KWADUKUZA MUNICIPALITY

DEPT: FINANCE

REF:

C 693 **COUNCIL: 29/10/2020**

SUBJECT: First Quarter Budget & Performance Assessment

PURPOSE:

To table the 2020/21 first quarter operational and capital budget assessment covering the period July 2020 to September 2020.

DISCUSSION

S 52(d) 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 budget assessments or review are intended to facilitate such a function, which is a requirement by the Municipal Finance Management Act.

CONSULTATIONS

MUNICIPAL MANAGER

MANCO

EXECUTIVE DIRECTORS

BUDGET & STEERING COMMITTEE

BUDGET & TREASURY OFFICE

Recommendations	**RESPONSIBLE OFFICIAL**
• **THAT** the September 2020/21 Section 71(1) Monthly Budget Assessment Statement in the C Schedule (Annexure A) format as per No. 32141 GOVERNMENT GAZETTE, 17 APRIL 2009 be noted and approved.	**ALL NOTE**
• **THAT** the report be submitted timeously to National Treasury, Provincial Treasury and other organs of state as per the requirement of No. 32141 GOVERNMENT GAZETTE, 17 APRIL 2009.	**DIR: B&C**
• **THAT** the September 2020/21 Section 71(1) Monthly Budget Assessment Statement be tabled before Council.	**DIR:B&C**
• **THAT** the report be tabled in terms of S52(D) of the MFMA, Act No. 56 of 2003	**ALL NOTE**
• **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).	**ALL NOTE**

Contact Person : **NJ MDAKANE** (MUNICIPAL MANAGER)

S.M. RAJCOOMAR (CHIEF FINANCIAL OFFICER)

A. NUNKUMAR (DIRECTOR BUDGETS)

Author **S. CUNDASAMY** (MANAGER: BUDGETS)

APPROVED / COMMENTS

pp A NUNKUMAR
DIRECTOR BUDGETS & COMPLIANCE
30/10/2020

APPROVED / ~~COMMENTS~~

SM RAJCOOMAR
CHIEF FINANCIAL OFFICER
30/10/2020

APPROVED / COMMENTS

NJ MDAKANE
MUNICIPAL MANAGER
30/10/2020

KWADUKUZA
MUNICIPALITY

2020/21

SECTION 52(d) FIRST QUARTER BUDGET AND PERFORMANCE ASSESSMENT REPORT

CONTENTS:

KWADUKUZA
MUNICIPALITY

1.1 MAYORS REPORT

MAYORS REPORT TO BE TABLED

KWADUKUZA
MUNICIPALITY

1.2 RESOLUTIONS

Section 52(d) First Quarter 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 September 2020/21 Section 71(1) Monthly Budget Assessment Statement in the C Schedule (Annexure A) format as per GOVERNMENT GAZETTE No. 32141 dated 17 APRIL 2009 be noted and approved.

2. **THAT** the report be submitted timeously to National Treasury, Provincial Treasury and other organ of state as per the requirement of GOVERNMENT GAZETTE No.32141 dated 17 APRIL 2009.

3. **THAT** the September 2020/21 Section 71(1) Monthly Budget Assessment Statement be tabled before Council.

4. **THAT** the report is hereby tabled in terms of S52(D) of the MFMA, Act No. 56 of 2003.

5. **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).

KWADUKUZA
MUNICIPALITY

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 30/03/2020 R'000	ACTUALS AS AT 30/03/2020 R'000
Total Revenue	1,909,753	420,932	391,480
Total Expenditure	1,924,907	368,428	337,113
Operating Surplus	**(15,154)**	**52,504**	**54,367**
Transfers recognised - capital	82,950	17,295	11,167
Contributions recognised – capital	15,248	3,579	2,643
Surplus for the year	**83,043**	73,379	**68,178**

In terms of the First Quarter Budget & Performance assessment, the actual revenue billed and/or collected to date is R 391,480m. The negative variance of approximately R29, 453m or -7% is realised at the end of September 2020. The actual expenditure to date is R 337,113m. A negative variance of R31, 315m or -8% has resulted for the first quarter 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) - M03 September

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 Source										
Property rates			527,978	527,978	47,782	106,617	105,749	868	1%	
Service charges - electricity revenue			919,532	919,532	69,028	155,384	169,674	(14,289)	-8%	
Service charges - water revenue			–	–		–	–	–		
Service charges - sanitation revenue			–	–		–	–	–		
Service charges - refuse revenue			65,363	65,363	5,481	16,274	16,250	24	0%	
Rental of facilities and equipment			4,087	4,087	179	537	731	(194)	-27%	
Interest earned - external investments			38,704	41,455	1,836	3,789	5,904	(2,114)	-36%	
Interest earned - outstanding debtors			11,900	11,900	479	945	1,609	(664)	-41%	
Dividends received			–	–		–	–	–		
Fines, penalties and forfeits			45,421	45,421	872	1,850	5,422	(3,572)	-66%	
Licences and permits			448	448	66	101	76	25	32%	
Agency services			12,745	12,745	992	2,643	2,761	(117)	-4%	
Transfers and subsidies			220,388	251,594	6,995	92,197	101,841	(9,644)	-9%	
Other revenue			26,450	26,450	2,261	11,142	10,638	504	5%	
Gains			2,780	2,780		–	278	(278)	-100%	
Total Revenue (excluding capital transfers and contributions)		–	1,875,795	1,909,753	135,972	391,480	420,932	(29,453)	-7%	–
Expenditure By Type										
Employee related costs			474,992	474,992	34,340	101,891	108,295	(6,404)	-6%	
Remuneration of councillors			25,358	25,358	1,634	5,697	6,192	(495)	-8%	
Debt impairment			162,632	162,632	705	705	16,263	(15,558)	-96%	
Depreciation & asset impairment			95,176	95,176	6,658	19,973	21,502	(1,528)	-7%	
Finance charges			30,152	30,152	551	551	3,015	(2,464)	-82%	
Bulk purchases			783,831	783,831	79,775	171,206	160,671	10,535	7%	
Other materials			18,294	22,480	1,831	2,752	3,077	(325)	-11%	
Contracted services			174,010	209,063	10,133	23,381	32,880	(9,499)	-29%	
Transfers and subsidies			6,900	6,900	449	655	876	(221)	-25%	
Other expenditure			119,603	114,322	5,552	10,301	15,657	(5,356)	-34%	
Losses						–	–	–		
Total Expenditure		–	1,890,949	1,924,907	141,627	337,113	368,428	(31,315)	-8%	–
Surplus/(Deficit)		–	(15,154)	(15,154)	(5,655)	54,367	52,504	1,862	0	–
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)			83,950	82,950	1,968	11,167	17,295	(6,128)	(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	361	2,643	3,579	(936)	(0)	
Transfers and subsidies - capital (in-kind - all)								–		
Surplus/(Deficit) after capital transfers & contributions		–	84,043	83,043	(3,327)	68,178	73,379	–		–
Taxation										
Surplus/(Deficit) after taxation		–	84,043	83,043	(3,327)	68,178	73,379			–
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		–	84,043	83,043	(3,327)	68,178	73,379			–
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		–	84,043	83,043	(3,327)	68,178	73,379			–

DISCUSSION

REVENUE

The reasons for the R29, 453m 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 R867k. This is mainly due to increase in billing for State Owned Properties. The budget allocation for this category of revenue was R8, 5m with the Municipality billing approximately R7, 8m in the first quarter. Although business and residential billing were higher than anticipated, various other categories within property rates reflected minor negative variances.

Licences & Permits

- Reflects a positive variance of 32% from year to date budget as a result of realising R101k 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 5% which is mainly due to the higher than anticipated billing for Collection Charges and the increased receipt of revenue for Building Plan Fees.

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

Service Charges – Electricity

- Service Charges- electricity reflects a negative variance of R14, 289m as at the end of the first quarter.

- The variance of R14, 289m in this revenue category is as a result of the September billing that is still to be processed on the system. It must be noted that the billing is usually done on the 7th of the subsequent month whereas the report is based on the figures as at the end of each month.

- The Electricity billing for September is R 63 217m and if this billing were to be taken into account there would be a positive variance of R48, 928m.

Interest on External Investments

- Reflects a R2, 114m variance from the budgeted revenue. The variance is a result of the timing of the Investment journals captured on the system. The bank statements are received on the 1st of each month, and interest is then captured onto the financial system. This is similar to the above where there is a timing difference allocated to the month end close of the financial system in accordance with the mSCOA Regulations.

- At present the interest received is R5, 354m and has been captured on the system during the first week of October 2020.

Fines, penalties and forfeits

- Fines, Penalties and Forfeits reflect a negative variance of R3, 572m as at the end of the first quarter.

- The unfavourable variance of R3, 572m 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 is currently underway for the first quarter and it is anticipated that once this exercise is finalised and the journal is captured on the system the variance will reduce significantly.

Transfers and Subsidies

- Transfers and Subsidies reflects a negative variance of R9, 644m as at 30 September 2020.

- The transfer recognised - Operational revealed a negative variance due to the anticipated timing of grant receipts. The variance will reduce as the year progresses.

EXPENDITURE

The First Quarter Budgeted Operating Expenditure for the 2020/21 financial year was R368, 428m. The actual expenditure recognised as at 30 September 2020 was R337, 113m which implies that the municipality has realised a negative variance of approximately R 31, 315m 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 R6, 404m as at the end of the September 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 municipal council upon approving the 2020/21 budget then resolved that municipal 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 then during quarter one consolidated critical and compliance posts from the respective business units for approval by Council.

Debt Impairment

- Reflects R705k bad debts written off with the Debt Impairment showing a negative variance of R15, 558m as at 30 September 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 AFS.

Depreciation

- Depreciation and asset impairment reflects a negative variance of R 1, 528m.
- 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 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 R2, 464m as at the end of September 2020.
- The interest together with redemption payments are made at specific times during the financial year, hence the variance. To date, only one payment made on the 23rd of September is reflected on the financial system. The next finance charge payments are due in December 2020, March and June 2021.

Bulk Purchases

- Reflects R10, 5m over expenditure from the year to date budget. This can be attributed to the seasonal demand for Electricity but could also be indicative of the increase in Energy Losses that the Municipality is incurring year on year.

- The Electrical Business Unit is to closely monitor the expenditure on Bulk Purchases to ensure that the budget will be adequate for the 2020/21 financial year.

- Due to the timing of the report, it does not include the September expense for bulk purchases of R 56m. This expense must be carefully managed to ensure energy losses are not excessive.

Contracted services

- Contracted services shows an under spending of R9, 499m as at the end of September 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.

- Also, various Electrical budget clearance certificates to the value of R15m were issued recently for maintenance contracts. Expenditure for electrical contracted services will increase once the SCM processes are finalised.

- Council to also note that the payments for Security Services for the first quarter of the financial year are yet to be processed, the value of which is R 8, 130m.

Other expenditure

- The other expenditure category reflects under spending of R5, 356m as at the end of September 2020.
- Highlighted below are some of the expenditure items that reflect no expenditure at the end of the first quarter.
- The Contribution to Provisions (Landfill and Leave Provision) and Workmen's Compensation are accounted for at year end.

Row Labels	Sum of TotalBudget	Sum of TotalActual
Retirement Rec - Achievements and Awards	4,757,256.00	-
Advertising Publicity and Marketing	4,268,988.00	469,009.12
Bank Charges Facility and Card Fees	4,461,972.00	427,322.00
Bursaries (Employees)	600,000.00	211,019.73
Cash Discount	996.00	-
Commission	8,000,004.00	502,428.00
Communication	3,969,156.00	918,137.94
Community Assets	1,130,004.00	181,821.30
Contribution to Provisions	3,799,728.00	-
Entertainment	189,996.00	2,204.00
External Audit Fees	5,358,540.00	-
External Computer Service	6,649,992.00	1,006,416.97
Furniture and Office Equipment	1,726,212.00	119,418.74
Indigent Relief	7,646,112.00	259,875.79
Insurance Underwriting	5,813,088.00	11,974.81
Licences	20,544.00	7,759.50
Machinery and Equipment	400,992.00	24,342.00
Management Fee	12,741,624.00	1,030,672.70
Municipal Services	7,096,332.00	454,205.89
Printing Publications and Books	3,172,632.00	339,210.50
Professional Bodies Membership and Subscription	4,983,864.00	611,760.68
Registration Fees	1,413,686.00	173,000.00
Remuneration to Ward Committees	4,328,508.00	1,033,200.00
Skills Development Fund Levy	3,243,372.00	279,265.81
Travel and Subsistence	1,585,688.00	294,739.55
Uniform and Protective Clothing	5,693,280.00	72,153.62
Vehicle Tracking	588,552.00	73,948.74
Wet Fuel	7,395,528.00	1,797,062.07
Workmen's Compensation Fund	3,284,940.00	-
Grand Total	**114,321,586.00**	**10,300,949.46**

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) - M03 September

Vote Description	Ref	2019/20	Budget Year 2020/21							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Funded by:										
National Government			69,402	68,532	2,127	10,086	14,390	(4,304)	-30%	
Provincial Government			7,316	7,316	37	37	1,000	(963)	-96%	
District Municipality				-				-		
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions)			18,532	18,532	279	326	2,362	(2,036)	-86%	
Transfers recognised - capital		-	95,249	94,380	2,444	10,450	17,753	(7,302)	-41%	-
Borrowing	6		42,000	42,000	297	660	17,363	(16,703)	-96%	
Internally generated funds			158,133	158,383	7,155	22,984	29,939	(6,955)	-23%	
Total Capital Funding		-	295,382	294,763	9,895	34,094	65,055	(30,961)	-48%	-

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 a R1m during the Special Adjustments Budget.
  - Neighbourhood Partnership Development Grant (NDPG) – R 21 186 747m. No expenditure reflected on project.
  - Housing Accreditation – R115k for the procurement of Furniture, Tools and Equipment for the Housing section. No expenditure reflected to date.

- 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. The EDP business unit is the implementing agent for the project, and have requested a roll-over of approximately R2, 1m. Currently R7, 2m has been allocated as grant funding on the Construction of the Museum project, any changes to budget funding will be done in the February Adjustments Budget. Expenditure of R37k is reflected at the end of September 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 R218k expenditure as at the end of September, and

- Public contribution of R7, 568m for the KwaDukuza Mall project, with expenditure of R108, 3k.

* The Municipality has spent R6, 527m MIG (excl. vat), and R3, 559m of INEP funding (excl. vat).

* 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 to be completed 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 has since made a roll-over application and await approval. R3, 324m has been spent as at the end of September 2020 on the project. Once approval is received, the grant and the expenditure will be adjusted during the February 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 23% as at 30 September 2020 in the Council/Internal funding, with the Municipality spending approximately 12% 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 has been approved and will be finalized once the Office Space is identified for procurement. The loan was rolled over into the 2020/21 financial year.

- There is spending of R 659,7k 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 34, 094m as at 30 September 2020. The year to date budget in terms of the SDBIP was R 65, 055m. The actual expenditure resulted in a negative variance of 48% from its target.

KZN292 KwaDukuza - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M03 September

Vote Description	Ref	2019/20	Budget Year 2020/21							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital Expenditure - Functional Classification										
Governance and administration		-	26,012	26,447	2,372	2,572	15,800	(13,228)	-84%	-
Executive and council				-				-		
Finance and administration			26,012	26,447	2,372	2,572	15,800	(13,228)	-84%	
Internal audit				-				-		
Community and public safety		-	68,085	68,285	2,681	5,227	8,169	(2,942)	-36%	-
Community and social services			25,153	24,753	311	311	1,500	(1,189)	-79%	
Sport and recreation			21,300	21,900	2,370	4,917	6,069	(1,153)	-19%	
Public safety			19,893	19,893	-	-	600	(600)	-100%	
Housing			1,738	1,738	-	-	-	-		
Health				-			-	-		
Economic and environmental services		-	85,047	84,863	2,538	21,083	26,030	(4,948)	-19%	-
Planning and development			300	300	-	-	-	-		
Road transport			84,747	84,563	2,538	21,083	26,030	(4,948)	-19%	
Environmental protection				-			-	-		
Trading services		-	116,239	115,169	2,305	5,213	15,056	(9,843)	-65%	-
Energy sources			111,789	110,919	1,890	4,678	14,586	(9,908)	-68%	
Water management							-	-		
Waste water management							-	-		
Waste management			4,450	4,250	415	535	470	65	14%	
Other							-	-		
Total Capital Expenditure - Functional Classification	3	-	295,382	294,763	9,895	34,094	65,055	(30,961)	-48%	-

Council to note that due to the lockdown, the staggered opening of the economy and all municipal operations only coming into effect in the month of September, has resulted in the delay of implementation of various capital projects. Budget Clearance Certificates have since been requested for new capital projects in the past month has tender committees are now fully functional. The capital expenditure should thus increase in the next quarter.

Governance and Administration – Finance & Admin

In terms of Functional classification the R2, 572m expenditure reflected is from the following departments within the respective business units:-

- **Corporate Services Business Unit**
  - Information Technology – R313k being spent on IT Equipment.
- **Mechanical Workshop**
  - R 2,376m of R 2,615m budget has been spent on Vehicle Procurement.

Community & Public Safety

In terms of Functional classification the R311k expenditure reflected is from the following departments within the respective business units:-

Community & Social Services

- **Community Services & Public Amenities** – R111, 9k expenditure reflected for Refurbishment to Ethembeni Community Hall and R161k under the Cemetery Development vote.
- R37k expenditure on Professional Fees for the Construction of the new Museum.

Sports & Recreation

- Reflects expenditure of R 4, 196m of which R 3, 324m is related to the Upgrade to Theunissen Park and R1, 592m is related to various sporting and recreational facilities projects within the business unit.

Economic & Environmental Services

In terms of Functional classification the R21, 083m expenditure reflected is from the Civil Engineering Business unit:-

Road Transport - Civil Engineering Roads

- The following projects under the Civil Business unit reflect expenditure for the first quarter. Majority of the projects are multi-year with project implementation taking place in the 2019/20 financial year.

SegmentDesc	TotalBudget	2020	2020	2020	TotalActual
Mellow Wood Community Hall	3,778,996.00	-	1,712,630.02	797,434.79	2,510,064.81
NV Roads Stormwater Mdlebeni Community Hall 170461939	51,000.00	-	51,000.00	-	51,000.00
Waterworks Road Upgrade to Blacktop	5,884,170.00	-	-	718,109.48	718,109.48
NV Roads Stormwater Hlalanathi Roads Upgrade 170	1,660,476.00	-	-	49,000.00	49,000.00
Chief Albert Luthuli Road	5,000,000.00	-	4,595,250.00	-	4,595,250.00
Stanger Heights Roads Improvement Phase 1	1,117,391.00	111,739.10	874,479.91	-	986,219.01
REHABILITATION OF SALT ROCK	3,500,000.00	-	-	112,027.23	112,027.23
WARD 28: REHABILTATION OF ROADS	2,000,004.00	200,000.40	1,800,003.60	-	2,000,004.00
WARD 16: TENSING CLIMB	700,000.00	70,000.00	630,000.00	-	700,000.00
Ward 17 Dendethu Access Road	2,500,000.00	-	-	633,435.18	633,435.18
Khuboni Access Road Ward 9	2,100,000.00	-	-	227,651.09	227,651.09
Shayamoya Road Upgrade to Blacktop	6,000,000.00	-	5,999,977.50	-	5,999,977.50
WARD16: STANGER HEIGHTS AND MOOLA INDUSTRIAL	2,500,000.00	250,000.00	2,250,000.00	-	2,500,000.00
	36,792,037.00	631,739.50	17,913,341.03	2,537,657.77	21,082,738.30

Trading Services

In terms of Functional classification the R 5, 213m expenditure reflected is from the following departments within the respective business units:-

Energy Sources

- The Electrical Engineering Business unit reflects expenditure of R 4, 678m for the projects has highlighted in the table below.
- The expenditure is related to the INEP housing projects, the New Dukuza Substation, the KwaDukuza Mall Bulk Supply and Street Lighting per cluster.

SegmentDesc	TotalBudget	2020	2020	2020	TotalActual
Electricity Admin New Dukuza 80MVA Bulk 400452153	27,000,000.00	255,054.38	108,029.25	296,701.29	659,784.92
Electricity Admin Housing Elect Project	4,347,826.00	406,134.05	1,971,338.80	1,181,667.84	3,559,140.69
KwaDukuza Mall Bulk Supplies- LPD funding	7,568,174.00	-	47,450.23	60,856.99	108,307.22
NV Street Lights Cluster A 100 SL 400452122	1,393,632.00	-	-	56,868.59	56,868.59
NV Street Lights Cluster B 37SL 400452123	520,068.00	-	-	53,615.53	53,615.53
NV Street Lights CLuster C 100SL 400452124	890,004.00	-	-	52,970.31	52,970.31
NV Street Lights Cluster D 100SL 400452125	1,375,632.00	-	-	55,932.83	55,932.83
NV Street Lights Cluster E 100 SL 400452126	1,029,132.00	-	-	53,514.67	53,514.67
NV Street Lights Cluster F 50 SL 400452127	592,896.00	-	-	37,953.52	37,953.52
NV Street Lights Cluster G 50 SL 400452128	587,784.00	-	-	39,572.01	39,572.01
	45,305,148.00	661,188.43	2,126,818.28	1,889,653.58	4,677,660.29

Waste Management

- R535k 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 quarter under review.

SUMMARY CAPITAL EXPENDITURE 2020/21

BUSINESS UNIT	APPROVED BUDGET	ADJUSTED BUDGET	JULY EXP	AUG EXP	SEPT EXP	YTD EXP.	Q1 ACTUAL	Q1 BUDGET	VARIANCE	YTD %	AVAILABLE BALANCE
OFFICE OF THE MUNICIPAL MANAGER	-	-	-	-		-	-	-	-	0.0%	-
CORPORATE SERVICES	22,400,000	22,400,000	-	199,500	(4,500)	195,000	195,000	15,599,500	(15,404,500)	0.9%	22,205,000
FINANCE	-	250,000	-	-	-	-	-	-	-	0.0%	250,000
EDP	10,300,000	10,300,000	-	-	37,334	37,334	37,334	1,000,000	(962,666)	0.4%	10,262,666
COMMUNITY SERVICES & PUBLIC AMENITIES	39,503,259	39,503,254	1,032,926	1,633,484	3,058,643	5,725,054	5,725,054	7,039,318	(1,314,264)	14.5%	33,778,200
COMMUNITY SAFETY	22,693,099	22,693,099	-	-	-	-	-	1,100,000	(1,100,000)	0.0%	22,693,099
CIVIL ENGINEERING & HUMAN SETTLEMENTS	84,981,324	84,981,330	631,740	17,913,341	2,537,658	21,082,738	21,082,738	25,730,275	(4,647,537)	24.8%	63,898,592
ELECTRICAL ENGINEERING	114,504,619	113,635,054	661,188	2,126,818	4,266,195	7,054,202	7,054,202	14,585,765	(7,531,563)	6.2%	106,580,852
YOUTH DEVELOPMENT	1,000,000	1,000,000	-	-	-	-	-	-	-	0.0%	1,000,000
TOTAL	295,382,302	294,762,738	2,325,854	21,873,144	9,895,330	34,094,328	34,094,328	65,054,857	(30,960,529)	11.5%	260,668,410
			0.8%	7.4%	3.4%	11.57%	11.57%	22.07%	-10.50%		88.4%

KWADUKUZA
MUNICIPALITY

1.4 IN YEAR BUDGET STATEMENT TABLES

In year budget statement tables

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

The following tables are included as part of the First Quarter 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.

KZN292 KwaDukuza - Table C1 Monthly Budget Statement Summary - M03 September

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
R thousands									
Financial Performance									
Property rates	–	527 978	527 978	47 782	106 617	105 749	868	1%	–
Service charges	–	984 895	984 895	74 509	171 658	185 923	(14 265)	-8%	–
Investment revenue	–	38 704	41 455	1 836	3 789	5 904	(2 114)	-36%	–
Transfers and subsidies	–	220 388	251 594	6 995	92 197	101 841	(9 644)	-9%	–
Other own revenue	–	103 830	103 830	4 849	17 218	21 515	(4 297)	-20%	–
Total Revenue (excluding capital transfers and contributions)	–	1 875 795	1 909 753	135 972	391 480	420 932	(29 453)	-7%	–
Employee costs	–	474 992	474 992	34 340	101 891	108 295	(6 404)	-6%	–
Remuneration of Councillors	–	25 358	25 358	1 634	5 697	6 192	(495)	-8%	–
Depreciation & asset impairment	–	95 176	95 176	6 658	19 973	21 502	(1 528)	-7%	–
Finance charges	–	30 152	30 152	551	551	3 015	(2 464)	-82%	–
Materials and bulk purchases	–	802 125	806 311	61 606	173 958	163 748	10 210	6%	–
Transfers and subsidies	–	6 900	6 900	449	655	876	(221)	-25%	–
Other expenditure	–	456 245	486 017	16 390	34 387	64 799	(30 412)	-47%	–
Total Expenditure	–	1 890 949	1 924 907	141 627	337 113	368 428	(31 315)	-8%	–
Surplus/(Deficit)	–	(15 154)	(15 154)	(5 655)	54 367	52 504	1 862	4%	–
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	–	83 950	82 950	1 968	11 167	17 295	(6 128)	-35%	–
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	–	15 248	15 248	361	2 643	3 579	(936)	-26%	–
Surplus/(Deficit) after capital transfers & contributions	–	84 043	83 043	(3 327)	68 178	73 379	(5 201)	-7%	–
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	–	84 043	83 043	(3 327)	68 178	73 379	(5 201)	-7%	–
Capital expenditure & funds sources									
Capital expenditure	–	295 382	294 763	9 895	34 094	65 055	(30 961)	-48%	–
Capital transfers recognised	–	95 249	94 380	2 444	10 450	17 753	(7 302)	-41%	–
Borrowing	–	42 000	42 000	297	660	17 363	(16 703)	-96%	–
Internally generated funds	–	158 133	158 383	7 155	22 984	29 939	(6 955)	-23%	–
Total sources of capital funds	–	295 382	294 763	9 895	34 094	65 055	(30 961)	-48%	–
Financial position									
Total current assets	–	1 162 202	1 228 690		1 051 580				–
Total non current assets	–	2 688 986	2 688 366		2 399 771				–
Total current liabilities	–	584 242	609 111		435 298				–
Total non current liabilities	–	337 446	379 446		245 730				–
Community wealth/Equity	–	2 929 499	2 928 499		2 770 325				–
Cash flows									
Net cash from (used) operating	–	293 622	327 392	(14 683)	132 684	48 937	(83 747)	-171%	–
Net cash from (used) investing	–	(272 946)	(272 593)	(10 730)	(34 935)	(45 491)	(10 556)	23%	–
Net cash from (used) financing	–	(9 044)	32 956	75	47	(1 507)	(1 554)	103%	–
Cash/cash equivalents at the month/year end	–	669 652	745 775	–	755 815	659 959	(95 856)	-15%	658 020

Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	65 003	30 321	5 224	12 718	46 888	8 465	30 914	111 759	311 290
Creditors Age Analysis									
Total Creditors	3 205	2	17	14	7	3	–	13	3 260

KZN292 KwaDukuza - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M03 September

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									
Revenue - Functional										
Governance and administration		–	675 666	709 624	53 898	174 549	179 548	(4 999)	-3%	–
Executive and council		–	54 731	87 937	321	45 800	49 724	(3 925)	-8%	–
Finance and administration		–	620 193	620 945	53 577	128 750	129 750	(1 000)	-1%	–
Internal audit		–	742	742	–	–	74	(74)	-100%	–
Community and public safety		–	103 094	103 094	6 073	45 629	45 909	(280)	-1%	–
Community and social services		–	26 728	26 728	5 532	6 118	3 200	2 918	91%	–
Sport and recreation		–	44 603	44 603	63	38 528	39 079	(551)	-1%	–
Public safety		–	26 131	26 131	42	87	2 654	(2 566)	-97%	–
Housing		–	5 631	5 631	436	896	977	(81)	-8%	–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		–	123 267	123 267	3 903	14 069	22 066	(7 997)	-36%	–
Planning and development		–	46 151	46 151	1 520	3 045	5 988	(2 943)	-49%	–
Road transport		–	75 523	75 523	2 383	11 024	15 919	(4 895)	-31%	–
Environmental protection		–	1 593	1 593	–	–	159	(159)	-100%	–
Trading services		–	1 072 966	1 071 966	74 426	171 043	194 283	(23 240)	-12%	–
Energy sources		–	986 095	985 095	68 945	154 769	175 882	(21 113)	-12%	–
Water management		–	–	–	–	–	–	–		–
Waste water management		–	–	–	–	–	–	–		–
Waste management		–	86 871	86 871	5 481	16 274	18 401	(2 127)	-12%	–
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	–	1 974 992	2 007 950	138 301	405 290	441 807	(36 516)	-8%	–
Expenditure - Functional										
Governance and administration		–	296 144	311 289	16 323	42 841	54 996	(12 154)	-22%	–
Executive and council		–	91 218	92 588	5 167	13 997	17 205	(3 209)	-19%	–
Finance and administration		–	200 022	213 854	10 802	27 894	36 768	(8 874)	-24%	–
Internal audit		–	4 904	4 847	353	951	1 022	(72)	-7%	–
Community and public safety		–	271 761	289 456	16 867	51 952	60 523	(8 570)	-14%	–
Community and social services		–	45 751	46 776	2 844	8 245	9 539	(1 293)	-14%	–
Sport and recreation		–	77 416	94 249	4 600	16 772	20 470	(3 697)	-18%	–
Public safety		–	130 100	129 978	8 333	23 871	26 981	(3 111)	-12%	–
Housing		–	18 495	18 453	1 189	3 064	3 533	(469)	-13%	–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		–	181 375	181 800	11 358	31 102	35 949	(4 847)	-13%	–
Planning and development		–	79 031	79 128	4 644	12 515	14 997	(2 482)	-17%	–
Road transport		–	99 562	99 892	6 570	18 125	20 389	(2 264)	-11%	–
Environmental protection		–	2 782	2 780	145	462	563	(102)	-18%	–
Trading services		–	1 141 669	1 142 362	97 080	211 218	216 960	(5 743)	-3%	–
Energy sources		–	1 049 721	1 050 414	90 114	196 115	200 442	(4 327)	-2%	–
Water management		–	–	–	–	–	–	–		–
Waste water management		–	–	–	–	–	–	–		–
Waste management		–	91 948	91 948	6 988	15 102	16 518	(1 415)	-9%	–
Other		–	–	–	–	–	–	–		–
Total Expenditure - Functional	3	–	1 890 949	1 924 907	141 627	337 113	368 428	(31 315)	-8%	–
Surplus/ (Deficit) for the year		–	84 043	83 043	(3 327)	68 178	73 379	(5 201)	-7%	–

KZN292 KwaDukuza - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M03 September

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									
Revenue - Functional										
Municipal governance and administration		–	675 666	709 624	53 898	174 549	179 548	(4 999)	-3%	–
Executive and council		–	54 731	87 937	321	45 800	49 724	(3 925)	(0)	–
Mayor and Council			50 829	84 035	321	45 800	49 334	(3 535)	(0)	–
Municipal Manager, Town Secretary and Chief Executive			3 902	3 902	–	–	390	(390)	(0)	–
Finance and administration		–	620 193	620 946	53 577	128 750	129 750	(1 000)	(0)	–
Administrative and Corporate Support			70	70	24	47	27	20	0	–
Asset Management			–	–	–	–	–	–		–
Finance			612 196	612 940	53 517	128 611	128 879	(268)	(0)	–
Fleet Management			–	–	–	–	–	–		–
Human Resources			1 991	1 991	–	–	199	(199)	(0)	–
Information Technology			–	–	–	–	–	–		–
Legal Services								–		
Marketing, Customer Relations, Publicity and Media Co-ordination			3 238	3 238	–	–	324	(324)	(0)	–
Property Services			17	17	2	6	5	1	0	–
Risk Management								–		
Security Services								–		
Supply Chain Management			2 682	2 682	34	86	315	(229)	(0)	–
Valuation Service								–		
Internal audit		–	742	742	–	–	74	(74)	(0)	–
Governance Function			742	742	–	–	74	(74)	(0)	–
Community and public safety		–	103 094	103 094	6 073	45 629	45 909	(280)	(0)	–
Community and social services		–	26 728	26 728	5 532	6 118	3 200	2 918	0	–
Aged Care								–		
Agricultural								–		
Animal Care and Diseases								–		
Cemeteries, Funeral Parlours and Crematoriums			2 453	2 453	69	250	408	(158)	(0)	–
Child Care Facilities			5 958	5 958	–	–	596	(596)	(0)	–
Community Halls and Facilities			440	440	4	4	44	(40)	(0)	–
Consumer Protection								–		
Cultural Matters								–		
Disaster Management			4 167	4 167	–	269	658	(390)	(0)	–
Education								–		
Indigenous and Customary Law								–		
Industrial Promotion								–		
Language Policy								–		
Libraries and Archives			6 297	6 297	5 459	5 596	754	4 843	0	–
Literacy Programmes								–		
Media Services								–		
Museums and Art Galleries			7 414	7 414	–	–	741	(741)	(0)	–
Population Development								–		
Provincial Cultural Matters								–		
Theatres								–		
Zoo's								–		
Sport and recreation		–	44 603	44 603	63	38 528	39 079	(551)	(0)	–
Beaches and Jetties			–					–		–
Casinos, Racing, Gambling, Wagering								–		
Community Parks (including Nurseries)			43 806	43 806	–	38 341	38 888	(546)	(0)	–
Recreational Facilities			797	797	63	187	191	(4)	(0)	–
Sports Grounds and Stadiums								–		
Public safety		–	26 131	26 131	42	87	2 654	(2 566)	(0)	–
Civil Defence								–		
Cleansing								–		
Control of Public Nuisances								–		
Fencing and Fences								–		
Fire Fighting and Protection			231	231	24	48	45	3	0	–
Licensing and Control of Animals								–		
Police Forces, Traffic and Street Parking Control			25 900	25 900	18	39	2 609	(2 570)	(0)	–
Pounds								–		
Housing		–	5 631	5 631	435	895	977	(81)	(0)	–
Housing			5 631	5 631	436	896	977	(81)	(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		–	123 287	123 287	3 903	14 069	22 066	(7 997)	(0)	–
Planning and development		–	46 151	46 151	1 520	3 045	5 988	(2 943)	(0)	–
Billboards								–		–
Corporate Wide Strategic Planning (IDPs, LEDs)			1 857	1 857	–	–	186	(186)	(0)	

Central City Improvement District								–		
Development Facilitation			1 122	1 122	208	289	169	100	0	–
Economic Development/Planning			23 525	23 525	15	15	2 352	(2 337)	(0)	–
Regional Planning and Development								–		
Town Planning, Building Regulations and Enforcement, and City Engineer			19 647	19 647	1 299	2 760	3 280	(519)	(0)	–
Project Management Unit								–		
Provincial Planning								–		
Support to Local Municipalities								–		
Road transport		–	75 523	75 523	2 383	11 024	16 919	(4 895)	(0)	–
Public Transport								–		
Road and Traffic Regulation			12 745	12 745	992	2 643	2 761	(117)	(0)	–
Roads			62 778	62 778	1 391	8 381	13 159	(4 778)	(0)	–
Taxi Ranks								–		
Environmental protection		–	1 593	1 593	–	–	159	(159)	(0)	–
Biodiversity and Landscape			1 593	1 593	–	–	159	(159)	(0)	–
Coastal Protection								–		
Indigenous Forests								–		
Nature Conservation								–		
Pollution Control								–		
Soil Conservation								–		
Trading services		–	1 072 988	1 071 986	74 428	171 043	194 283	(23 240)	(0)	–
Energy sources		–	986 095	985 095	68 945	154 769	175 892	(21 113)	(0)	–
Electricity			988 095	985 095	68 945	154 769	175 892	(21 113)	(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	5 481	16 274	18 401	(2 127)	(0)	–
Recycling								–		
Solid Waste Disposal (Landfill Sites)								–		
Solid Waste Removal			86 871	86 871	5 481	16 274	18 401	(2 127)	(0)	–
Street Cleaning								–		
Other		–	–	–	–	–	–	–		–
Abattoirs								–		
Air Transport								–		
Forestry								–		
Licensing and Regulation								–		
Markets								–		
Tourism								–		
Total Revenue - Functional	2	–	1 974 992	2 007 950	138 301	405 290	441 807	(36 516)	(0)	–
Expenditure - Functional										
Municipal governance and administration		–	296 144	311 289	18 323	42 841	54 966	(12 154)	(0)	–
Executive and council		–	91 210	92 588	5 167	13 997	17 205	(3 209)	(0)	–
Mayor and Council			61 577	61 401	3 672	8 161	10 180	(2 019)	(0)	–
Municipal Manager, Town Secretary and Chief Executive			29 641	31 187	1 495	5 836	7 025	(1 190)	(0)	–
Finance and administration		–	200 022	213 854	10 802	27 894	36 768	(8 874)	(0)	–
Administrative and Corporate Support			25 104	25 152	1 819	4 771	5 173	(401)	(0)	–
Asset Management								–		
Finance			108 604	108 937	4 409	10 291	16 189	(5 897)	(0)	–
Fleet Management			11 132	11 132	1 080	2 344	2 251	93	0	–
Human Resources			11 152	11 122	702	2 504	2 734	(230)	(0)	–
Information Technology			15 378	15 357	1 067	3 103	3 370	(268)	(0)	–
Legal Services								–		
Marketing, Customer Relations, Publicity and Media Co-ordination			8 164	8 129	493	1 389	1 419	(30)	(0)	–
Property Services			8 237	8 237	565	1 619	1 773	(154)	(0)	–
Risk Management								–		
Security Services			5 574	19 299	32	94	1 985	(1 891)	(0)	–
Supply Chain Management			8 478	8 478	636	1 778	1 876	(90)	(0)	–
Valuation Service								–		
Internal audit		–	4 904	4 847	353	951	1 022	(72)	(0)	–
Governance Function			4 904	4 847	353	951	1 022	(72)	(0)	–
Community and public safety		–	271 761	289 456	16 867	51 952	60 523	(8 570)	(0)	–
Community and social services		–	45 761	46 776	2 844	8 245	9 539	(1 293)	(0)	–
Aged Care								–		
Agricultural								–		
Animal Care and Diseases								–		
Cemeteries, Funeral Parlours and Crematoriums			9 360	9 380	754	1 891	1 980	(89)	(0)	–
Child Care Facilities			7 225	7 204	323	1 063	1 387	(324)	(0)	–
Community Halls and Facilities			6 213	6 213	641	1 722	1 795	(72)	(0)	–
Consumer Protection								–		
Cultural Matters								–		

Disaster Management		6 738	7 785	132	571	1 173	(603)	(0)	–
Education							–		
Indigenous and Customary Law							–		
Industrial Promotion							–		
Language Policy							–		
Libraries and Archives		13 028	13 028	915	2 763	2 068	(203)	(0)	–
Literacy Programmes							–		
Media Services							–		
Museums and Art Galleries		1 186	1 185	80	236	258	(23)	(0)	–
Population Development							–		
Provincial Cultural Matters							–		
Theatres							–		
Zoo's							–		
Sport and recreation	–	77 416	94 249	4 500	16 772	20 470	(3 697)	(0)	–
Beaches and Jetties							–		
Casinos, Racing, Gambling, Wagering							–		
Community Parks (including Nurseries)		37 270	54 103	1 881	10 039	12 753	(2 714)	(0)	–
Recreational Facilities		40 146	40 146	2 620	6 734	7 717	(983)	(0)	–
Sports Grounds and Stadiums							–		
Public safety	–	130 100	129 978	8 333	23 871	26 981	(3 111)	(0)	–
Civil Defence							–		
Cleansing							–		
Control of Public Nuisances							–		
Fencing and Fences							–		
Fire Fighting and Protection		40 624	40 601	3 238	8 941	9 193	(252)	(0)	
Licensing and Control of Animals							–		–
Police Forces, Traffic and Street Parking Control		89 476	89 377	5 095	14 929	17 788	(2 859)	(0)	–
Pounds							–		
Housing	–	18 496	18 453	1 189	3 064	3 533	(469)	(0)	–
Housing		18 495	18 453	1 189	3 084	3 533	(469)	(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	–	161 375	161 800	11 359	31 102	35 949	(4 847)	(0)	–
Planning and development	–	79 031	79 128	4 644	12 615	14 997	(2 482)	(0)	–
Billboards							–		
Corporate Wide Strategic Planning (IDPs, LEDs)		15 637	15 611	1 054	3 182	3 458	(297)	(0)	–
Central City Improvement District							–		
Development Facilitation		9 954	9 954	685	2 152	2 315	(164)	(0)	–
Economic Development/Planning		29 059	30 036	654	1 946	4 167	(2 220)	(0)	–
Regional Planning and Development							–		
Town Planning, Building Regulations and Enforcement, and City Engineer		23 580	23 526	2 251	5 255	5 057	199	0	–
Project Management Unit							–		
Provincial Planning							–		
Support to Local Municipalities							–		
Road transport	–	99 562	99 892	6 570	18 125	20 359	(2 264)	(0)	–
Public Transport							–		
Road and Traffic Regulation		13 138	13 138	1 041	3 045	3 117	(73)	(0)	–
Roads		86 424	86 754	5 529	15 081	17 272	(2 192)	(0)	–
Taxi Ranks							–		
Environmental protection	–	2 782	2 780	145	462	563	(102)	(0)	–
Biodiversity and Landscape		2 782	2 780	145	462	563	(102)	(0)	–
Coastal Protection							–		
Indigenous Forests							–		
Nature Conservation							–		
Pollution Control							–		
Soil Conservation							–		
Trading services	–	1 141 659	1 142 362	97 080	211 218	216 980	(5 743)	(0)	–
Energy sources	–	1 049 721	1 050 414	90 114	196 115	200 442	(4 327)	(0)	–
Electricity		1 044 307	1 045 000	89 733	195 636	199 722	(4 187)	(0)	–
Street Lighting and Signal Systems		5 414	5 414	381	579	720	(141)	(0)	–
Nonelectric Energy							–		
Water management	–	–	–	–	–	–	–		–
Water Treatment							–		
Water Distribution							–		
Water Storage							–		
Waste water management	–	–	–	–	–	–	–		–
Public Toilets							–		
Sewerage							–		
Storm Water Management							–		
Waste Water Treatment							–		
Waste management	–	91 948	91 948	6 966	15 102	16 518	(1 416)	(0)	–
Recycling							–		

Solid Waste Disposal (Landfill Sites)								-		
Solid Waste Removal			81 060	81 060	8 319	12 825	13 961	(1 136)	(0)	-
Street Cleaning			10 688	10 888	647	2 277	2 556	(270)	(0)	-
Other		-	-	-	-	-	-	-		-
Abattoirs								-		
Air Transport								-		
Forestry								-		
Licensing and Regulation								-		
Markets								-		
Tourism								-		
Total Expenditure - Functional	3	-	1 890 949	1 924 907	141 527	337 113	368 428	(31 315)	(0)	-
Surplus/ (Deficit) for the year		-	84 043	83 043	(3 327)	88 178	73 379	(5 201)	(0)	-

KZN292 KwaDukuza - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M03 September

Vote Description	Ref	2019/20	Budget Year 2020/21							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote	1									
Vote 1 - Chief Operations Officer Business Unit		–	9 740	9 740	–	–	974	(974)	-100.0%	–
Vote 2 - Corporate Services Business Unit		–	52 889	86 095	345	45 846	49 561	(3 714)	-7.5%	–
Vote 3 - Finance Business Unit		–	614 878	615 630	53 551	128 697	129 194	(497)	-0.4%	–
Vote 4 - Economic Development Planning Business Unit		–	53 300	53 300	1 520	3 045	6 702	(3 658)	-54.6%	–
Vote 5 - Community Services and Public Amenities Business Unit		–	140 647	140 647	11 078	60 640	58 678	1 970	3.4%	–
Vote 6 - Community Safety Business Unit		–	43 061	43 061	1 033	3 002	6 078	(3 076)	-50.6%	–
Vote 7 - Civil Engineering and Human Settlement Business Unit		–	68 426	68 426	1 829	9 263	14 141	(4 858)	-34.4%	–
Vote 8 - Electrical Engineering Business Unit		–	986 095	985 095	68 945	154 769	175 882	(21 113)	-12.0%	–
Vote 9 - Youth Development Business Unit		–	5 958	5 958	–	–	596	(596)	-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	138 301	405 290	441 807	(36 516)	-8.3%	–
Expenditure by Vote	1									
Vote 1 - Chief Operations Officer Business Unit		–	56 346	49 780	3 023	10 150	11 393	(1 243)	-10.9%	–
Vote 2 - Corporate Services Business Unit		–	113 210	113 042	7 260	18 540	21 456	(2 916)	-13.6%	–
Vote 3 - Finance Business Unit		–	117 282	117 416	5 044	12 069	18 064	(5 995)	-33.2%	–
Vote 4 - Economic Development Planning Business Unit		–	67 362	67 481	3 816	10 051	12 360	(2 310)	-18.7%	–
Vote 5 - Community Services and Public Amenities Business Unit		–	177 411	202 238	12 665	36 050	41 270	(5 220)	-12.6%	–
Vote 6 - Community Safety Business Unit		–	178 105	192 755	11 022	30 967	37 226	(6 259)	-16.8%	–
Vote 7 - Civil Engineering and Human Settlement Business Unit		–	113 158	113 445	7 282	19 764	22 578	(2 814)	-12.5%	–
Vote 8 - Electrical Engineering Business Unit		–	1 060 853	1 061 646	91 194	198 459	202 693	(4 234)	-2.1%	–
Vote 9 - Youth Development Business Unit		–	7 225	7 204	323	1 063	1 387	(324)	-23.3%	–
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	141 627	337 113	368 428	(31 315)	-8.5%	–
Surplus/ (Deficit) for the year	2	–	84 043	83 043	(3 327)	68 178	73 379	(5 201)	-7.1%	–

KZN292 KwaDukuza - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - A - M03 September

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	1									
Vote 1 - Chief Operations Officer Business Unit		–	9 740	9 740	–	–	974	(974)	-100%	–
1.1 - Municipal Manager's Office			3 902	3 902	–	–	390	(390)	-100%	
1.2 - Internal Audit			742	742	–	–	74	(74)	-100%	
1.3 - Corporate Communications			3 238	3 238	–	–	324	(324)	-100%	
1.4 - IDP			715	715	–	–	72	(72)	-100%	
1.5 - PMS			363	363	–	–	36	(36)	-100%	
1.6 - Public Participation			779	779	–	–	78	(78)	-100%	
Vote 2 - Corporate Services Business Unit		–	52 889	86 095	345	45 846	49 561	(3 714)	-7%	–
2.1 - Council General Expenses			50 629	84 035	321	45 800	49 334	(3 535)	-7%	
2.2 - Human Resources - Admin			1 691	1 691	–	–	199	(199)	-100%	
2.3 - Administration: General			70	70	24	47	27	20	72%	
2.4 - Information Technology			–	–	–	–		–		
Vote 3 - Finance Business Unit		–	614 878	615 630	53 551	128 697	129 194	(497)	0%	–
3.1 - Assessment Rates			527 978	527 978	47 782	106 817	105 749	868	1%	
3.2 - Budget and Treasury Office			84 218	84 970	5 735	21 994	23 130	(1 136)	-5%	
3.3 - Supply Chain Management			2 682	2 682	34	86	315	(229)	-73%	
Vote 4 - Economic Development Planning Business Uni		–	53 300	53 300	1 520	3 045	6 702	(3 658)	-55%	–
4.1 - Museum			7 414	7 414			741	(741)	-100%	
4.2 - Economic Develop. & Planning			23 525	23 525	15	15	2 352	(2 337)	-99%	
4.3 - Environment & Management			1 593	1 593			159	(159)	-100%	
4.4 - Development Control			1 122	1 122	206	269	169	100	59%	
4.5 - Town Planning			9 450	9 450	12	290	1 196	(906)	-76%	
4.6 - Building Control			10 197	10 197	1 288	2 471	2 084	386	19%	
Vote 5 - Community Services and Public Amenities Bus		–	140 647	140 647	11 076	60 648	58 678	1 970	3%	–
5.1 - Beach Amenities			–	–			–	–		
5.2 - Library			6 297	6 297	5 459	5 596	754	4 843	643%	
5.3 - Cemetery			2 453	2 453	69	250	408	(158)	-39%	
5.4 - Admin General			–	–			–	–		
5.5 - Parks and Gardens			43 805	43 806		38 341	38 888	(546)	-1%	
5.6 - Sport and Recreation			80	80	5	5	8	(3)	-32%	
5.7 - Dolphin Park			700	700	59	178	177	1	1%	
5.8 - Community Halls			440	440	4	4	44	(40)	-91%	
5.9 - Street Sweeping			–	–			–	–		
5.10 - Refuse Removal			86 871	86 871	5 481	16 274	18 401	(2 127)	-12%	
Vote 6 - Community Safety Business Unit		–	43 061	43 061	1 033	3 002	6 078	(3 076)	-51%	–
6.1 - Law Enforcement Administration			–	–	–	–	–	–		
6.2 - Security Services			–	–	–	–	–	–		
6.3 - Law Enforcement			25 900	25 900	18	39	2 609	(2 570)	-99%	
6.4 - Fire and Emergency			231	231	24	48	45	3	6%	
6.5 - Disaster Management			4 167	4 167	–	268	658	(390)	-59%	
6.6 - Marine Safety			17	17	(2)	4	6	(3)	-43%	
6.7 - Vehicle Testing			5 941	5 941	104	687	1 120	(432)	-39%	
6.8 - Vehicle Licensing			6 804	6 804	889	1 956	1 641	315	19%	
Vote 7 - Civil Engineering and Human Settlement Busin		–	68 426	68 426	1 829	9 283	14 141	(4 858)	-34%	–
7.1 - Human Settlements			5 631	5 631	436	896	977	(81)	-8%	
7.2 - Civil Admin			3 365	3 365	775	1 282	792	490	62%	
7.3 - Civil Buildings			1	1	–	0	0	(0)	-80%	
7.4 - Road and Stormwater			59 413	59 413	615	7 099	12 366	(5 267)	-43%	
7.5 - Staff Housing			16	16	2	6	5	1	15%	
Vote 8 - Electrical Engineering Business Unit		–	986 095	985 095	68 945	154 769	175 882	(21 113)	-12%	–
8.1 - Street Lights			–	–			–	–		
8.2 - Vehicle and Plant-Electricity			–	–			–	–		
8.3 - Mechanical Workshop			–	–			–	–		
8.4 - Electricity: Administration			811 445	810 445	57 169	124 240	141 539	(17 299)	-12%	
8.5 - Electricity: Urban South			8 697	8 697	27	53	894	(840)	-94%	
8.6 - Electricity: Rural North			–	–			–	–		
8.7 - Electricity: SAPPI			165 953	165 953	11 749	30 478	33 460	(2 973)	-9%	
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	–	–	596	(596)	-100%	–
9.1 - Youth Development			5 958	5 958	–	–	596	(596)	-100%	
Total Revenue by Vote	2	–	1 974 992	2 007 950	138 301	405 290	441 807	(36 516)	-8%	–
Expenditure by Vote	1							–		
Vote 1 - Chief Operations Officer Business Unit		–	56 346	49 780	3 023	10 150	11 393	(1 243)	-11%	–
1.1 - Municipal Manager's Office			29 641	23 103	1 122	4 649	5 494	(844)	-15%	
1.2 - Internal Audit			4 904	4 847	353	951	1 022	(72)	-7%	
1.3 - Corporate Communications			6 164	6 129	493	1 389	1 419	(30)	-2%	
1.4 - IDP			2 021	2 021	101	299	381	(82)	-21%	
1.5 - PMS			4 636	4 617	321	959	1 035	(76)	-7%	
1.6 - Public Participation			6 960	6 974	632	1 903	2 042	(138)	-7%	
Vote 2 - Corporate Services Business Unit		–	113 210	113 042	7 260	18 540	21 456	(2 916)	-14%	–
2.1 - Council General Expenses			61 577	61 401	3 672	8 161	10 180	(2 019)	-20%	
2.2 - Human Resources - Admin			11 162	11 122	702	2 504	2 734	(230)	-8%	
2.3 - Administration: General			25 104	25 152	1 819	4 771	5 173	(401)	-8%	
2.4 - Information Technology			15 376	15 367	1 067	3 103	3 370	(266)	-8%	
Vote 3 - Finance Business Unit		–	117 282	117 416	5 044	12 069	18 064	(5 995)	-33%	–
3.1 - Assessment Rates			12 742	12 742	807	1 031	1 476	(445)	-30%	
3.2 - Budget and Treasury Office			96 062	96 196	3 602	9 261	14 713	(5 452)	-37%	
3.3 - Supply Chain Management			8 478	8 478	636	1 778	1 876	(98)	-5%	
Vote 4 - Economic Development Planning Business Uni		–	67 362	67 481	3 815	10 051	12 360	(2 310)	-19%	–
4.1 - Museum			1 186	1 185	80	236	258	(23)	-9%	

4.2 - Economic Develop. & Planning			29 859	30 030	654	1 946	4 167	(2 220)	-53%	
4.3 - Environment & Management			2 782	2 780	145	462	563	(102)	-18%	
4.4 - Development Control			9 054	9 954	686	2 152	2 315	(164)	-7%	
4.5 - Town Planning			9 751	9 696	1 150	2 213	1 927	286	15%	
4.6 - Building Control			13 830	13 830	1 101	3 042	3 130	(88)	-3%	
Vote 5 - Community Services and Public Amenities Bus		–	177 411	202 238	12 665	36 050	41 270	(5 220)	-13%	–
5.1 - Beach Amenities			11 845	11 845	713	2 088	2 422	(334)	-14%	
5.2 - Library			13 028	13 028	815	2 763	2 966	(203)	-7%	
5.3 - Cemetery			9 360	9 360	754	1 891	1 960	(69)	-4%	
5.4 - Admin General			–	7 995	373	1 186	1 532	(345)	-23%	
5.5 - Parks and Gardens			37 270	54 103	1 881	10 039	12 753	(2 714)	-21%	
5.6 - Sport and Recreation			5 746	5 746	424	1 258	1 326	(67)	-5%	
5.7 - Dolphin Park			–	–			–	–		
5.8 - Community Halls			8 213	8 213	641	1 722	1 795	(72)	-4%	
5.9 - Street Sweeping			10 858	10 866	647	2 277	2 556	(279)	-11%	
5.10 - Refuse Removal			81 060	81 060	6 319	12 825	13 061	(1 136)	-8%	
Vote 6 - Community Safety Business Unit		–	178 105	192 755	11 022	30 967	37 226	(6 259)	-17%	–
6.1 - Law Enforcement Administration			10 419	30 526	633	1 900	4 193	(2 293)	-55%	
6.2 - Security Services			5 574	19 298	32	94	1 985	(1 891)	-95%	
6.3 - Law Enforcement			79 057	58 851	4 462	13 029	13 595	(566)	-4%	
6.4 - Fire and Emergency			40 624	40 601	3 238	8 941	9 193	(252)	-3%	
6.5 - Disaster Management			6 738	7 785	132	571	1 173	(603)	-51%	
6.6 - Marine Safety			22 555	22 555	1 483	3 387	3 969	(582)	-15%	
6.7 - Vehicle Testing			8 570	8 570	685	1 957	2 002	(45)	-2%	
6.8 - Vehicle Licensing			4 568	4 588	356	1 088	1 116	(28)	-3%	
Vote 7 - Civil Engineering and Human Settlement Busin		–	113 156	113 445	7 282	19 764	22 578	(2 814)	-12%	–
7.1 - Human Settlements			18 495	18 453	1 189	3 064	3 533	(469)	-13%	
7.2 - Civil Admin			13 472	13 802	1 236	2 765	2 756	9	0%	
7.3 - Civil Buildings			8 209	8 209	585	1 619	1 770	(151)	-9%	
7.4 - Road and Stormwater			72 953	72 953	4 293	12 316	14 516	(2 200)	-15%	
7.5 - Staff Housing			20	20	0	0	3	(3)	-90%	
Vote 8 - Electrical Engineering Business Unit		–	1 080 853	1 061 546	91 194	198 459	202 693	(4 234)	-2%	–
8.1 - Street Lights			5 414	5 414	381	579	720	(141)	-20%	
8.2 - Vehicle and Plant-Electricity			2 526	2 526	359	476	358	119	33%	
8.3 - Mechanical Workshop			8 606	8 806	720	1 868	1 893	(26)	-1%	
8.4 - Electricity: Administration			982 589	903 282	84 977	184 617	188 004	(3 387)	-2%	
8.5 - Electricity: Urban South			6 079	6 079	1 034	1 184	742	441	59%	
8.6 - Electricity: Rural North			7 625	7 625	616	836	961	(124)	-13%	
8.7 - Electricity: SAPPI			1 827	1 827	22	68	225	(156)	-70%	
8.8 - Electricity: Urban North			6 759	6 759	125	233	773	(540)	-70%	
8.9 - Electricity: Rural South			4 080	4 080	380	546	557	(11)	-2%	
8.10 - Electricity Salaries Dist.Acc.			35 349	35 349	2 578	8 052	8 451	(409)	-5%	
Vote 9 - Youth Development Business Unit		–	7 225	7 204	323	1 063	1 387	(324)	-23%	–
9.1 - Youth Development			7 225	7 204	323	1 063	1 387	(324)	-23%	
Total Expenditure by Vote	2	–	1 890 949	1 924 907	141 627	337 113	368 428	(31 315)	(0)	–
Surplus/ (Deficit) for the year	2	–	84 043	83 043	(3 327)	66 178	73 379	(5 201)	(0)	–

KZN292 KwaDukuza - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September

Description	Ref	2019/20	Budget Year 2020/21							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue By Source										
Property rates			527 978	527 978	47 782	106 617	105 749	868	1%	
Service charges - electricity revenue			919 532	919 532	69 028	155 384	169 674	(14 289)	-8%	
Service charges - water revenue			–	–		–	–	–		
Service charges - sanitation revenue			–	–		–	–	–		
Service charges - refuse revenue			65 363	65 363	5 481	16 274	16 250	24	0%	
Rental of facilities and equipment			4 087	4 087	179	537	731	(194)	-27%	
Interest earned - external investments			38 704	41 455	1 836	3 789	5 904	(2 114)	-36%	
Interest earned - outstanding debtors			11 900	11 900	479	945	1 609	(664)	-41%	
Dividends received			–	–		–	–	–		
Fines, penalties and forfeits			45 421	45 421	872	1 850	5 422	(3 572)	-66%	
Licences and permits			448	448	66	101	76	25	32%	
Agency services			12 745	12 745	992	2 643	2 761	(117)	-4%	
Transfers and subsidies			220 388	251 594	6 995	92 197	101 841	(9 644)	-9%	
Other revenue			26 450	26 450	2 261	11 142	10 638	504	5%	
Gains			2 780	2 780		–	278	(278)	-100%	
Total Revenue (excluding capital transfers and contributions)		–	1 876 795	1 909 753	135 972	391 480	420 932	(29 453)	-7%	–
Expenditure By Type										
Employee related costs			474 992	474 992	34 340	101 891	108 295	(6 404)	-6%	
Remuneration of councillors			25 358	25 358	1 634	5 697	6 192	(495)	-8%	
Debt impairment			162 632	162 632	705	705	16 263	(15 558)	-96%	
Depreciation & asset impairment			95 176	95 176	6 658	19 973	21 502	(1 528)	-7%	
Finance charges			30 152	30 152	551	551	3 015	(2 464)	-82%	
Bulk purchases			783 831	783 831	79 775	171 206	160 671	10 535	7%	
Other materials			18 294	22 480	1 831	2 752	3 077	(325)	-11%	
Contracted services			174 010	209 063	10 133	23 381	32 880	(9 499)	-29%	
Transfers and subsidies			6 900	6 900	449	655	876	(221)	-25%	
Other expenditure			119 603	114 322	5 552	10 301	15 657	(5 356)	-34%	
Losses						–	–	–		
Total Expenditure		–	1 890 949	1 924 907	141 627	337 113	368 428	(31 315)	-8%	–
Surplus/(Deficit)		–	(15 154)	(15 154)	(5 655)	54 367	52 504	1 862	0	–
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)			83 950	82 950	1 968	11 167	17 295	(6 128)	(0)	
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions)			15 248	15 248	361	2 643	3 579	(936)	(0)	
Transfers and subsidies - capital (in-kind - all)								–		
Surplus/(Deficit) after capital transfers & contributions		–	84 043	83 043	(3 327)	68 178	73 379	–		–
Taxation										
Surplus/(Deficit) after taxation		–	84 043	83 043	(3 327)	68 178	73 379			–
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		–	84 043	83 043	(3 327)	68 178	73 379			–
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		–	84 043	83 043	(3 327)	68 178	73 379			–

KZN292 KwaDukuza - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M03 September

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									
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	37	37	1 000	(963)	-96%	–
Vote 5 - Community Services and Public Amenities Business Unit		–	11 100	20 963	2 729	5 396	6 839	(1 443)	-21%	–
Vote 6 - Community Safety Business Unit		–	600	3 900	–	–	900	(900)	-100%	–
Vote 7 - Civil Engineering and Human Settlement Business Unit		–	21 140	73 323	2 538	14 897	18 413	(3 516)	-19%	–
Vote 8 - Electrical Engineering Business Unit		–	99 357	110 919	1 890	4 678	14 586	(9 908)	-68%	–
Vote 9 - Youth Development Business Unit		–	1 000	3 500	–	–	–	–		–
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	7 194	25 007	41 738	(16 731)	-40%	–
Single Year expenditure appropriation	2									
Vote 1 - Chief Operations Officer Business Unit		–	–	–	–	–	–	–		–
Vote 2 - Corporate Services Business Unit		–	19 600	22 400	(5)	195	15 600	(15 405)	-99%	–
Vote 3 - Finance Business Unit		–	–	260	–	–	–	–		–
Vote 4 - Economic Development Planning Business Unit		–	300	300	–	–	–	–		–
Vote 5 - Community Services and Public Amenities Business Unit		–	25 103	15 240	329	329	200	129	65%	–
Vote 6 - Community Safety Business Unit		–	22 093	18 793	–	–	200	(200)	-100%	–
Vote 7 - Civil Engineering and Human Settlement Business Unit		–	63 842	11 659	–	6 186	7 317	(1 131)	-15%	–
Vote 8 - Electrical Engineering Business Unit		–	15 148	2 716	2 377	2 377	–	2 377	#DIV/0!	–
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	–	149 686	72 157	2 701	9 087	23 317	(14 230)	-61%	–
Total Capital Expenditure		–	295 382	294 763	9 895	34 094	65 055	(30 961)	-48%	–
Capital Expenditure - Functional Classification										
Governance and administration		–	26 012	26 447	2 372	2 572	15 800	(13 228)	-84%	–
Executive and council				–				–		
Finance and administration			26 012	28 447	2 372	2 572	15 800	(13 228)	-84%	
Internal audit				–				–		
Community and public safety		–	68 085	68 285	2 681	5 227	8 169	(2 942)	-36%	–
Community and social services			25 153	24 753	311	311	1 500	(1 189)	-79%	
Sport and recreation			21 300	21 900	2 370	4 917	6 069	(1 153)	-19%	
Public safety			19 893	19 893	–	–	600	(600)	-100%	
Housing			1 738	1 738	–	–	–	–		
Health				–			–	–		
Economic and environmental services		–	85 047	84 863	2 538	21 083	26 030	(4 948)	-19%	–
Planning and development			300	300	–	–	–	–		
Road transport			84 747	84 563	2 538	21 083	26 030	(4 948)	-19%	
Environmental protection				–			–	–		
Trading services		–	116 239	115 169	2 305	5 213	15 056	(9 843)	-65%	–
Energy sources			111 789	110 919	1 890	4 678	14 586	(9 908)	-68%	
Water management							–	–		
Waste water management							–	–		
Waste management			4 450	4 250	415	535	470	65	14%	
Other							–	–		
Total Capital Expenditure - Functional Classification	3	–	295 382	294 763	9 895	34 094	65 055	(30 961)	-48%	–
Funded by:										
National Government			69 402	68 532	2 127	10 066	14 390	(4 304)	-30%	
Provincial Government			7 316	7 316	37	37	1 000	(963)	-96%	
District Municipality				–				–		
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions)			18 632	18 632	279	326	2 362	(2 036)	-86%	
Transfers recognised - capital		–	95 249	94 380	2 444	10 450	17 753	(7 302)	-41%	–
Borrowing	6		42 000	42 000	297	660	17 363	(16 703)	-96%	
Internally generated funds			158 133	158 383	7 155	22 984	29 939	(6 955)	-23%	
Total Capital Funding		–	295 382	294 763	9 895	34 094	65 055	(30 961)	-48%	–

KZN292 KwaDukuza - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - A - M03 September

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
Capital expenditure - Municipal Vote										
Expenditure of multi-year capital appropriation	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	37	37	1 000	(963)	-96%	–
4.1 - Museum			10 000	10 000	37	37	1 000	(963)	-96%	
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 Busine		–	11 100	20 963	2 729	5 396	6 839	(1 443)	-21%	–
5.1 - Beach Amenities				–				–		
5.2 - Library			50	–				–		
5.3 - Cemetery			5 800	1 000			300	(300)	-100%	
5.4 - Admin General				–				–		
5.5 - Parks and Gardens			50	1 238	218	218	500	(282)	-56%	
5.6 - Sport and Recreation			4 000	15 525	2 095	4 642	5 569	(927)	-17%	
5.7 - Dolphin Park				–				–		
5.8 - Community Halls			1 200	1 000				–		
5.9 - Street Sweeping				–				–		
5.10 - Refuse Removal			–	2 200	416	535	470	65	14%	
Vote 6 - Community Safety Business Unit		–	600	3 900	–	–	900	(900)	-100%	–
6.1 - Law Enforcement Administration			–	–				–		
6.2 - Security Services				–				–		
6.3 - Law Enforcement				–				–		
6.4 - Fire and Emergency			600	1 500			400	(400)	-100%	
6.5 - Disaster Management				–				–		
6.6 - Marine Safety			–	–				–		
6.7 - Vehicle Testing			–	2 400			500	(500)	-100%	
6.8 - Vehicle Licensing				–				–		
Vote 7 - Civil Engineering and Human Settlement Busines		–	21 140	73 323	2 538	14 897	18 413	(3 516)	-19%	–
7.1 - Human Settlements			1 738	1 822				–		
7.2 - Civil Admin				–				–		
7.3 - Civil Buildings			748	–				–		
7.4 - Road and Stormwater			18 655	71 700	2 538	14 897	18 413	(3 516)	-19%	
7.5 - Staff Housing				–				–		
Vote 8 - Electrical Engineering Business Unit		–	99 357	110 919	1 890	4 678	14 586	(9 908)	-68%	–
8.1 - Street Lights				–				–		
8.2 - Vehicle and Plant-Electricity				–				–		
8.3 - Mechanical Workshop			2 716	–				–		
8.4 - Electricity: Administration			74 641	81 340	1 800	4 678	11 786	(7 108)	-60%	
8.5 - Electricity: Urban South				–				–		
8.6 - Electricity: Rural North			2 000	2 000				–		
8.7 - Electricity: SAPPI			20 000	28 459			2 500	(2 500)	-100%	
8.8 - Electricity: Urban North				–				–		
8.9 - Electricity: Rural South				1 110			300	(300)	-100%	
8.10 - Electricity Salaries Dist.Acc.				–				–		
Vote 9 - Youth Development Business Unit		–	1 000	3 500	–	–	–	–		–
9.1 - Youth Development			1 000	3 500				–		
Total multi-year capital expenditure		–	145 697	222 605	7 194	25 007	41 738	(16 731)	-40%	–
Capital expenditure - Municipal Vote										
Expenditure of single-year capital appropriation	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	(5)	195	15 600	(15 405)	-99%	–
2.1 - Council General Expenses			15 000	–				–		
2.2 - Human Resources - Admin			900	900				–		
2.3 - Administration: General			4 000	16 500			15 400	(15 400)	-100%	
2.4 - Information Technology				5 000	(5)	195	200	(5)	-2%	
Vote 3 - Finance Business Unit		–	–	250	–	–	–	–		–
3.1 - Assessment Rates				–				–		
3.2 - Budget and Treasury Office				250				–		
3.3 - Supply Chain Management				–				–		

Vote 4 - Economic Development Planning Business Unit		–	300	300	–	–	–	–		–
4.1 - Museum			–	–				–		
4.2 - Economic Develop. & Planning			300	300				–		
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	329	329	200	129	65%	–
5.1 - Beach Amenities				–				–		
5.2 - Library				50				–		
5.3 - Cemetery			2 410	7 210	161	161		161	#DIV/0!	
5.4 - Admin General				–				–		
5.5 - Parks and Gardens			2 325	50				–		
5.6 - Sport and Recreation			14 525	4 687	56	56		56	#DIV/0!	
5.7 - Dolphin Park				–				–		
5.8 - Community Halls			1 393	1 193	112	112	200	(88)	-44%	
5.9 - Street Sweeping				–				–		
5.10 - Refuse Removal			4 460	2 050				–		
Vote 6 - Community Safety Business Unit		–	22 093	18 793	–	–	200	(200)	-100%	–
6.1 - Law Enforcement Administration				–				–		
6.2 - Security Services				–				–		
6.3 - Law Enforcement			2 793	2 793				–		
6.4 - Fire and Emergency			16 500	15 000			200	(200)	-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		–	63 842	11 659	–	6 186	7 317	(1 131)	-15%	–
7.1 - Human Settlements				116				–		
7.2 - Civil Admin				–				–		
7.3 - Civil Buildings			150	1 061			200	(200)	-100%	
7.4 - Road and Stormwater			63 692	10 462		6 186	7 117	(931)	-13%	
7.5 - Staff Housing				–				–		
Vote 8 - Electrical Engineering Business Unit		–	15 148	2 716	2 377	2 377	–	2 377	#DIV/0!	–
8.1 - Street Lights				–				–		
8.2 - Vehicle and Plant-Electricity				–				–		
8.3 - Mechanical Workshop				2 716	2 377	2 377		2 377	#DIV/0!	
8.4 - Electricity: Administration			7 588	–				–		
8.5 - Electricity: Urban South			–	–				–		
8.6 - Electricity: Rural North				–				–		
8.7 - Electricity: SAPPI			5 469	–				–		
8.8 - Electricity: Urban North				–				–		
8.9 - Electricity: Rural South			1 110	–				–		
8.10 - Electricity Salaries Dist.Acc.				–				–		
Vote 9 - Youth Development Business Unit		–	3 300	800	–	–	–	–		–
9.1 - Youth Development			3 300	800				–		
Total single-year capital expenditure		–	149 686	72 157	2 701	9 087	23 317	(14 230)	(0)	–
Total Capital Expenditure		–	295 382	294 763	9 895	34 094	65 055	(30 961)	(0)	–

KZN292 KwaDukuza - Table C6 Monthly Budget Statement - Financial Position - M03 September

Description	Ref	2019/20	Budget Year 2020/21			
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS						
Current assets						
Cash			523 108	599 231	698 815	
Call investment deposits			146 544	146 544	57 000	
Consumer debtors			335 484	335 484	201 732	
Other debtors			144 532	139 083	88 321	
Current portion of long-term receivables			–	–	320	
Inventory			12 533	8 348	5 392	
Total current assets		–	1 162 202	1 228 690	1 051 580	–
Non current assets						
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	2 227 454	
Biological						
Intangible			20 719	20 719	2 112	
Other non-current assets			105	105	105	
Total non current assets		–	2 688 986	2 688 366	2 399 771	–
TOTAL ASSETS		–	3 851 188	3 917 056	3 451 351	–
LIABILITIES						
Current liabilities						
Bank overdraft			–	–		
Borrowing			–	–	(1 042)	
Consumer deposits			42 224	42 224	35 571	
Trade and other payables			524 128	548 997	335 327	
Provisions			17 890	17 890	65 439	
Total current liabilities		–	584 242	609 111	435 296	–
Non current liabilities						
Borrowing			206 675	248 675	212 700	
Provisions			130 772	130 772	33 029	
Total non current liabilities		–	337 446	379 446	245 730	–
TOTAL LIABILITIES		–	921 688	988 557	681 025	–
NET ASSETS	2	–	2 929 499	2 928 499	2 770 325	–
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)			2 902 458	2 901 458	2 743 284	
Reserves			27 041	27 041	27 041	
TOTAL COMMUNITY WEALTH/EQUITY	2	–	2 929 499	2 928 499	2 770 325	–

KZN292 KwaDukuza - Table C7 Monthly Budget Statement - Cash Flow - M03 September

Description	Ref	2019/20	Budget Year 2020/21							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates			491 290	491 290	41 874	100 252	81 882	18 370	22%	
Service charges			929 001	929 001	68 695	251 923	154 834	97 089	63%	
Other revenue			255 763	255 763	4 690	9 432	42 627	(33 195)	-78%	
Transfers and Subsidies - Operational			219 494	250 700	6 105	93 825	36 582	57 243	156%	
Transfers and Subsidies - Capital			81 750	80 750	10 000	18 600	13 625	4 975	37%	
Interest			38 704	41 465	1 538	4 765	6 451	(1 686)	-26%	
Dividends			–				–	–		
Payments										
Suppliers and employees			(1 685 327)	(1 684 515)	(146 586)	(344 907)	(280 888)	64 019	-23%	
Finance charges			(30 152)	(30 152)	(551)	(551)	(5 025)	(4 474)	89%	
Transfers and Grants			(6 900)	(6 900)	(449)	(655)	(1 150)	(495)	43%	
NET CASH FROM/(USED) OPERATING ACTIVITIES		–	293 622	327 392	(14 683)	132 684	48 937	(83 747)	-171%	–
CASH FLOWS FROM INVESTING ACTIVITIES										
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)	(10 730)	(34 935)	(45 491)	(10 556)	23%	
NET CASH FROM/(USED) INVESTING ACTIVITIES		–	(272 946)	(272 593)	(10 730)	(34 935)	(45 491)	(10 556)	23%	–
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								–		
Borrowing long term/refinancing				42 000				–		
Increase (decrease) in consumer deposits			1 536	1 536	75	47	256	(210)	-82%	
Payments										
Repayment of borrowing			(10 580)	(10 580)	–	–	(1 763)	(1 763)	100%	
NET CASH FROM/(USED) FINANCING ACTIVITIES		–	(9 044)	32 956	75	47	(1 507)	(1 554)	103%	–
NET INCREASE/ (DECREASE) IN CASH HELD		–	11 632	87 765	(25 339)	97 795	1 939			–
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		755 816	659 959			658 020

KWADUKUZA
MUNICIPALITY

2.1 DEBTOR'S ANALYSIS

Consumer & Sundry Debtors

KZN292 KwaDukuza - Supporting Table SC3 Monthly Budget Statement - aged debtors - M03 September

Description	NT Code	Budget Year 2020/21									
R thousands		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days
Debtors Age Analysis By Income Source											
Trade and Other Receivables from Exchange Transactions - Water	1200	–	–	–	–	–	–	–	–	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	1300	34,267	6,091	970	2,633	2,401	1,276	4,437	10,846	62,922	21,593
Receivables from Non-exchange Transactions - Property Rates	1400	25,882	23,079	3,856	8,106	14,942	5,265	18,131	61,334	160,595	107,778
Receivables from Exchange Transactions - Waste Water Management	1500	–	–	–	–	–	–	–	–	–	–
Receivables from Exchange Transactions - Waste Management	1600	2,872	1,212	694	937	638	650	2,445	10,387	19,836	15,058
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	–	–	–
Interest on Arrear Debtor Accounts	1810	1,738	1,097	1,057	1,606	1,467	1,390	5,937	24,985	39,266	35,385
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–
Other	1900	244	(1,148)	(1,354)	(565)	27,439	(117)	(36)	4,207	28,670	30,928
Total By Income Source	2000	65,003	30,321	5,224	12,718	46,888	8,465	30,914	111,759	311,290	210,742
2019/20 - totals only										–	–
Debtors Age Analysis By Customer Group											
Organs of State	2200	1,803	8,820	667	22	6,168	79	369	3,638	21,565	10,276
Commercial	2300	25,736	5,879	1,863	3,288	3,029	1,491	2,999	6,691	60,977	17,498
Households	2400	31,641	12,807	2,160	7,472	14,086	5,361	20,873	83,082	177,461	130,853
Other	2500	5,824	2,815	534	1,936	23,605	1,534	6,672	18,367	61,287	52,115
Total By Customer Group	2600	65,003	30,321	5,224	12,718	46,888	8,485	30,914	111,759	311,290	210,742

The above table represents the consumer and sundry debtors outstanding as at 30 September 2020 as provided by the revenue section of Finance. A further analysis of the above follows hereunder:

Consumer Debtors

	September 2020						
The financial report for the month ending 30 September 2020 is tabled for the information of the committee.							
Consumer Debtors							
Rates & Service Debtors							
		No of debtors	Total debt outstanding	30 Days	60 days	90 Days	120 Days	Over 120 Days
		50577	181,303,295	27,072,723	23,758,163	4,521,195	9,175,120.27	116,776,093.66
		11886	60,061,138	34,080,410	5,991,848.54	882,013.80	2,535,140.33	16,571,725.34
		29285	19,836,439	2,872,497	1,212,014.88	694,091.28	936,845.63	14,120,990.34
			13,614,676	977,253	(973,705.56)	(1,112,651.88)	(85,475.49)	14,809,255.49
			274,815,548	65,002,883	29,988,321	4,984,648	12,561,631	162,278,065
			274,815,548.09	65,002,882.88	29,988,321.21	4,984,648.43	12,561,630.74	162,278,064.83
			100%	24%	11%	2%	5%	59%

Consumer debtors amount to R 274 815 548 as at the end of September 2020. This indicates an increase of R37 816 367 from September 2019 in which the debt was R 236 999 180, highlighting an approximate 16% increase from previous financial year. The debt grew by R47 966 702 from the September 2018 financial year in which the debt was R 226 848 846, further highlighting a 21% 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.

With the current economic uncertainty that the country is facing it is unlikely for the consumer debt to see a significant decrease within the next financial year.

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

- Council had approved the implementation of the COVID 19 debt relief scheme from 1st July 2020 to 17 September 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 September 2020.
- Debtors shall be handed over to the new debt collection panel of attorneys.
- Council has 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.

September 2019

The financial report for the month ending 30 September 2019 is tabled for the information of the commitee.

Consumer Debtors							
Rates & Service Debtors							
	No of debtors	Total debt outstanding	30 Days	60 days	90 Days	120 Days	Over 120 Days
Rates	50577	137,979,542	21,574,500.19	19,506,333.59	4,788,216.80	5,649,352.06	86,461,139.28
Electricity	11886	66,731,825	43,415,338.15	5,453,081.46	3,851,646.12	2,213,071.92	11,798,687.70
Refuse	29285	17,504,274	2,942,923.48	1,135,929.14	919,892.30	711,464.90	11,794,064.26
Interest/Collection/Sundries/VAT		14,783,539	2,159,390.81	429,830.68	748,865.44	324,676.87	11,120,775.14
		236,999,180.29	70,092,152.63	26,525,174.87	10,308,620.66	8,898,565.75	121,174,666.38
		-	-	-	-	-	-
		236,999,180.29	70,092,152.63	26,525,174.87	10,308,620.66	8,898,565.75	121,174,666.38
		100%	30%	11%	4%	4%	51%

September 2018

The financial report for the month ending 30 September 2018 is tabled for the Information of the commitee.

Consumer Debtors							
Rates & Service Debtors							
	No of debtors	Total debt outstanding	30 Days	60 days	90 Days	120 Days	Over 120 Days
Rates	50577	134,098,971	36,156,040.99	18,695,505.03	4,396,051.53	4,776,788.80	70,074,584.88
Electricity	11886	67,242,977	42,500,233.63	3,736,414.97	10,042,122.19	980,713.29	9,983,493.40
Refuse	29285	14,710,506	2,521,805.04	1,518,926.93	715,094.97	588,209.53	9,366,469.30
Interest/Collection/Sundries/VAT		10,796,391	3,292,089.69	742,464.41	291,761.41	164,126.11	6,305,949.65
		226,848,845.75	84,470,169.35	24,693,311.34	15,445,030.10	6,509,837.73	95,730,497.23
		-	-	-	-	-	-
		226,848,845.75	84,470,169.35	24,693,311.34	15,445,030.10	6,509,837.73	95,730,497.23
		100%	37%	11%	7%	3%	42%

Sundry Debtors

Sundry Debtors amounts to R 36 658 390 with the majority in the 120 days and over category. In comparison to sundry debt balance as at September 2019 the debt has shown R90k decrease.

SUNDRY DEBTORS AGE ANALYSIS REPORT						
30 SEPTEMBER 2020						
By Function	Total	Current	30 Days	60 Days	90 Days	120 Days & Over
Housing	8,291,848.31	-	101,732.42	101,282.59	97,505.89	7,991,327.41
Electricity	277,142.42	-	1,843.87	2,015.74	2,907.10	270,375.71
Other	28,089,399.19	-	219,997.08	124,558.66	125,777.93	27,619,065.52
	36,658,389.92	-	323,573.37	227,856.99	226,190.92	35,880,768.64

There is currently non-alignment between the financial system and manual ageing of Consumer & Sundry Debtors. The system reflects R338m as outstanding debtors while information reported on is totalling R311m. Below is the variance per category amounting to R27, 3m which the revenue section is currently trying to rectify to ensure better alignment.

KZN292 KwaDukuza - Supporting Table SC3 Monthly Budget Statement - aged de

Description	NT Code	2020/21 Total	Data Strings		Varaince
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	62,922	1300	78,250,395	(15,329)
Receivables from Non-exchange Transactions - Property Rates	1400	160,595	1400	174,600,075	(14,005)
Receivables from Exchange Transactions - Waste Water Management	1500	-	1500	-	-
Receivables from Exchange Transactions - Waste Management	1600	19,836	1600	23,226,138	(3,390)
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	1700	2,043,903	(2,044)
Interest on Arrear Debtor Accounts	1810	39,266	1810	19,805,891	19,461
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	1820	-	-
Other	1900	28,670	1900	40,719,002	(12,049)
Total By Income Source	2000	311,290	2000	338,645,404	(27,356)
2019/20 - totals only		-			
Debtors Age Analysis By Customer Group					
Organs of State	2200	21,565	2200	13,201,225	8,364
Commercial	2300	50,977	2300	89,340,631	(38,364)
Households	2400	177,461	2400	236,103,548	(58,643)
Other	2500	61,287	2500	-	61,287
Total By Customer Group	2600	311,290	2600	338,645,404	(27,356)
Notes					

KWADUKUZA
MUNICIPALITY

2.2 CREDITORS ANALYSIS

KZN292 KwaDukuza - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 September

Description	NT Code	Budget Year 2020/21									Prior year totals for chart (same period)
R thousands		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100									–	
Bulk Water	0200									–	
PAYE deductions	0300									–	
VAT (output less input)	0400									–	
Pensions / Retirement deductions	0500	140	–	3	–	–	–	–	3	146	
Loan repayments	0600	–	–	–	–	–	–	–	–	–	
Trade Creditors	0700	3,065	2	14	14	7	3	–	10	3,114	
Auditor General	0800									–	
Other	0900									–	
Total By Customer Type	1000	3,205	2	17	14	7	3	–	13	3,260	–

As at 30 September 2020, there were R3, 260m 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 First Quarter. 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.

KWADUKUZA

MUNICIPALITY

2.3 INVESTMENT PORTFOLIO ANALYSIS

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

KZN292 KwaDukuza - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M03 September

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate ³	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands		Yrs/Months												
Municipality														
ABSA Bank		DAILY	LIQUIDITY PLUS			0.036			Daily	65,952	182			66,134
ABSA Bank (3433)		DAILY	MONEY MKT			0.0325			Daily	2,974	7			2,981
ABSA Bank (6707)		DAILY	MONEY MKT			0.033			Daily	12,533	32			12,565
INVEST ELECTRICITY RESERVE		Daily	MONEY MRKT			0.0215			Daily	648	1			649
INVEST ELECTRICITY ACCOUNT		Daily	MONEY MRKT			0.0215			Daily	323	1			324
FNB		Daily	MONEY MRKT			0.0215			Daily	17,146	29			17,174
ABSA HOUSING PROJECT		MONTHLY	LIQUIDITY PLUS			0.0325			Daily	3,959	10			3,968
ABSA GROUTVILLE PRIORITY		MONTHLY	LIQUIDITY PLUS			0.032			Daily	270	1			270
ABSA SHAYAMOYA		MONTHLY	LIQUIDITY PLUS			0.032			Daily	782	2			784
ABSA DUBE VILLAGE		MONTHLY	LIQUIDITY PLUS			0.032			Daily	234	1			235
ABSA STEVE BIKO		MONTHLY	LIQUIDITY PLUS			0.032			Daily	863	7			870
INVESTEC		12 MONTHS	FIXED			0.0734			365 DAYS	30,000				30,000
NBS (NEDBANK)		1 MTH	COLLATERAL SECURITY			0.033			32 DAYS	127	0			127
NBS (NEDBANK)		1 MTH	COLLATERAL SECURITY			0.033			32 DAYS	221	1			221
Nedbank		6 MTH	FIXED			0.0375			180 DAYS	9,166	28			9,194
ABSA (5911)		12 MTH	FIXED			0.0325			365 DAYS	6,115	15			6,131
ABSA		MONTHLY	LIQUIDITY PLUS			0.0375			Daily	215,225	621			215,846
ABSA		MONTHLY	LIQUIDITY PLUS			0.0325			Daily	2,506	6			2,512
ABSA (BALLITO JUNCTION)		MONTHLY	LIQUIDITY PLUS			0.0325			Daily	5,896	15			5,911
ABSA (DEVELOPERS CONTR)		MONTHLY	LIQUIDITY PLUS			0.033			Daily	13,652	35			13,687
ABSA (4472)		MONTHLY	LIQUIDITY PLUS			0.0375			Daily	(37,086)	387	(145,000)	145,068	(36,632)
Standard Bank Boxers Cash n Carry		12 MTH	FIXED			0.0515			365 DAYS	22,231				22,231
Nedbank Treasury Dev Cont (162)		12 MTH	FIXED			0.051			365 DAYS	24,448				24,448
Nedbank Treasury BBM Settlement		6 MONTHS	FIXED			0.051			180 DAYS	26,064				26,064
Standard Bank Ballito Juncion 087		12 mth	FIXED			0.0538			365 DAYS	14,156				14,156
Standard Bank Dev Contribution R25m		12 mth	FIXED			0.0608			365 DAYS	-				-
ABSA developers Contribution 2		12 mth	FIXED			0.0651			365 DAYS	27,039				27,039
FNB R40m Investment Account		1 Month	FIXED			0.0434			30 days	(159)	159			(0)
Investec Eskom Investment Account Deposis		32 DAY NOTICE	NOTICE CALL ACCOUNT			0.04			32 DAYS	40,000				40,000
Standard Bank Salary Clearing Account		32 DAY NOTICE	NOTICE CALL ACCOUNT			0.04			32 DAYS	40,500				40,500
Municipality sub-total										545,784	1,540	(145,000)	145,068	547,392

- 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 30 September 2020, the municipality had R 547,392m Investment portfolio. A significant portion of this is ring fenced for various statutory and constructive obligations and may therefore not be considered unencumbered cash.
- With the capital expenditure being lower than projected, the Investments held are higher than initially anticipated.
- R 159,263 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 2.42 months. This is below the generally accepted norm of 3 months.
- Due to seasonal increase in payments combined with decreased debtor payments, we have cumulatively noted a decrease in cash of R 96.6M over the previous 4 months.

KWADUKUZA
MUNICIPALITY

2.4 ALLOCATION OF GRANT RECEIPTS AND EXPENDITURE

KZN292 KwaDukuza - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M03 September

Description	Ref	2019/20	Budget Year 2020/21							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		–	205,314	238,520	–	87,712	87,712	–		–
Local Government Equitable Share			185,879	219,085		83,645	83,645	–		
Municipal Systems Improvement			–	–						
Finance Management			1,800	1,800		1,800	1,800			
EPWP Incentive			1,465	1,465		367	367			
MIG Funded PMU Costs			1,900	1,900		1,900	1,900			
MIG Transfer To Ilembe	3		–	–				–		
Disaster Management Grant			–	–				–		
Neighbourhood Development Partnership			14,270	14,270				–		
Provincial Government:		–	14,180	12,180	6,105	6,105	6,105	–		–
Provincialisation of Libraries			5,427	5,427	5,427	5,427	5,427	–		
Museum Subsidy			214	214						
Community Library Service Grant			678	678	678	678	678	–		
Housing Accreditation	4		3,140	3,140				–		
Title Deeds Restoration			4,721	2,721				–		
District Municipality:		–	–	–	–	–	–	–		–
[insert description]								–		
								–		
Other grant providers:		–	–	–	–	–	–	–		–
[insert description]								–		
								–		
Total Operating Transfers and Grants	5	–	219,494	250,700	6,105	93,817	93,817	–		–
Capital Transfers and Grants										
National Government:		–	76,634	75,634	10,000	18,600	18,600	–		–
Municipal Infrastructure Grant (MIG)			49,447	49,447	10,000	17,100	17,100	–		
Neighbourhood Development Partnership			21,187	21,187						
Electricity Demand Side Mangement Frant			–	–						
Intergrated National Electrification Programme			6,000	5,000		1,500	1,500			
Provincial Government:		–	5,116	5,116	–	–	–	–		–
Housing Accreditation			116	116				–		
Museum Subsidy			5,000	5,000						
District Municipality:		–	–	–	–	–	–	–		–
[insert description]								–		
								–		
Other grant providers:		–	–	–	–	–	–	–		–
[insert description]								–		
								–		
Total Capital Transfers and Grants	5	–	81,750	80,750	10,000	18,600	18,600	–		–
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	–	301,244	331,450	16,105	112,417	112,417	–		–

KZN292 KwaDukuza - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M03 September

Description	Ref	2019/20	Budget Year 2020/21							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		-	206,208	239,414	980	85,596	85,596	-		-
Local Government Equitable Share			185,879	219,085		83,645	83,645	-		
Municipal Systems Improvement			-					-		
Finance Management			1,800	1,800	205	401	401	-		
EPWP Incentive			1,465	1,465	315	501	501	-		
MIG Funded PMU Costs			1,900	1,900	461	780	780	-		
Disaster Management Grant			894	894		268	268	-		
Neighbourhood Development Partnership			14,270	14,270				-		
Provincial Government:		-	14,180	12,180	5,945	6,477	6,477	-		-
Provincialisation of Libraries			5,427	5,427	5,427	5,427	5,427	-		
Museum Subsidy			214	214				-		
Community Library Service Grant			678	678	32	164	164	-		
Housing Accreditation			3,140	3,140	406	805	805	-		
Title Deeds Restoration			4,721	2,721	81	81	81	-		
District Municipality:		-	-	-	-	-	-	-		-
								-		
[insert description]								-		
Other grant providers:		-	-	-	-	-	-	-		-
								-		
[insert description]								-		
Total operating expenditure of Transfers and Grants:		-	220,388	251,594	6,925	92,073	92,073	-		-
Capital expenditure of Transfers and Grants										
National Government:		-	76,634	75,634	1,968	11,167	11,167	-		-
Municipal Infrastructure Grant (MIG)			49,447	49,447	615	7,099	7,099	-		
Neighbourhood Development Partnership			21,187	21,187				-		
Electricity Demand Side Mangement Frant			-					-		
Intergrated National Electrification Programme			6,000	5,000	1,353	4,068	4,068	-		
Provincial Government:		-	15,316	15,316	-	-	-	-		-
Housing Accreditation			116	116				-		
Musuem Subsidy			7,200	7,200						
Department of Trade & Industry			8,000	8,000				-		
District Municipality:		-	-	-	-	-	-	-		-
								-		
								-		
Other grant providers:		-	13,568	16,532	70	125	125	-		-
Ballito Junction Road			6,000	6,000				-		
IFA Public Contributon				2,963						
KwaDukuza Mall Private Developer			7,568	7,568	70	125	125	-		
Total capital expenditure of Transfers and Grants		-	105,518	107,481	2,038	11,292	11,292	-		-
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	325,906	359,075	8,963	103,365	103,365	-		-

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 112, 417mil which is in terms of the payment schedule issued by National Treasury. The next tranche will be received in November 2020.

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 is set to receive feedback and approval by the end of October 2020.

Table SC 7(1) indicates that the Municipality has spent R7m of the R17m MIG received to date. In terms of INEP grant, the Municipality has received R1, 5m of the R5m allocation but has spent R4, 068m on Electrical Infrastructure Housing project.

The Municipality has spent 60% of the received capital grants and 98% of the received operational grants.

With the acceleration of capital projects and roll-over projects, Council is advised of a potential risk which has emerged. This is the payments to contractors which exceed the grant tranches disbursed to Kwadukuza. Although the total budget may be within the total grant allocation of DORA certain timing differences may occur if contactors work faster than expected and payments occur prior to the grant being disbursed to Kwadukuza. This may create situation wherein GRAP 108 read with GRAP 23 requires us to recognise the grant income whilst this may also result in Council incurring bridge financing until the relevant tranches are disbursed to Kwadukuza.

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

A specific item regarding the above two matters has been tabled to EXCO for in depth deliberation.

KWADUKUZA
MUNICIPALITY

2.5 COUNCILOR ALLOWANCES AND EMPLOYEE BENEFITS

KZN292 KwaDukuza - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M03 September

Summary of Employee and Councillor remuneration	Ref	2019/20	Budget Year 2020/21							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages			17,363	17,363	1,301	3,900	4,341	(441)	-10%	
Pension and UIF Contributions				–			–	–		
Medical Aid Contributions				–	(268)	–	–	–		
Motor Vehicle Allowance			5,481	5,481	405	1,216	1,370	(154)	-11%	
Cellphone Allowance			2,514	2,514	194	581	629	(47)	-8%	
Housing Allowances							–	–		
Other benefits and allowances							–	–		
Sub Total - Councillors		–	25,358	25,358	1,634	5,697	6,339	(642)	-10%	–
% increase	4		#DIV/0!	#DIV/0!						
Senior Managers of the Municipality	3									
Basic Salaries and Wages			10,948	10,948	885	2,656	2,737	(81)	-3%	
Pension and UIF Contributions			1,409	1,599	114	345	400	(55)	-14%	
Medical Aid Contributions			–	–	–	–	–	–		
Overtime			–	–	–	–	–	–		
Performance Bonus			1,100	1,100	–	–	275	(275)	-100%	
Motor Vehicle Allowance			1,534	1,534	127	381	384	(2)	-1%	
Cellphone Allowance			133	133	11	33	33	–		
Housing Allowances			–	–	–	–	–	–		
Other benefits and allowances			19	19	0	0	5	(5)	-95%	
Payments in lieu of leave								–		
Long service awards								–		
Post-retirement benefit obligations	2							–		
Sub Total - Senior Managers of Municipality		–	15,144	15,334	1,138	3,416	3,833	(418)	-11%	–
% increase	4		#DIV/0!	#DIV/0!						
Other Municipal Staff										
Basic Salaries and Wages			252,874	252,684	19,405	58,195	63,171	(4,976)	-8%	
Pension and UIF Contributions			49,686	51,584	3,776	11,316	12,896	(1,580)	-12%	
Medical Aid Contributions			23,213	23,213	1,825	5,424	5,803	(379)	-7%	
Overtime			50,540	50,368	3,146	10,506	12,592	(2,086)	-17%	
Performance Bonus			22,469	22,469	1,726	4,318	5,617	(1,299)	-23%	
Motor Vehicle Allowance			17,699	17,699	1,153	3,436	4,425	(989)	-22%	
Cellphone Allowance			1,324	1,324	89	265	331	(65)	-20%	
Housing Allowances			1,037	1,037	88	260	259	1	0%	
Other benefits and allowances			15,460	13,735	1,204	3,384	3,434	(50)	-1%	
Payments in lieu of leave			9,921	9,921	255	568	2,480	(1,912)	-77%	
Long service awards			12,000	12,000	–	–	3,000	(3,000)	-100%	
Post-retirement benefit obligations	2		3,626	3,626	535	801	906	(106)	-12%	
Sub Total - Other Municipal Staff		–	459,849	459,659	33,202	98,476	114,915	(16,439)	-14%	–
% increase	4		#DIV/0!	#DIV/0!						
Total Parent Municipality		–	500,350	500,350	35,974	107,588	125,088	(17,499)	-14%	–
TOTAL SALARY, ALLOWANCES & BENEFITS		–	500,350	500,350	35,974	107,588	125,088	(17,499)	-14%	–
% increase	4		#DIV/0!	#DIV/0!						
TOTAL MANAGERS AND STAFF		–	474,992	474,992	34,340	101,891	118,748	(16,857)	-14%	–

KWADUKUZA
MUNICIPALITY

2.6 MATERIAL VARIANCES TO SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN

!92 KwaDukuza - Supporting Table SC1 Material variance explanations - M03 September

Description R thousands	Variance	Reasons for material deviations
Revenue By Source		
Service charges - electricity revenue	(14,289)	The billing for Sept has gone through on the 7th of October hence the variance
Interest earned - external investments	(2,114)	The interest accrual journals is normally done in the 1st week of the new month.
Transfers and subsidies	(9,644)	R85m Equitable Share has been received
Other revenue	504	Reason for higher revenue received is due to receiving R7m collection charges of an R8m budget allocation.
Expenditure By Type		
Employee related costs	(6,404)	Due to timing of service related benefit payments as well as vacancies.
Debt impairment	(15,558)	Journals are done on a quarterly basis
Bulk purchases	10,535	The variance is a result of seasonal fluctuations in Electricity usage.
Contracted services	(9,499)	Timing of payments
Capital Expenditure		
Governance and administration	(13,228)	An overall variance of R30,961 m is reflected which will be discussed in detail in the S52(d) report
Community and public safety	(2,942)	
Economic and environmental services	(4,948)	
Trading services	(9,843)	
Financial Position		
Total Assets	3,451,351	The Municipality has PPE of R 2,2b and Cash & Cash Equivalents of R755m
Total current liabilities	435,296	The Municipality reflects R 335m for Trade & Other Payables
Total non current liabilities	245,730	Borrowings of R 212 700 367.28 reflected
Total Equity	2,770,325	R 27m reserves and R 2,7b Accumulated Surplus
Cash Flow		
Cash flow from Operating Activities	132,684	Cash Receipts of R 478,7m and Payments of R 346,1m
Cash flow from Investing Activities	(34,935)	Capital Asset Payment
Cash flow from Financing Activities	47	Increase in Consumer Deposits
Cash Equivalents at year end	755,815	The Municipality reflected R698,8m Cash and R57m Investments for the month of July

KWADUKUZA
MUNICIPALITY

2.7 CAPITAL PROGRAMME PERFORMANCE

KZN292 KwaDukuza - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M03 September

Month	2019/20	Budget Year 2020/21							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
Monthly expenditure performance trend									
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		42,975	40,856	9,895	34,094	65,055	30,961	47.6%	12%
October		30,076	33,130			98,185	-		
November		28,197	30,754			128,938	-		
December		28,788	27,763			156,701	-		
January		31,119	29,344			186,045	-		
February		27,659	25,933			211,978	-		
March		26,021	25,891			237,869	-		
April		20,134	17,734			255,603	-		
May		17,110	16,291			271,895	-		
June		11,163	22,868			294,763	-		
Total Capital expenditure	-	295,382	294,763	34,094					

2.8 OTHER SUPPORTING DOCUMENTATION

national treasury
Department: National Treasury
REPUBLIC OF SOUTH AFRICA

Bank Account Withdrawals not in Terms of an Approved Budget
Municipal Finance Management Act, section 11(4)
Consolidated Quarterly Report for period 30/09/2020

D

NAME OF MUNICIPALITY: KWADUKUZA MUNICIPALITY

Date	Payee	Amount in R'000	Description and Purpose (including section reference e.g. sec 11(f))	Authorised by (name)
1. Section 11(b) - Expenditure authorised by the MEC for finance in terms of section 26 (4) when a municipality has failed to approve a budget by 30 June;				
			NIL	
2. Section 11(c) - Unforeseeable and unavoidable expenditure authorised by the mayor in terms of section 29 (1);				
			NIL	
3. Section 11(d) -Payments from a trust, charitable or relief fund without budget appropriation in terms of section 12(4);				
			NIL	
4. Section 11(e) - Payments to a person or organ of state of money received by the municipality on behalf of that person or organ of state, including				
(i) money collected by the municipality on behalf of that person or organ of state by agreement; or				
(ii) any insurance or other payments received by the municipality for that person or organ of state;				
			NIL	
5. Section 11(f) - Refund money incorrectly paid into a bank account;				
			NIL	
6. Section 11(g) - Refund guarantees, sureties and security deposits;				
July 2020 - Sept 2020	Various Consumers	R 424,197	Consumer deposits & guarantees	Mrs N Singh (Manager: Billing)
7. Section 11(h) - Payments for cash management and investment purposes in accordance with section 13;				
				Mr S M Rajcoomar (CFO)
20 August 2020	Standard Bank	40,500,000.00	32 day call	
27 August 2020	Investec	40,000,000.00	32 day call	
8. Section 11(i) - To defray increased expenditure on a multi-year capital project in terms of section 31;				
			NIL	
9. Section 11(j) - Payments for such other purposes as may be prescribed from time-to-time.				
			NIL	

DISTRIBUTION	YES / NO
1. Did the Accounting Officer table a consolidated report of all withdrawals within 30 days after the end of the Quarter	DATE:
2. Date the consolidated report was tabled; and	YES / NO
3. Was the copy of the consolidated report of all withdrawals submitted to the Auditor General	

CHIEF FINANCIAL OFFICER

MUNICIPAL MANAGER

Instructions for completing this report:

The Accounting Officer must include information motivating the non-budgetted withdrawals, action taken to rectify the breach and identify how funding will be sourced through an Adjustments Budget. This motivation can be an additional report to council or incorporated into the table above by inserting additional space.

This report must be tabled in Council within 30 days after the end of each quarter where a withdrawal occurs.

Withdrawals that must be reported each quarter:

Distribution:

1. Table this report in a full council meeting, including additional motivation on action taken to rectify,within 30 days after the end of each quarter (section 11(4))
2. Submit a copy to the relevant National Treasury, Provincial Treasury and the Auditor-General

MSCOA ACTION PLAN UPDATE

Municipal Demarcation Code B2

Sub-Process	Legislative or Business Requirement	System / Applications minimum functionality	Required by	SEPTEMBER 2020' Action Plan	Responsibility Owner	Timeframe
Document Management	Document Management to ensure that all municipal documents are secured and if possible electronically received to achieve the lowest possible foot print. National Archives of South Africa Act, 1996.	*Support secure and reliable document management including, but not limited to:* Document sharing; Dedicated registry for document filling; Document tracking; Secure access to documents.	Legislation	Records Management Policy was reviewed and adopted by Council in July 2019. Dedicated Records is in place . Due to the shortage of space; CS is currently investigating the offsite records management solutions through various available entities.	Director : Property Admin	Jul-21
Document Management	Document Management to ensure that all municipal documents are secured and if possible electronically received to achieve the lowest possible foot print. National Archives of South Africa Act, 1996.	Scanned documents and images to be linked to the each enquiry of the system (e.g. Assistance-to-the-Poor application scanned forms to be linked to the customer identification number on the system)	Legislation	A joint meeting with be convened by Manager :Billing between IT and Munsoft to determine the functionality and system enhancements required. Further updates shall be provided at the next reporting stage.	Manager : Billing	30-Oct-20
Reporting mechanisms	National Treasury Portal and other statutory submissions	The annual procurement plan - actual versus budget;	mSCOA Regulation	Munsoft system to be investigated. Workflows to be linked to activities and used to inform high level cash flows.	Head : SCM	31-Dec-20
Reporting mechanisms	National Treasury Portal and other statutory submissions	The asset maintenance plan - actual versus budget;	mSCOA Regulation	BAUD is in the process of voluntary winding-up hence processes relating to mSCOA has been stopped. Ongoing going engagements are being held with Munsoft to ensure acceptable functionality prior to implementation. Asset Management Committee is appraised of these developments on a monthly basis.	Manager : Assets	30-Jun-21

MSCOA ACTION PLAN UPDATE

Municipal Demarcation Code B2

Sub-Process	Legislative or Business Requirement	System / Applications minimum functionality	Required by	SEPTEMBER 2020' Action Plan	Responsibility Owner	Timeframe
Main Budget	In terms of Section 25 of the Municipal Systems Act, 2000 each municipal council must, within a prescribed period after the start of its elected term, adopt a single, inclusive and strategic plan (the integrated development plan (IDP)) for the development of the municipality which must inform the municipal budget to be mutually credible and reliable and should include the following functionality:	Enable users with budget and management information to determine funding adequacy of the budget to ensure the budget is funded. (Municipal Budget and Reporting Regulations, 2009 (MBRR)).	Legislation	Currently under development	Munsoft	30-Jun-21
Human Resources (HR) /Payroll	A Human Resource (HR) budget/ payroll module that as a minimum:	Allow the municipality to budget for its full organogram (organisational structure).	mSCOA Regulation	Upgrade to VIP People 300 has been delayed due to challenges between SAGE and KDM. A revised implementation plan will be developed.	Director : HR/Director : Expenditure	31-Dec-20
Human Resources (HR) /Payroll	A Human Resource (HR) budget/ payroll module that as a minimum:	Incorporate the ability to apply costing allocation to projects and percentage (%) based allocation of administration costs to trading service departments (if not allocated) using direct calculation	mSCOA Regulation	Costing completed.	To be updated. Costing completed	n/a
Human Resources (HR) /Payroll	A Human Resource (HR) budget/ payroll module that as a minimum:	Ensure that the planned positions is budgeted for pro-rata to when the expected appointment can be done.	mSCOA Regulation	Upgrade to VIP People 300 has been delayed due to challenges between SAGE and KDM. A revised implementation plan will be developed.	Director : HR	31-Dec-20
Human Resources (HR) /Payroll	A Human Resource (HR) budget/ payroll module that as a minimum:	Supply the general ledger's main budget module with counts of the actual and planned positions (organogram) budgets for the full mSCOA segments as a budget line. The functionality should be able to provide this for both expenditure and balance sheet items.	mSCOA Regulation	Upgrade to VIP People 300 has been delayed due to challenges between SAGE and KDM. A revised implementation plan will be developed.	Director : HR/Director : Expenditure	31-Dec-20
General Ledger (Core Financials)	General Ledger (GL) that as a minimum	Drill down to transactions from the general ledger (GL) to the sub-ledger or 3rd party systems for an audit trail.	mSCOA Regulation	Upgrade to VIP People 300 has been delayed due to challenges between SAGE and KDM. A revised implementation plan will be developed.	Director : HR/Director : Expenditure	31-Dec-20

MSCOA ACTION PLAN UPDATE

Municipal Demarcation Code B2

Sub-Process	Legislative or Business Requirement	System / Applications minimum functionality	Required by	SEPTEMBER 2020'		
				Action Plan	Responsibility Owner	Timeframe
General Ledger (Core Financials)	General Ledger (GL) that as a minimum	Drill down to transactions from the general ledger (GL) to the sub-ledger or 3rd party systems for an audit trail.	mSCOA Regulation	BAUD is in the process of voluntary winding-up hence processes relating to mSCOA has been stopped. Ongoing going engagements are being held with Munsoft to ensure acceptable functionality prior to implementation. Asset Management Committee is appraised of these developments on a monthly basis.	Manager : Assets	30-Jun-21
Accounts Receivable	Transactions in debtors must reflect in the AR in mSCOA segmentation	Drill down to transactions from the general ledger (GL) to the sub-ledger or 3rd party systems.	mSCOA Regulation	The contract validity with the third party will be reviewed and integration commence should all be in order.	Manager : Rates	30-Nov-20
Accounts Payable	Supplier maintenance	Creating a supplier database.	Legislation	Matter still in progress by Munsoft. SCM will follow up on progress	Head : SCM	31-Dec-20
Accounts Payable	Accounts Payable (AP)	Direct invoice payment such as Eskom;	Legislation	The Creditors Module is currently in the process of implementation which will address this.	Expenditure Controller	31-Dec-20
Accounts Payable	Accounts Payable (AP)	Re-occurring and scheduled payment such as lease amounts or quarterly loan repayments;	Legislation	The Creditors Module is currently in the process of implementation which will address this.	Expenditure Controller	31-Dec-20
Accounts Payable	Tax & VAT	Interface to SARS eFiling for automated reconciliations and submissions of disclosures.	Legislation	Legislative and legal acceptability is currently being finalised. Thereafter development will commence.	Munsoft	30-Jun-21

MSCOA ACTION PLAN UPDATE

Municipal Demarcation Code B2

Sub-Process	Legislative or Business Requirement	System / Applications minimum functionality	Required by	SEPTEMBER 2020' Action Plan	Responsibility Owner	Timeframe
Accounts Payable	Fixed Asset Management	Trace all financial asset transactions to the asset level.	Legislation	BAUD is in the process of voluntary winding-up hence processes relating to mSCOA has been stopped. Ongoing going engagements are being held with Munsoft to ensure acceptable functionality prior to implementation. Asset Management Committee is appraised of these developments on a monthly basis.	Manager : Assets	30-Jun-21
Accounts Payable	Fixed Asset Management	Ensure that all asset transactions are aligned with mSCOA Regulations.	mSCOA Regulation	BAUD is in the process of voluntary winding-up hence processes relating to mSCOA has been stopped. Ongoing going engagements are being held with Munsoft to ensure acceptable functionality prior to implementation. Asset Management Committee is appraised of these developments on a monthly basis.	Manager : Assets	30-Jun-21
Cost Planning	Incorporate a costing module	Management reporting on all charges should be available for reports as well as dashboard information.	mSCOA Regulation	This matter has been resolved with effect from March 2020.	Manager : Billing	n/A
Cash Management	*Ad hoc*: The Cash Management System must at least accommodate, but not be limited to:	Interest Received and Interest expense reconciliation.	mSCOA Regulation	The system investment register has recently been released and KDM is currently in the process of testing.	Munsoft	n/a

MSCOA ACTION PLAN UPDATE

Municipal Demarcation Code B2

Sub-Process	Legislative or Business Requirement	System / Applications minimum functionality	Required by	SEPTEMBER 2020' Action Plan	Responsibility Owner	Timeframe
Supply Chain Management (SCM)	A Supply chain management system that give effect to section 11 of the Municipal Finance Management Act, 2003 (MFMA), the Municipal Supply Chain Management Regulations and council's approved SCM policy	Supplier rotation management (parameter driven);	Legislation	Matter still in progress by Munsoft. SCM will follow up on progress	Head : SCM	31-Dec-20
Supply Chain Management (SCM)	A Supply chain management system that give effect to section 11 of the Municipal Finance Management Act, 2003 (MFMA), the Municipal Supply Chain Management Regulations and council's approved SCM policy	Supply Chain Deviation Management Facility in terms of legislation;	Legislation	Matter still in progress by Munsoft. SCM will follow up on progress	Head : SCM	31-Dec-20
Supply Chain Management (SCM)	A Supply chain management system that give effect to section 11 of the Municipal Finance Management Act, 2003 (MFMA), the Municipal Supply Chain Management Regulations and council's approved SCM policy	Electronically validate against the National Treasury database for prohibited, employees of state and related parties and invite tenders based preferential procurement principals;	Legislation	Matter still in progress by Munsoft. SCM will follow up on progress	Head : SCM	31-Dec-20
Supply Chain Management (SCM)	A Supply chain management system that give effect to section 11 of the Municipal Finance Management Act, 2003 (MFMA), the Municipal Supply Chain Management Regulations and council's approved SCM policy	Integrate with the asset management system;	Legislation	Matter still in progress by Munsoft. SCM will follow up on progress	Head : SCM	31-Dec-20
Supply Chain Management (SCM)	Contract Management that gives effect to MFMA section 116.	Contract management through workflow and audit trail.	Legislation	Matter still in progress by Munsoft. SCM will follow up on progress	Head : SCM	31-Dec-20
Inventory	Inventory / Stores sub system	*Normal functions should be included as standard best practice and should include but not be limited to:* Warehouse management; Acquisitions; Stock Level Management; Disposals; Automated consumable stores stock count sheets (departmental stores).	mSCOA Regulation	Matter still in progress by Munsoft. SCM will follow up on progress	Head : SCM	31-Dec-20

MSCOA ACTION PLAN UPDATE

Municipal Demarcation Code B2

Sub-Process	Legislative or Business Requirement	System / Applications minimum functionality	Required by	SEPTEMBER 2020'		
				Action Plan	Responsibility Owner	Timeframe
Subsidies	Maintain a grant register that as a minimum:	Provide for a grant register linked to ledger accounts.	mSCOA Regulation	The system grant register has been released and KDM is currently in the process of testing.	Munsoft	n/a
Subsidies	Maintain a grant register that as a minimum:	Link to mSCOA funding source with budget control.	mSCOA Regulation	The system grant register has been released and KDM is currently in the process of testing.	Munsoft	n/a
Subsidies	Maintain a grant register that as a minimum:	Provide for reporting in accordance with the mSCOA Regulation and internal control.	mSCOA Regulation	The system grant register has been released and KDM is currently in the process of testing.	Munsoft	n/a
Asset Management	Subject to the existing legislative and generally recognised accounting practice (GRAP) requirements:	Manage the full asset life cycle;	Legislation	hence processes relating to mSCOA has been stopped. Ongoing going engagements are being held with Munsoft to ensure acceptable functionality prior to implementation. Asset Management Committee is appraised of these developments on a monthly basis.	Manager : Assets	30-Jun-21
Asset Management	Subject to the existing legislative and generally recognised accounting practice (GRAP) requirements:	Manage the contract and build phase of the project by registering the component and rolling the accounting transaction up to the work-in-progress (WIP);	Legislation	BAUD is in the process of voluntary winding-up hence processes relating to mSCOA has been stopped. Ongoing going engagements are being held with Munsoft to ensure acceptable functionality prior to implementation. Asset Management Committee is appraised of these developments on a monthly basis.	Manager : Assets	30-Jun-21
Asset Management	Subject to the existing legislative and generally recognised accounting practice (GRAP) requirements:	Immediately after a completion certificate is received, unbundle assets and maintain the parent-child relationship between the main asset and its components;	mSCOA Regulation	BAUD is in the process of voluntary winding-up hence processes relating to mSCOA has been stopped. Ongoing going engagements are being held with Munsoft to ensure acceptable functionality prior to implementation. Asset Management Committee is appraised of these developments on a monthly basis.	Manager : Assets	30-Jun-21

MSCOA ACTION PLAN UPDATE

Municipal Demarcation Code B2

Sub-Process	Legislative or Business Requirement	System / Applications minimum functionality	Required by	SEPTEMBER 2020' Action Plan	Responsibility Owner	Timeframe
Asset Management	Subject to the existing legislative and generally recognised accounting practice (GRAP) requirements:	Enable *table-to-floor* inspection sheets (electronic devises are preferred) as well as *floor-to-table* look-up methodologies;	Legislation	BAUD is in the process of voluntary winding-up hence processes relating to mSCOA has been stopped. Ongoing going engagements are being held with Munsoft to ensure acceptable functionality prior to implementation. Asset Management Committee is appraised of these developments on a monthly basis.	Manager : Assets	30-Jun-21
Asset Management	Subject to the existing legislative and generally recognised accounting practice (GRAP) requirements:	Host the insurance register and constantly update the portfolio as new assets are purchased or if there is progress on the value of work-in-progress (WIP);	Legislation	The Insurance register is currently on the system however the integration is still to be developed.	Munsoft	n/a
Human Resources (HR)	A Human Resource (HR) payroll module that as a minimum (in addition to the normal payroll calculation):	Organisation Management.	Legislation	Upgrade to VIP People 300 has been delayed due to challenges between SAGE and KDM. A revised implementation plan will be developed.	Director : HR	31-Dec-20
Human Resources (HR)	A Human Resource (HR) payroll module that as a minimum (in addition to the normal payroll calculation):	Employee Records Management.	Legislation	Upgrade to VIP People 300 has been delayed due to challenges between SAGE and KDM. A revised implementation plan will be developed.	Director : HR	31-Dec-20
Human Resources (HR)	A Human Resource (HR) payroll module that as a minimum (in addition to the normal payroll calculation):	Leave Records Management.	Legislation	Upgrade to VIP People 300 has been delayed due to challenges between SAGE and KDM. A revised implementation plan will be developed.	Director : HR	31-Dec-20
Human Resources (HR)	A Human Resource (HR) payroll module that as a minimum (in addition to the normal payroll calculation):	Training and Development Management.	Legislation	Upgrade to VIP People 300 has been delayed due to challenges between SAGE and KDM. A revised implementation plan will be developed.	Director : HR	31-Dec-20
Human Resources (HR)	A Human Resource (HR) payroll module that as a minimum (in addition to the normal payroll calculation):	Recruitment and Selection Management.	Legislation	Upgrade to VIP People 300 has been delayed due to challenges between SAGE and KDM. A revised implementation plan will be developed.	Director : HR	31-Dec-20

MSCOA ACTION PLAN UPDATE

Municipal Demarcation Code B2

Sub-Process	Legislative or Business Requirement	System / Applications minimum functionality	Required by	SEPTEMBER 2020' Action Plan	Responsibility Owner	Timeframe
Human Resources (HR)	A Human Resource (HR) payroll module that as a minimum (in addition to the normal payroll calculation):	Performance Management.	Legislation	Upgrade to VIP People 300 has been delayed due to challenges between SAGE and KDM. A revised implementation plan will be developed.	Director : HR	31-Dec-20
Human Resources (HR)	A Human Resource (HR) payroll module that as a minimum (in addition to the normal payroll calculation):	Employee Relations.	Legislation	Upgrade to VIP People 300 has been delayed due to challenges between SAGE and KDM. A revised implementation plan will be developed.	Director : HR	31-Dec-20
Human Resources (HR)	A Human Resource (HR) payroll module that as a minimum (in addition to the normal payroll calculation):	Report and create the workflow for collection of all employees and councillors with arrear accounts.	Legislation	Upgrade to VIP People 300 has been delayed due to challenges between SAGE and KDM. A revised implementation plan will be developed.	Assistant Director : Expenditure	31-Dec-20
Human Resources (HR)	A Human Resource (HR) payroll module that as a minimum (in addition to the normal payroll calculation):	Provide the general ledger (GL) with transactions that debit expenditure and credit revenue votes when applicable. This creates a temporary total liability of the payroll balance on the integration control.	mSCOA Regulation	Upgrade to VIP People 300 has been delayed due to challenges between SAGE and KDM. A revised implementation plan will be developed.	Assistant Director : Expenditure	31-Dec-20
Payroll	A Human Resource (HR) payroll module that as a minimum (in addition to the normal payroll calculation):	Produce, in conjunction with the Human Resource system, a multi-year budget in the mSCOA segmentation.	mSCOA Regulation	Upgrade to VIP People 300 has been delayed due to challenges between SAGE and KDM. A revised implementation plan will be developed.	Assistant Director : Expenditure	31-Dec-20
Credit Control	A credit control and debt collection system that integrate with the revenue management system and that gives effect to Chapter 9 of the Municipal Systems Act, 2000	If the module is a 3rd party solution – it must as a minimum integrate the fees as well as the action history to the billing sub-ledger. This integration must be seamless.	mSCOA Regulation	AOD's management has been implemented on Munsoft. The extent of debt recovery integration is currently under review.	Manager : Income	n/a
Credit Control	Arrear Arrangements	Irrecoverable Debt Write Off process;	mSCOA Regulation	Munsoft functionality for AOD's is currently being implemented.	Manager : Income	n/a
Credit Control	Legal Process	Councillor Arrear Management.	Legislation	These processes are currently manual.	Manager : Income	n/a
Credit Control	Legal Process	Specialised Functionality for Third Party Interfaces (e.g. Staff Arrear Set Offs, Prepaid Vending Arrear Set Offs, Prepaid meter blocking/set offs, etc.)	Legislation	This matter has been resolved with effect from March 2020.	Manager : Billing	n/a

MSCOA ACTION PLAN UPDATE

Municipal Demarcation Code B2

Sub-Process	Legislative or Business Requirement	System / Applications minimum functionality	Required by	SEPTEMBER 2020' Action Plan	Responsibility Owner	Timeframe
Land use	Property maintenance	Property register providing for all land in the municipal area.	Legislation	Munsoft is assisting with the contact details of municipality which has completed this process so that we may leverage the best practice.	Director : Development Planning	n/a
Land use	Property maintenance	Integration with billing and valuation systems.	Legislation	Munsoft is assisting with the contact details of municipality which has completed this process so that we may leverage the best practice.	Director : Development Planning	n/a
Billing	Revenue management module that give effect to MFMA section 64 that also incorporate:	Calculate and account monthly for the provision of bad debt;	mSCOA Regulation	The parameters for this function is currently being set-up. Thereafter this will run parallel to our manual calculation prior to full implementation.	Manager : Income	31-Dec-20

We have reviewed the ORGB (adopted budget) data strings to determine the use of the segments are appropriate and have noted the following: The supporting excels attached are the mSCOA data strings, A Schedule as they appear from the mSCOA data strings and the A Schedule mapping.

ACTION REQUIRED	RESPONSE FROM MUNICIPALITY	ACTION PROCESSES	RESPONSIBLE OFFICIAL	DATE TO BE ACTIONED
The region segment: The municipality has appropriately used the regional segment in terms of the guids, however, the revenue has not been regionalised.	The municipality acknowledges that the region segment for revenue is not budgeted at a ward level and is the process of implementing the required processes to enable budgeting and transactional regionalisation of revenue.	**To review Segment Reporting – GRAP 18 – check with system vendor for best practice. Region Segment to be implemented across revenue, expenditure & capital.**	**REVENUE SECTION**	**2021/22 budget year**
The costing segment: The costing segment has not been implemented for refuse/waste management services although this is a requirement in terms of the mSCOA regulations.	The Municipality has accounted for Refuse Costing in the previous financial year and will amend this during the Adjustment Budget process.	**The various votes related to Refuse Costing have been opened on the system. The costing budgets were consolidated in the Electricity & Rates votes, and will be split in the February adjustments budget with the correcting journals as well.**	**BUDGET OFFICE**	**02/2021**
The function segment: a) In light of circular 74 of MFMA that was issued and that aligns to the mSCOA charts further clarity core vs non-core is as follows:	The Municipality has considered the previous comments issued by PT. The functions have been corrected. There were few budget line items that are currently sitting on the old data-string and will be corrected in the Adjusted Budget.	**The functions will be considered in the new financial year as it will be difficult to open new data-strings for dept. 156 / 170 in the 2020/21 financial year and move transactions from July to Feb.**	**BUDGET OFFICE**	**2021/22 budget year**
The fund segment: • Not all the funding sources are in balance.	The NT mapping is incorrect on the portal, and hence the cash flow does not balance due to the following NT mapping errors:	**To review.**	**BUDGET OFFICE**	**2021/22 Budget Year**
• Funding source and revenue sources do not match.		**The error has been corrected.**		**09/2020**

• **Opening balances that should be cash backed, linked to cash and cash equivalents, must be reviewed by the municipality.**	- Payments to suppliers - NT mapping does not include VAT payments made to suppliers as well as payments made on provisions. - Payment to suppliers - NT mapping double counts the payments made to suppliers by including capital payments in both payments to suppliers and capital assets payments - Increase (decrease) in consumer deposits - NT mapping incorrectly includes the opening balance - Transfers and Grants - NT incorrectly maps this to Payment for suppliers and employees - Repayment of borrowing - NT has the incorrect sign on the cash flow mapping. The budgeting for VAT has been implemented for the first time in the municipality, and whilst the rand values and accounts are correct and based on detailed budget working papers, the alignment of the Input VAT recognised to the payable and accrual accounts will be reviewed on the budget system. This will be updated where necessary in the 2020/21 adjustment budget, however this has no impact on the total trade and other payables rand	**All comments to be reviewed. Any amendments will come through during the Adjustment Budget if linking is to be corrected and opening balance guids. In terms of the Public Corporations, any amendments if necessary will be considered in the new financial year.**	**AFS OFFICE /PT**	**02/2021 and 2021/22 Budget year.**
• Funding transactions are incorrectly linked to non-funding sources and vice versa. This directly impacts the cash flow statement within a schedule reporting. (Cash flow on the A schedule (A7) does not balance to the Cash, Call Deposits and Investments (A6-FinPos) - New Cash Flow Mapping).			**AFS OFFICE / BUDGET OFFICE**	
• Conditional grant accounting: The municipality to review the accounting for the VAT within the respective grants.			**AFS OFFICE / BUDGET OFFICE**	
• All grants (conditional and unconditional) should agree to the amounts gazetted in terms of Division of Revenue Act (DORA). The municipality to review the completeness of the unspent conditional grant liability guids for receipts and transferred to revenue/capital expenditure (for example: Municipal Disaster Relief Grant (Operational)).			**AFS OFFICE / BUDGET OFFICE**	
• The conditional grant liabilities for Provincial Government: KwaZulu-Natal: Infrastructure: Specify (Opening Balance), Provincial Government: KwaZulu-Natal: Capacity Building and Other: Specify (Receipts and Transferred to Revenue/Capital Expenditure) reflects "Payable" instead of "Unspent". Please check.			**AFS / BUDGET OFFICE**	
• The municipality to review the fund sources used and the guid(s) used (for example: Fund: Capital: Transfers and Subsidies: Allocations In-kind: Public Corporations: Other Transfers				

Public Corporations: Unspecified, Fund: Operational: Cash Backed Reserves, etc.).	value in the budgeted financial position. The accounts budgeted for as opening balances on unspent grants are correct, and therefore there is no deposit line items for grants in this regard. However, the municipality is in the process of refining the budgeting for grant expenditure on public contributions and other related grants, including the VAT recognition on the grants.			
The item segment: • The opening balances do not balance across the adopted budget.	The budgeted opening balances are in balance as per the municipality's detailed working papers, however the accumulated depreciation: depreciation guid was utilised for one of the opening balances.	**The Municipality will review the opening balances during the February Adjusted Budget.**	**AFS /BUDGET OFFICE**	**02/2021**
• The depreciation/amortisation and accumulated depreciation/amortisation does not balance. Please check the Depreciation for the Electrical Infrastructure:HV Substations.		**The Municipality will review the opening balances during the February Adjusted Budget.**	**ASSETS SECTION**	**02/2021**
• No movement accounting is reflected for the following items, as examples:				
o No Assets:Non-current Assets:Construction Work-in-progress:Acquisitions:Outsourced and Assets:Non-current Assets:Construction Work-in-	As the balance sheet and cash flow data strings was undertaken extensively for the first time, this process will be refined and extended to ensure that all balance	**To budget for Work in Progress going forward. This will considered in the new financial year when accounting for Capital Projects.**	**ASSETS / BUDGET OFFICE**	**2021/22 Budget Year**

progress:Transfer to PPE guids are reflected,	sheet movements are budgeted for in the adjustment budget process.			
◦ No Liabilities:Current Liabilities:Trade and Other Payable Exchange Transactions:PAYE Deductions:Deposits and Liabilities:Current Liabilities:Trade and Other Payable Exchange Transactions:PAYE Deductions:Withdrawals guids are reflected,			**EXPENIDTURE / BUDGET OFFICE**	
◦ The Liabilities: Current Liabilities: Trade and Other Payable Exchange Transactions: Unallocated Deposits: Opening Balance guid is only reflected.			**EXPENIDTURE / BUDGET OFFICE**	
• The Assets: Current Assets: Trade and other Receivables from Exchange Transactions: Trading Service and Customer Service Debtors: Electricity: Monthly Billing is less than the Revenue: Exchange Revenue: Service Charges: Electricity? Please check.	Provincial Treasury is further requested to note that service charges electricity includes prepaid electricity, which does not follow the monthly billing process, but is rather recognised directly against bank. Hence, the monthly billing for electricity will be less than the service charges revenue.			

• No Assets: Current Assets: Trade and other Receivables from Exchange Transactions: Trading Service and Customer Service Debtors: Property Rental Debtors: Monthly Billing, Assets: Current Assets: Trade and other Receivables from Exchange Transactions: Trading Service and Customer Service Debtors: Service Charges: Monthly Billing, Assets: Current Assets: Trade and other Receivables from Exchange Transactions: Trading Service and Customer Service Debtors: Merchandising, Jobbing and Contracts: Monthly Billing, Assets: Current Assets: Trade and other Receivables from Exchange Transactions: Trading Service and Customer Service Debtors: Housing Selling Scheme: Monthly Billing guids are reflected. The guids that are reflected are mainly for Receivable: Collections. The municipality to review.		**The municipality will review as per PT comments.**	**REVENUE/BUDGET OFFICE**	**2021/22 Budget Year**
• Are the fines, penalties and forfeits for Property Rates only applicable to Residential Properties? The municipality to review.		**The municipality will review as per PT comments.**	**REVENUE/BUDGET OFFICE**	**2021/22 budget year**
• The Revenue: Exchange Revenue: Service Charges: Electricity: Connection/Reconnection: Connections New: Non-government Housing guid is not reflected.		**The municipality will review as per PT comments.**	**REVENUE/BUDGET OFFICE**	
• Any movements in Assets: Current Assets:Inventory:Housing Stock? The municipality to review.		**Comment is noted. The Municipality will review and amend if necessary in the 2021/22 financial year.**	**REVENUE**	**2021/22 budget year**

• No guid is reflected for Assets:Current Assets:VAT Receivable:Input VAT General:Transfers? The municipality to review.		To review.	AFS OFFICE	02/2021
• The accounting for the VAT within the respective grants, must be reviewed by the municipality.		**A review of all grants have been done. The NDPG vat issue is yet to be finalised. All other grants that are vat applicable have been accounted for on the financial system.**	AFS OFFICE	09/2020
• The municipality to review the nature of the following items, as examples:		**To review and amend in the February Adjusted Budget.**	ASSETS SECTION	02/2021
○ Assets:Non-current Assets:Intangible Assets:Cost:Internally Generated:In-use:Computer Software Accumulated Amortisation:Opening Balance (Computer software is purchased/acquired?),			ASSETS SECTION	
○ Assets:Non-current Assets:Intangible Assets:Cost:Internally Generated:In-use:Computer Software:Opening Balance (Computer software is purchased/acquired?),			ASSETS SECTION	
○ Assets:Non-current Assets:Investment Property:Cost Model:Opening Balance (Are Investment Properties not carried at fair value?),			ASSETS SECTION	
○ Assets:Non-current Assets:Property, Plant and Equipment:Cost Model:Electrical Infrastructure:In-use:Power Plants:Cost:Opening Balance (reflects a credit balance?).			ASSETS SECTION	

○ Assets:Non-current Assets:Property, Plant and Equipment:Cost Model:Water Supply Infrastructure:Boreholes:Cost:Opening Balance.				
• The MPAC costs are not separately reflected.		**The guids have been created on the system. Breakdown in the salary budget to the level of each category of Remuneration to Councillors will be done in the February Adjusted Budget and the correction journals to reflect the actual expenditure will be done as well.**	**BUDGET OFFICE**	**02/2021**
• The Remuneration of Councillors does not reflect the guids for the Executive Mayor, the Deputy Executive Mayor, the Speaker, and the Chief Whip.		**The guids have been created on the system. Breakdown in the salary budget to the level of each category of Remuneration to Councillors will be done in the February Adjusted Budget and the correction journals to reflect the actual expenditure will be done as well.**	**BUDGET OFFICE**	**02/2021**
• The Liabilities:Current Liabilities:Defined Benefit Obligations:Medical:Actual employer benefit payments seems to equal the Liabilities:Current Liabilities:Defined Benefit Obligations:Medical:Current service cost? Please check.		**To review.**	**EXPENDITURE / BUDGET OFFICE**	**02/2021**

• The municipality to review the nature of the expenditure for Transfers and Subsidies:Operational:Monetary Allocations:Higher Educational Institutions, Transfers and Subsidies:Operational:Monetary Allocations:Households:Other Transfers (Cash):Bursaries (Non-Employee), Transfers and Subsidies:Operational:Monetary Allocations:Households:Social Security Payments:Social Assistance, etc. (refer to the attachment under the Item Segment Tab).		**To review.**	**BUDGET OFFICE**	**02/2021**
• The nature of some of the Item: Assets, Item: Liabilities, Item: Revenue and Item: Expenditure must be reviewed by the municipality (refer to the attachment under the Item Segment Tab).		**To review.**	**BUDGET OFFICE**	**02/2021**
<u>The project segment:</u>				
• Per the Project Summary: Current Assets, Liabilities, Revenue, Net Assets, Gains and Losses should be linked to Project Default.	The municipality notes the rule in the project summary document, that Current Assets, Liabilities, Revenue, Net Assets, Gains and Losses should be linked to Project Default. However. Please note that the Munsoft system is not set up to separate transactions in this manner, as the contra asset and liability accounts carry the contra segments of item: revenue, expenditure and gains and losses. This issue is applicable to all Munsoft municipalities in the	**To review.**	**AFS / BUDGET OFFICE / PT**	**02/2021**

	country, and considering that National Treasury accepts the data strings at a segment validation level that has alternate project segments utilised, Provincial Treasury assistance is required in clarifying this via the National Treasury vendor engagements is required. As a stand-alone municipality, we are not in a position to correct this, and requires direction from National Treasury to the vendors on the principle that should be utilised.			
• Accumulated Depreciation should be linked to Project Operational Municipal Running Costs.		**To review.**	**ASSETS / BUDGET OFFICE**	**02/2021**
• Transportation, Meter Management, Entertainment, Indigent Relief, Management Fee, Professional Bodies, Membership and Subscription, Registration Fees:Professional and Regulatory Bodies, Registration Fees:Seminars, Conferences, Workshops and Events:National, Travel and subsistence, Transfers and Subsidies:Operational:Monetary Allocations:Households:Other Transfers (Cash):Other (National Housing Programme):EPWP Programme:Skill Development and Training, Transfers and Subsidies:Operational:Monetary Allocations:Households:Social Security Payments:Social Assistance, Transfers and Subsidies:Operational:Monetary		**The Municipality will correct the errors in the new financial year.**	**BUDGET OFFICE**	**2021/22 budget year**

Allocations:Provincial Government:KwaZulu-Natal:Capacity Building and Other: Specify (Add grant description) are incorrectly recorded to Project Operational Municipal Running costs instead of Project Operational Typical Work Streams. The municipality to review.				

481

KZN292 KwaDukuza - Supporting Table SC1 Material variance explanations - M03 September

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Service charges - electricity revenue	(14 289)	The billing for Sept has gone through on the 7th of October hence the variance	
	Interest earned - external investments	(2 114)	The interest accrual journals is normally done in the 1st week of the new month.	
	Transfers and subsidies	(9 644)	R85m Equitable Share has been received	
	Other revenue	504	Reason for higher revenue received is due to receiving R7m collection charges of an R8m budget allocation.	
2	Expenditure By Type			
	Employee related costs	(6 404)	Due to timing of service related benefit payments as well as vacancies.	
	Debt impairment	(15 558)	Journals are done on a quarterly basis	
	Bulk purchases	10 535	The variance is a result of seasonal fluctuations in Electricity usage.	
	Contracted services	(9 499)	Timing of payments	
3	Capital Expenditure			
	Governance and administration	(13 228)		
	Community and public safety	(2 942)	An overall variance of R30,961 m is reflected which will be discussed in detail in the S52(d) report.	
	Economic and environmental services	(4 948)		
	Trading services	(9 843)		
4	Financial Position			
	Total Assets	3 451 351	The Municipality has PPE of R 2,2b and Cash & Cash Equivalents of R755m.	
	Total current liabilities	435 296	The Municipality reflects R 335m for Trade & Other Payables	
	Total non current liabilities	245 730	Borrowings of R 212 700 367.28 reflected	
	Total Equity	2 770 325	R 27m reserves and R 2,7b Accumulated Surplus	
5	Cash Flow			
	Cash flow from Operating Activities	132 684	Cash Receipts of R 478,7m and Payments of R 346,1m	
	Cash flow from Investing Activities	(34 935)	Capital Asset Payment	
	Cash flow from Financing Activities	47	Increase in Consumer Deposits	
	Cash Equivalents at year end	755 815	The Municipality reflected R698,8m Cash and R57m Investments for the month of July	
6	Measureable performance			
7	Municipal Entities			

KZN292 KwaDukuza - Supporting Table SC2 Monthly Budget Statement - performance indicators - M03 September

Description of financial indicator	Basis of calculation	Ref	2019/20	Budget Year 2020/21			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
Borrowing Management							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		0.0%	6.6%	6.5%	0.2%	0.0%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.0%	14.2%	14.2%	1.9%	0.0%
Safety of Capital							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		0.0%	24.9%	27.2%	19.7%	0.0%
Gearing	Long Term Borrowing/ Funds & Reserves		0.0%	764.3%	919.6%	788.6%	0.0%
Liquidity							
Current Ratio	Current assets/current liabilities	1	0.0%	198.9%	201.7%	241.6%	0.0%
Liquidity Ratio	Monetary Assets/Current Liabilities		0.0%	114.6%	122.4%	173.6%	0.0%
Revenue Management							
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%	74.2%	0.0%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
Creditors Management							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
Funding of Provisions							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
Other Indicators							
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%	26.0%	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%	0.1%	0.0%
IDP regulation financial viability indicators							
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 - M03 September

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	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
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	34 267	6 091	970	2 633	2 401	1 276	4 437	10 846	62 922	21 593		
Receivables from Non-exchange Transactions - Property Rates	1400	25 682	23 079	3 856	8 106	14 942	5 265	18 131	61 334	160 595	107 778		
Receivables from Exchange Transactions - Waste Water Management	1500	–	–	–	–	–	–	–	–	–	–		
Receivables from Exchange Transactions - Waste Management	1600	2 872	1 212	894	937	638	650	2 445	10 387	19 836	15 058		
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	–	–	–		
Interest on Arrear Debtor Accounts	1810	1 738	1 067	1 057	1 606	1 467	1 390	5 937	24 985	39 266	35 385		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–		
Other	1900	244	(1 148)	(1 354)	(565)	27 439	(117)	(36)	4 207	28 670	30 928		
Total By Income Source	2000	65 003	30 321	5 224	12 718	46 888	8 465	30 914	111 759	311 290	210 742	–	–
2019/20 - totals only										–	–		
Debtors Age Analysis By Customer Group													
Organs of State	2200	1 803	8 820	667	22	6 168	79	369	3 638	21 565	10 276		
Commercial	2300	25 736	5 879	1 863	3 288	3 029	1 491	2 999	6 691	50 977	17 498		
Households	2400	31 641	12 807	2 160	7 472	14 086	5 361	20 873	83 062	177 451	130 853		
Other	2500	5 824	2 815	534	1 936	23 605	1 534	6 672	18 367	61 287	52 115		
Total By Customer Group	2600	65 003	30 321	5 224	12 718	46 888	8 465	30 914	111 759	311 290	210 742	–	–

KZN292 KwaDukuza - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 September

Description	NT Code	Budget Year 2020/21								
R thousands		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100									–
Bulk Water	0200									–
PAYE deductions	0300									–
VAT (output less input)	0400									–
Pensions / Retirement deductions	0500	140	–	3	–	–	–	–	3	146
Loan repayments	0600	–	–	–	–	–	–	–	–	–
Trade Creditors	0700	3 065	2	14	14	7	3	–	10	3 114
Auditor General	0800									–
Other	0900									–
Total By Customer Type	1000	3 205	2	17	14	7	3	–	13	3 260

KZN292 KwaDukuza - Supporting Table SC5 Monthly Budget Statement - Investment portfolio - M03 September

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate ³	Commission Paid (Rands)	Commission Recipient	Expiry date of investment
R thousands		Yrs/Months							
Municipality									
ABSA Bank		DAILY	LIQUIDITY PLUS			0.036			Daily
ABSA Bank (3433)		DAILY	MONEY MKT			0.0325			Daily
ABSA Bank (6707)		DAILY	MONEY MKT			0.033			Daily
INVEST ELECTRICITY RESERVE		Daily	MONEY MRKT			0.0215			Daily
INVEST ELECTRICITY ACCOUNT		Daily	MONEY MRKT			0.0215			Daily
FNB		Daily	MONEY MRKT			0.0215			Daily
ABSA HOUSING PROJECT		MONTHLY	LIQUIDITY PLUS			0.0325			Daily
ABSA GROUTVILLE PRIORITY		MONTHLY	LIQUIDITY PLUS			0.032			Daily
ABSA SHAYAMOYA		MONTHLY	LIQUIDITY PLUS			0.032			Daily
ABSA DUBE VILLAGE		MONTHLY	LIQUIDITY PLUS			0.032			Daily
ABSA STEVE BIKO		MONTHLY	LIQUIDITY PLUS			0.032			Daily
INVESTEC		12 MONTHS	FIXED			0.0734			365 DAYS
NBS (NEDBANK)		1 MTH	COLLATERAL SECURITY			0.033			32 DAYS
NBS (NEDBANK)		1 MTH	COLLATERAL SECURITY			0.033			32 DAYS
Nedbank		6 MTH	FIXED			0.0375			180 DAYS
ABSA (5911)		12 MTH	FIXED			0.0325			365 DAYS
ABSA		MONTHLY	LIQUIDITY PLUS			0.0375			Daily
ABSA		MONTHLY	LIQUIDITY PLUS			0.0325			Daily
ABSA (BALLITO JUNCTION)		MONTHLY	LIQUIDITY PLUS			0.0325			Daily
ABSA (DEVELOPERS CONTRI)		MONTHLY	LIQUIDITY PLUS			0.033			Daily
ABSA (4472)		MONTHLY	LIQUIDITY PLUS			0.0375			Daily
Standard Bank Boxers Cash n Carry		12 MTH	FIXED			0.0515			365 DAYS
Nedbank Treasury Dev Cont (182)		12 MTH	FIXED			0.051			365 DAYS
Nedbank Treasury DBM Settlement		6 MONTHS	FIXED			0.051			180 DAYS
Standard Bank Ballito Junction 087		12 mth	FIXED			0.0538			365 DAYS
Standard Bank Dev Contribution R25m		12 mth	FIXED			0.0808			365 DAYS
ABSA developers Contribution 2		12 mnth	FIXED			0.0651			365 DAYS
FNB R40m Investment Account		1 Month	FIXED			0.0434			30 days
Investec Eskom Investment Account Deposits		32 DAY NOTICE	NOTICE CALL ACCOUNT			0.04			32 DAYS
Standard Bank Salary Clearing Account		32 DAY NOTICE	NOTICE CALL ACCOUNT			0.04			32 DAYS
Municipality sub-total									
Entities									
Entities sub-total									
TOTAL INVESTMENTS AND INTEREST	2								

KZN292 KwaDukuza - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M03 September

Description	Ref	2019/20 Audited Outcome	Budget Year 2020/21 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1,2									
RECEIPTS:										
Operating Transfers and Grants		–	205 314	238 520	–	87 712	87 712	–		–
National Government:			185 879	219 085		83 645	83 645	–		
Local Government Equitable Share			–	–						
Municipal Systems Improvement			1 800	1 800		1 800	1 800			
Finance Management			1 465	1 465		367	367			
EPWP Incentive			1 900	1 900		1 900	1 900			
MIG Funded PMU Costs	3		–	–				–		
MIG Transfer To Ilembe			–	–				–		
Disaster Management Grant			14 270	14 270				–		–
Neighbourhood Development Partnership		–	14 180	12 180	6 105	6 105	6 105	–		
Provincial Government:			6 427	6 427	6 427	5 427	5 427	–		
Provincialisation of Libraries			214	214						
Museum Subsidy			678	678	678	678	678	–		
Community Library Service Grant	4		3 140	3 140				–		
Housing Accreditation			4 721	2 721				–		–
Title Deeds Restoration		–	–	–	–	–	–	–		
District Municipality:								–		
[insert description]								–		–
		–	–	–	–	–	–	–		
Other grant providers:								–		
[insert description]								–		
Total Operating Transfers and Grants	5	–	219 494	250 700	6 105	93 817	93 817	–		–
Capital Transfers and Grants		–	76 634	75 634	10 000	18 600	18 600	–		–
National Government:			49 447	49 447	10 000	17 100	17 100	–		
Municipal Infrastructure Grant (MIG)			21 187	21 187						
Neighbourhood Development Partnership			–	–						
Electricity Demand Side Mangement Frant			6 000	6 000		1 500	1 500			–
Intergrated National Electrification Programme		–	5 116	5 116	–	–	–	–		
Provincial Government:			116	116				–		
Housing Accreditation			5 000	5 000				–		–
Museum Subsidy		–	–	–	–	–	–	–		
District Municipality:								–		
[insert description]								–		–
		–	–	–	–	–	–	–		
Other grant providers:								–		
[insert description]								–		
Total Capital Transfers and Grants	5	–	81 750	80 750	10 000	18 600	18 600	–		–
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	–	301 244	331 450	16 105	112 417	112 417	–		–

KZN292 KwaDukuza - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M03 September

Description	Ref	2019/20 Audited Outcome	Budget Year 2020/21 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		–	208 208	239 414	980	85 596	85 596	–		–
National Government:			185 879	219 085		83 645	83 645	–		
Local Government Equitable Share			–					–		
Municipal Systems Improvement			1 800	1 800	205	401	401	–		
Finance Management			1 465	1 465	315	501	501	–		
EPWP Incentive			1 900	1 900	461	780	780	–		
MIG Funded PMU Costs			894	894		268	268	–		
Disaster Management Grant			14 270	14 270				–		–
Neighbourhood Development Partnership		–	14 180	12 180	5 945	6 477	6 477	–		
Provincial Government:			5 427	5 427	5 427	5 427	5 427	–		
Provincialisation of Libraries			214	214				–		
Museum Subsidy			678	678	32	164	164	–		
Community Library Service Grant			3 140	3 140	408	805	805	–		
Housing Accreditation			4 721	2 721	81	81	81	–		–
Title Deeds Restoration		–	–	–	–	–	–	–		
District Municipality:								–		–
[insert description]		–	–	–	–	–	–	–		
Other grant providers:								–		–
[insert description]								–		
Total operating expenditure of Transfers and Grants:		–	220 388	251 694	6 925	92 073	92 073	–		–
Capital expenditure of Transfers and Grants		–	76 634	75 634	1 068	11 167	11 167	–		
National Government:			49 447	49 447	615	7 099	7 099	–		
Municipal Infrastructure Grant (MIG)			21 187	21 187				–		
Neighbourhood Development Partnership			–					–		
Electricity Demand Side Mangement Frant			6 000	5 000	1 353	4 068	4 068	–		–
Intergrated National Electrification Programme		–	15 316	15 316	–	–	–	–		
Provincial Government:			116	116						
Housing Accreditation			7 200	7 200				–		
Musuem Subsidy			8 000	8 000				–		–
Department of Trade & Industry		–	–	–	–	–	–	–		
District Municipality:								–		–
		–	13 568	16 532	70	125	125	–		
Other grant providers:			6 000	6 000						
Ballito Junction Road				2 963				–		
IFA Public Contribution			7 568	7 568	70	125	125	–		–
KwaDukuza Mall Private Developer		–	105 518	107 481	2 038	11 292	11 292	–		–
Total capital expenditure of Transfers and Grants			325 906	359 075	8 963	103 365	103 365	–		
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		–								

KZN292 KwaDukuza - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M03 September

Summary of Employee and Councillor remuneration	Ref	2019/20 Audited Outcome	Budget Year 2020/21 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages			17 383	17 383	1 301	3 900	4 341	(441)	-10%	
Pension and UIF Contributions				–			–	–		
Medical Aid Contributions				–	(260)	–	–	–		
Motor Vehicle Allowance			5 481	5 481	405	1 216	1 370	(154)	-11%	
Cellphone Allowance			2 514	2 514	194	581	629	(47)	-8%	
Housing Allowances							–	–		
Other benefits and allowances							–	–		
Sub Total - Councillors		–	25 358	25 358	1 634	5 697	6 339	(642)	-10%	–
% increase	4		#DIV/0!	#DIV/0!						
Senior Managers of the Municipality	3									
Basic Salaries and Wages			10 948	10 948	885	2 656	2 737	(81)	-3%	
Pension and UIF Contributions			1 409	1 599	114	345	400	(55)	-14%	
Medical Aid Contributions			–	–	–	–	–	–		
Overtime			–	–	–	–	–	–		
Performance Bonus			1 100	1 100	–	–	275	(275)	-100%	
Motor Vehicle Allowance			1 534	1 534	127	381	384	(2)	-1%	
Cellphone Allowance			133	133	11	33	33	–		
Housing Allowances			–	–	–	–	–	–		
Other benefits and allowances			19	19	0	0	5	(5)	-95%	
Payments in lieu of leave								–		
Long service awards								–		
Post-retirement benefit obligations	2							–		
Sub Total - Senior Managers of Municipality		–	15 144	15 334	1 138	3 416	3 833	(416)	-11%	–
% increase	4		#DIV/0!	#DIV/0!						
Other Municipal Staff										
Basic Salaries and Wages			262 874	252 684	19 405	58 195	63 171	(4 976)	-8%	
Pension and UIF Contributions			49 668	51 584	3 776	11 316	12 896	(1 580)	-12%	
Medical Aid Contributions			23 213	23 213	1 825	5 424	5 803	(379)	-7%	
Overtime			50 540	50 368	3 146	10 506	12 592	(2 086)	-17%	
Performance Bonus			22 469	22 469	1 726	4 318	5 617	(1 299)	-23%	
Motor Vehicle Allowance			17 699	17 699	1 153	3 436	4 425	(989)	-22%	
Cellphone Allowance			1 324	1 324	89	266	331	(65)	-20%	
Housing Allowances			1 037	1 037	88	260	259	1	0%	
Other benefits and allowances			15 460	13 735	1 204	3 384	3 434	(50)	-1%	
Payments in lieu of leave			9 921	9 921	255	568	2 480	(1 912)	-77%	
Long service awards			12 000	12 000	–	–	3 000	(3 000)	-100%	
Post-retirement benefit obligations	2		3 626	3 626	535	801	906	(106)	-12%	
Sub Total - Other Municipal Staff		–	459 849	459 659	33 202	98 476	114 915	(16 439)	-14%	–
% increase	4		#DIV/0!	#DIV/0!						
Total Parent Municipality		–	500 350	500 350	35 974	107 588	125 088	(17 499)	-14%	–
Unpaid salary, allowances & benefits in arrears:										
Board Members of Entities										
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	2							–		
Sub Total - Board Members of Entities		–	–	–	–	–	–	–		–
% increase	4									
Senior Managers of Entities										
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							–		
Sub Total - Senior Managers of Entities		–	–	–	–	–	–	–		–
% increase	4									
<u>Other Staff of Entities</u>										
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								–		
Sub Total - Other Staff of Entities		–	–	–	–	–	–	–		–
% increase	4									
Total Municipal Entities		–	–	–	–	–	–	–		–
TOTAL SALARY, ALLOWANCES & BENEFITS		–	500 350	500 350	35 974	107 588	125 088	(17 499)	-14%	–
% increase	4		#DIV/0!	#DIV/0!						
TOTAL MANAGERS AND STAFF		–	474 992	474 992	34 340	101 891	118 748	(16 857)	-14%	–

KZN292 KwaDukuza - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M03 September

Description	Ref	Budget Year 2020/21												2020/21 Medium Term Revenue & Expenditure Framework		
R thousands	1	July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Budget	Feb Budget	March Budget	April Budget	May Budget	June Budget	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
Cash Receipts By Source																
Property rates		21 255	37 323	41 874									391 036	491 290	519 891	541 603
Service charges - electricity revenue		87 130	85 073	62 736									635 235	870 175	922 813	968 135
Service charges - water revenue		–	–										–			
Service charges - sanitation revenue		–	–										–			
Service charges - refuse		5 218	6 837	6 959									41 844	58 627	62 354	65 098
Rental of facilities and equipment		184	291	145									4 322	4 844	4 602	4 989
Interest earned - external investments		40	3 172	1 527									35 716	41 455	43 875	47 926
Interest earned - outstanding debtors		4	10	11									(18)			
Dividends received		–											–			
Fines, penalties and forfeits		30	34	43									3 703	3 850	3 810	3 811
Licences and permits		–	27	24									398	448	349	381
Agency services		1 134	765	1 400									11 358	14 657	15 636	15 069
Transfers and Subsidies - Operational		85 553	2 197	6 105									156 875	259 700	231 846	241 010
Other revenue		927	1 347	3 078									228 551	231 904	244 139	244 803
Cash Receipts by Source		201 476	135 819	122 802	–	–	–	–	–	–	–	–	1 503 013	1 969 210	2 049 269	2 133 708
Other Cash Flows by Source													–			
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		7 100	1 500	10 000									62 150	80 750	69 263	89 107
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)													–			
Proceeds on Disposal of Fixed and Intangible Assets													–			
Short term loans													42 000	42 000	80 000	42 000
Borrowing long term/refinancing													1 490	1 536	1 536	1 536
Increase (decrease) in consumer deposits		27	(59)	75									–			
Decrease (increase) in non-current receivables													–			
Decrease (increase) in non-current investments																
Total Cash Receipts by Source		208 602	137 264	132 977	–	–	–	–	–	–	–	–	1 613 652	2 092 458	2 200 068	2 245 352
Cash Payments by Type													–			
Employee related costs		29 037	34 569	34 340									340 977	474 941	509 385	545 311
Remuneration of councillors		2 164	1 438	1 634									19 661	25 358	28 566	31 137
Interest paid		–	–	651									29 601	30 152	35 330	34 265
Bulk purchases - Electricity		4	91 429	79 775									612 625	783 831	817 926	842 601
Bulk purchases - Water & Sewer		–	–	–									–			
Other materials		–	–	–									–			
Contracted services		–	–	–									–			
Grants and subsidies paid - other municipalities		–	–	–									–			
Grants and subsidies paid - other		23	184	449									6 245	6 900	6 284	7 244
General expenses		1 770	13 772	17 515									217 418	250 475	241 581	244 885
Cash Payments by Type		32 998	141 687	134 264	–	–	–	–	–	–	–	–	1 266 527	1 575 657	1 640 094	1 706 343
Other Cash Flows/Payments by Type																
Capital assets		1 625	22 380	10 730									237 658	272 593	270 138	220 801
Repayment of borrowing		–	–	–									10 580	10 580	12 698	15 236
Other Cash Flows/Payments		4 176	15 416	13 321									108 027	145 910	155 015	162 652
Total Cash Payments by Type		42 999	179 733	158 318	–	–	–	–	–	–	–	–	1 623 692	2 004 741	2 078 004	2 108 042
NET INCREASE/(DECREASE) IN CASH HELD		165 603	(42 469)	(25 339)	–	–	–	–	–	–	–	–	(10 040)	87 765	122 054	137 310
Cash/cash equivalents at the month/year beginning:		658 020	823 623	781 154	755 815	755 815	755 815	755 815	755 815	755 815	755 815	755 815	755 815	658 020	745 775	867 839
Cash/cash equivalents at the month/year end:		823 623	781 154	755 815	755 815	755 815	755 815	755 815	755 815	755 815	755 815	755 815	745 775	745 775	867 839	1 005 150

KZN292 KwaDukuza - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M03 September

Month	2019/20	Budget Year 2020/21							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
Monthly expenditure performance trend									
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		42 975	40 856	9 895	34 094	65 055	30 961	47.6%	12%
October		30 076	33 130			98 185	–		
November		28 197	30 754			128 938	–		
December		28 788	27 763			156 701	–		
January		31 119	29 344			186 045	–		
February		27 659	25 933			211 978	–		
March		26 021	25 891			237 869	–		
April		20 134	17 734			255 603	–		
May		17 110	16 291			271 895	–		
June		11 163	22 868			294 763	–		
Total Capital expenditure	–	295 382	294 763	34 094					

KZN292 KwaDukuza - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M03 September

Description	Ref	2019/20	Budget Year 2020/21							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		–	120 236	114 751	2 631	10 134	19 835	9 701	48.9%	–
Roads Infrastructure		–	46 041	46 725	1 212	5 807	11 247	5 440	48.4%	–
Roads			39 647	38 332	861	5 456	7 895	2 439	30.9%	
Road Structures			2 004	2 004			354	354	100.0%	
Road Furniture			6 389	6 389	350	350	2 998	2 647	88.3%	
Capital Spares								–		
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		–	68 896	68 026	1 539	4 327	8 588	4 261	49.6%	–
Power Plants				–				–		
HV Substations			47 000	47 000	297	660	4 363	3 703	84.9%	
HV Switching Station				–				–		
HV Transmission Conductors				–				–		
MV Substations				–				–		
MV Switching Stations				–				–		
MV Networks			16 678	16 678	61	108	1 347	1 239	92.0%	
LV Networks			5 217	4 348	1 182	3 559	2 877	(682)	-23.7%	
Capital Spares				–				–		
Water Supply Infrastructure		–	–	–	–	–	–	–		–
Dams and Weirs								–		
Boreholes								–		
Reservoirs								–		
Pump Stations								–		
Water Treatment Works								–		
Bulk Mains								–		
Distribution								–		
Distribution Points								–		
PRV Stations								–		
Capital Spares								–		
Sanitation Infrastructure		–	–	–	–	–	–	–		–
Pump Station								–		
Reticulation								–		
Waste Water Treatment Works								–		
Outfall Sewers								–		
Toilet Facilities								–		
Capital Spares								–		
Solid Waste Infrastructure		–	2 200	–	(120)	–	–	–		–
Landfill Sites			2 200	–	(120)	–		–		
Waste Transfer Stations								–		
Waste Processing Facilities								–		
Waste Drop-off Points								–		
Waste Separation Facilities								–		
Electricity Generation Facilities								–		
Capital Spares								–		
Rail Infrastructure		–	–	–	–	–	–	–		–
Rail Lines								–		
Rail Structures								–		
Rail Furniture								–		
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
MV Substations								–		
LV Networks								–		
Capital Spares								–		
Coastal Infrastructure		–	–	–	–	–	–	–		–
Sand Pumps								–		
Piers								–		
Revetments								–		
Promenades								–		
Capital Spares								–		
Information and Communication Infrastructure		–	1 100	–	–	–	–	–		–
Data Centres			1 100	–				–		
Core Layers								–		
Distribution Layers								–		
Capital Spares								–		
Community Assets		–	43 503	46 216	1 504	3 965	6 238	2 271	36.4%	–

Community Facilities	–	33 228	34 359	1 257	3 052	4 295	1 243	28.9%	–
Halls		4 460	5 591	797	2 561	2 364	(197)	-8.4%	
Centres			–				–		
Crèches		3 300	3 300				–		
Clinics/Care Centres			–				–		
Fire/Ambulance Stations			–				–		
Testing Stations			–				–		
Museums		10 000	10 000	37	37	1 000	963	98.3%	
Galleries			–				–		
Theatres			–				–		
Libraries			–				–		
Cemeteries/Crematoria		7 660	7 660	161	161	300	139	46.3%	
Police			–				–		
Parks			–				–		
Public Open Space			–				–		
Nature Reserves			–				–		
Public Ablution Facilities		900	900	261	292	31	(261)	-841.0%	
Markets			–				–		
Stalls			–				–		
Abattoirs			–				–		
Airports			–				–		
Taxi Ranks/Bus Terminals		6 908	6 908			600	600	100.0%	
Capital Spares			–				–		
Sport and Recreation Facilities	–	10 275	11 857	247	913	1 941	1 028	53.0%	–
Indoor Facilities		2 000	3 582				–		
Outdoor Facilities		8 275	8 275	247	913	1 941	1 028	53.0%	
Capital Spares							–		
Heritage assets	–	–	–	–	–	–	–		–
Monuments							–		
Historic Buildings							–		
Works of Art							–		
Conservation Areas							–		
Other Heritage							–		
Investment properties	–	–	–	–	–	–	–		–
Revenue Generating	–	–	–	–	–	–	–		–
Improved Property							–		
Unimproved Property							–		
Non-revenue Generating	–	–	–	–	–	–	–		–
Improved Property							–		
Unimproved Property							–		
Other assets	–	16 800	16 800	–	–	15 400	15 400	100.0%	–
Operational Buildings	–	16 800	16 800	–	–	15 400	15 400	100.0%	–
Municipal Offices		16 800	16 800			15 400	15 400	100.0%	
Pay/Enquiry Points							–		
Building Plan Offices							–		
Workshops							–		
Yards							–		
Stores							–		
Laboratories							–		
Training Centres							–		
Manufacturing Plant							–		
Depots							–		
Capital Spares							–		
Housing	–	–	–	–	–	–	–		–
Staff Housing							–		
Social Housing							–		
Capital Spares							–		
Biological or Cultivated Assets	–	–	–	–	–	–	–		–
Biological or Cultivated Assets							–		
Intangible Assets	–	21 535	21 535	–	–	2 000	2 000	100.0%	–
Servitudes							–		
Licences and Rights	–	21 535	21 535	–	–	2 000	2 000	100.0%	–
Water Rights							–		
Effluent Licenses							–		
Solid Waste Licenses							–		
Computer Software and Applications		21 535	21 535			2 000	2 000	100.0%	
Load Settlement Software Applications							–		
Unspecified							–		
Computer Equipment	–	3 200	4 300	(5)	195	200	5	2.3%	–
Computer Equipment		3 200	4 300	(5)	195	200	5	2.3%	
Furniture and Office Equipment	–	1 906	2 340	–	–	600	600	100.0%	–
Furniture and Office Equipment		1 906	2 340			600	600	100.0%	

Machinery and Equipment		–	6 406	6 006	539	539	1 070	531	49.6%	–
Machinery and Equipment			6 406	6 006	539	539	1 070	531	49.6%	
Transport Assets		–	22 696	23 609	2 377	2 377	–	(2 377)	#DIV/0!	–
Transport Assets			22 696	23 609	2 377	2 377		(2 377)	#DIV/0!	
Land		–	–	–	–	–	–	–		–
Land								–		
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–		–
Zoo's, Marine and Non-biological Animals								–		
Total Capital Expenditure on new assets	1	–	236 282	235 557	7 046	17 210	45 341	28 131	62.0%	–

KZN292 KwaDukuza - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M03

Description	Ref	2019/20	Budget Year 2020/21							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		–	22 252	22 252	112	6 298	7 717	1 419	18.4%	–
Roads Infrastructure		–	13 783	13 783	112	6 298	7 217	919	12.7%	–
Roads			13 783	13 783	112	6 298	7 217	919	12.7%	
Road Structures								–		
Road Furniture								–		
Capital Spares								–		
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		–	8 469	8 469	–	–	500	600	100.0%	–
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors			6 469	6 469			500	500	100.0%	
MV Substations								–		
MV Switching Stations								–		
MV Networks			2 000	2 000				–		
LV Networks								–		
Capital Spares								–		
Water Supply Infrastructure		–	–	–	–	–	–	–		–
Dams and Weirs								–		
Boreholes								–		
Reservoirs								–		
Pump Stations								–		
Water Treatment Works								–		
Bulk Mains								–		
Distribution								–		
Distribution Points								–		
PRV Stations								–		
Capital Spares								–		
Sanitation Infrastructure		–	–	–	–	–	–	–		–
Pump Station								–		
Reticulation								–		
Waste Water Treatment Works								–		
Outfall Sewers								–		
Toilet Facilities								–		
Capital Spares								–		
Solid Waste Infrastructure		–	–	–	–	–	–	–		–
Landfill Sites								–		
Waste Transfer Stations								–		
Waste Processing Facilities								–		
Waste Drop-off Points								–		
Waste Separation Facilities								–		
Electricity Generation Facilities								–		
Capital Spares								–		
Rail Infrastructure		–	–	–	–	–	–	–		–
Rail Lines								–		
Rail Structures								–		
Rail Furniture								–		
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
MV Substations								–		
LV Networks								–		
Capital Spares								–		
Coastal Infrastructure		–	–	–	–	–	–	–		–
Sand Pumps								–		
Piers								–		
Revetments								–		
Promenades								–		
Capital Spares								–		
Information and Communication Infrastructure		–	–	–	–	–	–	–		–
Data Centres								–		
Core Layers								–		
Distribution Layers								–		
Capital Spares								–		
Community Assets		–	11 303	11 408	1 753	3 601	3 557	(45)	-1.3%	–

Community Facilities	-	7 403	7 508	1 612	3 433	2 821	(612)	-21.7%	-
Halls		893	893	108	108		(108)	#DIV/0!	
Centres							-		
Crèches							-		
Clinics/Care Centres							-		
Fire/Ambulance Stations							-		
Testing Stations							-		
Museums							-		
Galleries							-		
Theatres							-		
Libraries							-		
Cemeteries/Crematoria		350	350				-		
Police							-		
Purls							-		
Public Open Space		6 000	6 000	1 504	3 325	2 821	(504)	-17.9%	
Nature Reserves							-		
Public Ablution Facilities		160	265				-		
Markets							-		
Stalls							-		
Abattoirs							-		
Airports							-		
Taxi Ranks/Bus Terminals							-		
Capital Spares							-		
Sport and Recreation Facilities	-	3 900	3 900	141	169	736	567	77.1%	-
Indoor Facilities		1 000	1 000	56	56		(56)	#DIV/0!	
Outdoor Facilities		2 900	2 900	85	113	736	623	84.7%	
Capital Spares							-		
Heritage assets	-	-	-	-	-	-	-		-
Monuments							-		
Historic Buildings							-		
Works of Art							-		
Conservation Areas							-		
Other Heritage							-		
Investment properties	-	-	-	-	-	-	-		-
Revenue Generating	-	-	-	-	-	-	-		-
Improved Property							-		
Unimproved Property							-		
Non-revenue Generating	-	-	-	-	-	-	-		-
Improved Property							-		
Unimproved Property							-		
Other assets	-	322	322	-	-	-	-		-
Operational Buildings	-	-	-	-	-	-	-		-
Municipal Offices							-		
Pay/Enquiry Points							-		
Building Plan Offices							-		
Workshops							-		
Yards							-		
Stores							-		
Laboratories							-		
Training Centres							-		
Manufacturing Plant							-		
Depots							-		
Capital Spares							-		
Housing	-	322	322	-	-	-	-		-
Staff Housing							-		
Social Housing		322	322				-		
Capital Spares							-		
Biological or Cultivated Assets	-	-	-	-	-	-	-		-
Biological or Cultivated Assets							-		
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Licences and Rights	-	-	-	-	-	-	-		-
Water Rights							-		
Effluent Licenses							-		
Solid Waste Licenses							-		
Computer Software and Applications							-		
Load Settlement Software Applications							-		
Unspecified							-		
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		

Machinery and Equipment		–	–	–	–	–	–	–		–
Machinery and Equipment								–		
Transport Assets		–	–	–	–	–	–	–		–
Transport Assets								–		
Land		–	–	–	–	–	–	–		–
Land								–		
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–		–
Zoo's, Marine and Non-biological Animals								–		
Total Capital Expenditure on renewal of existing assets	1	–	33 876	33 982	1 865	9 900	11 274	1 375	12.2%	–

KZN292 KwaDukuza - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M03 September

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									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		–	38 157	38 157	2 838	4 583	9 539	4 957	52.0%	–
Roads Infrastructure		–	8 897	8 897	428	1 485	2 224	739	33.2%	–
Roads			4 683	4 683	140	1 077	1 171	94	8.0%	
Road Structures							–	–		
Road Furniture			4 214	4 214	288	408	1 054	645	61.2%	
Capital Spares							–	–		
Storm water Infrastructure		–	3 000	3 000	222	223	750	527	70.3%	–
Drainage Collection			3 000	3 000	222	223	750	527	70.3%	
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		–	26 230	26 230	2 168	2 875	6 558	3 683	56.2%	–
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations			2 184	2 184	159	187	546	378	69.3%	
MV Switching Stations							–	–		
MV Networks			24 047	24 047	2 029	2 707	6 012	3 304	55.0%	
LV Networks								–		
Capital Spares								–		
Water Supply Infrastructure		–	–	–	–	–	–	–		–
Dams and Weirs								–		
Boreholes								–		
Reservoirs								–		
Pump Stations								–		
Water Treatment Works								–		
Bulk Mains								–		
Distribution								–		
Distribution Points								–		
PRV Stations								–		
Capital Spares								–		
Sanitation Infrastructure		–	–	–	–	–	–	–		–
Pump Station								–		
Reticulation								–		
Waste Water Treatment Works								–		
Outfall Sewers								–		
Toilet Facilities								–		
Capital Spares								–		
Solid Waste Infrastructure		–	30	30	–	–	8	8	100.0%	–
Landfill Sites								–		
Waste Transfer Stations			30	30			8	8	100.0%	
Waste Processing Facilities								–		
Waste Drop-off Points								–		
Waste Separation Facilities								–		
Electricity Generation Facilities								–		
Capital Spares								–		
Rail Infrastructure		–	–	–	–	–	–	–		–
Rail Lines								–		
Rail Structures								–		
Rail Furniture								–		
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
MV Substations								–		
LV Networks								–		
Capital Spares								–		
Coastal Infrastructure		–	–	–	–	–	–	–		–
Sand Pumps								–		
Piers								–		
Revetments								–		
Promenades								–		
Capital Spares								–		
Information and Communication Infrastructure		–	–	–	–	–	–	–		–
Data Centres								–		
Core Layers								–		
Distribution Layers								–		
Capital Spares								–		
Community Assets		–	1 259	1 259	6	6	315	309	98.1%	–

Community Facilities	–	959	959	6	6	240	234	97.5%	–
Halls		950	950	6	6	238	232	97.5%	
Centres						–	–		
Crèches						–	–		
Clinics/Care Centres						–	–		
Fire/Ambulance Stations						–	–		
Testing Stations						–	–		
Museums		9	9			2	2	100.0%	
Galleries						–	–		
Theatres						–	–		
Libraries						–	–		
Cemeteries/Crematoria						–	–		
Police						–	–		
Purls						–	–		
Public Open Space						–	–		
Nature Reserves						–	–		
Public Ablution Facilities						–	–		
Markets						–	–		
Stalls						–	–		
Abattoirs						–	–		
Airports						–	–		
Taxi Ranks/Bus Terminals						–	–		
Capital Spares						–	–		
Sport and Recreation Facilities	–	300	300	–	–	75	75	100.0%	–
Indoor Facilities						–	–		
Outdoor Facilities		300	300			75	75	100.0%	
Capital Spares						–	–		
Heritage assets	–	–	–	–	–	–	–		–
Monuments							–		
Historic Buildings							–		
Works of Art							–		
Conservation Areas							–		
Other Heritage							–		
Investment properties	–	–	–	–	–	–	–		–
Revenue Generating	–	–	–	–	–	–	–		–
Improved Property							–		
Unimproved Property							–		
Non-revenue Generating	–	–	–	–	–	–	–		–
Improved Property							–		
Unimproved Property							–		
Other assets	–	2 395	2 395	57	88	599	511	85.3%	–
Operational Buildings	–	2 395	2 395	57	88	599	511	85.3%	–
Municipal Offices		2 389	2 389	57	88	597	509	85.3%	
Pay/Enquiry Points						–	–		
Building Plan Offices						–	–		
Workshops						–	–		
Yards		6	6			2	2	100.0%	
Stores						–	–		
Laboratories						–	–		
Training Centres						–	–		
Manufacturing Plant						–	–		
Depots						–	–		
Capital Spares						–	–		
Housing	–	–	–	–	–	–	–		–
Staff Housing							–		
Social Housing							–		
Capital Spares							–		
Biological or Cultivated Assets	–	–	–	–	–	–	–		–
Biological or Cultivated Assets							–		
Intangible Assets	–	–	–	–	–	–	–		–
Servitudes							–		
Licences and Rights	–	–	–	–	–	–	–		–
Water Rights							–		
Effluent Licenses							–		
Solid Waste Licenses							–		
Computer Software and Applications							–		
Load Settlement Software Applications							–		
Unspecified							–		
Computer Equipment	–	320	320	11	14	80	66	82.9%	–
Computer Equipment		320	320	11	14	80	66	82.9%	
Furniture and Office Equipment	–	39	39	5	5	10	5	50.4%	–
Furniture and Office Equipment		39	39	5	5	10	5	50.4%	

Machinery and Equipment		-	2 505	2 505	9	39	626	587	93.7%	-
Machinery and Equipment			2 505	2 505	9	39	626	587	93.7%	
Transport Assets		-	9 902	9 902	450	732	2 476	1 744	70.4%	-
Transport Assets			9 902	9 902	450	732	2 476	1 744	70.4%	
Land		-	-	-	-	-	-	-		-
Land								-		
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals								-		
Total Repairs and Maintenance Expenditure	1	-	54 578	54 578	3 375	5 466	13 644	8 178	59.9%	-

KZN292 KwaDukuza - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M03 September

Description	Ref	2019/20	Budget Year 2020/21							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Depreciation by Asset Class/Sub-class										
Infrastructure		–	64 709	64 709	4 363	13 085	16 177	3 093	19.1%	–
Roads Infrastructure		–	32 502	32 502	2 416	7 248	8 126	877	10.8%	–
Roads			32 502	32 502	2 416	7 248	8 126	877	10.8%	
Road Structures								–		
Road Furniture								–		
Capital Spares								–		
Storm water Infrastructure		–	4 799	4 799	–	–	1 200	1 200	100.0%	–
Drainage Collection			4 799	4 799			1 200	1 200	100.0%	
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		–	27 082	27 082	1 947	5 836	6 770	934	13.8%	–
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations			27 082	27 082	1 947	5 836	6 770	934	13.8%	
MV Switching Stations								–		
MV Networks								–		
LV Networks								–		
Capital Spares								–		
Water Supply Infrastructure		–	–	–	–	–	–	–		–
Dams and Weirs								–		
Boreholes								–		
Reservoirs								–		
Pump Stations								–		
Water Treatment Works								–		
Bulk Mains								–		
Distribution								–		
Distribution Points								–		
PRV Stations								–		
Capital Spares								–		
Sanitation Infrastructure		–	–	–	–	–	–	–		–
Pump Station								–		
Reticulation								–		
Waste Water Treatment Works								–		
Outfall Sewers								–		
Toilet Facilities								–		
Capital Spares								–		
Solid Waste Infrastructure		–	326	326	–	–	82	82	100.0%	–
Landfill Sites			326	326			82	82	100.0%	
Waste Transfer Stations								–		
Waste Processing Facilities								–		
Waste Drop-off Points								–		
Waste Separation Facilities								–		
Electricity Generation Facilities								–		
Capital Spares								–		
Rail Infrastructure		–	–	–	–	–	–	–		–
Rail Lines								–		
Rail Structures								–		
Rail Furniture								–		
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
MV Substations								–		
LV Networks								–		
Capital Spares								–		
Coastal Infrastructure		–	–	–	–	–	–	–		–
Sand Pumps								–		
Piers								–		
Revetments								–		
Promenades								–		
Capital Spares								–		
Information and Communication Infrastructure		–	–	–	–	–	–	–		–
Data Centres								–		
Core Layers								–		
Distribution Layers								–		
Capital Spares								–		
Community Assets		–	15 048	15 048	1 352	4 055	3 762	(293)	-7.8%	–

Community Facilities	–	13 368	13 368	1 341	4 024	3 342	(682)	-20.4%	–
Halls						–	–		
Centres		9 264	9 264	951	2 854	2 316	(538)	-23.2%	
Crèches						–	–		
Clinics/Care Centres						–	–		
Fire/Ambulance Stations						–	–		
Testing Stations						–	–		
Museums		2 394	2 394	292	877	598	(279)	-46.6%	
Galleries						–	–		
Theatres						–	–		
Libraries		770	770	98	293	193	(101)	-52.3%	
Cemeteries/Crematoria		640	640			160	160	100.0%	
Police		70	70			18	18	100.0%	
Parks		146	146			36	36	100.0%	
Public Open Space		76	76			19	19	100.0%	
Nature Reserves						–	–		
Public Ablution Facilities		8	8			2	2	100.0%	
Markets							–		
Stalls							–		
Abattoirs							–		
Airports							–		
Taxi Ranks/Bus Terminals							–		
Capital Spares							–		
Sport and Recreation Facilities	–	1 680	1 680	10	30	420	389	92.6%	–
Indoor Facilities							–		
Outdoor Facilities		1 680	1 680	10	30	420	389	92.6%	
Capital Spares							–		
Heritage assets	–	–	–	–	–	–	–		–
Monuments							–		
Historic Buildings							–		
Works of Art							–		
Conservation Areas							–		
Other Heritage							–		
Investment properties	–	–	–	–	–	–	–		–
Revenue Generating	–	–	–	–	–	–	–		–
Improved Property							–		
Unimproved Property							–		
Non-revenue Generating	–	–	–	–	–	–	–		–
Improved Property							–		
Unimproved Property							–		
Other assets	–	2 424	2 424	214	643	606	(37)	-6.2%	–
Operational Buildings	–	1 903	1 903	144	432	476	44	9.3%	–
Municipal Offices		1 903	1 903	144	432	476	44	9.3%	
Pay/Enquiry Points							–		
Building Plan Offices							–		
Workshops							–		
Yards							–		
Stores							–		
Laboratories							–		
Training Centres							–		
Manufacturing Plant							–		
Depots							–		
Capital Spares							–		
Housing	–	522	522	71	212	130	(81)	-62.3%	–
Staff Housing							–		
Social Housing		522	522	71	212	130	(81)	-62.3%	
Capital Spares							–		
Biological or Cultivated Assets	–	–	–	–	–	–	–		–
Biological or Cultivated Assets							–		
Intangible Assets	–	2 847	2 847	136	408	712	304	42.7%	–
Servitudes							–		
Licences and Rights	–	2 847	2 847	136	408	712	304	42.7%	–
Water Rights							–		
Effluent Licenses							–		
Solid Waste Licenses							–		
Computer Software and Applications		2 847	2 847	136	408	712	304	42.7%	
Load Settlement Software Applications							–		
Unspecified							–		
Computer Equipment	–	1 252	1 252	79	237	313	76	24.3%	–
Computer Equipment		1 252	1 252	79	237	313	76	24.3%	
Furniture and Office Equipment	–	1 304	1 304	61	152	326	174	53.4%	–
Furniture and Office Equipment		1 304	1 304	61	152	326	174	53.4%	

<u>Machinery and Equipment</u>		–	2 864	2 864	209	627	716	89	12.5%	–
Machinery and Equipment			2 864	2 864	209	627	716	89	12.5%	
<u>Transport Assets</u>		–	4 728	4 728	254	763	1 182	419	35.5%	–
Transport Assets			4 728	4 728	254	763	1 182	419	35.5%	
<u>Land</u>		–	–	–	–	–	–	–		–
Land								–		
<u>Zoo's, Marine and Non-biological Animals</u>		–	–	–	–	–	–	–		–
Zoo's, Marine and Non-biological Animals								–		
Total Depreciation	1	–	95 176	95 176	6 658	19 969	23 794	3 825	16.1%	–

KZN292 KwaDukuza - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - M03

Description	Ref	2019/20	Budget Year 2020/21							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class										
Infrastructure		–	20 045	20 045	767	6 767	7 100	333	4.7%	–
Roads Infrastructure		–	13 545	13 545	767	6 767	6 600	(167)	-2.5%	–
Roads			13 545	13 545	767	6 767	6 600	(167)	-2.5%	
Road Structures								–		
Road Furniture								–		
Capital Spares								–		
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		–	6 500	6 500	–	–	500	500	100.0%	–
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations			6 500	6 500			500	500	100.0%	
MV Switching Stations								–		
MV Networks								–		
LV Networks								–		
Capital Spares								–		
Water Supply Infrastructure		–	–	–	–	–	–	–		–
Dams and Weirs								–		
Boreholes								–		
Reservoirs								–		
Pump Stations								–		
Water Treatment Works								–		
Bulk Mains								–		
Distribution								–		
Distribution Points								–		
PRV Stations								–		
Capital Spares								–		
Sanitation Infrastructure		–	–	–	–	–	–	–		–
Pump Station								–		
Reticulation								–		
Waste Water Treatment Works								–		
Outfall Sewers								–		
Toilet Facilities								–		
Capital Spares								–		
Solid Waste Infrastructure		–	–	–	–	–	–	–		–
Landfill Sites								–		
Waste Transfer Stations								–		
Waste Processing Facilities								–		
Waste Drop-off Points								–		
Waste Separation Facilities								–		
Electricity Generation Facilities								–		
Capital Spares								–		
Rail Infrastructure		–	–	–	–	–	–	–		–
Rail Lines								–		
Rail Structures								–		
Rail Furniture								–		
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
MV Substations								–		
LV Networks								–		
Capital Spares								–		
Coastal Infrastructure		–	–	–	–	–	–	–		–
Sand Pumps								–		
Piers								–		
Revetments								–		
Promenades								–		
Capital Spares								–		
Information and Communication Infrastructure		–	–	–	–	–	–	–		–
Data Centres								–		
Core Layers								–		
Distribution Layers								–		
Capital Spares								–		
Community Assets		–	2 678	2 678	218	218	1 040	822	79.0%	–

Community Facilities	–	50	50	–	–	–	–		–
Halls							–		
Centres							–		
Crèches							–		
Clinics/Care Centres							–		
Fire/Ambulance Stations							–		
Testing Stations							–		
Museums							–		
Galleries							–		
Theatres							–		
Libraries							–		
Cemeteries/Crematoria							–		
Police							–		
Purls							–		
Public Open Space		50	50				–		
Nature Reserves							–		
Public Ablution Facilities							–		
Markets							–		
Stalls							–		
Abattoirs							–		
Airports							–		
Taxi Ranks/Bus Terminals							–		
Capital Spares							–		
Sport and Recreation Facilities	–	2 528	2 528	218	218	1 040	822	79.0%	–
Indoor Facilities							–		
Outdoor Facilities		2 528	2 528	218	218	1 040	822	79.0%	
Capital Spares							–		
Heritage assets	–	–	–	–	–	–	–		–
Monuments							–		
Historic Buildings							–		
Works of Art							–		
Conservation Areas							–		
Other Heritage							–		
Investment properties	–	–	–	–	–	–	–		–
Revenue Generating	–	–	–	–	–	–	–		–
Improved Property							–		
Unimproved Property							–		
Non-revenue Generating	–	–	–	–	–	–	–		–
Improved Property							–		
Unimproved Property							–		
Other assets	–	2 600	2 600	–	–	300	300	100.0%	–
Operational Buildings	–	2 600	2 600	–	–	300	300	100.0%	–
Municipal Offices		2 600	2 600			300	300	100.0%	
Pay/Enquiry Points							–		
Building Plan Offices							–		
Workshops							–		
Yards							–		
Stores							–		
Laboratories							–		
Training Centres							–		
Manufacturing Plant							–		
Depots							–		
Capital Spares							–		
Housing	–	–	–	–	–	–	–		–
Staff Housing							–		
Social Housing							–		
Capital Spares							–		
Biological or Cultivated Assets	–	–	–	–	–	–	–		–
Biological or Cultivated Assets							–		
Intangible Assets	–	–	–	–	–	–	–		–
Servitudes							–		
Licences and Rights	–	–	–	–	–	–	–		–
Water Rights							–		
Effluent Licenses							–		
Solid Waste Licenses							–		
Computer Software and Applications							–		
Load Settlement Software Applications							–		
Unspecified							–		
Computer Equipment	–	–	–	–	–	–	–		–
Computer Equipment							–		
Furniture and Office Equipment	–	–	–	–	–	–	–		–
Furniture and Office Equipment							–		

Machinery and Equipment		–	–	–	–	–	–	–		–
Machinery and Equipment								–		
Transport Assets		–	–	–	–	–	–	–		–
Transport Assets								–		
Land		–	–	–	–	–	–	–		–
Land								–		
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–		–
Zoo's, Marine and Non-biological Animals								–		
Total Capital Expenditure on upgrading of existing assets	1	–	25 223	25 223	985	6 985	8 440	1 455	17.2%	–

KWADUKUZA
MUNICIPALITY

2.9 MUNICIPAL MANAGER'S QUALITY CERTIFICATE

KWADUKUZA
MUNICIPALITY

2020/21 FIRST QUARTER BUDGET AND PERFORMANCE ASSESSMENT

QUALITY CERTIFICATE

I, Mr NJ Mdakane, Municipal Manager of KwaDukuza Municipality, hereby certify that the First Quarter Budget and Performance Assessment and supporting documentation have been prepared in accordance with the Municipal Finance Management Act, No 56 of 2003 and the regulations made under that Act.

MR NJ MDAKANE

Municipal Manager of KwaDukuza Municipality

Signature: ____________________

Date: ____________________

KWADUKUZA
MUNICIPALITY

2020/21 FIRST QUARTER BUDGET ASSESSMENT

QUALITY CERTIFICATE

I, Mr NJ Mdakane, Municipal Manager of KwaDukuza Municipality, hereby certify that the First Quarter Budget Assessment and supporting documentation have been prepared in accordance with the Municipal Finance Management Act, No 56 of 2003 and the regulations made under that Act.

MR NJ MDAKANE

Municipal Manager of KwaDukuza Municipality

Signature ______________

Date: 12/10/2020