

**KWADUKUZA MUNICIPALITY****DEPT: FINANCE****REF: 02****COUNCIL: 28/01/2021**

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**SUBJECT: Mid-Year Budget & Performance Assessment****PURPOSE:**

To table the 2020/21 mid-year operational and capital budget assessment covering the period July 2020 to December 2020.

**DISCUSSION**

S 52(d) as well as S72 of the Municipal Finance Management Act, No 56 of 2003 compels the Accounting Officer to assess the performance of the municipality during the financial year by, amongst others, taking into account the monthly budget statements compiled in terms of S71 of the MFMA. This report must be submitted to the Mayor of the municipality, the National Treasury as well as the relevant Provincial Treasury.

**STRATEGIC & LEGAL IMPLICATIONS:**

It is important for Council to have up to date information on the status of its operating and capital budget in order to enable Council to take necessary decisions and ensure that an effective oversight function is in operation. The quarterly / mid-year budget assessments or reviews are intended to facilitate such a function, which is a requirement by the Municipal Finance Management Act.

**CONSULTATIONS**

MUNICIPAL MANAGER

CHIEF FINANCIAL OFFICER

EXECUTIVE DIRECTORS

BUDGET &amp; TREASURY OFFICE

## FINANCIAL MANAGERS

## BUDGET STEERING COMMITTEE

Recommendations

1. **THAT** the Mid Term Budget Assessment as required in terms of Section 72 of the MFMA be noted.
2. **THAT** acting in accordance with S72 (3) (a) the Accounting Officer hereby recommends to Council that an Adjustments Budget in terms of S28 of the MFMA is necessary.
3. **THAT** the findings and recommendations as outlined in the executive summary of this report be dealt with during the Adjustments Budget process.
4. **THAT** the Adjustments Budget referred to above be tabled to full Council by no later than 25<sup>th</sup> February 2021.
5. **THAT** the Budget and Treasury Office appreciates the support received from all Business Units during the compilation of the mid-year budget assessment report.
6. **THAT** Council notes the withdrawals from bank account, attached under 'Supporting Documents' in the report, in terms of Municipal Finance Management Act, Sec 11(4).
7. **THAT** Council notes the attached ratios in terms of Provincial Treasury Circular PT/MF 7 of 2020/21.

Contact Person


: NJMDAKANE (MUNICIPAL MANAGER)

S.M. RAJCOOMAR (CHIEF FINANCIAL OFFICER)

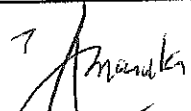
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CHIEF FINANCIAL OFFICER  
15/01/2021

APPROVED / COMMENTS

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MUNICIPAL MANAGER  
15/01/2021



**2020/21**

**SECTION 72 MID-YEAR BUDGET  
AND PERFORMANCE  
ASSESSMENT REPORT**

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## 1.1 MAYORS REPORT

## MAYORS REPORT TO BE TABLED



## 1.2 RESOLUTIONS



*Section 72 Mid-Year budget and performance assessment resolutions*

Hereunder are the resolutions in terms of the Municipal Budget and Reporting Regulations which are required to be considered by Council.

1. **THAT** the Mid Term Budget Assessment as required in terms of Section 72 of the MFMA be noted.
2. **THAT** acting in accordance with S72 (3) (a) the Accounting Officer hereby recommends to Council that an Adjustments Budget in terms of S28 of the MFMA is necessary.
3. **THAT** the findings and recommendations as outlined in the executive summary of this report be dealt with during the Adjustments Budget process.
4. **THAT** the Adjustments Budget referred to above be tabled to full Council by no later than 25<sup>th</sup> February 2021.
5. **THAT** the Budget and Treasury Office appreciates the support received from all Business Units during the compilation of the mid-year budget assessment report.
6. **THAT** Council notes the withdrawals from bank account, attached under 'Supporting Documents' in the report, in terms of Municipal Finance Management Act, Sec 11 (4).
7. **THAT** Council notes the attached ratios in terms of Provincial Treasury Circular PT/MF 7 of 2018/19 and 2019/20 financial years.



## 1.3 EXECUTIVE SUMMARY

The below analysis is a high level assessment based on revenue and expenditure recognised on the Municipal Financial System. It is incumbent on the necessary user business units and user departments to ensure the completeness, validity and accuracy of the information provided for purposes of the assessment.

### OPERATING BUDGET

The operating budget as reflected in Table C1 of the Budget Statement Tables can be summarised as follows:

DESCRIPTION	2020/21 ADJUSTED BUDGET R'000	YTD BUDGET 31/12/2020 R'000	ACTUALS AS AT 31/12/2020 R'000
Total Revenue	1,909,753	917,206	877,507
Total Expenditure	1,924,907	887,254	736,896
<b>Operating Surplus</b>	<b>(15,154)</b>	<b>29,952</b>	<b>140,612</b>
Transfers recognised - capital	82,950	45,934	15,151
Contributions recognised – capital	15,248	7,469	3,930
<b>Surplus for the year</b>	<b>83,043</b>	<b>83,354</b>	<b>159,692</b>

In terms of the Mid-Year Budget & Performance assessment, the actual revenue billed and/or collected to date is R 877, 507m. The negative variance of approximately R39, 698m or -4% is realised at the end of December 2020. The actual expenditure to date is R 736, 896m. A negative variance of R150, 358m or -17% has resulted for the first six months of the financial year.

For the purposes of this report, the operating budget will be discussed under the following broad headings:

- Revenue and Expenditure

TABLE C4: FINANCIAL PERFORMANCE

KZN292 KwaDukuza - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

KZN292 KwaDukuza - Table C4 Monthly Budget Statement - Financial Performance (Revenue and Expenditure) - 2019/2020										
Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>Revenue By Source</b>										
Property rates			527,978	527,978	48,022	250,300	246,492	3,808	2%	
Service charges - electricity revenue			919,532	919,532	73,443	369,450	419,626	(53,176)	-13%	
Service charges - water revenue			-	-	-	-	-	-		
Service charges - sanitation revenue			-	-	-	-	-	-		
Service charges - refuse revenue			65,363	65,363	5,747	33,311	32,621	690	2%	
Rental of facilities and equipment			4,087	4,087	179	1,017	1,849	(832)	-45%	
Interest earned - external investments			38,704	41,455	2,995	9,927	17,754	(7,827)	-44%	
Interest earned - outstanding debtors			11,900	11,900	435	2,283	5,039	(2,756)	-55%	
Dividends received			-	-	-	-	-	-		
Fines, penalties and forfeits			45,421	45,421	390	1,673	18,755	(17,082)	-91%	
Licences and permits			448	448	30	262	200	62	31%	
Agency services			12,745	12,745	2,031	5,479	6,089	(610)	-10%	
Transfers and subsidies			220,388	251,594	89,529	184,457	151,759	32,698	22%	
Other revenue			26,450	26,450	4,231	22,346	15,909	6,440	40%	
Gains			2,780	2,780	-	-	1,112	(1,112)	-100%	
Total Revenue (excluding capital transfers and contributions)		-	1,875,795	1,909,753	227,032	677,507	917,206	(39,698)	-4%	-
<b>Expenditure By Type</b>										
Employee related costs			474,992	474,992	39,553	209,989	230,528	(20,559)	-9%	
Remuneration of councillors			25,358	25,358	1,951	11,530	12,581	(1,051)	-6%	
Debt impairment			162,632	162,632	104	1,141	65,053	(63,911)	-98%	
Depreciation & asset impairment			95,176	95,176	6,668	39,947	46,060	(6,113)	-13%	
Finance charges			30,152	30,152	9,741	10,292	12,061	(1,769)	-15%	
Bulk purchases			783,831	783,831	55,778	339,642	368,391	(28,749)	-8%	
Other materials			10,294	22,480	859	7,100	9,544	(2,445)	-26%	
Contracted services			174,610	209,063	24,738	80,104	91,724	(11,620)	-13%	
Transfers and subsidies			6,900	6,900	495	1,896	2,884	(988)	-34%	
Other expenditure			119,603	114,322	8,590	35,274	48,428	(13,154)	-27%	
Losses			-	-	-	-	-	-		
Total Expenditure		-	1,880,940	1,924,907	148,468	738,896	887,254	(150,358)	-17%	-
<b>Surplus/(Deficit)</b>										
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		-	(15,154)	(15,154)	78,565	140,612	29,952	110,660	0	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)			83,950	82,950	(558)	15,151	45,934	(30,783)	(0)	
Transfers and subsidies - capital (in-kind - all)			15,248	15,248	232	3,930	7,469	(3,539)	(0)	
Surplus/(Deficit) after capital transfers & contributions		-	84,043	83,043	78,238	159,692	83,354	-	-	-
Taxation			-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		-	84,043	83,043	78,238	159,692	83,354	-	-	-
Attributable to minorities			-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		-	84,043	83,043	78,238	159,692	83,354	-	-	-
Share of surplus/ (deficit) of associate			-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year		-	84,043	83,043	78,238	159,692	83,354	-	-	-

## **DISCUSSION**

### **REVENUE**

The reasons for the R39, 698m variances will be discussed with reference to Table C4 of the Budget Statement Tables, and is explained as follows:

**Please note that only material variances over R1m and 5 per cent will be discussed.**

*The main contributing factors to the over collection/billing includes the following:*

#### ***Property Rates***

- Property rates reflects a positive variance of R3, 808m The above variance is mainly of a timing nature and due to the majority of State owned property billing occurring on an annual basis as opposed to monthly. The total budget allocation for this category of revenue was R8, 5m with the Municipality billing approximately R7, 9m as at the end of December 2020. Majority of State Owned Properties are billed on an annual basis as opposed to monthly. As a result, the variance reflected above is of a timing nature and no increase to this category of revenue budget is anticipated.
- Although business and residential billing were higher than anticipated, various other categories within property rates reflected minor negative variances.
- All categories of Property Rates revenue are currently being reviewed and any adjustments required will be catered for during the Adjustment Budget process.

#### ***Service charges - refuse revenue***

- Refuse revenue reflects a positive variance of R690k. The variance in this revenue category is due to a higher billing as at 31st December than anticipated. Should this trend continue, the budget will be reviewed during the adjustment budget process to ensure that the budget is in line with the billing trend for the financial year.

#### ***Licences & Permits***

- Reflects a positive variance of 31% from year to date budget as a result of realising R262k revenue of a budget allocation of R 448k. This is mainly due to increase in

flammable liquid licence fees, bus and taxi rank permits and business licence application fees.

### Other Revenue

- Reflects a positive variance of 40% which is mainly due to the higher than anticipated billing for Collection Charges, Parking Reserve Fund, Roads Master Plan, Legal Fees Recovered, and the increased receipt of revenue for Building Plan Fees. It must be stressed that certain of these revenue streams may be ring fenced and therefore may not be available for funding of general expenditure. This shall be further reviewed and adjusted during the adjustment budget.
- As seen in the table below, there are various transactions that have been incorrectly captured on line items with no budget allocations. These transactions have created a challenge in analysing revenue trends under the 'Other Revenue' category and will need to be reviewed and corrected prior to the Adjustment Budget process. Revenue Management team is aware of these and are attending to same and have committed to address this during the third quarter.

SegmentDesc	TotalBudget	2020	TotalActual	RemainingBdgt
Town Treasurer General Admin Charges 215060001	69,996.00	4,461.79	18,007.03	51,988.97
Law Enforcement Miscellaneous Revenue 041060160	-	-	108,626.08	108,626.08
220060001 Administration Charges	1,599,996.00	-	-	1,599,996.00
030060160 Miscellaneous Revenue	50,004.00	-	-	50,004.00
Council General Exp DISBURSEMENT0200101085	-	-	5,049.14	5,049.14
Council General Exp DISBURSEMENT0200101085	99,996.00	2,702.70	302,528.80	202,532.80
Town Treasurer General Admin Charges 215060001	-	-	-	-
Operational Revenue:Administrative Handling Fees	-	45.00	180.00	180.00
Town Treasurer General Penalty on RD Cheques 215030001	-	-	90.00	90.00
04160160 Miscellaneous Revenue	200,004.00	-	-	200,004.00
Electricity Admin BAD DEBTS WOFF EL400260130	-	-	76,398.49	76,398.49
Council General Exp WOFF INT ON RATE5020260130	-	-	6,771,978.43	1,228,025.57
Town Treasurer General Collection Charges 21500080	8,000,004.00	127,797.80	-	-
Town Treasurer General Collection Charges 21500080	-	-	-	-
Operational Revenue: Collection Charges	-	1,814.23	3,319.08	3,319.08
020 Operational Revenue:Collection Charges	45,000.00	-	-	45,000.00
Commission Transaction Handling Fees	-	119,064.85	613,708.52	613,708.52
220060110 Discount on Purchases	12,000.00	-	-	12,000.00
Operational Revenue Discounts and Early Settlements	-	333.70	2,498.96	2,498.96
215602500 Sundries	350,004.00	75.36	983,097.43	633,093.43
400060250 Sundry Income	15,000.00	-	-	15,000.00
General Suspense 948520207	-	1.00	1.00	1.00
020602500 Sundries	159,996.00	-	-	159,996.00
Town Planning Verge Deposit 154060340	170,004.00	946.09	17,607.84	152,396.16
02060180 Recovery of Insurance	-	28.98	173.88	173.88
020000700 Proceeds from Insurance	80,004.00	-	181,613.01	101,609.01
400000700 Proceeds from Insurance	50,004.00	-	-	50,004.00
155060385 Advertising Application Fees	2,978,820.00	115,455.20	681,744.06	2,297,075.94
Town Planning Advertising 155060350	-	-	-	-
Town Planning Advertising 154060350	1,500,000.00	47,379.63	537,034.50	962,965.50
155060385 Advertising Application Fees	-	-	-	-
155010040 Fees Building Plans	6,500,004.00	2,906,518.50	6,364,201.19	135,802.81
Town Planning Fees Blding Plans 154010040	-	-	-	-
056060070 Burial Fees	-	-	-	-
056060070 Burial Fees	699,996.00	86,445.31	481,398.80	218,597.20

SegmentDesc	TotalBudget	2020	TotalActual	RemainingBudge
Fees Bush Clearing 070010030	- 150,000.00	-	-	- 150,000.00
Parks Gardens Fees Bush Clearing 070010030	-	-	1,596.66	1,596.66
21500040 Rates Certificates	- 699,996.00	- 37,977.84	- 328,365.94	- 371,630.06
Clearance Certificates	-	1,482.54	- 19,326.46	19,326.46
154060370 GIS Income	- 5,004.00	- 130.43	- 2,086.89	- 2,917.11
Town Planning Fees Encroachment 154010120	- 60,000.00	- 50,511.15	- 51,400.65	- 8,599.35
Town Planning Fees Encroachment 154010120	-	-	-	-
EDP Mr Price Pro Income	- 200,004.00	-	-	- 200,004.00
Call Out Fees 04260080	- 180,000.00	-	-	- 180,000.00
LAHAF Legal Fees Rec.	-	- 434,782.61	- 695,652.17	695,652.17
020060130 Legal Fees Recovered	-	-	- 69,566.87	69,566.87
026055017 Transfer Costs DOHS	- 200,004.00	-	-	- 200,004.00
020060130 Legal Fees Recovered	- 60,000.00	-	-	- 60,000.00
MM Office Legal Fees 022260640	-	3,935.88	3,935.88	- 3,935.88
030010130 Fees Library Sub District	- 60,000.00	-	-	- 60,000.00
40010190 Non Standard Connection	-	- 41,135.26	- 100,509.53	100,509.53
400030020 Tampering Fees	-	-	-	-
NV Electricity Administration Fees Call Out 40010010	-	-	- 31,395.91	31,395.91
030065001 Membership Cards	- 2,004.00	-	-	- 2,004.00
Law Enforcement ParkingDisk Weekly 04120091	-	-	- 83.04	83.04
Law Enforcement ParkingDisk Weekly 04120091	- 219,996.00	-	-	- 219,996.00
Roads Stormwater Contr in Lieu of Parking 17010300	-	-	-	-
PARKING RESERVE FUND170010300	-	- 813,446.10	- 1,561,272.18	1,561,272.18
030010190 Photocopies	-	-	- 1,033.91	1,033.91
030010190 Photocopies	- 69,996.00	-	-	- 69,996.00
215010090 Search Fees	- 69,996.00	- 857.39	- 22,610.51	- 47,385.49
REVENUE STAMPS948520119	-	- 5,010.36	- 4,978.56	4,978.56
220065030 Sale of Redundat Stock	- 320,004.00	-	-	- 320,004.00
155010110 Sale of Maps Plans	-	-	-	-
155010110 Sale of Maps Plans	- 9,996.00	- 1,490.43	- 6,968.81	- 3,027.19
220060120 Bid Tender Documents	- 750,000.00	- 8,633.06	- 248,881.35	- 501,118.65
220060120 Bid Tender Documents	-	-	- 39,997.47	39,997.47
153010260 Town Planning Fee	- 450,000.00	- 29,726.02	- 869,267.97	419,267.97
154060360 Roads Master Plan	- 350,004.00	-	- 1,306,669.94	956,665.94
153010260 Town Planning Fee	-	-	-	-
215010125 Sale of Valuation Rolls	- 6,000.00	-	-	- 6,000.00
215065099 S78 Reviews	- 6,000.00	-	- 875.65	- 5,124.35
	- 26,449,836.00	- 4,230,688.99	- 22,348,425.69	- 4,101,410.31

### *Transfers and Subsidies*

- Transfers and Subsidies reflects a positive variance of R32, 698m as at 30 December 2020.
- The transfer recognised - Operational revealed a positive variance due to the anticipated timing of grant receipts. The variance will reduce as the year progresses.

*The main contributing factors to the under collection/billing includes the following:*

#### *Service Charges – Electricity*

- Service Charges- electricity reflects a negative variance of R53, 176m.
- The variance in this revenue category is as a result of the December billing that is still to be processed on the system. It must be noted that the billing is usually done on the 7<sup>th</sup> of the subsequent month whereas the report is based on the figures as at the end of each month. It must be noted that it is practically impossible to run the billing as at the last date of every month due to the number of meters that need to be read and, more importantly, the bulk meters are only read either on the last day of a month or the first day of a new month. It must be noted that bulk meters account for the majority of our electricity consumption.
- The Electricity billing for December is R 66, 024m and if this billing were to be taken into account there would be a positive variance of R12, 848m.

#### *Rental of Facilities and Equipment*

- The Municipality has received R1, 017m of the total revenue budget of R4, 087m. Decreased revenue is observed under rental of council assets and hiring of halls and sporting facilities.
- Lockdown restrictions have created the lower than anticipated revenue collection. The budget will be adjusted accordingly during the Adjustment Budget process.



*Interest on External Investments*

- Interest on investments reflects a R7, 827m negative variance from the budgeted revenue. Although the Municipality currently has R704, 441m Investment Portfolio (inclusive of committed investments) as indicated on SC5 of the attached C Schedules, the current reduced interest rates of the country to stimulate economic growth during this pandemic created lower than anticipated interest revenue on investments.
- The budget for Interest on External Investments will be reduced during the Adjustments Budget in terms of S28 of the MFMA.

*Interest on Outstanding Debtors*

- Reflects a R2, 756m negative variance from the budgeted revenue. Council had approved the implementation of the COVID 19 debt relief scheme from 1st July 2020 to 17 June 2021, which aimed to assist debtors who were in arrears to settle their capital debts in full or in instalments so they could qualify for the write off of outstanding admin charges and accumulating interest.
- With many debtors taking advantage of the debt relief scheme, the collection of interest of outstanding debtors is lower than anticipated. The budget will be reviewed and adjusted accordingly.

*Fines, penalties and forfeits*

- Fines, Penalties and Forfeits reflect a negative variance of R17, 082m.

SegmentDesc	TotalBudget	2020	TotalActual	RemainingBu
154 Illegal Dumping Site	- 1,500,000.00	-	-	- 1,500,000.00
400030020 Tampering Fees	- 999,996.00	-	- 93,213.51	- 906,782.49
041040010 Fines and Penalties	- 24,999,996.00	- 24,050.00	- 88,085.00	- 24,911,911.00
030040040 Fines	- 9,840.00	-	- 4,797.00	- 5,043.00
042040030 Fines: Fire protection	-	-	- 567.00	- 567.00
042040030 Fines: Fire protection	- 11,196.00	-	- 2,000.00	- 9,196.00
General Suspense - Contempt of Court	-	- 86.96	- 1,478.32	- 1,478.32
215000090 Rates Penalties	- 17,900,004.00	- 365,636.75	- 1,834,498.68	- 16,065,505.32
Penalties: Property Rates	-	-	- 351,667.45	- 351,667.45
	- 45,421,032.00	- 389,773.71	- 1,672,972.06	- 43,748,059.94

- The budget for Rates Penalties will be adjusted as penalties and interest write-offs occurred during the debt relief scheme.
- In terms of Fines and Penalties, the unfavourable variance in this line item is as a result of the fines revenue raised on a cash basis whilst the budget is based on iGRAP 1. GRAP requires us to recognise the total fines issued and not only those collected.
- This exercise has not yet been carried out due to numerous disruptions in municipal operations. Once the journal is processed on the system, the variance will reduce significantly. However it must be stressed that the above exercise represents "book revenue" only and the cash receipts from this service remains minimal.

#### *Agency Services*

- Reflects R610k variance from budgeted revenue. The testing station was closed on several occasions during the first six months of the financial year as a result of multiple infections within the station.
- Also, concessions and extensions were given to motorists in terms of vehicle licences and card renewals during this pandemic thereby reducing the anticipated revenue on Agency Services. The revenue from this source will accordingly be reduced during the adjustments budget.

## **EXPENDITURE**

The Mid-Year Budgeted Operating Expenditure for the 2020/21 financial year was R887, 254m. The actual expenditure recognised as at 30 December 2020 was R 736, 896m which implies that the municipality has realised a negative variance of approximately R 150, 358m in expenditure. The reasons for the variances will be discussed with reference to Table C4 of the Budget Statement Tables, and is explained as follows:

**Please note that only material variances over R1m and 5 per cent will be discussed.**

### ***Employee related costs***

- The employee related costs shows a negative variance or savings of R20, 559m as at the end of the December 2020. The variance is as a result of the timing of the filling of vacant positions, as well as the non-finalisation of the higher grading of the Municipality. The employee related budget caters for the anticipated grade conversion of the Municipality which would affect all salary levels of municipal staff once implemented.
- The budget allocation of R12m for the contribution to Long Service Awards, which currently reflects no expenditure, also falls within the Employee Related costs category. This journal comes into effect at year end.
- Also, not all overtime claims for the month of December have been submitted as the salary date is earlier than normal. Overtime costs should show a vast increase in January 2021 as extensive monitoring of beach facilities, curfew rules and violations to lockdown restrictions would have increased during the festive season. Business Units are thus urged to exercise caution and monitor planned overtime costs for the rest of the financial year to ensure they remain within their allocated budget. The budget for Overtime is R 50 367m, currently there is R 21 195m (42%) spent as at 15<sup>th</sup> December 2020.

- The municipal council upon approving the 2020/21 budget resolved that administration must during quarter one identify and submit to council for approval the priority posts to be filled within the available budget and savings accrued. Corporate Services business unit has since then consolidated critical and compliance posts from the respective business units for approval by Council. The process of filling these critical posts is underway and the variance should reduce once posts are filled.
- It must be noted that although these critical posts may only be funded for three to five months on average in the current financial year, these posts will place a full year's funding obligation on Council in the upcoming 2021/2022 budget cycle.
- The Employee Related Costs is to be reviewed in depth by the Director Expenditure to identify possible savings after consideration of priority posts to cater for operational costs that have been identified as possible budget shortfalls by year end.
- For a detailed analysis of Employee Related Expenditure refer to section 2.5 Councillor Allowances and employee benefits of the report.

### ***Debt Impairment***

- Reflects R1, 141m bad debts written off with the Debt Impairment showing a negative variance of R63, 911m as at 30 December 2020.
- Items included in this category are bad debts written off and provisions to debt impairment which at the time of compiling the report; there were no provisions recorded on the financial system resulting in this variance.
- However Council to note that the above non cash provisions are required in terms of GRAP which are normally calculated at the end of the financial year; as a result the variance in this line item is anticipated to be eliminated only upon finalisation of the 2020/2021 AFS.

### ***Depreciation***

- Depreciation and asset impairment reflects a negative variance of R 6, 113m.
- The variance is as a result of poor spending on capital projects and delays in completion of the prior year projects which has an effect on the capitalization and subsequent depreciation of the assets.
- The other contributing factor to this variance is related to asset impairment which is normally undertaken towards the end of the financial year. As a result the variance is anticipated to decrease once the annual impairment journal is finalised and captured on the financial system.

### ***Finance charges***

- Finance charges reflect a negative variance of R1, 769m as at the end of December 2020.
- The interest together with redemption payments are made at specific times during the financial year, hence the variance. To date, two payments made in September and December is reflected on the financial system. The next finance charge payments are due in March and June 2021.
- Also, the Finance Charges budget was considered taking the anticipated Borrowings of R42m as reflected on the Capital Budget into account, however the Electrical loan has not been taken up and the R15m loan for the Office Space is yet to be finalised. At the December Council meeting the item for approval of the Office Space Loan was withdrawn and administration shall await further confirmation from Council prior to proceeding.

### ***Bulk Purchases***

- Reflects R28, 749m under expenditure from the year to date budget.

- Due to the timing of the report, it does not include the December expense which has been received on the 6<sup>th</sup> January 2021 for bulk purchases. Eskom invoice for December amounted to R 61, 686m.
- If the December invoice is considered, the variance results in over expenditure of approximately R32m. This could indicate a possible shortfall by year end taking into account the trend in expenditure together with the continuous growth in energy losses. Bulk Purchases expense must thus be carefully managed to ensure energy losses are not excessive. The energy losses as at December is R105 493 731 at 85 269 998kWh with total losses of 25.62%.
- The Electrical Business unit have been in consultation with Vuthela to assist in accurately calculating the technical energy losses. The exercise was to be completed by December 2020, however due to the pandemic the timeframes for deliverables have been extended to March 2021.
- The Municipality has also formed an energy loss task team which has been instrumental in disconnecting approximately 370 meters that have been tampered with. Of the 370 tampering fines issued, only 150 meter re-connections have been requested. The revenue section will monitor the sales to identify consistent purchases are being made. The impact of this enforcement has been minor to date, however a more significant improvement is anticipated in the next quarter.
- The Electrical Business Unit is to thus closely monitor the expenditure on Bulk Purchases to ensure that the budget will be adequate for the 2020/21 financial year.

#### *Other Materials*

- Reflects a R2, 445m negative variance.
- The variance is due to minor underspending in various line items across the Municipality.

- Requisitions to the value of R690k have been placed on the system and are pending on the various votes. Expenditure should increase during the 3<sup>rd</sup> quarter of the financial year.

#### *Contracted services*

- Contracted services shows an under spending of R11, 620m as at the end of December 2020, the reason for the variance is mainly due to the timing of the projects. There are also certain annual projects for which the expenditure will only be considered closer to year end, e.g. Civil and Electrical Asset Verification Project.
- With the regularising of grass cutting expenditure by the awarding of tenders in all wards, the Community Services Business unit has identified approximately R3m in savings that will be considered during the Adjustment Budget Process. The cutting rates were also favourably negotiated together with the reduced cutting cycle implemented by the user department resulted in the savings.
- Of note is the savings that have been identified year on year in terms of the Refuse Bag procurement. In previous financial years the budget allocation was approximately R4, 1m. With the tender renewal and implementation of collection of bin bags with paid-up rate accounts, the budget allocation has dropped to R900k with current expenditure of R 368k reflected. These operational efficiencies have resulted in approximately 78% savings on this contracted service from the previous financial year.
- A budget clearance certificate for TSC was requested for the NDPG *Ease of Doing Business Project* in September. This is a grant funded project to the value of R14, 270m and is being run by the EDP business unit. The tender was advertised and taken to TEC. Unfortunately there were no successful bidders thus delaying the implementation of the project.
- Also, Electrical budget clearance certificates to the value of R15m were issued for maintenance contracts. With various awards being made, expenditure of R5, 8m has been reflected on the system and pending requisitions of R2m on the financial system.

Expenditure for electrical contracted services will increase once all SCM processes are finalised. However Council is advised that the Electrical Business unit have also spent 50% (R8, 146m) of its Overtime Budget allocation. **However, Council is hereby advised that further analysis by the Electricity Business Unit is requested as this increase in overtime costs as well as contracted services should not create a 'double expense' effect on municipal funds.**

- Council to also note that approximately R2, 326m is being made as monthly Security Services payments and only 5 months of expenditure is reflected on the financial system. The budget allocation for the financial year is R 21, 228m. Taking the current payments into account, it is estimated that the expenditure will be R 5,4m over and the budget allocation will be insufficient by year end. The tender for Security Services is yet to be finalised. In discussions held with the user Business Unit in which the function lies, an item to MANCO will be done to quantify the level of security that is currently being provided to business units and municipal projects. The business units will be requested to review and reduce where possible the number of guards allocated and identify potential savings to security costs. If the business plan cannot be amended, savings from other lines items will need to be considered during the Adjustment Budget to fund the Security Costs expenditure.

#### *Other expenditure*

- The other expenditure category reflects under spending of R13, 154m as at the end of December 2020.
- Highlighted below are some of the expenditure items that reflect no or minimal expenditure at the end of the first six months of the financial year.
- The Contribution to Provisions (Landfill and Leave Provision) and Workmen's Compensation are accounted for at year end.



Other Expenditure	Adjusted Budget	YTD Dec Actuals	Remaining Budget
Retirement Rec: Achievements and Awards	4,757,256.00	29,400.00	4,727,856.00
Advertising Publicity and Marketing	4,298,988.00	1,493,027.19	2,805,960.81
Bank Charges Facility and Card Fees	4,461,972.00	1,224,335.52	3,237,636.48
Bursaries (Employees)	600,000.00	224,749.73	375,250.27
Cash Discount	996.00	-	996.00
Commission	8,000,004.00	2,576,014.95	5,423,989.05
Communication	3,969,156.00	2,069,268.54	1,899,887.46
Community Assets	1,130,004.00	967,289.30	162,714.70
Contribution to Provisions	3,799,728.00	-	3,799,728.00
Entertainment	189,996.00	60,608.88	129,387.12
External Audit Fees	5,358,540.00	310,870.23	5,047,669.77
External Computer Service	6,649,992.00	1,648,053.67	5,001,938.33
Furniture and Office Equipment	1,726,212.00	303,262.74	1,422,949.26
Indigent Relief	7,646,112.00	869,843.48	6,776,268.52
Insurance Underwriting	5,813,088.00	3,717,477.60	2,095,610.40
Licences	20,544.00	7,989.93	12,554.07
Machinery and Equipment	400,992.00	47,484.00	353,508.00
Management Fee	12,741,624.00	3,967,040.82	8,774,583.18
Municipal Services	7,096,332.00	1,554,389.24	5,541,942.76
Printing Publications and Books	3,172,632.00	857,833.89	2,314,798.11
Professional Bodies Membership and Subscription	4,983,864.00	2,182,948.63	2,800,915.37
Registration Fees	1,413,686.00	276,679.13	1,137,006.87
Remuneration to Ward Committees	4,328,508.00	2,090,000.00	2,238,508.00
Skills Development Fund Levy	3,243,372.00	1,176,282.95	2,067,089.05
Travel and Subsistence	1,585,688.00	743,478.05	842,209.95
Uniform and Protective Clothing	5,693,280.00	3,196,009.24	2,497,270.76
Vehicle Tracking	588,552.00	195,222.06	393,329.94
Wet Fuel	7,275,528.00	3,484,711.86	3,790,816.14
Workmen's Compensation Fund	3,284,940.00	-	3,284,940.00
<b>Grand Total</b>	<b>114,321,586.00</b>	<b>35,274,271.63</b>	<b>79,047,314.37</b>

## CAPITAL BUDGET

Reference is made to Part One – (C Schedule Table C5c) for a detailed breakdown of amounts pertaining to the capital budget, per department.

The municipality has the following nine business units for the purposes of budget reporting:

- Office of the Municipal Manager
- Corporate Services
- Finance
- Economic Development and Planning
- Community Services & Public Amenities
- Community Safety
- Civil Engineering & Human Settlements
- Electrical Engineering
- Youth Development

The Municipality approved R 295,382m as a capital budget in the current financial year, with the majority of the funding being allocated towards electrical upgrades, road infrastructure projects and community recreational facilities. The budget was since reduced to R294, 763m during the Special Adjustments Budget Process.

The capital expenditure report is based on Table C5 which is a format required by National Treasury that is categorised by municipal vote and standard classification. The Capital Budget includes the following funding sources:

- Government Grants
- Public Contributions
- Borrowings
- Internally generated funds

### CAPITAL BUDGET FUNDING SUMMARY

KZN292 KwaDukuza - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06  
December

Vote Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>Funded by:</b>										
National Government			69,402	68,532	765	13,160	37,587	(24,437)	-65%	
Provincial Government			7,316	7,316	44	81	4,000	(3,919)	-98%	
District Municipality				-				-		
Transfers and subsidies - capital (monetary allocations) (National/ Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)			18,532	18,532	1,873	4,896	7,011	(2,115)	-30%	
Transfers recognised - capital		-	95,249	94,380	2,682	18,137	48,608	(30,471)	-63%	-
Borrowing	6		42,000	42,000	44	1,984	23,363	(21,379)	-92%	
Internally generated funds			158,133	158,383	7,708	39,566	84,730	(45,164)	-53%	
<b>Total Capital Funding</b>		-	285,382	284,763	10,524	58,687	159,701	(97,014)	-62%	-

## Capital Budget Funding

### Utilisation of Grants

- The capital grant allocation and public contribution for the financial year was R 94,380m, consisting of:-
  - Municipal Infrastructure Grant (MIG) – R 42,997m excluding vat
  - Integrated National Electrification Programme (INEP) – R 4,347m excluding vat.  
The grant was reduced by R1m during the Special Adjustments Budget.
  - Neighbourhood Partnership Development Grant (NDPG) – R 21 186 747m. The terms and conditions of the grant are still being deliberated and will only be received with the final MOA. The grant is currently vat exclusive and the vat implications of the grant will only be considered once the MOA is finalized. No expenditure is reflected on the project.

- Housing Accreditation – R115k for the procurement of Furniture, Tools and Equipment for the Housing section. No expenditure reflected to date. No confirmation has been received that the Municipality is to receive the current year allocation.
- Museum Subsidy – R5, 000m for the Construction of a New Museum. Funding of R10m is allocated for the project which began in the 2019/20 financial year with the Municipality spending R898k. The EDP business unit is the implementing agent for the project, and requested a roll-over of approximately R2, 2m. Currently R7, 2m has been allocated as grant funding with R2, 8m internal funding and R4m allocation (R2m grant & R2m internal funds) in the outer year. The specifications were recently approved at TSC and will be advertised in the upcoming week. The project value is R20m in terms of the MOA, with the Municipality needing to provide 50% internal funds towards the project. Changes to budget funding will be done in the February 2021 Adjustments Budget. Expenditure of R109, 3k is reflected at the end of December 2020.
- Department of Trade & Industry (KwaDukuza Mall Project) – R8, 000m. No expenditure reflected to date.
- Roll-over IFA public contribution of R2, 963m for Upgrade of Beach Facilities with R1,184m expenditure as at the end of December, and
- Public contribution of R7, 568m for the KwaDukuza Mall project, with expenditure of R3, 712m.
- The Municipality has spent R 8,812m MIG (excl. vat), and R4, 347m (excl. vat) of INEP funding which is the total grant allocation.
- R5m Provincial allocation from COGTA was received for the Upgrade of Theunissen Park in the 2018/19 financial year. The project was a multi-year project and was set to be complete in the 2020/21 financial year with internal funding of R6m being allocated. With the lockdown the country faced in the latter part of the 2019/20 financial year, the project was delayed and grant funding to the value of R 2 382 150.16 remained unspent

at year end. The Municipality submitted a roll-over application which was subsequently approved. R3, 324m has been spent as at the end of December 2020 on the project with the project nearing completion. The roll-over grant and the expenditure will be adjusted during the February 2021 Adjustments Budget process.

- For a detailed analysis of Grant Expenditure refer to section 2.4 Allocation of Grant Receipts and Expenditure of the report.

### ***Council Funding***

- There is underspending of approximately 53% as at 31 December 2020 in the Council/Internal funding, with the Municipality spending approximately 20% of its overall Capital Budget.

### ***Borrowings***

- R 42m has been allocated for the 2020/21 financial year, with R 27m for the New Dukuza Substation and R15m allocation for the purchase of Office Space. The tender for the loan application of R15m was approved but the Municipality has faced various challenges in acquiring adequate Office Space. Taking the current economic situation into consideration, the feasibility of continuing with such project will be reviewed during the Adjustment Budget process.
- There is spending of R 1, 983m on the New Dukuza Substation but the application process for the R149m Loan to be utilized over the MTREF is yet to be finalized.

## **EXPENDITURE PER STANDARD CLASSIFICATION**

The table below provides a budget versus expenditure as per the standard classification Table C5 of the in-year reports. Based on this table, council spent R 59, 687m as at 30 December 2020. The year to date budget in terms of the SDBIP was R 156, 701m. The actual expenditure resulted in a negative variance of 62% from its target.

**KZN292 KwaDukuza - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06**  
**December**

Vote Description	Rel	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>Capital Expenditure - Functional Classification</b>										
<i>Governance and administration</i>		-	26,012	26,447	341	3,392	19,630	(16,238)	-83%	-
Executive and council				-				-		
Finance and administration			26,012	26,447	341	3,392	19,630	(16,238)	-83%	
Internal audit				-				-		
<i>Community and public safety</i>		-	68,085	68,285	4,573	14,165	36,090	(21,925)	-61%	-
Community and social services			25,153	24,753	1,194	2,642	7,030	(4,388)	-62%	
Sport and recreation			21,300	21,900	3,199	9,985	14,844	(4,859)	-33%	
Public safety			19,893	19,893		1,357	13,893	(12,536)	-90%	
Housing			1,738	1,738	180	180	322	(142)	-44%	
Health				-				-		
<i>Economic and environmental services</i>		-	85,047	84,863	2,743	28,271	54,946	(26,675)	-49%	-
Planning and development			300	300	89	89	100	(11)	-11%	
Road transport			84,747	84,563	2,654	28,182	54,846	(26,664)	-49%	
Environmental protection				-				-		
<i>Trading services</i>		-	118,239	115,169	2,887	13,859	46,035	(32,176)	-70%	-
Energy sources			111,789	110,919	2,167	12,624	43,565	(30,941)	-71%	
Water management								-		
Waste water management								-		
Waste management			4,450	4,250	700	1,236	2,470	(1,234)	-50%	
Other								-		
<b>Total Capital Expenditure - Functional Classification</b>	<b>3</b>	<b>-</b>	<b>295,382</b>	<b>294,763</b>	<b>10,524</b>	<b>59,687</b>	<b>156,701</b>	<b>(97,014)</b>	<b>-62%</b>	<b>-</b>

Council to note that due to the lockdown and the staggered opening of the economy coming into effect in the month of September resulted in the delay of implementation of various capital projects. Budget Clearance Certificates have since been requested for new capital projects in the past few months. The capital expenditure should thus show improvement in the upcoming months.

However, Management have identified possible areas of improvement in the bid cycle and have requested the Director Expenditure to convene a meeting with the SCM officials and extended Management to discuss the efficiency of the various processes and allocating measurable milestones to track progress. This meeting is to occur no later than the end of January 2021.

#### *Governance and Administration – Finance & Admin*

In terms of Functional classification the R3, 392m expenditure reflected is from the following departments within the respective business units:-

- **Corporate Services Business Unit**

- Administration – R 72k expenditure related to procurement of Furniture & Equipment.
- Human Resources – R 318k on the procurement of a Vehicle.
- Information Technology – R315k being spent on IT Equipment.
- The huge variance of R16, 238m is mainly due to the delay in finalising the R15m Office Space project.

- **Finance Business Unit**

- R250k was allocated during the special adjustment budget process for the procurement of laptops and other equipment for Finance staff.

- As the FBU has various critical functions and tasks which are required to be undertaken on a monthly basis additional tools of trade are required in instances where employees may be working from home or self-isolating.
- R31, 4k has been spent in the past 3 months.
- **Civil Administration**
  - Budget allocation of R746k for Engineering Equipment & R 334k for Furniture & Equipment.
  - R199k expenditure related to procurement of Engineering Equipment.
- **Mechanical Workshop**
  - R 2,455m of R 2,615m budget has been spent on Vehicle Procurement and purchase of Tools & Equipment for the Electrical Business unit.

### ***Community & Public Safety***

In terms of Functional classification the R14,165m expenditure reflected is from the following departments within the respective business units:-

### **Community & Social Services**

- Community Services & Public Amenities – expenditure of R 2,642m as reflected in the table below.



SegmentDesc	TotalBudget	TotalActual	RemainingBud	Pending	FunctionLvl05
Construction of Museum	7,200,000.00	109,342.59	7,090,657.41	-	Museum (Dept 031)
Creche Ward 28 075422723	2,500,000.00	55,337.71	2,444,662.29	-	027 Youth Development
165 City Hall Development	1,000,000.00	324,641.69	675,358.31	-	165 Community Halls
165 Refurbishment of KwaDukuza Town Hall	413,000.00	381,715.00	31,285.00	-	165 Community Halls
165 Refurbishment of Ethembeni Community Hall	480,000.00	107,930.00	372,070.00	-	165 Community Halls
Renewal of Muslim Cemetery Drive Way	350,000.00	314,933.49	35,066.51	400.00	Cemetery (Dept 056)
Crematorium Development 056440053	1,000,000.00	270,042.21	729,957.79	-	Cemetery (Dept 056)
Cremator Filtration System	5,800,000.00	343,727.48	5,456,272.52	-	Cemetery (Dept 056)
Cemetery Land Acq Cem Dev 056440051	860,000.00	483,750.00	376,250.00	-	Cemetery (Dept 056)
Community Halls Furniture 165422706	200,000.00	95,000.00	105,000.00	200.00	165 Community Halls
Library Tools and Equipment	50,000.00	28,821.00	21,179.00	700.00	Library (Dept 030)
Diesel Tank with Trailer	200,000.00	127,000.00	73,000.00	-	Cemetery (Dept 056)
	20,053,000.00	2,642,241.17	17,410,758.83	1,300.00	

- The variance highlighted under this classification is mainly due to 2 projects not meeting the SDBIP targets:-
  - Construction of Museum Projects – In terms of the SDBIP, R3m should have been spent by December 2020, but as mentioned earlier in the report, the project has only been approved by TSC in the month of December and will be advertised. It is a multi-year project, and budget adjustment within the MTREF will be considered taking the timing of the implementation of the project into account.
  - Budget should have been fully spent for the Crematorium Development Project in terms of the SDBIP, however only R 270k has been spent. Project implementation has been delayed with expenditure only incurring from October to December.

### Sports & Recreation

- Reflects expenditure of R 9,985m for the following projects as listed in the table below, highlighting a variance of R4, 859m in terms of SDBIP targets.

SegmentDesc	TotalBudget	TotalActual	RemainingBud	Pending	FunctionLv105
Charlotdale-Kick about- Ward 29	500,000.00	-	500,000.00	-	Sports and Recreation
Kick about- Ward 16	500,000.00	-	500,000.00	-	Sports and Recreation
Construction of Combo Court -Kick about- Ward 10	500,000.00	-	500,000.00	-	Sports and Recreation
Refurbishment of Combo Court-Ward1	1,000,000.00	104,060.35	895,939.65	-	Sports and Recreation
Shakashead Swim Pool (Guard house)	275,000.00	-	275,000.00	164,500.00	Sports and Recreation
Upgrade to Beach Facilities 075422743	1,000,000.00	191,322.20	808,677.80	-	Sports and Recreation
Blythedale Beach CP Upgrade 070	1,238,448.00	992,913.26	245,534.74	-	070 Parks and Gardens
Construction of Combo Court - Ward 9	982,141.00	155,250.00	826,891.00	-	Sports and Recreation
Parks Equipment 070422546	50,000.00	5,985.00	44,015.00	-	070 Parks and Gardens
Upgrade to Theunissen Road Park Phase 1 075452107	-	28,181.81	28,181.81	-	Recreation and Sport (Dept 075)
Upgrade to Theunissen Road Park Phase 1 075452108	6,000,000.00	4,982,036.60	1,017,963.40	-	Sports and Recreation
Nonoti Beach Node Development 075452156	4,000,000.00	1,438,364.78	2,561,635.22	-	Sports and Recreation
075 Upgrade to Tidal pool and Septic Tank at Tinley Mar	290,000.00	-	290,000.00	-	Sports and Recreation
075 Ward 13 Ablution Facility for Combo Court	900,000.00	617,427.01	282,572.99	-	Sports and Recreation
Ward 10 Sport Field Rehab and Combo Court 075/46154	900,000.00	628,049.45	271,950.55	-	Sports and Recreation
075 Nkobongo Sport field Rehabilitation	2,000,000.00	698,814.69	1,301,185.31	-	Sports and Recreation
075 Construction of Combo Courts	1,100,000.00	199,231.00	900,769.00	-	Sports and Recreation
Upgrade Beach Ablution Zinkwazi	160,000.00	-	160,000.00	-	Sports and Recreation
Beach Ablution Willard 075452157	104,663.00	-	104,663.00	-	Sports and Recreation
4X4 Rescue Vehicle	400,000.00	-	400,000.00	-	Marine Safety
	21,900,252.00	9,985,272.53	11,914,979.47	164,500.00	

- Delayed implementation is cited as the main reason for the slower than anticipated expenditure. The delays resulted from, amongst others, site identification, planning taking longer than anticipated and numerous disruptions to municipal operations has infections to key staff as well as consultants dealing with project management increased and necessary quarantining was required.
- Reduced budgets on sporting facilities also limited the appointments of consultants in certain projects and technical specifications were needed to be done internally which also resulted in the delay of some projects.
- Analysis of expenditure trends on sporting facilities indicates improvement in the last 2 months of the second quarter indicating that the stages of project implementation are now back on track.

### Public Safety

- Reflects expenditure of R 1,357m. As reflected in the table below the Community Safety Business unit has spent R1, 330m on Patrol Vehicles and only R27k on Emergency Equipment.
- However budget clearance certificates for the Fire Fleet as well as Emergency Equipment have been requested.
- An amended RT57 contract was submitted by the Director: Fleet to all business units to review the vehicle requirements and once SCM processes have been finalized, immediate procurement will take place and the variance of R12, 5m will be eliminated.
- In terms of the Standby Quarters, the project is being run by the Civil Department. A budget clearance certificate was requested for TSC in July 2020 however the specifications were only approved in the month of September. The project is currently at TEC stage.

SegmentDesc	TotalBudget	TotalActual	RemainingBud	Pending	FunctionLvl05
Emergency Equipment 042420509	600,000.00	27,065.60	572,934.40	2,000.00	042 Fire and Emergency Services
042 Standby Quarters	1,500,000.00	-	1,500,000.00	-	042 Fire and Emergency Services
Fire Fleet	15,000,000.00	-	15,000,000.00	470,600.00	042 Fire and Emergency Services
Patrol Vehicles	2,793,096.00	1,330,157.85	1,462,938.15	200.00	041 Law Enforcement
	19,893,096.00	1,357,223.45	18,535,872.55	472,800.00	

### Housing

- Budget allocation of R1, 7m. Reflects expenditure of R180k.

SegmentDesc	TotalBudget	TotalActual	RemainingBud	Pending
Office Furn & Equipment	55,830.00	-	55,830.00	-
Tools & Equipment	60,000.00	-	60,000.00	-
New Off Space Park Home 026new	300,000.00	-	300,000.00	-
Renov to Compounds 026414505	322,356.00	180,220.00	142,136.00	89,502.00
Retaining of Wall Road Access and Storm Water	1,000,000.00	-	1,000,000.00	-
	1,738,186.00	180,220.00	1,557,966.00	89,502.00

- In terms of the Retaining Wall project, the delay arose as a result of the budget being allocated as MIG instead of internal funding although the project was not registered as

a MIG project. The error was rectified during the Special Adjustment Budget in September. It is currently in the planning stage and expenditure should incur in the next quarter.

- With regard to the Park Home, the project was put on hold as business units were requested to prioritise the Refurbishment of the Main Civic Building and the procurement of a Generator. This project amongst others were identified as *potential savings* to be put towards the priority project as listed above and will be adjusted accordingly in terms of S28 of the MFMA.

### ***Economic & Environmental Services***

In terms of Functional classification the R28, 271m expenditure reflected is from the Civil Engineering Business unit – (R21, 182m) and R89k on the *Nokukhanya Luthuli Building Security Upgrade* under the Planning & Development function.

### **Road Transport - Civil Engineering Roads**

- The projects in the table below reflect expenditure for the mid-year under review. Majority of the projects are multi-year with project implementation taking place in the 2019/20 financial year.
- The slower than anticipated expenditure is due to the delayed implementation that has resulted from numerous disruptions to municipal operations has infections to key staff as well as consultants dealing with project management increased and necessary quarantining was required.
- Reduced budgets on Road Infrastructure also limited the appointments of consultants in certain projects and technical specifications were needed to be done internally which also resulted in the delay of some projects.

- As reflected in the table below, some completed projects show minimal savings and will be adjusted to increase the Road Rehabilitation project budget during the Adjustment Budget Process.

SegmentDesc	TotalBudget	TotalActual	RemainingBud	Pending
Chris Hani Sport field	4,000,000.00	-	4,000,000.00	-
Mellow Wood Community Hall	3,778,996.00	3,763,481.86	15,514.14	-
NV Roads Stormwater Mdebeni Community Hall 17046	51,000.00	51,000.00	-	-
NV Roads Stormwater Commuter Shelters 170452118	6,907,716.00	1,060,717.45	5,846,998.55	-
Roads Stormwater Groutville Community Hall 1704619	761,090.00	179,650.00	581,440.00	2.00
CCTV Equipment	900,000.00	-	900,000.00	-
Upgrade to Salt Rock Offices	1,500,000.00	-	1,500,000.00	-
Waterworks Road Upgrade to Blacktop	5,884,170.00	1,209,830.72	4,674,339.28	-
NV Roads Stormwater Hlalanathi Roads Upgrade 170	1,660,476.00	453,932.50	1,206,543.50	-
NV Gizenga Street 170New.	3,000,000.00	-	3,000,000.00	-
Mdlbeni Access Roads and Stormwater	8,800,000.00	585,750.83	8,214,249.17	-
Khalafukwe internal roads MIG	438,910.00	-	438,910.00	-
Chief Albert Luthuli Road	5,000,000.00	4,595,250.00	404,750.00	-
Rehab of Hysom / Smithers Street & Intersection	2,965,554.00	-	2,965,554.00	-
Gledhow South Link	2,500,000.00	178,005.10	2,321,994.90	-
NV Roads Stormwater Traffic Calming Measures 17046	654,000.00	-	654,000.00	125,407.00
Ward 4 Internal Roads MIG	3,000,000.00	-	3,000,000.00	-
Groutville Surface Roads and Stormwater MIG	7,398,420.00	173,981.85	7,224,438.15	-
Stanger Heights Roads Improvement Phase 1	1,117,391.00	986,219.01	131,171.99	-
Ntshawini Priority 1 and 4	1,347,826.00	853,676.82	494,149.18	-
REHABILITATION OF SALT ROCK	3,500,000.00	112,027.23	3,387,972.77	-
WARD 24: SIDE WALK	1,000,000.00	670,353.52	329,646.48	-
WARD 28: REHABILITATION OF ROADS	2,000,004.00	2,000,004.00	-	-
WARD 16: TENSING CLIMB	700,000.00	700,000.00	-	-
Ward 17 Dendethu Access Road	2,500,000.00	988,718.89	1,511,281.11	-
Sokesimbone Access Road & Stormwater (Ward 1)	2,000,000.00	790,545.85	1,209,454.15	-
Ward 3 Nonoti Beach Road Access	246,988.00	-	246,988.00	-
Khuboni Access Road Ward 9	2,100,000.00	227,651.09	1,872,348.91	-
Shayamoya Road Upgrade to Blacktop	6,000,000.00	5,999,977.50	22.50	-
WARD16: STANGER HEIGHTS AND MOOLA INDUSTRIAL	2,500,000.00	2,500,000.00	-	-
WOODEN BRIDGE: WARD 1	350,004.00	101,275.65	248,728.35	93,001.00
	84,562,545.00	28,182,049.87	56,380,495.13	218,410.00

### Trading Services

In terms of Functional classification the R 13,859m expenditure reflected is from the following departments within the respective business units:-

### Energy Sources

- The Electrical Engineering Business unit reflects expenditure of R 12,624m for the projects has highlighted in the table below.

SegmentDesc	TotalBudget	TotalActual	RemainingBud	Pending
Implementation of KDM Scada System	21,186,747.00	-	21,186,747.00	-
Network Master Planning (Reticulation)	347,832.00	-	347,832.00	-
NV SAPPI Gizenga Substation 440423981	20,000,000.00	-	20,000,000.00	-
Electricity Admin New Dukuza 80MVA Bulk 400452153	27,000,000.00	1,983,877.42	25,016,122.58	-
NV Replace 33kVA Lavo Indust Sub 440452151	3,508,608.00	2,229,878.01	1,278,729.99	-
Replace 33kV Cable between Lavopiere and Industial Sub	2,960,787.00	-	2,960,787.00	-
Electricity Admin Housing Elect Project	4,347,826.00	4,347,826.00	-	-
KwaDukuza Mall Bulk Supplies- DTI funding	8,000,000.00	-	8,000,000.00	-
KwaDukuza Mall Bulk Supplies- LPD funding	7,568,174.00	3,711,576.96	3,856,597.04	-
Tinley Manor 11kV OHL Phase 6	1,110,000.00	-	1,110,000.00	-
NV Replace Grid Prot Relays 11K P3 430452146	2,000,000.00	-	2,000,000.00	-
MV Substations Rebuild: SAPPI Substations - KDM	6,500,000.00	-	6,500,000.00	-
NV Street Lights Cluster A 100 SL 400452122	1,393,632.00	56,868.59	1,336,763.41	-
NV Street Lights Cluster B 37SL 400452123	520,068.00	53,615.53	466,452.47	-
NV Street Lights Cluster C 100SL 400452124	890,004.00	52,970.31	837,033.69	-
NV Street Lights Cluster D 100SL 400452125	1,375,632.00	55,932.83	1,319,699.17	-
NV Street Lights Cluster E 100 SL 400452126	1,029,132.00	53,514.67	975,617.33	-
NV Street Lights Cluster F 50 SL 400452127	592,896.00	37,953.52	554,942.48	-
NV Street Lights Cluster G 50 SL 400452128	587,784.00	39,572.01	548,211.99	-
	110,919,122.00	12,623,585.85	98,295,536.15	-

- The main reasons cited for the variances is the non-finalization of SLA's dealing with projects of high value. In terms of the Loan funded project, the ED of the business unit is liaising with Eskom to finalize the outcome of the escalation on the project and the cash flow projections.
- The INEP grant has been fully spent by mid-year as reflected in the table.

**Waste Management**

- R1, 235m expenditure reflected for the multi-year Weigh Bridge Project. R2, 2m has been allocated in the 2020/21 financial year for the project.
- R2m and R50k has been allocated for the procurement of a Street Sweeping & Cleaning Truck and Street Litter bins.

**Below is a further summary of the Capital Expenditure per Business Unit.: Capital Expenditure per municipal business unit for the first six months under review.**

## SUMMARY CAPITAL EXPENDITURE 2000/01

BUSINESS UNIT	APPROVED BUDGET	ADJUSTED BUDGET	MAY EXP.	AUG EXP.	SEPT EXP.	OCT EXP.	NOV EXP.	DEC EXP.	YTD EXP.	Q1 ACTUAL	Q1 BUDGET	VARIANCE	Q2 ACTUAL	Q2 BUDGET	VARIANCE	YTD%	AVAILABLE BALANCE
OFFICE OF THE MUNICIPAL MANAGER																0.0%	
CORPORATE SERVICES	22,400,000	22,400,000		199,500	14,500	153,171	317,752	39,750	706,602	195,100	15,000,000	15,804,500	500,602	2,500,000	2,000,000	3.2%	21,694,398
FINANCE		250,000					8,320	23,047	31,368				31,368	250,000	218,632	12.5%	218,632
EDP	10,300,000	10,300,000			37,254			160,000	199,145	37,334	3,000,000	162,560	160,000	3,000,000	1,500,000	1.5%	10,100,457
COMMUNITY SERVICES & PUBLIC AMENITIES	38,500,000	38,500,000	1,025,005	1,633,404	3,053,460	1,770,059	1,236,834	5,001,000	12,753,883	5,735,054	1,053,235	1,314,654	8,000,000	12,505,211	14,276,461	34.0%	25,149,271
COMMUNITY SAFETY	22,000,000	22,000,000				1,251,005	5,700		1,357,723		1,000,000	1,100,000	1,557,723	14,000,000	15,553,173	6.0%	21,355,376
CIVIL ENGINEERING & PUBLIC UTILITIES	84,900,000	84,900,000	651,740	17,945,346	2,537,659	146,627	4,258,824	3,082,006	28,563,170	21,002,753	25,730,275	4,600,157	7,405,421	24,400,000	20,300,000	33.5%	55,419,600
ELECTRICAL ENGINEERING	114,500,000	113,655,000	665,100	2,725,600	4,565,005	1,772,311	3,055,634	2,745,500	15,008,539	7,058,102	14,500,000	17,551,550	8,000,000	25,000,000	22,000,000	23.3%	95,556,506
PORT DEVELOPMENT	1,000,000	1,000,000												1,000,000	1,000,000	0.0%	1,000,000
TOTAL	235,400,000	234,762,733	2,225,554	21,073,144	9,885,330	6,006,006	8,400,594	10,231,000	59,666,098	34,095,230	65,000,000	166,055,959	25,592,500	91,000,000	166,055,959	70.2%	235,075,740

0.0% 7.4% 3.4% 2.1% 3.0% 3.0% 20.2% 4.0% 6.2%





## 1.4 IN YEAR BUDGET STATEMENT TABLES

*In year budget statement tables*

Due to the legislated formats required for the Mid-Year Budget and Performance Assessment, these tables have been included on the attached excel spread sheet.

The following tables are included as part of the Mid- Year Budget and Performance Assessment:

- C1 - s71 Monthly Budget Statement Summary
- C2 - Monthly Budget Statement ; Financial Performance (Standard Classification)
- C3 - Monthly Budget Statement ; Financial Performance (Revenue and Expenditure by municipal vote)
- C4 - Monthly Budget Statement ; Financial Performance (Revenue and Expenditure)
- C5 - Monthly Budget Statement ; Capital Expenditure (Municipal vote , Standard classification and Funding)
- C6 - Consolidated Monthly Budget Statement ;Financial Position
- C7 - Consolidated Monthly Budget Statement ; Cash Flow

A detail narrative explanation of the above schedules and other supporting documentation is contained in this document.

KZN202 KwaDukuza - Table C1 Monthly Budget Statement Summary - M06 December

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	-	527,978	527,978	48,022	250,300	246,482	3,808	2%	-
Service charges	-	984,895	984,895	79,190	399,761	452,247	(52,487)	-12%	-
Investment revenue	-	38,704	41,455	2,995	9,927	17,754	(7,827)	-44%	-
Transfers and subsidies	-	220,368	251,594	89,529	184,457	151,759	32,698	22%	-
Other own revenue	-	103,830	103,830	7,295	33,062	48,953	(15,891)	-32%	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	-	<b>1,875,795</b>	<b>1,909,753</b>	<b>227,032</b>	<b>877,587</b>	<b>917,206</b>	<b>(39,698)</b>	<b>-4%</b>	-
Employee costs	-	474,992	474,992	39,553	209,969	230,528	(20,559)	-9%	-
Remuneration of Councillors	-	25,358	25,358	1,951	11,530	12,581	(1,051)	-8%	-
Depreciation & asset impairment	-	95,176	95,176	6,658	39,947	46,060	(6,113)	-13%	-
Finance charges	-	30,152	30,152	9,741	10,282	12,061	(1,769)	-15%	-
Materials and bulk purchases	-	802,125	808,311	58,637	346,742	377,935	(31,194)	-8%	-
Transfers and subsidies	-	6,900	6,900	495	1,896	2,884	(988)	-34%	-
Other expenditure	-	456,245	486,017	33,432	116,520	205,205	(88,685)	-43%	-
<b>Total Expenditure</b>	-	<b>1,890,949</b>	<b>1,924,907</b>	<b>148,468</b>	<b>736,896</b>	<b>887,254</b>	<b>(150,358)</b>	<b>-17%</b>	-
<b>Surplus/(Deficit)</b>	-	<b>(15,154)</b>	<b>(15,154)</b>	<b>78,565</b>	<b>140,612</b>	<b>29,952</b>	<b>110,660</b>	<b>369%</b>	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	-	83,950	82,950	(558)	15,151	45,934	###	-67%	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (non-monetary)	-	15,248	15,248	232	3,930	7,469	(3,539)	-47%	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	-	<b>84,043</b>	<b>83,043</b>	<b>78,238</b>	<b>159,692</b>	<b>83,354</b>	<b>76,338</b>	<b>92%</b>	-
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	-	<b>84,043</b>	<b>83,043</b>	<b>78,238</b>	<b>159,692</b>	<b>83,354</b>	<b>76,338</b>	<b>92%</b>	-
<b>Capital expenditure &amp; funds sources</b>									
Capital expenditure	-	295,382	294,763	10,524	59,687	156,701	(97,014)	-62%	-
Capital transfers recognised	-	95,249	94,380	2,882	18,137	48,608	(30,471)	-63%	-
Borrowing	-	42,000	42,000	44	1,984	23,363	(21,379)	-92%	-
Internally generated funds	-	158,133	158,383	7,798	39,566	84,738	(45,164)	-53%	-
<b>Total sources of capital funds</b>	-	<b>295,382</b>	<b>294,763</b>	<b>10,524</b>	<b>59,687</b>	<b>156,701</b>	<b>(97,014)</b>	<b>-62%</b>	-
<b>Financial position</b>									
Total current assets	-	1,162,202	1,228,690		1,151,724				-
Total non current assets	-	2,698,986	2,688,386		2,405,384				-
Total current liabilities	-	584,242	609,111		479,016				-
Total non current liabilities	-	337,446	379,446		245,730				-
Community wealth/Equity	-	2,929,499	2,928,499		2,832,362				-
<b>Cash flows</b>									
Net cash from (used) operating	-	293,622	327,392	134,437	314,042	146,811	(167,232)	-114%	-
Net cash from (used) investing	-	(272,946)	(272,593)	(11,390)	(62,092)	(136,473)	(74,381)	55%	-
Net cash from (used) financing	-	(9,044)	32,956	(4,245)	(5,113)	(4,522)	591	-13%	-
<b>Cash/cash equivalents at the month/year end</b>	-	<b>669,652</b>	<b>745,775</b>	<b>-</b>	<b>904,857</b>	<b>683,836</b>	<b>(241,021)</b>	<b>-36%</b>	<b>658,020</b>
<b>Debtors &amp; creditors analysis</b>	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
<b>Debtors Age Analysis</b>									
Total By Income Source	50,408	20,749	14,807	13,830	11,734	7,370	69,348	119,186	307,412
<b>Creditors Age Analysis</b>									
Total Creditors	2,450	18	9	4	2	5	4	20	2,511

KZN292 KwaDukuza - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>Revenue - Functional</b>										
<i>Governance and administration</i>		-	675,666	709,624	91,164	371,547	356,240	15,307	4%	-
Executive and council		-	54,731	87,937	37,178	83,281	62,462	20,819	33%	-
Finance and administration		-	620,183	620,945	53,986	288,266	293,481	(5,216)	-2%	-
Internal audit		-	742	742	-	-	297	(297)	-100%	-
<i>Community and public safety</i>		-	103,094	103,094	10,562	55,992	66,044	(10,052)	-15%	-
Community and social services		-	26,728	26,728	5,122	9,847	12,163	(2,316)	-19%	-
Sport and recreation		-	44,603	44,603	5,374	44,034	40,920	3,114	8%	-
Public safety		-	26,131	26,131	39	326	10,480	(10,153)	-97%	-
Housing		-	5,631	5,631	28	1,785	2,482	(696)	-28%	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	123,267	123,267	25,854	49,515	59,682	(10,167)	-17%	-
Planning and development		-	46,151	46,151	23,009	30,698	19,375	11,223	58%	-
Road transport		-	76,523	76,523	2,846	18,916	39,670	(20,753)	-52%	-
Environmental protection		-	1,593	1,593	-	-	637	(637)	-100%	-
<i>Trading services</i>		-	1,072,968	1,071,866	99,125	419,534	488,641	(69,108)	-14%	-
Energy sources		-	986,095	986,095	71,870	364,715	447,417	(82,702)	-18%	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	86,871	86,871	27,256	54,819	41,224	13,595	33%	-
<i>Other</i>	<b>4</b>	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	<b>2</b>	-	<b>1,974,992</b>	<b>2,007,950</b>	<b>226,706</b>	<b>895,588</b>	<b>970,608</b>	<b>(74,020)</b>	<b>-8%</b>	<b>-</b>
<b>Expenditure - Functional</b>										
<i>Governance and administration</i>		-	296,144	311,289	24,565	103,095	140,427	(37,332)	-27%	-
Executive and council		-	91,218	92,508	7,882	32,335	42,333	(9,998)	-24%	-
Finance and administration		-	200,022	213,854	16,320	68,813	95,797	(26,984)	-28%	-
Internal audit		-	4,904	4,847	363	1,947	2,297	(350)	-15%	-
<i>Community and public safety</i>		-	271,761	288,456	24,194	118,077	136,834	(18,756)	-14%	-
Community and social services		-	46,751	46,776	4,139	18,711	21,951	(3,241)	-15%	-
Sport and recreation		-	77,416	94,249	8,547	40,481	45,063	(4,582)	-10%	-
Public safety		-	130,100	129,978	10,275	62,409	61,314	8,913	-15%	-
Housing		-	18,495	18,453	1,232	6,486	8,506	(2,020)	-24%	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	181,375	181,800	16,596	70,655	84,506	(13,911)	-16%	-
Planning and development		-	79,031	79,128	5,136	28,680	36,374	(8,494)	-26%	-
Road transport		-	99,552	98,892	11,312	42,845	46,890	(4,046)	-9%	-
Environmental protection		-	2,782	2,760	147	930	1,302	(372)	-29%	-
<i>Trading services</i>		-	1,141,669	1,142,362	83,113	445,069	525,428	(80,359)	-15%	-
Energy sources		-	1,048,721	1,050,414	74,420	406,655	483,768	(77,111)	-16%	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	91,948	91,948	8,693	38,413	41,661	(3,248)	-8%	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Functional</b>	<b>3</b>	-	<b>1,880,948</b>	<b>1,924,907</b>	<b>148,468</b>	<b>736,896</b>	<b>887,254</b>	<b>(150,358)</b>	<b>-17%</b>	<b>-</b>
<b>Surplus/ (Deficit) for the year</b>		-	<b>84,043</b>	<b>83,043</b>	<b>78,238</b>	<b>158,692</b>	<b>83,354</b>	<b>76,338</b>	<b>92%</b>	<b>-</b>

KZN292 KwaDukuza - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December

Description	Ref	Budget Year 2020/21								Full Year Forecast
		2019/20 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands	1									
<b>Revenue - Functional</b>										
<i>Municipal governance and administration</i>		-	675,665	709,824	61,164	371,547	356,240	15,307	4%	-
Executive and council		-	54,731	67,937	37,178	83,281	62,462	20,819	0	-
Mayor and Council		-	50,629	84,035	33,260	70,383	60,901	10,482	0	-
Municipal Manager, Town Secretary and Chief Executive		-	3,902	3,902	3,898	3,898	1,561	2,337	0	-
Finance and administration		-	620,193	620,945	53,986	286,265	293,481	(5,216)	(0)	-
Administrative and Corporate Support		-	70	70	14	110	41	69	0	-
Asset Management		-	-	-	-	-	-	-	-	-
Finance		-	612,196	612,948	53,962	287,855	290,235	(2,380)	(0)	-
Fleet Management		-	-	-	-	-	-	-	-	-
Human Resources		-	1,991	1,991	-	-	798	(798)	(0)	-
Information Technology		-	-	-	-	-	-	-	-	-
Legal Services		-	-	-	-	-	-	-	-	-
Marketing, Customer Relations, Publicity and Media Co-ordination		-	3,238	3,238	-	-	1,295	(1,285)	(0)	-
Property Services		-	17	17	2	12	9	3	0	-
Risk Management		-	-	-	-	-	-	-	-	-
Security Services		-	-	-	-	-	-	-	-	-
Supply Chain Management		-	2,682	2,682	9	269	1,104	(815)	(0)	-
Valuation Service		-	-	-	-	-	-	-	-	-
Internal audit		-	742	742	-	-	297	(297)	(0)	-
Governance Function		-	742	742	-	-	297	(297)	(0)	-
Community and public safety		-	103,094	103,094	10,552	55,992	66,044	(10,052)	(0)	-
Community and social services		-	26,728	26,728	5,122	9,847	12,153	(2,315)	(0)	-
Aged Care		-	-	-	-	-	-	-	-	-
Agricultural		-	-	-	-	-	-	-	-	-
Animal Care and Diseases		-	-	-	-	-	-	-	-	-
Cemeteries, Funeral Parlours and Crematoriums		-	2,453	2,453	1,835	2,232	1,090	1,142	0	-
Child Care Facilities		-	5,958	5,958	-	-	2,383	(2,383)	(0)	-
Community Halls and Facilities		-	440	440	13	56	176	(120)	(0)	-
Consumer Protection		-	-	-	-	-	-	-	-	-
Cultural Matters		-	4,167	4,167	3,273	3,603	1,827	1,776	0	-
Disaster Management		-	-	-	-	-	-	-	-	-
Education		-	-	-	-	-	-	-	-	-
Indigenous and Customary Law		-	-	-	-	-	-	-	-	-
Industrial Promotion		-	-	-	-	-	-	-	-	-
Language Policy		-	-	-	-	-	-	-	-	-
Libraries and Archives		-	6,297	6,297	-	3,699	2,601	1,097	0	-
Literacy Programmes		-	-	-	-	-	-	-	-	-
Media Services		-	-	-	-	-	-	-	-	-
Museums and Art Galleries		-	7,414	7,414	-	257	4,086	(3,829)	(0)	-
Population Development		-	-	-	-	-	-	-	-	-
Provincial Cultural Matters		-	-	-	-	-	-	-	-	-
Theatres		-	-	-	-	-	-	-	-	-
Zoo's		-	-	-	-	-	-	-	-	-
Sport and recreation		-	44,603	44,603	5,374	44,034	40,920	3,114	0	-
Beaches and Jetties		-	-	-	-	-	-	-	-	-
Casinos, Racing, Gambling, Wagering		-	43,806	43,806	5,315	43,657	40,627	3,130	0	-
Community Parks (including Nurseries)		-	797	797	59	377	383	(16)	(0)	-
Recreational Facilities		-	-	-	-	-	-	-	-	-
Sports Grounds and Stadiums		-	26,131	26,131	39	326	10,460	(10,133)	(0)	-
Public safety		-	-	-	-	-	-	-	-	-
Civil Defence		-	-	-	-	-	-	-	-	-
Cleansing		-	-	-	-	-	-	-	-	-
Control of Public Nuisances		-	-	-	-	-	-	-	-	-
Fencing and Fences		-	-	-	-	-	-	-	-	-
Fire Fighting and Protection		-	231	231	14	110	107	3	0	-
Licensing and Control of Animals		-	-	-	-	-	-	-	-	-
Police Forces, Traffic and Street Parking Control		-	25,900	25,900	26	217	10,373	(10,156)	(0)	-
Pounds		-	-	-	-	-	-	-	-	-
Housing		-	5,631	5,631	28	1,785	2,482	(695)	(0)	-
Housing		-	5,631	5,631	28	1,785	2,482	(696)	(0)	-
Informal Settlements		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Ambulance		-	-	-	-	-	-	-	-	-
Health Services		-	-	-	-	-	-	-	-	-
Laboratory Services		-	-	-	-	-	-	-	-	-
Food Control		-	-	-	-	-	-	-	-	-
Health Surveillance and Prevention of Communicable Diseases including		-	-	-	-	-	-	-	-	-
Immunizations		-	-	-	-	-	-	-	-	-
Vector Control		-	-	-	-	-	-	-	-	-
Chemical Safety		-	-	-	-	-	-	-	-	-
Economic and environmental services		-	123,267	123,267	25,854	49,515	59,682	(10,167)	(0)	-
Planning and development		-	46,151	46,151	23,009	30,596	19,375	11,223	0	-
Billboards		-	-	-	-	-	-	-	-	-
Corporate Wide Strategic Planning (IDPs, LEDS)		-	1,857	1,857	-	-	743	(743)	(0)	-

Central City Improvement District									
Development Facilitation		1,122	1,122	485	1,565	487	1,078	0	-
Economic Development/Planning		23,525	23,525	20,022	20,066	9,410	10,856	0	-
Regional Planning and Development									
Town Planning, Building Regulations and Enforcement, and City Engineer		19,547	19,547	2,522	6,968	8,736	232	0	-
Project Management Unit									
Provincial Planning									
Support to Local Municipalities									
Road transport	-	75,523	75,523	2,845	18,816	39,670	(28,753)	(0)	-
Public Transport									
Road and Traffic Regulation		12,745	12,745	2,031	5,479	6,089	(610)	(0)	-
Roads		62,778	62,778	813	13,437	33,581	(20,144)	(0)	-
Taxi Ranks									
Environmental protection	-	1,593	1,593	-	-	637	(637)	(0)	-
Biodiversity and Landscape		1,593	1,593	-	-	637	(637)	(0)	-
Coastal Protection									
Indigenous Forests									
Nature Conservation									
Pollution Control									
Soil Conservation									
Trading services	-	1,072,986	1,071,986	99,125	419,534	488,641	(69,106)	(0)	-
Energy sources	-	986,095	985,095	71,870	364,715	447,417	(82,702)	(0)	-
Electricity		986,095	985,095	71,870	364,715	447,417	(82,702)	(0)	-
Street Lighting and Signal Systems		-	-	-	-	-	-	-	-
Nonelectric Energy		-	-	-	-	-	-	-	-
Water management	-	-	-	-	-	-	-	-	-
Water Treatment		-	-	-	-	-	-	-	-
Water Distribution		-	-	-	-	-	-	-	-
Water Storage		-	-	-	-	-	-	-	-
Waste water management	-	-	-	-	-	-	-	-	-
Public Toilets		-	-	-	-	-	-	-	-
Sewerage		-	-	-	-	-	-	-	-
Storm Water Management		-	-	-	-	-	-	-	-
Waste Water Treatment		-	-	-	-	-	-	-	-
Waste management	-	86,871	86,871	27,256	54,819	41,224	13,595	0	-
Recycling									
Solid Waste Disposal (Landfill Sites)									
Solid Waste Removal		86,871	86,871	27,256	54,819	41,224	13,595	0	-
Street Cleaning									
Other	-	-	-	-	-	-	-	-	-
Abattoirs									
Air Transport									
Forestry									
Licensing and Regulation									
Markets									
Tourism									
Total Revenue - Functional	2	-	1,974,892	2,007,950	228,706	856,568	970,608	(74,020)	(0)
Expenditure - Functional		-	266,144	311,289	24,565	103,095	140,427	(37,332)	(0)
Municipal governance and administration		-	91,216	92,588	7,682	32,335	42,333	(9,998)	(0)
Executive and council		-	61,577	61,401	3,685	18,434	27,254	(8,519)	(0)
Mayor and Council									
Municipal Manager, Town Secretary and Chief Executive			29,641	31,187	4,216	13,900	15,079	(1,179)	(0)
Finance and administration	-	200,022	213,854	16,320	68,613	95,797	(26,964)	(0)	-
Administrative and Corporate Support		25,104	25,152	1,620	10,334	11,833	(1,499)	(0)	-
Asset Management									
Finance		108,604	108,937	4,501	23,135	47,105	(23,970)	(0)	-
Fleet Management		11,132	11,132	839	6,351	5,211	140	0	-
Human Resources		11,152	11,122	662	5,199	5,530	(331)	(0)	-
Information Technology		15,376	15,367	1,497	6,144	7,369	(1,224)	(0)	-
Legal Services									
Marketing, Customer Relations, Publicity and Media Co-ordination		6,164	6,129	555	2,746	2,969	(242)	(0)	-
Property Services		8,237	8,237	816	3,669	3,527	(58)	(0)	-
Risk Management									
Security Services		5,574	19,299	4,697	7,690	7,757	134	0	-
Supply Chain Management		8,478	8,478	763	4,144	4,076	57	0	-
Valuation Service									
Internal audit	-	4,904	4,847	363	1,947	2,297	(350)	(0)	-
Governance Function		4,904	4,847	363	1,947	2,297	(350)	(0)	-
Community and public safety	-	271,761	289,455	24,164	118,977	135,834	(16,755)	(0)	-
Community and social services	-	45,751	46,776	4,139	18,711	21,951	(3,241)	(0)	-
Aged Care									
Agricultural									
Animal Care and Diseases									
Cemeteries, Funeral Parlours and Crematoriums		9,360	9,360	917	4,046	4,426	(380)	(0)	-
Child Care Facilities		7,225	7,204	594	2,447	3,326	(879)	(0)	-
Community Halls and Facilities		8,213	8,213	741	3,792	3,934	(142)	(0)	-
Consumer Protection									
Cultural Matters									
Disaster Management		6,738	7,785	399	1,761	3,377	(1,617)	(0)	-

Education								
Indigenous and Customary Law								
Industrial Promotion								
Language Policy								
Libraries and Archives	13,028	13,028	1,388	6,163	6,320	(197)	(0)	-
Literacy Programmes								
Media Services								
Museums and Art Galleries	1,188	1,185	101	501	567	(86)	(0)	-
Population Development								
Provincial Cultural Matters								
Theatres								
Zoo's								
Sport and recreation	-	77,416	94,249	8,647	40,461	45,063	(4,682)	(0)
Beaches and Jetties								
Casinos, Racing, Gambling, Wagering								
Community Parks (including Nurseries)	37,270	54,103	5,368	25,406	26,536	(1,130)	(0)	-
Recreational Facilities	40,146	40,146	3,181	15,074	18,527	(3,452)	(0)	-
Sports Grounds and Stadiums								
Public safety	-	130,100	128,976	10,275	62,400	61,314	(8,813)	(0)
Civil Defence								
Cleansing								
Control of Public Nuisances								
Fencing and Fences								
Fire Fighting and Protection	40,624	40,601	3,673	20,582	19,663	920	0	-
Licensing and Control of Animals								
Police Forces, Traffic and Street Parking Control	89,476	89,377	6,802	31,018	41,651	(9,633)	(0)	-
Pounds								
Housing	-	16,465	16,453	1,232	6,466	8,506	(2,020)	(0)
Housing		16,465	16,453	1,232	6,466	8,506	(2,020)	(0)
Informal Settlements								
Health	-	-	-	-	-	-	-	-
Ambulance								
Health Services								
Laboratory Services								
Food Control								
Health Surveillance and Prevention of Communicable Diseases Including								
Vector Control								
Chemical Safety								
Economic and environmental services	-	181,375	181,800	16,596	70,635	84,586	(13,911)	(0)
Planning and development	-	79,031	79,128	5,136	26,880	36,374	(9,494)	(0)
Billboards								
Corporate Wide Strategic Planning (IDPs, LED's)		16,637	15,611	1,402	6,950	7,508	(559)	(0)
Central City Improvement District								
Development Facilitation	9,854	9,954	760	4,203	4,062	(679)	(0)	-
Economic Development/Planning	29,859	30,036	720	4,625	12,790	(8,165)	(0)	-
Regional Planning and Development								
Town Planning, Building Regulations and Enforcement, and City Engineer	23,560	23,526	2,254	11,023	11,213	(191)	(0)	-
Project Management Unit								
Provincial Planning								
Support to Local Municipalities								
Road transport	-	98,562	99,892	11,312	42,646	46,690	(4,048)	(0)
Public Transport								
Road and Traffic Regulation	13,138	13,138	1,188	6,315	6,457	(142)	(0)	-
Roads	66,424	66,754	10,124	36,529	40,433	(3,904)	(0)	-
Taxi Ranks								
Environmental protection	-	2,782	2,780	147	930	1,302	(372)	(0)
Biodiversity and Landscape		2,782	2,780	147	930	1,302	(372)	(0)
Coastal Protection								
Indigenous Forests								
Nature Conservation								
Pollution Control								
Soil Conservation								
Trading services	-	1,141,869	1,142,362	63,113	445,069	525,428	(80,359)	(0)
Energy sources	-	1,045,721	1,050,414	74,420	408,655	488,766	(77,111)	(0)
Electricity		1,044,307	1,045,000	74,039	405,168	481,481	(76,313)	(0)
Street Lighting and Signal Systems		5,414	5,414	380	1,467	2,285	(798)	(0)
Non-electric Energy								
Water management	-	-	-	-	-	-	-	-
Water Treatment								
Water Distribution								
Water Storage								
Waste water management	-	-	-	-	-	-	-	-
Public Toilets								
Sewerage								
Storm Water Management								
Waste Water Treatment								
Waste management	-	81,948	81,948	8,553	38,413	41,661	(3,248)	(0)
Recycling								
Solid Waste Disposal (Landfill Sites)								
Solid Waste Removal		81,060	81,060	7,640	33,833	38,326	(2,494)	(0)

Street Cleaning		10,888	10,888	853	4,580	5,333	(754)	(0)	-
Other		-	-	-	-	-	-	-	-
Abattoirs		-	-	-	-	-	-	-	-
Air Transport		-	-	-	-	-	-	-	-
Forestry		-	-	-	-	-	-	-	-
Licensing and Regulation		-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-
Tourism		-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	-	1,890,849	1,924,907	146,458	736,896	867,254	(150,359)	(0)
Surplus/ (Deficit) for the year		-	84,041	83,043	78,238	159,092	83,354	75,338	0

#### References

1. Government Finance Statistics Functions and Sub-functions are standardised to assist national and international accounts and comparison

2. Total Revenue by Functional Classification must reconcile to total operating revenue shown in Financial Performance (revenue and expenditure)

3. Total Expenditure by Functional Classification must reconcile to total operating expenditure shown in Financial Performance (revenue and expenditure)

4. All amounts must be classified under a Functional classification. The function 'Other' is only for Abattoirs, Air Transport, Licensing and Regulation, Markets and Tourism - and if used must be supported by footnotes. Nothing else may be placed under 'Other'. Assign associate share to relevant classification

check oprev balance	-	-	3	-	-	-	-74,020,172	-
check opexp balance	-	-12	-4	-	-	0	0	-



KZN292 KwaDukuza - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December

KZN292 KwaDukuza - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - R thousands

Vote Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - Chief Operations Officer Business Unit		-	9,740	9,740	3,898	3,898	3,896	2	0.1%	-
Vote 2 - Corporate Services Business Unit		-	52,889	86,095	33,294	79,493	61,739	17,754	28.8%	-
Vote 3 - Finance Business Unit		-	614,878	615,630	53,970	288,144	291,339	(3,195)	-1.1%	-
Vote 4 - Economic Development Planning Business Unit		-	53,300	53,300	23,009	30,855	23,355	7,500	32.1%	-
Vote 5 - Community Services and Public Amenities Business Unit		-	140,647	140,647	34,478	104,828	86,001	18,826	21.9%	-
Vote 6 - Community Safety Business Unit		-	43,081	43,061	5,343	9,421	18,406	(8,985)	-48.8%	-
Vote 7 - Civil Engineering and Human Settlement Business Unit		-	68,426	68,426	844	15,235	36,072	(20,837)	-57.8%	-
Vote 8 - Electrical Engineering Business Unit		-	986,095	985,095	71,870	364,715	447,417	(82,702)	-18.5%	-
Vote 9 - Youth Development Business Unit		-	5,958	5,958	-	-	2,383	(2,383)	-100.0%	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	-	1,974,992	2,007,950	226,706	896,598	970,608	(74,020)	-7.6%	-
Expenditure by Vote	1									
Vote 1 - Chief Operations Officer Business Unit		-	58,346	49,780	6,155	23,042	24,188	(1,147)	-4.7%	-
Vote 2 - Corporate Services Business Unit		-	113,210	113,042	7,845	40,112	51,895	(11,873)	-22.8%	-
Vote 3 - Finance Business Unit		-	117,282	117,416	5,264	27,278	61,181	(23,903)	-46.7%	-
Vote 4 - Economic Development Planning Business Unit		-	67,362	67,481	3,982	21,361	30,734	(9,372)	-30.5%	-
Vote 5 - Community Services and Public Amenities Business Unit		-	177,411	202,238	19,054	87,874	94,926	(7,052)	-7.4%	-
Vote 6 - Community Safety Business Unit		-	178,105	192,765	18,143	75,890	89,069	(13,179)	-14.8%	-
Vote 7 - Civil Engineering and Human Settlement Business Unit		-	113,156	113,445	12,172	46,885	52,867	(5,982)	-11.3%	-
Vote 8 - Electrical Engineering Business Unit		-	1,080,853	1,061,546	75,259	412,006	488,978	(76,971)	-15.7%	-
Vote 9 - Youth Development Business Unit		-	7,225	7,204	594	2,447	3,326	(879)	-26.4%	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	-	1,890,949	1,924,907	146,468	736,896	887,254	(150,358)	-16.9%	-
Surplus/ (Deficit) for the year	2	-	84,043	83,043	78,238	159,692	83,354	76,338	91.6%	-

KZN292 KwaDukuza - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - A - M06 December

Vote Description		Ref	2019/20	Budget Year 2020/21							
R thousand			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote											
Vote 1 - Chief Operations Officer Business Unit	1	-	-	9,740	9,740	3,898	3,898	3,896	2	0%	-
1.1 - Municipal Manager's Office				3,802	3,802	3,868	3,898	1,561	2,337	150%	-
1.2 - Internal Audit				742	742	-	-	297	(297)	-100%	-
1.3 - Corporate Communications				3,238	3,238	-	-	1,285	(1,285)	-100%	-
1.4 - IDP				716	716	-	-	266	(266)	-100%	-
1.5 - PMS				363	363	-	-	145	(145)	-100%	-
1.6 - Public Participation				778	778	-	-	312	(312)	-100%	-
Vote 2 - Corporate Services Business Unit		-	-	52,889	55,095	33,294	79,493	61,738	17,754	28%	-
2.1 - Council General Expenses				50,829	54,035	33,280	79,393	60,901	18,482	30%	-
2.2 - Human Resources - Admin				1,991	1,991	-	-	798	(798)	-100%	-
2.3 - Administration: General				70	70	14	110	41	68	164%	-
2.4 - Information Technology				-	-	-	-	-	-	-	-
Vote 3 - Finance Business Unit		-	-	614,878	615,630	53,970	288,144	291,339	(3,195)	-1%	-
3.1 - Assessment Rates				527,978	527,978	48,022	250,300	246,492	3,808	2%	-
3.2 - Budget and Treasury Office				84,218	84,970	5,940	37,555	43,743	(6,188)	-14%	-
3.3 - Supply Chain Management				2,682	2,682	9	288	1,104	(815)	-74%	-
Vote 4 - Economic Development Planning Business Unit		-	-	53,360	53,306	23,609	30,855	23,355	7,500	32%	-
4.1 - Museum				7,414	7,414	-	257	4,085	(3,829)	-94%	-
4.2 - Economic Develop. & Planning				23,625	23,525	20,022	20,066	9,410	10,656	113%	-
4.3 - Environment & Management				1,583	1,593	-	-	637	(637)	-100%	-
4.4 - Development Control				1,122	1,122	465	1,695	487	1,078	222%	-
4.5 - Town Planning				9,450	9,450	99	1,915	3,047	(2,032)	-51%	-
4.6 - Building Control				10,197	10,197	2,423	7,053	4,788	2,264	47%	-
Vote 5 - Community Services and Public Amenities Bus		-	-	140,647	140,647	34,478	104,820	85,001	18,826	22%	-
5.1 - Beach Amenities				-	-	-	-	-	-	-	-
5.2 - Library				6,297	6,287	-	3,698	2,501	1,097	42%	-
5.3 - Cemetery				2,453	2,453	1,835	2,232	1,090	1,142	105%	-
5.4 - Admin General				-	-	-	-	-	-	-	-
5.5 - Parks and Gardens				43,806	43,806	5,316	43,657	40,527	3,130	8%	-
5.6 - Sport and Recreation				80	80	-	10	32	(22)	-70%	-
5.7 - Dolphin Park				700	700	59	356	361	4	1%	-
5.8 - Community Halls				440	440	13	58	176	(120)	-68%	-
5.9 - Street Sweeping				-	-	-	-	-	-	-	-
5.10 - Refuse Removal				68,871	68,871	27,258	54,810	41,224	13,585	33%	-
Vote 6 - Community Safety Business Unit		-	-	43,681	43,001	5,343	9,421	18,406	(8,985)	-49%	-
6.1 - Law Enforcement Administration				-	-	-	-	-	-	-	-
6.2 - Security Services				-	-	-	-	-	-	-	-
6.3 - Law Enforcement				25,980	25,900	25	217	10,373	(10,156)	-98%	-
6.4 - Fire and Emergency				231	231	14	110	107	3	2%	-
6.5 - Disaster Management				4,187	4,167	3,273	3,603	1,827	1,776	97%	-
6.6 - Marine Safety				17	17	-	12	10	2	18%	-
6.7 - Vehicle Testing				5,941	5,941	343	1,800	2,727	(927)	-34%	-
6.8 - Vehicle Licensing				6,804	6,804	1,808	3,679	3,392	317	9%	-
Vote 7 - Civil Engineering and Human Settlement Busin		-	-	68,426	68,426	844	15,235	36,072	(20,837)	-58%	-
7.1 - Human Settlements				5,631	5,631	28	1,785	2,482	(696)	-28%	-
7.2 - Civil Admin				3,365	3,365	-	2,489	1,650	839	61%	-
7.3 - Civil Buildings				1	1	0	0	0	(0)	-71%	-
7.4 - Road and Stormwater				58,413	58,413	813	10,948	31,931	(20,983)	-66%	-
7.5 - Staff Housing				16	16	2	12	9	3	38%	-
Vote 8 - Electrical Engineering Business Unit		-	-	986,095	985,095	71,870	364,715	447,417	(82,702)	-18%	-
8.1 - Street Lights				-	-	-	-	-	-	-	-
8.2 - Vehicle and Plant Electricity				-	-	-	-	-	-	-	-
8.3 - Mechanical Workshop				-	-	-	-	-	-	-	-
8.4 - Electricity: Administration				811,445	810,445	60,603	300,747	366,385	(65,558)	-18%	-
8.5 - Electricity: Urban South				8,697	8,697	(68)	21	3,495	(3,474)	-99%	-
8.6 - Electricity: Rural North				-	-	-	-	-	-	-	-
8.7 - Electricity: SAPPI				165,953	165,953	11,293	63,947	77,818	(13,670)	-18%	-
8.8 - Electricity: Urban North				-	-	-	-	-	-	-	-
8.9 - Electricity: Rural South				-	-	-	-	-	-	-	-
8.10 - Electricity Salaries Dist.Acc.				-	-	-	-	-	-	-	-
Vote 9 - Youth Development Business Unit		-	-	5,958	5,958	-	-	2,363	(2,363)	-100%	-
9.1 - Youth Development				5,958	5,958	-	-	2,363	(2,363)	-100%	-
Total Revenue by Vote	2	-	-	1,974,892	2,007,950	226,706	895,588	970,608	(74,020)	-8%	-
Expenditure by Vote											
Vote 1 - Chief Operations Officer Business Unit	1	-	-	55,346	49,780	6,155	23,042	24,188	(1,147)	-5%	-
1.1 - Municipal Manager's Office				29,641	23,193	3,835	11,388	11,393	5	0%	-
1.2 - Internal Audit				4,904	4,847	363	1,947	2,267	(350)	-15%	-
1.3 - Corporate Communications				6,164	6,129	555	2,746	2,989	(242)	-8%	-
1.4 - IDP				2,021	2,021	101	603	928	(325)	-35%	-
1.5 - PMS				4,638	4,617	331	2,022	2,229	(208)	-9%	-
1.6 - Public Participation				3,980	8,974	970	4,325	4,352	(27)	-1%	-
Vote 2 - Corporate Services Business Unit		-	-	113,210	113,042	7,845	40,112	51,985	(11,873)	-23%	-
2.1 - Council General Expenses				81,577	61,401	3,655	18,434	27,254	(8,819)	-32%	-
2.2 - Human Resources - Admin				11,152	11,122	862	5,189	5,530	(331)	-6%	-
2.3 - Administration: General				25,104	25,152	1,920	10,334	11,833	(1,498)	-13%	-
2.4 - Information Technology				15,376	15,387	1,497	6,144	7,369	(1,224)	-17%	-
Vote 3 - Finance Business Unit		-	-	117,282	117,416	5,284	27,278	51,181	(23,903)	-47%	-

3.1 - Assessment Rates		12,742	12,742	1,049	3,987	5,231	(1,284)	-24%	
3.2 - Budget and Treasury Office		98,082	96,186	3,452	19,168	41,874	(22,708)	-54%	
3.3 - Supply Chain Management		6,478	8,478	783	4,144	4,076	67	2%	
Vote 4 - Economic Development Planning Business Unit	-	67,362	67,481	3,982	21,361	30,734	(9,372)	-30%	
4.1 - Museum		1,186	1,185	101	501	567	(66)	-12%	
4.2 - Economic Develop. & Planning		26,859	30,036	720	4,625	12,790	(8,165)	-64%	
4.3 - Environment & Management		2,782	2,780	147	930	1,302	(372)	-28%	
4.4 - Development Control		9,954	9,954	760	4,283	4,862	(578)	-12%	
4.5 - Town Planning		9,751	9,696	1,690	4,800	4,517	284	6%	
4.6 - Building Control		13,630	13,830	1,164	6,222	6,696	(474)	-7%	
Vote 5 - Community Services and Public Amenities Busi	-	177,411	202,238	19,054	97,874	94,926	(2,948)	-3%	
5.1 - Beach Amenities		11,845	11,845	1,102	4,850	5,563	(613)	-11%	
5.2 - Library		13,028	13,028	1,388	6,163	6,320	(157)	-2%	
5.3 - Cemetery		9,380	9,360	917	4,046	4,426	(380)	-8%	
5.4 - Admin General		-	7,985	382	2,502	3,886	(1,184)	-32%	
5.5 - Parks and Gardens		37,270	54,103	5,366	26,406	26,536	(1,130)	-4%	
5.6 - Sport and Recreation		5,746	5,746	465	2,801	2,799	(198)	-7%	
5.7 - Dolphin Park		-	-	-	-	-	-	-	
5.8 - Community Halls		8,213	8,213	751	3,792	3,934	(142)	-4%	
5.9 - Street Sweeping		10,888	10,888	853	4,580	5,333	(754)	-14%	
5.10 - Refuse Removal		81,080	81,060	7,840	33,833	36,328	(2,494)	-7%	
Vote 6 - Community Safety Business Unit	-	178,105	192,755	18,143	75,690	89,069	(13,379)	-15%	
6.1 - Law Enforcement Administration		19,419	39,526	715	4,015	12,971	(8,956)	-69%	
6.2 - Security Services		5,574	19,289	4,867	7,890	7,757	134	2%	
6.3 - Law Enforcement		79,057	58,851	5,887	27,603	28,680	(877)	-3%	
6.4 - Fire and Emergency		40,624	40,801	3,673	20,582	19,663	920	5%	
6.5 - Disaster Management		6,738	7,765	389	1,761	3,377	(1,617)	-48%	
6.6 - Marine Safety		22,555	22,555	1,614	7,523	10,164	(2,641)	-26%	
6.7 - Vehicle Testing		8,570	8,570	794	4,180	4,191	(11)	-1%	
6.8 - Vehicle Licensing		4,588	4,588	385	2,155	2,268	(111)	-5%	
Vote 7 - Civil Engineering and Human Settlement Busin	-	113,168	113,445	12,172	46,845	52,867	(6,022)	-11%	
7.1 - Human Settlements		18,495	18,453	1,232	6,486	6,506	(20)	-0%	
7.2 - Civil Admin		13,472	13,602	1,265	6,270	6,438	(168)	-3%	
7.3 - Civil Buildings		8,209	8,209	619	3,850	3,916	(67)	-2%	
7.4 - Road and Stormwater		72,953	72,953	8,859	30,269	33,995	(3,726)	-11%	
7.5 - Staff Housing		28	28	0	20	11	9	78%	
Vote 8 - Electrical Engineering Business Unit	-	1,060,893	1,061,546	75,250	412,006	488,978	(76,971)	-18%	
8.1 - Street Lights		5,414	5,414	380	1,487	2,285	(798)	-35%	
8.2 - Vehicle and Plant Electricity		2,528	2,528	282	1,604	1,080	423	38%	
8.3 - Mechanical Workshop		8,606	8,606	838	3,847	4,131	(284)	-7%	
8.4 - Electricity: Administration		982,580	983,282	68,592	379,713	453,097	(73,383)	-16%	
8.5 - Electricity: Urban South		6,078	6,078	385	2,674	2,521	153	6%	
8.6 - Electricity: Rural North		7,625	7,625	575	2,807	3,162	(375)	-12%	
8.7 - Electricity: SAPPi		1,827	1,827	3	82	759	(677)	-89%	
8.8 - Electricity: Urban North		6,750	6,750	293	1,743	2,768	(1,025)	-37%	
8.9 - Electricity: Rural South		4,080	4,080	458	1,857	1,731	126	7%	
8.10 - Electricity Salaries Dist. Aco.		35,349	35,349	2,826	18,292	17,424	(868)	-5%	
Vote 9 - Youth Development Business Unit	-	7,225	7,204	594	2,447	3,326	(879)	-28%	
9.1 - Youth Development		7,225	7,204	594	2,447	3,326	(879)	-28%	
Total Expenditure by Vote	2	-	1,890,949	1,924,907	148,468	736,880	887,254	(150,358)	(9)
Surplus/ (Deficit) for the year	2	-	84,043	83,043	78,238	159,692	83,354	76,338	0

## References

1. Insert 'Vote', e.g. Department, if different to standard structure
2. Must reconcile to Financial Performance ('Revenue and Expenditure by Standard Classification' and 'Revenue and Expenditure')
3. Assign share in 'associate' to relevant Vote

check revenue  
check expenditure

KZN292 KwaDukuza - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

KZN292 KwaDukuza - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - 30th December										
Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>Revenue By Source</b>										
Property rates			527,978	527,978	48,022	250,300	246,492	3,808	2%	
Service charges - electricity revenue			919,532	919,532	73,443	366,450	419,626	(53,176)	-13%	
Service charges - water revenue			-	-	-	-	-	-	-	
Service charges - sanitation revenue			-	-	-	-	-	-	-	
Service charges - refuse revenue			65,363	65,363	5,747	33,311	32,621	690	2%	
Rental of facilities and equipment			4,087	4,087	179	1,017	1,849	(832)	-45%	
Interest earned - external investments			38,704	41,455	2,995	9,927	17,754	(7,827)	-44%	
Interest earned - outstanding debtors			11,900	11,900	435	2,283	5,039	(2,756)	-55%	
Dividends received			-	-	-	-	-	-	-	
Fines, penalties and forfeits			45,421	45,421	390	1,673	18,755	(17,082)	-91%	
Licences and permits			448	448	30	262	200	62	31%	
Agency services			12,745	12,745	2,031	5,479	6,089	(610)	-10%	
Transfers and subsidies			220,388	251,594	89,529	104,457	151,759	32,698	22%	
Other revenue			26,450	26,450	4,231	22,348	15,909	6,440	40%	
Gains			2,780	2,780	-	-	1,112	(1,112)	-100%	
		-	1,875,795	1,909,763	227,032	877,507	917,206	(39,698)	-4%	-
Total Revenue (excluding capital transfers and contributions)										
<b>Expenditure By Type</b>										
Employee related costs			474,992	474,992	39,553	209,968	230,528	(20,559)	-9%	
Remuneration of councillors			25,358	25,358	1,951	11,530	12,581	(1,051)	-8%	
Debt impairment			162,632	162,632	104	1,141	65,053	(63,911)	-99%	
Depreciation & asset impairment			95,176	95,176	6,868	39,947	46,060	(6,113)	-13%	
Finance charges			30,152	30,152	9,741	10,292	12,051	(1,769)	-15%	
Bulk purchases			783,831	783,831	55,778	339,642	368,391	(28,749)	-8%	
Other materials			18,294	22,480	859	7,100	9,544	(2,445)	-26%	
Contracted services			174,010	209,063	24,738	60,104	91,724	(11,620)	-13%	
Transfers and subsidies			6,906	6,906	495	1,896	2,884	(988)	-34%	
Other expenditure			119,603	114,322	8,590	35,274	48,428	(13,154)	-27%	
Losses			-	-	-	-	-	-	-	
		-	1,880,949	1,924,967	148,488	736,696	887,264	(150,568)	-17%	-
Total Expenditure										
Surplus/(Deficit)		-	(15,154)	(15,154)	78,565	140,812	29,952	110,660	0	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)			83,950	82,950	(559)	15,151	45,934	(30,783)	(0)	
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)			15,248	15,248	232	3,930	7,469	(3,539)	(0)	
Transfers and subsidies - capital (in-kind - all)			-	-	-	-	-	-	-	
Surplus/(Deficit) after capital transfers & contributions		-	84,043	83,043	78,238	159,692	83,354	-	-	-
Taxation			-	-	-	-	-	-	-	
Surplus/(Deficit) after taxation		-	84,043	83,043	78,238	159,692	83,354	-	-	-
Attributable to minorities			-	-	-	-	-	-	-	
Surplus/(Deficit) attributable to municipality		-	84,043	83,043	78,238	159,692	83,354	-	-	-
Share of surplus/ (deficit) of associate			-	-	-	-	-	-	-	
Surplus/ (Deficit) for the year		-	84,043	83,043	78,238	159,692	83,354	-	-	-

KZN292 KwaDukuza - Table CS Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06 December

Vote Description		Ref	Budget Year 2020/21								
			2019/20 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		1									
Multi-Year expenditure appropriation		2									
Vote 1 - Chief Operations Officer Business Unit			-	-	-	-	-	-	-	-	-
Vote 2 - Corporate Services Business Unit			-	2,500	-	-	-	-	-	-	-
Vote 3 - Finance Business Unit			-	-	-	-	-	-	-	-	-
Vote 4 - Economic Development Planning Business Unit			-	10,000	10,000	72	109	4,000	(3,891)	-97%	-
Vote 5 - Community Services and Public Amenities Business Unit			-	11,100	20,963	3,755	11,550	15,160	(3,610)	-24%	-
Vote 6 - Community Safety Business Unit			-	600	3,900	-	-	3,600	(3,600)	-100%	-
Vote 7 - Civil Engineering and Human Settlement Business Unit			-	21,140	73,323	2,653	20,371	42,606	(22,235)	-52%	-
Vote 8 - Electrical Engineering Business Unit			-	99,357	110,919	2,167	12,624	43,665	(30,041)	-71%	-
Vote 9 - Youth Development Business Unit			-	1,000	3,500	55	55	1,000	(945)	-94%	-
Vote 10 - [NAME OF VOTE 10]			-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]			-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]			-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]			-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]			-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]			-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure		4,7	-	145,697	222,605	8,603	44,710	109,931	(65,221)	-59%	-
Single Year expenditure appropriation		2									
Vote 1 - Chief Operations Officer Business Unit			-	-	-	-	-	-	-	-	-
Vote 2 - Corporate Services Business Unit			-	19,900	22,400	40	706	18,200	(17,494)	-86%	-
Vote 3 - Finance Business Unit			-	-	250	23	31	250	(219)	-87%	-
Vote 4 - Economic Development Planning Business Unit			-	300	300	89	89	100	(11)	-11%	-
Vote 5 - Community Services and Public Amenities Business Unit			-	25,103	15,240	1,210	2,148	4,185	(2,036)	-49%	-
Vote 6 - Community Safety Business Unit			-	22,090	18,793	-	1,357	12,363	(11,006)	-89%	-
Vote 7 - Civil Engineering and Human Settlement Business Unit			-	63,842	11,659	481	8,191	11,543	(3,352)	-29%	-
Vote 8 - Electrical Engineering Business Unit			-	15,148	2,716	78	2,495	100	2,355	2355%	-
Vote 9 - Youth Development Business Unit			-	3,300	800	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]			-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]			-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]			-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]			-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]			-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]			-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure		4	-	149,586	72,167	1,921	14,977	46,770	(31,793)	-68%	-
Total Capital Expenditure			-	295,282	294,763	10,524	59,687	156,701	(97,014)	-62%	-
Capital Expenditure - Functional Classification											
Governance and administration			-	28,012	28,447	341	3,392	19,630	(16,238)	-83%	-
Executive and council			-	-	-	-	-	-	-	-	-
Finance and administration			-	28,012	28,447	341	3,392	19,630	(16,238)	-83%	-
Internal audit			-	-	-	-	-	-	-	-	-
Community and public safety			-	68,085	55,285	4,573	14,165	36,090	(21,925)	-61%	-
Community and social services			-	25,163	24,753	1,194	2,642	7,030	(4,388)	-62%	-
Sport and recreation			-	21,300	21,900	3,199	9,905	14,844	(4,859)	-33%	-
Public safety			-	19,893	18,893	1,357	13,693	(12,536)	-90%	-	
Housing			-	1,738	1,738	180	180	322	(142)	-44%	-
Health			-	-	-	-	-	-	-	-	-
Economic and environmental services			-	85,047	84,863	2,743	28,271	54,946	(26,675)	-49%	-
Planning and development			-	300	300	89	89	100	(11)	-11%	-
Road transport			-	84,747	84,563	2,654	28,182	54,846	(26,664)	-49%	-
Environmental protection			-	-	-	-	-	-	-	-	-
Trading services			-	116,239	115,169	2,867	13,549	46,035	(32,176)	-70%	-
Energy services			-	111,759	110,919	2,167	12,624	43,565	(30,941)	-71%	-
Water management			-	-	-	-	-	-	-	-	-
Waste water management			-	-	-	-	-	-	-	-	-
Waste management			-	4,450	4,250	700	1,236	2,470	(1,234)	-50%	-
Other			-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification		3	-	295,282	294,763	10,524	59,687	156,701	(97,014)	-62%	-
Funded by:											
National Government			-	69,402	68,532	765	13,150	37,697	(24,437)	-65%	-
Provincial Government			-	7,316	7,316	44	61	4,000	(3,919)	-98%	-
District Municipality			-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations)			-	-	-	-	-	-	-	-	-
(National / Provincial Departmental Agencies)			-	-	-	-	-	-	-	-	-
Households / Non-profit Institutions / Private Enterprises			-	16,532	16,532	1,873	4,896	7,011	(2,115)	-30%	-
Public Corporations / Higher Educational Institutions			-	-	-	-	-	-	-	-	-
Transfers recognised - capital			-	65,249	64,380	2,882	18,137	48,608	(30,471)	-63%	-
Borrowing			-	42,000	42,000	44	1,884	23,363	(21,379)	-92%	-
Internally generated funds			-	158,133	158,383	7,799	39,566	84,730	(45,164)	-53%	-
Total Capital Funding		6	-	295,282	294,763	10,524	59,687	156,701	(97,014)	-62%	-

**References**

1. Municipalities may choose to appropriate for capital expenditure for three years or for one year (if one year appropriation projected expenditure required for yr2 and yr3).

2. Include capital component of PPP utility payment

3. Capital expenditure by functional classification must reconcile to the total of multi-year and single year appropriations

4. Include expenditure on investment property, intangible and biological assets

6. Include finance leases and PPP capital funding component of utility payment - total borrowing/repayments to reconcile to changes in Table SA17

KZN292 KwaDukuza - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - A - M06 December

Vote Description	Ref	2019/20	Budget Year 2020/21							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
<b>Capital expenditure - Municipal Vote</b>										
<b>Expenditure of multi-year capital appropriation</b>	1									
Vote 1 - Chief Operations Officer Business Unit		-	-	-	-	-	-	-	-	-
1.1 - Municipal Manager's Office										
1.2 - Internal Audit										
1.3 - Corporate Communications										
1.4 - IDP										
1.5 - PMS										
1.6 - Public Participation										
Vote 2 - Corporate Services Business Unit		-	2,500	-	-	-	-	-	-	-
2.1 - Council General Expenses			-	-						
2.2 - Human Resources - Admin			-	-						
2.3 - Administration: General			1,500	-						
2.4 - Information Technology			1,000	-						
Vote 3 - Finance Business Unit		-	-	-	-	-	-	-	-	-
3.1 - Assessment Rates										
3.2 - Budget and Treasury Office										
3.3 - Supply Chain Management										
Vote 4 - Economic Development Planning Business Unit		-	10,000	10,000	72	109	4,000	(3,891)	-97%	-
4.1 - Museum			10,000	10,000	72	109	4,000	(3,891)	-97%	-
4.2 - Economic Develop. & Planning			-	-						
4.3 - Environment & Management										
4.4 - Development Control										
4.5 - Town Planning										
4.6 - Building Control										
Vote 5 - Community Services and Public Amenities Business Unit		-	11,100	20,963	3,755	11,550	15,160	(3,610)	-24%	-
5.1 - Beach Amenities			-	-						
5.2 - Library			50	-	59	270	1,090	(730)	-73%	
5.3 - Cemetery			5,800	1,000						
5.4 - Admin General			-	-						
5.5 - Parks and Gardens			50	1,238	386	993	1,238	(248)	-20%	
5.6 - Sport and Recreation			4,000	15,525	2,630	8,727	12,451	(3,724)	-30%	
5.7 - Dolphin Park			-	-						
5.8 - Community Halls			1,200	1,000		325		325	#DIV/0!	
5.9 - Street Sweeping			-	-						
5.10 - Refuse Removal			-	2,200	790	1,236	470	766	163%	
Vote 6 - Community Safety Business Unit		-	600	3,500	-	-	3,600	(3,600)	-100%	-
6.1 - Law Enforcement Administration			-	-						
6.2 - Security Services			-	-						
6.3 - Law Enforcement			-	-						
6.4 - Fire and Emergency			600	1,600			1,500	(1,500)	-100%	
6.5 - Disaster Management			-	-						
6.6 - Marine Safety			-	2,400			2,100	(2,100)	-100%	
6.7 - Vehicle Testing			-	-						
6.8 - Vehicle Licensing			-	-						
Vote 7 - Civil Engineering and Human Settlement Business Unit		-	21,140	73,323	2,553	20,371	42,606	(22,235)	-52%	-
7.1 - Human Settlements			1,738	1,622	180	180	322	(142)	-44%	
7.2 - Civil Admin			-	-						
7.3 - Civil Buildings			746	-						
7.4 - Road and Stormwater			16,556	71,780	2,373	20,191	42,294	(22,093)	-82%	
7.5 - Staff Housing			-	-						
Vote 8 - Electrical Engineering Business Unit		-	95,357	110,919	2,167	12,524	43,565	(30,041)	-71%	-
8.1 - Street Lights			-	-						
8.2 - Vehicle and Plant Electricity			-	-						
8.3 - Mechanical Workshop			2,718	-						
8.4 - Electricity: Administration			74,041	81,340	1,360	10,394	31,604	(21,210)	-67%	
8.5 - Electricity: Urban South			-	-						
8.6 - Electricity: Rural North			2,090	2,000						
8.7 - Electricity: SAPPI			20,000	25,489	807	2,230	10,961	(8,731)	-80%	
8.8 - Electricity: Urban North			-	-						
8.9 - Electricity: Rural South			-	1,110			1,000	(1,000)	-100%	
8.10 - Electricity Salaries Dist. Acn.			-	-						
Vote 9 - Youth Development Business Unit		-	1,000	3,500	55	55	1,000	(945)	-94%	-
9.1 - Youth Development			1,000	3,500	55	55	1,000	(945)	-94%	-
<b>Total multi-year capital expenditure</b>		-	145,697	222,605	8,603	44,710	109,931	(65,221)	-58%	-
<b>Capital expenditure - Municipal Vote</b>										
<b>Expenditure of single-year capital appropriation</b>	1									
Vote 1 - Chief Operations Officer Business Unit		-	-	-	-	-	-	-	-	-
1.1 - Municipal Manager's Office										
1.2 - Internal Audit										
1.3 - Corporate Communications										
1.4 - IDP										
1.5 - PMS										
1.6 - Public Participation										
Vote 2 - Corporate Services Business Unit		-	19,900	22,400	40	706	18,200	(17,494)	-86%	-
2.1 - Council General Expenses			15,000	-						
2.2 - Human Resources - Admin			900	900		316	500	(182)	-38%	
2.3 - Administration: General			4,000	16,500	38	72	15,900	(15,828)	-100%	
2.4 - Information Technology			-	5,000	1	315	1,800	(1,484)	-82%	

Vote 3 - Finance Business Unit	-	-	250	23	31	250	(219)	-87%	-
3.1 - Assessment Rates	-	-	-	-	-	-	-	-	-
3.2 - Budget and Treasury Office	-	-	250	23	31	250	(219)	-87%	-
3.3 - Supply Chain Management	-	-	-	-	-	-	-	-	-
Vote 4 - Economic Development Planning Business Unit	-	300	300	89	89	100	(11)	-11%	-
4.1 - Museum	-	-	-	-	-	-	-	-	-
4.2 - Economic Develop. & Planning	-	300	300	89	89	100	(11)	-11%	-
4.3 - Environment & Management	-	-	-	-	-	-	-	-	-
4.4 - Development Control	-	-	-	-	-	-	-	-	-
4.5 - Town Planning	-	-	-	-	-	-	-	-	-
4.6 - Building Control	-	-	-	-	-	-	-	-	-
Vote 5 - Community Services and Public Amenities Busin.	-	25,103	15,240	1,210	2,148	4,185	(2,039)	-49%	-
5.1 - Beach Amenities	-	-	-	-	-	-	-	-	-
5.2 - Library	-	-	50	15	29	50	(21)	-42%	-
5.3 - Cemetery	-	2,410	7,210	786	1,289	1,289	1,289	N/DIV/DI	-
5.4 - Admin General	-	-	-	-	-	-	-	-	-
5.5 - Parks and Gardens	-	2,325	50	-	8	50	(44)	-88%	-
5.6 - Sport and Recreation	-	14,525	4,687	203	259	1,105	(845)	-77%	-
5.7 - Dolphin Park	-	-	-	-	-	-	-	-	-
5.8 - Community Halls	-	1,393	1,193	207	585	880	(385)	-40%	-
5.9 - Street Sweeping	-	-	-	-	-	-	-	-	-
5.10 - Refuse Removal	-	4,450	2,050	-	-	2,000	(2,000)	-100%	-
Vote 6 - Community Safety Business Unit	-	22,093	18,793	-	1,357	12,393	(11,036)	-89%	-
6.1 - Law Enforcement Administration	-	-	-	-	-	-	-	-	-
6.2 - Security Services	-	-	-	-	-	-	-	-	-
6.3 - Law Enforcement	-	2,793	2,793	-	1,330	2,793	(1,463)	-52%	-
6.4 - Fire and Emergency	-	16,500	15,600	-	27	9,000	(9,573)	-100%	-
6.5 - Disaster Management	-	-	-	-	-	-	-	-	-
6.6 - Marine Safety	-	400	400	-	-	-	-	-	-
6.7 - Vehicle Testing	-	2,400	-	-	-	-	-	-	-
6.8 - Vehicle Licensing	-	-	-	-	-	-	-	-	-
Vote 7 - Civil Engineering and Human Settlement Busines	-	53,842	11,659	481	8,191	11,543	(3,352)	-29%	-
7.1 - Human Settlements	-	-	116	-	-	-	-	-	-
7.2 - Civil Admin	-	-	-	-	-	-	-	-	-
7.3 - Civil Buildings	-	150	1,081	200	200	1,081	(881)	-82%	-
7.4 - Road and Stormwater	-	63,692	10,462	281	7,991	10,462	(2,471)	-24%	-
7.5 - Staff Housing	-	-	-	-	-	-	-	-	-
Vote 8 - Electrical Engineering Business Unit	-	15,148	2,716	78	2,455	100	2,355	2355%	-
8.1 - Street Lights	-	-	-	-	-	-	-	-	-
8.2 - Vehicle and Plant Electricity	-	-	-	-	-	-	-	-	-
8.3 - Mechanical Workshop	-	-	2,716	78	2,455	100	2,355	2355%	-
8.4 - Electricity: Administration	-	7,569	-	-	-	-	-	-	-
8.5 - Electricity: Urban South	-	-	-	-	-	-	-	-	-
8.6 - Electricity: Rural North	-	-	-	-	-	-	-	-	-
8.7 - Electricity: SAPP	-	8,469	-	-	-	-	-	-	-
8.8 - Electricity: Urban North	-	-	-	-	-	-	-	-	-
8.9 - Electricity: Rural South	-	1,110	-	-	-	-	-	-	-
8.10 - Electricity Saleses Dist.Acc.	-	-	-	-	-	-	-	-	-
Vote 9 - Youth Development Business Unit	-	3,300	800	-	-	-	-	-	-
9.1 - Youth Development	-	3,300	800	-	-	-	-	-	-
Total single-year capital expenditure	-	149,656	72,157	1,821	14,977	46,770	(31,793)	(0)	-
Total Capital Expenditure	-	295,382	294,703	10,524	59,687	156,701	(97,014)	(0)	-

## References

1. Insert 'Vote'; e.g. Department, if different to standard structure

KZN292 KwaDukuza - Table C6 Monthly Budget Statement - Financial Position - M06 December

Description	Ref	2019/20	Budget Year 2020/21			Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	
<b>R thousands</b>	<b>1</b>					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash			523,108	599,231	799,653	
Call Investment deposits			146,544	146,544	105,204	
Consumer debtors			335,484	335,484	117,283	
Other debtors			144,532	139,083	121,758	
Current portion of long-term receivables			-	-	316	
Inventory			12,533	8,348	7,509	
<b>Total current assets</b>		-	<b>1,162,202</b>	<b>1,228,690</b>	<b>1,151,724</b>	-
<b>Non current assets</b>						
Long-term receivables			623	623	-	
Investments				-		
Investment property			180,857	180,857	170,100	
Investments in Associate				-		
Property, plant and equipment			2,486,682	2,486,062	2,233,475	
Biological						
Intangible			20,719	20,719	1,704	
Other non-current assets			105	105	105	
<b>Total non current assets</b>		-	<b>2,688,986</b>	<b>2,688,366</b>	<b>2,405,384</b>	-
<b>TOTAL ASSETS</b>		-	<b>3,851,188</b>	<b>3,917,056</b>	<b>3,557,108</b>	-
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft			-	-		
Borrowing			-	-	(5,206)	
Consumer deposits			42,224	42,224	35,617	
Trade and other payables			524,128	548,997	412,586	
Provisions			17,890	17,890	36,010	
<b>Total current liabilities</b>		-	<b>584,242</b>	<b>609,111</b>	<b>479,016</b>	-
<b>Non current liabilities</b>						
Borrowing			208,675	248,675	212,700	
Provisions			130,772	130,772	33,029	
<b>Total non current liabilities</b>		-	<b>337,446</b>	<b>379,446</b>	<b>245,730</b>	-
<b>TOTAL LIABILITIES</b>		-	<b>921,688</b>	<b>988,557</b>	<b>724,746</b>	-
<b>NET ASSETS</b>	<b>2</b>	-	<b>2,929,499</b>	<b>2,928,499</b>	<b>2,832,362</b>	-
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)			2,902,458	2,901,458	2,805,321	
Reserves			27,041	27,041	27,041	
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>2</b>	-	<b>2,929,499</b>	<b>2,928,499</b>	<b>2,832,362</b>	-



KZN292 KwaDukuza - Table C7 Monthly Budget Statement - Cash Flow - M06 December

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
Receipts										
Property rates			491,290	491,290	48,796	251,832	245,645	6,187	3%	
Service charges			929,001	929,001	106,060	531,522	464,501	67,021	14%	
Other revenue			255,763	255,763	7,552	26,379	127,881	(101,503)	-79%	
Transfers and Subsidies - Operational			219,494	256,700	88,970	183,670	109,747	73,923	67%	
Transfers and Subsidies - Capital			81,750	80,750	20,000	47,100	40,875	6,225	15%	
Interest			30,704	41,455	1,334	6,779	19,352	(10,573)	-55%	
Dividends								-		
Payments										
Suppliers and employees			(1,685,327)	(1,684,515)	(128,040)	(723,051)	(642,664)	(119,612)	14%	
Finance charges			(30,152)	(30,152)	(9,741)	(10,292)	(15,076)	(4,784)	32%	
Transfers and Grants			(6,900)	(6,900)	(495)	(1,895)	(3,450)	(1,554)	45%	
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		-	293,622	327,392	134,437	314,042	146,811	(167,232)	-114%	-
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
Receipts										
Proceeds on disposal of PPE								-		
Decrease (increase) in non-current receivables								-		
Decrease (increase) in non-current investments								-		
Payments										
Capital assets			(272,946)	(272,593)	(11,390)	(62,092)	(136,473)	(74,381)	55%	
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		-	(272,946)	(272,593)	(11,390)	(62,092)	(136,473)	(74,381)	55%	-
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
Receipts										
Short term loans				42,000				-		
Borrowing long term/refinancing			1,536	1,536	(80)	93	768	(675)	-88%	
Increase (decrease) in consumer deposits										
Payments										
Repayment of borrowing			(10,580)	(10,580)	(4,164)	(5,205)	(5,290)	(84)	2%	
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		-	(9,044)	32,956	(4,245)	(5,113)	(4,522)	591	-13%	-
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		-	11,632	87,755	118,803	246,837	5,816			-
Cash/cash equivalents at beginning:			658,020	658,020		658,020	658,020			658,020
Cash/cash equivalents at month/year end:		-	669,652	745,775		904,857	663,836			668,020



## 2.1 DEBTOR'S ANALYSIS

### Consumer & Sundry Debtors

KZN292 KwaDukuza - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December

Description		NT Code	Budget Year 2020/21									
			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
R thousands												
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Water	1200										-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	22,514	7,292	3,637	3,062	2,231	1,819	5,139	13,386	59,080	25,637	
Receivables from Non-exchange Transactions - Property Rates	1400	23,809	11,445	9,289	9,180	8,387	4,357	23,070	73,131	162,669	116,125	
Receivables from Exchange Transactions - Waste Water Management	1500										-	-
Receivables from Exchange Transactions - Waste Management	1600	3,053	1,346	1,013	914	734	713	3,045	12,026	22,845	17,432	
Receivables from Exchange Transactions - Property Rental Debtors	1700	31	26	24	23	22	22	1,888	70	2,106	2,025	
Interest on Arrear Debtor Accounts	1810	447	405	368	419	291	313	10,787	6,895	19,836	19,615	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820										-	-
Other	1900	554	234	476	232	68	146	25,420	13,748	40,877	39,614	
Total By Income Source	2000	50,408	20,749	14,807	13,830	11,734	7,370	69,348	116,166	307,412	221,448	
2019/20 - totals only											-	-
Debtors Age Analysis By Customer Group												
Organs of State	2200	641	510	68	51	496	42	206	1,623	3,636	2,417	
Commercial	2300	10,149	5,039	4,237	4,637	2,758	927	31,183	12,485	71,415	51,990	
Households	2400	39,618	15,199	10,502	9,143	8,480	6,401	37,959	105,058	232,362	167,042	
Other	2500										-	-
Total By Customer Group	2600	50,408	20,749	14,807	13,830	11,734	7,370	69,348	116,166	307,412	221,448	

The above table, which is taken directly from the financial system, represents the consumer and sundry debtors outstanding as at 30 December 2020. A further analysis of the above follows hereunder:

### Consumer Debtors

Consumer Debtors								
Rates & Service Debtors								
	No of debtors	Total debt outstanding	30 Days	60 days	90 Days	120 Days	Over 120 Days	
Rates	17126	168,559,038	23,139,683	11,416,340	9,289,320	9,244,254.96	115,470,439.76	
Electricity	7006	44,567,693	18,819,928	6,055,147.22	2,864,084.67	2,411,546.22	14,416,988.80	
Refuse	10462	19,503,833	2,603,287	1,135,284.37	877,066.68	788,750.33	14,099,445.48	
Interest/Collection/Sundries/VAT		7,597,099	-5,946,095	29,224.81	(132,640.69)	488,139.77	13,158,470.07	
		<b>240,227,663</b>	<b>38,616,801</b>	<b>18,634,996</b>	<b>12,897,831</b>	<b>12,932,691</b>	<b>157,145,344</b>	
			<b>100%</b>	<b>16%</b>	<b>8%</b>	<b>5%</b>	<b>5%</b>	<b>65%</b>

The above table as provided by the Revenue Section, reflects Consumer Debtors of R 240 227 663 as at the end of December 2020. This indicates an increase of R 22 689 494 from December 2019 in which the debt was R 217 538 169, highlighting an approximate 10% increase from previous financial year. The debt grew by R36 548 342 from the December 2018 financial year in which the debt was R 203 679 321, further highlighting 18% growth in debt within two financial years.

The majority of the debt under this category is over 120 days. The effects of the lockdown and the loss of income faced by consumers during the months of July, August and September has resulted in a huge rise in debt in the over 120 day's category.

Although the debt has risen from the previous financial years, the debt decreased by R31 232 944 from the 1<sup>st</sup> quarter review which reflected consumer & sundry debt as R 338 645 404.

The following measures were put in place to reduce the outstanding debts:-

- Council had approved the implementation of the COVID 19 debt relief scheme from 1<sup>st</sup> July 2020 to 17 December 2020, which aimed to assist debtors who are in arrears to settle their capital debts in full or in instalments so they could qualify for the write off of outstanding admin charges and accumulating interest until 17 December 2020.
- Debtors were handed over to the new debt collection panel of attorneys.
- Council appointed a service provider to undertake the disconnections with an aim of speeding up debt recovery.
- Continuous 40% partial blocking of debtors that utilize the prepaid electricity meters.

### ***Sundry Debtors***

Sundry Debtors amounts to R 36 820 625 with the majority in the 120 days and over category. In comparison to sundry debt balance as at December 2019 the debt has shown R601k decrease.

<b>SUNDRY DEBTORS AGE ANALYSIS REPORT</b>						
<b>31 DECEMBER 2020</b>						
<b>By Function</b>	<b>Total</b>	<b>Current</b>	<b>30 Days</b>	<b>60 Days</b>	<b>90 Days</b>	<b>120 Days &amp; Over</b>
Housing	8,342,182.73	-	104,269.74	47,440.31	94,196.47	8,096,276.21
Electricity	110,869.08	-	2,057.18	3,212.88	2,244.48	103,354.54
Other	28,367,573.39	-	189,914.69	54,314.64	377,759.40	27,745,584.66
	<b>36,820,625.20</b>	<b>-</b>	<b>296,241.61</b>	<b>104,967.83</b>	<b>474,200.35</b>	<b>35,945,215.41</b>
<b>By Customer Group</b>	<b>Total</b>	<b>Current</b>	<b>30 Days</b>	<b>60 Days</b>	<b>90 Days</b>	<b>120 Days &amp; Over</b>
SD Business Debtors	1,041,827.42	-	140,396.59	5,656.07	11,559.98	884,214.78
SD Govt Debtors	6,044,250.85	-	37,234.16	37,959.78	37,475.70	5,931,581.21
SD Household Debtors	8,231,019.42	-	98,105.09	47,254.50	87,893.88	7,997,765.95
SD Other Debtors	21,503,527.51	-	20,505.77	14,097.48	337,270.79	21,131,653.47
	<b>36,820,625.20</b>	<b>-</b>	<b>296,241.61</b>	<b>104,967.83</b>	<b>474,200.35</b>	<b>35,945,215.41</b>

There is currently non-alignment between the financial system and manual ageing of Consumer & Sundry Debtors. The system ageing reflects R307 412 460m as outstanding debtors while information reported on is totalling R277 048 288m. The Revenue Management is aware of this and is currently identifying the differences to ensure better alignment in reporting and have committed to resolving these matters within the third quarter.

<b>SYSTEM REPORT</b>	<b>307,412,460.00</b>
CONSUMER	240,227,663.01
SUNDRY	36,820,625.20
<b>MANUAL AGEING</b>	<b>277,048,288.21</b>
<b>DIFFERENCE IN REPORTING</b>	<b>30,364,171.79</b>



## 2.2 CREDITORS ANALYSIS

Description	NT Code	Budget Year 2020/21									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	--	--	--	--	--	--	--	--	--	--
Bulk Water	0200	--	--	--	--	--	--	--	--	--	--
PAYE deductions	0300	--	--	--	--	--	--	--	--	--	--
VAT (output less input)	0400	--	--	--	--	--	--	--	--	--	--
Pensions / Retirement deductions	0500	78	--	--	--	--	3	--	3	85	--
Loan repayments	0600	--	--	--	--	--	--	--	--	--	--
Trade Creditors	0700	2,371	18	9	4	2	2	4	17	2,425	--
Auditor General	0800	--	--	--	--	--	--	--	--	--	--
Other	0900	--	--	--	--	--	--	--	--	--	--
Total By Customer Type	1000	2,450	18	9	4	2	5	4	20	2,511	--

As at 31<sup>st</sup> December 2020, there were R2, 511m outstanding payments reflected on the financial system. There is currently non alignment between the Trial Balance and the Creditors Ageing report. The creditors on the trial balance under current liabilities are inclusive of various liabilities which includes accruals, the system does not age these under current creditors.

The ageing attached is reflective of what we confirm to be outstanding as at the end of the Mid-Year as reflected on the system. Furthermore, there is a process of implementing a Creditors module, however this will impact on payments where orders are not created. All payments where orders are created are featured on the creditors ageing. The municipality makes an extra effort to ensure that creditors are paid within 30 days as per MFMA.

The Director Expenditure and Head SCM have been made aware of the above challenges and they have committed to resolving these matters within the third quarter.



## 2.3 INVESTMENT PORTFOLIO ANALYSIS



The table below provides an analysis of the investments held by KwaDukuza Municipality.

KwaDukuza - Supporting Table 53 Monthly Budget Statement - Investment portfolio - M26 December													
Investments by maturity Name of institution & Investment ID	Period of Investment	Type of Investment	Capital Guarantee (Yes/No)	Variable or Fixed interest rate	Interest Rate	Commission Paid (Rands)	Commission Recipient	Expected Investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands													
Municipality													
ABSA Bank	DAILY	LIQUIDITY PLUS			0.036			Daily	55,494	178			55,672
ABSA Bank (2432)	DAILY	MONEY MKT			0.0325			Daily	2,985	7			3,002
ABSA Bank (6107)	DAILY	MONEY MKT			0.033			Daily	12,629	32			12,661
INVEST ELECTRICITY RESERVE	Day	MONEY MKT			0.0215			Daily	651	1			652
INVEST ELECTRICITY ACCOUNT	Day	MONEY MKT			0.0215			Daily	325	1			325
FINB	Day	MONEY MKT			0.0215			Daily	17,229	28			17,257
ABSA HOUSING PROJECT	MONTHLY	LIQUIDITY PLUS			0.0325			Daily	3,988	10			3,998
ABSA GROUTVILLE PRIORITY	MONTHLY	LIQUIDITY PLUS			0.032			Daily	272	1			272
ABSA SHAWANDA	MONTHLY	LIQUIDITY PLUS			0.032			Daily	789	2			789
ABSA DUBE VILLAGE	MONTHLY	LIQUIDITY PLUS			0.032			Daily	285	1			287
ABSA STEWENBO	MONTHLY	LIQUIDITY PLUS			0.032			Daily	874	2			876
INVESTEC	12 MONTHS	FIXED			0.0734			365 DAYS	30,000				30,000
NBS (NEDBANK)	1 MTH	COLLATERAL SECURITY			0.033			32 DAYS	127	1			128
NBS (NEDBANK)	1 MTH	COLLATERAL SECURITY			0.033			32 DAYS	222	-			222
Nedbank	6 MTH	FIXED			0.0575			365 DAYS	-				-
Nedbank Treasury 185	32 DAY NOTICE	NOTICE CALL ACCOUNT			0.0325			32 DAYS	9,222	50			9,282
ABSA (531)	12 MTH	FIXED			0.0525			365 DAYS	5,161	15			5,176
ABSA	MONTHLY	LIQUIDITY PLUS			0.0375			Daily	111,752	312			112,064
ABSA	MONTHLY	LIQUIDITY PLUS			0.0325			Daily	2,524	6			2,531
ABSA (BALITO JUNCTION)	MONTHLY	LIQUIDITY PLUS			0.0325			Daily	5,940	14			5,955
ABSA (DEVELOPERS CONTR)	MONTHLY	LIQUIDITY PLUS			0.033			Daily	13,757	34			13,791
ABSA (4472)	MONTHLY	LIQUIDITY PLUS			0.0375			Daily	97,005	382			97,387
Standard Bank (Cash & Carry)	12 MTH	FIXED			0.0515			365 DAYS	22,231	580			22,812
Nedbank Treasury Der Coll (112)	12 MTH	FIXED			0.051			365 DAYS	24,446	628			25,076
Nedbank Treasury Der Coll (112)	6 MONTHS	FIXED			0.051			365 DAYS	25,064	670			25,734
Standard Bank (Cash & Carry)	12 mth	FIXED			0.0538			365 DAYS	14,556	384			14,940
Standard Bank Der Contribution P25m	12 mth	FIXED			0.0538			365 DAYS	-				-
ABSA (Developers Contribution 2)	12 mth	FIXED			0.0531			365 DAYS	27,059				27,059
Standard Bank Fixed Cross Clearing Account	32 DAY NOTICE	NOTICE CALL ACCOUNT			0.04			32 DAYS	48,000	16			48,016
Investec Eskom Investment Account/Deposits	32 DAY NOTICE	NOTICE CALL ACCOUNT			0.04			32 DAYS	40,294	135			40,430
Standard Bank Salary Clearing Account	32 DAY NOTICE	NOTICE CALL ACCOUNT			0.04			32 DAYS	40,820	134			40,955
Municipality sub-total									549,255	3,624			552,879

- As it can be noted by the above we do not have any entities and hence no investments to be recognised on their behalf.
- As at 31<sup>st</sup> December 2020, the municipality held R 704, 441m in its Investment portfolio. A significant portion of this is ring fenced for various statutory and constructive obligations as listed below and may therefore not be considered unencumbered cash.

Less: Developers Contributions	-107,267,244	-107,267,244	-107,267,244	-107,267,244	-107,267,244	-107,267,244	-107,267,244
Less: Unspent Grants	-25,348,815	-25,348,815	-19,277,150	-28,824,025	-27,771,448	-32,064,362	-49,172,214
Less: IFA Beach Node (Grant)	-2,748,970	-2,748,970	-2,748,970	-2,501,398	-2,501,398	-2,027,857	-1,390,554
Less: IFA Sports Facilities	-275,934	-275,934	-275,934	-275,934	-275,934	-275,934	-275,934
Less: Balito Junction	-9,873,612	-9,873,612	-9,873,612	-9,873,612	-9,873,612	-9,873,612	-9,873,612
Less: KDM Mall Development	-10,023,806	-9,738,011	-9,738,011	-9,613,458	-7,544,460	-6,983,184	-5,469,698
Less: DBSA - R43m loan - Special Debt Servicing Account	-2,093,186	-2,093,186	-2,093,186	-2,093,186	-2,093,186	-2,093,186	-2,093,186
Less: Parking Reserves	-1,568,588	-1,568,588	-1,568,588	-1,568,588	-1,568,588	-1,568,588	-1,568,588
Less: Consumer Deposits	-35,328,269	-35,353,400	-35,296,685	-35,371,316	-35,328,695	-35,486,874	-35,398,468
Less: Capital Retentions	-18,263,179	-18,263,179	-18,888,421	-17,534,803	-18,952,003	-19,807,172	-19,480,157
Unspent Internally Funded Capital Expenditure 2020/21	-78,845,709	-156,580,252	-142,303,657	-135,398,772	-131,135,602	-126,614,688	-118,816,868
Total	425,891,767	388,701,359	344,798,095	338,908,607	356,722,888	382,918,048	475,470,897

- With the capital expenditure being lower than projected, the Investments held are higher than initially anticipated.
- R 129, 565 m as highlighted in table above relates to Investments over 3 months.
- As per the Monthly unencumbered cash report submitted to Finance Portfolio Committee, our cash reserves are 3.40 months. Cash coverage appears to have increased significantly however this is mainly due to the receipt of R 88.9 million of equitable share in early December 2021 which dilutes the true cash position. Reliance on Equitable Share is not sustainable as National Government increased our Equitable Share by R 33 Million for the current year. If we remove this equitable share portion of funding our cash coverage will fall to 2.75 months.



## **2.4 ALLOCATION OF GRANT RECEIPTS AND EXPENDITURE**



KZN292 KwaDukuza - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M06 December

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>RECEIPTS:</b>	1,2									
<b>Operating Transfers and Grants</b>										
National Government:		-	205,314	238,520	88,970	177,341	177,341	-		-
Local Government Equitable Share			185,879	219,085	88,970	172,615	172,615	-		
Municipal Systems Improvement			-	-						
Finance Management			1,800	1,800		1,800	1,800			
EPWP Incentive			1,465	1,465		1,026	1,026			
MIG Funded PMU Costs			1,900	1,900		1,900	1,900			
MIG Transfer To Hmbe	3		-	-				-		
Disaster Management Grant			-	-				-		
Neighbourhood Development Partnership			14,270	14,270				-		
Provincial Government:		-	14,180	12,180	-	6,319	6,319	-		-
Provincialisation of Libraries			5,427	5,427		5,427	5,427	-		
Museum Subsidy			214	214		214	214			
Community Library Service Grant			678	678		678	678	-		
Housing Accreditation	4		3,140	3,140				-		
Title Deeds Restriction			4,721	2,721				-		
District Municipality:		-	-	-	-	-	-	-		-
[insert description]								-		
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		
<b>Total Operating Transfers and Grants</b>	5	-	219,494	250,760	88,970	183,660	183,660	-		-
<b>Capital Transfers and Grants</b>										
National Government:		-	76,634	76,634	20,000	42,100	42,100	-		-
Municipal Infrastructure Grant (MIG)			49,447	49,447	20,000	37,100	37,100	-		
Neighbourhood Development Partnership			21,187	21,187						
Electricity Demand Side Management Grant			-	-						
Integrated National Electrification Programme			6,000	5,000		5,000	5,000			
Provincial Government:		-	5,116	5,116	-	5,000	5,000	-		-
Housing Accreditation			116	116				-		
Museum Subsidy			5,000	5,000		5,000	5,000			
District Municipality:		-	-	-	-	-	-	-		-
[insert description]								-		
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		
<b>Total Capital Transfers and Grants</b>	5	-	81,750	86,750	20,000	47,100	47,100	-		-
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	5	-	301,244	337,510	108,970	230,760	230,760	-		-

KZN292 KwaDukuza - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06 December

Description		Ref	Budget Year 2020/21							
			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
National Government:		-	206,208	239,414	89,844	176,922	176,922	-		-
Local Government Equitable Share			185,879	219,085	88,970	172,615	172,615	-		
Municipal Systems Improvement			-					-		
Finance Management			1,800	1,800	91	704	704	-		
EPWP Incentive			1,465	1,465	300	1,320	1,320	-		
MIG Funded PMU Costs			1,900	1,900	406	1,675	1,675	-		
Disaster Management Grant			894	894	77	407	407	-		
Neighbourhood Development Partnership			14,270	14,270				-		
Provincial Government:		-	14,180	12,180	1,063	6,613	6,613	-		-
Provincialisation of Libraries			5,427	5,427	995	4,385	4,385	-		
Museum Subsidy			214	214	-	214	214	-		
Community Library Service Grant			678	678	88	390	390	-		
Housing Accreditation			3,140	3,140		1,624	1,624	-		
Title Deeds Restoration			4,721	2,721				-		
District Municipality:		-	-	-	-	-	-	-		-
[insert description]								-		
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		
Total operating expenditure of Transfers and Grants:		-	220,388	251,594	90,927	183,535	183,535	-		-
<b>Capital expenditure of Transfers and Grants</b>										
National Government:		-	76,634	75,634	853	15,239	15,239	-		-
Municipal Infrastructure Grant (MIG)			49,447	49,447	853	10,239	10,239	-		
Neighbourhood Development Partnership			21,187	21,187				-		
Electricity Demand Side Management Grant			-					-		
Integrated National Electrification Programme			6,000	5,000		5,000	5,000	-		
Provincial Government:		-	15,316	15,316	83	126	126	-		-
Housing Accreditation			116	116				-		
Museum Subsidy			7,200	7,200	83	126	126	-		
Department of Trade & Industry			8,000	8,000				-		
District Municipality:		-	-	-	-	-	-	-		-
Other grant providers:		-	13,568	16,532	2,151	5,627	5,627	-		-
Bellio Junction Road			6,000	6,000				-		
IFA Public Contribution				2,963	637	1,358	1,358	-		
KwaDukuza Mall Private Developer			7,568	7,568	1,513	4,268	4,268	-		
Total capital expenditure of Transfers and Grants		-	105,518	107,461	3,086	20,992	20,992	-		-
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	325,906	359,075	94,013	204,527	204,527	-		-

Table SC6 reflects that the municipality anticipates recognising R 331, 450 mil as income during the 2020/21 financial year. To date the municipality has received R 230, 760mil which is in terms of the payment schedule issued by National Treasury. The next tranche will be received in March 2021.

An application for the roll-over of unspent national and provincial grant allocations were made by the Municipality. The roll-over amount of R 5 562 260.56 is as follows:-

**National:-**

- Disaster Relief Grant – R 894 000

**Provincial:-**

- Museum Subsidy – R 2 101 716.51
- New Library: Internet Services – R 184 393.89
- Small Town Rehabilitation – R 2 382 150.16

The Municipality received approval for the above grants and funding will be adjusted accordingly in terms of S28 of the MFMA.

Table SC 7(1) indicates that the Municipality has spent R12, 114m of the R39m MIG received to date. In terms of INEP grant, the Municipality has received R5m and has spent the full allocation on the Electrical Infrastructure Housing project.

The Municipality has spent 33% of the received capital grants and 99% of the received operational grants.

Council to note that the following MOA's/SLA's have not been submitted to FBU:

Grant	Responsible Business Unit
Expanded Public Works Programme	Civil & Human Settlements
Disaster Relief Grant	Community Safety
Housing Accreditation	Civil & Human Settlements

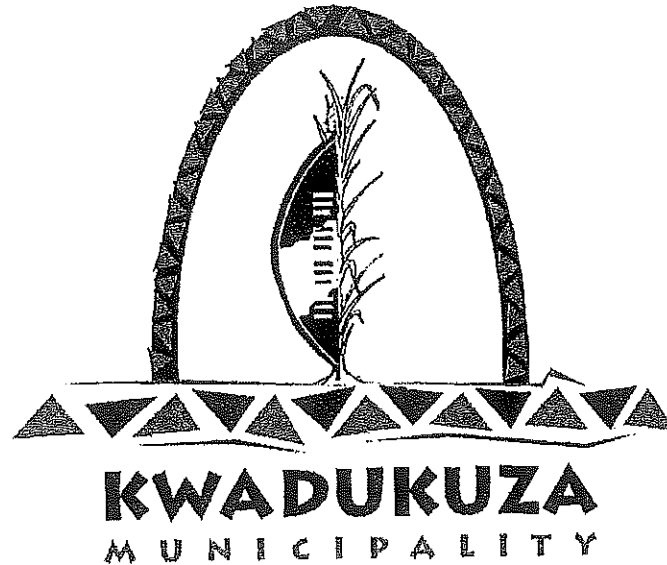


## **2.5 COUNCILOR ALLOWANCES AND EMPLOYEE BENEFITS**



KZN292 KwaDukuza - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 December

Summary of Employee and Councillor remuneration	Ref	2019/20	Budget Year 2020/21							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands		A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages			17,363	17,363	1,339	7,901	8,681	(780)	-9%	
Pension and UIF Contributions										
Medical Aid Contributions										
Motor Vehicle Allowance			5,481	5,481	418	2,468	2,741	(274)	-10%	
Cellphone Allowance			2,514	2,514	194	1,163	1,267	(94)	-8%	
Housing Allowances										
Other benefits and allowances										
<b>Sub Total - Councillors</b>	4	-	25,358 #DIV/0!	25,358 #DIV/0!	1,951	11,530	12,679	(1,149)	-9%	-
% Increase										
<b>Senior Managers of the Municipality</b>	3									
Basic Salaries and Wages			10,948	10,948	774	5,206	5,474	(268)	-5%	
Pension and UIF Contributions			1,409	1,599	114	686	800	(114)	-14%	
Medical Aid Contributions										
Overtime										
Performance Bonus			1,100	1,100			550	(550)	-100%	
Motor Vehicle Allowance			1,534	1,534	119	746	767	(21)	-3%	
Cellphone Allowance			133	133	10	64	67	(2)	-4%	
Housing Allowances										
Other benefits and allowances			19	19	0	1	10	(9)	-95%	
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations										
<b>Sub Total - Senior Managers of Municipality</b>	2	-	15,144 #DIV/0!	15,334 #DIV/0!	1,018	6,703	7,607	(904)	-13%	-
% Increase	4									
<b>Other Municipal Staff</b>										
Basic Salaries and Wages			252,874	252,684	19,483	116,695	126,342	(9,647)	-8%	
Pension and UIF Contributions			49,686	51,584	3,779	22,655	25,792	(3,137)	-12%	
Medical Aid Contributions			23,213	23,213	1,818	10,886	11,606	(740)	-6%	
Overtime			50,540	50,368	3,929	21,195	25,184	(3,989)	-16%	
Performance Bonus			22,469	22,469	2,351	9,939	11,234	(1,295)	-12%	
Motor Vehicle Allowance			17,699	17,699	1,169	6,921	8,849	(1,928)	-22%	
Cellphone Allowance			1,324	1,324	88	530	662	(132)	-20%	
Housing Allowances			1,037	1,037	88	528	618	(90)	15%	
Other benefits and allowances			15,460	13,735	1,108	8,840	6,888	(2,000)	-23%	
Payments in lieu of leave			9,921	9,921	4,449	5,492	4,961	(531)	-11%	
Long service awards			12,000	12,000			6,000	(6,000)	-100%	
Post-retirement benefit obligations			3,626	3,626	276	1,598	1,813	(215)	-12%	
<b>Sub Total - Other Municipal Staff</b>	2	-	459,849 #DIV/0!	459,589 #DIV/0!	38,536	203,266	229,629	(26,363)	-12%	-
% Increase	4									
<b>Total Parent Municipality</b>		-	500,350	500,350	41,504	221,499	250,175	(28,676)	-11%	-



## **2.6 MATERIAL VARIANCES TO SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN**

## KZN292 KwaDukuza - Supporting Table SC1 Material variance explanations - M06 December

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	<u>Revenue By Source</u>			
	Service charges - electricity revenue	(53,176)	The billing for Dec will go through on the 7th of January hence the variance	
	Interest earned - external investments	(7,827)	The interest accrual journals is normally done in the 1st week of the new month.	
	Transfers and subsidies	32,696	R88,9m Equitable Share has been received, next tranche to be received in March	
	Other revenue	6,440	Reason for higher revenue received is due to receiving R7m collection charges of an R8m budget allocation.	
2	<u>Expenditure By Type</u>			
	Employee related costs	(20,559)	Due to timing of service related benefit payments as well as vacancies.	
	Debt impairment	(63,911)	Journals are done at year end	
	Bulk purchases	(28,749)	The variance is a result of seasonal fluctuations in Electricity usage.	
	Contracted services	(11,620)	Timing of payments.	
3	<u>Capital Expenditure</u>			
	Governance and administration	(16,238)		
	Community and public safety	(21,925)		
	Economic and environmental services	(26,675)		
	Trading services	(32,176)		
			An overall variance of R96,986 m is reflected. Reasons for the low expenditure will be explained in the Mid-Year Review.	
4	<u>Financial Position</u>			
	Total Assets	3,557,108	The Municipality has PPE of R 2,2b and Cash & Cash Equivalents of R905m	
	Total current liabilities	479,016	The Municipality reflects R 412m for Trade & Other Payables	
	Total non current liabilities	245,730	Borrowings of R 212 700 367.28 reflected	
	Total Equity	2,832,362	R 27m reserves and R 2,8b Accumulated Surplus	
5	<u>Cash Flow</u>			
	Cash flow from Operating Activities	314,042	Cash Receipts of R1, 049b and Payments of R 735,2m	
	Cash flow from Investing Activities	(62,092)	Capital Asset Payment	
	Cash flow from Financing Activities	(5,113)	Result of increase in consumer deposits as well as repayment of loan.	
	Cash Equivalents at year end	904,857	The Municipality reflected R799,5m Cash and R105,2m Investments for the month of December	



## **2.7 CAPITAL PROGRAMME PERFORMANCE**





## 2.8 OTHER SUPPORTING DOCUMENTATION

KZN292 KwaDukuza - Supporting Table SC1 Material variance explanations - M06 December

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
1	<b>R thousands</b> <b>Revenue By Source</b> Service charges - electricity revenue Interest earned - external investments Transfers and subsidies Other revenue	(53,176) (7,827) 32,698 6,440	The billing for Dec will go through on the 7th of January hence the variance The interest accrual journals is normally done in the 1st week of the new month. R88.9m Equitable Share has been received, next tranche to be received in March Reason for higher revenue received is due to receiving R7m collection charges of an R&M budget allocation.	
2	<b>Expenditure By Type</b> Employee related costs Debt impairment Bulk purchases Contracted services	(20,559) (63,911) (28,749) (11,620)	Due to timing of service related benefit payments as well as vacancies. Journals are done at year end The variance is a result of seasonal fluctuations in Electricity usage. Timing of payments.	
3	<b>Capital Expenditure</b> Governance and administration Community and public safety Economic and environmental services Trading services	(16,238) (21,925) (26,675) (32,176)	An overall variance of R96,986 m is reflected. Reasons for the low expenditure will be explained in the Mid-Year Review.	
4	<b>Financial Position</b> Total Assets Total current liabilities Total non current liabilities Total Equity	3,557,108 479,016 245,730 2,832,362	The Municipality has PPE of R 2,2b and Cash & Cash Equivalents of R905m. The Municipality reflects R 412m for Trade & Other Payables Borrowings of R 212 700 367.28 reflected R 27m reserves and R 2.8b Accumulated Surplus	
5	<b>Cash Flow</b> Cash flow from Operating Activities Cash flow from Investing Activities Cash flow from Financing Activities Cash Equivalents at year end	314,042 (62,092) (5,113) 904,857	Cash Receipts of R1, 049b and Payments of R 735,2m Capital Asset Payment Result of increase in consumer deposits as well as repayment of loan. The Municipality reflected R799,6m Cash and R105,2m Investments for the month of December	
6	<b>Measurable performance</b>			
7	<b>Municipal Entities</b>			

KZN292 KwaDukuza - Supporting Table SC2 Monthly Budget Statement - performance indicators - M06 December

Description of financial indicator	Basis of calculation	Ref	2019/20	Budget Year 2020/21			Full Year Forecast
			Audited Outcome	Original Budget	Adjusted Budget	Year/TD actual	
<b><u>Borrowing Management</u></b>							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		0.0%	6.6%	6.5%	1.4%	0.0%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.0%	14.2%	14.2%	3.3%	0.0%
<b><u>Safety of Capital</u></b>							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		0.0%	24.9%	27.2%	21.9%	0.0%
Gearing	Long Term Borrowing/ Funds & Reserves		0.0%	764.3%	919.6%	786.6%	0.0%
<b><u>Liquidity</u></b>							
Current Ratio	Current assets/current liabilities	1	0.0%	198.9%	201.7%	240.4%	0.0%
Liquidity Ratio	Monetary Assets/Current Liabilities		0.0%	114.6%	122.4%	188.9%	0.0%
<b><u>Revenue Management</u></b>							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		0.0%	25.6%	24.9%	27.3%	0.0%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Creditors Management</u></b>							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
<b><u>Funding of Provisions</u></b>							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
<b><u>Other Indicators</u></b>							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2					
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2					
Employee costs	Employee costs/Total Revenue - capital revenue		0.0%	25.3%	24.9%	23.9%	0.0%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		0.0%	0.0%	0.0%	0.0%	0.0%
Interest & Depreciation	I&D/Total Revenue - capital revenue		0.0%	6.7%	6.6%	1.2%	0.0%
<b><u>IDP regulation financial viability indicators</u></b>							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year						
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services						
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure						



KZN292 KwaDukuza - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December

Description	NT Code	Budget Year 2020/21										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts iLo Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days-1 Yr	Over 1Yr	Total	Total over 90 days		
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200												
Trade and Other Receivables from Exchange Transactions - Electricity	1300	22,514	7,292	3,637	3,062	2,231	1,819	5,139	13,386	59,060	25,637		
Receivables from Non-exchange Transactions - Property Rates	1400	23,809	11,445	9,289	9,180	8,387	4,357	23,070	73,131	152,659	118,125		
Receivables from Exchange Transactions - Waste Water Management	1500												
Receivables from Exchange Transactions - Waste Water Management	1600	3,053	1,346	1,013	914	734	713	3,045	12,026	22,845	17,432		
Receivables from Exchange Transactions - Property Rental Debtors	1700	31	26	24	23	22	22	1,888	70	2,106	2,025		
Interest on Arrear Debtor Accounts	1810	447	405	368	419	291	313	10,767	6,805	19,836	18,615		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820												
Other	1900	554	234	476	232	68	146	25,420	13,748	40,877	39,614		
Total By Income Source	2000	50,488	20,749	14,807	13,830	11,734	7,370	69,348	119,166	307,412	221,448		
2019/20 - totals only													
Debtors Age Analysis By Customer Group													
Organs of State	2200	641	510	68	51	486	42	206	1,623	3,636	2,417		
Commercial	2300	10,143	5,039	4,237	4,637	2,758	927	31,183	12,485	71,415	51,990		
Households	2400	39,618	15,199	10,502	9,143	8,480	6,401	37,959	105,058	232,362	167,042		
Other	2500												
Total By Customer Group	2600	50,408	20,748	14,807	13,830	11,734	7,370	69,348	119,166	307,412	221,448		

KZN292 KwaDukuza - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

KZN292 KwaDukuza - Supporting Table SC4 Monthly Budget Statement - aged creditors - 31/03/2021													
Description	NT Code	Budget Year 2020/21										Over 1 Year	Total
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year					
R thousands													
Creditors Age Analysis By Customer Type													
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-	-	
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-	-	
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-	-	
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-	-	
Pensions / Retirement deductions	0500	79	-	-	-	-	-	-	-	-	3	85	
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	-	
Trade Creditors	0700	2,371	18	9	4	2	2	4	4	17	2,425	-	
Auditor General	0800	-	-	-	-	-	-	-	-	-	-	-	
Other	0900	-	-	-	-	-	-	-	-	-	-	-	
Total By Customer Type	1000	2,450	18	9	4	2	5	4	20	2,511			

2. List investments in expiry date order

3. If 'variable' is selected in column F, input interest rate range

4. Withdrawals to be entered as negative

KZN292 KwaDukuza - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M06 December

KZN292 KwaDukuza - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Free Government										
Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:										
Local Government Equitable Share										
Municipal Systems Improvement										
Finance Management										
EPWP Incentive										
MIG Funded PMU Costs										
MIG Transfer To Hlambo										
Disaster Management Grant										
Neighbourhood Development Partnership										
Provincial Government:										
Provincialisation of Libraries										
Museum Subsidy										
Community Library Service Grant										
Housing Accreditation										
Title Deeds Restoration										
District Municipality:										
[insert description]										
Other grant providers:										
[insert description]										
							</			

KZN292 KwaDukuza - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06 December

KZN292 KwaDukuza - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06 December

Description	Ref	2019/20	Budget Year 2020/21							
		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:		-	206,206	239,414	89,844	176,922	176,922	-		-
Local Government Equitable Share			165,879	219,085	88,970	172,615	172,615	-		
Municipal Systems Improvement			-					-		
Finance Management			1,800	1,800	91	704	704	-		
EPWP Incentive			1,465	1,465	300	1,320	1,320	-		
MIG Funded PMU Costs			1,000	1,800	406	1,875	1,875	-		
Disaster Management Grant			894	894	77	407	407	-		
Neighbourhood Development Partnership			14,270	14,270				-		
Provincial Government:		-	14,180	12,180	1,053	6,613	6,613	-		-
Provincialisation of Libraries			6,427	5,427	995	4,385	4,385	-		
Museum Subsidy			214	214	-	214	214	-		
Community Library Service Grant			678	678	68	390	390	-		
Housing Accreditation			3,140	3,140		1,624	1,624	-		
Title Deeds Restoration			4,721	2,721				-		
District Municipality:		-	-	-	-	-	-	-		-
[insert description]								-		
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		
Total operating expenditure of Transfers and Grants:		-	220,386	251,594	90,927	183,535	183,535	-		-
Capital expenditure of Transfers and Grants										
National Government:		-	76,634	75,634	853	15,239	15,239	-		-
Municipal Infrastructure Grant (MIG)			49,447	49,447	853	10,239	10,239	-		
Neighbourhood Development Partnership			21,187	21,187				-		
Electricity Demand Side Management Grant			-					-		
Integrated National Electrification Programme			8,000	5,000		5,000	5,000	-		
Provincial Government:		-	15,316	15,316	83	126	126	-		-
Housing Accreditation			116	116				-		
Museum Subsidy			7,200	7,200	83	126	126	-		
Department of Trade & Industry			8,000	6,000				-		
District Municipality:		-	-	-	-	-	-	-		-
[insert description]								-		
Other grant providers:		-	13,568	16,532	2,151	5,627	5,627	-		-
Ballito Junction Road			6,000	6,000				-		
IFA Public Contribution				2,063	637	1,358	1,358	-		
KwaDukuza Mall Private Developer			7,568	7,568	1,513	4,268	4,268	-		
Total capital expenditure of Transfers and Grants		-	105,518	107,481	3,086	20,992	20,992	-		-
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	325,906	359,075	94,013	204,527	204,527	-		-

KZN292 KwaDukuza - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M06 December

Description	Ref	Budget Year 2020/21				
		Approved Rollover 2019/20	Monthly actual	YearTD actual	YTD variance	YTD variance %
<b>R thousands</b>						
<b>EXPENDITURE</b>						
<b>Operating expenditure of Approved Roll-overs</b>						
National Government:		894	77	407	487	54.4%
Local Government Equitable Share					-	
Municipal Systems Improvement					-	
Finance Management					-	
EPWP Incentive					-	
MIG Funded PMU Costs					-	
MIG Transfer To Ilembe					-	
Disaster Management Grant		894	77	407	487	54.4%
Provincial Government:		11,934	-	1,809	10,125	84.8%
Provincialisation of Libraries					-	
Community Library Service Grant		184		184	-	
Housing Accreditation		11,750		1,624	10,126	86.2%
Title Deeds Restoration					-	
Other transfers and grants [insert description]					-	
District Municipality:		-	-	-	-	
[insert description]					-	
Other grant providers:		-	-	-	-	
[insert description]					-	
<b>Total operating expenditure of Approved Roll-overs</b>		<b>12,828</b>	<b>77</b>	<b>2,216</b>	<b>10,612</b>	<b>82.7%</b>
<b>Capital expenditure of Approved Roll-overs</b>						
National Government:		-	-	-	-	
Municipal Infrastructure Grant (MIG)					-	
					-	
					-	
Other capital transfers [insert description]		4,484	2,465	2,508	1,976	44.1%
Provincial Government:		2,102	83	126	1,976	94.0%
Museum Subsidy		2,382	2,382	2,382	-	
Small Town Rehabilitation					-	
District Municipality:		-	-	-	-	
					-	
Other grant providers:		-	-	-	-	
					-	
<b>Total capital expenditure of Approved Roll-overs</b>		<b>4,484</b>	<b>2,465</b>	<b>2,508</b>	<b>1,976</b>	<b>44.1%</b>
<b>TOTAL EXPENDITURE OF APPROVED ROLL-OVERS</b>		<b>17,312</b>	<b>2,542</b>	<b>4,724</b>	<b>12,588</b>	<b>72.7%</b>

KZN292 KwaDukuza - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 December

Summary of Employee and Councillor remuneration	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1	A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages			17,363	17,363	1,339	7,901	8,681	(780)	-8%	
Pension and UIF Contributions			-	-	-	-	-	-	-	
Medical Aid Contributions			-	-	-	-	-	-	-	
Motor Vehicle Allowance			5,481	5,481	418	2,466	2,741	(274)	-10%	
Cellphone Allowance			2,514	2,514	194	1,163	1,257	(94)	-8%	
Housing Allowances			-	-	-	-	-	-	-	
Other benefits and allowances			-	-	-	-	-	-	-	
<b>Sub Total - Councillors</b>			25,358	25,358	1,951	11,530	12,679	(1,149)	-8%	
<b>% Increase</b>	4		#DIV/0!	#DIV/0!						
<b>Senior Managers of the Municipality</b>	3									
Basic Salaries and Wages			10,948	10,948	774	5,206	5,474	(268)	-5%	
Pension and UIF Contributions			1,409	1,599	114	686	800	(114)	-14%	
Medical Aid Contributions			-	-	-	-	-	-	-	
Overtime			-	-	-	-	-	-	-	
Performance Bonus			1,100	1,100	-	-	560	(560)	-100%	
Motor Vehicle Allowance			1,534	1,534	119	746	767	(21)	-3%	
Cellphone Allowance			133	133	10	64	57	(7)	-4%	
Housing Allowances			-	-	-	-	-	-	-	
Other benefits and allowances			19	19	0	1	10	(9)	-95%	
Payments in lieu of leave			-	-	-	-	-	-	-	
Long service awards			-	-	-	-	-	-	-	
Post-retirement benefit obligations	2		-	-	-	-	-	-	-	
<b>Sub Total - Senior Managers of Municipality</b>			15,144	15,334	1,016	6,703	7,657	(954)	-13%	
<b>% Increase</b>	4		#DIV/0!	#DIV/0!						
<b>Other Municipal Staff</b>										
Basic Salaries and Wages			252,674	252,684	19,463	116,695	126,342	(9,647)	-8%	
Pension and UIF Contributions			49,898	51,584	3,779	22,655	25,792	(3,137)	-12%	
Medical Aid Contributions			23,213	23,213	1,818	10,866	11,605	(740)	-6%	
Overtime			50,540	50,368	3,929	21,195	25,184	(3,989)	-16%	
Performance Bonus			22,469	22,469	2,351	9,939	11,234	(1,295)	-12%	
Motor Vehicle Allowance			17,599	17,599	1,169	6,921	8,949	(1,929)	-22%	
Cellphone Allowance			1,324	1,324	88	530	682	(152)	-20%	
Housing Allowances			1,037	1,037	88	528	518	10	2%	
Other benefits and allowances			15,460	13,735	1,106	6,846	6,888	(40)	0%	
Payments in lieu of leave			9,921	9,921	4,449	5,492	4,961	531	11%	
Long service awards			12,000	12,000	-	-	6,800	(6,800)	-100%	
Post-retirement benefit obligations	2		3,626	3,626	276	1,599	1,613	(15)	-12%	
<b>Sub Total - Other Municipal Staff</b>			459,849	459,659	38,536	203,266	229,829	(26,563)	-12%	
<b>% Increase</b>	4		#DIV/0!	#DIV/0!						
<b>Total Parent Municipality</b>			500,350	500,350	41,504	221,499	250,175	(28,676)	-11%	
<b>Unpaid salary, allowances &amp; benefits in arrears:</b>										
<b>Board Members of Entities</b>										
Basic Salaries and Wages			-	-	-	-	-	-	-	
Pension and UIF Contributions			-	-	-	-	-	-	-	
Medical Aid Contributions			-	-	-	-	-	-	-	
Overtime			-	-	-	-	-	-	-	
Performance Bonus			-	-	-	-	-	-	-	
Motor Vehicle Allowance			-	-	-	-	-	-	-	
Cellphone Allowance			-	-	-	-	-	-	-	
Housing Allowances			-	-	-	-	-	-	-	
Other benefits and allowances			-	-	-	-	-	-	-	
Board Fees			-	-	-	-	-	-	-	
Payments in lieu of leave			-	-	-	-	-	-	-	
Long service awards			-	-	-	-	-	-	-	
Post-retirement benefit obligations			-	-	-	-	-	-	-	
<b>Sub Total - Board Members of Entities</b>	2		-	-	-	-	-	-	-	
<b>% Increase</b>	4		-	-	-	-	-	-	-	
<b>Senior Managers of Entities</b>										
Basic Salaries and Wages			-	-	-	-	-	-	-	
Pension and UIF Contributions			-	-	-	-	-	-	-	
Medical Aid Contributions			-	-	-	-	-	-	-	
Overtime			-	-	-	-	-	-	-	
Performance Bonus			-	-	-	-	-	-	-	
Motor Vehicle Allowance			-	-	-	-	-	-	-	

Cellphone Allowance							-		
Housing Allowances							-		
Other benefits and allowances							-		
Payments in lieu of leave							-		
Long service awards							-		
Post-retirement benefit obligations	2						-		
<b>Sub Total - Senior Managers of Entities</b>		-	-	-	-	-	-		-
<b>% Increase</b>	4								
<b>Other Staff of Entities</b>									
Basic Salaries and Wages							-		
Pension and UIF Contributions							-		
Medical Aid Contributions							-		
Overtime							-		
Performance Bonus							-		
Motor Vehicle Allowance							-		
Cellphone Allowance							-		
Housing Allowances							-		
Other benefits and allowances							-		
Payments in lieu of leave							-		
Long service awards							-		
Post-retirement benefit obligations							-		
<b>Sub Total - Other Staff of Entities</b>		-	-	-	-	-	-		-
<b>% Increase</b>	4								
<b>Total Municipal Entities</b>		-	-	-	-	-	-		-
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>		-	500,350	500,360	41,504	221,489	250,175	(28,678)	-11%
<b>% Increase</b>	4		#DIV/0!	#DIV/0!					
<b>TOTAL MANAGERS AND STAFF</b>		-	474,992	474,992	39,553	209,969	237,495	(27,527)	-12%



KZN297 KwaDukuza - Supporting Table SC3 Monthly Budget Statement - actuals and revised targets for cash receipts - M06 December

Ref	Description	Budget Year 2020/21												2020/21 Medium Term Revenue & Expenditure Framework			
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23	
1	<b>Cash Receipts By Source</b>																
	Property rates	21,255	37,123	41,674	55,845	47,138	48,795						239,459	401,230	519,891	541,503	
	Service charges - electricity revenue	87,139	85,073	82,298	80,484	79,680	99,557						375,515	870,175	922,913	965,136	
	Service charges - water revenue	-	-	-	-	-	-						-	-	-	-	
	Service charges - sanitation revenue	-	-	-	6,861	6,861	6,861						21,895	68,622	62,365	66,038	
	Service charges - refuse	5,218	5,807	5,959	358	272	327						3,364	4,944	4,602	4,989	
	Rental of facilities and equipment	184	284	445	358	1,402	1,334						32,676	41,465	48,825	47,528	
	Interest earned - external investments	40	3,172	1,527	1,304	1,402	1,334						-	-	-	-	
	Interest earned - outstanding debtors	-	-	-	-	-	-						3,555	3,810	3,810	3,811	
	Dividends received	30	34	43	95	211	43						327	448	349	361	
	Fines, penalties and forfeits	-	27	24	9	46	14						7,516	14,657	15,536	15,089	
	Licence and permits	1,134	765	1,400	565	537	2,341						67,090	230,700	231,846	241,010	
	Agency services	85,553	2,167	6,105	-	675	88,970						214,422	244,139	244,803	244,803	
	<b>Transfers and Subsidies - Capital</b>	932	1,357	3,030	2,509	4,897	4,828						566,028	1,368,210	2,043,269	2,133,708	
	Other revenue	291,475	135,819	112,902	147,964	141,308	252,713						-	-	-	-	
	<b>Cash Receipts by Source</b>																
	Other Cash Flows by Source																
	Interest on loans	7,100	1,500	10,000	-	8,500	20,000						33,650	80,750	88,263	88,107	
	Other Cash Flows by Source																
	Interest on loans	7,100	1,500	10,000	-	8,500	20,000						33,650	80,750	88,263	88,107	
	Other Cash Flows by Source																
	Interest on loans	7,100	1,500	10,000	-	8,500	20,000						33,650	80,750	88,263	88,107	
	Other Cash Flows by Source																
	Interest on loans	7,100	1,500	10,000	-	8,500	20,000						33,650	80,750	88,263	88,107	
	Other Cash Flows by Source																
	Interest on loans	7,100	1,500	10,000	-	8,500	20,000						33,650	80,750	88,263	88,107	
	Other Cash Flows by Source																
	Interest on loans	7,100	1,500	10,000	-	8,500	20,000						33,650	80,750	88,263	88,107	
	Other Cash Flows by Source																
	Interest on loans	7,100	1,500	10,000	-	8,500	20,000						33,650	80,750	88,263	88,107	
	Other Cash Flows by Source																
	Interest on loans	7,100	1,500	10,000	-	8,500	20,000						33,650	80,750	88,263	88,107	
	Other Cash Flows by Source																
	Interest on loans	7,100	1,500	10,000	-	8,500	20,000						33,650	80,750	88,263	88,107	
	Other Cash Flows by Source																
	Interest on loans	7,100	1,500	10,000	-	8,500	20,000						33,650	80,750	88,263	88,107	
	Other Cash Flows by Source																
	Interest on loans	7,100	1,500	10,000	-	8,500	20,000						33,650	80,750	88,263	88,107	
	Other Cash Flows by Source																
	Interest on loans	7,100	1,500	10,000	-	8,500	20,000						33,650	80,750	88,263	88,107	
	Other Cash Flows by Source																
	Interest on loans	7,100	1,500	10,000	-	8,500	20,000						33,650	80,750	88,263	88,107	
	Other Cash Flows by Source																
	Interest on loans	7,100	1,500	10,000	-	8,500	20,000						33,650	80,750	88,263	88,107	
	Other Cash Flows by Source																
	Interest on loans	7,100	1,500	10,000	-	8,500	20,000						33,650	80,750	88,263	88,107	
	Other Cash Flows by Source																
	Interest on loans	7,100	1,500	10,000	-	8,500	20,000						33,650	80,750	88,263	88,107	
	Other Cash Flows by Source																
	Interest on loans	7,100	1,500	10,000	-	8,500	20,000						33,650	80,750	88,263	88,107	
	Other Cash Flows by Source																
	Interest on loans	7,100	1,500	10,000	-	8,500	20,000						33,650	80,750	88,263	88,107	
	Other Cash Flows by Source																
	Interest on loans	7,100	1,500	10,000	-	8,500	20,000						33,650	80,750	88,263	88,107	
	Other Cash Flows by Source																
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	Other Cash Fl																



[illegible]

KZN292 KwaDukuza - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M06 December

Month	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
<b>R thousands</b>									
<b>Monthly expenditure performance trend</b>									
July		13,591	2,326	2,326	2,326	2,326	{0}	0.0%	1%
August		18,550	21,873	21,873	24,199	24,199	-		8%
September		42,976	40,856	9,895	34,094	65,055	30,961	47.6%	12%
October		30,076	33,130	6,086	40,180	98,185	58,004	59.1%	14%
November		28,197	30,754	8,983	49,163	128,938	79,775	61.9%	17%
December		28,788	27,763	10,624	59,687	156,701	97,014	61.9%	20%
January		31,119	29,344			186,045	-		
February		27,659	25,933			211,976	-		
March		26,021	25,891			237,669	-		
April		20,134	17,734			255,603	-		
May		17,110	16,291			271,895	-		
June		11,163	22,868			294,763	-		
<b>Total Capital expenditure</b>	-	<b>295,382</b>	<b>294,763</b>	<b>59,687</b>					