



Msunduzi Municipality
MFMA S71 Monthly Report

November 2015 Report
Budget & Treasury Office

Table of Contents

1.	PART 1 – IN YEAR REPORT	3
1.1	Executive Summary	3
1.2	In-year Budget Statement Tables	5
1	PART 2 – SUPPORTING DOCUMENTATION	21
2.1	Debtors Analysis.....	21
2.2	Creditors Analysis	23
2.3	Investment Portfolio Analysis	24
2.4	Allocation and Grant receipts and Expenditure	25
2.5	Councillor and Board Member and Employee Benefits	27
2.6	Material Variances to the SDBIP	29
2.7	Parent Municipality Financial Performance	31
2.8	Municipal Entity Financial Performance.....	35
2.9	Capital Programme Performance	36
2.10	In Year report of Municipal Entities Attached to the Municipality’s in-year report	41
2.11	Municipal Manager’s Quality’s Certification	42

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 1.80 billion for the period ending 30 November 2015. The YTD Budget was R 1.68 billion, therefore the actual over performed against the budget by R 125.9 million against the revenue projected. The two main contributors, both accounting for 60% of the actual total YTD Revenue earned are Electricity (43%) & Property Rates revenue (17%). These two revenue sources make up more than 65% of the total YTD budget.

Operating Expenditure: The total YTD operating expenditure for the period ending 30 November 2015 amounted to R 1.67 billion while the YTD budget was R 1.68 billion. Operational expenditure is largely defined by the bulk (electricity & water) purchases and employee related costs both accounting for 73% of the YTD expenditure.

Capital Expenditure: While the YTD capital expenditure budget was R 295.4 million, the actual YTD Capital expenditure incurred amounted to R 157.9 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 as at 30 November 2015 was R 988.0 million.

Consumer Debt: Consumer debt at 30 November 2015 was just over R 1.95 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 - M05 November

Description	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									
Financial Performance									
Property rates	716 603	784 462	-	61 851	314 331	326 859	(12 528)	-4%	784 462
Service charges	2 227 636	2 566 359	-	212 731	1 075 988	1 069 316	6 672	1%	2 566 359
Investment revenue	50 973	34 045	-	2 390	16 520	14 185	2 334	16%	34 045
Transfers recognised - operational	519 604	440 652	-	143 490	330 039	183 605	146 434	80%	440 652
Other own revenue	325 520	211 526	-	(187)	71 168	88 136	(16 968)	-19%	211 526
Total Revenue (excluding capital transfers and contributions)	3 840 338	4 037 044	-	420 274	1 808 045	1 682 102	125 944	7%	4 037 044
Employee costs	832 532	960 606	-	73 747	399 786	400 253	(467)	-0%	960 606
Remuneration of Councillors	34 657	42 350	-	3 213	16 117	17 646	(1 528)	-9%	42 350
Depreciation & asset impairment	463 063	485 846	-	38 133	194 399	202 436	(8 037)	-4%	485 846
Finance charges	71 169	69 499	-	197	12 274	28 958	(16 684)	-58%	69 499
Materials and bulk purchases	1 591 553	1 967 981	-	141 934	879 252	819 992	59 259	7%	1 967 981
Transfers and grants	11 572	181	-	20	2 936	75	2 860	3793%	181
Other expenditure	1 121 566	507 123	-	21 020	165 576	211 301	(45 725)	-22%	507 123
Total Expenditure	4 126 113	4 033 586	-	278 264	1 670 339	1 680 661	(10 321)	-1%	4 033 586
Surplus/(Deficit)	(285 775)	3 458	-	142 010	137 706	1 441	136 265	9457%	3 458
Transfers recognised - capital	356 459	489 060	-	31 341	97 941	203 775	(105 834)	-52%	489 060
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	70 683	492 518	-	173 350	235 647	205 216	30 431	15%	492 518
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	70 683	492 518	-	173 350	235 647	205 216	30 431	15%	492 518
Capital expenditure & funds sources									
Capital expenditure	528 636	709 060	-	39 269	157 977	295 442	(137 465)	-47%	709 060
Capital transfers recognised	291 650	489 060	-	25 916	109 689	203 775	(94 086)	-46%	489 060
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	81 881	100 000	-	2 650	7 722	41 667	(33 944)	-81%	100 000
Internally generated funds	155 105	120 000	-	10 703	40 566	50 000	(9 434)	-19%	120 000
Total sources of capital funds	528 636	709 060	-	39 269	157 977	295 442	(137 465)	-47%	709 060
Financial position									
Total current assets	2 007 658	3 133 299	-	-	2 114 644	-	-	-	3 133 299
Total non current assets	7 548 842	7 568 078	-	-	7 453 875	-	-	-	7 568 078
Total current liabilities	915 372	1 378 122	-	-	733 368	-	-	-	1 378 122
Total non current liabilities	1 197 150	1 261 476	-	-	1 234 813	-	-	-	1 261 476
Community wealth/Equity	7 443 978	8 061 779	-	-	7 600 338	-	-	-	8 061 779
Cash flows									
Net cash from (used) operating	1 199 351	706 264	-	183 179	320 331	294 277	(26 055)	-9%	706 264
Net cash from (used) investing	(1 250 600)	(589 505)	-	(39 269)	(157 977)	(245 627)	(87 650)	36%	(589 505)
Net cash from (used) financing	58 109	55 400	-	393	(16 361)	23 083	39 444	171%	55 400
Cash/cash equivalents at the month/year end	834 133	1 123 670	-	-	988 061	1 023 244	35 183	3%	1 014 227
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	290 280	179 054	52 382	50 013	54 715	41 744	49 869	#####	1 950 929
Creditors Age Analysis									
Total Creditors	259 336	1 067	461	106	132	3 291	-	-	264 394

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

KZN225 Msunduzi - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M05 November

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									
Revenue - Standard										
<i>Governance and administration</i>		1 435 170	1 281 199	-	162 168	696 836	670 816	26 019	4%	1 281 199
Executive and council		6 748	1 600	-	96	2 520	667	1 854	278%	1 600
Budget and treasury office		1 422 429	1 276 437	-	160 759	695 147	665 973	29 174	4%	1 276 437
Corporate services		5 993	3 162	-	1 313	(831)	4 177	(5 008)	-120%	3 162
<i>Community and public safety</i>		225 653	13 361	-	16 530	50 305	30 453	19 852	65%	13 361
Community and social services		71 074	3 250	-	7 133	20 782	13 092	7 690	59%	3 250
Sport and recreation		24 880	729	-	4 110	14 162	349	13 813	3956%	729
Public safety		111 819	5 827	-	1 521	7 299	10 702	(3 403)	-32%	5 827
Housing		17 809	3 485	-	3 766	8 056	6 297	1 759	28%	3 485
Health		71	70	-	-	7	13	(7)	-49%	70
<i>Economic and environmental services</i>		235 988	171 598	-	15 806	47 722	196 819	(149 097)	-76%	171 598
Planning and development		63 074	7 972	-	1 031	8 443	29 223	(20 780)	-71%	7 972
Road transport		172 914	163 627	-	14 775	39 279	167 596	(128 317)	-77%	163 627
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		2 690 243	2 437 047	-	294 032	1 296 286	1 268 135	28 151	2%	2 437 047
Electricity		1 723 118	1 700 095	-	157 078	829 294	796 170	33 124	4%	1 700 095
Water		660 510	500 521	-	98 275	338 264	365 948	(27 684)	-8%	500 521
Waste water management		191 593	149 071	-	24 386	81 153	63 579	17 574	28%	149 071
Waste management		115 022	87 359	-	14 293	47 576	42 438	5 138	12%	87 359
<i>Other</i>	4	34 298	89 565	-	2 544	9 417	11 670	(2 252)	-19%	89 565
Total Revenue - Standard	2	4 621 352	3 992 771	-	491 080	2 100 567	2 177 893	(77 326)	-4%	3 992 771
Expenditure - Standard										
<i>Governance and administration</i>		874 771	691 420	-	69 011	377 088	388 919	(11 831)	-3%	691 420
Executive and council		7 712	384 298	-	13 590	55 825	52 162	3 663	7%	384 298
Budget and treasury office		859 050	200 157	-	41 937	255 864	247 790	8 074	3%	200 157
Corporate services		8 009	106 965	-	13 484	65 398	88 967	(23 569)	-26%	106 965
<i>Community and public safety</i>		670 660	421 741	-	44 998	219 454	209 484	9 971	5%	421 741
Community and social services		116 571	99 202	-	9 678	54 591	53 874	716	1%	99 202
Sport and recreation		145 186	81 358	-	9 117	44 377	44 694	(316)	-1%	81 358
Public safety		316 932	196 317	-	21 788	98 151	87 251	10 900	12%	196 317
Housing		49 923	25 149	-	2 808	13 873	15 162	(1 290)	-9%	25 149
Health		42 048	19 716	-	1 607	8 463	8 502	(40)	0%	19 716
<i>Economic and environmental services</i>		522 277	462 751	-	31 081	180 441	232 881	(52 440)	-23%	462 751
Planning and development		97 679	128 290	-	8 052	48 186	45 753	2 433	5%	128 290
Road transport		424 597	334 461	-	23 028	132 255	187 129	(54 874)	-29%	334 461
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		2 428 609	1 893 219	-	169 005	1 069 908	1 123 604	(53 696)	-5%	1 893 219
Electricity		1 512 417	1 374 091	-	100 448	718 209	653 465	64 744	10%	1 374 091
Water		590 023	406 791	-	45 553	235 742	347 197	(111 455)	-32%	406 791
Waste water management		175 548	9 621	-	13 833	70 026	77 705	(7 679)	-10%	9 621
Waste management		150 620	102 716	-	9 171	45 931	45 237	694	2%	102 716
<i>Other</i>		54 353	31 122	-	3 635	18 029	17 789	239	1%	31 122
Total Expenditure - Standard	3	4 550 669	3 500 253	-	317 730	1 864 920	1 972 677	(107 757)	-5%	3 500 253
Surplus/ (Deficit) for the year		70 683	492 518	-	173 350	235 647	205 216	30 431	15%	492 518

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) - M05 November

Vote 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										
Revenue by Vote	1									
Vote 1 - City Manager		6 851	1 600	-	99	2 543	667	1 876	281.5%	1 600
Vote 2 - City Finance		1 422 429	1 598 335	-	160 759	695 147	665 973	29 174	4.4%	1 598 335
Vote 3 - Community Services & Social Equity		281 059	155 606	-	23 024	81 148	66 461	14 687	22.1%	155 606
Vote 4 - Corporate Services		5 890	10 026	-	1 311	(854)	4 177	(5 031)	-120.4%	10 026
Vote 5 - Infrastructure Services		2 763 949	3 369 093	-	296 861	1 294 862	1 403 789	(108 927)	-7.8%	3 369 093
Vote 6 - Sustainable Development and City Enterprises		141 174	88 384	-	9 027	27 721	36 826	(9 106)	-24.7%	88 384
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	5 223 044	-	491 080	2 100 567	2 177 893	(77 326)	-3.6%	5 223 044
Expenditure by Vote	1									
Vote 1 - City Manager		12 576	147 876	-	15 349	66 005	63 896	2 108	3.3%	147 876
Vote 2 - City Finance		931 400	672 127	-	46 954	286 384	278 061	8 322	3.0%	672 127
Vote 3 - Community Services & Social Equity		732 073	550 686	-	48 854	239 375	231 317	8 058	3.5%	550 686
Vote 4 - Corporate Services		8 582	195 576	-	12 108	57 264	80 768	(23 504)	-29.1%	195 576
Vote 5 - Infrastructure Services		2 664 812	3 005 436	-	181 266	1 144 221	1 252 400	(108 179)	-8.6%	3 005 436
Vote 6 - Sustainable Development and City Enterprises		201 227	158 825	-	13 198	71 671	66 234	5 437	8.2%	158 825
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	4 730 526	-	317 730	1 864 920	1 972 677	(107 757)	-5.5%	4 730 526
Surplus/ (Deficit) for the year	2	70 683	492 518	-	173 350	235 647	205 216	30 431	14.8%	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 30 November 2015.

KZN225 Msunduzi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M05 November										
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										
Revenue By Source										
Property rates		686 396	743 113		60 053	301 873	309 630	(7 757)	-3%	743 113
Property rates - penalties & collection charges		30 207	41 349		1 798	12 458	17 229	(4 771)	-28%	41 349
Service charges - electricity revenue		1 566 133	1 863 770		148 721	787 451	776 571	10 880	1%	1 863 770
Service charges - water revenue		452 443	476 831		44 720	203 780	198 680	5 101	3%	476 831
Service charges - sanitation revenue		127 516	134 917		10 799	50 602	56 215	(5 613)	-10%	134 917
Service charges - refuse revenue		81 544	90 841		8 490	34 154	37 850	(3 696)	-10%	90 841
Service charges - other		-	-		-	-	-	-		-
Rental of facilities and equipment		23 477	41 329		1 558	7 947	17 220	(9 273)	-54%	41 329
Interest earned - external investments		50 973	34 045		2 390	16 520	14 185	2 334	16%	34 045
Interest earned - outstanding debtors		69 529	62 593		6 840	23 055	26 080	(3 025)	-12%	62 593
Dividends received		-	-		-	-	-	-		-
Fines		108 634	17 488		1 101	5 334	7 287	(1 953)	-27%	17 488
Licences and permits		89	87		6	37	36	0	1%	87
Agency services		578	632		57	200	263	(63)	-24%	632
Transfers recognised - operational		519 604	440 652		143 490	330 039	183 605	146 434	80%	440 652
Other revenue		123 214	79 697		(9 776)	31 950	33 207	(1 257)	-4%	79 697
Gains on disposal of PPE			9 700		27	2 644	4 042	(1 397)	-35%	9 700
Total Revenue (excluding capital transfers and contributions)		3 840 338	4 037 044	-	420 274	1 808 045	1 682 102	125 944	7%	4 037 044
Expenditure By Type										
Employee related costs		832 532	960 606		73 747	399 786	400 253	(467)	0%	960 606
Remuneration of councillors		34 657	42 350		3 213	16 117	17 646	(1 528)	-9%	42 350
Debt impairment		222 110	124 586		-	-	51 911	(51 911)	-100%	124 586
Depreciation & asset impairment		463 063	485 846		38 133	194 399	202 436	(8 037)	-4%	485 846
Finance charges		71 169	69 499		197	12 274	28 958	(16 684)	-58%	69 499
Bulk purchases		1 586 802	1 736 811		130 284	817 867	723 671	94 196	13%	1 736 811
Other materials		4 751	30 101		11 650	61 385	96 321	(34 936)	-36%	30 101
Contracted services		29 698	18 851		11 329	38 902	7 855	31 048	395%	18 851
Transfers and grants		11 572	181		20	2 936	75	2 860	3793%	181
Other expenditure		869 758	564 755		7 434	121 053	151 536	(30 483)	-20%	564 755
Loss on disposal of PPE			-		2 258	5 621	-	5 621	#DIV/0!	-
Total Expenditure		4 126 113	4 033 586	-	278 264	1 670 339	1 680 661	(10 321)	-1%	4 033 586
Surplus/(Deficit)		(285 775)	3 458	-	142 010	137 706	1 441	136 265	0	3 458
Transfers recognised - capital		356 459	489 060		31 341	97 941	203 775	(105 834)	(0)	489 060
Contributions recognised - capital								-		
Contributed assets								-		
Surplus/(Deficit) after capital transfers & contributions		70 683	492 518	-	173 350	235 647	205 216			492 518
Taxation								-		
Surplus/(Deficit) after taxation		70 683	492 518	-	173 350	235 647	205 216			492 518
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		70 683	492 518	-	173 350	235 647	205 216			492 518
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		70 683	492 518	-	173 350	235 647	205 216			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) - M05 November										
Vote 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									
Multi-Year expenditure appropriation	2									
Vote 1 - City Manager		9 110	5 000	-	207	2 971	2 083	887	43%	5 000
Vote 2 - City Finance		15 139	26 500	-	882	999	11 042	(10 043)	-91%	26 500
Vote 3 - Community Services & Social Equity		56 719	32 850	-	7 876	20 759	13 688	7 072	52%	32 850
Vote 4 - Corporate Services		4 119	3 250	-	-	-	1 354	(1 354)	-100%	3 250
Vote 5 - Infrastructure Services		333 861	569 454	-	20 423	96 449	237 273	(140 824)	-59%	569 454
Vote 6 - Sustainable Development and City Enterprises		32 063	45 000	-	3 197	14 157	18 750	(4 593)	-24%	45 000
Total Capital Multi-year expenditure	4,7	451 009	682 054	-	32 585	135 334	284 189	(148 855)	-52%	682 054
Single Year expenditure appropriation	2									
Vote 1 - City Manager		555	750	-	5	126	313	(187)	-60%	750
Vote 2 - City Finance		13 442	710	-	29	8 051	296	7 755	2623%	710
Vote 3 - Community Services & Social Equity		13 720	17 619	-	4 076	6 304	7 341	(1 037)	-14%	17 619
Vote 4 - Corporate Services		8 398	3 150	-	583	4 374	1 313	3 062	233%	3 150
Vote 5 - Infrastructure Services		15 100	2 980	-	1 982	3 711	1 242	2 470	199%	2 980
Vote 6 - Sustainable Development and City Enterprises		26 412	1 798	-	9	76	749	(673)	-90%	1 798
Total Capital single-year expenditure	4	77 627	27 006	-	6 684	22 643	11 253	11 390	101%	27 006
Total Capital Expenditure		528 636	709 060	-	39 269	157 977	295 442	(137 465)	-47%	709 060
Capital Expenditure - Standard Classification										
Governance and administration		50 762	39 360	-	1 706	16 521	16 400	121	1%	59 385
Executive and council		9 665	5 750	-	212	3 096	2 396	700	29%	5 800
Budget and treasury office		28 581	27 210	-	912	9 050	11 337	(2 287)	-20%	53 585
Corporate services		12 517	6 400	-	583	4 375	2 667	1 708	64%	-
Community and public safety		68 187	63 824	-	14 317	28 742	25 918	2 823	11%	54 598
Community and social services		17 495	3 446	-	1 779	2 253	1 436	818	57%	2 500
Sport and recreation		45 618	33 350	-	9 369	23 250	13 896	9 354	67%	34 400
Public safety		1 883	8 333	-	317	385	3 472	(3 087)	-89%	8 353
Housing		3 191	17 075	-	2 854	2 854	7 115	(4 261)	-60%	7 725
Health		-	1 620	-	-	-	-	-	-	1 620
Economic and environmental services		166 656	347 746	-	11 422	49 629	144 894	(95 265)	-66%	339 647
Planning and development		48 972	28 325	-	353	11 078	11 802	(724)	-6%	9 590
Road transport		116 686	317 801	-	10 669	38 150	132 417	(94 267)	-71%	330 057
Environmental protection		997	1 620	-	401	401	675	(274)	-41%	-
Trading services		236 720	258 353	-	11 823	62 784	107 647	(44 863)	-42%	254 033
Electricity		136 907	133 000	-	6 170	25 972	55 417	(29 445)	-53%	133 000
Water		53 989	83 133	-	3 703	22 359	34 639	(12 279)	-35%	83 133
Waste water management		33 205	37 500	-	1 686	13 153	15 625	(2 472)	-16%	36 900
Waste management		12 620	4 720	-	265	1 300	1 967	(667)	-34%	1 000
Other		6 311	1 398	-	-	301	582	(281)	-48%	1 398
Total Capital Expenditure - Standard Classification	3	528 636	710 680	-	39 269	157 977	295 442	(137 465)	-47%	709 060
Funded by:										
National Government		224 530	489 060	-	21 238	102 680	203 775	(101 095)	-50%	489 060
Provincial Government		67 121	-	-	4 678	7 009	-	7 009	#DIV/0!	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		291 650	489 060	-	25 916	109 689	203 775	(94 086)	-46%	489 060
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	81 881	100 000	-	2 650	7 722	41 667	(33 944)	-81%	100 000
Internally generated funds		155 105	120 000	-	10 703	40 566	50 000	(9 434)	-19%	120 000
Total Capital Funding		528 636	709 060	-	39 269	157 977	295 442	(137 465)	-47%	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 30 November 2015.

KZN225 Msunduzi - Table C6 Monthly Budget Statement - Financial Position - M05						
Description	Ref	2014/15	Budget Year 2015/16			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		96 597	45 513		168 551	45 513
Call investment deposits		745 471	1 086 263		766 089	1 086 263
Consumer debtors		728 136	883 147		1 228 091	883 147
Other debtors		390 671	376 440		(101 732)	376 440
Current portion of long-term receivables		46	43		–	43
Inventory		46 737	741 893		53 644	741 893
Total current assets		2 007 658	3 133 299	–	2 114 644	3 133 299
Non current assets						
Long-term receivables		10 482	9 455		10 252	9 455
Investments		–	–		–	–
Investment property		382 805	356 914		–	356 914
Investments in Associate		–	–		–	–
Property, plant and equipment		7 091 843	6 948 898		7 443 623	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	–	7 453 875	7 568 078
TOTAL ASSETS		9 556 500	10 701 377	–	9 568 519	10 701 377
LIABILITIES						
Current liabilities						
Bank overdraft		–	–		–	–
Borrowing		53 524	61 751		1 245	61 751
Consumer deposits		89 479	92 798		92 338	92 798
Trade and other payables		765 335	1 217 489		615 719	1 217 489
Provisions		7 034	6 084		24 067	6 084
Total current liabilities		915 372	1 378 122	–	733 368	1 378 122
Non current liabilities						
Borrowing		543 401	579 761		581 064	579 761
Provisions		653 749	681 715		653 749	681 715
Total non current liabilities		1 197 150	1 261 476	–	1 234 813	1 261 476
TOTAL LIABILITIES		2 112 522	2 639 598	–	1 968 181	2 639 598
NET ASSETS	2	7 443 978	8 061 779	–	7 600 338	8 061 779
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		7 186 031	7 888 864		7 328 846	7 888 864
Reserves		257 948	172 915		271 492	172 915
TOTAL COMMUNITY WEALTH/EQUITY	2	7 443 978	8 061 779	–	7 600 338	8 061 779

Table C7 below display the Cash Flow Statement for the month ending 30 November 2015.

KZN225 Msunduzi - Table C7 Monthly Budget Statement - Cash Flow - M05 November										
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									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates, penalties & collection charges		716 603	701 467		80 091	294 800	292 278	2 522	1%	701 467
Service charges		2 227 636	2 349 116		202 965	1 076 224	978 798	97 426	10%	2 349 116
Other revenue		18 478	84 318		44 261	192 413	35 133	157 281	448%	84 318
Government - operating		519 604	440 652		73 449	321 915	183 605	138 310	75%	440 652
Government - capital		356 459	489 060		76 843	225 715	203 775	21 940	11%	489 060
Interest		120 502	64 837		1 602	11 739	27 015	(15 276)	-57%	64 837
Suppliers and employees		(2 677 191)	(3 347 843)		(295 815)	(1 776 703)	(1 394 935)	381 769	-27%	(3 347 843)
Finance charges		(71 169)	(69 489)		(197)	(12 274)	(28 954)	(16 680)	58%	(69 489)
Transfers and Grants		(11 572)	(5 854)		(20)	(13 498)	(2 439)	11 059	-453%	(5 854)
NET CASH FROM/(USED) OPERATING ACTIVITIES		1 199 351	706 264	-	183 179	320 331	294 277	(26 055)	-9%	706 264
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		421					-	-		-
Decrease (increase) in non-current investments		(1 928)					-	-		-
Payments										
Capital assets		(1 249 093)	(589 505)		(39 269)	(157 977)	(245 627)	(87 650)	36%	(589 505)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(1 250 600)	(589 505)	-	(39 269)	(157 977)	(245 627)	(87 650)	36%	(589 505)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Borrowing long term/refinancing		100 000	100 000				41 667	(41 667)	-100%	100 000
Increase (decrease) in consumer deposits		4 370	5 250		393	2 305	2 188	117	5%	5 250
Payments										
Repayment of borrowing		(46 261)	(49 850)			(18 666)	(20 771)	(2 105)	10%	(49 850)
NET CASH FROM/(USED) FINANCING ACTIVITIES		58 109	55 400	-	393	(16 361)	23 083	39 444	171%	55 400
NET INCREASE/ (DECREASE) IN CASH HELD										
Cash/cash equivalents at beginning:		827 273	951 511				842 068	951 511		842 068
Cash/cash equivalents at month/year end:		834 133	1 123 670				988 061	1 023 244		1 014 227

Consolidated Budget Tables (With Municipal Entity: Safe City)

KZN225 Msunduzi - Table C1 Monthly Budget Statement Summary - M05 November

Description	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									
Financial Performance									
Property rates	716 603	784 462	-	61 851	314 331	326 859	(12 528)	-4%	784 462
Service charges	2 227 636	2 566 359	-	212 731	1 075 988	1 069 316	6 672	1%	2 566 359
Investment revenue	51 027	34 101	-	2 409	16 640	14 208	2 431	17%	34 101
Transfers recognised - operational	519 604	440 652	-	143 490	330 039	183 605	146 434	80%	440 652
Other own revenue	325 520	211 526	-	(187)	71 168	88 136	(16 968)	-19%	211 526
Total Revenue (excluding capital transfers and contributions)	3 840 392	4 037 100	-	420 293	1 808 165	1 682 125	126 041	7%	4 037 100
Employee costs	836 267	965 405	-	74 057	401 384	402 253	(869)	-0%	965 405
Remuneration of Councillors	34 657	42 350	-	3 213	16 117	17 646	(1 528)	-9%	42 350
Depreciation & asset impairment	463 564	487 399	-	38 262	195 046	203 083	(8 037)	-4%	487 399
Finance charges	71 180	69 511	-	198	12 279	28 963	(16 684)	-58%	69 511
Materials and bulk purchases	1 591 765	1 766 912	-	141 937	879 261	820 108	59 152	7%	1 766 912
Transfers and grants	11 572	181	-	20	2 936	75	2 860	3793%	181
Other expenditure	1 122 144	716 221	-	21 084	169 206	214 646	(45 440)	-21%	716 221
Total Expenditure	4 131 150	4 047 979	-	278 771	1 676 228	1 686 774	(10 545)	-1%	4 047 979
Surplus/(Deficit)	(290 758)	(10 879)	-	141 522	131 937	(4 649)	136 586	-2938%	(10 879)
Transfers recognised - capital	356 459	489 060	-	31 341	97 941	203 775	(105 834)	-52%	489 060
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	65 700	478 181	-	172 862	229 878	199 126	30 752	15%	478 181
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	65 700	478 181	-	172 862	229 878	199 126	30 752	15%	478 181
Capital expenditure & funds sources									
Capital expenditure	528 636	709 060	-	39 269	157 977	295 442	(137 465)	-47%	709 060
Capital transfers recognised	291 650	489 060	-	25 916	109 689	203 775	(94 086)	-46%	489 060
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	81 881	100 000	-	2 650	7 722	41 667	(33 944)	-81%	100 000
Internally generated funds	155 105	120 000	-	10 703	40 566	50 000	(9 434)	-19%	120 000
Total sources of capital funds	528 636	709 060	-	39 269	157 977	295 442	(137 465)	-47%	709 060
Financial position									
Total current assets	2 015 881	3 133 752	-	-	2 119 610	-	-	-	3 133 752
Total non current assets	7 549 526	7 574 856	-	-	7 454 559	-	-	-	7 574 856
Total current liabilities	923 142	1 385 104	-	-	737 458	-	-	-	1 385 104
Total non current liabilities	1 197 150	1 261 476	-	-	1 234 813	-	-	-	1 261 476
Community wealth/Equity	7 445 115	8 062 028	-	-	7 601 898	-	-	-	8 062 028
Cash flows									
Net cash from (used) operating	1 194 858	693 202	-	182 821	315 210	288 834	(26 377)	-9%	693 202
Net cash from (used) investing	(1 250 913)	(589 505)	-	(39 269)	(157 977)	(245 627)	(87 650)	36%	(589 505)
Net cash from (used) financing	58 109	55 400	-	393	(16 361)	23 083	39 444	171%	55 400
Cash/cash equivalents at the month/year end	829 327	1 110 608	-	-	982 940	1 017 801	34 861	3%	1 001 165
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	290 280	179 054	52 382	50 013	54 715	41 744	49 869	#####	1 950 929
Creditors Age Analysis									
Total Creditors	259 336	1 067	461	106	132	3 291	-	-	264 394

KZN225 Msunduzi - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M05 November

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	1									
Revenue - Standard										
<i>Governance and administration</i>		1 435 170	1 281 199	-	162 168	696 836	670 816	26 019	4%	1 281 199
Executive and council		6 748	1 600	-	96	2 520	667	1 854	278%	1 600
Budget and treasury office		1 422 429	1 276 437	-	160 759	695 147	665 973	29 174	4%	1 276 437
Corporate services		5 993	3 162	-	1 313	(831)	4 177	(5 008)	-120%	3 162
<i>Community and public safety</i>		225 653	13 361	-	16 530	50 305	30 453	19 852	65%	13 361
Community and social services		71 074	3 250	-	7 133	20 782	13 092	7 690	59%	3 250
Sport and recreation		24 880	729	-	4 110	14 162	349	13 813	3956%	729
Public safety		111 819	5 827	-	1 521	7 299	10 702	(3 403)	-32%	5 827
Housing		17 809	3 485	-	3 766	8 056	6 297	1 759	28%	3 485
Health		71	70	-	-	7	13	(7)	-49%	70
<i>Economic and environmental services</i>		235 988	171 598	-	15 806	47 722	196 819	(149 097)	-76%	171 598
Planning and development		63 074	7 972	-	1 031	8 443	29 223	(20 780)	-71%	7 972
Road transport		172 914	163 627	-	14 775	39 279	167 596	(128 317)	-77%	163 627
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		2 690 243	2 437 047	-	294 032	1 296 286	1 268 135	28 151	2%	2 437 047
Electricity		1 723 118	1 700 095	-	157 078	829 294	796 170	33 124	4%	1 700 095
Water		660 510	500 521	-	98 275	338 264	365 948	(27 684)	-8%	500 521
Waste water management		191 593	149 071	-	24 386	81 153	63 579	17 574	28%	149 071
Waste management		115 022	87 359	-	14 293	47 576	42 438	5 138	12%	87 359
<i>Other</i>	4	34 298	89 565	-	2 544	9 417	11 670	(2 252)	-19%	89 565
Total Revenue - Standard	2	4 621 352	3 992 771	-	491 080	2 100 567	2 177 893	(77 326)	-4%	3 992 771
Expenditure - Standard										
<i>Governance and administration</i>		874 771	691 420	-	69 011	377 088	388 919	(11 831)	-3%	691 420
Executive and council		7 712	384 298	-	13 590	55 825	52 162	3 663	7%	384 298
Budget and treasury office		859 050	200 157	-	41 937	255 864	247 790	8 074	3%	200 157
Corporate services		8 009	106 965	-	13 484	65 398	88 967	(23 569)	-26%	106 965
<i>Community and public safety</i>		670 660	421 741	-	45 486	225 223	215 574	9 650	4%	421 741
Community and social services		116 571	99 202	-	9 678	54 591	53 874	716	1%	99 202
Sport and recreation		145 186	81 358	-	9 117	44 377	44 694	(316)	-1%	81 358
Public safety		316 932	196 317	-	22 276	103 920	93 341	10 579	11%	196 317
Housing		49 923	25 149	-	2 808	13 873	15 162	(1 290)	-9%	25 149
Health		42 048	19 716	-	1 607	8 463	8 502	(40)	0%	19 716
<i>Economic and environmental services</i>		522 277	462 751	-	31 081	180 441	232 881	(52 440)	-23%	462 751
Planning and development		97 679	128 290	-	8 052	48 186	45 753	2 433	5%	128 290
Road transport		424 597	334 461	-	23 028	132 255	187 129	(54 874)	-29%	334 461
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		2 433 592	1 907 556	-	169 005	1 069 908	1 123 604	(53 696)	-5%	1 907 556
Electricity		1 517 400	1 388 428	-	100 448	718 209	653 465	64 744	10%	1 388 428
Water		590 023	406 791	-	45 553	235 742	347 197	(111 455)	-32%	406 791
Waste water management		175 548	9 621	-	13 833	70 026	77 705	(7 679)	-10%	9 621
Waste management		150 620	102 716	-	9 171	45 931	45 237	694	2%	102 716
<i>Other</i>		54 353	31 122	-	3 635	18 029	17 789	239	1%	31 122
Total Expenditure - Standard	3	4 555 652	3 514 590	-	318 218	1 870 689	1 978 767	(108 078)	-5%	3 514 590
Surplus/ (Deficit) for the year		65 700	478 181	-	172 862	229 878	199 126	30 752	15%	478 181

KZN225 Msunduzi - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M05 November

Vote 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										
Revenue by Vote										
Vote 1 - City Manager	1	6 851	1 600	-	99	2 543	667	1 876	281.5%	1 600
Vote 2 - City Finance		1 422 429	1 598 335	-	160 759	695 147	665 973	29 174	4.4%	1 598 335
Vote 3 - Community Services & Social Equity		281 059	155 606	-	23 024	81 148	66 461	14 687	22.1%	155 606
Vote 4 - Corporate Services		5 890	10 026	-	1 311	(854)	4 177	(5 031)	-120.4%	10 026
Vote 5 - Infrastructure Services		2 763 949	3 369 093	-	296 861	1 294 862	1 403 789	(108 927)	-7.8%	3 369 093
Vote 6 - Sustainable Development and City Enterprises		141 174	88 384	-	9 027	27 721	36 826	(9 106)	-24.7%	88 384
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	5 223 044	-	491 080	2 100 567	2 177 893	(77 326)	-3.6%	5 223 044
Expenditure by Vote										
Vote 1 - City Manager	1	12 576	147 876	-	15 349	66 005	63 896	2 108	3.3%	147 876
Vote 2 - City Finance		931 400	672 127	-	46 954	286 384	278 061	8 322	3.0%	672 127
Vote 3 - Community Services & Social Equity		732 073	550 686	-	49 342	245 144	237 407	7 737	3.3%	550 686
Vote 4 - Corporate Services		8 582	195 576	-	12 108	57 264	80 768	(23 504)	-29.1%	195 576
Vote 5 - Infrastructure Services		2 669 795	3 019 773	-	181 266	1 144 221	1 252 400	(108 179)	-8.6%	3 019 773
Vote 6 - Sustainable Development and City Enterprises		201 227	158 825	-	13 198	71 671	66 234	5 437	8.2%	158 825
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	4 555 652	4 744 863	-	318 218	1 870 689	1 978 767	(108 078)	-5.5%	4 744 863
Surplus/ (Deficit) for the year	2	65 700	478 181	-	172 862	229 878	199 126	30 752	15.4%	478 181

KZN225 Msunduzi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M05 November

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										
Revenue By Source										
Property rates		686 396	743 113		60 053	301 873	309 630	(7 757)	-3%	743 113
Property rates - penalties & collection charges		30 207	41 349		1 798	12 458	17 229	(4 771)	-28%	41 349
Service charges - electricity revenue		1 566 133	1 863 770		148 721	787 451	776 571	10 880	1%	1 863 770
Service charges - water revenue		452 443	476 831		44 720	203 780	198 680	5 101	3%	476 831
Service charges - sanitation revenue		127 516	134 917		10 799	50 602	56 215	(5 613)	-10%	134 917
Service charges - refuse revenue		81 544	90 841		8 490	34 154	37 850	(3 696)	-10%	90 841
Service charges - other		-	-		-	-	-	-		-
Rental of facilities and equipment		23 477	41 329		1 558	7 947	17 220	(9 273)	-54%	41 329
Interest earned - external investments		51 027	34 101		2 409	16 640	14 208	2 431	17%	34 101
Interest earned - outstanding debtors		69 529	62 593		6 840	23 055	26 080	(3 025)	-12%	62 593
Dividends received		-	-		-	-	-	-		-
Fines		108 634	17 488		1 101	5 334	7 287	(1 953)	-27%	17 488
Licences and permits		89	87		6	37	36	0	1%	87
Agency services		578	632		57	200	263	(63)	-24%	632
Transfers recognised - operational		519 604	440 652		143 490	330 039	183 605	146 434	80%	440 652
Other revenue		123 214	79 697		(9 776)	31 950	33 207	(1 257)	-4%	79 697
Gains on disposal of PPE			9 700		27	2 644	4 042	(1 397)	-35%	9 700
Total Revenue (excluding capital transfers and contributions)		3 840 392	4 037 100	-	420 293	1 808 165	1 682 125	126 041	7%	4 037 100
Expenditure By Type										
Employee related costs		836 267	965 405		74 057	401 384	402 253	(869)	0%	965 405
Remuneration of councillors		34 657	42 350		3 213	16 117	17 646	(1 528)	-9%	42 350
Debt impairment		222 110	124 586		-	-	51 911	(51 911)	-100%	124 586
Depreciation & asset impairment		463 564	487 399		38 262	195 046	203 083	(8 037)	-4%	487 399
Finance charges		71 180	69 511		198	12 279	28 963	(16 684)	-58%	69 511
Bulk purchases		1 587 014	1 736 811		130 284	817 867	723 671	94 196	13%	1 736 811
Other materials		4 751	30 101		11 653	61 394	96 437	(35 043)	-36%	30 101
Contracted services		29 698	18 851		11 348	42 306	10 798	31 509	292%	18 851
Transfers and grants		11 572	181		20	2 936	75	2 860	3793%	181
Other expenditure		870 336	572 784		7 479	121 279	151 938	(30 659)	-20%	572 784
Loss on disposal of PPE			-		2 258	5 621	-	5 621	#DIV/0!	-
Total Expenditure		4 131 150	4 047 979	-	278 771	1 676 228	1 686 774	(10 545)	-1%	4 047 979
Surplus/(Deficit)		(290 758)	(10 879)	-	141 522	131 937	(4 649)	136 586	(0)	(10 879)
Transfers recognised - capital		356 459	489 060		31 341	97 941	203 775	(105 834)	(0)	489 060
Contributions recognised - capital								-		
Contributed assets								-		
Surplus/(Deficit) after capital transfers & contributions		65 700	478 181	-	172 862	229 878	199 126			478 181
Taxation								-		
Surplus/(Deficit) after taxation		65 700	478 181	-	172 862	229 878	199 126			478 181
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		65 700	478 181	-	172 862	229 878	199 126			478 181
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		65 700	478 181	-	172 862	229 878	199 126			478 181

KZN225 Msunduzi - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M05 November

Vote 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									
Multi-Year expenditure appropriation	2									
Vote 1 - City Manager		9 110	5 000	-	207	2 971	2 083	887	43%	5 000
Vote 2 - City Finance		15 139	26 500	-	882	999	11 042	(10 043)	-91%	26 500
Vote 3 - Community Services & Social Equity		56 719	32 850	-	7 876	20 759	13 688	7 072	52%	32 850
Vote 4 - Corporate Services		4 119	3 250	-	-	-	1 354	(1 354)	-100%	3 250
Vote 5 - Infrastructure Services		333 861	569 454	-	20 423	96 449	237 273	(140 824)	-59%	569 454
Vote 6 - Sustainable Development and City Enterprises		32 063	45 000	-	3 197	14 157	18 750	(4 593)	-24%	45 000
Total Capital Multi-year expenditure	4,7	451 009	682 054	-	32 585	135 334	284 189	(148 855)	-52%	682 054
Single Year expenditure appropriation	2									
Vote 1 - City Manager		555	750	-	5	126	313	(187)	-60%	750
Vote 2 - City Finance		13 442	710	-	29	8 051	296	7 755	2623%	710
Vote 3 - Community Services & Social Equity		13 720	17 619	-	4 076	6 304	7 341	(1 037)	-14%	17 619
Vote 4 - Corporate Services		8 398	3 150	-	583	4 374	1 313	3 062	233%	3 150
Vote 5 - Infrastructure Services		15 100	2 980	-	1 982	3 711	1 242	2 470	199%	2 980
Vote 6 - Sustainable Development and City Enterprises		26 412	1 798	-	9	76	749	(673)	-90%	1 798
Total Capital single-year expenditure	4	77 627	27 006	-	6 684	22 643	11 253	11 390	101%	27 006
Total Capital Expenditure		528 636	709 060	-	39 269	157 977	295 442	(137 465)	-47%	709 060
Capital Expenditure - Standard Classification										
Governance and administration		50 762	39 360	-	1 706	16 521	16 400	121	1%	59 385
Executive and council		9 665	5 750	-	212	3 096	2 396	700	29%	5 800
Budget and treasury office		28 581	27 210	-	912	9 050	11 337	(2 287)	-20%	53 585
Corporate services		12 517	6 400	-	583	4 375	2 667	1 708	64%	-
Community and public safety		68 187	63 824	-	14 317	28 742	25 918	2 823	11%	54 598
Community and social services		17 495	3 446	-	1 779	2 253	1 436	818	57%	2 500
Sport and recreation		45 618	33 350	-	9 369	23 250	13 896	9 354	67%	34 400
Public safety		1 883	8 333	-	317	385	3 472	(3 087)	-89%	8 353
Housing		3 191	17 075	-	2 854	2 854	7 115	(4 261)	-60%	7 725
Health		-	1 620	-	-	-	-	-	-	1 620
Economic and environmental services		166 656	347 746	-	11 422	49 629	144 894	(95 265)	-66%	339 647
Planning and development		48 972	28 325	-	353	11 078	11 802	(724)	-6%	9 590
Road transport		116 686	317 801	-	10 669	38 150	132 417	(94 267)	-71%	330 057
Environmental protection		997	1 620	-	401	401	675	(274)	-41%	-
Trading services		236 720	258 353	-	11 823	62 784	107 647	(44 863)	-42%	254 033
Electricity		136 907	133 000	-	6 170	25 972	55 417	(29 445)	-53%	133 000
Water		53 989	83 133	-	3 703	22 359	34 639	(12 279)	-35%	83 133
Waste water management		33 205	37 500	-	1 686	13 153	15 625	(2 472)	-16%	36 900
Waste management		12 620	4 720	-	265	1 300	1 967	(667)	-34%	1 000
Other		6 311	1 398	-	-	301	582	(281)	-48%	1 398
Total Capital Expenditure - Standard Classification	3	528 636	710 680	-	39 269	157 977	295 442	(137 465)	-47%	709 060
Funded by:										
National Government		224 530	489 060	-	21 238	102 680	203 775	(101 095)	-50%	489 060
Provincial Government		67 121	-	-	4 678	7 009	-	7 009	#DIV/0!	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		291 650	489 060	-	25 916	109 689	203 775	(94 086)	-46%	489 060
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	81 881	100 000	-	2 650	7 722	41 667	(33 944)	-81%	100 000
Internally generated funds		155 105	120 000	-	10 703	40 566	50 000	(9 434)	-19%	120 000
Total Capital Funding		528 636	709 060	-	39 269	157 977	295 442	(137 465)	-47%	709 060

KZN225 Msunduzi - Table C6 Monthly Budget Statement - Financial Position - M05

Description	Ref	2014/15	Budget Year 2015/16			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		96 599	45 578		168 670	45 578
Call investment deposits		753 689	1 086 648		770 807	1 086 648
Consumer debtors		728 136	883 147		1 228 091	883 147
Other debtors		390 671	376 443		(101 603)	376 443
Current portion of long-term receivables		49	43		–	43
Inventory		46 737	741 893		53 644	741 893
Total current assets		2 015 881	3 133 752	–	2 119 610	3 133 752
Non current assets						
Long-term receivables		10 482	9 455		10 252	9 455
Investments		–	–		–	–
Investment property		382 805	356 914		–	356 914
Investments in Associate		–	–		–	–
Property, plant and equipment		7 092 527	6 955 676		7 444 307	6 955 676
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		7 549 526	7 574 856	–	7 454 559	7 574 856
TOTAL ASSETS		9 565 407	10 708 608	–	9 574 169	10 708 608
LIABILITIES						
Current liabilities						
Bank overdraft						–
Borrowing		53 524	61 751		1 245	61 751
Consumer deposits		89 479	92 798		92 338	92 798
Trade and other payables		773 105	1 224 471		619 809	1 224 471
Provisions		7 034	6 084		24 067	6 084
Total current liabilities		923 142	1 385 104	–	737 458	1 385 104
Non current liabilities						
Borrowing		543 401	579 761		581 064	579 761
Provisions		653 749	681 715		653 749	681 715
Total non current liabilities		1 197 150	1 261 476	–	1 234 813	1 261 476
TOTAL LIABILITIES		2 120 292	2 646 580	–	1 972 271	2 646 580
NET ASSETS	2	7 445 115	8 062 028	–	7 601 898	8 062 028
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		7 186 031	7 888 864		7 330 406	7 888 864
Reserves		259 085	173 164		271 492	173 164
TOTAL COMMUNITY WEALTH/EQUITY	2	7 445 115	8 062 028	–	7 601 898	8 062 028

KZN225 Msunduzi - Table C7 Monthly Budget Statement - Cash Flow - M05 November

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									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates, penalties & collection charges		716 603	701 468		80 091	294 801	292 278	2 523	1%	701 468
Service charges		2 227 636	2 349 116		202 965	1 076 224	978 798	97 426	10%	2 349 116
Other revenue		18 478	84 318		44 261	192 413	35 133	157 281	448%	84 318
Government - operating		519 604	440 652		73 449	321 915	183 605	138 310	75%	440 652
Government - capital		356 459	489 060		76 843	225 715	203 775	21 940	11%	489 060
Interest		120 556	64 893		1 621	11 859	27 038	(15 179)	-56%	64 893
Dividends							-	-		-
Payments										
Suppliers and employees		(2 681 727)	(3 360 950)		(296 191)	(1 781 940)	(1 400 396)	381 545	-27%	(3 360 950)
Finance charges		(71 180)	(69 501)		(198)	(12 279)	(28 959)	(16 680)	58%	(69 501)
Transfers and Grants		(11 572)	(5 854)		(20)	(13 498)	(2 439)	11 059	-453%	(5 854)
NET CASH FROM/(USED) OPERATING ACTIVITIES		1 194 858	693 202	-	182 821	315 210	288 834	(26 377)	-9%	693 202
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		(1 249 406)	(589 505)		(39 269)	(157 977)	(245 627)	(87 650)	36%	(589 505)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(1 250 913)	(589 505)	-	(39 269)	(157 977)	(245 627)	(87 650)	36%	(589 505)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans							-	-		-
Borrowing long term/refinancing		100 000	100 000				41 667	(41 667)	-100%	100 000
Increase (decrease) in consumer deposits		4 370	5 250		393	2 305	2 188	117	5%	5 250
Payments										
Repayment of borrowing		(46 261)	(49 850)			(18 666)	(20 771)	(2 105)	10%	(49 850)
NET CASH FROM/(USED) FINANCING ACTIVITIES		58 109	55 400	-	393	(16 361)	23 083	39 444	171%	55 400
NET INCREASE/ (DECREASE) IN CASH HELD										
		2 054	159 097	-	143 945	140 872	66 290			159 097
Cash/cash equivalents at beginning:		827 273	951 511			842 068	951 511			842 068
Cash/cash equivalents at month/year end:		829 327	1 110 608			982 940	1 017 801			1 001 165

1 PART 2 – SUPPORTING DOCUMENTATION

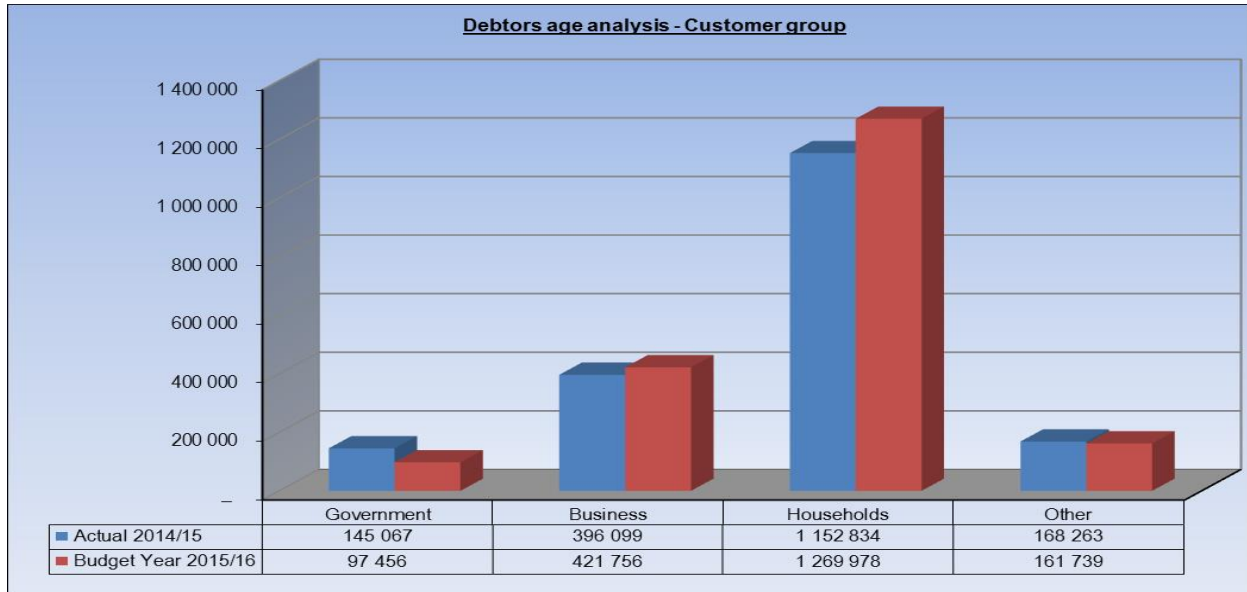
2.1 Debtors Analysis

The table presented below summarises the Debtors Age Analysis as at 30 November 2015.

Table 2.1.1: Debtors Age Analysis by Income Source

KZN225 Msunduzi - Supporting Table SC3 Monthly Budget Statement - aged debtors										M05 November 2015			
Description	NT Code	Budget Year 2015/16								Total	Impairment of Bad debt to Council	>90 days	>90 Day Os %
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr				
R thousands													
Debtors Age Analysis By Revenue Source													
Water	1200	52 554 925	32 261 110	20 457 301	19 516 411	18 824 177	17 838 246	16 438 541	388 370 101	566 260 812	189 489 133	460 987 476	81%
Electricity	1300	164 773 355	76 244 434	9 443 514	7 143 392	5 520 464	3 852 831	3 991 076	75 138 960	346 108 026	36 607 088	95 646 723	28%
Rates	1400	55 870 456	35 747 258	12 322 897	10 591 973	15 723 580	6 469 843	6 361 454	211 409 376	354 496 837	123 418 229	250 556 226	71%
Sewerage / Sanitation	1500	12 036 090	6 609 984	3 165 529	3 050 253	3 244 853	2 854 233	2 846 775	88 690 198	122 497 915	50 033 534	100 686 312	82%
Refuse Removal	1600	6 927 168	3 622 092	1 782 575	1 663 001	1 630 375	1 469 071	1 419 869	47 850 625	66 364 776	28 015 608	54 032 941	81%
Housing (Rental Revenue)	1700	667 087	611 389	583 029	571 357	559 289	488 780	487 939	27 304 640	31 273 510	19 636 778	29 412 005	94%
Interest on arrear Drts	1810	9 321 981	8 830 246	8 371 154	8 213 004	7 939 766	7 472 301	7 902 680	263 603 626	321 654 758	171 344 943	295 131 377	92%
Recoverable unauthorised, irregular or fruitless & wasteful Expenditure	1820	0	0	0	0	0	0	0	0	0	0	0	0%
Other	1900	-11 870 754	15 127 368	-3 744 491	-736 249	1 272 370	1 298 573	10 420 689	130 504 828	142 272 334	74 237 439	142 760 211	100%
Total By Revenue Source	2000	290 280	179 054	52 382	50 013	54 715	41 744	49 869	1 232 872	1 950 929	692 783	1 429 213	
Prior Year	2014/15	280 203	156 369	71 977	53 536	51 472	40 275	38 696	1 169 735	1 862 262	602 904	1 145 727	
Debtors Age Analysis By Customer Category													% Drts
Government	2200	8 755 643	10 922 420	2 967 205	-3 733 259	3 605 115	467 412	10 269 239	64 202 077	97 455 852	44 917 011		5%
Business	2300	151 892 297	72 792 169	10 397 294	16 272 200	13 912 362	5 844 283	6 280 168	144 364 922	421 755 695	76 917 541		22%
Households	2400	121 401 690	88 583 569	35 691 805	34 242 148	32 569 871	31 991 003	30 622 940	894 875 141	1 269 978 167	487 624 984		65%
Other	2500	8 230 678	6 755 723	3 325 204	3 232 053	4 627 526	3 441 180	2 696 676	129 430 214	161 739 254	83 323 216		8%
Total By Customer Category	2600	290 280	179 054	52 382	50 013	54 715	41 744	49 869	1 232 872	1 950 929	692 783		
Notes	%	14.88	9.18	2.68	2.56	2.80	2.14	2.56	63.19				

Chart 1: Debtors Age Analysis By Customer Group

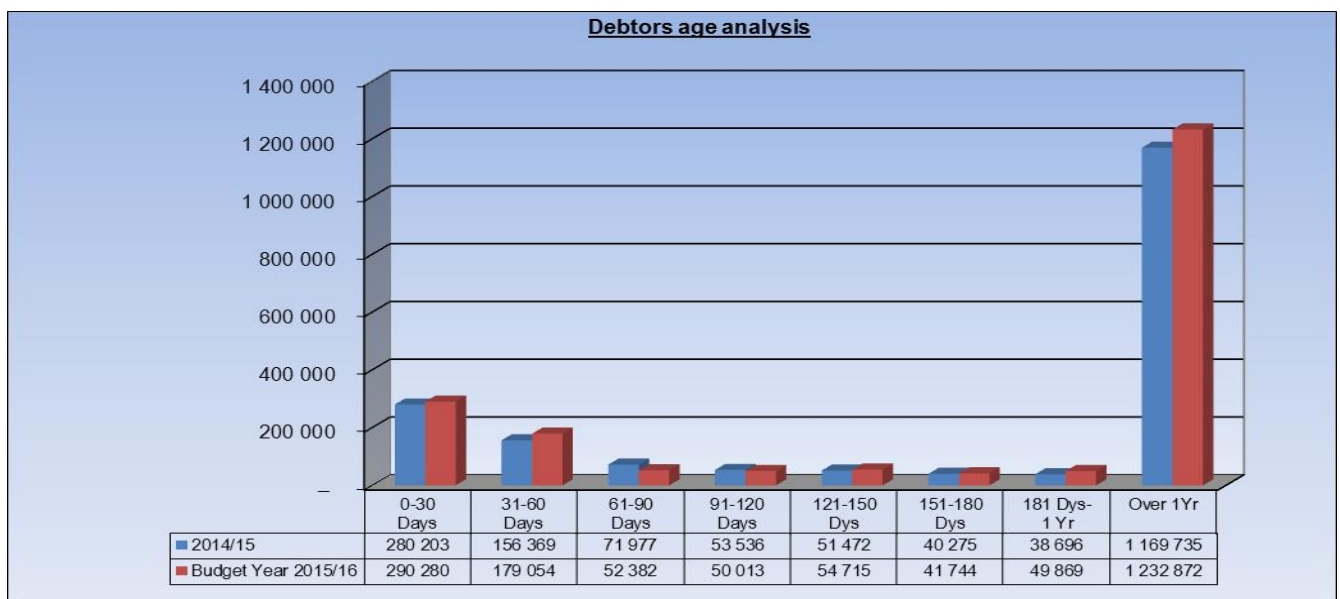


The information presented in the chart above reflects a slight increase in the outstanding debtor's balances as at 30 November 2015 of R 47.4 million when compared to the prior month balance bringing the total outstanding debtors balance to R 1, 95 billion.

Total debt owed to the municipality ranked from highest to lowest for current budget year reflects that households owe 65% of the total municipal debt as detailed below:

- ✓ Households 65%
- ✓ Commercial 22%
- ✓ Other 8%
- ✓ Organs of State 5%

Chart 2: Year on Year Debtors Age Analysis



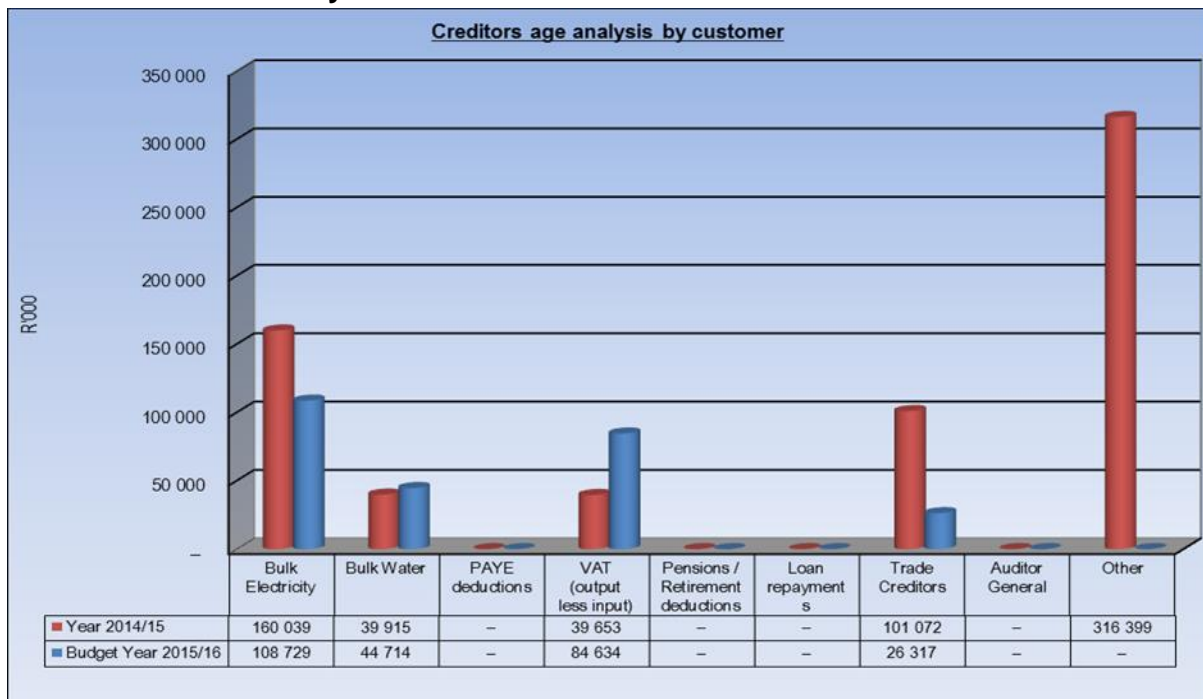
2.2 Creditors Analysis

Table SC 4 below presents the aged creditors as at 30 November 2015

KZN225 Msunduzi - Supporting Table SC4 Monthly Budget Statement - aged creditors										M05 November 2015	
Description	NT Code	Budget Year 2015/16								Total	Year 2014/15
		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		
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	108 729	-	-	-	-	-	-	-	108 729	160 039
Bulk Water	0200	44 714	-	-	-	-	-	-	-	44 714	39 915
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	84 634	-	-	-	-	-	-	-	84 634	39 653
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	21 259	1 067	461	106	132	3 291	-	-	26 317	101 072
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	316 399
Total By Customer Type	2600	259 336	1 067	461	106	132	3 291	-	-	264 394	657 078

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

Chart 3: Creditors Analysis



2.3 Investment Portfolio Analysis

The following information presents the short term investments balances broken down per investment type as at 30 November 2015.

KZN225 Msunduzi - Supporting Table SC5 Monthly Budget Statement - investment portfolio							M05 November 2015		
Investments by maturity	Ref	Period of	Type of	Expiry date of	Accrued interest	Yield for the	Market value at	Change in	Market value at
Name of institution & investment ID		Investment	Investment	investment	for the month	month 1	beginning of	market value	end of the month
R thousands		Yrs/Months				(%)	the month		
Municipality									
Fixed - ABSA - Call		Call	Call	on call					26 019
Fixed - ABSA - 12 months (WCA)		12 months							7 935
Fixed - ABSA - Various		Various							200 000
Fixed - FNB - Various		Various							380 153
Fixed - Investec - 3 months		various							151 936
Municipality sub-total					-		-	-	766 043

The total consolidated investment balances as at 30 November 2015 was R 766.0 million.

2.4 Allocation and Grant receipts and Expenditure

Grant Receipts: The total operational and capital grant receipts for the year is R 929.7 million which is inclusive of the equitable share of R 395.7 million and Capital allocation of R 489.0 million.

KZN225 Msunduzi - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts							M05 November 2015		
Description	Ref	2014/15	Budget Year 2015/16						
		Audited Outcome	Original Budget	Adjusted Budget	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	-	334 462	169 978	164 484	96.8%	407 948
Local Government Equitable Share		373 541	395 786		330 039	164 911	165 128	100.1%	395 786
Finance Management		1 600	1 600		1 600	667	933	140.0%	1 600
Municipal Systems Improvement		-	930		-	388	(388)	-100.0%	930
EPWP Incentive		2 784	4 032		2 823	1 680	1 143	68.0%	4 032
Energy Efficiency and Demand Management		-	-		-	-	-	-	-
Water Services Operating Subsidy	3	-	-		-	-	-	-	-
Public Transport and Systems		109 480	-		-	-	-	-	-
Operating costs-MIG		-	5 000		-	2 083	(2 083)	-100.0%	5 000
Neighbourhood Development Partnership Technical ass		-	600		-	250	(250)	-100.0%	600
Other transfers and grants [insert description]		-	-		-	-	-	-	-
Provincial Government:		41 449	32 704	-	14 274	13 627	647	4.7%	32 704
Expanded Public Works Grant	3	-	-		-	-	-	-	-
Health		-	-		-	-	-	-	-
Human Settlements		10 148	8 715		14 274	3 631	10 642	293.1%	8 715
Arts and Culture - Subsidies		-	380		-	158	(158)	-100.0%	380
Arts and Culture - Comm Library		-	552		-	230	(230)	-100.0%	552
Arts and Culture - Prov incilisation		-	23 057		-	9 607	(9 607)	-100.0%	23 057
Sanitation Bucket eradication		-	-		-	-	-	-	-
GEDI		31 298	-		-	-	-	-	-
Total Operating Transfers and Grants	5	528 854	440 652	-	348 736	183 605	165 131	89.9%	440 652
Capital Transfers and Grants									
National Government:		316 544	489 060	-	288 003	203 775	84 228	41.3%	489 060
Municipal Infrastructure Grant (MIG)		163 157	187 456		145 370	78 107	67 263	86.1%	187 456
Public Transport and Systems		-	213 271		65 000	88 863	(23 863)	-26.9%	213 271
Neighbourhood Development Partnership		20 195	20 000		-	8 333	(8 333)	-100.0%	20 000
Dept of Mineral/Electricity		-	-		-	-	-	-	-
Intergrated National Electrification Programme		95 989	10 000		9 386	4 167	5 219	125.3%	10 000
Municipal Water infrastructure Grant		11 389	58 333		43 750	24 305	19 445	80.0%	58 333
MSIG		1 226	-		930	-	930	#DIV/0!	-
Library		24 586	-		23 567	-	23 567	#DIV/0!	-
Other capital transfers [insert description]		-	-		-	-	-	-	-
Provincial Government:		19 870	-	-	456	-	456	0.0%	-
Airport Development Project		-	-		76	-	76	#DIV/0!	-
Sport and Recreation		140	-		-	-	-	0.0%	-
Publicity House Renovation		1 977	-		-	-	-	-	-
Housing Accreditation		-	-		-	-	-	-	-
COGTA - URBAN RENEWAL		-	-		-	-	-	0.0%	-
COGTA - SANITATION BUCKET ERADICATION		4	-		-	-	-	-	-
COGTA - MASSIFICATION		4 375	-		-	-	-	-	-
COGTA		5 810	-		-	-	-	0.0%	-
Operation Dlusumlando-Agriculture		500	-		-	-	-	-	-
Art and Culture		988	-		380	-	380	#DIV/0!	-
Market		6 077	-		-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-
Other grant providers:		37	-	-	-	-	-	-	-
Youth Advisory Council		35	-		-	-	-	-	-
COMMUNITY COMMUNICATION INITIATIVE		1	-		-	-	-	-	-
Q Dot Pharma For Ward 3,4,6		-	-		-	-	-	-	-
Total Capital Transfers and Grants	5	336 450	489 060	-	288 459	203 775	84 684	41.6%	489 060
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	865 304	929 712	-	637 195	387 380	249 815	64.5%	929 712

Capital and Operating grants: While the full year grant expenditure budget is R 929.7 million, the actual YTD grant expenditure incurred amounted to R 129.0 million resulting in underperformance of 67% of the YTD capital grants budget.

KZN225 Msunduzi - Supporting Table SC7 Monthly Budget Statement - transfers and grant expenditure									M05 November 2015
Description	Ref	2014/15	Budget Year 2015/16						
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:		487 405	407 948	-	4 390	169 978	(165 589)	-97.4%	407 948
Local Government Equitable Share		373 541	395 786		-	164 911	(164 911)	-100.0%	395 786
Finance Management		1 600	1 600		396	667	(271)	-40.6%	1 600
Municipal Systems Improvement		-	930		-	388	(388)	-100.0%	930
EPWP Incentive		2 784	4 032		3 994	1 680	2 314	137.7%	4 032
Public Transport and Systems		109 480	-		-	-	-	-	-
Operating costs-MIG		-	5 000		-	2 083	(2 083)	-100.0%	5 000
Neighbourhood Development Partnership Technical ass		-	600		-	250	(250)	-100.0%	600
Other transfers and grants [insert description]		-	-		-	-	-	-	-
Provincial Government:		41 449	32 704	-	6 614	13 627	(7 012)	-51.5%	32 704
Expanded Public Works Grant		3	-		-	-	-	-	-
Human Settlements		10 148	8 715		6 614	3 631	2 983	82.2%	8 715
Arts and Culture - Subsidies		-	380		-	158	(158)	-100.0%	380
Arts and Culture - Comm Library		-	552		-	230	(230)	-100.0%	552
Arts and Culture - Provincialisiation		-	23 057		-	9 607	(9 607)	-100.0%	23 057
GEDl		31 298	-		-	-	-	-	-
Total operating expenditure of Transfers and Grants:		528 854	440 652	-	11 004	183 605	(172 601)	-94.0%	440 652
Capital expenditure of Transfers and Grants									
National Government:		316 544	489 060	-	115 447	203 775	(88 328)	-43.3%	489 060
Municipal Infrastructure Grant (MIG)		163 157	187 456		75 611	78 107	(2 495)	-3.2%	187 456
Public Transport and Systems		-	213 271		12 482	88 863	(76 381)	-86.0%	213 271
Neighbourhood Development Partnership		20 195	20 000		-	8 333	(8 333)	-100.0%	20 000
Intergrated National Electrification Programme		95 989	10 000		13 887	4 167	9 720	233.3%	10 000
Municipal Water infrastructure Grant		11 389	58 333		9 938	24 305	(14 367)	-59.1%	58 333
MSIG		1 226	-		271	-	271	0.0%	-
Library		24 586	-		3 258	-	3 258	#DIV/0!	-
Provincial Government:		19 870	-	-	2 605	-	2 605	0.0%	-
Airport Development Project		-	-		-	-	-	-	-
Sport and Recreation		140	-		-	-	-	0.0%	-
Publicity House Renovation		1 977	-		26	-	26	0.0%	-
COGTA - Art Gallery		-	-		139	-	139	0.0%	-
COGTA - SANITATION BUCKET ERADICATION		4	-		-	-	-	-	-
COGTA - MASSIFICATION		4 375	-		-	-	-	-	-
COGTA - Market		5 810	-		251	-	251	0.0%	-
Operation Dlusumlando-Agriculture		500	-		2 190	-	2 190	0.0%	-
Art and Culture		988	-		-	-	-	-	-
Market		6 077	-		-	-	-	-	-
Other grant providers:		37	-	-	-	-	-	-	-
Youth Advisory Council		35	-		-	-	-	-	-
COMMUNITY COMMUNICATION INITIATIVE		1	-		-	-	-	-	-
Total capital expenditure of Transfers and Grants		336 450	489 060	-	118 053	203 775	(85 722)	-42.1%	489 060
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		865 304	929 712	-	129 057	387 380	(258 323)	-66.7%	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		2 143	10 702	12 301	(1 599)	-13%	29 522
Pension and UIF Contributions		253	3 496		248	1 327	1 457	(130)	-9%	3 496
Medical Aid Contributions		2 287	1 296		104	526	540	(14)	-3%	1 296
Motor Vehicle Allowance		528	6 333		557	2 789	2 639	151	6%	6 333
Cellphone Allowance		133	1 565		132	661	652	9	1%	1 565
Housing Allowances		10	137		6	38	57	(19)	-33%	137
Other benefits and allowances		58	-		0	1	-	1	#DIV/0!	-
Sub Total - Councillors		34 657	42 350	-	3 191	16 044	17 646	(1 601)	-9%	42 350
% increase	4		22.2%							22.2%
Senior Managers of the Municipality										
Basic Salaries and Wages	3	5 651	6 744	-	410	2 385	2 810	(425)	-15%	6 744
Pension and UIF Contributions		798	870	-	60	318	363	(44)	-12%	870
Medical Aid Contributions		-	20	-	5	21	8	12	143%	20
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		210	360	-	-	11	150	(139)	-93%	360
Motor Vehicle Allowance		762	756	-	64	318	315	4	1%	756
Cellphone Allowance		-	90	-	8	39	38	2	4%	90
Housing Allowances		98	64	-	-	41	27	15	56%	64
Other benefits and allowances		38	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		7 558	8 904	-	546	3 134	3 710	(576)	-16%	8 904
% increase	4		17.8%							17.8%
Other Municipal Staff										
Basic Salaries and Wages		504 910	741 800	-	44 566	226 515	309 083	(82 569)	-27%	741 800
Pension and UIF Contributions		112 428	16 945	-	9 605	49 388	7 060	42 328	600%	16 945
Medical Aid Contributions		40 020	110 158	-	337	13 867	45 899	(32 033)	-70%	110 158
Overtime		38 448	32 271	-	2 266	16 145	13 446	2 699	20%	32 271
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		12 324	52 435	-	1 182	5 697	21 848	(16 150)	-74%	52 435
Cellphone Allowance		2 340	-	-	224	1 086	-	1 086	#DIV/0!	-
Housing Allowances		3 108	9 351	-	353	1 496	3 896	(2 400)	-62%	9 351
Other benefits and allowances		96 672	-	-	7 359	64 672	-	64 672	#DIV/0!	-
Payments in lieu of leave		2 280	-	-	1 054	2 259	-	2 259	#DIV/0!	-
Long service awards		12 444	3 461	-	1 010	3 042	1 442	1 600	111%	3 461
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		824 974	966 420	-	67 957	384 168	402 675	(18 507)	-5%	966 420
% increase	4		17.1%							17.1%
Total Parent Municipality		867 189	1 017 674	-	71 693	403 346	424 031	(20 685)	-5%	1 017 674
			17.4%							17.4%
Senior Managers of Entities										
Basic Salaries and Wages		329	333	-	30	150	171	(21)	-12%	333
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		12	14	-	1	5	6	(1)	-9%	14
Overtime		18	-	-	2	8	8	-	-	-
Performance Bonus		6	6	-	0	2	2	-	-	6
Motor Vehicle Allowance		-	18	-	-	-	-	-	-	18
Cellphone Allowance		4	4	-	-	-	-	-	-	4
Housing Allowances		-	-	-	-	6	3	4	140%	-
Sub Total - Senior Managers of Entities		369	374	-	33	170	188	(18)	-9%	374
% increase	4		1.3%							1.3%
Other Staff of Entities										
Basic Salaries and Wages		2 259	2 080	-	169	863	1 145	(282)	-25%	2 080
Pension and UIF Contributions		154	171	-	13	68	81	(13)	-16%	171
Medical Aid Contributions		389	469	-	27	136	222	(86)	-39%	469
Overtime		416	373	-	5	26	30	(5)	-15%	373
Performance Bonus		22	24	-	1	6	6	-	-	24
Motor Vehicle Allowance		56	54	-	-	-	-	-	-	54
Cellphone Allowance		11	11	-	33	169	190	(22)	-11%	11
Housing Allowances		-	-	-	-	25	10	15	140%	-
Other benefits and allowances		219	245	-	30	136	123	13	11%	245
Sub Total - Other Staff of Entities		3 526	3 427	-	277	1 427	1 808	(380)	-21%	3 427
% increase	4		-2.8%							-2.8%
Total Municipal Entities		3 895	3 801	-	310	1 598	1 995	(398)	-20%	3 801
TOTAL SALARY, ALLOWANCES & BENEFITS		871 084	1 021 475	-	72 003	404 944	426 026	(21 082)	-5%	1 021 475
% increase	4		17.3%							17.3%
TOTAL MANAGERS AND STAFF		836 427	979 125	-	68 813	388 899	408 381	(19 481)	-5%	979 125

Councillor Allowances

The expenditure on councillor allowances as at 30 November 2015 was under spent by 9%. The year to date budget for Remuneration of Councillor's is R 17.6 million while the actual expenditure incurred was R 16.1 million resulting in 91% YTD expenditure performance.

Employee Benefits

The total salaries expenditure for 30 November 2015 was R 399.7 million, against the budget of R 400.2 million, resulting in a slight 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 30 November 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														M05 November 2015		
Description	Ref	Budget Year 2015/16												Medium Term Revenue and Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome			
Cash Receipts By Source																
Property rates		54 136	51 550	50 506	53 308	76 797	51 515	46 064	49 401	61 469	49 683	56 548	68 305	668 801	706 022	741 323
Property rates - penalties & collection charges		1 198	1 407	957	1 646	3 294	-	1 878	3 252	2 988	3 242	3 691	2 796	32 666	34 430	36 289
Service charges - electricity revenue		155 985	169 554	187 831	166 499	154 031	129 384	135 408	134 736	138 548	121 054	137 783	194 702	1 751 944	1 923 703	2 154 547
Service charges - water revenue		32 607	29 258	33 019	34 690	32 067	32 058	30 145	37 580	36 714	31 674	36 051	44 981	405 277	414 729	435 465
Service charges - sanitation revenue		10 881	8 749	10 474	10 307	10 879	9 940	7 917	10 564	9 941	8 675	9 874	12 205	114 680	120 204	126 695
Service charges - refuse		6 192	4 996	6 092	6 127	5 988	6 217	6 658	5 443	6 880	5 736	6 529	7 649	77 215	80 862	85 229
Rental of facilities and equipment		1 480	1 097	1 125	1 361	998	2 259	2 423	2 142	2 967	2 448	2 773	5 065	33 063	32 234	33 974
Interest earned - external investments		2 684	1 909	913	867	903	2 173	2 456	2 456	2 461	2 165	5 094	4 000	32 289	34 033	35 871
Interest earned - outstanding debtors		838	1 107	910	910	698	4 645	1 783	5 982	1 658	2 312	2 312	2 477	32 549	34 510	36 374
Fines		1 134	1 121	1 050	963	1 101	913	830	605	627	608	776	838	9 094	8 505	8 964
Licences and permits		7	7	8	9	6	2	6	2	9	11	10	5	87	92	97
Agency services		0	0	0	-	-	-	29	143	57	86	-	60	632	668	704
Transfer receipts - operating		197 440	10 800	3 705	36 520	73 449	-	-	735	183 264	-	149	-	440 652	463 799	502 985
Other revenue		27 939	23 190	46 154	41 902	41 764	4 886	3 838	1 801	2 444	1 641	626	2 781	41 442	42 502	44 798
Cash Receipts by Source		492 520	304 746	342 741	355 109	401 975	243 992	239 434	254 842	450 027	229 335	262 215	345 864	3 640 390	3 896 292	4 243 314
Other Cash Flows by Source																
Transfer receipts - capital		87 408	20 445	7 232	33 787	76 843	19 177	73 563	17 324	110 550	-	-	-	489 060	466 372	480 820
Borrowing long term/refinancing		-	-	-	-	-	-	100 000	-	-	-	-	-	100 000	50 000	-
Increase in consumer deposits		552	417	156	787	393	165	108	254	126	336	186	467	5 250	6 150	5 250
Total Cash Receipts by Source		580 481	325 608	350 129	389 683	479 211	263 334	413 104	272 420	560 703	229 670	262 401	346 331	4 234 700	4 418 814	4 729 384

KZN225 Msunduzi - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts														M05 November 2015		
Description	Ref	Budget Year 2015/16												Medium Term Revenue and Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome			
Cash Payments by Type																
Employee related costs		70 097	69 777	82 066	114 438	75 102	74 854	76 038	76 762	75 796	78 667	77 887	77 738	956 536	1 009 506	1 073 538
Remuneration of councillors		3 213	3 263	3 212	3 208	3 213	3 312	3 312	3 312	5 255	3 537	3 537	3 454	42 350	45 659	48 124
Interest paid		118	40	11 714	205	197	21 326	769	-	435	443	481	26 122	69 489	68 312	61 719
Bulk purchases - Electricity		160 039	194 248	177 735	111 831	113 431	91 940	77 218	94 813	85 806	90 204	86 192	92 547	1 270 801	1 397 881	1 537 670
Bulk purchases - Water & Sewer		40 030	45 376	46 460	43 918	45 367	38 545	39 597	38 662	37 559	40 616	39 226	41 518	466 010	509 352	556 286
Other materials		-	-	-	14 804	11 650	560	576	562	546	590	570	603	6 773	9 269	9 770
Contracted services		-	-	-	12 956	14 882	1 661	1 634	1 463	1 697	1 555	1 709	1 483	18 556	19 483	20 535
Grants and subsidies paid - other		1 438	20	20	12 000	20	24	1 415	24	24	1 415	24	26	5 854	6 599	6 999
General expenses		138 681	58 702	60 150	26 683	32 171	80 593	24 832	22 102	173 625	22 791	28 254	25 802	586 817	713 254	813 675
Cash Payments by Type		413 617	371 425	381 358	340 042	296 032	312 815	225 390	237 699	380 741	239 820	237 880	269 293	3 423 186	3 779 317	4 128 316
Other Cash Flows/Payments by Type																
Capital assets		9 089	23 544	39 949	46 126	39 269	22 571	59 870	20 650	21 306	70 560	67 043	193 753	589 505	555 584	537 677
Repayment of borrowing		23	24	18 571	24	24	11 776	33	33	33	22 566	33	6 059	49 850	53 628	53 757
Other Cash Flows/Payments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Payments by Type		422 730	394 993	439 878	386 192	335 325	347 162	285 293	258 382	402 080	332 946	304 957	469 106	4 062 541	4 388 529	4 719 749
NET INCREASE/(DECREASE) IN CASH HELD		157 751	(69 386)	(89 749)	3 491	143 886	(83 828)	127 811	14 038	158 623	(103 276)	(42 556)	(122 775)	172 159	30 286	9 635
Cash/cash equivalents at the month/year beginning:		842 068	999 819	930 434	840 684	844 175	988 061	904 233	1 032 045	1 046 083	1 204 706	1 101 430	1 058 875	842 068	1 014 227	1 044 513
Cash/cash equivalents at the month/year end:		999 819	930 434	840 684	844 175	988 061	904 233	1 032 045	1 046 083	1 204 706	1 101 430	1 058 875	936 100	1 014 227	1 044 513	1 054 148

2.6.2 Material Variances: Financial Indicators

KZN225 Msunduzi - Supporting Table SC1 Material variance explanations			M05 November 2015	
Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Agency services	-24%	This is based on the customer usage for fire services to the District municipality	
	Other revenue	-4%		
	Rental of facilities and equipment	-54%	This is a user driven resource	
	Licences and permits	1%		
	Interest earned - external investments	16%	This is would smooth out during the year	
	Transfers recognised - operational	80%	This is would smooth out during the year	
	Interest earned - outstanding debtors	-12%	This is would smooth out during the year	
2	Expenditure By Type			
	Debt impairment	100%	This is an annualised year end entry	
	Other materials	36%	This is a seasonal category and will smooth out during the year	
	Contracted services	-395%	This over-performance would smooth out during the year	
	Transfers and grants	-3793%	These are quarterly payments, the over-performance would smooth out during the year	
	Finance charges	58%	This under-performance would smooth out during the	
	Bulk purchases	-13%	This is would smooth out during the year	
	Depreciation & asset impairment	4%		
	Other expenditure	20%	This is would smooth out during the year	

2.7 Parent Municipality Financial Performance

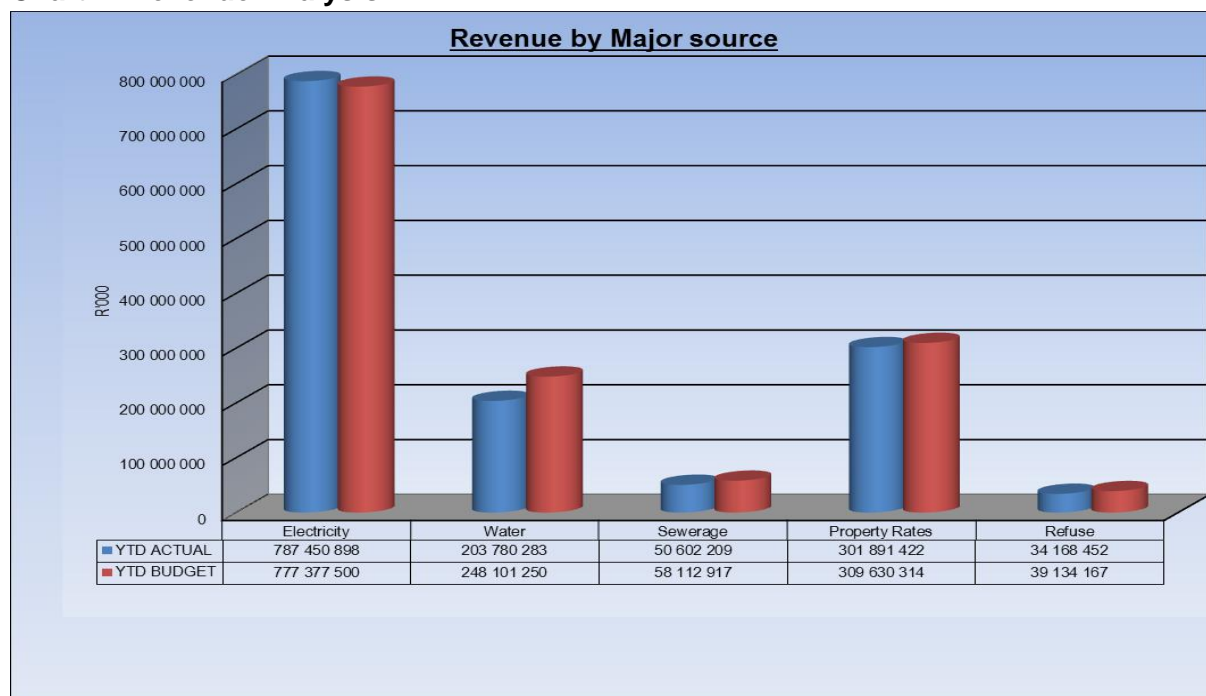
REVENUE ANALYSIS

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 year to date 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 4: Revenue Analysis



Service Charges – Electricity Revenue: This is a major revenue source of the Municipality contributing 44% to the actual Year operating revenue basket. The year to date revenue earned from electricity service charges over performed by (R10.8 million) when compared to the Year Budget.

Property Rates is the second largest contributor to the operating revenue basket making up 17% of the total operating revenue. When comparing YTD Actual revenue earned to YTD Budget, there is a 3% under performance existed as at 30 November 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 11% of YTD actual revenue, this an overperformance against the budget causing a 3% variance when comparing YTD actual to YTD Budget.

Service Charges - sanitation revenue: reflects a 10% under performance when comparing the YTD actual revenue to the YTD budget.

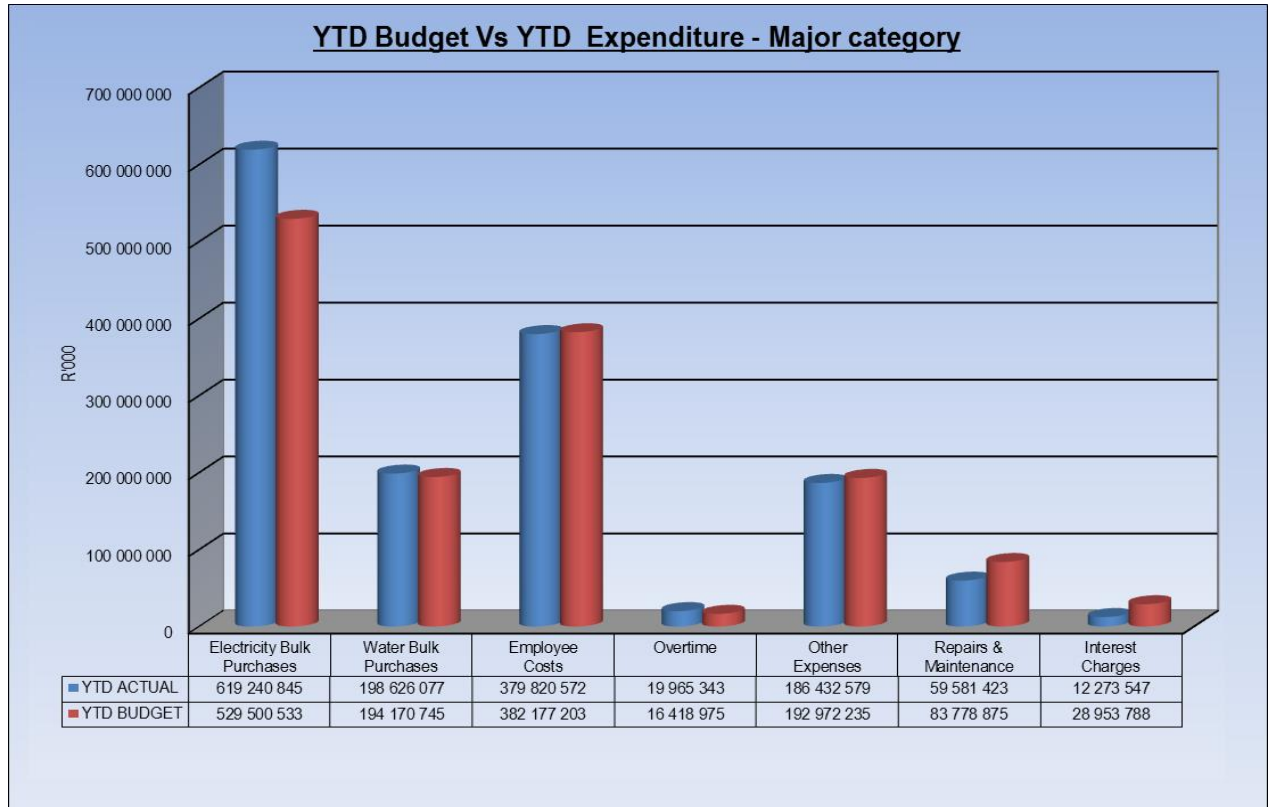
Service Charges - refuse revenue reflects an under performance of 10% when comparing the YTD actual revenue to the YTD budget.

Interest earned – outstanding debtors and other revenue contributed 4.0% to the total operating revenue received as at 30 November 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 5: Expenditure by source



Bulk Purchases: The YTD expenditure budget for Bulk Purchases was R 817.8 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	R 619 240	76%
✓ Bulk Purchases- Water	R 198 626	24%
Total	<u>R 817 866</u>	<u>100%</u>

Employee Related Costs: There is a slight over 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 151.5 million while the actual costs incurred was R 121.0 million resulting in under performance against the budget of R 30.4 million. The

table below provides a detailed listing of the top 20 cash drainers during the month of November 2015.

Table 3: Top 20 Cash Drainers – November 2015

No:	Description	YTD Actual	November - 2015	
			Annual Budget	YTD % of Annual budget
1	Pension Payable	6 570 560	3 859 287	170.3%
2	Subscriptions For Cities Network	1 650 000	1 650 000	100.0%
3	Contracted Services	14 830 424	18 055 560	82.1%
4	Marketing & Promotion	14 468 165	21 491 911	67.3%
5	Printing And Stationery	3 318 938	5 185 127	64.0%
6	Uniforms	2 805 086	4 597 246	61.0%
7	Postage And Stamps	1 841 655	3 340 944	55.1%
8	IDP Expenses	2 127 658	4 000 400	53.2%
9	Interview Costs	10 474	20 000	52.4%
10	Motor Vehicle Licences	1 102 771	2 114 668	52.1%
11	Ward Committee Costs	2 148 688	4 172 413	51.5%
12	Bank Charges	2 467 272	4 992 879	49.4%
13	Telephones	3 483 312	7 252 891	48.0%
14	Stores & Materials	1 803 185	4 320 319	41.7%
15	Petrol & Lubricants	10 653 781	27 067 141	39.4%
16	Hire Charges	6 457 732	18 520 752	34.9%
17	Entertainment	114 294	332 725	34.4%
18	Plant Hire	1 038 046	3 553 510	29.2%
19	External Services	18 032 820	64 437 186	28.0%
20	Audit Fees	1 431 084	5 414 822	26.4%

Depreciation & Asset Impairment: The full year depreciation & asset impairment figure is R 485.8 million. The actual YTD is R 194.3 million whilst the YTD budget is R 202.4 million.

Finance Charges: YTD budgeted figure for finance charges for the year was R 28.9 million and the Actual figure was R 12.2 million pointing to a positive variance in this line item.

Contracted Services: YTD Budget for contracted services was R 7.8 million, whilst the actual YTD is R 38.9 million, resulting in a negative variance in this line item.

Remuneration of councillors: the YTD budget was R 17.6 million and the actual expenditure incurred was R 16.1 million.

2.8 Municipal Entity Financial Performance

Safe City Msunduzi (PTY)Ltd - Table F1 Monthly Budget Statement Summary - M05 November

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	-	19	120	23	0	411%	56
Transfers recognised - operational	-	-	-	-	-	-	-	-	-
Other own revenue	4 534	12 474	-	-	2 838	2 836	0	0%	12 474
Total Revenue (excluding capital transfers and contributions)	4 588	12 530	-	19	2 957	2 859	98	0	12 530
Employee costs	3 735	4 799	-	310	1 598	2 000	(402)	(0)	4 799
Remuneration of Board Members	-	-	-	-	-	-	-	-	-
Depreciation and asset impairment	501	1 553	-	129	647	647	-	-	1 553
Finance charges	11	12	-	1	5	5	1	0	12
Materials and bulk purchases	212	279	-	3	9	116	(107)	(0)	279
Transfers and grants	-	-	-	-	-	-	-	-	-
Other expenditure	578	8 029	-	63	3 630	3 345	284	0	8 029
Total Expenditure	5 037	14 672	-	507	5 889	6 113	(224)	(0)	14 672
Surplus/(Deficit)	(449)	(2 142)	-	(488)	(2 932)	(3 254)	323	(0)	(2 142)
Transfers recognised - capital	-	-	-	-	-	-	-	-	-
Contributions recognised - capital & contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(449)	(2 142)	-	(488)	(2 932)	(3 254)	323	(0)	(2 142)
Taxation	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(449)	(2 142)	-	(488)	(2 932)	(3 254)	323	(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	-	-	4 965	-	-	-	453
Total non current assets	684	6 778	-	-	684	-	-	-	6 778
Total current liabilities	7 770	6 982	-	-	4 090	-	-	-	6 982
Total non current liabilities	-	-	-	-	-	-	-	-	-
Community wealth/Equity	1 136	0	-	-	1 560	-	-	-	0
Cash flows									
Net cash from (used) operating	7 852	(589)	-	(358)	(2 285)	(2 606)	322	(0)	(589)
Net cash from (used) investing	(313)	-	-	15	-	-	-	-	-
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	8 209	80	669	(343)	(2 285)	(2 606)	322	(0)	80
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	-	-	-	-	-	-	-	-	-

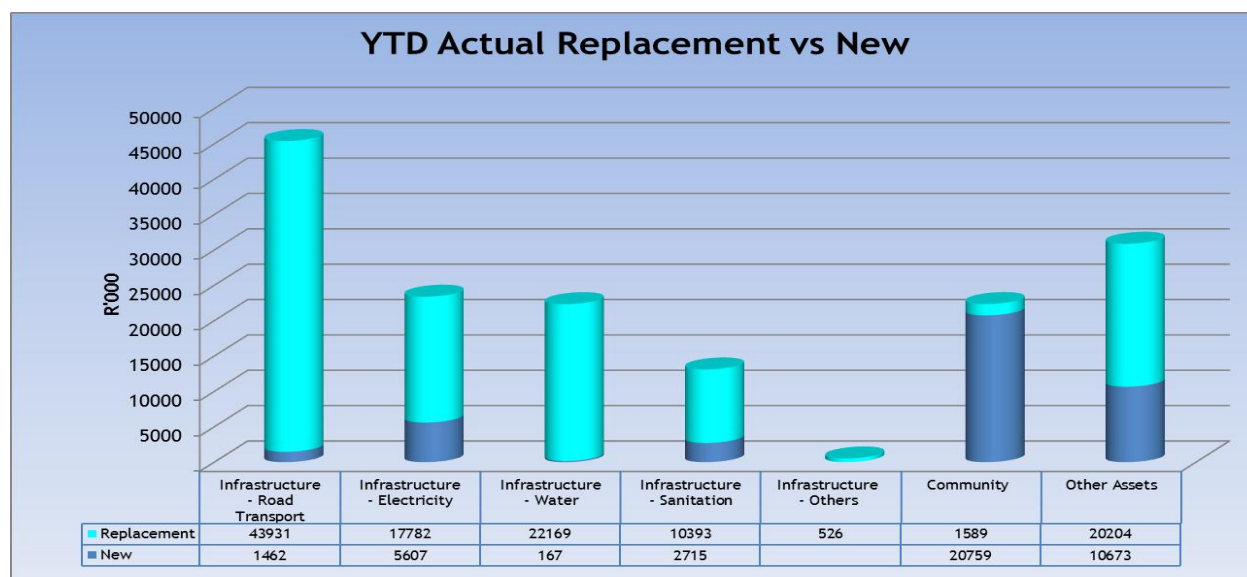
2.9 Capital Programme Performance

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 Monthly Budget Statement - capital expenditure trend M05 November 2015									
Month	2014/15	Budget Year 2015/16							
	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	1 459	19 856	-	9 089	9 089	19 856	10 767	54.2%	1%
August	15 964	60 407	-	23 544	32 633	80 263	47 630	59.3%	5%
September	29 556	58 688	-	39 949	72 583	138 951	66 369	47.8%	10%
October	55 143	55 535	-	46 126	118 709	194 487	75 778	39.0%	17%
November	28 042	66 844	-	39 269	157 977	261 331	103 354	39.5%	22%
December	36 204	92 393	-	-	-	353 723	-		
January	59 425	12 874	-	-	-	366 597	-		
February	62 127	69 412	-	-	-	436 009	-		
March	51 888	62 204	-	-	-	498 213	-		
April	42 741	70 535	-	-	-	568 749	-		
May	40 445	73 060	-	-	-	641 809	-		
June	105 643	67 251	-	-	-	709 060	-		
Total Capital expenditure	528 635	709 060	-	157 977					

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 as at the month of November 2015.

Chart 6: YTD New vs. Replacement Capex



The Total Capital Expenditure amounted to R 157.9 million, R 41.3 million (26%) was new assets and R 116.5 million (74%) was Replacement assets.

KZN225 Msunduzi - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M05										
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	-	2 623	9 951	19 198	9 247	48.2%	46 075
Infrastructure - Road transport		-	2 230	-	396	1 462	929	(533)	-57.4%	2 230
<i>Roads, Pavements & Bridges</i>		-	2 230	-	396	1 462	929	(533)	-57.4%	2 230
Infrastructure - Electricity		25 692	18 000	-	1 299	5 607	7 500	1 893	25.2%	18 000
<i>Generation</i>		25 692	10 000	-	1 299	5 607	4 167	(1 440)	-34.6%	10 000
<i>Street Lighting</i>		-	8 000	-	-	-	3 333	3 333	100.0%	8 000
Infrastructure - Water		1 660	25 445	-	167	167	10 602	10 435	98.4%	25 445
<i>Reticulation</i>		1 660	25 445	-	167	167	10 602	10 435	98.4%	25 445
Infrastructure - Sanitation		41 674	-	-	761	2 715	-	(2 715)	0.0%	-
<i>Reticulation</i>		14 953	-	-	-	-	-	-	-	-
<i>Sewerage purification</i>		26 721	-	-	761	2 715	-	(2 715)	0.0%	-
Infrastructure - Other		30	400	-	-	-	167	167	100.0%	400
<i>Waste Management</i>		30	400	-	-	-	167	167	100.0%	400
Community		27 505	10 288	-	7 876	20 759	4 286	(16 473)	-384.3%	10 288
Parks & gardens		243	-	-	89	89	-	(89)	0.0%	-
Sportsfields & stadia		-	-	-	5 187	18 071	-	(18 071)	0.0%	-
Swimming pools		-	3 200	-	2 599	2 599	1 333	(1 266)	-94.9%	3 200
Fire, safety & emergency		-	618	-	-	-	257	257	100.0%	618
Security and policing		-	1 200	-	-	-	500	500	100.0%	1 200
Museums & Art Galleries		94	-	-	-	-	-	-	-	-
Cemeteries		-	2 000	-	-	-	833	833	100.0%	2 000
Social rental housing		-	-	-	-	-	-	-	-	-
Other		27 168	3 270	-	-	-	1 363	1 363	100.0%	3 270
Heritage assets		-	5 350	-	-	-	2 229	2 229	100.0%	5 350
Buildings		-	5 350	-	-	-	2 229	2 229	100.0%	5 350
Other assets		39 968	10 712	-	5 746	10 673	4 463	(6 209)	-139.1%	10 712
General vehicles		2 343	-	-	1 006	1 602	-	(1 602)	0.0%	-
Specialised vehicles		-	3 500	-	-	-	1 458	1 458	100.0%	3 500
Plant & equipment		28 413	3 347	-	2 012	3 124	1 395	(1 729)	-124.0%	3 347
Computers - hardware/equipment		573	2 995	-	97	1 491	1 248	(243)	-19.5%	2 995
Furniture and other office equipment		7 964	600	-	762	1 798	250	(1 548)	-619.1%	600
Markets		-	-	-	1 799	2 582	-	(2 582)	0.0%	-
Other		676	270	-	70	76	113	37	32.5%	270
Intangibles		10 062	-	-	-	-	-	-	-	-
Computers - software & programming		586	-	-	-	-	-	-	-	-
Other		9 476	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	1	146 592	72 424	-	16 244	41 383	30 177	(11 206)	-37.1%	72 424
Specialised vehicles		-	3 500	-	-	-	1 458	1 458	0	3 500
Fire		-	3 500	-	-	-	1 458	1 458	0	3 500
Ambulances		-	-	-	-	-	-	-	-	-

KZN225 Msunduzi - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M05
November

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 renewal of existing assets by Asset Class/Sub-class										
Infrastructure		114 268	553 466	-	20 215	94 801	230 611	135 810	58.9%	553 466
Infrastructure - Road transport		76 131	343 277	-	12 504	43 931	143 032	99 101	69.3%	343 277
<i>Roads, Pavements & Bridges</i>		76 016	343 277		12 504	43 931	143 032	99 101	69.3%	343 277
<i>Storm water</i>		115						-		-
Infrastructure - Electricity		-	115 000	-	3 072	17 782	47 917	30 134	62.9%	115 000
<i>Generation</i>		-	115 000		3 072	17 782	47 917	30 134	62.9%	115 000
Infrastructure - Water		31 683	64 689	-	3 535	22 169	26 954	4 785	17.8%	64 689
<i>Dams & Reservoirs</i>		-	64 689		3 535	22 169	26 954	4 785	17.8%	64 689
<i>Water purification</i>		31 683						-		-
Infrastructure - Sanitation		-	29 500	-	925	10 393	12 292	1 899	15.4%	29 500
<i>Reticulation</i>		-	29 500		925	10 393	12 292	1 899	15.4%	29 500
Infrastructure - Other		6 454	1 000	-	179	526	417	(109)	-26.2%	1 000
<i>Waste Management</i>		-	1 000		179	526	417	(109)	-26.2%	1 000
<i>Transportation</i>		6 454	-					-		-
Community		22 013	31 250	-	737	1 589	13 021	11 432	87.8%	31 250
Parks & gardens		-	1 000				417	417	100.0%	1 000
Sportsfields & stadia		13 919	21 500				8 958	8 958	100.0%	21 500
Swimming pools		-	2 000		737	1 589	833	(756)	-90.7%	2 000
Community halls		4 458					-	-		-
Fire, safety & emergency		2 766					-	-		-
Cemeteries		870					-	-		-
Other		-	6 750				2 813	2 813	100.0%	6 750
Other assets		48 690	26 920	-	2 072	12 638	11 217	(1 421)	-12.7%	26 920
Plant & equipment		-			-	292	-	(292)	#DIV/0!	-
Computers - hardware/equipment		-	3 750				1 563	1 563	100.0%	3 750
Furniture and other office equipment		-	-		33	1 733	-	(1 733)	#DIV/0!	-
Markets		1 973	-		-	251	-	(251)	#DIV/0!	-
Civic Land and Buildings		43 678	10 170		2 854	2 879	4 238	1 358	32.1%	10 170
Other Buildings		301	-		(815)	7 357	-	(7 357)	#DIV/0!	-
Other		2 738	13 000		-	127	5 417	5 290	97.7%	13 000
Intangibles		19	25 000	-	-	7 566	10 417	2 850	27.4%	25 000
Computers - software & programming		-	25 000			7 566	10 417	2 850	27.4%	25 000
Other		19	-				-	-		-
Total Capital Expenditure on renewal of existing assets	1	184 990	636 636	-	23 024	116 594	265 265	148 671	56.0%	636 636

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 7: 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 8: Capital Expenditure: YTD Actual vs. YTD Target

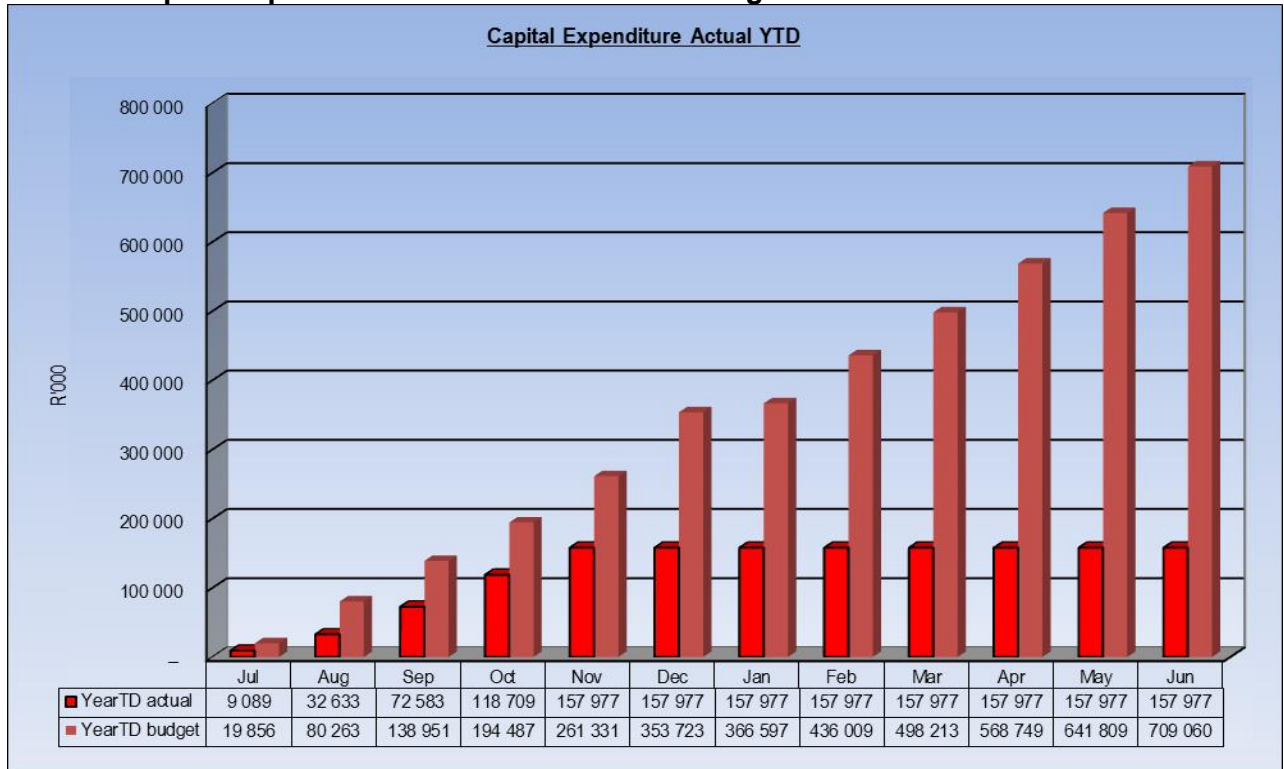
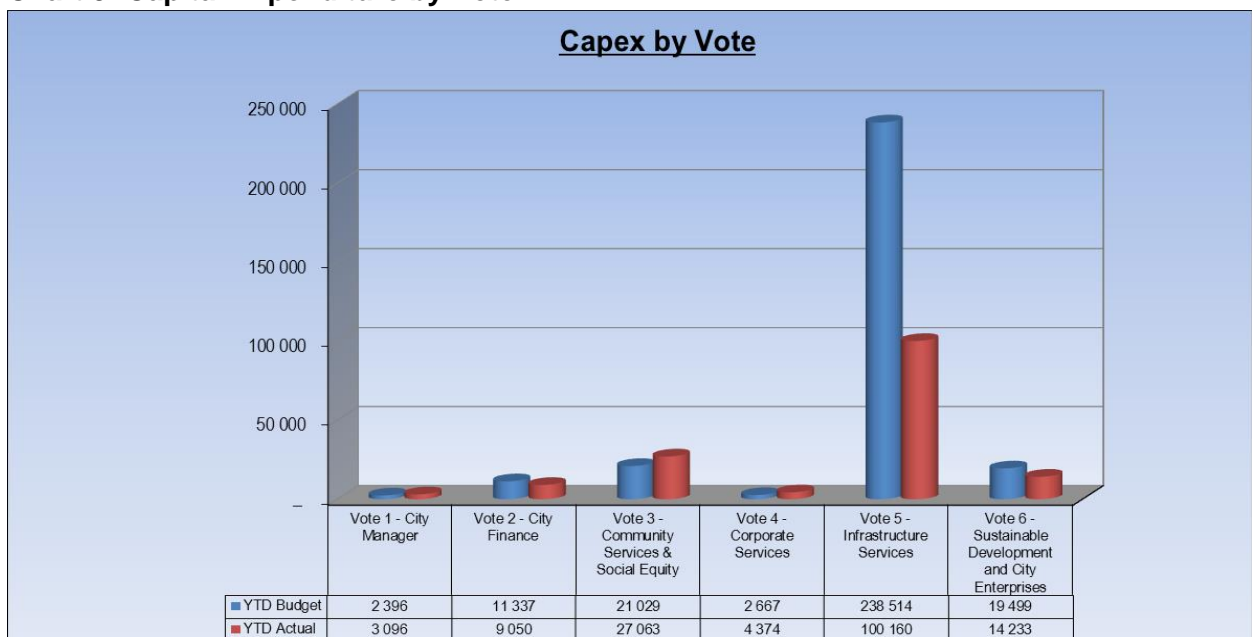


Chart 9: Capital Expenditure by Vote



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

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

2.10 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 **November 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: _____