



Msunduzi Municipality
MFMA S71 Monthly Report

July 2015 Report
Budget & Treasury Office

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1. PART 1 – IN YEAR REPORT

1.1 Executive Summary

Legislative Requirements

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

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

FINANCIAL PERFORMANCE

Revenue: The Year to Date (YTD) total revenue earned was R 465.7 million for the period ending 31 July 2015. The YTD Budget was R 336.4 million, therefore the actual slightly over performed against the budget by R 129.2 million against the revenue projected. The two main contributors, both accounting for 49% of the actual total YTD Revenue earned are Electricity (35%) & Property Rates revenue (14%). These two revenue sources make up more than 56% of the total YTD budget.

Operating Expenditure: The total YTD operating expenditure for the period ending 31 July 2015 amounted to R 315.5 million while the YTD budget was R 336.1 million. Operational expenditure is largely defined by the bulk (electricity & water) purchases and employee related costs both accounting for 65.8% of the YTD expenditure.

Capital Expenditure: While the YTD capital expenditure budget was R 59.0 million, the actual YTD Capital expenditure incurred amounted to R 9.0 million resulting in underperformance of the capital budget. This is mainly due to the start of the new financial year.

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

Cash & Cash equivalents at 30 July 2015 was R 999.8 million.

Consumer Debt: Consumer debt at 30 July 2015 was just over R 1.9 billion.

1.4 In-year Budget Statement Tables

Parent Municipality (Msunduzi Municipality Only)

Monthly Budget Statements Summary

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

KZN225 Msunduzi - Table C1 Monthly Budget Statement Summary - M01 July									
Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	716 603	784 462	–	65 315	65 315	65 372	(57)	-0%	784 462
Service charges	2 227 636	2 566 359	–	213 457	213 457	213 863	(407)	-0%	2 566 359
Investment revenue	50 973	34 045	–	1 494	1 494	2 837	(1 343)	-47%	34 045
Transfers recognised - operational	519 604	440 652	–	168 151	168 151	36 721	131 430	358%	440 652
Other own revenue	325 520	211 526	–	17 296	17 296	17 627	(331)	-2%	211 526
Total Revenue (excluding capital transfers and contributions)	3 840 338	4 037 044	–	465 712	465 712	336 420	129 292	38%	4 037 044
Employee costs	832 532	960 606	–	67 449	67 449	80 051	(12 601)	-16%	960 606
Remuneration of Councillors	34 657	42 350	–	3 212	3 212	3 529	(317)	-9%	42 350
Depreciation & asset impairment	463 063	485 846	–	–	–	40 487	(40 487)	-100%	485 846
Finance charges	71 169	69 499	–	118	118	5 792	(5 673)	-98%	69 499
Materials and bulk purchases	1 591 553	1 766 912	–	215 150	215 150	147 243	67 907	46%	1 766 912
Transfers and grants	11 572	181	–	1 438	1 438	15	1 423	9434%	181
Other expenditure	1 121 566	708 192	–	28 141	28 141	59 016	(30 875)	-52%	708 192
Total Expenditure	4 126 113	4 033 586	–	315 509	315 509	336 132	(20 623)	-6%	4 033 586
Surplus/(Deficit)	(285 775)	3 458	–	150 203	150 203	288	149 915	52024%	3 458
Transfers recognised - capital	356 459	489 060	–	2 347	2 347	40 755	(38 408)	-94%	489 060
Contributions & Contributed assets	–	–	–	–	–	–	–	–	–
contributions	70 683	492 518	–	152 550	152 550	41 043	111 507	272%	492 518
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	70 683	492 518	–	152 550	152 550	41 043	111 507	272%	492 518
Capital expenditure & funds sources									
Capital expenditure	528 636	709 061	–	9 089	9 089	59 088	(49 999)	-85%	709 060
Capital transfers recognised	358 449	489 060	–	9 089	9 089	59 088	(49 999)	-85%	489 060
Public contributions & donations	–	–	–	–	–	–	–	–	–
Borrowing	16 732	100 000	–	–	–	–	–	–	100 000
Internally generated funds	153 455	120 000	–	–	–	–	–	–	120 000
Total sources of capital funds	528 636	709 060	–	9 089	9 089	59 088	(49 999)	-85%	709 060
Financial position									
Total current assets	2 007 658	3 133 299	–	–	2 032 226	–	–	–	3 133 299
Total non current assets	7 548 842	7 568 078	–	–	7 546 329	–	–	–	7 568 078
Total current liabilities	915 372	1 378 122	–	–	765 004	–	–	–	1 378 122
Total non current liabilities	1 197 150	1 261 476	–	–	1 249 429	–	–	–	1 261 476
Community wealth/Equity	7 443 978	8 061 778	–	–	7 564 121	–	–	–	8 061 778
Cash flows									
Net cash from (used) operating	1 199 351	706 354	–	133 746	133 746	56 655	(77 091)	-136%	706 354
Net cash from (used) investing	(548 181)	(589 505)	–	(9 089)	(9 089)	(49 856)	(40 766)	82%	(589 505)
Net cash from (used) financing	(644 310)	55 400	–	529	529	(4 141)	(4 669)	113%	55 400
Cash/cash equivalents at the month/year end	834 133	1 123 760	–	–	999 819	954 170	(45 649)	-5%	1 046 882
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	334 708	135 057	75 391	47 148	50 903	49 392	38 067	1 170 462	1 901 129
Creditors Age Analysis									
Total Creditors	433 797	9 168	2 904	212	25	0	–	–	446 106

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

KZN225 Msunduzi - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M01 July

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Standard										
<i>Governance and administration</i>		1 435 170	1 281 199	-	209 902	209 902	134 163	75 739	56%	1 281 199
Executive and council		6 748	1 600	-	-	-	133	(133)	-100%	1 600
Budget and treasury office		1 422 429	1 276 437	-	211 835	211 835	133 195	78 640	59%	1 276 437
Corporate services		5 993	3 162	-	(1 933)	(1 933)	835	(2 768)	-331%	3 162
<i>Community and public safety</i>		225 653	13 361	-	1 472	1 472	5 766	(4 293)	-74%	13 361
Community and social services		71 074	3 250	-	71	71	2 618	(2 547)	-97%	3 250
Sport and recreation		24 880	729	-	42	42	70	(28)	-40%	729
Public safety		111 819	5 827	-	479	479	1 815	(1 336)	-74%	5 827
Housing		17 809	3 485	-	875	875	1 259	(384)	-31%	3 485
Health		71	70	-	5	5	3	2	76%	70
<i>Economic and environmental services</i>		235 988	171 598	-	5 233	5 233	39 360	(34 127)	-87%	171 598
Planning and development		63 074	7 972	-	2 067	2 067	5 845	(3 777)	-65%	7 972
Road transport		172 914	163 627	-	3 166	3 166	33 515	(30 350)	-91%	163 627
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		2 690 243	2 437 047	-	289 231	289 231	253 627	35 604	14%	2 437 047
Electricity		1 723 118	1 700 095	-	175 575	175 575	159 234	16 341	10%	1 700 095
Water		660 510	500 521	-	88 064	88 064	73 190	14 874	20%	500 521
Waste water management		191 593	149 071	-	15 015	15 015	12 716	2 299	18%	149 071
Waste management		115 022	87 359	-	10 578	10 578	8 488	2 090	25%	87 359
<i>Other</i>	4	34 298	89 565	-	251	251	2 334	(2 083)	-89%	89 565
Total Revenue - Standard	2	4 621 352	3 992 771	-	506 090	506 090	435 250	70 840	16%	3 992 771
Expenditure - Standard										
<i>Governance and administration</i>		874 771	691 420	-	60 074	60 074	78 036	(17 962)	-23%	691 420
Executive and council		7 712	384 298	-	4 910	4 910	8 950	(4 040)	-45%	384 298
Budget and treasury office		859 050	200 157	-	45 964	45 964	50 810	(4 846)	-10%	200 157
Corporate services		8 009	106 965	-	9 199	9 199	18 276	(9 077)	-50%	106 965
<i>Community and public safety</i>		670 660	421 741	-	29 845	29 845	41 435	(11 590)	-28%	421 741
Community and social services		116 571	99 202	-	5 797	5 797	10 702	(4 905)	-46%	99 202
Sport and recreation		145 186	81 358	-	6 432	6 432	8 939	(2 507)	-28%	81 358
Public safety		316 932	196 317	-	14 510	14 510	17 144	(2 633)	-15%	196 317
Housing		49 923	25 149	-	1 764	1 764	3 032	(1 269)	-42%	25 149
Health		42 048	19 716	-	1 342	1 342	1 618	(276)	-17%	19 716
<i>Economic and environmental services</i>		522 277	462 751	-	24 864	24 864	46 963	(22 098)	-47%	462 751
Planning and development		97 679	128 290	-	13 211	13 211	9 170	4 042	44%	128 290
Road transport		424 597	334 461	-	11 653	11 653	37 793	(26 140)	-69%	334 461
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		2 428 609	1 893 219	-	237 685	237 685	224 230	13 455	6%	1 893 221
Electricity		1 512 417	1 374 091	-	183 007	183 007	130 151	52 856	41%	1 374 093
Water		590 023	406 791	-	38 943	38 943	69 481	(30 538)	-44%	406 791
Waste water management		175 548	9 621	-	9 515	9 515	15 541	(6 026)	-39%	9 621
Waste management		150 620	102 716	-	6 219	6 219	9 057	(2 838)	-31%	102 716
<i>Other</i>		54 353	31 122	-	1 072	1 072	3 543	(2 470)	-70%	31 122
Total Expenditure - Standard	3	4 550 669	3 500 253	-	353 540	353 540	394 207	(40 667)	-10%	3 500 255
Surplus/ (Deficit) for the year		70 683	492 518	-	152 550	152 550	41 043	111 507	272%	492 516

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

KZN225 Msunduzi - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M01 July

Vote Description	Ref	2015/16	Budget Year 2016/17							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands										
Revenue by Vote										
Vote 1 - Corporate Services	1	28 895	86 561	-	844	844	2 080	(1 236)	-59.4%	24 960
Vote 2 - Financial Management Area		1 422 510	1 466 381	-	211 842	211 842	133 202	78 640	59.0%	1 598 424
Vote 3 - Infrastructure Development, Service Delivery and M		2 314 893	2 766 960	-	253 534	253 534	221 303	32 231	14.6%	2 655 636
Vote 4 - Sustainable Community Service Delivery Provision		855 055	206 199	-	39 871	39 871	78 665	(38 794)	-49.3%	943 980
Vote 5 - [NAME OF VOTE 5]		-	-	-	-	-	-	-	-	-
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	4 621 352	4 526 101	-	506 090	506 090	435 250	70 840	16.3%	5 222 999
Expenditure by Vote										
Vote 1 - Corporate Services	1	59 220	665 551	-	21 573	21 573	26 220	(4 647)	-17.7%	314 638
Vote 2 - Financial Management Area		865 520	592 672	-	46 532	46 532	51 519	(4 987)	-9.7%	618 222
Vote 3 - Infrastructure Development, Service Delivery and M		2 753 365	2 440 094	-	253 809	253 809	257 271	(3 461)	-1.3%	3 087 246
Vote 4 - Sustainable Community Service Delivery Provision		872 564	335 266	-	31 626	31 626	59 198	(27 572)	-46.6%	710 374
Vote 5 - [NAME OF VOTE 5]		-	-	-	-	-	-	-	-	-
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	4 550 669	4 033 583	-	353 540	353 540	394 207	(40 667)	-10.3%	4 730 481
Surplus/ (Deficit) for the year	2	70 683	492 518	-	152 550	152 550	41 043	111 507	271.7%	492 518

Statement of financial Performance

This schedule provides information on the planned revenue and operational expenditures against the actual results for the period ending 31 July 2015.

KZN225 Msunduzi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July										
Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates		686 396	743 113		63 058	63 058	61 926	1 132	2%	743 113
Property rates - penalties & collection charges		30 207	41 349		2 257	2 257	3 446	(1 189)	-35%	41 349
Service charges - electricity revenue		1 566 133	1 863 770		164 913	164 913	155 314	9 599	6%	1 863 770
Service charges - water revenue		452 443	476 831		34 682	34 682	39 736	(5 054)	-13%	476 831
Service charges - sanitation revenue		127 516	134 917		8 628	8 628	11 243	(2 615)	-23%	134 917
Service charges - refuse revenue		81 544	90 841		5 234	5 234	7 570	(2 337)	-31%	90 841
Service charges - other		-	-		-	-	-	-		-
Rental of facilities and equipment		23 477	41 329		2 155	2 155	3 444	(1 290)	-37%	41 329
Interest earned - external investments		50 973	34 045		1 494	1 494	2 837	(1 343)	-47%	34 045
Interest earned - outstanding debtors		69 529	62 593		(3 037)	(3 037)	5 216	(8 253)	-158%	62 593
Dividends received		-	-		-	-	-	-		-
Fines		108 634	17 488		135	135	1 457	(1 322)	-91%	17 488
Licences and permits		89	87		6	6	7	(1)	-11%	87
Agency services		578	632		45	45	53	(8)	-14%	632
Transfers recognised - operational		519 604	440 652		168 151	168 151	36 721	131 430	358%	440 652
Other revenue		123 214	79 697		17 992	17 992	6 641	11 350	171%	79 697
Gains on disposal of PPE			9 700				808	(808)	-100%	9 700
Total Revenue (excluding capital transfers and contributions)		3 840 338	4 037 044	-	465 712	465 712	336 420	129 292	38%	4 037 044
Expenditure By Type										
Employee related costs		832 532	960 606		67 449	67 449	80 051	(12 601)	-16%	960 606
Remuneration of councillors		34 657	42 350		3 212	3 212	3 529	(317)	-9%	42 350
Debt impairment		222 110	124 586		-	-	10 382	(10 382)	-100%	124 586
Depreciation & asset impairment		463 063	485 846		-	-	40 487	(40 487)	-100%	485 846
Finance charges		71 169	69 499		118	118	5 792	(5 673)	-98%	69 499
Bulk purchases		1 586 802	1 736 811		214 948	214 948	144 734	70 213	49%	1 736 811
Other materials		4 751	30 101		202	202	2 508	(2 306)	-92%	30 101
Contracted services		29 698	18 851		-	-	1 571	(1 571)	-100%	18 851
Transfers and grants		11 572	181		1 438	1 438	15	1 423	9434%	181
Other expenditure		869 758	564 755		28 141	28 141	47 063	(18 922)	-40%	564 755
Loss on disposal of PPE			-				-	-		-
Total Expenditure		4 126 113	4 033 586	-	315 509	315 509	336 132	(20 623)	-6%	4 033 586
Surplus/(Deficit)		(285 775)	3 458	-	150 203	150 203	288	149 915	1	3 458
Transfers recognised - capital		356 459	489 060		2 347	2 347	40 755	(38 408)	(0)	489 060
Contributions recognised - capital										
Contributed assets										
Surplus/(Deficit) after capital transfers & contributions		70 683	492 518	-	152 550	152 550	41 043			492 518
Taxation										
Surplus/(Deficit) after taxation		70 683	492 518	-	152 550	152 550	41 043			492 518
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		70 683	492 518	-	152 550	152 550	41 043			492 518
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		70 683	492 518	-	152 550	152 550	41 043			492 518

A detailed analysis of the anomalies is provided under “2.6 Material Variances in the SDBIP”

Capital Expenditure

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

KZN225 Msunduzi - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M01 July										
Vote Description	Ref	2015/16	Budget Year 2016/17							
		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 - Corporate Services		50 231	28 400	-	(106)	(106)	2 367	(2 473)	-104%	28 400
Vote 2 - Financial Management Area		14 606	25 000	-	-	-	2 083	(2 083)	-100%	25 000
Vote 3 - Infrastructure Development, Service Delivery and Maintenance Management		199 085	589 310	-	8 479	8 479	49 109	(40 630)	-83%	589 310
Vote 4 - Sustainable Community Service Delivery Provision Management		17 470	32 200	-	251	251	2 683	(2 433)	-91%	32 200
Total Capital Multi-year expenditure	4,7	281 392	674 910	-	8 623	8 623	56 243	(47 619)	-85%	674 910
Single Year expenditure appropriation	2									
Vote 1 - Corporate Services		20 394	4 865	-	32	32	405	(374)	-92%	4 865
Vote 2 - Financial Management Area		5 292	710	-	24	24	59	(36)	-60%	710
Vote 3 - Infrastructure Development, Service Delivery and Maintenance Management		165 720	12 505	-	411	411	1 042	(632)	-61%	12 505
Vote 4 - Sustainable Community Service Delivery Provision Management		55 839	16 071	-	-	-	1 339	(1 339)	-100%	16 071
Total Capital single-year expenditure	4	247 245	34 151	-	466	466	2 846	(2 380)	-84%	34 150
Total Capital Expenditure		528 636	709 061	-	9 089	9 089	59 088	(49 999)	-85%	709 060
Capital Expenditure - Standard Classification										
Governance and administration		78 329	59 385	-	-	-	-	-	-	59 385
Executive and council		9 794	5 800	-	-	-	-	-	-	5 800
Budget and treasury office		68 535	53 585	-	-	-	-	-	-	53 585
Corporate services		-	-	-	-	-	-	-	-	-
Community and public safety		62 933	54 598	-	-	-	-	-	-	54 598
Community and social services		11 244	2 500	-	-	-	-	-	-	2 500
Sport and recreation		45 618	34 400	-	-	-	-	-	-	34 400
Public safety		1 883	8 353	-	-	-	-	-	-	8 353
Housing		3 191	7 725	-	-	-	-	-	-	7 725
Health		997	1 620	-	-	-	-	-	-	1 620
Economic and environmental services		145 494	339 647	-	-	-	-	-	-	339 647
Planning and development		32 080	9 590	-	-	-	-	-	-	9 590
Road transport		113 415	330 057	-	-	-	-	-	-	330 057
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		235 566	121 166	-	-	-	-	-	-	121 166
Electricity		136 907	133	-	-	-	-	-	-	133
Water		53 989	83 133	-	-	-	-	-	-	83 133
Waste water management		32 050	36 900	-	-	-	-	-	-	36 900
Waste management		12 620	1 000	-	-	-	-	-	-	1 000
Other		6 314	1 398	-	9 089	9 089	59 088	(49 999)	-85%	1 398
Total Capital Expenditure - Standard Classification	3	528 636	576 194	-	9 089	9 089	59 088	(49 999)	-85%	576 194
Funded by:										
National Government		68 155	489 060	-	9 089	9 089	59 088	(49 999)	-85%	489 060
Provincial Government		290 294	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		358 449	489 060	-	9 089	9 089	59 088	(49 999)	-85%	489 060
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	16 732	100 000	-	-	-	-	-	-	100 000
Internally generated funds		153 455	120 000	-	-	-	-	-	-	120 000
Total Capital Funding		528 636	709 060	-	9 089	9 089	59 088	(49 999)	-85%	709 060

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

Table C6 displays the financial position of the municipality as at 31 July 2015.

KZN225 Msunduzi - Table C6 Monthly Budget Statement - Financial Position - M01 July						
Description	Ref	2015/16	Budget Year 2016/17			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		96 597	45 513	-	(231 500)	45 513
Call investment deposits		745 471	1 086 263	-	1 136 291	1 086 263
Consumer debtors		728 136	883 147	-	1 208 683	883 147
Other debtors		390 671	376 440	-	(130 566)	376 440
Current portion of long-term receivables		46	43	-	-	43
Inventory		46 737	741 893	-	49 318	741 893
Total current assets		2 007 658	3 133 299	-	2 032 226	3 133 299
Non current assets						
Long-term receivables		10 482	9 455	-	10 422	9 455
Investments		-	-	-	-	-
Investment property		382 805	356 914	-	-	356 914
Investments in Associate		-	-	-	-	-
Property, plant and equipment		7 091 843	6 948 898	-	7 535 906	6 948 898
Agricultural		44 831	-	-	-	-
Biological assets		-	46 520	-	-	46 520
Intangible assets		18 880	27 283	-	-	27 283
Other non-current assets		-	179 008	-	-	179 008
Total non current assets		7 548 842	7 568 078	-	7 546 329	7 568 078
TOTAL ASSETS		9 556 500	10 701 377	-	9 578 554	10 701 377
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		53 524	61 751	-	1 245	61 751
Consumer deposits		89 479	92 798	-	90 208	92 798
Trade and other payables		765 335	1 217 489	-	667 522	1 217 489
Provisions		7 034	6 084	-	6 029	6 084
Total current liabilities		915 372	1 378 122	-	765 004	1 378 122
Non current liabilities						
Borrowing		543 401	579 761	-	595 680	579 761
Provisions		653 749	681 715	-	653 749	681 715
Total non current liabilities		1 197 150	1 261 476	-	1 249 429	1 261 476
TOTAL LIABILITIES		2 112 522	2 639 598	-	2 014 433	2 639 598
NET ASSETS	2	7 443 978	8 061 779	-	7 564 121	8 061 779
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		7 186 031	7 888 864	-	7 326 065	7 888 864
Reserves		257 948	172 914	-	238 056	172 914
TOTAL COMMUNITY WEALTH/EQUITY	2	7 443 978	8 061 778	-	7 564 121	8 061 778

Table C7 below display the Cash Flow Statement for the month ending 31 July 2015.

KZN225 Msunduzi - Table C7 Monthly Budget Statement - Cash Flow - M01 July										
Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Ratepayers and other		2 962 718	3 134 903	-	291 559	291 559	263 915	27 644	10%	3 134 903
Government - operating		519 604	440 652	-	197 440	197 440	40 941	156 499	382%	440 652
Government - capital		356 459	489 060	-	87 408	87 408	41 286	46 122	112%	489 060
Interest		120 502	64 894	-	3 521	3 521	5 270	(1 748)	-33%	64 894
Dividends			-	-			-	-		-
Payments										
Suppliers and employees		(2 677 191)	(3 353 475)	-	(444 626)	(444 626)	(288 466)	156 160	-54%	(3 353 475)
Finance charges		(71 169)	(69 499)	-	(118)	(118)	(5 801)	(5 682)	98%	(69 499)
Transfers and Grants		(11 572)	(181)	-	(1 438)	(1 438)	(490)	948	-194%	(181)
NET CASH FROM/(USED) OPERATING ACTIVITIES		1 199 351	706 354	-	133 746	133 746	56 655	(77 091)	-136%	706 354
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		421	-	-	-	-	-	-		-
Decrease (Increase) in non-current debtors		-	-	-	-	-	-	-		-
Decrease (increase) other non-current receivables		-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments		(1 928)	-	-	-	-	-	-		-
Payments										
Capital assets		(546 674)	(589 505)	-	(9 089)	(9 089)	(49 856)	(40 766)	82%	(589 505)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(548 181)	(589 505)	-	(9 089)	(9 089)	(49 856)	(40 766)	82%	(589 505)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		100 000	100 000	-	-	-	-	-		100 000
Increase (decrease) in consumer deposits		4 370	5 250	-	552	552	-	552	#DIV/0!	5 250
Payments										
Repayment of borrowing		(748 680)	(49 850)	-	(23)	(23)	(4 141)	(4 117)	99%	(49 850)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(644 310)	55 400	-	529	529	(4 141)	(4 669)	113%	55 400
NET INCREASE/ (DECREASE) IN CASH HELD		6 859	172 249	-	125 186	125 186	2 659			172 249
Cash/cash equivalents at beginning:		827 273	951 511			874 633	951 511			874 633
Cash/cash equivalents at month/year end:		834 133	1 123 760			999 819	954 170			1 046 882

Consolidated Budget Tables (With Municipal Entity: Safe City)

KZN225 Msunduzi - Table C1 Consolidated Monthly Budget Statement Summary - M01 July

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	716 603	784 462	-	65 315	65 315	65 372	(57)	-0%	784 462
Service charges	2 227 636	2 566 359	-	213 457	213 457	213 863	(407)	-0%	2 566 359
Investment revenue	50 973	34 045	-	1 522	1 522	2 842	(1 320)	-46%	34 045
Transfers recognised - operational	519 604	440 652	-	168 151	168 151	36 721	131 430	358%	440 652
Other own revenue	325 520	211 526	-	17 296	17 296	17 627	(331)	-2%	211 526
Total Revenue (excluding capital transfers and contributions)	3 840 338	4 037 044	-	465 740	465 740	336 425	129 315	38%	4 037 044
Employee costs	832 532	960 606	-	67 781	67 781	80 451	(12 669)	-16%	960 606
Remuneration of Councillors	34 657	42 350	-	3 212	3 212	3 529	(317)	-9%	42 350
Depreciation & asset impairment	463 063	485 846	-	129	129	40 616	(40 487)	-100%	485 846
Finance charges	71 169	69 499	-	119	119	5 793	(5 673)	-98%	69 499
Materials and bulk purchases	1 591 553	1 766 912	-	215 156	215 156	147 266	67 890	46%	1 766 912
Transfers and grants	11 572	181	-	1 438	1 438	15	1 423	9434%	181
Other expenditure	1 121 566	708 192	-	28 419	28 419	59 685	(31 266)	-52%	708 192
Total Expenditure	4 126 113	4 033 586	-	316 255	316 255	337 354	(21 099)	-6%	4 033 586
Surplus/(Deficit)	(285 775)	3 458	-	149 485	149 485	(929)	150 414	-16194%	3 458
Transfers recognised - capital	356 459	489 060	-	2 347	2 347	40 755	(38 408)	-94%	489 060
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	70 683	492 518	-	151 832	151 832	39 826	112 006	281%	492 518
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	70 683	492 518	-	151 832	151 832	39 826	112 006	281%	492 518
Capital expenditure & funds sources									
Capital expenditure	528 636	709 060	-	9 089	9 089	59 088	(49 999)	-85%	709 060
Capital transfers recognised	358 449	489 060	-	9 089	9 089	59 088	(49 999)	-85%	489 060
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	16 732	100 000	-	-	-	-	-	-	100 000
Internally generated funds	153 455	120 000	-	-	-	-	-	-	120 000
Total sources of capital funds	528 636	709 060	-	9 089	9 089	59 088	(49 999)	-85%	709 060
Financial position									
Total current assets	2 007 658	3 133 299	-	-	2 038 903	-	-	-	3 133 299
Total non current assets	7 548 842	7 568 078	-	-	7 546 329	-	-	-	7 568 078
Total current liabilities	915 372	1 378 122	-	-	765 004	-	-	-	1 378 122
Total non current liabilities	1 197 150	1 261 476	-	-	1 249 429	-	-	-	1 261 476
Community wealth/Equity	7 443 978	8 061 779	-	-	7 570 798	-	-	-	8 061 779
Cash flows									
Net cash from (used) operating	1 199 351	706 354	-	133 158	133 158	55 570	(77 588)	-140%	706 354
Net cash from (used) investing	(548 181)	(589 505)	-	(9 089)	(9 089)	(49 856)	(40 766)	82%	(589 505)
Net cash from (used) financing	(644 310)	55 400	-	529	529	(4 141)	(4 669)	113%	55 400
Cash/cash equivalents at the month/year end	834 133	1 123 760	-	-	999 231	953 085	(46 146)	-5%	1 046 883
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	334 708	135 057	75 391	47 148	50 903	49 392	38 067	#####	1 901 129
Creditors Age Analysis									
Total Creditors	433 797	9 168	2 904	212	25	0	-	-	446 106

KZN225 Msunduzi - Table C2 Consolidated Monthly Budget Statement - Financial Performance (standard classification) - M01 July

Description	Ref	2015/16	Budget Year 2016/17							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands	1									
Revenue - Standard										
<i>Governance and administration</i>		1 435 170	1 281 199	-	209 902	209 902	134 163	75 739	56%	1 281 199
Executive and council		6 748	1 600	-	-	-	133	(133)	-100%	1 600
Budget and treasury office		1 422 429	1 276 437	-	211 835	211 835	133 195	78 640	59%	1 276 437
Corporate services		5 993	3 162	-	(1 933)	(1 933)	835	(2 768)	-331%	3 162
<i>Community and public safety</i>		225 653	13 361	-	1 472	1 472	5 766	(4 293)	-74%	13 361
Community and social services		71 074	3 250	-	71	71	2 618	(2 547)	-97%	3 250
Sport and recreation		24 880	729	-	42	42	70	(28)	-40%	729
Public safety		111 819	5 827	-	479	479	1 815	(1 336)	-74%	5 827
Housing		17 809	3 485	-	875	875	1 259	(384)	-31%	3 485
Health		71	70	-	5	5	3	2	76%	70
<i>Economic and environmental services</i>		235 988	171 598	-	5 233	5 233	39 360	(34 127)	-87%	171 598
Planning and development		63 074	7 972	-	2 067	2 067	5 845	(3 777)	-65%	7 972
Road transport		172 914	163 627	-	3 166	3 166	33 515	(30 350)	-91%	163 627
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		2 690 243	2 437 047	-	289 231	289 231	253 627	35 604	14%	2 437 047
Electricity		1 723 118	1 700 095	-	175 575	175 575	159 234	16 341	10%	1 700 095
Water		660 510	500 521	-	88 064	88 064	73 190	14 874	20%	500 521
Waste water management		191 593	149 071	-	15 015	15 015	12 716	2 299	18%	149 071
Waste management		115 022	87 359	-	10 578	10 578	8 488	2 090	25%	87 359
<i>Other</i>	4	34 298	89 565	-	251	251	2 334	(2 083)	-89%	89 565
Total Revenue - Standard	2	4 621 352	3 992 771	-	506 090	506 090	435 250	70 840	16%	3 992 771
Expenditure - Standard										
<i>Governance and administration</i>		874 771	691 420	-	60 074	60 074	78 036	(17 962)	-23%	691 420
Executive and council		7 712	384 298	-	4 910	4 910	8 950	(4 040)	-45%	384 298
Budget and treasury office		859 050	200 157	-	45 964	45 964	50 810	(4 846)	-10%	200 157
Corporate services		8 009	106 965	-	9 199	9 199	18 276	(9 077)	-50%	106 965
<i>Community and public safety</i>		670 660	421 741	-	29 845	29 845	41 435	(11 590)	-28%	421 741
Community and social services		116 571	99 202	-	5 797	5 797	10 702	(4 905)	-46%	99 202
Sport and recreation		145 186	81 358	-	6 432	6 432	8 939	(2 507)	-28%	81 358
Public safety		316 932	196 317	-	14 510	14 510	17 144	(2 633)	-15%	196 317
Housing		49 923	25 149	-	1 764	1 764	3 032	(1 269)	-42%	25 149
Health		42 048	19 716	-	1 342	1 342	1 618	(276)	-17%	19 716
<i>Economic and environmental services</i>		522 277	462 751	-	24 864	24 864	46 963	(22 098)	-47%	462 751
Planning and development		97 679	128 290	-	13 211	13 211	9 170	4 042	44%	128 290
Road transport		424 597	334 461	-	11 653	11 653	37 793	(26 140)	-69%	334 461
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		2 428 609	1 893 219	-	238 403	238 403	225 447	12 956	6%	1 893 221
Electricity		1 512 417	1 374 091	-	183 725	183 725	131 368	52 357	40%	1 374 093
Water		590 023	406 791	-	38 943	38 943	69 481	(30 538)	-44%	406 791
Waste water management		175 548	9 621	-	9 515	9 515	15 541	(6 026)	-39%	9 621
Waste management		150 620	102 716	-	6 219	6 219	9 057	(2 838)	-31%	102 716
<i>Other</i>		54 353	31 122	-	1 072	1 072	3 543	(2 470)	-70%	31 122
Total Expenditure - Standard	3	4 550 669	3 500 253	-	354 258	354 258	395 424	(41 166)	-10%	3 500 255
Surplus/ (Deficit) for the year		70 683	492 518	-	151 832	151 832	39 826	112 006	281%	492 516

KZN225 Msunduzi - Table C3 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M01 July

Vote Description	Ref	2015/16	Budget Year 2016/17							
		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 - Corporate Services		28 895	86 561	-	844	844	2 080	(1 236)	-59.4%	24 960
Vote 2 - Financial Management Area		1 422 510	1 466 381	-	211 842	211 842	133 202	78 640	59.0%	1 598 424
Vote 3 - Infrastructure Development, Service Delivery and Maintenance Management		2 314 893	2 766 960	-	253 534	253 534	221 303	32 231	14.6%	2 655 636
Vote 4 - Sustainable Community Service Delivery Provision Management		855 055	206 199	-	39 871	39 871	78 665	(38 794)	-49.3%	943 980
Total Revenue by Vote	2	4 621 352	4 526 101	-	506 090	506 090	435 250	70 840	16.3%	5 222 999
Expenditure by Vote	1									
Vote 1 - Corporate Services		59 220	665 551	-	21 573	21 573	26 220	(4 647)	-17.7%	314 638
Vote 2 - Financial Management Area		865 520	592 672	-	46 532	46 532	51 519	(4 987)	-9.7%	618 222
Vote 3 - Infrastructure Development, Service Delivery and Maintenance Management		2 753 365	2 440 094	-	254 527	254 527	258 488	(3 960)	-1.5%	3 087 246
Vote 4 - Sustainable Community Service Delivery Provision Management		872 564	335 266	-	31 626	31 626	59 198	(27 572)	-46.6%	710 374
Total Expenditure by Vote	2	4 550 669	4 033 583	-	354 258	354 258	395 424	(41 166)	-10.4%	4 730 481
Surplus/ (Deficit) for the year	2	70 683	492 518	-	151 832	151 832	39 826	112 006	281.2%	492 518

KZN225 Msunduzi - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates		686 396	743 113		63 058	63 058	61 926	1 132	2%	743 113
Property rates - penalties & collection charges		30 207	41 349		2 257	2 257	3 446	(1 189)	-35%	41 349
Service charges - electricity revenue		1 566 133	1 863 770		164 913	164 913	155 314	9 599	6%	1 863 770
Service charges - water revenue		452 443	476 831		34 682	34 682	39 736	(5 054)	-13%	476 831
Service charges - sanitation revenue		127 516	134 917		8 628	8 628	11 243	(2 615)	-23%	134 917
Service charges - refuse revenue		81 544	90 841		5 234	5 234	7 570	(2 337)	-31%	90 841
Service charges - other		-	-		-	-	-	-		-
Rental of facilities and equipment		23 477	41 329		2 155	2 155	3 444	(1 290)	-37%	41 329
Interest earned - external investments		50 973	34 045		1 522	1 522	2 842	(1 320)	-46%	34 045
Interest earned - outstanding debtors		69 529	62 593		(3 037)	(3 037)	5 216	(8 253)	-158%	62 593
Dividends received		-	-		-	-	-	-		-
Fines		108 634	17 488		135	135	1 457	(1 322)	-91%	17 488
Licences and permits		89	87		6	6	7	(1)	-11%	87
Agency services		578	632		45	45	53	(8)	-14%	632
Transfers recognised - operational		519 604	440 652		168 151	168 151	36 721	131 430	358%	440 652
Other revenue		123 214	79 697		17 992	17 992	6 641	11 350	171%	79 697
Gains on disposal of PPE			9 700				808	(808)	-100%	9 700
Total Revenue (excluding capital transfers and contributions)		3 840 338	4 037 044	-	465 740	465 740	336 425	129 315	38%	4 037 044
Expenditure By Type										
Employee related costs		832 532	960 606		67 781	67 781	80 451	(12 669)	-16%	960 606
Remuneration of councillors		34 657	42 350		3 212	3 212	3 529	(317)	-9%	42 350
Debt impairment		222 110	124 586		-	-	10 382	(10 382)	-100%	124 586
Depreciation & asset impairment		463 063	485 846		129	129	40 616	(40 487)	-100%	485 846
Finance charges		71 169	69 499		119	119	5 793	(5 673)	-98%	69 499
Bulk purchases		1 586 802	1 736 811		214 948	214 948	144 734	70 213	49%	1 736 811
Other materials		4 751	30 101		208	208	2 531	(2 323)	-92%	30 101
Contracted services		29 698	18 851		253	253	2 160	(1 907)	-88%	18 851
Transfers and grants		11 572	181		1 438	1 438	15	1 423	9434%	181
Other expenditure		869 758	564 755		28 166	28 166	47 143	(18 977)	-40%	564 755
Loss on disposal of PPE			-				-	-		-
Total Expenditure		4 126 113	4 033 586	-	316 255	316 255	337 354	(21 099)	-6%	4 033 586
Surplus/(Deficit)		(285 775)	3 458	-	149 485	149 485	(929)	150 414	(0)	3 458
Transfers recognised - capital		356 459	489 060		2 347	2 347	40 755	(38 408)	(0)	489 060
Contributions recognised - capital							-	-		
Contributed assets							-	-		
Surplus/(Deficit) after capital transfers & contributions		70 683	492 518	-	151 832	151 832	39 826			492 518
Taxation								-		
Surplus/(Deficit) after taxation		70 683	492 518	-	151 832	151 832	39 826			492 518
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		70 683	492 518	-	151 832	151 832	39 826			492 518
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		70 683	492 518	-	151 832	151 832	39 826			492 518

KZN225 Msunduzi - Table C5 Consolidated Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding - M01 July)

Vote Description	Ref	2015/16	Budget Year 2016/17							
		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 - Corporate Services		50 231	28 400	-	(106)	(106)	2 367	(2 473)	-104%	28 400
Vote 2 - Financial Management Area		14 606	25 000	-	-	-	2 083	(2 083)	-100%	25 000
Vote 3 - Infrastructure Development, Service Delivery and Maintenance Management		199 085	589 310	-	8 479	8 479	49 109	(40 630)	-83%	589 310
Vote 4 - Sustainable Community Service Delivery Provision Management		17 470	32 200	-	251	251	2 683	(2 433)	-91%	32 200
Total Capital Multi-year expenditure	4,7	281 392	674 910	-	8 623	8 623	56 243	(47 619)	-85%	674 910
Single Year expenditure appropriation	2									
Vote 1 - Corporate Services		20 394	855	-	32	32	405	(374)	-92%	4 865
Vote 2 - Financial Management Area		5 292	4 129	-	24	24	59	(36)	-60%	710
Vote 3 - Infrastructure Development, Service Delivery and Maintenance Management		165 720	24 997	-	411	411	1 042	(632)	-61%	12 505
Vote 4 - Sustainable Community Service Delivery Provision Management		55 839	4 169	-	-	-	1 339	(1 339)	-100%	16 071
Total Capital single-year expenditure	4	247 245	34 150	-	466	466	2 846	(2 380)	-84%	34 150
Total Capital Expenditure		528 636	709 060	-	9 089	9 089	59 088	(49 999)	-85%	709 060
Capital Expenditure - Standard Classification										
Governance and administration		78 329	59 385	-	-	-	-	-	-	59 385
Executive and council		9 794	5 800	-	-	-	-	-	-	5 800
Budget and treasury office		68 535	53 585	-	-	-	-	-	-	53 585
Corporate services		-	-	-	-	-	-	-	-	-
Community and public safety		62 933	54 598	-	-	-	-	-	-	54 598
Community and social services		11 244	2 500	-	-	-	-	-	-	2 500
Sport and recreation		45 618	34 400	-	-	-	-	-	-	34 400
Public safety		1 883	8 353	-	-	-	-	-	-	8 353
Housing		3 191	7 725	-	-	-	-	-	-	7 725
Health		997	1 620	-	-	-	-	-	-	1 620
Economic and environmental services		145 494	339 647	-	-	-	-	-	-	339 647
Planning and development		32 080	9 590	-	-	-	-	-	-	9 590
Road transport		113 415	330 057	-	-	-	-	-	-	330 057
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		235 566	254 033	-	-	-	-	-	-	254 033
Electricity		136 907	133 000	-	-	-	-	-	-	133 000
Water		53 989	83 133	-	-	-	-	-	-	83 133
Waste water management		32 050	36 900	-	-	-	-	-	-	36 900
Waste management		12 620	1 000	-	-	-	-	-	-	1 000
Other		6 314	1 398	-	9 089	9 089	59 088	(49 999)	-85%	1 398
Total Capital Expenditure - Standard Classification	3	528 636	709 060	-	9 089	9 089	59 088	(49 999)	-85%	709 060
Funded by:										
National Government		68 155	489 060	-	9 089	9 089	59 088	(49 999)	-85%	489 060
Provincial Government		290 294	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		358 449	489 060	-	9 089	9 089	59 088	(49 999)	-85%	489 060
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	16 732	100 000	-	-	-	-	-	-	100 000
Internally generated funds		153 455	120 000	-	-	-	-	-	-	120 000
Total Capital Funding		528 636	709 060	-	9 089	9 089	59 088	(49 999)	-85%	709 060

KZN225 Msunduzi - Table C6 Consolidated Monthly Budget Statement - Financial Position - M01 July

Description	Ref	2015/16	Budget Year 2016/17			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		96 597	45 513		(231 421)	45 513
Call investment deposits		745 471	1 086 263		1 142 886	1 086 263
Consumer debtors		728 136	883 147		1 208 683	883 147
Other debtors		390 671	376 440		(130 563)	376 440
Current portion of long-term receivables		46	43		-	43
Inventory		46 737	741 893		49 318	741 893
Total current assets		2 007 658	3 133 299	-	2 038 903	3 133 299
Non current assets						
Long-term receivables		10 482	9 455		10 422	9 455
Investments		-	-		-	-
Investment property		382 805	356 914		-	356 914
Investments in Associate		-	-		-	-
Property, plant and equipment		7 091 843	6 948 898		7 535 906	6 948 898
Agricultural		44 831	-		-	-
Biological assets		-	46 520		-	46 520
Intangible assets		18 880	27 283		-	27 283
Other non-current assets		-	179 008		-	179 008
Total non current assets		7 548 842	7 568 078	-	7 546 329	7 568 078
TOTAL ASSETS		9 556 500	10 701 376	-	9 585 231	10 701 376
LIABILITIES						
Current liabilities						
Bank overdraft		-	-		-	-
Borrowing		53 524	61 751		1 245	61 751
Consumer deposits		89 479	92 798		90 208	92 798
Trade and other payables		765 335	1 217 489		667 522	1 217 489
Provisions		7 034	6 084		6 029	6 084
Total current liabilities		915 372	1 378 122	-	765 004	1 378 122
Non current liabilities						
Borrowing		543 401	579 761		595 680	579 761
Provisions		653 749	681 715		653 749	681 715
Total non current liabilities		1 197 150	1 261 476	-	1 249 429	1 261 476
TOTAL LIABILITIES		2 112 522	2 639 598	-	2 014 433	2 639 598
NET ASSETS	2	7 443 978	8 061 779	-	7 570 798	8 061 779
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		7 186 031	7 888 864		7 332 742	7 888 864
Reserves		257 948	172 914		238 056	172 914
TOTAL COMMUNITY WEALTH/EQUITY	2	7 443 978	8 061 779	-	7 570 798	8 061 779

KZN225 Msunduzi - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M01 July

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Ratepayers and other		2 962 718	3 134 903		291 559	291 559	263 915	27 644	10%	3 134 903
Government - operating		519 604	440 652		197 440	197 440	40 941	156 499	382%	440 652
Government - capital		356 459	489 060		87 408	87 408	41 286	46 122	112%	489 060
Interest		120 502	64 894		3 549	3 549	5 275	(1 725)	-33%	64 894
Dividends							-	-		-
Payments										
Suppliers and employees		(2 677 191)	(3 353 475)		(445 242)	(445 242)	(289 556)	155 686	-54%	(3 353 475)
Finance charges		(71 169)	(69 499)		(118)	(118)	(5 801)	(5 682)	98%	(69 499)
Transfers and Grants		(11 572)	(181)		(1 438)	(1 438)	(490)	948	-194%	(181)
NET CASH FROM/(USED) OPERATING ACTIVITIES		1 199 351	706 354	-	133 158	133 158	55 570	(77 588)	-140%	706 354
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		421	-		-	-	-	-		-
Decrease (Increase) in non-current debtors		-	-		-	-	-	-		-
Decrease (increase) other non-current receivables		-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments		(1 928)	-	-	-	-	-	-		-
Payments										
Capital assets		(546 674)	(589 505)		(9 089)	(9 089)	(49 856)	(40 766)	82%	(589 505)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(548 181)	(589 505)	-	(9 089)	(9 089)	(49 856)	(40 766)	82%	(589 505)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-		-	-	-	-		-
Borrowing long term/refinancing		100 000	100 000				-	-		100 000
Increase (decrease) in consumer deposits		4 370	5 250		552	552	-	552	#DIV/0!	5 250
Payments										
Repayment of borrowing		(748 680)	(49 850)		(23)	(23)	(4 141)	(4 117)	99%	(49 850)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(644 310)	55 400	-	529	529	(4 141)	(4 669)	113%	55 400
NET INCREASE/ (DECREASE) IN CASH HELD		6 859	172 249	-	124 598	124 598	1 574			172 249
Cash/cash equivalents at beginning:		827 273	951 511			874 633	951 511			874 633
Cash/cash equivalents at month/year end:		834 133	1 123 760			999 231	953 085			1 046 883

1 PART 2 – SUPPORTING DOCUMENTATION

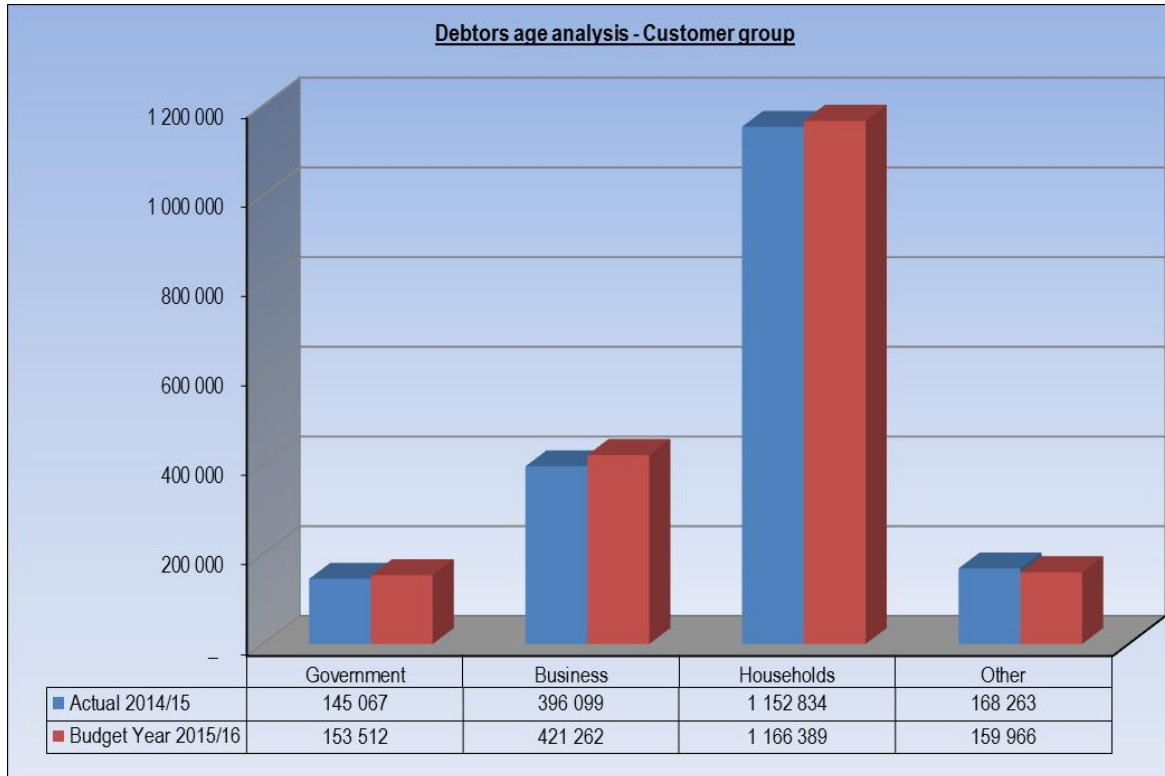
2.1 Debtors Analysis

The table presented below summarises the Debtors Age Analysis as at 31 July 2015.

Table 2.1.1: Debtors Age Analysis by Income Source

KZN225 Msunduzi - Supporting Table SC3 Monthly Budget Statement - aged debtors - M01 July													
Description	NT Code	Budget Year 2016/17									Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy	
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total			Total over 90 days
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	52 659 971	29 493 146	20 015 960	17 988 324	14 868 355	16 986 022	14 458 387	356 965 561	523 436	421 267		162 405 768
Trade and Other Receivables from Exchange Transactions - Electricity	1300	187 615 752	64 034 265	20 937 878	5 143 071	5 214 716	3 747 805	3 902 007	69 463 040	360 059	87 471		33 535 599
Receivables from Non-exchange Transactions - Property Rates	1400	64 524 592	24 426 304	11 225 814	9 663 792	17 068 205	14 736 243	7 463 070	207 719 535	356 828	256 651		121 555 321
Receivables from Exchange Transactions - Waste Water Management	1500	12 391 955	5 839 561	3 494 601	3 086 430	2 997 777	3 105 754	2 816 018	82 857 193	116 589	94 863		45 392 374
Receivables from Exchange Transactions - Waste Management	1600	7 033 375	3 107 306	1 697 269	1 571 550	1 518 661	1 443 946	1 392 473	44 552 051	62 317	50 479		25 466 467
Receivables from Exchange Transactions - Property Rental Debtors	1700	673 033	525 847	506 900	502 377	502 968	492 052	499 608	26 323 894	30 027	28 321		18 829 767
Interest on Arrear Debtor Accounts	1810	9 002 236	8 273 366	8 559 543	7 709 119	7 404 558	7 197 526	6 962 123	253 518 627	308 627	282 792		169 332 477
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	0	0	0	0	0	0	0	0	-	-		0
Other	1900	807 153	-643 196	8 953 515	1 483 667	1 327 337	1 682 860	573 205	129 062 480	143 247	134 130		24 164 022
Total By Income Source	2000	334 708	135 057	75 391	47 148	50 903	49 392	38 067	1 170 462	1 901 129	1 355 972	-	600 682
2015/16 - totals only		280 203	156 369	71 977	53 536	51 472	40 275	38 696	1 169 735	1 862 262	1 353 713		602 904
Debtors Age Analysis By Customer Group													
Organs of State	2200	31 402 343	10 692 357	14 021 862	4 739 872	9 299 695	4 595 719	2 449 879	76 310 053	153 512	97 395		54 153 645
Commercial	2300	169 405 768	61 869 872	22 388 121	6 568 125	8 046 102	6 410 271	5 253 549	141 319 978	421 262	167 598		75 445 206
Households	2400	117 611 714	58 869 146	35 461 370	32 121 382	29 847 641	29 718 447	27 699 738	835 059 827	1 166 389	954 447		395 039 892
Other	2500	16 288 242	3 625 224	3 520 127	3 718 951	3 709 139	8 667 771	2 663 725	117 772 523	159 966	136 532		76 043 052
Total By Customer Group	2600	334 708	135 057	75 391	47 148	50 903	49 392	38 067	1 170 462	1 901 129	1 355 972	-	600 682
<i>Notes</i>	<i>%</i>	<i>17.61</i>	<i>7.10</i>	<i>3.97</i>	<i>2.48</i>	<i>2.68</i>	<i>2.60</i>	<i>2.00</i>	<i>61.57</i>				

Chart 1: Debtors Age Analysis By Customer Group



The information presented in the chart above show an increase in the outstanding debtor's balances as at 30 July 2015 of R 39 million when compared to the prior month balance bringing the total outstanding debtors balance to R 1, 9 billion.

Total debt owed to the municipality ranked from highest to lowest for current budget year reflects that households owe 62% of the total municipal debt as detailed below:

- ✓ Households 62%
- ✓ Commercial 21%
- ✓ Other 9%
- ✓ Organs of State 8%

Chart 2: Year on Year Debtors Age Analysis

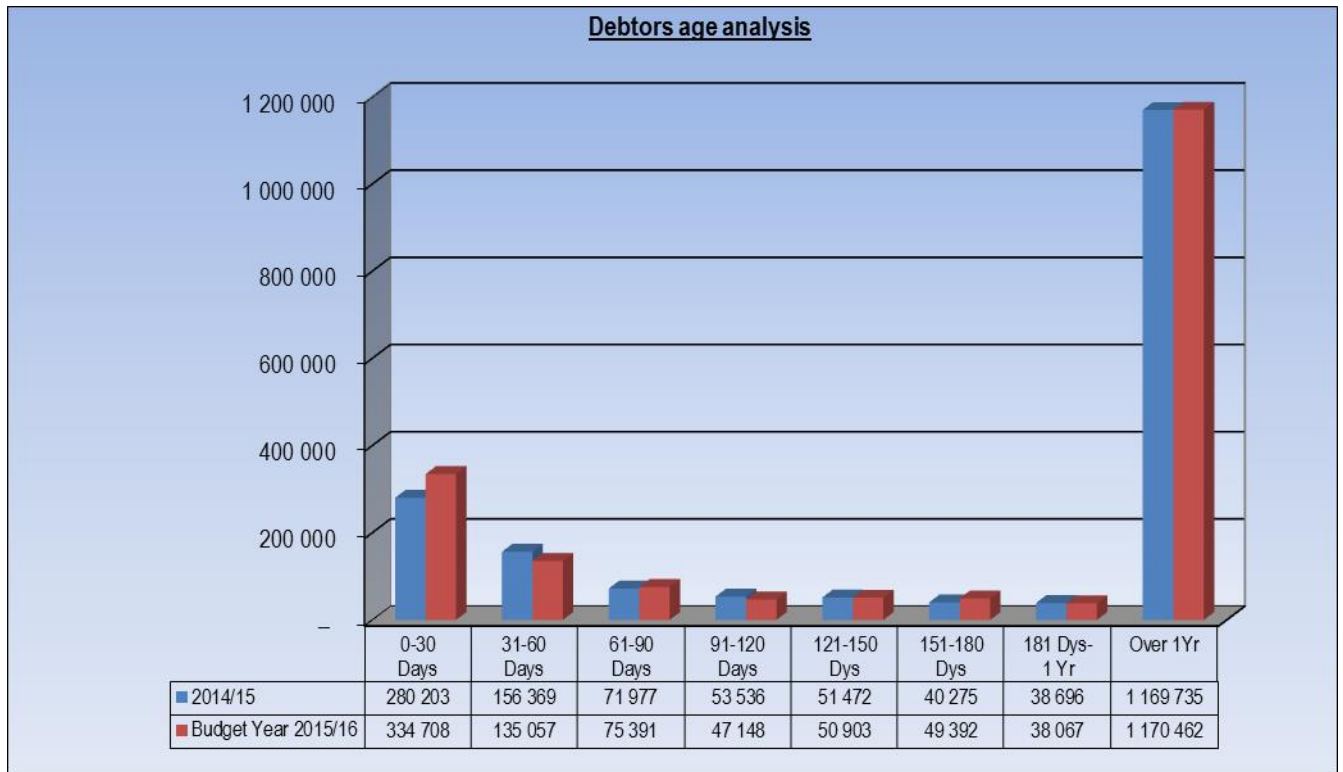


Chart 3a: Monthly Billing vs Receipts Statistics

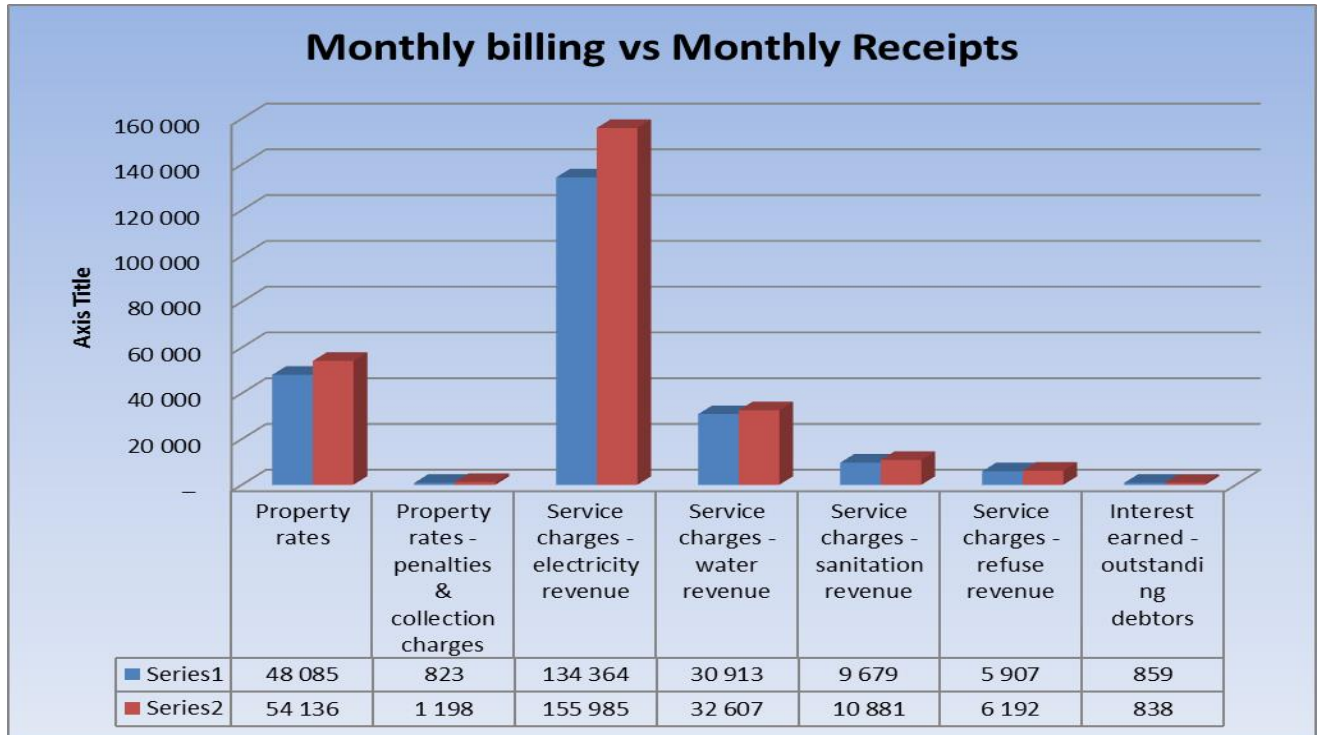
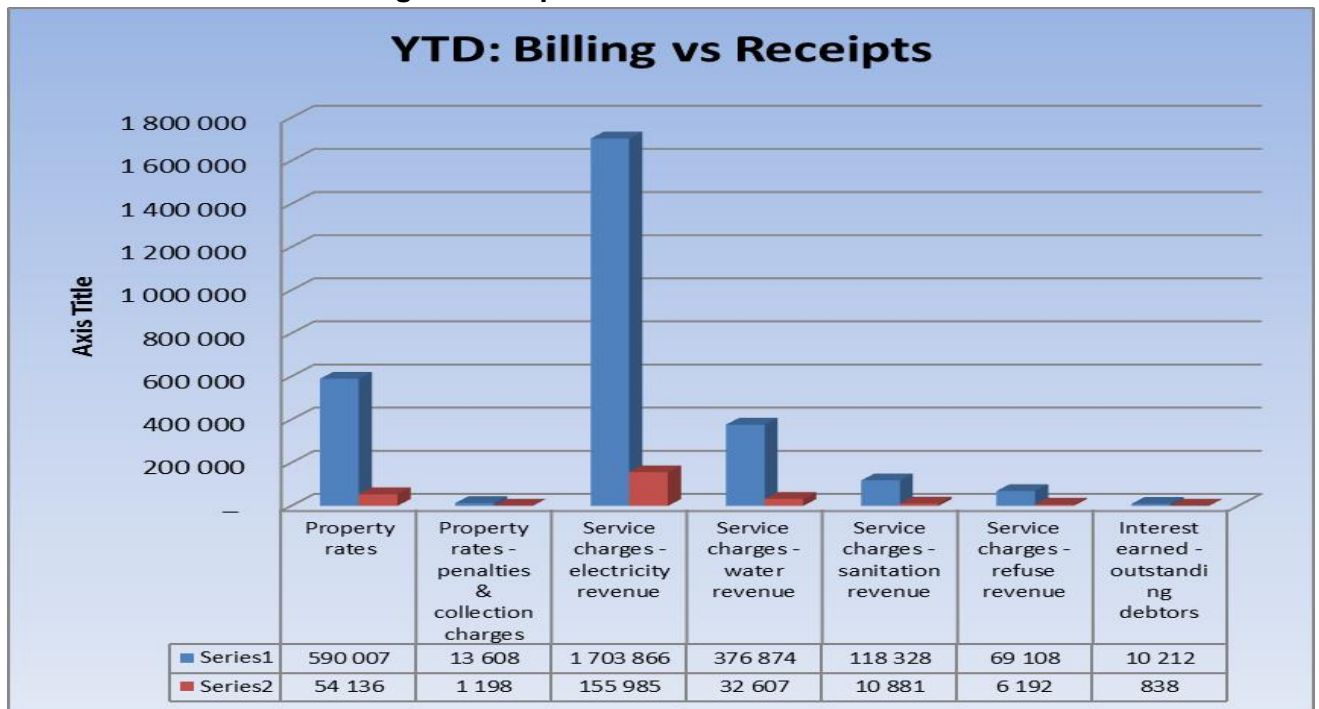


Chart 3b: Year to Date Billing vs Receipts Statistics



The table below presents a comparison between the July billing figures and Receipts actual cash receipts per revenue source. The average debt collection ratio for the month on the service charges listed below was 149% (VAT adjusted) and 114% (Staggered month calculation).

Table1: Billing vs Receipts Statistics

JULY COLLECTION RATIO ANALYSIS

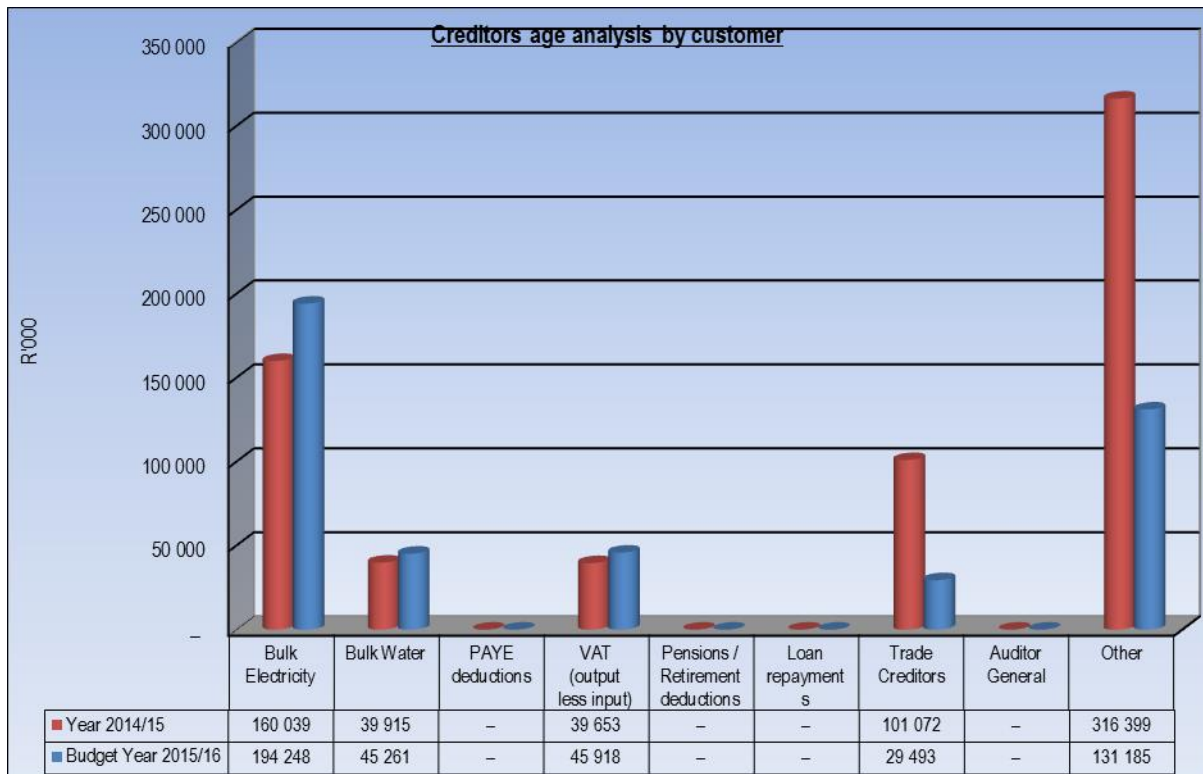
R thousands	MONTHLY ANALYSIS					YTD ANALYSIS			
	Monthly Billing(June)	Monthly Receipts (July)	Collection Ratio Calculation		YTD Billing (June)	YTD Receipts (July)	Collection Ratio Calculation		
			Staggered Month Calc	Vat Adjusted			Staggered Month Calc	Vat Adjusted	
Revenue By Source									
Property rates	48 085	54 136	113%	107%	590 007	54 136	9%	86%	
Property rates - penalties & collection charges	823	1 198	146%	596%	13 608	1 198	9%	47%	
Service charges - electricity revenue	134 364	155 985	116%	89%	1 703 866	155 985	9%	97%	
Service charges - water revenue	30 913	32 607	105%	66%	376 874	32 607	9%	73%	
Service charges - sanitation revenue	9 679	10 881	112%	92%	118 328	10 881	9%	82%	
Service charges - refuse revenue	5 907	6 192	105%	80%	69 108	6 192	9%	75%	
Interest earned - outstanding debtors	859	838	97%	12%	10 212	838	8%	15%	

2.2 Creditors Analysis

Table SC 4 below presents the aged creditors as at 31 July 2015

KZN225 Msunduzi - Supporting Table SC4 Monthly Budget Statement - aged creditors - M01 July											
Description	NT Code	Budget Year 2016/17									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	Total	
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	194 248	-	-	-	-	-	-	-	194 248	146 351
Bulk Water	0200	45 261	-	-	-	-	-	-	-	45 261	36 059
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	7 139
VAT (output less input)	0400	45 918	-	-	-	-	-	-	-	45 918	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	12 164
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	17 184	9 168	2 904	212	25	0	-	-	29 493	57 878
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	131 185	-	-	-	-	-	-	-	131 185	7 615
Total By Customer Type	1000	433 797	9 168	2 904	212	25	0	-	-	446 106	267 205

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



2.3 Investment Portfolio Analysis

The following information presents the short term investments balances broken down per investment type as at 31 July 2015.

KZN225 Msunduzi - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M01 July									
Investments by maturity	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
Name of institution & investment ID		Yrs/Months							
R thousands									
Municipality									
Fixed - ABSA - Call		Call	Call	on call					25 536
Fixed - ABSA - 12 months (WCA)		12 months							7 935
Fixed - ABSA - Various		Various							250 000
Fixed - FNB - Various		Various							405 160
Fixed - Investec - Call		various	Call						60 000
Fixed - Investec - 3 months		various							151 936
Municipality sub-total					-		-	-	900 566

The total consolidated investment balances as at 31 July 2015 was R 900.5 million.

2.4 Allocation and Grant receipts and Expenditure

Grant Receipts: The total operational and capital grant receipts for the year to date is R 284.8 million which is inclusive of the equitable share of R 164.9 million and Capital allocation of R 118.3 million.

KZN225 Msunduzi - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts										M01 July 2015
Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		487 405	407 948	-	-	166 510	33 996	132 514	389.8%	407 948
Local Government Equitable Share		373 541	395 786	-	-	164 910	32 982	131 928	400.0%	395 786
Finance Management		1 600	1 600	-	-	1 600	133	1 467	1100.0%	1 600
Municipal Systems Improvement		-	930	-	-	-	78	(78)	-100.0%	930
EPWP Incentive		2 784	4 032	-	-	-	336	(336)	-100.0%	4 032
Public Transport and Systems		109 480	-	-	-	-	-	-	-	-
Operating costs-MIG		-	5 000	-	-	-	417	(417)	-100.0%	5 000
Neighbourhood Development Partnership Technical ass		-	600	-	-	-	50	(50)	-100.0%	600
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
Provincial Government:		41 449	32 704	-	-	-	2 725	(2 725)	-100.0%	32 704
Human Settlements		10 148	8 715	-	-	-	726	(726)	-100.0%	8 715
Arts and Culture - Subsidies		-	380	-	-	-	32	(32)	-100.0%	380
Arts and Culture - Comm Library		-	552	-	-	-	46	(46)	-100.0%	552
Arts and Culture - Prov incilisation		-	23 057	-	-	-	1 921	(1 921)	-100.0%	23 057
Sanitation Bucket eradication		-	-	-	-	-	-	-	-	-
GEDI		31 298	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	528 854	440 652	-	-	166 510	36 721	129 789	353.4%	440 652
Capital Transfers and Grants										
National Government:		316 544	489 060	-	-	118 338	40 755	77 583	190.4%	489 060
Municipal Infrastructure Grant (MIG)		163 157	187 456	-	-	72 825	15 621	57 204	366.2%	187 456
Public Transport and Systems		-	213 271	-	-	30 000	17 773	12 227	68.8%	213 271
Neighbourhood Development Partnership		20 195	20 000	-	-	-	1 667	(1 667)	-100.0%	20 000
Dept of Mineral/Electricity		-	-	-	-	-	-	-	-	-
Intergrated National Electrification Programme		95 989	10 000	-	-	-	833	(833)	-100.0%	10 000
Municipal Water infrastrucure Grant		11 389	58 333	-	-	14 583	4 861	9 722	200.0%	58 333
MSIG		1 226	-	-	-	930	-	930	0.0%	-
Library		24 586	-	-	-	-	-	-	-	-
Other capital transfers [insert description]		-	-	-	-	-	-	-	-	-
Provincial Government:		19 870	-	-	-	-	-	-	-	-
Sport and Recreation		140	-	-	-	-	-	-	-	-
Publicity House Renovation		1 977	-	-	-	-	-	-	-	-
COGTA - SANITATION BUCKET ERADICATION		4	-	-	-	-	-	-	-	-
COGTA - MASSIFICATION		4 375	-	-	-	-	-	-	-	-
COGTA		5 810	-	-	-	-	-	-	-	-
Operation Dlusumlando-Agriculture		500	-	-	-	-	-	-	-	-
Art and Culture		988	-	-	-	-	-	-	-	-
Market		6 077	-	-	-	-	-	-	-	-
Other grant providers:		37	-	-	-	-	-	-	-	-
Youth Advisory Council		35	-	-	-	-	-	-	-	-
COMMUNITY COMMUNICATION INITIATIVE		1	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	336 450	489 060	-	-	118 338	40 755	77 583	190.4%	489 060
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	865 304	929 712	-	-	284 848	77 476	207 372	267.7%	929 712

Capital and Operating grants: The YTD grant expenditure budget was R 77.4 million, whilst the actual YTD grant expenditure incurred amounted to R 9.6 million resulting in an underperformance against the budget.

KZN225 Msunduzi - Supporting Table SC7 Monthly Budget Statement - transfers and grant expenditure										M01 July 2015
Description	Ref	2014/15	Budget Year 2015/16							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		487 405	407 948	-	-	34	33 996	(33 962)	-99.9%	407 948
Local Government Equitable Share		373 541	395 786	-	-	-	32 982	(32 982)	-100.0%	395 786
Finance Management		1 600	1 600	-	-	34	133	(100)	-74.7%	1 600
Municipal Systems Improvement		-	930	-	-	-	78	(78)	-100.0%	930
EPWP Incentive		2 784	4 032	-	-	-	336	(336)	-100.0%	4 032
Public Transport and Systems		109 480	-	-	-	-	-	-	-	-
Operating costs-MIG		-	5 000	-	-	-	417	(417)	-100.0%	5 000
Neighbourhood Development Partnership Technical ass		-	600	-	-	-	50	(50)	-100.0%	600
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
Provincial Government:		41 449	32 704	-	-	(89)	2 725	(2 814)	-103.3%	32 704
Expanded Public Works Grant		3	-	-	-	17	-	17	0.0%	-
Health		-	-	-	-	-	-	-	-	-
Human Settlements		10 148	8 715	-	-	(106)	726	(832)	-114.6%	8 715
Arts and Culture - Subsidies		-	380	-	-	-	32	(32)	-100.0%	380
Arts and Culture - Comm Library		-	552	-	-	-	46	(46)	-100.0%	552
Arts and Culture - Provincilisation		-	23 057	-	-	-	1 921	(1 921)	-100.0%	23 057
Sanitation Bucket eradication		-	-	-	-	-	-	-	-	-
GEDI		31 298	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		528 854	440 652	-	-	(55)	36 721	(36 776)	-100.1%	440 652
Capital expenditure of Transfers and Grants										
National Government:		316 544	489 060	-	-	9 484	40 755	(31 271)	-76.7%	489 060
Municipal Infrastructure Grant (MIG)		163 157	187 456	-	-	4 379	15 621	(11 243)	-72.0%	187 456
Public Transport and Systems		-	213 271	-	-	3 136	17 773	(14 637)	-82.4%	213 271
Neighbourhood Development Partnership		20 195	20 000	-	-	-	1 667	(1 667)	-100.0%	20 000
Dept of Mineral/Electricity		-	-	-	-	-	-	-	-	-
Intergrated National Electrification Programme		95 989	10 000	-	-	1 097	833	263	31.6%	10 000
Municipal Water infrastructure Grant		11 389	58 333	-	-	1 106	4 861	(3 755)	-77.2%	58 333
MSIG		1 226	-	-	-	-	-	-	-	-
Library		24 586	-	-	-	(233)	-	(233)	0.0%	-
Provincial Government:		19 870	-	-	-	251	-	251	0.0%	-
Airport Development Project		-	-	-	-	-	-	-	-	-
Sport and Recreation		140	-	-	-	-	-	-	-	-
Publicity House Renovation		1 977	-	-	-	-	-	-	-	-
Cogta - Sanitation Bucket Eradication		4	-	-	-	-	-	-	-	-
Cogta - Massification		4 375	-	-	-	-	-	-	-	-
Cogta		5 810	-	-	-	-	-	-	-	-
Operation Dlusumlando-Agriculture		500	-	-	-	-	-	-	-	-
Art and Culture		988	-	-	-	-	-	-	-	-
Market		6 077	-	-	-	251	-	251	0.0%	-
Other grant providers:		37	-	-	-	-	-	-	-	-
Youth Advisory Council		35	-	-	-	-	-	-	-	-
Community Communication Initiative		1	-	-	-	-	-	-	-	-
Q Dot Pharma For Ward 3,4,6		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		336 450	489 060	-	-	9 735	40 755	(31 020)	-76.1%	489 060
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		865 304	929 712	-	-	9 680	77 476	(67 796)	-87.5%	929 712

2.5 Councillor and Board Member and Employee Benefits

KZN225 Msunduzi - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits										
Summary of Employee and Councillor remuneration	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
	1	A	B	C					D	
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		31 389	29 522		2 136	2 136	2 460	(324)	-13%	29 522
Pension and UIF Contributions		253	3 496		269	269	291	(22)	-8%	3 496
Medical Aid Contributions		2 287	1 296		106	106	108	(2)	-1%	1 296
Motor Vehicle Allowance		528	6 333		559	559	528	31	6%	6 333
Cellphone Allowance		133	1 565		132	132	130	2	1%	1 565
Housing Allowances		10	137		10	10	11	(2)	-16%	137
Other benefits and allowances		58	-		-	-	-	-	-	-
Sub Total - Councillors		34 657	42 350	-	3 213	3 213	3 529	(317)	-9%	42 350
% increase	4		22.2%							22.2%
Senior Managers of the Municipality										
Basic Salaries and Wages		5 651	6 744	-	481	481	562	(81)	-14%	6 744
Pension and UIF Contributions		798	870	-	74	74	73	1	2%	870
Medical Aid Contributions		-	20	-	2	2	2	0	1%	20
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		210	360	-	11	11	30	(19)	-63%	360
Motor Vehicle Allowance		762	756	-	64	64	63	1	1%	756
Cellphone Allowance		-	90	-	8	8	8	0	4%	90
Housing Allowances		98	64	-	20	20	5	15	283%	64
Other benefits and allowances		38	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		7 558	8 904	-	659	659	742	(83)	-11%	8 904
% increase	4		17.8%							17.8%
Other Municipal Staff										
Basic Salaries and Wages		504 910	741 800	-	44 088	44 088	61 817	(17 728)	-29%	741 800
Pension and UIF Contributions		112 428	16 945	-	9 313	9 313	1 412	7 901	559%	16 945
Medical Aid Contributions		40 020	110 158	-	3 392	3 392	9 180	(5 788)	-63%	110 158
Overtime		38 448	32 271	-	3 850	3 850	2 689	1 160	43%	32 271
Motor Vehicle Allowance		12 324	52 435	-	1 082	1 082	4 370	(3 287)	-75%	52 435
Cellphone Allowance		2 340	-	-	213	213	-	213	0%	-
Housing Allowances		3 108	9 351	-	256	256	779	(523)	-67%	9 351
Other benefits and allowances		96 672	-	-	3 759	3 759	-	3 759	0%	-
Payments in lieu of leave		2 280	-	-	237	237	-	237	0%	-
Long service awards		12 444	3 461	-	344	344	288	55	19%	3 461
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		824 974	966 420	-	66 533	66 533	80 535	(14 002)	-17%	966 420
% increase	4		17.1%							17.1%
Total Parent Municipality		867 189	1 017 674	-	70 405	70 405	84 806	(14 401)	-17%	1 017 674
			17.4%							17.4%
Senior Managers of Entities										
Basic Salaries and Wages		329	333	-	-	-	28	(28)	-100%	333
Medical Aid Contributions		12	14	-	-	-	1	(1)	-100%	14
Overtime		18	-	-	-	-	-	-	-	-
Performance Bonus		6	6	-	-	-	1	(1)	-100%	6
Motor Vehicle Allowance		-	18	-	-	-	2	(2)	-100%	18
Cellphone Allowance		4	4	-	-	-	0	(0)	-100%	4
Sub Total - Senior Managers of Entities		369	374	-	-	-	31	(31)	-100%	374
% increase	4		1.3%							1.3%
Other Staff of Entities										
Basic Salaries and Wages		2 259	2 080	-	-	-	173	(173)	-100%	2 080
Pension and UIF Contributions		154	171	-	-	-	14	(14)	-100%	171
Medical Aid Contributions		389	469	-	-	-	39	(39)	-100%	469
Overtime		416	373	-	-	-	31	(31)	-100%	373
Performance Bonus		22	24	-	-	-	2	(2)	-100%	24
Motor Vehicle Allowance		56	54	-	-	-	5	(5)	-100%	54
Cellphone Allowance		11	11	-	-	-	1	(1)	-100%	11
Other benefits and allowances		219	245	-	-	-	20	(20)	-100%	245
Sub Total - Other Staff of Entities		3 526	3 427	-	-	-	286	(286)	-100%	3 427
% increase	4		-2.8%							-2.8%
Total Municipal Entities		3 895	3 801	-	-	-	317	(317)	-100%	3 801
TOTAL SALARY, ALLOWANCES & BENEFITS		871 084	1 021 475	-	70 405	70 405	85 123	(14 718)	-17%	1 021 475
% increase	4		17.3%							17.3%
TOTAL MANAGERS AND STAFF		836 427	979 125	-	67 193	67 193	81 594	(14 401)	-18%	979 125

Councillor Allowances

The expenditure on councillor allowances as at 31 July 2015 was under spent by 9%. The year to date budget for Remuneration of Councillor's is R 3.5 million while the actual expenditure incurred was R 3.2 million resulting in 92% YTD expenditure performance.

Employee Benefits

The total salaries expenditure for 31 July 2015 was R 70.0 million, against the budget of R 85 million, resulting in a 18% underperformance.

Board Member Fees – Safe City

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

The detailed staff benefits report is contained in the s66 report

2.6 Material Variances to the SDBIP

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

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

2.6.1 Monthly Cash Projections

Table SC9 presents the actual cash flows for the period ending July 2015 and the monthly forecast till year end. The first table mainly presents cash inflows, while the next the page presents mainly outflows.

KZN225 Msunduzi - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts													M01 July 2015			
Description	Ref	Budget Year 2016/15												2015/16 Medium Term Revenue & Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome			
Cash Receipts By Source																
Property rates		54 136	55 493	63 560	65 609	50 547	51 515	46 064	49 401	61 469	49 683	56 548	68 305	668 801	621 822	665 349
Property rates - penalties & collection charges		1 198	2 871	3 542	3 742	2 683	-	1 878	3 252	2 988	3 242	3 691	2 796	32 666	35 604	37 349
Service charges - electricity revenue		155 985	138 028	185 307	143 993	135 758	129 384	135 408	134 736	138 548	121 054	137 783	194 702	1 751 944	1 586 948	1 793 251
Service charges - water revenue		32 607	30 816	32 278	31 721	31 975	32 058	30 145	37 580	36 714	31 674	36 051	44 981	405 277	364 957	426 999
Service charges - sanitation revenue		10 881	9 633	9 007	8 768	9 501	9 940	7 917	10 564	9 941	8 675	9 874	12 205	114 680	121 980	131 129
Service charges - refuse		6 192	6 911	6 798	6 491	5 704	6 217	6 658	5 443	6 880	5 736	6 529	7 649	77 215	83 937	90 480
Service charges - other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		1 480	3 555	2 422	2 200	2 388	2 259	2 423	2 142	2 967	2 448	2 773	5 065	33 063	21 878	24 722
Interest earned - external investments		2 684	2 316	2 372	2 185	2 267	2 173	2 456	2 456	2 461	2 165	5 094	4 000	32 289	-	-
Interest earned - outstanding debtors		838	2 272	1 734	2 373	2 223	4 645	1 783	5 982	1 658	2 312	2 312	2 477	32 549	-	-
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines		1 134	845	958	907	1 061	913	830	605	627	608	776	838	9 094	3 700	3 996
Licences and permits		7	6	7	11	6	2	6	2	9	11	10	5	87	78	83
Agency services		0	114	29	57	-	-	29	143	57	86	-	60	632	403	427
Transfer receipts - operating		197 440	23 007	-	4 327	82 367	-	-	735	183 264	-	149	-	440 652	413 725	442 058
Other revenue		27 939	4 995	3 735	9 885	1 922	4 886	3 838	1 801	2 444	1 641	626	2 781	41 442	52 423	54 992
Cash Receipts by Source		492 520	280 862	311 748	282 270	328 403	243 992	239 434	254 842	450 027	229 335	262 215	345 864	3 640 390	3 307 455	3 670 836
Other Cash Flows by Source																
Transfer receipts - capital		87 408	11 032	9 529	37 256	129 591	19 177	73 563	17 324	110 550	-	-	-	489 060	215 379	180 305
Contributions & Contributed assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Short term loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	100 000	-	-	-	-	-	100 000	-	-
Increase in consumer deposits		552	689	488	312	1 602	165	108	254	126	336	186	467	5 250	-	-
Receipt of non-current debtors		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Receipt of non-current receivables		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Change in non-current investments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Receipts by Source		580 481	292 584	321 765	319 838	459 596	263 334	413 104	272 420	560 703	229 670	262 401	346 331	4 234 700	3 522 834	3 851 141

KZN225 Msunduzi - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts													M01 July 2015			
Description	Ref	Budget Year 2016/15												2015/16 Medium Term Revenue & Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome			
Cash Payments by Type																
Employee related costs		70 097	75 803	73 230	113 534	80 208	74 854	76 038	76 762	75 796	78 667	77 887	77 738	956 536	770 489	839 833
Remuneration of councillors		3 213	3 321	3 321	3 321	3 312	3 312	3 312	3 312	5 255	3 537	3 537	3 454	42 350	34 017	35 684
Interest paid		118	-	19 914	-	-	21 326	769	-	435	443	481	26 122	69 489	138 982	155 360
Bulk purchases - Electricity		160 039	165 335	153 671	89 982	95 769	91 940	77 218	94 813	85 806	90 204	86 192	92 547	1 270 801	173 800	182 490
Bulk purchases - Water & Sewer		40 030	39 252	39 139	37 991	37 991	38 545	39 597	38 662	37 559	40 616	39 226	41 518	466 010	75 038	78 715
Other materials		-	571	569	552	552	560	576	562	546	590	570	603	6 773	1 553 340	1 772 233
Contracted services		-	1 456	1 455	1 513	1 513	1 661	1 634	1 463	1 697	1 555	1 709	1 483	18 556	15 957	16 739
Grants and subsidies paid - other municipalities		-	-	-	-	-	-	-	-	-	-	-	-	-	59 600	62 521
Grants and subsidies paid - other		1 438	24	24	1 415	24	24	1 415	24	24	1 415	24	26	5 854	4 739	4 971
General expenses		171 247	38 443	29 816	6 697	67 543	80 593	24 832	22 102	173 625	22 791	28 254	25 802	586 817	430 712	450 268
Cash Payments by Type		446 182	324 205	321 139	255 005	286 912	312 815	225 390	237 699	380 741	239 820	237 880	269 293	3 423 186	3 256 673	3 598 814
Other Cash Flows/Payments by Type																
Capital assets		9 089	15 466	42 837	36 412	38 709	22 571	59 870	20 650	21 306	70 560	67 043	193 753	589 505	215 379	180 305
Repayment of borrowing		23	187	8 700	187	55	11 776	33	33	33	22 566	33	6 059	49 850	-	-
Other Cash Flows/Payments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Payments by Type		455 295	339 858	372 676	291 604	325 676	347 162	285 293	258 382	402 080	332 946	304 957	469 106	4 062 541	3 472 052	3 779 119
NET INCREASE/(DECREASE) IN CASH HELD		125 186	(47 275)	(50 911)	28 235	133 921	(83 828)	127 811	14 038	158 623	(103 276)	(42 556)	(122 775)	172 159	50 782	72 022
Cash/cash equivalents at the month/year beginning:		874 633	999 819	952 544	901 633	929 868	1 063 789	979 961	1 107 773	1 121 810	1 280 434	1 177 158	1 134 602	874 633	1 046 793	1 097 575
Cash/cash equivalents at the month/year end:		999 819	952 544	901 633	929 868	1 063 789	979 961	1 107 773	1 121 810	1 280 434	1 177 158	1 134 602	1 011 828	1 046 793	1 097 575	1 169 598

2.6.2 Material Variances: Financial Indicators

KZN225 Msunduzi - Supporting Table SC1 Material variance explanations - M01 July				
Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
R thousands				
1	Revenue By Source			
	Agency services	-14%	This revenue is a combination of various revenues, most of which are user driven	
	Other revenue	171%	This line item has over performed against the budget	
	Rental of facilities and equipment	-37%	This is a user driven revenue source	
	Licences and permits	-11%	This is a user driven revenue source	
	Interest earned - external investments	-46%	The interest earned on investments, under performed against the budget	
	Transfers recognised - operational	358%	This line item has over performed against the budget	
	Interest earned - outstanding debtors	-158%	This line item has under performed against the budget	
2	Expenditure By Type			
	Debt impairment	-100%	The figure is based on the total outstanding debt, the entry to be annualised	
	Other materials	-92%	This line item has under performed against the budget	
	Contracted services	-88%	This line item has under performed against the budget	
	Finance charges	-98%	This is interest costs against our borrowings, but it is also to be measured against interest received on the investments	
	Bulk purchases	49%	This line item has over performed against the budget	
	Depreciation & asset impairment	-100%	This line item has under performed against the budget, the entry to be annualised	
	Other expenditure	-40%	This is a combination of various expenses where spending is under budget	

2.7 Parent Municipality Financial Performance

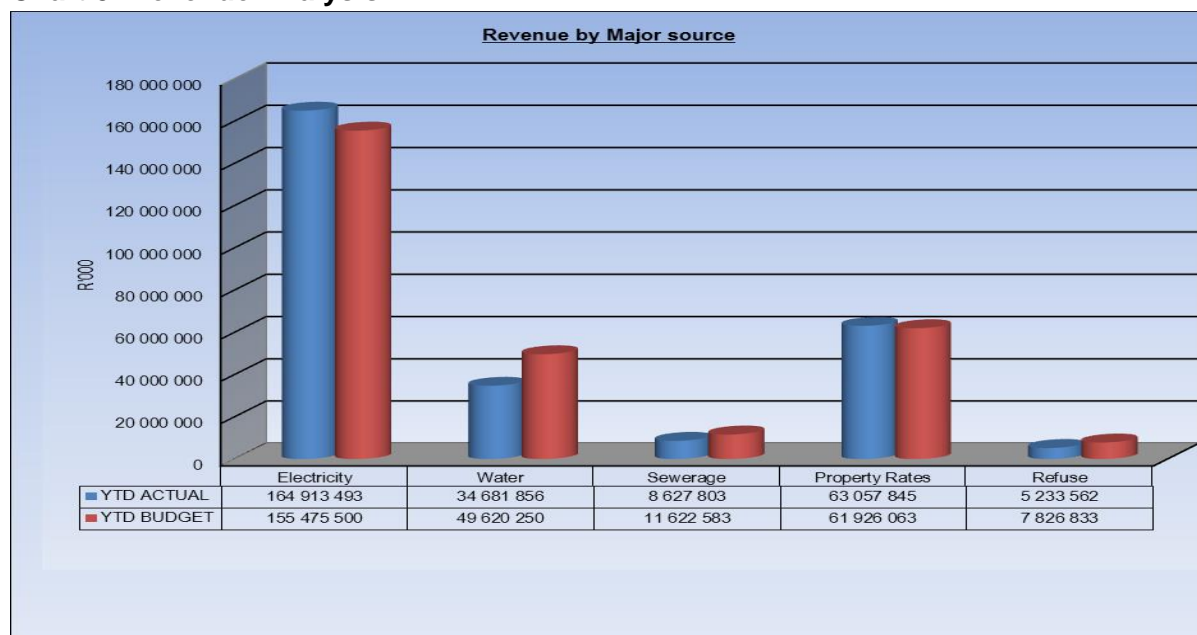
REVENUE ANALYSIS

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

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

2.7.1 FINANCIAL PERFORMANCE

Chart 5: Revenue Analysis



Service Charges – Electricity Revenue: This is a major revenue source of the Municipality contributing 46% to the actual Year operating revenue basket. The year to date revenue earned from electricity service charges over performed by (R9.5 million) when compared to the Year Budget.

Property Rates is the second largest contributor to the operating revenue basket making up 18% of the total operating revenue. When comparing Ytd Actual revenue earned to Ytd Budget, there is a 2% over performance existed as at 31 July 2015.

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 budgeted revenue basket and 7% of Ytd actual revenue, this is slightly down against the budget causing a under performance of 13% when comparing Ytd actual to Ytd Budget.

Service Charges - sanitation revenue: reflects a 23% under performance when comparing the Ytd actual revenue to the Ytd budget.

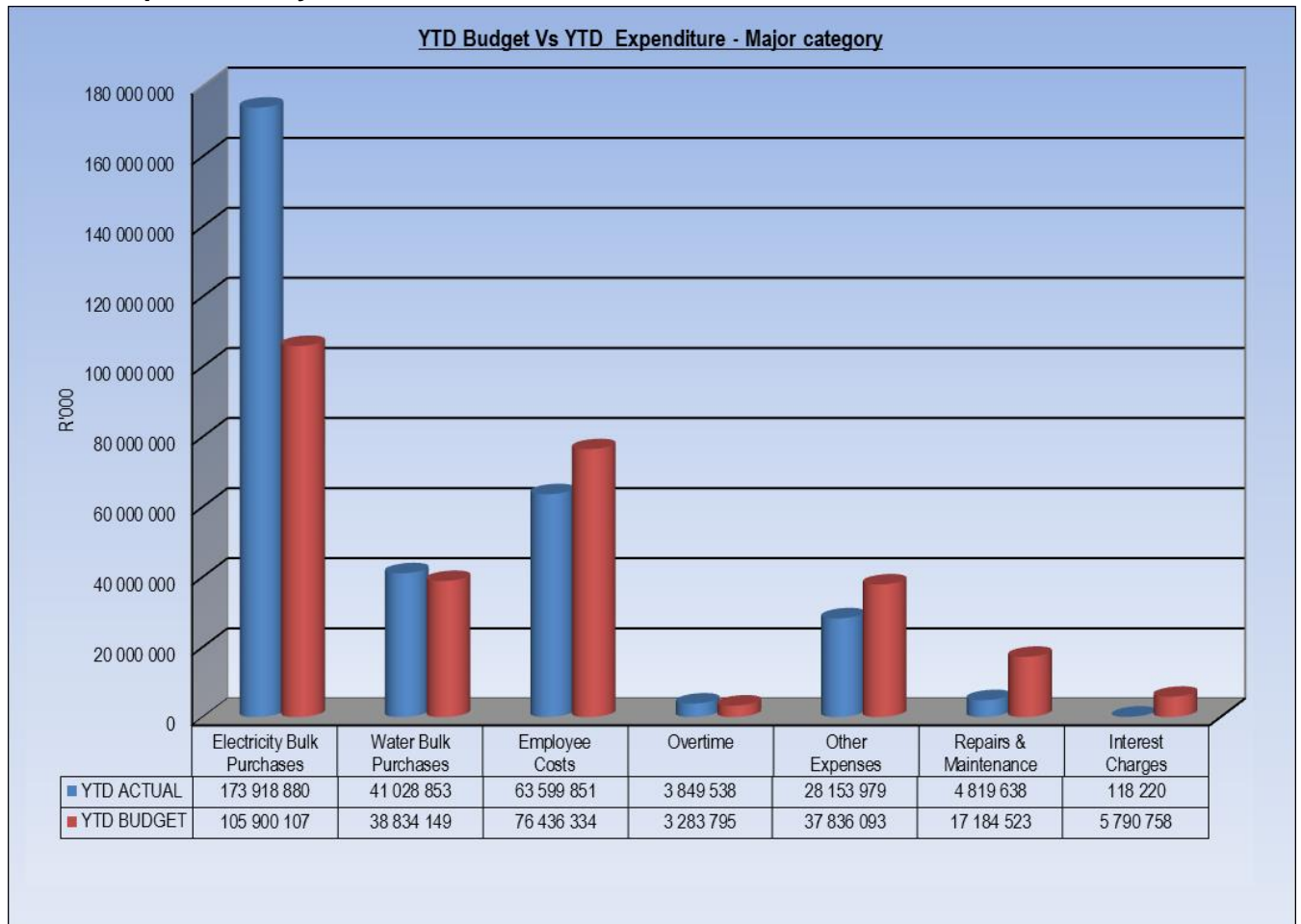
Service Charges - refuse revenue reflects an under performance of 31% when comparing the Ytd actual revenue to the Ytd budget.

Interest earned – outstanding debtors and other revenue contributed 3.2% to the total operating revenue received as at 31 July 2015.

OPERATIONAL EXPENDITURE

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

Chart 9: Expenditure by source



Bulk Purchases: The Ytd expenditure budget for Bulk Purchases was R 214.9 million with a slight overperformance against the budget. Bulk Purchases is made up of Bulk Electricity Purchases and Water Purchases as broken down below;

✓ Bulk Purchases – Electricity	R173 918	81%
✓ Bulk Purchases- Water	<u>R 41 028</u>	<u>19%</u>
Total	<u>R 214 948</u>	<u>100%</u>

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

Other Expenditure's Ytd budget figure was R 47.0 million while the actual costs incurred was R 28.1 million resulting in under expenditure of R18.9 million. The table below provides a detailed listing of the top 20 cash drainers during the month of July 2015.

Table 3: Top 20 Cash Drainers - July

No:	Description	YTD Actual	July - 2015	
			Annual Budget	YTD % of Annual budget
1	Pension Payable	1 632 496	3 859 287	42.3%
2	Subscriptions For Cities Network	0	1 555 000	0.0%
3	IDP Expenses	0	4 000 400	0.0%
4	Marketing & Promotion	130 486	7 526 752	1.7%
5	Postage And Stamps	376 863	3 340 944	11.3%
6	Contracted Services	0	18 555 560	0.0%
7	Motor Vehicle Licences	248 145	2 114 668	11.7%
8	Ward Committee Costs	54 989	4 172 413	1.3%
9	Entertainment	9 472	332 725	2.8%
10	Interview Costs	2 392	20 000	12.0%
11	Extraordinary Items	0	4 547 751	0.0%
12	Printing And Stationery	129 943	5 185 127	2.5%
13	Audit Fees	0	5 414 822	0.0%
14	Hire Charges	307 353	18 520 752	1.7%
15	Telephones	697 025	7 246 891	9.6%
16	Valuation Roll	0	500 000	0.0%
17	External Services	804 570	54 037 186	1.5%
18	Plant Hire	0	3 553 510	0.0%
19	Bank Charges	30 809	4 992 879	0.6%
20	Stores & Materials	202 149	4 380 512	4.6%
21	Uniforms	1 500 527	4 782 770	31.4%
22	Petrol & Lubricants	1 591 542	31 567 141	5.0%
23	Kwanalogo Subscriptions	0	7 686 460	0.0%
24	Plant & Equipment	4 800	823 450	0.6%

Depreciation & Asset Impairment: The full year depreciation & asset impairment figure is R 485.8 million.

Finance Charges: Ytd budgeted figure for finance charges for the year was R 5.7 million and the Actual figure was R 0.1 million pointing to a positive variance in this line item.

Contracted Services: Ytd Budget for contracted services was R 1.5 million.

Remuneration of councillors budget was R 3.5 million and the actual expenditure incurred was R 3.2 million.

2.8 Municipal Entity Financial Performance

Safe City Msunduzi (PTY)Ltd - Table F1 Monthly Budget Statement Summary - Q1 First Quarter

Description	2014/15	Current Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-
Investment revenue	54	56	-	28	28	5	0	501%	56
Transfers recognised - operational	-	-	-	-	-	-	-	-	-
Other own revenue	4 534	12 474	-	0	0	3 118	(3)	-100%	12 474
Total Revenue (excluding capital transfers and contributions)	4 588	12 530	-	28	28	3 123	(3 095)	(0)	12 530
Employee costs	3 735	4 799	-	332	332	400	(68)	(0)	4 799
Remuneration of Board Members	-	-	-	-	-	-	-	-	-
Depreciation and asset impairment	501	1 553	-	-	129	129	-	(0)	1 553
Finance charges	11	12	-	1	1	1	(0)	(0)	12
Materials and bulk purchases	212	279	-	6	6	23	(17)	(0)	279
Transfers and grants	-	-	-	-	-	-	-	-	-
Other expenditure	578	8 029	-	278	278	669	(391)	(0)	8 029
Total Expenditure	5 037	14 672	-	617	746	1 223	(476)	(0)	14 672
Surplus/(Deficit)	(449)	(2 142)	-	(589)	(718)	1 900	(2 619)	(0)	(2 142)
Transfers recognised - capital	-	-	-	-	-	-	-	-	-
Contributions recognised - capital & contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(449)	(2 142)	-	(589)	(718)	1 900	(2 619)	(0)	(2 142)
Taxation	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(449)	(2 142)	-	(589)	(718)	1 900	(2 619)	(0)	(2 142)
Capital expenditure & funds sources									
Capital expenditure									
Transfers recognised - capital	-	-	-	-	-	-	-	-	-
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-
Total sources of capital funds	-	-	-	-	-	-	-	-	-
Financial position									
Total current assets	8 222	453	-	-	6 677	-	-	-	453
Total non current assets	684	6 778	-	-	-	-	-	-	6 778
Total current liabilities	7 770	-	-	-	-	-	-	-	-
Total non current liabilities	-	-	-	-	-	-	-	-	-
Community wealth/Equity	1 136	0	-	-	0	-	-	-	0
Cash flows									
Net cash from (used) operating	7 863	(578)	-	(588)	(588)	2 033	(2 621)	(0)	(578)
Net cash from (used) investing	(313)	-	-	-	-	-	-	-	-
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	8 219	92	669	(588)	(588)	2 033	(2 621)	(0)	92
Debtors & creditors analysis	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
Debtors Age Analysis									
Total By Revenue Source	-	-	-	-	-	-	-	-	-
Creditors Age Analysis									
Total Creditors	-	-	-	-	-	-	-	-	-

2.9 Capital Programme Performance

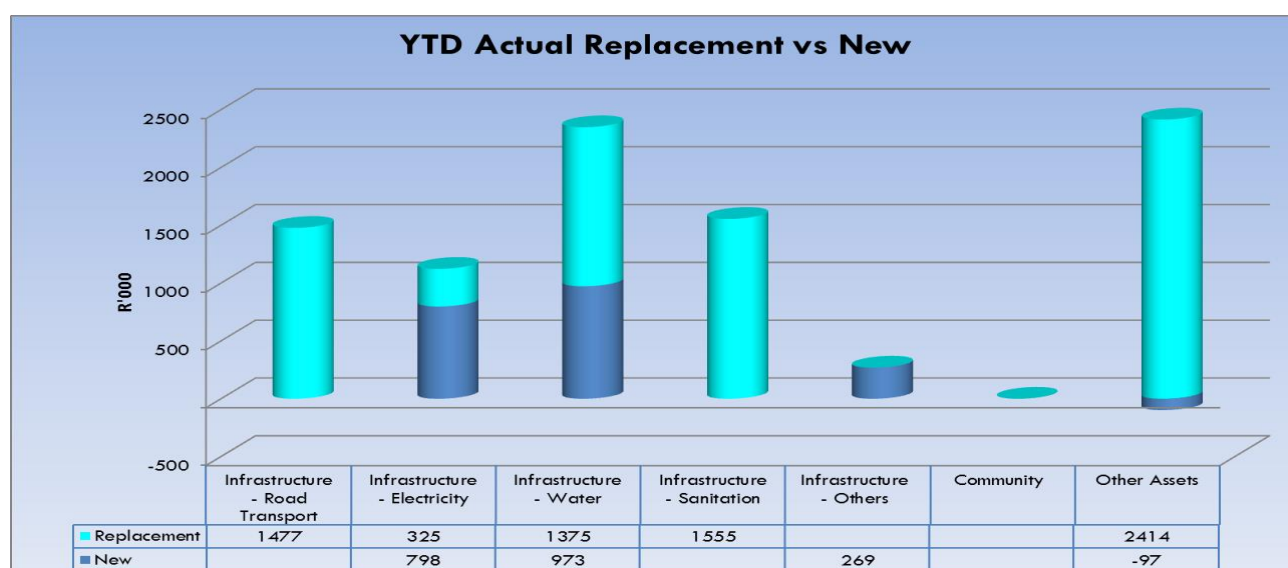
This next section looks at the performance of the capital expenditure programme. This performance is best illustrated in the table and charts that follow.

KZN225 Msunduzi - Supporting Table SC12 Consolidated Monthly Budget Statement - capital expenditure trend - M01 July

Month	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
Monthly expenditure performance trend									
July	164	19 856		9 089	9 089	9 089	-		1%
August	7 724	60 407					-		
September	21 392	58 688					-		
October	18 184	55 535					-		
November	19 331	66 844					-		
December	11 272	92 393					-		
January	29 898	12 874					-		
February	10 312	69 412				-	-		
March	10 640	62 204				-	-		
April	35 236	70 535				-	-		
May	33 481	73 060				-	-		
June	154 384	67 251				-	-		
Total Capital expenditure	352 017	709 060	-	9 089					

The two tables that follow provide more detailed information on the capital expenditure by separating capital expenditure by asset types and also by “New” or “Replacement” assets. The chart below displays capital expenditure for new and replacement assets for the month of July 2015.

Chart 10: YTD New vs. Replacement Capex



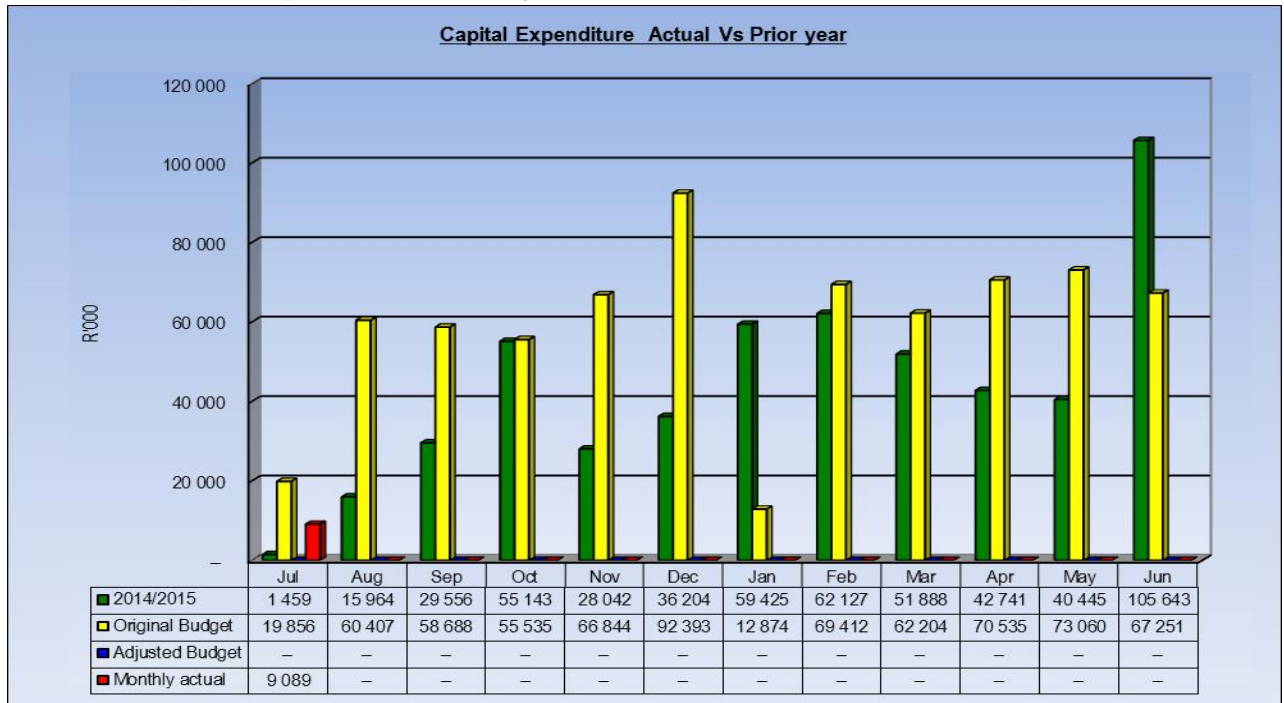
The Total Capital Expenditure amounted to R 9.0 million, R 1.9 million (21%) was new assets and R 7.1 million (79%) was Replacement assets.

KZN225 Msunduzi - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M01 July										
Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		69 056	46 075	-	2 041	2 041	3 219	1 179	36.6%	38 630
Infrastructure - Road transport		-	2 230	-	-	-	186	186	100.0%	2 230
Roads, Pavements & Bridges		-	2 230	-	-	-	186	186	100.0%	2 230
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		25 692	18 000	-	798	798	1 500	702	46.8%	18 000
Generation		25 692	10 000	-	798	798	833	35	4.2%	10 000
Transmission & Reticulation		-	-	-	-	-	-	-	-	-
Street Lighting		-	8 000	-	-	-	667	667	100.0%	8 000
Infrastructure - Water		1 660	25 445	-	973	973	1 500	527	35.1%	18 000
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		-	-	-	-	-	-	-	-	-
Reticulation		1 660	25 445	-	973	973	1 500	527	35.1%	18 000
Infrastructure - Sanitation		41 674	-	-	-	-	-	-	-	-
Reticulation		14 953	-	-	-	-	-	-	-	-
Sewerage purification		26 721	-	-	-	-	-	-	-	-
Infrastructure - Other		30	400	-	269	269	33	(236)	-708.3%	400
Waste Management		30	400	-	269	269	33	(236)	-708.3%	400
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Community		27 505	10 288	-	-	-	857	857	100.0%	10 288
Parks & gardens		243	-	-	-	-	-	-	-	-
Sportsfields & stadia		-	-	-	-	-	-	-	-	-
Swimming pools		-	3 200	-	-	-	267	267	100.0%	3 200
Community halls		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		-	-	-	-	-	-	-	-	-
Fire, safety & emergency		-	618	-	-	-	51	51	100.0%	618
Security and policing		-	1 200	-	-	-	100	100	100.0%	1 200
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		94	-	-	-	-	-	-	-	-
Cemeteries		-	2 000	-	-	-	167	167	100.0%	2 000
Social rental housing		-	-	-	-	-	-	-	-	-
Other		27 168	3 270	-	-	-	273	273	100.0%	3 270
Heritage assets		-	5 350	-	-	-	-	-	-	-
Buildings		-	5 350	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		39 968	10 712	-	(97)	(97)	1 339	1 435	107.2%	16 062
General vehicles		2 343	-	-	7	7	446	439	98.4%	5 350
Specialised vehicles		-	3 500	-	-	-	292	292	100.0%	3 500
Plant & equipment		28 413	3 347	-	-	-	279	279	100.0%	3 347
Computers - hardware/equipment		573	2 995	-	16	16	250	233	93.5%	2 995
Furniture and other office equipment		7 964	600	-	32	32	50	18	36.2%	600
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		-	-	-	(152)	(152)	-	152	#DIV/0!	-
Other Buildings		-	-	-	-	-	-	-	-	-
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		676	270	-	-	-	23	23	100.0%	270
Intangibles		10 062	-	-	-	-	-	-	-	-
Computers - software & programming		586	-	-	-	-	-	-	-	-
Other		9 476	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	1	146 592	72 424	-	1 944	1 944	5 415	3 471	64.1%	64 980
Specialised vehicles		-	3 500	-	-	-	292	292	0	3 500
Refuse		-	-	-	-	-	-	-	-	-
Fire		-	3 500	-	-	-	292	292	0	3 500
Conservancy		-	-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-	-

KZN225 Msunduzi - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M01 July										
Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		114 268	553 466	-	4 732	4 732	46 743	42 011	89.9%	560 911
Infrastructure - Road transport		76 131	343 277	-	1 477	1 477	29 227	27 749	0	350 722
<i>Roads, Pavements & Bridges</i>		76 016	343 277		1 477	1 477	29 227	27 749	94.9%	350 722
<i>Storm water</i>		115								
Infrastructure - Electricity		-	115 000	-	325	325	9 583	9 259	96.6%	115 000
<i>Generation</i>		-	115 000		325	325	9 583	9 259	96.6%	115 000
<i>Transmission & Reticulation</i>		-	-	-						
<i>Street Lighting</i>		-	-	-						
Infrastructure - Water		31 683	64 689	-	1 375	1 375	5 391	4 016	74.5%	64 689
<i>Dams & Reservoirs</i>		-	64 689		1 375	1 375	5 391	4 016	74.5%	64 689
<i>Water purification</i>		31 683								
<i>Reticulation</i>		-								
Infrastructure - Sanitation		-	29 500	-	1 555	1 555	2 458	904	36.8%	29 500
<i>Reticulation</i>		-	29 500		1 555	1 555	2 458	904	36.8%	29 500
<i>Sewerage purification</i>		-	-	-						
Infrastructure - Other		6 454	1 000	-	-	-	83	83	100.0%	1 000
<i>Waste Management</i>		-	1 000	-	-	-	83	83	100.0%	1 000
<i>Transportation</i>		6 454	-	-						
Community		22 013	31 250	-	-	-	2 604	2 604	100.0%	31 250
Parks & gardens		-	1 000				83	83	100.0%	1 000
Sportsfields & stadia		13 919	21 500				1 792	1 792	100.0%	21 500
Swimming pools		-	2 000				167	167	100.0%	2 000
Community halls		4 458								
Fire, safety & emergency		2 766								
Cemeteries		870								
Social rental housing		-								
Other		-	6 750				563	563	100.0%	6 750
Other assets		48 690	26 920	-	2 414	2 414	2 243	(170)	-7.6%	26 920
General vehicles		-	-	-	-	-	-	-		
Specialised vehicles		-	-	-	-	-	-	-		
Plant & equipment		-	-	-	-	-	-	-		
Computers - hardware/equipment		-	3 750	-	292	292	313	21	6.7%	3 750
Markets		1 973	-							
Civic Land and Buildings		43 678	10 170		2 122	2 122	848	(1 275)	-150.4%	10 170
Other Buildings		301	-							
Other		2 738	13 000	-			1 083	1 083	100.0%	13 000
Intangibles		19	25 000	-	-	-	2 083	2 083	100.0%	25 000
Computers - software & programming		-	25 000	-	-	-	2 083	2 083	100.0%	25 000
Other		19	-	-	-	-	-	-		
Total Capital Expenditure on renewal of existing assets	1	184 990	636 636	-	7 145	7 145	53 673	46 528	86.7%	644 081

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 11: Capital Expenditure Monthly Trend



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

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

Chart 12: Capital Expenditure: YTD Actual vs. YTD Target

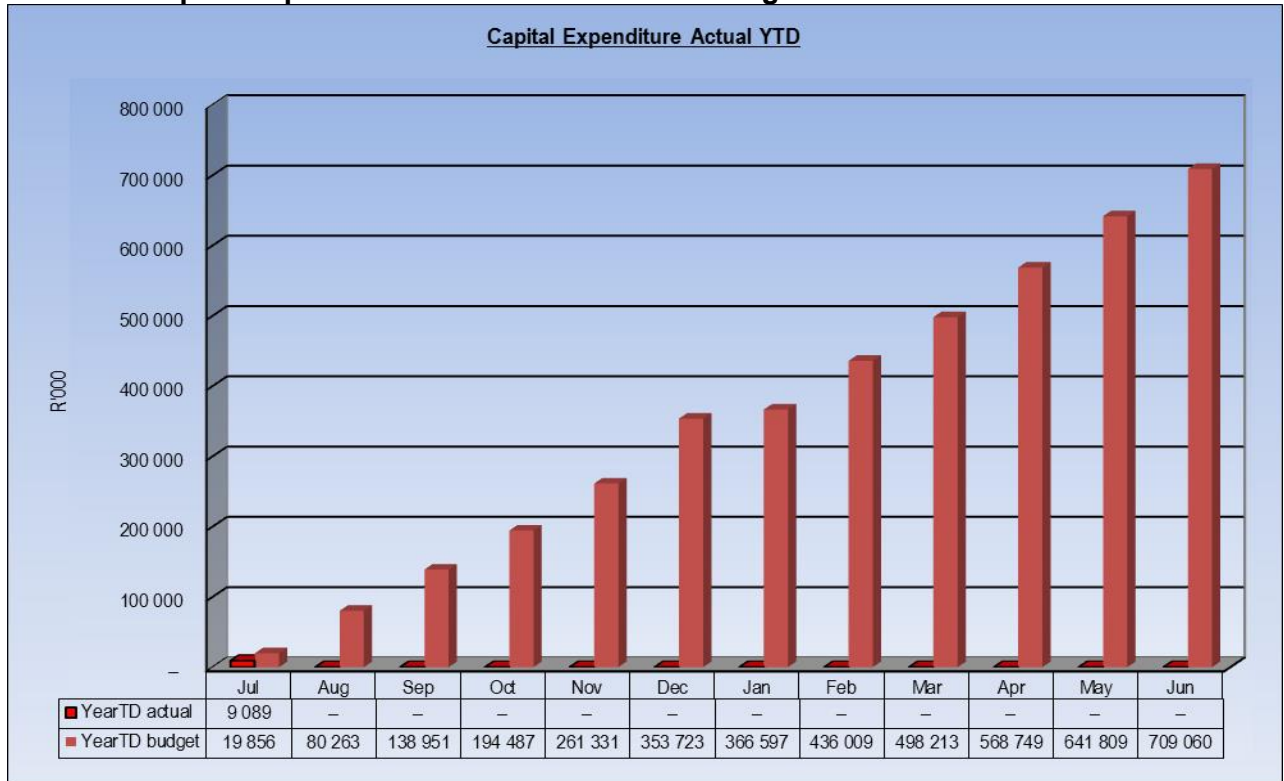
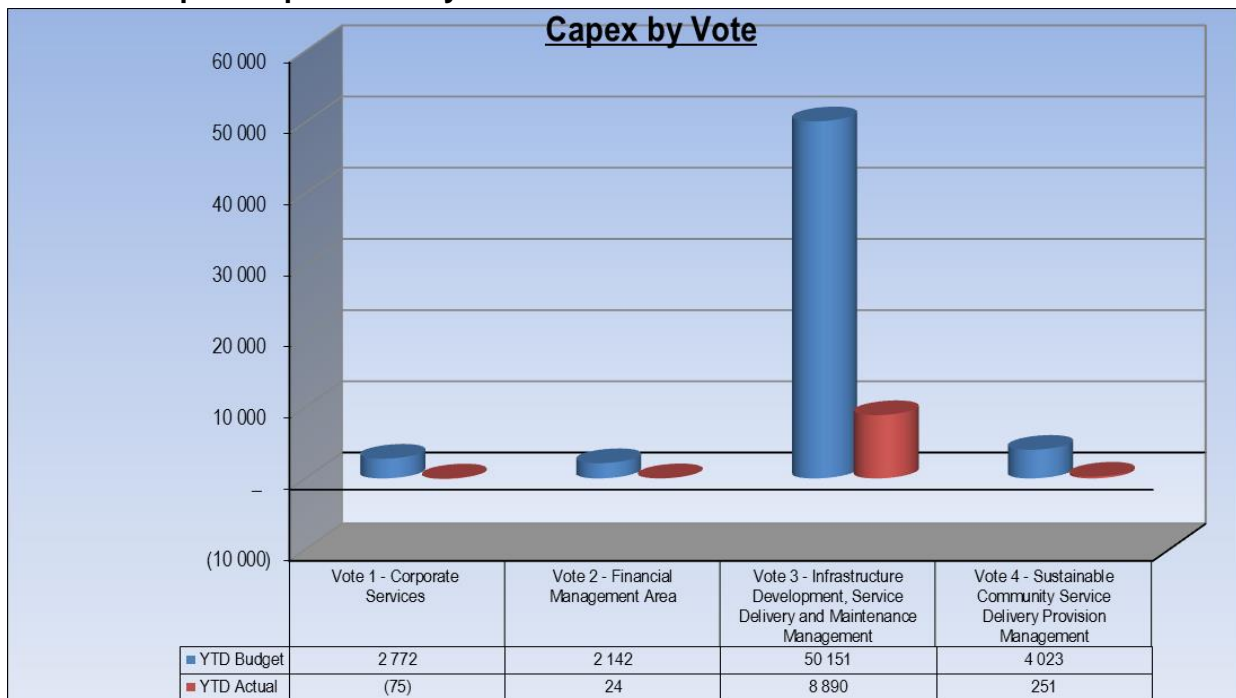


Chart 13: Capital Expenditure by Vote



2.10 In Year report of Municipal Entities Attached to the Municipality's in-year report

The municipal entity's report for the month ending July 2015 has been attached.

2.11 Municipal Manager's Quality's Certification

Quality Certificate

I, **MXOLISI NKOSI**, the municipal manager of **MSUNDUZI LOCAL MUNICIPALITY**, hereby certify that –

- the monthly budget statement

for the month of **July 2015** has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name: **MXOLISI NKOSI**

Municipal manager of: **MSUNDUZI MUNICIPALITY**

Signature: _____

Date: _____