



KLEINMOND

STRAATWAG / STREET WATCH

kleinmondsw@gmail.com

Annual Financial Report 2021

Comments and assumptions

- John Tanton

1. **Comparison of BUDGET 20/21 with ACTUAL 20/21**

There were significant differences between Budgeted and Actual income and expenditure due to Government regulations introduced to prevent the spread of Covid-19 causing postponement of KSRA from 2020 to 2021. Actual income was 36% below the budgeted assumption while expenditure was 46% lower than expected.

1.1 **Donations**

When compared with Actual 19/20 performance, Budget 20/21 made allowance for fewer donors contributing to the KSW fund because KSRA was expected to commence in September 2020 and voluntary contributions were then expected to cease.

1.2 **Other Income**

The budgeted R40 000 refund from KSRA from September 2020 did not materialise due to postponement of KSRA.

Budgeted return on Interest of funds invested did not materialise as official interest rates were reduced.

1.3 **Operating expenses**

There was extraordinary expenditure equipping patrollers with KSW magnetic decals for identifying patrol cars. This item also includes depreciation of equipment amounting to R6 135.

1.4 **KSRA expenses**

Budgeted expenses did not materialise due to postponement of KSRA.

1.5 **Cost of fuel**

Patrolling was suspended for six months due to Covid-19 causing a loss of momentum so that when patrolling commenced again in October some patrollers withdrew their participation, thereby reducing the number of available patrol volunteers.

2. **Budgeted performance in 2021/2022**

September 2021 marks the commencement of Kleinmond Special Rating Area and a new role for Kleinmond Street Watch. In future, all rateable Kleinmond property owners will contribute towards funding KSRA's determination to stop criminal activity in the village. The 21/22 budget has been drawn up on assumptions reflecting this change.

2.1 **Donations**

It has been assumed that voluntary donations will cease to be received after August 2021.

2.2 Refund of Seed Money by KSRA

KSW funded the creation of Kleinmond SRA NP company and, according to the Overstrand Municipality's SRA Policy, is entitled to be refunded by KSRA. The budget assumes that KSW will receive from KSRA monthly payments of R3 750 for 24 months starting September 2021.

2.3 Other income

Interest earned on KSW's cash reserves has been calculated at the rate of one twelfth of 3,5% per annum of all cash held at the start of every month.

2.4 Operating expenses

This item includes:

- a monthly payment of R100 for website maintenance
- a monthly allowance of R125 for miscellaneous expenses
- a once-off allowance of R1 500 to purchase KSW signboards
- R3 600 allowance for depreciations, and
- a half share (with Betty's Bay Neighbourhood Watch) of capital expenditure for installing cameras on the R44 in the amount of R22 000

2.5 KSRA expenses

This item includes assumed expenses remaining to complete the creation of KSRA NPC by August.

2.6 Cost of fuel

The budgeted expenditure on fuel refunding, amounting to R58 400, assumes 2 patrol vehicles per night, each being refunded R80.
