



Msunduzi Municipality

MFMA s71

January 2021 Report
Budget & Treasury Office

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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) actual revenue generated for the month of January amounted to R 3.432 billion while the projected (YTD) budget amounted to R 3.504 billion (excluding capital transfers and contribution). This means that the municipality generated a little less revenue at the end of January than projected. The municipality should continue to monitor closely the revenue collection.

The Year to Date (YTD) actual service charges contributed R 1.988 billion towards the total municipal revenue basket; which is 58% of the total revenue basket and Transfers and subsidies contributed R 572.448 million which is 16% of the total revenue basket.

Revenue from Rental of facilities and equipment, Interest earned - external investments; Fines, penalties and forfeits and Licence and Permits; Other Revenue generated the following variances when comparing year to date actual and year to date budget respectively -71%; -54%; -69%; -56% and -51%. The revenue collection from these sources is a less than what was projected for the month of January 2021.

Overall, in the seventh month of the 2020 / 2021 financial year, the municipality generated total revenue of R 3.432 billion excluding capital transfers and contributions against the year to date budget of R 3.504 billion. However, the municipality must closely monitor the levels of revenue generated and expenditure incurred to mitigate the risk of expenditure exceeding revenue, which create cash flow problems in a long run.

Operating Expenditure: The total actual YTD operating expenditure for the month of January amounted to R 3.178 billion while the YTD budget Operating Expenditure amounted to R 3.243 billion.

The operational expenditure is largely defined by bulk purchases (electricity & water) and employee related costs both accounting 75% of the total operating expenditure incurred for the period ending 31 January 2021. In light of the operating expenditure analysis above, the municipality has introduced cost-cutting measures and invented cost effective ways of doing business. The municipality must continue with these measures to monitor expenditure.

Overall, the municipality recorded a surplus of R 508.905 million as at the 31 of January 2021.

Capital Expenditure: The YTD capital expenditure budget for the month of January amounted to R 250.646 million, the actual YTD actual Capital expenditure incurred amounted to R 4.049 million resulting in a variance of -31 % when comparing year to date actual and year to date budget.

Underspending in national grants funded projects and internally funded projects is a serious cause of concern because under-expenditure on capital projects directly results in a negative impact on service delivery. The municipality has put measures in place to ensure the acceleration of expenditure on capital projects thereby improving on delivery of services.

Grants Receipts: The total year to date operational and capital grant receipts for the month of January amounted to R 826.976 million that is inclusive of equitable share of R 534.052 million and Capital transfers of R 251.085 million.

Consumer Debt: The total YTD consumer debt at the end of January 2021 amounted to R 4.779 billion. The municipality's debt is continually increasing which poses a serious threat to the municipality's future sustainability. The municipality must introduce measures to ensure acceptable levels of debt collections and thereby mitigating the risk of cash flow problems in future

1.2 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 - M07 January									
Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	-	1,269,795	1,269,795	103,843	710,615	740,714	(30,099)	-4%	1,269,795
Service charges	-	3,575,764	3,575,764	274,899	1,988,165	2,085,862	(97,697)	-5%	3,575,764
Investment revenue	-	15,260	15,260	682	4,090	8,902	(4,812)	-54%	15,260
Transfers and subsidies	-	675,483	764,481	5,023	572,448	445,947	126,500	28%	764,481
Other own revenue	-	381,508	381,508	(1,976)	157,030	222,547	(65,517)	-29%	381,508
Total Revenue (excluding capital transfers and contributions)	-	5,917,810	6,006,808	382,471	3,432,347	3,503,971	(71,624)	-2%	6,006,808
Employee costs	-	1,467,373	1,478,324	103,619	805,163	862,356	(57,193)	-7%	1,478,324
Remuneration of Councillors	-	53,650	53,650	4,033	29,688	31,296	(1,608)	-5%	53,650
Depreciation & asset impairment	-	488,991	481,491	35,851	248,207	280,870	(32,663)	-12%	481,491
Finance charges	-	31,793	36,505	2,891	22,395	21,295	1,100	5%	36,505
Materials and bulk purchases	-	2,654,799	2,671,894	195,686	1,612,232	1,558,605	53,627	3%	2,671,894
Transfers and subsidies	-	25,080	58,680	2,620	25,909	34,230	(8,321)	-24%	58,680
Other expenditure	-	780,277	778,982	114,483	434,299	454,406	(20,107)	-4%	778,982
Total Expenditure	-	5,501,965	5,559,528	459,183	3,177,892	3,243,058	(65,166)	-2%	5,559,528
Surplus/(Deficit)	-	415,846	447,280	(76,711)	254,455	260,913	(6,458)	-2%	447,280
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	-	525,892	525,892	2,447	254,530	306,770	(52,240)	-17%	525,892
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	-	941,737	973,172	(74,265)	508,985	567,683	(58,698)	-10%	973,172
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	-	941,737	973,172	(74,265)	508,985	567,683	(58,698)	-10%	973,172
Capital expenditure & funds sources									
Capital expenditure	-	580,892	621,992	4,049	250,646	362,828	(112,183)	-31%	621,992
Capital transfers recognised	-	525,892	525,892	2,320	226,608	306,770	(80,162)	-26%	525,892
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	55,000	96,100	1,729	24,038	56,058	(32,020)	-57%	96,100
Total sources of capital funds	-	580,892	621,992	4,049	250,646	362,828	(112,183)	-31%	621,992
Financial position									
Total current assets	-	2,972,345	2,873,821		3,182,877				2,873,821
Total non current assets	-	8,340,426	8,389,026		7,540,841				8,389,026
Total current liabilities	-	1,441,718	1,345,847		1,481,028				1,345,847
Total non current liabilities	-	1,091,865	1,091,865		820,090				1,091,865
Community wealth/Equity	-	8,779,187	8,825,134		8,422,600				8,825,134
Cash flows									
Net cash from (used) operating	-	752,533	787,419	286,218	(2,848,232)	459,328	3,307,560	720%	787,419
Net cash from (used) investing	-	(580,892)	(621,992)	-	-	(362,828)	(362,828)	100%	(621,992)
Net cash from (used) financing	-	(79,206)	(79,206)	(6,696)	(20,087)	(46,204)	(26,116)	57%	(79,206)
Cash/cash equivalents at the month/year end	-	382,436	603,831	-	(2,398,272)	567,905	2,966,177	522%	556,270
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	464,685	159,561	118,330	104,982	120,661	96,138	475,255	3,232,895	4,772,507
Creditors Age Analysis									
Total Creditors	912,436	86,916	84,290	21,580	19,386	-	-	-	1,124,608

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

KZN225 Msunduzi - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M07 January										
Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
Governance and administration		-	1,572,339	1,661,337	87,356	1,066,956	969,113	97,843	10%	1,661,337
Executive and council		-	4,448	4,448	475	1,601	2,594	(993)	-38%	4,448
Finance and administration		-	1,567,891	1,656,889	86,881	1,065,354	966,519	98,836	10%	1,656,889
Internal audit		-	-	-	-	-	-	-		-
Community and public safety		-	369,251	369,251	6,191	75,723	215,396	(139,673)	-65%	369,251
Community and social services		-	26,243	26,243	2,332	16,135	15,308	826	5%	26,243
Sport and recreation		-	11,002	11,002	1	52	6,418	(6,366)	-99%	11,002
Public safety		-	3,769	3,769	848	1,729	2,198	(470)	-21%	3,769
Housing		-	328,237	328,237	3,010	57,808	191,472	(133,664)	-70%	328,237
Health		-	-	-	-	-	-	-		-
Economic and environmental services		-	106,923	106,923	1,771	123,454	62,372	61,082	98%	106,923
Planning and development		-	41,022	41,022	1,047	1,676	23,930	(22,254)	-93%	41,022
Road transport		-	65,793	65,793	719	121,750	38,379	83,371	217%	65,793
Environmental protection		-	108	108	5	29	63	(34)	-55%	108
Trading services		-	4,331,954	4,331,578	287,622	2,404,814	2,526,754	(121,940)	-5%	4,331,578
Energy sources		-	2,655,003	2,655,003	180,005	1,398,552	1,548,752	(150,200)	-10%	2,655,003
Water management		-	1,253,550	1,253,174	80,100	738,583	731,018	7,564	1%	1,253,174
Waste water management		-	173,542	173,542	17,730	171,614	101,233	70,381	70%	173,542
Waste management		-	249,859	249,859	9,787	96,065	145,751	(49,686)	-34%	249,859
Other	4	-	63,611	63,611	1,978	15,931	37,106	(21,176)	-57%	63,611
Total Revenue - Functional	2	-	6,444,078	6,532,700	384,918	3,686,878	3,810,742	(123,864)	-3%	6,532,700
Expenditure - Functional										
Governance and administration		-	1,354,265	1,360,779	135,902	576,562	793,788	(217,225)	-27%	1,360,779
Executive and council		-	137,732	143,612	8,070	60,170	83,774	(23,603)	-28%	143,612
Finance and administration		-	1,194,546	1,195,180	126,611	507,616	697,189	(189,572)	-27%	1,195,180
Internal audit		-	21,987	21,987	1,222	8,776	12,825	(4,050)	-32%	21,987
Community and public safety		-	425,555	473,668	38,191	313,747	276,306	37,441	14%	473,668
Community and social services		-	128,374	128,374	10,516	92,393	74,885	17,509	23%	128,374
Sport and recreation		-	114,418	114,418	9,408	69,604	66,744	2,860	4%	114,418
Public safety		-	92,359	140,472	13,196	107,707	81,942	25,765	31%	140,472
Housing		-	90,130	90,130	4,344	38,342	52,576	(14,233)	-27%	90,130
Health		-	274	274	728	5,700	160	5,540	3468%	274
Economic and environmental services		-	288,173	290,734	24,407	185,805	169,595	16,210	10%	290,734
Planning and development		-	92,240	92,240	4,926	37,751	53,806	(16,055)	-30%	92,240
Road transport		-	171,069	173,630	17,876	136,061	101,284	34,777	34%	173,630
Environmental protection		-	24,865	24,865	1,605	11,993	14,504	(2,512)	-17%	24,865
Trading services		-	3,353,047	3,353,047	256,609	2,067,805	1,955,944	111,861	6%	3,353,047
Energy sources		-	2,291,332	2,291,332	142,852	1,331,749	1,336,610	(4,861)	0%	2,291,332
Water management		-	-	-	84,264	526,819	-	526,819		-
Waste water management		-	931,930	931,930	20,508	140,177	543,626	(403,449)	-74%	931,930
Waste management		-	129,784	129,784	8,984	69,060	75,708	(6,648)	-9%	129,784
Other		-	81,301	81,301	4,073	33,974	47,426	(13,452)	-28%	81,301
Total Expenditure - Functional	3	-	5,502,340	5,559,528	459,183	3,177,892	3,243,058	(65,166)	-2%	5,559,528
Surplus/ (Deficit) for the year		-	941,737	973,172	(74,265)	508,985	567,683	(58,698)	-10%	973,172

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) - M07 January										
Vote Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - City Manager		-	4,448	4,448	-	3	2,594	(2,591)	-99.9%	4,448
Vote 2 - City Finance		-	2,396,134	2,485,132	86,474	1,060,665	1,449,660	(388,995)	-26.8%	2,485,132
Vote 3 - Community Services and Social Equity		-	214,664	214,664	12,997	114,035	125,221	(11,185)	-8.9%	214,664
Vote 4 - Corporate Services		-	19,239	19,239	475	2,001	11,223	(9,222)	-82.2%	19,239
Vote 5 - Infrastructure Services		-	3,376,346	3,376,346	278,933	2,434,639	1,969,535	465,104	23.6%	3,376,346
Vote 6 - Sustainable Development and City Enterprises		-	432,870	432,870	6,039	75,534	252,508	(176,974)	-70.1%	432,870
Total Revenue by Vote	2	-	6,443,702	6,532,700	384,918	3,686,878	3,810,742	(123,864)	-3.3%	6,532,700
Expenditure by Vote	1									
Vote 1 - City Manager		-	181,805	187,685	10,073	82,548	109,483	(26,935)	-24.6%	187,685
Vote 2 - City Finance		-	700,878	701,512	104,500	266,751	409,216	(142,465)	-34.8%	701,512
Vote 3 - Community Services and Social Equity		-	743,752	743,752	53,975	473,393	433,855	39,538	9.1%	743,752
Vote 4 - Corporate Services		-	200,549	200,549	8,894	75,441	116,987	(41,545)	-35.5%	200,549
Vote 5 - Infrastructure Services		-	3,393,289	3,396,225	266,848	2,152,437	1,981,131	171,306	8.6%	3,396,225
Vote 6 - Sustainable Development and City Enterprises		-	281,692	329,805	14,892	127,322	192,386	(65,065)	-33.8%	329,805
Total Expenditure by Vote	2	-	5,501,965	5,559,528	459,183	3,177,892	3,243,058	(65,166)	-2.0%	5,559,528
Surplus/ (Deficit) for the year	2	-	941,737	973,172	(74,265)	508,985	567,683	(58,698)	-10.3%	973,172

Statement of financial Performance

This schedule provides information on the planned revenue and operational expenditures against the actual results for the period ending 31 January 2021.

KZN225 Msunduzi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M07 January										
Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates			1,269,795	1,269,795	103,843	710,615	740,714	(30,099)	-4%	1,269,795
Service charges - electricity revenue			2,584,776	2,584,776	178,467	1,366,657	1,507,786	(141,128)	-9%	2,584,776
Service charges - water revenue			722,633	722,633	71,622	463,044	421,536	41,508	10%	722,633
Service charges - sanitation revenue			152,022	152,022	15,855	96,170	88,679	7,491	8%	152,022
Service charges - refuse revenue			116,333	116,333	8,956	62,293	67,861	(5,568)	-8%	116,333
Rental of facilities and equipment			29,079	29,079	1,730	4,900	16,963	(12,062)	-71%	29,079
Interest earned - external investments			15,260	15,260	682	4,090	8,902	(4,812)	-54%	15,260
Interest earned - outstanding debtors			202,458	202,458	17,663	108,321	118,100	(9,779)	-8%	202,458
Fines, penalties and forfeits			1,799	1,799	86	330	1,049	(719)	-69%	1,799
Licences and permits			1,120	1,120	17	287	653	(366)	-56%	1,120
Agency services			602	602	632	972	351	621	177%	602
Transfers and subsidies			675,483	764,481	5,023	572,448	445,947	126,500	28%	764,481
Other revenue			146,452	146,452	(22,104)	42,219	85,430	(43,211)	-51%	146,452
Gains								-		
Total Revenue (excluding capital transfers and contributions)			5,917,810	6,006,808	382,471	3,432,347	3,503,971	(71,624)	-2%	6,006,808
Expenditure By Type										
Employee related costs			1,467,373	1,478,324	103,619	805,163	862,356	(57,193)	-7%	1,478,324
Remuneration of councillors			53,650	53,650	4,033	29,688	31,296	(1,608)	-5%	53,650
Debt impairment			123,904	123,904	76,530	81,453	72,277	9,176	13%	123,904
Depreciation & asset impairment			488,991	481,491	35,851	248,207	280,870	(32,663)	-12%	481,491
Finance charges			31,793	36,505	2,891	22,395	21,295	1,100	5%	36,505
Bulk purchases			2,608,224	2,608,224	192,895	1,591,922	1,521,464	70,458	5%	2,608,224
Other materials			46,575	63,670	2,790	20,310	37,141	(16,831)	-45%	63,670
Contracted services			463,787	490,525	25,664	259,647	286,139	(26,492)	-9%	490,525
Transfers and subsidies			25,080	58,680	2,620	25,909	34,230	(8,321)	-24%	58,680
Other expenditure			192,586	164,553	12,289	93,199	95,989	(2,790)	-3%	164,553
Losses								-		
Total Expenditure			5,501,965	5,559,528	459,183	3,177,892	3,243,058	(65,166)	-2%	5,559,528
Surplus/(Deficit)			415,846	447,280	(76,711)	254,455	260,913	(6,458)	(0)	447,280
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)			525,892	525,892	2,447	254,530	306,770	(52,240)	(0)	525,892
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental)								-		
Transfers and subsidies - capital (in-kind - all)								-		
Surplus/(Deficit) after capital transfers & contributions			941,737	973,172	(74,265)	508,985	567,683			973,172
Taxation								-		
Surplus/(Deficit) after taxation			941,737	973,172	(74,265)	508,985	567,683			973,172
Attributable to minorities										
Surplus/(Deficit) attributable to municipality			941,737	973,172	(74,265)	508,985	567,683			973,172
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year			941,737	973,172	(74,265)	508,985	567,683			973,172

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 functional classification of the capital projects.

KZN225 Msunduzi - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M07 January										
Vote Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - City Manager		-	3,800	3,800	-	-	2,217	(2,217)	-100%	3,800
Vote 2 - City Finance		-	12,500	12,500	-	-	7,292	(7,292)	-100%	12,500
Vote 3 - Community Services and Social Equity		-	23,812	23,812	-	-	13,891	(13,891)	-100%	23,812
Vote 4 - Corporate Services		-	-	-	811	10,996	-	10,996		-
Vote 5 - Infrastructure Services		-	168,455	168,455	1,137	115,523	98,265	17,258	18%	168,455
Vote 6 - Sustainable Development and City Enterprises		-	300,600	300,600	957	33,472	175,350	(141,878)	-81%	300,600
Total Capital Multi-year expenditure	4,7	-	509,168	509,168	2,904	159,991	297,014	(137,023)	-46%	509,168
Single Year expenditure appropriation	2									
Vote 1 - City Manager		-	-	-	-	1,143	-	1,143		-
Vote 2 - City Finance		-	15,000	15,800	-	362	9,217	(8,855)	-96%	15,800
Vote 3 - Community Services and Social Equity		-	13,700	33,700	-	-	19,658	(19,658)	-100%	33,700
Vote 4 - Corporate Services		-	-	-	11	3,577	-	3,577		-
Vote 5 - Infrastructure Services		-	33,000	53,300	1,134	84,524	31,092	53,432	172%	53,300
Vote 6 - Sustainable Development and City Enterprises		-	10,024	10,024	-	1,050	5,847	(4,797)	-82%	10,024
Total Capital single-year expenditure	4	-	71,724	112,824	1,145	90,655	65,814	24,841	38%	112,824
Total Capital Expenditure		-	580,892	621,992	4,049	250,646	362,828	(112,183)	-31%	621,992
Capital Expenditure - Functional Classification										
Governance and administration		-	32,500	33,300	957	1,056	19,425	(18,369)	-95%	33,300
Executive and council		-	5,000	5,000	-	1,136	2,917	(1,781)	-61%	5,000
Finance and administration		-	27,500	28,300	957	(79)	16,508	(16,588)	-100%	28,300
Internal audit		-	-	-	-	-	-	-		-
Community and public safety		-	324,874	334,874	822	40,843	195,343	(154,500)	-79%	334,874
Community and social services		-	45,972	55,972	811	7,628	32,650	(25,022)	-77%	55,972
Sport and recreation		-	-	-	11	40	-	40		-
Public safety		-	-	-	-	-	-	-		-
Housing		-	278,902	278,902	-	33,174	162,693	(129,518)	-80%	278,902
Health		-	-	-	-	-	-	-		-
Economic and environmental services		-	104,572	114,572	-	77,538	66,834	10,704	16%	114,572
Planning and development		-	13,936	13,936	-	-	8,129	(8,129)	-100%	13,936
Road transport		-	90,636	100,636	-	77,538	58,704	18,834	32%	100,636
Environmental protection		-	-	-	-	-	-	-		-
Trading services		-	116,445	136,745	2,000	85,635	79,768	5,867	7%	136,745
Energy sources		-	12,500	22,800	1,592	2,571	13,300	(10,729)	-81%	22,800
Water management		-	71,931	71,931	-	36,849	41,960	(5,111)	-12%	71,931
Waste water management		-	27,514	27,514	407	38,567	16,050	22,517	140%	27,514
Waste management		-	4,500	14,500	-	7,649	8,458	(809)	-10%	14,500
Other		-	2,500	2,500	270	45,573	1,458	44,114	3025%	2,500
Total Capital Expenditure - Functional Classification	3	-	580,892	621,992	4,049	250,646	362,828	(112,183)	-31%	621,992
Funded by:										
National Government		-	255,267	255,267	678	192,224	148,906	43,318	29%	255,267
Provincial Government		-	270,624	270,624	1,643	34,384	157,864	(123,480)	-78%	270,624
District Municipality		-	-	-	-	-	-	-		-
Transfers and subsidies - capital (monetary allocations)		-	-	-	-	-	-	-		-
Transfers recognised - capital		-	525,892	525,892	2,320	226,608	306,770	(80,162)	-26%	525,892
Borrowing	6	-	-	-	-	-	-	-		-
Internally generated funds		-	55,000	96,100	1,729	24,038	56,058	(32,020)	-57%	96,100
Total Capital Funding		-	580,892	621,992	4,049	250,646	362,828	(112,183)	-31%	621,992

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 31 January 2021.

KZN225 Msunduzi - Table C6 Monthly Budget Statement - Financial Position - M07 January						
Description	Ref	2019/20	Budget Year 2020/21			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash			365,664	587,059	41,453	587,059
Call investment deposits			16,772	16,772	262,388	16,772
Consumer debtors			2,485,905	2,165,986	2,284,075	2,165,986
Other debtors			67,824	67,824	2,603	67,824
Current portion of long-term receivables						
Inventory			36,181	36,181	592,357	36,181
Total current assets			2,972,345	2,873,821	3,182,877	2,873,821
Non current assets						
Long-term receivables					(741)	
Investments			2,970			
Investment property			782,333	2,970	707,627	2,970
Investments in Associate				782,333		782,333
Property, plant and equipment			7,111,998	7,160,598	6,725,154	7,160,598
Biological			1,066	1,066	1,070	1,066
Intangible			46,133	46,133	24,531	46,133
Other non-current assets			395,927	395,927	83,200	395,927
Total non current assets			8,340,426	8,389,026	7,540,841	8,389,026
TOTAL ASSETS			11,312,770	11,262,847	10,723,718	11,262,847
LIABILITIES						
Current liabilities						
Bank overdraft						
Borrowing			85,381	85,381	40,498	85,381
Consumer deposits			114,344	114,344	124,135	114,344
Trade and other payables			1,101,596	1,005,725	1,278,193	1,005,725
Provisions			140,398	140,398	38,202	140,398
Total current liabilities			1,441,718	1,345,847	1,481,028	1,345,847
Non current liabilities						
Borrowing			282,086	282,086	285,318	282,086
Provisions			809,779	809,779	534,772	809,779
Total non current liabilities			1,091,865	1,091,865	820,090	1,091,865
TOTAL LIABILITIES			2,533,583	2,437,712	2,301,118	2,437,712
NET ASSETS	2		8,779,187	8,825,134	8,422,600	8,825,134
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)			8,550,274	8,596,221	8,232,159	8,596,221
Reserves			228,913	228,913	190,441	228,913
TOTAL COMMUNITY WEALTH/EQUITY	2		8,779,187	8,825,134	8,422,600	8,825,134

Consolidated Budget Tables (With Municipal Entity: Safe City)

KZN225 Msunduzi - Table C1 Consolidated Monthly Budget Statement Summary - M07 January									
Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	-	1,269,795	1,269,795	103,843	710,615	740,714	(30,099)	-4%	1,269,795
Service charges	-	3,575,764	3,575,764	274,899	1,988,165	2,085,862	(97,697)	-5%	3,575,764
Investment revenue	-	15,260	15,260	690	4,132	8,902	(4,770)	-54%	15,260
Transfers and subsidies	-	675,483	764,481	5,023	572,448	445,947	126,500	28%	764,481
Other own revenue	-	381,508	381,508	(1,976)	162,927	222,547	(59,620)	-27%	381,508
Total Revenue (excluding capital transfers and contributions)	-	5,917,810	6,006,808	382,479	3,438,286	3,503,971	(65,685)	-2%	6,006,808
Employee costs	-	1,478,324	1,478,324	104,349	810,654	862,356	(51,701)	-6%	1,478,324
Remuneration of Councillors	-	53,650	53,650	4,033	29,688	31,296	(1,608)	-5%	53,650
Depreciation & asset impairment	-	489,941	482,441	35,922	248,695	281,424	(32,729)	-12%	482,441
Finance charges	-	31,793	36,505	2,891	22,395	21,295	1,100	5%	36,505
Materials and bulk purchases	-	2,654,837	2,671,934	195,686	1,612,242	1,558,628	53,614	3%	2,671,934
Transfers and subsidies	-	25,080	58,680	2,620	25,909	34,230	(8,321)	-24%	58,680
Other expenditure	-	782,850	781,554	114,552	434,774	455,906	(21,133)	-5%	781,554
Total Expenditure	-	5,516,477	5,563,090	460,052	3,184,357	3,245,136	(60,779)	-2%	5,563,090
Surplus/(Deficit)	-	401,333	443,718	(77,573)	253,929	258,836	(4,907)	-2%	443,718
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	-	525,892	525,892	2,447	254,530	306,770	(52,240)	-17%	525,892
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	-	927,224	969,610	(75,127)	508,460	565,606	(57,146)	-10%	969,610
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	-	927,224	969,610	(75,127)	508,460	565,606	(57,146)	-10%	969,610
Capital expenditure & funds sources									
Capital expenditure	-	580,892	621,992	4,049	250,815	362,828	(112,013)	-31%	621,992
Capital transfers recognised	-	525,892	525,892	2,320	226,777	306,770	(79,993)	-26%	525,892
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	55,000	96,100	1,729	24,038	56,058	(32,020)	-57%	96,100
Total sources of capital funds	-	580,892	621,992	4,049	250,815	362,828	(112,013)	-31%	621,992
Financial position									
Total current assets	-	2,972,345	3,193,740		3,186,926				3,193,740
Total non current assets	-	8,340,426	8,389,026		7,551,125				8,389,026
Total current liabilities	-	1,441,718	1,669,327		1,481,862				1,669,327
Total non current liabilities	-	1,091,865	1,091,865		820,090				1,091,865
Community wealth/Equity	-	8,779,187	8,821,573		8,436,099				8,821,573
Cash flows									
Net cash from (used) operating	-	752,533	787,419	(110,233)	(52,360)	459,328	511,687	111%	787,419
Net cash from (used) investing	-	(580,892)	(621,992)	(51,591)	(32,648)	(362,828)	(330,180)	91%	(621,992)
Net cash from (used) financing	-	(79,206)	(79,206)	(19,567)	(20,256)	(46,204)	(25,947)	56%	(79,206)
Cash/cash equivalents at the month/year end	-	382,436	603,831	-	364,784	567,905	203,121	36%	556,270
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	464,685	159,561	118,330	104,982	120,661	96,138	475,255	3,232,895	4,772,507
Creditors Age Analysis									
Total Creditors	912,436	86,916	84,290	21,580	19,386	-	-	-	1,124,608

KZN225 Msunduzi - Table C2 Consolidated Monthly Budget Statement - Financial Performance (functional classification) - M07 January

Description	Ref	2019/20	Budget Year 2020/21							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands	1									
Revenue - Functional										
<i>Governance and administration</i>		-	1,572,339	1,661,337	87,356	1,066,956	969,113	97,843	10%	1,661,337
Executive and council		-	4,448	4,448	475	1,601	2,594	(993)	-38%	4,448
Finance and administration		-	1,567,891	1,656,889	86,881	1,065,354	966,519	98,836	10%	1,656,889
Internal audit		-	-	-	-	-	-	-		-
<i>Community and public safety</i>		-	369,251	369,251	6,199	81,662	215,396	(133,735)	-62%	369,251
Community and social services		-	26,243	26,243	2,332	16,135	15,308	826	5%	26,243
Sport and recreation		-	11,002	11,002	1	52	6,418	(6,366)	-99%	11,002
Public safety		-	3,769	3,769	855	7,667	2,198	5,469	249%	3,769
Housing		-	328,237	328,237	3,010	57,808	191,472	(133,664)	-70%	328,237
Health		-	-	-	-	-	-	-		-
<i>Economic and environmental services</i>		-	106,923	106,923	1,771	123,454	62,372	61,082	98%	106,923
Planning and development		-	41,022	41,022	1,047	1,676	23,930	(22,254)	-93%	41,022
Road transport		-	65,793	65,793	719	121,750	38,379	83,371	217%	65,793
Environmental protection		-	108	108	5	29	63	(34)	-55%	108
<i>Trading services</i>		-	4,331,954	4,331,578	287,622	2,404,814	2,526,754	(121,940)	-5%	4,331,578
Energy sources		-	2,655,003	2,655,003	180,005	1,398,552	1,548,752	(150,200)	-10%	2,655,003
Water management		-	1,253,550	1,253,174	80,100	738,583	731,018	7,564	1%	1,253,174
Waste water management		-	173,542	173,542	17,730	171,614	101,233	70,381	70%	173,542
Waste management		-	249,859	249,859	9,787	96,065	145,751	(49,686)	-34%	249,859
<i>Other</i>	4	-	63,611	63,611	1,978	15,931	37,106	(21,176)	-57%	63,611
Total Revenue - Functional	2	-	6,444,078	6,532,700	384,926	3,692,816	3,810,742	(117,925)	-3%	6,532,700
Expenditure - Functional										
<i>Governance and administration</i>		-	1,354,265	1,360,779	135,902	576,562	793,788	(217,225)	-27%	1,360,779
Executive and council		-	137,732	143,612	8,070	60,170	83,774	(23,603)	-28%	143,612
Finance and administration		-	1,194,546	1,195,180	126,611	507,616	697,189	(189,572)	-27%	1,195,180
Internal audit		-	21,987	21,987	1,222	8,776	12,825	(4,050)	-32%	21,987
<i>Community and public safety</i>		-	440,068	473,668	39,061	320,211	276,306	43,905	16%	473,668
Community and social services		-	128,374	128,374	10,516	92,393	74,885	17,509	23%	128,374
Sport and recreation		-	114,418	114,418	9,408	69,604	66,744	2,860	4%	114,418
Public safety		-	106,872	140,472	14,066	114,171	81,942	32,230	39%	140,472
Housing		-	90,130	90,130	4,344	38,342	52,576	(14,233)	-27%	90,130
Health		-	274	274	728	5,700	160	5,540	3468%	274
<i>Economic and environmental services</i>		-	288,173	294,296	24,407	185,805	171,673	14,132	8%	294,296
Planning and development		-	92,240	92,240	4,926	37,751	53,806	(16,055)	-30%	92,240
Road transport		-	171,069	177,192	17,876	136,061	103,362	32,699	32%	177,192
Environmental protection		-	24,865	24,865	1,605	11,993	14,504	(2,512)	-17%	24,865
<i>Trading services</i>		-	3,353,047	3,353,047	256,609	2,067,805	1,955,944	111,861	6%	3,353,047
Energy sources		-	2,291,332	2,291,332	142,852	1,331,749	1,336,610	(4,861)	0%	2,291,332
Water management		-	-	-	84,264	526,819	-	526,819		-
Waste water management		-	931,930	931,930	20,508	140,177	543,626	(403,449)	-74%	931,930
Waste management		-	129,784	129,784	8,984	69,060	75,708	(6,648)	-9%	129,784
<i>Other</i>		-	81,301	81,301	4,073	33,974	47,426	(13,452)	-28%	81,301
Total Expenditure - Functional	3	-	5,516,853	5,563,090	460,052	3,184,357	3,245,136	(60,779)	-2%	5,563,090
Surplus/ (Deficit) for the year		-	927,224	969,610	(75,127)	508,460	565,606	(57,146)	-10%	969,610

KZN225 Msunduzi - Table C3 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M07 January

Vote Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - City Manager		-	4,448	4,448	-	3	2,594	(2,591)	-99.9%	4,448
Vote 2 - City Finance		-	2,396,134	2,485,132	86,474	1,060,665	1,449,660	(388,995)	-26.8%	2,485,132
Vote 3 - Community Services and Social Equity		-	214,664	214,664	12,997	114,035	125,221	(11,185)	-8.9%	214,664
Vote 4 - Corporate Services		-	19,239	19,239	475	2,001	11,223	(9,222)	-82.2%	19,239
Vote 5 - Infrastructure Services		-	3,376,346	3,376,346	278,933	2,434,639	1,969,535	465,104	23.6%	3,376,346
Vote 6 - Sustainable Development and City Enterprises		-	432,870	432,870	6,047	81,473	252,508	(171,035)	-67.7%	432,870
Total Revenue by Vote	2	-	6,443,702	6,532,700	384,926	3,692,816	3,810,742	(117,925)	-3.1%	6,532,700
Expenditure by Vote	1									
Vote 1 - City Manager		-	181,805	187,685	10,073	82,548	109,483	(26,935)	-24.6%	187,685
Vote 2 - City Finance		-	700,878	701,512	104,500	266,751	409,216	(142,465)	-34.8%	701,512
Vote 3 - Community Services and Social Equity		-	743,752	743,752	53,975	473,393	433,855	39,538	9.1%	743,752
Vote 4 - Corporate Services		-	200,549	200,549	8,894	75,441	116,987	(41,545)	-35.5%	200,549
Vote 5 - Infrastructure Services		-	3,393,289	3,399,787	266,848	2,152,437	1,983,209	169,228	8.5%	3,399,787
Vote 6 - Sustainable Development and City Enterprises		-	296,205	329,805	15,762	133,786	192,386	(58,600)	-30.5%	329,805
Total Expenditure by Vote	2	-	5,516,477	5,563,090	460,052	3,184,357	3,245,136	(60,779)	-1.9%	5,563,090
Surplus/ (Deficit) for the year	2	-	927,224	969,610	(75,127)	508,460	565,606	(57,146)	-10.1%	969,610

KZN225 Msunduzi - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M07 January

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates			1,269,795	1,269,795	103,843	710,615	740,714	(30,099)	-4%	1,269,795
Service charges - electricity revenue			2,584,776	2,584,776	178,467	1,366,657	1,507,786	(141,128)	-9%	2,584,776
Service charges - water revenue			722,633	722,633	71,622	463,044	421,536	41,508	10%	722,633
Service charges - sanitation revenue			152,022	152,022	15,855	96,170	88,679	7,491	8%	152,022
Service charges - refuse revenue			116,333	116,333	8,956	62,293	67,861	(5,568)	-8%	116,333
Rental of facilities and equipment			29,079	29,079	1,730	4,900	16,963	(12,062)	-71%	29,079
Interest earned - external investments			15,260	15,260	690	4,132	8,902	(4,770)	-54%	15,260
Interest earned - outstanding debtors			202,458	202,458	17,663	108,321	118,100	(9,779)	-8%	202,458
Fines, penalties and forfeits			1,799	1,799	86	330	1,049	(719)	-69%	1,799
Licences and permits			1,120	1,120	17	287	653	(366)	-56%	1,120
Agency services			602	602	632	972	351	621	177%	602
Transfers and subsidies			675,483	764,481	5,023	572,448	445,947	126,500	28%	764,481
Other revenue			146,452	146,452	(22,104)	48,116	85,430	(37,314)	-44%	146,452
Gains								-		
Total Revenue (excluding capital transfers and contributions)		-	5,917,810	6,006,808	382,479	3,438,286	3,503,971	(65,685)	-2%	6,006,808
Expenditure By Type										
Employee related costs			1,478,324	1,478,324	104,349	810,654	862,356	(51,701)	-6%	1,478,324
Remuneration of councillors			53,650	53,650	4,033	29,688	31,296	(1,608)	-5%	53,650
Debt impairment			123,904	123,904	76,530	81,453	72,277	9,176	13%	123,904
Depreciation & asset impairment			489,941	482,441	35,922	248,695	281,424	(32,729)	-12%	482,441
Finance charges			31,793	36,505	2,891	22,395	21,295	1,100	5%	36,505
Bulk purchases			2,608,224	2,608,224	192,895	1,591,922	1,521,464	70,458	5%	2,608,224
Other materials			46,613	63,710	2,790	20,320	37,164	(16,844)	-45%	63,710
Contracted services			464,723	491,460	25,671	259,710	286,685	(26,975)	-9%	491,460
Transfers and subsidies			25,080	58,680	2,620	25,909	34,230	(8,321)	-24%	58,680
Other expenditure			194,223	166,189	12,351	93,610	96,944	(3,333)	-3%	166,189
Losses				-				-		
Total Expenditure		-	5,516,477	5,563,090	460,052	3,184,357	3,245,136	(60,779)	-2%	5,563,090
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Transfers and subsidies - capital (in-kind - all)			525,892	525,892	2,447	254,530	306,770	(52,240)	(0)	525,892
Surplus/(Deficit) after capital transfers & contributions		-	927,224	969,610	(75,127)	508,460	565,606			969,610
Taxation								-		
Surplus/(Deficit) after taxation		-	927,224	969,610	(75,127)	508,460	565,606			969,610
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		-	927,224	969,610	(75,127)	508,460	565,606			969,610
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		-	927,224	969,610	(75,127)	508,460	565,606			969,610

KZN225 Msunduzi - Table C5 Consolidated Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding - M07 January

Vote Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - City Manager		-	3,800	3,800	-	-	2,217	(2,217)	-100%	3,800
Vote 2 - City Finance		-	12,500	12,500	-	-	7,292	(7,292)	-100%	12,500
Vote 3 - Community Services and Social Equity		-	23,812	23,812	-	-	13,891	(13,891)	-100%	23,812
Vote 4 - Corporate Services		-	-	-	811	10,996	-	10,996		-
Vote 5 - Infrastructure Services		-	168,455	168,455	1,137	115,523	98,265	17,258	18%	168,455
Vote 6 - Sustainable Development and City Enterprises		-	300,600	300,600	957	33,472	175,350	(141,878)	-81%	300,600
Total Capital Multi-year expenditure	4,7	-	509,168	509,168	2,904	159,991	297,014	(137,023)	-46%	509,168
Single Year expenditure appropriation	2									
Vote 1 - City Manager		-	-	-	-	1,143	-	1,143		-
Vote 2 - City Finance		-	15,000	15,800	-	362	9,217	(8,855)	-96%	15,800
Vote 3 - Community Services and Social Equity		-	13,700	33,700	-	-	19,658	(19,658)	-100%	33,700
Vote 4 - Corporate Services		-	-	-	11	3,577	-	3,577		-
Vote 5 - Infrastructure Services		-	33,000	53,300	1,134	84,524	31,092	53,432	172%	53,300
Vote 6 - Sustainable Development and City Enterprises		-	10,024	10,024	-	1,220	5,847	(4,628)	-79%	10,024
Total Capital single-year expenditure	4	-	71,724	112,824	1,145	90,824	65,814	25,010	38%	112,824
Total Capital Expenditure		-	580,892	621,992	4,049	250,815	362,828	(112,013)	-31%	621,992
Capital Expenditure - Functional Classification										
Governance and administration		-	32,500	33,300	957	1,056	19,425	(18,369)	-95%	33,300
Executive and council		-	5,000	5,000	-	1,136	2,917	(1,781)	-61%	5,000
Finance and administration		-	27,500	28,300	957	(79)	16,508	(16,588)	-100%	28,300
Internal audit		-	-	-	-	-	-	-		-
Community and public safety		-	324,874	334,874	822	40,843	195,343	(154,500)	-79%	334,874
Community and social services		-	45,972	55,972	811	7,628	32,650	(25,022)	-77%	55,972
Sport and recreation		-	-	-	11	40	-	40		-
Public safety		-	-	-	-	-	-	-		-
Housing		-	278,902	278,902	-	33,174	162,693	(129,518)	-80%	278,902
Health		-	-	-	-	-	-	-		-
Economic and environmental services		-	104,572	114,572	-	77,538	66,834	10,704	16%	114,572
Planning and development		-	13,936	13,936	-	-	8,129	(8,129)	-100%	13,936
Road transport		-	90,636	100,636	-	77,538	58,704	18,834	32%	100,636
Environmental protection		-	-	-	-	-	-	-		-
Trading services		-	103,769	136,745	2,000	85,635	79,768	5,867	7%	136,745
Energy sources		-	12,500	22,800	1,592	2,571	13,300	(10,729)	-81%	22,800
Water management		-	59,255	71,931	-	36,849	41,960	(5,111)	-12%	71,931
Waste water management		-	27,514	27,514	407	38,567	16,050	22,517	140%	27,514
Waste management		-	4,500	14,500	-	7,649	8,458	(809)	-10%	14,500
Other		-	2,500	2,500	270	45,573	1,458	44,114	3025%	2,500
Total Capital Expenditure - Functional Classification	3	-	568,215	621,992	4,049	250,646	362,828	(112,183)	-31%	621,992
Funded by:										
National Government		-	255,267	255,267	678	192,393	148,906	43,487	29%	255,267
Provincial Government		-	270,624	270,624	1,643	34,384	157,864	(123,480)	-78%	270,624
District Municipality		-	-	-	-	-	-	-		-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies,		-	-	-	-	-	-	-		-
Transfers recognised - capital		-	525,892	525,892	2,320	226,777	306,770	(79,993)	-26%	525,892
Borrowing	6									
Internally generated funds		-	55,000	96,100	1,729	24,038	56,058	(32,020)	-57%	96,100
Total Capital Funding		-	580,892	621,992	4,049	250,815	362,828	(112,013)	-31%	621,992

KZN225 Msunduzi - Table C6 Consolidated Monthly Budget Statement - Financial Position - M07 January

Description	Ref	2019/20	Budget Year 2020/21			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash			365,664	587,059	41,496	587,059
Call investment deposits			16,772	16,772	266,373	16,772
Consumer debtors			2,485,905	2,485,905	2,284,075	2,485,905
Other debtors			67,824	67,824	2,625	67,824
Current portion of long-term receivables						
Inventory			36,181	36,181	592,357	36,181
Total current assets			2,972,345	3,193,740	3,186,926	3,193,740
Non current assets						
Long-term receivables					(741)	
Investments			2,970	2,970		2,970
Investment property			782,333	782,333	707,627	782,333
Investments in Associate						
Property, plant and equipment			7,111,998	7,160,598	6,735,438	7,160,598
Biological			1,066	1,066	1,070	1,066
Intangible			46,133	46,133	24,531	46,133
Other non-current assets			395,927	395,927	83,200	395,927
Total non current assets			8,340,426	8,389,026	7,551,125	8,389,026
TOTAL ASSETS			11,312,770	11,582,765	10,738,051	11,582,765
LIABILITIES						
Current liabilities						
Bank overdraft						
Borrowing			85,381	85,381	40,498	85,381
Consumer deposits			114,344	114,344	124,135	114,344
Trade and other payables			1,101,596	1,329,205	1,278,193	1,329,205
Provisions			140,398	140,398	39,036	140,398
Total current liabilities			1,441,718	1,669,327	1,481,862	1,669,327
Non current liabilities						
Borrowing			282,086	282,086	285,318	282,086
Provisions			809,779	809,779	534,772	809,779
Total non current liabilities			1,091,865	1,091,865	820,090	1,091,865
TOTAL LIABILITIES			2,533,583	2,761,192	2,301,953	2,761,192
NET ASSETS	2		8,779,187	8,821,573	8,436,099	8,821,573
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)			8,550,274	8,592,659	8,245,658	8,592,659
Reserves			228,913	228,913	190,441	228,913
TOTAL COMMUNITY WEALTH/EQUITY	2		8,779,187	8,821,573	8,436,099	8,821,573

PART 2 – SUPPORTING DOCUMENTATION

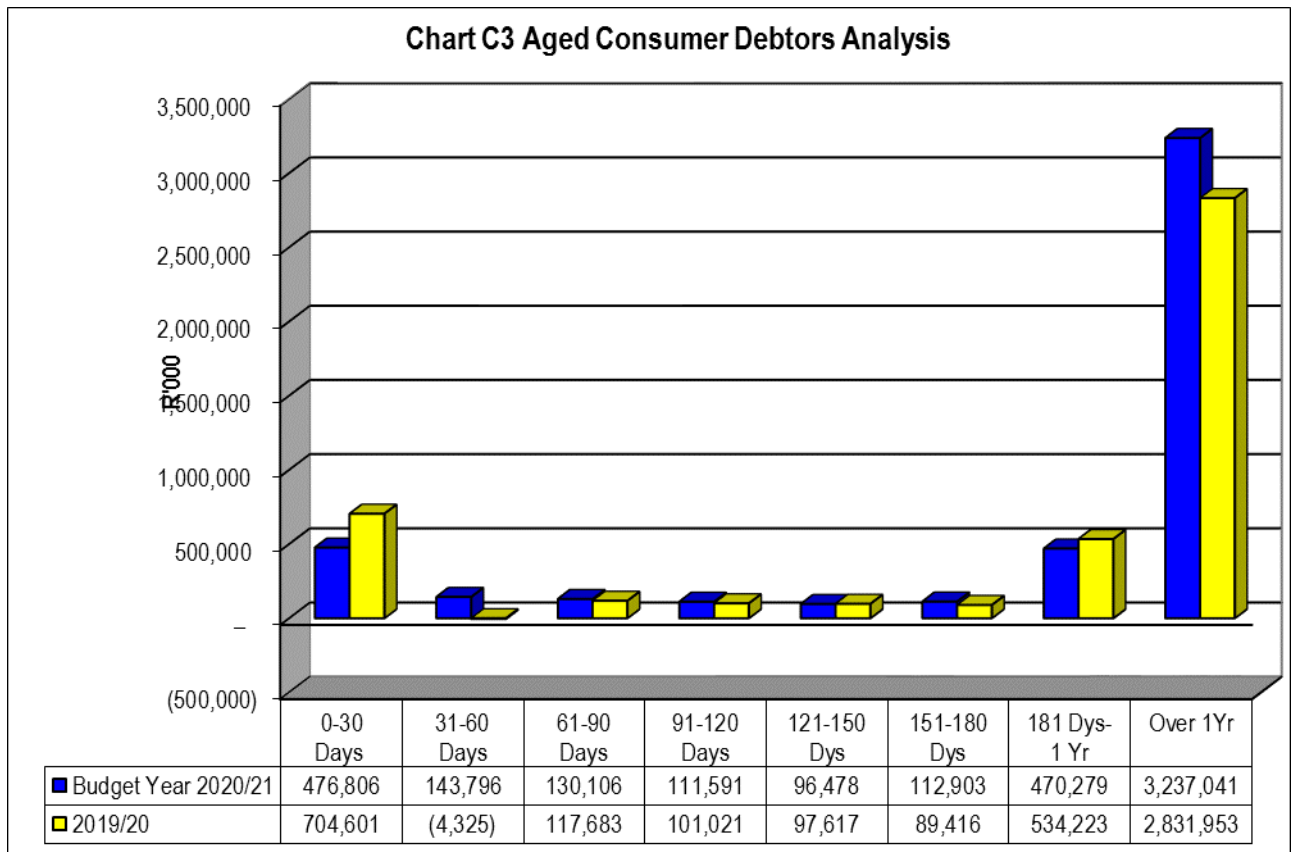
2.1 Debtors Analysis

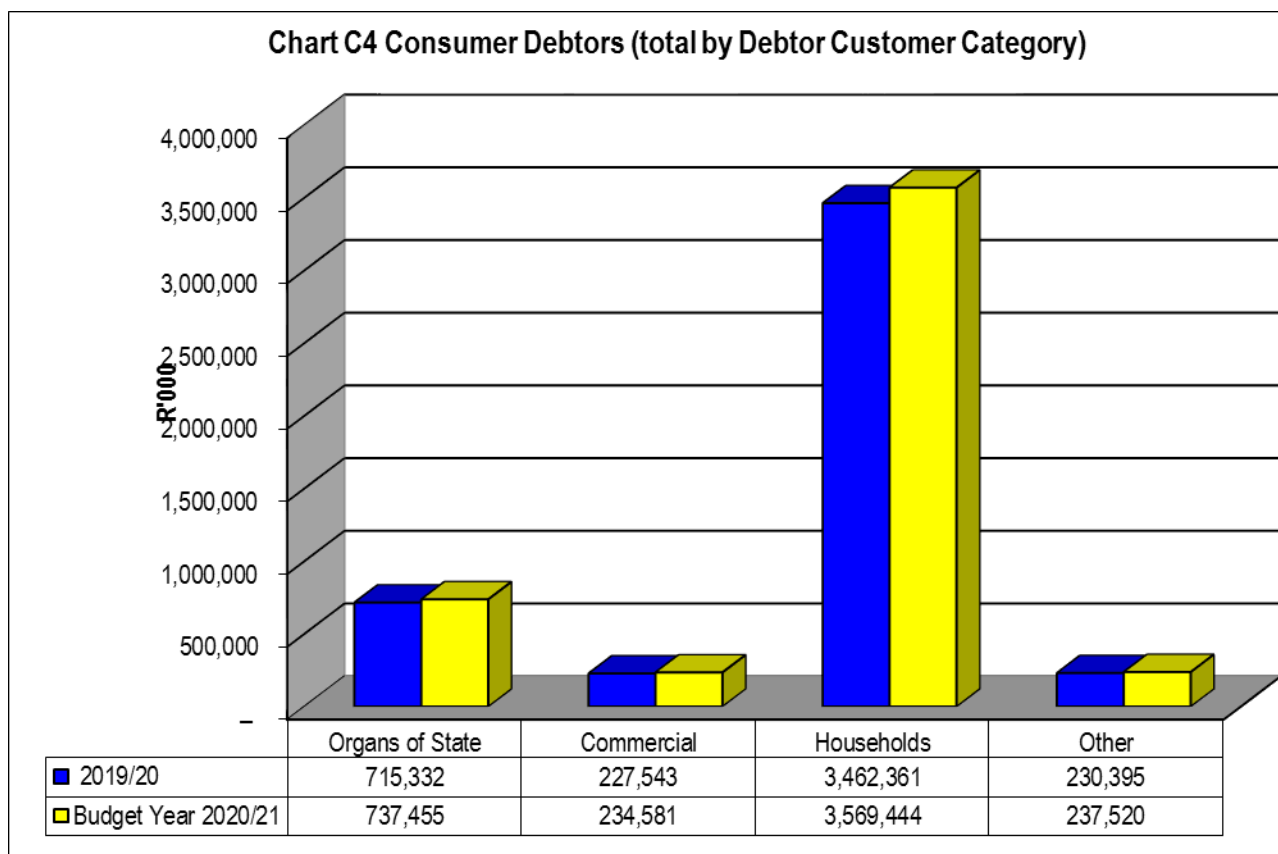
The table presented below summarises the Debtors Age Analysis as at 31 January 2021

KZN225 Msunduzi - Supporting Table SC3 Monthly Budget Statement - aged debtors - M07 January

Description	NT Code	Budget Year 2020/21										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	Total over 90 days		
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	132 108	43 794	40 152	41 671	30 810	39 472	156 645	1 309 582	1 794 233	1 578 179		998 915
Trade and Other Receivables from Exchange Transactions - Electricity	1300	133 712	39 528	14 073	17 001	14 829	10 985	40 361	142 353	412 843	225 529		90 036
Receivables from Non-exchange Transactions - Property Rates	1400	138 591	32 117	49 668	26 702	26 538	31 374	104 024	553 935	962 949	742 574		412 071
Receivables from Exchange Transactions - Waste Water Management	1500	27 538	6 846	6 058	6 025	5 094	4 603	26 670	235 125	317 959	277 518		189 203
Receivables from Exchange Transactions - Waste Management	1600	14 227	3 505	3 118	3 100	2 760	2 656	14 287	134 221	177 875	157 024		105 730
Receivables from Exchange Transactions - Property Rental Debtors	1700	2 654	888	811	713	657	777	6 491	41 367	54 358	50 005		32 945
Interest on Arrear Debtor Accounts	1810	33 159	17 067	16 209	16 269	15 660	22 619	120 771	504 702	746 457	680 021		262 336
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820									-	-		
Other	1900	(5 182)	51	17	110	130	416	1 030	315 756	312 327	317 442		314 945
Total By Income Source	2000	476 806	143 796	130 106	111 591	96 478	112 903	470 279	3 237 041	4 779 000	4 028 292	-	2 406 181
2019/20 - totals only		704 601	(4 325)	117 683	101 021	97 617	89 416	534 223	2 831 953	4 472 188	3 654 230		2 129 136
Debtors Age Analysis By Customer Group													
Organs of State	2200	211 660	43 236	23 444	20 598	17 652	16 747	71 249	332 871	737 455	459 116		234 147
Commercial	2300	31 694	12 740	11 936	8 232	7 979	8 460	28 412	125 127	234 581	178 210		81 534
Households	2400	234 108	82 992	88 094	78 010	65 711	81 684	349 003	2 589 842	3 569 444	3 164 250		1 939 643
Other	2500	(656)	4 828	6 631	4 752	5 137	6 011	21 615	189 202	237 520	226 717		150 857
Total By Customer Group	2600	476 806	143 796	130 106	111 591	96 478	112 903	470 279	3 237 041	4 779 000	4 028 292	-	2 406 181

Chart 1: Debtors Age Analysis by Customer Group





The information presented in the chart above reflects an increase in the outstanding debtor’s balances when compared to the prior month balance bringing the total outstanding debtors balance to R 4.779 billion.

Total debt owed to the municipality ranked from highest to lowest for current budget year reflects that households owe 75% of the total municipal debt as detailed below:

- ✓ Households 75%
- ✓ Commercial 5%
- ✓ Organs of State 15%
- ✓ Other 5%

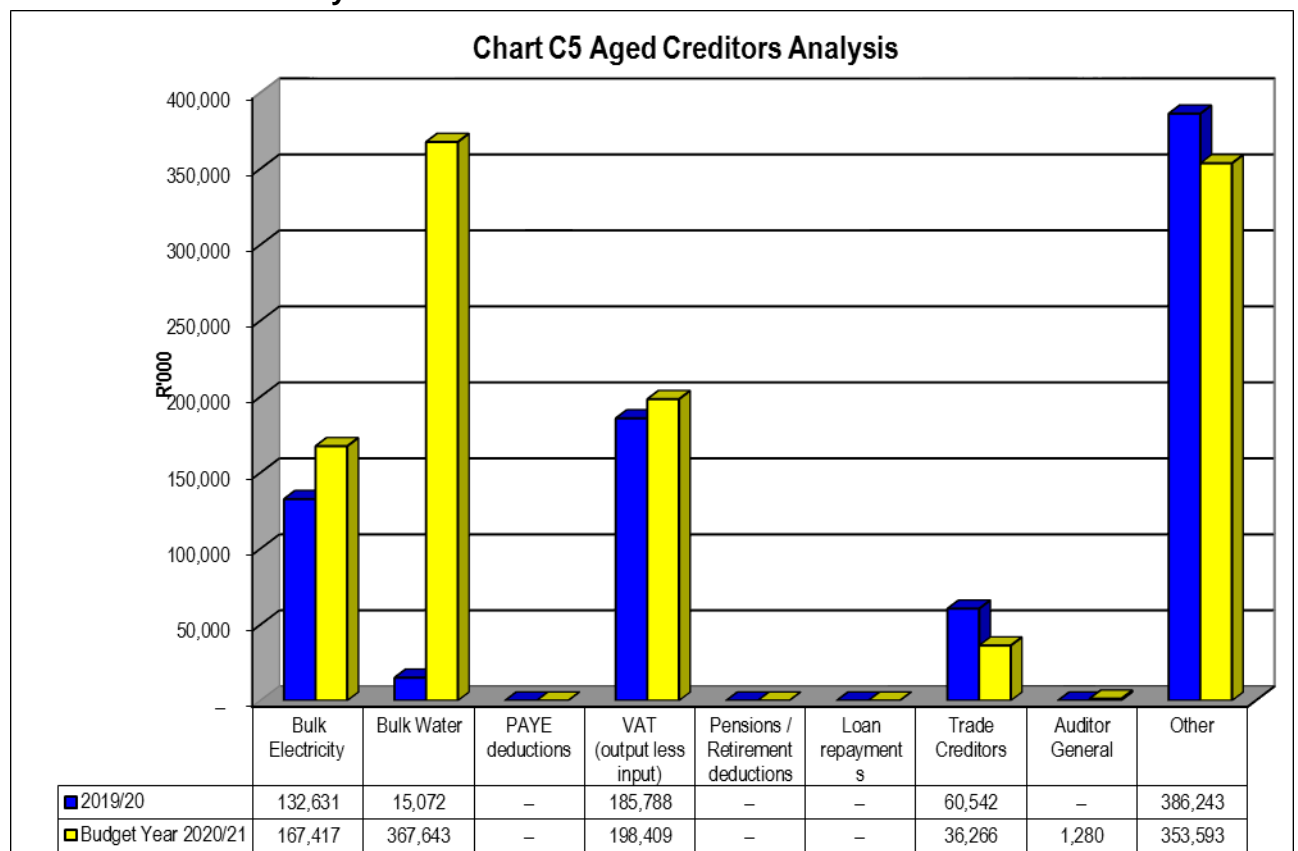
2.2 Creditors Analysis

Table SC 4 below presents the aged creditors as at 31 January 2021

KZN225 Msunduzi - Supporting Table SC4 Monthly Budget Statement - aged creditors - M07 January											
Description	NT Code	Budget Year 2020/21								Total	Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year		
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	148,209	-	-	-	19,208	-	-	-	167,417	132,631
Bulk Water	0200	192,075	69,527	84,463	21,578	-	-	-	-	367,643	15,072
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	198,409	-	-	-	-	-	-	-	198,409	185,788
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	18,871	17,389	(173)	2	178	-	-	-	36,266	60,542
Auditor General	0800	1,280	-	-	-	-	-	-	-	1,280	-
Other	0900	353,593	-	-	-	-	-	-	-	353,593	386,243
Total By Customer Type	1000	912,436	86,916	84,290	21,580	19,386	-	-	-	1,124,608	780,276

The chart below presents the creditors per their source for the month ending 31 January 2021.

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 31 January 2021.

KZN225 Msunduzi - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M07 January														
Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate *	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial /	Investment Top Up	Closing Balance
		Yrs/Months										Premature Withdrawal (4)		
R thousands														
Municipality														
Call Accounts										254,795	270	(62,758)	70,081	262,388
														-
														-
														-
														-
Municipality sub-total										254,795		(62,758)	70,081	262,388
Entities														
Call Accounts										4,908	8	(932)		3,984
														-
														-
														-
Entities sub-total										4,908		(932)	-	3,984
TOTAL INVESTMENTS AND INTEREST	2									259,703		(63,690)	70,081	266,373

The total consolidated investment balances as at 31 January 2021 amounted to R 266.373 million

2.4 Allocation and Grant receipts and Expenditure

Grant Receipts: The total year to date operational and capital grant receipts for the month of January amounted to R 798.849 million that is inclusive of equitable share of R 534.052 million and Capital transfers of R 239.775 million.

KZN225 Msunduzi - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M07 January

Description	Ref	2019/20		Budget Year 2020/21						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:										
Operating Transfers and Grants										
National Government:		-	608 609	697 607	1 975	547 649	406 937	140 712	34,6%	697 607
Local Government Equitable Share			593 405	682 403		534 052	398 068	135 984	34,2%	682 403
Finance Management			1 700	1 700		1 700	992	708	71,4%	1 700
Municipal Systems Improvement										
EPWP Incentive			4 388	4 388	1 975	3 072	2 560	512	20,0%	4 388
Water Services Operating Subsidy										
Public Transport Infrastructure										
Energy Efficiency and Demand Management										
Operating costs-MIG			9 116	9 116		8 825	5 317	3 508	66,0%	9 116
Provincial Government:		-	66 875	66 875	-	11 424	39 010	(27 586)	-70,7%	66 875
Provincial Government										
Expanded Public Works Grant										
Sport and Recreation										
Human Settlements - Title Deeds Restoration			3 603	3 603			2 102	(2 102)	-100,0%	3 603
Human Settlements - Accredited Municipalities			4 264	4 264			2 487	(2 487)	-100,0%	4 264
Human Settlements - Accredited Municipal RO			24 079	24 079			14 046	(14 046)	-100,0%	24 079
Human Settlements - Housing Development			22 740	22 740			13 265	(13 265)	-100,0%	22 740
Arts and Culture- Community Library Services						766		766		
Arts and Culture- Provincialisation	4		10 200	10 200		10 200	5 950	4 250	71,4%	10 200
Arts and Culture-Museum Subsidies			488	488			285	(285)	-100,0%	488
COGTA			1 500	1 500		458	875	(417)	-47,7%	1 500
District Municipality:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
Other grant providers:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
Total Operating Transfers and Grants	5	-	675 483	764 481	1 975	559 074	445 947	113 126	25,4%	764 481
Capital Transfers and Grants										
National Government:		-	255 267	255 267	-	191 625	148 906	42 719	28,7%	255 267
Municipal Infrastructure Grant (MIG)			187 012	187 012		151 175	109 091	42 084	38,6%	187 012
Public Transport and Systems										
Neighbourhood Development Partnership			35 000	35 000		10 450	20 417	(9 967)	-48,8%	35 000
Dept of Mineral/Electricity										
Intergrated National Electrification Programme										
Municipal Systems Improvement										
Municipal Water Infrastructure Grant			33 255	33 255		30 000	19 399	10 601	54,6%	33 255
Energy Efficiency and Demand Management										
Provincial Government:		-	270 624	270 624	4 181	48 151	157 864	(109 714)	-69,5%	270 624
<i>Airport Development Project</i>										
<i>Sport and Recreation</i>										
<i>KZNPA</i>										
<i>Housing-Military Veterans</i>			6 124	6 124			3 572	(3 572)	-100,0%	6 124
<i>Airport Grant</i>			2 500	2 500		2 500	1 458	1 042	71,4%	2 500
<i>Arts and Culture-Museum Subsidies</i>			774	774			452	(422)	-93,4%	774
<i>COGTA</i>										
<i>Human Settlement</i>			244 264	244 264	4 181	34 635	142 487	(107 853)	-75,7%	244 264
<i>Human Settlement - Housing Accreditation</i>			6 750	6 750			3 938	(3 938)	-100,0%	6 750
<i>Provincial Government:</i>						10 986		10 986		
Arts and Culture-Museum Subsidies - Tatham Art Gallery			10 212	10 212		30	5 957			10 212
District Municipality:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
Other grant providers:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
Total Capital Transfers and Grants	5	-	525 892	525 892	4 181	239 775	306 770	(66 995)	-21,8%	525 892
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	-	1 201 375	1 290 373	6 156	798 849	752 717	46 131	6,1%	1 290 373

Grants Expenditure: The YTD budget grant expenditure for the month of January 2021 amounted to R 752.717 million, and YTD actual expenditure amounted to R 293.017 million

KZN225 Msunduzi - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M07 January

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		-	608 609	697 607	899	9 307	406 937	(397 630)	-97,7%	697 607
Local Government Equitable Share			593 405	682 403			398 068	(398 068)	-100,0%	682 403
Finance Management			1 700	1 700	72	593	992	(398)	-40,2%	1 700
Municipal Systems Improvement							-	-		
EPWP Incentive			4 388	4 388			2 560	(2 560)	-100,0%	4 388
Water Services Operating Subsidy							-	-		
Public Transport Infrastructure					449	3 458		3 458		
Energy Efficiency and Demand Management							-	-		
Operating costs-MIG			9 116	9 116	378	5 256	5 317	(62)	-1,2%	9 116
Provincial Government:		-	66 875	66 875	4 124	32 534	39 010	(6 476)	-16,6%	66 875
Provincial Government:							-	-		
Expanded Public Works Grant					475	1 604		1 604		
Sport and Recreation							-	-		
Human Settlements - Title Deeds Restoration			3 603	3 603			2 102	(2 102)	-100,0%	3 603
Human Settlements - Accredited Municipalities			4 264	4 264			2 487	(2 487)	-100,0%	4 264
Human Settlements - Accredited Municipal RO			24 079	24 079			14 046	(14 046)	-100,0%	24 079
Human Settlements - Housing Development			22 740	22 740	2 363	19 293	13 265	6 028	45,4%	22 740
Arts and Culture- Community Library Services					1 155	7 970		7 970		
Arts and Culture- Provincialisation			10 200	10 200		3 537	5 950	(2 413)	-40,6%	10 200
Arts and Culture-Museum Subsidies			488	488			285	(285)	-100,0%	488
COGTA			1 500	1 500	130	130	875	(745)	-85,1%	1 500
District Municipality:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
Other grant providers:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
Total operating expenditure of Transfers and Grants:		-	675 483	764 481	5 023	41 841	445 947	(404 106)	-90,6%	764 481
Capital expenditure of Transfers and Grants										
National Government:		-	255 267	255 267	1 490	220 275	148 906	71 369	47,9%	255 267
Municipal Infrastructure Grant (MIG)			187 012	187 012	1 396	110 879	109 091	1 788	1,6%	187 012
Public Transport and Systems						88 971		88 971		
Neighbourhood Development Partnership			35 000	35 000		857	20 417	(19 560)	-95,8%	35 000
Dept of Mineral/Electricity								-		
Intergrated National Electrification Programme								-		
Municipal Systems Improvement								-		
Municipal Water Infrastructure Grant			33 255	33 255	95	19 568	19 399	169	0,9%	33 255
Energy Efficiency and Demand Management								-		
Provincial Government:		-	270 624	270 624	957	30 901	157 864	(126 963)	-80,4%	270 624
Arts and Culture-Museum Subsidies								-		
Airport Development Project					957	(448)				
Sport and Recreation										
KZNPA										
Housing-Military Veterans			6 124	6 124		1 050	3 572			6 124
Airport Grant			2 500	2 500			1 458			2 500
Arts and Culture-Museum Subsidies			774	774			452			774
COGTA						30 117				
Human Settlement			244 264	244 264			142 487			244 264
Human Settlement - Housing Accreditation			6 750	6 750			3 938			6 750
Provincial Government:						91				
Arts and Culture-Museum Subsidies - Tatham Art Gallery			10 212	10 212		91	5 957	(5 866)	-98,5%	10 212
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		-	525 892	525 892	2 447	251 176	306 770	(55 594)	-18,1%	525 892
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	1 201 375	1 290 373	7 470	293 017	752 717	(459 700)	-61,1%	1 290 373

Councillor and Board Member and Employee Benefits

KZN225 Msunduzi - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M07 January

Summary of Employee and Councillor remuneration	Ref	2019/20	Budget Year 2020/21								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
R thousands	1	A	B	C						D	
Councillors (Political Office Bearers plus Other)											
Basic Salaries and Wages			15,792	15,792	2,777	19,136	9,212	9,924	108%	15,792	
Pension and UIF Contributions			6,274	6,274	351	2,771	3,660	(889)	-24%	6,274	
Medical Aid Contributions			10,528	10,528	164	1,120	6,141	(5,021)	-82%	10,528	
Motor Vehicle Allowance			10,528	10,528	497	3,868	6,141	(2,274)	-37%	10,528	
Cellphone Allowance			5,264	5,264	225	2,231	3,071	(840)	-27%	5,264	
Housing Allowances			5,264	5,264	11	78	3,071	(2,993)	-97%	5,264	
Other benefits and allowances					8	484		484			
Sub Total - Councillors			-	53,650	53,650	4,033	29,688	31,296	(1,608)	-5%	53,650
% increase	4										
Senior Managers of the Municipality	3										
Basic Salaries and Wages			10,640	10,640	729	4,661	6,207	(1,546)	-25%	10,640	
Pension and UIF Contributions			1,458	1,458	859	6,013	851	5,162	607%	1,458	
Medical Aid Contributions			160	160	10	67	94	(27)	-29%	160	
Performance Bonus			666	666	0	247	388	(141)	-36%	666	
Motor Vehicle Allowance			1,278	1,278	90	672	746	(74)	-10%	1,278	
Cellphone Allowance			111	111	13	93	65	28	43%	111	
Housing Allowances			756	756	2	14	441	(428)	-97%	756	
Sub Total - Senior Managers of Municipality			-	15,070	15,070	1,702	11,765	8,791	2,974	34%	15,070
% increase	4										
Other Municipal Staff											
Basic Salaries and Wages			904,436	904,436	63,976	452,430	527,588	(75,158)	-14%	904,436	
Pension and UIF Contributions			188,647	188,647	13,390	95,035	110,044	(15,009)	-14%	188,647	
Medical Aid Contributions			70,301	70,301	5,448	36,584	41,009	(4,425)	-11%	70,301	
Overtime			73,644	73,644	8,531	68,800	42,959	25,841	60%	73,644	
Performance Bonus			70,366	70,366	19	63,359	41,047	22,313	54%	70,366	
Motor Vehicle Allowance			24,659	24,659	2,339	16,282	14,384	1,897	13%	24,659	
Cellphone Allowance			4,233	4,233	345	2,387	2,469	(82)	-3%	4,233	
Housing Allowances			7,813	7,813	358	2,526	4,558	(2,031)	-45%	7,813	
Other benefits and allowances			46,855	46,855	5,587	42,034	27,332	14,702	54%	46,855	
Long service awards			24,173	24,173	1,925	13,960	14,101	(141)	-1%	24,173	
Sub Total - Other Municipal Staff			-	1,415,127	1,415,127	101,917	793,398	825,491	(32,093)	-4%	1,415,127
% increase	4										
Total Parent Municipality			-	1,483,848	1,483,848	107,652	834,851	865,578	(30,727)	-4%	1,483,848
Unpaid salary, allowances & benefits in arrears:											
Board Members of Entities											
Basic Salaries and Wages						78		78			
Sub Total - Board Members of Entities	2		-	-	-	-	78	-	78	-	
% increase	4										
Senior Managers of Entities											
Basic Salaries and Wages			583	583	52	414	340	74	22%	583	
Pension and UIF Contributions								-			
Medical Aid Contributions			27	27	2	16	16	0	0%	27	
Overtime					3	18		18			
Performance Bonus			62	62	1	4	36	(32)	-88%	62	
Motor Vehicle Allowance			25	25			15	(15)	-100%	25	
Cellphone Allowance			8	8			5	(5)	-100%	8	
Sub Total - Senior Managers of Entities			-	705	705	57	451	411	40	10%	705
% increase	4										
Other Staff of Entities											
Basic Salaries and Wages			6,770	6,770	453	3,630	3,949	(319)	-8%	6,770	
Pension and UIF Contributions			571	571	34	240	333	(93)	-28%	571	
Medical Aid Contributions			890	890	63	443	519	(76)	-15%	890	
Overtime			1,067	1,067	109	561	623	(62)	-10%	1,067	
Performance Bonus			691	691			403	(403)	-100%	691	
Motor Vehicle Allowance			195	195	9	57	114	(57)	-50%	195	
Cellphone Allowance			93	93	5	32	54	(22)	-41%	93	
Other benefits and allowances			85	85			50	(50)	-100%	85	
Sub Total - Other Staff of Entities			-	10,362	10,362	673	4,962	6,044	(1,082)	-18%	10,362
% increase	4										
Total Municipal Entities			-	11,067	11,067	730	5,491	6,456	(964)	-15%	11,067
TOTAL SALARY, ALLOWANCES & BENEFITS			-	1,494,914	1,494,914	108,382	840,342	872,033	(31,691)	-4%	1,494,914
% increase	4										
TOTAL MANAGERS AND STAFF			-	1,441,264	1,441,264	104,349	810,577	840,737	(30,161)	-4%	1,441,264

Councillor Allowances

The expenditure on councillor allowances year to date budget for month of January 2021 amounted to R 31.296 million. The year to date actual councillor's allowance amounted to R 29.688 million.

Employee Benefits

The total consolidated year to date actual salaries expenditure as at 31 January 2021 amounted to R 810.577 million, against the year to date budget of R 840.737 million.

The detailed staff benefits report is contained in the s66 report

2.5 Parent Municipality Financial Performance

REVENUE AND EXPENDITURE ANALYSIS

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;

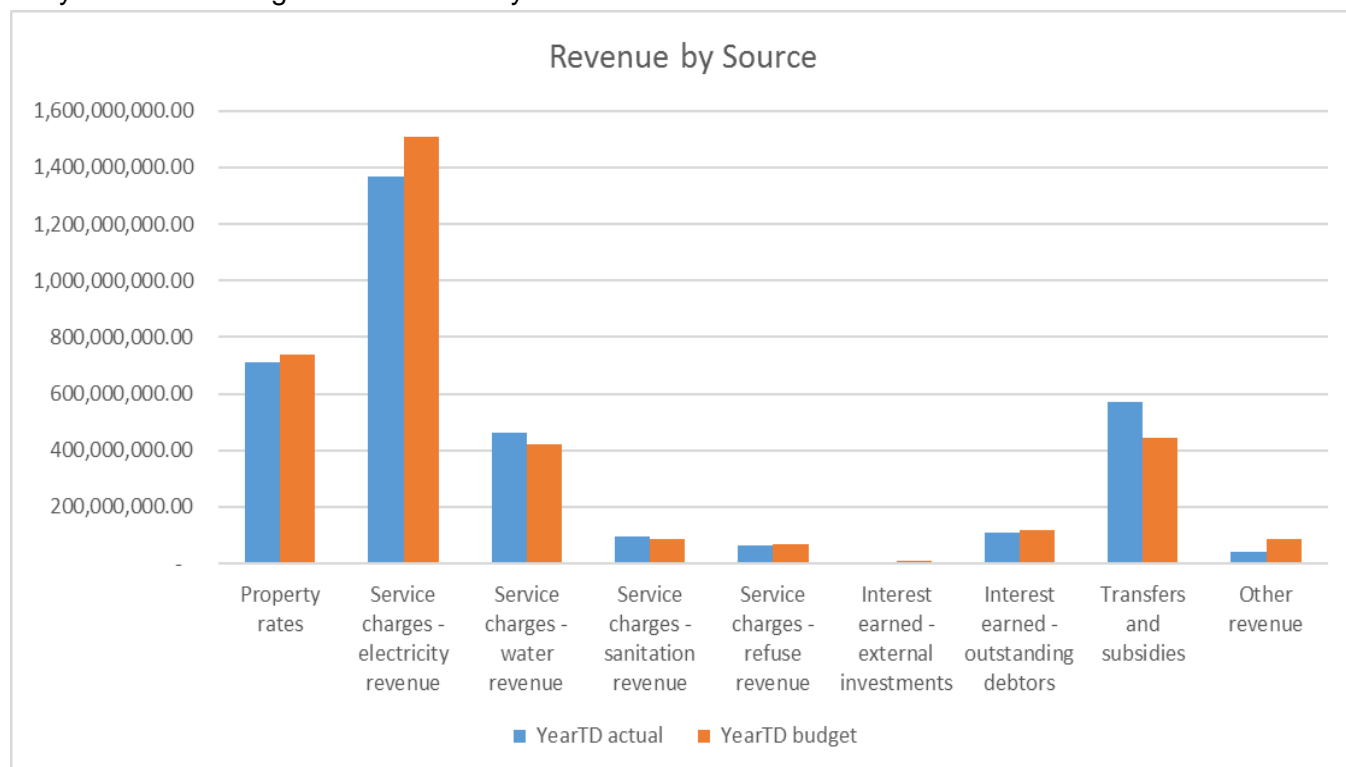
- ✓ Revenue by Source and
- ✓ Operational Expenditure by Type

2.5.1 FINANCIAL PERFORMANCE

REVENUE ANALYSIS

Chart 4: Revenue Analysis

The chart below presents the eighth month's year to date actual revenue movements against the year to date budgets movements by source of revenue.



Service Charges – Electricity Revenue: This is a major revenue source of the Municipality; contributing 40% of the total operating revenue basket as at 31 January 2021. The year to date actual revenue earned from electricity service charges amounted to R 1.367 billion and the year to date budget amounted to R 1.508 billion.

Property Rates: This is the second largest revenue source of the Municipality; contributing 22% of the total operating revenue basket as at 31 January 2021. The year to date actual revenue earned from property rates slightly under performed by -4% when compared to the Year To Date (YTD) Budget.

Service Charges - Water revenue: The revenue earned from Water charges shared 13% of the YTD actual revenue, there is an over performance of 10% when comparing YTD actual to YTD Budget.

Service Charges - sanitation revenue: The revenue earned from Sanitation service charges shared 3% of the YTD actual revenue, and reflects an over performance of 8% when comparing the YTD actual revenue to the YTD budget.

Service Charges - refuse revenue: The revenue earned from refuse service charges shared 2% of the YTD actual revenue, reflects a variance of -8% when comparing the YTD actual revenue to the YTD budget.

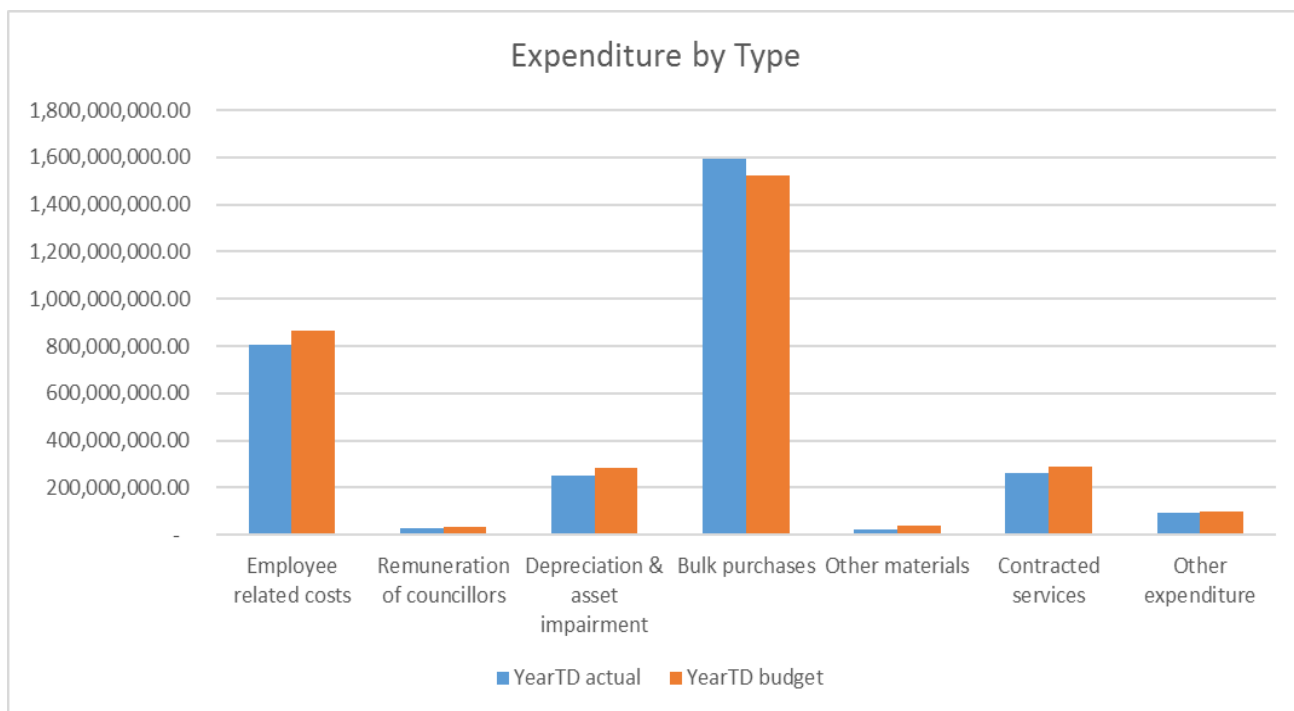
Transfers recognised – Operational is made up of all operational grants funding mainly from the National & Provincial Government Departments, the largest of these being the equitable share.

Interest earned – outstanding debtors contributed 3% to the total operating revenue.

OPERATIONAL EXPENDITURE ANALYSIS

The chart below presents the seventh month's year to date operational expenditure movements against the year to date budget movements by type

Chart 5: Expenditure by Type



Employee Related Costs: There is variance of -7% in respect of actual YTD expenditure on employee related costs against the YTD budget. This is due to post that are vacant and yet to be filled. A detailed line item and business unit analysis of the employee related cost is contained in the MFMA S66 report on staff benefits.

Other Expenditure: The YTD budget amounted to R 95.989 million while the year to date actual costs incurred amounted to R 93.199 million resulting in an under expenditure of R 2.79 million when comparing year to actual against year to date budget.

Finance Charges: The Finance charges have 5% variance when comparing the YTD budget and YTD actual.

Contracted Services: YTD Budget for contracted services amounted to R 286.139 million, whilst the actual year to date amounted to R 259.647 million, resulting in a variance of -9%

2.6 Municipal Entity Financial Performance

Safe City Msunduzi NPC - Table F1 Monthly Budget Statement Summary - M07 January

Description	2019/20	Current Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-
Investment revenue	99	109	-	8	42	64	(0)	-34%	109
Transfers recognised - operational	-	-	-	-	-	-	-	-	-
Other own revenue	13,086	13,563	-	-	5,897	8,845	(3)	-33%	13,563
Total Revenue (excluding capital transfers and contributions)	13,185	13,672	-	8	5,939	8,909	(2,970)	(0)	13,672
Employee costs	10,527	10,951	-	730	5,491	5,572	(81)	(0)	10,951
Remuneration of Board Members	-	-	-	-	-	-	-	-	-
Depreciation and asset impairment	949	950	-	71	489	554	(66)	(0)	950
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	20	39	-	-	11	15	(5)	(0)	39
Transfers and grants	-	-	-	-	-	-	-	-	-
Other expenditure	2,281	2,289	-	69	474	1,148	(674)	(0)	2,289
Total Expenditure	13,777	14,229	-	870	6,464	7,290	(825)	(0)	14,229
Surplus/(Deficit)	(592)	(557)	-	(862)	(526)	1,619	(2,145)	(0)	(557)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(592)	(557)	-	(862)	(526)	1,619	(2,145)	(0)	(557)
Taxation	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(592)	(557)	-	(862)	(526)	1,619	(2,145)	(0)	(557)
Capital expenditure & funds sources									
Capital expenditure	258	284	-	-	170	124	46	0	-
Transfers recognised - capital	258	284	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-
Total sources of capital funds	258	284	-	-	-	-	-	-	-
Financial position									
Total current assets	1,299	1,069	-	-	4,049	-	-	-	1,069
Total non current assets	11,514	11,692	-	-	10,284	-	-	-	11,692
Total current liabilities	650	782	-	-	834	-	-	-	782
Total non current liabilities	-	-	-	-	-	-	-	-	-
Community wealth/Equity	12,163	11,979	-	-	13,499	-	-	-	11,979
Cash flows									
Net cash from (used) operating	(1,777)	(841)	-	(1,224)	2,876	2,029	847	0	(841)
Net cash from (used) investing	(48)	(284)	-	-	(170)	(144)	(25)	0	(284)
Net cash from (used) financing	-	(790)	-	-	-	(395)	395	(0)	(790)
Cash/cash equivalents at the year end	1,321	1,231	3,146	(1,224)	2,706	1,490	1,216	0	1,231

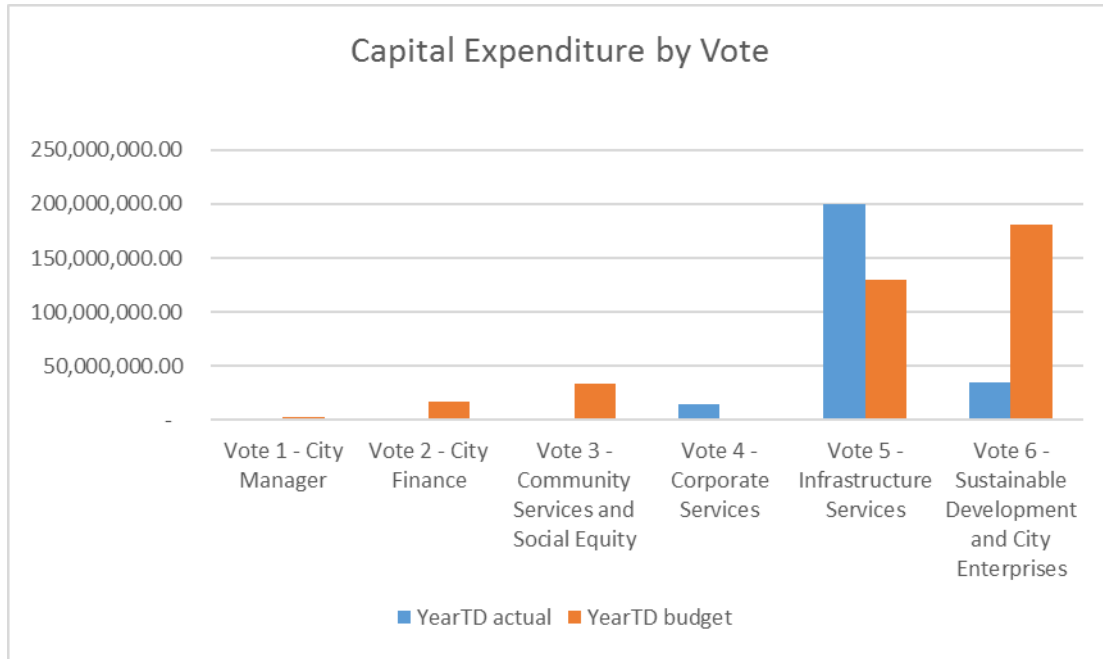
2.7 Capital Programme Performance

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

Month	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
Monthly expenditure performance trend									
July	66,094	48,408		937	937	48,408	47,471	98.1%	0%
August	66,094	48,408		28,293	29,230	96,815	67,585	69.8%	5%
September	66,094	48,408		51,276	80,506	145,223	64,716	44.6%	14%
October	66,094	48,408		34,752	115,258	193,631	78,372	40.5%	20%
November	66,094	48,408		64,917	180,175	242,038	61,863	25.6%	31%
December	66,094	48,408		66,422	246,597	290,446	43,849	15.1%	42%
January	66,094	48,408		4,049	250,646	338,853	88,208	26.0%	43%
February	66,094	48,408				387,261	-		
March	66,094	48,408				435,669	-		
April	66,094	48,408				484,076	-		
May	66,094	48,408				532,484	-		
June	66,094	48,408				580,892	-		
Total Capital expenditure	793,123	580,892	-	250,646					

The Total Year to Date Actual Capital Expenditure as at the end of January 2021 amounted to R 250.646 million.

Chart 5: Capital Expenditure by Vote



KZN225 Msunduzi - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M07 January

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		-	193 018	200 298	202	49 081	116 841	67 760	58,0%	200 298
Roads Infrastructure		-	10 846	10 846	-	-	6 327	6 327	100,0%	10 846
Roads			10 846	10 846			6 327	6 327	100,0%	10 846
Road Structures							-	-		
Electrical Infrastructure		-	133 652	140 932	-	-	82 210	82 210	100,0%	140 932
Power Plants			133 652	140 932			82 210	82 210	100,0%	140 932
HV Substations							-	-		
Water Supply Infrastructure		-	-	-	-	24 679	-	(24 679)		-
Dams and Weirs						7 679		(7 679)		
Water Treatment Works								-		
Bulk Mains								-		
Distribution						17 000		(17 000)		
Sanitation Infrastructure		-	48 521	48 521	202	24 402	28 304	3 902	13,8%	48 521
Pump Station								-		
Reticulation			48 521	48 521	(17)	9 015	28 304	19 289	68,1%	48 521
Waste Water Treatment Works								-		
Outfall Sewers					218	15 387		(15 387)		
Toilet Facilities								-		
Capital Spares								-		
Solid Waste Infrastructure		-	-	-	-	-	-	-		-
Community Assets		-	39 558	39 558	957	1 596	23 076	21 480	93,1%	39 558
Community Facilities		-	39 558	39 558	957	1 596	23 076	21 480	93,1%	39 558
Halls			37 464	37 464		2 044	21 854	19 811	90,6%	37 464
Centres					957	(448)		448		
Galleries			1 356	1 356			791	791	100,0%	1 356
Theatres								-		
Police			738	738			430	430	100,0%	738
Taxi Ranks/Bus Terminals						(0)		0		
Capital Spares								-		
Sport and Recreation Facilities		-	-	-	-	-	-	-		-
Heritage assets		-	33 919	32 019	-	-	18 678	18 678	100,0%	32 019
Monuments								-		
Conservation Areas								-		
Other Heritage			33 919	32 019			18 678	18 678	100,0%	32 019
Investment properties		-	-	-	-	-	-	-		-
Revenue Generating		-	-	-	-	-	-	-		-
Other assets		-	3 800	3 800	-	34 225	2 217	(32 008)	-1444,0%	3 800
Operational Buildings		-	3 800	3 800	-	1 050	2 217	1 167	52,6%	3 800
Municipal Offices			3 800	3 800			2 217	2 217	100,0%	3 800
Yards						1 050		(1 050)		
Housing		-	-	-	-	33 174	-	(33 174)		-
Staff Housing								-		
Social Housing						33 174		(33 174)		
Biological or Cultivated Assets		-	-	-	-	-	-	-		-
Biological or Cultivated Assets		-	-	-	-	-	-	-		-
Intangible Assets		-	46 237	46 237	-	-	26 972	26 972	100,0%	46 237
Servitudes								-		
Licences and Rights		-	46 237	46 237	-	-	26 972	26 972	100,0%	46 237
Computer Software and Applications			46 237	46 237			26 972	26 972	100,0%	46 237
Load Settlement Software Applications								-		
Unspecified								-		
Computer Equipment		-	30 489	30 789	-	4 007	17 961	13 954	77,7%	30 789
Computer Equipment			30 489	30 789		4 007	17 961	13 954	77,7%	30 789
Furniture and Office Equipment		-	26 221	27 421	-	170	15 996	15 826	98,9%	27 421
Furniture and Office Equipment			26 221	27 421		170	15 996	15 826	98,9%	27 421
Machinery and Equipment		-	34 478	37 798	1 604	2 738	22 049	19 310	87,6%	37 798
Machinery and Equipment			34 478	37 798	1 604	2 738	22 049	19 310	87,6%	37 798
Transport Assets		-	-	10 900	-	6 854	6 358	(496)	-7,8%	10 900
Transport Assets				10 900		6 854	6 358	(496)	-7,8%	10 900
Land		-	48 521	48 521	-	-	28 304	28 304	100,0%	48 521
Land			48 521	48 521			28 304	28 304	100,0%	48 521
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals								-		
Total Capital Expenditure on new assets	1	-	456 242	477 342	2 762	98 670	278 449	179 779	64,6%	477 342

KZN225 Msunduzi - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M07

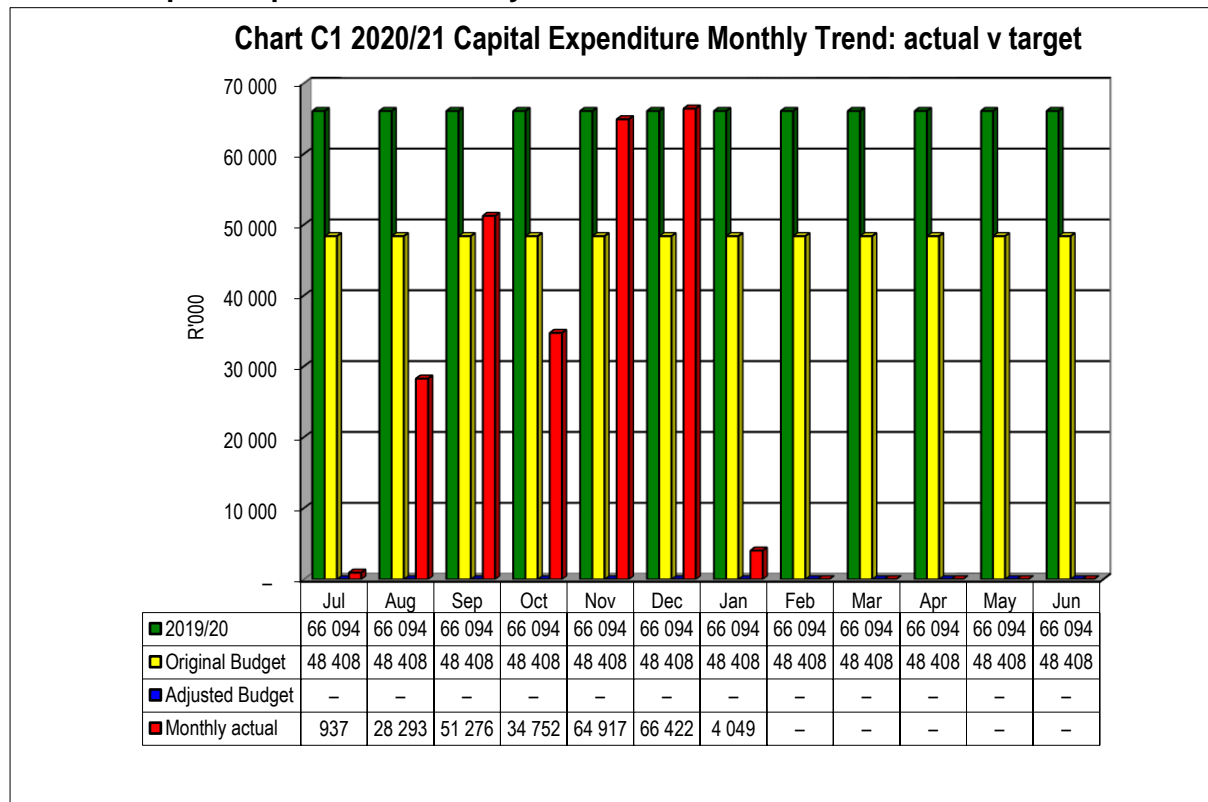
Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		-	7 471	17 471	206	122 221	10 191	(112 029)	-1099,2%	17 471
Roads Infrastructure		-	5 915	15 915	-	103 003	9 283	(93 719)	-1009,5%	15 915
<i>Roads</i>			5 915	15 915		103 003	9 283	(93 719)	-1009,5%	15 915
<i>Road Structures</i>										
<i>Road Furniture</i>										
<i>Capital Spares</i>										
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
<i>Drainage Collection</i>										
<i>Storm water Conveyance</i>										
<i>Attenuation</i>										
Electrical Infrastructure		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	9 785	-	(9 785)		-
<i>Distribution Points</i>						9 785		(9 785)		-
<i>PRV Stations</i>										
<i>Capital Spares</i>										
Sanitation Infrastructure		-	-	-	206	9 433	-	(9 433)		-
<i>Pump Station</i>										
<i>Reticulation</i>					206	3 467		(3 467)		-
<i>Waste Water Treatment Works</i>										
<i>Outfall Sewers</i>						5 966		(5 966)		-
<i>Toilet Facilities</i>										
<i>Capital Spares</i>										
Solid Waste Infrastructure		-	1 556	1 556	-	-	908	908	100,0%	1 556
<i>Landfill Sites</i>			1 556	1 556			908	908	100,0%	1 556
<i>Waste Transfer Stations</i>										
Rail Infrastructure		-	-	-	-	-	-	-		-
<i>Storm water Conveyance</i>										
Coastal Infrastructure		-	-	-	-	-	-	-		-
Information and Communication Infrastructure		-	-	-	-	-	-	-		-
Community Assets		-	-	-	686	1 178	-	(1 178)		-
Community Facilities		-	-	-	686	1 178	-	(1 178)		-
<i>Halls</i>										
<i>Cemeteries/Crematoria</i>					686	1 178		(1 178)		-
<i>Police</i>										
Sport and Recreation Facilities		-	-	-	-	-	-	-		-
<i>Indoor Facilities</i>										
<i>Outdoor Facilities</i>										
<i>Capital Spares</i>										
Heritage assets		-	-	-	-	-	-	-		-
Monuments										
Investment properties		-	-	-	-	-	-	-		-
Revenue Generating		-	-	-	-	-	-	-		-
Other assets		-	-	-	-	-	-	-		-
Operational Buildings		-	-	-	-	-	-	-		-
<i>Municipal Offices</i>										
Housing		-	-	-	-	-	-	-		-
Biological or Cultivated Assets		-	-	-	-	-	-	-		-
Biological or Cultivated Assets										
Intangible Assets		-	-	-	-	-	-	-		-
Servitudes										
Licences and Rights		-	-	-	-	-	-	-		-
Computer Equipment		-	-	-	-	-	-	-		-
Computer Equipment										
Furniture and Office Equipment		-	389	389	-	-	227	227	100,0%	389
Furniture and Office Equipment			389	389			227	227	100,0%	389
Machinery and Equipment		-	7 340	7 340	-	-	4 282	4 282	100,0%	7 340
Machinery and Equipment			7 340	7 340			4 282	4 282	100,0%	7 340
Transport Assets		-	-	-	-	-	-	-		-
Transport Assets										
Land		-	-	-	-	-	-	-		-
Land										
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals										
Total Capital Expenditure on renewal of existing assets	1	-	15 200	25 200	891	123 399	14 700	(108 699)	-739,4%	25 200

KZN225 Msunduzi - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - M07

Description	Ref	Budget Year 2020/21								
		2019/20 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class										
Infrastructure		-	57 032	57 032	270	28 452	33 269	4 817	14,5%	57 032
Roads Infrastructure		-	31 255	31 255	270	26 920	18 232	(8 687)	-47,6%	31 255
Roads		-	31 255	31 255	270	26 920	18 232	(8 687)	-47,6%	31 255
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	16 185	16 185	-	-	9 442	9 442	100,0%	16 185
Power Plants		-	16 185	16 185	-	-	9 442	9 442	100,0%	16 185
HV Substations		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	5 463	5 463	-	-	3 187	3 187	100,0%	5 463
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		-	5 463	5 463	-	-	3 187	3 187	100,0%	5 463
Pump Stations		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-
Pump Station		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	4 128	4 128	-	1 532	2 408	876	36,4%	4 128
Landfill Sites		-	4 128	4 128	-	1 532	2 408	876	36,4%	4 128
Electricity Generation Facilities		-	-	-	-	-	-	-	-	-
Community Assets		-	-	10 000	125	125	5 833	5 708	97,9%	10 000
Community Facilities		-	-	10 000	125	125	5 833	5 708	97,9%	10 000
Halls		-	-	10 000	-	-	5 833	5 833	100,0%	10 000
Centres		-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria		-	-	-	125	125	-	(125)	-	-
Police		-	-	-	-	-	-	-	-	-
Purvs		-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-
Indoor Facilities		-	-	-	-	-	-	-	-	-
Outdoor Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Heritage assets		-	4 067	4 067	-	-	2 372	2 372	100,0%	4 067
Monuments		-	-	-	-	-	-	-	-	-
Historic Buildings		-	-	-	-	-	-	-	-	-
Works of Art		-	-	-	-	-	-	-	-	-
Conservation Areas		-	-	-	-	-	-	-	-	-
Other Heritage		-	4 067	4 067	-	-	2 372	2 372	100,0%	4 067
Investment properties		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Improved Property		-	-	-	-	-	-	-	-	-
Other assets		-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-
Depots		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-
Computer Equipment		-	173	173	-	-	101	101	100,0%	173
Computer Equipment		-	173	173	-	-	101	101	100,0%	173
Furniture and Office Equipment		-	29	29	-	-	17	17	100,0%	29
Furniture and Office Equipment		-	29	29	-	-	17	17	100,0%	29
Machinery and Equipment		-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-
Transport Assets		-	48 150	48 150	-	-	28 087	28 087	100,0%	48 150
Transport Assets		-	48 150	48 150	-	-	28 087	28 087	100,0%	48 150
Land		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Total Capital Expenditure on upgrading of existing	1	-	109 450	119 450	395	28 577	69 679	41 102	59,0%	119 450

The chart below displays monthly trends of the Capital Expenditure and targets.

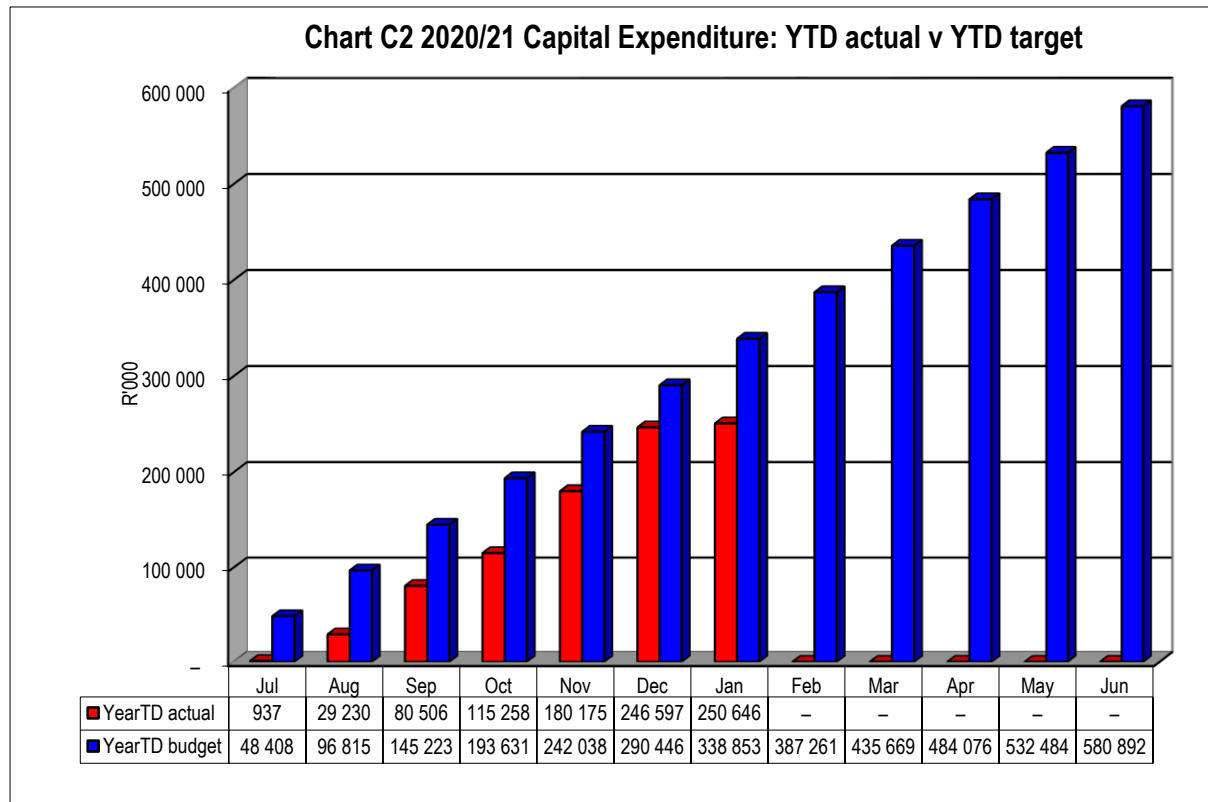
Chart 6: Capital Expenditure Monthly Trend



The Original Budget stipulates the budget for the year. The monthly actual figures stipulate a monthly trend.

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

Chart 7: Capital Expenditure: YTD Actual vs. YTD Target



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

The municipal entity’s report for the month ending 31 January 2021 is attached.

2.8 Municipal Manager's Quality's Certification

Quality Certificate

I, **Madoda Khathide**, the municipal manager of **MSUNDUZI LOCAL MUNICIPALITY**, hereby certify that –

- the monthly budget statement

for the month of **January 2021** has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name: **Madoda Khathide**

Municipal manager of: **MSUNDUZI MUNICIPALITY**

Signature: _____

Date: _____