



**MEMBERS:**

**Councillors :** RZP Zulu (Speaker), NR Mthembu (Mayor), G Govender (Deputy Mayor), DW Ndimande, OL Nhaca, NR Khumalo, JA Vallan, JS Phahla, TV Ntuli, V Govender, ME Ngidi, IP Dube, GJ Van Whye, GZ Mngomezulu, NJ Mpanza, H Mbatha, R Singh, SW Ntuli, ME Zungu, LAE Yingwana, M Suleman, MS Mhlongo, TT Dube, NP Dube, CD Mthembu, VV Shezi, IT Nxumalo, M Ndlela, NR Shezi, TS Ngidi, PB Mabaso, SMR Mfeka, BI Dindi, EB Majola, SL Cele, N Qwabe, MS Sing, MW Hubner, AL Sahadew, TK Gumede, T Colley, V Pillay, TP Du Toit, S Naidoo, M Naidoo, AL Nzama, P Naidoo, JLT Sibiya, MSCM Motala, N Dasrath, AM Baardman, EM Kolia, DH Mthembu, LI Mthembu, T Nkosi, CM Ntleko and MM Madlala

**Traditional Leaders:** MB Cele, HK Dube, V Mathonsi, AM Zulu, DZ Gumede, IL Magwaza and VN Mthembu.

**Officials:** Executive Directors, Chief Operations Officer, Directors, Head IGR/Mayoral affairs, Manager Admin/Council/PM, Chief Risk Officer, Chief Fire Officer, Head of SCM, Senior Manager: Legal, and Assistant Manager PM&E/Back to Basics

## **NOTICE OF COUNCIL MEETING**

### **26 JULY 2018**

Notice is given that a **MEETING** of the **KWADUKUZA COUNCIL** will be held at the **COUNCIL CHAMBER, KWADUKUZA,** on **THURSDAY, 26 JULY 2018,** **COMMENCING AT 09H00.**



**N J MDAKANE**  
**MUNICIPAL MANAGER**  
**DATE: 18/07/2018**

### **AGENDA**

1. Prayer
2. Notice convening the meeting
3. **Signing of Attendance Register:**  
*(Councillors and Officials please note that the Attendance Register must be signed, failing which Councillors will be marked absent from the meeting. Councillors please fill in the time of arrival as this is an audit requirement).*

**Rules & Procedures:**

**"12. (7) Attendance at Council/Committee Meetings and Attendance Register**

**KWADUKUZA MUNICIPALITY****DEPT: FINANCE****C 1131****COUNCIL: 26/07/2018**

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**SUBJECT:** Fourth Quarter Budget & Performance Assessment**PURPOSE:**

To table the 2017/2018 fourth quarter operational and capital budget assessment.

**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

ACTING CHIEF FINANCIAL OFFICER

EDs

BUDGET & TREASURY OFFICE

EXTENDED MANCO

**Recommendations****RESPONSIBLE OFFICIAL**

- **THAT** the June 2017/18 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.
- **THAT** the report be submitted timeously to National Treasury, Provincial Treasury and other organ of state as per the requirement of No. 32141 GOVERNMENT GAZETTE, 17 APRIL 2009.
- **THAT** the June 2017/18 Section 71(1) Monthly Budget Assessment Statement be tabled before Council.
- **THAT** the report be tabled in terms of S52(D) of the MFMA, Act No. 56 of 2003
- **THAT** the attached Provincial Treasury high level assessment report for approved 2018/2019 budget be noted.
- **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).

**Contact Person**

**: NJ MDAKANE (MUNICIPAL MANAGER)**

**S.M. RAJCOOMAR (CHIEF FINANCIAL OFFICER)**

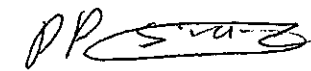
**A. NUNKUMAR (DIRECTOR BUDGETS & COMPLIANCE)**

**Author**

**S. CUNDASAMY (BUDGET ANALYST)**

**S. NGIDI (ACTING MANAGER BUDGET)**

**APPROVED / COMMENTS**



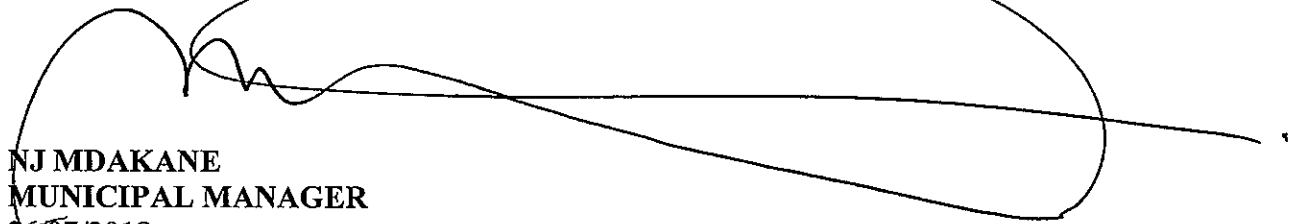
**A NUNKUMAR  
DIRECTOR BUDGETS & COMPLIANCE  
26/07/2018**

**APPROVED / COMMENTS**



**A NUNKUMAR  
ACTING CHIEF FINANCIAL OFFICER  
26/07/2018**

**APPROVED / COMMENTS**



**NJ MDAKANE  
MUNICIPAL MANAGER  
26/07/2018**



**2017/18**

**SECTION 52(D) FOURTH QUARTER  
BUDGET AND PERFORMANCE  
ASSESSMENT REPORT**

**CONTENTS:****PART 1**

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- 1.2 RESOLUTIONS**
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- 2.1 DEBTORS ANALYSIS**
- 2.2 CREDITORS ANALYSIS**
- 2.3 INVESTMENT PORTFOLIO ANALYSIS**
- 2.4 ALLOCATION AND GRANT RECEIPTS AND  
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- 2.5 COUNCILLOR AND BOARD MEMBER ALLOWANCES AND  
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- 2.6 MATERIAL VARIANCES TO THE SERVICE DELIVERY AND  
BUDGET IMPLEMENTATION PLAN**
- 2.7 CAPITAL PROGRAMME PERFORMANCE**
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- 2.9 MUNICIPAL MANAGERS QUALITY CERTIFICATION**



## 1.1 MAYORS REPORT

## MAYORS REPORT TO BE TABLED



## 1.2 RESOLUTIONS

***Fourth 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 June 2017/18 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.
2. **THAT** the report be submitted timeously to National Treasury, Provincial Treasury and other organ of state as per the requirement of No. 32141 GOVERNMENT GAZETTE, 17 APRIL 2009.
3. **THAT** the June 2017/18 Section 71(1) Monthly Budget Assessment Statement be tabled before Council.
4. **THAT** the report be tabled in terms of S52(D) of the MFMA, Act No. 56 of 2003
5. **THAT** the attached Provincial Treasury high level assessment report for approved 2018/2019 budget be noted.
6. **THAT** Council NOTES the withdrawals from bank account, attached under 'Supporting Documents' in the report, in terms of Municipal Finance Management Act, Sec 11 (4).



## 1.3EXECUTIVE SUMMARY

## OPERATING BUDGET

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

	2016/2017	2017/2018	2017/2018	ACTUALS AS AT 31/03/2018
	BUDGETED	BUDGETED	VARIANCE	
Total Revenue	1,455,675	1,428,902	1,428,902	1,397,925
Total Expenditure	1,453,584	1,425,967	1,425,967	1,228,405
<b>Operating Surplus</b>	<b>2,091</b>	<b>2,935</b>	<b>2,935</b>	<b>169,520</b>
Transfers recognised - capital	81,315	79,840	79,840	64,469
Contributions recognised - capital	0	19,179	19,179	8,018
<b>Surplus for the year</b>	<b>83,406</b>	<b>101,955</b>	<b>101,955</b>	<b>242,008</b>

The Fourth Quarter Budgeted Operating Revenue for the 2017/2018 financial year was R1, 428, 9m. As per the Fourth quarter assessment the actual revenue billed and/or collected to date is R1, 397, 9m. The negative variance of approximately R31m or 2% is noted as at the end of the quarter under review.

The Fourth Quarter Budgeted Operating Expenditure for the 2017/2018 financial year was R1, 425.9m. As per the Fourth Quarter assessment the actual expenditure to date is R1, 228, 4m. A negative variance of R197, 6m or 14% has resulted in the fourth quarter of 2017/2018 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) - M12 June

Description	Ref	2016/17	Budget Year 2017/18							
		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		346,902	403,343	399,023	36,464	403,204	399,023	4,181	1%	399,023
Service charges - electricity revenue		695,210	722,822	718,211	4,797	679,574	718,211	(38,636)	-5%	718,211
Service charges - refuse revenue		48,403	64,748	49,822	2,788	57,437	49,822	7,616	15%	49,822
Rental of facilities and equipment		997	1,062	1,074	6	1,589	1,074	515	48%	1,074
Interest earned - external investments		32,512	23,628	27,013	4,681	28,681	27,013	1,669	6%	27,013
Interest earned - outstanding debtors		5,573	6,200	6,950	(87)	5,231	6,950	(1,719)	-25%	6,950
Fines, penalties and forfeits		31,577	34,117	36,617	891	13,898	36,617	(22,719)	-62%	36,617
Licences and permits		93	195	195	21	200	195	5	3%	195
Agency services		8,744	9,200	9,200	824	10,899	9,200	1,699	18%	9,200
Transfers and subsidies		130,511	148,452	146,829	(6,335)	142,473	146,829	(4,356)	-3%	146,829
Other revenue		67,948	41,907	33,970	10,927	54,738	33,970	20,768	61%	33,970
Gains on disposal of PPE		4,908			-			-		
Total Revenue (excluding capital transfers and contributions)		1,373,376	1,455,675	1,428,902	54,977	1,397,925	1,428,902	(30,977)	-2%	1,428,902
Expenditure By Type										
Employee related costs		320,464	359,321	344,827	23,788	327,834	344,827	(16,993)	-5%	344,827
Remuneration of councillors		18,910	23,146	23,146	4,281	27,031	23,146	3,885	17%	23,146
Debt impairment		18,275	33,160	33,160	14,533	14,532	33,160	(18,627)	-56%	33,160
Depreciation & asset impairment		63,434	82,499	82,499	5,646	60,393	82,499	(22,107)	-27%	82,499
Finance charges		24,515	28,477	26,352	10,527	23,103	26,352	(3,249)	-12%	26,352
Bulk purchases		552,551	568,612	590,847	43,092	505,370	590,847	(85,477)	-14%	590,847
Other materials		68,820	43,468	40,995	1,355	28,994	40,995	(12,001)	-29%	40,995
Contracted services		29,171	31,764	139,455	19,865	147,026	139,455	7,572	5%	139,455
Transfers and subsidies		26,504	46,746	750	26	728	750	(22)	-3%	750
Other expenditure		164,537	236,391	143,937	8,769	93,394	143,937	(50,543)	-35%	143,937
Loss on disposal of PPE		9,062						-		
Total Expenditure		1,296,244	1,453,584	1,425,967	131,883	1,228,405	1,425,967	(197,562)	-14%	1,425,967
Surplus/(Deficit)		77,132	2,091	2,935	(76,906)	169,520	2,935	166,585	0	2,935
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		81,469	81,315	79,840	8,770	64,469	79,840	(15,371)	(0)	79,840
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatbns, Higher Educational Institutions)				19,179	8,018	8,018	19,179	(11,161)	(0)	19,179
Transfers and subsidies - capital (in-kind - all)								-		
Surplus/ (Deficit) for the year		158,601	83,406	101,955	(60,117)	242,008	101,955			101,955

## **DISCUSSION**

### **REVENUE**

The Fourth Quarter Budgeted Operating Revenue for the 2017/2018 was R1, 428,9b. The actual revenue recognised as at 30 June 2018 amounts to R1, 397,9b which implies that we have realised a negative variance of approximately R31m in revenue.

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

**The council to note that, in order for the variances to be discussed it has to meet the criteria of being R1m and upwards and being 5 per cent upwards simultaneously.**

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

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

- Service charges - refuse revenue shows a positive variance of R7, 6m as at 30 June 2018. The positive variance is due to the increase in refuse collection from the various areas within the municipality and therefore billings have increased. Should this trend continue this will be to the benefit of municipal revenue and will be assisting in ensuring that the financial sustainability of the municipality is maintained.

#### ***Interest earned-external investment***

- The interest earned-external investment reflects a positive variance of R1, 7m as at the end of the fourth quarter. This positive variance is as a result of low expenditure on the capital projects funded internally which subsequently led to additional funds being maintained in the investment account of the municipality.
- As a result more interest is being received than anticipated.

### ***Agency services***

- Agency services revealed a positive variance of R1, 7m as at the end of June 2018. This positive variance is as a result of additional driver's licenses and motor licensing issued than anticipated.
- It is expected that this trend will continue even on the new financial year which will subsequently improve the cash flow of the municipality.

### ***Other revenue***

- "Other revenue" reflects a R20, 8m positive variance as at 30 June 2018. This positive variance is as a result of the following two main reasons, firstly general suspense sundry debtor contra that amount to R12, 9m which is a balance sheet movement item that was recognised as revenue. Therefore on the item level it is reflected as part of revenue instead of a balance sheet account.
- Secondly the high recognition of demand based contribution revenue than anticipated.
- The municipality budgeted R11m from this line item however the output shows R21m.

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

### ***Service charges - electricity revenue***

- The Service charges - electricity revenue reflects an underperformance of R38, 6m as at the end of the fourth quarter, this variance is as a result of June Billing which at the time of reporting was not captured on the financial system.
- The billing is done on the 7<sup>th</sup> of every month while the section 71 report is based on the figures as at the end of the month and as a result the June billing has not been accounted for.
- However on an average billing, the Service charges - electricity revenue seems to be performing very well.

***Fines, penalties and forfeits***

- The unfavourable variance of R22, 7m 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 and the journal will be captured on the financial system upon the finalisation of the annual financial statements. As a result the variance is anticipated to be eliminated once the journal is captured.
- The estimated year end journal for Fines to be recognised amounts to R 19m.

***Transfers and subsidies***

- Transfers and subsidies reflects a negative variance of R4, 4m as at the end of June 2018. This variance is as a result of housing accreditation grant claim being less than the amount that was anticipated to be paid out to the Municipality by Department of Human Settlement due to lower capital expenditure by the KwaDukuza Municipality on housing projects.
- The council to note that Operational cost is calculated at 4% of the Capital expenditure (an amount paid out for Housing projects).

## **EXPENDITURE**

The Fourth Quarter Budgeted Operating Expenditure for 2017/2018 financial year was R1 426, 0b. The actual expenditure recognised as at the end of the period under review was R1 228, 4b which implies that the municipality has realised a negative variance of approximately R197, 6m 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:

**The council to note that, in order for the variances to be discussed it has to meet the criteria of being R1m upwards and being 5 per cent upwards simultaneously.**

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

- The employee related costs reflects a negative variance or savings of almost R17, 0m as at the end of the June 2018. Unfilled budgeted vacant posts, unexpected payroll exits (resignations), and deaths are the main contributing factors to this negative variance or savings.
- The council is however to note that as much as the municipality reflects a savings it is vital to balance these savings with need to ensure service delivery reaches our communities.
- As result this variance is anticipated to be reduce in 2018 /2019 financial year as most of the critical posts will be required to be filled to ensure uninterrupted service delivery to the community at large within the municipality.
- The overtime and standby allowance from the 11<sup>th</sup> to the 30<sup>th</sup> is still to be accounted for. As a result this will increase the salary cost by approximately R4m.

### ***Remuneration of councillors***

- Council remuneration shows R3, 9m over expenditure as at the end of June 2018.
- In consultation with Salary section this over expenditure is as a result of error during the capturing process of salary journal and it will be corrected prior to the finalisation of the annual financial statements. As a result this variance is anticipated to be eliminated once this error corrected.

- The payroll system and Munsoft system is currently not yet integrated but the HR and Payroll section is working on the matter and the provisional date for implementation is September 2018 pay cycle. As a result no errors are anticipated post the implementation of this integration.

#### ***Debt impairment***

- Debt impairment shows R18, 6m under expenditure as at the end of the period under review. Included in the debt impairment is the expenditure related to bad debts written off, contribution to bad debt provision and provision for fines.
- The main contributing factors to this variance is the bad debt provision which is required in terms GRAP. This is calculated at the end of the financial year prior to the finalisation of AFS. A similar principle is applied to the provision for fines.
- It must be noted that both of the above transactions are a GRAP requirement and as a result the variance in this line item is anticipated to be eliminated upon the finalisation of the AFS.

#### ***Depreciation & asset impairment***

- The depreciation and asset impairment reflects a negative variance of R22, 1m as at 30 June 2018. The variance is as a result of lower than expected spending on the capital budget and delays in completing the prior year's projects which had a delay on the capitalisation and subsequent depreciation of the assets. (Depreciation commences once an asset is complete)
- The other contributing factors 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 reduce once the impairment journal is finalised and captured on the financial system.

#### ***Finance charges***

- The finance charges revealed a negative variance of R3, 2m as at the end of June 2018. This variance is as a result of interest budget related to the loan which was intended to fund the KwaDukuza substation which the municipality did not take up, as a result R3, 2m has been saved by the municipality.

### ***Bulk purchases***

- Bulk purchases revealed an “underspending” of R85, 5m as at 30 June 2018. This variance is as a result of June billing not yet captured on the financial system. The June billing is R62m as a result the municipality is expected to reflect a saving from this expenditure line item which will subsequently contribute positively in maintaining the financial sustainability of the municipality.

### ***Other materials***

- Other materials reflects an underspending of R12, 0m as at the end of June 2018. This negative variance is as a result of reallocation of item segment between Other Materials, Contracted Services and Other Expenditure to comply with mSCOA chart, as a result the variance is anticipated to remain due to this reallocation.
- The council to note that, the first year of mSCOA implementation has resulted in a lot of new interpretation more particular on the item segment level. As a result during the adjustment budget municipality was required to amend various line items to be in compliance with requirements of mSCOA. However going into 2018/2019 financial year, variances as a result of interpretation of item segment are anticipated to be very minimal.

### ***Contracted services***

- Contracted services show an over spending of R7, 6m as at the end of June 2018. This overspending is as a result of reallocation of item segment between Other Materials, Contracted Services and Other Expenditure to comply with mSCOA chart as a result the variance is anticipated to remain due to this reallocation. The council to note that this overspending does not mean there is any line item that has been overspent as it only affects the item level. As a result no unauthorised expenditure incurred as a result of this reallocation of items.

***Other expenditure***

- The other expenditure category reflects an under spending of R50, 5m as at the end of June 2018.
- The main reason for the variance is the reallocation of item segment between Other Materials, Contracted Services and Other Expenditure to comply with the mSCOA chart. As a result the variance is anticipated to remain due to this reallocation.
- The other reason for this variance relate to those journals that are technically required in terms of GRAP. These are normally undertaken upon the finalisation of AFS and there are currently under the process. As a result the variance is expected to be eliminated once those journals are captured on the financial system prior to the finalisation of AFS.

## 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:

- The 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 230,8m as a capital budget in the current financial year. In terms of S28 of the MFMA, the budget was amended to R224m at the end of February, with the majority of the funding being allocated towards electrical upgrades, road infrastructure projects and community recreational facilities.

With the Municipality receiving R10m additional MIG funding, a 2<sup>nd</sup> Adjustment Budget was tabled to Council on the 23<sup>rd</sup> May 2018. Taking the additional funding into account as well as projects that were considered for roll-over during the 18/19 Budget Process, the budget was adjusted to R217, 7m.

The capital expenditure report is based on Table C5 which is a format required by National Treasury and it 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) - Q4

Vote Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Funded by:										
National Government		78,796	59,934	27,241	8,402	10,661	27,241	(16,581)	-61%	27,241
Provincial Government		57		191	-	191	191	-		191
District Municipality				-			-	-		-
Other transfers and grants				15,340	1,591	7,636	15,340	(7,704)	-50%	15,340
Transfers recognised - capital		78,854	59,934	42,772	9,993	18,488	42,772	(24,284)	-57%	42,772
Public contributions & donations	5	3,558	21,381	-		-	-	-		-
Borrowing	6	-	12,186	2,186		-	2,186	(2,186)	-100%	2,186
Internally generated funds		182,195	137,343	172,804	32,577	120,547	172,804	(52,256)	-30%	172,804
Total Capital Funding		264,606	230,844	217,762	42,570	139,036	217,762	(78,726)	-36%	217,762

### Capital Budget Funding

#### Utilisation of Grants

- The capital grant allocation for the financial year is R 79, 840m with R61, 557m MIG, R18, 091m INEP and R191k Beach Rehabilitation Grant.
- As at 30 October 2017, the Civil Business Unit had spent 100% of the MIG allocation for this financial year, however the claims of R52m MIG expenditure was for prior year projects and could not be incorporated into the current year budget. The business unit had met with COGTA in November 2017, to request for additional MIG funding for current year project implementation. The request was met with a favourable response and the Municipality has subsequently received R10m additional MIG funding on the 26<sup>th</sup> March 2018.

- The amendment to funding on the Capital Budget was adjusted accordingly in terms of S28 of the MFMA in a second Adjustments Budget. The Civil Business Unit has spent R 62,562m which is the 100% MIG allocation.
- The Municipality's roll-over application for the R8, 091m INEP grant was successful and the increased allocation was accounted for in the February Adjustment Budget. However, the business unit has shown poor performance on the grant, reflecting only R2, 1m expenditure to date. The possibility there in lies that the Municipality may lose the balance of the roll-over grant, as Treasury may not approve a roll-over of an existing rolled-over grant.

### ***Council Funding***

- There is under-spending of approximately 30% as at end June 2018 in the Council/Internal funding as expenditure on the Capital Budget has significantly dropped from previous financial years. To date the Municipality has only spent 64% of its total Capital Budget.

### ***Borrowings***

- A R2, 186m ABSA loan has been budgeted for. The loan was taken up in past financial years, with the loan being utilized to fund the development of a Testing Station. The Community Safety Business Unit is currently in the process of procuring the land for the development. The loan will be fully spent in the 2018/19 financial year.

<b>EXPENDITURE PER STANDARD CLASSIFICATION</b>
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- 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 139 million as at the end of the 2017/18 financial year. The actual expenditure resulted in a negative variance of 36% from its target.

## KZN292 KwaDukuza - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Q4

Vote Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>Capital Expenditure - Functional Classification</b>										
<i>Governance and administration</i>		13,920	23,540	26,856	2,671	21,333	26,856	(5,523)	-21%	26,856
Executive and council		10,979	1,500	-	-	-	-	-		-
Finance and administration		2,941	22,040	26,856	2,671	21,333	26,856	(5,523)	-21%	26,856
Internal audit		-	-	-	-	-	-	-		-
<i>Community and public safety</i>		32,399	55,247	41,533	11,434	41,428	41,533	(105)	0%	41,533
Community and social services		26,924	30,080	24,745	9,099	29,295	24,745	4,550	18%	24,745
Sport and recreation		3,990	20,621	14,424	2,314	11,776	14,424	(2,648)	-18%	14,424
Public safety		917	1,546	364	21	357	364	(7)	-2%	364
Housing		569	3,000	2,000	-	-	2,000	(2,000)	-100%	2,000
Health			-	-		-	-	-		-
<i>Economic and environmental services</i>		181,519	90,241	95,132	27,551	60,859	95,132	(34,273)	-36%	95,132
Planning and development		162	1,400	-		-	-	-		-
Road transport		181,357	88,841	95,132	27,551	60,859	95,132	(34,273)	-36%	95,132
Environmental protection			-	-	-	-	-	-		-
<i>Trading services</i>		36,768	61,816	54,241	914	15,416	54,241	(38,825)	-72%	54,241
Energy sources		36,567	61,036	53,317	914	14,830	53,317	(38,488)	-72%	53,317
Water management			-	-	-	-	-	-		-
Waste water management			-	-	-	-	-	-		-
Waste management		201	780	924	-	586	924	(338)	-37%	924
<i>Other</i>			-	-	-			-		-
Total Capital Expenditure - Functional Classification	3	264,606	230,844	217,762	42,570	139,036	217,762	(78,726)	-36%	217,762

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

In terms of Functional classification the R21,3m expenditure reflected is from the following departments within the respective business units:-

- **Corporate Services Business Unit**– Administration and Information Technology – R1, 140k. Only R354k of a R1m budget was spent on Office Furniture & Equipment. The SCM delays have resulted in the amount of R800k to be included in the 18/19 financial year to continue the procurement process. R692k of R1, 280m budget has been spent on PC & Printers. The tender for the purchase of IT Equipment is being finalised in the current financial year and R 1,650m has been allocated for this multi- year project.
- **Finance Business Unit**– R4, 752m spent at year end for the Renovations to the Finance Building. The business unit has achieved a 97% capital expenditure at year end. An accrual payment of R70k has been processed and will increase expenditure to approximately 99%.
- **Civil Engineering Business Unit** – Civic Buildings – R15, 440m. The Ballito Civic Building has been completed, with occupation taking place in May 2018. The R2, 7m unspent budget is relates to the Laviopierre Building Extension, with R3, 048m currently being spent. The project is on-going and expenditure will continue into the 2018/19 financial year.
- **Electrical Engineering Business Unit** – Workshop - R0k – R1, 440m unspent to date. R1, 3m had been allocated for the purchase of vehicles – R800k for Traffic Vehicles, R300k for an Electrical van and R250k for a light delivery vehicle for the local economic development unit. The budget was adjusted in February to cater for the purchase of these vehicles, and processes were in place for procurement to occur in the last quarter, however due to delays in fleet procurement, the budget remains unspent at year end.

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

In terms of Functional classification the R41,4m expenditure reflected is from the following departments within the respective business units:-

### **Community & Social Services**

- **Community Services & Public Amenities** – R 29,295m expenditure reflected which is in terms of Community Halls – R 491k, Cemeteries – R 27,982m, Disaster Management – R47,6k and Crèche's – R 786k.
- The expenditure of R27, 982m under Cemeteries is mainly for the Development of Vlakspruit Cemetery in Ward 7. With the business unit fast tracking phase 3 project implementation, the budget allocation was insufficient and required a virement of funds to the value of R3,9m. The item noting the virement and reasons thereof will be presented to the next Council meeting.
- Funds were identified from the Testing Station Land Purchase vote.
- The reason for fast tracking phase 3 of this multi-year project was to ensure that the irregular expenditure as a result of the appointment of turn-key contractors will not be carried forward to the new financial year. Phase 4 of Vlakspruit Cemetery will commence once proper SCM processes are followed.

### **Sports & Recreation**

- **Community Services & Public Amenities** – R11, 776m expenditure reflected which is in terms of Parks & Gardens R 511k, R10, 935m for the Upgrade to Recreational Facilities and R 317k for Marine Safety machinery & equipment purchases.

### **Public Safety**

- R357k expenditure related to the Fire & Emergency department under Community Safety Business unit. Emergency Equipment and a Generator was procured for the business unit.

## **Housing**

- Unspent budget allocation of R2m under the Civil Engineering Business Unit for the Renovations to Compounds. An appointment letter has been issued and the project will be implemented upon acceptance and signing of contract.

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

In terms of Functional classification the R60,859m expenditure reflected is from the following departments within the respective business units:-

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

- Reflects R60, 470m expenditure under the Civil Engineering Business Unit, with a R 27,7m unspent budget. During the Final 2018/19 Budget Process, the business unit anticipated slow expenditure on the following projects and rolled over budgets to cater for these projects:-
  - ✓ Commuter Shelters – R 2,2m
  - ✓ Ballito Business Park Upgrade – R7m
  - ✓ Groutville Community Hall – R3,8m
  - ✓ Mdlebeni Community Hall – R1,289m
  - ✓ Driefontein Community Hall – R970k
  - ✓ Hlalanathi Roads Upgrading – R3,1m
  - ✓ Lindelani Crèche – R2,578m
  - ✓ Khalafukwe Crèche – R339k
- Reasons for the delays have been sighted as slow SCM processes, cancellation of contractor appointments and slow progress of certain contractors on project implementation.
- As discussed earlier in the report, the MIG allocation has been fully utilised but majority of the spending is related to prior year projects. The 2017/18 projects that reflected MIG funding were revised accordingly in terms of S28 of the MFMA. The R10m additional MIG was also accounted for in terms of a 2<sup>nd</sup> Adjustment Budget.

**Road Transport – Law Enforcement** – reflects expenditure of R388k, with R252k unspent budget.

The expenditure is in relation to:-

- ✓ Bullet proof vests
- ✓ Firearms
- ✓ Portable Radios
- ✓ Video Camera

**Road Transport – Vehicle Testing** - reflects nil expenditure for the year. The vehicle and testing station land purchase has been budgeted for in the new financial year.

### ***Trading Services***

In terms of Functional classification the R15,416m expenditure reflected is from the following departments within the respective business units:-

**Energy Sources** - The Electrical Engineering Business unit reflects expenditure of R14, 830m from a budget allocation of R53, 317m. With majority of the projects at the tender stage, it was anticipated that a poor capital expenditure performance would be reflected by year-end. The Electrical Business unit have considered projects for roll-over into the 2018/19 financial year.

The budget allocation for the new financial year is R150m with R60 loan funding for the New Dukuza Substation and R 14,9m INEP grant allocation.

However of the R18, 091m INEP 2017/18 grant allocation, only R2, 1m has been spent. The INEP grant had been allocated to the following projects:

- Electrification of Groutville Priority 2 Projects
- Driefontein Projects
- Steve Biko
- Etete
- KwaDukuza Infills

Electrification infrastructure for the above projects can only be installed once beneficiaries have occupied dwellings, hence the delay on spending of the grant.

**Waste Management** – expenditure of R 586k for the Drop-Off Centre, Recycling and purchase of an Industrial Pressure Machine. The budget for the Weight Bridge project was rolled over to the 2018/19 financial year as a result of non-sitting of the bid committees to finalise evaluation of tender specifications.



## **1.4 IN YEAR BUDGET STATEMENT TABLES**

*In year budget statement tables*

Due to the legislated formats required for the Fourth 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 Fourth 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 - Q4 Fourth Quarter

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	346,902	403,343	399,023	36,464	403,204	399,023	4,181	1%	399,023
Service charges	743,612	787,571	768,032	7,586	737,012	768,032	(31,021)	-4%	768,032
Investment revenue	32,512	23,628	27,013	4,681	28,681	27,013	1,669	6%	27,013
Transfers and subsidies	130,511	148,452	146,829	(6,335)	142,473	146,829	(4,356)	-3%	146,829
Other own revenue	119,839	92,681	88,005	12,581	86,555	88,005	(1,451)	-2%	88,006
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>1,373,376</b>	<b>1,455,675</b>	<b>1,428,902</b>	<b>54,977</b>	<b>1,397,925</b>	<b>1,428,902</b>	<b>(30,977)</b>	<b>-2%</b>	<b>1,428,902</b>
Employee costs	320,464	359,321	344,827	23,788	327,834	344,827	(16,993)	-5%	344,827
Remuneration of Councillors	18,910	23,146	23,146	4,281	27,031	23,146	3,885	17%	23,146
Depreciation & asset impairment	63,434	82,499	82,499	5,646	60,393	82,499	(22,107)	-27%	82,499
Finance charges	24,515	28,477	26,352	10,527	23,103	26,352	(3,249)	-12%	26,352
Materials and bulk purchases	621,371	612,080	631,841	44,448	534,364	631,841	(97,478)	-15%	631,841
Transfers and subsidies	26,504	46,746	750	26	728	750	(22)	-3%	750
Other expenditure	221,046	301,315	316,552	43,167	254,953	316,552	(61,599)	-19%	316,552
<b>Total Expenditure</b>	<b>1,296,244</b>	<b>1,453,584</b>	<b>1,425,967</b>	<b>131,883</b>	<b>1,228,405</b>	<b>1,425,967</b>	<b>(197,562)</b>	<b>-14%</b>	<b>1,425,967</b>
<b>Surplus/(Deficit)</b>	<b>77,132</b>	<b>2,091</b>	<b>2,935</b>	<b>(76,906)</b>	<b>169,520</b>	<b>2,935</b>	<b>166,585</b>	<b>5675%</b>	<b>2,935</b>
Transfers and subsidies - capital (monetary allocations)	81,469	81,315	79,840	8,770	64,469	79,840	(15,371)	-19%	79,840
Contributions & Contributed assets	-	-	19,179	8,018	8,018	19,179	(11,161)	-58%	19,179
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>158,601</b>	<b>83,406</b>	<b>101,955</b>	<b>(60,117)</b>	<b>242,008</b>	<b>101,955</b>	<b>140,053</b>	<b>137%</b>	<b>101,955</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>158,601</b>	<b>83,406</b>	<b>101,955</b>	<b>(60,117)</b>	<b>242,008</b>	<b>101,955</b>	<b>140,053</b>	<b>137%</b>	<b>101,955</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>264,606</b>	<b>230,844</b>	<b>217,762</b>	<b>42,570</b>	<b>139,036</b>	<b>217,762</b>	<b>(78,726)</b>	<b>-36%</b>	<b>217,762</b>
Capital transfers recognised	78,854	59,934	42,772	9,993	18,488	42,772	(24,284)	-57%	42,772
Public contributions & donations	3,558	21,381	-	-	-	-	-	-	-
Borrowing	-	12,186	2,186	-	-	2,186	(2,186)	-100%	2,186
Internally generated funds	182,195	137,343	172,804	32,577	120,547	172,804	(52,256)	-30%	172,804
<b>Total sources of capital funds</b>	<b>264,606</b>	<b>230,844</b>	<b>217,762</b>	<b>42,570</b>	<b>139,036</b>	<b>217,762</b>	<b>(78,726)</b>	<b>-36%</b>	<b>217,762</b>
<b>Financial position</b>									
Total current assets	582,815	470,477	560,931		648,616				560,931
Total non current assets	2,035,114	2,205,299	2,170,323		2,112,844				2,170,323
Total current liabilities	292,582	290,621	310,872		292,554				310,872
Total non current liabilities	344,755	370,826	357,015		251,899				357,015
<b>Community wealth/Equity</b>	<b>1,980,591</b>	<b>2,014,329</b>	<b>2,063,366</b>		<b>2,217,007</b>				<b>2,063,366</b>
<b>Cash flows</b>									
Net cash from (used) operating	203,831	196,436	80,004	4,364	258,247	80,004	(178,243)	-223%	80,004
Net cash from (used) investing	(83,054)	(230,790)	(154,208)	(44,724)	(129,565)	(154,208)	(24,643)	16%	(154,208)
Net cash from (used) financing	(13,509)	2,187	(6,028)	(3,155)	(7,508)	(6,028)	1,480	-25%	(6,028)
<b>Cash/cash equivalents at the month/year end</b>	<b>270,209</b>	<b>320,296</b>	<b>189,977</b>	<b>-</b>	<b>391,383</b>	<b>189,977</b>	<b>(201,406)</b>	<b>-106%</b>	<b>189,977</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	40,694	17,810	8,012	7,930	33,267	-	-	-	107,713
<b>Creditors Age Analysis</b>									
Total Creditors	199,981	303	1,446	1,746	-	-	-	-	203,476

KZN292 KwaDukuza - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Q4 Fourth Quarter

Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>Revenue - Functional</b>										
<i>Governance and administration</i>		517,198	530,603	531,492	49,240	566,601	531,492	35,109	7%	531,492
Executive and council		117,325	78,207	78,207	(26)	76,496	78,207	(1,711)	-2%	78,207
Finance and administration		399,873	452,397	453,285	49,266	490,105	453,285	36,819	8%	453,285
Internal audit		-	-	-	-	0	-	0	#DIV/0!	-
<i>Community and public safety</i>		27,472	71,663	69,256	421	26,947	69,256	(42,309)	-61%	69,256
Community and social services		6,557	31,336	31,336	159	11,183	31,336	(20,153)	-64%	31,336
Sport and recreation		15,305	32,262	30,264	(13)	12,039	30,264	(18,225)	-60%	30,264
Public safety		54	45	45	14	143	45	98	221%	45
Housing		5,556	8,021	7,612	260	3,583	7,612	(4,029)	-53%	7,612
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		103,906	77,824	87,824	12,831	95,524	87,823	7,701	9%	87,824
Planning and development		9,585	14,974	12,501	2,635	19,903	12,501	7,403	59%	12,501
Road transport		94,321	62,831	75,304	10,196	75,621	75,303	318	0%	75,304
Environmental protection		-	20	20	-	0	20	(20)	-100%	20
<i>Trading services</i>		806,270	856,899	839,350	9,273	781,339	839,350	(58,010)	-7%	839,350
Energy sources		742,458	773,588	770,965	6,495	705,318	770,965	(65,647)	-9%	770,965
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		63,811	83,311	68,384	2,779	76,022	68,384	7,637	11%	68,384
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	<b>2</b>	<b>1,454,845</b>	<b>1,536,990</b>	<b>1,527,922</b>	<b>71,766</b>	<b>1,470,412</b>	<b>1,527,921</b>	<b>(57,509)</b>	<b>-4%</b>	<b>1,527,922</b>
<b>Expenditure - Functional</b>										
<i>Governance and administration</i>		201,475	235,751	235,699	36,295	200,287	235,699	(35,412)	-15%	235,699
Executive and council		87,445	96,592	92,928	22,987	76,469	92,928	(16,459)	-18%	92,928
Finance and administration		110,354	135,481	138,596	12,950	120,090	138,596	(18,507)	-13%	138,596
Internal audit		3,676	3,678	4,174	358	3,728	4,174	(446)	-11%	4,174
<i>Community and public safety</i>		143,917	156,777	170,326	11,863	149,303	170,326	(21,023)	-12%	170,326
Community and social services		29,259	35,001	37,540	2,102	29,412	37,540	(8,127)	-22%	37,540
Sport and recreation		73,772	72,619	82,240	6,989	79,673	82,240	(2,568)	-3%	82,240
Public safety		29,764	28,420	30,453	2,351	30,140	30,453	(312)	-1%	30,453
Housing		11,122	20,736	20,092	421	10,077	20,092	(10,015)	-50%	20,092
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		211,576	231,472	218,242	16,782	182,760	218,242	(35,482)	-16%	218,242
Planning and development		49,016	54,254	54,011	1,483	46,146	54,011	(7,865)	-15%	54,011
Road transport		161,451	174,605	162,109	14,949	134,822	162,109	(27,287)	-17%	162,109
Environmental protection		1,110	2,613	2,122	349	1,792	2,122	(330)	-16%	2,122
<i>Trading services</i>		739,276	829,584	801,702	66,943	696,055	801,702	(105,647)	-13%	801,702
Energy sources		673,838	746,398	730,711	58,411	629,428	730,711	(101,283)	-14%	730,711
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		65,438	83,186	70,991	8,532	66,626	70,991	(4,365)	-6%	70,991
<i>Other</i>		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Functional</b>	<b>3</b>	<b>1,296,244</b>	<b>1,453,584</b>	<b>1,425,968</b>	<b>131,883</b>	<b>1,228,405</b>	<b>1,425,968</b>	<b>(197,563)</b>	<b>-14%</b>	<b>1,425,968</b>
<b>Surplus/ (Deficit) for the year</b>		<b>158,601</b>	<b>83,406</b>	<b>101,955</b>	<b>(60,117)</b>	<b>242,008</b>	<b>101,954</b>	<b>140,054</b>	<b>137%</b>	<b>101,955</b>

Public 62 monthly Budget Statement - Financial Performance (functional classification) - Q4 Fourth Quarter										
Description	Ref	2016/17 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>Revenue - Functional</b>										
<b>Municipal governance and administration</b>										
Executive and council		517,198	530,603	531,492	49,240	566,601	531,492	35,109	7%	531,492
Mayor and Council		117,325	78,207	78,207	(26)	76,496	78,207	(1,711)	(0)	78,207
Municipal Manager, Town Secretary and Chief Executive		100,347	75,207	75,207	(26)	73,512	75,207	(1,695)	(0)	75,207
Finance and administration		16,978	3,000	3,000	-	2,984	3,000	(16)	(0)	3,000
Administrative and Corporate Support		399,873	452,397	453,285	49,266	490,105	453,285	36,819	0	453,285
Asset Management		66	80	80	9	76	80	(5)	(0)	80
Budget and Treasury Office										
Finance		43,256	39,366	52,076	12,763	87,561	52,076	35,486	0	52,076
Fleet Management		355,097	410,843	399,023	36,486	401,222	399,023	2,199	0	399,023
Human Resources		-	-	-	-	49	-	49	#DIV/0!	-
Information Technology		-	-	-	-	449	-	449	#DIV/0!	-
Legal Services		-	-	-	-	2	-	2	#DIV/0!	-
Marketing, Customer Relations, Publicity and Media Co-ordination		-	-	-	-	-	-	-	-	-
Property Services		10	13	13	2	-	-	-	-	-
Risk Management		-	-	-	-	-	-	-	-	-
Security Services		-	-	-	-	-	-	-	-	-
Supply Chain Management		-	-	-	-	-	-	-	-	-
Valuation Service		1,443	2,094	2,094	6	695	2,094	(1,399)	(0)	2,094
Internal audit		-	-	-	-	-	-	-	-	-
Governance Function		-	-	-	-	0	-	0	#DIV/0!	-
Community and public safety		-	-	-	-	0	-	0	#DIV/0!	-
Community and social services		27,472	71,663	69,256	421	26,947	69,256	(42,309)	(0)	69,256
Aged Care		6,557	31,336	31,336	159	11,183	31,336	(20,153)	(0)	31,336
Agricultural										
Animal Care and Diseases										
Cemeteries, Funeral Parlours and Crematoriums										
Child Care Facilities		942	11,542	11,542	42	977	11,542	(10,565)	(0)	11,542
Community Halls and Facilities		-	3,657	3,657	-	3,659	3,657	2	0	3,657
Consumer Protection		228	9,700	9,700	14	180	9,700	(9,520)	(0)	9,700
Cultural Matters										
Disaster Management										
Education		1,572	2,500	2,500	(0)	2,503	2,500	3	0	2,500
Indigenous and Customary Law										
Industrial Promotion										
Language Policy										
Libraries and Archives										
Literacy Programmes		3,453	3,754	3,754	104	3,681	3,754	(73)	(0)	3,754
Media Services										
Museums and Art Galleries										
Population Development		361	183	183	-	183	183	0	0	183
Provincial Cultural Matters										
Theatres										
Zoo's										
Sport and recreation		15,305	32,262	30,264	(13)	12,039	30,264	(18,225)	(0)	30,264
Beaches and Jetties		663	15	15	-	232	15	217	0	15
Casinos, Racing, Gambling, Wagering										
Community Parks (including Nurseries)		12,762	11,176	11,176	26	11,269	11,176	93	0	11,176
Recreational Facilities		1,880	21,071	19,073	(38)	538	19,073	(18,535)	(0)	19,073
Sports Grounds and Stadiums										
Public safety										
Civil Defence		54	45	45	14	143	45	98	0	45
Cleansing										
Control of Public Nuisances										
Fencing and Fences										
Fire Fighting and Protection										
Licensing and Control of Animals		54	45	45	14	143	45	98	0	45
Housing										
Housing		5,556	8,021	7,612	260	3,583	7,612	(4,029)	(0)	7,612
Informal Settlements		5,556	8,021	7,612	260	3,583	7,612	(4,029)	(0)	7,612
Health										
Ambulance		-	-	-	-	-	-	-	-	-
Health Services										
Laboratory Services										
Food Control										
Health Surveillance and Prevention of Communicable Diseases including immunizations										
Vector Control										

Chemical Safety									
<b>Economic and environmental services</b>									
Planning and development	103,906	77,824	87,824	12,831	95,524	87,823	7,701	0	87,824
Billboards	9,585	14,974	12,501	2,635	19,903	12,501	7,403	0	12,501
Corporate Wide Strategic Planning (IDPs, LEDS)	-	-	-	-	3	-	3	#DIV/0!	-
Central City Improvement District	-	-	-	-	-	-	-	-	-
Development Facilitation	228	300	300	16	340	300	40	0	300
Economic Development/Planning	138	2,235	2,235	1,658	10,456	2,235	8,222	0	2,235
Regional Planning and Development	-	-	-	-	-	-	-	-	-
Town Planning, Building Regulations and Enforcement, and City Engineer	9,219	12,439	9,966	960	9,104	9,966	(862)	(0)	9,966
Project Management Unit	-	-	-	-	-	-	-	-	-
Provincial Planning	-	-	-	-	-	-	-	-	-
Support to Local Municipalities	-	-	-	-	-	-	-	-	-
Road transport	94,321	62,831	75,304	10,196	75,621	75,303	318	0	75,304
Police Forces, Traffic and Street Parking Control	21,247	22,713	22,713	84	2,236	22,713	(20,477)	(0)	22,713
Pounds	-	-	-	-	-	-	-	-	-
Public Transport	-	-	-	-	-	-	-	-	-
Road and Traffic Regulation	-	-	-	-	-	-	-	-	-
Roads	8,744	9,200	9,200	824	10,901	9,200	1,701	0	9,200
Taxi Ranks	64,330	30,918	43,391	9,288	62,484	43,390	19,094	0	43,391
Environmental protection	-	-	-	-	-	-	-	-	-
Biodiversity and Landscape	-	20	20	-	0	20	(20)	(0)	20
Coastal Protection	-	20	20	-	0	20	(20)	(0)	20
Indigenous Forests	-	-	-	-	-	-	-	-	-
Nature Conservation	-	-	-	-	-	-	-	-	-
Pollution Control	-	-	-	-	-	-	-	-	-
Soil Conservation	-	-	-	-	-	-	-	-	-
<b>Trading services</b>	806,270	856,899	839,350	9,273	781,339	839,350	(58,010)	(0)	839,350
Energy sources	742,458	773,588	770,965	6,495	705,318	770,965	(65,647)	(0)	770,965
Electricity	742,458	773,588	770,965	6,495	705,251	770,965	(65,714)	(0)	770,965
Street Lighting and Signal Systems	-	-	-	-	66	-	66	#DIV/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	63,811	83,311	68,384	2,779	76,022	68,384	7,637	0	68,384
Recycling	-	-	-	-	-	-	-	-	-
Solid Waste Disposal (Landfill Sites)	63,811	83,311	68,384	2,779	76,019	68,384	7,634	0	68,384
Solid Waste Removal	-	-	-	-	3	-	3	#DIV/0!	-
Street Cleaning	-	-	-	-	-	-	-	-	-
<b>Other</b>	-	-	-	-	-	-	-	-	-
Abattoirs	-	-	-	-	-	-	-	-	-
Air Transport	-	-	-	-	-	-	-	-	-
Forestry	-	-	-	-	-	-	-	-	-
Licensing and Regulation	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Tourism	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	2 1,454,845	1,536,990	1,527,922	71,766	1,470,412	1,527,921	(57,509)	(0)	1,527,922
<b>Expenditure - Functional</b>									
<b>Municipal governance and administration</b>	201,475	235,751	235,699	36,295	200,287	235,699	(35,412)	(0)	235,699
Executive and council	87,445	96,592	92,928	22,987	76,469	92,928	(16,459)	(0)	92,928
Mayor and Council	57,489	72,731	69,810	20,269	54,992	69,810	(14,818)	(0)	69,810
Municipal Manager, Town Secretary and Chief Executive	29,956	23,860	23,118	2,718	21,477	23,118	(1,641)	(0)	23,118
Finance and administration	110,354	135,481	138,596	12,950	120,090	138,596	(18,507)	(0)	138,596
Administrative and Corporate Support	8,520	9,077	16,254	1,304	15,989	16,254	(265)	(0)	16,254
Asset Management	-	-	-	-	-	-	-	-	-
Budget and Treasury Office	32,089	41,732	45,274	3,825	30,778	45,274	(14,496)	(0)	45,274
Finance	8,031	21,544	10,763	1,456	10,233	10,763	(530)	(0)	10,763
Fleet Management	7,145	5,306	5,904	639	7,654	5,904	1,750	0	5,904
Human Resources	8,586	14,374	13,920	691	10,529	13,920	(3,391)	(0)	13,920
Information Technology	12,623	11,243	11,852	903	11,796	11,852	(56)	(0)	11,852
Legal Services	-	-	-	-	-	-	-	-	-
Marketing, Customer Relations, Publicity and Media Co-ordination	11,508	10,606	11,012	1,178	11,271	11,012	258	0	11,012
Property Services	4,852	5,769	6,134	400	4,928	6,134	(1,205)	(0)	6,134
Risk Management	-	-	-	-	-	-	-	-	-
Security Services	11,137	8,798	11,099	2,090	10,682	11,099	(416)	(0)	11,099

Supply Chain Management	5,863	7,033	6,384	464	6,229	6,384	(155)	(0)	6,384
Valuation Service							-		
Internal audit	3,676	3,678	4,174	358	3,728	4,174	(446)	(0)	4,174
Governance Function	3,676	3,678	4,174	358	3,728	4,174	(446)	(0)	4,174
Community and public safety	143,917	156,777	170,326	11,863	149,303	170,326	(21,023)	(0)	170,326
Community and social services	29,259	35,001	37,540	2,102	29,412	37,540	(8,127)	(0)	37,540
Aged Care							-		
Agricultural							-		
Animal Care and Diseases							-		
Cemeteries, Funeral Parlours and Crematoriums	4,908	5,410	5,909	596	4,600	5,909	(1,309)	(0)	5,909
Child Care Facilities	6,518	9,815	9,589	262	7,005	9,589	(2,584)	(0)	9,589
Community Halls and Facilities	5,920	6,002	7,549	347	5,593	7,549	(1,956)	(0)	7,549
Consumer Protection							-		
Cultural Matters							-		
Disaster Management							-		
Education	1,218	2,672	3,565	146	2,009	3,565	(1,555)	(0)	3,565
Indigenous and Customary Law							-		
Industrial Promotion							-		
Language Policy							-		
Libraries and Archives	9,841	10,021	9,885	627	9,337	9,885	(549)	(0)	9,885
Literacy Programmes							-		
Media Services							-		
Museums and Art Galleries	855	1,061	1,042	124	869	1,042	(174)	(0)	1,042
Population Development							-		
Provincial Cultural Matters							-		
Theatres							-		
Zoo's							-		
Sport and recreation	73,772	72,619	82,240	6,989	79,673	82,240	(2,568)	(0)	82,240
Beaches and Jetties	24,873	22,709	25,229	2,395	24,219	25,229	(1,010)	(0)	25,229
Casinos, Racing, Gambling, Wagering							-		
Community Parks (including Nurseries)	48,899	49,910	57,012	4,594	55,454	57,012	(1,558)	(0)	57,012
Recreational Facilities							-		
Sports Grounds and Stadiums							-		
Public safety	29,764	28,420	30,453	2,351	30,140	30,453	(312)	(0)	30,453
Civil Defence							-		
Cleansing							-		
Control of Public Nuisances							-		
Fencing and Fences							-		
Fire Fighting and Protection	29,764	28,420	30,453	2,351	30,140	30,453	(312)	(0)	30,453
Licensing and Control of Animals							-		
Housing	11,122	20,736	20,092	421	10,077	20,092	(10,015)	(0)	20,092
Housing	11,122	20,736	20,092	421	10,077	20,092	(10,015)	(0)	20,092
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	211,576	231,472	218,242	16,782	182,760	218,242	(35,482)	(0)	218,242
Planning and development	49,016	54,254	54,011	1,483	46,146	54,011	(7,865)	(0)	54,011
Billboards							-		
Corporate Wide Strategic Planning (IDPs, LEDs)	10,232	13,410	13,058	590	12,802	13,058	(256)	(0)	13,058
Central City Improvement District							-		
Development Facilitation	6,850	8,034	7,659	308	6,592	7,659	(1,066)	(0)	7,659
Economic Development/Planning	15,281	13,777	15,543	(285)	11,349	15,543	(4,194)	(0)	15,543
Regional Planning and Development							-		
Town Planning, Building Regulations and	16,653	19,033	17,751	871	15,403	17,751	(2,347)	(0)	17,751
Enforcement, and City Engineer							-		
Project Management Unit							-		
Provincial Planning							-		
Support to Local Municipalities							-		
Road transport	161,451	174,605	162,109	14,949	134,822	162,109	(27,287)	(0)	162,109
Police Forces, Traffic and Street Parking Control	76,725	75,351	69,507	5,488	55,274	69,507	(14,233)	(0)	69,507
Pounds							-		
Public Transport							-		
Road and Traffic Regulation	84,726	99,254	92,603	9,461	79,548	92,603	(13,055)	(0)	92,603
Roads							-		
Taxi Ranks							-		
Environmental protection	1,110	2,613	2,122	349	1,792	2,122	(330)	(0)	2,122
Biodiversity and Landscape	1,110	2,613	2,122	349	1,792	2,122	(330)	(0)	2,122
Coastal Protection							-		

Indigenous Forests							-			
Nature Conservation							-			
Pollution Control							-			
Soil Conservation							-			
Trading services	739,276	829,584	801,702	66,943	696,055	801,702	(105,647)	(0)	801,702	
Energy sources	673,838	746,398	730,711	58,411	629,428	730,711	(101,283)	(0)	730,711	
Electricity	667,208	741,984	726,348	56,892	624,627	726,348	(101,721)	(0)	726,348	
Street Lighting and Signal Systems	6,630	4,413	4,363	1,519	4,801	4,363	438	0	4,363	
Nonelectric Energy							-			
Water management	-	-	-	-	-	-	-		-	
Water Treatment							-			
Water Distribution							-			
Water Storage							-			
Waste water management	-	-	-	-	-	-	-		-	
Public Toilets							-			
Sewerage							-			
Storm Water Management							-			
Waste Water Treatment							-			
Waste management	65,438	83,186	70,991	8,532	66,626	70,991	(4,365)	(0)	70,991	
Recycling							-			
Solid Waste Disposal (Landfill Sites)							-			
Solid Waste Removal	58,386	75,683	63,754	7,641	59,582	63,754	(4,172)	(0)	63,754	
Street Cleaning	7,052	7,503	7,237	891	7,045	7,237	(192)	(0)	7,237	
Other	-	-	-	-	-	-	-		-	
Abattoirs							-			
Air Transport							-			
Forestry							-			
Licensing and Regulation							-			
Markets							-			
Tourism							-			
Total Expenditure - Functional	3	1,296,244	1,453,584	1,425,968	131,883	1,228,405	1,425,968	(197,563)	(0)	1,425,968
Surplus/ (Deficit) for the year		158,601	83,406	101,955	(60,117)	242,008	101,954	140,054	0	101,955

KZN292 KwaDukuza - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Q4 Fourth Quarter

Vote Description		2016/17	Budget Year 2017/18								
R thousands	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
Revenue by Vote											
Vote 1 - Chief Operations Officer Business Units	1	16,978	3,000	3,000	-	2,988	3,000	(12)	-0.4%	3,000	
Vote 2 - Corporate Services Business Units		100,413	75,287	75,287	(17)	74,038	75,287	(1,249)	-1.7%	75,287	
Vote 3 - Finance Business Units		399,797	452,304	453,192	49,255	489,478	453,192	36,286	8.0%	453,192	
Vote 4 - Economic Development & Planning Business Units		9,946	10,984	10,984	2,409	18,020	10,984	7,037	64.1%	10,984	
Vote 5 - Community Services and Public Amenities Business Units		83,722	125,117	108,193	2,925	92,876	108,193	(15,316)	-14.2%	108,193	
Vote 6 - Community Safety Business Units		31,635	34,472	34,472	923	15,805	34,472	(18,667)	-54.2%	34,472	
Vote 7 - Civil Engineering/ Human Settlements Business Units		69,896	58,582	68,173	9,776	68,181	68,172	10	0.0%	68,173	
Vote 8 - Electrical Engineering Business Units		742,458	773,588	770,965	6,495	705,367	770,965	(65,598)	-8.5%	770,965	
Vote 9 - Youth Development Business Units		-	3,657	3,657	-	3,659	3,657	2	0.0%	3,657	
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	1,454,845	1,536,990	1,527,922	71,766	1,470,412	1,527,921	(57,509)	-3.8%	1,527,922	
Expenditure by Vote											
Vote 1 - Chief Operations Officer Business Units	1	49,610	45,156	47,267	4,417	45,632	47,267	(1,634)	-3.5%	47,267	
Vote 2 - Corporate Services Business Units		87,217	107,426	111,837	23,166	93,306	111,837	(18,531)	-16.6%	111,837	
Vote 3 - Finance Business Units		45,983	70,308	62,421	5,745	47,240	62,421	(15,181)	-24.3%	62,421	
Vote 4 - Economic Development & Planning Business Units		40,749	44,538	44,116	1,367	36,005	44,116	(8,112)	-18.4%	44,116	
Vote 5 - Community Services and Public Amenities Business Units		147,314	166,905	164,099	15,877	153,246	164,099	(10,854)	-6.6%	164,099	
Vote 6 - Community Safety Business Units		148,136	144,834	142,433	12,470	124,517	142,433	(17,916)	-12.6%	142,433	
Vote 7 - Civil Engineering/ Human Settlements Business Units		89,734	112,898	107,591	9,526	84,372	107,591	(23,219)	-21.6%	107,591	
Vote 8 - Electrical Engineering Business Units		680,983	751,704	736,615	59,050	637,082	736,615	(99,532)	-13.5%	736,615	
Vote 9 - Youth Development Business Units		6,518	9,815	9,589	262	7,005	9,589	(2,584)	-27.0%	9,589	
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	1,296,244	1,453,584	1,425,968	131,883	1,228,405	1,425,968	(197,563)	-13.9%	1,425,968	
Surplus/ (Deficit) for the year		2	158,601	83,406	101,955	(60,117)	242,008	101,954	140,054	137.4%	101,955

KZN292 KwaDukuza - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - A - Q4 Fourth Quarter

Vote Description		Ref	2016/17	Budget Year 2017/18							
R thousand			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote											
Vote 1 - Chief Operations Officer Business Units		1	16,978	3,000	3,000	-	2,988	3,000	(12)	0%	3,000
1.1 - Municipal Manager's Office			16,978	3,000	3,000	-	2,984	3,000	(16)	-1%	3,000
1.2 - Internal Audit			-	-	-	-	0	-	0	#DIV/0!	-
1.3 - Corporate Communications			-	-	-	-	-	-	-	-	-
1.4 - IDP			-	-	-	-	0	-	0	#DIV/0!	-
1.5 - PMS			-	-	-	-	0	-	0	#DIV/0!	-
1.6 - Pupile Participation			-	-	-	-	3	-	3	#DIV/0!	-
Vote 2 - Corporate Services Business Units			100,413	75,287	75,287	(17)	74,038	75,287	(1,249)	-2%	75,287
2.1 - Council General			100,347	75,207	75,207	(26)	73,512	75,207	(1,695)	-2%	75,207
2.2 - Human Resources			-	-	-	-	449	-	449	#DIV/0!	-
2.3 - Administration		66	80	80	80	9	76	80	(5)	-6%	80
2.4 - Information Technology			-	-	-	-	2	-	2	#DIV/0!	-
Vote 3 - Finance Business Units			399,797	452,304	453,192	49,255	489,478	453,192	36,286	8%	453,192
3.1 - Assessment Rates			355,087	410,843	399,023	36,486	401,222	399,023	2,199	1%	399,023
3.2 - Budget and Treasury Office			43,258	39,368	52,076	12,763	87,581	52,076	35,486	68%	52,076
3.3 - Supply Chain Management			1,443	2,094	2,094	6	695	2,094	(1,399)	-67%	2,094
Vote 4 - Economic Development & Planning Business U			9,946	10,984	10,984	2,409	18,020	10,984	7,037	64%	10,984
4.1 - Museum			361	183	183	-	183	183	0	0%	183
4.2 - Economic Development			138	2,235	2,235	1,658	10,455	2,235	8,222	368%	2,235
4.3 - Environmental Management			-	20	20	-	0	20	(20)	-100%	20
4.4 - Development Control		228	300	300	300	16	340	300	40	13%	300
4.5 - Town Planning		498	325	325	325	154	696	325	371	114%	325
4.6 - Bulding Control		8,720	7,921	7,921	581	6,344	7,921	(1,577)	-20%	7,921	
Vote 5 - Community Services and Public Amenities Busi			83,722	125,117	108,193	2,925	92,876	108,193	(15,316)	#DIV/0!	108,193
5.1 - Beach Amenities			645	-	-	-	209	-	209	#DIV/0!	-
5.2 - Library			3,453	3,754	3,754	104	3,881	3,754	(73)	-2%	3,754
5.3 - Cemetery			642	11,542	11,542	42	977	11,542	(10,565)	-92%	11,542
5.4 - Admin General			-	-	-	-	-	-	-	-	-
5.5 - Parks and Gardens		12,762	11,176	11,176	26	11,269	11,176	93	1%	11,176	
5.6 - Sport and Recreation		1,295	14,446	12,436	1	14	12,436	(12,422)	-100%	12,436	
5.7 - Dolphin Park		585	588	600	(38)	524	600	(76)	-13%	600	
5.8 - Community Halls		228	300	300	14	180	300	(120)	-40%	300	
5.9 - Street Sweeping			-	-	-	3	-	3	#DIV/0!	-	
5.10 - Refuse Removal		63,811	83,311	88,384	2,779	76,019	68,384	7,634	11%	68,384	
5.11 - Child Care Facilities			-	-	-	-	-	-	-	-	-
Vote 6 - Community Safety Business Units			31,635	34,472	34,472	923	15,805	34,472	(18,667)	-54%	34,472
6.1 - Law Enforcement Administration			-	-	-	-	2	-	2	#DIV/0!	-
6.2 - Security Services			-	-	-	-	-	-	-	-	-
6.3 - Law Enforcement		21,247	22,713	22,713	84	2,233	22,713	(20,479)	-90%	22,713	
6.4 - Fire and Emergency		54	45	45	14	143	45	98	221%	45	
6.5 - Disaster Management		1,572	2,500	2,500	(0)	2,503	2,500	3	0%	2,500	
6.6 - Marine Safety		18	15	15	-	22	15	7	50%	15	
6.7 - Vehicle Testing		4,348	5,000	5,000	404	5,506	5,000	506	10%	5,000	
6.8 - Vehicle Licensing		4,398	4,200	4,200	421	5,384	4,200	1,184	28%	4,200	
Vote 7 - Civil Engineering/ Human Settlements Business			69,896	58,582	68,173	9,776	68,181	68,172	10	0%	68,173
7.1 - Human Settlements		5,556	8,021	7,612	280	3,583	7,612	(4,029)	-53%	7,612	
7.2 - Civil Admin			4,193	1,720	226	2,083	1,720	344	20%	1,720	
7.3 - Civil Buildings		0	0	0	0	26	0	26	15248%	0	
7.4 - Road and Stormwater		64,330	30,918	43,391	9,288	62,484	43,390	19,094	44%	43,391	
7.5 - Staff Housing		9	13	13	2	25	13	12	100%	13	
7.6 - MIG Sport & Recreation			6,037	6,037	-	-	6,037	(6,037)	-100%	6,037	
7.7 - MIG Community Halls			9,400	9,400	-	-	9,400	(9,400)	-100%	9,400	
Vote 8 - Electrical Engineering Business Units			742,458	773,588	770,965	6,495	705,367	770,965	(47,507)	#DIV/0!	770,965
8.1 - Street Lights			-	-	-	-	66	-	66	#DIV/0!	-
8.2 - Vehicles Distribution			-	-	-	-	42	-	42	#DIV/0!	-
8.3 - Mechanical Workshop			-	-	-	-	7	-	7	#DIV/0!	-
8.4 - Electrical Admin		813,147	625,307	614,593	10,910	589,036	614,593	(25,557)	-4%	614,593	
8.5 - Urban South		6,577	6,756	6,756	10	6,250	6,756	(506)	-7%	6,756	
8.6 - Rural North			-	-	-	-	103	-	103	#DIV/0!	-
8.7 - SAPPI		122,734	131,524	131,524	(4,425)	109,737	131,524	(21,788)	-17%	131,524	
8.8 - Urban North			-	-	-	-	82	-	82	#DIV/0!	-
8.9 - Rural South			-	-	-	-	37	-	37	#DIV/0!	-
8.10 - Salary Distribution			-	-	-	-	6	-	6	#DIV/0!	-
8.11 - Electrification Projects			10,000	18,091	-	-	-	-	-	-	-
Vote 9 - Youth Development Business Units			-	3,657	3,657	-	3,659	3,657	2	0%	3,657
9.1 - Youth Development			-	3,657	3,657	-	3,659	3,657	2	0%	3,657
Total Revenue by Vote		2	1,454,845	1,536,990	1,527,922	71,766	1,470,412	1,527,921	(57,509)	-4%	1,527,922
Expenditure by Vote											
Vote 1 - Chief Operations Officer Business Units		1	49,610	45,156	47,267	4,417	45,632	47,267	(1,634)	(0)	47,267
1.1 - Municipal Manager's Office			24,193	17,463	19,022	2,291	17,832	19,022	(1,190)	-6%	19,022
1.2 - Internal Audit			3,676	3,676	4,174	358	3,728	4,174	(446)	-11%	4,174
1.3 - Corporate Communications			11,508	10,606	11,012	1,178	11,271	11,012	258	2%	11,012
1.4 - IDP			1,175	1,529	1,330	103	1,234	1,330	(96)	-7%	1,330
1.5 - PMS			3,393	4,660	4,272	235	3,742	4,272	(531)	-12%	4,272
1.6 - Pupile Participation			5,685	7,221	7,456	252	7,826	7,456	370	5%	7,456

Vote 2 - Corporate Services Business Units		87,217	107,426	111,837	23,166	93,306	111,837	-			
2.1 - Council General		57,489	72,731	68,810	20,269	54,992	69,810	(18,531)	-17%	111,837	
2.2 - Human Resources		8,586	14,374	13,920	691	10,529	13,920	(3,391)	-24%	69,810	
2.3 - Administration		8,520	9,077	18,254	1,304	15,989	16,254	(265)	-2%	13,920	
2.4 - Information Technology		12,623	11,243	11,852	903	11,796	11,852	(56)	0%	16,254	
Vote 3 - Finance Business Units		45,983	70,308	62,421	5,745	47,240	62,421	-			
3.1 - Assessment Rates		8,031	21,544	10,763	1,456	10,233	10,763	(530)	-5%	62,421	
3.2 - Budget and Treasury Office		32,089	41,732	45,274	3,825	30,778	45,274	(14,496)	-32%	10,763	
3.3 - Supply Chain Management		5,863	7,033	6,384	484	6,229	6,384	(155)	-2%	45,274	
Vote 4 - Economic Development & Planning Business U		40,749	44,538	44,116	-	-	-	-			
4.1 - Museum		855	1,081	1,042	124	889	1,042	(8,112)	-18%	44,116	
4.2 - Economic Development		15,281	13,777	15,543	(285)	11,349	15,543	(4,194)	-27%	1,042	
4.3 - Environmental Management		1,110	2,613	2,122	349	1,792	2,122	(330)	-16%	15,543	
4.4 - Development Control		6,850	8,034	7,659	308	6,592	7,659	(1,066)	-14%	2,122	
4.5 - Town Planning		8,394	8,778	7,561	530	6,013	7,561	(1,548)	-20%	7,659	
4.6 - Building Control		8,258	10,255	10,190	342	9,390	10,190	(799)	-8%	7,561	
Vote 5 - Community Services and Public Amenities Bus		147,314	166,905	164,099	15,877	153,246	164,099	-			
5.1 - Beach Amenities		6,546	5,979	8,657	756	7,991	8,657	(10,854)	-7%	164,099	
5.2 - Library		9,841	10,021	9,885	627	9,337	9,885	(667)	-6%	8,657	
5.3 - Cemetery		4,908	5,410	5,909	598	4,600	5,909	(549)	-6%	9,885	
5.4 - Admin General		5,762	6,398	4,096	426	3,645	4,096	(1,309)	-22%	5,909	
5.5 - Parks and Gardens		45,285	46,629	52,496	4,181	52,107	52,496	(450)	-11%	4,096	
5.6 - Sport and Recreation		3,614	3,281	4,515	413	3,346	4,515	(389)	-1%	52,496	
5.7 - Dolphin Park								(1,169)	-28%	4,515	
5.8 - Community Halls		5,920	6,002	7,549	347	5,593	7,549	(1,956)	-26%		
5.9 - Street Sweeping		7,052	7,503	7,237	891	7,045	7,237	(192)	-3%	7,549	
5.10 - Refuse Removal		58,386	75,683	63,754	7,641	59,582	63,754	(4,172)	-7%	7,237	
5.11 - Child Care Facilities										63,754	
Vote 6 - Community Safety Business Units		148,135	144,834	142,433	12,470	124,517	142,433	-			
6.1 - Law Enforcement Administration		6,001	8,428	6,135	1,584	6,802	6,135	(17,916)	-13%	142,433	
6.2 - Security Services		11,137	8,788	11,099	2,090	10,682	11,099	668	11%	6,135	
6.3 - Law Enforcement		70,724	68,923	63,372	3,904	48,472	63,372	(416)	-4%	11,099	
6.4 - Fire and Emergency		29,764	28,420	30,453	2,351	30,140	30,453	(14,900)	-24%	63,372	
6.5 - Disaster Management		1,218	2,672	3,565	146	2,009	3,565	(312)	-1%	30,453	
6.6 - Marine Safety		18,326	16,730	16,572	1,639	16,228	16,572	(1,555)	-44%	3,565	
6.7 - Vehicle Testing		7,534	8,653	7,834	520	6,959	7,834	(343)	-2%	16,572	
6.8 - Vehicle Licensing		3,433	4,008	3,404	235	3,224	3,404	(875)	-11%	7,834	
Vote 7 - Civil Engineering/ Human Settlements Business		69,734	112,898	107,591	9,526	84,372	107,591	-			
7.1 - Human Settlements		11,122	20,736	20,092	421	10,077	20,092	(23,219)	-22%	107,591	
7.2 - Civil Admin		8,674	12,379	11,433	915	10,715	11,433	(10,015)	-50%	20,092	
7.3 - Civil Buildings		4,840	5,752	6,117	400	4,917	6,117	(719)	-6%	11,433	
7.4 - Road and Stormwater		65,085	74,013	69,931	7,790	58,651	69,931	(1,200)	-20%	6,117	
7.5 - Staff Housing		12	17	17	0	11	17	(11,280)	-16%	69,931	
7.6 - MIG Sport & Recreation								(5)	-33%	17	
7.7 - MIG Community Halls											
Vote 8 - Electrical Engineering Business Units		680,983	751,704	736,615	59,050	637,082	736,615	-			
8.1 - Street Lights		6,630	4,413	4,363	1,519	4,801	4,363	(99,532)	-14%	736,615	
8.2 - Vehicles Distribution		2,257	988	1,213	299	2,545	1,213	438	10%	4,363	
8.3 - Mechanical Workshop		4,889	4,317	4,691	340	5,109	4,691	1,332	110%	1,213	
8.4 - Electrical Admin		623,872	701,883	690,468	51,277	572,222	690,468	418	9%	4,691	
8.5 - Urban South		5,322	11,543	9,726	1,180	7,594	9,726	(118,248)	-17%	690,468	
8.6 - Rural North		5,314	14,463	12,914	1,222	7,001	12,914	(2,132)	-22%	9,726	
8.7 - SAPPI		75	1,504	1,383	2	82	1,383	(5,913)	-48%	12,914	
8.8 - Urban North		3,576	8,953	7,775	480	4,840	7,775	(1,300)	-94%	1,383	
8.9 - Rural South		3,345	6,573	6,535	770	5,189	6,535	(2,835)	-38%	7,775	
8.10 - Salary Distribution		25,703	(2,936)	(2,452)	1,982	27,598	(1,345)	(2,452)	-21%	6,535	
8.11 - Electrification Projects							30,050	-1226%	(2,452)		
Vote 9 - Youth Development Business Units		6,518	9,815	9,589	262	7,005	9,589	-			
9.1 - Youth Development		6,518	9,815	9,589	262	7,005	9,589	(2,584)	-27%	9,589	
Total Expenditure by Vote		2	1,296,244	1,453,584	1,425,968	1,228,405	1,425,968	-			
Surplus/ (Deficit) for the year		2	158,601	83,406	101,955	(60,117)	242,008	101,954	140,054	0	101,955

KZN292 KwaDukuza - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q4 Fourth Quarter

Table 04 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q4 Fourth Quarter										
Description	Ref	2016/17 Audited Outcome	Budget Year 2017/18							
			Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates		346,902	403,343	399,023	36,464	403,204	399,023	4,181	1%	399,023
Service charges - electricity revenue		695,210	722,822	718,211	4,797	679,574	718,211	(38,636)	-5%	718,211
Service charges - water revenue		-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue		-	-	-	-	-	-	-	-	-
Service charges - refuse revenue		48,403	64,748	49,822	2,788	57,437	49,822	7,616	15%	49,822
Service charges - other		-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		997	1,062	1,074	6	1,589	1,074	515	48%	1,074
Interest earned - external investments		32,512	23,628	27,013	4,681	28,681	27,013	1,669	6%	27,013
Interest earned - outstanding debtors		5,573	6,200	6,950	(87)	5,231	6,950	(1,719)	-25%	6,950
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		31,577	34,117	36,617	891	13,898	36,617	(22,719)	-62%	36,617
Licences and permits		93	195	195	21	200	195	5	3%	195
Agency services		8,744	9,200	9,200	824	10,899	9,200	1,699	18%	9,200
Transfers and subsidies		130,511	148,452	146,829	(6,335)	142,473	146,829	(4,356)	-3%	146,829
Other revenue		67,948	41,907	33,970	10,927	54,738	33,970	20,768	61%	33,970
Gains on disposal of PPE		4,908	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		1,373,376	1,455,875	1,428,902	54,977	1,397,925	1,428,902	(30,977)	-2%	1,428,902
Expenditure By Type										
Employee related costs		320,464	359,321	344,827	23,788	327,834	344,827	(16,993)	-5%	344,827
Remuneration of councillors		18,910	23,146	23,146	4,281	27,031	23,146	3,885	17%	23,146
Debt impairment		18,275	33,160	33,160	14,533	14,532	33,160	(18,627)	-56%	33,160
Depreciation & asset impairment		63,434	82,499	82,499	5,646	60,393	82,499	(22,107)	-27%	82,499
Finance charges		24,515	28,477	26,352	10,527	23,103	26,352	(3,249)	-12%	26,352
Bulk purchases		552,551	568,612	590,847	43,092	505,370	590,847	(85,477)	-14%	590,847
Other materials		68,820	43,468	40,995	1,355	28,994	40,995	(12,001)	-29%	40,995
Contracted services		29,171	31,764	139,455	19,865	147,026	139,455	7,572	5%	139,455
Transfers and subsidies		26,504	46,746	750	26	728	750	(22)	-3%	750
Other expenditure		164,537	236,391	143,937	8,769	93,394	143,937	(50,543)	-35%	143,937
Loss on disposal of PPE		9,062	-	-	-	-	-	-	-	-
Total Expenditure		1,296,244	1,453,584	1,425,967	131,883	1,228,405	1,425,967	(197,562)	-14%	1,425,967
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		77,132	2,091	2,935	(76,906)	169,520	2,935	166,585	0	2,935
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		81,469	81,315	79,840	8,770	64,469	79,840	(15,371)	(0)	79,840
Transfers and subsidies - capital (in-kind - all)		-	-	19,179	8,018	8,018	19,179	(11,161)	(0)	19,179
Surplus/(Deficit) after capital transfers & contributions		158,601	83,406	101,955	(60,117)	242,008	101,955	-	-	101,955
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		158,601	83,406	101,955	(60,117)	242,008	101,955	-	-	101,955
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		158,601	83,406	101,955	(60,117)	242,008	101,955	-	-	101,955
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		158,601	83,406	101,955	(60,117)	242,008	101,955	-	-	101,955

KZN292 KwaDukuza - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Q4 Fourth Quarter

Vote Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>Multi-Year expenditure appropriation</b>	<b>2</b>									
Vote 1 - Chief Operations Officer Business Units		7,798	1,500	-	-	-	-	-	-	-
Vote 2 - Corporate Services Business Units		-	-	-	-	-	-	-	-	-
Vote 3 - Finance Business Units		1,825	2,800	4,860	596	4,726	4,860	(134)	-3%	4,860
Vote 4 - Economic Development & Planning Business Units		-	-	-	-	-	-	-	-	-
Vote 5 - Community Services and Public Amenities Business Units		25,075	44,431	32,773	10,348	35,750	32,773	2,976	9%	32,773
Vote 6 - Community Safety Business Units		-	6,186	6,186	-	-	6,186	(6,186)	-100%	6,186
Vote 7 - Civil Engineering/ Human Settlements Business Units		78,607	64,924	79,599	25,258	59,023	79,599	(20,576)	-26%	79,599
Vote 8 - Electrical Engineering Business Units		17,021	54,536	50,017	634	13,667	50,017	(36,350)	-73%	50,017
Vote 9 - Youth Development Business Units		-	-	786	-	786	786	(0)	0%	786
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]		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	<b>4,7</b>	<b>130,325</b>	<b>174,177</b>	<b>174,222</b>	<b>36,837</b>	<b>113,952</b>	<b>174,222</b>	<b>(60,270)</b>	<b>-35%</b>	<b>174,222</b>
<b>Single Year expenditure appropriation</b>	<b>2</b>									
Vote 1 - Chief Operations Officer Business Units		758	400	-	-	-	-	-	-	-
Vote 2 - Corporate Services Business Units		2,933	2,200	2,380	380	1,140	2,380	(1,240)	-52%	2,380
Vote 3 - Finance Business Units		102	-	26	-	26	26	-	-	26
Vote 4 - Economic Development & Planning Business Units		261	1,400	-	-	-	-	-	-	-
Vote 5 - Community Services and Public Amenities Business Units		4,356	7,050	6,036	926	4,756	6,036	(1,280)	-21%	6,036
Vote 6 - Community Safety Business Units		953	1,596	1,552	160	1,111	1,552	(441)	-28%	1,552
Vote 7 - Civil Engineering/ Human Settlements Business Units		105,465	37,181	28,806	3,987	16,887	28,806	(11,918)	-41%	28,806
Vote 8 - Electrical Engineering Business Units		19,454	6,840	4,740	280	1,163	4,740	(3,577)	-75%	4,740
Vote 9 - Youth Development Business Units		-	-	-	-	-	-	-	-	-
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]		-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	<b>4</b>	<b>134,281</b>	<b>56,667</b>	<b>43,540</b>	<b>5,733</b>	<b>25,083</b>	<b>43,540</b>	<b>(18,457)</b>	<b>-42%</b>	<b>43,540</b>
<b>Total Capital Expenditure</b>		<b>264,606</b>	<b>230,844</b>	<b>217,762</b>	<b>42,570</b>	<b>139,036</b>	<b>217,762</b>	<b>(78,726)</b>	<b>-36%</b>	<b>217,762</b>
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		<b>13,920</b>	<b>23,540</b>	<b>26,856</b>	<b>2,671</b>	<b>21,333</b>	<b>26,856</b>	<b>(5,523)</b>	<b>-21%</b>	<b>26,856</b>
Executive and council		10,979	1,500	-	-	-	-	-	-	-
Finance and administration		2,941	22,040	26,856	2,671	21,333	26,856	(5,523)	-21%	26,856
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		<b>32,399</b>	<b>55,247</b>	<b>41,533</b>	<b>11,434</b>	<b>41,428</b>	<b>41,533</b>	<b>(105)</b>	<b>0%</b>	<b>41,533</b>
Community and social services		26,924	30,080	24,745	9,099	29,295	24,745	4,550	18%	24,745
Sport and recreation		3,990	20,621	14,424	2,314	11,776	14,424	(2,648)	-18%	14,424
Public safety		917	1,546	364	21	357	364	(7)	-2%	364
Housing		569	3,000	2,000	-	-	2,000	(2,000)	-100%	2,000
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		<b>181,519</b>	<b>90,241</b>	<b>95,132</b>	<b>27,551</b>	<b>60,859</b>	<b>95,132</b>	<b>(34,273)</b>	<b>-36%</b>	<b>95,132</b>
Planning and development		162	1,400	-	-	-	-	-	-	-
Road transport		181,357	88,841	95,132	27,551	60,859	95,132	(34,273)	-36%	95,132
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		<b>36,768</b>	<b>61,816</b>	<b>54,241</b>	<b>914</b>	<b>15,416</b>	<b>54,241</b>	<b>(38,825)</b>	<b>-72%</b>	<b>54,241</b>
Energy sources		36,567	61,036	53,317	914	14,830	53,317	(38,486)	-72%	53,317
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		201	780	924	-	586	924	(338)	-37%	924
<b>Other</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Capital Expenditure - Functional Classification</b>	<b>3</b>	<b>264,606</b>	<b>230,844</b>	<b>217,762</b>	<b>42,570</b>	<b>139,036</b>	<b>217,762</b>	<b>(78,726)</b>	<b>-36%</b>	<b>217,762</b>
<b>Funded by:</b>										
National Government		78,796	59,934	27,241	8,402	10,661	27,241	(16,581)	-61%	27,241
Provincial Government		57	-	191	-	191	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	15,340	1,591	7,636	15,340	(7,704)	-50%	15,340
<b>Transfers recognised - capital</b>		<b>78,854</b>	<b>59,934</b>	<b>42,772</b>	<b>9,993</b>	<b>18,488</b>	<b>42,772</b>	<b>(24,284)</b>	<b>-57%</b>	<b>42,772</b>
Public contributions & donations		3,558	21,381	-	-	-	-	-	-	-
Borrowing		-	12,186	2,186	-	-	2,186	(2,186)	-100%	2,186
<b>Internally generated funds</b>		<b>182,195</b>	<b>137,343</b>	<b>172,804</b>	<b>32,577</b>	<b>120,547</b>	<b>172,804</b>	<b>(52,256)</b>	<b>-30%</b>	<b>172,804</b>
<b>Total Capital Funding</b>		<b>264,606</b>	<b>230,844</b>	<b>217,762</b>	<b>42,570</b>	<b>139,036</b>	<b>217,762</b>	<b>(78,726)</b>	<b>-36%</b>	<b>217,762</b>

KZN292 KwaDukuza - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - A - Q4 Fourth Quarter

Vote Description	Ref	2016/17	Budget Year 2017/18						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	Full Year Forecast
R thousand								YTD variance %	
<b>Capital expenditure - Municipal Vote</b>									
<b>Expenditure of multi-year capital appropriation</b>	1								
<b>Vote 1 - Chief Operations Officer Business Units</b>		7,798	1,500	-	-	-	-	-	-
1.1 - Municipal Manager's Office		7,798	1,500	-	-	-	-	-	-
1.2 - Internal Audit		-	-	-	-	-	-	-	-
1.3 - Corporate Communications		-	-	-	-	-	-	-	-
1.4 - IDP		-	-	-	-	-	-	-	-
1.5 - PMS		-	-	-	-	-	-	-	-
1.6 - Pupil Participation		-	-	-	-	-	-	-	-
<b>Vote 2 - Corporate Services Business Units</b>		-	-	-	-	-	-	-	-
2.1 - Council General		-	-	-	-	-	-	-	-
2.2 - Human Resources		-	-	-	-	-	-	-	-
2.3 - Administration		-	-	-	-	-	-	-	-
2.4 - Information Technology		-	-	-	-	-	-	-	-
<b>Vote 3 - Finance Business Units</b>		1,825	2,600	4,860	596	4,726	4,860	(134)	-3%
3.1 - Assessment Rates		-	-	-	-	-	-	-	-
3.2 - Budget and Treasury Office		1,825	2,600	4,860	596	4,726	4,860	(134)	-3%
3.3 - Supply Chain Management		-	-	-	-	-	-	-	-
<b>Vote 4 - Economic Development &amp; Planning Business Units</b>		-	-	-	-	-	-	-	-
4.1 - Museum		-	-	-	-	-	-	-	-
4.2 - Economic Development		-	-	-	-	-	-	-	-
4.3 - Environmental Management		-	-	-	-	-	-	-	-
4.4 - Development Control		-	-	-	-	-	-	-	-
4.5 - Town Planning		-	-	-	-	-	-	-	-
4.6 - Building Control		-	-	-	-	-	-	-	-
<b>Vote 5 - Community Services and Public Amenities Business Units</b>		25,075	44,431	32,773	10,348	35,750	32,773	2,976	9%
5.1 - Beach Amenities		-	-	-	-	-	-	-	-
5.2 - Library		-	-	-	-	-	-	-	-
5.3 - Cemetery		23,939	25,150	23,002	9,099	27,637	23,002	4,635	20%
5.4 - Admin General		-	-	-	-	-	-	-	-
5.5 - Parks and Gardens		-	-	-	-	-	-	-	-
5.6 - Sport and Recreation		1,136	16,971	9,771	1,249	8,113	9,771	(1,658)	-17%
5.7 - Dolphin Park		-	-	-	-	-	-	-	-
5.8 - Community Halls		-	-	-	-	-	-	-	-
5.9 - Street Sweeping		-	-	-	-	-	-	-	-
5.10 - Refuse Removal		-	-	-	-	-	-	-	-
5.11 - Child Care Facilities		-	2,310	-	-	-	-	-	-
<b>Vote 6 - Community Safety Business Units</b>		-	6,186	6,186	-	-	6,186	(6,186)	-100%
6.1 - Law Enforcement Administration		-	-	-	-	-	-	-	-
6.2 - Security Services		-	-	-	-	-	-	-	-
6.3 - Law Enforcement		-	-	-	-	-	-	-	-
6.4 - Fire and Emergency		-	-	-	-	-	-	-	-
6.5 - Disaster Management		-	-	-	-	-	-	-	-
6.6 - Marine Safety		-	-	-	-	-	-	-	-
6.7 - Vehicle Testing		-	-	-	-	-	-	-	-
6.8 - Vehicle Licensing		-	6,186	6,186	-	-	6,186	(6,186)	-100%
<b>Vote 7 - Civil Engineering/ Human Settlements Business Units</b>		78,607	64,924	79,599	25,258	59,023	79,599	(20,576)	-26%
7.1 - Human Settlements		-	-	-	-	-	-	-	-
7.2 - Civil Admin		-	-	-	-	-	-	-	-
7.3 - Civil Buildings		9,732	13,000	13,650	205	12,392	13,650	(1,258)	-9%
7.4 - Road and Stormwater		63,715	40,224	65,949	25,053	46,631	65,949	(19,318)	-29%
7.5 - Staff Housing		-	-	-	-	-	-	-	-
7.6 - MIG Sport & Recreation		-	-	-	-	-	-	-	-
7.7 - MIG Community Halls		5,160	11,700	-	-	-	-	-	-
<b>Vote 8 - Electrical Engineering Business Units</b>		17,021	54,536	59,017	634	13,667	50,017	(36,350)	-73%
8.1 - Street Lights		3,545	5,770	7,105	-	1,899	7,105	(5,206)	-73%
8.2 - Vehicles Distribution		-	-	-	-	-	-	-	-
8.3 - Mechanical Workshop		-	-	-	-	-	-	-	-
8.4 - Electrical Admin		-	-	-	-	-	-	-	-
8.5 - Urban South		327	500	2,900	523	4,642	20,091	(15,449)	-77%
8.6 - Rural North		2,048	2,298	2,476	111	2,708	2,900	(192)	-7%
8.7 - SAPPI		2,227	17,200	14,430	-	2,476	14,430	(12,157)	-84%
8.8 - Urban North		-	800	-	-	-	-	-	-
8.9 - Rural South		998	3,180	3,015	-	556	3,015	(2,459)	-62%
8.10 - Salary Distribution		-	-	-	-	-	-	-	-
8.11 - Electrification projects		7,876	24,690	-	-	-	-	-	-
<b>Vote 9 - Youth Development Business Units</b>		-	-	786	-	786	786	(0)	0%
9.1 - Youth Development		-	-	786	-	786	786	(0)	0%
<b>Total multi-year capital expenditure</b>		130,325	174,177	174,222	36,837	113,952	174,222	(60,270)	-35%
<b>Capital expenditure - Municipal Vote</b>									
<b>Expenditure of single-year capital appropriation</b>	1								
<b>Vote 1 - Chief Operations Officer Business Units</b>		758	400	-	-	-	-	-	-
1.1 - Municipal Manager's Office		661	-	-	-	-	-	-	-
1.2 - Internal Audit		-	-	-	-	-	-	-	-
1.3 - Corporate Communications		-	-	-	-	-	-	-	-
1.4 - IDP		-	-	-	-	-	-	-	-
1.5 - PMS		-	-	-	-	-	-	-	-
1.6 - Pupil Participation		97	400	-	-	-	-	-	-
<b>Vote 2 - Corporate Services Business Units</b>		2,933	2,200	2,380	380	1,140	2,380	(1,240)	-52%
2.1 - Council General		1,870	-	-	-	-	-	-	-
2.2 - Human Resources		18	-	-	-	-	-	-	-
2.3 - Administration		-	-	-	-	-	-	-	-
2.4 - Information Technology		1,046	1,000	1,100	93	448	1,100	(652)	-59%
<b>Vote 3 - Finance Business Units</b>		102	-	26	287	693	1,280	(587)	-46%
3.1 - Assessment Rates		-	-	-	-	26	26	-	-
3.2 - Budget and Treasury Office		97	-	26	-	26	26	-	-
3.3 - Supply Chain Management		5	-	-	-	-	-	-	-
<b>Vote 4 - Economic Development &amp; Planning Business Units</b>		281	1,400	-	-	-	-	-	-
4.1 - Museum		-	-	-	-	-	-	-	-
4.2 - Economic Development		99	650	-	-	-	-	-	-
4.3 - Environmental Management		-	-	-	-	-	-	-	-
4.4 - Development Control		-	-	-	-	-	-	-	-
4.5 - Town Planning		-	-	-	-	-	-	-	-
4.6 - Building Control		162	750	-	-	-	-	-	-

<b>Vote 5 - Community Services and Public Amenities Business Units</b>	<b>4,358</b>	<b>7,050</b>	<b>8,038</b>	<b>926</b>	<b>4,756</b>	<b>6,036</b>	<b>(1,280)</b>	<b>-21%</b>	<b>6,036</b>
5.1 - Beach Amenities			-				-		-
5.2 - Library	1	150	-				-		-
5.3 - Cemetery		450	418		345	418	(72)	-17%	418
5.4 - Admin General			-				-		-
5.5 - Parks and Gardens	58	1,320	1,267	189	511	1,267	(757)	-80%	1,267
5.6 - Sport and Recreation	3,458	3,650	2,936	727	2,823	2,936	(113)	-4%	2,936
5.7 - Dolphin Park			-				-		-
5.8 - Community Halls	482	700	491		491	491	-		491
5.9 - Street Sweeping			-				-		-
5.10 - Refuse Removal	200	780	924		586	924	(338)	-37%	924
5.11 - Child Care Facilities	156		-				-		-
<b>Vote 6 - Community Safety Business Units</b>	<b>953</b>	<b>1,596</b>	<b>1,552</b>	<b>180</b>	<b>1,111</b>	<b>1,552</b>	<b>(441)</b>	<b>-28%</b>	<b>1,552</b>
6.1 - Law Enforcement Administration	90		-				-		-
6.2 - Security Services	56		-				-		-
6.3 - Law Enforcement	395	646	641		389	641	(252)	-39%	641
6.4 - Fire and Emergency	154	400	364	21	357	364	(7)	-2%	364
6.5 - Disaster Management		50	48		48	48	-		48
6.6 - Marine Safety	241	450	450	140	317	450	(133)	-29%	450
6.7 - Vehicle Testing	16	50	50			50	(50)	-100%	50
6.8 - Vehicle Licensing			-				-		-
<b>Vote 7 - Civil Engineering/ Human Settlements Business Units</b>	<b>105,465</b>	<b>37,181</b>	<b>28,808</b>	<b>3,987</b>	<b>16,887</b>	<b>28,808</b>	<b>(11,918)</b>	<b>-41%</b>	<b>28,808</b>
7.1 - Human Settlements	569	3,000	2,000			2,000	(2,000)	-100%	2,000
7.2 - Civil Admin	99		-				-		-
7.3 - Civil Buildings	2,144	3,500	4,500	1,489	3,048	4,500	(1,452)	-32%	4,500
7.4 - Road and Stormwater	81,555	21,444	22,306	2,496	13,839	22,306	(8,467)	-38%	22,306
7.5 - Staff Housing			-				-		-
7.6 - MiG Sport & Recreation	15,786	6,037	-				-		-
7.7 - MiG Community Halls	5,312	3,200	-				-		-
<b>Vote 8 - Electrical Engineering Business Units</b>	<b>19,454</b>	<b>6,840</b>	<b>4,740</b>	<b>280</b>	<b>1,163</b>	<b>4,740</b>	<b>(3,577)</b>	<b>-75%</b>	<b>4,740</b>
8.1 - Street Lights	628		-				-		-
8.2 - Vehicles Distribution			-				-		-
8.3 - Mechanical Workshop	278	340	1,440			1,440	(1,440)	-100%	1,440
8.4 - Electrical Admin	4,011	630	1,636		235	1,636	(1,401)	-88%	1,636
8.5 - Urban South	3,073	2,960	200	111	279	200	79	39%	200
8.6 - Rural North	2,484	800	874	170	302	874	(572)	-65%	874
8.7 - SAPPI	2,849	800	590		347	590	(243)	-41%	590
8.8 - Urban North			-				-		-
8.9 - Rural South	647		-				-		-
8.10 - Salary Distribution			-				-		-
8.11 - Electrification projects	5,285	1,310	-				-		-
<b>Vote 9 - Youth Development Business Units</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
9.1 - Youth Development			-				-		-
<b>Total single-year capital expenditure</b>	<b>134,281</b>	<b>56,867</b>	<b>43,540</b>	<b>5,733</b>	<b>25,083</b>	<b>43,540</b>	<b>(18,457)</b>	<b>(0)</b>	<b>43,540</b>
<b>Total Capital Expenditure</b>	<b>264,808</b>	<b>230,844</b>	<b>217,762</b>	<b>42,570</b>	<b>139,036</b>	<b>217,762</b>	<b>(78,726)</b>	<b>(0)</b>	<b>217,762</b>

KZN292 KwaDukuza - Table C6 Monthly Budget Statement - Financial Position - Q4 Fourth Quarter

Description	Ref	2016/17	Budget Year 2017/18			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	<b>1</b>					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash		270,209	56,410	190,827	391,383	190,827
Call investment deposits		121,461	263,886	141,461	120,073	141,461
Consumer debtors		89,240	69,883	119,316	31,130	119,316
Other debtors		95,450	74,410	102,872	98,635	102,872
Current portion of long-term receivables		5	5	5	353	5
Inventory		6,450	5,883	6,450	7,042	6,450
<b>Total current assets</b>		<b>582,815</b>	<b>470,477</b>	<b>560,931</b>	<b>648,616</b>	<b>560,931</b>
<b>Non current assets</b>						
Long-term receivables		769	975	715	-	715
Investments						
Investment property		153,735	89,470	153,735	153,735	153,735
Investments in Associate						
Property, plant and equipment		1,872,905	2,106,573	2,010,388	1,954,060	2,010,388
Agricultural						
Biological assets						
Intangible assets		7,704	8,281	5,485	5,049	5,485
Other non-current assets						
<b>Total non current assets</b>		<b>2,035,114</b>	<b>2,205,299</b>	<b>2,170,323</b>	<b>2,112,844</b>	<b>2,170,323</b>
<b>TOTAL ASSETS</b>		<b>2,617,929</b>	<b>2,675,775</b>	<b>2,731,253</b>	<b>2,761,460</b>	<b>2,731,253</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft						
Borrowing		8,689	9,113	10,106	-	10,106
Consumer deposits		31,393	33,437	33,893	32,205	33,893
Trade and other payables		251,072	230,472	261,526	221,657	261,526
Provisions		1,429	17,599	5,347	38,692	5,347
<b>Total current liabilities</b>		<b>292,582</b>	<b>290,621</b>	<b>310,872</b>	<b>292,554</b>	<b>310,872</b>
<b>Non current liabilities</b>						
Borrowing		230,258	230,807	220,312	230,262	220,312
Provisions		114,497	140,019	136,702	21,638	136,702
<b>Total non current liabilities</b>		<b>344,755</b>	<b>370,826</b>	<b>357,015</b>	<b>251,899</b>	<b>357,015</b>
<b>TOTAL LIABILITIES</b>		<b>637,337</b>	<b>661,447</b>	<b>667,887</b>	<b>544,454</b>	<b>667,887</b>
<b>NET ASSETS</b>	<b>2</b>	<b>1,980,591</b>	<b>2,014,329</b>	<b>2,063,366</b>	<b>2,217,007</b>	<b>2,063,366</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		1,962,050	1,995,788	2,044,825	2,198,465	2,044,825
Reserves		18,541	18,541	18,541	18,541	18,541
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>2</b>	<b>1,980,591</b>	<b>2,014,329</b>	<b>2,063,366</b>	<b>2,217,007</b>	<b>2,063,366</b>

KZN292 KwaDukuza - Table C7 Monthly Budget Statement - Cash Flow - Q4 Fourth Quarter

Description		2016/17	Budget Year 2017/18					Full Year Forecast		
R thousands	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
1										
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates		357,545	381,076	367,101	38,791	390,233	367,101	23,132	6%	367,101
Service charges		707,479	768,249	691,229	72,314	701,888	691,229	10,658	2%	691,229
Other revenue		103,196	52,990	42,573	1,947	81,259	42,573	38,686	91%	42,573
Government - operating		128,086	148,452	146,829	5,063	143,761	146,829	(3,068)	-2%	146,829
Government - capital		83,894	59,934	79,840	4,012	76,574	79,840	(3,266)	-4%	79,840
Interest		32,512	27,658	27,013	5,072	39,772	27,013	12,759	47%	27,013
Dividends										
<b>Payments</b>										
Suppliers and employees		(1,184,365)	(1,212,697)	(1,247,479)	(112,307)	(1,152,117)	(1,247,479)	(95,362)	8%	(1,247,479)
Finance charges		(24,515)	(28,477)	(26,352)	(10,527)	(23,103)	(26,352)	(3,249)	12%	(26,352)
Transfers and Grants		-	(750)	(750)	-	(19)	(750)	(731)	97%	(750)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		203,831	196,436	80,004	4,364	258,247	80,004	(178,243)	-223%	80,004
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		900	-	-	-	141	-	141	#DIV/0!	-
Decrease (Increase) in non-current debtors			-	83,500	-	-	83,500	(83,500)	-100%	83,500
Decrease (Increase) other non-current receivables			54	54	-	769	54	715	1324%	54
Decrease (Increase) in non-current investments		171,916	-	(20,000)	(2,123)	8,561	(20,000)	28,561	-143%	(20,000)
<b>Payments</b>										
Capital assets		(255,869)	(230,844)	(217,762)	(42,601)	(139,036)	(217,762)	(78,726)	36%	(217,762)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		(83,054)	(230,790)	(154,208)	(44,724)	(129,565)	(154,208)	(24,643)	16%	(154,208)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans			-	-	-	-	-	-		-
Borrowing long term/refinancing			10,000	-	-	-	-	-		-
Increase (decrease) in consumer deposits		1,226	2,500	2,500	224	1,176	2,500	(1,324)	-53%	2,500
<b>Payments</b>										
Repayment of borrowing		(14,735)	(10,313)	(8,528)	(3,379)	(8,684)	(8,528)	156	-2%	(8,528)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		(13,509)	2,187	(6,028)	(3,155)	(7,508)	(6,028)	1,480	-25%	(6,028)
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		107,268	(32,167)	(80,232)	(43,515)	121,174	(80,232)			(80,232)
Cash/cash equivalents at beginning:		162,941	352,464	270,209		270,209	270,209			270,209
Cash/cash equivalents at month/year end:		270,209	320,296	189,977		391,383	189,977			189,977

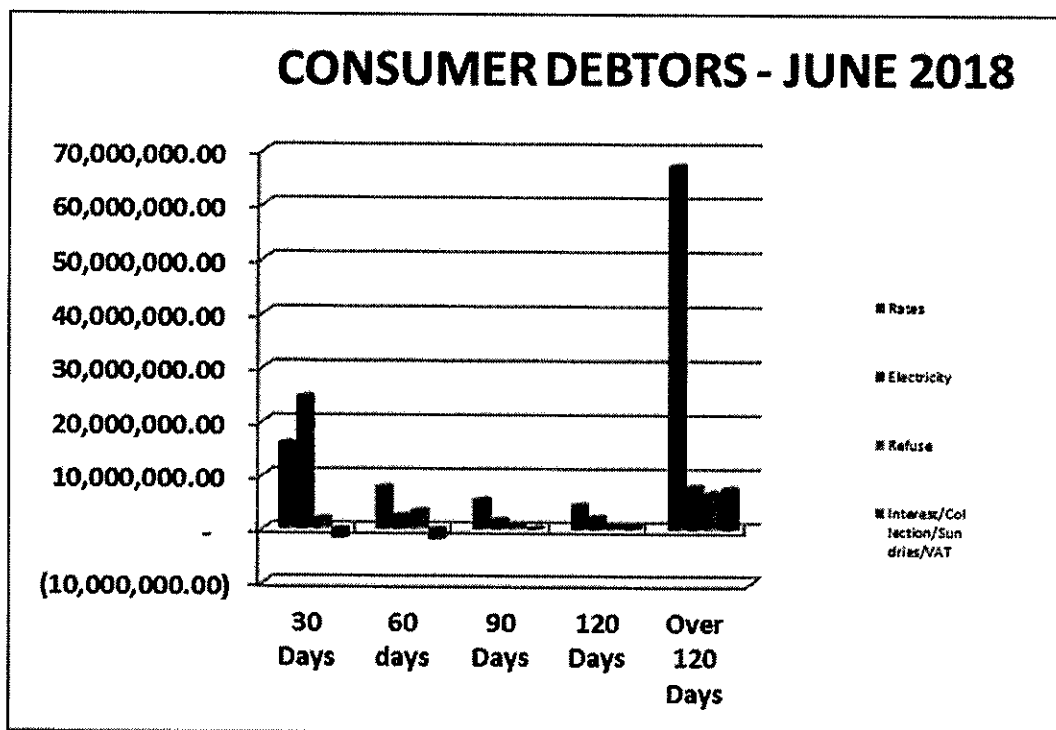


## 2.1 DEBTOR'S ANALYSIS

### Consumer Debtors

Consumer debtors amount to R 157 751 471 at the end of June 2018. This indicates an increase of R18, 9m from June 2017 in which the debt was R138 877 395, highlighting an approximately 14% increase from previous financial year. The increase is a result of an increase in the debtor's base as well as an increase in the supplementary roll adjustments.

The majority of the debt under this category is over 120 days. Although the municipality has implemented numerous credit control measures to accelerate collections, especially in this "old debt" category, there has been an overall increase of R3,9m when compared to 2015/16 year end consumer debt and a R7,4m from 2016/17 year end debt. The aging of Consumer debt is graphically reflected below:



The tables below indicate the consumer debt for the two financial years.

### 2017 /18 JUNE

#### Consumer Debtors

#### Rates & Service Debtors

	No of debtors	Total debt outstanding	30 Days	60 days	90 Days	120 Days	Over 120 Days
Rates	50577	100,840,345	15,931,455.00	7,823,845.82	5,442,326.67	4,524,151.52	67,118,566.00
Electricity	11886	38,939,413	24,549,692.00	2,479,971.99	1,738,568.87	2,215,190.70	7,955,989.00
Refuse	29285	13,219,529	1,931,519.00	3,426,179.51	590,248.78	497,625.45	6,773,956.02
Interest/Collection/Sundries/VAT		4,752,184	(1,718,472.00)	(1,865,006.00)	137,164.94	590,616.08	7,607,881.38
		157,751,470.73	40,694,194.00	11,864,991.32	7,908,309.26	7,827,583.75	89,456,392.40
		-	-	-	-	-	-
		157,751,470.73	40,694,194.00	11,864,991.32	7,908,309.26	7,827,583.75	89,456,392.40
		100%	26%	8%	5%	5%	57%

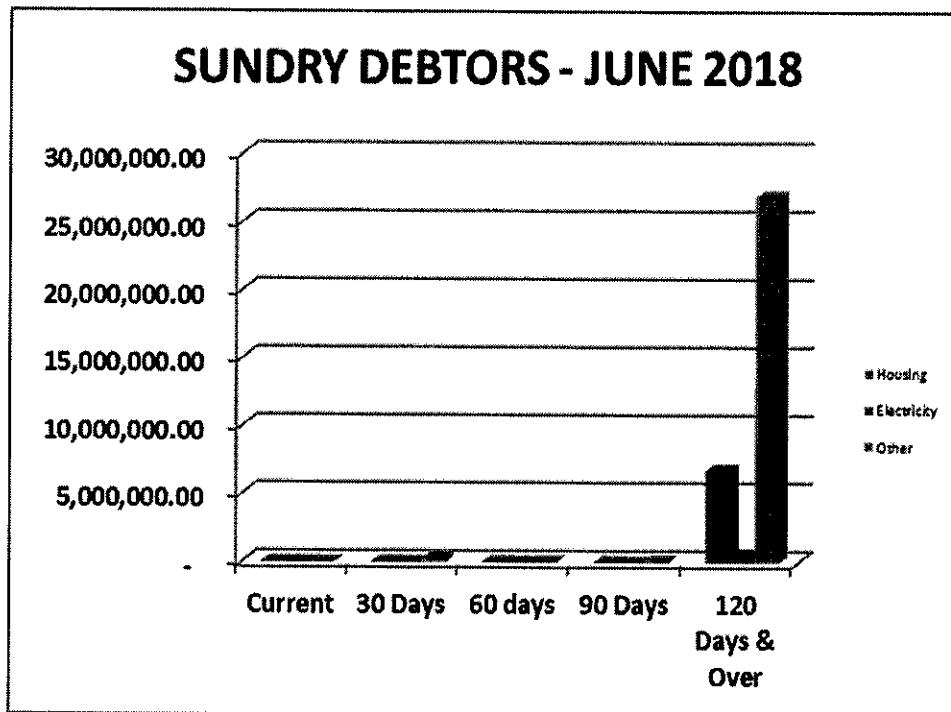
### 2016/17 June

#### Consumer Debtors

#### Rates & Service Debtors

	No of debtors	Total debt outstanding	30 Days	60 days	90 Days	120 Days	Over 120 Days
Rates	50577	89,115,863	14,789,745.68	6,948,637.42	5,070,617.81	4,543,341.65	57,763,520.25
Electricity	11886	36,264,288	15,730,448.00	3,064,534.71	1,616,501.66	1,125,608.96	14,727,194.90
Refuse	29285	10,052,700	1,564,298.99	663,997.93	480,755.69	388,617.24	6,955,030.27
Interest/Collection/Sundries/VAT		2,082,882.58	(3,038,715.78)	(488,482.33)	(332,050.90)	(252,179.11)	6,194,310.70
		137,515,733.74	29,045,776.89	10,188,687.73	6,835,824.26	5,805,388.74	85,640,056.12
		-	-	-	-	-	-
		137,515,733.74	29,045,776.89	10,188,687.73	6,835,824.26	5,805,388.74	85,640,056.12
		100%	21%	7%	5%	4%	62%

### Sundry Debtors



Sundry Debtors amounts to R 34 198 131 with the majority in the 120 days and over category. In comparison to sundry debt balance as at June 2016, we note that the debt has shown a R15, 2m increase in two years. The increase is as a result of the following:-

- Housing Accreditation – Bridge Funding: claims to the value of R11,3m have been put through, awaiting receipt from Department of Human Settlements.
- R 2m for the Ethafeni Housing Project and R 1m for the KwaDukuza Clinic– the revenue section has finalised an item to recommend write-off of this outstanding debt, however they are awaiting documents from the clinic to finalise the process.

June 2018							
		Total debt outstanding	Current	30 Days	60 days	90 Days	120 Days & Over
Housing		6,853,584.47	-	50,368.83	41,253.76	46,958.31	6,715,003.57
Electricity		455,882.38	-	(198.60)	4,821.74	4,394.36	446,864.88
Other		26,888,664.28	-	5,895,119.56	57,368.74	50,676.80	20,885,499.18
		<b>34,198,131</b>	<b>-</b>	<b>5,945,290</b>	<b>103,444</b>	<b>102,029</b>	<b>28,047,368</b>



## 2.2 CREDITORS ANALYSIS

KZN292 KwaDukuza - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q4 Fourth Quarter

Description R thousands	NT Code	Budget Year 2017/18								Total
		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	
<b>Creditors Age Analysis By Customer Type</b>										
Bulk Electricity	0100	48,590								48,590
Bulk Water	0200	-								-
PAYE deductions	0300	357								357
VAT (output less input)	0400	-								-
Pensions / Retirement deductions	0500	2,950								2,950
Loan repayments	0600	3,379								3,379
Trade Creditors	0700	9,841								9,841
Auditor General	0800	25								25
Other	0900	134,839	303	1,446	1,746					138,334
<b>Total By Customer Type</b>	<b>1000</b>	<b>199,981</b>	<b>303</b>	<b>1,446</b>	<b>1,746</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>203,476</b>

The above table represents the creditor's age analysis as at 30<sup>th</sup> June 2018. Whilst the majority of creditors are within the 30 day category, certain small amounts do fall above this category.

In some instances, the available budgets on certain votes were insufficient in making payments hence the delay in payments were beyond the control of the creditors section.



## **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 - Q4 Fourth Quarter

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
R thousands		Yrs/Months							
<b>Municipality</b>									
ABSA Bank		6 MTH	FIXED	180 DAYS		7.6%	-		-
ABSA Bank		6 MTH	FIXED	180 DAYS		7.6%	(0)		(0)
ABSA Bank		6 MTH	FIXED	180 DAYS		7.6%	-		-
ABSA Bank		6 MTH	FIXED	180 DAYS		7.6%	-		-
ABSA BANK		6 MTH	FIXED	180 DAYS	-	7.6%	-		-
ABSA BANK		12 MTH	FIXED	365 DAYS		5.7%	-		-
ABSA BANK		12 MTH	FIXED	365 DAYS	-	5.6%	14,327		14,327
ABSA Bank		1 MNT	32 Day Account	32 DAYS	-	5.8%	-		-
ABSA Bank		DAILY	LIQUIDITY PLUS	Daily	752	6.4%	134,619	(59,000)	76,270
ABSA Bank		DAILY	MONEY MKT	Daily	13	3.4%	2,634		2,647
ABSA Bank		DAILY	MONEY MKT	Daily	55	6.5%	11,087		11,142
First National Bank (money market)		DAILY	MONEY MARKET	CALL	-	3.4%	-		-
INVEST ELECTRICITY RESERVE		Daily	MONEY MKT	Daily	2	3.4%	586		589
INVEST ELECTRICITY ACCOUNT		Daily	MONEY MKT	Daily	1	3.4%	292		294
FNB		Daily	MONEY MKT	Daily	65	3.4%	15,528		15,593
INVESTMENT HOA		Daily	MONEY MKT	Daily	-	3.4%	-		-
INVEST GROUTVILLE PRIORITY ONE		Daily	MONEY MKT	Daily	-	3.4%	-		-
INVEST STEVE BIKO		Daily	MONEY MKT	Daily	-	3.4%	-		-
INVEST SHAYAMOYA		Daily	MONEY MKT	Daily	-	3.4%	-		-
INVEST DUBE VILLAGE		Daily	MONEY MKT	Daily	-	3.4%	-		-
ABSA HOUSING PROJECT		MONTHLY	LIQUIDITY PLUS	Daily	17	5.5%	3,506		3,523
ABSA GROUTVILLE PRIORITY		MONTHLY	LIQUIDITY PLUS	Daily	1	5.5%	240		241
ABSA SHAYAMOYA		MONTHLY	LIQUIDITY PLUS	Daily	3	5.5%	694		697
ABSA DUBE VILLAGE		MONTHLY	LIQUIDITY PLUS	Daily	1	5.5%	209		210
ABSA STEVE BIKO		MONTHLY	LIQUIDITY PLUS	Daily	4	5.5%	770		774
FNB		12 MTH	FIXED	365 DAYS	1,629	5.9%	19,510		21,139
FNB (SAAMBOU)		12 MTH	FIXED	365 DAYS		5.2%	-		-
INVESTEC		6 MTH	FIXED	180 DAYS		5.6%	-		-
INVESTEC		12 MTH	FIXED	365 DAYS		5.6%	-		-
INVESTEC		6 MTH	FIXED	180 DAYS	-	5.7%	-		-
INVESTEC		4 MNTH	FIXED	120 DAYS	-	6.5%	-		-
INVESTEC		6 MONTHS	FIXED	180 DAYS	-	6.9%	25,364		25,364
INVESTEC		5 MONTHS	FIXED	180 DAYS	-	7.7%	-		-
NBS (NEDBANK)		1 MTH	COLLATERAL SECURITY	32 DAYS	-	4.6%	108		108
NBS (NEDBANK)		1 MTH	COLLATERAL SECURITY	32 DAYS	-	4.6%	189		189
Nedbank		1mth	32 Day Account	32 Days		5.6%	-		-
Nedbank		6 MTH	FIXED	180 DAYS	-	5.4%	-		-
Nedbank		6 MTH	FIXED	180 DAYS	44	5.4%	8,010		8,054
NEDBANK		12 MTH	FIXED	365 DAYS	-	5.7%	-		-
NEDBANK		12 MTH	FIXED	365 DAYS	-	5.5%	16,287		16,287
Standard Bank		3 MTH	FIXED	90 Days	-	7.1%	-		-
Standard Bank		3 MTH	FIXED	90 Days	-	7.0%	-		-
Standard Bank		6 MTH	FIXED	180 DAYS	-	5.5%	-		-
Standard Bank		12 MTH	FIXED	365 DAYS	-	8.7%	12,035		12,035
ABSA		12 MTH	FIXED	365 DAYS	26	5.5%	5,416		5,443
ABSA		MONTHLY	LIQUIDITY PLUS	Daily	665	5.5%	134,946		135,612
ABSA		MONTHLY	LIQUIDITY PLUS	Daily	11	5.5%	2,220		2,231
ABSA ( BALLITO JUNCTION)		MONTHLY	LIQUIDITY PLUS	Daily	26	5.5%	5,222		5,248
NEDBANK BBM		12 MONTHS	FIXED	365 Days	-	8.1%	17,000	-	17,000
NEDBANK BBM 2		11 MONTHS	FIXED	335 DAYS	-	8.0%	-	423	423
ABSA (DEVELOPERS CONTRI)		MONTHLY	LIQUIDITY PLUS	Daily	60	6.3%	12,077	-	12,136
Municipality sub-total					3,375	0	442,778	(58,577)	387,576
Entitles sub-total					-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2				3,375		442,778	(58,577)	387,576

- 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 June 2017, the municipality had R 282, 038m Investment portfolio. The fourth-quarter report reflects Investments of R387, 576m. With the capital expenditure being lower than projected, the Investments held are higher than initially anticipated.
- All balances that fall into the categories listed below:-
  - ✓ 32 days ,
  - ✓ Liquidity ,
  - ✓ Money Markets ,
  - ✓ 3 months , and
  - ✓ Collateral Security ,

have been considered as Cash and not Investments in C6 (Financial Position) of the C Schedule, hence only R120m has actually been considered as Investments.



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

## KZN292 KwaDukuza - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Q4 Fourth Quarter

Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>RECEIPTS:</b>	1,2									
<b>Operating Transfers and Grants</b>										
National Government:		119,655	137,534	135,911	-	135,911	135,911	-		135,911
Local Government Equitable Share		116,642	131,541	131,541	-	131,541	131,541	-		131,541
Finance Management Grant		1,725	1,800	1,800	-	1,800	1,800			1,800
MIG Funded PMU Costs		-	2,628	1,005	-	1,005	1,005			1,005
EPWP Incentive		1,288	1,565	1,565	-	1,565	1,565			1,565
Provincial Government:		7,628	10,918	10,918	4,058	7,850	10,918	(3,068)	-28.1%	10,918
Provincialisation of Libraries		2,929	3,045	3,045		3,045	3,045	-		3,045
Museum Subsidies		175	183	183		183	183			183
Community Library Services Grant		537	564	564		564	564	-		564
Housing Accreditation	4	3,987	7,126	7,126	4,058	4,058	7,126	(3,068)	-43.1%	7,126
District Municipality:		-	-	-	-	-	-	-		-
[insert description]								-		
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		
<b>Total Operating Transfers and Grants</b>	5	127,283	148,452	146,829	4,058	143,761	146,829	(3,068)	-2.1%	146,829
<b>Capital Transfers and Grants</b>										
National Government:		87,020	59,934	79,648	-	79,648	79,648	-		79,648
Municipal Infrastructure Grant (MIG)		61,330	49,934	61,557	-	61,557	61,557	-		61,557
Integrated National Electrification Programme		10,000	10,000	18,091		18,091	18,091			18,091
NDPG		15,690						-		
Provincial Government:		-	-	191	-	191	191	-		191
Beach Rehabilitation				191		191	191	-		191
District Municipality:		-	-	-	-	-	-	-		-
[insert description]								-		
Other grant providers:		-	-	-	-	5,017	5,017	-		-
Ballito Junction Contribution						5,017	5,017	-		
<b>Total Capital Transfers and Grants</b>	5	87,020	59,934	79,840	-	84,857	84,857	-		79,840
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	5	214,303	208,386	226,669	4,058	228,618	231,685	(3,068)	-1.3%	226,669

## KZN292 KwaDukuza - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - Q4 Fourth Quarter

Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
National Government:		119,655	137,534	135,911	795	135,358	135,911	(553)	-0.4%	135,911
Local Government Equitable Share		116,642	131,541	131,541		131,541	131,541	-		131,541
Finance Management Grant		1,725	1,800	1,800	569	1,800	1,800	-		1,800
MIG Funded PMU Costs			2,628	1,005	226	452	1,005	(553)	-55.1%	1,005
EPWP Incentive		1,288	1,565	1,565		1,565	1,565	-		1,565
Provincial Government:		8,313	10,918	10,918	335	7,115	11,006	(3,891)	-35.4%	10,918
Provincialisation of Libraries		2,929	3,045	3,045	-	3,045	3,045	-		3,045
Museum Subsidies		361	183	183		183	183	-		183
Community Library Services Grant		367	564	564	70	584	564	20	3.5%	564
Housing Accreditation		4,656	7,126	7,126	251	3,215	7,126	(3,911)	-54.9%	7,126
Department of Sport & Recreation			-	-	14	88	88	-		
District Municipality:		118	-	-	-	-	-	-		-
Enlombeni/Charlotte Harwood		118						-		
Other grant providers:		-	-	-	-	-	-	-		-
								-		
Total operating expenditure of Transfers and Grants:		128,086	148,452	146,829	1,129	142,473	146,917	(4,444)	-3.0%	146,829
<b>Capital expenditure of Transfers and Grants</b>										
National Government:		78,929	59,934	79,648	9,207	64,277	79,648	(15,371)	-19.3%	79,648
Municipal Infrastructure Grant (MIG)		61,330	49,934	61,557	8,945	62,110	61,557	553	0.9%	61,557
Integrated National Electrification Programme		1,909	10,000	18,091	262	2,167	18,091	(15,925)	-88.0%	18,091
NDPG		15,690						-		
Provincial Government:		57	-	-	-	-	-	-		-
Housing Accreditation		57						-		
District Municipality:		645	-	191	-	191	191	-		191
Beach Rehabilitation		645		191	-	191	191	-		191
Other grant providers:		-	-	-	1,549	8,018	8,018	-		-
Public Contributions					1,549	8,018	8,018	-		
Total capital expenditure of Transfers and Grants		79,630	59,934	79,840	10,756	72,487	87,858	(15,371)	-17.5%	79,840
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		207,717	208,386	226,669	11,886	214,960	234,775	(19,815)	-8.4%	226,669

Table SC6 reflects that the municipality anticipated recognising R 226,669 mil as income during the 2017/18 financial year. At year end the municipality had received R 223,600 mil DORA grant allocations. Of the R7, 126m Housing Accreditation, only R 4, 058m was received. The Housing Accreditation Grant is dependent on the expenditure on Housing Projects. A 4% allocation is received when the Municipality expends on Housing Projects.

Public Contribution (Ballito Junction) of R 5,017 has been received this financial year and has been included in the transfers and grants receipts schedule SC6 above. The Municipality currently has R25, 711m of Public Contributions for this financial year.

Table SC 7(1) indicates the grant expenditure as at year end. R62m MIG has been spent at year end. The INEP grant includes a R10m current year and R8, 091m roll-over allocation. The Municipality has spent only R2, 1m of the R18,091m allocation. R8, 018m of Public Contribution has been spent for this financial year.

## KZN292 KwaDukuza - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - Q4 Fourth Quarter

Summary of Employee and Councillor remuneration	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
	1	A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages		11,701	16,304	16,304	1,081	12,957	16,304	(3,346)	-21%	16,304
Pension and UIF Contributions		1,459	-	-	145	1,737	-	1,737	#DIV/0!	-
Medical Aid Contributions		46	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		4,326	5,402	5,402	391	4,687	5,402	(715)	-13%	5,402
Cellphone Allowance		1,294	1,374	1,374	192	2,304	1,374	930	68%	1,374
Housing Allowances		-	-	-	7	84	-	84	#DIV/0!	-
Other benefits and allowances		84	66	66	4	43	66	(23)	-35%	66
<b>Sub Total - Councillors</b>		<b>18,910</b>	<b>23,146</b>	<b>23,146</b>	<b>1,819</b>	<b>21,812</b>	<b>23,146</b>	<b>(1,334)</b>	<b>-6%</b>	<b>23,146</b>
% Increase	4		22.4%	22.4%						22.4%
<b>Senior Managers of the Municipality</b>	3									
Basic Salaries and Wages		8,686	10,007	10,007	775	9,304	10,007	(703)	-7%	10,007
Pension and UIF Contributions		1,114	1,518	1,518	106	1,271	1,518	(247)	-16%	1,518
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		596	937	937	717	717	937	(220)	-24%	937
Motor Vehicle Allowance		1,223	1,148	1,148	123	1,482	1,148	334	29%	1,148
Cellphone Allowance		108	132	132	10	120	132	(12)	-9%	132
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		99	259	259	10	114	259	(145)	-56%	259
Payments in lieu of leave		-	277	277	-	-	277	(277)	-100%	277
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Municipality</b>		<b>11,826</b>	<b>14,277</b>	<b>14,277</b>	<b>1,741</b>	<b>13,008</b>	<b>14,277</b>	<b>(1,270)</b>	<b>-9%</b>	<b>14,277</b>
% Increase	4		20.7%	20.7%						20.7%
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		166,173	199,725	192,840	14,097	182,628	192,840	(10,212)	-5%	192,840
Pension and UIF Contributions		31,425	41,658	37,020	2,924	35,656	37,020	(1,364)	-4%	37,020
Medical Aid Contributions		18,811	22,867	21,155	1,448	19,438	21,155	(1,718)	-8%	21,155
Overtime		48,065	28,513	36,894	2,466	41,732	36,894	4,838	13%	36,894
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		11,687	16,391	13,773	1,005	11,987	13,773	(1,786)	-13%	13,773
Cellphone Allowance		918	1,334	1,099	75	938	1,099	(162)	-15%	1,099
Housing Allowances		774	905	933	64	806	933	(127)	-14%	933
Other benefits and allowances		11,092	24,262	21,290	2,421	21,041	21,290	(249)	-1%	21,290
Payments in lieu of leave		19,694	9,388	5,546	883	8,636	5,546	3,091	56%	5,546
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
<b>Sub Total - Other Municipal Staff</b>		<b>308,638</b>	<b>345,044</b>	<b>330,550</b>	<b>25,384</b>	<b>322,861</b>	<b>330,550</b>	<b>(7,688)</b>	<b>-2%</b>	<b>330,550</b>
% Increase	4		11.8%	7.1%						7.1%
<b>Total Parent Municipality</b>		<b>339,374</b>	<b>382,467</b>	<b>367,973</b>	<b>28,944</b>	<b>357,681</b>	<b>367,973</b>	<b>(10,292)</b>	<b>-3%</b>	<b>367,973</b>
Unpaid salary, allowances & benefits in arrears:										
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>		<b>339,374</b>	<b>382,467</b>	<b>367,973</b>	<b>28,944</b>	<b>357,681</b>	<b>367,973</b>	<b>(10,292)</b>	<b>-3%</b>	<b>367,973</b>
% Increase	4		12.7%	8.4%						8.4%
<b>TOTAL MANAGERS AND STAFF</b>		<b>320,464</b>	<b>359,321</b>	<b>344,827</b>	<b>27,125</b>	<b>335,869</b>	<b>344,827</b>	<b>(8,958)</b>	<b>-3%</b>	<b>344,827</b>



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

KZN292 KwaDukuza - Supporting Table SC1 Material variance explanations - Q4 Fourth Quarter

Ref	Description	Variance	Reasons for material deviations
	<b>R thousands</b>		
1	<b>Revenue By Source</b>		
	Service charges - electricity revenue	(38,636)	The Service charges - electricity revenue reflect an underperformance of R38, 6m as at the end of the fourth quarter, this variance is as a result of June Billing which at the time of reporting was not captured on the financial system. The billing is done on the 7th of every month while the section 71 report is based on the figures as at the end of the month as a result the billing is delayed by a month. However on an average billing, the Service charges - electricity revenue seems to be performing well.
	Service charges - refuse revenue	7,616	Service charges - refuse revenue shows a positive variance of R7, 6m as at 30 June 2018. The positive variance is due to the increase in refuse collection from the different places within the municipality and therefore billings have increased. Should this trends continues that will be the benefit for the municipal revenue.
	Interest earned - external investments	1,669	The interest earned-external investment reflects a positive variance of R1, 7m as at the end of the fourth quarter. This positive variance is as a result of low expenditure on capital budget which subsequently requires more money to be kept on investment account of the municipality as a result more interest is being received than anticipated.
	Fines, penalties and forfeits	(22,719)	The unfavourable variance of R22, 7m in this line item is as a result of the fines revenue raised on a cash basis whilst the budget is based on GRAP 1. GRAP requires us to recognise the total fines issued and not only those collected. This exercise is currently underway and the journal will be captured on the financial system upon the finalisation of annual financial statement. As a result the variance is anticipated to be eliminated once the journal is captured.
	Agency services	1,699	The Agency services revealed a positive variance of R1, 7m as at the end of June 2018. This positive variance is as a result of more driver's licenses and motor licensing issued than anticipated. It is expected that this good trend will continue even on the new financial year which will subsequently improve the cash flow of the municipality.
	Transfers and subsidies	(4,356)	Transfers and subsidies reflect a negative variance of R4, 4m as at the end of June 2018. This variance is as a result of housing accreditation grant claim being less than the amount that were deemed to be paid out to the Municipality by Department of Human Settlements due to lower capital expenditure by the KwaDukuza Municipality on housing project. The council is note that Operational cost is calculated at 4% of the Capital expenditure (an amount paid out for projects).
	Other revenue	20,768	"Other revenue" reflects a R20, 6m positive variance as at 30 June 2018. This positive variance is as a result of the following two main reasons, firstly general suspense sundry debtor contrs that amount to R12, 9m which is a balance sheet item that was opened as revenue on the item level as a result it shows as part of revenue items and secondly the high recognition of demand based contribution revenue than anticipated. The municipality budgeted R11m from this line item of revenue however the output shows R21m.
2	<b>Expenditure By Type</b>		
	Employee related costs	(16,993)	The employee related costs shows a negative variance or savings of almost R17, 0m as at the end of the June 2018. Unfilled budgeted vacant posts and unexpected payroll exits due to resignations, and deaths are the main contributor's factor to this negative variance or savings. The council however to note that as much as the municipality manage to have this savings, the consequences on service delivery is negative as the role of the employees in ensuring that the service delivery is indeed reaches the community within the agreed time frames is much vital. As result this variance is anticipated to be reduce in 2018/2019 financial year as most of the critical post will have to be filled with immediate effect to ensure uninterrupted of service delivery to the community at large within the municipality.
	Remuneration of councillors	3,665	Council remuneration shows R3, 9m over expenditure as at the end of June 2018, in consultation with Salary section this over expenditure is as a result of error during the capturing process of salary journal and it will be corrected prior to the finalisation of annual financial statement as a result this variance is anticipated to be eliminated once this error corrected. The payroll system and Munsof system is not yet integrated but the HR and Payroll section is working on it and the provisional date for implementation is September pay cycle as a result no errors anticipated post to the implementation of this integration.
	Debt impairment	(18,627)	Debt impairment shows R18, 6m under expenditure as at the end of under review month. Included in the debt impairment is the expenditure related to bad debt written off, contribution to bad debt provision and provisions for fines. The most contributing factors to this variance is bad debt provision which is required in terms GRAP which is normal calculated at the end of the financial year upon the finalisation of AFS as well as the journal related to lines provision which is yet to be calculated and captured on the system. It must be noted that both of the above transactions are of GRAP requirement and there are normal undertaken at the end of the financial year, as a result the variance in this line category is anticipated to be eliminated upon the finalisation of the AFS.
	Depreciation & asset impairment	(22,107)	The depreciation and asset impairment reflect a negative variance of R22, 1m as at 30 June 2018. The variance is as a result of lower than expected spending on the capital budget and delays in completing the prior year's projects which had an effect on the capitalisation 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 reduce once the impairment journal is finalised and captured on the financial system.
	Finance charges	(3,249)	The finance charges revealed a negative variance of R3, 2m as at the end of June 2018. The variance is due to the timing of repayment of loan.
	Bulk purchases	(65,477)	Bulk purchases revealed a negative variance of R65, 5m as at 30 June 2018. This variance is as a result of June billing not yet captured on the financial system. The June billing is anticipated to be R62m as a result the municipality is expected to make savings from this expenditure category which will subsequently contribute positively in maintaining the financial sustainability of the municipality.
	Other materials	(12,001)	The other material reflects the underspending of R12, 0m as at the end of June 2018. This negative variance is as a result of reallocation of item segment between Other Materials, Contracted Services and Other Expenditure to comply with mSCOA chat as a result the variance is anticipated to remain due to this reallocation.
	Contracted services	7,572	Contracted services show an over spending of R7, 6m as at the end of June 2018. This overspending is as a result of reallocation of item segment between Other Materials, Contracted Services and Other Expenditure to comply with mSCOA chat as a result the variance is anticipated to remain due to this reallocation. The council is note that this overspending does not mean there is any line item that has been overspend it only affecting the item level as a result no unauthorised expenditure incurred as a result of this reallocation of items.
	Other expenditure	(50,543)	The other expenditure category reflects an under spending of R50, 5m as at the end of June 2018. The main reason for the variance is the reallocation of item segment between Other Materials, Contracted Services and Other Expenditure to comply with mSCOA chat as a result the variance is anticipated to remain due to this reallocation. The other reason for this variance relate to those journals that are technically required in terms of GRAP which are normal undertaken upon the finalisation of AFS and there are currently under the process as a result the variance is expected to be eliminated once those journals are captured on the financial system prior to the finalisation of AFS.
3	<b>Capital Expenditure</b>		
	Governance and administration	21,333	Expenditure related to the Balilo Civic Building and Renovations to the Finance Building as well as Levopierre Extension
	Community and public safety	41,428	The expenditure reflected is mainly for the Vlakfontein Cemetery, and Sports & Recreation Facilities
	Economic and environmental services	60,859	The expenditure reflected is for Madundube & Driefontein Community Hall, Sportfields, Rehab of Roads and Balilo Taxi Rank & Road Construction Projects under the Civil Business Unit
	Trading services	15,416	Main expenditure reflected is for Streetlights & LV Networks
4	<b>Financial Position</b>		
	Current assets	648,616	Reflects Investments & Cash Balances of R 511m, and Debtors of R129,7m.
	Non current assets	2,112,844	The R64m increase in terms of Investment Property is a result of re-classification of Buildings in terms of MSCOA reporting.
	Current liabilities	292,554	Includes Trade Creditors of R169m and R 52,5m of Unspent Grants
	Non current liabilities	251,899	Includes amount of R 230m for DBSA loan.
5	<b>Cash Flow</b>		
	Cash flow from Operating Activities	258,247	Reflects receipts of R 1433m, with payments of R1175m
	Cash flow from Investing Activities	(129,565)	Reflects capital expenditure and increase in non-current investments
	Cash Flow from Financing Activities	(7,508)	Increase in Consumer Deposits & Repayment of Loan



## **2.7 CAPITAL PROGRAMME PERFORMANCE**

## KZN292 KwaDukuza - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - Q4 Fourth Quarter

Month	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
<b>Monthly expenditure performance trend</b>									
July	-	8,700	13,974	13,974	13,974	13,974	-		6%
August	46,705	33,050	8,841	8,841	22,815	22,815	-		10%
September	25,325	43,770	9,676	9,676	32,491	32,491	-		14%
October	22,249	35,195	10,842	10,842	43,333	43,333	-		19%
November	27,769	23,406	5,158	5,158	48,491	48,491	-		21%
December	24,636	22,060	13,198	13,198	61,689	61,689	-		27%
January	6,956	12,704	511	511	62,200	62,200	-		27%
February	13,564	7,820	6,539	7,939	70,139	68,739	(1,400)	-2.0%	30%
March	17,291	10,810	12,426	11,045	81,184	81,165	(19)	0.0%	35%
April	16,199	17,048	38,423	7,764	88,948	119,588	30,640	25.6%	0
May	11,588	10,286	75,298	7,518	96,466	194,886	98,420	50.5%	0
June	52,049	5,995	22,876	42,570	139,036	217,762	78,726	36.2%	0
<b>Total Capital expenditure</b>	<b>264,330</b>	<b>230,844</b>	<b>217,762</b>	<b>139,036</b>					

Council to note that that June expenditure is relatively high in comparison to the previous months. All payments released have been reviewed and approved by the relevant user Business Unit to attest that the actual work been completed or goods received prior to payment of invoices and or recognition of expenditure.



## **2.8 OTHER SUPPORTING DOCUMENTATION**

## SUMMARY CAPITAL BUDGET 2017/2018

BUSINESS UNIT	APPROVED BUDGET	2017/2018 ADJUSTED BUDGET	JULY EXP	AUG EXP	SEPT EXP	OCT EXP	NOV EXP	DEC EXP	JAN EXP	FEB EXP	MAR EXP	APRIL EXP	MAY EXP	JUNE EXP	YTD EXP	AVAILABLE BALANCE
CHIEF OPERATIONS OFFICER	1,820,000		-	-	-	-	-	-	-	-	-	-	-	-	-	-
CORPORATE SERVICES	2,280,000	2,280,000	-	-	-	102,190	263,596	31,150	116,340	8,152	24,820	68,175	145,355	380,345	1,140,123	129,877
FINANCE	2,600,000	2,600,000	-	-	-	656,480	16,887	895,284	-	-	1,388,025	-	1,249,844	595,692	4,975,218	133,772
EDP	1,400,000	1,400,000	-	-	-	-	-	-	-	-	14,041	(14,041)	-	-	-	-
COMMUNITY SERVICES & PUBLIC AMENITIES	51,480,840	51,480,840	2,664,449	2,934,154	2,556,704	2,180,761	1,815,279	4,811,597	(123,018)	3,649,393	3,961,300	4,450,156	1,117,730	11,273,636	41,292,231	2,900,609
COMMUNITY SAFETY	7,782,000	7,782,000	-	-	8,675	116,351	60,949	(10,344)	303,718	262,150	32,102	-	176,757	160,432	1,610,661	2,629,797
CIVIL ENGINEERING & HUMAN SETTLEMENTS	102,104,996	102,104,996	11,398,245	5,996,609	3,303,320	4,137,853	2,179,064	5,045,881	112,203	3,768,887	4,452,317	3,129,349	3,320,445	29,245,430	75,910,505	32,464,995
ELECTRICAL ENGINEERING	61,376,012	61,376,012	388	-	3,807,287	3,648,077	822,483	2,424,646	101,975	250,184	1,222,412	142,340	1,495,642	914,342	14,829,774	59,977,594
<b>TOTAL</b>	<b>230,843,848</b>	<b>230,843,848</b>	<b>13,974,081</b>	<b>8,840,783</b>	<b>9,676,077</b>	<b>10,841,711</b>	<b>5,158,199</b>	<b>13,198,212</b>	<b>511,219</b>	<b>7,938,767</b>	<b>11,045,017</b>	<b>7,775,960</b>	<b>7,505,773</b>	<b>42,569,877</b>	<b>139,035,635</b>	<b>76,728,212</b>

6.4% 4.1% 4.4% 5.0% 2.4% 6.1% 0.2% 3.6% 5.1% 3.6% 3.4% 19.5% 63.8%

## KZN292 KwaDukuza - Supporting Table SC1 Material variance explanations - Q4 Fourth Quarter

Ref	Description	Variance	Reasons for material deviations
1	<b>Revenue By Source</b>		
	Service charges - electricity revenue	(38,636)	The Service charges - electricity revenue reflect an underperformance of R38, 6m as at the end of the fourth quarter, this variance is as a result of June Billing which at the time of reporting was not captured on the financial system. The billing is done on the 7th of every month while the section 71 report is based on the figures as at the end of the month as a result the billing is delayed by a month. However on an average billing, the Service charges - electricity revenue seems to be performing well.
	Service charges - refuse revenue	7,615	Service charges - refuse revenue shows a positive variance of R7, 6m as at 30 June 2018. The positive variance is due to the increase in refuse collection from the different places within the municipality and therefore billings have increased. Should this trends continues that will be the benefit for the municipal revenue.
	Interest earned - external investments	1,689	The Interest earned-external investment reflects a positive variance of R1, 7m as at the end of the fourth quarter. This positive variance is as a result of low expenditure on capital budget which subsequent requires more money to be kept on investment account of the municipality as a result more interest is being received than anticipated.
	Fines, penalties and forfeits	(22,719)	The unfavourable variance of R22, 7m 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 and the journal will be captured on the financial system upon the finalisation of annual financial statement. As a result the variance is anticipated to be eliminated once the journal is captured.
	Agency services	1,699	The Agency services revealed a positive variance of R1, 7m as at the end of June 2018. This positive variance is as a result of more driver's licenses and motor licensing issued than anticipated. It is expected that this good trend will continue even on the new financial year which will subsequently improve the cash flow of the municipality.
	Transfers and subsidies	(4,358)	Transfers and subsidies reflect a negative variance of R4, 4m as at the end of June 2018. This variance is as a result of housing accreditation grant claim being less than the amount that were deemed to be paid out to the Municipality by Department of Human Settlement due to lower capital expenditure by the KwaDukuza Municipality on housing project. The council to note that Operational cost is calculated at 4% of the Capital expenditure (an amount paid out for projects).
	Other revenue	20,768	*Other revenue* reflects a R20, 8m positive variance as at 30 June 2018. This positive variance is as a result of the following two main reasons, firstly general suspense sundry debtor contra that amount to R12, 9m which is a balance sheet item that was opened as revenue on the item level as a result it shows as part of revenue items and secondly the high recognition of demand based contribution revenue than anticipated. The municipality budgeted R11m from this line item of revenue however the output shows R21m.
	<b>Expenditure By Type</b>		
	Employee related costs	(16,993)	The employee related costs shows a negative variance or savings of almost R17, 0m as at the end of the June 2018. Unfilled budgeted vacant posts and unexpected payroll exits due to resignations, and deaths are the main contributor's factor to this negative variance or savings. The council however to note that as much as the municipality manage to have this savings, the consequences on service delivery is negative as the role of the employees in ensuring that the service delivery is indeed reaches the community within the agreed time frames is much vital. As result this variance is anticipated to be reduce in 2018/2019 financial year as most of the critical post will have to be filled with immediate effect to ensure uninterrupted of service delivery to the community at large within the municipality.
2	Remuneration of councillors	3,885	Council remuneration shows R3, 9m over expenditure as at the end of June 2018, in consultation with Salary section this over expenditure is as a result of error during the capturing process of salary journal and it will be corrected prior to the finalisation of annual financial statement as a result this variance is anticipated to be eliminated once this error corrected. The payroll system and Munsoft system is not yet integrated but the HR and Payroll section is working on it and the provisional date for implementation is September pay cycle as a result no errors anticipated post to the implementation
	Debt impairment	(18,527)	Debt Impairment shows R18, 6m under expenditure as at the end of under review month. Included in the debt impairment is the expenditure related to bad debt written off, contribution to bad debt provision and provisions for fines. The most contributing factors to this variance is bad debts provision which is required in terms GRAP which is normal calculated at the end of the financial year upon the finalisation of AFS as well as the journal related to fines provision which is yet to be calculated and captured on the system. It must be noted that both of the above transactions are of GRAP requirement and there are normal undertaken at the end of the financial year, as a result the variance in this line category is anticipated to be eliminated upon the finalisation of the AFS.
	Depreciation & asset impairment	(22,107)	The depreciation and asset impairment reflect a negative variance of R22, 1m as at 30 June 2018. The variance is as a result of lower than expected spending on the capital budget and delays in completing the prior year's projects which had an effect on the capitalisation 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 reduce once the impairment journal is finalised and captured on the financial system.
	Finance charges	(3,249)	The finance charges revealed a negative variance of R3, 2m as at the end of June 2018. The variance is due to the timing of repayment of loan.
	Bulk purchases	(85,477)	Bulk purchases revealed a negative variance of R85, 5m as at 30 June 2018. This variance is as a result of June billing not yet captured on the financial system. The June billing is anticipated to be R62m as a result the municipality is expected to make savings from this expenditure category which will subsequently contribute positively in maintaining the financial sustainability of the municipality.
	Other materials	(12,001)	The other material reflects the underspending of R12, 0m as at the end of June 2018. This negative variance is as a result of reallocation of item segment between Other Materials, Contracted Services and Other Expenditure to comply with mSCOA chat as a result the variance is anticipated to remain due to this reallocation.
	Contracted services	7,572	Contracted services show an over spending of R7, 6m as at the end of June 2018. This overspending is as a result of reallocation of item segment between Other Materials, Contracted Services and Other Expenditure to comply with mSCOA chat as a result the variance is anticipated to remain due to this reallocation. The council to note that this overspending does not mean there is any line item that has been overspend it only affecting the item level as a result no unauthorised expenditure incurred as a result of this reallocation of items.
	Other expenditure	(50,543)	The other expenditure category reflects an under spending of R50, 5m as at the end of June 2018. The main reason for the variance is the reallocation of item segment between Other Materials, Contracted Services and Other Expenditure to comply with mSCOA chat as a result the variance is anticipated to remain due to this reallocation. The other reason for this variance relate to those journals that are technically required in terms of GRAP which are normal undertaken upon the finalisation of AFS and there are currently under the process as a result the variance is expected to be eliminated once those journals are captured on the financial system prior to the finalisation of AFS.
	<b>Capital Expenditure</b>		
	Governance and administration	21,333	Expenditure related to the Ballito Civic Building and Renovations to the Finance Building as well as Lavopierre Extension
3	Community and public safety	41,428	The expenditure reflected is mainly for the Vlakapruit Cemetery, and Sports & Recreation Facilities
	Economic and environmental services	60,859	The expenditure reflected is for Madundube & Orielonlein Community Hall, Sportsfields, Rehab of Roads and Ballito Taxi Rank & Road Construction Projects under the Civil Business Unit
	Trading services	15,416	Main expenditure reflected is for Streetlights & LV Networks
4	<b>Financial Position</b>		
	Current assets	648,616	Reflects Investments & Cash Balances of R 511m, and Debtors of R129,7m.
	Non current assets	2,112,844	The R64m increase in terms of Investment Property is a result of re-classification of Buildings in terms of MSCO reporting.
5	Current liabilities	262,554	Includes Trade Creditors of R169m and R 52,5m of Unspent Grants
	Non current liabilities	251,899	Includes amount of R 230m for DBSA loan.
	<b>Cash Flow</b>		
	Cash flow from Operating Activities	258,247	Reflects receipts of R 1433m, with payments of R1175m
	Cash flow from Investing Activities	(128,565)	Reflects capital expenditure and increase in non-current investments
	Cash Flow from Financing Activities	(7,508)	Increase in Consumer Deposits & Repayment of Loan

KZN292 KwaDukuza - Supporting Table SC2 Monthly Budget Statement - performance indicators - Q4 Fourth Quarter

Description of financial indicator	Basis of calculation	Ref	2016/17	Budget Year 2017/18		
			Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast
<b>Borrowing Management</b>						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		0.8%	7.6%	7.6%	3.5%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.0%	5.3%	1.0%	1.0%
<b>Safety of Capital</b>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		24.7%	23.4%	23.8%	23.8%
Gearing	Long Term Borrowing/ Funds & Reserves		1241.9%	1244.8%	1188.2%	1188.2%
<b>Liquidity</b>						
Current Ratio	Current assets/current liabilities	1	199.2%	161.9%	180.4%	180.4%
Liquidity Ratio	Monetary Assets/Current Liabilities		133.9%	110.2%	106.9%	106.9%
<b>Revenue Management</b>						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing					
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		13.5%	10.0%	15.6%	15.6%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%
<b>Creditors Management</b>						
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))					
<b>Funding of Provisions</b>						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions					
<b>Other Indicators</b>						
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2				
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2				
Employee costs	Employee costs/Total Revenue - capital revenue		23.3%	24.7%	24.1%	24.1%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		0.0%	0.0%	0.0%	0.0%
Interest & Depreciation	I&D/Total Revenue - capital revenue		6.4%	7.6%	7.6%	3.5%
<b>IDP regulation financial viability indicators</b>						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year					
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services					
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure					

KZN292 KwaDukuza - Supporting Table SC3 Monthly Budget Statement - aged debtors - Q4 Fourth Quarter

Description	NT Code	Budget Year 2017/18									
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days
<b>R thousands</b>											
<b>Debtors Age Analysis By Income Source</b>											
Trade and Other Receivables from Exchange Transactions - Water	1200	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	24,701	2,596	1,814	2,286	1,127	-	-	-	32,524	3,413
Receivables from Non-exchange Transactions - Property Rates	1400	15,084	7,044	4,714	3,848	3,452	-	-	-	34,142	7,299
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Management	1600	1,932	3,426	590	498	444	-	-	-	6,890	942
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	50	41	47	6,715	-	-	-	6,854	6,762
Interest on Arrear Debtor Accounts	1810	1,244	1,074	999	902	826	-	-	-	5,044	1,728
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-
Other	1900	(2,266)	3,620	(147)	349	20,704	-	-	-	22,260	21,053
<b>Total By Income Source</b>	<b>2000</b>	<b>40,694</b>	<b>17,810</b>	<b>8,012</b>	<b>7,930</b>	<b>33,267</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>107,713</b>	<b>41,197</b>
<b>2016/17 - totals only</b>											
<b>Debtors Age Analysis By Customer Group</b>											
Organs of State	2200	4,054	290	342	50	4,998	-	-	-	9,735	5,049
Commercial	2300	13,343	2,594	1,442	2,067	3,913	-	-	-	23,358	5,979
Households	2400	20,732	7,301	5,379	5,702	10,171	-	-	-	49,285	15,874
Other	2500	2,566	7,626	849	110	14,185	-	-	-	25,335	14,295
<b>Total By Customer Group</b>	<b>2600</b>	<b>40,694</b>	<b>17,810</b>	<b>8,012</b>	<b>7,930</b>	<b>33,267</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>107,713</b>	<b>41,197</b>

KZN292 KwaDukuza - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q4 Fourth Quarter

R thousands	Description	NT Code	Budget Year 2017/18								Total
			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	
	Creditors Age Analysis By Customer Type										
	Bulk Electricity	0100	48,590								48,590
	Bulk Water	0200	-								-
	PAYE deductions	0300	357								357
	VAT (output less input)	0400	-								-
	Pensions / Retirement deductions	0500	2,950								2,950
	Loan repayments	0600	3,379								3,379
	Trade Creditors	0700	9,841								9,841
	Auditor General	0800	25								25
	Other	0900	134,839	303	1,446	1,746					138,334
	<b>Total By Customer Type</b>	<b>1000</b>	<b>199,981</b>	<b>303</b>	<b>1,446</b>	<b>1,746</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>203,476</b>

KZN292 KwaDukuza - Supporting Table SC5 Monthly Budget Statement - investment portfolio - Q4 Fourth Quarter

Investments by maturity Name of Institution & Investment ID	Ref	Period of Investment	Type of investment	Expiry date of Investment	Accrued Interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
R thousands		Yrs/Months							
<b>Municipality</b>									
ABSA Bank		6 MTH	FIXED	180 DAYS		7.6%	-		-
ABSA Bank		6 MTH	FIXED	180 DAYS		7.6%	(0)		(0)
ABSA Bank		6 MTH	FIXED	180 DAYS		7.6%	-		-
ABSA Bank		6 MTH	FIXED	180 DAYS		7.6%	-		-
ABSA BANK		6 MTH	FIXED	180 DAYS	-	7.6%	-		-
ABSA BANK		12 MTH	FIXED	365 DAYS		5.7%	-		-
ABSA BANK		12 MTH	FIXED	365 DAYS	-	5.6%	14,327		14,327
ABSA Bank		1 MNT	32 Day Account	32 DAYS	-	5.8%	-		-
ABSA Bank		DAILY	LIQUIDITY PLUS	Daily	752	6.4%	134,519	(59,000)	76,270
ABSA Bank		DAILY	MONEY MKT	Daily	13	3.4%	2,634		2,647
ABSA Bank		DAILY	MONEY MKT	Daily	55	6.5%	11,087		11,142
First National Bank (money market)		DAILY	MONEY MARKET	CALL	-	3.4%	-		-
INVEST ELECTRICITY RESERVE		Daily	MONEY MRKT	Daily	2	3.4%	586		589
INVEST ELECTRICITY ACCOUNT		Daily	MONEY MRKT	Daily	1	3.4%	292		294
FNB		Daily	MONEY MRKT	Daily	65	3.4%	15,528		15,593
INVESTMENT HOA		Daily	MONEY MRKT	Daily	-	3.4%	-		-
INVEST GROUTVILLE PRIORITY ONE		Daily	MONEY MRKT	Daily	-	3.4%	-		-
INVEST STEVE BIKO		Daily	MONEY MRKT	Daily	-	3.4%	-		-
INVEST SHAYAMOYA		Daily	MONEY MRKT	Daily	-	3.4%	-		-
INVEST DUBE VILLAGE		Daily	MONEY MRKT	Daily	-	3.4%	-		-
ABSA HOUSING PROJECT		MONTHLY	LIQUIDITY PLUS	Daily	17	5.5%	3,506		3,523
ABSA GROUTVILLE PRIORITY		MONTHLY	LIQUIDITY PLUS	Daily	1	5.5%	240		241
ABSA SHAYAMOYA		MONTHLY	LIQUIDITY PLUS	Daily	3	5.5%	694		697
ABSA DUBE VILLAGE		MONTHLY	LIQUIDITY PLUS	Daily	1	5.5%	209		210
ABSA STEVE BIKO		MONTHLY	LIQUIDITY PLUS	Daily	4	5.5%	770		774
FNB		12 MTH	FIXED	365 DAYS	1,629	5.9%	19,510		21,139
FNB (SAAMBOU)		12 MTH	FIXED	365 DAYS		5.2%	-		-
INVESTEC		6 MTH	FIXED	180 DAYS		5.6%	-		-
INVESTEC		12 MTH	FIXED	365 DAYS		5.6%	-		-
INVESTEC		6 MTH	FIXED	180 DAYS	-	5.7%	-		-
INVESTEC		4 MNTH	FIXED	120 DAYS	-	6.5%	-		-
INVESTEC		6 MONTHS	FIXED	180 DAYS	-	6.9%	25,364		25,364
INVESTEC		5 MONTHS	FIXED	180 DAYS	-	7.7%	-		-
NBS (NEDBANK)		1 MTH	COLLATERAL SECURITY	32 DAYS	-	4.6%	108		108
NBS (NEDBANK)		1 MTH	COLLATERAL SECURITY	32 DAYS	-	4.6%	189		189
Nedbank		1mth	32 Day Account	32 Days		5.6%	-		-
Nedbank		6 MTH	FIXED	180 DAYS	-	5.4%	-		-
Nedbank		6 MTH	FIXED	180 DAYS	44	5.4%	8,010		8,054
NEDBANK		12 MTH	FIXED	365 DAYS	-	5.7%	-		-
NEDBANK		12 MTH	FIXED	365 DAYS	-	5.5%	16,287		16,287
Standard Bank		3 MTH	FIXED	90 Days	-	7.1%	-		-
Standard Bank		3 MTH	FIXED	90 Days	-	7.0%	-		-
Standard Bank		6 MTH	FIXED	180 DAYS	-	5.5%	-		-
Standard Bank		12 MTH	FIXED	365 DAYS	-	8.7%	12,035		12,035
ABSA		12 MTH	FIXED	365 DAYS	26	5.5%	5,416		5,443
ABSA		MONTHLY	LIQUIDITY PLUS	Daily	665	5.5%	134,946		135,612
ABSA		MONTHLY	LIQUIDITY PLUS	Daily	11	5.5%	2,220		2,231
ABSA ( BALLITO JUNCTION)		MONTHLY	LIQUIDITY PLUS	Daily	26	5.5%	5,222		5,248
NEDBANK BBM		12 MONTHS	FIXED	365 Days	-	8.1%	17,000		17,000
NEDBANK BBM 2		11 MONTHS	FIXED	335 DAYS	-	8.0%	-	423	423
ABSA (DEVELOPERS CONTRI)		MONTHLY	LIQUIDITY PLUS	Daily	60	6.3%	12,077		12,136
<b>Municipality sub-total</b>					3,375	0	442,778	(58,577)	387,576
<b>Entities sub-total</b>					-		-	-	-
<b>TOTAL INVESTMENTS AND INTEREST</b>	2				3,375		442,778	(58,577)	387,576

KZN292 KwaDukuza - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Q4 Fourth Quarter

Operating Transfers and Grants - transfers and grant receipts - Q4 Fourth Quarter											
R thousands	Description	Ref	2016/17	Budget Year 2017/18							Full Year Forecast
			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
RECEIPTS:											
Operating Transfers and Grants	National Government:	1,2	119,655	137,534	135,911	-	135,911	135,911	-		135,911
	Local Government Equitable Share		116,642	131,541	131,541	-	131,541	131,541	-		131,541
	Finance Management Grant		1,725	1,800	1,800	-	1,800	1,800	-		1,800
	MIG Funded PMU Costs		-	2,628	1,005	-	1,005	1,005	-		1,005
	EPWP Incentive		1,288	1,565	1,565	-	1,565	1,565	-		1,565
	Provincial Government:		7,628	10,918	10,918	4,058	7,850	10,918	(3,068)	-28.1%	10,918
	Provincialisation of Libraries		2,929	3,045	3,045		3,045	3,045	-		3,045
	Museum Subsidies		175	183	183		183	183	-		183
	Community Library Services Grant		537	564	564		564	564	-		564
	Housing Accreditation		3,987	7,126	7,126	4,058	4,058	7,126	(3,068)	-43.1%	7,126
	District Municipality:	4	-	-	-	-	-	-	-		-
	<i>[insert description]</i>		-	-	-	-	-	-	-		-
	Other grant providers:		-	-	-	-	-	-	-		-
	<i>[insert description]</i>		-	-	-	-	-	-	-		-
	Total Operating Transfers and Grants		5	127,283	148,452	146,829	4,058	143,761	146,829	(3,068)	-2.1%
Capital Transfers and Grants											
National Government:			87,020	59,934	79,648	-	79,648	79,648	-		79,648
Municipal Infrastructure Grant (MIG)			61,330	49,934	61,557	-	61,557	61,557	-		61,557
Integrated National Electrification Programme			10,000	10,000	18,091		18,091	18,091	-		18,091
NDPG			15,690						-		
Provincial Government:			-	-	191	-	191	191	-		191
Beach Rehabilitation			-	-	191		191	191	-		191
District Municipality:			-	-	-	-	-	-	-		-
<i>[insert description]</i>			-	-	-	-	-	-	-		-
Other grant providers:			-	-	-	-	-	-	-		-
Ballito Junction Contribution			-	-	-	-	5,017	5,017	-		-
Total Capital Transfers and Grants		5	87,020	59,934	79,840	-	84,857	84,857	-		79,840
TOTAL RECEIPTS OF TRANSFERS & GRANTS		5	214,303	208,386	226,669	4,058	228,618	231,685	(3,068)	-1.3%	226,669

**KZN292 KwaDukuza - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - Q4 Fourth Quarter**

R thousands	Description	Ref	2016/17	Budget Year 2017/18								
			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
<b>EXPENDITURE</b>												
	<b>Operating expenditure of Transfers and Grants</b>											
	<b>National Government:</b>		119,655	137,534	135,911	795	135,358	135,911	(553)	-0.4%	135,911	
	Local Government Equitable Share		116,642	131,541	131,541		131,541	131,541	-		131,541	
	Finance Management Grant		1,725	1,800	1,800	569	1,800	1,800	-		1,800	
	MIG Funded PMU Costs			2,628	1,005	226	452	1,005	(553)	-55.1%	1,005	
	EPWP Incentive		1,288	1,565	1,565		1,565	1,565	-		1,565	
	<b>Provincial Government:</b>		8,313	10,918	10,918	335	7,115	11,006	(3,891)	-35.4%	10,918	
	Provincialisation of Libraries		2,929	3,045	3,045	-	3,045	3,045	-		3,045	
	Museum Subsidies		361	183	183		183	183	-		183	
	Community Library Services Grant		367	564	564	70	584	564	20	3.5%	564	
	Housing Accreditation		4,656	7,126	7,126	251	3,215	7,126	(3,911)	-54.9%	7,126	
	Department of Sport & Recreation			-	-	14	88	88	-			
	<b>District Municipality:</b>		118	-	-	-	-	-	-		-	
	Entembeni/Charotdale Precent		118						-			
	<b>Other grant providers:</b>		-	-	-	-	-	-	-		-	
	<b>Total operating expenditure of Transfers and Grants:</b>		128,086	148,452	146,829	1,129	142,473	146,917	(4,444)	-3.0%	146,829	
	<b>Capital expenditure of Transfers and Grants</b>											
	<b>National Government:</b>		78,929	59,934	79,648	9,207	64,277	79,648	(15,371)	-19.3%	79,648	
	Municipal Infrastructure Grant (MIG)		61,330	49,934	61,557	8,945	62,110	61,557	553	0.9%	61,557	
	Integrated National Electrification Programme		1,909	10,000	18,091	262	2,167	18,091	(15,925)	-88.0%	18,091	
	NDPG		15,690						-			
	<b>Provincial Government:</b>		57	-	-	-	-	-	-		-	
	Housing Accreditation		57						-			
	<b>District Municipality:</b>		645	-	191	-	191	191	-		191	
	Beach Rehabilitation		645		191	-	191	191	-		191	
	<b>Other grant providers:</b>		-	-	-	1,549	8,018	8,018	-		-	
	Public Contributions					1,549	8,018	8,018	-			
	<b>Total capital expenditure of Transfers and Grants</b>		79,630	59,934	79,840	10,756	72,487	87,858	(15,371)	-17.5%	79,840	
	<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		207,717	208,386	226,669	11,886	214,960	234,775	(19,815)	-8.4%	226,669	

## KZN292 KwaDukuza - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - Q4 Fourth Quarter

Description	Ref	Budget Year 2017/18				
		Approved Rollover 2016/17	Monthly actual	YearTD actual	YTD variance	YTD variance %
<b>R thousands</b>						
<b>EXPENDITURE</b>						
<b><u>Operating expenditure of Approved Roll-overs</u></b>						
<b>National Government:</b>		-	-	-	-	
Local Government Equitable Share					-	
Finance Management Grant					-	
MIG Funded PMU Costs					-	
EPWP Incentive					-	
Other transfers and grants [insert description]					-	
<b>Provincial Government:</b>		-	-	-	-	
Provincialisation of Libraries					-	
Community Library Services Grant					-	
Housing Accreditation					-	
Other transfers and grants [insert description]					-	
<b>District Municipality:</b>		-	-	-	-	
[insert description]					-	
<b>Other grant providers:</b>		-	-	-	-	
[insert description]					-	
<b>Total operating expenditure of Approved Roll-overs</b>		-	-	-	-	
<b><u>Capital expenditure of Approved Roll-overs</u></b>						
<b>National Government:</b>		8,091	262	2,167	5,925	73.2%
Municipal Infrastructure Grant (MIG)					-	
Intergrated National Electrification Programme		8,091	262	2,167	5,925	73.2%
<b>Provincial Government:</b>		-	-	-	-	
Other transfers and grants [insert description]					-	
<b>District Municipality:</b>		-	-	-	-	
Other transfers and grants [insert description]					-	
<b>Other grant providers:</b>		-	-	-	-	
Other transfers and grants [insert description]					-	
<b>Total capital expenditure of Approved Roll-overs</b>		8,091	262	2,167	5,925	73.2%
<b>TOTAL EXPENDITURE OF APPROVED ROLL-OVERS</b>		8,091	262	2,167	5,925	73.2%

## KZN292 KwaDukuza - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - Q4 Fourth Quarter

Summary of Employee and Councillor remuneration	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>	1									
Basic Salaries and Wages		11,701	16,304	16,304	1,081	12,957	16,304	(3,346)	-21%	16,304
Pension and UIF Contributions		1,459	-	-	145	1,737	-	1,737	#DIV/0!	-
Medical Aid Contributions		46	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		4,326	5,402	5,402	391	4,687	5,402	(715)	-13%	5,402
Cellphone Allowance		1,294	1,374	1,374	192	2,304	1,374	930	68%	1,374
Housing Allowances		-	-	-	7	84	-	84	#DIV/0!	-
Other benefits and allowances		84	66	66	4	43	66	(23)	-35%	66
<b>Sub Total - Councillors</b>		<b>18,910</b>	<b>23,146</b>	<b>23,146</b>	<b>1,819</b>	<b>21,812</b>	<b>23,146</b>	<b>(1,334)</b>	<b>-6%</b>	<b>23,146</b>
<b>% Increase</b>	4		<b>22.4%</b>	<b>22.4%</b>						<b>22.4%</b>
<b>Senior Managers of the Municipality</b>	3									
Basic Salaries and Wages		8,686	10,007	10,007	775	9,304	10,007	(703)	-7%	10,007
Pension and UIF Contributions		1,114	1,518	1,518	106	1,271	1,518	(247)	-16%	1,518
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		596	937	937	717	717	937	(220)	-24%	937
Motor Vehicle Allowance		1,223	1,148	1,148	123	1,462	1,148	334	29%	1,148
Cellphone Allowance		108	132	132	10	120	132	(12)	-9%	132
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		99	259	259	10	114	259	(145)	-56%	259
Payments in lieu of leave		-	277	277	-	-	277	(277)	-100%	277
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Municipality</b>		<b>11,826</b>	<b>14,277</b>	<b>14,277</b>	<b>1,741</b>	<b>13,008</b>	<b>14,277</b>	<b>(1,270)</b>	<b>-9%</b>	<b>14,277</b>
<b>% Increase</b>	4		<b>20.7%</b>	<b>20.7%</b>						<b>20.7%</b>
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		166,173	199,725	192,840	14,097	182,628	192,840	(10,212)	-5%	192,840
Pension and UIF Contributions		31,425	41,658	37,020	2,924	35,656	37,020	(1,364)	-4%	37,020
Medical Aid Contributions		18,811	22,867	21,155	1,448	19,438	21,155	(1,718)	-8%	21,155
Overtime		48,065	28,513	36,894	2,466	41,732	36,894	4,838	13%	36,894
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		11,687	16,391	13,773	1,005	11,987	13,773	(1,786)	-13%	13,773
Cellphone Allowance		918	1,334	1,099	75	938	1,099	(162)	-15%	1,099
Housing Allowances		774	905	933	64	806	933	(127)	-14%	933
Other benefits and allowances		11,092	24,262	21,290	2,421	21,041	21,290	(249)	-1%	21,290
Payments in lieu of leave		19,694	9,388	5,546	883	8,636	5,546	3,091	56%	5,546
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
<b>Sub Total - Other Municipal Staff</b>		<b>308,638</b>	<b>345,044</b>	<b>330,550</b>	<b>25,384</b>	<b>322,861</b>	<b>330,550</b>	<b>(7,688)</b>	<b>-2%</b>	<b>330,550</b>
<b>% Increase</b>	4		<b>11.8%</b>	<b>7.1%</b>						<b>7.1%</b>
<b>Total Parent Municipality</b>		<b>339,374</b>	<b>382,467</b>	<b>367,973</b>	<b>28,944</b>	<b>357,681</b>	<b>367,973</b>	<b>(10,292)</b>	<b>-3%</b>	<b>367,973</b>
<b>Unpaid salary, allowances &amp; benefits in arrears:</b>										
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>		<b>339,374</b>	<b>382,467</b>	<b>367,973</b>	<b>28,944</b>	<b>357,681</b>	<b>367,973</b>	<b>(10,292)</b>	<b>-3%</b>	<b>367,973</b>
<b>% Increase</b>	4		<b>12.7%</b>	<b>8.4%</b>						<b>8.4%</b>
<b>TOTAL MANAGERS AND STAFF</b>		<b>320,464</b>	<b>359,321</b>	<b>344,827</b>	<b>27,125</b>	<b>335,869</b>	<b>344,827</b>	<b>(8,958)</b>	<b>-3%</b>	<b>344,827</b>

KZN292 KwaDukuza - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - Q4 Fourth Quarter

Ref	Description	Budget Year 2017/18												2017/18 Medium Term Revenue & Expenditure Framework		
		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 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
1	<b>Cash Receipts By Source</b>															
	Property rates	13,546	27,772	36,814	37,954	34,160	31,417	23,846	25,842	35,036	38,864	40,191	15,059	367,101	398,328	420,475
	Service charges - electricity revenue	54,957	53,148	49,928	53,829	46,456	48,956	44,508	40,877	53,804	79,896	53,248	66,782	646,390	676,020	712,526
	Service charges - water revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Service charges - refuse	3,992	4,805	4,077	4,727	4,469	4,211	4,501	3,759	4,982	5,415	5,028	(5,126)	44,840	48,402	47,504
	Service charges - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Rental of facilities and equipment	347	239	183	209	282	308	-	-	-	343	-	(836)	1,074	1,161	1,223
	Interest earned - external investments	873	22	618	628	812	6,077	-	3,127	2,070	4,212	5,562	3,013	27,013	23,005	19,719
	Interest earned - outstanding debtors	677	341	-	443	807	573	544	716	284	5,568	747	(6,183)	4,518	4,680	4,062
	Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Fines, penalties and forfeits	260	198	207	143	136	77	73	170	298	1,110	1,963	3,982	8,617	19,019	35,860
	Licences and permits	30	26	22	28	24	20	4	45	4	4	-	(13)	195	205	216
	Agency services	1,036	920	797	866	1,162	967	674	940	892	1,036	1,173	(1,261)	9,200	9,688	10,211
	Transfer receipts - operating	56,608	344	3,418	-	1,126	43,847	-	-	33,355	-	-	8,131	146,829	165,609	182,367
	Other revenue	8,879	4,005	7,061	9,362	5,506	4,671	1,119	6,604	8,069	6,820	-	(43,127)	19,970	19,936	21,648
	<b>Cash Receipts by Source</b>	<b>141,205</b>	<b>91,819</b>	<b>103,126</b>	<b>108,189</b>	<b>94,940</b>	<b>141,125</b>	<b>81,269</b>	<b>82,080</b>	<b>138,794</b>	<b>143,267</b>	<b>107,912</b>	<b>41,019</b>	<b>1,274,745</b>	<b>1,363,953</b>	<b>1,455,811</b>
	<b>Other Cash Flows by Source</b>															
	Transfer receipts - capital	29,816	-	-	-	674	24,510	-	-	17,562	-	-	7,278	79,840	63,052	65,100
	Contributions & Contributed assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-	-	141	(141)	-	-	-
	Short term loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Increase in consumer deposits	317	146	56	118	(57)	39	(243)	188	223	64	103	1,547	2,500	2,500	40,000
	Receipt of non-current debtors	-	-	-	-	-	-	-	-	-	-	-	83,500	83,500	83,500	148,000
	Receipt of non-current receivables	769	-	-	-	-	-	-	-	-	-	-	(715)	54	54	(236)
	Change in non-current investments	6,341	(11,746)	-	(5,228)	-	-	-	-	-	3,291	18,025	(30,684)	(20,000)	10,503	(8,000)
	<b>Total Cash Receipts by Source</b>	<b>178,448</b>	<b>80,219</b>	<b>103,181</b>	<b>103,078</b>	<b>95,557</b>	<b>165,674</b>	<b>81,026</b>	<b>82,268</b>	<b>156,579</b>	<b>146,522</b>	<b>126,181</b>	<b>101,805</b>	<b>1,420,639</b>	<b>1,503,561</b>	<b>1,702,175</b>
	<b>Cash Payments by Type</b>															
	Employee related costs	27,818	27,913	27,587	27,921	27,564	30,734	31,857	26,954	25,977	27,187	26,078	37,237	344,827	365,902	385,661
	Remuneration of councillors	1,649	1,660	1,649	1,649	1,651	1,649	2,803	1,796	1,794	1,867	1,825	3,154	23,146	23,182	24,434
	Interest paid	-	-	998	-	-	10,683	-	-	894	-	-	13,776	26,352	9,235	9,733
	Bulk purchases - Electricity	62,382	65,017	65,980	39,448	41,059	41,089	41,759	43,456	40,089	42,472	41,887	66,187	590,847	643,794	680,050
	Bulk purchases - Water & Sewer	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Other materials	5,351	4,940	3,438	3,029	9,409	5,402	3,430	2,485	(20,293)	5,371	120	(13,330)	9,350	38,226	40,290
	Contracted services	3,062	-	-	2,479	2,678	3,191	401	2,479	49,288	10,617	9,701	87,202	171,089	146,184	154,078
	Grants and subsidies paid - other municipalities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Grants and subsidies paid - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	General expenses	10,580	13,289	8,746	5,833	12,027	11,713	10,162	4,781	(7,903)	5,971	5,790	27,220	108,210	118,092	137,153
	<b>Cash Payments by Type</b>	<b>110,843</b>	<b>112,818</b>	<b>108,409</b>	<b>80,379</b>	<b>94,388</b>	<b>104,462</b>	<b>90,412</b>	<b>81,952</b>	<b>89,855</b>	<b>93,486</b>	<b>85,400</b>	<b>222,176</b>	<b>1,274,581</b>	<b>1,344,916</b>	<b>1,431,716</b>
	<b>Other Cash Flows/Payments by Type</b>															
	Capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Repayment of borrowing	13,974	8,841	9,676	10,842	5,158	13,198	511	6,539	12,426	7,764	7,506	121,328	217,762	263,234	273,263
	Other Cash Flows/Payments	-	-	1,042	-	-	3,223	-	-	1,042	-	-	3,223	8,528	14,686	16,106
	<b>Total Cash Payments by Type</b>	<b>124,817</b>	<b>121,659</b>	<b>119,127</b>	<b>91,221</b>	<b>99,546</b>	<b>120,882</b>	<b>90,923</b>	<b>88,491</b>	<b>103,323</b>	<b>101,250</b>	<b>92,906</b>	<b>346,726</b>	<b>1,500,871</b>	<b>1,622,815</b>	<b>1,721,084</b>
	<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>53,631</b>	<b>(41,440)</b>	<b>(15,946)</b>	<b>11,858</b>	<b>(3,989)</b>	<b>44,791</b>	<b>(9,897)</b>	<b>(6,223)</b>	<b>53,256</b>	<b>45,372</b>	<b>33,275</b>	<b>(244,921)</b>	<b>(80,232)</b>	<b>(19,254)</b>	<b>(18,909)</b>
	Cash/cash equivalents at the month/year beginning:	270,209	323,840	282,400	266,455	276,312	274,324	319,115	309,218	302,995	356,251	401,623	434,898	270,209	189,977	170,723
	Cash/cash equivalents at the month/year end:	323,840	282,400	266,455	278,312	274,324	319,115	309,218	302,995	356,251	401,623	434,898	189,977	189,977	170,723	151,814



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Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		137,334	70,962	64,114	10,951	33,002	64,114	31,112	48.5%	64,114
Roads Infrastructure		108,458	25,582	26,262	10,382	22,222	26,262	4,041	15.4%	26,262
Roads		106,357	17,762	17,357	10,382	18,554	17,357	(1,197)	-6.9%	17,357
Road Structures		2,101	1,800	1,800	-	1,768	1,800	32	1.8%	1,800
Road Furniture			6,020	7,105	-	1,899	7,105	5,206	73.3%	7,105
Capital Spares				-				-		
Storm water Infrastructure		-	-	-	-	-	-	-		-
Drainage Collection										
Storm water Conveyance										
Attenuation										
Electrical Infrastructure		28,699	45,030	37,416	570	10,344	37,416	27,073	72.4%	37,416
Power Plants				-			-	-		-
HV Substations			25,000	13,770	90	3,854	13,770	9,916	72.0%	13,770
HV Switching Station				-			-	-		-
HV Transmission Conductors				-			-	-		-
MV Substations			600	2,900		2,708	2,900	192	6.6%	2,900
MV Switching Stations				-			-	-		-
MV Networks			2,850	1,845	47	1,596	1,845	249	13.5%	1,845
LV Networks		26,422	16,580	18,901	433	2,186	18,901	16,715	88.4%	18,901
Capital Spares		2,277		-				-		
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		177	350	435	-	437	435	(1)	-0.3%	435
Landfill Sites				-				-		
Waste Transfer Stations				-				-		
Waste Processing Facilities				-				-		
Waste Drop-off Points			250	340		342	340	(1)	-0.3%	340
Waste Separation Facilities		177	100	95		95	95	-		95
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	-	-	-	-	-	-	-	-	-
<b>Community Assets</b>	<b>55,021</b>	<b>75,250</b>	<b>73,171</b>	<b>22,087</b>	<b>56,667</b>	<b>73,171</b>	<b>16,504</b>	<b>22.6%</b>	<b>73,171</b>
Community Facilities	33,991	59,882	61,297	20,073	45,373	61,297	15,924	26.0%	61,297
Halls	10,609	15,400	11,891	2,273	5,290	11,891	6,601	55.5%	11,891
Centres	-	-	-	-	-	-	-	-	-
Crèches	-	7,466	5,942	2,201	3,025	5,942	2,917	49.1%	5,942
Clinics/Care Centres	-	-	-	-	-	-	-	-	-
Fire/Ambulance Stations	-	-	-	-	-	-	-	-	-
Testing Stations	-	6,186	6,186	-	-	6,186	6,186	100.0%	6,186
Museums	-	-	-	-	-	-	-	-	-
Galleries	-	-	-	-	-	-	-	-	-
Theatres	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria	23,382	25,600	23,420	9,099	27,982	23,420	(4,562)	-19.5%	23,420
Police	-	230	230	-	198	230	32	14.1%	230
Parks	-	-	-	-	-	-	-	-	-
Public Open Space	-	50	46	-	46	46	-	-	46
Nature Reserves	-	-	-	-	-	-	-	-	-
Public Ablution Facilities	-	200	236	-	236	236	-	-	236
Markets	-	-	-	-	-	-	-	-	-
Stalls	-	500	-	-	-	-	-	-	-
Abattoirs	-	-	-	-	-	-	-	-	-
Airports	-	-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals	-	4,250	13,346	6,500	8,596	13,346	4,750	35.6%	13,346
Capital Spares	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	21,030	15,368	11,874	2,014	11,294	11,874	580	4.9%	11,874
Indoor Facilities	4,009	6,381	4,002	789	3,542	4,002	460	11.5%	4,002
Outdoor Facilities	17,021	8,987	7,871	1,225	7,752	7,871	119	1.5%	7,871
Capital Spares	-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Monuments	-	-	-	-	-	-	-	-	-
Historic Buildings	-	-	-	-	-	-	-	-	-
Works of Art	-	-	-	-	-	-	-	-	-
Conservation Areas	-	-	-	-	-	-	-	-	-
Other Heritage	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	<b>-</b>	<b>500</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Revenue Generating	-	500	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-
Unimproved Property	-	500	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	<b>2,361</b>	<b>6,000</b>	<b>4,500</b>	<b>1,489</b>	<b>3,048</b>	<b>4,500</b>	<b>1,452</b>	<b>32.3%</b>	<b>4,500</b>
Operational Buildings	2,361	6,000	4,500	1,489	3,048	4,500	1,452	32.3%	4,500
Municipal Offices	2,361	6,000	4,500	1,489	3,048	4,500	1,452	32.3%	4,500
Pay/Enquiry Points	-	-	-	-	-	-	-	-	-
Building Plan Offices	-	-	-	-	-	-	-	-	-
Workshops	-	-	-	-	-	-	-	-	-
Yards	-	-	-	-	-	-	-	-	-
Stores	-	-	-	-	-	-	-	-	-
Laboratories	-	-	-	-	-	-	-	-	-
Training Centres	-	-	-	-	-	-	-	-	-
Manufacturing Plant	-	-	-	-	-	-	-	-	-
Depots	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Staff Housing	-	-	-	-	-	-	-	-	-
Social Housing	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>	<b>-</b>	<b>3,560</b>	<b>400</b>	<b>-</b>	<b>-</b>	<b>400</b>	<b>400</b>	<b>100.0%</b>	<b>400</b>
Servitudes	-	3,560	400	-	-	400	400	100.0%	400

Licences and Rights		-	3,560	400	-	-	400	400	100.0%	400
Water Rights								-		
Effluent Licenses								-		
Solid Waste Licenses								-		
Computer Software and Applications			3,560	400	-	-	400	400	100.0%	400
Load Settlement Software Applications								-		
Unspecified								-		
<b>Computer Equipment</b>		<b>792</b>	<b>1,200</b>	<b>1,280</b>	<b>287</b>	<b>693</b>	<b>1,280</b>	<b>587</b>	<b>45.9%</b>	<b>1,280</b>
Computer Equipment		792	1,200	1,280	287	693	1,280	587	45.9%	1,280
<b>Furniture and Office Equipment</b>		<b>1,041</b>	<b>1,356</b>	<b>1,031</b>	<b>-</b>	<b>385</b>	<b>1,031</b>	<b>646</b>	<b>62.6%</b>	<b>1,031</b>
Furniture and Office Equipment		1,041	1,356	1,031	-	385	1,031	646	62.6%	1,031
<b>Machinery and Equipment</b>		<b>3,351</b>	<b>2,210</b>	<b>2,442</b>	<b>359</b>	<b>1,492</b>	<b>2,442</b>	<b>950</b>	<b>38.9%</b>	<b>2,442</b>
Machinery and Equipment		3,351	2,210	2,442	359	1,492	2,442	1,100	45.1%	2,442
<b>Transport Assets</b>		<b>4,623</b>	<b>320</b>	<b>1,420</b>	<b>-</b>	<b>-</b>	<b>1,420</b>	<b>1,420</b>	<b>100.0%</b>	<b>1,420</b>
Transport Assets		4,623	320	1,420	-	-	1,420	1,420	100.0%	1,420
<b>Libraries</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
Libraries		-	-	-	-	-	-	-		-
<b>Zoo's, Marine and Non-biological Animals</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
<b>Total Capital Expenditure on new assets</b>	<b>1</b>	<b>204,522</b>	<b>161,358</b>	<b>148,358</b>	<b>35,174</b>	<b>95,286</b>	<b>148,358</b>	<b>53,071</b>	<b>35.8%</b>	<b>148,358</b>

Supporting Table 2016/17 Monthly Budget Statement - Capital expenditure on renewal of existing assets by asset class - Q4 Fourth										
Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		44,638	25,596	24,190	1,798	16,348	24,190	7,842	32.4%	24,190
Roads Infrastructure		38,913	19,200	17,394	1,626	13,742	17,394	3,652	21.0%	17,394
Roads		38,913	14,100	12,687	1,496	10,388	12,687	2,299	18.1%	12,687
Road Structures			5,100	4,707	130	3,353	4,707	1,354	28.8%	4,707
Road Furniture				-				-		-
Capital Spares				-				-		-
Storm water Infrastructure		-	3,000	2,000	173	1,354	2,000	646	32.3%	2,000
Drainage Collection				-				-		-
Storm water Conveyance			3,000	2,000	173	1,354	2,000	646	32.3%	2,000
Attenuation				-				-		-
Electrical Infrastructure		5,725	3,396	4,796	-	1,252	4,796	3,544	73.9%	4,796
Power Plants				-				-		-
HV Substations				-				-		-
HV Switching Station				-				-		-
HV Transmission Conductors			3,000	4,250		1,252	4,250	2,998	70.5%	4,250
MV Substations				-			-	-		-
MV Switching Stations				-			-	-		-
MV Networks			396	546			546	546	100.0%	546
LV Networks		5,725		-				-		-
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								-		-



Licences and Rights		-	-	-	-	-	-	-	-	-
Water Rights		-	-	-	-	-	-	-	-	-
Effluent Licenses		-	-	-	-	-	-	-	-	-
Solid Waste Licenses		-	-	-	-	-	-	-	-	-
Computer Software and Applications		-	-	-	-	-	-	-	-	-
Load Settlement Software Applications		-	-	-	-	-	-	-	-	-
Unspecified		-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
<b>Furniture and Office Equipment</b>		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-
<b>Machinery and Equipment</b>		-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-
<b>Transport Assets</b>		-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-
<b>Libraries</b>		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on renewal of existing assets</b>	1	60,084	46,396	43,559	2,856	32,014	43,559	11,545	26.5%	43,559

KZN292 KwaDukuza - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - Q4 Fourth Quarter

Description	Ref	2016/17	Budget Year 2017/18							
		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		28,163	57,124	54,369	1,904	36,171	54,369	18,197	33.5%	54,369
Roads Infrastructure		9,465	11,777	18,248	153	7,586	18,248	10,662	58.4%	18,248
Roads		9,465	6,506	13,160	175	5,638	13,160	7,521	57.2%	13,160
Road Structures				-			-	-		-
Road Furniture			5,271	5,088	(21)	1,948	5,088	3,140	61.7%	5,088
Capital Spares				-			-	-		-
Storm water Infrastructure		-	13,500	7,511	37	7,604	7,511	(93)	-1.2%	7,511
Drainage Collection			13,500	7,511	37	7,604	7,511	(93)	-1.2%	7,511
Storm water Conveyance				-			-	-		-
Attenuation				-			-	-		-
Electrical Infrastructure		18,698	31,811	28,607	1,713	20,947	28,607	7,660	26.8%	28,607
Power Plants				-			-	-		-
HV Substations			720	791	-	110	791	681	86.1%	791
HV Switching Station							-	-		-
HV Transmission Conductors							-	-		-
MV Substations			2,240	1,807	91	493	1,807	1,314	72.7%	1,807
MV Switching Stations							-	-		-
MV Networks			1,192	1,049	2	152	1,049	898	85.6%	1,049
LV Networks		18,698	27,659	24,960	1,619	20,192	24,960	4,768	19.1%	24,960
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		-	35	3	-	34	3	(31)	-981.7%	3
Landfill Sites			35	3	-	34	3	(31)	-981.7%	3
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							-	-		-



Licences and Rights	-	697	630	19	360	630	270	42.8%	630
Water Rights							-		
Effluent Licenses							-		
Solid Waste Licenses							-		
Computer Software and Applications		697	630	19	360	630	270	42.8%	630
Load Settlement Software Applications							-		
Unspecified							-		
<b>Computer Equipment</b>	-	-	11	3	10	11	1	12.8%	11
Computer Equipment			11	3	10	11	1	12.8%	11
<b>Furniture and Office Equipment</b>	100	83	74	2	26	74	48	65.5%	74
Furniture and Office Equipment	100	83	74	2	26	74	48	65.5%	74
<b>Machinery and Equipment</b>	2,016	1,745	1,809	128	1,239	1,809	570	31.5%	1,809
Machinery and Equipment	2,016	1,745	1,809	128	1,239	1,809	570	31.5%	1,809
<b>Transport Assets</b>	8,252	8,981	9,602	739	8,046	9,602	1,556	16.2%	9,602
Transport Assets	8,252	8,981	9,602	739	8,046	9,602	1,556	16.2%	9,602
<b>Libraries</b>	-	-	-	-	-	-	-		-
Libraries									
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals									
<b>Total Repairs and Maintenance Expenditure</b>	1	68,820	100,399	4,316	69,580	104,860	35,280	33.6%	104,860

**KZN292 KwaDukuza - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - Q4 Fourth Quarter**

Supporting Table 6.04 Monthly Budget Statement - depreciation by asset class - Q4 Fourth Quarter										
Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Depreciation by Asset Class/Sub-class										
Infrastructure		40,427	52,563	52,563	3,521	37,077	52,563	15,486	29.5%	52,563
Roads Infrastructure		17,154	20,016	20,016	1,941	20,907	20,016	(891)	-4.5%	20,016
Roads		17,154	20,016	20,016	1,941	20,907	20,016	(891)	-4.5%	20,016
Road Structures								-		
Road Furniture								-		
Capital Spares								-		
Storm water Infrastructure		4,031	7,974	7,974	78	78	7,974	7,896	99.0%	7,974
Drainage Collection		4,031	7,974	7,974	78	78	7,974	7,896	99.0%	7,974
Storm water Conveyance								-		
Attenuation								-		
Electrical Infrastructure		18,948	24,145	24,145	1,469	15,807	24,145	8,339	34.5%	24,145
Power Plants						-		-		
HV Substations			1,932	1,932		-	1,932	1,932	100.0%	1,932
HV Switching Station						-		-		
HV Transmission Conductors			4,633	4,633		-	4,633	4,633	100.0%	4,633
MV Substations						-		-		
MV Switching Stations			9,649	9,649	1,469	15,806	9,649	(6,157)	-63.8%	9,649
MV Networks			2,498	2,498		-	2,498	2,498	100.0%	2,498
LV Networks		18,948	5,433	5,433		1	5,433	5,432	100.0%	5,433
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		294	428	428	32	285	428	143	33.4%	428
Landfill Sites								-		
Waste Transfer Stations								-		
Waste Processing Facilities								-		
Waste Drop-off Points		294	428	428	32	285	428	143	33.4%	428
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									
<b>Community Assets</b>	<b>608</b>	<b>8,776</b>	<b>8,776</b>	<b>5,199</b>	<b>5,199</b>	<b>8,776</b>	<b>3,577</b>	<b>40.8%</b>	<b>8,776</b>
Community Facilities	608	5,726	5,726	3,276	3,276	5,726	2,450	42.8%	5,726
Halls		3,612	3,612	2,218	2,218	3,612	1,394	38.6%	3,612
Centres									
Crèches		90	90			90	90	100.0%	90
Clinics/Care Centres									
Fire/Ambulance Stations									
Testing Stations									
Museums									
Galleries									
Theatres									
Libraries		455	455	472	472	455	(17)	-3.8%	455
Cemeteries/Crematoria	608	912	912	439	439	912	472	51.8%	912
Police									
Parks									
Public Open Space				147	147		(147)	#DIV/0!	
Nature Reserves									
Public Ablution Facilities		632	632			632	632	100.0%	632
Markets									
Stalls		25	25			25	25	100.0%	25
Abattoirs									
Airports									
Taxi Ranks/Bus Terminals									
Capital Spares									
Sport and Recreation Facilities	-	3,050	3,050	1,922	1,922	3,050	1,127	37.0%	3,050
Indoor Facilities									
Outdoor Facilities		3,050	3,050	1,922	1,922	3,050	1,127	37.0%	3,050
Capital Spares									
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
Monuments									
Historic Buildings									
Works of Art									
Conservation Areas									
Other Heritage									
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-
Improved Property									
Unimproved Property									
Non-revenue Generating	-	-	-	-	-	-	-	-	-
Improved Property									
Unimproved Property									
<b>Other assets</b>	<b>8,419</b>	<b>3,651</b>	<b>3,651</b>	<b>(4,577)</b>	<b>3,821</b>	<b>3,651</b>	<b>(171)</b>	<b>-4.7%</b>	<b>3,651</b>
Operational Buildings	8,008	3,034	3,034	(4,614)	3,784	3,034	(751)	-24.7%	3,034
Municipal Offices	8,008	2,998	2,998	(4,614)	3,784	2,998	(786)	-26.2%	2,998
Pay/Enquiry Points									
Building Plan Offices									
Workshops		36	36			36	36	100.0%	36
Yards									
Stores									
Laboratories									
Training Centres									
Manufacturing Plant									
Depots									
Capital Spares									
Housing	410	617	617	37	37	617	580	94.0%	617
Staff Housing									
Social Housing	410	617	617	37	37	617	580	94.0%	617
Capital Spares									
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets									
<b>Intangible Assets</b>	<b>2,667</b>	<b>2,619</b>	<b>2,619</b>	<b>(18)</b>	<b>(192)</b>	<b>2,619</b>	<b>2,811</b>	<b>107.3%</b>	<b>2,619</b>
Servitudes									

Licences and Rights		2,667	2,619	2,619	(18)	(192)	2,619	2,811	107.3%	2,619
<i>Water Rights</i>								-		
<i>Effluent Licenses</i>								-		
<i>Solid Waste Licenses</i>								-		
<i>Computer Software and Applications</i>		2,667	2,619	2,619	(18)	(192)	2,619	2,811	107.3%	2,619
<i>Load Settlement Software Applications</i>								-		
<i>Unspecified</i>								-		
<b>Computer Equipment</b>		<b>2,499</b>	<b>2,363</b>	<b>2,363</b>	<b>123</b>	<b>1,452</b>	<b>2,363</b>	<b>911</b>	<b>38.6%</b>	<b>2,363</b>
Computer Equipment		2,499	2,363	2,363	123	1,452	2,363	911	38.6%	2,363
<b>Furniture and Office Equipment</b>		<b>1,184</b>	<b>2,272</b>	<b>2,272</b>	<b>117</b>	<b>1,592</b>	<b>2,272</b>	<b>680</b>	<b>29.9%</b>	<b>2,272</b>
Furniture and Office Equipment		1,184	2,272	2,272	117	1,592	2,272	680	29.9%	2,272
<b>Machinery and Equipment</b>		<b>1,621</b>	<b>4,175</b>	<b>4,175</b>	<b>265</b>	<b>2,748</b>	<b>4,175</b>	<b>1,427</b>	<b>34.2%</b>	<b>4,175</b>
Machinery and Equipment		1,621	4,175	4,175	265	2,748	4,175	1,427	34.2%	4,175
<b>Transport Assets</b>		<b>5,840</b>	<b>6,080</b>	<b>6,080</b>	<b>581</b>	<b>5,676</b>	<b>6,080</b>	<b>404</b>	<b>6.6%</b>	<b>6,080</b>
Transport Assets		5,840	6,080	6,080	581	5,676	6,080	404	6.6%	6,080
<b>Libraries</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
Libraries										
<b>Zoo's, Marine and Non-biological Animals</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
Zoo's, Marine and Non-biological Animals										
<b>Total Depreciation</b>	<b>1</b>	<b>63,265</b>	<b>82,499</b>	<b>82,499</b>	<b>5,211</b>	<b>57,373</b>	<b>82,499</b>	<b>25,126</b>	<b>30.5%</b>	<b>82,499</b>

Supporting Table 2016/17 Monthly Budget Statement - Capital expenditure on upgrading or existing assets by asset class - Q4 Fourth											
Description	Ref	2016/17	Budget Year 2017/18								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
R thousands	1										
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class											
Infrastructure		-	13,550	16,620	3,449	4,205	16,620	12,415	74.7%	16,620	
Roads Infrastructure		-	10,500	13,650	3,385	3,385	13,650	10,265	75.2%	13,650	
Roads			10,500	13,650	3,385	3,385	13,650	10,265	75.2%	13,650	
Road Structures								-			
Road Furniture								-			
Capital Spares								-			
Storm water Infrastructure		-	-	-	-	-	-	-		-	
Drainage Collection								-			
Storm water Conveyance								-			
Attenuation								-			
Electrical Infrastructure		-	3,050	2,970	65	820	2,970	2,150	72.4%	2,970	
Power Plants								-			
HV Substations								-			
HV Switching Station								-			
HV Transmission Conductors								-			
MV Substations						168		-			
MV Switching Stations								(168)	#DIV/0!		
MV Networks			450	540	65	382	540	158	29.3%	540	
LV Networks			2,600	2,430		270	2,430	2,160	88.9%	2,430	
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								-			



<u>Licences and Rights</u>										
Water Rights	-	-	-	-	-	-	-	-	-	-
Effluent Licenses										
Solid Waste Licenses										
Computer Software and Applications										
Load Settlement Software Applications										
Unspecified										
<b>Computer Equipment</b>	-	-	-	-	-	-	-	-	-	-
Computer Equipment										
<b>Furniture and Office Equipment</b>	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment										
<b>Machinery and Equipment</b>	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment										
<b>Transport Assets</b>	-	-	-	-	-	-	-	-	-	-
Transport Assets										
<b>Libraries</b>	-	-	-	-	-	-	-	-	-	-
Libraries										
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals										
<b>Total Capital Expenditure on upgrading of existing assets</b>	1	-	23,090	25,845	4,540	11,735	25,845	14,110	54.6%	25,845



# BANK ACCOUNT WITHDRAWALS NOT IN TERMS OF AN APPROVED BUDGET

## Municipal Finance Management Act, section 11(4)

### Consolidated Quarterly Report for period 01/04/2018 to 30/06/2018



NAME OF MUNICIPALITY: KWADUKUZA MUNICIPALITY

Date	Payee	Amount in R'000	Description and Purpose	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;		Nil		
4th Quarter Various Debtors	R867 429	Refund of balance of electricity deposits on closure of account	Mrs R D Singh - Director: Revenue	
7. Section 11(h) - Payments for cash management and investment purposes in accordance with section 13;		Nil		
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		

*S.M. Jayaram*  
CHIEF FINANCIAL OFFICER

*[Signature]*  
MUNICIPAL MANAGER

#### Instructions for completing this report:

The Accounting Officer must include information motivating the non-budgeted 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

*[Handwritten signature]*  
21/1/18



**treasury**

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Treasury  
PROVINCE OF KWAZULU-NATAL

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## KZN PROVINCIAL TREASURY

### MUNICIPAL FINANCE

Our Ref: 11/6/13/1(KZN292)-2019

Enquiries: Arvin Soopal

Date: 10 July 2018

**THE MUNICIPAL MANAGER  
KWADUKUZA LOCAL MUNICIPALITY  
P O BOX 72  
KWADUKUZA  
4450**

**Fax No: 032 437 5098**

Dear Mr N.J. Mdakane

#### **HIGH LEVEL ASSESSMENT OF THE APPROVED BUDGET FOR THE 2018/19 FINANCIAL YEAR**

1. Reference is made to your Approved Budget for the 2018/19 financial year that was submitted to Provincial Treasury in accordance with Section 24(3) of the Municipal Finance Management Act (MFMA), which states that *the accounting officer of a municipality must submit the approved annual budget to the National Treasury and the relevant Provincial Treasury.*
2. Provincial Treasury has conducted a high level assessment of your Approved Budget with a view of assessing whether the municipality has considered the comments and recommendations provided by Provincial Treasury on your 2018/19 Tabled Budget, as required by Section 23(1)(b) of the MFMA. Section 23(1)(b) states that *the municipal Council must consider any views of the National Treasury, the relevant Provincial Treasury and any provincial or national organs of state or municipalities which made submissions on the budget.*
3. A Council resolution approving the 2018/19 budget dated 31 May 2018 was received by Provincial Treasury. However, the Council resolution submitted did not contain proof indicating that Provincial Treasury's comments were tabled in Council as requested in Provincial Treasury's assessment letter on the 2018/19 Tabled Budget dated 23 May 2018.
4. A high level assessment conducted on your 2018/19 Approved Budget is set out in Tables 1 to 6 in Annexure B and should be read together with Provincial Treasury's assessment of the 2018/19 Tabled Budget.
5. Based on the high level assessment of your Approved Budget and as per Table A7: *Budgeted cash flows* and Table A8: *Cash backed reserves/ accumulated surplus reconciliation*, the 2018/19 Approved Budget **appears to be Funded.**

Page 1 of 2

6. The municipality is requested to table in the next Council meeting; Provincial Treasury's comments on the high level assessment conducted on your Approved Budget for 2018/19 and provide us with a copy of the Council resolution and the minutes thereof.
7. As part of the National Treasury's Budget Verification exercise, National Treasury publishes a consolidated set of budget information for all municipalities annually. The municipality is thus reminded of their responsibility to ensure that all the submitted annual returns and mSCOA datastrings are fully aligned to the 2018/19 Approved Budget (A Schedule).
8. **The municipalities are reminded that National Treasury reserves the right to invoke Section 38(1)(a) of the MFMA which empowers National Treasury to withhold a municipality's Equitable share if the municipality commits a serious or persistent breach of the measures established in terms of Section 216(1) of the Constitution which includes reporting obligations set out in the MFMA and National Treasury' requests for information in terms of Section 74 of the MFMA.**

Yours faithfully



**Mr. F. Cassimjee**  
**Chief Director: Municipal Finance**  
CC. Mayor  
Chief Financial Officer

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## General Compliance - Approved Budget

## Annexure B: High level Assessment of the Approved Budget:

2018/19

Table 1: General Compliance - Approved Budget

No.	Key Focus Areas	Yes/No / N/A	Comments (If required)
1	1.1 Was the Approved Budget and related documents submitted to Provincial Treasury within 10 working days after approval? (Printed and electronic copies)		
2	Has the municipality prepared the Original Budget as per the prescribed format and content as stipulated in the MBRR? - Schedule A of MBRR? <b>Part 1 – Annual Budget</b> - Table of contents - Mayors report - Resolutions - Executive summary - Annual Budget tables (Fully completed as per prescribed Schedule A format) <b>Part 2 – Supporting Documentation</b> Explanations or descriptions of the following are required only where applicable: - Overview of annual budget process - Overview of alignment of annual budget with Integrated Development Plan - Measurable performance objectives and indicators - Overview of budget-related policies - Overview of budget assumptions - Overview of budget funding - Expenditure on allocations and grants programmes - Allocations and grants made by the municipalities - Councillor and board member allowances and employee benefits - Monthly targets for revenue, expenditure and cash flow - Annual budgets and service delivery and budget implementation plans- Internal departments - Annual budgets and service delivery agreements - municipal entities and other external mechanisms - Contracts having future budgetary implications - Capital expenditure details - Legislation compliance status - Other supporting documents - Annual budgets of municipal entities attached to the municipalities' annual budget - Municipal Manager's quality certification		
3	Has the municipality submitted a signed budget locking certificate within 10 working days certifying that the 2018/19 Approved Budget has been locked within the municipality's financial system? • MFMA Circular 71 requires that the budget locking certificate must be submitted together with all approved budget related documents within 10 working days as per Section 24(3) of MFMA read together with regulation 20(1) of MBRR.		The municipality did not submit a signed budget locking certificate within 10 working days certifying that the 2018/19 Approved Budget has been locked within the municipality's financial system.
4	Was the Approved Budget and related documents placed on the municipal website within 5 working days of approval in terms of Section 75 of the MFMA?		
5	Did the municipality submit a council resolution/proof indicating that PT's comments were tabled together with the Approved Budget as requested in the Tabled Budget Assessment Letter?		
6	If the municipality has a municipal entity, was a consolidated budget prepared?	N/A	
7	Did the municipality formally respond to PT's Assessment Letter on 2018/19 Tabled Budget?		Although some responses were received during an engagement with the municipality on the Draft Budget, formal responses were not received from the municipality as requested in the Draft Budget Assessment Feedback letter dated 23 May 2018.
8	Does the Approved Budget include a list of approved capital projects?		
9	Is Table SA36 fully populated and reflects GPS Coordinates, IDP goal codes etc. in the 2018/19 Approved Budget?		The municipality did not fully populate Table SA36 as information relating to GPS Coordinates and IDP goal codes in the 2018/19 Approved Budget are still outstanding.
10	Have Service Level Standards been approved with the budget by the Council as per MFMA Circular No. 75?		

No.	Key Focus Areas	Yes/No / N/A	Comments (If required)
11	Have all new allocations as per the DoRA, and the Provincial Gazette for 2018/19 Estimates been Included in the 2018/19 Approved Budget?		
12	Is the 2018/19 Approved Budget funded? (as per Provincial Treasury's assessment)		
13	Alignment of IDP Strategic Objectives to Budget:		
	• Does the 'Total Revenue' budget for IDP strategic objectives in Table SA4 reconcile to 'Total Operating Revenue in Table A4?		
	• Does the 'Total operating expenditure' for the IDP strategic objectives in Table SA5 reconcile to 'Total operating expenditure in Table A4?		
	• Does 'Total capital expenditure' for IDP strategic objectives in Table SA6 reconcile to 'Total capital expenditure in Table A5?		

**Municipality: KwaDukhulu Local Municipality**

**Table 2: Budgeted Financial Performance - Operating Revenue and Expenditure - (Table A4)**

Description	Tabled Budget (Draft) 2018/19	Approved Budget (Final) 2018/19	Increase/ (Decrease)	Comments
R thousand				
<b>Revenue By Source</b>				
Property rates	430 791	430 791	-	<p>The budgeted revenue for Property rates has remained unchanged from the Draft Budget at R430.8 million which represents an increase of 8 percent as compared to the 2017/18 Adjustments Budget of R399 million. As per the Final Budget narrative report, the municipality has only indicated that the increase was calculated on the rate randage and applied to the updated Valuation Roll.</p> <p>During the assessment of the 2018/19 Draft Budget, the municipality was advised to ensure that the budget supporting tables are fully and accurately completed. However, the following inconsistencies were still noted the 2018/19 Final Budget and no explanation was provided in the Final Budget narrative report:</p> <ul style="list-style-type: none"> <li>- Table SA13a which reflects Service Tariffs by category was partially completed with no information relating to Property rates in 2019/20 and 2020/21.</li> <li>- No information was also reflected against No of properties in Table SA11 in the outer years (2018/20 and 2020/21).</li> </ul> <p>As a result of the implementation of the amended MPRA, the municipality should have reflected an increase in Valuation reductions-public infrastructure (Rm). However, the same amount of R963 million has been reflected against Valuation reductions-public infrastructure (Rm) since the 2016/17 financial year. Furthermore, the budgeted Public Service Infrastructure value in Table SA11 reflected the same amount of R3.2 billion from 2016/17 to the 2018/19 financial year. Section 93A of the MPRA transitional arrangement for public service infrastructure requires that in year 4 (2018/19) rates levied should be no more than 20 percent of the rate for that year otherwise applicable to that property. As a result, Provincial Treasury could not ascertain whether the amendments of the Municipal Rates Act (MPRA) which was implemented in July 2015 has been taken into account. The municipality should have reflected the reduced Public Service Infrastructure (PSI) rates when compared to previous years in Table SA11 as the amendment should be implemented over a five year period from July 2015.</p>
Service charges - electricity revenue	751 134	751 134	-	<p>The municipality agreed, during the 2018/19 Draft Budget engagement, that the budget assumptions will be reviewed and updated accordingly prior to finalisation of the 2018/19 Final Budget. The municipality separately disclosed the explanations relating to Service charges - electricity revenue and Service charges - refuse revenue as agreed.</p> <p>As per the Final Budget narrative report, a subsidy based on the number of kWh per household per month as determined by Council will apply for indigents. However, the municipality did not provide the level of Electricity (kWh per household per month) under the Highest level of free basic service provided per household in Table A10 and Table SA9 for the 2017/18 financial year and over the 2018/19 MTREF while supporting Table SA13a: Service Tariffs by category reflected 75kWh. Furthermore, the information relating to the total number of households estimated to receive Free Basic Service was also not provided in Table A10.</p>
Service charges - water revenue	-	-	-	
Service charges - sanitation revenue	-	-	-	
Service charges - refuse revenue	53 780	53 807	28	<p>The budget for Service charges - refuse revenue increased by 8 percent in the 2018/19 Final Budget when compared to the 2017/18 Adjustments Budget. In the assessment of the 2018/19 Draft Budget, the municipality was requested to provide reasons for increases in tariffs above 5.3 percent as per the requirements of MFMA Circular 91. In Final Budget narrative report, the municipality indicated that the tariff increase of 8 percent was due to financial constraints of the municipality and that there is a need to ensure that service delivery is not compromised.</p> <p>As per the municipality's approved Indigents Policy, subsidised services may include Refuse removal. However, in the supporting Table SA14, the municipality did not reflect any information against Monthly Account for Households - Indigent Household receiving Free Basic Services for Refuse removal whilst Table SA9 reflected an amount relating to Free Basic Services of R18.9 million. Furthermore, the total number of households reflected for different services in Table A10, for example Row 36 reflects 45 465 as the total number of households while Row 46 reflects a different amount of 31 119 and as a result, it is not clear whether the correct base was used by the municipality when budgeting for Service charges - refuse revenue.</p> <p>The following inconsistencies noted in the 2018/19 Draft Budget were not addressed in the 2018/19 Final Budget:</p> <ul style="list-style-type: none"> <li>&gt; Supporting Table SA13(a): Service Tariffs by Category and Table SA14: Household bills were not fully populated; and</li> <li>&gt; In Table A4, 2016/17 Audited Outcome reflected R48.4 million whilst 2016/17 audited AFS reflected R62.1 million.</li> </ul>
Service charges - other	-	-	-	
Rental of facilities and equipment	1 161	1 161	-	
Interest earned - external investments	23 005	23 005	-	
Interest earned - outstanding debtors	7 200	7 200	-	
Dividends received	-	-	-	

Description R thousand	Tabled Budget (Draft) 2018/19	Approved Budget (Final) 2018/19	Increase/ (Decrease)	Comments
Fines, penalties and forfeits	47 019	47 019	-	No assumptions or basis of calculation for the revenue relating to this revenue source were provided by the municipality in the Draft Budget narrative report. The municipality was advised to assess the reasonability of the budgeted revenue for Fines, penalties and forfeits and to justify the budgeted amount in the Final Budget narrative report. As per the explanation provided in the Final Budget narrative report, the budget for Fines, penalties and forfeits is based on current trends and includes collectable and non-collectable Fines revenue and revenue relating to Property rates - penalties and collection charges.
Licences and permits	205	205	-	
Agency services	9 688	9 688	-	
Transfers and subsidies	165 609	165 667	1 058	The municipality has correctly reflected all operating transfers as per the Division of Revenue Bill (DoRB) No. 41432 issued on 09 February 2018 and the Provincial Gazette No. 1940 issued on 05 April 2018.
Other revenue	34 836	34 836	-	
Gains on disposal of PPE			-	
Total Revenue (excluding capital transfers and contributions)	1 524 427	1 525 513	1 086	
<b>Expenditure By Type</b>				
Employee related costs	365 902	376 583	10 681	<p>As per the municipality's Final Budget narrative report, a further increase of R10.7 million in the 2018/19 Final Budget from the 2018/19 Draft Budget was due to an estimated increase in anticipation of the Bargaining Council Agreement being finalised. The municipality increased the budget for Employee related costs by R31.8 million or 9.2 percent when compared to the 2017/18 Adjustments Budget of R344.8 million. However, they have also indicated that only prioritised posts have been budgeted for. The list of the prioritised posts was not provided in the Final Budget narrative report.</p> <p>In the 2018/19 Draft Budget assessment, the municipality was requested to provide more information on their provision for Overtime in their Final Budget narrative report. However, the budgeted Overtime of R32.1 million which represents 9 percent of the total Employee related costs of R376.6 million is still highly excessive in comparison to the recommended 5 percent as per the MFMA Circular 70 and no explanation was provided in the Final Budget narrative report.</p> <p>Although the municipality has increased the budget for Employee related costs by R10.7 million in the 2018/19 Final Budget, Remuneration (Employee related costs and Remuneration of councillors) expressed as a percentage of total operating expenditure is 26 percent in 2018/19, which is still within the norm range of 25 - 40 percent as stated in the MFMA Circular 71.</p>
Remuneration of councillors	23 182	23 182	-	
Debt Impairment	45 529	45 529	-	<p>In the 2018/18 Draft Budget assessment, the municipality was advised to ensure that the supporting tables are accurately populated in the preparation of the 2018/19 Final Budget and also ensure that the provision for Debt impairment for 2018/19 will be sufficient. During the 2018/19 Draft Budget engagement, the municipality also committed that the budget schedules will be accurately populated in the 2018/19 Final Budget.</p> <p>However, it is noted that the inconsistencies previously highlighted in the 2018/19 Draft Budget have not been corrected in Table SA3 as Debt impairment provision balances at the beginning of the year do not reconcile to audited AFS:</p> <ul style="list-style-type: none"> <li>&gt; 2014/15 (Table SA3: R27.2 million, 2015/16 audited AFS: R119.6 million);</li> <li>&gt; 2015/16 (Table SA3: R27.2 million, 2016/17 audited AFS: R135.1 million); and</li> <li>&gt; 2016/17 (Table SA3: R57.7 million, 2016/17 audited AFS: R148.9 million).</li> </ul> <p>It would appear that the main reason for these enormous differences is that the municipality only captured information relating to Exchange transactions in Table SA3.</p> <p>The following amounts reflected in Table SA3 as Contributions to the provision still do not reconcile to the audited AFS:</p> <ul style="list-style-type: none"> <li>&gt; 2014/15 (Table SA3: R23.97 million, 2015/16 audited AFS: R15.3 million);</li> <li>&gt; 2015/16 (Table SA3: R30.5 million, 2016/17 audited AFS: R20.3 million); and</li> <li>&gt; 2016/17 (Table SA3: R16.9 million, 2016/17 audited AFS: R18.3 million).</li> </ul> <p>The following amounts reflected in Table SA3 as Bad debts write off do not reconcile to the audited AFS and are also reflected as a positive instead of a negative:</p> <ul style="list-style-type: none"> <li>&gt; 2015/16 (Table SA3: R857 000, 2016/17 audited AFS: R4.3 million); and</li> <li>&gt; 2016/17 (Table SA3: 765 000, 2016/17 audited AFS: R2 million).</li> </ul> <p>Thus, balances reflected at year end for all audited years were incorrect. As a result, balances carried forward in the following years are incorrect.</p>

Description R thousand	Tabled Budget (Draft) 2018/19	Approved Budget (Final) 2018/19	Increase/ (Decrease)	Comments
				<p>Inconsistencies were also noted in the population of the Consumer debtors reconciliation reflected in Table SA3:</p> <ul style="list-style-type: none"> <li>&gt; The Consumer debtors of R118.2 million reflected in Table SA3 did not reconcile to Gross debtors reflected in the 2016/17 Audited AFS of R279.5 million for 2015/16 (comparative figure);</li> <li>&gt; The Consumer debtors of R129.98 million reflected in Table SA3 did not reconcile to Gross debtors reflected in the 2016/17 Audited AFS of R341.5 million for 2016/17; and</li> <li>&gt; Furthermore, the totals reflected against Provision for debt impairment reconciliation did not agree to the Debt impairment provision for all financial years (over a seven year horizon).</li> </ul> <p>As a result of the inconsistencies noted above, Provincial Treasury is still unable to comment on the reasonableness of the budgeted amount for Debt impairment.</p>
Depreciation & asset impairment	85 000	86 000	--	<p>Provincial Treasury raised concerns over low expenditure incurred by the municipality against Capital expenditure in the 2017/18 financial year. The municipality's attention was brought to the fact that, should the municipality not achieve the planned capital expenditure in the remaining months of the 2017/18 financial year, the municipality's budgeted Depreciation for 2017/18 may be overstated as the PPE values used in the calculation of Depreciation would have been overstated. Considering that the 2017/18 information would be used as a base, the Depreciation and asset impairment for 2018/19 will also be affected.</p> <p>It is noted that as at May 2018 (Month 11), the municipality has only incurred R96.5 million or 44.3 percent of the budgeted capital expenditure of R217.8 million. As per the explanation provided in the Final Budget narrative report, should the anticipated completion dates of the capital projects change, this item of expenditure will be revisited during the 2018/19 Adjustments Budget.</p>
Finance charges	9 235	23 786	14 552	The municipality has increased their budget in the 2018/19 Final Budget by R14.6 million. As per the Final Budget narrative report, the municipality will be taking up new loans to build a new substation and also new administration building. The municipality indicated in the explanation against Capital expenditure that they are still in the planning phase of the development of the substation. While no information relating to the processes on loan funded new buildings was provided in the Final Budget narrative report, the municipality has subsequently submitted the loan application in terms of Section 45 of the MFMA and MFMA Circular 51.
Bulk purchases	843 794	633 019	(10 775)	The budgeted expenditure against Bulk purchases has decreased by R19.8 million in the 2017/18 Final Budget. As per the Final Budget narrative report, the decrease was due to 7.32 percent increase by ESKOM when compared to the 9 percent increase applied in the 2018/19 Draft Budget.
Other materials	38 226	38 437	211	In the 2018/19 Final Budget, the municipality included the explanation that the budget reflected against Other materials in Table A4 does not only relate to Repairs and maintenance as requested in the Draft Budget assessment. As per the Final Budget narrative report, the budgeted amount against Other materials includes R1.2 million for Repairs and maintenance and R37.2 million for other expenditure.
Contracted services	146 184	150 760	4 576	As also indicated in the assessment of the 2018/19 Draft Budget, the drastic increase of 339 percent from R31.8 million in the 2017/18 Original Budget to R139.5 million in the 2017/18 Adjustments Budget against Contracted services was due to re-classification of expenditure from Other expenditure to Contracted services due to mSCOA requirements. An increase of 8.1 percent has also been noted in the 2018/19 Final Budget when compared to the 2017/18 Adjustments Budget.
Transfers and subsidies	300	300	--	
Other expenditure	166 329	148 170	(18 159)	As per the Final Budget narrative report, continuous re-classification of expenditure as a result of mSCOA has resulted in the municipality decreasing their budget for Other expenditure in the 2018/19 Final Budget. It was noted that the municipality incurred 59 percent of the 2017/18 Adjusted Budget of R143.9 million as at May 2018. Should the reported expenditure be accurate, the budget for Other expenditure in 2018/19 might be overstated.
Loss on disposal of PPE			--	
Total Expenditure	1 523 682	1 524 768	1 086	
Total Revenue (excluding capital transfers and contributions)	1 524 427	1 525 513	1 086	
Total Expenditure	1 523 682	1 524 768	1 086	
Surplus/(Deficit)	745	745	0	

## Municipality: KwaDukuza Local Municipality

Table 3: Budgeted Capital Expenditure by Functional classification and funding - (Table A5) &amp; R&amp;M/Renewals/Upgrading - (Table SA1, A9 and SA34(b),(c)&amp;(e))

Description R thousand	Tabled Budget (Draft) 2018/19	Approved Budget (Final) 2018/19	Increase/ (Decrease)	Comments
<b>Capital Expenditure - Functional</b>				
Governance & administration	5 610	23 460	17 850	
Executive and council	-	-	-	
Finance and administration	5 610	23 460	17 850	As per the Final Budget narrative report, the major contributor to the increase against Finance and administration is an amount of R16.4 million budgeted for new office buildings as this will enable the municipality to reduce reliance on leasing municipal offices. The municipality also indicated that the major portion of the new building will be financed through Borrowings (R15 million). The municipality did not provide an indication on whether procurement processes relating to the loan have already started. Furthermore, municipality's attention was brought towards MFMA Circular 51 in the Provincial Treasury's Draft Budget Assessment which states that if a municipality plans to allocate funds to new projects to build or upgrade new office buildings, the municipal manager must in terms of Section 74 of the MFMA submit to National Treasury the following information > A motivation as to why the proposed new office building is necessary, > A detailed costing of the proposed new office building, > An outline of how the project is to be financed, and > An overview of the service delivery infrastructure backlogs in the municipality.
Internal audit	-	-	-	
Community & public safety	39 633	50 394	10 761	
Community and social services	22 261	27 323	5 072	
Sport and recreation	12 282	17 971	5 689	
Public safety	600	600	-	
Housing	4 500	4 500	-	
Health	-	-	-	
Economic & environmental services	84 762	116 483	31 723	
Planning and development	1 580	1 580	-	
Road transport	83 182	114 905	31 723	As per the Final Budget narrative report, low expenditure in 2017/18 has resulted in Roads projects being rolled over to 2018/19. These projects have been reflected in the supporting Table SA37. The municipality further indicated that in the previous years' audits, Auditor General raised concern over utilising Turn key appointments to fast track project implementation and completion. Full Supply Chain Management processes will now be followed which will reduce the Turn key appointments. However, the municipality did not provide an indication of the source of funding for these projects.
Environmental protection	-	-	-	
Trading services	133 228	154 423	21 194	
Energy sources	129 728	160 081	20 352	Similar to Road transports, the municipality indicated in their Final Budget narrative report that an amount of R40 million has been rolled over from the 2017/18 financial year to 2018/19 for Electricity projects. The municipality further confirmed that R80 million (Borrowings) has been budgeted for the development of a High Voltage Power Substation and the project is currently in the planning phase.
Water management	-	-	-	
Waste water management	-	-	-	
Waste management	3 500	4 342	842	
Other	-	-	-	
<b>Total Capital Expenditure - Functional</b>	<b>263 234</b>	<b>344 782</b>	<b>81 528</b>	In the Draft Budget Assessment, the municipality was advised to ensure that information in respect of the budgeted total capital expenditure reconciles across all relevant tables and also to include GPS co-ordinates in Table SA36. In the 2018/19 Final Budget, the supporting Table SA36 (Detailed capital budget) which reflects an amount of R344.8 million reconciles to the capital expenditure budget by vote and by functional classification in Table A5. It is noted that the Project number, IDP Goal and the GPS co-ordinates of individual projects have still not been reflected in Table SA36.
<b>Funded by:</b>				
National Government	63 052	63 052	-	The municipality has included all capital grants in accordance with Division of Revenue Bill (DoRB) No. 41432 issued on 09 February 2018.
Provincial Government	-	-	-	
District Municipality	-	-	-	

Description R thousand	Tabled Budget (Draft) 2018/19	Approved Budget (Final) 2018/19	Increase/ (Decrease)	Comments
Other transfers and grants	8 202	13 041	4 840	During the engagement on the 2018/19 Draft Budget, the municipality indicated total amount of R8.2 million reflected against Other transfers and grants (Ballito Junction - R6 million and Revenue Enhancement Grant - R2.2 million) was related to funding from Public contributions and donations. However, due to mSCOA implementation, the segments do not allow them to reflect this budget against the correct funding source. Thus, the municipality opted to reflect the amount against Other transfers and grants and this explanation was meant to be provided in the Final Budget narrative report, but was not reflected in the Final Budget narrative report. Furthermore, an increase of R4.8 million has been noted in the 2018/19 Final Budget for which no explanation was provided.
Transfers recognised - capital	71 253	76 093	4 840	
Public contributions & donations	-	-	-	
Borrowing	80 000	77 188	(2 814)	As indicated above (Finance and administration and Energy sources), the municipality will be taking a loan to fund certain projects. In the 2018/19 Draft Budget, the municipality was referred to Section 46 of the MFMA which amongst others which states that a municipality may incur long-term debt only if the accounting officer of a municipality invites the National Treasury and the relevant Provincial Treasury to submit written comments or representations to the Council in respect of the proposed debt. During the 2018/19 Draft Budget engagement, the municipality indicated that the environmental impact assessment has already started and the relevant stakeholders will be communicated as per the requirements of Section 46 of the MFMA.
Internally generated funds	111 980	191 483	79 502	It is noted that the budget for internally generated funds was increased in the 2018/19 Final Budget by R79.5 million to R191.5 million. In the previous years, the municipality has reflected poor performance against internally generated funds. In the 2017/18 financial year, the municipality had incurred R75.4 million or 40.7 percent of the Adjusted Budget of R185.3 million as at May 2018 (Month 11). The municipality is required to assess their readiness to implement all 2018/19 capital projects considering the fact that the municipality reflected 2017/18 incomplete projects to be implemented in 2018/19 in the supporting Table SA36.
Total Capital Funding	263 234	344 762	81 528	
Repairs and maintenance (Table SA34(c))	81 740	107 883	26 144	The budgeted expenditure of R107.9 million towards Repairs and maintenance represents 5 percent of the Property, Plant and Equipment (PPE) value of R2.4 billion reflected in the 2016/17 audited AFS. Although the ratio is below the benchmark of 8 percent as per the MFMA Circular No. 71, it positively noted that the municipality increased the Repairs and maintenance by R26.1 million from the Draft Budget to the Final Budget.
Renewal of existing assets (Table SA34(b))	30 180	34 305	4 125	The municipality indicated in the Final Budget narrative report that they have only budgeted for 20 percent of the total Capital expenditure for Renewal of existing assets as the municipal jurisdiction is still growing/developing with most of the rural wards requiring new infrastructure like roads, sport fields, community halls and crèches. Thus, the bulk of the budget has been directed towards new infrastructure.
Upgrading of existing assets (Table SA34(e))	21 962	32 152	10 200	An increase has been noted against Upgrading of existing assets. However, as indicated above (Renewal of existing assets), the bulk of the capital expenditure budget is prioritised for new infrastructure.
Total Renewal and upgrading of Existing Assets	52 132	66 457	14 325	

KwaZulu-Natal

KwaZulu-Natal Local Municipality

Table 4: Budgeted Cash Flow - (Table A7)

Description R thousand	Tabled Budget (Draft) 2018/19	Approved Budget (Final) 2018/19	Increase/ (Decrease)	Comments
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>				
<b>Receipts</b>				
Property rates	396 328	387 712	(8 616)	In the Final Budget narrative report, the municipality indicated that they assumed a 90 percent collection rate for Property rates, which reconciles to the collection rate applied in Table SA30.
Service charges	724 422	724 447	25	Similar to Property rates, the municipality indicated that they assumed a 90 percent collection rate for Service charges - electricity and Service charges - refuse, in the Final Budget narrative report, which reconciles to the collection rate applied in Table SA30.
Service charges - electricity revenue (Table SA30)	676 020	676 020	-	
Service charges - water revenue (Table SA30)	-	-	-	
Service charges - sanitation revenue (Table SA30)	-	-	-	
Service charges - refuse revenue (Table SA30)	48 402	48 427	25	
Service charges - other (Table SA30)	-	-	-	
Other revenue	49 909	49 909	-	
Rental of facilities and equipment (Table SA30)	1 161	1 161	-	
Fines, penalties and forfeits (Table SA30)	19 019	19 019	-	
Licenses and permits (Table SA30)	205	205	-	
Agency services (Table SA30)	9 588	9 588	-	
Other revenue (Table SA30)	19 836	19 836	-	In the assessment of the 2018/19 Draft Budget, the municipality was advised to amend the budgeted cash inflow in the 2018/19 Final Budget against Other revenue to reflect a 100 percent collection rate considering that items budgeted for under "Other revenue" are mostly cash items. During the Draft Budget engagement, the municipality indicated that the budgeted cash inflow for Other revenue will be reviewed prior to finalisation of the 2018/19 Final Budget. It has been noted that a collection rate of 57 has been assumed for Other revenue and as per the Final Budget narrative report, the budgeted cash inflow is based on past year trends.
Government - operating	166 609	166 667	1 058	
Government - capital	63 052	76 093	13 041	In the 2018/19 Final Budget, the amount reflected against Government - capital did not reconcile to the R63.1 million as reflected in the Division of Revenue Bill (DoRB) No. 41432 issued on 09 February 2018.  It appears that the difference relates to an unexplained amount of R4.8 million as well as to the Ballito Junction (R6 million) and Revenue Enhancement Grant (R2.2 million) already in the municipality's opening balance as they are reflected in the 2018/17 audited AFS as unspent conditional grants. Thus, the budgeted cash inflow against Government - capital is overstated.
Interest	27 685	27 685	-	Similar to 2018/19 Draft Budget, the municipality has applied a collection rate of 100 percent for Interest earned - external investments and 65 percent for Interest earned - outstanding debtors. As per the Final Budget narrative report, collection rate applied on Interest earned - outstanding debtors is based on previous years' collections.
Interest earned - external investments (Table SA30)	23 005	23 005	-	
Interest earned - outstanding debtors (Table SA30)	4 680	4 680	-	
Dividends	-	-	-	
<b>Payments</b>				
Suppliers and employees	(1 335 381)	(1 319 915)	15 466	Budgeted cash outflow for Suppliers and employees represents 96 percent of the expenditure as per Table A4 (excluding non cash and separately disclosed items). It is not clear whether the municipality has taken into account the payments relating to creditors due as at the end of June 2018. However, when taking into account the closing balance of Trade and other payables projected by the municipality for 2017/18, budgeted expenditure (both Operating and Capital) in 2018/19 and the closing balance for Trade and other creditors as per Table SA3, payments to Suppliers and employees/Capital payments appears reasonable.
Employee related costs (Table SA30)	365 902	376 563	10 661	
Remuneration of councillors (Table SA30)	23 182	23 182	-	
Ruik purchases (Table SA30)	643 784	633 019	(10 775)	
Other materials (Table SA30)	36 226	36 437	211	
Contracted services (Table SA30)	148 184	159 760	4 576	
Other expenditure (Table SA30)	118 692	97 933	(20 759)	
Other Cash Flows/Payments (Table SA30)	-	-	-	
Finance charges	(9 236)	(23 786)	(14 552)	The budgeted cash outflow for Finance charges reconciles to expenditure reflected in Table A4
Transfers and Grants	(300)	(300)	-	The budgeted cash outflow for Transfers and grants reconciles to expenditure reflected in Table A4 and SA21.

Description R thousand	Tabled Budget (Draft) 2018/19	Approved Budget (Final) 2018/19	Increase/ (Decrease)	Comments
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>82 988</b>	<b>88 511</b>	<b>5 423</b>	
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
<i>Receipts</i>				
Proceeds on disposal of PPE	-	-	-	
Decrease (increase) in non-current debtors	83 500	102 500	19 000	Similar to the 2017/18 Adjustments Budget, the municipality has budgeted for receipts from prior year debtors against Decrease (Increase) in non-current debtors in compliance with MFMA Circular 89.
Decrease (increase) other non-current receivables	54	54	-	
Decrease (increase) in non-current investments	10 503	-	(10 503)	The municipality removed the budget against Decrease (Increase) in non-current investments and no explanation was provided in the Final Budget narrative report.
<i>Payments</i>				
Capital assets	(263 234)	(344 762)	(81 528)	The budgeted payments for Capital assets reflected in Table A7 reconcile to the capital expenditure reflected in Table A5.
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>(169 177)</b>	<b>(242 208)</b>	<b>(73 031)</b>	
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
<i>Receipts</i>				
Short term loans	-	-	-	
Borrowing long term/refinancing	80 000	77 188	(2 814)	During the assessment of the 2018/19 Draft Budget, the municipality was requested to provide more information as well as the calculations in respect of the budgeted amount for Borrowings and Repayments of borrowing. However, considering that the municipality indicated that R15 million for new buildings and R60 million for the substation were budgeted to be funded from Borrowings, the cash inflow against Borrowing long term/refinancing in Table A7 appears misstated.  The municipality further indicated in their Final Budget narrative report that the loan facility will also fund a Testing facility. It is not clear as to where was this budgeted for under Capital expenditure. Thus, the reasonability of the budgeted Borrowings could not be ascertained.
Increase (decrease) in consumer deposits	2 500	2 500	-	
<i>Payments</i>				
Repayment of borrowing	(14 666)	(14 335)	329	As mentioned above, during the assessment of the 2018/19 Draft Budget, Provincial Treasury could not ascertain the reasonability of the budgeted Borrowings in Table A5 and the municipality was requested to provide more information as well as the calculations in respect of the budgeted amount for Borrowings and Repayments of borrowing.  Considering the inconsistencies noted above (Borrowing long term/refinancing) and the fact that no supporting documents or calculations were submitted as requested in the 2018/19 Draft Budget, Provincial Treasury is still unable to ascertain the reasonableness on the budgeted cash outflow against Repayment of borrowing.
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>67 834</b>	<b>65 350</b>	<b>(2 485)</b>	
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>(19 254)</b>	<b>(88 347)</b>	<b>(69 093)</b>	
Cash/cash equivalents at beginning	195 986	280 013	84 026	The municipality has recalculated the closing cash balance in Table A7 and reflected R280 million (Draft Budget: R195 99 million) under Full Year Forecast column when compared to the 2017/18 Adjustments Budget closing balance of R189 97 million. The opening cash/cash equivalents at the beginning of 2018/19 financial year reconciled to the closing balance of R280 million as per the 2017/18 Full Year Forecast column.  Similar to 2018/19 Draft Budget, it is noted that a recalculation was only processed against cash outflows relating to Capital payments as well as Suppliers and employees.
Cash/cash equivalents at year end:	176 733	191 666	14 933	Based on the comments above, for example, amongst others, Government - capital, Borrowings and Repayment of borrowings and the impact of any changes from Tables A4 and A5 on Table A7, the closing balance of R191.67 million appears misstated. It should be noted that the Cash/cash equivalents at the year end has an impact on the funding position in Table A8.

**Municipality: KwaMashu Local Municipality**

**Table 5 - Cash backed reserves/accumulated surplus reconciliation - (Table A8)**

Description R thousand	Tabled Budget (Draft) 2018/19	Approved Budget (Final) 2018/19	Increase/ (Decrease)	Comments
<b>Cash and investments available</b>				
Cash/cash equivalents at the year end	176 733	191 666	14 933	
Other current investments > 90 days	130 958	141 461	10 503	The municipality will no longer be cashing in their non-current investments, hence the increase reflected against Other current investments > 90 days.
Non current assets - investments			-	
<b>Cash and investments available:</b>	<b>307 690</b>	<b>333 126</b>	<b>25 436</b>	
<b>Applications of cash and investments</b>				
Unspent conditional transfers	-	-	-	All unspent National and Provincial grants which remains unspent in 2018/19 should have been cash backed in Table A8. As per the Grants register, an amount of R41.2 million remains unspent as at end of May 2018.
Unspent borrowing	-	-	-	
Statutory requirements	-	-	-	The municipality still did not include Statutory requirements in Table A8 as advised in the 2018/19 Draft Budget assessment. This is despite the fact the municipality has a history of reflecting VAT asset (net input VAT) in the AFS (R4.1 million in 2016/17 AFS).
Other working capital requirements	49 125	55 246	6 121	As discussed under payments to Suppliers and employees, the Creditor's balance appears reasonable.  With regards to the debtors balance used in the calculation of the Other working capital requirements, as discussed under Debt Impairment, as a result of a number of inconsistencies, the correct Debtors balance could not be ascertained. Due to Debtors balance directly impacting Other working capital requirements, Provincial Treasury is unable to comment on the budgeted amount for Other working capital requirements.
Other provisions	-	-	-	Similar to the 2018/19 Draft Budget, the municipality reflected R13 million for Refuse landfill site rehabilitation in Table SA3. However, no amount was reflected against Other provisions in Table A8.
Long term investments committed	-	-	-	
Reserves to be backed by cash/investments	-	-	-	As per the municipality's 2016/17 audited AFS, amounts of R8.7 million and R9.8 million were reflected for Housing operating account and Revaluation reserve, respectively. Considering that the municipality has not provided an indication of the amounts to be cash backed in respect of the Housing operating account and Revaluation reserve, the full amount as per the 2016/17 audited AFS should have been reflected in Table A8 as Reserves to be cash backed by investments.
<b>Total Application of cash and investments:</b>	<b>49 125</b>	<b>55 246</b>	<b>6 121</b>	
<b>Surplus(shortfall)</b>	<b>258 565</b>	<b>277 881</b>	<b>19 315</b>	The municipality is reflecting a surplus of R277.9 million after commitments in Table A8. However, when taking into account concerns raised in Table A7 and Table A8, the surplus appears overstated. Furthermore, except for Investments and Grants registers and Bank reconciliations, the municipality did not submit the Trial Balance as at May 2018 and calculations supporting the opening cash balance for 2018/19, thus limiting Provincial Treasury in the assessment of the municipality's closing balance for 2017/18 (Opening Balance for 2018/19) which impacts on the municipality's funding position. Notwithstanding any changes to the Other working capital requirements and other relevant line items as discussed above, the municipality's budget appears funded.

# Municipality: Kimberley Local Municipality

Table 6: Transfers and Grants Receipts - (Table SA18)

Description	Tabled Budget (Draft) 2018/19	Approved Budget (Final) 2018/19	Increase/ (Decrease)	Comments
R thousand				
<b>RECEIPTS:</b>				
<b>Operating expenditure</b>				
National Government	153 749	153 749	-	
Local Government Equitable Share	147 876	147 876	-	
Finance Management	1 800	1 800	-	
EPWP Incentive	1 540	1 540	-	
MIG Funded PMU Costs	2 533	2 533	-	
Provincial Government	11 660	12 918	1 058	
Provincialisation of Libraries	5 028	5 028	-	
Museum Subsidy	192	192	-	
Community Library Service Grant	591	591	-	
Housing Accreditation	6 049	6 049	-	
Maintenance Grant-Sport Facilities	-	58	58	The municipality has now reflected Maintenance Grant - Sports Facilities and Spatial Development Framework Support as per the Provincial Gazette No. 1940 issued on 05 April 2018.
Spatial Development Framework Support	-	1 000	1 000	See comment above (Maintenance Grant - Sports Facilities).
<b>Capital expenditure</b>				
National Government	63 052	63 052	-	
Municipal Infrastructure Grant (MIG)	48 132	48 132	-	
Electricity Demand Side Management Grant	5 000	5 000	-	
Integrated National Electrification Programme	9 920	9 920	-	
Other transfers and grants	8 202	8 202	-	
Revenue Enhancement Grant	2 202	2 202	-	
Ballito Junction Road	6 000	6 000	-	
			-	

## Non-Financial Information Compliance assessment

Municipality: <b>Rwafutu Local Municipality</b>		2017/18	
Non-Financial Information			
Table	Assessment Guideline	Yes/No/ N/A	Comments (If required)
<b>Format and Budgeting</b>			
<b>A10</b>	<b>Check the proper completion of Tables SA9 and SA1</b>		
	- Households receiving Free Basic Services (Water, Sanitation, Electricity and		
	- Cost of Free Basic Services provided (Water, Sanitation, Electricity and Refuse):		
	- Have only whole numbers been populated for household figures in Table SA9 which then pull into Table A10?	Yes	However, Table A10 was not fully populated.
	- Are the total number of households consistent for Water, Sanitation, Electricity and Refuse regardless of whether the municipality provides the service or not?		The municipality did not populate sections relating to Water and Sanitation/sewerage while Energy reflected 45 465 as the total number of households and 31 119 for Refuse.
	- Is the total cost of free basic services populated in Table SA9 and subsequently pulling into Table SA1 and A10 reasonable in comparison to reported	Yes	Except for the 2017/18 Original Budget column.
The definition of poor households should be obtained from each municipality's			
<b>SA11</b>	<b>Check against the budget documents and tariff tables</b>		
	Date of valuation on Table SA11 must follow this format YYYYMMDD.		
	- Are the figures populated reasonable in comparison to the description column (eg. Date of valuation is given in YYYYMMDD format, number of properties is consistent with valuation roll, etc)?	Yes	However, date of valuation was not provided in the 2016/17 Financial year and over the MTREF and in 2017/18 (Original budget column) reflected an amount instead of a date.
	- Measurable performance objectives and indicators	Yes	
<b>SA12a</b>	<b>There are different formats in Tables SA12a, SA12b and SA13a and not</b>		
	- Are the figures populated consistent with the value formats required as per	Yes	
<b>SA12b</b>	<b>There are different formats in Tables SA12a, SA12b and SA13a and not</b>		
	- Are the figures populated consistent with the value formats required as per	Yes	
<b>SA13a</b>	<b>Check against the budget documents and tariff tables.</b>		
	- Are the values populated consistent with the rate randage in the budget	Yes	
<b>SA14</b>	<b>Check that the figures is relevant to ONE small, ONE medium and ONE large</b>		
	- Are the figures populated consistent with the bill to ONE household be it	Yes	
	- Is the figure quoted for Middle Income range not smaller than affordable range for all tariff categories?	Yes	Middle - R6 105.29 Affordable Range - R3 860.70
	- Is the figure quoted for Indigent range not smaller than Middle Income range for all tariff categories?	Yes	Middle - R6 105.29 Indigent - R1 755.02
<b>SA22</b>	<b>Check councillors, senior managers and municipal entity's senior manager (if</b>		
	- Check the total values.		
	- Ensure they correspond with totals on the OSB.		
	- Are the cost totals given for senior management, employees and councillors	Yes	
	- Does the municipality have a municipal entity, if so was the municipal entity	N/A	
<b>SA23</b>	<b>Councillors and senior management allowances, benefits and salaries (</b>		
	- Also check for municipal entity senior management (Allowances, benefits		
	- Check if the municipality has entities registered, if yes, it must be completed.		
	- Among councillors check for the Speaker, Mayor and/or Deputy, Chief Whip.		
	- Are the cost totals populated for senior management in Table SA23	Yes	
	- Are the cost totals populated for Councillors in Table SA23 consistent with the	Yes	
	- Are the salaries for Municipal Manager and Chief Financial Officer reasonable	Yes	
	- Does the municipality have a municipal entity, if so was the municipal entity	N/A	
<b>SA24</b>	<b>Councillors and personnel Head count (Municipalities has different</b>		
	- Is the head count realistic if you compare with the salaries reported on Table	Yes	
<b>SA25</b>	<b>Check that the total of all months correspond to the total revenue and</b>		
	- Are there any abnormal (either abnormally large or negative) figures calculated	No	
<b>SA27</b>	<b>Check that the total of all months correspond to the total revenue and</b>		
	- Are there any abnormal (either abnormally large or negative) figures	No	
<b>SA29</b>	<b>Check that the total of all months correspond to the total revenue and</b>		
	- Are there any abnormal (either abnormally large or negative) figures calculated	No	
<b>SA36</b>	<b>The GPS coordinates in decimals must be captured for all capital projects.</b>		
	- Do all projects included in the budget have all required details (GPS co-ordinates, program project description, new or renewal, etc) populated for each project?	Yes	Except for GPS Co-ordinates, Project Number and IDP Goal
	- Do all projects included in the budget align to all the projects listed in the	Yes	
	- Does the capital expenditure total in Table SA36 agree to the capital	Yes	
<b>SA37</b>	<b>The GPS coordinates in decimals must be captured for all capital projects.</b>		
	- Has the municipality confirmed that all projects which required inclusion in	Yes	
<b>Post-review procedures</b>			
All tables	In the case where the information is missing or the sheet is blank, the Mayor, MM and the CFO must still sign for the missing information.		



## **2.9 MUNICIPAL MANAGER'S QUALITY CERTIFICATE**



## **2017/18 FOURTH QUARTER BUDGET ASSESSMENT**

### **QUALITY CERTIFICATE**

I, Mr NJ Mdakane, Municipal Manager of KwaDukuza Municipality, hereby certify that the Fourth 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:**

A handwritten signature in black ink, consisting of a series of loops and a long horizontal stroke, is written over a horizontal line.

**Date:** \_\_\_\_\_