



NOTICE 32/20

25 June 2020

Dear Homeowners,

The President announced the “Advanced Level 3 Regulations” last week.

Apart from personal care services, more detail is still awaited regarding other specifics and time lines. In a nutshell:



Restaurants for sit-down meals, with limited capacity



Personal care services, including hairdressers



Conferences for work purposes



Commercially licensed accommodation (but not home sharing services)



Cinemas, theatres and casinos, with limited capacity



Non-contact sports, including golf and tennis

FORECAST 2

We supplied a Finance update in Notice 29/20. Please find herewith a bit more detail to explain the situation:

	FORECAST 2	BUDGET 2020	Dev	%
INCOME:				
LEVIES RECEIVABLE				
Members	9 255 768	9 255 768	-	0,0%
Hotel	3 095 306	3 167 306	-72 000	-2,3%
AVAILABILITY CHARGE				
Members	1 520 268	1 520 268	-	0,0%
Hotel	179 053	179 052	1	0,0%
OTHER INCOME	3 199 680	4 291 434	-1 091 754	-25,4%
TOTAL INCOME	17 250 075	18 413 828	-1 163 753	-6,3%
EXPENDITURE:				
ADMINISTRATION	1 023 057	989 489	-33 568	-3,39%
WATER RETICULATION & SEWERAGE	1 187 767	1 250 749	62 982	5,04%
ESTATE MAINTENANCE	3 302 605	3 479 748	177 143	5,09%
ESTATE RUNNING COSTS	9 055 393	9 236 081	180 688	1,96%
Legal fees	80 800	60 000	-20 800	-34,67%
Marketing plan	193 443	272 192	78 749	28,93%
MAJOR MAINTENANCE EXPENDITURE	580 972	662 960	81 988	12,37%
OP EXPENDITURE	15 424 037	15 951 219	527 182	3,30%
			-	
DEPRECIATION ON ASSETS	1 758 542	1 796 291	37 749	2,10%
			-	
TOTAL EXPENDITURE	17 182 579	17 747 510	564 931	3,18%
			-	
SURPLUS/DEFICT	67 496	666 318	-598 822	-89,87%

Income

The main areas of the shortfall on the income side are due to lower interest rate expected and water & sewage income based on usage of the Hotel not expected to open this year. Lower home owner occupation rate in the latter part of the year is also expected.

Expenses

The planned savings of circa R500k is mainly achieved in the variable costs of our water plant relating to water production, lower estate maintenance and running costs. There will also be savings on marketing, major maintenance (less on landscaping projects) and depreciation due to the deferred capex spend. The increase in admin costs relates to unforeseen expenditure on Covid 19 matters.

Stay safe!

Dirk Uys

House Madalitsho says thank you!!

To whom it may concern:

Again we just want to thank for helping us by giving us a financial donation!!

It is making such a incredible difference in our day to day operations... we can focus on raising these babies and loving on them more and worry about the financial responsibilities less...

Two of the babies went for their 10week vaccinations last week...although Essie is 15weeks, because of the Lockdown we are playing catch-up with her...

Then all started sitting in their Bumbo seats and your heart melts when you hear them laugh from the bottom of their stomachs!!

We appreciate you, please feel blessed and God provide where you need... whether it is spiritual, physical or financially!

Blessings

Ps Marié Mathee

House Madalitsho

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