

ITEM:

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REPORT TO THE MSUNDUZI MUNICIPAL COUNCIL

File Reference: 3.7.P

Author: S KHOZA

Report Number: 9

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

CONFIDENTIAL / NOT CONFIDENTIAL

FOR NOTING

1st Level: SMC: 15/04/2024

2nd Level: PORTFOLIO COMMITTEE: 17/04/2024

3rd Level: EXCO: 18/04/2024

4th Level: COUNCIL: 24/04/2024

5th Level: MPAC: 01/05/2024

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

DATE: 11 APRIL 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 31 March 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.

- a) Actual revenue, per revenue source;
- b) Actual expenditure, per vote;
- c) Actual capital expenditure, per vote;
- d) The amount of any allocations received and actual expenditure on grant allocations excluding expenditure on the equitable share.
- e) when necessary, an explanation of—
 - i. any material variances from the municipality's projected revenue by source, and from the municipality's expenditure projections per vote;
 - ii. any material variances from the service delivery and budget implementation plan; and
- f) 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 March 2024

8. SUBMITTED BY:



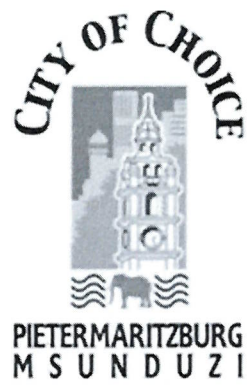
CHIEF FINANCIAL OFFICER

N NGCOBO

DATE:11/03/2024.....

ANNEXURES:

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



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

March 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 third quarter amounted to R 5.106 billion excluding capital transfers while the projected (YTD) budget amounted to R 5.932 billion. This means that the municipality generated less revenue at the end of the third 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 59% of the actual total YTD Revenue earned. Electricity contributing (39%) & Property Rates revenue (20%).

The variances on property rates revenue, waste water management and waste management revenue are below 10%, 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, transfers and subsidies, 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 third quarter of the 2023/2024 financial year, the municipality generated total YTD actual revenue of R5.420 billion including capital transfers and contributions against the YTD budget of R6.334 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 third quarter amounted to R 4.873 billion while the YTD budget Operating Expenditure amounted to R 5.673 billion.

The operational expenditure is largely defined by bulk purchases (electricity) and employee related costs both accounting for 65% of the total operating expenditure incurred for the period ending 31 March 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 surplus of R 546.757 million which is inclusive of capital transfers of R313.409 million during the third quarter of the financial year.

Capital Expenditure: YTD actual for capital expenditure for the third quarter amounted to R412.801 million, YTD budget for capital expenditure incurred amounted to R601.908 million resulting in an underperformance of -31% 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 grant receipts for third quarter amounted to R1.258 billion which is inclusive of equitable share of R767.222, total operating transfers and grants of R52.863 million and R438.275 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 - Q3 Third 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
R thousands									
Financial Performance									
Property rates	1 370 173	1 526 985	1 526 985	119 739	1 039 164	1 145 239	(106 075)	-9%	1 526 985
Service charges	3 870 497	5 135 631	4 916 168	360 739	2 854 565	3 687 126	(832 561)	-23%	4 916 168
Investment revenue	-	68 743	68 743	4 394	29 195	51 558	(22 363)	-43%	68 743
Transfers and subsidies - Operational	-	838 135	846 016	196 098	807 238	634 512	172 726	27%	846 016
Other own revenue	1 182 933	551 231	551 231	45 155	376 082	413 423	(37 341)	-9%	551 231
Total Revenue (excluding capital transfers and contributions)	6 423 603	8 120 726	7 909 143	726 124	5 106 244	5 931 857	(825 614)	-14%	7 909 143
Employee costs	1 466 856	1 781 211	1 704 634	122 799	1 175 456	1 278 475	(103 020)	-8%	1 704 634
Remuneration of Councillors	51 818	62 700	62 700	4 756	49 024	47 025	2 000	4%	62 700
Depreciation and amortisation	350 684	460 782	461 616	31 066	272 500	346 212	(73 712)	-21%	461 616
Interest	143 222	40 401	40 401	2 011	57 179	30 301	26 879	89%	40 401
Inventory consumed and bulk purchases	3 089 737	3 484 629	3 592 190	265 956	2 624 405	2 694 143	(69 738)	-3%	3 592 190
Transfers and subsidies	29 562	65 884	29 488	6 379	50 124	22 116	28 008	127%	29 488
Other expenditure	1 090 363	1 809 593	1 672 983	69 020	644 207	1 254 737	(610 530)	-49%	1 672 983
Total Expenditure	6 222 242	7 705 200	7 564 011	501 989	4 872 896	5 673 009	(800 113)	-14%	7 564 011
Surplus/(Deficit)	201 361	415 526	345 132	224 136	233 348	258 849	(25 501)	-10%	345 132
Transfers and subsidies - capital (monetary)	324 319	448 700	536 156	85 166	313 409	402 117	(88 708)	-22%	536 156
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	525 680	864 226	881 288	309 302	546 757	660 966	(114 209)	-17%	881 288
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	525 680	864 226	881 288	309 302	546 757	660 966	(114 209)	-17%	881 288
Capital expenditure & funds sources									
Capital expenditure	547 790	768 760	802 544	116 596	412 801	601 908	(189 107)	-31%	802 544
Capital transfers recognised	363 330	448 700	536 156	84 254	290 925	402 117	(111 193)	-28%	536 156
Borrowing	-	200 000	116 275	4 956	7 318	87 206	(79 888)	-92%	116 275
Internally generated funds	184 460	120 060	150 113	27 386	114 559	112 585	1 974	2%	150 113
Total sources of capital funds	547 790	768 760	802 544	116 596	412 801	601 908	(189 107)	-31%	802 544
Financial position									
Total current assets	3 974 180	2 922 957	2 922 957	-	4 608 894	-	-	-	2 922 957
Total non current assets	8 372 236	9 291 678	9 291 678	-	8 122 708	-	-	-	9 291 678
Total current liabilities	3 138 566	1 645 970	1 645 970	-	3 292 530	-	-	-	1 645 970
Total non current liabilities	658 474	855 013	855 013	-	649 176	-	-	-	855 013
Community wealth/Equity	8 549 376	9 713 651	9 713 651	-	8 789 897	-	-	-	9 713 651
Cash flows									
Net cash from (used) operating	790 678	946 378	946 378	-	-	709 784	709 784	100%	946 378
Net cash from (used) investing	(489 266)	(768 501)	(768 501)	-	-	(576 376)	(576 376)	100%	(768 501)
Net cash from (used) financing	(79 163)	177 000	177 000	-	-	132 750	132 750	100%	177 000
Cash/cash equivalents at the month/year end	511 402	766 880	766 880	-	-	472 159	472 159	100%	354 877
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	535 612	149 845	142 710	132 430	138 685	142 859	666 677	4 969 286	6 878 104
Creditors Age Analysis									
Total Creditors	561 876	33 792	73 251	353 504	1 080 310	-	-	-	2 102 733

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

KZN225 Msunduzi - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Q3 Third Quarter

Description	Ref	2022/23	Budget Year 2023/24							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands	1									
Revenue - Functional										
<i>Governance and administration</i>		1 955 757	2 375 780	2 531 074	251 385	1 671 692	1 898 305	(226 613)	-12%	2 531 074
Executive and council		5 213	4 979	4 701	23	3 549	3 526	23	1%	4 701
Finance and administration		1 950 544	2 370 801	2 526 373	251 361	1 668 143	1 894 779	(226 637)	-12%	2 526 373
Internal audit		-	-	-	-	-	-	-		-
<i>Community and public safety</i>		142 629	338 867	326 590	11 728	122 829	244 942	(122 114)	-50%	326 590
Community and social services		61 499	276 754	79 865	2 051	39 825	59 899	(20 074)	-34%	79 865
Sport and recreation		589	21 223	40 913	51	1 990	30 685	(28 695)	-94%	40 913
Public safety		24 640	8 569	8 569	747	17 050	6 427	10 624	165%	8 569
Housing		55 901	32 321	197 244	8 879	63 964	147 933	(83 969)	-57%	197 244
Health		-	-	-	-	-	-	-		-
<i>Economic and environmental services</i>		200 051	55 601	197 769	76 558	129 507	148 327	(18 820)	-13%	197 769
Planning and development		152 415	47 685	137 253	76 495	98 177	102 939	(4 762)	-5%	137 253
Road transport		47 242	-	52 600	-	30 848	39 450	(8 602)	-22%	52 600
Environmental protection		395	7 916	7 916	63	481	5 937	(5 456)	-92%	7 916
<i>Trading services</i>		4 410 211	5 698 134	5 275 471	468 526	3 466 372	3 956 603	(490 232)	-12%	5 275 471
Energy sources		2 724 540	4 028 756	3 712 970	267 902	2 001 870	2 784 728	(782 858)	-28%	3 712 970
Water management		1 249 069	1 300 958	1 127 613	152 140	1 066 039	845 709	220 330	26%	1 127 613
Waste water management		286 349	209 646	284 013	29 653	267 377	213 010	54 367	26%	284 013
Waste management		150 253	158 774	150 875	18 831	131 086	113 156	17 930	16%	150 875
<i>Other</i>	4	39 274	101 045	114 396	3 094	29 254	85 797	(56 543)	-66%	114 396
Total Revenue - Functional	2	6 747 922	8 569 426	8 445 299	811 291	5 419 653	6 333 975	(914 322)	-14%	8 445 299
Expenditure - Functional										
<i>Governance and administration</i>		1 085 322	1 480 553	1 740 731	106 372	793 911	1 305 548	(511 637)	-39%	1 740 731
Executive and council		115 687	258 320	150 270	8 824	109 618	112 702	(3 084)	-3%	150 270
Finance and administration		950 235	1 193 778	1 560 312	96 430	672 102	1 170 234	(498 132)	-43%	1 560 312
Internal audit		19 401	28 455	30 148	1 118	12 191	22 611	(10 420)	-46%	30 148
<i>Community and public safety</i>		624 012	537 196	640 810	50 674	443 079	480 607	(37 528)	-8%	640 810
Community and social services		147 223	135 893	149 462	12 836	114 157	112 097	2 060	2%	149 462
Sport and recreation		140 507	130 425	134 184	13 022	107 546	100 638	6 908	7%	134 184
Public safety		232 288	222 097	259 339	18 335	155 866	194 505	(38 639)	-20%	259 339
Housing		94 435	35 263	87 642	5 682	57 495	65 731	(8 237)	-13%	87 642
Health		9 559	13 517	10 183	798	8 017	7 637	379	5%	10 183
<i>Economic and environmental services</i>		378 225	513 621	490 951	27 506	284 190	368 213	(84 023)	-23%	490 951
Planning and development		93 766	84 863	104 058	6 475	61 669	78 044	(16 375)	-21%	104 058
Road transport		259 799	402 476	361 407	18 968	202 762	271 055	(68 294)	-25%	361 407
Environmental protection		24 661	26 283	25 485	2 062	19 760	19 114	646	3%	25 485
<i>Trading services</i>		4 061 495	5 109 852	4 628 144	311 474	3 298 311	3 471 108	(172 797)	-5%	4 628 144
Energy sources		2 621 122	3 289 792	3 113 162	193 157	2 280 068	2 334 871	(54 804)	-2%	3 113 162
Water management		952 916	1 293 157	997 172	78 006	653 501	747 879	(94 378)	-13%	997 172
Waste water management		348 154	399 300	368 518	28 366	259 885	276 388	(16 503)	-6%	368 518
Waste management		139 303	127 604	149 292	11 946	104 857	111 969	(7 112)	-6%	149 292
<i>Other</i>		73 188	63 978	63 377	5 964	53 405	47 532	5 872	12%	63 377
Total Expenditure - Functional	3	6 222 242	7 705 200	7 564 011	501 989	4 872 896	5 673 009	(800 113)	-14%	7 564 011
Surplus/ (Deficit) for the year		525 680	864 226	881 288	309 302	546 757	660 966	(114 209)	-17%	881 288

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) - Q3 Third 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										
Revenue by Vote	1									
Vote 1 - City Manager		(15)	-	-	-	-	-	-	-	-
Vote 2 - City Finance		1 855 452	2 342 935	2 596 123	248 423	1 660 020	1 947 093	(287 073)	-14,7%	2 596 123
Vote 3 - Corporate Services		8 603	7 980	7 911	245	4 886	5 933	(1 048)	-17,7%	7 911
Vote 4 - Community Services and Social Equity		235 448	497 013	296 215	21 670	190 325	222 161	(31 836)	-14,3%	296 215
Vote 5 - Infrastructure Services		1 628 015	1 520 657	1 473 469	182 174	1 368 247	1 105 102	263 145	23,8%	1 473 469
Vote 6 - Sustainable Development and City Enterprises		248 423	200 280	473 093	88 599	192 010	354 820	(162 810)	-45,9%	473 093
Vote 7 - Electricity		2 771 995	4 000 561	3 598 488	270 180	2 004 166	2 698 866	(694 700)	-25,7%	3 598 488
Total Revenue by Vote	2	6 747 922	8 569 426	8 445 299	811 291	5 419 653	6 333 975	(914 322)	-14,4%	8 445 299
Expenditure by Vote	1									
Vote 1 - City Manager		151 982	300 106	197 403	12 625	135 435	148 052	(12 617)	-8,5%	197 403
Vote 2 - City Finance		362 345	799 188	1 208 253	45 383	329 299	906 190	(576 891)	-63,7%	1 208 253
Vote 3 - Corporate Services		163 339	195 633	158 754	31 132	151 258	119 065	32 192	27,0%	158 754
Vote 4 - Community Services and Social Equity		904 577	827 458	1 241 623	67 298	632 439	931 217	(298 778)	-32,1%	1 241 623
Vote 5 - Infrastructure Services		1 565 729	2 117 250	639 126	124 619	1 119 240	479 344	639 896	133,5%	639 126
Vote 6 - Sustainable Development and City Enterprises		295 042	225 419	668 477	23 587	202 924	501 358	(298 434)	-59,5%	668 477
Vote 7 - Electricity		2 779 228	3 240 145	3 450 375	197 345	2 302 301	2 587 782	(285 480)	-11,0%	3 450 375
Total Expenditure by Vote	2	6 222 242	7 705 200	7 564 011	501 989	4 872 896	5 673 009	(800 113)	-14,1%	7 564 011
Surplus/ (Deficit) for the year	2	525 680	864 226	881 288	309 302	546 757	660 966	(114 209)	-17,3%	881 288

Statement of financial Performance

This schedule provides information on the planned revenue and operational expenditures against the actual results for the period ending 31 March 2024

KZN225 Msunduzi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q3 Third 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
R thousands									
Revenue									
Exchange Revenue									
Service charges - Electricity	2 724 540	3 892 818	3 673 355	263 666	1 998 486	2 755 016	(756 530)	-27%	3 673 355
Service charges - Water	824 369	901 572	901 572	66 661	603 942	676 179	(72 237)	-11%	901 572
Service charges - Waste Water Management	197 960	202 500	202 500	19 075	155 422	151 875	3 547	2%	202 500
Service charges - Waste management	123 629	138 742	138 742	11 337	96 715	104 056	(7 341)	-7%	138 742
Sale of Goods and Rendering of Services									
Agency services	2 599	715	715	289	2 314	536	1 778	332%	715
Interest									
Interest earned from Receivables	221 878	198 174	198 174	33 935	271 232	148 631	122 601	82%	198 174
Interest from Current and Non Current Assets									
Dividends									
Rent on Land									
Rental from Fixed Assets	20 071	104 824	104 824	2 509	25 811	78 618	(52 807)	-67%	104 824
Licence and permits	2 415	2 452	2 452	173	1 643	1 839	(196)	-11%	2 452
Operational Revenue	68 506	230 407	230 407	7 864	61 401	172 805	(111 405)	-64%	230 407
Non-Exchange Revenue									
Property rates	1 370 173	1 526 985	1 526 985	119 739	1 039 164	1 145 239	(106 075)	-9%	1 526 985
Surcharges and Taxes									
Fines, penalties and forfeits	20 129	14 660	14 660	386	13 682	10 995	2 687	24%	14 660
Licence and permits									
Transfers and subsidies - Operational	801 751	838 135	846 016	196 098	807 238	634 512	172 726	27%	846 016
Interest	16 957	68 743	68 743	4 394	29 195	51 558	(22 363)	-43%	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	726 124	5 106 244	5 931 857	(825 614)	-14%	7 909 143
Expenditure By Type									
Employee related costs	1 466 856	1 781 211	1 704 634	122 799	1 175 456	1 278 475	(103 020)	-8%	1 704 634
Remuneration of councillors	51 818	62 700	62 700	4 756	49 024	47 025	2 000	4%	62 700
Bulk purchases - electricity	2 350 401	2 514 000	2 714 000	189 204	1 993 541	2 035 500	(41 959)	-2%	2 714 000
Inventory consumed	739 336	970 629	878 190	76 752	630 864	658 643	(27 779)	-4%	878 190
Debt impairment	71 196	600 000	600 000	1 525	5 815	450 000	(444 185)	-99%	600 000
Depreciation and amortisation	350 684	460 782	461 616	31 066	272 500	346 212	(73 712)	-21%	461 616
Interest	143 222	40 401	40 401	2 011	57 179	30 301	26 879	89%	40 401
Contracted services	799 399	994 211	855 114	53 887	509 588	641 335	(131 747)	-21%	855 114
Transfers and subsidies	29 562	65 884	29 488	6 379	50 124	22 116	28 008	127%	29 488
Irrecoverable debts written off									
Operational costs	186 191	215 382	217 869	13 609	128 805	163 402	(34 597)	-21%	217 869
Losses on Disposal of Assets									
Other Losses	33 578								
Total Expenditure	6 222 242	7 705 200	7 564 011	501 989	4 872 896	5 673 009	(800 113)	-14%	7 564 011
Surplus/(Deficit)	201 361	415 526	345 132	224 136	233 348	258 849	(25 501)	(0)	345 132
Transfers and subsidies - capital (monetary allocations)	324 319	448 700	536 156	85 166	313 409	402 117	(88 708)	(0)	536 156
Transfers and subsidies - capital (in-kind)									
Surplus/(Deficit) after capital transfers & contributions	525 680	864 226	881 288	309 302	546 757	660 966			881 288
Income Tax									
Surplus/(Deficit) after income tax	525 680	864 226	881 288	309 302	546 757	660 966			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	309 302	546 757	660 966			881 288
Share of Surplus/Deficit attributable to Associate									
Intercompany/Parent subsidiary transactions									
Surplus/ (Deficit) for the year	525 680	864 226	881 288	309 302	546 757	660 966			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) - Q3 Third 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									
Multi-Year expenditure appropriation	2									
Vote 1 - City Manager		27	-	-	-	-	-	-	-	-
Vote 2 - City Finance		9 153	30 000	30 000	5 771	5 771	22 500	(16 729)	-74%	30 000
Vote 3 - Corporate Services		938	10 000	3 318	-	1 304	2 489	(1 184)	-48%	3 318
Vote 4 - Community Services and Social Equity		48 934	24 886	68 124	3 956	32 364	51 093	(18 728)	-37%	68 124
Vote 5 - Infrastructure Services		268 923	318 102	237 994	9 116	186 926	178 496	8 431	5%	237 994
Vote 6 - Sustainable Development and City Enterprises		133 279	144 745	266 967	82 118	131 065	200 225	(69 160)	-35%	266 967
Vote 7 - Electricity		71 071	175 400	141 975	5 930	32 146	106 481	(74 336)	-70%	141 975
Total Capital Multi-year expenditure	4,7	532 326	703 134	748 378	106 891	389 577	561 283	(171 707)	-31%	748 378
Single Year expenditure appropriation	2									
Vote 1 - City Manager		944	5 000	7 700	1 561	2 154	5 775	(3 621)	-63%	7 700
Vote 2 - City Finance		3 084	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		3 796	10 000	17 000	-	12 508	12 750	(242)	-2%	17 000
Vote 4 - Community Services and Social Equity		4 980	4 000	4 230	75	473	3 172	(2 699)	-85%	4 230
Vote 5 - Infrastructure Services		793	5 000	19 850	8 069	8 069	14 888	(6 819)	-46%	19 850
Vote 6 - Sustainable Development and City Enterprises		1 035	38 026	1 386	-	20	1 040	(1 019)	-98%	1 386
Vote 7 - Electricity		831	3 600	4 000	-	-	3 000	(3 000)	-100%	4 000
Total Capital single-year expenditure	4	15 464	65 626	54 166	9 705	23 224	40 625	(17 400)	-43%	54 166
Total Capital Expenditure		547 790	768 760	802 544	116 596	412 801	601 908	(189 107)	-31%	802 544
Capital Expenditure - Functional Classification										
Governance and administration		18 773	51 000	58 773	7 333	21 738	44 080	(22 342)	-51%	58 773
Executive and council		750	1 000	7 700	1 561	2 154	5 775	(3 621)	-63%	7 700
Finance and administration		18 024	50 000	51 073	5 771	19 584	38 305	(18 721)	-49%	51 073
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		57 141	169 252	190 567	7 942	73 322	142 925	(69 603)	-49%	190 567
Community and social services		43 937	20 307	35 902	489	22 748	26 926	(4 179)	-16%	35 902
Sport and recreation		922	-	8 400	-	2 416	6 300	(3 884)	-62%	8 400
Public safety		148	4 199	972	-	-	729	(729)	-100%	972
Housing		12 135	144 745	145 293	7 454	48 159	108 970	(60 811)	-56%	145 293
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		277 382	107 006	192 359	80 979	176 988	144 269	32 719	23%	192 359
Planning and development		118 612	38 606	117 803	74 631	82 095	88 352	(6 257)	-7%	117 803
Road transport		158 749	68 400	74 556	6 348	94 893	55 917	38 976	70%	74 556
Environmental protection		22	-	-	-	-	-	-	-	-
Trading services		191 140	438 702	357 031	20 343	139 956	267 773	(127 817)	-48%	357 031
Energy sources		64 942	179 000	145 975	5 930	32 146	109 481	(77 336)	-71%	145 975
Water management		67 842	133 925	113 880	10 192	50 218	85 410	(35 191)	-41%	113 880
Waste water management		48 192	120 778	72 177	644	50 469	54 132	(3 664)	-7%	72 177
Waste management		10 165	5 000	25 000	3 576	7 123	18 750	(11 627)	-62%	25 000
Other		3 353	2 800	3 814	-	797	2 861	(2 063)	-72%	3 814
Total Capital Expenditure - Functional Classification	3	547 790	768 760	802 544	116 596	412 801	601 908	(189 107)	-31%	802 544
Funded by:										
National Government		251 840	312 535	412 215	12 938	209 732	309 161	(99 430)	-32%	412 215
Provincial Government		111 490	136 165	123 941	71 316	81 193	92 956	(11 763)	-13%	123 941
District Municipality		-	-	-	-	-	-	-	-	-
Agencies, Households, Non-profit Institutions, Private Enterprises, Public		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		363 330	448 700	536 156	84 254	290 925	402 117	(111 193)	-28%	536 156
Borrowing	6		200 000	116 275	4 956	7 318	87 206	(79 888)	-92%	116 275
Internally generated funds		184 460	120 060	150 113	27 386	114 559	112 585	1 974	2%	150 113
Total Capital Funding		547 790	768 760	802 544	116 596	412 801	601 908	(189 107)	-31%	802 544

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

Table C6 displays the financial position of the municipality as at 31 March 2024.

KZN225 Msunduzi - Table C6 Monthly Budget Statement - Financial Position - Q3 Third Quarter

Description	Ref	2022/23	Budget Year 2023/24			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		511 402	602 411	602 411	(4 880)	602 411
Trade and other receivables from exchange transactions		2 157 210	1 296 255	1 296 255	3 382 715	1 296 255
Receivables from non-exchange transactions		765 104	664 796	664 796		664 796
Current portion of non-current receivables						-
Inventory		420 123	359 494	359 494	434 126	359 494
VAT						-
Other current assets		120 340			796 933	-
Total current assets		3 974 180	2 922 957	2 922 957	4 608 894	2 922 957
Non current assets						
Investments						-
Investment property		953 062	974 256	974 256	924 805	974 256
Property, plant and equipment		7 044 167	7 923 583	7 923 583	7 177 068	7 923 583
Biological assets			84 451	84 451	540	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	19 970	20 954
Trade and other receivables from exchange transactions			-	-	326	-
Non-current receivables from non-exchange transactions			-	-		-
Other non-current assets		75 800	-	-		-
Total non current assets		8 372 236	9 291 678	9 291 678	8 122 708	9 291 678
TOTAL ASSETS		12 346 416	12 214 634	12 214 634	12 731 603	12 214 634
LIABILITIES						
Current liabilities						
Bank overdraft						-
Financial liabilities		74 271	83 359	83 359	22 312	83 359
Consumer deposits		142 079	140 009	140 009	150 466	140 009
Trade and other payables from exchange transactions		2 487 458	1 186 051	1 186 051	3 061 507	1 186 051
Trade and other payables from non-exchange transactions		15 568	-	-		-
Provision		8 980	49 000	49 000	58 245	49 000
VAT		185 013	187 552	187 552		187 552
Other current liabilities		225 198				-
Total current liabilities		3 138 566	1 645 970	1 645 970	3 292 530	1 645 970
Non current liabilities						
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			166 586	-
Other non-current liabilities			648 252	648 252	482 590	648 252
Total non current liabilities		658 474	855 013	855 013	649 176	855 013
TOTAL LIABILITIES		3 797 040	2 500 983	2 500 983	3 941 706	2 500 983
NET ASSETS	2	8 549 376	9 713 651	9 713 651	8 789 897	9 713 651
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		8 329 636	9 501 123	9 501 123	8 564 164	9 501 123
Reserves and funds		4 605	212 528	212 528	225 733	212 528
Other		215 134				-
TOTAL COMMUNITY WEALTH/EQUITY	2	8 549 376	9 713 651	9 713 651	8 789 897	9 713 651

Consolidated Budget Tables (With Municipal Entity: Safe City)

KZN225 Msunduzi - Table C1 Consolidated Monthly Budget Statement Summary - Q3 Third 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
R thousands									
Financial Performance									
Property rates	1 370 173	1 526 985	1 526 985	119 739	1 039 164	1 145 239	(106 075)	-9%	1 526 985
Service charges	3 870 497	5 135 631	4 916 168	360 739	2 854 565	3 687 126	(832 561)	-23%	4 916 168
Investment revenue	-	68 743	68 743	4 394	29 195	51 558	(22 363)	-43%	68 743
Transfers and subsidies - Operational	-	838 135	846 016	196 098	807 238	634 512	172 726	27%	846 016
Other own revenue	1 182 933	551 231	551 231	45 155	376 082	413 423	(37 341)	-9%	551 231
Total Revenue (excluding capital transfers and contributions)	6 423 603	8 120 726	7 909 143	726 124	5 106 244	5 931 857	(825 614)	-14%	7 909 143
Employee costs	1 466 856	1 793 148	1 716 572	123 707	1 184 509	1 287 429	(102 920)	-8%	1 716 572
Remuneration of Councillors	51 818	62 700	62 700	4 756	49 024	47 025	2 000	4%	62 700
Depreciation and amortisation	350 684	461 616	462 450	31 130	273 072	346 838	(73 765)	-21%	462 450
Interest	143 222	40 401	40 401	2 011	57 179	30 301	26 879	89%	40 401
Inventory consumed and bulk purchases	3 089 737	3 484 629	3 592 190	265 956	2 624 405	2 694 143	(69 738)	-3%	3 592 190
Transfers and subsidies	29 562	51 024	14 627	5 327	39 170	10 970	28 200	257%	14 627
Other expenditure	1 090 363	1 811 682	1 675 072	69 101	645 535	1 256 304	(610 769)	-49%	1 675 072
Total Expenditure	6 222 242	7 705 200	7 564 011	501 989	4 872 896	5 673 009	(800 113)	-14%	7 564 011
Surplus/(Deficit)	201 361	415 526	345 132	224 136	233 348	258 849	(25 501)	-10%	345 132
Transfers and subsidies - capital (monetary)	324 319	448 700	536 156	85 166	313 409	402 117	(88 708)	-22%	536 156
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	525 680	864 226	881 288	309 302	546 757	660 966	(114 209)	-17%	881 288
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	525 680	864 226	881 288	309 302	546 757	660 966	(114 209)	-17%	881 288
Capital expenditure & funds sources									
Capital expenditure	547 790	768 760	802 544	116 596	412 801	601 908	(189 107)	-31%	802 544
Capital transfers recognised	363 330	448 700	536 156	84 254	290 925	402 117	(111 193)	-28%	536 156
Borrowing	-	200 000	116 275	4 956	7 318	87 206	(79 888)	-92%	116 275
Internally generated funds	184 460	120 060	150 113	27 386	114 559	112 585	1 974	2%	150 113
Total sources of capital funds	547 790	768 760	802 544	116 596	412 801	601 908	(189 107)	-31%	802 544
Financial position									
Total current assets	3 974 180	2 922 957	2 922 957		4 613 075				2 922 957
Total non current assets	8 372 236	9 291 678	9 291 678		8 129 874				9 291 678
Total current liabilities	3 138 566	1 645 970	1 645 970		3 293 580				1 645 970
Total non current liabilities	658 474	855 013	855 013		649 176				855 013
Community wealth/Equity	8 549 376	9 713 651	9 713 651		8 800 193				9 713 651
Cash flows									
Net cash from (used) operating	790 678	946 378	946 378	-	-	709 784	709 784	100%	946 378
Net cash from (used) investing	(489 266)	(768 501)	(768 501)	-	-	(576 376)	(576 376)	100%	(768 501)
Net cash from (used) financing	(79 163)	177 000	177 000	-	-	132 750	132 750	100%	177 000
Cash/cash equivalents at the month/year end	511 402	766 880	766 880	-	-	472 159	472 159	100%	354 877
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	535 612	149 845	142 710	132 430	138 685	142 859	666 677	4 969 286	6 878 104
Creditors Age Analysis									
Total Creditors	561 876	33 792	73 251	353 504	1 080 310	-	-	-	2 102 733

KZN225 Msunduzi - Table C2 Consolidated Monthly Budget Statement - Financial Performance (functional classification) - Q3 Third 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									
Revenue - Functional										
<i>Governance and administration</i>		1 955 757	2 375 780	2 531 074	251 385	1 671 692	1 898 305	(226 613)	-12%	2 531 074
Executive and council		5 213	4 979	4 701	23	3 549	3 526	23	1%	4 701
Finance and administration		1 950 544	2 370 801	2 526 373	251 361	1 668 143	1 894 779	(226 637)	-12%	2 526 373
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		142 629	338 867	326 590	11 728	122 829	244 942	(122 114)	-50%	326 590
Community and social services		61 499	276 754	79 865	2 051	39 825	59 899	(20 074)	-34%	79 865
Sport and recreation		589	21 223	40 913	51	1 990	30 685	(28 695)	-94%	40 913
Public safety		24 640	8 569	8 569	747	17 050	6 427	10 624	165%	8 569
Housing		55 901	32 321	197 244	8 879	63 964	147 933	(83 969)	-57%	197 244
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		200 051	55 601	197 769	76 558	129 507	148 327	(18 820)	-13%	197 769
Planning and development		152 415	47 685	137 253	76 495	98 177	102 939	(4 762)	-5%	137 253
Road transport		47 242	-	52 600	-	30 848	39 450	(8 602)	-22%	52 600
Environmental protection		395	7 916	7 916	63	481	5 937	(5 456)	-92%	7 916
<i>Trading services</i>		4 410 211	5 698 134	5 275 471	468 526	3 466 372	3 956 603	(490 232)	-12%	5 275 471
Energy sources		2 724 540	4 028 756	3 712 970	267 902	2 001 870	2 784 728	(782 858)	-28%	3 712 970
Water management		1 249 069	1 300 958	1 127 613	152 140	1 066 039	845 709	220 330	26%	1 127 613
Waste water management		286 349	209 646	284 013	29 653	267 377	213 010	54 367	26%	284 013
Waste management		150 253	158 774	150 875	18 831	131 086	113 156	17 930	16%	150 875
<i>Other</i>	4	39 274	101 045	114 396	3 094	29 254	85 797	(56 543)	-66%	114 396
Total Revenue - Functional	2	6 747 922	8 569 426	8 445 299	811 291	5 419 653	6 333 975	(914 322)	-14%	8 445 299
Expenditure - Functional										
<i>Governance and administration</i>		1 085 322	1 480 553	1 740 731	106 372	793 911	1 305 548	(511 637)	-39%	1 740 731
Executive and council		115 687	258 320	150 270	8 824	109 618	112 702	(3 084)	-3%	150 270
Finance and administration		950 235	1 193 778	1 560 312	96 430	672 102	1 170 234	(498 132)	-43%	1 560 312
Internal audit		19 401	28 455	30 148	1 118	12 191	22 611	(10 420)	-46%	30 148
<i>Community and public safety</i>		624 012	537 196	640 810	50 674	443 079	480 607	(37 528)	-8%	640 810
Community and social services		147 223	135 893	149 462	12 836	114 157	112 097	2 060	2%	149 462
Sport and recreation		140 507	130 425	134 184	13 022	107 546	100 638	6 908	7%	134 184
Public safety		232 288	222 097	259 339	18 335	155 866	194 505	(38 639)	-20%	259 339
Housing		94 435	35 263	87 642	5 682	57 495	65 731	(8 237)	-13%	87 642
Health		9 559	13 517	10 183	798	8 017	7 637	379	5%	10 183
<i>Economic and environmental services</i>		378 225	513 621	490 951	27 506	284 190	368 213	(84 023)	-23%	490 951
Planning and development		93 766	84 863	104 058	6 475	61 669	78 044	(16 375)	-21%	104 058
Road transport		259 799	402 476	361 407	18 968	202 762	271 055	(68 294)	-25%	361 407
Environmental protection		24 661	26 283	25 485	2 062	19 760	19 114	646	3%	25 485
<i>Trading services</i>		4 061 495	5 109 852	4 628 144	311 474	3 298 311	3 471 108	(172 797)	-5%	4 628 144
Energy sources		2 621 122	3 289 792	3 113 162	193 157	2 280 068	2 334 871	(54 804)	-2%	3 113 162
Water management		952 916	1 293 157	997 172	78 006	653 501	747 879	(94 378)	-13%	997 172
Waste water management		348 154	399 300	368 518	28 366	259 885	276 388	(16 503)	-6%	368 518
Waste management		139 303	127 604	149 292	11 946	104 857	111 969	(7 112)	-6%	149 292
<i>Other</i>		73 188	63 978	63 377	5 964	53 405	47 532	5 872	12%	63 377
Total Expenditure - Functional	3	6 222 242	7 705 200	7 564 011	501 989	4 872 896	5 673 009	(800 113)	-14%	7 564 011
Surplus/ (Deficit) for the year		525 680	864 226	881 288	309 302	546 757	660 966	(114 209)	-17%	881 288

**KZN225 Msunduzi - Table C3 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Q3
Third 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										
Revenue by Vote	1									
Vote 1 - City Manager		(15)	-	-	-	-	-	-	-	-
Vote 2 - City Finance		1 855 452	2 342 935	2 596 123	248 423	1 660 020	1 947 093	(287 073)	-14,7%	2 596 123
Vote 3 - Corporate Services		8 603	7 980	7 911	245	4 886	5 933	(1 048)	-17,7%	7 911
Vote 4 - Community Services and Social Equity		235 448	497 013	296 215	21 670	190 325	222 161	(31 836)	-14,3%	296 215
Vote 5 - Infrastructure Services		1 628 015	1 520 657	1 473 469	182 174	1 368 247	1 105 102	263 145	23,8%	1 473 469
Vote 6 - Sustainable Development and City Enterprises		248 423	200 280	473 093	88 599	192 010	354 820	(162 810)	-45,9%	473 093
Vote 7 - Electricity		2 771 995	4 000 561	3 598 488	270 180	2 004 166	2 698 866	(694 700)	-25,7%	3 598 488
Total Revenue by Vote	2	6 747 922	8 569 426	8 445 299	811 291	5 419 653	6 333 975	(914 322)	-14,4%	8 445 299
Expenditure by Vote	1									
Vote 1 - City Manager		151 982	300 106	197 403	12 625	135 435	148 052	(12 617)	-8,5%	197 403
Vote 2 - City Finance		362 345	799 188	1 208 253	45 383	329 299	906 190	(576 891)	-63,7%	1 208 253
Vote 3 - Corporate Services		163 339	195 633	158 754	31 132	151 258	119 065	32 192	27,0%	158 754
Vote 4 - Community Services and Social Equity		904 577	827 458	1 241 623	67 298	632 439	931 217	(298 778)	-32,1%	1 241 623
Vote 5 - Infrastructure Services		1 565 729	2 117 250	639 126	124 619	1 119 240	479 344	639 896	133,5%	639 126
Vote 6 - Sustainable Development and City Enterprises		295 042	225 419	668 477	23 587	202 924	501 358	(298 434)	-59,5%	668 477
Vote 7 - Electricity		2 779 228	3 240 145	3 450 375	197 345	2 302 301	2 587 782	(285 480)	-11,0%	3 450 375
Total Expenditure by Vote	2	6 222 242	7 705 200	7 564 011	501 989	4 872 896	5 673 009	(800 113)	-14,1%	7 564 011
Surplus/ (Deficit) for the year	2	525 680	864 226	881 288	309 302	546 757	660 966	(114 209)	-17,3%	881 288

KZN225 Msunduzi - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q3 Third Quarter

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		2 724 540	3 892 818	3 673 355	263 666	1 998 486	2 755 016	(756 530)	-27%	3 673 355
Service charges - Water		824 369	901 572	901 572	66 661	603 942	676 179	(72 237)	-11%	901 572
Service charges - Waste Water Management		197 960	202 500	202 500	19 075	155 422	151 875	3 547	2%	202 500
Service charges - Waste management		123 629	138 742	138 742	11 337	96 715	104 056	(7 341)	-7%	138 742
Sale of Goods and Rendering of Services				-			-	-		
Agency services		2 599	715	715	289	2 314	536	1 778	332%	715
Interest				-			-	-		
Interest earned from Receivables		221 878	198 174	198 174	33 935	271 232	148 631	122 601	82%	198 174
Interest from Current and Non Current Assets							-	-		
Dividends							-	-		
Rent on Land							-	-		
Rental from Fixed Assets		20 071	104 824	104 824	2 509	25 811	78 618	(52 807)	-67%	104 824
Licence and permits		2 415	2 452	2 452	173	1 643	1 839	(196)	-11%	2 452
Operational Revenue		68 506	230 407	230 407	7 864	61 401	172 805	(111 405)	-64%	230 407
Non-Exchange Revenue										
Property rates		1 370 173	1 526 985	1 526 985	119 739	1 039 164	1 145 239	(106 075)	-9%	1 526 985
Surcharges and Taxes				-			-	-		
Fines, penalties and forfeits		20 129	14 660	14 660	386	13 682	10 995	2 687	24%	14 660
Licence and permits							-	-		
Transfers and subsidies - Operational		801 751	838 135	846 016	196 098	807 238	634 512	172 726	27%	846 016
Interest		16 957	68 743	68 743	4 394	29 195	51 558	(22 363)	-43%	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	726 124	5 106 244	5 931 857	(825 614)	-14%	7 909 143
Expenditure By Type										
Employee related costs		1 466 856	1 793 148	1 716 572	123 707	1 184 509	1 287 429	(102 920)	-8%	1 716 572
Remuneration of councillors		51 818	62 700	62 700	4 756	49 024	47 025	2 000	4%	62 700
Bulk purchases - electricity		2 350 401	2 514 000	2 714 000	189 204	1 993 541	2 035 500	(41 959)	-2%	2 714 000
Inventory consumed		739 336	970 629	878 190	76 752	630 864	658 643	(27 779)	-4%	878 190
Debt impairment		71 196	600 000	600 000	1 525	5 815	450 000	(444 185)	-99%	600 000
Depreciation and amortisation		350 684	461 616	462 450	31 130	273 072	346 838	(73 765)	-21%	462 450
Interest		143 222	40 401	40 401	2 011	57 179	30 301	26 879	89%	40 401
Contracted services		799 399	994 888	855 791	53 903	509 751	641 843	(132 092)	-21%	855 791
Transfers and subsidies		29 562	51 024	14 627	5 327	39 170	10 970	28 200	257%	14 627
Irrecoverable debts written off				-			-	-		
Operational costs		186 191	216 794	219 281	13 674	129 970	164 461	(34 491)	-21%	219 281
Losses on Disposal of Assets				-			-	-		
Other Losses		33 578		-			-	-		
Total Expenditure		6 222 242	7 705 200	7 564 011	501 989	4 872 896	5 673 009	(800 113)	-14%	7 564 011
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations)		324 319	448 700	536 156	85 166	313 409	402 117	(88 708)	-22%	536 156
Transfers and subsidies - capital (in-kind)								-		
Surplus/(Deficit) after capital transfers & contributions		525 680	864 226	881 288	309 302	546 757	660 966			881 288
Income Tax										
Surplus/(Deficit) after income tax		525 680	864 226	881 288	309 302	546 757	660 966			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	309 302	546 757	660 966			881 288
Share of Surplus/Deficit attributable to Associate										
Intercompany/Parent subsidiary transactions										
Surplus/ (Deficit) for the year		525 680	864 226	881 288	309 302	546 757	660 966			881 288

KZN225 Msunduzi - Table C5 Consolidated Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding - Q3 Third 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									
Multi-Year expenditure appropriation	2									
Vote 1 - City Manager		27	-	-	-	-	-	-	-	-
Vote 2 - City Finance		9 153	30 000	30 000	5 771	5 771	22 500	(16 729)	-74%	30 000
Vote 3 - Corporate Services		938	10 000	3 318	-	1 304	2 489	(1 184)	-48%	3 318
Vote 4 - Community Services and Social Equity		48 934	24 886	68 124	3 956	32 364	51 093	(18 728)	-37%	68 124
Vote 5 - Infrastructure Services		268 923	318 102	237 994	9 116	186 926	178 496	8 431	5%	237 994
Vote 6 - Sustainable Development and City Enterprises		133 279	144 745	266 967	82 118	131 065	200 225	(69 160)	-35%	266 967
Vote 7 - Electricity		71 071	175 400	141 975	5 930	32 146	106 481	(74 336)	-70%	141 975
Total Capital Multi-year expenditure	4,7	532 326	703 134	748 378	106 891	389 577	561 283	(171 707)	-31%	748 378
Single Year expenditure appropriation	2									
Vote 1 - City Manager		944	5 000	7 700	1 561	2 154	5 775	(3 621)	-63%	7 700
Vote 2 - City Finance		3 084	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		3 796	10 000	17 000	-	12 508	12 750	(242)	-2%	17 000
Vote 4 - Community Services and Social Equity		4 980	4 000	4 230	75	473	3 172	(2 699)	-85%	4 230
Vote 5 - Infrastructure Services		793	5 000	19 850	8 069	8 069	14 888	(6 819)	-46%	19 850
Vote 6 - Sustainable Development and City Enterprises		1 035	38 026	1 386	-	20	1 040	(1 019)	-98%	1 386
Vote 7 - Electricity		831	3 600	4 000	-	-	3 000	(3 000)	-100%	4 000
Total Capital single-year expenditure	4	15 464	65 626	54 166	9 705	23 224	40 625	(17 400)	-43%	54 166
Total Capital Expenditure		547 790	768 760	802 544	116 596	412 801	601 908	(189 107)	-31%	802 544
Capital Expenditure - Functional Classification										
Governance and administration		18 773	51 000	58 773	7 333	21 738	44 080	(22 342)	-51%	58 773
Executive and council		750	1 000	7 700	1 561	2 154	5 775	(3 621)	-63%	7 700
Finance and administration		18 024	50 000	51 073	5 771	19 584	38 305	(18 721)	-49%	51 073
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		57 141	169 252	190 567	7 942	73 322	142 925	(69 603)	-49%	190 567
Community and social services		43 937	20 307	35 902	489	22 748	26 926	(4 179)	-16%	35 902
Sport and recreation		922	-	8 400	-	2 416	6 300	(3 884)	-62%	8 400
Public safety		148	4 199	972	-	-	729	(729)	-100%	972
Housing		12 135	144 745	145 293	7 454	48 159	108 970	(60 811)	-56%	145 293
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		277 382	107 006	192 359	80 979	176 988	144 269	32 719	23%	192 359
Planning and development		118 612	38 606	117 803	74 631	82 095	88 352	(6 257)	-7%	117 803
Road transport		158 749	68 400	74 556	6 348	94 893	55 917	38 976	70%	74 556
Environmental protection		22	-	-	-	-	-	-	-	-
Trading services		191 140	438 702	357 031	20 343	139 956	267 773	(127 817)	-48%	357 031
Energy sources		64 942	179 000	145 975	5 930	32 146	109 481	(77 336)	-71%	145 975
Water management		67 842	133 925	113 880	10 192	50 218	85 410	(35 191)	-41%	113 880
Waste water management		48 192	120 778	72 177	644	50 469	54 132	(3 664)	-7%	72 177
Waste management		10 165	5 000	25 000	3 576	7 123	18 750	(11 627)	-62%	25 000
Other		3 353	2 800	3 814	-	797	2 861	(2 063)	-72%	3 814
Total Capital Expenditure - Functional Classification	3	547 790	768 760	802 544	116 596	412 801	601 908	(189 107)	-31%	802 544
Funded by:										
National Government		251 840	312 535	412 215	12 938	209 732	309 161	(99 430)	-32%	412 215
Provincial Government		111 490	136 165	123 941	71 316	81 193	92 956	(11 763)	-13%	123 941
District Municipality		-	-	-	-	-	-	-	-	-
Agencies, Households, Non-profit Institutions, Private Enterprises, Public		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		363 330	448 700	536 156	84 254	290 925	402 117	(111 193)	-28%	536 156
Borrowing	6		200 000	116 275	4 956	7 318	87 206	(79 888)	-92%	116 275
Internally generated funds		184 460	120 060	150 113	27 386	114 559	112 585	1 974	2%	150 113
Total Capital Funding		547 790	768 760	802 544	116 596	412 801	601 908	(189 107)	-31%	802 544

KZN225 Msunduzi - Table C6 Consolidated Monthly Budget Statement - Financial Position - Q3 Third Quarter

Description	Ref	2022/23	Budget Year 2023/24			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		511 402	602 411	602 411	(723)	602 411
Trade and other receivables from exchange transactions		2 157 210	1 296 255	1 296 255	3 382 715	1 296 255
Receivables from non-exchange transactions		765 104	664 796	664 796	21	664 796
Current portion of non-current receivables						-
Inventory		420 123	359 494	359 494	434 126	359 494
VAT					-	-
Other current assets		120 340			796 936	-
Total current assets		3 974 180	2 922 957	2 922 957	4 613 075	2 922 957
Non current assets						
Investments						-
Investment property		953 062	974 256	974 256	924 805	974 256
Property, plant and equipment		7 044 167	7 923 583	7 923 583	7 184 233	7 923 583
Biological assets			84 451	84 451	540	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	19 970	20 954
Trade and other receivables from exchange transactions			-	-	326	-
Non-current receivables from non-exchange transactions			-	-		-
Other non-current assets		75 800	-	-		-
Total non current assets		8 372 236	9 291 678	9 291 678	8 129 874	9 291 678
TOTAL ASSETS		12 346 416	12 214 634	12 214 634	12 742 949	12 214 634
LIABILITIES						
Current liabilities						
Bank overdraft						-
Financial liabilities		74 271	83 359	83 359	22 312	83 359
Consumer deposits		142 079	140 009	140 009	150 466	140 009
Trade and other payables from exchange transactions		2 487 458	1 186 051	1 186 051	3 061 507	1 186 051
Trade and other payables from non-exchange transactions		15 568	-	-		-
Provision		8 980	49 000	49 000	59 295	49 000
VAT		185 013	187 552	187 552		187 552
Other current liabilities		225 198				-
Total current liabilities		3 138 566	1 645 970	1 645 970	3 293 580	1 645 970
Non current liabilities						
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			166 586	-
Other non-current liabilities			648 252	648 252	482 590	648 252
Total non current liabilities		658 474	855 013	855 013	649 176	855 013
TOTAL LIABILITIES		3 797 040	2 500 983	2 500 983	3 942 756	2 500 983
NET ASSETS	2	8 549 376	9 713 651	9 713 651	8 800 193	9 713 651
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		8 329 636	9 501 123	9 501 123	8 574 460	9 501 123
Reserves and funds		4 605	212 528	212 528	225 733	212 528
Other		215 134				-
TOTAL COMMUNITY WEALTH/EQUITY	2	8 549 376	9 713 651	9 713 651	8 800 193	9 713 651

PART 2 – SUPPORTING DOCUMENTATION

2.1 Debtors Analysis

The table presented below summarises the Debtors Age Analysis as at 31 March 2024

KZN225 Msunduzi - Supporting Table SC3 Monthly Budget Statement - aged debtors - Q3 Third Quarter

Description	NT Code	Budget Year 2023/24										Total	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy		
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dys-1 Yr	Over 1Yr	Total over 90 days						
R thousands																
Debtors Age Analysis By Income Source																
Trade and Other Receivables from Exchange Transactions - Water	1200	128 336	44 435	46 222	41 832	46 961	39 756	235 792	2 175 461	2 758 796	2 539 802		1 652 776			
Trade and Other Receivables from Exchange Transactions - Electricity	1300	167 272	27 685	21 292	17 544	20 919	27 269	102 708	247 277	631 967	415 717		146 878			
Receivables from Non-ex change Transactions - Property Rates	1400	125 562	28 006	28 113	25 160	24 308	24 785	120 557	835 062	1 211 553	1 029 872		640 430			
Receivables from Exchange Transactions - Waste Water Management	1500	30 298	7 525	6 973	6 764	7 590	6 700	35 677	309 079	410 606	365 810		254 319			
Receivables from Exchange Transactions - Waste Management	1600	14 176	3 848	3 591	3 491	3 378	3 520	17 206	170 779	219 990	198 375		141 109			
Receivables from Exchange Transactions - Property Rental Debtors	1700	3 094	932	930	1 046	964	840	5 731	48 539	62 076	57 120		42 418			
Interest on Arrear Debtor Accounts	1810	70 078	37 301	35 425	36 488	34 300	39 814	147 883	1 009 617	1 410 906	1 268 101		784 415			
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820															
Other	1900	(3 205)	113	164	105	266	173	1 124	173 471	172 211	175 139		172 319			
Total By Income Source	2000	535 612	149 845	142 710	132 430	138 685	142 859	666 677	4 969 286	6 878 104	6 049 936	-	3 834 663			
2022/23 - totals only		494 869	114 439	115 934	116 227	125 807	128 891	617 294	4 117 587	5 831 047	5 105 806		3 203 478			
Debtors Age Analysis By Customer Group																
Organs of State	2200	33 167	7 874	8 847	6 360	5 571	6 174	22 217	94 485	184 695	134 808		77 421			
Commercial	2300	256 512	29 788	29 379	25 589	31 361	30 776	116 164	644 347	1 163 916	848 237		481 854			
Households	2400	245 933	112 183	104 485	100 481	101 752	105 909	528 296	4 230 453	5 529 493	5 066 892		3 275 388			
Other	2500															
Total By Customer Group	2600	535 612	149 845	142 710	132 430	138 685	142 859	666 677	4 969 286	6 878 104	6 049 936	-	3 834 663			

2.2 Creditors Analysis

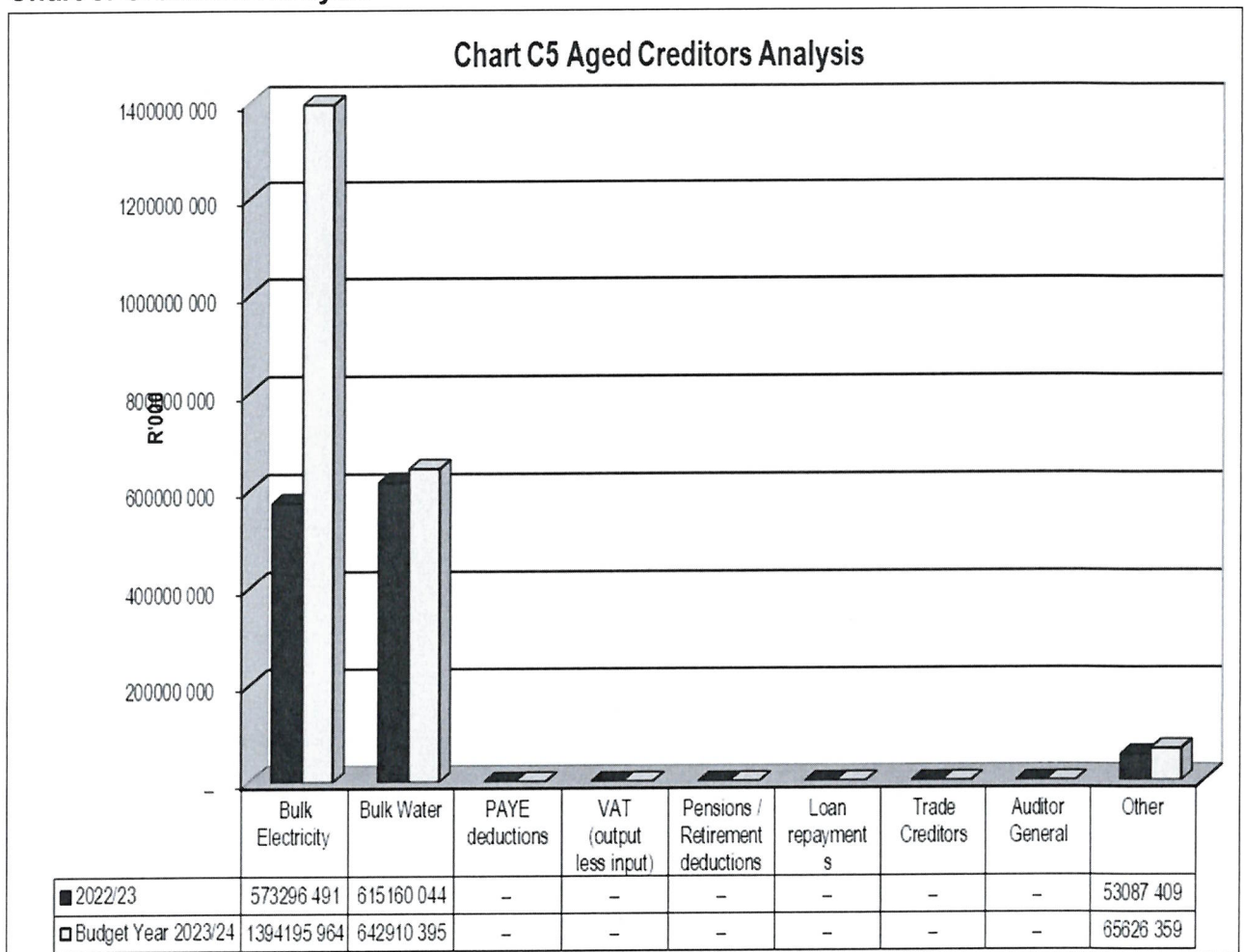
Table SC 4 below presents the aged creditors as at 31 March 2024

KZN225 Msunduzi - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q3 Third Quarter

Description R thousands	NT Code	Budget Year 2023/24									Total	Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year			
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100	407 537	-	50 965	335 969	599 726					1 394 196	573 296
Bulk Water	0200	112 970	12 607	22 262	14 700	480 372					642 910	615 160
PAYE deductions	0300										-	-
VAT (output less input)	0400										-	-
Pensions / Retirement deductions	0500										-	-
Loan repayments	0600										-	-
Trade Creditors	0700										-	-
Auditor General	0800										-	-
Other	0900	41 370	21 185	23	2 836	213					65 626	53 087
Total By Customer Type	1000	561 876	33 792	73 251	353 504	1 080 310	-	-	-	-	2 102 733	1 241 544

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 31 March 2024.

KZN225 Msunduzi - Supporting Table SC5 Monthly Budget Statement - investment portfolio - Q3 Third 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
		Yrs/Months												
R thousands														
Municipality														
Municipal Infrastructure Grant										29 905		(2 231)	45 563	73 237
Unspent Conditional Grant										190 066	199	(15 132)	62 197	237 330
Housing Accreditation										9 713	67			9 779
Municipal Housing Account										51 970	510	(656)		51 824
Housing Projects: Principal-Agent										15 441	33	(324)		15 149
Compensation Fund (COID)										23 255			330	23 585
Airport Development Fund										28	0			28
Insurance Fund										7 650	53			7 703
Vat Recovery on Prov. Grants										997			7	1 004
Vat Refunds										4 860	23		34	4 917
Call - General Reserves										54 600		(175 184)	238 805	118 221
7 Day Notice - General Reserves										76 479	529			77 008
1 Day Notice - General Reserves										31 631	239			31 870
Call Account										116 955	841	(8 415)		109 381
Municipality sub-total										613 550	2 494	(201 943)	346 936	761 037
Entities														
Entities sub-total										-	-	-	-	-
TOTAL INVESTMENTS AND INTEREST	2									613 550	2 494	(201 943)	346 936	761 037

The total consolidated investment balances as at 31 March 2024 amounted to R 761.037 million.

2.4 Allocation and Grant receipts and Expenditure

Grant Receipts: The total operating and capital grant receipts for third quarter amounted to R1.258 billion that is inclusive of equitable share of R767.222 million, Operating Transfers of R52.863 and Capital transfers of R438.275 million.

KZN225 Msunduzi - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Q3 Third 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										
RECEIPTS:										
Operating Transfers and Grants										
National Government:		765 767	805 981	796 839	197 287	800 510	597 629	202 881	33,9%	796 839
Local Government Equitable Share		696 056	767 222	767 222	191 805	767 222	575 417	191 806	33,3%	767 222
Finance Management		1 950	1 950	1 950		1 950	1 463	488	33,3%	1 950
Municipal Systems Improvement										
EPWP Incentive		5 228	4 979	4 701		4 701	3 526	1 175	33,3%	4 701
Water Services Operating Subsidy		55 555								
Municipal Water Infrastructure Grant			22 000	13 945	3 659	17 604	10 459	7 145	68,3%	13 945
Operating costs-MIG		6 977	9 830	9 021	1 823	9 033	6 766	2 267	33,5%	9 021
Provincial Government:		35 985	32 003	49 177	438	19 576	36 883	(17 307)	-46,9%	49 177
Provincial Government:										
Housing Accreditation-OPERATING						913		913		
Human Settlements - Accredited Municipal RO				2 789			2 092	(2 092)	-100,0%	2 789
Human Settlements - Housing Development		2 831				929		929		
Arts and Culture- Community Library Services		16 172		14 678		13 538	11 009	2 529	23,0%	14 678
Arts and Culture- Provincialisation										
Arts and Culture-Museum Subsidies			13 658							
Arts and Culture-Museum Subsidies - Tatham Art Gallery		91				120		120		
Tatham Art Gallery -OPERATING- ART BANK						57		57		
COGTA										
Municipal Employment Initiative - OPERATING				1 100			825	(825)	-100,0%	1 100
Housing Projects -OPERATING		2 051	18 345	27 351		1 181	20 514	(19 332)	-94,2%	27 351
Greater Edendale Development Initiative		14 671		3 049			2 287	(2 287)	-100,0%	3 049
SETA- Bursaries for Non Employees- OPERATING		168		209	438	1 837	157	1 680	1073,5%	209
Municipal Employment Initiative - OPERATING						1 000		1 000		
Informal Economy Instructure Development										
District Municipality:										
[insert description]										
Other grant providers:										
[insert description]										
Total Operating Transfers and Grants	5	801 751	837 984	846 016	197 725	820 085	634 512	185 573	29,2%	846 016
Capital Transfers and Grants										
National Government:		286 472	312 535	296 020	62 240	284 944	222 015	62 930	28,3%	296 020
Municipal Infrastructure Grant (MIG)		220 149	238 929	224 359	43 740	220 289	168 269	52 020	30,9%	224 359
Public Transport and Systems										
Neighbourhood Development Partnership		34 499	33 606	23 606		13 100	17 705	(4 605)	-26,0%	23 606
Dept of Mineral/Electricity										
Intergrated National Electrification Programme		27 380	7 000	7 000	4 500	10 500	5 250	5 250	100,0%	7 000
Municipal Systems Improvement										
Water Services Infrastructure Grant		4 444	28 000	36 055	14 000	36 055	27 041	9 014	33,3%	36 055
Energy Efficiency and Demand Management			5 000	5 000		5 000	3 750	1 250	33,3%	5 000
Other capital transfers/grants [insert desc]										
Provincial Government:		37 847	136 165	240 137	(2 646)	153 330	180 102	(26 772)	-14,9%	233 312
KZN-Military Veterans				6 825			5 118	(5 118)	-100,0%	
Human Settlement - Housing Accreditation		418	700	700			525	(525)	-100,0%	700
Jika Joe Community Residential Units-CAPITAL				25 387			19 040	(19 040)	-100,0%	25 387
Provincial Government:										
Arts and Culture- Community Library Services			420			900		900		
Arts and Culture-Museum Subsidies - Tatham Art Gallery		348		1 283		451	962	(511)	-53,1%	1 283
PMB Airport- CAPITAL		2 875	3 000	3 274		3 000	2 456	544	22,2%	3 274
Housing Projects -Capital			14 850	116 195			87 147	(87 147)	-100,0%	116 195
Human Settlement		5 022	116 195							
Greater Edendale Development Initiative-CAPITAL		11 683		85 459	(2 646)	1 448	64 094	(62 646)	-97,7%	85 459
Operation Dlusumlando-Capital										
Youth Enterprise Park-CAPITAL		198								
Eastwood Primary Substation-CAPITAL		16 130								
Municipal Disaster Response Grant		620				39 600		39 600		
Corridor Development		487								
Upgrading Informal Settlements- CAPITAL						106 931		106 931		
Informal Economy Instructure Development		66	1 000	1 014		1 000	760	240	31,5%	1 014
District Municipality:										
[insert description]										
Other grant providers:										
[insert description]										
Total Capital Transfers and Grants	5	324 319	448 700	536 156	59 594	438 275	402 117	36 157	9,0%	529 332
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	1 126 071	1 286 684	1 382 172	257 319	1 258 360	1 036 629	221 731	21,4%	1 375 347

Grants Expenditure: The amount spent in respect of conditional grants amounted to R1.121 billion for the third quarter of the financial year which is inclusive of capital expenditure of transfers and grants of R313.409 million, total operating expenditure of transfers and grants of R40.016 million and equitable share of R767.222 million.

KZN225 Msunduzi - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - Q3 Third 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										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		765 767	805 981	796 839	194 140	789 046	597 629	191 417	32,0%	796 839
Local Government Equitable Share		696 056	767 222	767 222	191 805	767 222	575 417	191 806	33,3%	767 222
Finance Management		1 950	1 950	1 950	69	1 064	1 463	(399)	-27,3%	1 950
Municipal Systems Improvement										
EPWP Incentive		5 228	4 979	4 701	23	3 549	3 526	23	0,7%	4 701
Water Services Operating Subsidy		55 555								
Municipal Water Infrastructure Grant			22 000	13 945	1 855	13 205	10 459	2 746	26,3%	13 945
Operating costs-MIG		6 977	9 830	9 021	388	4 007	6 766	(2 759)	-40,8%	9 021
Provincial Government:		35 985	32 154	49 177	1 958	18 192	36 883	(18 691)	-50,7%	49 177
Provincial Government										
Housing Accreditation-OPERATING				9 007	235	3 750	6 755	(3 005)	-44,5%	9 007
Human Settlements - Accredited Municipal RO										
Human Settlements - Housing Development		2 831								
Arts and Culture- Community Library Services		16 172		14 678	1 196	11 396	11 009	387	3,5%	14 678
Arts and Culture- Provincialisation										
Arts and Culture-Museum Subsidies			13 658							
Arts and Culture-Museum Subsidies - Tatham Art Gallery		91			34	100		100		
COGTA			151							
Municipal Employment Initiative - OPERATING				1 100	240	240	825	(585)	-70,9%	1 100
Housing Projects -OPERATING		2 051	18 345	21 134		1 181	15 851	(14 669)	-92,5%	21 134
Informal Economy Infrastructure Development										
Greater Edendale Development Initiative		14 671		3 049	50	729	2 287	(1 558)	-68,1%	3 049
SETA- Bursaries for Non Employees- OPERATING		168		209	203	796	157	639	408,5%	209
District Municipality:										
<i>[insert description]</i>										
Other grant providers:										
<i>[insert description]</i>										
Total operating expenditure of Transfers and Grants:		801 751	838 135	846 016	196 098	807 238	634 512	172 726	27,2%	846 016
Capital expenditure of Transfers and Grants										
National Government:		286 472	312 535	296 020	6 397	188 173	222 015	(33 842)	-15,2%	296 020
Municipal Infrastructure Grant (MIG)		220 149	238 929	224 359	2 350	156 374	168 269	(11 894)	-7,1%	224 359
Public Transport and Systems										
Neighbourhood Development Partnership		34 499	33 606	23 606	3 937	3 937	17 705	(13 767)	-77,8%	23 606
Dept of Mineral/Electricity										
Integrated National Electrification Programme		27 380	7 000	7 000	100	7 152	5 250	1 902	36,2%	7 000
Municipal Systems Improvement										
Water Services Infrastructure Grant		4 444	28 000	36 055		17 367	27 041	(9 674)	-35,8%	36 055
Energy Efficiency and Demand Management			5 000	5 000	10	3 343	3 750	(407)	-10,9%	5 000
Other capital transfers/grants <i>[insert desc]</i>										
Provincial Government:		37 847	136 165	240 137	78 769	125 236	180 102	(54 866)	-30,5%	233 312
KZN-Military Veterans				6 825	334	1 379	5 118	(3 739)	-73,1%	
Human Settlement - Housing Accreditation		418	700	700		20	525	(505)	-96,2%	700
Housing										
Provincial Government:			420		75	332		332		
Arts and Culture- Community Library Services				1 283	34	34	962	(929)	-96,5%	1 283
Arts and Culture-Museum Subsidies - Tatham Art Gallery		348								
PMB Airport- CAPITAL		2 875	3 000	3 274		797	2 456	(1 658)	-67,5%	3 274
Housing Projects -Capital			14 850	116 195	7 454	45 381	87 147	(41 766)	-47,9%	116 195
Human Settlement		5 022	116 195							
Informal Economy Infrastructure Development			1 000	1 014			760	(760)	-100,0%	1 014
Greater Edendale Development Initiative-CAPITAL		11 683		85 459	70 872	77 292	64 094	13 198	20,6%	85 459
Municipal Disaster Response Grant		620								
Corridor Development		487								
Operation Dlusumlando-Capital										
Informal Economy Infrastructure Development		66								
Youth Enterprise Park-CAPITAL		198								
Jika Joe Community Residential Units-CAPITAL				25 387			19 040	(19 040)	-100,0%	25 387
Eastwood Primary Substation-CAPITAL		16 130								
District Municipality:										
0										
Other grant providers:										
0										
Total capital expenditure of Transfers and Grants		324 319	448 700	536 156	85 166	313 409	402 117	(88 708)	-22,1%	529 332
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		1 126 071	1 286 835	1 382 172	281 264	1 120 647	1 036 629	84 018	8,1%	1 375 347

2.5 Councillor and Board Member and Employee Benefits

KZN225 Msunduzi - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - Q3 Third Quarter

Summary of Employee and Councillor remuneration	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		A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		41 150	3 618	3 618	3 763	39 355	2 713	36 642	1351%	3 618
Pension and UIF Contributions		2 495	3 295	3 295	249	2 594	2 471	123	5%	3 295
Medical Aid Contributions		1 822	8 001	8 001	178	1 554	6 001	(4 446)	-74%	8 001
Motor Vehicle Allowance		2 551	39 273	39 273	235	2 166	29 455	(27 289)	-93%	39 273
Cellphone Allowance		3 719	747	747	313	3 283	560	2 722	486%	747
Housing Allowances		81	7 767	7 767	7	76	5 825	(5 749)	-99%	7 767
Other benefits and allowances		(0)			10	(3)		(3)		
Sub Total - Councillors		51 818	62 700	62 700	4 756	49 024	47 025	2 000	4%	62 700
% increase	4		21,0%	21,0%						21,0%
Senior Managers of the Municipality										
Basic Salaries and Wages	3	8 621	8 727	8 222	495	5 350	6 166	(817)	-13%	8 222
Pension and UIF Contributions		816	687	959	82	759	719	39	5%	959
Medical Aid Contributions		199	60 106	240	16	128	180	(52)	-29%	240
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		993	2 559	788	69	683	591	92	16%	788
Cellphone Allowance		110	171	105	5	85	79	6	8%	105
Housing Allowances		203	70 026	212	17	155	159	(4)	-2%	212
Other benefits and allowances		122								
Sub Total - Senior Managers of Municipality		11 064	142 275	10 526	685	7 159	7 894	(735)	-9%	10 526
% increase	4		1186,0%	-4,9%						-4,9%
Other Municipal Staff										
Basic Salaries and Wages		991 780	1 019 072	1 224 532	80 857	800 923	918 399	(117 476)	-13%	1 224 532
Pension and UIF Contributions		180 566	291 354	163 807	15 633	140 892	122 856	18 037	15%	163 807
Medical Aid Contributions		63 939	122 280	87 658	6 890	59 110	65 743	(6 633)	-10%	87 658
Overtime		120 003	101 320	110 906	10 285	90 851	83 179	7 671	9%	110 906
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		30 212	36 572	50 999	2 800	24 035	38 249	(14 214)	-37%	50 999
Cellphone Allowance		4 908	5 141	5 940	461	4 035	4 455	(421)	-9%	5 940
Housing Allowances		4 538	4 916	6 121	393	3 551	4 591	(1 040)	-23%	6 121
Other benefits and allowances		34 345	39 950	19 114	2 042	22 039	14 335	7 703	54%	19 114
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		25 501	18 330	25 262	2 754	22 861	18 946	3 914	21%	25 262
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		1 455 792	1 638 935	1 694 339	122 114	1 168 296	1 270 754	(102 458)	-8%	1 694 339
% increase	4		12,6%	16,4%						16,4%
Total Parent Municipality		1 518 673	1 843 910	1 767 565	127 556	1 224 480	1 325 673	(101 193)	-8%	1 767 565
Unpaid salary, allowances & benefits in arrears:										
Board Members of Entities										
Basic Salaries and Wages			231	231	-	198	173	25	14%	231
Pension and UIF Contributions										
Medical Aid Contributions										
Sub Total - Executive members Board	2		231	231	-	198	173	25	14%	231
% increase	4									
Senior Managers of Entities										
Basic Salaries and Wages			858	858	62	619	643	(25)	-4%	858
Pension and UIF Contributions										
Medical Aid Contributions			31	31	3	26	23	3	12%	31
Overtime			30	30			23	(23)	-100%	30
Performance Bonus										
Motor Vehicle Allowance					3	23		23		
Cellphone Allowance			11	11	1	8	8			11
Sub Total - Senior Managers of Entities			929	929	68	675	697	(22)	-3%	929
% increase	4									
Other Staff of Entities										
Basic Salaries and Wages			8 737	8 737	654	6 481	6 553	(71)	-1%	8 737
Pension and UIF Contributions			600	600	47	424	450	(26)	-6%	600
Medical Aid Contributions			866	866	102	867	649	217	33%	866
Overtime			367	367	20	253	275	(23)	-8%	367
Performance Bonus										
Motor Vehicle Allowance			102	102	9	77	77			102
Cellphone Allowance			106	106	9	80	80			106
Sub Total - Other Staff of Entities			10 778	10 778	839	8 181	8 083	97	1%	10 778
% increase	4									
Total Municipal Entities			11 938	11 938	908	9 054	8 953	100	1%	11 938
TOTAL SALARY, ALLOWANCES & BENEFITS		1 518 673	1 855 848	1 779 502	128 463	1 233 534	1 334 627	(101 093)	-8%	1 779 502
% increase	4		22,2%	17,2%						17,2%
TOTAL MANAGERS AND STAFF		1 466 856	1 792 918	1 716 572	123 707	1 184 509	1 287 429	(103 117)	-8%	1 716 572

Councillor Allowances

The total councillors allowance year to date actual as at the end of March 2024 amounted to R49.024 million. The year to date budget councillor's allowance amounted to R47.025 million.

Employee Benefits

The total consolidated salaries expenditure as at 31 March 2024 amounted to R1.185 billion, against the year to date budget of R1.287 billion, resulting in a slight variance of -8%.

2.6 Parent Municipality Financial Performance

REVENUE ANALYSIS

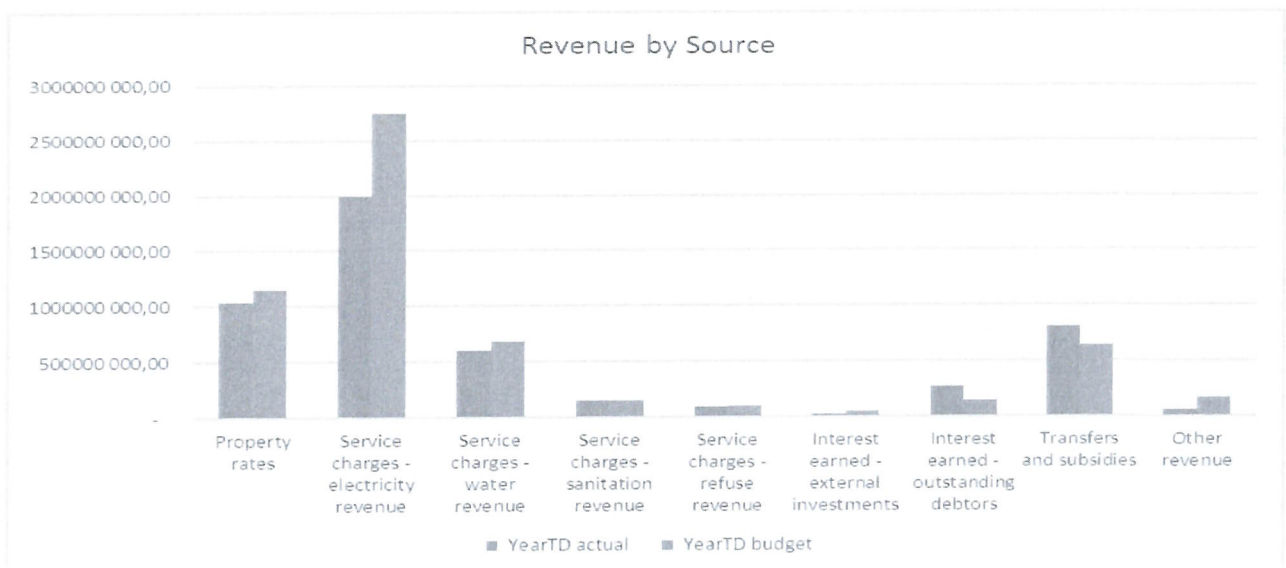
This section on material variances to the Service Delivery & Budget Implementation Plan analyses the financial as well as the non-financial YTD performance targets for the third quarter

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 20% of the total operating revenue. When comparing YTD Actual revenue earned to YTD Budget, there is an under performance of -9% as at 31 March 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 -11% variance when comparing YTD actual to YTD Budget.

Service Charges – waste water management: reflects an over performance of 2% when comparing YTD actual revenue and YTD budget.

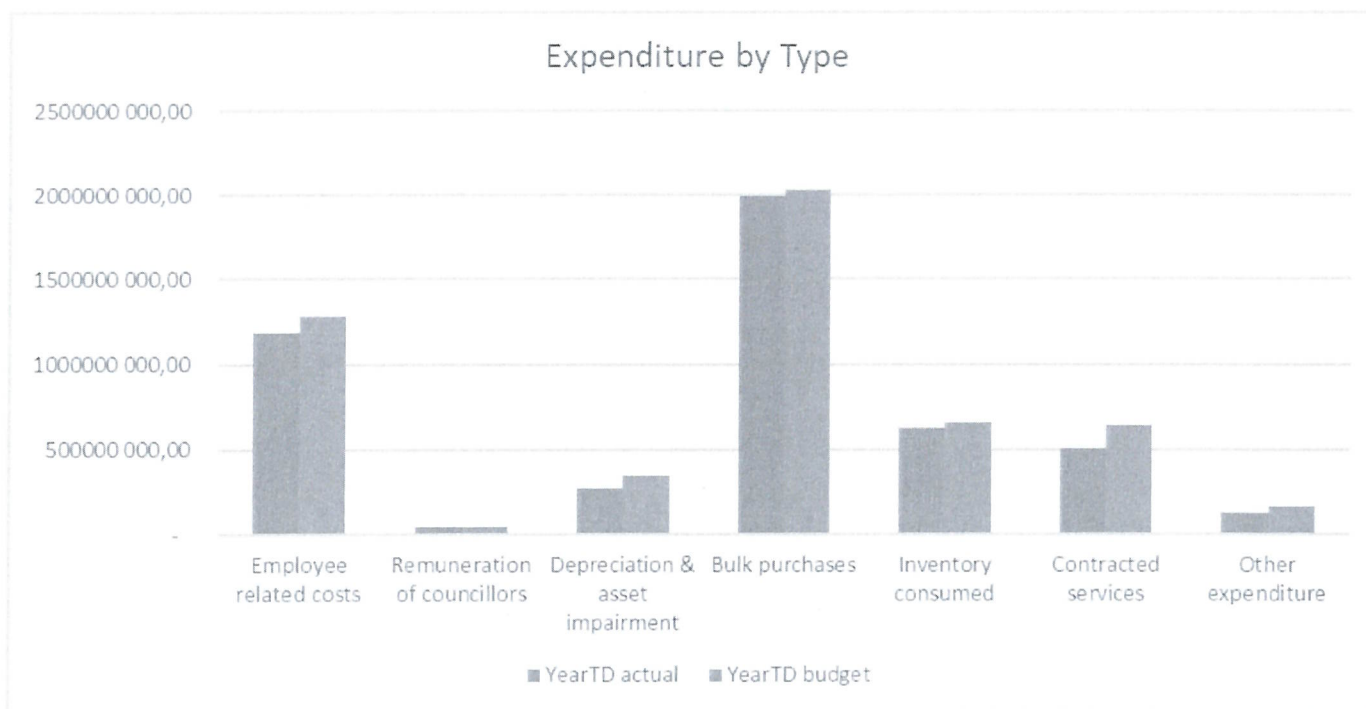
Service Charges – waste management reflects an under performance of -7% when comparing the YTD actual revenue to the YTD budget.

Interest earned – from receivables and operational revenue have a variances of 82% and -43% respectively at the end of third quarter.

OPERATIONAL EXPENDITURE

The chart below presents the third 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 41% of the total actual YTD operating expenditure basket. There was a variance of -2% for this expenditure cost driver when comparing year to date actual and year to date budget.

Employee Related Costs: There is a variance of -8% 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 third quarter amounted to R128.805 million while the YTD budget amounted to R163.402 million resulting in a variance of -21% when comparing YTD actual expenditure to YTD budget.

Depreciation & Amortisation: The YTD actual for depreciation & asset impairment figure amounted to R272.500 million and the YTD budget being R 346.212 million.

Finance Charges: YTD actual figure for finance charges for the year amounted to R57.179 million and the budgeted YTD amount is R30.301 million, resulting in a variance of 89%.

Inventory Consumed: YTD actual figure for inventory consumed for third quarter amounted to R630.864 million, which is inclusive of water bulk purchases of R530.364 million.

Contracted Services: YTD actual for contracted services amounted to R 509.588 million, whilst the budget amounted to R 641.335 million, resulting in a variance of -21%.

2.7 Municipal Entity Financial Performance

Safe City Msunduzi NPC - Table F1 Monthly Budget Statement Summary - M09 March

Description	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
R thousands									
Financial Performance									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-
Investment revenue	173	80	-	28	179	60	0	198%	-
Transfers recognised - operational	-	-	-	-	-	-	-	-	-
Other own revenue	13 189	14 029	-	0	10 520	10 522	(0)	-0%	-
Total Revenue (excluding capital transfers and contributions)	13 362	14 109	-	28	10 699	10 582	118	1%	-
Employee costs	11 888	11 993	-	908	9 054	8 995	59	1%	-
Remuneration of Board Members	-	-	-	-	-	-	-	-	-
Depreciation and asset impairment	846	834	-	64	573	626	(53)	-8%	-
Interest	-	-	-	-	-	-	-	-	-
Inventory consumed and bulk purchases	-	-	-	-	-	-	-	-	-
Transfers and grants	-	-	-	-	-	-	-	-	-
Other expenditure	2 035	2 034	-	81	1 327	1 492	(164)	-11%	-
Total Expenditure	14 770	14 861	-	1 053	10 954	11 112	(158)	-1%	-
Surplus/(Deficit)	(1 407)	(752)	-	(1 025)	(254)	(530)	276	-52%	-
Transfers and subsidies - capital (monetary allocations)	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(1 407)	(752)	-	(1 025)	(254)	(530)	276	-52%	-
Income Tax	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(1 407)	(752)	-	(1 025)	(254)	(530)	276	-52%	-
Capital expenditure & funds sources									
Capital expenditure	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-
Total sources of capital funds	-	-	-	-	-	-	-	-	-
Financial position									
Total current assets	4 309	5 072	-	-	4 181	-	-	-	5 072
Total non current assets	7 724	7 305	-	-	7 166	-	-	-	7 305
Total current liabilities	-	-	-	-	-	-	-	-	-
Total non current liabilities	-	-	-	-	-	-	-	-	-
Community wealth/Equity	-	10 768	-	-	10 296	-	-	-	10 768
Cash flows									
Net cash from (used) operating	3 098	282	-	(975)	284	62	223	362%	-
Net cash from (used) investing	(72)	-	-	-	-	-	-	-	-
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	4 306	4 589	-	(975)	284	4 368	(4 084)	-93%	1 280
Debtors & creditors analysis	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total
Debtors Age Analysis									
Total By Income Source	-	-	-	-	-	-	-	-	-
Creditors Age Analysis									
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 Monthly Budget Statement - capital expenditure trend - Q3 Third 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
R thousands									
Monthly expenditure performance trend									
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			668 787	-		
May	45 649	64 063	66 879			735 665	-		
June	45 649	64 063	66 879			802 544	-		
Total Capital expenditure	547 790	768 760	802 544	412 801					

The Total Capital Expenditure as at the end of September amounted to R412.801 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 - Q3 Third

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		83 119	291 588	161 162	7 450	57 976	120 871	62 895	52,0%	161 162
Roads Infrastructure		2 070	2 250	2 250	-	250	1 688	1 438	85,2%	2 250
Roads		2 070	2 250	2 250	-	250	1 688	1 438	85,2%	2 250
Electrical Infrastructure		63 108	194 000	106 675	5 434	27 055	80 006	52 951	66,2%	106 675
Power Plants		63 108	194 000	106 675	5 434	27 055	80 006	52 951	66,2%	106 675
HV Substations										
Water Supply Infrastructure		4 743	29 860	22 860	2 000	9 091	17 145	8 054	47,0%	22 860
Dams and Weirs										
Boreholes										
Reservoirs		4 743	29 860	22 860	2 000	9 091	17 145	8 054	47,0%	22 860
Sanitation Infrastructure		11 811	65 478	29 377	16	21 580	22 032	452	2,1%	29 377
Pump Station										
Reticulation		11 811	65 478	29 377	16	21 580	22 032	452	2,1%	29 377
Waste Water Treatment Works										
Outfall Sewers										
Toilet Facilities										
Capital Spares										
Solid Waste Infrastructure		1 388	-	-	-	-	-	-	-	-
Landfill Sites		1 388	-	-	-	-	-	-	-	-
Waste Transfer Stations										
Community Assets		37 937	25 607	23 243	380	13 353	17 432	4 079	23,4%	23 243
Community Facilities		37 937	25 607	23 243	380	13 353	17 432	4 079	23,4%	23 243
Halls		35 824	25 607	22 169	380	12 556	16 627	4 071	24,5%	22 169
Centres		198								
Cemeteries/Crematoria		1 907								
Police				1 074		797	806	8	1,0%	1 074
Purfs										
Other assets		12 611	145 545	134 360	8 082	48 767	100 770	52 003	51,6%	134 360
Operational Buildings		8 244	10 000	3 175	4 078	5 498	2 381	(3 117)	-130,9%	3 175
Municipal Offices		(155)								
Pay/Enquiry Points										
Building Plan Offices										
Workshops		8 399	10 000	3 175	4 078	5 498	2 381	(3 117)	-130,9%	3 175
Yards										
Housing		4 367	135 545	131 185	4 004	43 269	98 389	55 120	56,0%	131 185
Staff Housing										
Social Housing		4 367	135 545	131 185	4 004	43 269	98 389	55 120	56,0%	131 185
Capital Spares										
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets										
Intangible Assets		7 986	30 000	30 000	5 771	5 771	22 500	16 729	74,4%	30 000
Servitudes										
Licences and Rights		7 986	30 000	30 000	5 771	5 771	22 500	16 729	74,4%	30 000
Water Rights										
Effluent Licenses										
Solid Waste Licenses										
Computer Software and Applications		7 986	30 000	30 000	5 771	5 771	22 500	16 729	74,4%	30 000
Load Settlement Software Applications										
Unspecified										
Computer Equipment		-	-	-	-	-	-	-	-	-
Computer Equipment										
Furniture and Office Equipment		6 316	15 000	24 899	336	13 921	18 674	4 754	25,5%	24 899
Furniture and Office Equipment		6 316	15 000	24 899	336	13 921	18 674	4 754	25,5%	24 899
Machinery and Equipment		9 073	199	28 460	34	2 561	21 345	18 784	88,0%	28 460
Machinery and Equipment		9 073	199	28 460	34	2 561	21 345	18 784	88,0%	28 460
Transport Assets		7 760	-	22 103	9 369	9 304	16 577	7 273	43,9%	22 103
Transport Assets		7 760	-	22 103	9 369	9 304	16 577	7 273	43,9%	22 103
Land		-	-	-	-	-	-	-	-	-
Land										
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals										
Living resources		-	-	-	-	-	-	-	-	-
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	31 423	151 653	318 170	166 517	52,3%	424 227

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

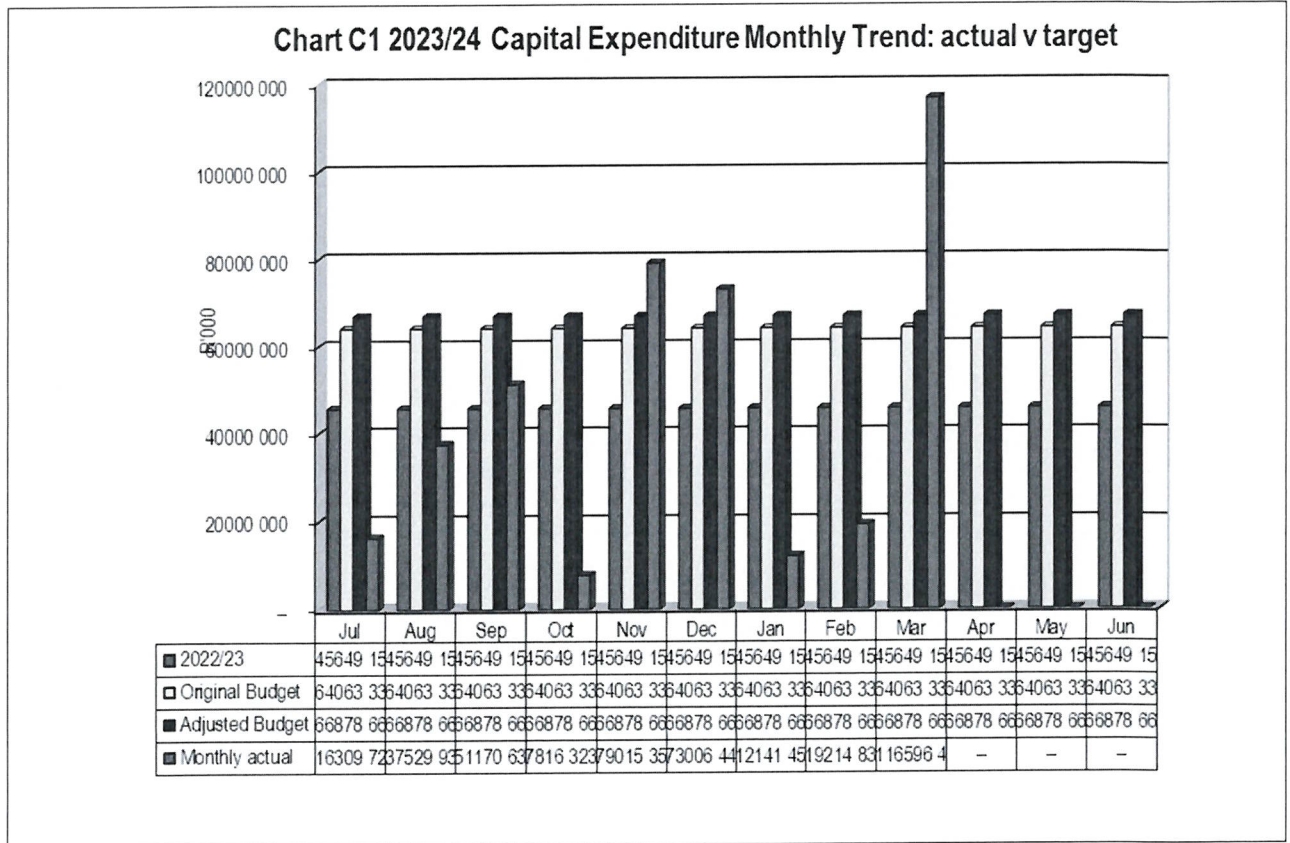
Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		115 551	47 356	27 040	6 893	63 746	20 280	(43 466)	-214,3%	27 040
Roads Infrastructure		115 551	33 150	20 000	6 348	62 339	15 000	(47 339)	-315,6%	20 000
Roads		115 551	33 150	20 000	6 348	62 339	15 000	(47 339)	-315,6%	20 000
Sanitation Infrastructure		-	-	7 040	545	1 407	5 280	3 873	73,3%	7 040
Pump Station								-		
Reticulation				7 040	545	1 407	5 280	3 873	73,3%	7 040
Waste Water Treatment Works								-		
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								-		
Community Assets		175	8 000	-	-	-	-	-		-
Community Facilities		175	8 000	-	-	-	-	-		-
Halls								-		
Markets		175	8 000					-		-
Stalls								-		
Unimproved Property								-		
Other assets		130	-	7 468	-	5 027	5 601	575	10,3%	7 468
Operational Buildings		130	-	7 468	-	5 027	5 601	575	10,3%	7 468
Municipal Offices		130		7 468		5 027	5 601	575	10,3%	7 468
Pay/Enquiry Points								-		
Computer Equipment		-	-	-	-	-	-	-		-
Computer Equipment								-		
Furniture and Office Equipment		-	-	-	-	-	-	-		-
Furniture and Office Equipment								-		
Machinery and Equipment		-	-	-	-	-	-	-		-
Machinery and Equipment								-		
Transport Assets		-	-	-	-	-	-	-		-
Transport Assets								-		
Land		-	-	-	-	-	-	-		-
Land								-		
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals								-		
Living resources		-	-	-	-	-	-	-		-
Mature		-	-	-	-	-	-	-		-
Policing and Protection								-		
Zoological plants and animals								-		
Immature		-	-	-	-	-	-	-		-
Policing and Protection								-		
Zoological plants and animals								-		
Total Capital Expenditure on renewal of existing ass	1	115 855	55 356	34 508	6 893	68 773	25 881	(42 892)	-165,7%	34 508

KZN225 Msunduzi - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - Q3

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class										
Infrastructure		228 972	189 765	295 397	76 607	178 107	221 548	43 441	19,6%	295 397
Roads Infrastructure		122 865	38 400	146 359	70 872	97 851	109 769	11 918	10,9%	146 359
Roads		122 865	38 400	146 359	70 872	97 851	109 769	11 918	10,9%	146 359
Electrical Infrastructure		5 702	-	11 618	496	5 090	8 714	3 624	41,6%	11 618
Power Plants		5 702	-	11 618	496	5 090	8 714	3 624	41,6%	11 618
HV Substations								-		
Water Supply Infrastructure		60 284	106 065	69 620	1 663	39 870	52 215	12 345	23,6%	69 620
Distribution		60 284	106 065	69 620	1 663	39 870	52 215	12 345	23,6%	69 620
Distribution Points								-		
PRV Stations								-		
Capital Spares								-		
Sanitation Infrastructure		35 610	40 300	42 800	-	28 260	32 100	3 840	12,0%	42 800
Pump Station								-		
Reticulation		35 610	40 300	42 800		28 260	32 100	3 840	12,0%	42 800
Waste Water Treatment Works								-		
Solid Waste Infrastructure		4 511	5 000	25 000	3 576	7 035	18 750	11 715	62,5%	25 000
Landfill Sites		4 511	5 000	25 000	3 576	7 035	18 750	11 715	62,5%	25 000
Waste Transfer Stations								-		
Community Assets		-	-	8 000	-	1 335	6 000	4 665	77,8%	8 000
Community Facilities		-	-	-	-	-	-	-		-
Halls								-		
Centres								-		
Sport and Recreation Facilities		-	-	8 000	-	1 335	6 000	4 665	77,8%	8 000
Indoor Facilities								-		
Outdoor Facilities				8 000		1 335	6 000	4 665	77,8%	8 000
Unimproved Property								-		
Other assets		38 161	10 700	37 112	1 673	12 934	27 834	14 900	53,5%	37 112
Operational Buildings		38 161	10 700	37 112	1 673	12 934	27 834	14 900	53,5%	37 112
Municipal Offices		38 161	10 700	37 112	1 673	12 934	27 834	14 900	53,5%	37 112
Computer Equipment		-	-	-	-	-	-	-		-
Computer Equipment								-		
Furniture and Office Equipment		-	-	-	-	-	-	-		-
Furniture and Office Equipment								-		
Machinery and Equipment		-	-	-	-	-	-	-		-
Machinery and Equipment								-		
Transport Assets		-	5 000	3 300	-	-	2 475	2 475	100,0%	3 300
Transport Assets			5 000	3 300			2 475	2 475	100,0%	3 300
Land		-	-	-	-	-	-	-		-
Land								-		
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals								-		
Living resources		-	-	-	-	-	-	-		-
Mature		-	-	-	-	-	-	-		-
Policing and Protection								-		
Zoological plants and animals								-		
Immature		-	-	-	-	-	-	-		-
Policing and Protection								-		
Zoological plants and animals								-		
Total Capital Expenditure on upgrading of existing	1	267 133	205 465	343 808	78 280	192 375	257 856	65 481	25,4%	343 808

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

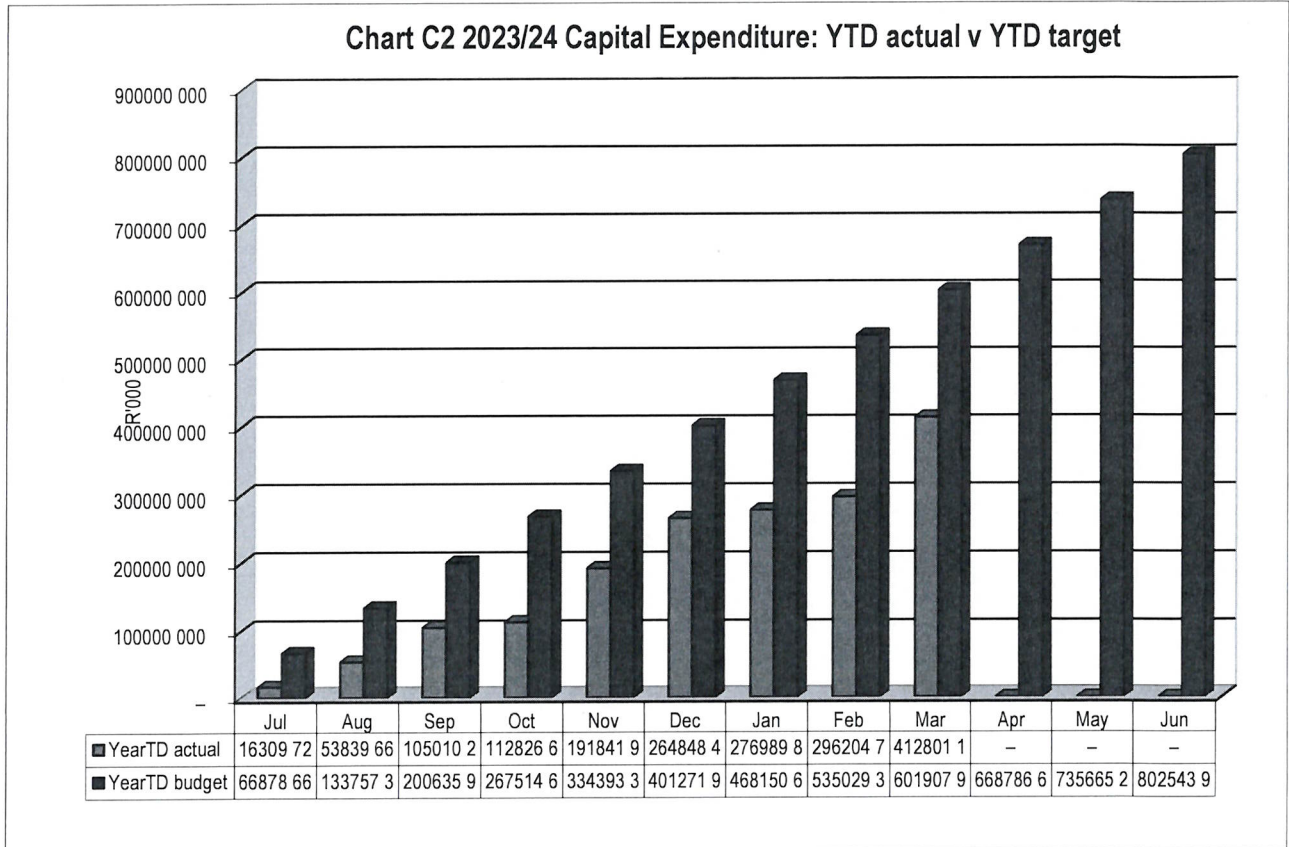
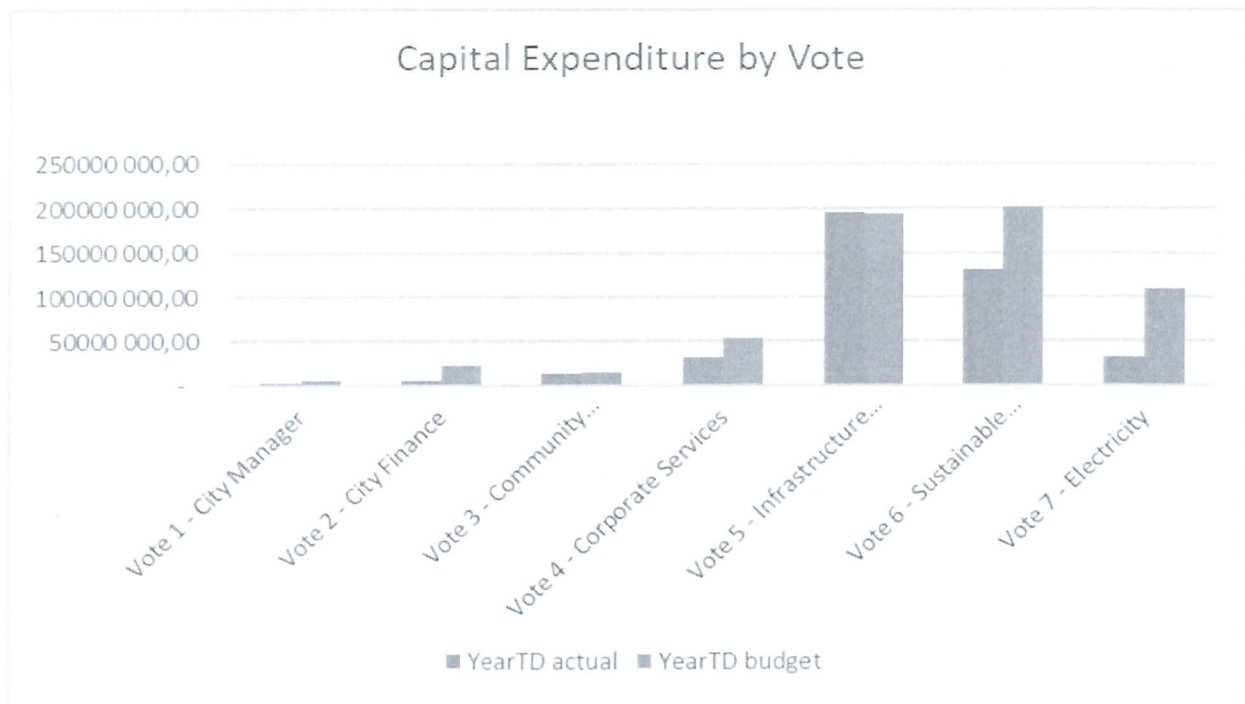


Chart 8: Capital Expenditure by Vote



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 31 March 2024 is attached.

Safe City Msunduzi NPC - Table F4 Monthly Budget Statement - Financial Position - M09 March

Vote Description	Ref	2022/23	Current Year 2023/24			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands						
ASSETS						
Current assets						
Cash and cash equivalents		4 306	1 563		4 157	1 563
Trade and other receivables from exchange transactions						
Receivables from non-exchange transactions			3 507		21	3 507
Current portion of non-current receivables						
Inventory						
VAT					-	
Other current assets		3	3		3	3
Total current assets		4 309	5 072	-	4 181	5 072
Non current assets						
Investments						
Investment property						
Property, plant and equipment		7 724	7 305		7 166	7 305
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						
Total non current assets		7 724	7 305	-	7 166	7 305
TOTAL ASSETS		12 032	12 377	-	11 346	12 377
LIABILITIES						
Current liabilities						
Bank overdraft						
Financial liabilities						
Consumer deposits						
Trade and other payables from exchange transactions						
Trade and other payables from non-exchange transactions						
Provision		1 050	1 151		1 050	1 151
VAT		442	457		-	457
Other current liabilities						
Total current liabilities		-	-	-	-	-
Non current liabilities						
Financial liabilities						
Provision						
Long term portion of trade payables						
Other non-current liabilities						
Total non current liabilities		-	-	-	-	-
TOTAL LIABILITIES		-	-	-	-	-
NET ASSETS	1	12 032	12 377	-	11 346	12 377
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		-	10 768		10 296	10 768
Reserves						
Other						
TOTAL COMMUNITY WEALTH/EQUITY	1	-	10 768	-	10 296	10 768

References

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

Safe City Msunduzi NPC - Table F5 Monthly Budget Statement - Cash Flows - M09 March

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
R thousands										
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates								-		
Service charges								-		
Other revenue		18 381	12 197		0	10 520	10 522	(1)	0,0%	
Transfers and Subsidies - Operational								-		
Transfers and Subsidies - Capital								-		
Interest		173	80		28	179	60	119	198,3%	
Dividends								-		
Payments										
Suppliers and employees		(15 456)	(11 995)		(1 004)	(10 415)	(10 520)	105	-1,0%	
Interest								-		
Dividends paid								-		
Transfers and Subsidies								-		
NET CASH FROM/(USED) OPERATING ACTIVITIES		3 098	282	-	(975)	284	62	223	362,3%	-
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE								-		
Decrease (increase) in non-current receivables								-		
Decrease (increase) in non-current investments								-		
Payments										
Capital assets		(72)				-		-		
NET CASH FROM/(USED) INVESTING ACTIVITIES		(72)	-	-	-	-	-	-	-	-
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								-		
Borrowing long term/refinancing								-		
Increase (decrease) in consumer deposits								-		
Payments										
Repayment of borrowing								-		
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	-	-	-	-	-	-
NET INCREASE/ (DECREASE) IN CASH HELD		3 026	282	-	(975)	284	62	223	362,3%	-
Cash/cash equivalents at the beginning of year	2	1 280	4 306				4 306	(4 306)	-100,0%	1 280
Cash/cash equivalents at the end of year	2	4 306	4 589				4 368	(4 084)	-93,5%	1 280

Safe City Msunduzi NPC - Supporting Table F7 Entity monthly actuals & revised targets - M09 March

Description	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
													1		
R thousands															
Cash Receipts By Source															
Property rates															
Service charges - electricity revenue															
Service charges - water revenue															
Service charges - sanitation revenue															
Service 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															
Transfers and Subsidies - Operational															
Other revenue	22	16	3 516	27	20	3 527	22	3 522	28			(10 699)			
Cash Receipts by Source	22	16	3 516	27	20	3 527	22	3 522	28			(10 699)			
Other Cash Flows by Source															
(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															
Total Cash Receipts by Source	22	16	3 516	27	20	3 527	22	3 522	28			(10 699)			
Cash Payments by Type															
Employee related costs	930	948	944	906	886	1 643	930	958	908			(9 054)			
Remuneration of councillors															
Finance charges															
Bulk purchases - electricity															
Acquisitions - water & other inventory															
Dividends paid															
Contracted services	8	19	18	18	20	18	18	27	16			(163)			
Transfers and grants - other municipalities															
Transfers and grants - other															
Other expenditure	52	83	192	156	264	76	207	78	65			(1 172)			
Cash Payments by Type	989	1 051	1 154	1 080	1 171	1 737	1 155	1 063	989			(10 388)			
Other Cash Flows/Payments by Type															
Capital assets															
Repayment of borrowing															
Other Cash Flows/Payments															
Total Cash Payments by Type	989	1 051	1 154	1 080	1 171	1 737	1 155	1 063	989			(10 388)			
NET INCREASE/DECREASE IN CASH HELD	(968)	(1 035)	2 362	(1 053)	(1 151)	1 790	(1 133)	2 459	(960)			(311)			
Cash/cash equivalents at the month/year begin:	-	(968)	(2 002)	359	(694)	(1 844)	(55)	(1 188)	1 271	311	311	-			
Cash/cash equivalents at the month/year end:	(968)	(2 002)	359	(694)	(1 844)	(55)	(1 188)	1 271	311	311	0	-			

References

1. Note that SF7 is deliberately not linked to Table F2 because timing differences between the invoicing of clients and receiving the cash means that the cashflow will differ from budgeted revenue, and similarly for budgeted expenditure.

