

# OBSERVATORY IMPROVEMENT DISTRICT (OBSID)

2026/27

## PROPOSED BUDGET

|                                      | As per Business Plan      | Proposed Budget           | Variance              |
|--------------------------------------|---------------------------|---------------------------|-----------------------|
|                                      | R                         | R                         | R                     |
| <b>INCOME</b>                        |                           |                           |                       |
| Income from Additional Rates         | -12,639,156 100.0%        | -13,103,103 100.0%        | -463,947 3.7%         |
| <b>TOTAL INCOME</b>                  | <b>-12,639,156 100.0%</b> | <b>-13,103,103 100.0%</b> | <b>-463,947 3.7%</b>  |
| <b>EXPENDITURE</b>                   |                           |                           |                       |
| <b>Employee Related</b>              | <b>3,354,310 26.5%</b>    | <b>2,773,582 21.2%</b>    | <b>-580,728 -4.6%</b> |
| Salaries and Wages                   | 2,620,821                 | 2,185,292                 | -435,529              |
| PAYE, UIF & SDL                      | 459,637                   | 312,185                   | -147,452              |
| Allowances: Locomotion               | 6,135                     | -                         | -6,135                |
| COVIDA                               | 47,717                    | 66,000                    | 18,283                |
| Bonus                                | 220,000                   | 210,105                   | -9,895                |
| <b>Core Business</b>                 | <b>7,310,936 57.8%</b>    | <b>8,527,706 65.1%</b>    | <b>1,216,770 9.6%</b> |
| Cleansing services                   | 405,576                   | 750,000                   | 344,424               |
| Environmental upgrading              | 207,759                   | 242,230                   | 34,471                |
| Public Safety                        | 6,145,747                 | 6,122,757                 | -22,990               |
| Public Safety - CCTV monitoring      | 146,307                   | 1,312,719                 | 1,166,412             |
| Social upliftment                    | 405,547                   | 100,000                   | -305,547              |
| <b>Depreciation</b>                  | <b>185,000 1.5%</b>       | <b>140,000 1.1%</b>       | <b>-45,000 -0.4%</b>  |
| <b>Repairs &amp; Maintenance</b>     | <b>14,101 0.1%</b>        | <b>15,000 0.1%</b>        | <b>899 0.0%</b>       |
| <b>Interest &amp; Redemption</b>     | <b>78,000 0.6%</b>        | <b>- 0.0%</b>             | <b>-78,000 -0.6%</b>  |
| <b>General Expenditure</b>           | <b>1,282,634 10.1%</b>    | <b>1,218,722 9.3%</b>     | <b>-63,912 -0.5%</b>  |
| Accounting and taxation fees         | 94,306                    | 77,048                    | -17,258               |
| Administration and management fees   | 5,141                     | 6,580                     | 1,439                 |
| Auditor's remuneration               | 29,378                    | 29,378                    | -                     |
| Bank charges                         | 17,627                    | 15,000                    | -2,627                |
| Catering & Food                      | 8,813                     | 8,813                     | -                     |
| Cleaning costs                       | 44,068                    | 60,000                    | 15,932                |
| Computer expenses                    | 44,068                    | 28,200                    | -15,868               |
| Consultants - Human Resources        | 37,101                    | -                         | -37,101               |
| Equipment hire                       | 18,138                    | 18,138                    | -                     |
| Insurance                            | -                         | 40,000                    | 40,000                |
| Marketing and promotions             | 191,092                   | 250,000                   | 58,908                |
| Minor tools & equipment              | 1,762                     | 1,762                     | -                     |
| Motor vehicle expenses               | 48,475                    | 48,475                    | -                     |
| Office rental                        | 501,673                   | 433,892                   | -67,781               |
| Office security                      | 16,427                    | 11,807                    | -4,620                |
| Postage & courier                    | 1,762                     | 1,762                     | -                     |
| Printing / stationery / photographic | 31,729                    | 27,000                    | -4,729                |
| Protective clothing                  | 25,207                    | 20,000                    | -5,207                |
| Rates & Service Accounts (only CCT)  | 88,968                    | 63,968                    | -25,000               |
| Refreshments and Teas                | 26,441                    | 26,441                    | -                     |
| Secretarial duties                   | 11,017                    | 11,017                    | -                     |
| Telecommunication                    | 26,441                    | 26,441                    | -                     |
| Training                             | 13,000                    | 13,000                    | -                     |
| <b>Capital Expenditure (PPE)</b>     | <b>35,000 0.3%</b>        | <b>35,000 0.3%</b>        | <b>- 0.0%</b>         |
| Computer Equipment                   | 15,000                    | 35,000                    | 20,000                |
| Plant and Equipment                  | 20,000                    | -                         | -20,000               |
| <b>Bad Debt Provision 3%</b>         | <b>379,175 3.0%</b>       | <b>393,093 3.0%</b>       | <b>13,918 0.1%</b>    |
| <b>TOTAL EXPENDITURE</b>             | <b>12,639,156 100.0%</b>  | <b>13,103,103 100.0%</b>  | <b>463,947 3.7%</b>   |

(SURPLUS) / SHORTFALL

|                                   |      |
|-----------------------------------|------|
| GROWTH: EXPENDITURE               | 6.3% |
| GROWTH: ADDITIONAL RATES REQUIRED | 6.3% |