

Msunduzi Municipality

MFMA s71

January 2021 Report Budget & Treasury Office

MFMA s71 Report – January 2021

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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 then 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		nuary							
	2019/20			200000000000000000000000000000000000000	Budget Ye	ar 2020/21	200000000000000000000000000000000000000	,	
Description	Audited	Original	Adjusted	Monthly	YearTD	YearTD	YTD variance	YTD variance	Full Year
R thousands	Outcome	Budget	Budget	actual	actual	budget		%	Forecast
Financial Performance								70	
		1 260 705	1 000 705	102 042	710 615	740 714	(20.000)	40/	1 060 705
Property rates	-	1,269,795	1,269,795	103,843	710,615	740,714	(30,099)		1,269,795
Service charges	-	3,575,764	3,575,764	274,899	1,988,165	2,085,862	(97,697)		3,575,764
Investment revenue	-	15,260	15,260	682	4,090	8,902	(4,812)		15,260
Transfers and subsidies	-	675,483	764,481	5,023	572,448	445,947	126,500	28%	764,48
Other own revenue	-	381,508 5,917,810	381,508 6,006,808	(1,976) <b>382,471</b>	157,030 <b>3,432,347</b>	222,547 3,503,971	(65,517) (71,624)	-29% - <b>2%</b>	381,508 6,006,808
Total Revenue (excluding capital transfers and contributions)	_								
Employ ee costs	-	1,467,373	1,478,324	103,619	805,163	862,356	(57, 193)		1,478,324
Remuneration of Councillors	-	53,650	53,650	4,033	29,688	31,296	(1,608)		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	-	525,892	525,892	2,447	254,530	306,770	(52,240)	-17%	525,892
and District)			-	-					
Transfers and subsidies - capital (monetary allocations) (National / Provincial	-	-	-	-	-	-	-		-
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									1,345,847
	-	1 441 /18	1 345 847		1 481 028				
	-	1,441,718 1 091 865	1,345,847		1,481,028 820,090				1 091 865
Total non current liabilities	-	1,091,865	1,091,865		820,090				1,091,865 8,825,134
Total non current liabilities Community wealth/Equity									1,091,865 <b>8,825,13</b> 4
Total non current liabilities Community wealth/Equity Cash flows	-	1,091,865 <b>8,779,187</b>	1,091,865 <b>8,825,134</b>	286 219	820,090 <b>8,422,600</b>	450 329	3 307 560	7200/	8,825,134
Total non current liabilities Community wealth/Equity Cash flows Net cash from (used) operating		1,091,865 <b>8,779,187</b> 752,533	1,091,865 <b>8,825,134</b> 787,419	286,218	820,090	459,328	3,307,560	720%	<b>8,825,134</b> 787,419
Total non current liabilities Community wealth/Equity Cash flows Net cash from (used) operating Net cash from (used) investing	-	1,091,865 <b>8,779,187</b> 752,533 (580,892)	1,091,865 <b>8,825,134</b> 787,419 (621,992)	-	820,090 <b>8,422,600</b> (2,848,232) –	(362,828)	(362,828)	100%	<b>8,825,134</b> 787,419 (621,992
Total non current liabilities <u>Community wealth/Equity</u> <u>Cash flows</u> Net cash from (used) operating Net cash from (used) investing Net cash from (used) financing		1,091,865 <b>8,779,187</b> 752,533 (580,892) (79,206)	1,091,865 <b>8,825,134</b> 787,419 (621,992) (79,206)		820,090 <b>8,422,600</b> (2,848,232) – (20,087)	(362,828) (46,204)	(362,828) (26,116)	100% 57%	<b>8,825,134</b> 787,419 (621,992 (79,206
Total non current liabilities Community wealth/Equity Cash flows Net cash from (used) operating Net cash from (used) investing Net cash from (used) financing Cash/cash equivalents at the month/year end		1,091,865 8,779,187 752,533 (580,892) (79,206) 382,436	1,091,865 8,825,134 787,419 (621,992) (79,206) 603,831	– (6,696) –	820,090 <b>8,422,600</b> (2,848,232) - (20,087) <b>(2,398,272)</b>	(362,828) (46,204) <b>567,905</b>	(362,828) (26,116) <b>2,966,177</b>	100% 57% <b>522%</b>	<b>8,825,13</b> 4 787,419 (621,992 (79,206 <b>556,27</b> 0
Total non current liabilities Community wealth/Equity Cash flows Net cash from (used) operating Net cash from (used) investing Net cash from (used) financing Cash/cash equivalents at the month/year end Debtors & creditors analysis	-	1,091,865 <b>8,779,187</b> 752,533 (580,892) (79,206)	1,091,865 <b>8,825,134</b> 787,419 (621,992) (79,206)	-	820,090 <b>8,422,600</b> (2,848,232) – (20,087)	(362,828) (46,204) <b>567,905</b>	(362,828) (26,116)	100% 57%	<b>8,825,134</b> 787,419 (621,992 (79,206
Total non current liabilities Community wealth/Equity Cash flows Net cash from (used) operating Net cash from (used) investing Net cash from (used) financing Cash/cash equivalents at the month/year end Debtors & creditors analysis Debtors Age Analysis	– – – 0-30 Days	1,091,865 8,779,187 752,533 (580,892) (79,206) 382,436 31-60 Days	1,091,865 8,825,134 787,419 (621,992) (79,206) 603,831 61-90 Days	– (6,696) – 91-120 Days	820,090 8,422,600 (2,848,232) - (20,087) (2,398,272) 121-150 Dys	(362,828) (46,204) 567,905 151-180 Dys	(362,828) (26,116) <b>2,966,177</b> 181 Dys-1 Yr	100% 57% 522% Over 1Yr	8,825,134 787,419 (621,992 (79,206 556,270 Total
Total non current liabilities Community wealth/Equity Cash flows Net cash from (used) operating Net cash from (used) investing Net cash from (used) financing Cash/cash equivalents at the month/year end Debtors & creditors analysis Debtors Age Analysis Total By Income Source		1,091,865 8,779,187 752,533 (580,892) (79,206) 382,436	1,091,865 8,825,134 787,419 (621,992) (79,206) 603,831	– (6,696) –	820,090 <b>8,422,600</b> (2,848,232) - (20,087) <b>(2,398,272)</b>	(362,828) (46,204) <b>567,905</b>	(362,828) (26,116) <b>2,966,177</b>	100% 57% <b>522%</b>	8,825,134 787,419 (621,992 (79,206 556,270 Total
Total non current liabilities Community wealth/Equity Cash flows Net cash from (used) operating Net cash from (used) investing Net cash from (used) financing Cash/cash equivalents at the month/year end Debtors & creditors analysis Debtors Age Analysis	– – – 0-30 Days	1,091,865 8,779,187 752,533 (580,892) (79,206) 382,436 31-60 Days	1,091,865 8,825,134 787,419 (621,992) (79,206) 603,831 61-90 Days	– (6,696) – 91-120 Days	820,090 8,422,600 (2,848,232) - (20,087) (2,398,272) 121-150 Dys	(362,828) (46,204) 567,905 151-180 Dys	(362,828) (26,116) <b>2,966,177</b> 181 Dys-1 Yr	100% 57% 522% Over 1Yr	8,825,134 787,419 (621,992 (79,206 556,270

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

Description         Ref Dutcome         Audited Dutcome         Original Budget         Adjusted Budget         Monthly Budget         YearTD actual         YearTD budget           R tousands         1         -         1,572,339         1,661,337         87.336         1,066,955         998,17           Execurity and council         -         1,577,239         1,661,337         87.336         1,066,955         998,17           Execurity and administration         -         1,577,891         1,658,899         66.881         1,065,554         9965,51           Community and public safety         -         369,251         369,251         6,191         7,772         213,31           Community and baccial services         -         10,002         1         52         6,44           Public safety         -         3,769         3,466         1,729         2,11           Health         -         -         -         -         -         -         2,92         0,00         7,93,83         1,91,41           Habuing and development         -         4,1022         4,022         1,047         1,67         39,83         7,91,105         38,33         1,91,41         1,44         1,568,93         1,98,952         1,568,93 <th colspan="13">KZN225 Msunduzi - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M07 January           2019/20         Budget Year 2020/21</th>	KZN225 Msunduzi - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M07 January           2019/20         Budget Year 2020/21												
R housandsDucomeBudgetBudgetactualbudgetR housands1 <t< th=""><th></th><th></th><th></th><th></th><th></th><th></th><th></th></t<>													
R thousands         1         -         -         -         -         -         -           Brexnex and administration         -         -         1,572,339         1,661,337         87,356         1,966,355         986,31           Executive and council         -         -         4,449         4,449         4,475         1,606,354         966,65           Internal audit         -	YTD varian	EY1	YTD v	D variance	e YTD varia	ance	Year						
Revenue - Functional         -         1,572,339         1,661,337         87,356         1,066,356         968,17           Executive and council         -         4,448         4,448         4,75         1,051,321         2,55           Finance and administration         -         4,448         4,475         1,056,356         968,17           Internal audit         -	lget	dget			%	Fore	ecast						
Governance and administration         I         I         I,572,339         I,661,337         87,356         I,066,956         969,11           Executive and council         -         4,448         4,448         4,445         10.05         369,251         10.05         10.05         369,251         10.05         10.05         369,251         6.011         7.723         215.33           Community and public safety         -         -         26.243         25.243         2.322         10.135         15.33           Spot and recreation         -         1.002         11.002         11.002         11.02         21.13         6.44           Public safety         -         3.766         3.769         8.88         1.729         2.11           Housing         -<													
Executive and council         I	<b>69.113</b> 97.84	69,113	3	97,843	3 10%	1.6	561,33						
Finance and administration         I         -         1,567,891         1,567,891         1,567,891         1,656,883         96,881         1,065,334         966,53           Internal audit         -         <			ŝ	(993)			4,44						
Internal audit         I				98,836	1		656,88						
Community and public safety         I         -         369,251         369,251         6,191         75,723         215,33           Community and social services         -         26,243         26,243         26,323         16,155         15,30           Sport and recreation         -         11,002         11,002         1         52         64.4           Public safety         -         3,769         3,769         848         1,729         2,114           Housing         -		_		_		.,.							
Community and social services         -         26,243         26,243         2,332         16,135         15,33           Sport and recreation         -         11,002         11,002         1         52         6,44           Public safety         -         3,769         3,769         848         1,723         2,11           Housing         - <td><b>15.396</b> (139.67</td> <td>215,396</td> <td>6 (</td> <td>(139,673)</td> <td>3) -65%</td> <td>3</td> <td>369,25</td>	<b>15.396</b> (139.67	215,396	6 (	(139,673)	3) -65%	3	369,25						
Sport and recreation         -         11.002         11.002         1         55         6.4.4           Public safely         -         3,769         3,769         848         1,729         2,11           Housing         -         328,237         328,237         3,010         57,808         191,41           Health         - <td></td> <td>15,308</td> <td>\$</td> <td>826</td> <td></td> <td></td> <td>26,24</td>		15,308	\$	826			26,24						
Public selety         -         3,769         3,769         848         1,729         2,11           Housing         -         328,237         328,237         3,010         57,808         191,41           Health         -				(6,366)			11,00						
Housing         -         328,237         328,237         328,237         3,010         57,808         191,44           Health         - <td></td> <td></td> <td>6</td> <td>(470)</td> <td>1</td> <td></td> <td>3,76</td>			6	(470)	1		3,76						
Health         -         -         -         -         -         -         -           Economic and environmental services         -         106,923         106,923         1,771         123,454         62,33           Planning and development         -         41,022         41,022         1,047         1,676         23,93           Read transport         -         65,793         65,793         719         121,750         38,33           Environmental protection         -         4,331,954         4,331,957         287,622         24,04,814         2,526,72           Energy sources         -         2,655,003         1,800,05         1,386,52         1,586,73           Water management         -         1,253,550         1,253,174         80,100         738,583         731,00           Waste management         -         249,859         249,859         9,787         96,665         145,77           Other         4         -         63,611         63,611         1,978         15,931         37,10           Total Revenue - Functional         2         -         6,444,076         6,532,700         384,918         3,666,678         3,810,74           Expenditure - Functional <td< td=""><td></td><td></td><td></td><td>(133,664)</td><td></td><td></td><td>328,23</td></td<>				(133,664)			328,23						
Economic and environmental services         -         106,923         106,923         1,771         123,454         62,33           Planning and development         -         41,022         41,022         1,047         1,676         23,93           Road transport         -         65,793         65,793         719         121,750         38,33           Environmental protection         -         0.06         108         5         2.9         6           Trading services         -         2,655,003         2,655,003         180,005         1,38,552         1,547,74           Water management         -         1253,576         1,253,174         80,100         738,953         731,012           Waste management         -         1253,572         173,542         177,300         171,161         101,22           Waste management         -         249,859         249,859         9,787         96,065         145,77           Other         4         -         63,611         6,532,700         384,918         3,686,878         3,810,74           Expenditure - Functional         2         -         6,444,078         6,532,700         384,918         3,686,678         3,810,77           Expenditure -	- (100,00	-	- (	(100,004)	-) -10/0		20,20						
Planning and development         -         41,022         41,022         1,047         1,676         23,93           Road transport         -         -         65,793         65,793         719         121,750         38,33           Environmental protection         -         -         108         108         5         2.9         6           Trading services         -         2,655,003         2,65,003         180,005         1,398,552         1,543,74           Water management         -         1,253,550         1,253,174         80,005         1398,552         1,543,74           Waste water management         -         1,253,550         1,253,174         80,005         145,77           Other         4         -         63,611         63,611         1,978         15,931         37,101           Total Revenue - Functional         2         -         6,444,078         6,532,700         384,918         3,656,878         3,810,74           Expenditure - Functional         -         1,354,265         1,360,779         135,902         576,562         793,74           Governance and administration         -         1,134,546         1,967,719         132,902         576,562         793,74         2	<b>62 372</b> 61 08	62 372	,	61,082	2 98%	1	106,92						
Road transport         -         65,793         67,793         719         121,750         38,33           Environmental protection         -         108         108         5         29         6           Trading services         -         4,331,954         4,331,578         287,622         2,404,814         2,526,73           Energy sources         -         2,655,003         2,655,003         180,005         1,398,552         1,548,74           Water management         -         1,253,550         1,253,174         80,100         738,583         731,01           Waste management         -         249,859         249,859         9,787         96,065         145,773           Other         4         -         63,611         63,611         1,978         15,931         37,100           Total Revenue - Functional         2         -         6,44,078         6,532,700         384,918         3,666,878         3,810,779           Expenditure - Functional         -         1,354,265         1,360,779         135,902         576,562         793,74           Expenditure - Functional         -         1,194,546         1,195,180         126,611         507,616         697,11           Internal				(22,254)			41,02						
Environmental protection         -         108         108         5         2.9         6.6           Trading services         -         4,331,954         4,331,578         287,622         2,404,814         2,526,72           Energy sources         -         2,655,003         2,655,003         180,005         1,398,552         1,548,73           Water management         -         1,253,550         1,253,174         80,100         738,583         731,01           Waste water management         -         249,859         249,859         9,787         96,065         145,77           Other         4         -         63,611         63,611         1,978         15,931         37,100           Other         2         -         6,444,078         6,532,700         384,918         3,666,878         3,810,74           Expenditure - Functional         2         -         6,444,078         6,532,700         384,918         3,666,878         3,810,74           Expenditure - Sunctional         -         1,354,265         1,360,779         135,902         576,562         793,704           Expenditure - Sunctional         -         1,354,265         1,360,779         135,902         576,562         793,704 <td></td> <td></td> <td></td> <td>83,371</td> <td></td> <td></td> <td>65,79</td>				83,371			65,79						
Trading services         -         4,331,954         4,331,578         287,622         2,404,814         2,526,77           Energy sources         -         2,655,003         180,005         1,398,552         1,548,74           Water management         -         1,253,550         1,253,174         80,100         738,583         731,00           Waste water management         -         173,542         177,304         171,1614         101,22           Waste management         -         249,859         249,859         9,787         96,065         145,72           Other         4         -         63,611         65,32,700         384,918         3,686,878         3,810,70           Expenditure - Functional         2         -         6,444,078         6,522,700         384,918         3,666,878         3,810,70           Expenditure - Functional         -         1,354,265         1,360,779         135,902         576,562         793,74           Finance and administration         -         1,194,546         1,195,180         126,611         507,661         697,14           Internal aduti         -         21,937         21,937         1,222         8,776         12,88           Community and public safety </td <td></td> <td>1</td> <td>\$</td> <td></td> <td></td> <td></td> <td></td>		1	\$										
Energy sources         –         2,655,003         2,655,003         180,005         1,398,552         1,548,74           Water management         –         1,253,550         1,253,174         80,100         738,583         731,01           Waste water management         –         173,542         177,304         171,614         101,22           Waste management         –         249,859         249,859         9,787         96,065         145,74           Other         4         –         63,611         6,532,700         384,918         3,666,878         3,810,74           Total Revenue - Functional         2         –         6,444,078         6,532,700         384,918         3,666,878         3,810,74           Expenditure - Functional         1         –         1,354,265         1,360,779         135,902         576,562         793,74           Finance and administration         –         1,194,546         1,195,180         126,611         507,616         697,14           Internal audit         –         21,937         11,222         8,776         12,82           Community and social services         –         128,374         10,516         92,333         74,88           Sport and recreation	<b>F</b>		- <b>F</b>	(34)			10						
Water management         -         1.253,550         1.253,174         80,100         738,583         731,01           Waste water management         -         173,542         177,3542         17,730         171,614         101,22           Waste management         -         249,859         249,859         9,787         96,065         145,74           Other         4         -         63,611         63,611         1,978         15,931         37,10           Total Revenue - Functional         2         -         6,444,078         6,532,700         384,918         3,686,878         3,810,74           Expenditure - Functional         2         -         6,444,078         6,532,700         384,918         3,686,878         3,810,74           Expenditure - Functional         2         -         6,444,078         6,532,700         384,918         3,686,878         3,810,74           Expenditure - Functional         -         11,354,265         1,360,779         135,902         576,562         793,74           Expenditure - Functional         -         11,94,546         1,195,180         126,611         507,616         697,14           Internal audit         -         11,94,546         1,195,180         126,611				(121,940)			331,57						
Waste water management         -         173,542         173,342         17,730         171,614         101,22           Waste management         -         249,859         249,859         9,787         96,065         145,77           Other         4         -         63,611         63,611         1,978         15,931         37,10           Total Revenue - Functional         2         -         6,444,078         6,532,700         384,918         3,686,878         3,810,74           Expenditure - Functional         2         -         6,444,078         6,532,700         384,918         3,686,878         3,810,74           Expenditure - Functional         -         1,354,265         1,360,779         135,902         576,562         793,74           Executive and council         -         1,194,546         1,195,180         126,611         507,616         697,14           Internal audit         -         21,997         21,987         1,222         8,776         12,83           Community and public safety         -         425,555         473,668         38,191         313,747         276,30           Sport and recreation         -         114,418         140,472         13,196         107,707         81,94				(150,200)			655,00						
Waste management         -         249,859         249,859         9,787         96,065         145,74           Other         4         -         63,611         63,811         1,978         15,931         37,11           Total Revenue - Functional         2         -         6,444,078         6,532,700         384,918         3,666,878         3,810,72           Expenditure - Functional         2         -         1,354,265         1,360,779         135,902         576,562         793,72           Expenditure - Functional         -         1,354,265         1,360,779         135,902         576,562         793,72           Executive and council         -         1,194,546         1,195,180         126,611         507,616         697,112           Internal audit         -         21,987         21,987         1,222         8,776         128,874           Community and public safety         -         425,555         473,668         38,191         313,747         276,30           Public safety         -         92,359         140,472         13,196         107,707         81,99           Housing         -         274         274         728         5,700         106           Exc				7,564			253,1						
Other         4         -         63,611         63,611         1,978         15,931         37,11           Total Revenue - Functional         2         -         6,444,078         6,532,700         384,918         3,686,878         3,810,77           Expenditure - Functional         -         1,354,265         1,360,779         135,902         576,562         793,74           Executive and council         -         137,732         143,612         8,070         60,170         83,71           Finance and administration         -         1,194,546         1,195,180         126,611         507,616         697,18           Internal audit         -         21,987         21,987         1,222         8,776         12,83           Community and public safety         -         425,555         473,668         38,191         313,747         276,33           Community and social services         -         114,418         114,418         9,408         69,604         66,74           Public safety         -         90,130         90,130         4,344         38,342         52,57           Health         -         274         274         728         5,700         106           Exconomic and environme				70,381			173,54						
Total Revenue - Functional         2         -         6,444,078         6,532,700         384,918         3,686,878         3,810,77           Expenditure - Functional         -         1,354,265         1,360,779         135,902         576,562         793,74           Executive and council         -         137,732         143,612         8,070         60,170         83,71           Finance and administration         -         1,194,546         1,195,180         126,611         507,616         697,18           Internal audit         -         21,987         21,987         1,222         8,776         12,82           Community and public safety         -         425,555         473,668         38,191         313,747         276,300           Sport and recreation         -         114,418         114,418         9,408         69,604         66,74           Public safety         -         92,359         140,472         13,196         107,707         81,94           Health         -         274         274         728         5,700         106           Economic and environmental services         -         288,173         290,734         24,407         185,805         169,55           Planning and				(49,686)	1		249,85						
Expenditure - Functional         -         1,354,265         1,360,779         135,902         576,562         793,74           Governance and administration         -         1,37,732         143,612         8,070         60,170         83,77           Finance and administration         -         1,194,546         1,196,180         126,611         507,616         697,18           Internal audit         -         21,987         21,987         1,222         8,776         12,837           Community and public safety         -         425,555         473,668         38,191         313,747         276,300           Community and social services         -         128,374         128,374         10,516         92,393         74,800           Sport and recreation         -         114,418         14,418         9,408         69,604         66,74           Public safety         -         92,359         140,472         13,196         107,707         81,94           Health         -         274         274         728         5,700         16           Economic and environmental services         -         288,173         290,734         24,407         185,805         169,55           Planning and development		37,106		(21,176)			63,61						
Governance and administration-1,354,2651,360,779135,902576,562793,74Executive and council-137,732143,6128,07060,17083,77Finance and administration-1,194,5461,195,180126,611507,616697,180Internal audit-21,98721,9871,2228,77612,825Community and public safety-425,555473,66838,191313,747276,30Community and social services-114,418114,4189,40869,60466,74Sport and recreation-114,418114,4189,40869,60466,74Public safety-92,359140,47213,196107,70781,94Housing-90,13090,1304,34438,34252,55Health-2742747285,700106Economic and environmental services-28,8173290,73424,407185,805169,59Planning and development-92,24092,2404,92637,75153,80107,27Environmental protection-24,86524,8651,60511,99314,50Trading services-2,291,3322,291,332142,8521,331,7491,336,67Waste management84,264526,819-Waste management-931,930931,93020,508140,177543,62Waste management-129,7	10,742 (123,86	310,742	2 (	(123,864)	4) -3%	6,5	532,70						
Governance and administration         -         1,354,265         1,360,779         135,902         576,562         793,74           Executive and council         -         137,732         143,612         8,070         60,170         83,77           Finance and administration         -         1,194,546         1,195,180         126,611         507,616         697,18           Internal audit         -         21,987         21,987         1,222         8,776         12,87           Community and public safety         -         425,555         473,668         38,191         313,747         276,303           Community and social services         -         114,418         144,418         9,408         69,604         66,74           Public safety         -         92,359         140,472         13,196         107,707         81,94           Housing         -         90,130         90,130         4,344         38,342         52,55           Health         -         274         274         728         5,700         166           Economic and environmental services         -         288,173         290,734         24,407         185,805         169,56           Planning and development         -													
Executive and council       -       137,732       143,612       8,070       60,170       83,77         Finance and administration       -       1,194,546       1,195,180       126,611       507,616       697,18         Internal audit       -       21,987       21,987       1,222       8,776       12,83         Community and public safety       -       425,555       473,668       38,191       313,747       276,33         Community and social services       -       128,374       128,374       10,516       92,393       74,86         Sport and recreation       -       114,418       114,418       9,408       69,604       66,74         Public safety       -       92,359       140,472       13,196       107,707       81,99         Housing       -       90,130       90,130       4,344       38,342       52,57         Health       -       274       274       728       5,700       106         Economic and environmental services       -       288,173       290,734       24,407       185,805       169,56         Planning and development       -       92,240       92,240       4,926       37,751       53,80         Road transport<	93.788 (217.22	93,788	8 (	(217,225)	5) -27%	1.3	360,77						
Finance and administration-1,194,5461,195,180126,611507,616697,18Internal audit-21,98721,9871,2228,77612,82Community and public safety-425,555473,66838,191313,747276,33Community and social services-118,374128,37410,51692,39374,88Sport and recreation-114,418114,4189,40869,60466,74Public safety-92,359140,47213,196107,70781,94Housing-27742747285,700116Economic and environmental services-288,173290,73424,407185,805169,59Planning and development-92,24092,2404,92637,75153,80Finances-24,86524,8651,60511,99314,50Trading services-3,353,0473,353,047256,6092,067,8051,955,94Waste management84,264526,819-Waste management-129,784129,7848,98469,06075,70		83,774		(23,603)			143,61						
Internal audit         -         21,987         21,987         1,222         8,776         12,82           Community and public safety         -         425,555         473,668         38,191         313,747         276,333           Community and social services         -         128,374         128,374         10,516         92,393         74,865           Sport and recreation         -         114,418         114,418         9,408         69,604         66,74           Public safety         -         92,359         140,472         13,196         107,707         81,94           Health         -         274         274         728         5,700         166           Economic and environmental services         -         288,173         290,734         24,407         185,805         169,59           Planning and development         -         92,240         92,240         4,926         37,751         53,80           Road transport         -         171,069         173,630         17,876         136,061         101,28           Energy sources         -         3,353,047         3,353,047         3,353,047         256,609         2,067,805         1,955,94           Maste management <th< td=""><td></td><td></td><td></td><td>(189,572)</td><td>1</td><td></td><td>195,18</td></th<>				(189,572)	1		195,18						
Community and public safety-425,555473,66838,191313,747276,30Community and social services-128,374128,37410,51692,39374,88Sport and recreation-114,418114,4189,40869,60466,74Public safety-92,359140,47213,196107,70781,94Housing-90,13090,1304,34438,34252,57Health-2742747285,700166Economic and environmental services-288,173290,73424,407185,805169,59Planning and development-92,24092,2404,92637,75153,80Road transport-171,069173,63017,876136,061101,28Environmental protection-24,86524,8651,60511,99314,50Trading services-2,291,3322,291,332142,8521,331,7491,36,66Waste water management84,264526,819-Waste water management-129,784129,7848,98469,06075,70		12,825		(4,050)			21,98						
Community and social services         -         128,374         128,374         10,516         92,393         74,88           Sport and recreation         -         114,418         114,418         9,408         69,604         66,74           Public safety         -         92,359         140,472         13,196         107,707         81,94           Housing         -         90,130         90,130         4,344         38,342         52,57           Health         -         274         274         728         5,700         16           Economic and environmental services         -         288,173         290,734         24,407         185,805         169,59           Planning and development         -         92,240         92,240         4,926         37,751         53,80           Road transport         -         171,069         173,630         17,876         136,061         101,22           Environmental protection         -         24,865         24,865         1,605         11,993         14,50           Trading services         -         2,291,332         2,291,332         142,852         1,331,749         1,336,61           Water management         -         -         - </td <td></td> <td></td> <td></td> <td>37,441</td> <td></td> <td></td> <td>473,66</td>				37,441			473,66						
Sport and recreation         -         114,418         114,418         9,408         69,604         66,74           Public safety         -         92,359         140,472         13,196         107,707         81,94           Housing         -         90,130         90,130         4,344         38,342         52,57           Health         -         274         274         728         5,700         116           Economic and environmental services         -         288,173         290,734         24,407         185,805         169,59           Planning and development         -         92,240         92,240         4,926         37,751         53,80           Road transport         -         171,069         173,630         17,876         136,061         101,26           Environmental protection         -         24,865         24,865         1,605         11,993         14,50           Trading services         -         2,291,332         2,291,332         142,852         1,331,749         1,336,67           Waste management         -         -         -         84,264         526,819         -           Waste management         -         931,930         931,930 <td< td=""><td></td><td>1</td><td>2</td><td>17,509</td><td></td><td></td><td>128,37</td></td<>		1	2	17,509			128,37						
Public safety         -         92,359         140,472         13,196         107,707         81,94           Housing         -         90,130         90,130         4,344         38,342         52,57           Health         -         274         274         728         5,700         16           Economic and environmental services         -         288,173         290,734         24,407         185,805         169,59           Planning and development         -         92,240         92,240         4,926         37,751         53,80           Road transport         -         171,069         173,630         17,876         136,061         101,28           Environmental protection         -         24,865         24,865         1,605         11,993         14,50           Trading services         -         3,353,047         3,353,047         256,609         2,067,805         1,955,94           Energy sources         -         2,291,332         2,291,332         142,852         1,331,749         1,336,66           Waste management         -         -         -         84,264         526,819         -           Waste management         -         129,784         129,784				2,860			120,01 114,41						
Housing         -         90,130         90,130         4,344         38,342         52,57           Health         -         274         274         728         5,700         16           Economic and environmental services         -         288,173         290,734         24,407         185,805         169,55           Planning and development         -         92,240         92,240         4,926         37,751         53,80           Road transport         -         171,069         173,630         17,876         136,061         101,22           Environmental protection         -         24,865         24,865         1,605         11,993         14,505           Trading services         -         3,353,047         3,353,047         256,609         2,067,805         1,955,94           Energy sources         -         2,291,332         2,291,332         142,852         1,331,749         1,336,67           Waste water management         -         -         -         84,264         526,819         -           Waste management         -         931,930         931,930         20,508         140,177         543,62           Waste management         -         129,784         129,784			8	25,765			140,47						
Health         -         274         274         728         5,700         16           Economic and environmental services         -         288,173         290,734         24,407         185,805         169,59           Planning and development         -         92,240         92,240         4,926         37,751         53,80           Road transport         -         171,069         173,630         17,876         136,061         101,26           Environmental protection         -         24,865         24,865         1,605         11,993         14,50           Trading services         -         3,353,047         3,353,047         256,609         2,067,805         1,306,61           Water management         -         -         -         84,264         526,819         -           Waste water management         -         931,930         931,930         20,508         140,177         543,62           Waste management         -         129,784         129,784         8,984         69,060         75,70		1	ş	(14,233)			90,13						
Economic and environmental services         -         288,173         290,734         24,407         185,805         169,59           Planning and development         -         92,240         92,240         4,926         37,751         53,80           Road transport         -         171,069         173,630         17,876         136,061         101,28           Environmental protection         -         24,865         24,865         1,605         11,993         14,50           Trading services         -         3,353,047         3,353,047         256,609         2,067,805         1,955,94           Energy sources         -         2,291,332         2,291,332         142,852         1,331,749         1,336,67           Waste water management         -         -         -         84,264         526,819         -           Waste management         -         129,784         129,784         8,984         69,060         75,70				5,540			27						
Planning and development         -         92,240         92,240         4,926         37,751         53,80           Road transport         -         171,069         173,630         17,876         136,061         101,28           Environmental protection         -         24,865         24,865         1,605         11,993         14,50           Trading services         -         3,353,047         3,353,047         256,609         2,067,805         1,955,94           Energy sources         -         2,291,332         2,291,332         142,852         1,331,749         1,336,67           Waster management         -         -         -         84,264         526,819         -           Waste water management         -         931,930         931,930         20,508         140,177         543,62           Waste management         -         129,784         129,784         8,984         69,060         75,77			5	16,210			290,7						
Road transport         -         171,069         173,630         17,876         136,061         101,28           Env ironmental protection         -         24,865         24,865         1,605         11,993         14,50           Trading services         -         3,353,047         3,353,047         256,609         2,067,805         1,395,94           Energy sources         -         2,291,332         2,291,332         142,852         1,331,749         1,336,67           Water management         -         -         -         84,264         526,819         -           Waste water management         -         931,930         931,930         20,508         140,177         543,62           Waste management         -         129,784         129,784         8,984         69,060         75,70		1	1	(16,055)			92,24						
Environmental protection         -         24,865         24,865         1,605         11,993         14,50           Trading services         -         3,353,047         3,353,047         256,609         2,067,805         1,955,94           Energy sources         -         2,291,332         2,291,332         142,852         1,331,749         1,336,60           Water management         -         -         -         84,264         526,819         -           Waste water management         -         931,930         931,930         20,508         140,177         543,62           Waste management         -         129,784         129,784         8,984         69,060         75,70			5		1		92,24 173,63						
Trading services         -         3,353,047         3,353,047         256,609         2,067,805         1,955,94           Energy sources         -         2,291,332         2,291,332         142,852         1,331,749         1,336,64           Water management         -         -         -         84,264         526,819         -           Waste water management         -         931,930         931,930         20,508         140,177         543,62           Waste management         -         129,784         129,784         8,984         69,060         75,70		1	1	34,777									
Energy sources         -         2,291,332         2,291,332         142,852         1,331,749         1,336,67           Water management         -         -         -         84,264         526,819         -           Waste water management         -         931,930         931,930         20,508         140,177         543,62           Waste management         -         129,784         129,784         8,984         69,060         75,70		· · · · · ·	- <b>F</b>	(2,512)			24,86						
Water management         -         -         84,264         526,819         -           Waste water management         -         931,930         931,930         20,508         140,177         543,62           Waste management         -         129,784         129,784         8,984         69,060         75,70				111,861			353,04						
Waste water management         –         931,930         931,930         20,508         140,177         543,62           Waste management         –         129,784         129,784         8,984         69,060         75,70		010,000	5	(4,861)		2,2	291,33						
Waste management         –         129,784         129,784         8,984         69,060         75,70		-		526,819		_	-						
		543,626	· ·	(403,449)			931,93						
Uther – 81,301 81,301 4,073 33,974 47,42		75,708		(6,648)			129,78						
		47,426		(13,452)			81,30						
Total Expenditure - Functional         3         -         5,502,340         5,559,528         459,183         3,177,892         3,243,05           Surplus/ (Deficit) for the year         -         941,737         973,172         (74,265)         508,985         567,66		243,058 567,683		(65,166) (58,698)			559,52 973,17						

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

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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 S	tatement - I	Financial F	Performance	(revenue an	d expenditu	re by munici <sub>l</sub>	oal vote) - N	107 January		
Vote Description		2019/20				Budget Ye	ar 2020/21			
	Ref	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 Bu	udget Staten	nent - Finano	cial Performa	nce (revenue	e and expend	diture) - M07	January	-2	5	
		2019/20				Budget Ye	ar 2020/21			
Description	Ref	Audited	Original	Adjusted	Monthly	YearTD	YearTD	YTD variance	YTD variance	Full Year
		Outcome	Budget	Budget	actual	actual	budget			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		-	5,917,810	6,006,808	382,471	3,432,347	3,503,971	(71,624)	-2%	6,006,808
and contributions)										
Expenditure By Type										
Employ ee 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	430,323 58,680	2,620	25,909	34,230	(8,321)	-24%	58,680
							<b>r</b>			• ·
Other expenditure			192,586	164,553	12,289	93,199	95,989	(2,790)	-3%	164,553
								-		
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			525,092	525,052	2,447	204,000	500,770	(32,240)	(0)	525,092
allocations) (National / Provincial Departmental								- 1		
Transfers and subsidies - capital (in-kind - all)								-		
Surplus/(Deficit) after capital transfers &		-	941,737	973,172	(74,265)	508,985	567,683	1		973,172
contributions										
Tax ation								-		
Surplus/(Deficit) after taxation		-	941,737	973,172	(74,265)	508,985	567,683			973,172
Attributable to minorities										
		-	941,737	973,172	(74,265)	508,985	567,683			973,172
Surplus/(Deficit) attributable to municipality										
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 S	tate		oital Expend	iture (munic	ipal vote, fu			nd funding)	- M07 Januar	У
		2019/20			,	Budget Ye	ar 2020/21			
Vote Description	Ref		Original	Adjusted	Monthly	YearTD	YearTD	YTD variance	YTD variance	Full Year
		Outcome	Budget	Budget	actual	actual	budget			Forecast
R thousands	1								%	
Multi-Year expenditure appropriation	2									
Vote 1 - City Manager		-	3,800	3,800	-	-	2,217	(2,217)	-100%	3,80
Vote 2 - City Finance		-	12,500	12,500	-	-	7,292	(7,292)	-100%	12,50
Vote 3 - Community Services and Social Equity		-	23,812	23,812	-	-	13,891	(13,891)	-100%	23,81
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%	168,45
Vote 6 - Sustainable Development and City Enterprises		-	300,600	300,600	957	33,472	175,350	(141,878)	-81%	300,60
Total Capital Multi-year expenditure	4,7	-	509,168	509,168	2,904	159,991	297,014	(137,023)	-46%	509,16
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%	15,80
Vote 3 - Community Services and Social Equity		_	13,700	33,700	-	-	19,658	(19,658)	1	33,70
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%	53,30
Vote 6 - Sustainable Development and City Enterprises		_	10,024	10,024	-	1,050	5,847	(4,797)		10,02
Total Capital single-year expenditure	4	-	71,724	112,824	1,145	90,655	65,814	24,841	38%	112,82
Total Capital Expenditure		-	580,892	621,992	4,049	250,646	362,828	(112,183)	-31%	621,99
			000,002	021,002	4,040	200,040	002,020	(112,100)	-0170	02 1,00
Capital Expenditure - Functional Classification										
Governance and administration		_	32,500	33,300	957	1,056	19,425	(18,369)	-95%	33,30
Executive and council		_	5,000	5,000	351	1,136	2,917	(10,303)		5,00
			27,500		957	(79)	-	1	-100%	-
Finance and administration			27,300	28,300	907	(19)	16,508	(16,588)	-100%	28,30
Internal audit			004 074	004.074		40.040	405 040	-	700/	
Community and public safety		-	324,874	334,874	822	40,843	195,343	(154,500)		334,87
Community and social services			45,972	55,972	811	7,628	32,650	(25,022)	-77%	55,97
Sport and recreation					11	40		40		
Public safety							-	-		-
Housing			278,902	278,902		33,174	162,693	(129,518)	-80%	278,90
Health								-		
Economic and environmental services		-	104,572	114,572	-	77,538	66,834	10,704	16%	114,57
Planning and development			13,936	13,936			8,129	(8,129)	-100%	13,93
Road transport			90,636	100,636		77,538	58,704	18,834	32%	100,63
Environmental protection								-		
Trading services		-	116,445	136,745	2,000	85,635	79,768	5,867	7%	136,74
Energy sources			12,500	22,800	1,592	2,571	13,300	(10,729)	-81%	22,80
Water management			71,931	71,931		36,849	41,960	(5,111)	-12%	71,93
Waste water management			27,514	27,514	407	38,567	16,050	22,517	140%	27,51
Waste management			4,500	14,500		7,649	8,458	(809)	-10%	14,50
Other			2,500	2,500	270	45,573	1,458	44,114	3025%	2,50
Total Capital Expenditure - Functional Classification	3	-	580,892	621,992	4,049	250,646	362,828	(112,183)	-31%	621,99
Funded by:										
National Government			255,267	255,267	678	192,224	148,906	43,318	29%	255,26
			255,267 270,624	255,267 270,624		34,384	148,906			
Provincial Government			210,024	210,024	1,643	34,304	107,004	(123,480)	-10%	270,62
District Municipality Transfers and subsidies - capital (monetary allocations)						100000000000000000000000000000000000000				
Transfers recognised - capital		-	525,892	525,892	2,320	226,608	306,770	(80,162)	-26%	525,89
Demoning	_					500000				
Borrowing	6							-		
Internally generated funds			55,000	96,100	1,729	24,038	56,058	(32,020)	-57%	96,10
Total Capital Funding		-	580,892	621,992	4,049	250,646	362,828	(112,183)	-31%	621,99

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 Mont	hly Budget	Statement - F	inancial Pos	sition - M07 、	January	
		2019/20		Budget Ye	ar 2020/21	
Description	Ref	Audited	Original	Adjusted	YearTD	Full Year
		Outcome	Budget	Budget	actual	Forecast
R thousands	1					
<u>ASSETS</u>						
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 receiv ables						_
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 ourrent coasta						
Non current assets					(741)	
Long-term receivables			0.070		(741)	
Investments			2,970	0.070	707 007	0.070
Investment property			782,333	2,970	707,627	2,970
Investments in Associate			7 444 000	782,333	0 705 454	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
Current liabilities						
Bank overdraft			05 004	05 004	40,400	05 204
Borrow ing			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						
Borrow ing			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

	2019/20				Budget Ye	ar 2020/21			
Description	Audited	Original	Adjusted	Monthly	YearTD	YearTD	YTD variance	YTD variance	Full Year
	Outcome	Budget	Budget	actual	actual	budget	TTD Variance		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
Employ ee 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 /	_	525,892	525,892	2,447	254,530	306,770	(52,240)	-17%	525,892
Provincial and District)									
Transfers and subsidies - capital (monetary allocations) (National /	_	-	_	-	-	-	-		_
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
<u>Cash flows</u>									
Net cash from (used) operating	-	752,533	787,419	(110,233)		459,328	511,687	111%	787,419
Net cash from (used) investing	-	(580,892)	(621,992)	(51,591)		(362,828)	(330,180)	91%	(621,992
Net cash from (used) financing	-	(79,206)	(79,206)	(19,567)		(46,204)		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		8	1	1,124,608

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

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Vote Description		2019/20				Budget Ye	ar 2020/21			
	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Year TD 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 C3 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M07 January

KZN225 Msunduzi - Table C4 Consolida	ted I		udget State	ment - Finan	cial Performa			nditure) - M(	)7 January	
		2019/20				Budget Ye		~~~~~		
Description	Ref	Audited	Original	Adjusted	Monthly	YearTD	YearTD	YTD variance	YTD variance	Full Year
R thousands		Outcome	Budget	Budget	actual	actual	budget		%	Forecast
	-								70	
Revenue By Source			4 000 705	4 000 705	100.040	740.045	740 744	(00.000)	400	4 000 705
Property rates			1,269,795	1,269,795	103,843	710,615	740,714	(30,099)		1,269,795
Service charges - electricity revenue			2,584,776	2,584,776	178,467	1,366,657	1,507,786	(141,128)		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)		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	T	-	5,917,810	6,006,808	382,479	3,438,286	3,503,971	(65,685)	-2%	6,006,808
and contributions)	ļ									
<u>Expenditure By Type</u>							-			_
Employ ee 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)		166,189
Losses				-	,	00,010	00,011	-	• • •	,
Total Expenditure	1	_	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)		
Transfers and subsidies - capital (monetary		_	401,555	445,710	(11,515)	233,323	230,030	(4,307)	(0)	445,710
allocations) (National / Provincial and District)			525,892	525,892	2,447	254,530	306,770	(52,240)	(0)	525,892
allocations) (National / Provincial Departmental										
Agencies, Households, Non-profit Institutions,								-		
Transfers and subsidies - capital (in-kind - all)								_		
Surplus/(Deficit) after capital transfers &		-	927,224	969,610	(75,127)	508,460	565,606	-		969,610
contributions										
Taxation								-		
Surplus/(Deficit) after taxation		-	927,224	969,610	(75,127)	508,460	565,606			969,610
Attributable to minorities								~		
		-	927,224	969,610	(75,127)	508,460	565,606			969,610
Surplus/(Deficit) attributable to municipality										
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 Mon	, , ,	2019/20			- I ,	Budget Yea			5	
Vote Description	Ref	Audited	Original	Adjusted	Monthly	YearTD	YearTD	I		Full Year
		Outcome	Budget	Budget	actual	actual	budget	YTD variance	YTD variance	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)		22,800
Water management			59,255	71,931		36,849	41,960	(5,111)		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)		14,500
Other Total Capital Expenditure - Functional Classification	3	_	2,500 568,215	2,500 621,992	270 <b>4,049</b>	45,573 <b>250,646</b>	1,458 <b>362,828</b>	44,114 ( <b>112,183</b> )	3025%	2,500 621,992
	5		500,210	02 1, <b>3</b> 02	7,073	200,040	552,020	(112,100)	01/0	521,552
Funded by: National Government			255,267	255,267	678	192,393	148,906	43,487	29%	255,26
Provincial Government			270,624	270,624	1,643	34,384	157,864	(123,480)		270,624
District Municipality			210,024	210,024	1,043	04,004	107,004	(120,400)	-10/0	210,024
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 Cons						, January
		2019/20		Budget Yea	ar 2020/21	
Description	Ref	Audited	Original	Adjusted	YearTD	Full Year
R thousands	1	Outcome	Budget	Budget	actual	Forecast
ASSETS	1					
Current assets						
			265 664	587,059	41,496	587,059
Cash			365,664 16,772		266,373	16,772
Call investment deposits				16,772	2,284,075	<b>-</b>
Consumer debtors			2,485,905	2,485,905		2,485,90
Other debtors			67,824	67,824	2,625	67,824
Current portion of long-term receivables				-		
Inventory			36,181	36,181	592,357	36,18
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		2,97
Investment property			782,333	782,333	707,627	782,33
Investments in Associate						
Property, plant and equipment			7,111,998	7,160,598	6,735,438	7,160,59
Biological			1,066	1,066	1,070	1,06
Intangible			46,133	46,133	24,531	46,13
Other non-current assets			395,927	395,927	83,200	395,92
Total non current assets		-	8,340,426	8,389,026	7,551,125	8,389,02
TOTAL ASSETS		_	11,312,770	11,582,765	10,738,051	11,582,76
LIABILITIES						
Current liabilities						
Bank overdraft						
Borrowing			85,381	85,381	40,498	85,38
Consumer deposits			114,344	114,344	124,135	114,34
Trade and other pay ables			1,101,596	1,329,205	1,278,193	1,329,20
Provisions			140,398	1,329,203	39,036	1,329,20
Total current liabilities			1,441,718	1,669,327	1,481,862	1,669,327
Non current liabilities						
Borrow ing			282,086	282,086	285,318	282,08
Provisions			809,779	809,779	534,772	809,77
Total non current liabilities		-	1,091,865	1,091,865	820,090	1,091,86
TOTAL LIABILITIES		_	2,533,583	2,761,192	2,301,953	2,761,19
NET ASSETS	2	_	8,779,187	8,821,573	8,436,099	8,821,57
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)			8,550,274	8,592,659	8,245,658	8,592,65
Reserves			228,913	228,913	190,441	228,91
TOTAL COMMUNITY WEALTH/EQUITY	2	_	8,779,187	8,821,573	8,436,099	8,821,57

### **PART 2 – SUPPORTING DOCUMENTATION**

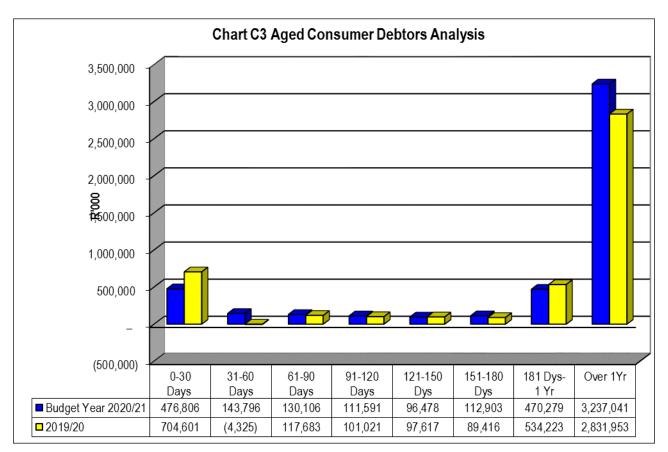
### 2.1 Debtors Analysis

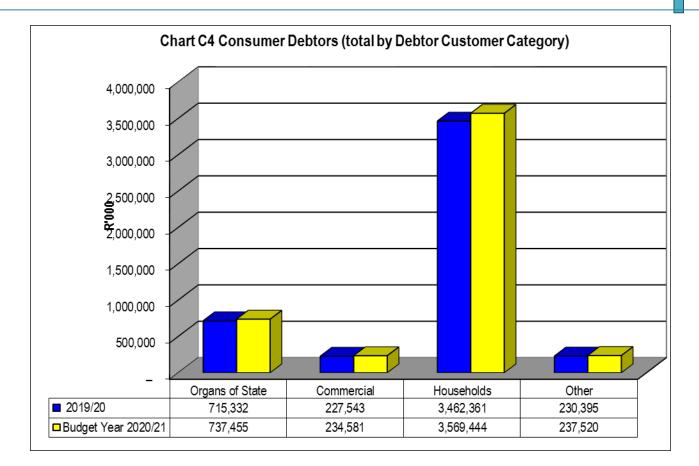
The table presented below summarises the Debtors Age Analysis as at 31 January 2021

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

Description							Budget	Year 2020/21					
R thousands	NT Code	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 over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
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







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:

ouseholds	75%
	ouseholds

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

# 2.2 Creditors Analysis

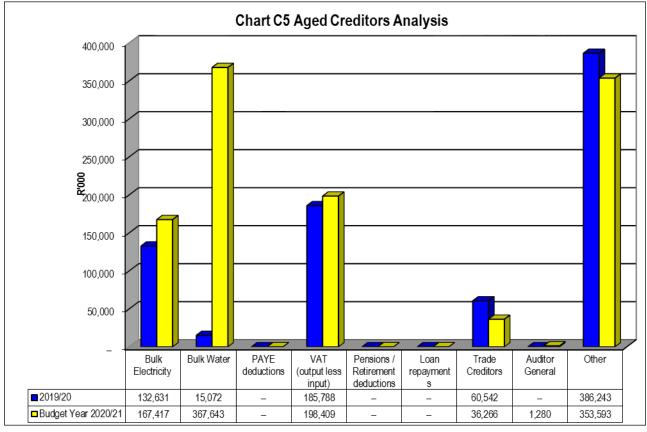
Description					Bud	dget Year 2020	/21				Prior year
Description	NT Code	0 -	31 -	61 -	91 -	121 -	151 -	181 Days -	Over 1	Total	totals for chart
R thousands		30 Days	60 Days	90 Days	120 Days	150 Days	180 Days	1 Year	Year		(same period)
Creditors Age Analysis By Customer Type											
Bulk Electricity	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 repay ments	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

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

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





# 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 Ta	able SC5 Mo	nthly Budge	t 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 ³	Commission Paid (Rands)		Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands		Yrs/Months												
<u>Municipality</u>														
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
														-
														-
														-
														-
														-
Futilities such dadal										4 000		(022)		-
Entities sub-total										4,908		(932)	-	3,984
TOTAL INVESTMENTS AND INTEREST	2									259,703		(63,690)	70,081	266,373
TO THE INVESTIGATE AND INTEREST	4		1			1	1	1		233,103		(00,090)	10,001	200,373

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.

		2019/20			-	Budget Year 2	2020/21			
Description	Ref	Audited	Original	Adjusted	Monthly	YearTD	YearTD	YTD	YTD	Full Year
		Outcome	Budget	Budget	actual	actual	budget	variance	variance	Forecast
R thousands									%	
RECEIPTS:	1,2									
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	19/5	534 052	398 068	135 984	34,0% 34,2%	682 403
Finance Management			1 700	1 700		1 700	992	708	54,2 % 71,4%	1 700
Municipal Systems Improvement			1700	1700		1700	992	- 100	/ 1,4 %	1700
EPWP Incentive			4 388	4 388	1 975	3 072	2 560	- 512	20,0%	4 388
Water Services Operating Subsidy			4 300	4 300	1975	5 012	2 300	512	20,070	4 300
Public Transport Infrastracture										
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			00010				00 010		10,170	
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			2 102	(2 102) (2 487)		4 264
Human Settlements - Accredited Municipalities			24 079	24 079			14 046	(14 046)	1	24 079
Human Settlements - Housing Development			24 07 3	24 013			13 265	(13 265)		24 07 3
Arts and Culture- Community Library Services			22 140	22 140		766	10 200	(13 203) 766	-100,070	22 140
Arts and Culture- Provincialisation	4		10 200	10 200		10 200	5 950	4 250	71,4%	10 200
Arts and Culture-Museum Subsidies	4		488	488		10 200	285	(285)	-100,0%	488
COGTA			1 500	1 500		458	875	(203)	-47,7%	1 500
District Municipality:		-		-	-	-	-	- (411)		-
[insert description]		*****						_		
Other grant providers:		_	_	_	_	_	_	_		_
[insert description]		*****					~~~~~	_		
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								İ		
			055 007	055 007		404.005	4 40 000	10 710	28,7%	055 007
National Government:		-	255 267	255 267	-	191 625	148 906	42 719		255 267
Municipal Infrastructure Grant (MIG)			187 012	187 012		151 175	109 091	42 084	38,6%	187 012
Public Transport and Systems			25.000	25.000		40.450	00.447	-	40.00/	25.000
Neighbourhood Development Partnership			35 000	35 000		10 450	20 417	(9 967)	-48,8%	35 000
Dept of Mineral/Electricity								-		
Intergrated National Electrification Porgramme								-		
Municipal Systems Improvement			22.055	22.055		20,000	40.000	-	54.00/	22.055
Municipal Water Infrastructure Grant			33 255	33 255		30 000	19 399	10 601	54,6%	33 255
Energy Efficiency and Demand Manaagement			270 624	270 624	4 181	48 151	157 864	(100 714)	60 5%	270 624
Provincial Government:		-	2/0 624	2/0 024	4 181	48 151	13/ 804	(109 714)	-69,5%	2/0 624
Airport Development Project								-		
Sport and Recreation								-		
KZNPA Housing Military Votorons			E 104	6 104			2 570	(2 570)	100.0%	6 104
Housing-Military Veterans Airport Grant			6 124 2 500	6 124 2 500		2 500	3 572 1 458	(3 572) 1 042	1	6 124 2 500
Airport Grant Arts and Culture-Museum Subsidies			2 500 774	2 500 774		2 300	458	(422)	71,4% -93,4%	2 500
COGTA			//4	114			402	(422)	-33,4 /0	1/4
Human Settlement			244 264	244 264	4 181	34 635	142 487	- (107 853)	-75,7%	244 264
Human Settlement - Housing Accreditation			244 204 6 750	244 204 6 750	4 101	34 033	3 938	(107 855) (3 938)	1	6 750
Provincial Government:			0730	0750		10 986	0 000	10 986	100,070	0,20
Arts and Culture-Museum Subsidies - Tatham Art Gallery			10 212	10 212		30	5 957	10 000		10 212
District Municipality:				-	-	-	- 3 551	F _	F	-
[insert description]								- 1	F	_
Other grant providers:		-	-	-	-	-	-	- 1	•	-
[insert description]							-	F [	•	_
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
TOTAL RECEIPTO OF TRANSFERS & URANTS	5	-	12013/3	1230313	0100	1 30 049	132111	1 40 131	0,1%	1 230 3/3

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

MFMA s71 Report – January 2021

# **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	<b>D</b> -7	2019/20	0	A		Budget Year		VTC	VTP	Felly
Description	Ref	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)		697 607
Local Government Equitable Share			593 405	682 403	=0	=00	398 068	(398 068)		682 403
Finance Management			1 700	1 700	72	593	992	(398)	-40,2%	1 700
Municipal Systems Improvement			4 200	4 388			0.560	(2.500)	100.0%	4 2 0
EPWP Incentive Water Services Operating Subsidy			4 388	4 300			2 560	(2 560)	-100,0%	4 388
Public Transport Infrastracture					449	3 458		3 458		
Energy Efficiency and Demand Management					-10	0 400		-		
Operating costs-MIG			9 116	9 116	378	5 256	5 317	(62)	-1,2%	9 110
Provincial Government:		-	66 875	66 875	4 124	32 534	39 010	(6 476)	+	66 87
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 74
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:		-	-	-	-	-	-	-		
[insert description]							*****	-	ļ	
Other grant providers:		-	-	-	-	-	-	-		-
[insert description] Total operating expenditure of Transfers and Grants:		_	675 483	764 481	5 023	41 841	445 947	- (404 106)	-90,6%	764 481
	~~~~	-	0/ 3 403	/ 04 40 1	5 025	41 041	445 547	(404 100)	-90,0%	/ 04 40
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) Public Transport and Systems			187 012	187 012	1 396	110 879 88 971	109 091	1 788 88 971	1,6%	187 012
Neighbourhood Dev elopment Partnership			35 000	35 000		857	20 417	(19 560)	-95,8%	35 000
Dept of Mineral/Electricity			55 000	35 000		001	20 417	(13 300)	-33,0 %	00000
Intergrated National Electrification Porgramme								_		
Municipal Systems Improvement								-		
Municipal Water Infrastructure Grant			33 255	33 255	95	19 568	19 399	169	0,9%	33 25
Energy Efficiency and Demand Manaagement								-		
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:			10.010	10 010		91 01	E 0.67	(F 000)	00 50/	10.04
Arts and Culture-Museum Subsidies - Tatham Art Gallery		•	10 212	10 212	-	91	5 957	(5 866)	-98,5%	10 21:
District Municipality:		-	-	-	-	-	-	F [	F	-
Other grant providers:		-	· _	-	-		-	F I	F	-
one grant providers.		-	-	-	-	_	-	F [	F	-
Total capital expenditure of Transfers and Grants		-	525 892	525 892	2 447	251 176	306 770	(55 594)	-18,1%	525 893
· · ·								ļ		
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

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# **Councillor and Board Member and Employee Benefits**

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

		2019/20				Budget Ye	ar 2020/21			
Summary of Employee and Councillor remuneration	Ref	Audited Outcome	Original	Adjusted	Monthly	YearTD actual	YearTD	YTD variance	YTD variance	Full Year Forecast
R thousands		Outcome	Budget	Budget	actual	actual	budget		%	Forecast
	1	A	В	С						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 Allow ance			10,528	10,528	497	3,868	6,141	(2,274)	-37%	10,528
Cellphone Allow ance			5,264	5,264	225	2,231	3,071	(840)	-27%	5,264
Housing Allow ances			5,264	5,264	11	78	3,071	(2,993)	-97%	5,264
Other benefits and allow ances					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 Allow ance			1,278	1,278	90	672	746	(74)	-10%	1,278
Cellphone Allow ance			111	111	13	93	65	28	43%	11'
Housing Allow ances			756	756	2	14	441	(428)	-97%	75
Sub Total - Senior Managers of Municipality		_	15,070	15,070	1,702	11,765	8,791	2,974	34%	15,07
% increase	4		.,	.,	,	,	.,			
Other Municipal Staff										
Basic Salaries and Wages			904,436	904.436	63,976	452,430	527.588	(75, 158)	-14%	904,430
Pension and UIF Contributions			188,647	904,430 188,647	13,390	452,430 95,035	110,044	(15,009)	:	188,64
Medical Aid Contributions			70,301	70,301	5,448	36,584	41,009	(10,005) (4,425)		70,30
							-	1	1	
Overtime			73,644	73,644	8,531	68,800	42,959	25,841	60%	73,64
Performance Bonus			70,366	70,366	19	63,359	41,047	22,313	54%	70,360
Motor Vehicle Allowance			24,659	24,659	2,339	16,282	14,384	1,897	13%	24,65
Cellphone Allow ance			4,233	4,233	345	2,387	2,469	(82)	:	4,23
Housing Allow ances			7,813	7,813	358	2,526	4,558	(2,031)	1	7,813
Other benefits and allow ances			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:			1,400,040	1,400,040	107,002	004,001	000,010	(00,727)		1,400,040
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			000	000	02		0.0	_	22.75	
Medical Aid Contributions			27	27	2	16	16	0	0%	2
			21	21			10	1	0%	2
Overtime					3	18	a-	18	000/	-
Performance Bonus		1	62	62	1	4	36	(32)	1	6
Motor Vehicle Allowance		1	25	25			15	(15)	I I I	2
Cellphone Allow ance			8	8			5	(5)		
Sub Total - Senior Managers of Entities		-	705	705	57	451	411	40	10%	70
% increase	4									
Other Staff of Entities										
Basic Salaries and Wages		1	6,770	6,770	453	3,630	3,949	(319)	-8%	6,77
Pension and UIF Contributions			571	571	34	240	333	(93)	-28%	57
Medical Aid Contributions			890	890	63	443	519	(76)	-15%	89
Overtime			1,067	1,067	109	561	623	(62)	-10%	1,06
Performance Bonus			691	691			403	(403)	-100%	69
Motor Vehicle Allow ance			195	195	9	57	114	(57)	-50%	19
Cellphone Allow ance			93	93	5	32	54	(22)	i i	9
Other benefits and allowances			85	85		-	50	(50)	: ;	8
Sub Total - Other Staff of Entities		_	10,362	10,362	673	4,962	6,044	(1,082)		10,36
% increase	4		.0,002	,	5.0	-,	0,014	(.,		.0,50
Total Municipal Entities		-	11,067	11,067	730	5,491	6,456	(964)	-15%	11,06
-						-		ļ		
TOTAL SALARY, ALLOWANCES & BENEFITS		-	1,494,914	1,494,914	108,382	840,342	872,033	(31,691)	-4%	1,494,91
% increase TOTAL MANAGERS AND STAFF	4		1,441,264	1,441,264	104,349	810,577	840,737	(30,161)	-4%	1,441,26
		-								

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# **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;

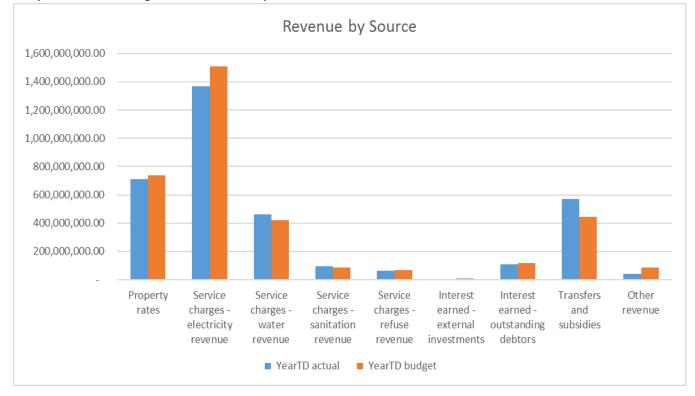
- ✓ Revenue by Source and
- ✓ Operational Expenditure by Type

## 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.

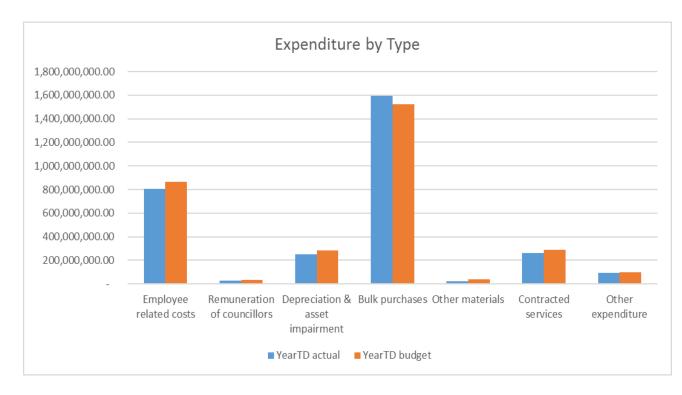
**Service Charges - refuse revenue:** The revenue earned from refuse service charges shared 2% of the YTD actual revenue, reflects a variance of -8% when comparing the YTD actual revenue to the YTD budget.

**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 Ye	ar 2020/21	·		
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	_	_	-	_	_	_	_		_
Service charges	-	_	-	_	_	_	_		_
Investment revenue	99	109	_	8	42	64	(0)	-34%	109
Transfers recognised - operational	-	-	_	_	-	-		0470	-
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	(3)	(0)	13,672
Employee costs	10,527	10,951		730	5,491	5,572	(81)	11	10,951
Remuneration of Board Members	- 10,521	-	_	-		- 5,572	(01)	(0)	10,301
Depreciation and asset impairment	949	950	_	71	489	554	(66)	(0)	950
Finance charges	- 545	- 350	_	_	405	- 504	(00)	(0)	500
Materials and bulk purchases	- 20	- 39	-		- 11	- 15		(0)	- 20
	20	39		-			(5)	(0)	39
Transfers and grants	-	-	-	-	-	-	-	(0)	-
Other expenditure	2,281	2,289	-	69	474	1,148	(674)	(0)	2,289
Total Expenditure	13,777 (592)	14,229 (557)	-	870	6,464 (526)	7,290 1,619	(825) (2,145)	finternetien f.	14,229 (557
Surplus/(Deficit) 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 Corporatons, Higher Educational Institutions)	(392)	-	-	(862) –	-	-	(2, 143) –	(U)	-
& 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

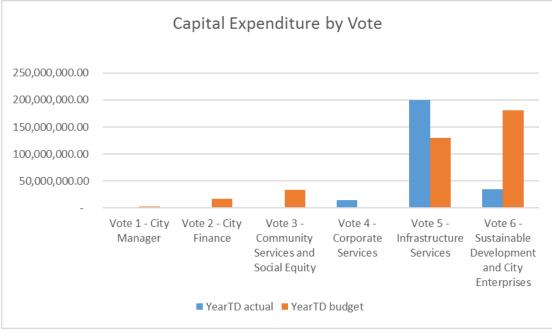
# 2.7 Capital Programme Performance

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

	2019/20				Budget Ye	ar 2020/21			
Month	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	-		
Мау	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.





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

KZN225 Msunduzi - Supporting Table SC13		2019/20	lotatement	- capitai exp		Budget Year 2		1455 - 1410	January	
Description	Ref		Original	Adjusted	Monthly	YearTD	YearTD	YTD	YTD	Full Year
		Outcome	Budget	Budget	actual	actual	budget	variance	variance	Forecast
R thousands	1								%	
Capital expenditure on new assets by Asset Class/	Sub-cl	ass								
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		ſ	6 327	6 327	100,0%	10 846
Road Structures			100.050				00.040	-		
Electrical Infrastructure		-	133 652	140 932	-	-,	82 210	82 210	100,0%	140 932
Power Plants HV Substations			133 652	140 932			82 210	82 210	100,0%	140 932
Water Supply Infrastructure		_	_	_	_	24 679	_	(24 679)		_
Dams and Weirs						7 679		(7 679)		
Water Treatment Works								-		
Bulk Mains						1		_		
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		1	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						1		-		
Conservation Areas							,	-		-
Other Heritage			33 919	32 019		ſ	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		ſ	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						1		-		
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		l	28 304	28 304	100,0%	48 521
Zoo's, Marine and Non-biological Animals		-	-		-	-	-	-		-
Zoo's, Marine and Non-biological Animals						I		-		
Total Capital Expenditure on new assets	1	-	456 242	477 342	2 762	98 670	278 449	179 779	64,6%	477 342

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

KZN225 Msunduzi - Supporting Table SC13b		2019/20	l o tatoment	oupitul oxp		Budget Year 2				
Description	Ref	Audited	Original	Adjusted	Monthly	YearTD	YearTD	YTD	YTD	Full Year
		Outcome	Budget	Budget	actual	actual	budget	variance	variance	Forecast
R thousands	1								%	
Capital expenditure on renewal of existing assets b	y Ass	<u>et Class/Sub-</u> I	class_							
<u>Infrastructure</u>			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	ă · ·	-1009,5%	15 915
Roads			5 915	15 915		103 003	9 283	(93 719)	-1009,5%	15 915
Road Structures								-		
Road Furniture								-		
Capital Spares								-		
Storm water Infrastructure		-	-	-	-	-	-	-		
Drainage Collection								-		
Storm water Conveyance								-		
Attenuation								-		
Electrical Infrastructure		-	-	-	-	- 9 785	-	- (0.795)		-
Water Supply Infrastructure		-	-	-	-		-	(9 785)		-
Distribution Points						9 785		(9 785)		
PRV Stations								-		
Capital Spares					206	0 422	_	- (0.422)		
Sanitation Infrastructure		-	-	-	206	9 433	-	(9 433)		-
Pump Station					000	2 407		(2.407)		
Reticulation Waste Water Treatment Works					206	3 467		(3 467)		
						E 000		-		
Outfall Sewers Toilet Facilities						5 966		(5 966)		
Capital Spares								-		
Solid Waste Infrastructure		_	1 556	1 556	_	_	908	- 908	100,0%	1 556
Landfill Sites		_	1 556	1 556	_	_	908	908	100,0%	1 556
Waste Transfer Stations			1 330	1 330			500	- 500	100,070	1 330
Rail Infrastructure		_	_	_	_	_	_	_		_
Storm water Conveyance								_		
Coastal Infrastructure		_	_	_	_	_	_	_		_
Information and Communication Infrastructure		_	_	_	_	_	_	_		_
Community Assets				-	686	1 178	-	(1 178)		-
Community Facilities		-	-	-	686	1 178	-	(1 178)		-
Halls						4 470		-		
Cemeteries/Crematoria					686	1 178		(1 178)		
Police								-		
Sport and Recreation Facilities		-	-	-	-	-	-	-		-
Indoor Facilities								-		
Outdoor Facilities								-		
Capital Spares		_	_	_	_	_		-		
Heritage assets Monuments		-	_				-	-		-
								_		
Investment properties			-	-		-	_	-		-
Revenue Generating		-	-	-	-	-	-	-		-
Other assets		-					-		ļ	-
Operational Buildings		-	-	-	-	-	-	-		
Municipal Offices								-		
Housing		-	-	-	-	-	-	-		-
Biological or Cultivated Assets		_	-	-	-	-	-	-		-
Biological or Cultivated Assets								-		
Intangible Assets		_	_	_	_	_	-	_		_
Servitudes								-		1
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		<u> </u>	_	_		_	-		<u> </u>	
-								<u>.</u>	<u> </u>	
Total Capital Expenditure on renewal of existing as	<b>s</b> 1	-	15 200	25 200	891	123 399	14 700	(108 699)	-739,4%	25 200

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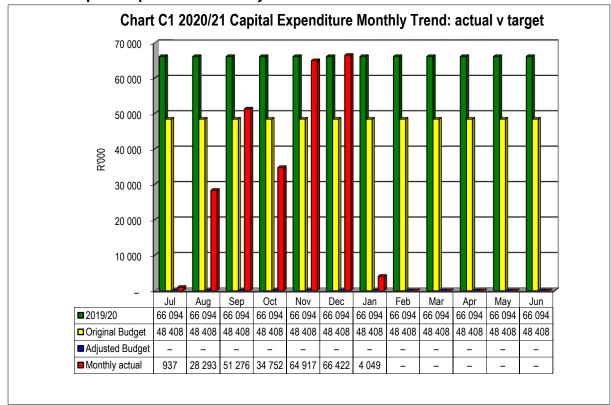
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### KZN225 Msunduzi - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - M07

		thly Budget Statement - capital expenditure on upgrading of existing assets by asset class - M07 2019/20 Budget Year 2020/21								
Description	Ref	Audited	Original	Adjusted	Monthly	YearTD	YearTD	YTD	YTD	Full Year
·		Outcome	Budget	Budget	actual	actual	budget	variance	variance	Forecast
R thousands	1		-	-			•		%	
Capital expenditure on upgrading of existing asset	s by A	sset Class/Su	ib-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		-	-	-	-	-	-	-		- 1
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								-		
Purls								-		
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			4 007	+ 007			2 512	- 2 572	100,070	+ 007
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		-	_	-	-	-	-	- 1		-
Biological or Cultivated Assets		_	_	_	_	_	_	_		_
Biological or Cultivated Assets		-	-	-	-	-	-			-
-										
Intangible Assets		-	-				-	-	ļ	-
Servitudes								-		
Licences and Rights	1	-	-	-	-	-	-	-		-
Computer Equipment	1	_	173	173	-	-	101	101	100,0%	173
Computer Equipment	1		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				-		_	-	_		-
									100.000	
Transport Assets		-	48 150	48 150	-	-	28 087	28 087	100,0%	48 150
Transport Assets	1		48 150	48 150			28 087	28 087	100,0%	48 150
Land	1	-	-	-	-	-	-	-	L	-
Land								-		
Zoo's, Marine and Non-biological Animals		-	_	-	-	_	-	-		-
Zoo's, Marine and Non-biological Animals								-	İ	
-			109 450	440.450	395		69 679	41 102	50.00/	119 450
Total Capital Expenditure on upgrading of existing	1	-	109 430	119 450	382	28 577	09 0/9	41 102	59,0%	119 450

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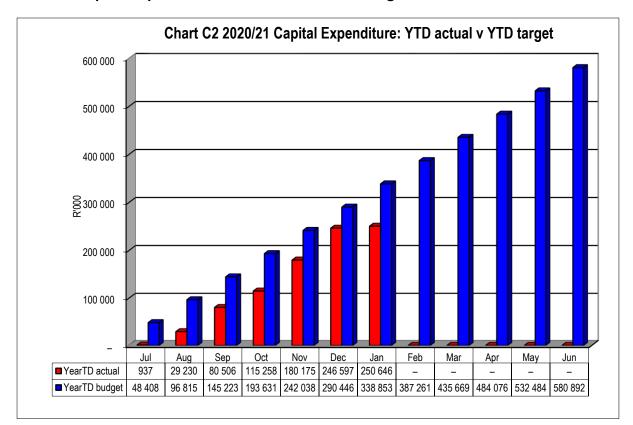
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The chart below displays monthly trends of the Capital Expenditure and targets. **Chart 6: Capital Expenditure Monthly Trend** 

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, <u>Madoda Khathide</u>, the municipal manager of <u>MSUNDUZI LOCAL MUNICIPALITY</u>, hereby certify that –

• the monthly budget statement

for the month of <u>January 2021</u> 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: \_\_\_\_\_