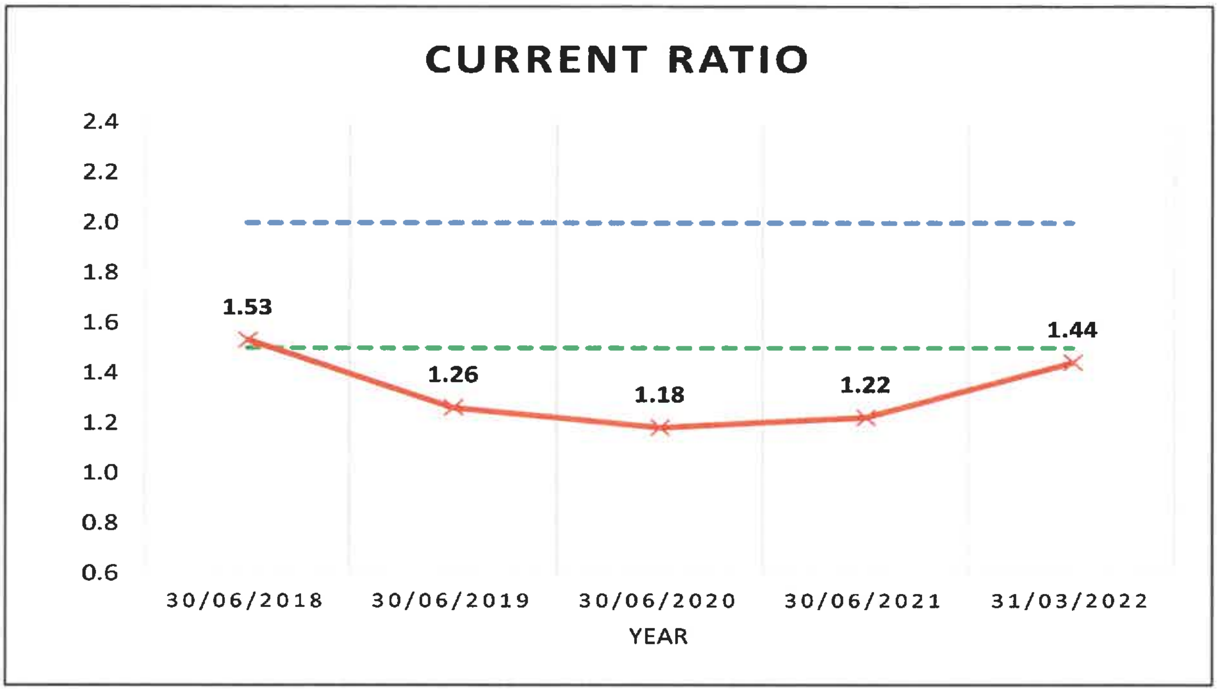
3.2.4 The year-to-date actual operating surplus (capital grants included) equates to R 111.8 million (Row 31 in Table 1 above).

3.2.5 As a result of new and reduced grant allocations, and to fund votes with insufficient budget allocations, a Special Adjustments Budget will be tabled in April 2022.

3.3 Financial Position Overview

3.3.1 Current Ratio (1.44 : 1)

The Current Ratio as at 31 March 2022 equates to 1.44 : 1 compared to the National Treasury norm of 1.5 – 2 : 1. This is based on current assets of R 259.2 million and current liabilities of R 180.1 million.



3.3.2 Cash and Cash Equivalents (R 22.9 million)

Cash and Cash Equivalents (Row 3 in Table 2 below) increased by R 17.2 million during March 2022.

Important to note is that the Investment Portfolio should at all times consist of sufficient funds to accommodate Unspent Grants and Unspent Loans at the very least. Furthermore, the Municipality does not have a Capital Replacement Reserve. It is therefore critical for debt collection and the recovery of unpaid grants to receive immediate priority.

3.3.3 Investments (R 2.7 million)

Included in Cash and Cash Equivalents are Investments (Row 2 in Table 2 below) of R 2.7 million which are currently ceded to DBSA as security for current external loans.

Table 2: Cash and Cash Equivalents versus Commitments					
Row Number	**Description**	**January 2022**	**February 2022**	**March 2022**	**Movement (C to D)**
Column Reference	**A**	**B**	**C**	**D**	**E**
1	Cash at Bank	1,964,112	2,979,550	20,160,806	17,181,256
2	Investments	9,225,931	2,717,416	2,730,729	13,313
3	**Total Cash and Cash Equivalents**	**11,190,043**	**5,696,966**	**22,891,535**	**17,194,569**
4	Unspent Conditional Transfers and Grants	25,659,013	24,948,502	34,930,902	9,982,399
5	Unspent Conditional Public Contributions	0	0	0	0
6	VAT Payable to SARS	0	0	0	0
7	Unspent External Loans	0	0	0	0
8	Payables from Exchange Transactions	19,717,214	20,358,600	25,822,157	5,463,558
9	**Total Commitments**	**45,376,227**	**45,307,102**	**60,753,059**	**15,445,957**
10	**Surplus / (Shortfall)**	**-34,186,184**	**-39,610,136**	**-37,861,524**	**1,748,612**

3.3.4 Cash Commitments (R 60.8 million)

Total commitments (Row 9 in Table 2 above) increased by R 15.5 million during the month under review from R 45.3 million at the end of February 2022 to R 60.8 million at the end of March 2022. Commitments exceed the cash and cash equivalents at the end of March 2022 by R 37.9 million (Row 10 in Table 2 above), thereby resulting in an unfavourable position.

3.3.5 Unpaid Conditional Grants (R 58.4 million)

Unpaid conditional grants (Row 4 in Table 3 below) decreased by R 1.5 million during the month under review from R 59.9 million at the end of February 2022 to R 58.4 million at the end of March 2022. Of material concern is the unpaid Integrated Human Settlements Grant of R 58.3 million which needs to be recovered from the Department of Human Settlements.

Table 3: Unpaid Conditional Grants					
Row Number	**Description**	**January 2022**	**February 2022**	**March 2022**	**Movement (C to D)**
Column Reference	**A**	**B**	**C**	**D**	**E**
1	Integrated Human Settlements Grant	62,003,916	59,586,383	58,341,619	-1,244,764
2	Maintenance of Proclaimed Roads	187,054	187,054	77,054	-110,000
3	EPWP	63,658	103,331	0	-103,331
4	**Total**	**62,254,628**	**59,876,769**	**58,418,673**	**-1,458,095**

3.3.6 Unspent Conditional Grants (R 34.9 million)

Unspent conditional grants (Row 16 in Table 4 below) increased by R 10.0 million during the month under review from R 25.0 million at the end of February 2022 to R 34.9 million at the end of March 2022. Unspent conditional grants are currently not backed by cash or investments.

Table 4: Unspent Conditional Grants

Row Number	Description	Directorate	January 2022	February 2022	March 2022	Movement (D to E)
Column Reference	A	B	C	D	E	F
1	Municipal Infrastructure Grant	Technical Services	8,703,248	6,809,527	14,888,078	8,078,551
2	Finance Management Grant	Financial Services	1,112,593	1,077,645	872,287	-205,358
3	Library Services Grant	Community Services	965,452	2,416,499	1,449,408	-967,090
4	Municipal Electricity Master Plan	Electrical Services	490,000	490,000	490,000	0
5	Expanded Public Works Program	Planning and Development	0	0	145,290	145,290
6	Neighbourhood Development Partnership Grant	Technical Services	10,000,000	9,708,351	9,708,351	0
7	Energy Efficiency Demand Side Management Grant	Electrical Services	56,884	56,884	56,884	0
8	WC Disaster Management Grant	Community Services	3,795	3,795	3,795	0
9	Community Development Worker Grant	Corporate Services	35,591	26,826	21,576	-5,250
10	Water Services Infrastructure Grant	Technical Services	3,123,732	2,824,015	4,824,015	2,000,000
11	Cultural Affairs and Support Grant (Netball Court)	Community Services	600,000	600,000	600,000	0
12	Nedbank: SMME Incubator Program	Planning and Development	417,718	384,960	371,217	-13,743
13	Forensic Investigations	Corporate Services	150,000	150,000	0	-150,000
14	Municipal Intervention Grant	Technical Services	0	400,000	400,000	0
15	Public Employment Support Grant	Planning and Development	0	0	1,100,000	1,100,000
16	**Total**		**25,659,013**	**24,948,502**	**34,930,902**	**9,982,399**

3.3.7 Payables from Exchange Transactions (R 25.8 million)

Payables from exchange transactions (Row 3 in Table 5 below) increased by R 5.4 million during the month under review from R 20.4 million at the end of February 2022 to R 25.8 million at the end of March 2022. The total amount of R 25.8 million includes R 14.9 million of retention creditors which are payable only after a final certificate for payment has been issued for contractors, which is usually twelve months following the completion date of the contracts. This retention amount is however not backed by cash or investments.

Table 5: Payables from Exchange Transactions					
Row Number	Description	January 2022	February 2022	March 2022	Movement (C to D)
Column Reference	A	B	C	D	E
1	Trade Payables	5,513,553	5,926,657	10,939,993	5,013,336
2	Retentions	14,203,662	14,431,943	14,882,164	450,222
3	**Total**	**19,717,214**	**20,358,600**	**25,822,157**	**5,463,558**

3.3.8 External Borrowings (R 267.7 million)

External borrowings of R 268.3 million at the end of February 2022 reduced to R 267.7 million (Row 6 in Table 6 below) at the end of March 2022 once interest on loans (R 965.4 thousand) was capitalised and repayments (R 1.9 million) were processed. External borrowings are taken up to fund capital expenditure only.

Table 6: External Borrowings					
Row Number	Description	January 2022	February 2022	March 2022	Movement (C to D)
Column Reference	A	B	C	D	E
1	Opening Balance	270,315,161	268,324,127	267,691,470	-632,657
2	New Loans Acquired	0	0	0	0
3	Interest Capitalised	637,367	246,735	965,442	718,707
4	Repayments	-2,628,401	-879,391	-1,854,610	-975,219
5	Adjustments	0	0	0	0
6	**Closing Balance**	**268,324,127**	**267,691,470**	**266,802,303**	**-889,168**
7	**Budgeted Operating Revenue (Conditional Operating Grants excluded) =**			**944,125,600**	
8	**Gearing Ratio =**			**28.3%**	

External borrowings as a percentage of budgeted operating revenue (conditional operating grants excluded) equates to a gearing ratio of 28.3% which is below the National Treasury benchmark of 45%. The gearing ratio of 28.3% will however be recalculated at year-end based on actual operating revenue (conditional operating grants excluded)

The capital loan balance of R 267.7 million will be increased by R 86.9 million in the current financial year.

3.3.9 Consumer Debtors (R 344.9 million)

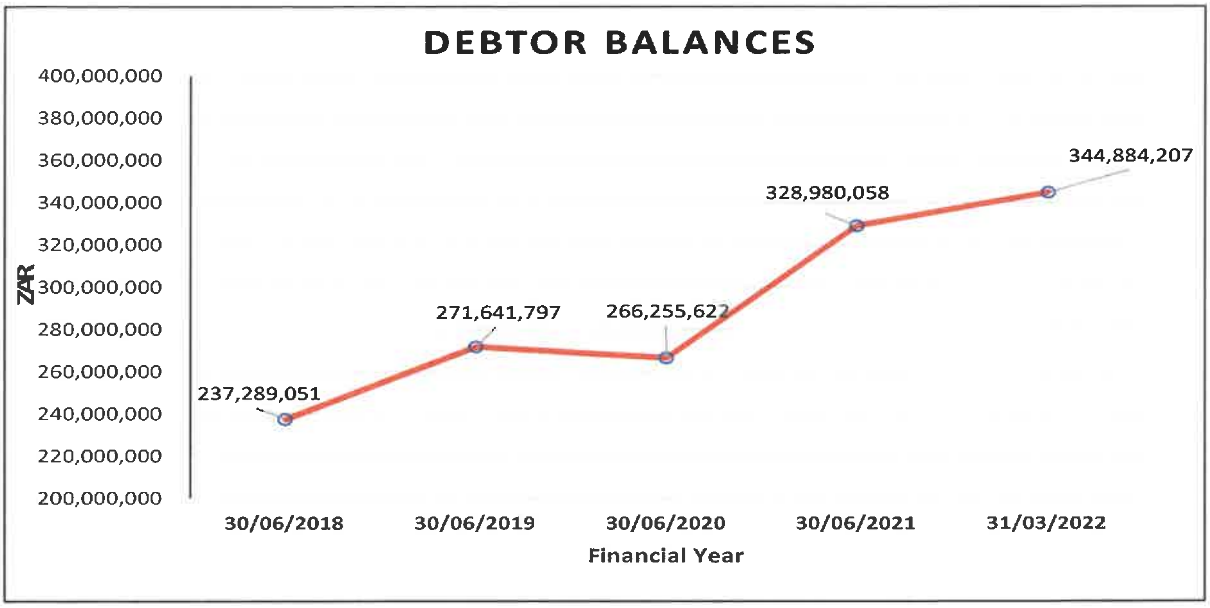
Total outstanding debtors of R 344.9 million as at 31 March 2022 (Row 7 in Table 7 below) is presented by both Income Source and by Customer Group.

Debtors over 90 days of R 267.3 million or 77.5% of the total outstanding debt includes R 77.2 million or 28.9% owed by organs of state and businesses.

Debt collection is of material concern. It is therefore imperative that the approved debt collection policies be strictly applied with immediate effect.

Table 7: Debtors Age Analysis						
By Income Source						
Row Number	Description	0-30 Days	31-60 Days	61-90 Days	Over 90 Days	Total Outstanding Debtors
Column Reference	A	B	C	D	E	F
1	Water	6,624,736	3,661,403	2,110,473	44,309,352	56,705,964
2	Electricity	15,234,146	15,602,350	2,089,099	29,726,497	62,652,092
3	Property Rates	14,681,030	5,142,831	3,134,953	82,862,314	105,821,128
4	Sanitation	2,120,153	1,216,870	997,759	56,367,274	60,702,056
5	Refuse	1,878,797	976,960	794,763	48,016,153	51,666,673
6	Other	395,288	721,454	204,163	6,015,389	7,336,294
7	**Grand Total**	**40,934,150**	**27,321,868**	**9,331,210**	**267,296,979**	**344,884,207**
8	**% of Total Outstanding Debtors =**	**11.9%**	**7.9%**	**2.7%**	**77.5%**	**100.0%**
By Customer Group						
Row Number	Description	0-30 Days	31-60 Days	61-90 Days	Over 90 Days	Total Outstanding Debtors
Column Reference	A	B	C	D	E	F
9	Organs of State	1,607,179	606,906	427,829	3,554,538	6,196,452
10	Commercial	14,413,486	16,544,075	2,406,256	73,603,080	106,966,897
11	Households	24,913,485	10,170,887	6,497,125	190,139,361	231,720,858
12	**Grand Total**	**40,934,150**	**27,321,868**	**9,331,210**	**267,296,979**	**344,884,207**
13	**% of Total Outstanding Debtors =**	**11.9%**	**7.9%**	**2.7%**	**77.5%**	**100.0%**

Below is a graphical representation of the year-on-year outstanding debtor balances. It is clearly evident that the collection of outstanding debt is deteriorating at an alarming rate.



3.3.10 Capital Expenditure per Directorate (37.6%)

The year-to-date actual capital expenditure of R 59.4 million (Row 9 in Table 8 below) equates to 37.6% (Row 10 in Table 8 below) of the capital expenditure budget of R 158.0 million. Commitments of R 33.2 million (21.0%) and the year-to-date actual capital expenditure in total equates to R 92.6 million or 58.6% of the capital expenditure budget after eight months of the financial year. The respective Directorates are to ensure that the capital expenditure budget is fully spent by the end of the financial year.

Table 8: Capital Budget per Directorate

Row Number	Directorate	Original Budget (OB)	Adjustments Budget (AB)	Year-to-Date Budget	Year-to-Date Actual Expenditure	Commitments	Year-to-Date Actual Expenditure and Commitments	Actual Expenditure and Commitments as a % of AB	Available Funds
Column Reference	A	B	C	D	E	F	G	H	I
1	Executive and Council	5,500	4,084	4,084	4,084	0	4,084	100.0%	0
2	Corporate Services	3,510,000	3,104,631	662,922	531,010	853,860	1,384,869	44.6%	1,719,762
3	Financial Services	342,000	317,750	301,520	312,209	4,790	316,999	99.8%	751
4	Planning and Development	380,000	652,532	332,532	332,532	66,877	399,409	61.2%	253,123
5	Integrated Human Settlements	14,654,600	14,116,555	6,095,174	3,802,288	257,514	4,059,802	28.8%	10,056,753
6	Community Services	6,600,000	13,213,168	2,985,542	2,609,096	5,310,005	7,919,101	59.9%	5,294,067
7	Electrical Services	16,250,000	21,683,332	11,290,486	10,140,485	6,847,586	16,988,071	78.3%	4,695,261
8	Technical Services	101,902,066	104,880,751	48,903,742	41,672,277	19,840,617	61,512,894	58.7%	43,367,857
9	Grand Total	143,644,166	157,972,803	70,576,002	59,403,981	33,181,249	92,585,229	58.6%	65,387,574
10				% of Adjusted Budget =	37.6%	21.0%	58.6%		41.4%

3.3.11 Capital Expenditure per Funding Source (37.6%)

Table 9 below depicts the same financial information contained in Table 8 above however, Table 9 categorises the capital expenditure by funding source.

Table 9: Capital Budget per Funding Source

Row Number	Funding Source	Original Budget (OB)	Adjustments Budget (AB)	Year-to-Date Budget	Year-to-Date Actual Expenditure	Commitments	Year-to-Date Actual Expenditure and Commitments	Actual Expenditure and Commitments as a % of AB	Available Funds
Column Reference	A	B	C	D	E	F	G	H	I
1	National Government Grants	34,829,566	39,471,956	15,974,133	12,713,543	7,053,047	19,766,590	50.1%	19,705,366
2	Provincial Government Grants	12,854,600	15,329,000	5,932,619	3,514,732	969,563	4,484,295	29.3%	10,844,705
3	Borrowings	86,902,500	95,035,006	42,963,104	37,889,228	24,301,409	62,190,638	65.4%	32,844,368
4	Internally Generated Funds	9,057,500	8,136,841	5,706,146	5,286,477	857,229	6,143,706	75.5%	1,993,135
5	Grand Total	143,644,166	157,972,803	70,576,002	59,403,981	33,181,249	92,585,229	58.6%	65,387,574
6				% of Adjusted Budget =	37.6%	21.0%	58.6%		41.4%

The year-to-date actual and committed capital expenditure is funded by National and Provincial Government grants of 50.1% and 29.3% respectively; external borrowings of 65.4%; and, internally generated funds of 75.5%. Year-to-date actual capital expenditure of R 59.4 million (37.6%) and capital commitments of R 33.2 million (21.0%) of the capital expenditure budget results in available funds of R 65.4 million (41.4%) which must be spent by the end of the financial year.

3.4 Employee Related Costs

Overtime and Standby presented in the tables below highlight the excessive expenditure incurred by the Municipality.

Strict payroll expenditure control is required at all levels to limit these costs to only planned / structured hours. Any deviation from this should ideally only relate to emergency situations.

3.4.1 Overtime

The year-to-date expenditure results in a negative variance of R 2.4 million (Row 9 in Table 10 below). Important to note is that the original budget of R 11.1 million increased to R 20.6 million in the February 2022 Adjustments Budget.

Table 10: Overtime									
Row Number	Directorate	Expenditure 2019/2020	Expenditure 2020/2021	Original Budget 2021/2022	Current Budget 2021/2022	Actual March 2022	YTD Budget 2021/2022	YTD Actual 2021/2022	Variance (G-H)
Column Reference	A	B	C	D	E	F	G	H	I
1	Executive and Council	7,689	0	0	41,780		730	730	0
2	Corporate Services	114,905	90,749	52,500	103,677	18,361	86,982	100,139	-13,157
3	Financial Services	63,225	63,050	25,000	40,154	7,276	32,980	39,103	-6,123
4	Planning and Development	147,541	14,355	0	48,621	0	41,300	40,051	1,249
5	Integrated Human Settlements	86,350	1,949	0	28,227	3,426	17,080	20,371	-3,291
6	Community Services	11,409,060	10,878,939	6,153,744	11,958,374	1,094,558	8,581,728	10,153,536	-1,571,808
7	Electrical Services	1,092,107	1,225,393	941,637	1,347,178	114,428	1,051,587	1,162,425	-110,838
8	Technical Services	6,718,403	7,198,173	3,923,660	6,978,535	596,863	5,202,108	5,940,827	-738,719
9	Grand Total	19,639,280	19,472,609	11,096,541	20,546,546	1,834,911	15,014,495	17,457,181	-2,442,686

3.4.2 Standby

The year-to-date expenditure results in a negative variance of R 488 thousand (Row 9 in Table 11 below). Important to note is that the original budget of R 2.1 million increased to R 4.8 million in the February 2022 Adjustments Budget.

Table 11: Standby Allowance									
Row Number	Directorate	Expenditure 2019/2020	Expenditure 2020/2021	Original Budget 2021/2022	Current Budget 2021/2022	Actual March 2022	YTD Budget 2021/2022	YTD Actual 2021/2022	Variance (G-H)
Column Reference	A	B	C	D	E	F	G	H	I
1	Executive and Council	0	0	0	0	0	0	0	0
2	Corporate Services	24,594	194,774	152,000	165,196	13,998	128,313	141,143	-12,830
3	Financial Services	262,077	99,633	120,000	103,023	14,363	82,045	87,012	-4,967
4	Planning and Development	0	0	0	0	0	0	0	0
5	Integrated Human Settlements	0	0	0	0	0	0	0	0
6	Community Services	1,176,533	1,360,904	580,000	1,437,763	139,147	1,146,300	1,190,240	-43,940
7	Electrical Services	948,720	908,440	770,000	765,917	71,010	596,074	673,596	-77,522
8	Technical Services	2,401,352	2,760,161	440,000	2,332,931	244,513	1,779,990	2,128,897	-348,907
9	Grand Total	4,813,276	5,323,912	2,062,000	4,804,830	483,032	3,732,722	4,220,888	-488,166

3.5 Contracted Services

Year-to-date actual contracted services (Row 9 in Table 12 below) of R 109.1 million compared to the year-to-date budgeted contracted services of R 108.9 million results in a negative variance of R 191.5 thousand.

Table 12: Contracted Services							
Row Number	Directorate	Original Budget 2021/2022	Current Budget 2021/2022	Actual (March 2022)	YTD Budget 2021/2022	YTD Actual 2021/2022	Variance (E-F)
Column Reference	A	B	C	D	E	F	G
1	Executive and Council	1,481,843	1,919,103	632,304	1,262,672	1,676,164	-413,492
2	Corporate Services	6,741,763	4,692,351	-323,161	4,982,982	3,925,112	1,057,870
3	Financial Services	11,563,785	6,856,604	605,513	3,947,403	3,613,177	334,226
4	Planning and Development	3,666,997	5,857,449	110,167	5,105,674	4,792,330	313,344
5	Integrated Human Settlements	22,723,821	36,553,147	4,840,052	18,720,709	15,796,528	2,924,181
6	Community Services	32,026,599	39,500,919	6,520,915	27,955,607	29,747,716	-1,792,109
7	Electrical Services	14,739,545	18,995,616	604,401	15,920,364	12,751,844	3,168,520
8	Technical Services	40,269,876	44,674,743	6,340,722	31,002,719	36,786,791	-5,784,072
9	**Grand Total**	**133,214,229**	**159,049,932**	**19,330,912**	**108,898,130**	**109,089,663**	**-191,533**

Strict monitoring and control of contracted services is required in an effort to reduce unjustified expenditure, more especially for functions that should be performed internally and/or where existing staff are being paid to perform functions which external contractors are also performing.

3.6 Cost containment

During recent years, National Treasury highlighted the extent of the wastage of public resources on unnecessary expenditure. In an attempt to promote good governance and the management of municipal finances, National Treasury gazetted Cost Containment Regulations to ensure that municipal resources are used effectively, efficiently and economically. As per the Regulation, municipalities are required to implement cost saving measures, and to provide a quarterly report thereon to Council.

Table 12 below presents the budget, expenditure and savings realised on the cost containment categories of expenditure to be reported on as per the National Treasury Cost Containment Regulations.

Table 12: Cost Containment									
Row Number	Expenditure Measures	Approved Budget	Quarter 1 Expenditure	Quarter 2 Expenditure	Quarter 3 Expenditure	Quarter 4 Expenditure	Year-to-Date Expenditure	% of Approved Budget	Available Budgeted Expenditure
Column Reference	A	B	C	D	E	F	G	H	I
1	Use of Consultants	18,710,365	2,320,536	4,501,920	1,802,100	0	8,624,555	46.1%	10,085,810
2	Vehicles used for political office-bearers	0	0	0	0	0	0	#DIV/0!	0
3	Travel and Subsistence	541,962	54,840	110,174	132,751	0	297,765	54.9%	244,197
4	Domestic Accommodation	66,768	1,600	6,080	12,478	0	20,158	30.2%	46,610
5	Sponsorships, Events and Catering	1,593,842	301,535	124,841	110,269	0	536,645	33.7%	1,057,197
6	Communication	203,372	21,075	80,438	3,805	0	105,318	51.8%	98,054
7	Other related expenditure items	0	0	0	0	0	0	#DIV/0!	0
8	Totals	21,116,309	2,699,585	4,823,454	2,061,404	0	9,584,443	45.4%	11,531,866

3.7 Remedial or Corrective Steps

There is still a requirement to concentrate on credit control and debt collection processes; the implementation of operating expenditure cost reduction measures; and, to monitor the performance of contractors implementing capital and operational projects.

Continuous and rigorous measures to improve the cashflow position must be implemented immediately to ensure long-term financial sustainability.

A Special Adjustments Budget must be tabled in April 2022 to address new/reduced grants and to fund votes with insufficient budget allocations in the 2021/2022 financial year.

3.8 Conclusion

Poor debt collection, un/underfunded mandates and poor expenditure control are the main contributors towards a weak cash flow position. Should these challenges not receive immediate attention and timeous action, the Municipality will remain in a financially unhealthy position for an indefinite period.

JOHAN JACOBS
ACTING MUNICIPAL MANAGER

14 April 2022

MUNICIPAL MANAGER'S QUALITY CERTIFICATION

QUALITY CERTIFICATE

I, **Johan Jacobs**, the Acting Municipal Manager of Knysna Municipality, hereby certify that -

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

for the month ending March 2022 of the 2021/2022 financial year has been prepared in accordance with the Municipal Finance Management Act and Regulations made under that Act.

JOHAN JACOBS
ACTING MUNICIPAL MANAGER

14 April 2022

PART 2: IN-YEAR BUDGET STATEMENT SCHEDULES

Table C1: Monthly Budget Statement Summary

WC048 Knysna - Table C1 Monthly Budget Statement Summary - M09 March

Description R thousands	2020/21 Audited Outcome	Budget Year 2021/22 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	227,434	248,921	248,930	13,471	202,011	202,590	(578)	-0%	248,930
Service charges	400,195	439,806	452,452	33,340	340,021	340,833	(812)	-0%	452,452
Investment revenue	3,210	3,650	2,026	58	1,247	1,357	(110)	-8%	2,026
Transfers and subsidies	177,945	151,130	168,401	31,031	131,503	128,817	2,686	2%	168,401
Other own revenue	147,731	129,320	142,145	3,807	31,036	29,001	2,034	7%	142,145
Total Revenue (excluding capital transfers and contributions)	**956,515**	**972,827**	**1,013,955**	**81,707**	**705,819**	**702,598**	**3,221**	**0%**	**1,013,955**
Employee costs	279,130	290,455	295,684	20,728	204,128	204,335	(207)	-0%	295,684
Remuneration of Councillors	8,781	10,373	9,021	762	6,743	6,753	(10)	-0%	9,021
Depreciation & asset impairment	39,993	45,670	43,670	3	3	–	3	#DIV/0!	43,670
Finance charges	23,154	26,689	24,199	966	13,397	13,016	381	3%	24,199
Inventory consumed and bulk purchases	241,177	271,750	278,435	27,180	194,824	186,672	8,152	4%	278,435
Transfers and subsidies	5,988	4,877	3,653	60	625	795	(170)	-21%	3,653
Other expenditure	355,341	322,291	358,367	29,690	191,135	186,365	4,770	3%	358,367
Total Expenditure	**953,564**	**972,105**	**1,013,029**	**79,389**	**610,855**	**597,937**	**12,918**	**2%**	**1,013,029**
Surplus/(Deficit)	**2,951**	**722**	**925**	**2,318**	**94,964**	**104,661**	**(9,697)**	**-9%**	**925**
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	46,419	47,684	54,801	2,079	16,814	18,691	### ###	-10%	54,801
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	1,169	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**50,539**	**48,406**	**55,726**	**4,397**	**111,778**	**123,353**	**(11,575)**	**-9%**	**55,726**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**50,539**	**48,406**	**55,726**	**4,397**	**111,778**	**123,353**	**(11,575)**	**-9%**	**55,726**
Capital expenditure & funds sources									
Capital expenditure	**–**	**143,644**	**157,973**	**8,076**	**59,404**	**70,576**	**(11,172)**	**-16%**	**157,973**
Capital transfers recognised	–	47,684	54,801	2,079	16,228	21,907	(5,678)	-26%	54,801
Borrowing	–	86,903	95,035	5,899	37,889	42,963	(5,074)	-12%	95,035
Internally generated funds	–	9,058	8,137	98	5,286	5,706	(420)	-7%	8,137
Total sources of capital funds	**–**	**143,644**	**157,973**	**8,076**	**59,404**	**70,576**	**(11,172)**	**-16%**	**157,973**
Financial position									
Total current assets	291,431	303,521	287,115		259,197				287,115
Total non current assets	1,434,027	1,563,187	1,547,076		1,488,069				1,546,257
Total current liabilities	240,833	231,674	234,113		180,100				234,113
Total non current liabilities	379,294	473,583	441,322		355,593				441,322
Community wealth/Equity	**1,052,491**	**1,161,452**	**1,158,756**		**1,211,573**				**1,158,756**
Cash flows									
Net cash from (used) operating	(718,333)	91,816	88,736	(2,385)	59,255	95,933	36,678	38%	88,736
Net cash from (used) investing	–	(143,394)	(157,723)	(8,071)	(38,797)	(70,493)	(31,696)	45%	(157,723)
Net cash from (used) financing	(30,982)	52,038	52,038	(1,916)	(32,909)	(16,734)	16,175	-97%	52,038
Cash/cash equivalents at the month/year end	**(769,467)**	**74,101**	**10,592**	**–**	**22,892**	**69,997**	**47,105**	**67%**	**8,433**

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	40,934	27,322	9,331	7,927	8,400	6,393	256,698	(12,121)	344,884
Creditors Age Analysis									
Total Creditors	10,940	–	–	–	–	–	–	–	10,940

Table C2: Financial Performance (Standard Classification)

WC048 Knysna - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M09 March

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										
Governance and administration		**283,448**	**287,359**	**284,408**	**20,209**	**232,812**	**232,849**	(38)	0%	**284,408**
Executive and council		5,319	4,494	4,286	1,009	4,198	4,119	79	2%	4,286
Finance and administration		278,128	282,865	280,122	19,200	228,614	228,730	(116)	0%	280,122
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**178,423**	**150,171**	**174,887**	**6,059**	**34,588**	**33,673**	915	3%	**174,887**
Community and social services		12,312	10,386	12,483	1,073	10,725	10,682	43	0%	12,483
Sport and recreation		1,654	1,642	1,354	15	954	1,047	(93)	-9%	1,354
Public safety		109,383	91,444	104,746	(2)	106	96	10	11%	104,746
Housing		55,074	46,699	56,305	4,974	22,803	21,848	954	4%	56,305
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**13,897**	**24,284**	**25,171**	**1,397**	**11,273**	**11,286**	(12)	0%	**25,171**
Planning and development		8,311	8,828	9,951	876	6,671	6,406	266	4%	9,951
Road transport		5,587	15,456	15,344	520	4,602	4,880	(278)	-6%	15,344
Environmental protection		–	–	(124)	–	–	–	–		(124)
Trading services		**528,334**	**558,697**	**577,812**	**56,121**	**443,959**	**443,482**	478	0%	**577,812**
Energy sources		294,170	327,723	349,494	29,474	260,627	261,083	(457)	0%	349,494
Water management		103,369	106,921	110,011	12,347	90,849	90,401	448	0%	110,011
Waste water management		81,670	74,213	71,597	8,157	51,594	51,027	567	1%	71,597
Waste management		49,125	49,840	46,710	6,143	40,889	40,969	(80)	0%	46,710
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	**1,004,103**	**1,020,511**	**1,062,278**	**83,786**	**722,633**	**721,289**	**1,343**	**0%**	**1,062,278**
Expenditure - Functional										
Governance and administration		**155,978**	**199,563**	**177,752**	**12,996**	**120,138**	**118,452**	1,687	1%	**177,752**
Executive and council		34,973	36,346	31,449	1,347	12,378	12,179	199	2%	31,449
Finance and administration		118,393	160,320	143,090	10,999	105,232	104,104	1,128	1%	143,090
Internal audit		2,611	2,897	3,213	650	2,528	2,168	360	17%	3,213
Community and public safety		**272,138**	**226,099**	**263,636**	**17,212**	**108,192**	**108,274**	(82)	0%	**263,636**
Community and social services		22,409	15,085	16,928	1,080	10,924	10,879	45	0%	16,928
Sport and recreation		20,984	23,969	22,940	1,208	16,260	16,518	(258)	-2%	22,940
Public safety		158,970	139,423	163,923	8,747	51,131	48,263	2,869	6%	163,923
Housing		69,774	47,623	59,845	6,177	29,876	32,614	(2,738)	-8%	59,845
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**73,819**	**81,393**	**78,899**	**5,236**	**51,581**	**52,242**	(661)	-1%	**78,899**
Planning and development		35,549	41,013	36,929	2,401	25,673	26,019	(346)	-1%	36,929
Road transport		33,396	34,318	36,189	2,621	22,718	22,729	(10)	0%	36,189
Environmental protection		4,874	6,062	5,782	214	3,190	3,494	(305)	-9%	5,782
Trading services		**449,310**	**465,049**	**486,265**	**43,945**	**330,944**	**318,969**	11,975	4%	**486,265**
Energy sources		257,591	289,388	297,805	27,189	204,616	200,593	4,023	2%	297,805
Water management		65,203	64,973	69,929	4,787	44,104	43,672	432	1%	69,929
Waste water management		74,692	68,255	69,607	7,592	48,263	41,074	7,189	18%	69,607
Waste management		51,824	42,433	48,924	4,377	33,961	33,630	331	1%	48,924
Other		–	–	–	–	–	–	–		–
Total Expenditure - Functional	3	**951,245**	**972,105**	**1,006,552**	**79,389**	**610,855**	**597,937**	**12,918**	**2%**	**1,006,552**
Surplus/ (Deficit) for the year		**52,858**	**48,406**	**55,726**	**4,397**	**111,778**	**123,353**	**(11,575)**	**-9%**	**55,726**

Table C3: Financial Performance (Revenue and Expenditure by Municipal Vote)

WC048 Knysna - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M09 March

Vote Description	Ref	2020/21	Budget Year 2021/22							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote	1									
Vote 1 - EXECUTIVE AND COUNCIL (31: IE)		–	–	–	–	–	–	–		–
Vote 2 - CORPORATE SERVICES (32: IE)		–	–	–	–	–	–	–		–
Vote 3 - COMMUNITY SERVICES (33: IE)		58	–	–	4	4	–	4	#DIV/0!	–
Vote 4 - FINANCIAL SERVICES (34: IE)		–	–	–	–	–	–	–		–
Vote 5 - OPERATING SERVICES (35: IE)		1,902	–	–	–	–	–	–		–
Vote 6 - 1. Executive AND Council (110: IE)		5,569	4,494	4,436	1,159	4,348	4,119	229	5.6%	4,436
Vote 7 - 2. Corporate (120: IE)		3,743	3,688	4,104	420	3,135	3,200	(64)	-2.0%	4,104
Vote 8 - 3. Finance (130: IE)		243,221	279,177	275,855	18,630	225,316	225,518	(202)	-0.1%	275,855
Vote 9 - 5. Planning (150: IE)		19,636	4,261	5,361	501	4,523	4,345	178	4.1%	5,361
Vote 10 - 6. Community (160: IE)		193,623	159,142	171,026	7,881	57,368	57,556	(188)	-0.3%	171,026
Vote 11 - 7. Electricity (170: IE)		293,018	327,723	349,494	29,474	260,627	261,083	(457)	-0.2%	349,494
Vote 12 - 8. Technical (180: IE)		188,259	195,327	195,697	20,747	144,513	143,620	893	0.6%	195,697
Vote 13 - 9. Housing Services (190: IE)		55,074	46,699	56,305	4,970	22,798	21,848	950	4.3%	56,305
Total Revenue by Vote	2	**1,004,103**	**1,020,511**	**1,062,278**	**83,786**	**722,633**	**721,289**	**1,343**	**0.2%**	**1,062,278**
Expenditure by Vote	1									
Vote 1 - EXECUTIVE AND COUNCIL (31: IE)		–	–	–	–	–	–	–		–
Vote 2 - CORPORATE SERVICES (32: IE)		–	–	–	–	–	–	–		–
Vote 3 - COMMUNITY SERVICES (33: IE)		768	–	–	7	15	–	15	#DIV/0!	–
Vote 4 - FINANCIAL SERVICES (34: IE)		–	–	–	–	–	–	–		–
Vote 5 - OPERATING SERVICES (35: IE)		857	–	–	–	–	–	–		–
Vote 6 - 1. Executive AND Council (110: IE)		41,587	43,126	38,619	2,284	17,672	17,123	549	3.2%	38,619
Vote 7 - 2. Corporate (120: IE)		51,837	58,480	51,676	4,835	38,592	37,014	1,578	4.3%	51,676
Vote 8 - 3. Finance (130: IE)		53,232	80,890	75,538	4,989	55,199	55,764	(565)	-1.0%	75,538
Vote 9 - 5. Planning (150: IE)		25,162	27,225	26,732	1,580	18,353	18,657	(304)	-1.6%	26,732
Vote 10 - 6. Community (160: IE)		262,539	242,331	270,693	16,850	125,683	122,636	3,047	2.5%	270,693
Vote 11 - 7. Electricity (170: IE)		260,430	293,522	300,803	27,484	206,850	202,778	4,072	2.0%	300,803
Vote 12 - 8. Technical (180: IE)		185,170	178,909	182,645	15,184	118,615	111,350	7,266	6.5%	182,645
Vote 13 - 9. Housing Services (190: IE)		69,664	47,623	59,845	6,177	29,876	32,614	(2,738)	-8.4%	59,845
Total Expenditure by Vote	2	**951,245**	**972,105**	**1,006,552**	**79,389**	**610,855**	**597,937**	**12,918**	**2.2%**	**1,006,552**
Surplus/ (Deficit) for the year	2	**52,858**	**48,406**	**55,726**	**4,397**	**111,778**	**123,353**	**(11,575)**	**-9.4%**	**55,726**

Table C4: Financial Performance (Revenue and Expenditure)

WC048 Knysna - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M09 March

Description	Ref	2020/21	Budget Year 2021/22							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue By Source										
Property rates		227,434	248,921	248,930	13,471	202,011	202,590	(578)	0%	248,930
Service charges - electricity revenue		275,116	306,742	328,353	24,454	239,450	240,716	(1,267)	-1%	328,353
Service charges - water revenue		72,575	74,860	71,170	5,881	56,894	56,223	671	1%	71,170
Service charges - sanitation revenue		26,623	29,930	27,968	1,601	23,116	23,252	(136)	-1%	27,968
Service charges - refuse revenue		25,881	28,273	24,961	1,403	20,562	20,642	(80)	0%	24,961
Rental of facilities and equipment		5,756	5,948	5,146	322	3,611	3,760	(149)	-4%	5,146
Interest earned - external investments		3,210	3,650	2,026	58	1,247	1,357	(110)	-8%	2,026
Interest earned - outstanding debtors		14,900	16,262	19,130	1,704	14,084	14,051	32	0%	19,130
Dividends received		–	–	–	–	–	–	–		–
Fines, penalties and forfeits		108,739	92,551	104,657	(9)	44	12	32	267%	104,657
Licences and permits		1,591	1,580	1,621	147	1,121	1,086	35	3%	1,621
Agency services		3,630	3,780	3,654	380	3,120	3,291	(172)	-5%	3,654
Transfers and subsidies		177,945	151,130	168,401	31,031	131,503	128,817	2,686	2%	168,401
Other revenue		11,199	8,949	7,687	1,264	8,973	6,717	2,256	34%	7,687
Gains		1,915	250	250	–	83	83	–		250
Total Revenue (excluding capital transfers and contributions)		**956,515**	**972,827**	**1,013,955**	**81,707**	**705,819**	**702,598**	**3,221**	**0%**	**1,013,955**
Expenditure By Type										
Employee related costs		279,130	290,455	295,684	20,728	204,128	204,335	(207)	0%	295,684
Remuneration of councillors		8,781	10,373	9,021	762	6,743	6,753	(10)	0%	9,021
Debt impairment		142,237	131,220	142,920	4,185	37,665	37,665	–		142,920
Depreciation & asset impairment		39,993	45,670	43,670	3	3	–	3	#DIV/0!	43,670
Finance charges		23,154	26,689	24,199	966	13,397	13,016	381	3%	24,199
Bulk purchases - electricity		199,242	229,095	231,873	23,098	163,267	156,969	6,298	4%	231,873
Inventory consumed		41,935	42,655	46,561	4,083	31,557	29,703	1,854	6%	46,561
Contracted services		161,885	133,214	159,050	19,331	109,090	108,898	192	0%	159,050
Transfers and subsidies		5,988	4,877	3,653	60	625	795	(170)	-21%	3,653
Other expenditure		51,219	57,856	56,397	6,174	44,380	39,802	4,578	12%	56,397
Losses		–	–	–	–	–	–	–		–
Total Expenditure		**953,564**	**972,105**	**1,013,029**	**79,389**	**610,855**	**597,937**	**12,918**	**2%**	**1,013,029**
Surplus/(Deficit)		**2,951**	**722**	**925**	**2,318**	**94,964**	**104,661**	**(9,697)**	**(0)**	**925**
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		46,419	47,684	54,801	2,079	16,814	18,691	(1,878)	(0)	54,801
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions)		–	–	–	–	–	–	–		–
Transfers and subsidies - capital (in-kind - all)		1,169	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions		**50,539**	**48,406**	**55,726**	**4,397**	**111,778**	**123,353**			**55,726**
Taxation		–	–	–	–	–	–	–		–
Surplus/(Deficit) after taxation		**50,539**	**48,406**	**55,726**	**4,397**	**111,778**	**123,353**			**55,726**
Attributable to minorities		–	–	–	–	–	–			–
Surplus/(Deficit) attributable to municipality		**50,539**	**48,406**	**55,726**	**4,397**	**111,778**	**123,353**			**55,726**
Share of surplus/ (deficit) of associate		–	–	–	–	–	–			–
Surplus/ (Deficit) for the year		**50,539**	**48,406**	**55,726**	**4,397**	**111,778**	**123,353**			**55,726**

Table C5: Capital Expenditure (Municipal Vote, Standard Classification and Funding)

WC048 Knysna - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M09 March

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 14 - CAPITAL SUSPENSE (28: CS)		–	–	–	–	–	–	–		–
Vote 15 - 1. Executive AND Council (110: CS)		–	–	–	–	–	–	–		–
Vote 16 - 2. Corporate (120: CS)		–	–	–	–	–	–	–		–
Vote 17 - 3. Finance (130: CS)		–	–	–	–	–	–	–		–
Vote 18 - 5. Planning (150: CS)		–	–	–	–	–	–	–		–
Vote 19 - 6. Community (160: CS)		–	–	–	–	–	–	–		–
Vote 20 - 7. Electricity (170: CS)		–	–	–	–	–	–	–		–
Vote 21 - 8. Technical (180: CS)		–	–	–	–	–	–	–		–
Vote 22 - 9. Housing Services (190: CS)		–	–	–	–	–	–	–		–
Total Capital Multi-year expenditure	4,7	–	–	–	–	–	–	–		–
Single Year expenditure appropriation	2									
Vote 14 - CAPITAL SUSPENSE (28: CS)		–	–	–	–	–	–	–		–
Vote 15 - 1. Executive AND Council (110: CS)		–	–	–	–	–	–	–		–
Vote 16 - 2. Corporate (120: CS)		–	–	–	–	–	–	–		–
Vote 17 - 3. Finance (130: CS)		–	7,238	7,876	72	3,866	4,262	(396)	-9%	7,876
Vote 18 - 5. Planning (150: CS)		–	58,617	59,089	4,968	19,431	23,012	(3,581)	-16%	59,089
Vote 19 - 6. Community (160: CS)		–	3,740	5,724	0	2,609	2,986	(376)	-13%	5,724
Vote 20 - 7. Electricity (170: CS)		–	13,250	17,898	1,380	7,455	8,330	(875)	-11%	17,898
Vote 21 - 8. Technical (180: CS)		–	46,145	53,270	1,275	22,242	25,892	(3,650)	-14%	53,270
Vote 22 - 9. Housing Services (190: CS)		–	14,655	14,117	381	3,802	6,095	(2,293)	-38%	14,117
Total Capital single-year expenditure	4	–	143,644	157,973	8,076	59,404	70,576	(11,172)	-16%	157,973
Total Capital Expenditure		–	143,644	157,973	8,076	59,404	70,576	(11,172)	-16%	157,973
Capital Expenditure - Functional Classification										
Governance and administration		–	7,238	7,876	72	3,866	4,262	(396)	-9%	7,876
Executive and council		–	–	–	–	–	–	–		–
Finance and administration		–	7,238	7,876	72	3,866	4,262	(396)	-9%	7,876
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		–	18,395	19,841	381	6,411	9,081	(2,669)	-29%	19,841
Community and social services		–	990	1,721	0	348	523	(176)	-34%	1,721
Sport and recreation		–	1,450	2,220	–	1,063	1,117	(54)	-5%	2,220
Public safety		–	1,300	1,784	–	1,200	1,346	(146)	-11%	1,784
Housing		–	14,655	14,117	381	3,802	6,095	(2,293)	-38%	14,117
Health		–	–	–	–	–	–	–		–
Economic and environmental services		–	58,617	59,089	4,968	19,431	23,012	(3,581)	-16%	59,089
Planning and development		–	600	922	25	333	380	(48)	-13%	922
Road transport		–	58,017	58,167	4,943	19,098	22,632	(3,533)	-16%	58,167
Environmental protection		–	–	–	–	–	–	–		–
Trading services		–	59,395	71,167	2,654	29,696	34,222	(4,525)	-13%	71,167
Energy sources		–	13,250	17,898	1,380	7,455	8,330	(875)	-11%	17,898
Water management		–	23,701	35,797	1,090	18,873	21,572	(2,699)	-13%	35,797
Waste water management		–	19,584	9,984	185	3,369	4,320	(951)	-22%	9,984
Waste management		–	2,860	7,489	–	–	–	–		7,489
Other		–	–	–	–	–	–	–		–
Total Capital Expenditure - Functional Classification	3	–	143,644	157,973	8,076	59,404	70,576	(11,172)	-16%	157,973
Funded by:										
National Government		–	34,830	39,472	1,698	12,714	15,974	(3,261)	-20%	39,472
Provincial Government		–	12,855	15,329	381	3,515	5,933	(2,418)	-41%	15,329
District Municipality		–	–	–	–	–	–	–		–
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private		–	–	–	–	–	–	–		–
Transfers recognised - capital		–	47,684	54,801	2,079	16,228	21,907	(5,678)	-26%	54,801
Borrowing	6	–	86,903	95,035	5,899	37,889	42,963	(5,074)	-12%	95,035
Internally generated funds		–	9,058	8,137	98	5,286	5,706	(420)	-7%	8,137
Total Capital Funding		–	143,644	157,973	8,076	59,404	70,576	(11,172)	-16%	157,973

Table C6: Financial Position

WC048 Knysna - Table C6 Monthly Budget Statement - Financial Position - M09 March

Description	Ref	2020/21	Budget Year 2021/22			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		27,541	74,101	10,592	20,161	10,592
Call investment deposits		14,789	–	14,789	2,731	14,789
Consumer debtors		132,896	137,278	133,609	155,736	133,609
Other debtors		103,694	83,034	115,126	65,741	115,126
Current portion of long-term receivables		4	–	4	4	4
Inventory		12,507	9,108	12,995	14,826	12,995
Total current assets		291,431	303,521	287,115	259,197	287,115
Non current assets						
Long-term receivables		3,572	2,194	2,318	2,318	2,318
Investments		4,108	10,807	4,108	(0)	4,108
Investment property		69,819	68,541	69,676	69,819	69,676
Investments in Associate		–	–	–	–	–
Property, plant and equipment		1,338,994	1,464,129	1,453,455	1,398,398	1,452,636
Biological		–	–	–	–	–
Intangible		99	80	83	99	83
Other non-current assets		17,435	17,435	17,435	17,435	17,435
Total non current assets		1,434,027	1,563,187	1,547,076	1,488,069	1,546,257
TOTAL ASSETS		1,725,459	1,866,708	1,834,191	1,747,266	1,833,373
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Borrowing		37,352	32,529	36,992	36,992	36,992
Consumer deposits		13,509	13,717	13,509	14,382	13,509
Trade and other payables		151,113	142,850	154,917	88,603	150,348
Provisions		38,858	42,577	28,695	40,123	33,264
Total current liabilities		240,833	231,674	234,113	180,100	234,113
Non current liabilities						
Borrowing		252,244	353,148	306,944	233,240	306,944
Provisions		127,050	120,435	134,378	122,353	134,378
Total non current liabilities		379,294	473,583	441,322	355,593	441,322
TOTAL LIABILITIES		620,127	705,256	675,435	535,693	675,435
NET ASSETS	2	1,105,332	1,161,452	1,158,756	1,211,573	1,157,937
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		1,052,491	1,115,952	1,158,756	1,211,573	1,158,756
Reserves		–	45,500	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	1,052,491	1,161,452	1,158,756	1,211,573	1,158,756

Table C7: Cash Flow

WC048 Knysna - Table C7 Monthly Budget Statement - Cash Flow - M09 March

Description	Ref	2020/21	Budget Year 2021/22							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		–	228,527	228,527	14,228	180,664	156,698	23,967	15%	228,527
Service charges		–	423,282	438,846	24,192	215,866	344,569	(128,703)	-37%	438,846
Other revenue		–	30,694	29,467	2,055	20,257	22,659	(2,402)	-11%	29,467
Transfers and Subsidies - Operational		–	151,130	155,794	1,101	74,552	87,440	(12,888)	-15%	155,794
Transfers and Subsidies - Capital		–	47,684	48,284	–	4,536	24,308	(19,772)	-81%	48,284
Interest		–	3,650	2,026	56	853	1,357	(504)	-37%	2,026
Dividends		–	–	–	–	–	–	–		–
Payments										
Suppliers and employees		(740,256)	(761,584)	(787,096)	(42,713)	(414,718)	(527,374)	(112,656)	21%	(787,096)
Finance charges		21,923	(26,689)	(24,199)	(965)	(15,819)	(13,016)	2,802	-22%	(24,199)
Transfers and Grants		–	(4,877)	(2,913)	(339)	(6,937)	(707)	6,230	-881%	(2,913)
NET CASH FROM/(USED) OPERATING ACTIVITIES		**(718,333)**	**91,816**	**88,736**	**(2,385)**	**59,255**	**95,933**	**36,678**	**38%**	**88,736**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		–	250	250	4	4	83	(79)	-95%	250
Decrease (increase) in non-current receivables		–	–	–		28,590	–	28,590	#DIV/0!	–
Decrease (increase) in non-current investments		–	–	–	–	(70)	–	(70)	#DIV/0!	–
Payments										
Capital assets		–	(143,644)	(157,973)	(8,076)	(67,322)	(70,576)	(3,254)	5%	(157,973)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**–**	**(143,394)**	**(157,723)**	**(8,071)**	**(38,797)**	**(70,493)**	**(31,696)**	**45%**	**(157,723)**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		–	–	–	–	–	–	–		–
Borrowing long term/refinancing		–	86,903	86,903	–	–	–	–		86,903
Increase (decrease) in consumer deposits		(947)	–	–	(61)	(1,009)	–	(1,009)	#DIV/0!	–
Payments										
Repayment of borrowing		(30,035)	(34,865)	(34,865)	(1,855)	(31,900)	(16,734)	15,166	-91%	(34,865)
NET CASH FROM/(USED) FINANCING ACTIVITIES		**(30,982)**	**52,038**	**52,038**	**(1,916)**	**(32,909)**	**(16,734)**	**16,175**	**-97%**	**52,038**
NET INCREASE/ (DECREASE) IN CASH HELD		**(749,315)**	**460**	**(16,949)**	**(12,372)**	**(12,450)**	**8,706**			**(16,949)**
Cash/cash equivalents at beginning:		(20,152)	73,641	27,541		35,342	61,290			25,381
Cash/cash equivalents at month/year end:		(769,467)	74,101	10,592		22,892	69,997			8,433

Supporting Table SC3: Debtors Age Analysis

WC048 Knysna - Supporting Table SC3 Monthly Budget Statement - aged debtors - M09 March

Description	NT Code	Budget Year 2021/22											
R thousands		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	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	6,625	3,661	2,110	1,619	1,585	1,479	38,915	712	56,706	44,309	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	1300	15,234	15,602	2,089	1,357	1,183	1,083	25,232	872	62,652	29,726	–	–
Receivables from Non-exchange Transactions - Property Rates	1400	14,681	5,143	3,135	2,542	2,245	2,037	75,329	708	105,821	82,862	–	–
Receivables from Exchange Transactions - Waste Water Management	1500	2,120	1,217	998	926	891	872	53,002	676	60,702	56,367	–	–
Receivables from Exchange Transactions - Waste Management	1600	1,879	977	795	731	680	653	45,425	528	51,667	48,016	–	–
Receivables from Exchange Transactions - Property Rental Debtors	1700	297	141	80	80	69	221	6,777	33	7,699	7,180	–	–
Interest on Arrear Debtor Accounts	1810	–	–	–	–	–	–	–	–	–	–	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–	–	–
Other	1900	98	581	124	673	1,746	48	12,019	(15,650)	(362)	(1,165)	–	–
Total By Income Source	**2000**	**40,934**	**27,322**	**9,331**	**7,927**	**8,400**	**6,393**	**256,698**	**(12,121)**	**344,884**	**267,297**	–	–
2020/21 - totals only		**37,309**	**13,989**	**9,744**	**6,610**	**6,389**	**6,402**	**57,343**	**149,545**	**287,333**	**226,290**	0	0
Debtors Age Analysis By Customer Group													
Organs of State	2200	1,607	607	428	384	313	251	3,100	(494)	6,196	3,555	–	–
Commercial	2300	14,413	16,544	2,406	1,941	1,911	1,716	70,756	(2,721)	106,967	73,603	–	–
Households	2400	24,913	10,171	6,497	5,602	6,176	4,426	182,842	(8,907)	231,721	190,139	–	–
Other	2500	–	–	–	–	–	–	–	–	–	–	–	–
Total By Customer Group	**2600**	**40,934**	**27,322**	**9,331**	**7,927**	**8,400**	**6,393**	**256,698**	**(12,121)**	**344,884**	**267,297**	–	–

Supporting Table SC4: Creditors Age Analysis

WC048 Knysna - Supporting Table SC4 Monthly Budget Statement - aged creditors - M09 March

Description	NT Code	Budget Year 2021/22									Prior year totals for chart (same period)
R thousands		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	6,756	–	–	–	–	–	–	–	6,756	9
Bulk Water	0200	–	–	–	–	–	–	–	–	–	–
PAYE deductions	0300	–	–	–	–	–	–	–	–	–	–
VAT (output less input)	0400	–	–	–	–	–	–	–	–	–	–
Pensions / Retirement deductions	0500	–	–	–	–	–	–	–	–	–	–
Loan repayments	0600	–	–	–	–	–	–	–	–	–	–
Trade Creditors	0700	4,184	–	–	–	–	–	–	–	4,184	5,259
Auditor General	0800	–	–	–	–	–	–	–	–	–	–
Other	0900	–	–	–	–	–	–	–	–	–	–
Total By Customer Type	1000	10,940	–	–	–	–	–	–	–	10,940	5,268

Supporting Table SC5: Investment Portfolio

WC048 Knysna - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M09 March

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Interest Rate ▪	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands		Yrs/Months								
Municipality										
Call Facility										
Investec (own Funds	021941-501	Call	Call Deposit	3.35%	Call Deposit		–	–	–	–
Nedbank - Business (Ceded to DBSA)	03/7881531940/54	Call	Call Deposit	3.40%	Call Deposit	0			–	0
Nedbank - Business (Own Funds)	03/7881165855/01	Call	Call Deposit	3.40%	Call Deposit	(0)	–	–	–	(0)
Nedbank - Equitable Share: Ptn of July 2016	03/7881068957/11	Call	Call Deposit	3.40%	Call Deposit	0	–	–	–	0
Investec - (Ceded to DBSA)	021941-500	Call	Call Deposit	3.50%	Call Deposit	0			–	0
Investec - (Own Funds)	021941-503	Call	Call Deposit	3.35%	Call Deposit	2,704	9	–	–	2,713
Nedbank - CRR	03/7881158212/01	Call	Call Deposit	3.40%	Call Deposit	18	0	–	–	18
Nedbank - Unspent Loans 2019/20	03/7881078170/10	Call	Call Deposit	3.40%	Call Deposit	0	–	–	–	0
ABSA - Unspent Loans 2019/20	9358768030	Call	Call Deposit	4.20%	Call Deposit	(0)	–	–	–	(0)
STD - Unspent Loans 2019/20	288567420-023	Call	Call Deposit	3.45%	Call Deposit	0	–	–	–	0
ABSA - Grants	9359187403	Call	Call Deposit	4.20%	Call Deposit	0	–	–	–	0
Standard Bank - MIG2020/21: July 2020	288567420-026	Call	Call Deposit	3.45%	Call Deposit	(0)	–	–	–	(0)
Standard Bank - NDPG 2020/21: July 2020	288567420-027	Call	Call Deposit	3.45%	Call Deposit	(0)	–	–	–	(0)
Standard Bank - FMG-2020/21 Unspent	288567420-028	Call	Call Deposit	3.50%	Call Deposit	(0)	–	–	–	(0)
						(0)		–	–	(0)
Term Deposit 30 Days						–	–	–	–	–
Municipality sub-total						2,722	9	–	–	2,731
Entities										
Entities sub-total						–		–	–	–
TOTAL INVESTMENTS AND INTEREST	2					2,722	9	–	–	2,731

Supporting Table SC6: Transfers and Grant Receipts

WC048 Knysna - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M09 March

Description	Ref	2020/21	Budget Year 2021/22							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		–	107,777	107,777	24,978	101,240	33,623	67,617	201.1%	107,777
Local Government Equitable Share		–	98,572	98,572	24,643	98,572	32,857	65,715	200.0%	98,572
Local Government Financial Management Grant		–	1,550	1,550	–	1,550	158	1,392	880.7%	1,550
Water Services Operating Subsidy		–	–	–	–	–	–	–		–
Energy Efficiency and Demand Side Management		–	–	–	–	–	–	–		–
Integrated National Electrification (INEP)		–	–	–	–	–	–	–		–
CoGTA: Municipal Infrastructure Grant (MIG)	3	–	4,567	4,567		–	328	(328)	-100.0%	4,567
Expanded Public Works Programme Integrated Grant		–	1,118	1,118	335	1,118	280	838	299.3%	1,118
Neighbourhood Development Partnership Grant		–	1,304	1,304	–	–	–	–		1,304
WSIG		–	666	666	–	–	–	–		666
Provincial Government:		–	43,112	44,212	7,977	32,049	11,793	18,646	158.1%	44,212
Disaster and Emergency Services		–	–	–	–	–	–	–		–
Title Deeds Restoration		–	–	–	–	–	–			–
LG&H: Community Development Worker		–	57	57		57	–	57	#DIV/0!	57
LG&H: Integrated Housing & Human Settlements	4	–	33,802	33,802	6,767	19,461	11,312	8,150	72.0%	33,802
CA: Library Conditional Operational		–	8,493	8,493		10,921	481	10,440	2168.9%	8,493
Financial management Capacity Building Grant		–	250	250	–	–	–			250
Forensic Grant					–	400				
Financial Management Support (WC FMGSG)		–	510	510	–	–	–			510
PW: Maintenance & Construction of Transport Infrastructure		–	–	–	–	–	–			–
Maintenance of Proclaimed Roads					110	110				
Municipal Public Employment Support		–	–	1,100	1,100	1,100	–			1,100
		–	–	–	–	–	–	–		–
Other grant providers:		–	240	240	–	–	240	(240)	-100.0%	240
Nedbank SMME Incubator Programme		–	240	240	–	–	240	(240)	-100.0%	240
Non-profit institutions:Unspecified		–	–	–	–	–	–			–
Total Operating Transfers and Grants	5	–	151,130	152,230	32,955	133,289	45,656	86,023	188.4%	152,230
Capital Transfers and Grants										
National Government:		–	34,830	34,830	12,152	39,567	9,531	14,929	156.6%	39,472
CoGTA: Municipal Infrastructure Grant (MIG)		–	21,693	21,693	10,152	24,460	9,531	14,929	156.6%	–
Energy Efficiency and Demand Side Management		–	–	–	–	–	–			21,693
Integrated National Electrification (INEP)		–	–	–	–	–	–			8,696
Neighbourhood Development Partnership Grant		–	8,696	8,696		10,000	–			9,083
WSIG		–	4,441	4,441	2,000	5,107	–			–
Provincial Government:		–	12,855	13,255	–	981	1,842	(862)	-46.8%	12,855
LG&H: Integrated Housing & Human Settlements		–	12,855	12,855		581	1,842	(1,262)	-68.5%	12,855
Municipal Intervention Grant		–	–	400		400	–			–
		–	–	–	–	–	–			–
		–	–	–	–	–	–			–
		–	–	–	–	–	–			–
0		–	–	–	–	–	–	–		–
0		–	–	–	–	–	–	–		–
0		–	–	–	–	–	–	–		–
0		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total Capital Transfers and Grants	5	–	47,684	48,084	12,152	40,548	11,373	14,068	123.7%	52,327
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	–	198,814	200,314	45,107	173,837	57,029	100,091	175.5%	204,556

Supporting Table SC7(1): Transfers and Grant Expenditure

WC048 Knysna - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M09 March										
		2020/21	Budget Year 2021/22							
Description	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		–	107,777	107,777	25,310	101,658	33,623	67,220	199.9%	107,777
Local Government Equitable Share		–	98,572	98,572	24,643	98,572	32,857	65,715	200.0%	98,572
Local Government Financial Management Grant		–	1,550	1,550	205	678	158	520	328.8%	1,550
Water Services Operating Subsidy		–	–	–	–	–	–	–		–
Energy Efficiency and Demand Side Management		–	–	–	–	–	–	–		–
Integrated National Electrification (INEP)		–	–	–	–	–	–	–		–
CoGTA: Municipal Infrastructure Grant (MIG)		–	4,567	4,567	375	1,314	328	986	300.3%	4,567
Expanded Public Works Programme Integrated Grant		–	1,118	1,118	86	973	280			1,118
Neighbourhood Development Partnership Grant		–	1,304	1,304		–	–			1,304
WSIG		–	666	666	–	122	–			666
Provincial Government:		–	43,112	43,112	6,264	27,381	11,793	14,771	125.3%	42,862
Disaster and Emergency Services		–	–	–	–	–	–	–		–
Title Deeds Restoration		–	–	–	–	–	–	–		–
LG&H: Community Development Worker		–	57	57	5	51	–	51	#DIV/0!	57
LG&H: Integrated Housing & Human Settlements		–	33,802	33,802	4,585	17,042	11,312	5,730	50.7%	33,802
CA: Library Conditional Operational		–	8,493	8,493	967	9,472	481	8,990	1867.8%	8,493
Financial management Capacity Building Grant		–	250	250		–	–	–		–
Financial Management Support (WC FMGSG)		–	510	510	–	–	–	–		510
Maintenance of Proclaimed Roads						110				
Forensic Investigation					150	150				
TRP					557	557				
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	240	240	14	69	240	(171)	-71.3%	240
Nedbank SMME Incubator Programme		–	240	240	14	69	240	(171)	-71.3%	240
Non-profit institutions:Unspecified		–	–	–	–	–	–	–		–
		–	–	–	–	–	–	–		–
Total operating expenditure of Transfers and Grants:		–	151,130	151,130	31,588	129,108	45,656	83,451	182.8%	151,130
Capital expenditure of Transfers and Grants										
National Government:		–	34,830	34,830	1,698	14,050	9,531	4,519	47.4%	34,830
CoGTA: Municipal Infrastructure Grant (MIG)		–	21,693	21,693	1,698	8,258	9,531	(9,531)	-100.0%	21,693
Energy Efficiency and Demand Side Management		–	–	–	–	–	–	–		–
Integrated National Electrification (INEP)		–	–	–	–	–	–	–		–
Neighbourhood Development Partnership Grant		–	8,696	8,696		292	–	–		8,696
WSIG		–	4,441	4,441		5,500	–	1,789	#DIV/0!	4,441
							–			
Provincial Government:		–	12,855	12,855	–	722	1,842	(1,120)	-60.8%	12,855
LG&H: Integrated Housing & Human Settlements		–	12,855	12,855	381	5,085	1,842	(1,120)	-60.8%	12,855
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total capital expenditure of Transfers and Grants		–	47,684	47,684	1,698	14,772	11,373	3,399	29.9%	47,684
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		–	198,814	198,814	33,286	143,880	57,029	86,850	152.3%	198,814

Supporting Table SC7(2): Expenditure against Approved Roll-overs

WC048 Knysna - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M09 March

Description	Ref	Budget Year 2021/22				
R thousands		Approved Rollover 2020/21	Monthly actual	YearTD actual	YTD variance	YTD variance %
EXPENDITURE						
Operating expenditure of Approved Roll-overs						
National Government:		–	–	–	–	
Local Government Equitable Share					–	
Local Government Financial Management Grant					–	
Water Services Operating Subsidy					–	
Energy Efficiency and Demand Side Management					–	
Integrated National Electrification (INEP)					–	
CoGTA: Municipal Infrastructure Grant (MIG)					–	
Disaster and Emergency Services					–	
Title Deeds Restoration		–	–	–	–	
LG&H: Community Development Worker					–	
CA: Library Conditional Operational					–	
Financial management Capacity Building Grant					–	
Forensic Grant					–	
Financial Management Support (WC FMGSG)					–	
Municipal Public Employment Support		–	–	–	–	
					–	
					–	
		–	–	–	–	
					–	
Other grant providers:					–	
Total operating expenditure of Approved Roll-overs		–	–	–	–	
Capital expenditure of Approved Roll-overs						
Neighbourhood Development Partnership Grant		–	–	–	–	
WSIG					–	
					–	
Provincial Government:					–	
LG&H: Integrated Housing & Human Settlements					–	
Municipal Intervention Grant					–	
					–	
		–	–	–	–	
					–	
Other grant providers:					–	
		–	–	–	–	
					–	
					–	
		–	–	–	–	
					–	
References					–	
Total capital expenditure of Approved Roll-overs		–	–	–	–	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS		–	–	–	–	

Supporting Table SC8: Councillor and Staff Benefits

WC048 Knysna - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M09 March

Summary of Employee and Councillor remuneration R thousands	Ref	2020/21 Audited Outcome	Budget Year 2021/22 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		6,628	8,086	7,028	599	5,201	5,216	(16)	0%	7,028
Pension and UIF Contributions		361	414	393	38	293	291	2	1%	393
Medical Aid Contributions		90	100	143	14	100	100	(1)	-1%	143
Motor Vehicle Allowance		646	716	316	20	275	270	5	2%	316
Cellphone Allowance		669	760	683	55	529	529	(1)	0%	683
Housing Allowances		–	–	–	–	–	–	–		–
Other benefits and allowances		265	298	133	6	117	117	0	0%	133
Sub Total - Councillors		**8,659**	**10,373**	**8,697**	**732**	**6,513**	**6,524**	**(11)**	**0%**	**8,697**
% increase	4		**19.8%**	**0.4%**						**0.4%**
Senior Managers of the Municipality	3									
Basic Salaries and Wages		4,748	5,155	3,096	140	2,235	2,299	(65)	-3%	3,096
Pension and UIF Contributions		577	376	390	13	279	289	(10)	-3%	390
Medical Aid Contributions		178	139	125	5	93	95	(2)	-2%	125
Overtime		–	–	–	–	–	–	–		–
Performance Bonus		900	702	702	–	–	–	–		702
Motor Vehicle Allowance		793	574	446	19	332	344	(11)	-3%	446
Cellphone Allowance		30	23	13	–	13	13	–		13
Housing Allowances		78	72	4	–	4	4	–		4
Other benefits and allowances		133	74	92	5	67	68	(2)	-2%	92
Payments in lieu of leave		–	–	–	–	–	–	–		–
Long service awards		–	–	–	–	–	–	–		–
Post-retirement benefit obligations	2	–	–	–	–	–	–	–		–
Sub Total - Senior Managers of Municipality		**7,438**	**7,116**	**4,868**	**181**	**3,023**	**3,112**	**(90)**	**-3%**	**4,868**
% increase	4		**-4.3%**	**-34.6%**						**-34.6%**
Other Municipal Staff										
Basic Salaries and Wages		155,689	174,972	167,419	13,033	119,614	120,091	(477)	0%	167,419
Pension and UIF Contributions		28,281	30,857	29,514	2,375	21,953	22,033	(80)	0%	29,514
Medical Aid Contributions		12,449	15,849	12,783	1,021	9,410	9,463	(53)	-1%	12,783
Overtime		24,013	13,159	25,351	2,235	19,060	18,747	313	2%	25,351
Performance Bonus		12,937	13,224	12,398	(15)	12,386	12,398	(12)	0%	12,398
Motor Vehicle Allowance		7,887	7,151	7,211	622	5,394	5,399	(5)	0%	7,211
Cellphone Allowance		–	–	–	–	–	–	–		–
Housing Allowances		2,967	3,005	2,403	214	1,762	1,763	(0)	0%	2,403
Other benefits and allowances		7,733	6,850	15,465	782	8,994	8,796	198	2%	15,465
Payments in lieu of leave		1,491	3,726	3,726	280	2,533	2,533	–		3,726
Long service awards		2,312	2,744	2,744	–	–	–	–		2,744
Post-retirement benefit obligations	2	15,932	11,802	11,802	–	–	–	–		11,802
Sub Total - Other Municipal Staff		**271,692**	**283,339**	**290,816**	**20,547**	**201,105**	**201,223**	**(118)**	**0%**	**290,816**
% increase	4		**4.3%**	**7.0%**						**7.0%**
Total Parent Municipality		**287,789**	**300,828**	**304,381**	**21,460**	**210,641**	**210,859**	**(218)**	**0%**	**304,381**
Unpaid salary, allowances & benefits in arrears:										
Total Municipal Entities		–	–	–	–	–	–	–		–
TOTAL SALARY, ALLOWANCES & BENEFITS		**287,789**	**300,828**	**304,381**	**21,460**	**210,641**	**210,859**	**(218)**	**0%**	**304,381**
% increase	4		**4.5%**	**5.8%**						**5.8%**
TOTAL MANAGERS AND STAFF		**279,130**	**290,455**	**295,684**	**20,728**	**204,128**	**204,335**	**(207)**	**0%**	**295,684**

Supporting Table SC9: Monthly targets for Cash Receipts and Payments

WC048 Knysna - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M09 March

Description	Ref	Budget Year 2021/22												2021/22 Medium Term Revenue & Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year	Budget Year	Budget Year
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	2021/22	+1 2022/23	+2 2023/24
Cash Receipts By Source																
Property rates		13,056	33,172	40,411	18,608	16,254	14,733	15,442	14,760	14,228	–	–	47,862	228,527	237,976	253,517
Service charges - electricity revenue		14,024	12,444	20,604	16,634	13,456	15,381	14,256	16,450	15,591	15,024	15,024	142,431	311,317	344,352	394,478
Service charges - water revenue		4,509	4,948	5,640	4,665	4,304	4,306	4,680	5,575	5,665	–	–	25,209	69,502	69,091	72,948
Service charges - sanitation revenue		1,289	2,542	2,854	1,691	1,592	1,393	1,700	1,443	1,467	–	–	14,006	29,975	31,673	33,497
Service charges - refuse		1,412	2,686	3,278	1,709	1,710	1,536	1,462	1,504	1,468	–	–	11,287	28,053	29,635	31,336
Rental of facilities and equipment		262	241	239	244	386	472	506	400	157	3	3	3,218	6,132	6,422	6,768
Interest earned - external investments		59	123	70	102	127	127	130	58	56	168	168	837	2,026	4,000	4,700
Interest earned - outstanding debtors		59	123	70	102	127	127	130	58	56	168	168	837	2,026	4,000	4,700
Dividends received		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits		1,317	1,131	712	5	11	1	4	15	3	–	–	5,952	9,152	10,861	11,437
Licences and permits		121	108	112	120	131	84	119	114	147	112	109	343	1,621	1,683	1,794
Agency services		112	126	125	122	132	123	133	146	180	101	161	2,194	3,654	4,082	4,409
Transfers and Subsidies - Operational		40,797	1	2	2	1	32,638	10	2	1,101	–	150	81,091	155,794	185,116	173,761
Other revenue		536	805	791	1,084	1,217	776	2,302	1,172	1,477	534	534	(2,320)	8,907	9,221	9,493
Cash Receipts by Source		**77,554**	**58,451**	**74,907**	**45,088**	**39,448**	**71,695**	**40,875**	**41,697**	**41,597**	**16,109**	**16,316**	**332,948**	**856,685**	**938,113**	**1,002,837**
Other Cash Flows by Source													–			
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		4,536	–	–	–	–	–	–	–	–	–	–	43,748	48,284	61,739	70,226
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Proceeds on Disposal of Fixed and Intangible Assets		–	–	–	–	–	–	–	–	4	–	–	246	250	250	250
Short term loans		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing		–	–	–	–	–	–	–	–	–	–	–	86,903	86,903	70,120	70,000
Increase (decrease) in consumer deposits		33	(25)	87	123	–	(44)	(1,050)	(73)	(61)	–	–	1,009	–	–	–
Decrease (increase) in non-current receivables		–	22,546	–	6,044	–	–	–	–	–	–	–	(28,590)	–	–	–
Decrease (increase) in non-current investments		(12)	(12)	(11)	(35)	–	–	–	–	–	–	–	70	–	–	–
Total Cash Receipts by Source		**82,112**	**80,961**	**74,983**	**51,221**	**39,448**	**71,651**	**39,825**	**41,624**	**41,541**	**16,109**	**16,316**	**436,332**	**992,122**	**1,070,222**	**1,143,313**

Cash Payments by Type													–			
Employee related costs		17,481	19,579	19,487	22,858	33,819	22,292	22,679	21,696	20,701	(20,922)	(20,922)	(444,231)	(285,482)	(309,273)	(329,111)
Remuneration of councillors		758	758	388	757	629	783	753	757	755	–	–	(6,337)	–	–	–
Interest paid		377	766	2,910	–	2	9,911	638	248	966	(1)	(1)	(40,016)	(24,199)	(27,833)	(29,054)
Bulk purchases - Electricity		152	–	–	–	–	–	–	–	–	–	–	(232,025)	(231,873)	(275,557)	(319,227)
Acquisitions - water & other inventory		–	–	–	–	–	–	–	–	–	(2,505)	(2,201)	(41,855)	(46,561)	(29,393)	(30,719)
Contracted services		1,283	7,483	26,906	13,115	15,848	11,123	15,016	10,217	19,165	(18,362)	(16,707)	(244,137)	(159,050)	(181,539)	(173,227)
Grants and subsidies paid - other municipalities		–	–	–	–	1,583	59	226	2,086	279	–	–	(4,232)	–	–	–
Grants and subsidies paid - other		5	3	65	1,275	1,196	19	11	70	60	–	–	(5,618)	(2,913)	(2,155)	(2,258)
General expenses		6,662	8,416	31,528	3,984	3,275	4,436	3,321	4,092	6,174	–	–	(136,015)	(64,129)	(65,219)	(68,540)
Cash Payments by Type		**28,476**	**40,459**	**82,169**	**44,849**	**59,882**	**52,461**	**38,420**	**35,825**	**44,018**	**(41,790)**	**(39,831)**	**(1,154,467)**	**(814,208)**	**(890,969)**	**(952,137)**
Other Cash Flows/Payments by Type																
Capital assets		1,960	5,773	14,117	6,625	12,751	8,301	4,762	4,957	8,076	21,283	21,283	48,085	157,973	141,739	151,227
Repayment of borrowing		1,010	1,843	877	–	–	22,808	2,628	879	1,855	–	–	(66,765)	(34,865)	(43,345)	(50,329)
Other Cash Flows/Payments		67,313	23,198	(32,748)	(17,130)	(5,647)	(11,873)	11,068	5,455	(29,602)	–	–	(10,033)	–	–	–
Total Cash Payments by Type		**98,759**	**71,273**	**64,416**	**34,344**	**66,985**	**71,697**	**56,878**	**47,117**	**24,346**	**(20,507)**	**(18,548)**	**(1,183,180)**	**(691,099)**	**(792,575)**	**(851,239)**
NET INCREASE/(DECREASE) IN CASH HELD		**(16,647)**	**9,688**	**10,567**	**16,877**	**(27,537)**	**(46)**	**(17,053)**	**(5,493)**	**17,195**	**36,616**	**34,864**	**1,619,513**	**1,683,222**	**1,862,797**	**1,994,553**
Cash/cash equivalents at the month/year beginning:		35,342	18,695	28,382	38,949	55,826	28,289	28,243	11,190	5,697	(65,570)	(63,153)	(28,289)	25,381	64,270	49,190
Cash/cash equivalents at the month/year end:		18,695	28,382	38,949	55,826	28,289	28,243	11,190	5,697	22,892	(28,954)	(28,289)	1,591,223	1,708,603	1,927,068	2,043,743

Supporting Table SC13(a): Capital Expenditure on New Assets

WC048 Knysna - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M09 March

Description	Ref	2020/21	Budget Year 2021/22							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		–	19,500	24,451	470	12,813	15,088	2,275	15.1%	24,451
Roads Infrastructure		–	–	–	–	–	–	–		–
Storm water Infrastructure		–	–	–	–	–	–	–		–
Electrical Infrastructure		–	10,250	14,636	470	7,721	9,033	1,312	14.5%	14,636
MV Networks		–	6,750	9,286	470	6,158	6,587	430	6.5%	9,286
LV Networks		–	3,500	5,200	–	1,564	2,446	883	36.1%	5,200
Capital Spares		–	–	150	–	–	–	–		150
Water Supply Infrastructure		–	5,900	8,242	–	4,730	5,390	660	12.2%	8,242
Dams and Weirs		–	–	1,309	–	635	804	169	21.0%	1,309
Pump Stations		–	–	623	–	–	–	–		623
Water Treatment Works		–	1,650	2,060	–	388	806	418	51.8%	2,060
Capital Spares		–	4,250	4,250	–	3,707	3,780	73	1.9%	4,250
Sanitation Infrastructure		–	2,400	676	–	107	250	142	57.0%	676
Pump Station		–	–	–	–	–	–	–		–
Reticulation		–	2,400	676	–	107	250	142	57.0%	676
Solid Waste Infrastructure		–	–	–	–	–	–	–		–
Rail Infrastructure		–	500	500	–	93	195	102	52.1%	500
Drainage Collection		–	500	500	–	93	195	102	52.1%	500
Coastal Infrastructure		–	–	–	–	–	–	–		–
Information and Communication Infrastructure		–	450	396	–	161	219	59	26.8%	396
Data Centres		–	450	396	–	161	219	59	26.8%	396
Community Assets		–	900	679	–	–	–	–		679
Community Facilities		–	900	679	–	–	–	–		679
Halls		–	–	179	–	–	–	–		179
Taxi Ranks/Bus Terminals		–	900	500	–	–	–	–		500
Sport and Recreation Facilities		–	–	–	–	–	–	–		–
Heritage assets		–	–	–	–	–	–	–		–
Investment properties		–	–	–	–	–	–	–		–
Revenue Generating		–	–	–	–	–	–	–		–
Non-revenue Generating		–	–	–	–	–	–	–		–
Other assets		–	14,655	14,117	381	3,802	6,095	2,293	37.6%	14,117
Operational Buildings		–	–	–	–	–	–	–		–
Housing		–	14,655	14,117	381	3,802	6,095	2,293	37.6%	14,117
Social Housing		–	14,655	14,117	381	3,802	6,095	2,293	37.6%	14,117
Biological or Cultivated Assets		–	–	–	–	–	–	–		–
Biological or Cultivated Assets		–	–	–	–	–	–	–		–
Intangible Assets		–	–	–	–	–	–	–		–
Servitudes		–	–	–	–	–	–	–		–
Licences and Rights		–	–	–	–	–	–	–		–
Computer Equipment		–	505	630	56	348	363	15	4.1%	630
Computer Equipment		–	505	630	56	348	363	15	4.1%	630
Furniture and Office Equipment		–	903	1,102	16	77	238	161	67.6%	1,102
Furniture and Office Equipment		–	903	1,102	16	77	238	161	67.6%	1,102
Machinery and Equipment		–	1,800	2,157	25	1,088	1,339	251	18.7%	2,157
Machinery and Equipment		–	1,800	2,157	25	1,088	1,339	251	18.7%	2,157
Transport Assets		–	7,710	16,294	–	5,125	5,125	–		16,294
Transport Assets		–	7,710	16,294	–	5,125	5,125	–		16,294
Land		–	–	–	–	–	–	–		–
Land		–	–	–	–	–	–	–		–
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–		–
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–		–
Total Capital Expenditure on new assets	1	–	45,972	59,428	948	23,254	28,249	4,995	17.7%	59,428

Supporting Table SC13(b): Capital Expenditure on Renewal of Existing Assets

WC048 Knysna - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M09 March

Description	Ref	2020/21	Budget Year 2021/22							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		–	38,555	39,819	2,188	11,742	14,594	2,853	19.5%	39,819
Roads Infrastructure		–	37,055	38,058	2,188	11,717	14,425	2,709	18.8%	38,058
Roads		–	37,055	38,058	2,188	11,717	14,425	2,709	18.8%	38,058
Storm water Infrastructure		–	–	400	–	–	–	–		400
Drainage Collection		–	–	400	–	–	–	–		400
Electrical Infrastructure		–	–	–	–	–	–	–		–
Water Supply Infrastructure		–	1,500	1,361	–	25	169	144	85.4%	1,361
Water Treatment Works		–	1,500	600	–	25	169	144	85.4%	600
Bulk Mains		–	–	–	–	–	–	–		–
Distribution		–	–	761	–	–	–	–		761
Community Assets		–	1,650	1,708	–	1,708	1,708	–		1,708
Sport and Recreation Facilities		–	1,650	1,708	–	1,708	1,708	–		1,708
Capital Spares		–	1,650	1,708	–	1,708	1,708	–		1,708
Heritage assets		–	–	–	–	–	–	–		–
Investment properties		–	–	–	–	–	–	–		–
Revenue Generating		–	–	–	–	–	–	–		–
Other assets		–	800	800	–	–	–	–		800
Operational Buildings		–	–	–	–	–	–	–		–
Housing		–	800	800	–	–	–	–		800
Staff Housing		–	800	800	–	–	–	–		800
Total Capital Expenditure on renewal of existing ass	1	–	41,005	42,327	2,188	13,449	16,302	2,853	17.5%	42,327

Supporting Table SC13(c): Expenditure on Repairs & Maintenance

WC048 Knysna - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M09 March

Description	Ref	2020/21	Budget Year 2021/22							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		**35,673**	**35,519**	**35,448**	**5,515**	**35,033**	**28,830**	**(6,203)**	**-21.5%**	**35,448**
Roads Infrastructure		5,562	6,400	7,009	714	5,280	5,702	422	7.4%	7,009
Roads		5,531	6,357	6,989	714	5,280	5,696	417	7.3%	6,989
Capital Spares		31	43	21	–	–	5	5	100.0%	21
Storm water Infrastructure		2,052	2,415	2,294	36	1,748	1,857	109	5.9%	2,294
Drainage Collection		4	–	–	–	–	–	–		–
Storm water Conveyance		2,048	2,415	2,294	36	1,748	1,857	109	5.9%	2,294
Electrical Infrastructure		11,711	11,677	10,382	1,527	8,990	7,812	(1,178)	-15.1%	10,382
Power Plants		9	0	–	–	–	–	–		–
HV Substations		2,461	1,949	2,136	80	1,992	1,968	(24)	-1.2%	2,136
HV Switching Station		100	1,208	143	9	108	110	2	1.7%	143
HV Transmission Conductors		1,301	1,208	1,527	390	1,469	1,190	(278)	-23.4%	1,527
MV Networks		5,013	4,665	3,776	761	3,151	2,361	(790)	-33.4%	3,776
LV Networks		2,828	2,647	2,800	287	2,270	2,183	(88)	-4.0%	2,800
Water Supply Infrastructure		8,486	8,559	8,544	2,615	11,887	6,783	(5,104)	-75.2%	8,544
Water Treatment Works		6,371	5,575	6,376	1,938	10,325	5,577	(4,748)	-85.1%	6,376
Capital Spares		2,115	2,985	2,169	677	1,562	1,206	(356)	-29.5%	2,169
Sanitation Infrastructure		7,762	5,893	6,406	610	6,292	5,863	(429)	-7.3%	6,406
Waste Water Treatment Works		7,762	5,893	6,406	610	6,292	5,863	(429)	-7.3%	6,406
Solid Waste Infrastructure		101	575	813	12	836	813	(24)	-2.9%	813
Landfill Sites		–	–	–	–	–	–	–		–
Waste Transfer Stations		101	575	813	12	836	813	(24)	-2.9%	813
Community Assets		**2,418**	**4,233**	**3,133**	**117**	**2,055**	**2,225**	**170**	**7.6%**	**3,133**
Community Facilities		1,881	2,962	2,135	79	1,322	1,454	132	9.1%	2,135
Halls		342	462	273	–	116	151	35	23.1%	273
Fire/Ambulance Stations		70	68	64	–	–	16	16	100.0%	64
Museums		0	117	71	3	41	46	5	11.1%	71
Libraries		355	514	187	57	159	115	(44)	-38.0%	187
Cemeteries/Crematoria		150	322	307	3	197	222	25	11.2%	307
Police		166	362	203	3	21	64	43	67.1%	203
Public Open Space		798	1,117	1,030	12	788	840	52	6.1%	1,030
Sport and Recreation Facilities		537	1,271	997	38	733	770	38	4.9%	997
Outdoor Facilities		537	1,271	997	38	733	770	38	4.9%	997
Other assets		**2,071**	**2,467**	**2,086**	**60**	**2,001**	**1,949**	**(52)**	**-2.7%**	**2,086**
Operational Buildings		1,418	1,767	1,434	55	1,365	1,312	(53)	-4.0%	1,434
Municipal Offices		252	555	282	0	168	196	28	14.4%	282
Depots		1,166	1,212	1,152	55	1,197	1,116	(81)	-7.3%	1,152
Housing		654	700	652	5	636	637	1	0.1%	652
Staff Housing		643	676	642	5	636	634	(2)	-0.3%	642
Social Housing		11	24	10	–	–	2	2	100.0%	10

Furniture and Office Equipment		0	63	6	-	1	3	1	48.3%	6
Furniture and Office Equipment		0	63	6	-	1	3	1	48.3%	6
Machinery and Equipment		-	-	-	-	-	-	-		-
Machinery and Equipment		-	-	-	-	-	-	-		-
Transport Assets		5,680	5,760	5,883	1,284	4,481	4,567	86	1.9%	5,883
Transport Assets		5,680	5,760	5,883	1,284	4,481	4,567	86	1.9%	5,883
Land		-	-	-	-	-	-	-		-
Land		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
Total Repairs and Maintenance Expenditure	1	45,843	48,043	46,556	6,976	43,572	37,573	(5,998)	-16.0%	46,556

Supporting Table SC13(d): Depreciation

WC048 Knysna - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M09 March

Description	Ref	2020/21	Budget Year 2021/22							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Depreciation by Asset Class/Sub-class										
Infrastructure		29,084	35,089	33,089	–	–	–	–		33,089
Roads Infrastructure		4,868	5,746	5,746	–	–	–	–		5,746
Roads		4,868	5,746	5,746	–	–	–	–		5,746
Storm water Infrastructure		546	774	774	–	–	–	–		774
Drainage Collection		538	747	747	–	–	–	–		747
Storm water Conveyance		8	27	27	–	–	–	–		27
Attenuation		–	–	–	–	–	–	–		–
Electrical Infrastructure		6,124	7,831	6,331	–	–	–	–		6,331
Power Plants		142	137	137	–	–	–	–		137
HV Substations		5,982	6,194	6,194	–	–	–	–		6,194
LV Networks		–	1,500	–	–	–	–	–		–
Capital Spares		–	–	–	–	–	–	–		–
Water Supply Infrastructure		10,931	12,819	12,319	–	–	–	–		12,319
Pump Stations		199	201	201	–	–	–	–		201
Water Treatment Works		4,930	5,402	5,402	–	–	–	–		5,402
Bulk Mains		–	–	–	–	–	–	–		–
Distribution		5,802	7,216	6,716	–	–	–	–		6,716
Sanitation Infrastructure		4,631	5,628	5,628	–	–	–	–		5,628
Pump Station		224	231	231	–	–	–	–		231
Reticulation		2,205	2,920	2,920	–	–	–	–		2,920
Waste Water Treatment Works		2,148	2,422	2,422	–	–	–	–		2,422
Toilet Facilities		55	55	55	–	–	–	–		55
Solid Waste Infrastructure		1,866	2,062	2,062	–	–	–	–		2,062
Landfill Sites		1,866	2,062	2,062	–	–	–	–		2,062
Information and Communication Infrastructure		118	230	230	–	–	–	–		230
Distribution Layers		118	230	230	–	–	–	–		230
Community Assets		2,073	2,475	2,475	–	–	–	–		2,475
Community Facilities		1,584	2,010	2,010	–	–	–	–		2,010
Halls		72	82	82	–	–	–	–		82
Centres		143	495	495	–	–	–	–		495
Fire/Ambulance Stations		274	285	285	–	–	–	–		285
Testing Stations		0	14	14	–	–	–	–		14
Museums		7	7	7	–	–	–	–		7
Theatres		1	3	3	–	–	–	–		3
Libraries		533	536	536	–	–	–	–		536
Cemeteries/Crematoria		21	37	37	–	–	–	–		37
Police		56	56	56	–	–	–	–		56
Purls		134	148	148	–	–	–	–		148
Public Ablution Facilities		8	10	10	–	–	–	–		10
Stalls		22	22	22	–	–	–	–		22
Taxi Ranks/Bus Terminals		313	313	313	–	–	–	–		313
Sport and Recreation Facilities		489	465	465	–	–	–	–		465
Indoor Facilities		1	12	12	–	–	–	–		12
Outdoor Facilities		488	453	453	–	–	–	–		453
Heritage assets		–	–	–	–	–	–	–		–
Investment properties		148	139	139	–	–	–	–		139
Revenue Generating		148	139	139	–	–	–	–		139
Improved Property		148	139	139	–	–	–	–		139
Other assets		627	633	633	–	–	–	–		633
Operational Buildings		627	633	633	–	–	–	–		633
Municipal Offices		627	633	633	–	–	–	–		633
Intangible Assets		18	18	18	–	–	–	–		18
Servitudes		–	–	–	–	–	–	–		–
Licences and Rights		18	18	18	–	–	–	–		18
Computer Software and Applications		18	18	18	–	–	–	–		18
Computer Equipment		1,291	2,008	2,008	–	–	–	–		2,008
Computer Equipment		1,291	2,008	2,008	–	–	–	–		2,008

Furniture and Office Equipment		1,003	1,059	1,059	–	–	–	–		1,059
Furniture and Office Equipment		1,003	1,059	1,059	–	–	–	–		1,059
Machinery and Equipment		824	919	919	3	3	–	(3)	#DIV/0!	919
Machinery and Equipment		824	919	919	3	3	–	(3)	#DIV/0!	919
Transport Assets		2,605	3,329	3,329	–	–	–	–		3,329
Transport Assets		2,605	3,329	3,329	–	–	–	–		3,329
Land		–	–	–	–	–	–	–		–
Land		–	–	–	–	–	–	–		–
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–		–
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–		–
Total Depreciation	1	37,673	45,670	43,670	3	3	–	(3)	#DIV/0!	43,670

Supporting Table SC13(e): Upgrading of Existing Assets

WC048 Knysna - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - M09

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									
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class										
Infrastructure		–	54,347	53,853	4,939	22,524	25,789	3,265	12.7%	53,853
Roads Infrastructure		–	19,763	18,611	2,755	7,049	7,873	825	10.5%	18,611
Roads		–	19,763	18,611	2,755	7,049	7,873	825	10.5%	18,611
Storm water Infrastructure		–	250	250	100	100	–	(100)	#DIV/0!	250
Drainage Collection		–	250	250	100	100	–	(100)	#DIV/0!	250
Electrical Infrastructure		–	6,000	6,200	910	2,419	2,257	(162)	-7.2%	6,200
MV Substations		–	3,500	3,700	313	1,798	2,039	240	11.8%	3,700
MV Networks		–	2,500	2,500	596	621	218	(402)	-184.4%	2,500
Water Supply Infrastructure		–	14,451	23,963	1,090	12,261	14,156	1,896	13.4%	23,963
Dams and Weirs		–	850	850	237	381	321	(60)	-18.7%	850
Pump Stations		–	560	408	–	19	101	82	81.0%	408
Water Treatment Works		–	2,000	2,000	472	1,095	967	(128)	-13.2%	2,000
Bulk Mains		–	–	–	–	–	–	–		–
Distribution		–	11,041	15,845	262	10,366	11,342	976	8.6%	15,845
Capital Spares		–	–	4,860	120	400	1,425	1,025	71.9%	4,860
Sanitation Infrastructure		–	13,884	4,829	85	695	1,502	807	53.7%	4,829
Pump Station		–	7,300	2,452	–	216	713	496	69.7%	2,452
Reticulation		–	3,317	1,758	85	335	627	292	46.6%	1,758
Waste Water Treatment Works		–	3,067	400	–	–	–	–		400
Outfall Sewers		–	200	218	–	143	162	19	11.6%	218
Community Assets		–	820	1,695	–	177	236	60	25.2%	1,695
Community Facilities		–	470	725	–	–	59	59	100.0%	725
Halls		–	350	350	–	–	–	–		350
Libraries		–	120	375	–	–	59	59	100.0%	375
Sport and Recreation Facilities		–	350	970	–	177	178	1	0.4%	970
Indoor Facilities		–	–	–	–	–	–	–		–
Outdoor Facilities		–	350	970	–	177	178	1	0.4%	970
Capital Spares		–	–	–	–	–	–	–		–
Other assets		–	1,500	500	–	–	–	–		500
Operational Buildings		–	1,500	500	–	–	–	–		500
Municipal Offices		–	1,500	500	–	–	–	–		500
Computer Equipment		–	–	170	–	–	–	–		170
Computer Equipment		–	–	170	–	–	–	–		170
Total Capital Expenditure on upgrading of existing	1	–	56,667	56,218	4,939	22,701	26,026	3,325	12.8%	56,218