



Msunduzi Municipality
MFMA S71 Monthly Report

April 2016 Report
Budget & Treasury Office

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1. PART 1 – IN YEAR REPORT

1.1 Executive Summary

Legislative Requirements

In terms of Section 71 of the MFMA, the Accounting Officer of the Municipality must by no later than 10 working days after the end of each month submit to the mayor of the municipality and the relevant provincial treasury a statement in the prescribed format on the state of the municipality's budget reflecting the following particulars for that month and for the financial year up to the end of that month.

- ✓ Actual revenue, per revenue source;
- ✓ Actual expenditure, per vote;
- ✓ Actual capital expenditure, per vote;
- ✓ The amount of any allocations received and actual expenditure on grant allocations excluding expenditure on the equitable share.
- ✓ when necessary, an explanation of—
 - any material variances from the municipality's projected revenue by source, and from the municipality's expenditure projections per vote;
 - any material variances from the service delivery and budget implementation plan; and
- ✓ Any remedial or corrective steps taken or to be taken to ensure that projected revenue and expenditure remain within the municipality's approved budget.

FINANCIAL PERFORMANCE

Revenue: The Year to Date (YTD) total revenue earned was R 3.33 billion for the period ending 30 April 2016. The YTD Budget was R 3.58 billion, therefore the actual underperformed against the budget by R 251.7 million against the revenue projected. The two main contributors, both accounting for 63% of the actual total YTD Revenue earned are Electricity (45%) & Property Rates revenue (18%). These two revenue sources make up more than 61% of the total YTD budget.

Operating Expenditure: The total actual YTD operating expenditure for the period ending 30 April 2016 amounted to R 3.18 billion while the YTD budget was R 3.57 billion. Operational expenditure is largely defined by the bulk (electricity & water) purchases and employee related costs both accounting for 70% of the YTD expenditure.

Capital Expenditure: While the YTD capital expenditure budget was R 618.5 million, the actual YTD Capital expenditure incurred amounted to R 348.4 million resulting in underperformance of the capital budget. This is mainly due to the slow start of the new financial year.

Grant Receipts: The total budgeted operational and capital grant receipts for this financial year is R 929.7 million inclusive of equitable share of R 395.7 million and Capital transfers of R 489.0 million.

Cash & Cash equivalents as at 30 April 2016 was R 1.17 billion.

Consumer Debt: Consumer debt at 30 April 2016 was just over R 1.98 billion.

1.4 In-year Budget Statement Tables

Parent Municipality (Msunduzi Municipality Only)

Monthly Budget Statements Summary

Table C1 below provides a summary of the overall performance of the Municipality and is unpacked in the sections that follow.

KZN225 Msunduzi - Table C1 Monthly Budget Statement Summary - M10 April

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	716 603	784 462	794 866	65 208	635 997	662 388	(26 391)	-4%	794 866
Service charges	2 227 636	2 694 541	2 694 542	182 622	2 058 158	2 245 452	(187 294)	-8%	2 694 542
Investment revenue	50 973	33 988	33 988	4 909	50 231	28 323	21 908	77%	33 988
Transfers recognised - operational	519 604	440 652	490 476	4 894	449 646	408 730	40 916	10%	490 476
Other own revenue	325 520	211 526	286 517	12 440	137 923	238 764	(100 841)	-42%	286 517
Total Revenue (excluding capital transfers and contributions)	3 840 338	4 165 169	4 300 388	270 074	3 331 954	3 583 657	(251 703)	-7%	4 300 388
Employee costs	832 532	956 536	957 366	72 114	760 719	797 809	(37 089)	-5%	957 366
Remuneration of Councillors	34 657	42 350	42 350	3 390	33 945	35 292	(1 347)	-4%	42 350
Depreciation & asset impairment	463 063	485 746	556 483	38 174	393 294	463 736	(70 441)	-15%	556 483
Finance charges	71 169	69 489	69 289	168	46 328	57 741	(11 413)	-20%	69 289
Materials and bulk purchases	1 591 553	1 766 585	1 952 941	140 746	1 592 653	1 619 250	(26 598)	-2%	1 952 941
Transfers and grants	11 572	134 035	134 036	20	5 871	111 697	(105 825)	-95%	134 036
Other expenditure	1 121 566	706 958	579 111	37 977	350 510	490 789	(140 279)	-29%	579 111
Total Expenditure	4 126 113	4 161 699	4 291 576	292 590	3 183 321	3 576 313	(392 993)	-11%	4 291 576
Surplus/(Deficit)	(285 775)	3 470	8 812	(22 516)	148 634	7 343	141 290	1924%	8 812
Transfers recognised - capital	356 459	489 060	490 090	36 263	223 320	408 408	(185 089)	-45%	490 090
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	70 683	492 530	498 902	13 747	371 953	415 752	(43 798)	-11%	498 902
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	70 683	492 530	498 902	13 747	371 953	415 752	(43 798)	-11%	498 902
Capital expenditure & funds sources									
Capital expenditure	528 636	709 060	742 211	46 620	348 404	618 509	(270 105)	-44%	710 288
Capital transfers recognised	291 650	489 060	515 988	39 460	218 689	429 990	(211 301)	-49%	489 060
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	81 881	100 000	100 000	574	44 143	83 333	(39 190)	-47%	100 000
Internally generated funds	155 105	120 000	126 223	6 586	85 571	105 186	(19 614)	-19%	120 000
Total sources of capital funds	528 636	709 060	742 211	46 620	348 404	618 509	(270 105)	-44%	709 060
Financial position									
Total current assets	2 007 658	3 133 299	3 169 490		2 419 619				3 169 489
Total non current assets	7 548 842	7 568 078	7 547 576		7 446 779				7 547 576
Total current liabilities	915 372	1 378 122	1 378 122		754 458				1 378 122
Total non current liabilities	1 197 150	1 261 476	1 261 476		1 305 976				1 261 476
Community wealth/Equity	7 443 978	8 061 779	8 077 468		7 805 963				8 077 467
Cash flows									
Net cash from (used) operating	1 199 351	706 264	725 244	(37 460)	622 407	604 370	(18 037)	-3%	725 244
Net cash from (used) investing	(1 250 600)	(589 505)	(589 505)	(46 620)	(348 404)	(491 254)	(142 850)	29%	(589 505)
Net cash from (used) financing	58 109	55 400	55 400	641	56 396	46 167	(10 229)	-22%	55 400
Cash/cash equivalents at the month/year end	834 133	1 123 670	1 033 491	-	1 172 468	1 001 635	(170 834)	-17%	1 033 208
Debtors & creditors analysis									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	287 114	117 228	59 690	51 180	43 592	42 477	66 953	#####	1 987 356
Creditors Age Analysis									
Total Creditors	321 966	364	78	36	91	4 025	-	-	326 560

Table C2 provides the statement of financial performance by standard classification.

KZN225 Msunduzi - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M10 April

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Standard										
<i>Governance and administration</i>		1 435 170	1 281 199	1 443 736	108 106	1 294 946	1 203 114	91 833	8%	1 443 736
Executive and council		6 748	1 600	930	157	3 100	775	2 325	300%	930
Budget and treasury office		1 422 429	1 276 437	1 432 810	107 927	1 291 444	1 194 008	97 436	8%	1 432 810
Corporate services		5 993	3 162	9 997	22	403	8 331	(7 928)	-95%	9 997
<i>Community and public safety</i>		225 653	13 361	139 282	9 244	96 851	116 068	(19 217)	-17%	139 282
Community and social services		71 074	3 250	66 588	7 368	44 800	55 490	(10 690)	-19%	66 588
Sport and recreation		24 880	729	838	148	23 886	698	23 187	3320%	838
Public safety		111 819	5 827	25 684	865	12 902	21 404	(8 502)	-40%	25 684
Housing		17 809	3 485	46 139	863	15 254	38 449	(23 195)	-60%	46 139
Health		71	70	32	-	10	27	(17)	-63%	32
<i>Economic and environmental services</i>		235 988	171 598	452 543	20 904	121 039	377 119	(256 080)	-68%	452 543
Planning and development		63 074	7 972	50 312	1 071	14 167	41 927	(27 760)	-66%	50 312
Road transport		172 914	163 627	402 230	19 834	106 872	335 192	(228 320)	-68%	402 230
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		2 690 243	2 437 047	3 220 125	214 076	2 421 334	2 683 437	(262 103)	-10%	3 220 125
Electricity		1 723 118	1 700 095	1 926 916	140 190	1 549 542	1 605 763	(56 221)	-4%	1 926 916
Water		660 510	500 521	1 009 716	52 463	615 283	841 430	(226 147)	-27%	1 009 716
Waste water management		191 593	149 071	167 552	13 378	164 776	139 627	25 149	18%	167 552
Waste management		115 022	87 359	115 941	8 045	91 733	96 617	(4 884)	-5%	115 941
<i>Other</i>	4	34 298	89 565	32 683	3 423	23 141	27 236	(4 095)	-15%	32 683
Total Revenue - Standard	2	4 621 352	3 992 771	5 288 369	355 753	3 957 312	4 406 974	(449 662)	-10%	5 288 369
Expenditure - Standard										
<i>Governance and administration</i>		874 771	691 420	919 049	84 734	761 500	773 739	(12 239)	-2%	919 049
Executive and council		7 712	384 298	137 072	10 567	107 994	118 263	(10 268)	-9%	137 072
Budget and treasury office		859 050	200 157	570 519	53 043	515 496	479 269	36 227	8%	570 519
Corporate services		8 009	106 965	211 458	21 124	138 009	176 208	(38 198)	-22%	211 458
<i>Community and public safety</i>		670 660	421 741	540 009	44 008	445 160	452 799	(7 640)	-2%	540 009
Community and social services		116 571	99 202	126 663	10 332	104 538	105 695	(1 157)	-1%	126 663
Sport and recreation		145 186	81 358	106 336	8 940	90 045	92 063	(2 018)	-2%	106 336
Public safety		316 932	196 317	214 469	18 658	199 311	178 454	20 856	12%	214 469
Housing		49 923	25 149	72 202	5 093	35 379	59 677	(24 297)	-41%	72 202
Health		42 048	19 716	20 339	984	15 887	16 911	(1 024)	-6%	20 339
<i>Economic and environmental services</i>		522 277	462 751	572 219	32 665	350 183	475 543	(125 360)	-26%	572 219
Planning and development		97 679	128 290	107 541	8 449	87 986	89 606	(1 621)	-2%	107 541
Road transport		424 597	334 461	464 678	24 216	262 197	385 937	(123 739)	-32%	464 678
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		2 428 609	1 893 207	2 715 356	176 967	1 990 770	2 253 488	(262 719)	-12%	2 715 356
Electricity		1 512 417	1 374 079	1 591 127	108 015	1 291 410	1 316 685	(25 275)	-2%	1 591 127
Water		590 023	406 791	831 200	46 193	470 539	692 052	(221 512)	-32%	831 200
Waste water management		175 548	9 621	184 477	13 669	140 507	153 714	(13 207)	-9%	184 477
Waste management		150 620	102 716	108 552	9 089	88 313	91 037	(2 724)	-3%	108 552
<i>Other</i>		54 353	31 122	42 835	3 632	37 746	35 652	2 093	6%	42 835
Total Expenditure - Standard	3	4 550 669	3 500 241	4 789 467	342 007	3 585 358	3 991 222	(405 864)	-10%	4 789 467
Surplus/ (Deficit) for the year		70 683	492 530	498 902	13 747	371 953	415 752	(43 798)	-11%	498 902

Table C3 presents the same information as table C2 above, the difference being that it's by Municipal vote.

KZN225 Msunduzi - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M10 April

Vote Description	Ref	Budget Year 2015/16								
		2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote										
Vote 1 - City Manager	1	6 851	1 600	930	172	3 152	775	2 377	306.7%	930
Vote 2 - City Finance		1 422 429	1 598 335	1 432 810	107 927	1 291 444	1 194 008	97 436	8.2%	1 432 810
Vote 3 - Community Services & Social Equity		281 059	155 606	174 268	12 389	149 711	145 223	4 489	3.1%	174 268
Vote 4 - Corporate Services		5 890	10 026	9 998	7	351	8 332	(7 981)	-95.8%	9 998
Vote 5 - Infrastructure Services		2 763 949	3 369 093	3 531 604	226 652	2 447 677	2 943 003	(495 326)	-16.8%	3 531 604
Vote 6 - Sustainable Development and City Enterprises		141 174	88 384	138 759	8 607	64 977	115 633	(50 656)	-43.8%	138 759
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
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	4 621 352	5 223 044	5 288 369	355 753	3 957 312	4 406 974	(449 662)	-10.2%	5 288 369
Expenditure by Vote										
Vote 1 - City Manager	1	12 576	147 876	165 001	12 399	127 816	141 536	(13 720)	-9.7%	165 001
Vote 2 - City Finance		931 400	672 127	644 446	58 233	574 871	541 133	33 738	6.2%	644 446
Vote 3 - Community Services & Social Equity		732 073	550 686	551 165	45 746	474 008	463 595	10 414	2.2%	551 165
Vote 4 - Corporate Services		8 582	195 576	192 060	19 650	122 176	160 005	(37 829)	-23.6%	192 060
Vote 5 - Infrastructure Services		2 664 812	3 005 424	3 037 678	190 665	2 143 020	2 519 552	(376 532)	-14.9%	3 037 678
Vote 6 - Sustainable Development and City Enterprises		201 227	158 825	199 117	15 314	143 466	165 401	(21 935)	-13.3%	199 117
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
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	4 550 669	4 730 514	4 789 467	342 007	3 585 358	3 991 222	(405 864)	-10.2%	4 789 467
Surplus/ (Deficit) for the year	2	70 683	492 530	498 902	13 747	371 953	415 752	(43 798)	-10.5%	498 902

Statement of financial Performance

This schedule provides information on the planned revenue and operational expenditures against the actual results for the period ending 30 April 2016.

KZN225 Msunduzi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M10 April

Description	Ref	2014/15	Budget Year 2015/16							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands										
Revenue By Source										
Property rates		686 396	743 113	753 517	62 926	613 385	627 931	(14 546)	-2%	753 517
Property rates - penalties & collection charges		30 207	41 349	41 349	2 283	22 612	34 457	(11 846)	-34%	41 349
Service charges - electricity revenue		1 566 133	1 865 706	1 865 706	138 480	1 489 411	1 554 755	(65 344)	-4%	1 865 706
Service charges - water revenue		452 443	595 443	595 443	36 664	402 555	496 203	(93 648)	-19%	595 443
Service charges - sanitation revenue		127 516	139 471	139 471	324	96 131	116 226	(20 094)	-17%	139 471
Service charges - refuse revenue		81 544	93 922	93 922	7 153	70 061	78 268	(8 207)	-10%	93 922
Service charges - other		-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		23 477	41 329	41 428	1 844	16 597	34 523	(17 926)	-52%	41 428
Interest earned - external investments		50 973	33 988	33 988	4 909	50 231	28 323	21 908	77%	33 988
Interest earned - outstanding debtors		69 529	62 593	62 593	4 793	55 481	52 161	3 320	6%	62 593
Dividends received		-	-	-	-	-	-	-	-	-
Fines		108 634	17 488	21 525	459	8 926	17 937	(9 011)	-50%	21 525
Licences and permits		89	87	87	6	79	73	7	9%	87
Agency services		578	632	14 669	26	429	12 224	(11 796)	-96%	14 669
Transfers recognised - operational		519 604	440 652	490 476	4 894	449 646	408 730	40 916	10%	490 476
Other revenue		123 214	79 695	136 515	5 313	55 843	113 762	(57 920)	-51%	136 515
Gains on disposal of PPE		-	9 700	9 700	-	568	8 083	(7 516)	-93%	9 700
Total Revenue (excluding capital transfers and contributions)		3 840 338	4 165 169	4 300 388	270 074	3 331 954	3 583 657	(251 703)	-7%	4 300 388
Expenditure By Type										
Employee related costs		832 532	956 536	957 366	72 114	760 719	797 809	(37 089)	-5%	957 366
Remuneration of councillors		34 657	42 350	42 350	3 390	33 945	35 292	(1 347)	-4%	42 350
Debt impairment		222 110	124 586	107 255	-	-	89 379	(89 379)	-100%	107 255
Depreciation & asset impairment		463 063	485 746	556 483	38 174	393 294	463 736	(70 441)	-15%	556 483
Finance charges		71 169	69 489	69 289	168	46 328	57 741	(11 413)	-20%	69 289
Bulk purchases		1 586 802	1 736 811	1 776 493	126 876	1 473 269	1 476 244	(2 975)	0%	1 776 493
Other materials		4 751	29 773	176 448	13 870	119 384	143 006	(23 622)	-17%	176 448
Contracted services		29 698	18 556	117 473	13 998	94 018	100 943	(6 926)	-7%	117 473
Transfers and grants		11 572	134 035	134 036	20	5 871	111 697	(105 825)	-95%	134 036
Other expenditure		869 758	563 817	354 384	23 979	252 938	300 466	(47 528)	-16%	354 384
Loss on disposal of PPE		-	-	-	1	3 554	-	3 554	#DIV/0!	-
Total Expenditure		4 126 113	4 161 699	4 291 576	292 590	3 183 321	3 576 313	(392 993)	-11%	4 291 576
Surplus/(Deficit)		(285 775)	3 470	8 812	(22 516)	148 634	7 343	141 290	0	8 812
Transfers recognised - capital		356 459	489 060	490 090	36 263	223 320	408 408	(185 089)	(0)	490 090
Contributions recognised - capital		-	-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		70 683	492 530	498 902	13 747	371 953	415 752			498 902
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		70 683	492 530	498 902	13 747	371 953	415 752			498 902
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		70 683	492 530	498 902	13 747	371 953	415 752			498 902
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		70 683	492 530	498 902	13 747	371 953	415 752			498 902

Capital Expenditure

Table C5 below reports on the capital expenditure by department (municipal vote) for single year as well as multiyear capital appropriations. The bottom part of the schedule looks at the funding sources of the capital projects.

KZN225 Msunduzi - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M10 April

Vote Description	Ref	2014/15		Budget Year 2015/16						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - City Manager		9 110	5 000	7 190	-	4 145	5 992	(1 847)	-31%	6 180
Vote 2 - City Finance		15 139	26 500	4 982	118	4 590	4 151	438	11%	41 278
Vote 3 - Community Services & Social Equity		56 719	32 850	40 513	2 473	32 217	33 761	(1 544)	-5%	54 868
Vote 4 - Corporate Services		4 119	3 250	-	-	-	-	-	-	3 637
Vote 5 - Infrastructure Services		333 861	569 454	552 278	35 726	230 264	460 232	(229 967)	-50%	555 387
Vote 6 - Sustainable Development and City Enterprises		32 063	45 000	58 976	4 033	26 163	49 147	(22 984)	-47%	21 932
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital multi-year expenditure	4,7	451 009	682 054	663 939	42 351	297 379	553 283	(255 903)	-46%	683 282
Single Year expenditure appropriation	2									
Vote 1 - City Manager		555	750	1 165	159	671	971	(300)	-31%	750
Vote 2 - City Finance		13 442	710	26 510	621	18 276	22 091	(3 816)	-17%	710
Vote 3 - Community Services & Social Equity		13 720	17 619	18 016	1 021	12 050	15 013	(2 963)	-20%	17 619
Vote 4 - Corporate Services		8 398	3 150	6 737	107	4 892	5 615	(722)	-13%	3 150
Vote 5 - Infrastructure Services		15 100	2 980	18 323	564	11 544	15 269	(3 725)	-24%	2 980
Vote 6 - Sustainable Development and City Enterprises		26 412	1 798	7 521	1 796	3 591	6 267	(2 676)	-43%	1 798
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	77 627	27 006	78 271	4 269	51 025	65 226	(14 202)	-22%	27 006
Total Capital Expenditure		528 636	709 060	742 211	46 620	348 404	618 509	(270 105)	-44%	710 288
Capital Expenditure - Standard Classification										
Governance and administration		50 762	39 360	46 584	1 006	32 574	38 820	(6 246)	-16%	39 360
Executive and council		9 665	5 750	8 355	159	4 816	6 963	(2 147)	-31%	5 750
Budget and treasury office		28 581	27 210	31 491	740	22 865	26 243	(3 377)	-13%	27 210
Corporate services		12 517	6 400	6 737	107	4 892	5 615	(722)	-13%	6 400
Community and public safety		68 187	63 824	63 174	5 066	46 903	52 645	(5 742)	-11%	63 824
Community and social services		17 495	3 446	10 792	925	4 183	8 993	(4 810)	-53%	3 446
Sport and recreation		45 618	33 350	40 214	2 412	36 908	33 512	3 396	10%	33 350
Public safety		1 883	8 333	3 533	14	458	2 944	(2 486)	-84%	8 333
Housing		3 191	17 075	8 635	1 716	5 354	7 195	(1 842)	-26%	17 075
Health		-	1 620	-	-	-	-	-	-	1 620
Economic and environmental services		166 656	347 746	365 416	22 496	117 489	304 513	(187 024)	-61%	347 746
Planning and development		48 972	28 325	57 862	3 408	22 556	48 218	(25 662)	-53%	28 325
Road transport		116 686	317 801	305 934	19 068	93 962	254 945	(160 983)	-63%	317 801
Environmental protection		997	1 620	1 620	20	971	1 350	(379)	-28%	1 620
Trading services		236 720	258 353	267 037	17 346	149 594	222 531	(72 936)	-33%	258 353
Electricity		136 907	133 000	137 861	1 531	70 102	114 884	(44 783)	-39%	133 000
Water		53 989	83 133	83 672	13 256	48 485	69 726	(21 241)	-30%	83 133
Waste water management		33 205	37 500	41 638	2 436	28 200	34 698	(6 499)	-19%	37 500
Waste management		12 620	4 720	3 866	124	2 807	3 221	(414)	-13%	4 720
Other		6 311	1 398	705	1 844	-	-	1 844	#DIV/0!	1 398
Total Capital Expenditure - Standard Classification	3	528 636	710 680	742 211	46 620	348 404	618 509	(270 105)	-44%	710 680
Funded by:										
National Government		224 530	489 060	482 602	34 552	204 912	402 169	(197 257)	-49%	489 060
Provincial Government		67 121	-	33 386	4 908	13 777	27 821	(14 044)	-50%	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		291 650	489 060	515 988	39 460	218 689	429 990	(211 301)	-49%	489 060
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	81 881	100 000	100 000	574	44 143	83 333	(39 190)	-47%	100 000
Internally generated funds		155 105	120 000	126 223	6 586	85 571	105 186	(19 614)	-19%	120 000
Total Capital Funding		528 636	709 060	742 211	46 620	348 404	618 509	(270 105)	-44%	709 060

A detailed analysis of the capital expenditure programme is provided in section 2.7 “Capital Expenditure Programme”.

Table C6 displays the financial position of the municipality as at 30 April 2016.

KZN225 Msunduzi - Table C6 Monthly Budget Statement - Financial Position - M10 April

Description	Ref	2014/15	Budget Year 2015/16			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		96 597	45 513	81 975	86 415	81 975
Call investment deposits		745 471	1 086 263	1 085 994	1 086 053	1 085 994
Consumer debtors		728 136	883 147	883 147	1 295 282	883 147
Other debtors		390 671	376 440	376 438	(105 281)	376 438
Current portion of long-term receivables		46	43	43	46	43
Inventory		46 737	741 893	741 893	57 104	741 893
Total current assets		2 007 658	3 133 299	3 169 490	2 419 619	3 169 489
Non current assets						
Long-term receivables		10 482	9 455	9 455	10 891	9 455
Investments		-	-	-	-	-
Investment property		382 805	356 914	356 914	381 065	356 914
Investments in Associate		-	-	-	-	-
Property, plant and equipment		7 091 843	6 948 898	6 928 396	7 036 416	6 928 396
Agricultural		44 831	-	-	-	-
Biological assets		-	46 520	46 520	936	46 520
Intangible assets		18 880	27 283	27 283	17 471	27 283
Other non-current assets		-	179 008	179 008	-	179 008
Total non current assets		7 548 842	7 568 078	7 547 576	7 446 779	7 547 576
TOTAL ASSETS		9 556 500	10 701 377	10 717 066	9 866 397	10 717 065
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		53 524	61 751	61 751	1 120	61 751
Consumer deposits		89 479	92 798	92 798	94 281	92 798
Trade and other payables		765 335	1 217 489	1 217 489	634 990	1 217 489
Provisions		7 034	6 084	6 084	24 067	6 084
Total current liabilities		915 372	1 378 122	1 378 122	754 458	1 378 122
Non current liabilities						
Borrowing		543 401	579 761	579 761	652 227	579 761
Provisions		653 749	681 715	681 715	653 749	681 715
Total non current liabilities		1 197 150	1 261 476	1 261 476	1 305 976	1 261 476
TOTAL LIABILITIES		2 112 522	2 639 598	2 639 598	2 060 434	2 639 598
NET ASSETS	2	7 443 978	8 061 779	8 077 468	7 805 963	8 077 468
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		7 186 031	7 888 864	7 904 554	7 542 547	7 904 553
Reserves		257 948	172 915	172 914	263 416	172 914
TOTAL COMMUNITY WEALTH/EQUITY	2	7 443 978	8 061 779	8 077 468	7 805 963	8 077 467

Table C7 below display the Cash Flow Statement for the month ending 30 April 2016.

KZN225 Msunduzi - Table C7 Monthly Budget Statement - Cash Flow - M10 April

Description	Ref	2014/15	Budget Year 2015/16							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates, penalties & collection charges		716 603	701 467	711 871	56 736	574 690	593 226	(18 536)	-3%	711 871
Service charges		2 227 636	2 349 116	2 349 116	208 323	2 074 458	1 957 597	116 861	6%	2 349 116
Other revenue		18 478	84 318	84 320	24 212	321 300	70 267	251 033	357%	84 320
Government - operating		519 604	440 652	484 851	-	426 850	404 043	22 808	6%	484 851
Government - capital		356 459	489 060	453 347	-	475 338	377 789	97 549	26%	453 347
Interest		120 502	64 837	64 894	3 494	37 832	54 078	(16 246)	-30%	64 894
Dividends							-	-		-
Payments										
Suppliers and employees		(2 677 191)	(3 347 843)	(3 353 475)	(330 037)	(3 225 300)	(2 794 563)	430 738	-15%	(3 353 475)
Finance charges		(71 169)	(69 489)	(69 499)	(168)	(46 328)	(57 916)	(11 588)	20%	(69 499)
Transfers and Grants		(11 572)	(5 854)	(181)	(20)	(16 433)	(151)	16 282	-10795%	(181)
NET CASH FROM/(USED) OPERATING ACTIVITIES		1 199 351	706 264	725 244	(37 460)	622 407	604 370	(18 037)	-3%	725 244
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		421					-	-		-
Decrease (Increase) in non-current debtors							-	-		-
Decrease (increase) other non-current receivables							-	-		-
Decrease (increase) in non-current investments		(1 928)					-	-		-
Payments										
Capital assets		(1 249 093)	(589 505)	(589 505)	(46 620)	(348 404)	(491 254)	(142 850)	29%	(589 505)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(1 250 600)	(589 505)	(589 505)	(46 620)	(348 404)	(491 254)	(142 850)	29%	(589 505)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans							-	-		-
Borrowing long term/refinancing		100 000	100 000	100 000		100 000	83 333	16 667	20%	100 000
Increase (decrease) in consumer deposits		4 370	5 250	5 250	641	4 024	4 375	(351)	-8%	5 250
Payments										
Repayment of borrowing		(46 261)	(49 850)	(49 850)		(47 628)	(41 542)	6 086	-15%	(49 850)
NET CASH FROM/(USED) FINANCING ACTIVITIES		58 109	55 400	55 400	641	56 396	46 167	(10 229)	-22%	55 400
NET INCREASE/ (DECREASE) IN CASH HELD										
		6 860	172 159	191 139	(83 439)	330 399	159 283			191 139
Cash/cash equivalents at beginning:		827 273	951 511	842 352		842 069	842 352			842 069
Cash/cash equivalents at month/year end:		834 133	1 123 670	1 033 491		1 172 468	1 001 635			1 033 208

Consolidated Budget Tables (With Municipal Entity: Safe City)

KZN225 Msunduzi - Table C1 Consolidated Monthly Budget Statement Summary - M10 April

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	716 603	784 462	794 866	65 208	635 997	662 388	(26 391)	-4%	794 866
Service charges	2 227 636	2 694 541	2 694 542	182 622	2 058 158	2 245 452	(187 294)	-8%	2 694 542
Investment revenue	50 973	33 988	33 988	4 920	50 406	28 370	22 036	78%	33 988
Transfers recognised - operational	519 604	440 652	490 476	4 894	449 646	408 730	40 916	10%	490 476
Other own revenue	325 520	211 526	286 517	12 440	137 923	238 764	(100 841)	-42%	286 517
Total Revenue (excluding capital transfers and contributions)	3 840 338	4 165 169	4 300 388	270 085	3 332 129	3 583 704	(251 575)	-7%	4 300 388
Employee costs	832 532	956 536	957 366	72 496	764 173	801 808	(37 634)	-5%	957 366
Remuneration of Councillors	34 657	42 350	42 350	3 390	33 945	35 292	(1 347)	-4%	42 350
Depreciation & asset impairment	463 063	485 746	556 483	38 312	394 733	465 175	(70 441)	-15%	556 483
Finance charges	71 169	69 489	69 289	169	46 338	57 751	(11 413)	-20%	69 289
Materials and bulk purchases	1 591 553	1 766 585	1 952 941	140 756	1 592 800	1 619 482	(26 683)	-2%	1 952 941
Transfers and grants	11 572	134 035	134 036	20	5 871	111 697	(105 825)	-95%	134 036
Other expenditure	1 121 566	706 958	579 111	38 055	357 700	498 423	(140 723)	-28%	579 111
Total Expenditure	4 126 113	4 161 699	4 291 576	293 199	3 195 561	3 589 627	(394 067)	-11%	4 291 576
Surplus/(Deficit)	(285 775)	3 470	8 812	(23 114)	136 569	(5 924)	142 492	-2405%	8 812
Transfers recognised - capital	356 459	489 060	490 090	36 263	223 320	408 408	(185 089)	-45%	490 090
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	70 683	492 530	498 902	13 149	359 888	402 485	(42 596)	-11%	498 902
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	70 683	492 530	498 902	13 149	359 888	402 485	(42 596)	-11%	498 902
Capital expenditure & funds sources									
Capital expenditure	528 636	709 060	742 211	46 620	348 404	618 509	(270 105)	-44%	710 288
Capital transfers recognised	291 650	489 060	515 988	39 460	218 689	429 990	(211 301)	-49%	489 060
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	81 881	100 000	100 000	574	44 143	83 333	(39 190)	-47%	100 000
Internally generated funds	155 105	120 000	126 223	6 586	85 571	105 186	(19 614)	-19%	120 000
Total sources of capital funds	528 636	709 060	742 211	46 620	348 404	618 509	(270 105)	-44%	709 060
Financial position									
Total current assets	2 007 658	3 133 299	3 169 490		2 422 020				3 169 489
Total non current assets	7 548 842	7 568 078	7 547 576		7 452 308				7 547 576
Total current liabilities	915 372	1 378 122	1 378 122		754 749				1 378 122
Total non current liabilities	1 197 150	1 261 476	1 261 476		1 305 976				1 261 476
Community wealth/Equity	7 443 978	8 061 779	8 077 468		7 813 602				8 077 467
Cash flows									
Net cash from (used) operating	1 199 351	706 264	725 244	(37 920)	610 610	592 445	(18 165)	-3%	725 244
Net cash from (used) investing	(1 250 600)	(589 505)	(589 505)	(46 620)	(355 014)	(497 864)	(142 850)	29%	(589 505)
Net cash from (used) financing	58 109	55 400	55 400	641	56 396	46 167	(10 229)	-22%	55 400
Cash/cash equivalents at the month/year end	834 133	1 123 670	1 033 491	-	1 154 061	983 099	(170 962)	-17%	1 033 208
Debtors & creditors analysis									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	287 114	117 228	59 690	51 180	43 592	42 477	66 953	#####	1 987 356
Creditors Age Analysis									
Total Creditors	321 966	364	78	36	91	4 025	-	-	326 560

KZN225 Msunduzi - Table C2 Consolidated Monthly Budget Statement - Financial Performance (standard classification) - M10 April

Description	Ref	2014/15	Budget Year 2015/16							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands	1									
Revenue - Standard										
Governance and administration		1 435 170	1 281 199	1 443 736	108 106	1 294 946	1 203 114	91 833	8%	1 443 736
Executive and council		6 748	1 600	930	157	3 100	775	2 325	300%	930
Budget and treasury office		1 422 429	1 276 437	1 432 810	107 927	1 291 444	1 194 008	97 436	8%	1 432 810
Corporate services		5 993	3 162	9 997	22	403	8 331	(7 928)	-95%	9 997
Community and public safety		225 653	13 361	139 282	9 244	96 851	116 068	(19 217)	-17%	139 282
Community and social services		71 074	3 250	66 588	7 368	44 800	55 490	(10 690)	-19%	66 588
Sport and recreation		24 880	729	838	148	23 886	698	23 187	3320%	838
Public safety		111 819	5 827	25 684	865	12 902	21 404	(8 502)	-40%	25 684
Housing		17 809	3 485	46 139	863	15 254	38 449	(23 195)	-60%	46 139
Health		71	70	32	-	10	27	(17)	-63%	32
Economic and environmental services		235 988	171 598	452 543	20 904	121 039	377 119	(256 080)	-68%	452 543
Planning and development		63 074	7 972	50 312	1 071	14 167	41 927	(27 760)	-66%	50 312
Road transport		172 914	163 627	402 230	19 834	106 872	335 192	(228 320)	-68%	402 230
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		2 690 243	2 437 047	3 220 125	214 076	2 421 334	2 683 437	(262 103)	-10%	3 220 125
Electricity		1 723 118	1 700 095	1 926 916	140 190	1 549 542	1 605 763	(56 221)	-4%	1 926 916
Water		660 510	500 521	1 009 716	52 463	615 283	841 430	(226 147)	-27%	1 009 716
Waste water management		191 593	149 071	167 552	13 378	164 776	139 627	25 149	18%	167 552
Waste management		115 022	87 359	115 941	8 045	91 733	96 617	(4 884)	-5%	115 941
Other	4	34 298	89 565	32 683	3 423	23 141	27 236	(4 095)	-15%	32 683
Total Revenue - Standard	2	4 621 352	3 992 771	5 288 369	355 753	3 957 312	4 406 974	(449 662)	-10%	5 288 369
Expenditure - Standard										
Governance and administration		874 771	691 420	919 049	84 734	761 500	773 739	(12 239)	-2%	919 049
Executive and council		7 712	384 298	137 072	10 567	107 994	118 263	(10 268)	-9%	137 072
Budget and treasury office		859 050	200 157	570 519	53 043	515 496	479 269	36 227	8%	570 519
Corporate services		8 009	106 965	211 458	21 124	138 009	176 208	(38 198)	-22%	211 458
Community and public safety		670 660	421 741	540 009	44 606	457 225	466 066	(8 842)	-2%	540 009
Community and social services		116 571	99 202	126 663	10 332	104 538	105 695	(1 157)	-1%	126 663
Sport and recreation		145 186	81 358	106 336	8 940	90 045	92 063	(2 018)	-2%	106 336
Public safety		316 932	196 317	214 469	19 256	211 376	191 721	19 654	10%	214 469
Housing		49 923	25 149	72 202	5 093	35 379	59 677	(24 297)	-41%	72 202
Health		42 048	19 716	20 339	984	15 887	16 911	(1 024)	-6%	20 339
Economic and environmental services		522 277	462 751	572 219	32 665	350 183	475 543	(125 360)	-26%	572 219
Planning and development		97 679	128 290	107 541	8 449	87 986	89 606	(1 621)	-2%	107 541
Road transport		424 597	334 461	464 678	24 216	262 197	385 937	(123 739)	-32%	464 678
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		2 428 609	1 893 207	2 715 356	176 967	1 990 770	2 253 488	(262 719)	-12%	2 715 356
Electricity		1 512 417	1 374 079	1 591 127	108 015	1 291 410	1 316 685	(25 275)	-2%	1 591 127
Water		590 023	406 791	831 200	46 193	470 539	692 052	(221 512)	-32%	831 200
Waste water management		175 548	9 621	184 477	13 669	140 507	153 714	(13 207)	-9%	184 477
Waste management		150 620	102 716	108 552	9 089	88 313	91 037	(2 724)	-3%	108 552
Other		54 353	31 122	42 835	3 632	37 746	35 652	2 093	6%	42 835
Total Expenditure - Standard	3	4 550 669	3 500 241	4 789 467	342 605	3 597 423	4 004 489	(407 066)	-10%	4 789 467
Surplus/ (Deficit) for the year		70 683	492 530	498 902	13 149	359 888	402 485	(42 596)	-11%	498 902

KZN225 Msunduzi - Table C3 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M10

Vote Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote										
Vote 1 - City Manager	1	6 851	1 600	930	172	3 152	775	2 377	306.7%	930
Vote 2 - City Finance		1 422 429	1 598 335	1 432 810	107 927	1 291 444	1 194 008	97 436	8.2%	1 432 810
Vote 3 - Community Services & Social Equity		281 059	155 606	174 268	12 389	149 711	145 223	4 489	3.1%	174 268
Vote 4 - Corporate Services		5 890	10 026	9 998	7	351	8 332	(7 981)	-95.8%	9 998
Vote 5 - Infrastructure Services		2 763 949	3 369 093	3 531 604	226 652	2 447 677	2 943 003	(495 326)	-16.8%	3 531 604
Vote 6 - Sustainable Development and City Enterprises		141 174	88 384	138 759	8 607	64 977	115 633	(50 656)	-43.8%	138 759
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
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	4 621 352	5 223 044	5 288 369	355 753	3 957 312	4 406 974	(449 662)	-10.2%	5 288 369
Expenditure by Vote										
Vote 1 - City Manager	1	12 576	147 876	165 001	12 399	127 816	141 536	(13 720)	-9.7%	165 001
Vote 2 - City Finance		931 400	672 127	644 446	58 233	574 871	541 133	33 738	6.2%	644 446
Vote 3 - Community Services & Social Equity		732 073	550 686	551 165	45 746	474 008	463 595	10 414	2.2%	551 165
Vote 4 - Corporate Services		8 582	195 576	192 060	19 650	122 176	160 005	(37 829)	-23.6%	192 060
Vote 5 - Infrastructure Services		2 664 812	3 005 424	3 037 678	190 665	2 143 020	2 519 552	(376 532)	-14.9%	3 037 678
Vote 6 - Sustainable Development and City Enterprises		201 227	158 825	199 117	15 912	155 531	178 668	(23 137)	-12.9%	199 117
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
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	4 550 669	4 730 514	4 789 467	342 605	3 597 423	4 004 489	(407 066)	-10.2%	4 789 467
Surplus/ (Deficit) for the year	2	70 683	492 530	498 902	13 149	359 888	402 485	(42 596)	-10.6%	498 902

KZN225 Msunduzi - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M10 April

Description	Ref	2014/15	Budget Year 2015/16							
		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		686 396	743 113	753 517	62 926	613 385	627 931	(14 546)	-2%	753 517
Property rates - penalties & collection charges		30 207	41 349	41 349	2 283	22 612	34 457	(11 846)	-34%	41 349
Service charges - electricity revenue		1 566 133	1 865 706	1 865 706	138 480	1 489 411	1 554 755	(65 344)	-4%	1 865 706
Service charges - water revenue		452 443	595 443	595 443	36 664	402 555	496 203	(93 648)	-19%	595 443
Service charges - sanitation revenue		127 516	139 471	139 471	324	96 131	116 226	(20 094)	-17%	139 471
Service charges - refuse revenue		81 544	93 922	93 922	7 153	70 061	78 268	(8 207)	-10%	93 922
Service charges - other		-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		23 477	41 329	41 428	1 844	16 597	34 523	(17 926)	-52%	41 428
Interest earned - external investments		50 973	33 988	33 988	4 920	50 406	28 370	22 036	78%	33 988
Interest earned - outstanding debtors		69 529	62 593	62 593	4 793	55 481	52 161	3 320	6%	62 593
Dividends received		-	-	-	-	-	-	-	-	-
Fines		108 634	17 488	21 525	459	8 926	17 937	(9 011)	-50%	21 525
Licences and permits		89	87	87	6	79	73	7	9%	87
Agency services		578	632	14 669	26	429	12 224	(11 796)	-96%	14 669
Transfers recognised - operational		519 604	440 652	490 476	4 894	449 646	408 730	40 916	10%	490 476
Other revenue		123 214	79 695	136 515	5 313	55 843	113 762	(57 920)	-51%	136 515
Gains on disposal of PPE		-	9 700	9 700	-	568	8 083	(7 516)	-93%	9 700
Total Revenue (excluding capital transfers and contributions)		3 840 338	4 165 169	4 300 388	270 085	3 332 129	3 583 704	(251 575)	-7%	4 300 388
Expenditure By Type										
Employee related costs		832 532	956 536	957 366	72 496	764 173	801 808	(37 634)	-5%	957 366
Remuneration of councillors		34 657	42 350	42 350	3 390	33 945	35 292	(1 347)	-4%	42 350
Debt impairment		222 110	124 586	107 255	-	-	89 379	(89 379)	-100%	107 255
Depreciation & asset impairment		463 063	485 746	556 483	38 312	394 733	465 175	(70 441)	-15%	556 483
Finance charges		71 169	69 489	69 289	169	46 338	57 751	(11 413)	-20%	69 289
Bulk purchases		1 586 802	1 736 811	1 776 493	126 876	1 473 269	1 476 244	(2 975)	0%	1 776 493
Other materials		4 751	29 773	176 448	13 880	119 531	143 238	(23 707)	-17%	176 448
Contracted services		29 698	18 556	117 473	14 016	100 809	107 772	(6 964)	-6%	117 473
Transfers and grants		11 572	134 035	134 036	20	5 871	111 697	(105 825)	-95%	134 036
Other expenditure		869 758	563 817	354 384	24 039	253 337	301 271	(47 934)	-16%	354 384
Loss on disposal of PPE		-	-	-	1	3 554	-	3 554	#DIV/0!	-
Total Expenditure		4 126 113	4 161 699	4 291 576	293 199	3 195 561	3 589 627	(394 067)	-11%	4 291 576
Surplus/(Deficit)		(285 775)	3 470	8 812	(23 114)	136 569	(5 924)	142 492	(0)	8 812
Transfers recognised - capital		356 459	489 060	490 090	36 263	223 320	408 408	(185 089)	(0)	490 090
Contributions recognised - capital		-	-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		70 683	492 530	498 902	13 149	359 888	402 485			498 902
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		70 683	492 530	498 902	13 149	359 888	402 485			498 902
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		70 683	492 530	498 902	13 149	359 888	402 485			498 902
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		70 683	492 530	498 902	13 149	359 888	402 485			498 902

KZN225 Msunduzi - Table C5 Consolidated Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding - M10 April

Vote Description	Ref	Budget Year 2015/16								
		2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - City Manager		9 110	5 000	7 190	-	4 145	5 992	(1 847)	-31%	6 180
Vote 2 - City Finance		15 139	26 500	4 982	118	4 590	4 151	438	11%	41 278
Vote 3 - Community Services & Social Equity		56 719	32 850	40 513	2 473	32 217	33 761	(1 544)	-5%	54 868
Vote 4 - Corporate Services		4 119	3 250	-	-	-	-	-	-	3 637
Vote 5 - Infrastructure Services		333 861	569 454	552 278	35 726	230 264	460 232	(229 967)	-50%	555 387
Vote 6 - Sustainable Development and City Enterprises		32 063	45 000	58 976	4 033	26 163	49 147	(22 984)	-47%	21 932
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	451 009	682 054	663 939	42 351	297 379	553 283	(255 903)	-46%	683 282
Single Year expenditure appropriation	2									
Vote 1 - City Manager		555	750	1 165	159	671	971	(300)	-31%	750
Vote 2 - City Finance		13 442	710	26 510	621	18 276	22 091	(3 816)	-17%	710
Vote 3 - Community Services & Social Equity		13 720	17 619	18 016	1 021	12 050	15 013	(2 963)	-20%	17 619
Vote 4 - Corporate Services		8 398	3 150	6 737	107	4 892	5 615	(722)	-13%	3 150
Vote 5 - Infrastructure Services		15 100	2 980	18 323	564	11 544	15 269	(3 725)	-24%	2 980
Vote 6 - Sustainable Development and City Enterprises		26 412	1 798	7 521	1 796	3 591	6 267	(2 676)	-43%	1 798
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	77 627	27 006	78 271	4 269	51 025	65 226	(14 202)	-22%	27 006
Total Capital Expenditure		528 636	709 060	742 211	46 620	348 404	618 509	(270 105)	-44%	710 288
Capital Expenditure - Standard Classification										
Governance and administration		50 762	39 360	46 584	1 006	32 574	38 820	(6 246)	-16%	39 360
Executive and council		9 665	5 750	8 355	159	4 816	6 963	(2 147)	-31%	5 750
Budget and treasury office		28 581	27 210	31 491	740	22 865	26 243	(3 377)	-13%	27 210
Corporate services		12 517	6 400	6 737	107	4 892	5 615	(722)	-13%	6 400
Community and public safety		68 187	63 824	63 174	5 066	46 903	52 645	(5 742)	-11%	63 824
Community and social services		17 495	3 446	10 792	925	4 183	8 993	(4 810)	-53%	3 446
Sport and recreation		45 618	33 350	40 214	2 412	36 908	33 512	3 396	10%	33 350
Public safety		1 883	8 333	3 533	14	458	2 944	(2 486)	-84%	8 333
Housing		3 191	17 075	8 635	1 716	5 354	7 195	(1 842)	-26%	17 075
Health		-	1 620	-	-	-	-	-	-	1 620
Economic and environmental services		166 656	347 746	365 416	22 496	117 489	304 513	(187 024)	-61%	347 746
Planning and development		48 972	28 325	57 862	3 408	22 556	48 218	(25 662)	-53%	28 325
Road transport		116 686	317 801	305 934	19 068	93 962	254 945	(160 983)	-63%	317 801
Environmental protection		997	1 620	1 620	20	971	1 350	(379)	-28%	1 620
Trading services		236 720	258 353	267 037	17 346	149 594	222 531	(72 936)	-33%	258 353
Electricity		136 907	133 000	137 861	1 531	70 102	114 884	(44 783)	-39%	133 000
Water		53 989	83 133	83 672	13 256	48 485	69 726	(21 241)	-30%	83 133
Waste water management		33 205	37 500	41 638	2 436	28 200	34 698	(6 499)	-19%	37 500
Waste management		12 620	4 720	3 866	124	2 807	3 221	(414)	-13%	4 720
Other		6 311	1 398	-	705	1 844	-	1 844	#DIV/0!	1 398
Total Capital Expenditure - Standard Classification	3	528 636	710 680	742 211	46 620	348 404	618 509	(270 105)	-44%	710 680
Funded by:										
National Government		224 530	489 060	482 602	34 552	204 912	402 169	(197 257)	-49%	489 060
Provincial Government		67 121	-	33 386	4 908	13 777	27 821	(14 044)	-50%	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		291 650	489 060	515 988	39 460	218 689	429 990	(211 301)	-49%	489 060
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	81 881	100 000	100 000	574	44 143	83 333	(39 190)	-47%	100 000
Internally generated funds		155 105	120 000	126 223	6 586	85 571	105 186	(19 614)	-19%	120 000
Total Capital Funding		528 636	709 060	742 211	46 620	348 404	618 509	(270 105)	-44%	709 060

KZN225 Msunduzi - Table C6 Consolidated Monthly Budget Statement - Financial Position - M10 April

Description	Ref	2014/15	Budget Year 2015/16			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		96 597	45 513	81 975	68 008	81 975
Call investment deposits		745 471	1 086 263	1 085 994	1 086 053	1 085 994
Consumer debtors		728 136	883 147	883 147	1 295 282	883 147
Other debtors		390 671	376 440	376 438	(104 988)	376 438
Current portion of long-term receivables		46	43	43	46	43
Inventory		46 737	741 893	741 893	57 104	741 893
Total current assets		2 007 658	3 133 299	3 169 490	2 401 505	3 169 489
Non current assets						
Long-term receivables		10 482	9 455	9 455	10 891	9 455
Investments		-	-	-	-	-
Investment property		382 805	356 914	356 914	381 065	356 914
Investments in Associate		-	-	-	-	-
Property, plant and equipment		7 091 843	6 948 898	6 928 396	7 041 945	6 928 396
Agricultural		44 831	-	-	-	-
Biological assets		-	46 520	46 520	936	46 520
Intangible assets		18 880	27 283	27 283	17 471	27 283
Other non-current assets		-	179 008	179 008	-	179 008
Total non current assets		7 548 842	7 568 078	7 547 576	7 452 308	7 547 576
TOTAL ASSETS		9 556 500	10 701 377	10 717 066	9 853 812	10 717 065
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		53 524	61 751	61 751	1 120	61 751
Consumer deposits		89 479	92 798	92 798	94 281	92 798
Trade and other payables		765 335	1 217 489	1 217 489	635 281	1 217 489
Provisions		7 034	6 084	6 084	24 067	6 084
Total current liabilities		915 372	1 378 122	1 378 122	754 749	1 378 122
Non current liabilities						
Borrowing		543 401	579 761	579 761	652 227	579 761
Provisions		653 749	681 715	681 715	653 749	681 715
Total non current liabilities		1 197 150	1 261 476	1 261 476	1 305 976	1 261 476
TOTAL LIABILITIES		2 112 522	2 639 598	2 639 598	2 060 725	2 639 598
NET ASSETS	2	7 443 978	8 061 779	8 077 468	7 793 087	8 077 468
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		7 186 031	7 888 864	7 904 554	7 529 671	7 904 553
Reserves		257 948	172 915	172 914	263 416	172 914
TOTAL COMMUNITY WEALTH/EQUITY	2	7 443 978	8 061 779	8 077 468	7 793 087	8 077 467

KZN225 Msunduzi - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M10 April

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates, penalties & collection charges		716 603	701 467	711 871	56 736	574 690	593 226	(18 536)	-3%	711 871
Service charges		2 227 636	2 349 116	2 349 116	208 323	2 074 458	1 957 597	116 861	6%	2 349 116
Other revenue		18 478	84 318	84 320	24 212	321 300	70 267	251 033	357%	84 320
Government - operating		519 604	440 652	484 851	-	426 850	404 043	22 808	6%	484 851
Government - capital		356 459	489 060	453 347	-	475 338	377 789	97 549	26%	453 347
Interest		120 502	64 837	64 894	3 505	38 007	54 125	(16 118)	-30%	64 894
Dividends							-	-		-
Payments										
Suppliers and employees		(2 677 191)	(3 347 843)	(3 353 475)	(330 507)	(3 237 262)	(2 806 525)	430 738	-15%	(3 353 475)
Finance charges		(71 169)	(69 489)	(69 499)	(169)	(46 338)	(57 926)	(11 588)	20%	(69 499)
Transfers and Grants		(11 572)	(5 854)	(181)	(20)	(16 433)	(151)	16 282	-10795%	(181)
NET CASH FROM/(USED) OPERATING ACTIVITIES		1 199 351	706 264	725 244	(37 920)	610 610	592 445	(18 165)	-3%	725 244
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		421					-	-		-
Decrease (Increase) in non-current debtors							-	-		-
Decrease (increase) other non-current receivables							-	-		-
Decrease (increase) in non-current investments		(1 928)					-	-		-
Payments										
Capital assets		(1 249 093)	(589 505)	(589 505)	(46 620)	(355 014)	(497 864)	(142 850)	29%	(589 505)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(1 250 600)	(589 505)	(589 505)	(46 620)	(355 014)	(497 864)	(142 850)	29%	(589 505)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans							-	-		-
Borrowing long term/refinancing		100 000	100 000	100 000		100 000	83 333	16 667	20%	100 000
Increase (decrease) in consumer deposits		4 370	5 250	5 250	641	4 024	4 375	(351)	-8%	5 250
Payments										
Repayment of borrowing		(46 261)	(49 850)	(49 850)		(47 628)	(41 542)	6 086	-15%	(49 850)
NET CASH FROM/(USED) FINANCING ACTIVITIES		58 109	55 400	55 400	641	56 396	46 167	(10 229)	-22%	55 400
NET INCREASE/ (DECREASE) IN CASH HELD		6 860	172 159	191 139	(83 899)	311 992	140 747			191 139
Cash/cash equivalents at beginning:		827 273	951 511	842 352		842 069	842 352			842 069
Cash/cash equivalents at month/year end:		834 133	1 123 670	1 033 491		1 154 061	983 099			1 033 208

1 PART 2 – SUPPORTING DOCUMENTATION

2.1 Debtors Analysis

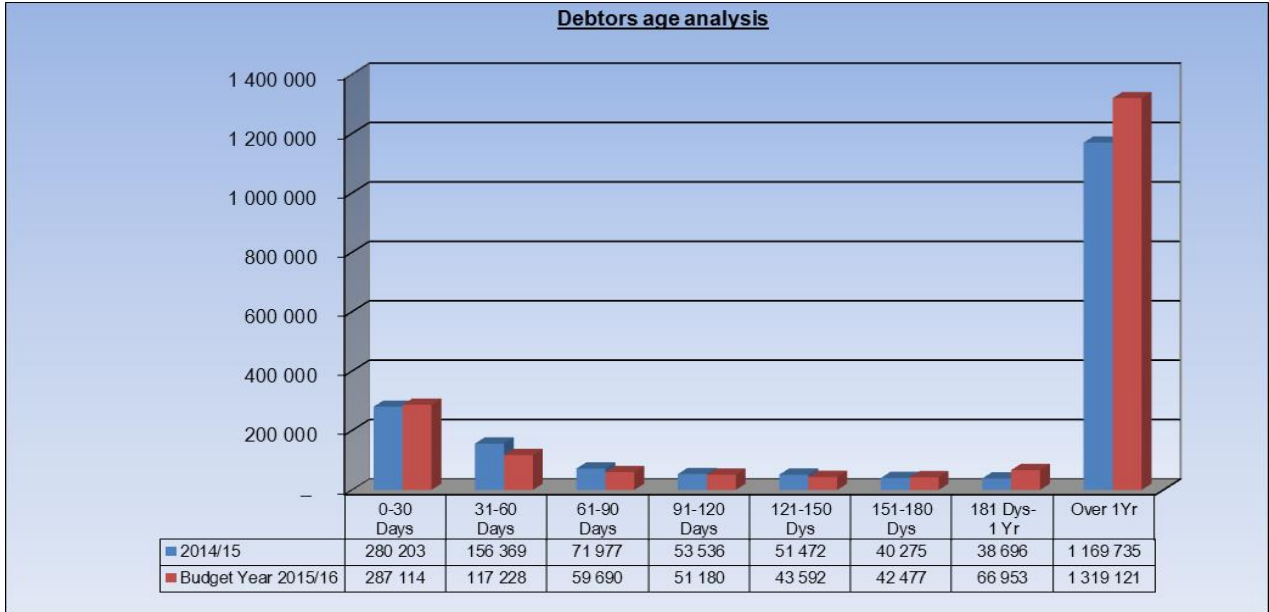
The table presented below summarises the Debtors Age Analysis as at 30 April 2016.

Table 2.1.1: Debtors Age Analysis by Income Source

KZN225 Msunduzi - Supporting Table SC3 Monthly Budget Statement - aged debtors - M10 April

Description	NT Code	Budget Year 2015/16									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total			
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	47 298	26 858	20 768	19 996	17 629	17 973	19 068	443 356	612 946	518 021		224 783
Trade and Other Receivables from Exchange Transactions - Electricity	1300	153 846	53 111	9 985	5 819	4 953	4 324	3 644	77 927	313 611	96 668		37 532
Receivables from Non-exchange Transactions - Property Rates	1400	55 842	17 711	10 509	10 358	8 383	8 262	14 546	216 975	342 587	258 525		123 159
Receivables from Exchange Transactions - Waste Water Management	1500	11 520	5 286	3 683	3 064	3 011	2 922	2 919	95 167	127 572	107 083		55 981
Receivables from Exchange Transactions - Waste Management	1600	6 805	3 010	1 786	1 671	1 605	1 555	1 530	51 686	69 649	58 047		31 005
Receivables from Exchange Transactions - Property Rental Debtors	1700	659	593	579	576	565	557	556	26 192	30 277	28 446		18 481
Interest on Arrear Debtor Accounts	1810	9 732	9 377	9 302	8 821	8 765	8 417	8 169	282 155	344 738	316 328		178 497
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-		-
Other	1900	1 411	1 282	3 077	874	(1 322)	(1 533)	16 522	125 663	145 976	140 205		74 231
Total By Income Source	2000	287 114	117 228	59 690	51 180	43 592	42 477	66 953	1 319 121	1 987 356	1 523 323	-	743 670
2014/15 - totals only		280 203	156 369	71 977	53 536	51 472	40 275	38 696	1 169 735	1 862 262	1 353 713		602 904
Debtors Age Analysis By Customer Group													
Organs of State	2200	23 882	12 322	3 461	1 221	2 005	(3 108)	2 591	49 088	91 461	51 797		39 694
Commercial	2300	144 790	45 930	12 757	7 687	6 471	6 134	7 525	159 887	391 182	187 704		87 765
Households	2400	112 086	54 880	40 291	37 695	32 140	36 057	52 215	974 095	1 339 459	1 132 202		530 616
Other	2500	6 356	4 095	3 182	4 578	2 975	3 393	4 622	136 053	165 253	151 620		85 595
Total By Customer Group	2600	287 114	117 228	59 690	51 180	43 592	42 477	66 953	1 319 121	1 987 356	1 523 323	-	743 670

Chart 1: Debtors Age Analysis By Customer Group

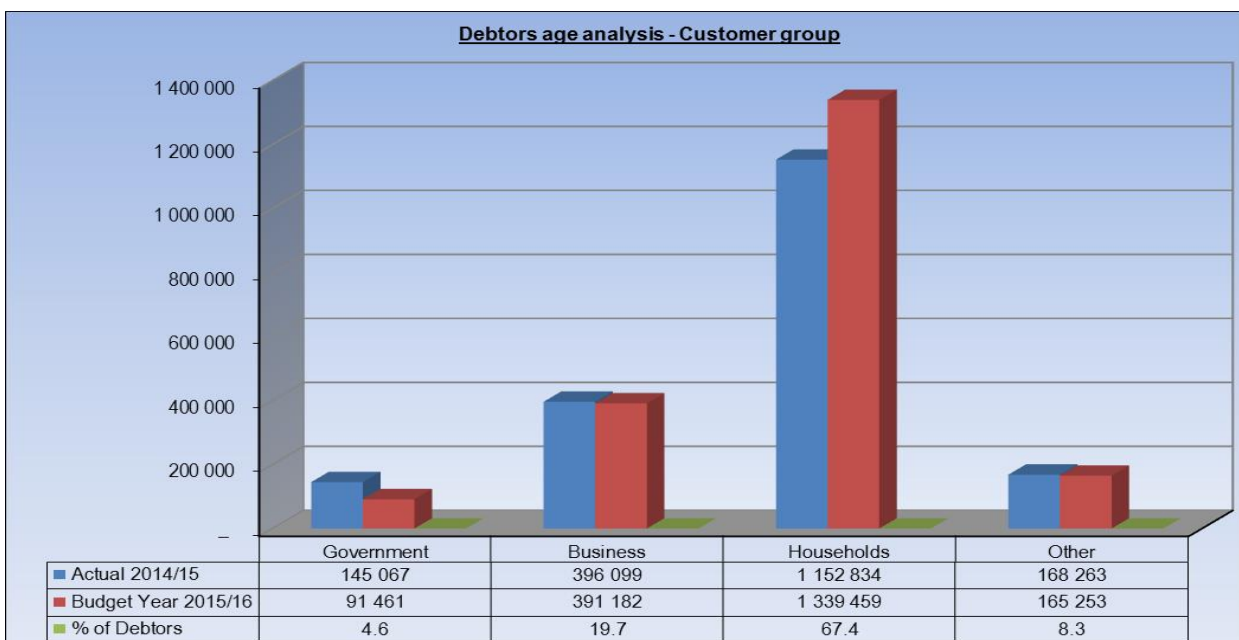


The information presented in the chart above reflects a slight decrease in the outstanding debtor's balances as at 30 April 2016 of R 31.0 million when compared to the prior month balance bringing the total outstanding debtors balance to R 1, 98 billion.

Total debt owed to the municipality ranked from highest to lowest for current budget year reflects that households owe 66% of the total municipal debt as detailed below:

- ✓ Households 67%
- ✓ Commercial 20%
- ✓ Other 8%
- ✓ Organs of State 5%

Chart 2: Year on Year Debtors Age Analysis



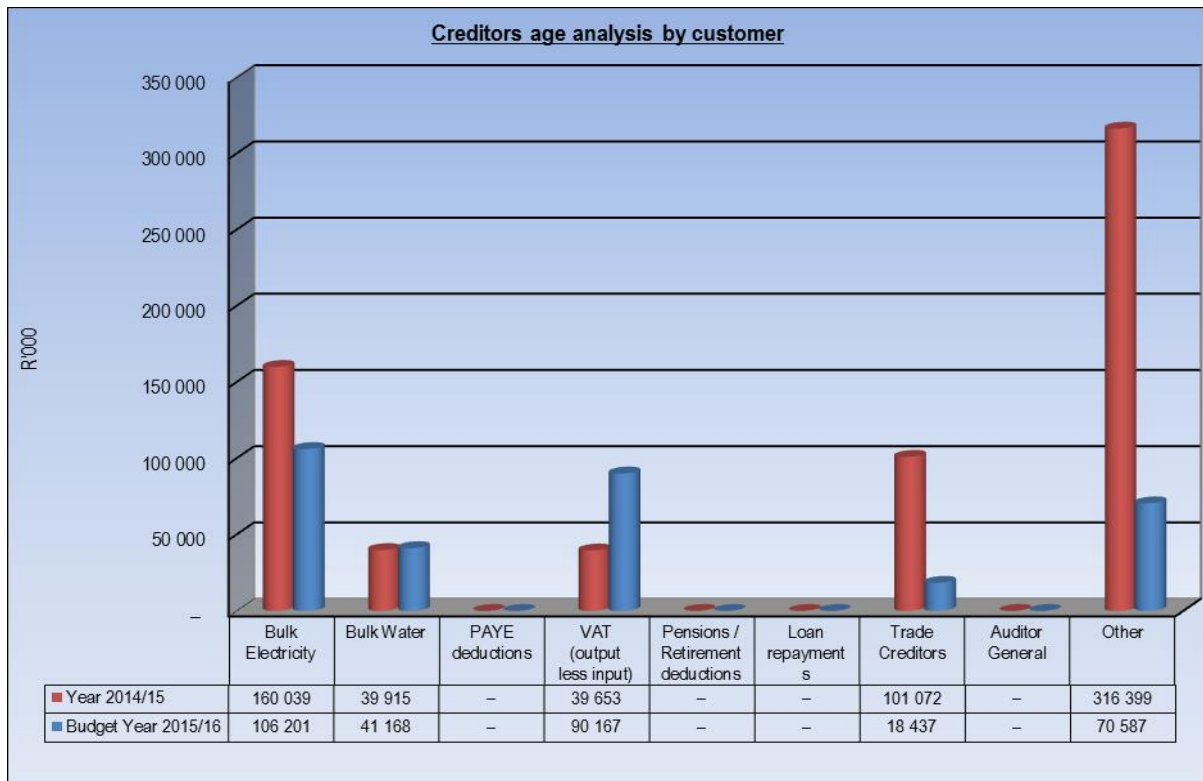
2.2 Creditors Analysis

Table SC 4 below presents the aged creditors as at 30 April 2016

KZN225 Msunduzi - Supporting Table SC4 Monthly Budget Statement - aged creditors										M10 April 2016	
Description	NT Code	Budget Year 2015/16								Total	Year 2014/15
		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		
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	106 201	-	-	-	-	-	-	-	106 201	160 039
Bulk Water	0200	41 168	-	-	-	-	-	-	-	41 168	39 915
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	90 167	-	-	-	-	-	-	-	90 167	39 653
Pensions / Retirement deduction	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	13 843	364	78	36	91	4 025	-	-	18 437	101 072
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	70 587	-	-	-	-	-	-	-	70 587	316 399
Total By Customer Type	2600	321 966	364	78	36	91	4 025	-	-	326 560	657 078

The chart below presents a comparison of the age creditors between the current and prior year and for April month.

Chart 3: Creditors Analysis



2.3 Investment Portfolio Analysis

The following information presents the short term investments balances broken down per investment type as at 30 April 2016.

KZN225 Msunduzi - Supporting Table SC5 Monthly Budget Statement - investment portfolio							M10 April 2016		
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
R thousands		Yrs/Months							
Municipality									
Fixed - ABSA - Call		Call	Call	on call					26 625
Fixed - ABSA - 12 months (WCA)		12 months							8 318
Fixed - ABSA - Various		Various							200 000
Fixed - FNB - Various		Various							691 110
Standard Bank		3 months							160 000
Municipality sub-total					-		-	-	1 086 053

The total consolidated investment balances as at 30 April 2016 was R 1.086 billion.

2.4 Allocation and Grant receipts and Expenditure

Grant Receipts: The total operational and capital grant receipts for the year is R 929.7 million which is inclusive of the equitable share of R 395.7 million and Capital allocation of R 489.0 million.

KZN225 Msunduzi - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts						M10 April 2016			
Description	Ref	2014/15	Budget Year 2015/16						
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
RECEIPTS:	1,2								
Operating Transfers and Grants									
National Government:		487 405	407 948	407 948	401 418	339 957	61 461	18.1%	407 948
Local Government Equitable Share		373 541	395 786	395 786	395 786	329 822	65 964	20.0%	395 786
Finance Management		1 600	1 600	1 600	1 600	1 333	267	20.0%	1 600
Municipal Systems Improvement		-	930	930	-	775	(775)	-100.0%	930
EPWP Incentive		2 784	4 032	4 032	4 032	3 360	672	20.0%	4 032
Energy Efficiency and Demand Management		-	-	-	-	-	-	-	-
Water Services Operating Subsidy	3	-	-	-	-	-	-	-	-
Public Transport and Systems		109 480	-	-	-	-	-	-	-
Operating costs-MIG		-	5 000	5 000	-	4 167	(4 167)	-100.0%	5 000
Neighbourhood Development Partnership Technical ass		-	600	600	-	500	(500)	-100.0%	600
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-
Provincial Government:		41 449	32 704	32 704	49 771	27 253	22 518	82.6%	32 704
Expanded Public Works Grant		3	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-
Human Settlements		10 148	8 715	8 715	49 771	7 263	42 509	585.3%	8 715
Arts and Culture - Subsidies		-	380	380	-	317	(317)	-100.0%	380
Arts and Culture - Comm Library		-	552	552	-	460	(460)	-100.0%	552
Arts and Culture - Provincialisiation		-	23 057	23 057	-	19 214	(19 214)	-100.0%	23 057
Sanitation Bucket eradication		-	-	-	-	-	-	-	-
GEDI		31 298	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	528 854	440 652	440 652	451 189	367 210	83 979	22.9%	440 652
Capital Transfers and Grants									
National Government:		316 544	489 060	489 060	502 985	407 550	95 435	23.4%	489 060
Municipal Infrastructure Grant (MIG)		163 157	187 456	187 456	192 456	156 213	36 243	23.2%	187 456
Public Transport and Systems		-	213 271	213 271	213 271	177 726	35 545	20.0%	213 271
Neighbourhood Development Partnership		20 195	20 000	20 000	-	16 667	(16 667)	-100.0%	20 000
Dept of Mineral/Electricity		-	-	-	-	-	-	-	-
Intergrated National Electrification Pogramme		95 989	10 000	10 000	14 386	8 333	6 053	72.6%	10 000
Mnicipal Water infrastrucure Grant		11 389	58 333	58 333	58 333	48 611	9 722	20.0%	58 333
MSIG		1 226	-	-	930	-	930	0.0%	-
Library		24 586	-	-	23 609	-	23 609	0.0%	-
Other capital transfers [insert description]		-	-	-	-	-	-	-	-
Provincial Government:		19 870	-	-	1 161	-	1 161	0.0%	-
Airport Development Project		-	-	-	781	-	781	0.0%	-
Sport and Recreation		140	-	-	-	-	-	0.0%	-
Publicity House Renovation		1 977	-	-	-	-	-	-	-
Housing Accreditation		-	-	-	-	-	-	-	-
COGTA - URBAN RENEWAL		-	-	-	-	-	-	0.0%	-
COGTA - SANITATION BUCKET ERADICATION		4	-	-	-	-	-	-	-
COGTA - MASSIFICATION		4 375	-	-	-	-	-	-	-
COGTA		5 810	-	-	-	-	-	0.0%	-
Operation Dlusumlando-Agriculture		500	-	-	-	-	-	-	-
Art and Culture		988	-	-	380	-	380	0.0%	-
Market		6 077	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-
Other grant providers:		37	-	-	-	-	-	-	-
Youth Advisory Council		35	-	-	-	-	-	-	-
COMMUNITY COMMUNICATION INITIATIVE		1	-	-	-	-	-	-	-
Q Dot Pharma For Ward 3,4,6		-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	336 450	489 060	489 060	504 146	407 550	96 596	23.7%	489 060
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	865 304	929 712	929 712	955 336	774 760	180 576	23.3%	929 712

Capital and Operating grants: While the budgeted full year grant expenditure budget is R 929.7 million, the actual YTD Capital grant expenditure incurred amounted to R 651.9 million resulting in underperformance of 16% of the YTD capital grants budget of R 774.7 million.

KZN225 Msunduzi - Supporting Table SC7 Monthly Budget Statement - transfers and grant expenditure							M10 April 2016		
Description	Ref	2014/15	Budget Year 2015/16						
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:		487 405	407 948	407 948	401 065	339 957	61 109	18.0%	407 948
Local Government Equitable Share		373 541	395 786	395 786	395 786	329 822	65 964	20.0%	395 786
Finance Management		1 600	1 600	1 600	1 247	1 333	(86)	-6.5%	1 600
Municipal Systems Improvement		-	930	930	-	775	(775)	-100.0%	930
EPWP Incentive		2 784	4 032	4 032	4 032	3 360	672	20.0%	4 032
Public Transport and Systems		109 480	-	-	-	-	-	-	-
Operating costs-MIG		-	5 000	5 000	-	4 167	(4 167)	-100.0%	5 000
Neighbourhood Development Partnership Technical ass		-	600	600	-	500	(500)	-100.0%	600
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-
Provincial Government:		41 449	32 704	32 704	19 140	27 253	(8 113)	-29.8%	32 704
Expanded Public Works Grant		3	-	-	-	-	-	-	-
Human Settlements		10 148	8 715	8 715	19 140	7 263	11 878	163.5%	8 715
Arts and Culture - Subsidies		-	380	380	-	317	(317)	-100.0%	380
Arts and Culture - Comm Library		-	552	552	-	460	(460)	-100.0%	552
Arts and Culture - Provincialisiation		-	23 057	23 057	-	19 214	(19 214)	-100.0%	23 057
GEDI		31 298	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		528 854	440 652	440 652	420 205	367 210	52 995	14.4%	440 652
Capital expenditure of Transfers and Grants									
National Government:		316 544	489 060	489 060	228 895	407 550	(178 655)	-43.8%	489 060
Municipal Infrastructure Grant (MIG)		163 157	187 456	187 456	150 005	156 213	(6 208)	-4.0%	187 456
Public Transport and Systems		-	213 271	213 271	33 893	177 726	(143 833)	-80.9%	213 271
Neighbourhood Development Partnership		20 195	20 000	20 000	781	16 667	(15 885)	-95.3%	20 000
Intergrated National Electrification Pogramme		95 989	10 000	10 000	8 403	8 333	69	0.8%	10 000
Mnicipal Water infrastrucure Grant		11 389	58 333	58 333	24 855	48 611	(23 756)	-48.9%	58 333
MSIG		1 226	-	-	855	-	855	0.0%	-
Library		24 586	-	-	10 102	-	10 102	#DIV/0!	-
Provincial Government:		19 870	-	-	2 801	-	2 801	0.0%	-
Airport Development Project		-	-	-	-	-	-	-	-
Sport and Recreation		140	-	-	-	-	-	0.0%	-
Publicity House Renovation		1 977	-	-	26	-	26	0.0%	-
COGTA - Art Gallery		-	-	-	334	-	334	0.0%	-
COGTA - SANITATION BUCKET ERADICATION		4	-	-	-	-	-	-	-
COGTA - MASSIFICATION		4 375	-	-	-	-	-	-	-
COGTA - Market		5 810	-	-	251	-	251	0.0%	-
Operation Dlusumlando-Agriculture		500	-	-	2 190	-	2 190	0.0%	-
Art and Culture		988	-	-	-	-	-	-	-
Market		6 077	-	-	-	-	-	-	-
Other grant providers:		37	-	-	-	-	-	-	-
Youth Advisory Council		35	-	-	-	-	-	-	-
COMMUNITY COMMUNICATION INITIATIVE		1	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		336 450	489 060	489 060	231 695	407 550	(175 855)	-43.1%	489 060
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		865 304	929 712	929 712	651 901	774 760	(122 859)	-15.9%	929 712

2.5 Councillor and Board Member and Employee Benefits

KZN225 Msunduzi - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits										
Summary of Employee and Councillor remuneration	Ref	2014/15			Budget Year 2015/16					
		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	
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		31 389	29 522	29 522	2 252	22 547	24 602	(2 054)	-8%	29 522
Pension and UIF Contributions		253	3 496	3 496	288	2 835	2 913	(79)	-3%	3 496
Medical Aid Contributions		2 287	1 296	1 296	107	1 072	1 080	(8)	-1%	1 296
Motor Vehicle Allowance		528	6 333	6 333	573	5 837	5 278	559	11%	6 333
Cellphone Allowance		133	1 565	1 565	130	1 311	1 304	7	1%	1 565
Housing Allowances		10	137	137	3	61	114	(54)	-47%	137
Other benefits and allowances		58	-	-	22	945	-	945	0%	-
Sub Total - Councillors		34 657	42 350	42 350	3 375	34 607	35 291	(684)	-2%	42 350
% increase	4		22.2%	22.2%						22.2%
Senior Managers of the Municipality										
Basic Salaries and Wages		5 651	6 744	6 744	621	5 482	5 620	(138)	-2%	6 744
Pension and UIF Contributions		798	870	870	78	861	725	136	19%	870
Medical Aid Contributions		-	20	20	7	51	17	34	199%	20
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		210	360	360	-	143	300	(157)	-52%	360
Motor Vehicle Allowance		762	756	756	82	828	630	198	31%	756
Cellphone Allowance		-	90	90	8	78	75	3	4%	90
Housing Allowances		98	64	64	62	298	53	245	462%	64
Other benefits and allowances		38	-	-	0	1	-	1	0%	-
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	37	-	37	0%	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		7 558	8 904	8 904	857	7 778	7 420	358	5%	8 904
% increase	4		17.8%	17.8%						17.8%
Other Municipal Staff										
Basic Salaries and Wages		504 910	741 800	741 800	43 837	459 538	618 167	(158 629)	-26%	741 800
Pension and UIF Contributions		112 428	16 945	16 945	9 825	105 685	14 121	91 564	648%	16 945
Medical Aid Contributions		40 020	110 158	110 158	3 604	36 667	91 799	(55 132)	-60%	110 158
Overtime		38 448	32 271	32 271	2 710	27 034	26 892	142	1%	32 271
Performance Bonus		-	-	-	-	262	-	262	0%	-
Motor Vehicle Allowance		12 324	52 435	52 435	1 190	11 585	43 696	(32 111)	-73%	52 435
Cellphone Allowance		2 340	-	-	235	2 208	-	2 208	0%	-
Housing Allowances		3 108	9 351	9 351	386	3 404	7 792	(4 388)	-56%	9 351
Other benefits and allowances		96 672	-	-	6 593	93 015	-	93 015	0%	-
Payments in lieu of leave		2 280	-	-	368	3 652	-	3 652	0%	-
Long service awards		12 444	3 461	3 461	480	5 775	2 884	2 891	100%	3 461
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		824 974	966 420	966 420	69 228	748 824	805 350	(56 526)	-7%	966 420
% increase	4		17.1%	17.1%						17.1%
Total Parent Municipality		867 189	1 017 674	1 017 674	73 460	791 209	848 062	(56 853)	-7%	1 017 674
			17.4%	17.4%						17.4%
Unpaid salary, allowances & benefits in arrears:										
Senior Managers of Entities										
Basic Salaries and Wages		329	409	333	33	336	278	59	21%	409
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		12	14	14	2	12	11	1	6%	14
Overtime		18	-	-	-	-	-	-	-	-
Performance Bonus		6	6	6	-	6	5	1	20%	6
Motor Vehicle Allowance		-	18	18	2	15	15	-	-	18
Cellphone Allowance		4	4	4	-	3	3	-	-	4
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Entities		369	450	374	37	372	312	60	19%	450
% increase	4		22.0%	1.4%						22.0%
Other Staff of Entities										
Basic Salaries and Wages		2 259	2 794	2 080	190	1 917	1 733	183	11%	2 794
Pension and UIF Contributions		154	194	171	10	130	143	(12)	-8%	194
Medical Aid Contributions		389	533	469	28	278	391	(112)	-29%	533
Overtime		416	457	373	6	51	311	(260)	-84%	457
Performance Bonus		22	25	24	1	11	20	(9)	-46%	25
Motor Vehicle Allowance		56	72	54	45	45	45	(45)	-100%	72
Cellphone Allowance		11	14	11	76	400	9	391	4262%	14
Housing Allowances		-	-	-	-	25	-	25	#DIV/0!	-
Other benefits and allowances		219	250	245	34	270	204	66	32%	250
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Sub Total - Other Staff of Entities		3 526	4 339	3 427	345	3 082	2 856	227	8%	4 339
% increase	4		23.1%	-2.8%						23.1%
Total Municipal Entities		3 895	4 789	3 801	382	3 454	3 168	287	9%	4 789
TOTAL SALARY, ALLOWANCES & BENEFITS		871 084	1 022 463	1 021 475	73 843	794 664	851 230	(56 566)	-7%	1 022 463
% increase	4		17.4%	17.3%						17.4%
TOTAL MANAGERS AND STAFF		836 427	980 114	979 126	70 467	760 057	815 938	(55 882)	-7%	980 114

Councillor Allowances

The expenditure on councillor allowances as at 30 April 2016 was under spent by 4%. The year to date budget for Remuneration of Councillor's is R 35.2 million while the actual expenditure incurred was R 33.9 million resulting in 96% YTD expenditure performance.

Employee Benefits

The total salaries expenditure for 30 April 2016 was R 760.7 million, against the budget of R 797.8 million, resulting in a slight underperformance.

Board Member Fees – Safe City

The municipal entity's board members offer a voluntary service to the organisation and hence the nil expenditure in this regard.

The detailed staff benefits report is contained in the s66 report

2.6 Material Variances to the SDBIP

This section on material variances to the Service Delivery & Budget Implementation Plan analyses mainly the financial targets and non-financial target. This report analyses each major component under following headings;

- ✓ 2.6.1 Monthly Cash Projections
- ✓ 2.6.2 Material Variances: Financial Indicators
- ✓ 2.6.3 SDBIP: Non-Financial Performance

2.6.1 Monthly Cash Projections

Table SC9 presents the actual cash flows for the period ending 30 April 2016 and the monthly forecast till year end. The first table mainly presents cash inflows, while the next the page presents mainly outflows.

KZN25 Msunduzi - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts														M10 April 2016		
Description	Ref	Budget Year 2015/16												Medium Term Revenue and Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome			
Cash Receipts By Source																
Property rates		54 136	51 550	50 506	53 308	76 797	58 464	48 673	52 276	56 072	55 191	62 831	947	668 801	706 022	741 323
Property rates - penalties & collection charges		1 198	1 407	957	1 646	3 294	2 782	1 158	1 390	1 501	1 546	3 496	2 156	32 666	34 430	36 289
Service charges - electricity revenue		155 985	169 554	187 831	166 499	154 031	160 255	139 602	141 787	159 979	158 946	127 585	135 714	1 751 944	1 923 703	2 154 547
Service charges - water revenue		32 607	29 258	33 019	34 690	32 067	32 544	28 164	31 513	32 899	32 734	40 317	70 971	405 277	414 729	435 465
Service charges - sanitation revenue		10 881	8 749	10 474	10 307	10 879	9 798	8 206	10 821	10 131	10 912	10 162	10 354	114 680	120 204	126 695
Service charges - refuse		6 192	4 996	6 092	6 127	5 988	5 823	5 021	5 993	6 345	5 731	7 681	5 740	77 215	80 862	85 229
Service charges - other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		1 480	1 097	1 125	1 361	998	1 251	921	1 105	1 277	1 144	3 755	6 795	33 063	32 234	33 974
Interest earned - external investments		2 684	1 909	913	867	903	1 092	11 873	2 206	3 812	1 677	3 034	2 934	32 289	34 033	35 871
Interest earned - outstanding debtors		838	1 107	910	910	698	1 160	752	920	785	1 817	5 580	4 487	32 549	34 510	36 374
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines		1 134	1 121	1 050	963	1 101	1 210	981	548	394	459	1 457	1 457	9 094	8 505	8 964
Licences and permits		7	7	8	9	6	5	5	13	11	6	7	7	87	92	97
Agency services		0	0	0	-	-	0	0	0	0	0	53	65	632	668	704
Transfer receipts - operating		197 440	10 800	3 705	36 520	73 449	-	3 217	1 251	100 468	-	259	44 495	440 652	463 799	502 985
Other revenue		27 939	23 190	46 154	41 902	41 764	15 173	16 249	40 682	26 720	22 603	11 221	11 499	41 442	42 502	44 798
Cash Receipts by Source		492 520	304 746	342 741	355 109	401 975	289 557	264 823	290 505	400 393	292 765	277 438	297 620	3 640 390	3 896 292	4 243 314
Other Cash Flows by Source																
Transfer receipts - capital		87 408	20 445	7 232	33 787	76 843	3 000	14 583	2 098	229 942	-	37 408	37 409	489 060	466 372	480 820
Contributions & Contributed assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Short term loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	100 000	-	-	-	-	-	100 000	50 000	-
Increase in consumer deposits		552	417	156	787	393	627	(29)	166	315	641	-	-	5 250	6 150	5 250
Receipt of non-current debtors		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Receipt of non-current receivables		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Change in non-current investments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Receipts by Source		580 481	325 608	350 129	389 683	479 211	293 183	379 377	292 769	630 649	293 406	314 846	335 028	4 234 700	4 418 814	4 729 384

KZN25 Msunduzi - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash payments														M10 April 2016		
Description	Ref	Budget Year 2015/16												Medium Term Revenue and Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome			
Cash Payments by Type																
Employee related costs		70 097	69 777	82 066	114 438	75 102	75 365	76 219	75 389	74 980	75 907	62 539	158 193	956 536	1 009 506	1 073 538
Remuneration of councillors		3 213	3 263	3 212	3 208	3 213	4 076	4 534	3 375	3 375	3 379	3 734	3 737	42 350	45 659	48 124
Interest paid		118	40	11 714	205	197	16 597	540	158	16 591	168	-	21 049	69 489	68 312	61 719
Bulk purchases - Electricity		160 039	194 248	177 735	111 831	113 431	108 729	101 024	103 001	106 690	106 899	108 737	108 445	1 270 801	1 397 881	1 537 670
Bulk purchases - Water & Sewer		40 030	45 376	46 460	43 918	45 367	44 829	46 048	44 940	42 590	46 684	43 133	43 136	466 010	509 352	556 286
Other materials		-	-	-	14 804	11 650	15 250	7 067	9 907	11 905	13 870	13 638	13 639	6 773	9 269	9 770
Contracted services		-	-	-	12 956	14 882	21 420	5 663	8 978	5 056	14 037	941	6 590	18 556	19 483	20 535
Grants and subsidies paid - other municipalities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Grants and subsidies paid - other		1 438	20	20	12 000	20	1 438	20	20	1 438	20	660	661	5 854	6 599	6 999
General expenses		138 681	58 702	60 150	26 683	32 171	55 561	32 618	9 466	20 505	69 261	17 647	166 715	586 817	713 254	813 675
Cash Payments by Type		413 617	371 425	381 358	340 042	296 032	343 265	273 733	255 236	283 130	330 225	251 029	522 164	3 423 186	3 779 317	4 128 316
Other Cash Flows/Payments by Type																
Capital assets		9 089	23 544	39 949	46 126	39 269	63 575	15 750	32 316	32 165	46 620	64 406	64 407	589 505	555 584	537 677
Repayment of borrowing		23	24	18 571	24	24	10 899	24	24	17 993	24	-	49 850	49 850	53 628	53 757
Other Cash Flows/Payments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Payments by Type		422 730	394 993	439 878	386 192	335 325	417 739	289 506	287 576	333 288	376 868	315 435	636 420	4 062 541	4 388 529	4 719 749
NET INCREASE/(DECREASE) IN CASH HELD		157 751	(69 386)	(89 749)	3 491	143 886	(124 556)	89 870	5 193	297 361	(83 462)	(589)	(301 392)	172 159	30 286	9 635
Cash/cash equivalents at the month/year beginning:		842 068	999 819	930 434	840 684	844 175	988 061	863 505	953 375	958 568	1 255 930	1 172 468	1 171 879	842 068	1 014 227	1 044 513
Cash/cash equivalents at the month/year end:		999 819	930 434	840 684	844 175	988 061	863 505	953 375	958 568	1 255 930	1 172 468	1 171 879	870 487	1 014 227	1 044 513	1 054 148

2.6.2 Material Variances: Financial Indicators

KZN225 Msunduzi - Supporting Table SC1 Material variance explanations - M10 April

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Agency services	-96%	This is based on the customer usage fgor fire services	
	Other revenue	-51%	This is a user driven resource	
	Rental of facilities and equipment	-52%	This is a user driven resource	
	Licences and permits	9%	This is a user driven resource	
	Interest earned - external investments	77%	This is would smooth out during the year	
	Transfers recognised - operational	10%	This is would smooth out during the year	
	Interest earned - outstanding debtors	6%	This is a slight over performance against the budget	
2	Expenditure By Type			
	Debt impairment	100%	This is an annualised year end entry	
	Other materials	17%	This is a seasonal category and will smooth out during	
	Contracted services	7%	This over-performance is primarily due to the increased security costs	
	Transfers and grants	95%	This is would smooth out during the year This over-performance would smooth out during the	
	Finance charges	20%	year	
	Bulk purchases	0%	This is line with the budget	
	Depreciation & asset impairment	15%	This is would smooth out during the year	
	Other expenditure	16%	This is would smooth out during the year	

2.7 Parent Municipality Financial Performance

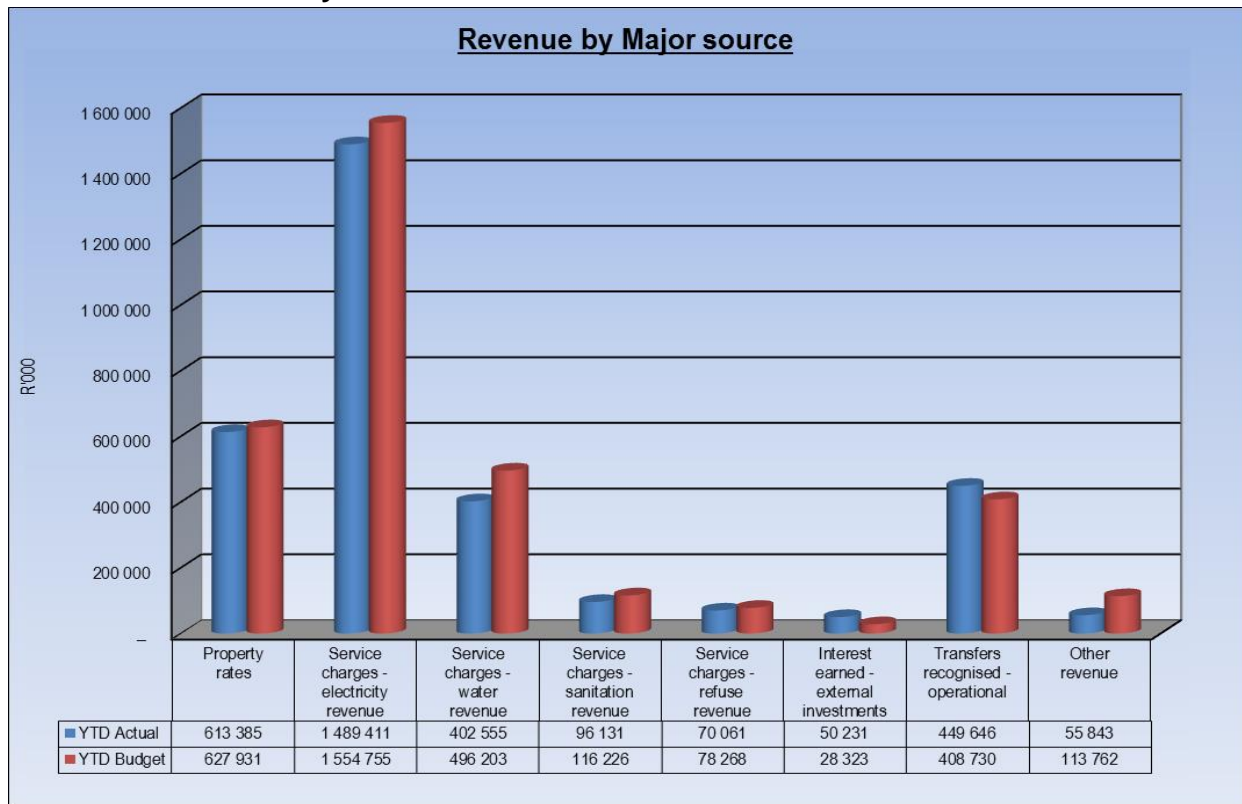
REVENUE ANALYSIS

This section on material variances to the Service Delivery & Budget Implementation Plan analyses the financial as well as the non-financial performance targets for the last quarter. The financial performance section analyses material variances between the actual targets as at year to date and the budget for the same period. This report analyses each major component under following headings;

- ✓ Revenue by Source and
- ✓ Operational Expenditure by Type

2.7.1 FINANCIAL PERFORMANCE

Chart 4: Revenue Analysis



Service Charges – Electricity Revenue: This is a major revenue source of the Municipality contributing 45% to the actual Year operating revenue basket. The year to date revenue earned from electricity service charges slightly under performed by (R 65.3 million) when compared to the Year Budget.

Property Rates is the second largest contributor to the operating revenue basket making up 18% of the total operating revenue. When comparing YTD Actual revenue earned to YTD Budget, there is a 2% under performance existed as at 30 April 2016.

Transfers recognised – Operational is made up of all operational grants funding mainly from the National & Provincial Government Departments, the largest of these being the equitable share.

Service Charges - Water revenue: The revenue earned from Water charges shared 14% of the budgeted revenue basket and 12% of YTD actual revenue, there is an underperformance against the budget causing a 19% variance when comparing YTD actual to YTD Budget.

Service Charges - sanitation revenue: reflects a 17% under performance when comparing the YTD actual revenue to the YTD budget.

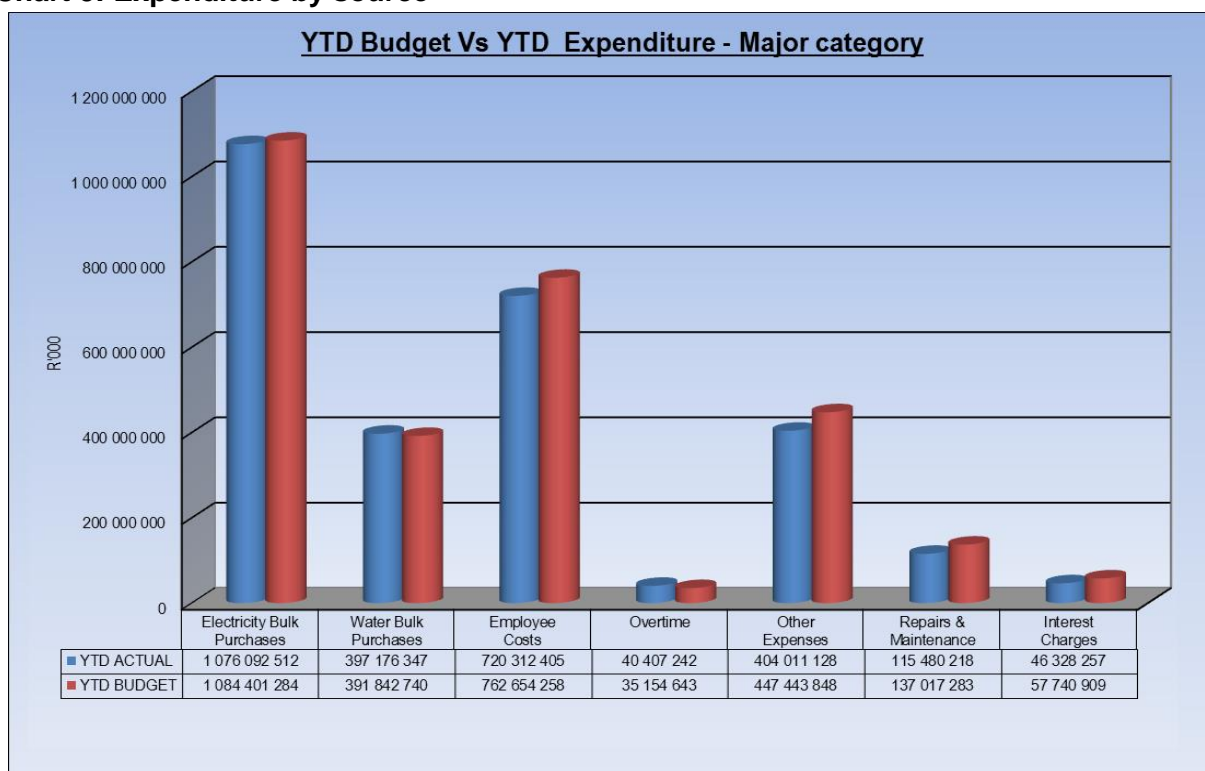
Service Charges - refuse revenue reflects an under performance of 10% when comparing the YTD actual revenue to the YTD budget.

Interest earned – outstanding debtors and other revenue contributed 3.3% to the total operating revenue received as at 30 April 2016.

OPERATIONAL EXPENDITURE

The chart below presents the YTD operational expenditure movements against the YTD budgets. An analysis of each expenditure line item category is discussed below.

Chart 5: Expenditure by source



Bulk Purchases: The YTD expenditure budget for Bulk Purchases was R 1. 47 billion which is a slight over performance against the budget. Bulk Purchases is made up of Bulk Electricity Purchases and Water Purchases as broken down below;

✓ Bulk Purchases – Electricity	R 1 076 092	73%
✓ Bulk Purchases- Water	<u>R 397 176</u>	<u>27%</u>
Total	<u>R 1 473 268</u>	<u>100%</u>

Employee Related Costs: There is a slight under expenditure in respect of actual YTD expenditure on employee related costs against the YTD budget. A detailed line item and business unit analysis of the employee related costs is contained in the MFMA S66 report on staff benefits.

Other Expenditure's YTD budget figure was R 300.4 million while the actual costs incurred was R 252.9 million resulting in under performance against the budget of R 47.5 million. The table below provides a detailed listing of the top 20 cash drainers during the month of April 2016.

Table 3: Top 20 Cash Drainers – April 2016

No:	Description	YTD Actual	April - 2016	
			Annual Budget	YTD % of Annual budget
1	Pension Payable	13 428 113	4 002 038	335.5%
2	Kwanalogo Subscriptions	9 950 021	5 214 767	190.8%
3	Security Services	42 396 582	25 141 576	168.6%
4	IDP Expenses	3 867 277	4 000 400	96.7%
5	Telephones	6 942 522	7 396 821	93.9%
6	Extraordinary Items	671 942	725 000	92.7%
7	Motor Vehicle Licences	1 955 863	2 114 668	92.5%
8	Bank Charges	4 717 432	5 412 869	87.2%
9	Plant Hire	1 391 036	1 647 541	84.4%
10	Postage And Stamps	3 728 928	4 842 534	77.0%
11	Ward Committee Expenses	5 283 536	7 001 929	75.5%
12	Marketing & Promotion	17 278 597	23 464 871	73.6%
13	Uniforms	3 624 993	5 091 777	71.2%
14	Hire Charges	14 204 975	20 549 971	69.1%
15	Petrol & Lubricants	20 730 715	30 067 141	68.9%
16	Printing And Stationery	5 581 839	8 229 744	67.8%
17	Entertainment	275 166	407 725	67.5%
18	External Services	34 759 481	51 706 032	67.2%
19	Stores & Materials	3 789 334	5 928 063	63.9%
20	Interview Costs	12 557	20 000	62.8%

Depreciation & Asset Impairment: The full year depreciation & asset impairment figure is R 556.4 million. The actual YTD is R 393.2 million whilst the YTD budget is R 463.7 million.

Finance Charges: YTD budgeted figure for finance charges for the year was R 57.7 million and the Actual figure was R 46.3 million pointing to a positive variance in this line item.

Contracted Services: YTD Budget for contracted services was R 100.9 million, whilst the actual YTD is R 94.0 million, resulting in a slight negative variance in this line item.

Remuneration of councillors: the YTD budget was R 35.2 million and the actual expenditure incurred was R 33.9 million.

2.8 Municipal Entity Financial Performance

Safe City Msunduzi (PTY)Ltd - Table F1 Monthly Budget Statement Summary - M10 April

Description	2014/15	Current Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-
Investment revenue	54	56	-	11	175	47	0	273%	56
Transfers recognised - operational	-	-	-	-	-	-	-	-	-
Other own revenue	4 534	12 474	-	-	12 284	12 473	(0)	-2%	12 474
Total Revenue (excluding capital transfers and contributions)	4 588	12 530	-	11	12 459	12 520	(61)	(0)	12 530
Employee costs	3 735	4 799	-	382	3 454	3 999	(545)	(0)	4 799
Remuneration of Board Members	-	-	-	-	-	-	-	-	-
Depreciation and asset impairment	501	1 553	-	138	1 439	1 439	-	-	1 553
Finance charges	11	12	-	1	10	10	0	0	12
Materials and bulk purchases	212	279	-	10	147	232	(85)	(0)	279
Transfers and grants	-	-	-	-	-	-	-	-	-
Other expenditure	578	8 029	-	77	7 190	7 634	(443)	(0)	8 029
Total Expenditure	5 037	14 672	-	608	12 240	13 314	(1 074)	(0)	14 672
Surplus/(Deficit)	(449)	(2 142)	-	(597)	219	(794)	1 013	(0)	(2 142)
Transfers recognised - capital	-	-	-	-	-	-	-	-	-
Contributions recognised - capital & contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(449)	(2 142)	-	(597)	219	(794)	1 013	(0)	(2 142)
Taxation	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(449)	(2 142)	-	(597)	219	(794)	1 013	(0)	(2 142)
Capital expenditure & funds sources									
Capital expenditure									
Transfers recognised - capital	-	-	-	-	-	-	-	-	-
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-
Total sources of capital funds	-	-	-	-	-	-	-	-	-
Financial position									
Total current assets	8 222	453	-	-	2 400	-	-	-	453
Total non current assets	684	6 778	-	-	5 529	-	-	-	6 778
Total current liabilities	7 770	6 982	-	-	291	-	-	-	6 982
Total non current liabilities	-	-	-	-	-	-	-	-	-
Community wealth/Equity	1 136	0	-	-	7 639	-	-	-	0
Cash flows									
Net cash from (used) operating	7 852	(589)	-	(461)	487	549	(61)	(0)	(589)
Net cash from (used) investing	(313)	-	-	-	(6 610)	(6 610)	-	-	-
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	8 209	80	669	(461)	(6 122)	(6 061)	(61)	0	80
Debtors & creditors analysis	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
Debtors Age Analysis									
Total By Revenue Source	-	-	-	-	-	-	-	-	-
Creditors Age Analysis									
Total Creditors	-	-	-	-	-	-	-	-	-

2.9 Capital Programme Performance

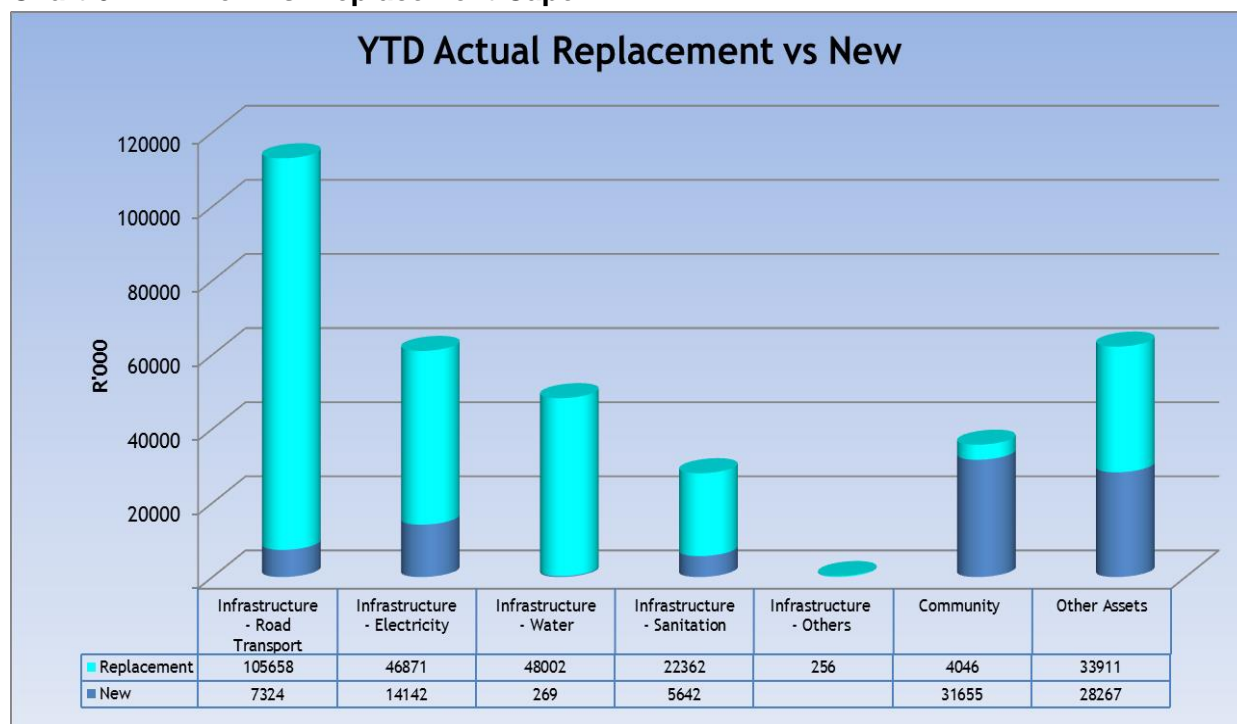
This next section looks at the performance of the capital expenditure programme. This performance is best illustrated in the table and charts that follow.

KZN225 Msunduzi - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M10 April

Month	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
Monthly expenditure performance trend									
July	164	19 856		9 089	9 089	19 856	10 767	54.2%	1%
August	7 724	60 407		23 544	32 633	80 263	47 630	59.3%	5%
September	21 392	58 688		39 949	72 583	138 951	66 369	47.8%	10%
October	18 184	55 535		46 126	118 708	194 487	75 778	39.0%	17%
November	19 331	66 844		39 269	157 977	261 331	103 354	39.5%	22%
December	11 272	92 393		63 575	221 552	353 723	132 171	37.4%	31%
January	29 898	12 874		15 750	237 302	366 597	129 295	35.3%	33%
February	10 312	69 412		32 316	269 619	436 009	166 390	38.2%	38%
March	10 640	62 204		32 165	301 784	498 213	196 429	39.4%	43%
April	35 236	70 535		46 620	348 404	568 749	220 345	38.7%	0
May	33 481	73 060				641 809	-		
June	154 384	67 251				709 060	-		
Total Capital expenditure	352 017	709 060	-	348 404					

The two tables that follow provide more detailed information on the capital expenditure by separating capital expenditure by asset types and also by “New” or “Replacement” assets. The chart below displays capital expenditure for new and replacement assets as at the month of April 2016.

Chart 6: YTD New vs. Replacement Capex



The Total Capital Expenditure amounted to R 348.4 million, R 87.2 million (25%) was new assets and R 261.1 million (75%) was Replacement assets.

KZN225 Msunduzi - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M10 April

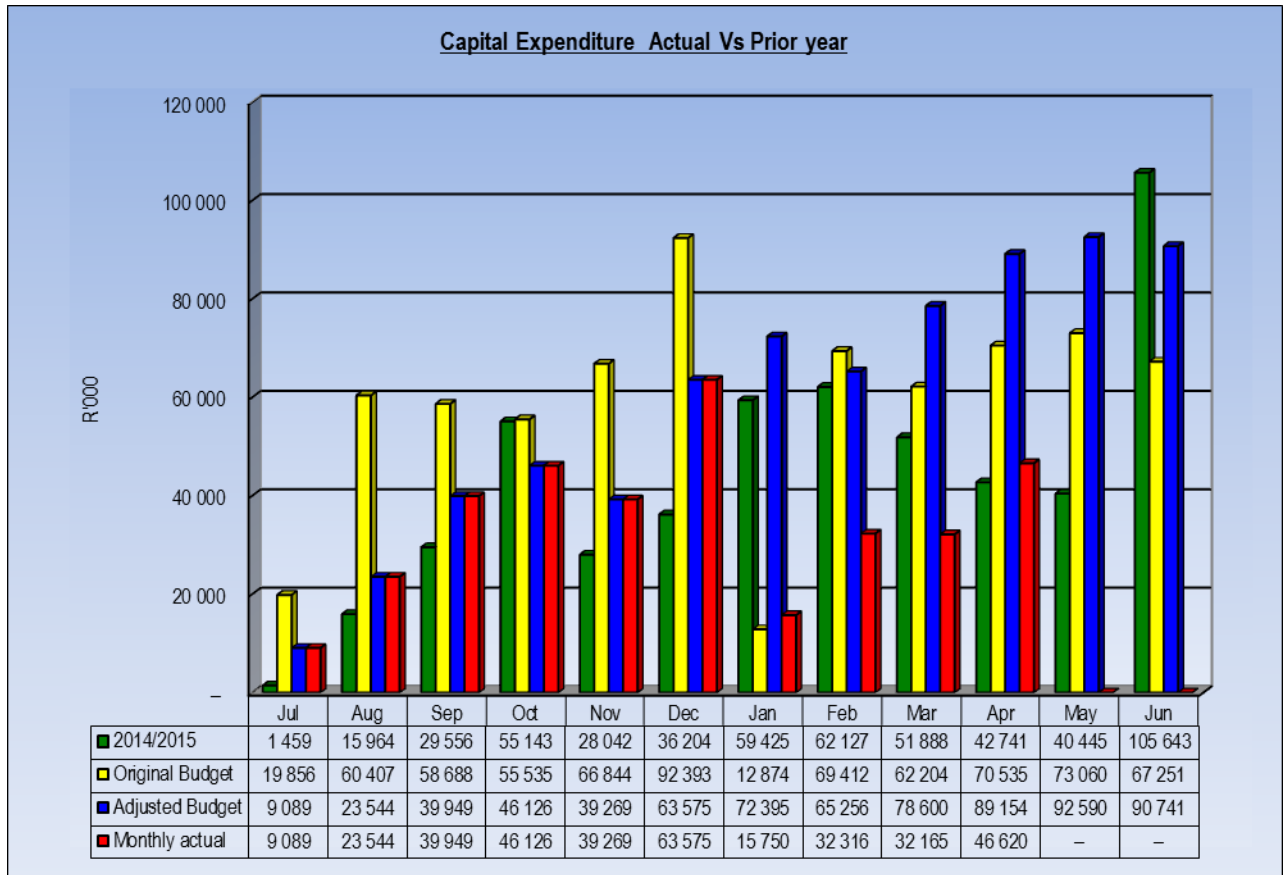
Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		69 056	46 075	54 124	4 507	27 376	45 103	17 727	39.3%	54 124
Infrastructure - Road transport		-	2 230	19 584	3 298	7 324	16 320	8 996	55.1%	19 584
Roads, Pavements & Bridges		-	2 230	19 584	3 298	7 324	16 320	8 996	55.1%	19 584
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		25 692	18 000	18 105	328	14 142	15 088	946	6.3%	18 105
Generation		25 692	10 000	18 105	328	14 142	15 088	946	6.3%	18 105
Transmission & Reticulation		-	-	-	-	-	-	-	-	-
Street Lighting		-	8 000	-	-	-	-	-	-	-
Infrastructure - Water		1 660	25 445	300	-	269	250	(19)	-7.6%	300
Dams & Reservoirs		-	-	300	-	269	250	(19)	-7.6%	300
Water purification		-	-	-	-	-	-	-	-	-
Reticulation		1 660	25 445	-	-	-	-	-	-	-
Infrastructure - Sanitation		41 674	-	16 135	881	5 642	13 446	7 804	58.0%	16 135
Reticulation		14 953	-	16 135	881	5 642	13 446	7 804	58.0%	16 135
Sewerage purification		26 721	-	-	-	-	-	-	-	-
Infrastructure - Other		30	400	-	-	-	-	-	-	-
Waste Management		30	400	-	-	-	-	-	-	-
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Community		27 505	10 288	36 391	2 226	31 655	30 326	(1 329)	-4.4%	36 391
Parks & gardens		243	-	170	-	169	141	(28)	-19.5%	170
Sportsfields & stadia		-	-	28 528	2 226	28 297	23 773	(4 524)	-19.0%	28 528
Swimming pools		-	3 200	-	-	-	-	-	-	-
Community halls		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		-	-	3 200	-	3 189	2 667	(522)	-19.6%	3 200
Fire, safety & emergency		-	618	-	-	-	-	-	-	-
Security and policing		-	1 200	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		94	-	-	-	-	-	-	-	-
Cemeteries		-	2 000	-	-	-	-	-	-	-
Social rental housing		-	-	-	-	-	-	-	-	-
Other		27 168	3 270	4 494	-	-	3 745	3 745	100.0%	4 494
Heritage assets		-	5 350	-	-	-	-	-	-	-
Buildings		-	5 350	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		39 968	10 712	47 591	3 263	28 267	38 785	10 518	27.1%	47 591
General vehicles		2 343	-	8 237	654	5 031	6 864	1 833	26.7%	8 237
Specialised vehicles		-	3 500	3 500	-	-	2 042	2 042	100.0%	3 500
Plant & equipment		28 413	3 347	12 051	140	4 909	10 042	5 133	51.1%	12 051
Computers - hardware/equipment		573	2 995	3 365	305	2 932	2 804	(127)	-4.5%	3 365
Furniture and other office equipment		7 964	600	9 305	1 895	4 311	7 754	3 443	44.4%	9 305
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	9 950	233	9 072	8 292	(780)	-9.4%	9 950
Civic Land and Buildings		-	-	1 184	3	788	987	199	20.2%	1 184
Other Buildings		-	-	-	-	-	-	-	-	-
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		676	270	-	34	1 225	-	(1 225)	#DIV/0!	-
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Intangibles		10 062	-	-	-	-	-	-	-	-
Computers - software & programming		586	-	-	-	-	-	-	-	-
Other		9 476	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	1	146 592	72 424	138 106	9 996	87 298	114 213	26 915	23.6%	138 106

KZN225 Msunduzi - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M10 April

Description	Ref	Budget Year 2015/16								
		2014/15 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		114 268	553 466	548 634	34 468	223 149	457 195	234 046	51.2%	548 634
Infrastructure - Road transport		76 131	343 277	334 019	18 908	105 658	278 349	172 691	62.0%	334 019
Roads, Pavements & Bridges		76 016	343 277	333 719	18 908	105 658	278 099	172 441	62.0%	333 719
Storm water		115		300		250	250		100.0%	300
Infrastructure - Electricity		-	115 000	105 400	953	46 871	87 833	40 962	46.6%	105 400
Generation		-	115 000	105 400	953	46 871	87 833	40 962	46.6%	105 400
Transmission & Reticulation		-	-	-	-	-	-	-	0.0%	-
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		31 683	64 689	82 956	13 084	48 002	69 130	21 128	30.6%	82 956
Dams & Reservoirs		-	64 689	82 956	13 084	48 002	69 130	21 128	30.6%	82 956
Water purification		31 683	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	29 500	25 503	1 524	22 362	21 253	(1 109)	-5.2%	25 503
Reticulation		-	29 500	25 503	1 524	22 362	21 253	(1 109)	-5.2%	25 503
Sewerage purification		-	-	-	-	-	-	-	0.0%	-
Infrastructure - Other		6 454	1 000	755	-	256	629	373	59.3%	755
Waste Management		-	1 000	755	-	-	629	629	100.0%	755
Transportation		6 454	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	256	-	(256)	0.0%	-
Community		22 013	31 250	9 522	331	4 046	7 935	3 889	49.0%	9 522
Parks & gardens		-	1 000	-	290	1 121	-	(1 121)	#DIV/0!	-
Sportsfields & stadia		13 919	21 500	121	-	121	100	(20)	-20.0%	121
Swimming pools		-	2 000	3 025	-	-	2 521	2 521	100.0%	3 025
Community halls		4 458	-	-	-	-	-	-	-	-
Libraries		-	-	4 650	-	-	3 875	3 875	100.0%	4 650
Recreational facilities		-	-	1 171	41	2 804	976	(1 828)	0.0%	1 171
Fire, safety & emergency		2 766	-	55	-	-	46	46	100.0%	55
Security and policing		-	-	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		870	-	-	-	-	-	-	-	-
Social rental housing		-	-	-	-	-	-	-	-	-
Other		-	6 750	500	-	-	417	417	100.0%	500
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		48 690	26 920	26 285	1 817	17 565	21 904	4 338	19.8%	26 285
General vehicles		-	-	-	-	-	-	-	-	-
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		-	-	-	-	300	-	(300)	0.0%	-
Computers - hardware/equipment		-	3 750	-	-	-	-	-	-	-
Furniture and other office equipment		-	-	-	53	1 001	-	(1 001)	0.0%	-
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		1 973	-	461	-	251	385	134	34.8%	461
Civic Land and Buildings		43 678	10 170	15 671	1 640	14 941	13 059	(1 882)	-14.4%	15 671
Other Buildings		301	-	-	-	-	-	-	-	-
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		2 738	13 000	10 152	124	1 073	8 460	7 388	87.3%	10 152
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Intangibles		19	25 000	23 165	7	16 346	19 304	2 958	15.3%	23 165
Computers - software & programming		-	25 000	23 165	7	16 346	19 304	2 958	15.3%	23 165
Other		19	-	-	-	-	-	-	0.0%	-
Total Capital Expenditure on renewal of existing ass	1	184 990	636 636	607 605	36 624	261 106	506 337	245 231	48.4%	607 605

The chart below displays a comparison between the previous year's capital expenditure performances to that of the current year for the month under review.

Chart 7: Capital Expenditure Monthly Trend



The monthly 2014/15 trend presents monthly actual expenditure figures for prior year. Original Budget stipulates the budget for the year. The monthly actual figures stipulates a monthly trend, there has been a slight increase when compared to the previous month.

The chart below, on the other hand, tracks the capital expenditure's cumulative balances budget versus actual.

Chart 8: Capital Expenditure: YTD Actual vs. YTD Target

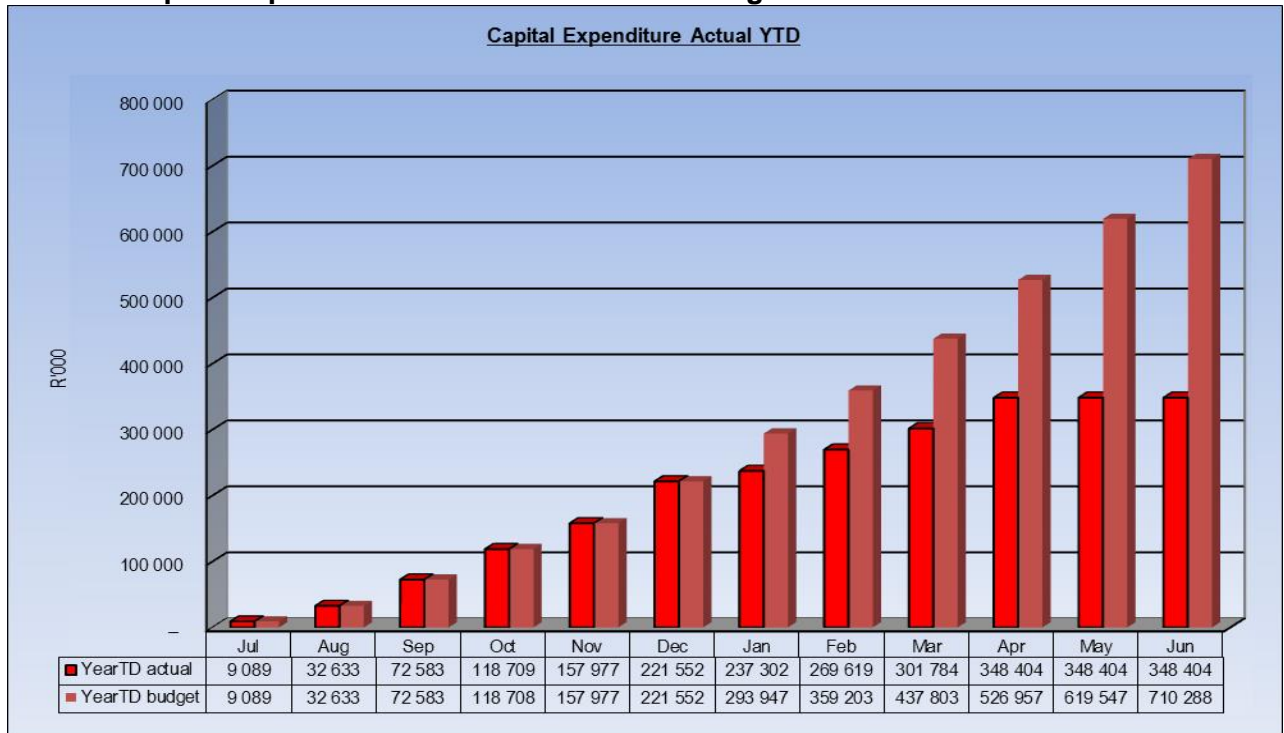
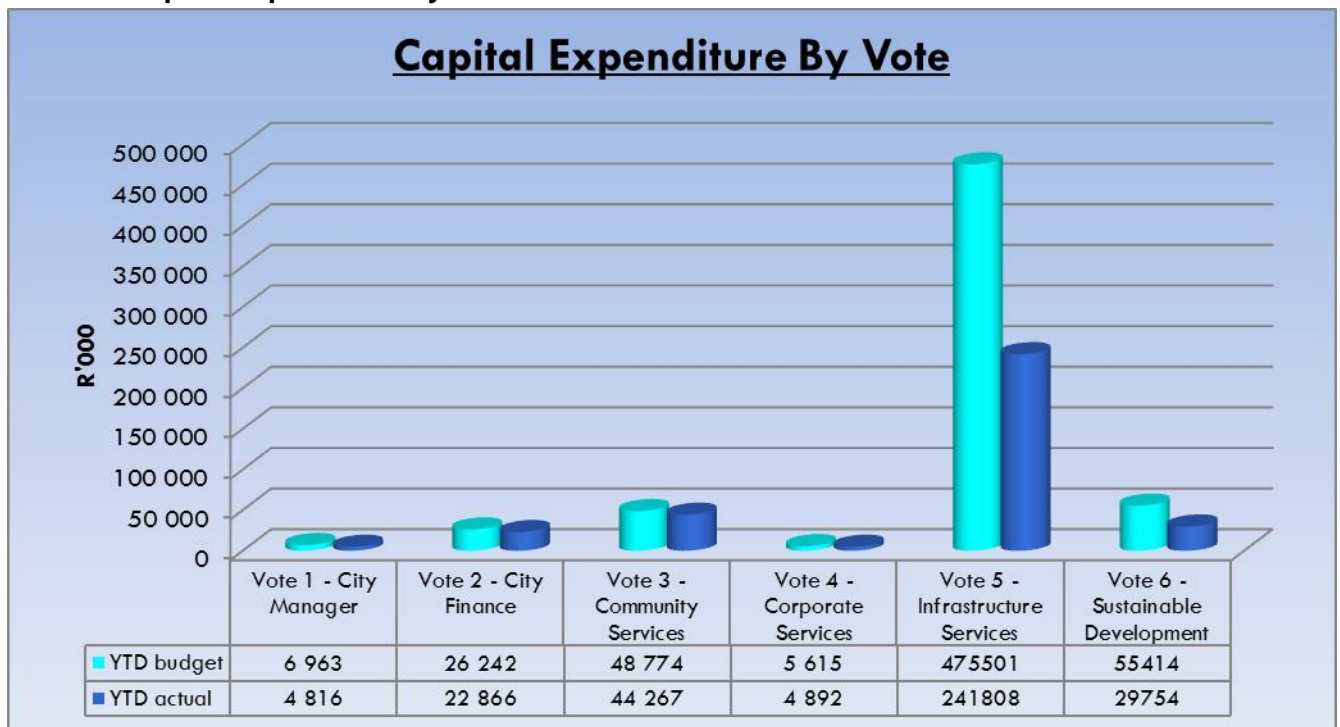


Chart 9: Capital Expenditure by Vote





In Year report of Municipal Entities is attached to the Municipality's in-year report

The municipal entity's report for the month ending April 2016 is attached.

2.10 Municipal Manager's Quality's Certification

Quality Certificate

I, **Boniwe Zulu**, the Acting municipal manager of **MSUNDUZI LOCAL MUNICIPALITY**, hereby certify that –

- the monthly budget statement

for the month of **April 2016** has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name: **Boniwe Zulu**

Municipal manager of: **MSUNDUZI MUNICIPALITY**

Signature: _____

Date: _____