

ITEM:



11/07/24



## REPORT TO THE MSUNDUZI MUNICIPAL COUNCIL

File Reference: 3.7.P

Author: S KHOZA

Report Number: 12

Designation: SNR MANAGER: BUDGET  
PLANNING, IMPLE & MONIT PLAN

CONFIDENTIAL / NOT CONFIDENTIAL

FOR NOTING

1<sup>st</sup> Level: SMC: 15/07/2024

2<sup>nd</sup> Level: PORTFOLIO COMMITTEE: 17/07/2024

3<sup>rd</sup> Level: EXCO: 18/07/2024

4<sup>th</sup> Level: COUNCIL: 24/07/2024

5<sup>th</sup> Level: MPAC: 01/08/2024

**SUBJECT: SECTION 71/ SECTION 52 (D) OF MFMA NO.56 OF 2003 – MONTHLY BUDGET STATEMENTS AS AT THE END OF JUNE 2024**

**DATE: 11 JULY 2024**

### 1. PURPOSE

The purpose of the report is to appraise Council concerning Section 71 / Section 52 (D) of the MFMA No. 56 of 2003 regarding monthly budget statements for the period ending 30 June 2024, report is submitted for noting.

### 2. BACKGROUND

- 2.1 In terms of Section 71 of 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 has approved budget.

- 2.2** In addition to the MFMA Section 71 stated above, submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality.
- 2.3** In addition to the MFMA Section 71 stated above, Section 52(d) further requires the Mayor to, within 30 days of the end of each quarter; submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality.

- 3. LEGISLATIVE PROVISIONS / POLICIES**

- 3.1** Section 71 of the Municipal Finance Management Act No. 56 of 2003
- 3.2** Municipal Finance Management Act No. 56 of 2003, Section 52 (d) Monthly Budget Statements

- 4. MOTIVATION/DISCUSSION**

- 4.1** The MFMA section 71 / section 52 (d) report as per annexure
- 4.2** The Municipal Budget and Reporting Regulation (MBRR) requires that municipality prepare a report to Council on monthly budget statements.

- 5. COMMENTS FROM THE RELEVANT BUSINESS UNIT OR COMPONENT OF THE BUSINESS UNIT**

N/A

- 5. IMPLICATIONS:**

- 6.1 FINANCIAL**

N/A

- 6.2 LEGAL**

N/A

- 6.3 COMMUNICATION**

N/A

- 6.4 SERVICE DELIVERY IMPLICATIONS**

## **7. RECOMMENDATIONS**

### **IT IS RECOMMENDED THAT:**

- 7.1** Council note Section 71 / section 52 (d) report as per MFMA No. 56 of 2003 as at the end of June 2024

## **8. SUBMITTED BY:**



**CHIEF FINANCIAL OFFICER**

**N NGCOBO**

**DATE: 11/07/2024**

### **ANNEXURES:**

MFMA No.56 of 2003 Section 71 / section 52 (d) report.



Msunduzi Municipality  
MFMA s71 & s52 (d) Monthly & Quarterly Report

June 2024 Report  
Budget & Treasury Office

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## 1. PART 1 – IN YEAR REPORT

### 1.1 Executive Summary

#### Legislative Requirements

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

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

In terms of Section 52 (d) of the MFMA, The Mayor of the Municipality must within 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality.

#### FINANCIAL PERFORMANCE

**Revenue:** The Year to Date (YTD) actual revenue generated for the fourth quarter amounted to R6.295 billion excluding capital transfers while the projected (YTD) budget amounted to R7.909 billion. This means that the municipality generated less revenue at the end of the fourth quarter than projected. The municipality should monitor closely the revenue collection.

The two main contributors to the municipal revenue basket are Electricity and Property Rates, both accounting for 61% of the actual total YTD Revenue earned. Electricity contributing (39%) & Property Rates revenue (22%).

The variances on property rates revenue, waste water management and waste management revenue are 10% and below, which is an acceptable variance level. The municipality must continue to monitor the revenue collection closely to mitigate the risk of expenditure exceeding revenue.

Revenue from, Interest earned from receivables, rental from fixed assets, fines, penalties and forfeits, licences and permits, agency services, and operational revenue variances are more than 10% when comparing YTD actual revenue and YTD budget revenue. A detailed explanation of variances is contained in table SC1

Overall, in the fourth quarter of the 2023/2024 financial year, the municipality generated total YTD actual revenue of R6.691 billion including capital transfers and contributions against the YTD budget of R8.445 billion. However, the municipality must closely monitor the levels of revenue generated and expenditure incurred to mitigate the risk of expenditure exceeding revenue, which may create cash flow problems in a long run.

**Operating Expenditure:** The total YTD actual operating expenditure for the fourth quarter amounted to R 6.855 billion while the YTD budget Operating Expenditure amounted to R 7.564 billion.

The operational expenditure is largely defined by bulk purchases (electricity) and employee related costs both accounting for 63% of the total operating expenditure incurred for the period ending 30 June 2024. 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 deficit of R 164.417 million which is inclusive of capital transfers of R396.339 million during the fourth quarter of the financial year.

**Capital Expenditure:** YTD actual for capital expenditure for the fourth quarter amounted to R729.708 million, YTD budget for capital expenditure incurred amounted to R802.544 million resulting in an underperformance of -9% of the capital budget. This is largely due to underspending in both provincial and national grant funded projects as well as those projects funded by borrowed funds. This 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 service delivery.

**Grants Receipts:** The total YTD grant receipts for fourth quarter amounted to R1.262 billion which is inclusive of equitable share of R767.222, total operating transfers and grants of R53.885 million and R440.394 million for capital transfers and grants.

## 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 - Q4 Fourth Quarter

Description	2022/23		Budget Year 2023/24						
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	1 370 173	1 526 985	1 526 985	79 243	1 366 837	1 526 985	(160 148)	-10%	1 526 985
Service charges	3 870 497	5 135 631	4 916 168	417 143	3 533 134	4 916 168	(1 383 034)	-28%	4 916 168
Investment revenue	–	68 743	68 743	5 276	44 118	68 743	(24 626)	-36%	68 743
Transfers and subsidies - Operational	–	838 135	846 016	5 275	822 649	846 016	(23 367)	-3%	846 016
Other own revenue	1 182 933	551 231	551 231	46 400	527 952	551 231	(23 280)	-4%	551 231
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>6 423 603</b>	<b>8 120 726</b>	<b>7 909 143</b>	<b>553 337</b>	<b>6 294 690</b>	<b>7 909 143</b>	<b>(1 614 453)</b>	<b>-20%</b>	<b>7 909 143</b>
Employee costs	1 466 856	1 781 211	1 704 634	184 804	1 607 719	1 704 634	(96 915)	-6%	1 704 634
Remuneration of Councillors	51 818	62 700	62 700	4 739	63 279	62 700	579	1%	62 700
Depreciation and amortisation	350 684	460 782	461 616	31 260	365 831	461 616	(95 785)	-21%	461 616
Interest	143 222	40 401	40 401	48	61 037	40 401	20 637	51%	40 401
Inventory consumed and bulk purchases	3 089 737	3 484 629	3 592 190	439 484	3 604 581	3 592 190	12 391	0%	3 592 190
Transfers and subsidies	29 562	65 884	29 488	(30 344)	28 450	29 488	(1 038)	-4%	29 488
Other expenditure	1 090 363	1 809 593	1 672 983	217 228	1 124 549	1 672 983	(548 434)	-33%	1 672 983
<b>Total Expenditure</b>	<b>6 222 242</b>	<b>7 705 200</b>	<b>7 564 011</b>	<b>847 219</b>	<b>6 855 446</b>	<b>7 564 011</b>	<b>(708 566)</b>	<b>-9%</b>	<b>7 564 011</b>
<b>Surplus/(Deficit)</b>	<b>201 361</b>	<b>415 526</b>	<b>345 132</b>	<b>(293 882)</b>	<b>(560 756)</b>	<b>345 132</b>	<b>(905 888)</b>	<b>-262%</b>	<b>345 132</b>
Transfers and subsidies - capital (monetary)	324 319	448 700	536 156	30 497	396 339	536 156	(139 817)	-26%	536 156
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–	–	–
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>525 680</b>	<b>864 226</b>	<b>881 288</b>	<b>(263 386)</b>	<b>(164 417)</b>	<b>881 288</b>	<b>(1 045 705)</b>	<b>-119%</b>	<b>881 288</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>525 680</b>	<b>864 226</b>	<b>881 288</b>	<b>(263 386)</b>	<b>(164 417)</b>	<b>881 288</b>	<b>(1 045 705)</b>	<b>-119%</b>	<b>881 288</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>547 790</b>	<b>768 760</b>	<b>802 544</b>	<b>216 303</b>	<b>729 708</b>	<b>802 544</b>	<b>(72 836)</b>	<b>-9%</b>	<b>802 544</b>
Capital transfers recognised	363 330	448 700	536 156	77 490	417 129	536 156	(119 027)	-22%	536 156
Borrowing	–	200 000	116 275	45 480	72 310	116 275	(43 965)	-38%	116 275
Internally generated funds	184 460	120 060	150 113	93 333	240 269	150 113	90 157	60%	150 113
<b>Total sources of capital funds</b>	<b>547 790</b>	<b>768 760</b>	<b>802 544</b>	<b>216 303</b>	<b>729 708</b>	<b>802 544</b>	<b>(72 836)</b>	<b>-9%</b>	<b>802 544</b>
<b>Financial position</b>									
Total current assets	3 974 180	2 922 957	2 922 957			4 569 076			
Total non current assets	8 372 236	9 291 678	9 291 678			7 907 889			
Total current liabilities	3 138 566	1 645 970	1 645 970			3 552 516			
Total non current liabilities	658 474	855 013	855 013			654 495			
Community wealth/Equity	8 549 376	9 713 651	9 713 651			8 269 955			
<b>Cash flows</b>									
Net cash from (used) operating	790 678	946 378	946 378	–	–	946 378	946 378	100%	946 378
Net cash from (used) investing	(489 266)	(768 501)	(768 501)	–	–	(768 501)	(768 501)	100%	(768 501)
Net cash from (used) financing	(79 163)	177 000	177 000	–	–	177 000	177 000	100%	177 000
<b>Cash/cash equivalents at the month/year end</b>	<b>511 402</b>	<b>766 880</b>	<b>766 880</b>	<b>–</b>	<b>–</b>	<b>766 880</b>	<b>766 880</b>	<b>100%</b>	<b>354 877</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	924 117	15 229	125 190	131 783	129 737	126 186	706 423	5 101 423	7 260 088
<b>Creditors Age Analysis</b>									
Total Creditors	1 141 772	54 628	(37 707)	8 094	1 349 373	–	–	–	2 516 160

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

KZN225 Msunduzi - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Q4 Fourth Quarter

Description	Ref	2022/23	Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands	1								
<b>Revenue - Functional</b>									
<i>Governance and administration</i>		1 955 757	2 375 780	2 531 074	99 121	2 039 014	2 531 074	(492 060)	-19%
Executive and council		5 213	4 979	4 701	1 145	4 701	4 701	(0)	0%
Finance and administration		1 950 544	2 370 801	2 526 373	97 975	2 034 313	2 526 373	(492 060)	-19%
Internal audit		-	-	-	-	-	-	-	-
<i>Community and public safety</i>		142 629	338 867	326 590	26 514	181 272	326 590	(145 318)	-44%
Community and social services		61 499	276 754	79 865	2 738	51 785	79 865	(28 080)	-35%
Sport and recreation		589	21 223	40 913	92	2 433	40 913	(38 480)	-94%
Public safety		24 640	8 569	8 569	58	22 381	8 569	13 812	161%
Housing		55 901	32 321	197 244	23 626	104 673	197 244	(92 571)	-47%
Health		-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		200 051	55 601	197 769	8 029	164 016	197 769	(33 753)	-17%
Planning and development		152 415	47 685	137 253	6 526	118 230	137 253	(19 022)	-14%
Road transport		47 242	-	52 600	1 412	45 028	52 600	(7 572)	-14%
Environmental protection		395	7 916	7 916	91	758	7 916	(7 158)	-90%
<i>Trading services</i>		4 410 211	5 698 134	5 275 471	444 014	4 265 103	5 275 471	(1 010 368)	-19%
Energy sources		2 724 540	4 028 756	3 712 970	305 711	2 477 742	3 712 970	(1 235 228)	-33%
Water management		1 249 069	1 300 958	1 127 613	108 315	1 307 271	1 127 613	179 658	16%
Waste water management		286 349	209 646	284 013	19 411	318 913	284 013	34 899	12%
Waste management		150 253	158 774	150 875	10 576	161 177	150 875	10 302	7%
<i>Other</i>	4	39 274	101 045	114 396	6 156	41 624	114 396	(72 772)	-64%
<b>Total Revenue - Functional</b>	2	6 747 922	8 569 426	8 445 299	583 833	6 691 029	8 445 299	(1 754 270)	-21%
<b>Expenditure - Functional</b>									
<i>Governance and administration</i>		1 085 322	1 480 553	1 740 731	176 813	1 161 765	1 740 731	(578 966)	-33%
Executive and council		115 687	258 320	150 270	13 338	150 667	150 270	397	0%
Finance and administration		950 235	1 193 778	1 560 312	156 447	986 859	1 560 312	(573 453)	-37%
Internal audit		19 401	28 455	30 148	7 027	24 239	30 148	(5 909)	-20%
<i>Community and public safety</i>		624 012	537 196	640 810	57 682	594 639	640 810	(46 170)	-7%
Community and social services		147 223	135 893	149 462	13 709	152 758	149 462	3 295	2%
Sport and recreation		140 507	130 425	134 184	15 678	149 732	134 184	15 548	12%
Public safety		232 288	222 097	259 339	20 532	205 954	259 339	(53 385)	-21%
Housing		94 435	35 263	87 642	7 072	76 238	87 642	(11 404)	-13%
Health		9 559	13 517	10 183	691	9 958	10 183	(225)	-2%
<i>Economic and environmental services</i>		378 225	513 621	490 951	76 213	457 696	490 951	(33 255)	-7%
Planning and development		93 766	84 863	104 058	14 876	96 881	104 058	(7 178)	-7%
Road transport		259 799	402 476	361 407	58 559	334 062	361 407	(27 344)	-8%
Environmental protection		24 661	26 283	25 485	2 777	26 752	25 485	1 267	5%
<i>Trading services</i>		4 061 495	5 109 852	4 628 144	527 975	4 568 041	4 628 144	(60 103)	-1%
Energy sources		2 621 122	3 289 792	3 113 162	375 050	3 155 996	3 113 162	42 834	1%
Water management		952 916	1 293 157	997 172	98 933	916 926	997 172	(80 246)	-8%
Waste water management		348 154	399 300	368 518	30 916	347 591	368 518	(20 927)	-6%
Waste management		139 303	127 604	149 292	23 076	147 528	149 292	(1 764)	-1%
<i>Other</i>		73 188	63 978	63 377	8 537	73 304	63 377	9 928	16%
<b>Total Expenditure - Functional</b>	3	6 222 242	7 705 200	7 564 011	847 219	6 855 446	7 564 011	(708 566)	-9%
<b>Surplus/ (Deficit) for the year</b>		525 680	864 226	881 288	(263 386)	(164 417)	881 288	(1 045 705)	-119%

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

KZN225 Msunduzi - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Q4 Fourth Quarter

Vote Description R thousands	Ref	2022/23	Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
<b>Revenue by Vote</b>									
Vote 1 - City Manager	1	(15)	-	-	-	-	-	-	-
Vote 2 - City Finance		1 855 452	2 342 935	2 596 123	95 406	2 023 301	2 596 123	(572 822)	-22,1%
Vote 3 - Corporate Services		8 603	7 980	7 911	1 179	6 904	7 911	(1 007)	-12,7%
Vote 4 - Community Services and Social Equity		235 448	497 013	296 215	13 516	238 177	296 215	(58 038)	-19,6%
Vote 5 - Infrastructure Services		1 628 015	1 520 657	1 473 469	129 138	1 676 948	1 473 469	203 478	13,8%
Vote 6 - Sustainable Development and City Enterprises		248 423	200 280	473 093	36 604	265 661	473 093	(207 432)	-43,8%
Vote 7 - Electricity		2 771 995	4 000 561	3 598 488	307 990	2 480 038	3 598 488	(1 118 450)	-31,1%
<b>Total Revenue by Vote</b>	2	<b>6 747 922</b>	<b>8 569 426</b>	<b>8 445 299</b>	<b>583 833</b>	<b>6 691 029</b>	<b>8 445 299</b>	<b>(1 754 270)</b>	<b>-20,8%</b>
<b>Expenditure by Vote</b>									
Vote 1 - City Manager	1	151 982	300 106	197 403	24 292	193 699	197 403	(3 705)	-1,9%
Vote 2 - City Finance		362 345	799 188	1 208 253	97 607	495 487	1 208 253	(712 766)	-59,0%
Vote 3 - Corporate Services		163 339	195 633	158 754	22 283	209 807	158 754	51 053	32,2%
Vote 4 - Community Services and Social Equity		904 577	827 458	1 241 623	109 657	897 526	1 241 623	(344 097)	-27,7%
Vote 5 - Infrastructure Services		1 565 729	2 117 250	639 126	187 060	1 597 675	639 126	958 549	150,0%
Vote 6 - Sustainable Development and City Enterprises		295 042	225 419	668 477	28 005	276 963	668 477	(391 514)	-58,6%
Vote 7 - Electricity		2 779 228	3 240 145	3 450 375	378 316	3 184 289	3 450 375	(266 086)	-7,7%
<b>Total Expenditure by Vote</b>	2	<b>6 222 242</b>	<b>7 705 200</b>	<b>7 564 011</b>	<b>847 219</b>	<b>6 855 446</b>	<b>7 564 011</b>	<b>(708 566)</b>	<b>-9,4%</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>525 680</b>	<b>864 226</b>	<b>881 288</b>	<b>(263 386)</b>	<b>(164 417)</b>	<b>881 288</b>	<b>(1 045 705)</b>	<b>-118,7%</b>
									<b>881 288</b>

**Statement of financial Performance**

This schedule provides information on the planned revenue and operational expenditures against the actual results for the period ending 30 June 2024

KZN225 Msunduzi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q4 Fourth Quarter

Description	Budget Year 2023/24								
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Revenue</b>									
Exchange Revenue									
Service charges - Electricity	2 724 540	3 892 818	3 673 355	311 869	2 447 074	3 673 355	(1 226 281)	-33%	3 673 355
Service charges - Water	824 369	901 572	901 572	80 458	769 398	901 572	(132 173)	-15%	901 572
Service charges - Waste Water Management	197 960	202 500	202 500	15 115	192 367	202 500	(10 133)	-5%	202 500
Service charges - Waste management	123 629	138 742	138 742	9 701	124 295	138 742	(14 447)	-10%	138 742
Sale of Goods and Rendering of Services									
Agency services	2 599	715	715	(560)	2 667	715	1 952	273%	715
Interest									
Interest earned from Receivables	221 878	198 174	198 174	45 100	388 803	198 174	190 629	96%	198 174
Interest from Current and Non Current Assets									
Dividends									
Rent on Land									
Rental from Fixed Assets	20 071	104 824	104 824	7 068	34 812	104 824	(70 011)	-67%	104 824
Licence and permits	2 415	2 452	2 452	92	2 011	2 452	(440)	-18%	2 452
Operational Revenue	68 506	230 407	230 407	(7 099)	66 481	230 407	(163 926)	-71%	230 407
<b>Non-Exchange Revenue</b>									
Property rates	1 370 173	1 526 985	1 526 985	79 243	1 366 837	1 526 985	(160 148)	-10%	1 526 985
Surcharges and Taxes									
Fines, penalties and forfeits	20 129	14 660	14 660	1 799	33 178	14 660	18 518	126%	14 660
Licence and permits									
Transfers and subsidies - Operational	801 751	838 135	846 016	5 275	822 649	846 016	(23 367)	-3%	846 016
Interest	16 957	68 743	68 743	5 276	44 118	68 743	(24 626)	-36%	68 743
Fuel Levy									
Operational Revenue									
Gains on disposal of Assets									
Other Gains	28 625								
Discontinued Operations									
<b>Total Revenue (excluding capital transfers and contributions)</b>	6 423 603	8 120 726	7 909 143	553 337	6 294 690	7 909 143	(1 614 453)	-20%	7 909 143
<b>Expenditure By Type</b>									
Employee related costs	1 466 856	1 781 211	1 704 634	184 804	1 607 719	1 704 634	(96 915)	-6%	1 704 634
Remuneration of councillors	51 818	62 700	62 700	4 739	63 279	62 700	579	1%	62 700
Bulk purchases - electricity	2 350 401	2 514 000	2 714 000	330 263	2 714 396	2 714 000	396	0%	2 714 000
Inventory consumed	739 336	970 629	878 190	109 221	890 185	878 190	11 994	1%	878 190
Debt impairment	71 196	600 000	600 000	1 951	22 524	600 000	(577 476)	-96%	600 000
Depreciation and amortisation	350 684	460 782	461 616	31 260	365 831	461 616	(95 785)	-21%	461 616
Interest	143 222	40 401	40 401	48	61 037	40 401	20 637	51%	40 401
Contracted services	799 399	994 211	855 114	183 679	885 949	855 114	30 835	4%	855 114
Transfers and subsidies	29 562	65 884	29 488	(30 344)	28 450	29 488	(1 038)	-4%	29 488
Irrecoverable debts written off									
Operational costs	186 191	215 382	217 869	31 598	216 077	217 869	(1 793)	-1%	217 869
Losses on Disposal of Assets									
Other Losses	33 578								
<b>Total Expenditure</b>	6 222 242	7 705 200	7 564 011	847 219	6 855 446	7 564 011	(708 566)	-9%	7 564 011
<b>Surplus/(Deficit)</b>	201 361	415 526	345 132	(293 882)	(560 756)	345 132	(905 888)	(0)	345 132
Transfers and subsidies - capital (monetary allocations)	324 319	448 700	536 156	30 497	396 339	536 156	(139 817)	(0)	536 156
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	525 680	864 226	881 288	(263 386)	(164 417)	881 288			881 288
Income Tax									
<b>Surplus/(Deficit) after income tax</b>	525 680	864 226	881 288	(263 386)	(164 417)	881 288			881 288
Share of Surplus/Deficit attributable to Joint Venture									
Share of Surplus/Deficit attributable to Minorities									
<b>Surplus/(Deficit) attributable to municipality</b>	525 680	864 226	881 288	(263 386)	(164 417)	881 288			881 288
Share of Surplus/Deficit attributable to Associate									
Intercompany /Parent subsidiary transactions									
<b>Surplus/ (Deficit) for the year</b>	525 680	864 226	881 288	(263 386)	(164 417)	881 288			881 288

## Capital Expenditure

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

KZN225 Msunduzi - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Q4 Fourth Quarter

Vote Description	Ref	2022/23		Budget Year 2023/24					
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	Full Year Forecast
R thousands	1								
<b>Multi-Year expenditure appropriation</b>	2								
Vote 1 - City Manager		27	-	-	-	-	-	-	-
Vote 2 - City Finance		9 153	30 000	30 000	347	6 118	30 000	(23 882)	-80%
Vote 3 - Corporate Services		938	10 000	3 318	3 492	5 072	3 318	1 754	53%
Vote 4 - Community Services and Social Equity		48 934	24 886	68 124	23 583	70 131	68 124	2 008	3%
Vote 5 - Infrastructure Services		268 923	318 102	237 994	68 959	291 480	237 994	53 485	22%
Vote 6 - Sustainable Development and City Enterprises		133 279	144 745	266 967	17 477	168 625	266 967	(98 342)	-37%
Vote 7 - Electricity		71 071	175 400	141 975	62 346	118 988	141 975	(22 987)	-16%
<b>Total Capital Multi-year expenditure</b>	4,7	<b>532 326</b>	<b>703 134</b>	<b>748 378</b>	<b>176 203</b>	<b>660 415</b>	<b>748 378</b>	<b>(87 963)</b>	<b>-12%</b>
<b>Single Year expenditure appropriation</b>	2								
Vote 1 - City Manager		944	5 000	7 700	2 859	5 993	7 700	(1 707)	-22%
Vote 2 - City Finance		3 084	-	-	5 568	5 571	-	5 571	-
Vote 3 - Corporate Services		3 796	10 000	17 000	2 199	15 256	17 000	(1 744)	-10%
Vote 4 - Community Services and Social Equity		4 980	4 000	4 230	5 455	8 052	4 230	3 823	90%
Vote 5 - Infrastructure Services		793	5 000	19 850	4 069	14 080	19 850	(5 770)	-29%
Vote 6 - Sustainable Development and City Enterprises		1 035	38 026	1 386	650	843	1 386	(544)	-39%
Vote 7 - Electricity		831	3 600	4 000	19 299	19 498	4 000	15 498	387%
<b>Total Capital single-year expenditure</b>	4	<b>15 464</b>	<b>65 626</b>	<b>54 166</b>	<b>40 099</b>	<b>69 293</b>	<b>54 166</b>	<b>15 127</b>	<b>28%</b>
<b>Total Capital Expenditure</b>		<b>547 790</b>	<b>768 760</b>	<b>802 544</b>	<b>216 303</b>	<b>729 708</b>	<b>802 544</b>	<b>(72 836)</b>	<b>-9%</b>
<b>Capital Expenditure - Functional Classification</b>									
<b>Governance and administration</b>		18 773	51 000	58 773	15 013	38 678	58 773	(20 095)	-34%
Executive and council		750	1 000	7 700	2 859	5 993	7 700	(1 707)	-22%
Finance and administration		18 024	50 000	51 073	12 154	32 686	51 073	(18 388)	-36%
Internal audit		-	-	-	-	-	-	-	-
<b>Community and public safety</b>		57 141	169 252	190 567	24 213	118 047	190 567	(72 520)	-38%
Community and social services		43 937	20 307	35 902	10 636	39 891	35 902	3 989	11%
Sport and recreation		922	-	8 400	2 565	5 256	8 400	(3 144)	-37%
Public safety		148	4 199	972	684	724	972	(248)	-25%
Housing		12 135	144 745	145 293	10 328	72 176	145 293	(73 117)	-50%
Health		-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		277 382	107 006	192 359	36 126	247 579	192 359	55 220	29%
Planning and development		118 612	38 606	117 803	4 690	92 996	117 803	(24 807)	-21%
Road transport		158 749	68 400	74 556	31 436	154 583	74 556	80 027	107%
Environmental protection		22	-	-	-	-	-	-	-
<b>Trading services</b>		191 140	438 702	357 031	138 546	321 887	357 031	(35 144)	-10%
Energy sources		64 942	179 000	145 975	81 645	138 486	145 975	(7 489)	-5%
Water management		67 842	133 925	113 880	20 710	77 631	113 880	(36 249)	-32%
Waste water management		48 192	120 778	72 177	22 718	78 088	72 177	5 911	8%
Waste management		10 165	5 000	25 000	13 473	27 681	25 000	2 681	11%
<b>Other</b>		3 353	2 800	3 814	2 404	3 518	3 814	(297)	-8%
<b>Total Capital Expenditure - Functional Classification</b>	3	<b>547 790</b>	<b>768 760</b>	<b>802 544</b>	<b>216 303</b>	<b>729 708</b>	<b>802 544</b>	<b>(72 836)</b>	<b>-9%</b>
<b>Funded by:</b>									
National Government		251 840	312 535	412 215	72 827	324 338	412 215	(87 877)	-21%
Provincial Government		111 490	136 165	123 941	4 663	92 791	123 941	(31 150)	-25%
District Municipality								-	-
Agencies, Households, Non-profit Institutions, Private Enterprises, Public									
<b>Transfers recognised - capital</b>		<b>363 330</b>	<b>448 700</b>	<b>536 156</b>	<b>77 490</b>	<b>417 129</b>	<b>536 156</b>	<b>(119 027)</b>	<b>-22%</b>
<b>Borrowing</b>	6		200 000	116 275	45 480	72 310	116 275	(43 965)	-38%
<b>Internally generated funds</b>		184 460	120 060	150 113	93 333	240 269	150 113	90 157	60%
<b>Total Capital Funding</b>		<b>547 790</b>	<b>768 760</b>	<b>802 544</b>	<b>216 303</b>	<b>729 708</b>	<b>802 544</b>	<b>(72 836)</b>	<b>-9%</b>

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

Table C6 displays the financial position of the municipality as at 30 June 2024.

**KZN225 Msunduzi - Table C6 Monthly Budget Statement - Financial Position - Q4 Fourth Quarter**

Description	Ref	2022/23	Budget Year 2023/24			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash and cash equivalents		511 402	602 411	602 411	(14 052)	602 411
Trade and other receivables from exchange transactions		2 157 210	1 296 255	1 296 255	3 620 248	1 296 255
Receivables from non-exchange transactions		765 104	664 796	664 796	—	664 796
Current portion of non-current receivables		420 123	359 494	359 494	521 503	359 494
Inventory		120 340			—	—
VAT					441 377	—
Other current assets						—
<b>Total current assets</b>		<b>3 974 180</b>	<b>2 922 957</b>	<b>2 922 957</b>	<b>4 569 076</b>	<b>2 922 957</b>
<b>Non current assets</b>						
Investments		953 062	974 256	974 256	928 703	974 256
Investment property		7 044 167	7 923 583	7 923 583	6 959 899	7 923 583
Property, plant and equipment			84 451	84 451	534	84 451
Biological assets		576	733	733	—	733
Living and non-living resources		274 718	287 701	287 701	—	287 701
Heritage assets		23 913	20 954	20 954	18 753	20 954
Intangible assets						
Trade and other receivables from exchange transactions			—	—	—	—
Non-current receivables from non-exchange transactions			—	—	—	—
Other non-current assets		75 800	—	—	—	—
<b>Total non current assets</b>		<b>8 372 236</b>	<b>9 291 678</b>	<b>9 291 678</b>	<b>7 907 889</b>	<b>9 291 678</b>
<b>TOTAL ASSETS</b>		<b>12 346 416</b>	<b>12 214 634</b>	<b>12 214 634</b>	<b>12 476 965</b>	<b>12 214 634</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		74 271	83 359	83 359	50 311	83 359
Financial liabilities		142 079	140 009	140 009	152 606	140 009
Consumer deposits		2 487 458	1 186 051	1 186 051	3 292 891	1 186 051
Trade and other payables from exchange transactions		15 568	—	—	—	—
Trade and other payables from non-exchange transactions		8 980	49 000	49 000	56 707	49 000
Provision		185 013	187 552	187 552	—	187 552
VAT		225 198			—	—
Other current liabilities						
<b>Total current liabilities</b>		<b>3 138 566</b>	<b>1 645 970</b>	<b>1 645 970</b>	<b>3 552 516</b>	<b>1 645 970</b>
<b>Non current liabilities</b>						
Financial liabilities		50 311	131 184	131 184	—	131 184
Provision		62 175	75 576	75 576	—	75 576
Long term portion of trade payables		545 988	648 252	648 252	116 275	—
Other non-current liabilities					538 220	648 252
<b>Total non current liabilities</b>		<b>658 474</b>	<b>855 013</b>	<b>855 013</b>	<b>654 495</b>	<b>855 013</b>
<b>TOTAL LIABILITIES</b>		<b>3 797 040</b>	<b>2 500 983</b>	<b>2 500 983</b>	<b>4 207 010</b>	<b>2 500 983</b>
<b>NET ASSETS</b>	2	<b>8 549 376</b>	<b>9 713 651</b>	<b>9 713 651</b>	<b>8 269 955</b>	<b>9 713 651</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated surplus/(deficit)		8 329 636	9 501 123	9 501 123	8 044 429	9 501 123
Reserves and funds		4 605	212 528	212 528	225 525	212 528
Other		215 134			—	—
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>8 549 376</b>	<b>9 713 651</b>	<b>9 713 651</b>	<b>8 269 955</b>	<b>9 713 651</b>

**Consolidated Budget Tables (With Municipal Entity: Safe City)**

KZN225 Msunduzi - Table C1 Consolidated Monthly Budget Statement Summary - Q4 Fourth Quarter

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	1 370 173	1 526 985	1 526 985	79 243	1 366 837	1 526 985	(160 148)	-10%	1 526 985
Service charges	3 870 497	5 135 631	4 916 168	417 143	3 533 134	4 916 168	(1 383 034)	-28%	4 916 168
Investment revenue	-	68 743	68 743	5 276	44 118	68 743	(24 626)	-36%	68 743
Transfers and subsidies - Operational	-	838 135	846 016	5 275	822 649	846 016	(23 367)	-3%	846 016
Other own revenue	1 182 933	551 231	551 231	46 400	527 952	551 231	(23 280)	-4%	551 231
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>6 423 603</b>	<b>8 120 726</b>	<b>7 909 143</b>	<b>553 337</b>	<b>6 294 690</b>	<b>7 909 143</b>	<b>(1 614 453)</b>	<b>-20%</b>	<b>7 909 143</b>
Employee costs	1 466 856	1 793 148	1 716 572	185 792	1 619 684	1 716 572	(96 888)	-6%	1 716 572
Remuneration of Councillors	51 818	62 700	62 700	4 739	63 279	62 700	579	1%	62 700
Depreciation and amortisation	350 684	461 616	462 450	31 315	366 569	462 450	(95 881)	-21%	462 450
Interest	143 222	40 401	40 401	48	61 037	40 401	20 637	51%	40 401
Inventory consumed and bulk purchases	3 089 737	3 484 629	3 592 190	439 484	3 604 581	3 592 190	12 391	0%	3 592 190
Transfers and subsidies	29 562	51 024	14 627	(31 470)	14 165	14 627	(461)	-3%	14 627
Other expenditure	1 090 363	1 811 682	1 675 072	217 311	1 126 129	1 675 072	(548 942)	-33%	1 675 072
<b>Total Expenditure</b>	<b>6 222 242</b>	<b>7 705 200</b>	<b>7 564 011</b>	<b>847 219</b>	<b>6 855 446</b>	<b>7 564 011</b>	<b>(708 566)</b>	<b>-9%</b>	<b>7 564 011</b>
<b>Surplus/(Deficit)</b>	<b>201 361</b>	<b>415 526</b>	<b>345 132</b>	<b>(293 882)</b>	<b>(560 756)</b>	<b>345 132</b>	<b>(905 888)</b>	<b>-262%</b>	<b>345 132</b>
Transfers and subsidies - capital (monetary)	324 319	448 700	536 156	30 497	396 339	536 156	(139 817)	-26%	536 156
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>525 680</b>	<b>864 226</b>	<b>881 288</b>	<b>(263 386)</b>	<b>(164 417)</b>	<b>881 288</b>	<b>(1 045 705)</b>	<b>-119%</b>	<b>881 288</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>525 680</b>	<b>864 226</b>	<b>881 288</b>	<b>(263 386)</b>	<b>(164 417)</b>	<b>881 288</b>	<b>(1 045 705)</b>	<b>-119%</b>	<b>881 288</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>547 790</b>	<b>768 760</b>	<b>802 544</b>	<b>216 303</b>	<b>729 708</b>	<b>802 544</b>	<b>(72 836)</b>	<b>-9%</b>	<b>802 544</b>
Capital transfers recognised	363 330	448 700	536 156	77 490	417 129	536 156	(119 027)	-22%	536 156
Borrowing	-	200 000	116 275	45 480	72 310	116 275	(43 965)	-38%	116 275
Internally generated funds	184 460	120 060	150 113	93 333	240 269	150 113	90 157	60%	150 113
<b>Total sources of capital funds</b>	<b>547 790</b>	<b>768 760</b>	<b>802 544</b>	<b>216 303</b>	<b>729 708</b>	<b>802 544</b>	<b>(72 836)</b>	<b>-9%</b>	<b>802 544</b>
<b>Financial position</b>									
Total current assets	3 974 180	2 922 957	2 922 957		4 574 117				2 922 957
Total non current assets	8 372 236	9 291 678	9 291 678		7 914 888				9 291 678
Total current liabilities	3 138 566	1 645 970	1 645 970		3 554 038				1 645 970
Total non current liabilities	658 474	855 013	855 013		654 495				855 013
Community wealth/Equity	8 549 376	9 713 651	9 713 651		8 280 473				9 713 651
<b>Cash flows</b>									
Net cash from (used) operating	790 678	946 378	946 378	-	-	946 378	946 378	100%	946 378
Net cash from (used) investing	(489 266)	(768 501)	(768 501)	-	-	(768 501)	(768 501)	100%	(768 501)
Net cash from (used) financing	(79 163)	177 000	177 000	-	-	177 000	177 000	100%	177 000
<b>Cash/cash equivalents at the month/year end</b>	<b>511 402</b>	<b>766 880</b>	<b>766 880</b>	<b>-</b>	<b>-</b>	<b>766 880</b>	<b>766 880</b>	<b>100%</b>	<b>354 877</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	924 117	15 229	125 190	131 783	129 737	126 186	706 423	5 101 423	7 260 088
<b>Creditors Age Analysis</b>									
Total Creditors	1 141 772	54 628	(37 707)	8 094	1 349 373	-	-	-	2 516 160

KZN225 Msunduzi - Table C2 Consolidated Monthly Budget Statement - Financial Performance (functional classification) - Q4 Fourth Quarter

Description	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>Revenue - Functional</b>										
<b>Governance and administration</b>		1 955 757	2 375 780	2 531 074	99 121	2 039 014	2 531 074	(492 060)	-19%	2 531 074
Executive and council		5 213	4 979	4 701	1 145	4 701	4 701	(0)	0%	4 701
Finance and administration		1 950 544	2 370 801	2 526 373	97 975	2 034 313	2 526 373	(492 060)	-19%	2 526 373
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		142 629	338 867	326 590	26 514	181 272	326 590	(145 318)	-44%	326 590
Community and social services		61 499	276 754	79 865	2 738	51 785	79 865	(28 080)	-35%	79 865
Sport and recreation		589	21 223	40 913	92	2 433	40 913	(38 480)	-94%	40 913
Public safety		24 640	8 569	8 569	58	22 381	8 569	13 812	161%	8 569
Housing		55 901	32 321	197 244	23 626	104 673	197 244	(92 571)	-47%	197 244
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		200 051	55 601	197 769	8 029	164 016	197 769	(33 753)	-17%	197 769
Planning and development		152 415	47 685	137 253	6 526	118 230	137 253	(19 022)	-14%	137 253
Road transport		47 242	-	52 600	1 412	45 028	52 600	(7 572)	-14%	52 600
Environmental protection		395	7 916	7 916	91	758	7 916	(7 158)	-90%	7 916
<b>Trading services</b>		4 410 211	5 698 134	5 275 471	444 014	4 265 103	5 275 471	(1 010 368)	-19%	5 275 471
Energy sources		2 724 540	4 028 756	3 712 970	305 711	2 477 742	3 712 970	(1 235 228)	-33%	3 712 970
Water management		1 249 069	1 300 958	1 127 613	108 315	1 307 271	1 127 613	179 658	16%	1 127 613
Waste water management		286 349	209 646	284 013	19 411	318 913	284 013	34 899	12%	284 013
Waste management		150 253	158 774	150 875	10 576	161 177	150 875	10 302	7%	150 875
<b>Other</b>	4	39 274	101 045	114 396	6 156	41 624	114 396	(72 772)	-64%	114 396
<b>Total Revenue - Functional</b>	2	6 747 922	8 569 426	8 445 299	583 833	6 691 029	8 445 299	(1 754 270)	-21%	8 445 299
<b>Expenditure - Functional</b>										
<b>Governance and administration</b>		1 085 322	1 480 553	1 740 731	176 813	1 161 765	1 740 731	(578 966)	-33%	1 740 731
Executive and council		115 687	258 320	150 270	13 338	150 667	150 270	397	0%	150 270
Finance and administration		950 235	1 193 778	1 560 312	156 447	986 859	1 560 312	(573 453)	-37%	1 560 312
Internal audit		19 401	28 455	30 148	7 027	24 239	30 148	(5 909)	-20%	30 148
<b>Community and public safety</b>		624 012	537 196	640 810	57 682	594 639	640 810	(46 170)	-7%	640 810
Community and social services		147 223	135 893	149 462	13 709	152 758	149 462	3 295	2%	149 462
Sport and recreation		140 507	130 425	134 184	15 678	149 732	134 184	15 548	12%	134 184
Public safety		232 288	222 097	259 339	20 532	205 954	259 339	(53 385)	-21%	259 339
Housing		94 435	35 263	87 642	7 072	76 238	87 642	(11 404)	-13%	87 642
Health		9 559	13 517	10 183	691	9 958	10 183	(225)	-2%	10 183
<b>Economic and environmental services</b>		378 225	513 621	490 951	76 213	457 696	490 951	(33 255)	-7%	490 951
Planning and development		93 766	84 863	104 058	14 876	96 881	104 058	(7 178)	-7%	104 058
Road transport		259 799	402 476	361 407	58 559	334 062	361 407	(27 344)	-8%	361 407
Environmental protection		24 661	26 283	25 485	2 777	26 752	25 485	1 267	5%	25 485
<b>Trading services</b>		4 061 495	5 109 852	4 628 144	527 975	4 568 041	4 628 144	(60 103)	-1%	4 628 144
Energy sources		2 621 122	3 289 792	3 113 162	375 050	3 155 996	3 113 162	42 834	1%	3 113 162
Water management		952 916	1 293 157	997 172	98 933	916 926	997 172	(80 246)	-8%	997 172
Waste water management		348 154	399 300	368 518	30 916	347 591	368 518	(20 927)	-6%	368 518
Waste management		139 303	127 604	149 292	23 076	147 528	149 292	(1 764)	-1%	149 292
<b>Other</b>		73 188	63 978	63 377	8 537	73 304	63 377	9 928	16%	63 377
<b>Total Expenditure - Functional</b>	3	6 222 242	7 705 200	7 564 011	847 219	6 855 446	7 564 011	(708 566)	-9%	7 564 011
<b>Surplus/ (Deficit) for the year</b>		525 680	864 226	881 288	(263 386)	(164 417)	881 288	(1 045 705)	-119%	881 288

KZN225 Msunduzi - Table C3 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Q4  
Fourth Quarter

Vote Description	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue by Vote</b>	1	(15)	-	-	-	-	-	-	-	-
Vote 1 - City Manager		1 855 452	2 342 935	2 596 123	95 406	2 023 301	2 596 123	(572 822)	-22,1%	2 596 123
Vote 2 - City Finance		8 603	7 980	7 911	1 179	6 904	7 911	(1 007)	-12,7%	7 911
Vote 3 - Corporate Services		235 448	497 013	296 215	13 516	238 177	296 215	(58 038)	-19,6%	296 215
Vote 4 - Community Services and Social Equity		1 628 015	1 520 657	1 473 469	129 138	1 676 948	1 473 469	203 478	13,8%	1 473 469
Vote 5 - Infrastructure Services		248 423	200 280	473 093	36 604	265 661	473 093	(207 432)	-43,8%	473 093
Vote 6 - Sustainable Development and City Enterprises		2 771 995	4 000 561	3 598 488	307 990	2 480 038	3 598 488	(1 118 450)	-31,1%	3 598 488
<b>Total Revenue by Vote</b>	2	<b>6 747 922</b>	<b>8 569 426</b>	<b>8 445 299</b>	<b>583 833</b>	<b>6 691 029</b>	<b>8 445 299</b>	(1 754 270)	-20,8%	<b>8 445 299</b>
<b>Expenditure by Vote</b>										
Vote 1 - City Manager	1	151 982	300 106	197 403	24 292	193 699	197 403	(3 705)	-1,9%	197 403
Vote 2 - City Finance		362 345	799 188	1 208 253	97 607	495 487	1 208 253	(712 766)	-59,0%	1 208 253
Vote 3 - Corporate Services		163 339	195 633	158 754	22 283	209 807	158 754	51 053	32,2%	158 754
Vote 4 - Community Services and Social Equity		904 577	827 458	1 241 623	109 657	897 526	1 241 623	(344 097)	-27,7%	1 241 623
Vote 5 - Infrastructure Services		1 565 729	2 117 250	639 126	187 060	1 597 675	639 126	958 549	150,0%	639 126
Vote 6 - Sustainable Development and City Enterprises		295 042	225 419	668 477	28 005	276 963	668 477	(391 514)	-58,6%	668 477
Vote 7 - Electricity		2 779 228	3 240 145	3 450 375	378 316	3 184 289	3 450 375	(266 086)	-7,7%	3 450 375
<b>Total Expenditure by Vote</b>	2	<b>6 222 242</b>	<b>7 705 200</b>	<b>7 564 011</b>	<b>847 219</b>	<b>6 855 446</b>	<b>7 564 011</b>	(708 566)	-9,4%	<b>7 564 011</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>525 680</b>	<b>864 226</b>	<b>881 288</b>	<b>(263 386)</b>	<b>(164 417)</b>	<b>881 288</b>	(1 045 705)	-118,7%	<b>881 288</b>

**Msunduzi Municipality**

**KZN225 Msunduzi - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q4 Fourth Quarter**

Description R thousands	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>Revenue</b>										
Exchange Revenue										
Service charges - Electricity		2 724 540	3 892 818	3 673 355	311 869	2 447 074	3 673 355	(1 226 281)	-33%	3 673 355
Service charges - Water		824 369	901 572	901 572	80 458	769 398	901 572	(132 173)	-15%	901 572
Service charges - Waste Water Management		197 960	202 500	202 500	15 115	192 367	202 500	(10 133)	-5%	202 500
Service charges - Waste management		123 629	138 742	138 742	9 701	124 295	138 742	(14 447)	-10%	138 742
Sale of Goods and Rendering of Services										
Agency services		2 599	715	715	(560)	2 667	715	1 952	273%	715
Interest										
Interest earned from Receivables		221 878	198 174	198 174	45 100	388 803	198 174	190 629	96%	198 174
Interest from Current and Non Current Assets										
Dividends										
Rent on Land										
Rental from Fixed Assets		20 071	104 824	104 824	7 068	34 812	104 824	(70 011)	-67%	104 824
Licence and permits		2 415	2 452	2 452	92	2 011	2 452	(440)	-18%	2 452
Operational Revenue		68 506	230 407	230 407	(7 099)	66 481	230 407	(163 926)	-71%	230 407
<b>Non-Exchange Revenue</b>										
Property rates		1 370 173	1 526 985	1 526 985	79 243	1 366 837	1 526 985	(160 148)	-10%	1 526 985
Surcharges and Taxes										
Fines, penalties and forfeits		20 129	14 660	14 660	1 799	33 178	14 660	18 518	126%	14 660
Licence and permits										
Transfers and subsidies - Operational		801 751	838 135	846 016	5 275	822 649	846 016	(23 367)	-3%	846 016
Interest		16 957	68 743	68 743	5 276	44 118	68 743	(24 626)	-36%	68 743
Fuel Levy										
Operational Revenue										
Gains on disposal of Assets										
Other Gains		28 625								
Discontinued Operations										
Total Revenue (excluding capital transfers and contributions)		6 423 603	8 120 726	7 909 143	553 337	6 294 690	7 909 143	(1 614 453)	-20%	7 909 143
<b>Expenditure By Type</b>										
Employee related costs										
Remuneration of councillors		1 466 856	1 793 148	1 716 572	185 792	1 619 684	1 716 572	(96 888)	-6%	1 716 572
Bulk purchases - electricity		51 818	62 700	62 700	4 739	63 279	62 700	579	1%	62 700
Inventory consumed		2 350 401	2 514 000	2 714 000	330 263	2 714 396	2 714 000	396	0%	2 714 000
Debt impairment		739 336	970 629	878 190	109 221	890 185	878 190	11 994	1%	878 190
Depreciation and amortisation		71 196	600 000	600 000	1 951	22 524	600 000	(577 476)	-96%	600 000
Interest		350 684	461 616	462 450	31 315	366 569	462 450	(95 881)	-21%	462 450
Contracted services		143 222	40 401	40 401	48	61 037	40 401	20 637	51%	40 401
Transfers and subsidies		799 399	994 888	855 791	183 698	886 168	855 791	30 377	4%	855 791
Irrecoverable debts written off		29 562	51 024	14 627	(31 470)	14 165	14 627	(461)	-3%	14 627
Operational costs										
Losses on Disposal of Assets		186 191	216 794	219 281	31 662	217 438	219 281	(1 843)	-1%	219 281
Other Losses		33 578								
Total Expenditure		6 222 242	7 705 200	7 564 011	847 219	6 855 446	7 564 011	(708 566)	-9%	7 564 011
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations)		201 361	415 526	345 132	(293 882)	(560 756)	345 132	(905 888)	(0)	345 132
Transfers and subsidies - capital (in-kind)		324 319	448 700	536 156	30 497	396 339	536 156	(139 817)	(0)	536 156
Surplus/(Deficit) after capital transfers & contributions		525 680	864 226	881 288	(263 386)	(164 417)	881 288			881 288
Income Tax										
Surplus/(Deficit) after income tax		525 680	864 226	881 288	(263 386)	(164 417)	881 288			881 288
Share of Surplus/Deficit attributable to Joint Venture										
Share of Surplus/Deficit attributable to Minorities										
Surplus/(Deficit) attributable to municipality		525 680	864 226	881 288	(263 386)	(164 417)	881 288			881 288
Share of Surplus/Deficit attributable to Associate										
Intercompany/Parent subsidiary transactions										
Surplus/ (Deficit) for the year		525 680	864 226	881 288	(263 386)	(164 417)	881 288			881 288

KZN225 Msunduzi - Table C5 Consolidated Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding - Q4 Fourth Quarter

Vote Description	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>Multi-Year expenditure appropriation</b>	2									
Vote 1 - City Manager		27	-	-	-	-	-	-	-	-
Vote 2 - City Finance		9 153	30 000	30 000	347	6 118	30 000	(23 882)	-80%	30 000
Vote 3 - Corporate Services		938	10 000	3 318	3 492	5 072	3 318	1 754	53%	3 318
Vote 4 - Community Services and Social Equity		48 934	24 886	68 124	23 583	70 131	68 124	2 008	3%	68 124
Vote 5 - Infrastructure Services		268 923	318 102	237 994	68 959	291 480	237 994	53 485	22%	237 994
Vote 6 - Sustainable Development and City Enterprises		133 279	144 745	266 967	17 477	168 625	266 967	(98 342)	-37%	266 967
Vote 7 - Electricity		71 071	175 400	141 975	62 346	118 988	141 975	(22 987)	-16%	141 975
<b>Total Capital Multi-year expenditure</b>	4,7	<b>532 326</b>	<b>703 134</b>	<b>748 378</b>	<b>176 203</b>	<b>660 415</b>	<b>748 378</b>	<b>(87 963)</b>	<b>-12%</b>	<b>748 378</b>
<b>Single Year expenditure appropriation</b>	2									
Vote 1 - City Manager		944	5 000	7 700	2 859	5 993	7 700	(1 707)	-22%	7 700
Vote 2 - City Finance		3 084	-	-	5 568	5 571	-	5 571	-	-
Vote 3 - Corporate Services		3 796	10 000	17 000	2 199	15 256	17 000	(1 744)	-10%	17 000
Vote 4 - Community Services and Social Equity		4 980	4 000	4 230	5 455	8 052	4 230	3 823	90%	4 230
Vote 5 - Infrastructure Services		793	5 000	19 850	4 069	14 080	19 850	(5 770)	-29%	19 850
Vote 6 - Sustainable Development and City Enterprises		1 035	38 026	1 386	650	843	1 386	(544)	-39%	1 386
Vote 7 - Electricity		831	3 600	4 000	19 299	19 498	4 000	15 498	387%	4 000
<b>Total Capital single-year expenditure</b>	4	<b>15 464</b>	<b>65 626</b>	<b>54 166</b>	<b>40 099</b>	<b>69 293</b>	<b>54 166</b>	<b>15 127</b>	<b>28%</b>	<b>54 166</b>
<b>Total Capital Expenditure</b>		<b>547 790</b>	<b>768 760</b>	<b>802 544</b>	<b>216 303</b>	<b>729 708</b>	<b>802 544</b>	<b>(72 836)</b>	<b>-9%</b>	<b>802 544</b>
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		<b>18 773</b>	<b>51 000</b>	<b>58 773</b>	<b>15 013</b>	<b>38 678</b>	<b>58 773</b>	<b>(20 095)</b>	<b>-34%</b>	<b>58 773</b>
Executive and council		750	1 000	7 700	2 859	5 993	7 700	(1 707)	-22%	7 700
Finance and administration		18 024	50 000	51 073	12 154	32 686	51 073	(18 388)	-36%	51 073
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		<b>57 141</b>	<b>169 252</b>	<b>190 567</b>	<b>24 213</b>	<b>118 047</b>	<b>190 567</b>	<b>(72 520)</b>	<b>-38%</b>	<b>190 567</b>
Community and social services		43 937	20 307	35 902	10 636	39 891	35 902	3 989	11%	35 902
Sport and recreation		922	-	8 400	2 565	5 256	8 400	(3 144)	-37%	8 400
Public safety		148	4 199	972	684	724	972	(248)	-25%	972
Housing		12 135	144 745	145 293	10 328	72 176	145 293	(73 117)	-50%	145 293
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		<b>277 382</b>	<b>107 006</b>	<b>192 359</b>	<b>36 126</b>	<b>247 579</b>	<b>192 359</b>	<b>55 220</b>	<b>29%</b>	<b>192 359</b>
Planning and development		118 612	38 606	117 803	4 690	92 996	117 803	(24 807)	-21%	117 803
Road transport		158 749	68 400	74 556	31 436	154 583	74 556	80 027	107%	74 556
Environmental protection		22	-	-	-	-	-	-	-	-
<b>Trading services</b>		<b>191 140</b>	<b>438 702</b>	<b>357 031</b>	<b>138 546</b>	<b>321 887</b>	<b>357 031</b>	<b>(35 144)</b>	<b>-10%</b>	<b>357 031</b>
Energy sources		64 942	179 000	145 975	81 645	138 486	145 975	(7 489)	-5%	145 975
Water management		67 842	133 925	113 880	20 710	77 631	113 880	(36 249)	-32%	113 880
Waste water management		48 192	120 778	72 177	22 718	78 088	72 177	5 911	8%	72 177
Waste management		10 165	5 000	25 000	13 473	27 681	25 000	2 681	11%	25 000
Other		3 353	2 800	3 814	2 404	3 518	3 814	(297)	-8%	3 814
<b>Total Capital Expenditure - Functional Classification</b>	3	<b>547 790</b>	<b>768 760</b>	<b>802 544</b>	<b>216 303</b>	<b>729 708</b>	<b>802 544</b>	<b>(72 836)</b>	<b>-9%</b>	<b>802 544</b>
<b>Funded by:</b>										
National Government		251 840	312 535	412 215	72 827	324 338	412 215	(87 877)	-21%	412 215
Provincial Government		111 490	136 165	123 941	4 663	92 791	123 941	(31 150)	-25%	123 941
District Municipality								-	-	-
Agencies, Households, Non-profit Institutions, Private Enterprises, Public										
<b>Transfers recognised - capital</b>		<b>363 330</b>	<b>448 700</b>	<b>536 156</b>	<b>77 490</b>	<b>417 129</b>	<b>536 156</b>	<b>(119 027)</b>	<b>-22%</b>	<b>536 156</b>
Borrowing	6		200 000	116 275	45 480	72 310	116 275	(43 965)	-38%	116 275
Internally generated funds		184 460	120 060	150 113	93 333	240 269	150 113	90 157	60%	150 113
<b>Total Capital Funding</b>		<b>547 790</b>	<b>768 760</b>	<b>802 544</b>	<b>216 303</b>	<b>729 708</b>	<b>802 544</b>	<b>(72 836)</b>	<b>-9%</b>	<b>802 544</b>

## KZN225 Msunduzi - Table C6 Consolidated Monthly Budget Statement - Financial Position - Q4 Fourth

Description	Ref	2022/23	Budget Year 2023/24			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash and cash equivalents		511 402	602 411	602 411	(9 014)	602 411
Trade and other receivables from exchange transactions		2 157 210	1 296 255	1 296 255	3 620 248	1 296 255
Receivables from non-exchange transactions		765 104	664 796	664 796	—	664 796
Current portion of non-current receivables		420 123	359 494	359 494	521 503	359 494
Inventory		120 340			—	—
VAT					441 380	—
Other current assets						—
<b>Total current assets</b>		<b>3 974 180</b>	<b>2 922 957</b>	<b>2 922 957</b>	<b>4 574 117</b>	<b>2 922 957</b>
<b>Non current assets</b>						
Investments					—	—
Investment property		953 062	974 256	974 256	928 703	974 256
Property, plant and equipment		7 044 167	7 923 583	7 923 583	6 966 898	7 923 583
Biological assets			84 451	84 451	534	84 451
Living and non-living resources		576	733	733	—	733
Heritage assets		274 718	287 701	287 701	—	287 701
Intangible assets		23 913	20 954	20 954	18 753	20 954
Trade and other receivables from exchange transactions		—	—	—	—	—
Non-current receivables from non-exchange transactions		—	—	—	—	—
Other non-current assets		75 800	—	—	—	—
<b>Total non current assets</b>		<b>8 372 236</b>	<b>9 291 678</b>	<b>9 291 678</b>	<b>7 914 888</b>	<b>9 291 678</b>
<b>TOTAL ASSETS</b>		<b>12 346 416</b>	<b>12 214 634</b>	<b>12 214 634</b>	<b>12 489 005</b>	<b>12 214 634</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft					—	—
Financial liabilities		74 271	83 359	83 359	50 311	83 359
Consumer deposits		142 079	140 009	140 009	152 606	140 009
Trade and other payables from exchange transactions		2 487 458	1 186 051	1 186 051	3 292 891	1 186 051
Trade and other payables from non-exchange transactions		15 568	—	—	—	—
Provision		8 980	49 000	49 000	57 757	49 000
VAT		185 013	187 552	187 552	472	187 552
Other current liabilities		225 198			—	—
<b>Total current liabilities</b>		<b>3 138 566</b>	<b>1 645 970</b>	<b>1 645 970</b>	<b>3 554 038</b>	<b>1 645 970</b>
<b>Non current liabilities</b>						
Financial liabilities		50 311	131 184	131 184	—	131 184
Provision		62 175	75 576	75 576	—	75 576
Long term portion of trade payables		545 988			116 275	—
Other non-current liabilities			648 252	648 252	538 220	648 252
<b>Total non current liabilities</b>		<b>658 474</b>	<b>855 013</b>	<b>855 013</b>	<b>654 495</b>	<b>855 013</b>
<b>TOTAL LIABILITIES</b>		<b>3 797 040</b>	<b>2 500 983</b>	<b>2 500 983</b>	<b>4 208 533</b>	<b>2 500 983</b>
<b>NET ASSETS</b>	2	<b>8 549 376</b>	<b>9 713 651</b>	<b>9 713 651</b>	<b>8 280 473</b>	<b>9 713 651</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated surplus/(deficit)		8 329 636	9 501 123	9 501 123	8 054 947	9 501 123
Reserves and funds		4 605	212 528	212 528	225 525	212 528
Other		215 134			—	—
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>8 549 376</b>	<b>9 713 651</b>	<b>9 713 651</b>	<b>8 280 473</b>	<b>9 713 651</b>

**PART 2 – SUPPORTING DOCUMENTATION****2.1 Debtors Analysis**

The table presented below summarises the Debtors Age Analysis as at 30 June 2024

KZN225 Msunduzi - Supporting Table SC3 Monthly Budget Statement - aged debtors - Q4 Fourth Quarter

R thousands	Description	Budget Year 2023/24						Total over 90 days off against Debtors	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		NT Code	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	
<b>Debtors Age Analysis By Income Source</b>										
Trade and Other Receivables from Exchange Transactions - Water	1200	187 512	5 818	40 004	41 379	40 715	43 617	235 661	2 263 437	2 858 143
Trade and Other Receivables from Exchange Transactions - Electricity	1300	379 321	1 140	15 324	16 395	17 389	14 564	94 880	216 546	755 559
Receivables from Non-exchange Transactions - Property Rates	1400	168 705	4 984	23 664	24 841	23 592	22 383	123 558	861 204	1 253 231
Receivables from Exchange Transactions - Waste Water Management	1500	36 795	1 106	6 811	6 935	6 632	6 561	38 422	320 614	423 875
Receivables from Exchange Transactions - Waste Management	1600	18 265	899	3 578	3 490	3 456	3 259	18 170	175 467	226 584
Receivables from Exchange Transactions - Property Rental Debtors	1700	3 833	1 124	891	760	981	710	5 473	50 662	64 433
Interest on Arrear Debtor Accounts	1810	129 333	-	34 680	37 750	36 796	34 932	189 001	1 049 192	1 511 684
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	353	157	237	234	176	161	958	164 302	-
Other	1900	353	157	237	234	176	161	958	166 579	165 832
<b>Total By Income Source</b>	<b>2000</b>	<b>924 117</b>	<b>15 229</b>	<b>125 190</b>	<b>131 783</b>	<b>129 737</b>	<b>126 186</b>	<b>706 423</b>	<b>5 101 423</b>	<b>7 260 088</b>
<b>2022/23 - totals only</b>										<b>6 195 552</b>
<b>Debtors Age Analysis By Customer Group</b>										
Organs of State	2200	89 338	(214)	6 000	5 963	3 595	4 805	20 489	91 550	221 528
Commercial	2300	404 319	3 401	24 440	22 978	21 164	23 198	127 864	632 015	1 259 378
Households	2400	430 460	12 042	94 750	102 841	104 978	98 183	558 070	4 377 857	5 779 182
Other	2500	2600	924 117	15 229	125 190	131 783	129 737	126 186	5 101 423	7 260 088
										<b>6 195 552</b>
										<b>-</b>
										<b>3 914 528</b>
										<b>3 325 889</b>

## 2.2 Creditors Analysis

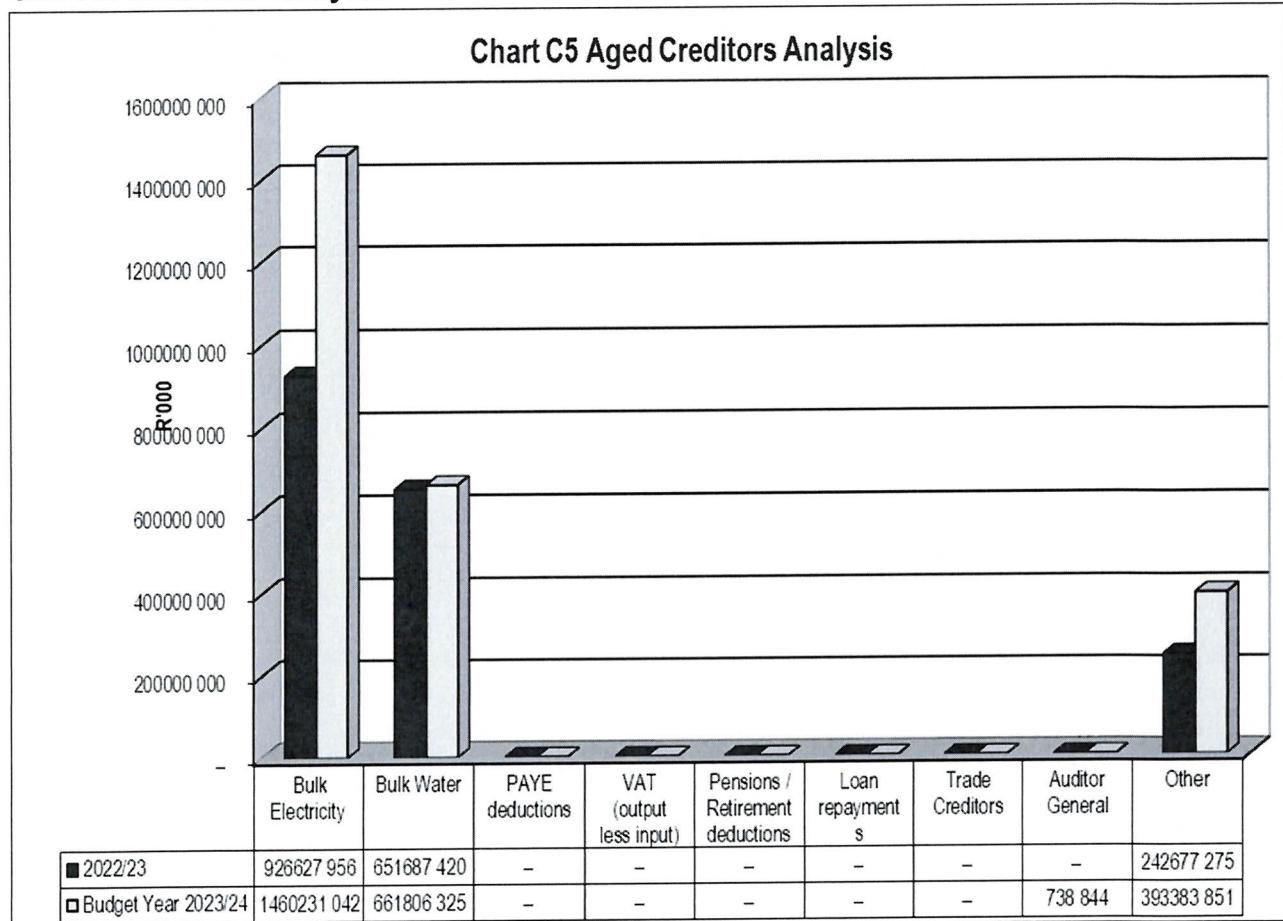
Table SC 4 below presents the aged creditors as at 30 June 2024

KZN225 Msunduzi - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q4 Fourth Quarter

Description R thousands	NT Code	Budget Year 2023/24								Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	
<b>Creditors Age Analysis By Customer Type</b>										
Bulk Electricity	0100	640 934	(41 595)	-	(20 795)	881 687				1 460 231 926 628
Bulk Water	0200	205 895	24 377	(51 732)	18 985	464 282				661 806 651 687
PAYE deductions	0300									- -
VAT (output less input)	0400									- -
Pensions / Retirement deductions	0500									- -
Loan repayments	0600									- -
Trade Creditors	0700									- -
Auditor General	0800	739		14 025	9 904	3 405				739 -
Other	0900	294 204	71 846	14 025	9 904	3 405				393 384 242 677
<b>Total By Customer Type</b>	<b>1000</b>	<b>1 141 772</b>	<b>54 628</b>	<b>(37 707)</b>	<b>8 094</b>	<b>1 349 373</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2 516 160 1 820 993</b>

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

**Chart 3: Creditors Analysis**



### 2.3 Investment Portfolio Analysis

The following information presents the short-term investments balances broken down per investment type as at 30 June 2024.

KZN225 Msunduzi - Supporting Table SC5 Monthly Budget Statement - investment portfolio - Q4 Fourth Quarter

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
Municipality														
Municipal Infrastructure Grant										58 202		(58 138)		63
Unspent Conditional Grant										205 840	159	(110 251)	77 080	172 828
Housing Accreditation										8 467	52	(1 624)		6 895
Municipal Housing Account										51 915	342	(2 050)		50 207
Housing Projects: Principal-Agent										15 539		(993)		14 545
Compensation Fund (COID)1131010020										334				334
Compensation Fund (COID)										23 585	2			23 587
Airport Development Fund										28	0			28
Insurance Fund										7 807	52			7 859
Vat Recovery on Prov. Grants										1 018				1 024
Vat Refunds										4 984	33			5 017
Call - General Reserves										27 440		(97 440)	114 000	44 000
7 Day Notice - General Reserves										7 795	52			7 847
1 Day Notice - General Reserves										120	1			120
Call Account-Loan										89 444	654			90 098
<b>Municipality sub-total</b>										<b>502 517</b>	<b>1 348</b>	<b>(270 496)</b>	<b>191 086</b>	<b>424 455</b>
<b>Entities</b>														-
<b>Entities sub-total</b>										-		-		-
<b>TOTAL INVESTMENTS AND INTEREST</b>	<b>2</b>									<b>502 517</b>	<b>1 348</b>	<b>(270 496)</b>	<b>191 086</b>	<b>424 455</b>

The total consolidated investment balances as at 30 June 2024 amounted to R 424.455 million.

## 2.4 Allocation and Grant receipts and Expenditure

**Grant Receipts:** The total YTD operating and capital grant receipts for fourth quarter amounted to R1.262 billion that is inclusive of equitable share of R767.222 million, Operating Transfers of R53.885 and Capital transfers of R440.394 million.

KZN225 Msunduzi - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Q4 Fourth Quarter

Description	Ref	2022/23		Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
<b>R thousands</b>											
<b>RECEIPTS:</b>	1,2										
<b>Operating Transfers and Grants</b>											
<b>National Government:</b>											
Local Government Equitable Share	765 767	805 981	796 839	—	800 510	796 839	3 671	0,5%	796 839		
Finance Management	696 056	767 222	767 222	—	767 222	767 222	—	—	767 222		
Municipal Systems Improvement	1 950	1 950	1 950	—	1 950	1 950	—	—	1 950		
EPWP Incentive	5 228	4 979	4 701	—	4 701	4 701	—	—	4 701		
Water Services Operating Subsidy	55 555	22 000	13 945	—	17 604	13 945	3 659	26,2%	13 945		
Municipal Water Infrastructure Grant	6 977	9 830	9 021	—	9 033	9 021	12	0,1%	9 021		
Operating costs-MIG	35 985	32 003	49 177	91	20 598	49 177	(28 579)	-58,1%	49 177		
<b>Provincial Government:</b>											
Housing Accreditation-OPERATING	—	—	—	—	913	913	—	—	—		
Human Settlements - Accredited Municipal RO	2 831	—	2 789	—	—	2 789	(2 789)	-100,0%	2 789		
Human Settlements - Housing Development	16 172	—	14 678	—	13 538	14 678	929	929	—		
Arts and Culture- Community Library Services	—	—	—	—	—	—	—	—	—		
Arts and Culture- Provincialisation	—	—	—	—	—	—	—	—	—		
Arts and Culture-Museum Subsidies	91	—	13 658	—	—	—	—	—	—		
Arts and Culture-Museum Subsidies - Tatham Art Gallery	—	—	—	—	120	—	120	—	—		
Tatham Art Gallery-OPERATING- ART BANK	—	—	—	—	57	—	57	—	—		
COGTA	—	—	—	—	—	—	—	—	—		
Municipal Employment Initiative - OPERATING	2 051	18 345	1 100	—	1 181	27 351	1 100	(1 100)	-100,0%	1 100	
Housing Projects -OPERATING	14 671	—	27 351	—	287	3 049	(2 762)	-95,7%	27 351		
Greater Edendale Development Initiative	168	—	3 049	91	2 572	209	3 049	-90,6%	3 049		
SETA- Bursaries for Non Employees- OPERATING	—	—	209	—	1 000	2 363	2 363	1132,2%	209		
Municipal Employment Initiative - OPERATING	—	—	—	—	—	—	—	—	—		
Informal Economy Infrastructure Development	—	—	—	—	—	—	—	—	—		
<b>District Municipality:</b>											
[insert description]	—	—	—	—	—	—	—	—	—		
<b>Other grant providers:</b>											
[insert description]	—	—	—	—	—	—	—	—	—		
<b>Total Operating Transfers and Grants</b>	5	801 751	837 984	846 016	91	821 107	846 016	(24 908)	-2,9%	846 016	
<b>Capital Transfers and Grants</b>											
<b>National Government:</b>											
Municipal Infrastructure Grant (MIG)	286 472	312 535	296 020	—	284 944	296 020	(11 075)	-3,7%	296 020		
Public Transport and Systems	220 149	238 929	224 359	—	220 289	224 359	(4 069)	-1,8%	224 359		
Neighbourhood Development Partnership	—	34 499	33 606	23 606	—	13 100	23 606	(10 506)	-44,5%	23 606	
Dept of Mineral/Electricity	—	—	—	—	—	—	—	—	—		
Intergated National Electrification Programme	27 380	—	7 000	7 000	—	10 500	7 000	3 500	50,0%	7 000	
Municipal Systems Improvement	—	—	—	—	—	—	—	—	—		
Water Services Infrastructure Grant	4 444	28 000	36 055	—	36 055	36 055	—	—	—	36 055	
Energy Efficiency and Demand Management	—	5 000	5 000	—	5 000	5 000	—	—	—	5 000	
Other capital transfers/grants [insert desc]	—	—	—	—	—	—	—	—	—	—	
<b>Provincial Government:</b>											
KZN-Military Veterans	37 847	136 165	240 137	989	155 449	240 137	(84 687)	-35,3%	233 312		
Human Settlement - Housing Accreditation	418	700	6 825	—	700	6 825	(6 825)	-100,0%	—		
Jika Joe Community Residential Units-CAPITAL	—	—	700	25 387	—	700	(700)	-100,0%	700		
Provincial Government:	—	—	—	—	—	—	—	—	—		
Arts and Culture- Community Library Services	—	—	420	—	900	—	900	—	—		
Arts and Culture-Museum Subsidies - Tatham Art Gallery	348	—	1 283	—	451	1 283	(832)	-64,9%	1 283		
PMB Airport- CAPITAL	2 875	3 000	3 274	—	3 000	3 274	(274)	-8,4%	3 274		
Housing Projects -Capital	—	14 850	116 195	—	—	116 195	(116 195)	-100,0%	116 195		
Human Settlement	5 022	116 195	85 459	989	3 567	85 459	(81 892)	-95,8%	85 459		
Greater Edendale Development Initiative-CAPITAL	11 683	—	—	—	—	—	—	—	—		
Operation Dlulisumlando-Capital	198	—	—	—	—	—	—	—	—		
Youth Enterprise Park-CAPITAL	16 130	—	—	—	—	—	—	—	—		
Eastwood Primary Substation-CAPITAL	620	—	—	—	—	—	—	—	—		
Municipal Disaster Response Grant	487	—	—	—	—	—	—	—	—		
Corridor Development	—	—	—	—	—	—	—	—	—		
Upgrading Informal Settlements- CAPITAL	66	1 000	1 014	—	1 000	1 014	(14)	-1,3%	1 014		
Upgrading Informal Settlements- CAPITAL	—	—	—	—	—	—	—	—	—		
Informal Economy Infrastructure Development	—	—	—	—	—	—	—	—	—		
<b>District Municipality:</b>											
[insert description]	—	—	—	—	—	—	—	—	—		
<b>Other grant providers:</b>											
[insert description]	—	—	—	—	—	—	—	—	—		
<b>Total Capital Transfers and Grants</b>	5	324 319	448 700	536 156	989	440 394	536 156	(95 763)	-17,9%	529 332	
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	5	1 126 071	1 286 684	1 382 172	1 080	1 261 501	1 382 172	(120 671)	-8,7%	1 375 347	

**Grants Expenditure:** The amount spent in respect of conditional grants amounted to R1.219 billion as at the end of fourth quarter of the financial year which is inclusive of capital expenditure of transfers and grants of R396.339 million, total operating expenditure of transfers and grants of R55.427 million and equitable share of R767.222 million.

KZN225 Msunduzi - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - Q4 Fourth Quarter

Description	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
<b>R thousands</b>										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
<b>National Government:</b>										
Local Government Equitable Share		765 767	805 981	796 839	1 723	793 391	796 839	(3 448)	-0,4%	
Finance Management		696 056	767 222	767 222		767 222	767 222	—	767 222	
Municipal Systems Improvement		1 950	1 950	1 950	483	1 807	1 950	(143)	-7,3%	
EPWP Incentive		5 228	4 979	4 701	1 145	4 701	4 701	(0)	0,0%	
Water Services Operating Subsidy		55 555	22 000	13 945	54	13 948	13 945	3	0,0%	
Municipal Water Infrastructure Grant		6 977	9 830	9 021	40	5 712	9 021	(3 309)	-36,7%	
Operating costs-MIG									9 021	
<b>Provincial Government:</b>										
Housing Accreditation-OPERATING		35 985	32 154	49 177	3 553	29 258	49 177	(19 919)	-40,5%	
Human Settlements - Accredited Municipal RO				9 007	1 541	6 418	9 007	(2 589)	-28,7%	
Human Settlements - Housing Development		2 831				—	—	—	—	
Arts and Culture- Community Library Services		16 172		14 678	1 672	14 821	14 678	143	1,0%	
Arts and Culture- Provincialisation						—	—	—	—	
Arts and Culture-Museum Subsidies		91	13 658		69	205	—	205	—	
Arts and Culture-Museum Subsidies - Tatham Art Gallery			151			—	—	—	—	
COGTA				1 100		2 890	1 100	1 790	162,8%	
Municipal Employment Initiative - OPERATING		2 051	18 345	21 134		1 181	21 134	(19 953)	-94,4%	
Housing Projects -OPERATING						—	—	—	—	
Informal Economy Infrastructure Development		14 671		3 049	238	2 081	3 049	(968)	-31,8%	
Greater Edendale Development Initiative		168		209	34	1 663	209	1 454	696,7%	
SETA- Bursaries for Non Employees- OPERATING						—	—	—	—	
<b>District Municipality:</b>										
[insert description]								—	—	
Other grant providers:								—	—	
[insert description]								—	—	
<b>Total operating expenditure of Transfers and Grants:</b>		801 751	838 135	846 016	5 275	822 649	846 016	(23 367)	-2,8%	
<b>Total operating expenditure of Transfers and Grants:</b>										
<b>Capital expenditure of Transfers and Grants</b>										
<b>National Government:</b>										
Municipal Infrastructure Grant (MIG)		286 472	312 535	296 020	13 797	227 998	296 020	(68 022)	-23,0%	
Public Transport and Systems		220 149	238 929	224 359		172 601	224 359	(51 757)	-23,1%	
Neighbourhood Development Partnership		34 499	33 606	23 606	3 631	12 973	23 606	(10 633)	-45,0%	
Dept of Mineral/Electricity		27 380	7 000	7 000	3 401	12 219	7 000	5 219	74,6%	
Intergated National Electrification Programme		4 444	28 000	36 055	6 221	25 204	36 055	(10 851)	-30,1%	
Municipal Systems Improvement			5 000	5 000	544	5 000	5 000	—	5 000	
Water Services Infrastructure Grant						—	—	—	—	
Energy Efficiency and Demand Management						—	—	—	—	
Other capital transfers/grants [insert desc]						—	—	—	—	
<b>Provincial Government:</b>										
KZN-Military Veterans		37 847	136 165	240 137	16 700	168 342	240 137	(71 795)	-29,9%	
Human Settlement - Housing Accreditation			6 825	933	3 039	6 825	(3 785)	-55,5%	—	
Arts and Culture- Community Library Services		418	700	700	376	734	700	34	4,8%	
Arts and Culture-Museum Subsidies - Tatham Art Gallery			420		256	6 377	—	6 377	—	
PMB Airport- CAPITAL		348	1 283	137	171	1 283	(1 113)	-86,7%	1 283	
Housing Projects -Capital		2 875	3 000	3 274	2 404	3 201	3 274	(73)	-2,2%	
Human Settlement		14 850	116 195	9 952	68 685	116 195	(47 510)	-40,9%	116 195	
Informal Economy Infrastructure Development		5 022	1 000	1 014		1 014	(1 014)	-100,0%	1 014	
Greater Edendale Development Initiative-CAPITAL		11 683	85 459	177	77 553	85 459	(7 906)	-9,3%	85 459	
Municipal Disaster Response Grant		620		2 086	8 203		8 203	—	—	
Corridor Development		487				—	—	—	—	
Operation Dlulisumlando-Capital		66				—	—	—	—	
Informal Economy Infrastructure Development		198				—	—	—	—	
Youth Enterprise Park-CAPITAL		25 387				25 387	(25 387)	-100,0%	25 387	
Jika Joe Community Residential Units-CAPITAL		379				379	379	—	—	
Eastwood Primary Substation-CAPITAL		16 130						—	—	
<b>District Municipality:</b>										
0								—	—	
Other grant providers:								—	—	
0								—	—	
<b>Total capital expenditure of Transfers and Grants</b>		324 319	448 700	536 156	30 497	396 339	536 156	(139 817)	-26,1%	
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		1 126 071	1 286 835	1 382 172	35 772	1 218 988	1 382 172	(163 184)	-11,8%	
									1 375 347	

## 2.5 Councillor and Board Member and Employee Benefits

**KZN225 Msunduzi - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - Q4 Fourth Quarter**

Summary of Employee and Councillor remuneration R thousands	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
		1	A	B	C					D
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages		41 150	3 618	3 618	3 740	50 561	3 618	46 943	1298%	3 618
Pension and UIF Contributions		2 495	3 295	3 295	263	3 374	3 295	79	2%	3 295
Medical Aid Contributions		1 822	8 001	8 001	178	2 086	8 001	(5 915)	-74%	8 001
Motor Vehicle Allowance		2 551	39 273	39 273	235	2 872	39 273	(36 401)	-93%	39 273
Cellphone Allowance		3 719	747	747	313	4 240	747	3 493	468%	747
Housing Allowances		81	7 767	7 767	7	98	7 767	(7 669)	-9%	7 767
Other benefits and allowances		(0)			2	48	—	48	—	—
<b>Sub Total - Councillors</b>	4	<b>51 818</b>	<b>62 700</b>	<b>62 700</b>	<b>4 739</b>	<b>63 279</b>	<b>62 700</b>	<b>579</b>	<b>1%</b>	<b>62 700</b>
% increase			21,0%	21,0%						21,0%
<b>Senior Managers of the Municipality</b>	3									
Basic Salaries and Wages		8 621	8 727	8 222	494	6 832	8 222	(1 389)	-17%	8 222
Pension and UIF Contributions		816	687	959	82	1 004	959	45	5%	959
Medical Aid Contributions		199	60 106	240	14	170	240	(70)	-29%	240
Overtime		—	—	—				—	—	
Performance Bonus		—	—	—				—	—	
Motor Vehicle Allowance		993	2 559	788	70	893	788	105	13%	788
Cellphone Allowance		110	171	105	8	109	105	3	3%	105
Housing Allowances		203	70 026	212	17	207	212	(5)	-2%	212
Other benefits and allowances		122			30	85		85	—	
Post-retirement benefit obligations										
<b>Sub Total - Senior Managers of Municipality</b>	4	<b>11 064</b>	<b>142 275</b>	<b>10 526</b>	<b>715</b>	<b>9 301</b>	<b>10 526</b>	<b>(1 225)</b>	<b>-12%</b>	<b>10 526</b>
% increase			1186,0%	-4,9%						-4,9%
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		991 780	1 019 072	1 224 532	85 773	973 954	1 224 532	(250 578)	-20%	1 224 532
Pension and UIF Contributions		180 566	291 354	163 807	15 430	187 273	163 807	23 465	14%	163 807
Medical Aid Contributions		63 939	122 280	87 658	64 920	137 670	87 658	50 013	57%	87 658
Overtime		120 003	101 320	110 906	10 208	123 315	110 906	12 409	11%	110 906
Performance Bonus		30 212	36 572	50 999	2 629	32 028	50 999	(18 971)	-37%	50 999
Motor Vehicle Allowance		4 908	5 141	5 940	461	5 415	5 940	(526)	-9%	5 940
Cellphone Allowance		4 538	4 916	6 121	384	4 715	6 121	(1 406)	-23%	6 121
Housing Allowances		34 345	39 950	19 114	2 894	31 898	19 114	12 784	67%	19 114
Other benefits and allowances		—	—	—	—	—	—	—	—	
Payments in lieu of leave		25 501	18 330	25 262	1 335	28 157	25 262	2 895	11%	25 262
Long service awards		—	—	—	—	—	—	—	—	
Post-retirement benefit obligations		—	—	—	—	—	—	—	—	
Entertainment		—	—	—	—	—	—	—	—	
Scarcity		—	—	—	—	—	—	—	—	
Acting and post related allowance		—	—	—	—	—	—	—	—	
In kind benefits		—	—	—	—	—	—	—	—	
<b>Sub Total - Other Municipal Staff</b>	4	<b>1 455 792</b>	<b>1 638 935</b>	<b>1 694 339</b>	<b>184 089</b>	<b>1 598 418</b>	<b>1 694 339</b>	<b>(95 920)</b>	<b>-6%</b>	<b>1 694 339</b>
% increase			12,6%	16,4%						16,4%
<b>Total Parent Municipality</b>		<b>1 518 673</b>	<b>1 843 910</b>	<b>1 767 565</b>	<b>189 543</b>	<b>1 670 998</b>	<b>1 767 565</b>	<b>(96 567)</b>	<b>-5%</b>	<b>1 767 565</b>
Unpaid salary, allowances & benefits in arrears:		—	—	—	—	—	—	—	—	—
<b>Board Members of Entities</b>										
Basic Salaries and Wages		231	231	43	241	231	10	5%		231
<b>Sub Total - Executive members Board</b>	2	<b>—</b>	<b>231</b>	<b>231</b>	<b>43</b>	<b>241</b>	<b>231</b>	<b>10</b>	<b>5%</b>	<b>231</b>
% increase	4									
<b>Senior Managers of Entities</b>										
Basic Salaries and Wages		858	858	62	804	858	(53)	-6%		858
Pension and UIF Contributions		31	31	3	35	31	4	14%		31
Medical Aid Contributions		30	30			30	(30)	-100%		30
Overtime		—	—	—	—	—	—	—	—	
Performance Bonus		—	—	—	—	—	—	—	—	
Motor Vehicle Allowance		11	11	3	30	11	19	178%		11
Cellphone Allowance		—	—	1	11	—	11	—	—	
Housing Allowances		—	—	53		—	53	—	—	
<b>Sub Total - Senior Managers of Entities</b>	4	<b>—</b>	<b>929</b>	<b>929</b>	<b>68</b>	<b>880</b>	<b>929</b>	<b>(49)</b>	<b>-5%</b>	<b>929</b>
% increase										
<b>Other Staff of Entities</b>										
Basic Salaries and Wages		8 737	8 737	647	8 439	8 737	(298)	-3%		8 737
Pension and UIF Contributions		600	600	48	566	600	(34)	-6%		600
Medical Aid Contributions		866	866	104	1 177	866	311	36%		866
Overtime		367	367	61	401	367	34	9%		367
Performance Bonus		102	102	9	102	102	—	—		102
Motor Vehicle Allowance		106	106	9	106	106	—	—		106
Cellphone Allowance		—	—	53		—	53	—	—	
Housing Allowances		—	—	53		—	53	—	—	
Other benefits and allowances		—	—	53		—	53	—	—	
<b>Sub Total - Other Staff of Entities</b>	4	<b>—</b>	<b>10 778</b>	<b>10 778</b>	<b>877</b>	<b>10 843</b>	<b>10 778</b>	<b>66</b>	<b>1%</b>	<b>10 778</b>
% increase										
<b>Total Municipal Entities</b>		<b>—</b>	<b>11 938</b>	<b>11 938</b>	<b>989</b>	<b>11 965</b>	<b>11 938</b>	<b>27</b>	<b>0%</b>	<b>11 938</b>
TOTAL SALARY, ALLOWANCES & BENEFITS		<b>1 518 673</b>	<b>1 855 848</b>	<b>1 779 502</b>	<b>190 532</b>	<b>1 682 963</b>	<b>1 779 502</b>	<b>(96 540)</b>	<b>-5%</b>	<b>1 779 502</b>
% increase	4		22,2%	17,2%						17,2%
<b>TOTAL MANAGERS AND STAFF</b>		<b>1 466 856</b>	<b>1 792 918</b>	<b>1 716 572</b>	<b>185 792</b>	<b>1 619 684</b>	<b>1 716 572</b>	<b>(97 129)</b>	<b>-6%</b>	<b>1 716 572</b>

## Councillor Allowances

The total councillors allowance year to date actual as at the end of June 2024 amounted to R63.279 million. The year to date budget councillor's allowance amounted to R62.700 million.

## Employee Benefits

The total consolidated salaries expenditure as at 30 June 2024 amounted to R1.620 billion, against the year to date budget of R1.717 billion, resulting in a slight variance of -6%.

The detailed staff benefits report is contained in the s66 report

## 2.6 Parent Municipality Financial Performance

### REVENUE ANALYSIS

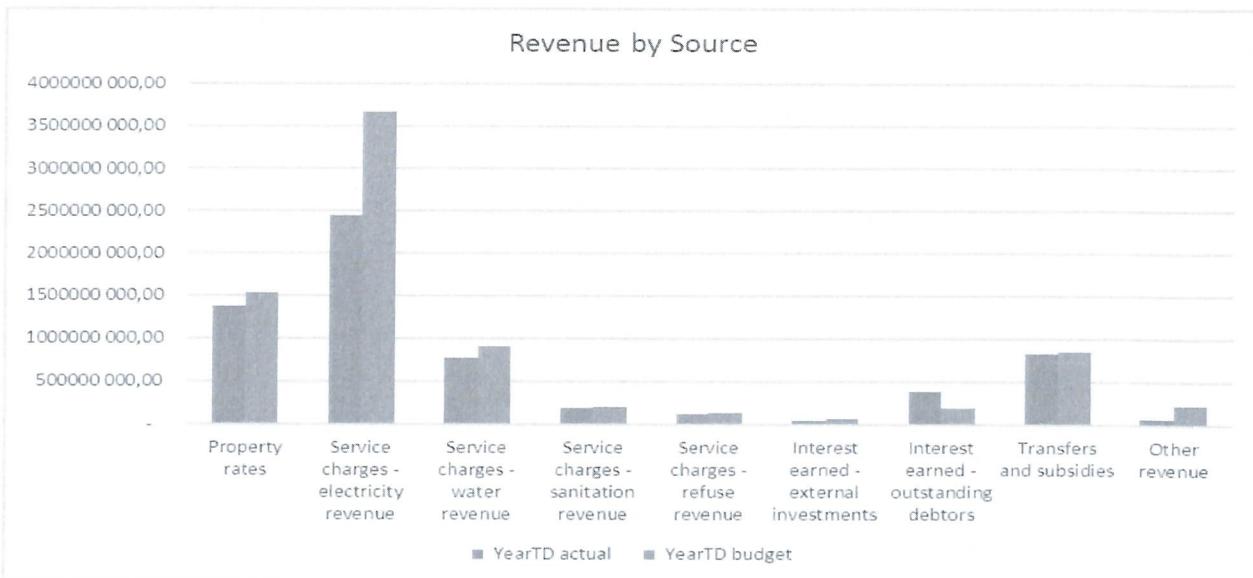
This section on material variances to the Service Delivery & Budget Implementation Plan analyses the financial as well as the non-financial YTD performance targets for the fourth quarter

The financial performance section analyses material variances between the actual targets as at year to date and the budget for the same period. The charts below analyses each major component under following headings:

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

#### 2.6.1 FINANCIAL PERFORMANCE

**Chart 4: Revenue Analysis**



**Service Charges – Electricity Revenue:** This is a major revenue source of the Municipality contributing 39% of the actual Year operating revenue basket.

**Property Rates** is the second largest contributor to the operating revenue basket making up 22% of the total operating revenue. When comparing YTD Actual revenue earned to YTD Budget, there is an under performance of -10% as at 30 June 2024.

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

**Service Charges - Water revenue:** The revenue earned from Water charges shared 12% of the total operating revenue basket; there is an under performance against the budget causing a -15% variance when comparing YTD actual to YTD Budget.

**Service Charges – waste water management:** reflects an under performance of -5% when comparing YTD actual revenue and YTD budget.

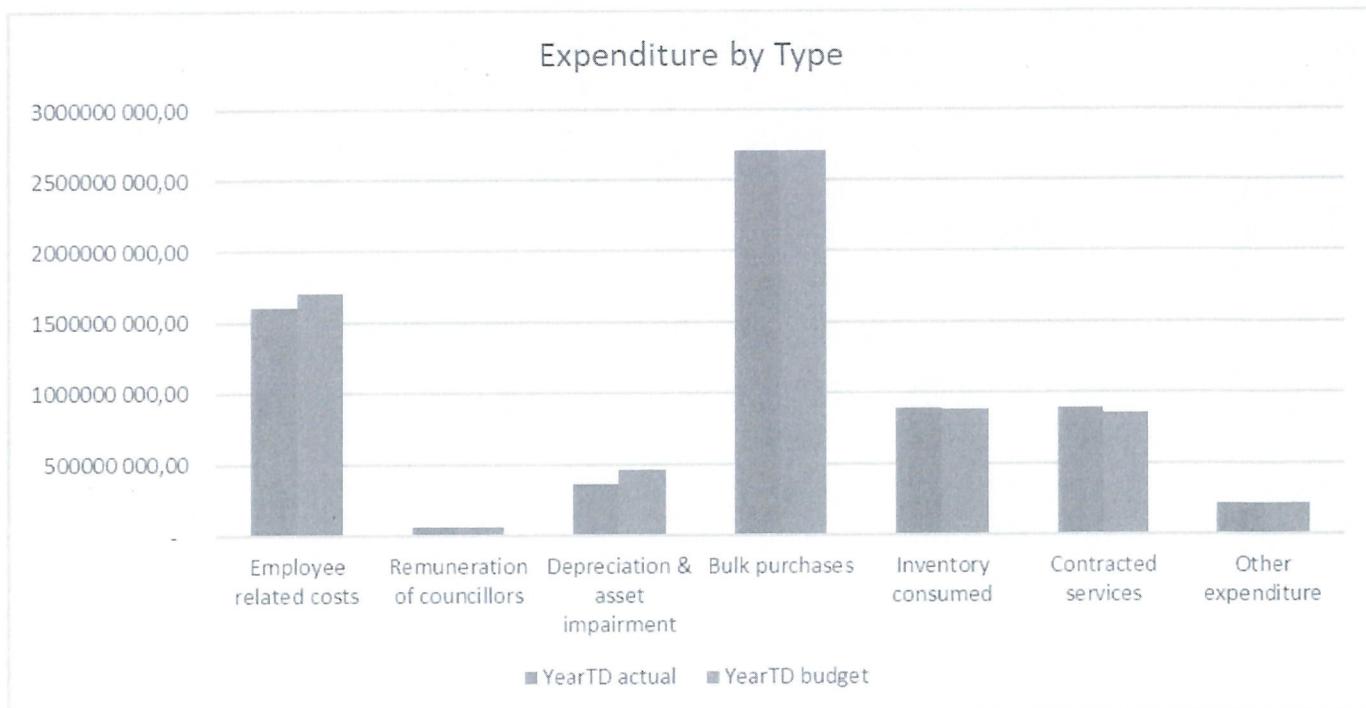
**Service Charges – waste management** reflects an under performance of -10% when comparing the YTD actual revenue to the YTD budget.

**Interest earned – from receivables and operational revenue** have a variances of 96% and -71% respectively at the end of fourth quarter.

## OPERATIONAL EXPENDITURE

The chart below presents the fourth quarter YTD operational expenditure movements against the YTD budgets.

**Chart 5: Expenditure by category**



**Bulk Purchases:** This is a major expenditure cost driver of the Municipality contributing 40% of the total actual YTD operating expenditure basket. There was a variance of 0% for this expenditure cost driver when comparing year to date actual and year to date budget.

**Employee Related Costs:** There is a variance of -6% in respect of actual YTD expenditure on employee related costs against the YTD budget. A detailed line item and business unit analysis of the employee related cost is contained in the MFMA S66 report on staff benefits.

**Operational Costs:** YTD actual figure for Operational Cost for the fourth quarter amounted to R216.077 million while the YTD budget amounted to R217.869 million resulting in a variance of -1% when comparing YTD actual expenditure to YTD budget.

**Depreciation & Amortisation:** The YTD actual for depreciation & asset impairment figure amounted to R365.831 million and the YTD budget being R 461.616 million.

**Finance Charges:** YTD actual figure for finance charges for the year amounted to R61.037 million and the budgeted YTD amount is R40.401 million, resulting in a variance of 51%.

**Inventory Consumed:** YTD actual figure for inventory consumed for fourth quarter amounted to R890.185 million, which is inclusive of water bulk purchases of R731.977 million.

**Contracted Services:** YTD actual for contracted services amounted to R 885.949 million, whilst the budget amounted to R 855.114 million, resulting in a variance of 4%.

## 2.7 Municipal Entity Financial Performance

Safe City Msunduzi NPC - Table F1 Monthly Budget Statement Summary - M12 June

Description R thousands	2022/23	Current Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>Financial Performance</b>									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-
Investment revenue	173 203,	80 000,	-	13 467,	230 524,	80 000,	150 524,,	188%	-
Transfers recognised - operational	-	-	-	-	-	-	-	-	-
Other own revenue	13 189 065,	14 028 747,	-	3 506 938,	14 027 152,	14 028 747,	(1 596,,)	0%	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>13 362 268,</b>	<b>14 108 747,</b>	-	<b>3 520 405,</b>	<b>14 257 676,</b>	<b>14 108 747,</b>	<b>148 928,</b>	<b>1%</b>	-
Employee costs	11 888 258,	11 992 847,	-	988 796,	11 964 821,	11 992 847,	(28 026,,)	0%	-
Remuneration of Board Members	-	-	-	-	-	-	-	-	-
Depreciation and asset impairment	846 468,	834 197,	-	54 597,	738 580,	834 197,	(95 617,,)	-11%	-
Interest	-	-	-	-	-	-	-	-	-
Inventory consumed and bulk purchases	-	-	-	-	-	-	-	-	-
Transfers and grants	-	-	-	-	-	-	-	-	-
Other expenditure	2 035 031,	2 033 900,	-	82 700,	1 580 644,	1 988 900,	(408 256,,)	-21%	-
<b>Total Expenditure</b>	<b>14 769 757,</b>	<b>14 860 944,</b>	-	<b>1 126 092,</b>	<b>14 284 045,</b>	<b>14 815 944,</b>	<b>(531 899,,)</b>	<b>-4%</b>	-
<b>Surplus/(Deficit)</b>	<b>(1 407 489,,)</b>	<b>(752 197,,)</b>	-	<b>2 394 313,</b>	<b>(26 370,,)</b>	<b>(707 197,,)</b>	<b>680 827,</b>	<b>-96%</b>	-
Transfers and subsidies - capital (monetary allocations)	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(1 407 489,,)</b>	<b>(752 197,,)</b>	-	<b>2 394 313,</b>	<b>(26 370,,)</b>	<b>(707 197,,)</b>	<b>680 827,</b>	<b>-96%</b>	-
Income Tax	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>(1 407 489,,)</b>	<b>(752 197,,)</b>	-	<b>2 394 313,</b>	<b>(26 370,,)</b>	<b>(707 197,,)</b>	<b>680 827,</b>	<b>-96%</b>	-
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-
<b>Total sources of capital funds</b>									
<b>Financial position</b>									
Total current assets	4 308 854,	5 072 039,	-		5 040 436,				5 072 039,
Total non current assets	7 723 607,	7 304 936,	-		6 999 632,				7 304 936,
Total current liabilities	-	-	-		-				-
Total non current liabilities	-	-	-		-				-
Community wealth/Equity	-	10 768 342,	-		10 517 899,				10 768 342,
<b>Cash flows</b>									
Net cash from (used) operating	3 098 157,	282 280,	-	2 448 873,	671 792,	82 000,	589 792,	719%	-
Net cash from (used) investing	(72 162,,)	-	-	-	-	-	-	-	-
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
<b>Cash/cash equivalents at the year end</b>	<b>4 306 354,</b>	<b>4 588 634,</b>	-	<b>2 448 873,</b>	<b>671 792,</b>	<b>4 388 354,</b>	<b>(3 716 562,,)</b>	<b>-85%</b>	<b>1 280 359,</b>
<b>Debtors &amp; creditors analysis</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	-	-	-	-	-	-	-	-	-
<b>Creditors Age Analysis</b>									
Total Creditors	-	-	-	-	-	-	-	-	-

## 2.8 Capital Programme Performance

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

KZN225 Msunduzi - Supporting Table SC12 Consolidated Monthly Budget Statement - capital expenditure trend - Q4 Fourth Quarter

Month	2022/23		Budget Year 2023/24						
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
<b>R thousands</b>									
<b>Monthly expenditure performance trend</b>									
July	45 649	64 063	66 879	16 310	16 310	66 879	50 569	75,6%	2%
August	45 649	64 063	66 879	37 530	53 840	133 757	79 918	59,7%	7%
September	45 649	64 063	66 879	51 171	105 010	200 636	95 626	47,7%	14%
October	45 649	64 063	66 879	7 816	112 827	267 515	154 688	57,8%	15%
November	45 649	64 063	66 879	79 015	191 842	334 393	142 551	42,6%	25%
December	45 649	64 063	66 879	73 006	264 848	401 272	136 424	34,0%	34%
January	45 649	64 063	66 879	12 141	276 990	468 151	191 161	40,8%	36%
February	45 649	64 063	66 879	19 215	296 205	535 029	238 825	44,6%	39%
March	45 649	64 063	66 879	116 596	412 801	601 908	189 107	31,4%	54%
April	45 649	64 063	66 879	34 297	447 098	668 787	221 689	33,1%	0
May	45 649	64 063	66 879	66 308	513 406	735 665	222 260	30,2%	0
June	45 649	64 063	66 879	216 303	729 708	802 544	72 836	9,1%	0
<b>Total Capital expenditure</b>	<b>547 790</b>	<b>768 760</b>	<b>802 544</b>	<b>729 708</b>					

The Total Capital Expenditure as at the end of June amounted to R729.708 million.

**The three tables that follow provides more detailed information on the capital expenditure by separating capital expenditure by asset types and by “New”, “Renewal” and Upgrading of assets.**

KZN225 Msunduzi - Supporting Table SC13a Consolidated Monthly Budget Statement - capital expenditure on new assets by asset class - Q4 Fourth

Description	Ref	2022/23		Budget Year 2023/24					
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands	1								
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>									
<b>Infrastructure</b>		<b>83 119</b>	<b>291 588</b>	<b>161 162</b>	<b>57 456</b>	<b>132 069</b>	<b>161 162</b>	<b>29 093</b>	<b>18,1%</b>
Roads Infrastructure		2 070	2 250	2 250	498	748	2 250	1 502	<b>66,8%</b>
Roads		2 070	2 250	2 250	498	748	2 250	1 502	<b>66,8%</b>
Electrical Infrastructure		63 108	194 000	106 675	30 147	71 164	106 675	35 511	<b>33,3%</b>
Power Plants		63 108	194 000	106 675	30 147	71 164	106 675	35 511	<b>33,3%</b>
HV Substations								—	
Capital Spares								—	
Water Supply Infrastructure		4 743	29 860	22 860	8 762	16 017	22 860	6 843	<b>29,9%</b>
Dams and Weirs								—	
Boreholes								—	
Reservoirs		4 743	29 860	22 860	8 762	16 017	22 860	6 843	<b>29,9%</b>
Pump Stations								—	
Sanitation Infrastructure		11 811	65 478	29 377	18 050	44 140	29 377	(14 763)	<b>-50,3%</b>
Pump Station								—	
Reticulation		11 811	65 478	29 377	18 050	44 140	29 377	(14 763)	<b>-50,3%</b>
Waste Water Treatment Works								—	
Outfall Sewers								—	
Toilet Facilities								—	
Capital Spares								—	
Solid Waste Infrastructure		1 388	—	—	—	—	—	—	—
Landfill Sites		1 388	—	—	—	—	—	—	—
<b>Community Assets</b>		<b>37 937</b>	<b>25 607</b>	<b>23 243</b>	<b>704</b>	<b>14 776</b>	<b>23 243</b>	<b>8 468</b>	<b>36,4%</b>
Community Facilities		37 937	25 607	23 243	704	14 776	23 243	8 468	<b>36,4%</b>
Halls		35 824	25 607	22 169	437	13 711	22 169	8 458	<b>38,2%</b>
Centres		198						—	
Crèches								—	
Cemeteries/Crematoria		1 907						—	
Police								—	
Taxi Ranks/Bus Terminals		8		1 074	267	1 064	1 074	10	0,9%
Capital Spares								—	
<b>Other assets</b>		<b>12 611</b>	<b>145 545</b>	<b>134 360</b>	<b>10 435</b>	<b>78 127</b>	<b>134 360</b>	<b>56 233</b>	<b>41,9%</b>
Operational Buildings		8 244	10 000	3 175	7 466	20 604	3 175	(17 429)	<b>-549,0%</b>
Municipal Offices		(155)						—	
Pay/Enquiry Points								—	
Building Plan Offices								—	
Workshops								—	
Housing		8 399	10 000	3 175	7 466	20 604	3 175	(17 429)	<b>-549,0%</b>
Staff Housing		4 367	135 545	131 185	2 969	57 523	131 185	73 662	<b>56,2%</b>
Social Housing		4 367	135 545	131 185	2 969	57 523	131 185	73 662	<b>56,2%</b>
Capital Spares								—	
<b>Biological or Cultivated Assets</b>									
Biological or Cultivated Assets								—	
<b>Intangible Assets</b>		<b>7 986</b>	<b>30 000</b>	<b>30 000</b>	<b>149</b>	<b>5 920</b>	<b>30 000</b>	<b>24 080</b>	<b>80,3%</b>
Servitudes								—	—
Licences and Rights								—	
Water Rights								—	
Effluent Licenses								—	
Solid Waste Licenses								—	
Computer Software and Applications								—	
Load Settlement Software Applications								—	
Unspecified								—	
<b>Computer Equipment</b>								—	
Computer Equipment								—	
<b>Furniture and Office Equipment</b>		<b>6 316</b>	<b>15 000</b>	<b>24 899</b>	<b>6 271</b>	<b>21 419</b>	<b>24 899</b>	<b>3 480</b>	<b>14,0%</b>
Furniture and Office Equipment		6 316	15 000	24 899	6 271	21 419	24 899	3 480	14,0%
<b>Machinery and Equipment</b>		<b>9 073</b>	<b>199</b>	<b>28 460</b>	<b>37 126</b>	<b>46 795</b>	<b>28 460</b>	<b>(18 335)</b>	<b>-64,4%</b>
Machinery and Equipment		9 073	199	28 460	37 126	46 795	28 460	(18 335)	-64,4%
<b>Transport Assets</b>		<b>7 760</b>	<b>—</b>	<b>22 103</b>	<b>24 484</b>	<b>38 430</b>	<b>22 103</b>	<b>(16 327)</b>	<b>-73,9%</b>
Transport Assets		7 760	—	22 103	24 484	38 430	22 103	(16 327)	-73,9%
<b>Land</b>								—	—
Land								—	
<b>Zoo's, Marine and Non-biological Animals</b>								—	
Zoo's, Marine and Non-biological Animals								—	
<b>Living resources</b>								—	
Mature								—	
Policing and Protection								—	
Zoological plants and animals								—	
Immature								—	
Policing and Protection								—	
Zoological plants and animals								—	
Total Capital Expenditure on new assets	1	164 802	507 940	424 227	136 625	337 536	424 227	86 691	20,4%
									424 227

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

Description	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		115 551	47 356	27 040	21 029	97 386	27 040	(70 346)	-260,2%	27 040
Roads Infrastructure		115 551	33 150	20 000	22 180	96 223	20 000	(76 223)	-381,1%	20 000
Roads		115 551	33 150	20 000	22 180	96 223	20 000	(76 223)	-381,1%	20 000
Sanitation Infrastructure		-	-	7 040	(1 151)	1 163	7 040	5 877	83,5%	7 040
Pump Station								-		
Reticulation				7 040	(1 151)	1 163	7 040	5 877	83,5%	7 040
Coastal Infrastructure		-	14 206	-	-	-	-	-		-
Sand Pumps								-		
Piers								-		
Revetments								-		
Promenades				14 206				-		
Capital Spares								-		
Information and Communication Infrastructure		-	-	-	-	-	-	-		-
Data Centres								-		
Core Layers								-		
Distribution Layers								-		
Capital Spares								-		
<b>Community Assets</b>		175	8 000	-	-	-	-	-		-
Community Facilities		175	8 000	-	-	-	-	-		-
Markets		175	8 000					-		-
Stalls								-		-
<b>Other assets</b>		130	-	7 468	-	-	7 468	7 468	100,0%	7 468
Operational Buildings		130	-	7 468	-	-	7 468	7 468	100,0%	7 468
Municipal Offices		130		7 468			7 468	7 468	100,0%	7 468
Pay/Enquiry Points								-		
<b>Computer Equipment</b>		-	-	-	-	-	-	-		-
Computer Equipment								-		-
<b>Furniture and Office Equipment</b>		-	-	-	-	-	-	-		-
Furniture and Office Equipment								-		-
<b>Machinery and Equipment</b>		-	-	-	-	-	-	-		-
Machinery and Equipment								-		-
<b>Transport Assets</b>		-	-	-	-	-	-	-		-
Transport Assets								-		-
<b>Land</b>		-	-	-	-	-	-	-		-
Land								-		-
<b>Zoo's, Marine and Non-biological Animals</b>		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals								-		-
<b>Living resources</b>		-	-	-	-	-	-	-		-
Mature		-	-	-	-	-	-	-		-
Policing and Protection								-		-
Zoological plants and animals								-		-
Immature		-	-	-	-	-	-	-		-
Policing and Protection								-		-
Zoological plants and animals								-		-
<b>Total Capital Expenditure on renewal of existing assets</b>	1	115 855	55 356	34 508	21 029	97 386	34 508	(62 878)	-182,2%	34 508

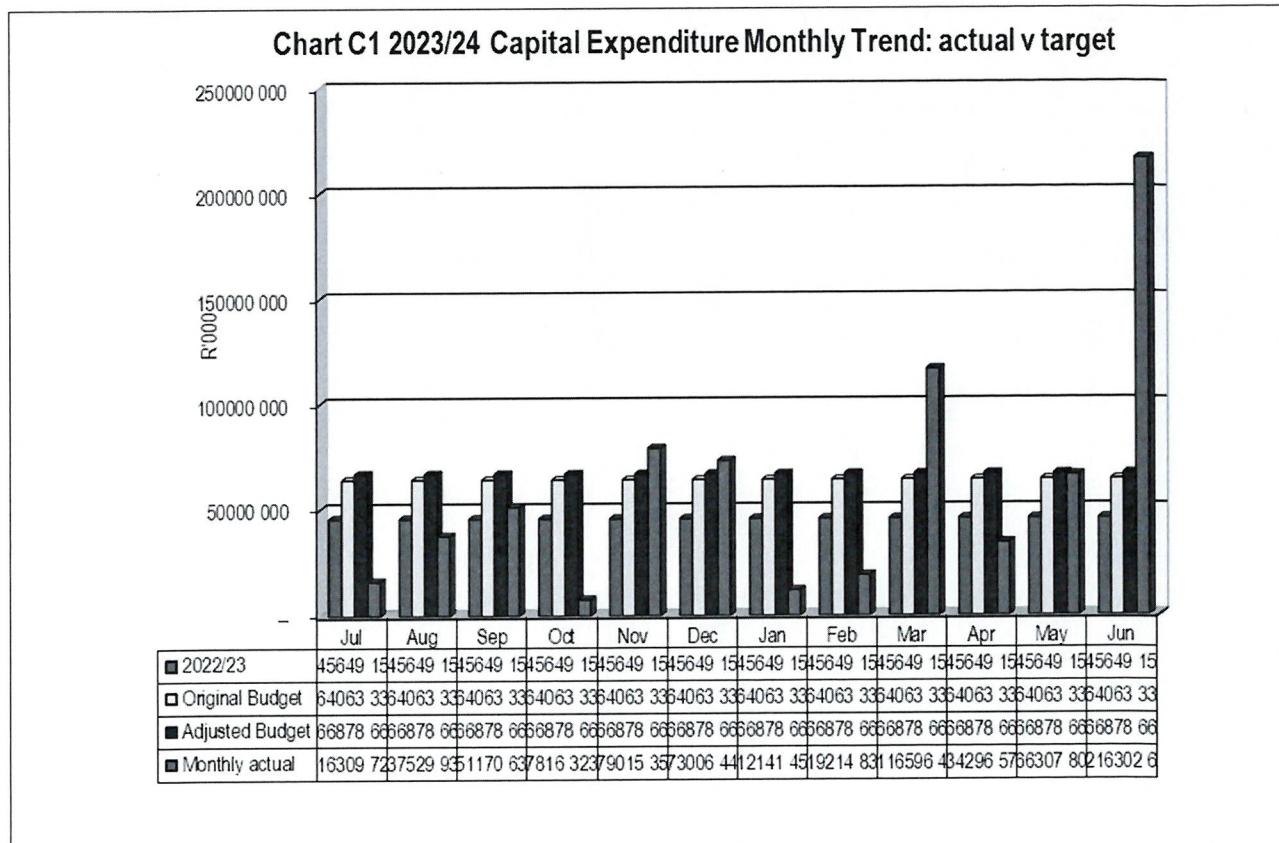
# Msunduzi Municipality

KZN225 Msunduzi - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - Q4 Fourth

Description	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>Capital expenditure on upgrading of existing assets by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		<b>228 972</b>	<b>189 765</b>	<b>295 397</b>	<b>42 538</b>	<b>252 312</b>	<b>295 397</b>	<b>43 084</b>	<b>14,6%</b>	<b>295 397</b>
Roads Infrastructure		122 865	38 400	146 359	6 337	119 278	146 359	27 081	18,5%	146 359
<i>Roads</i>		122 865	38 400	146 359	6 337	119 278	146 359	27 081	18,5%	146 359
Electrical Infrastructure		5 702	–	11 618	14 255	29 377	11 618	(17 759)	-152,9%	11 618
<i>Power Plants</i>		5 702	–	11 618	14 255	29 377	11 618	(17 759)	-152,9%	11 618
Water Supply Infrastructure		60 284	106 065	69 620	12 583	50 896	69 620	18 723	26,9%	69 620
<i>Dams and Weirs</i>		60 284	106 065	69 620	12 583	50 896	69 620	18 723	26,9%	69 620
<i>Distribution</i>		60 284	106 065	69 620	12 583	50 896	69 620	18 723	26,9%	69 620
<i>Distribution Points</i>		60 284	106 065	69 620	12 583	50 896	69 620	18 723	26,9%	69 620
<i>PRV Stations</i>		60 284	106 065	69 620	12 583	50 896	69 620	18 723	26,9%	69 620
<i>Capital Spares</i>		60 284	106 065	69 620	12 583	50 896	69 620	18 723	26,9%	69 620
Sanitation Infrastructure		35 610	40 300	42 800	4 171	33 450	42 800	9 350	21,8%	42 800
<i>Pump Station</i>		35 610	40 300	42 800	4 171	33 450	42 800	9 350	21,8%	42 800
<i>Reticulation</i>		35 610	40 300	42 800	4 171	33 450	42 800	9 350	21,8%	42 800
<i>Waste Water Treatment Works</i>		35 610	40 300	42 800	4 171	33 450	42 800	9 350	21,8%	42 800
<i>Outfall Sewers</i>		35 610	40 300	42 800	4 171	33 450	42 800	9 350	21,8%	42 800
<i>Toilet Facilities</i>		35 610	40 300	42 800	4 171	33 450	42 800	9 350	21,8%	42 800
<i>Capital Spares</i>		35 610	40 300	42 800	4 171	33 450	42 800	9 350	21,8%	42 800
Solid Waste Infrastructure		4 511	5 000	25 000	5 192	19 312	25 000	5 688	22,8%	25 000
<i>Landfill Sites</i>		4 511	5 000	25 000	5 192	19 312	25 000	5 688	22,8%	25 000
<b>Community Assets</b>		<b>–</b>	<b>–</b>	<b>8 000</b>	<b>2 156</b>	<b>3 766</b>	<b>8 000</b>	<b>4 234</b>	<b>52,9%</b>	<b>8 000</b>
Community Facilities		–	–	–	–	–	–	–	–	–
<i>Halls</i>		–	–	–	–	–	–	–	–	–
Sport and Recreation Facilities		–	–	8 000	2 156	3 766	8 000	4 234	52,9%	8 000
<i>Indoor Facilities</i>		–	–	8 000	2 156	3 766	8 000	4 234	52,9%	8 000
<i>Outdoor Facilities</i>		–	–	8 000	2 156	3 766	8 000	4 234	52,9%	8 000
<i>Capital Spares</i>		–	–	8 000	2 156	3 766	8 000	4 234	52,9%	8 000
<b>Heritage assets</b>		<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
Monuments		–	–	–	–	–	–	–	–	–
Historic Buildings		–	–	–	–	–	–	–	–	–
Works of Art		–	–	–	–	–	–	–	–	–
Conservation Areas		–	–	–	–	–	–	–	–	–
Other Heritage		–	–	–	–	–	–	–	–	–
<b>Investment properties</b>		<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
Revenue Generating		–	–	–	–	–	–	–	–	–
<i>Improved Property</i>		–	–	–	–	–	–	–	–	–
<i>Unimproved Property</i>		–	–	–	–	–	–	–	–	–
Non-revenue Generating		–	–	–	–	–	–	–	–	–
<i>Improved Property</i>		–	–	–	–	–	–	–	–	–
<i>Unimproved Property</i>		–	–	–	–	–	–	–	–	–
<b>Other assets</b>		<b>38 161</b>	<b>10 700</b>	<b>37 112</b>	<b>10 695</b>	<b>35 448</b>	<b>37 112</b>	<b>1 663</b>	<b>4,5%</b>	<b>37 112</b>
Operational Buildings		38 161	10 700	37 112	10 695	35 448	37 112	1 663	4,5%	37 112
<i>Municipal Offices</i>		38 161	10 700	37 112	10 695	35 448	37 112	1 663	4,5%	37 112
<i>Pay/Enquiry Points</i>		–	–	–	–	–	–	–	–	–
<b>Computer Equipment</b>		<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
Computer Equipment		–	–	–	–	–	–	–	–	–
<b>Furniture and Office Equipment</b>		<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
Furniture and Office Equipment		–	–	–	–	–	–	–	–	–
<b>Machinery and Equipment</b>		<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
Machinery and Equipment		–	–	–	–	–	–	–	–	–
<b>Transport Assets</b>		<b>–</b>	<b>5 000</b>	<b>3 300</b>	<b>3 259</b>	<b>3 259</b>	<b>3 300</b>	<b>41</b>	<b>1,2%</b>	<b>3 300</b>
Transport Assets		–	5 000	3 300	3 259	3 259	3 300	41	1,2%	3 300
<b>Land</b>		<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
Land		–	–	–	–	–	–	–	–	–
<b>Zoo's, Marine and Non-biological Animals</b>		<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–	–	–
<b>Living resources</b>		<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
Mature		–	–	–	–	–	–	–	–	–
<i>Policing and Protection</i>		–	–	–	–	–	–	–	–	–
<i>Zoological plants and animals</i>		–	–	–	–	–	–	–	–	–
Immature		–	–	–	–	–	–	–	–	–
<i>Policing and Protection</i>		–	–	–	–	–	–	–	–	–
<i>Zoological plants and animals</i>		–	–	–	–	–	–	–	–	–
<b>Total Capital Expenditure on upgrading of existing assets</b>	1	<b>267 133</b>	<b>205 465</b>	<b>343 808</b>	<b>58 648</b>	<b>294 786</b>	<b>343 808</b>	<b>49 022</b>	<b>14,3%</b>	<b>343 808</b>

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

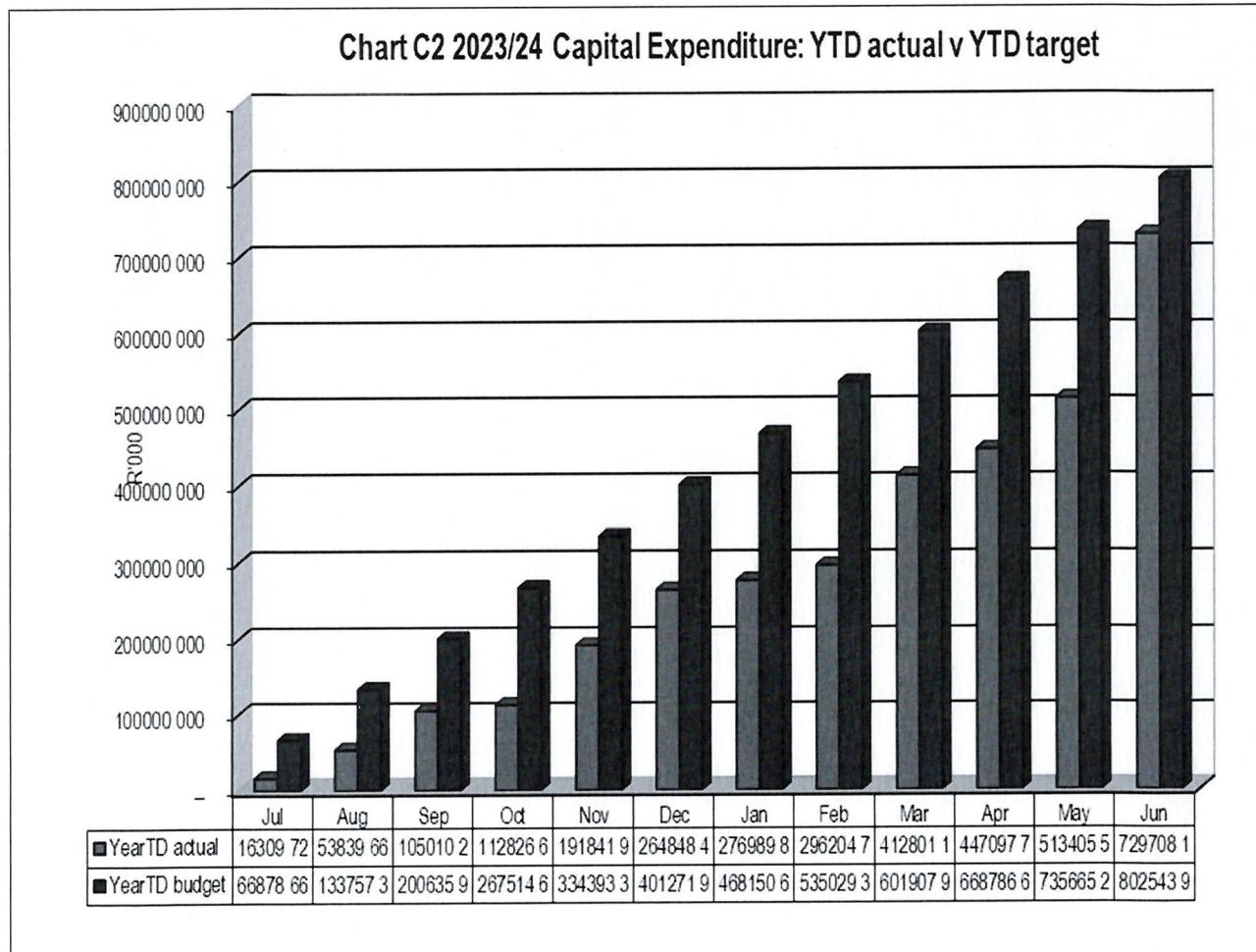
### Chart 6: Capital Expenditure Monthly Trend



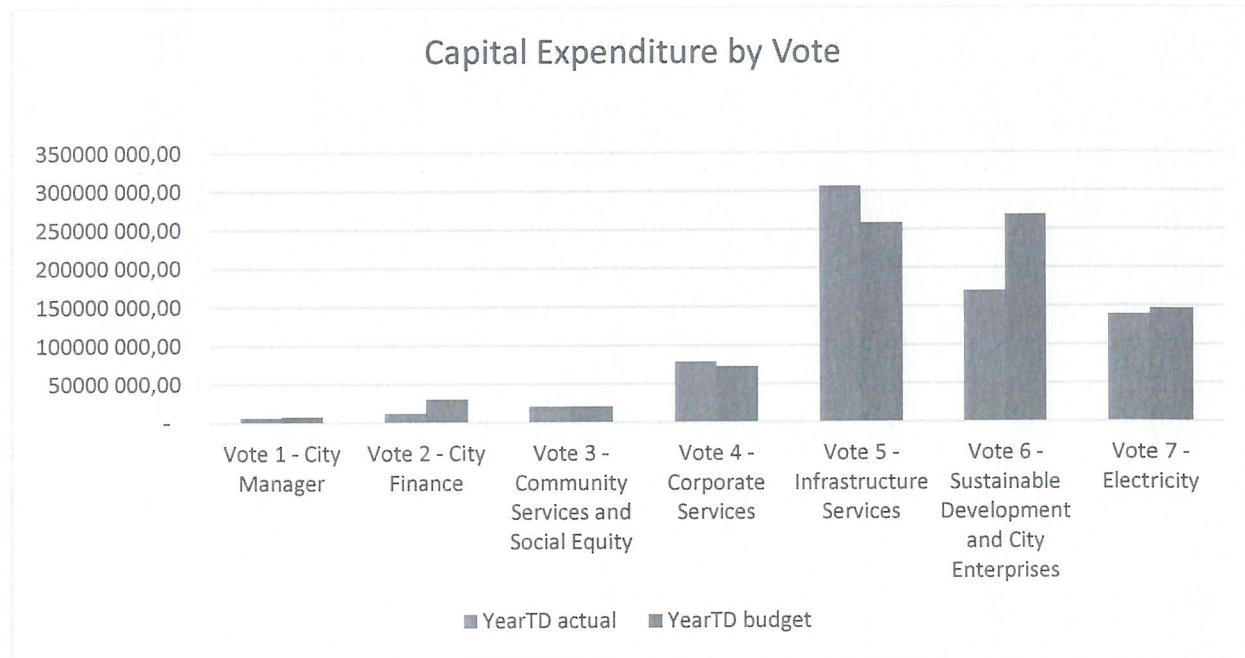
The monthly 2022/23 trend presents monthly actual expenditure figures for prior year. Original Budget stipulates the budget for the year. The monthly actual figures stipulate a monthly trend; there has been an inconsistent trend on expenditure in the financial year.

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**



**Chart 8: Capital Expenditure by Vote**



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

The municipal entity's report for the month ending 30 June 2024 is attached.

Safe City Msunduzi NPC - Table F1 Monthly Budget Statement Summary - M12 June

Safe City Msunduzi NPC - Table F2 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June

4. List operating expenditure on allocations as a note (MFMA section 87(11)(f))

**5. Material variances to be explained in Table SF1 (materiality to be defined by the parent municipality)**

Safe City Msunduzi NPC - Table F4 Monthly Budget Statement - Financial Position - M12 June

Vote Description	Ref	2022/23	Current Year 2023/24			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>						
<b>ASSETS</b>						
<b>Current assets</b>						
Cash and cash equivalents		4 306 354,	1 562 853,		5 037 936,	1 562 853,
Trade and other receivables from exchange transactions						
Receivables from non-exchange transactions			3 506 686,		–	3 506 686,
Current portion of non-current receivables						
Inventory					–	
VAT					–	
Other current assets		2 500,	2 500,		2 500,	2 500,
<b>Total current assets</b>		<b>4 308 854,</b>	<b>5 072 039,</b>	<b>–</b>	<b>5 040 436,</b>	<b>5 072 039,</b>
<b>Non current assets</b>						
Investments						
Investment property						
Property, plant and equipment		7 723 607,	7 304 936,		6 999 632,	7 304 936,
Biological assets						
Living and non-living resources						
Heritage assets						
Intangible assets						
Trade and other receivables from exchange transactions						
Non-current receivables from non-exchange transactions						
Other non-current assets						
<b>Total non current assets</b>		<b>7 723 607,</b>	<b>7 304 936,</b>	<b>–</b>	<b>6 999 632,</b>	<b>7 304 936,</b>
<b>TOTAL ASSETS</b>		<b>12 032 461,</b>	<b>12 376 975,</b>	<b>–</b>	<b>12 040 068,</b>	<b>12 376 975,</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft						
Financial liabilities						
Consumer deposits						
Trade and other payables from exchange transactions						
Trade and other payables from non-exchange transactions						
Provision		1 049 801,	1 151 239,		1 049 801,	1 151 239,
VAT		442 481,	457 394,		472 368,	457 394,
Other current liabilities						
<b>Total current liabilities</b>		<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Non current liabilities</b>						
Financial liabilities						
Provision						
Long term portion of trade payables						
Other non-current liabilities						
<b>Total non current liabilities</b>		<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>TOTAL LIABILITIES</b>		<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>NET ASSETS</b>	1	<b>12 032 461,</b>	<b>12 376 975,</b>	<b>–</b>	<b>12 040 068,</b>	<b>12 376 975,</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)			–	10 768 342,		10 517 899,
Reserves						10 768 342,
Other						
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	1	<b>–</b>	<b>10 768 342,</b>	<b>–</b>	<b>10 517 899,</b>	<b>10 768 342,</b>

References

1. Net assets must balance with Total Community Wealth/Equity

Safe City Msunduzi NPC - Table F5 Monthly Budget Statement - Cash Flows - M12 June

Description	Ref	2022/23		Current Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
<b>R thousands</b>											
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>											
<b>Receipts</b>											
Property rates								—			
Service charges								—			
Other revenue		18 380 525,	12 197 172,		3 506 938,	14 027 152,	14 028 747,	(1 596,)	0,0%		
Transfers and Subsidies - Operational								—			
Transfers and Subsidies - Capital								—			
Interest		173 203,	80 000,		13 467,	230 524,	80 000,	150 524,	188,2%		
Dividends								—			
<b>Payments</b>											
Suppliers and employees		(15 455 571,)	(11 994 892,)		(1 071 532,)	(13 585 884,)	(14 026 747,)	440 864,	-3,1%		
Interest								—			
Dividends paid								—			
Transfers and Subsidies								—			
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>3 098 157,</b>	<b>282 280,</b>	<b>—</b>	<b>2 448 873,</b>	<b>671 792,</b>	<b>82 000,</b>	<b>589 792,</b>	<b>719,3%</b>	<b>—</b>	
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>											
<b>Receipts</b>											
Proceeds on disposal of PPE								—			
Decrease (increase) in non-current receivables								—			
Decrease (increase) in non-current investments								—			
<b>Payments</b>											
Capital assets		(72 162,)					—				
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(72 162,)</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>											
<b>Receipts</b>											
Short term loans								—			
Borrowing long term/refinancing								—			
Increase (decrease) in consumer deposits								—			
<b>Payments</b>											
Repayment of borrowing								—			
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>3 025 995,</b>	<b>282 280,</b>	<b>—</b>	<b>2 448 873,</b>	<b>671 792,</b>	<b>82 000,</b>	<b>589 792,</b>	<b>719,3%</b>	<b>—</b>	
Cash/cash equivalents at the beginning of year	2	1 280 359,	4 306 354,				4 306 354,	(4 306 354,)	-100,0%	1 280 359,	
<b>Cash/cash equivalents at the end of year</b>	<b>2</b>	<b>4 306 354,</b>	<b>4 588 634,</b>	<b>—</b>	<b>2 448 873,</b>	<b>671 792,</b>	<b>4 388 354,</b>	<b>(3 716 562,)</b>	<b>-84,7%</b>	<b>1 280 359,</b>	

**References**

1. List as a note the details of any operational allocations received (MFMA section 87(11)(e))

2. Cash equivalents includes investments with maturities of 3 months or less

Safe City Msunduzi NPC - Supporting Table F6 Entity Board member allowances & staff benefits - M12 June

Safe City Msunduzi NPC - Supporting Table F7 Entity monthly actuals &amp; revised targets - M12 June

Description	R thousands	Budget Year 2024/25												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2024/25	Budget Year +1 2025/26	Budget Year +2 2026/27
<b>Cash Receipts By Source</b>														1		
Property rates																
Service charges - electricity revenue																
Service charges - water revenue																
Service charges - sanitation revenue																
Services charges - refuse revenue																
Rental of facilities and equipment																
Interest earned - external investments																
Interest earned - outstanding debtors																
Fines, penalties and forfeits																
Licences and permits																
Agency services																
Transfer and Subsidies - Operational																
Other revenue	21 688,	15 808,	3 515 971,	26 953,	19 726,	3 526 865,	21 781,	3 522 122,	28 296,	21 174,	16 887,	(10 737 271.)	-	-	-	-
<b>Cash Receipts by Source</b>	21 688,	15 808,	3 515 971,	26 953,	19 726,	3 526 865,	21 781,	3 522 122,	28 296,	21 174,	16 887,	(10 737 271.)	-	-	-	-
<b>Other Cash Flows by Source</b>																
(National / Provincial and District)																
(National / Provincial Departmental Agencies, Households, Proceeds on Disposal of Fixed and Intangible Assets																
Short term loans																
Borrowing long term/refinancing																
Increase (decrease) in consumer deposits																
Decrease (increase) in non-current receivables																
Decrease (increase) in non-current investments																
<b>Total Cash Receipts by Source</b>	21 688,	15 808,	3 515 971,	26 953,	19 726,	3 526 865,	21 781,	3 522 122,	28 296,	21 174,	16 887,	(10 737 271.)	-	-	-	-
<b>Cash Payments by Type</b>																
Employee related costs																
Remuneration of councilors																
Finance charges																
Bulk purchases - electricity																
Acquisitions - water & other inventory																
Dividends paid																
Contracted services	7 742,	19 413,	17 604,	18 137,	20 298,	18 254,	18 141,	26 819,	16 198,	18 722,	18 906,	(20 234.)	-	-	-	-
Transfers and grants - other municipalities																
Transfers and grants - other																
Other expenditure	51 594,	82 734,	192 196,	155 605,	264 257,	76 286,	206 689,	78 104,	64 755,	67 525,	68 024,	(1 307 769.)	-	-	-	-
<b>Cash Payments by Type</b>	989 438,	1 050 551,	1 154 040,	1 079 985,	1 170 546,	1 737 264,	1 155 078,	1 062 797,	988 734,	1 023 552,	1 072 044,	(12 484 029.)	-	-	-	-
<b>Other Cash Flows/Payments by Type</b>																
Capital assets																
Repayment of borrowing																
Other Cash Flows/Payments																
<b>Total Cash Payments by Type</b>	989 438,	1 050 551,	1 154 040,	1 079 985,	1 170 546,	1 737 264,	1 155 078,	1 062 797,	988 734,	1 023 552,	1 072 044,	(12 484 029.)	-	-	-	-
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	(967 751.)	(1 034 743.)	2 361 931,	(1 053 032.)	(1 150 820.)	1 789 601,	(1 133 296.)	2 459 324,	(960 438.)	(1 002 378.)	(1 055 156.)	1 746 758,	-	-	-	-
Cash/cash equivalents at the month/year begin:	-	(967 751.)	(2 002 494.)	359 438,	(693 594.)	(1 844 414.)	(54 813.)	(1 188 110.)	310 776,	1 271 214,	(691 602.)	(1 746 758.)	-	-	-	-
Cash/cash equivalents at the month/year end:	(967 751.)	(2 002 494.)		(683 594.)	(1 844 414.)	(54 613.)	(1 188 110.)	310 776,	(691 602.)	1 271 214,	(691 602.)	(1 746 758.)	-	-	-	-
<b>References</b>																

1. Note that SF7 is deliberately not linked to Table F7 because timing differences between the invoicing of clients and receiving the cashflow will differ from budgeted revenue, and similarly for budgeted expenditure.

Supporting Table F8d Entity Depreciation by asset class - M12 June

Description	Audited Periods	Current Year 2023/24					
		Original	Adjusted	Monthly	YearTD	YearTD	YTD variance
R thousands							%
<b>Description by Asset Class/Sub-class</b>							
<b>Infrastructure</b>							
Roads Infrastructure							
Roads							
Road Structures							
Road Furniture							
Gas & Oil Stores							
Water and Sewerage							
Water Collection							
Storm Water Conveyance							
Attenuation							
Electrical Infrastructure							
Power Plants							
HV Substations							
HV Switching Stations							
HV Transmission Conductors							
MV Substations							
MV Switching Stations							
MV Networks							
Li Networks							
Gas Networks							
Water Supply Infrastructure							
Dams and Weirs							
Boreholes							
Reservoirs							
Pump Stations							
Water Treatment Works							
Bulk Mains							
Sewerage							
Distribution Points							
MW Storage							
Gas Storage							
Generation Infrastructure							
Pump Stations							
Receptors							
Waste Water Treatment Works							
Solid Waste							
Treat Facilities							
Gas Storage							
Soil Waste Infrastructure							
Waste Transfer Stations							
Waste Processing Facilities							
Waste Drop-off Points							
Waste Recycling Facilities							
Electric Generator Facilities							
Gasoline Storage							
Rail Infrastructure							
Rail Lines							
Rail Stations							
Rail Furniture							
Orange Collection							
Storm Water Conveyance							
Attenuation							
HV Substations							
Li Networks							
Gas Storage							
General Infrastructure							
Sand Pumps							
Piers							
Reservoirs							
Bridges							
Gasoline Storage							
Interconnection and Communication Infrastructure							
Data Centres							
Cable TV							
Distribution Layers							
Gasoline Storage							
<b>Community Assets</b>							
Community Facilities							
Halls							
Centres							
Offices							
Clinic/Geneva Centres							
Healthcare Facilities							
Meeting Rooms							
Mosques							
Gardens							
Hospitals							
Libraries							
Cemeteries/Crematoria							
Police							
Plaza							
Public Open Space							
Nature Reserves							
Public Allocation Facilities							
Markets							
Banks							
Museums							
Arts							
Awards							
Car Parks/Rail Terminals							
Centre Squares							
Sport and Recreation Facilities							
Institutional Facilities							
Education Facilities							
Healthcare Facilities							
Other							
<b>Cultural Assets</b>							
Monuments							
Historical Buildings							
Works of Art							
Conservation Areas							
Other Heritage							
<b>Investment Properties</b>							
Finance Capital							
Investment Property							
Leased Property							
Non-revenue Generating							
Invested Property							
Acquired Property							
<b>Other Assets</b>							
Operational Business Assets							
Business Office							
Post-Primary Halls							
Building Plan Offices							
Workshops							
Halls							
Streets							
Laboratories							
Training Centres							
Manufacturing Plant							
Docks							
Gasoline Storage							
Housing							
Staff Housing							
Student Housing							
General Housing							
Biospatial or Cultivated Assets							
<b>Intangible Assets</b>							
Services							
Licences and Rights							
Water Rights							
Effluent Licences							
State Water Licences							
Climate Change Adaptation Applications							
Land Settlement Scheme Applications							
Unspecified	11,204	8,789	—	936	11,088	8,789	(2,319) (-20.3%)
<b>Computer Equipment</b>							
Computer Equipment	11,204	8,789	—	936	11,088	8,789	(2,319) (-20.3%)
<b>Furniture and Office Equipment</b>							
Furniture and Office Equipment	9,201	4,538	—	172	9,029	4,335	(5,364) (-10.0%)
<b>Machinery Equipment</b>							
Machinery Equipment	211,428	204,443	—	51,751	212,227	204,443	121,415 (12.2%)
<b>Transport Assets</b>							
Transport Assets	14,000	18,227	—	1,148	14,000	18,227	2,227 (12.7%)
<b>Land</b>							
<b>  Cult. Marine and Non-biological Assets</b>							
Cult. Marine and Non-biological Assets	—	—	—	—	—	—	—
<b>  Long-term Assets</b>							
Reserves	—	—	—	—	—	—	—
Investment in Financial Instruments	—	—	—	—	—	—	—
Intangible Assets	—	—	—	—	—	—	—
Property and Equipment	—	—	—	—	—	—	—
Trade Inventories	—	—	—	—	—	—	—
Total Depreciation	845,743	334,137	—	54,107	718,254	634,137	95,543 (11.5%)

<sup>1</sup> Total Capital Expenditure by Asset Category must reconcile to total capital expenditure shown in Capital Budget.

## 2.9 Municipal Manager's Quality's Certification

### Quality Certificate

I, S HLELA, the Acting municipal manager of MSUNDUZI LOCAL MUNICIPALITY, hereby certify that –

- the monthly budget statement

For the month of June 2024 has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name: SABELO HLELA

Acting Municipal manager of: MSUNDUZI MUNICIPALITY

Signature: 

Date: 11/07/2024

>>

Acknowledgement of receipt

Report in terms of S71(1) and S52D of MFMA

Received on behalf of Mayor: Nontokozo MAZIBUKO

Name & Surname

Signature: 

Date of receipt: \_\_\_\_\_

