



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

March 2016 Report
Budget & Treasury Office

Table of Contents

1.	PART 1 – IN YEAR REPORT	3
1.1	Executive Summary	3
1.4	In-year Budget Statement Tables	5
1	PART 2 – SUPPORTING DOCUMENTATION	20
2.1	Debtors Analysis.....	20
2.2	Creditors Analysis	22
2.3	Investment Portfolio Analysis	23
2.4	Allocation and Grant receipts and Expenditure	24
2.5	Councillor and Board Member and Employee Benefits	26
2.6	Material Variances to the SDBIP	28
2.7	Parent Municipality Financial Performance.....	30
2.8	Municipal Entity Financial Performance.....	34
2.9	Capital Programme Performance	35
2.10	Municipal Manager’s Quality’s Certification	41

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 3.06 billion for the period ending March 2016. The YTD Budget was R 3.22 billion, therefore the actual underperformed against the budget by R 163.4 million against the revenue projected. The two main contributors, both accounting for 62% of the actual total YTD Revenue earned are Electricity (44%) & Property Rates revenue (17%). These two revenue sources also make up more than 61% of the total YTD budget.

Operating Expenditure: The total actual YTD operating expenditure for the period ending March 2016 amounted to R 2.89 billion while the YTD budget was R 3.21 billion. Operational expenditure is largely defined by the bulk (electricity & water) purchases and employee related costs both accounting for 70% of the YTD expenditure.

Capital Expenditure: While the YTD capital expenditure budget was R 556.6 million, the actual YTD Capital expenditure incurred amounted to R 301.8 million resulting in underperformance of the capital budget. This is mainly due to the slow 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 end March 2016 was R 1.02 billion.

Consumer Debt: Consumer debt at end March 2016 was just over R 2.01 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 - M09 March

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	794 866	65 131	570 788	596 149	(25 361)	-4%	784 462
Service charges	2 227 636	2 694 541	2 694 542	196 909	1 875 536	2 020 907	(145 371)	-7%	2 694 541
Investment revenue	50 973	33 988	33 988	7 490	45 322	25 491	19 831	78%	33 988
Transfers recognised - operational	519 604	440 652	490 476	101 776	444 752	367 857	76 895	21%	440 652
Other own revenue	325 520	211 526	286 517	14 349	125 483	214 888	(89 405)	-42%	211 526
Total Revenue (excluding capital transfers and contributions)	3 840 338	4 165 169	4 300 388	385 656	3 061 881	3 225 291	(163 410)	-5%	4 165 169
Employee costs	832 532	956 536	957 366	71 311	688 606	718 024	(29 419)	-4%	956 536
Remuneration of Councillors	34 657	42 350	42 350	3 401	30 554	31 763	(1 208)	-4%	42 350
Depreciation & asset impairment	463 063	485 746	556 483	43 025	355 120	417 362	(62 242)	-15%	485 746
Finance charges	71 169	69 489	69 289	16 591	46 160	51 967	(5 807)	-11%	69 489
Materials and bulk purchases	1 591 553	1 766 585	1 952 941	153 542	1 451 906	1 464 706	(12 799)	-1%	1 766 585
Transfers and grants	11 572	134 035	134 036	1 438	5 852	100 527	(94 675)	-94%	134 035
Other expenditure	1 121 566	706 958	579 111	26 795	312 532	434 333	(121 801)	-28%	706 958
Total Expenditure	4 126 113	4 161 699	4 291 576	316 104	2 890 731	3 218 682	(327 951)	-10%	4 161 699
Surplus/(Deficit)	(285 775)	3 470	8 812	69 552	171 150	6 609	164 541	2490%	3 470
Transfers recognised - capital	356 459	489 060	490 090	21 325	187 057	367 568	(180 511)	-49%	489 060
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	70 683	492 530	498 902	90 877	358 207	374 177	(15 970)	-4%	492 530
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	70 683	492 530	498 902	90 877	358 207	374 177	(15 970)	-4%	492 530
Capital expenditure & funds sources									
Capital expenditure	528 636	709 060	742 211	32 165	301 784	556 658	(254 874)	-46%	710 288
Capital transfers recognised	291 650	489 060	515 988	15 123	179 229	386 991	(207 762)	-54%	489 060
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	81 881	100 000	100 000	10 308	43 569	75 000	(31 431)	-42%	100 000
Internally generated funds	155 105	120 000	126 223	6 734	78 986	94 667	(15 681)	-17%	120 000
Total sources of capital funds	528 636	709 060	742 211	32 165	301 784	556 658	(254 874)	-46%	709 060
Financial position									
Total current assets	2 007 658	3 133 299	3 169 490		2 301 898				3 169 490
Total non current assets	7 548 842	7 568 078	7 547 576		7 438 059				7 547 576
Total current liabilities	915 372	1 378 122	1 378 122		904 845				1 378 122
Total non current liabilities	1 197 150	1 261 476	1 261 476		1 305 999				1 261 476
Community wealth/Equity	7 443 978	8 061 779	8 077 468		7 529 113				8 077 468
Cash flows									
Net cash from (used) operating	1 199 351	706 264	725 244	347 204	659 868	543 933	(115 935)	-21%	725 244
Net cash from (used) investing	(1 250 600)	(589 505)	(589 505)	(32 165)	(301 785)	(442 129)	(140 344)	32%	(589 505)
Net cash from (used) financing	58 109	55 400	55 400	(17 678)	55 778	41 550	(14 228)	-34%	55 400
Cash/cash equivalents at the month/year end	834 133	1 123 670	1 033 491	-	1 255 930	985 706	(270 224)	-27%	1 033 208
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	299 836	147 428	57 726	45 323	42 038	68 468	40 739	#####	2 018 393
Creditors Age Analysis									
Total Creditors	421 250	11 053	26	95	301	3 909	-	-	436 634

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

KZN225 Msunduzi - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M09 March

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	1 443 736	165 450	1 186 840	1 082 802	104 038	10%	1 281 199
Executive and council		6 748	1 600	930	-	2 943	698	2 245	322%	1 600
Budget and treasury office		1 422 429	1 276 437	1 432 810	165 147	1 183 517	1 074 607	108 910	10%	1 276 437
Corporate services		5 993	3 162	9 997	303	381	7 497	(7 117)	-95%	3 162
<i>Community and public safety</i>		225 653	13 361	139 282	7 818	87 607	104 461	(16 854)	-16%	13 361
Community and social services		71 074	3 250	66 588	2 333	37 432	49 941	(12 509)	-25%	3 250
Sport and recreation		24 880	729	838	2 623	23 738	629	23 110	3677%	729
Public safety		111 819	5 827	25 684	950	12 036	19 263	(7 227)	-38%	5 827
Housing		17 809	3 485	46 139	1 911	14 391	34 605	(20 213)	-58%	3 485
Health		71	70	32	1	10	24	(14)	-59%	70
<i>Economic and environmental services</i>		235 988	171 598	452 543	12 015	100 134	339 407	(239 273)	-70%	171 598
Planning and development		63 074	7 972	50 312	1 146	13 096	37 734	(24 639)	-65%	7 972
Road transport		172 914	163 627	402 230	10 869	87 039	301 673	(214 634)	-71%	163 627
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		2 690 243	2 437 047	3 220 125	258 468	2 207 258	2 415 094	(207 836)	-9%	2 437 047
Electricity		1 723 118	1 700 095	1 926 916	151 454	1 409 352	1 445 187	(35 835)	-2%	1 700 095
Water		660 510	500 521	1 009 716	76 426	562 820	757 287	(194 467)	-26%	500 521
Waste water management		191 593	149 071	167 552	18 952	151 397	125 664	25 733	20%	149 071
Waste management		115 022	87 359	115 941	11 635	83 688	86 956	(3 267)	-4%	87 359
<i>Other</i>	4	34 298	89 565	32 683	2 780	19 718	24 512	(4 794)	-20%	89 565
Total Revenue - Standard	2	4 621 352	3 992 771	5 288 369	446 531	3 601 558	3 966 277	(364 718)	-9%	3 992 771
Expenditure - Standard										
<i>Governance and administration</i>		874 771	691 420	919 049	72 147	676 765	689 287	(12 521)	-2%	691 420
Executive and council		7 712	384 298	137 072	9 178	97 427	102 804	(5 377)	-5%	384 298
Budget and treasury office		859 050	200 157	570 519	52 247	462 453	427 889	34 564	8%	200 157
Corporate services		8 009	106 965	211 458	10 722	116 885	158 593	(41 708)	-26%	106 965
<i>Community and public safety</i>		670 660	421 741	540 009	38 460	401 152	405 006	(3 855)	-1%	421 741
Community and social services		116 571	99 202	126 663	9 289	94 205	94 998	(792)	-1%	99 202
Sport and recreation		145 186	81 358	106 336	9 306	81 105	79 752	1 353	2%	81 358
Public safety		316 932	196 317	214 469	14 755	180 652	160 852	19 801	12%	196 317
Housing		49 923	25 149	72 202	3 527	30 286	54 151	(23 865)	-44%	25 149
Health		42 048	19 716	20 339	1 583	14 903	15 254	(351)	-2%	19 716
<i>Economic and environmental services</i>		522 277	462 751	572 219	39 136	317 518	429 164	(111 646)	-26%	462 751
Planning and development		97 679	128 290	107 541	8 006	79 537	80 656	(1 119)	-1%	128 290
Road transport		424 597	334 461	464 678	31 130	237 981	348 508	(110 527)	-32%	334 461
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		2 428 609	1 893 207	2 715 356	201 745	1 813 803	2 036 517	(222 714)	-11%	1 893 207
Electricity		1 512 417	1 374 079	1 591 127	129 820	1 183 394	1 193 345	(9 951)	-1%	1 374 079
Water		590 023	406 791	831 200	48 995	424 346	623 400	(199 054)	-32%	406 791
Waste water management		175 548	9 621	184 477	14 792	126 838	138 358	(11 520)	-8%	9 621
Waste management		150 620	102 716	108 552	8 138	79 224	81 414	(2 190)	-3%	102 716
<i>Other</i>		54 353	31 122	42 835	4 165	34 113	32 126	1 987	6%	31 122
Total Expenditure - Standard	3	4 550 669	3 500 241	4 789 467	355 653	3 243 351	3 592 100	(348 749)	-10%	3 500 241
Surplus/ (Deficit) for the year		70 683	492 530	498 902	90 877	358 207	374 177	(15 970)	-4%	492 530

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) - M09 March

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	930	6	2 980	698	2 282	327.2%	1 600
Vote 2 - City Finance		1 422 429	1 598 335	1 432 810	165 147	1 183 517	1 074 607	108 910	10.1%	1 598 335
Vote 3 - Community Services & Social Equity		281 059	155 606	174 268	15 466	137 322	130 701	6 622	5.1%	155 606
Vote 4 - Corporate Services		5 890	10 026	9 998	298	343	7 499	(7 155)	-95.4%	10 026
Vote 5 - Infrastructure Services		2 763 949	3 369 093	3 531 604	258 579	2 221 025	2 648 703	(427 677)	-16.1%	3 369 093
Vote 6 - Sustainable Development and City Enterprises		141 174	88 384	138 759	7 036	56 370	104 070	(47 700)	-45.8%	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	5 288 369	446 531	3 601 558	3 966 277	(364 718)	-9.2%	5 223 044
Expenditure by Vote	1									
Vote 1 - City Manager		12 576	147 876	165 001	11 201	115 417	123 751	(8 333)	-6.7%	147 876
Vote 2 - City Finance		931 400	672 127	644 446	58 576	516 639	483 334	33 305	6.9%	672 127
Vote 3 - Community Services & Social Equity		732 073	550 686	551 165	40 922	428 263	413 373	14 889	3.6%	550 686
Vote 4 - Corporate Services		8 582	195 576	192 060	9 056	102 526	144 045	(41 519)	-28.8%	195 576
Vote 5 - Infrastructure Services		2 664 812	3 005 424	3 037 678	222 479	1 952 355	2 278 259	(325 904)	-14.3%	3 005 424
Vote 6 - Sustainable Development and City Enterprises		201 227	158 825	199 117	13 418	128 152	149 338	(21 186)	-14.2%	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	4 730 514	4 789 467	355 653	3 243 351	3 592 100	(348 749)	-9.7%	4 730 514
Surplus/ (Deficit) for the year	2	70 683	492 530	498 902	90 877	358 207	374 177	(15 970)	-4.3%	492 530

Statement of financial Performance

This schedule provides information on the planned revenue and operational expenditures against the actual results for the period ending March 2016.

KZN225 Msunduzi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M09 March

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	753 517	62 872	550 459	565 137	(14 678)	-3%	743 113
Property rates - penalties & collection charges		30 207	41 349	41 349	2 259	20 329	31 012	(10 683)	-34%	41 349
Service charges - electricity revenue		1 566 133	1 865 706	1 865 706	141 066	1 350 930	1 399 280	(48 349)	-3%	1 865 706
Service charges - water revenue		452 443	595 443	595 443	36 506	365 890	446 582	(80 692)	-18%	595 443
Service charges - sanitation revenue		127 516	139 471	139 471	12 101	95 807	104 603	(8 796)	-8%	139 471
Service charges - refuse revenue		81 544	93 922	93 922	7 236	62 908	70 442	(7 534)	-11%	93 922
Service charges - other		-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		23 477	41 329	41 428	1 725	14 753	31 071	(16 318)	-53%	41 329
Interest earned - external investments		50 973	33 988	33 988	7 490	45 322	25 491	19 831	78%	33 988
Interest earned - outstanding debtors		69 529	62 593	62 593	6 944	50 689	46 945	3 744	8%	62 593
Dividends received		-	-	-	-	-	-	-	-	-
Fines		108 634	17 488	21 525	395	8 468	16 143	(7 675)	-48%	17 488
Licences and permits		89	87	87	11	73	65	7	11%	87
Agency services		578	632	14 669	41	402	11 002	(10 599)	-96%	632
Transfers recognised - operational		519 604	440 652	490 476	101 776	444 752	367 857	76 895	21%	440 652
Other revenue		123 214	79 695	136 515	5 234	50 530	102 386	(51 856)	-51%	79 695
Gains on disposal of PPE		-	9 700	9 700	-	568	7 275	(6 707)	-92%	9 700
Total Revenue (excluding capital transfers and contributions)		3 840 338	4 165 169	4 300 388	385 656	3 061 881	3 225 291	(163 410)	-5%	4 165 169
Expenditure By Type										
Employee related costs		832 532	956 536	957 366	71 311	688 606	718 024	(29 419)	-4%	956 536
Remuneration of councillors		34 657	42 350	42 350	3 401	30 554	31 763	(1 208)	-4%	42 350
Debt impairment		222 110	124 586	107 255	-	-	80 441	(80 441)	-100%	124 586
Depreciation & asset impairment		463 063	485 746	556 483	43 025	355 120	417 362	(62 242)	-15%	485 746
Finance charges		71 169	69 489	69 289	16 591	46 160	51 967	(5 807)	-11%	69 489
Bulk purchases		1 586 802	1 736 811	1 776 493	141 638	1 346 393	1 332 370	14 023	1%	1 736 811
Other materials		4 751	29 773	176 448	11 905	105 513	132 336	(26 823)	-20%	29 773
Contracted services		29 698	18 556	117 473	5 056	80 020	88 105	(8 085)	-9%	18 556
Transfers and grants		11 572	134 035	134 036	1 438	5 852	100 527	(94 675)	-94%	134 035
Other expenditure		869 758	563 817	354 384	21 667	228 959	265 788	(36 828)	-14%	563 817
Loss on disposal of PPE		-	-	-	73	3 553	-	3 553	#DIV/0!	-
Total Expenditure		4 126 113	4 161 699	4 291 576	316 104	2 890 731	3 218 682	(327 951)	-10%	4 161 699
Surplus/(Deficit)		(285 775)	3 470	8 812	69 552	171 150	6 609	164 541	0	3 470
Transfers recognised - capital		356 459	489 060	490 090	21 325	187 057	367 568	(180 511)	(0)	489 060
Contributions recognised - capital		-	-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		70 683	492 530	498 902	90 877	358 207	374 177			492 530
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		70 683	492 530	498 902	90 877	358 207	374 177			492 530
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		70 683	492 530	498 902	90 877	358 207	374 177			492 530
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		70 683	492 530	498 902	90 877	358 207	374 177			492 530

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) - M09 March

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	7 190	415	4 145	5 393	(1 248)	-23%	6 180
Vote 2 - City Finance		15 139	26 500	4 982	406	4 471	3 736	735	20%	41 278
Vote 3 - Community Services & Social Equity		56 719	32 850	40 513	96	33 430	30 385	3 045	10%	54 868
Vote 4 - Corporate Services		4 119	3 250	-	-	-	-	-	-	3 637
Vote 5 - Infrastructure Services		333 861	569 454	552 278	24 806	190 853	414 209	(223 356)	-54%	555 387
Vote 6 - Sustainable Development and City Enterprises		32 063	45 000	58 976	1 905	22 130	44 232	(22 102)	-50%	21 932
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 Capital Multi-year expenditure	4,7	451 009	682 054	663 939	27 629	255 029	497 954	(242 926)	-49%	683 282
Single Year expenditure appropriation	2									
Vote 1 - City Manager		555	750	1 165	6	276	874	(598)	-68%	750
Vote 2 - City Finance		13 442	710	26 510	171	17 532	19 882	(2 351)	-12%	710
Vote 3 - Community Services & Social Equity		13 720	17 619	18 016	343	12 284	13 512	(1 228)	-9%	17 619
Vote 4 - Corporate Services		8 398	3 150	6 737	793	3 837	5 053	(1 216)	-24%	3 150
Vote 5 - Infrastructure Services		15 100	2 980	18 323	2 498	11 033	13 742	(2 709)	-20%	2 980
Vote 6 - Sustainable Development and City Enterprises		26 412	1 798	7 521	727	1 795	5 640	(3 846)	-68%	1 798
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 Capital single-year expenditure	4	77 627	27 006	78 271	4 537	46 756	58 704	(11 948)	-20%	27 006
Total Capital Expenditure		528 636	709 060	742 211	32 165	301 784	556 658	(254 874)	-46%	710 288
Capital Expenditure - Standard Classification										
Governance and administration		50 762	39 360	46 584	1 791	31 568	34 938	(3 370)	-10%	39 360
Executive and council		9 665	5 750	8 355	421	4 657	6 267	(1 610)	-26%	5 750
Budget and treasury office		28 581	27 210	31 491	577	22 126	23 618	(1 493)	-6%	27 210
Corporate services		12 517	6 400	6 737	793	4 785	5 053	(268)	-5%	6 400
Community and public safety		68 187	63 824	63 174	335	41 836	47 380	(5 544)	-12%	63 824
Community and social services		17 495	3 446	10 792	41	3 258	8 094	(4 836)	-60%	3 446
Sport and recreation		45 618	33 350	40 214	294	34 496	30 161	4 335	14%	33 350
Public safety		1 883	8 333	3 533	-	444	2 650	(2 205)	-83%	8 333
Housing		3 191	17 075	8 635	-	3 638	6 476	(2 838)	-44%	17 075
Health		-	1 620	-	-	-	-	-	-	1 620
Economic and environmental services		166 656	347 746	365 416	12 623	96 132	273 927	(177 795)	-65%	347 746
Planning and development		48 972	28 325	57 862	2 632	20 287	43 397	(23 110)	-53%	28 325
Road transport		116 686	317 801	305 934	9 989	74 895	229 450	(154 556)	-67%	317 801
Environmental protection		997	1 620	1 620	2	951	1 080	(129)	-12%	1 620
Trading services		236 720	258 353	267 037	17 416	132 248	200 278	(68 030)	-34%	258 353
Electricity		136 907	133 000	137 861	13 471	68 571	103 396	(34 825)	-34%	133 000
Water		53 989	83 133	83 672	2 140	35 230	62 754	(27 524)	-44%	83 133
Waste water management		33 205	37 500	41 638	1 419	25 599	31 229	(5 629)	-18%	37 500
Waste management		12 620	4 720	3 866	385	2 848	2 899	(52)	-2%	4 720
Other		6 311	1 398	-	-	-	-	-	-	1 398
Total Capital Expenditure - Standard Classification	3	528 636	710 680	742 211	32 165	301 784	556 658	(254 739)	-46%	710 680
Funded by:										
National Government		224 530	489 060	482 602	14 677	170 360	361 952	(191 592)	-53%	489 060
Provincial Government		67 121	-	33 386	446	8 869	25 039	(16 170)	-65%	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		291 650	489 060	515 988	15 123	179 229	386 991	(207 762)	-54%	489 060
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	81 881	100 000	100 000	10 308	43 569	75 000	(31 431)	-42%	100 000
Internally generated funds		155 105	120 000	126 223	6 734	78 986	94 667	(15 681)	-17%	120 000
Total Capital Funding		528 636	709 060	742 211	32 165	301 784	556 658	(254 874)	-46%	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 end March 2016.

KZN225 Msunduzi - Table C6 Monthly Budget Statement - Financial Position - M09 March

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	81 975	31 488	81 975
Call investment deposits		745 471	1 086 263	1 085 994	993 122	1 085 994
Consumer debtors		728 136	883 147	883 147	1 322 769	883 147
Other debtors		390 671	376 440	376 438	(102 134)	376 438
Current portion of long-term receivables		46	43	43	46	43
Inventory		46 737	741 893	741 893	56 607	741 893
Total current assets		2 007 658	3 133 299	3 169 490	2 301 898	3 169 490
Non current assets						
Long-term receivables		10 482	9 455	9 455	10 919	9 455
Investments		-	-	-	-	-
Investment property		382 805	356 914	356 914	381 065	356 914
Investments in Associate		-	-	-	-	-
Property, plant and equipment		7 091 843	6 948 898	6 928 396	7 027 612	6 928 396
Agricultural		44 831	-	-	-	-
Biological assets		-	46 520	46 520	936	46 520
Intangible assets		18 880	27 283	27 283	17 527	27 283
Other non-current assets		-	179 008	179 008	-	179 008
Total non current assets		7 548 842	7 568 078	7 547 576	7 438 059	7 547 576
TOTAL ASSETS		9 556 500	10 701 377	10 717 066	9 739 957	10 717 066
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		53 524	61 751	61 751	1 120	61 751
Consumer deposits		89 479	92 798	92 798	93 602	92 798
Trade and other payables		765 335	1 217 489	1 217 489	786 056	1 217 489
Provisions		7 034	6 084	6 084	24 067	6 084
Total current liabilities		915 372	1 378 122	1 378 122	904 845	1 378 122
Non current liabilities						
Borrowing		543 401	579 761	579 761	652 249	579 761
Provisions		653 749	681 715	681 715	653 749	681 715
Total non current liabilities		1 197 150	1 261 476	1 261 476	1 305 999	1 261 476
TOTAL LIABILITIES		2 112 522	2 639 598	2 639 598	2 210 843	2 639 598
NET ASSETS	2	7 443 978	8 061 779	8 077 468	7 529 113	8 077 468
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		7 186 031	7 888 864	7 904 554	7 264 017	7 904 554
Reserves		257 948	172 915	172 914	265 097	172 914
TOTAL COMMUNITY WEALTH/EQUITY	2	7 443 978	8 061 779	8 077 468	7 529 113	8 077 468

Table C7 below display the Cash Flow Statement for the month ending March 2016.

KZN225 Msunduzi - Table C7 Monthly Budget Statement - Cash Flow - M09 March

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	711 871	57 573	517 117	533 903	(16 786)	-3%	711 871
Service charges		2 227 636	2 349 116	2 349 116	209 354	1 865 104	1 761 837	103 267	6%	2 349 116
Other revenue		18 478	84 318	84 320	28 402	279 771	63 240	216 531	342%	84 320
Government - operating		519 604	440 652	484 851	100 465	426 850	363 638	63 212	17%	484 851
Government - capital		356 459	489 060	453 347	229 942	475 338	340 010	135 328	40%	453 347
Interest		120 502	64 837	64 894	4 597	34 338	48 671	(14 333)	-29%	64 894
Dividends							-	-		-
Payments										
Suppliers and employees		(2 677 191)	(3 347 843)	(3 353 475)	(265 100)	(2 875 775)	(2 515 106)	360 669	-14%	(3 353 475)
Finance charges		(71 169)	(69 489)	(69 499)	(16 591)	(46 461)	(52 124)	(5 663)	11%	(69 499)
Transfers and Grants		(11 572)	(5 854)	(181)	(1 438)	(16 414)	(136)	16 278	-11991%	(181)
NET CASH FROM/(USED) OPERATING ACTIVITIES		1 199 351	706 264	725 244	347 204	659 868	543 933	(115 935)	-21%	725 244
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		(1 249 093)	(589 505)	(589 505)	(32 165)	(301 785)	(442 129)	(140 344)	32%	(589 505)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(1 250 600)	(589 505)	(589 505)	(32 165)	(301 785)	(442 129)	(140 344)	32%	(589 505)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans					-	-	-	-		-
Borrowing long term/refinancing		100 000	100 000	100 000	-	100 000	75 000	25 000	33%	100 000
Increase (decrease) in consumer deposits		4 370	5 250	5 250	315	3 383	3 938	(555)	-14%	5 250
Payments										
Repayment of borrowing		(46 261)	(49 850)	(49 850)	(17 993)	(47 605)	(37 388)	10 218	-27%	(49 850)
NET CASH FROM/(USED) FINANCING ACTIVITIES		58 109	55 400	55 400	(17 678)	55 778	41 550	(14 228)	-34%	55 400
NET INCREASE/ (DECREASE) IN CASH HELD		6 860	172 159	191 139	297 361	413 861	143 354			191 139
Cash/cash equivalents at beginning:		827 273	951 511	842 352		842 069	842 352			842 069
Cash/cash equivalents at month/year end:		834 133	1 123 670	1 033 491		1 255 930	985 706			1 033 208

Consolidated Budget Tables (With Municipal Entity: Safe City)

KZN225 Msunduzi - Table C1 Consolidated Monthly Budget Statement Summary - M09 March

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	794 866	65 131	570 788	596 149	(25 361)	-4%	784 462
Service charges	2 227 636	2 694 541	2 694 542	196 909	1 875 536	2 020 907	(145 371)	-7%	2 694 541
Investment revenue	50 973	33 988	33 988	7 495	45 486	25 491	19 995	78%	33 988
Transfers recognised - operational	519 604	440 652	518 243	101 776	444 752	367 857	76 895	21%	440 652
Other own revenue	325 520	211 526	211 524	14 349	125 483	214 888	(89 405)	-42%	211 526
Total Revenue (excluding capital transfers and contributions)	3 840 338	4 165 169	4 253 163	385 661	3 062 045	3 225 291	(163 246)	-5%	4 165 169
Employee costs	832 532	956 536	956 536	71 664	691 678	718 024	(26 347)	-4%	956 536
Remuneration of Councillors	34 657	42 350	42 350	3 401	30 554	31 763	(1 208)	-4%	42 350
Depreciation & asset impairment	463 063	485 746	485 746	43 163	356 360	417 362	(61 002)	-15%	485 746
Finance charges	71 169	69 489	69 489	16 592	46 169	51 967	(5 798)	-11%	69 489
Materials and bulk purchases	1 591 553	1 766 585	1 981 935	153 549	1 452 043	1 464 706	(12 662)	-1%	1 766 585
Transfers and grants	11 572	134 035	134 035	1 438	5 852	100 527	(94 675)	-94%	134 035
Other expenditure	1 121 566	706 958	566 058	26 301	308 238	434 333	(126 095)	-29%	706 958
Total Expenditure	4 126 113	4 161 699	4 236 150	316 109	2 890 895	3 218 682	(327 787)	-10%	4 161 699
Surplus/(Deficit)	(285 775)	3 470	17 013	69 552	171 150	6 609	164 541	2490%	3 470
Transfers recognised - capital	356 459	489 060	453 347	21 325	187 057	367 568	(180 511)	-49%	489 060
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	70 683	492 530	470 360	90 877	358 207	374 177	(15 970)	-4%	492 530
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	70 683	492 530	470 360	90 877	358 207	374 177	(15 970)	-4%	492 530
Capital expenditure & funds sources									
Capital expenditure	528 636	709 060	742 211	32 165	301 784	556 658	(254 874)	-46%	710 288
Capital transfers recognised	291 650	489 060	515 988	15 123	179 229	386 991	(207 762)	-54%	489 060
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	81 881	100 000	100 000	10 308	43 569	75 000	(31 431)	-42%	100 000
Internally generated funds	155 105	120 000	126 223	6 734	78 986	94 667	(15 681)	-17%	120 000
Total sources of capital funds	528 636	709 060	742 211	32 165	301 784	556 658	(254 874)	-46%	709 060
Financial position									
Total current assets	2 007 658	3 133 299	3 169 490		2 304 715				3 169 490
Total non current assets	7 548 842	7 568 078	7 547 576		7 443 787				7 547 576
Total current liabilities	915 372	1 378 122	1 378 122		905 093				1 378 122
Total non current liabilities	1 197 150	1 261 476	1 261 476		1 305 999				1 261 476
Community wealth/Equity	7 443 978	8 061 779	8 077 468		7 537 410				8 077 468
Cash flows									
Net cash from (used) operating	1 199 351	706 264	725 244	346 796	648 507	543 933	(104 574)	-19%	725 244
Net cash from (used) investing	(1 250 600)	(589 505)	(589 505)	(32 165)	(308 395)	(442 129)	(133 734)	30%	(589 505)
Net cash from (used) financing	58 109	55 400	55 400	(17 678)	55 778	41 550	(14 228)	-34%	55 400
Cash/cash equivalents at the month/year end	834 133	1 123 670	1 033 491	-	1 237 959	985 706	(252 253)	-26%	1 033 208
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	299 836	147 428	57 726	45 323	42 038	68 468	40 739	#####	2 018 393
Creditors Age Analysis									
Total Creditors	421 250	11 053	26	95	301	3 909	-	-	436 634

KZN225 Msunduzi - Table C2 Consolidated Monthly Budget Statement - Financial Performance (standard classification) - M09 March

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	1 620 365	165 450	1 186 840	1 082 802	104 038	10%	1 281 199
Executive and council		6 748	1 600	1 600	-	2 943	698	2 245	322%	1 600
Budget and treasury office		1 422 429	1 276 437	1 608 739	165 147	1 183 517	1 074 607	108 910	10%	1 276 437
Corporate services		5 993	3 162	10 025	303	381	7 497	(7 117)	-95%	3 162
<i>Community and public safety</i>		225 653	13 361	114 997	7 818	87 607	104 461	(16 854)	-16%	13 361
Community and social services		71 074	3 250	37 283	2 333	37 432	49 941	(12 509)	-25%	3 250
Sport and recreation		24 880	729	838	2 623	23 738	629	23 110	3677%	729
Public safety		111 819	5 827	25 684	950	12 036	19 263	(7 227)	-38%	5 827
Housing		17 809	3 485	51 159	1 911	14 391	34 605	(20 213)	-58%	3 485
Health		71	70	32	1	10	24	(14)	-59%	70
<i>Economic and environmental services</i>		235 988	171 598	472 543	12 015	100 134	339 407	(239 273)	-70%	171 598
Planning and development		63 074	7 972	70 312	1 146	13 096	37 734	(24 639)	-65%	7 972
Road transport		172 914	163 627	402 230	10 869	87 039	301 673	(214 634)	-71%	163 627
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		2 690 243	2 437 047	3 043 525	258 468	2 207 258	2 415 094	(207 836)	-9%	2 437 047
Electricity		1 723 118	1 700 095	1 910 807	151 454	1 409 352	1 445 187	(35 835)	-2%	1 700 095
Water		660 510	500 521	878 276	76 426	562 820	757 287	(194 467)	-26%	500 521
Waste water management		191 593	149 071	152 591	18 952	151 397	125 664	25 733	20%	149 071
Waste management		115 022	87 359	101 851	11 635	83 688	86 956	(3 267)	-4%	87 359
<i>Other</i>	4	34 298	89 565	28 007	2 780	19 718	24 512	(4 794)	-20%	89 565
Total Revenue - Standard	2	4 621 352	3 992 771	5 279 436	446 531	3 601 558	3 966 277	(364 718)	-9%	3 992 771
Expenditure - Standard										
<i>Governance and administration</i>		874 771	691 420	917 462	72 147	676 765	689 287	(12 521)	-2%	691 420
Executive and council		7 712	384 298	131 695	9 178	97 427	102 804	(5 377)	-5%	384 298
Budget and treasury office		859 050	200 157	573 669	52 247	462 453	427 889	34 564	8%	200 157
Corporate services		8 009	106 965	212 098	10 722	116 885	158 593	(41 708)	-26%	106 965
<i>Community and public safety</i>		670 660	421 741	546 398	38 460	401 152	405 006	(3 855)	-1%	421 741
Community and social services		116 571	99 202	134 986	9 289	94 205	94 998	(792)	-1%	99 202
Sport and recreation		145 186	81 358	106 700	9 306	81 105	79 752	1 353	2%	81 358
Public safety		316 932	196 317	214 531	14 755	180 652	160 852	19 801	12%	196 317
Housing		49 923	25 149	69 802	3 527	30 286	54 151	(23 865)	-44%	25 149
Health		42 048	19 716	20 379	1 583	14 903	15 254	(351)	-2%	19 716
<i>Economic and environmental services</i>		522 277	462 751	583 893	39 136	317 518	429 164	(111 646)	-26%	462 751
Planning and development		97 679	128 290	107 372	8 006	79 537	80 656	(1 119)	-1%	128 290
Road transport		424 597	334 461	476 521	31 130	237 981	348 508	(110 527)	-32%	334 461
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		2 428 609	1 893 207	2 718 573	201 745	1 813 803	2 036 517	(222 714)	-11%	1 893 207
Electricity		1 512 417	1 374 079	1 589 585	129 820	1 183 394	1 193 345	(9 951)	-1%	1 374 079
Water		590 023	406 791	836 877	48 995	424 346	623 400	(199 054)	-32%	406 791
Waste water management		175 548	9 621	185 133	14 792	126 838	138 358	(11 520)	-8%	9 621
Waste management		150 620	102 716	106 978	8 138	79 224	81 414	(2 190)	-3%	102 716
<i>Other</i>		54 353	31 122	42 750	4 165	34 113	32 126	1 987	6%	31 122
Total Expenditure - Standard	3	4 550 669	3 500 241	4 809 076	355 653	3 243 351	3 592 100	(348 749)	-10%	3 500 241
Surplus/ (Deficit) for the year		70 683	492 530	470 360	90 877	358 207	374 177	(15 970)	-4%	492 530

KZN225 Msunduzi - Table C3 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M09

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	1 600	6	2 980	698	2 282	327.2%	1 600
Vote 2 - City Finance		1 422 429	1 598 335	1 608 739	165 147	1 183 517	1 074 607	108 910	10.1%	1 598 335
Vote 3 - Community Services & Social Equity		281 059	155 606	160 178	15 466	137 322	130 701	6 622	5.1%	155 606
Vote 4 - Corporate Services		5 890	10 026	10 027	298	343	7 499	(7 155)	-95.4%	10 026
Vote 5 - Infrastructure Services		2 763 949	3 369 093	3 369 094	258 579	2 221 025	2 648 703	(427 677)	-16.1%	3 369 093
Vote 6 - Sustainable Development and City Enterprises		141 174	88 384	129 798	7 036	56 370	104 070	(47 700)	-45.8%	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	5 279 436	446 531	3 601 558	3 966 277	(364 718)	-9.2%	5 223 044
Expenditure by Vote										
	1									
Vote 1 - City Manager		12 576	147 876	159 741	11 201	115 417	123 751	(8 333)	-6.7%	147 876
Vote 2 - City Finance		931 400	672 127	644 631	58 576	516 639	483 334	33 305	6.9%	672 127
Vote 3 - Community Services & Social Equity		732 073	550 686	557 520	40 922	428 263	413 373	14 889	3.6%	550 686
Vote 4 - Corporate Services		8 582	195 576	192 624	9 056	102 526	144 045	(41 519)	-28.8%	195 576
Vote 5 - Infrastructure Services		2 664 812	3 005 424	3 057 853	222 479	1 952 355	2 278 259	(325 904)	-14.3%	3 005 424
Vote 6 - Sustainable Development and City Enterprises		201 227	158 825	196 708	13 418	128 152	149 338	(21 186)	-14.2%	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	4 730 514	4 809 076	355 653	3 243 351	3 592 100	(348 749)	-9.7%	4 730 514
Surplus/ (Deficit) for the year	2	70 683	492 530	470 360	90 877	358 207	374 177	(15 970)	-4.3%	492 530

KZN225 Msunduzi - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M09 March

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	753 517	62 872	550 459	565 137	(14 678)	-3%	743 113
Property rates - penalties & collection charges		30 207	41 349	41 349	2 259	20 329	31 012	(10 683)	-34%	41 349
Service charges - electricity revenue		1 566 133	1 865 706	1 865 706	141 066	1 350 930	1 399 280	(48 349)	-3%	1 865 706
Service charges - water revenue		452 443	595 443	595 443	36 506	365 890	446 582	(80 692)	-18%	595 443
Service charges - sanitation revenue		127 516	139 471	139 471	12 101	95 807	104 603	(8 796)	-8%	139 471
Service charges - refuse revenue		81 544	93 922	93 922	7 236	62 908	70 442	(7 534)	-11%	93 922
Service charges - other		-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		23 477	41 329	41 329	1 725	14 753	31 071	(16 318)	-53%	41 329
Interest earned - external investments		50 973	33 988	33 988	7 495	45 486	25 491	19 995	78%	33 988
Interest earned - outstanding debtors		69 529	62 593	62 593	6 944	50 689	46 945	3 744	8%	62 593
Dividends received		-	-	-	-	-	-	-	-	-
Fines		108 634	17 488	17 488	395	8 468	16 143	(7 675)	-48%	17 488
Licences and permits		89	87	87	11	73	65	7	11%	87
Agency services		578	632	632	41	402	11 002	(10 599)	-96%	632
Transfers recognised - operational		519 604	440 652	518 243	101 776	444 752	367 857	76 895	21%	440 652
Other revenue		123 214	79 695	79 695	5 234	50 530	102 386	(51 856)	-51%	79 695
Gains on disposal of PPE		-	9 700	9 700	-	568	7 275	(6 707)	-92%	9 700
Total Revenue (excluding capital transfers and contributions)		3 840 338	4 165 169	4 253 163	385 661	3 062 045	3 225 291	(163 246)	-5%	4 165 169
Expenditure By Type										
Employee related costs		832 532	956 536	956 536	71 664	691 678	718 024	(26 347)	-4%	956 536
Remuneration of councillors		34 657	42 350	42 350	3 401	30 554	31 763	(1 208)	-4%	42 350
Debt impairment		222 110	124 586	107 255	-	-	80 441	(80 441)	-100%	124 586
Depreciation & asset impairment		463 063	485 746	485 746	43 163	356 360	417 362	(61 002)	-15%	485 746
Finance charges		71 169	69 489	69 489	16 592	46 169	51 967	(5 798)	-11%	69 489
Bulk purchases		1 586 802	1 736 811	1 781 093	141 638	1 346 393	1 332 370	14 023	1%	1 736 811
Other materials		4 751	29 773	200 842	11 912	105 650	132 336	(26 686)	-20%	29 773
Contracted services		29 698	18 556	25 556	5 073	86 793	88 105	(1 312)	-1%	18 556
Transfers and grants		11 572	134 035	134 035	1 438	5 852	100 527	(94 675)	-94%	134 035
Other expenditure		869 758	563 817	433 247	21 156	217 892	265 788	(47 895)	-18%	563 817
Loss on disposal of PPE		-	-	-	73	3 553	-	3 553	#DIV/0!	-
Total Expenditure		4 126 113	4 161 699	4 236 150	316 109	2 890 895	3 218 682	(327 787)	-10%	4 161 699
Surplus/(Deficit)		(285 775)	3 470	17 013	69 552	171 150	6 609	164 541	0	3 470
Transfers recognised - capital		356 459	489 060	453 347	21 325	187 057	367 568	(180 511)	(0)	489 060
Contributions recognised - capital		-	-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		70 683	492 530	470 360	90 877	358 207	374 177			492 530
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		70 683	492 530	470 360	90 877	358 207	374 177			492 530
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		70 683	492 530	470 360	90 877	358 207	374 177			492 530
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		70 683	492 530	470 360	90 877	358 207	374 177			492 530

KZN225 Msunduzi - Table C5 Consolidated Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding - M09 March

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	7 190	415	4 145	5 393	(1 248)	-23%	6 180
Vote 2 - City Finance		15 139	26 500	4 982	406	4 471	3 736	735	20%	41 278
Vote 3 - Community Services & Social Equity		56 719	32 850	40 513	96	33 430	30 385	3 045	10%	54 868
Vote 4 - Corporate Services		4 119	3 250	-	-	-	-	-	-	3 637
Vote 5 - Infrastructure Services		333 861	569 454	552 278	24 806	190 853	414 209	(223 356)	-54%	555 387
Vote 6 - Sustainable Development and City Enterprises		32 063	45 000	58 976	1 905	22 130	44 232	(22 102)	-50%	21 932
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 Capital Multi-year expenditure	4,7	451 009	682 054	663 939	27 629	255 029	497 954	(242 926)	-49%	683 282
Single Year expenditure appropriation	2									
Vote 1 - City Manager		555	750	1 165	6	276	874	(598)	-68%	750
Vote 2 - City Finance		13 442	710	26 510	171	17 532	19 882	(2 351)	-12%	710
Vote 3 - Community Services & Social Equity		13 720	17 619	18 016	343	12 284	13 512	(1 228)	-9%	17 619
Vote 4 - Corporate Services		8 398	3 150	6 737	793	3 837	5 053	(1 216)	-24%	3 150
Vote 5 - Infrastructure Services		15 100	2 980	18 323	2 498	11 033	13 742	(2 709)	-20%	2 980
Vote 6 - Sustainable Development and City Enterprises		26 412	1 798	7 521	727	1 795	5 640	(3 846)	-68%	1 798
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 Capital single-year expenditure	4	77 627	27 006	78 271	4 537	46 756	58 704	(11 948)	-20%	27 006
Total Capital Expenditure		528 636	709 060	742 211	32 165	301 784	556 658	(254 874)	-46%	710 288
Capital Expenditure - Standard Classification										
Governance and administration		50 762	39 360	46 584	1 791	31 568	34 938	(3 370)	-10%	39 360
Executive and council		9 665	5 750	8 355	421	4 657	6 267	(1 610)	-26%	5 750
Budget and treasury office		28 581	27 210	31 491	577	22 126	23 618	(1 493)	-6%	27 210
Corporate services		12 517	6 400	6 737	793	4 785	5 053	(268)	-5%	6 400
Community and public safety		68 187	63 824	63 174	335	41 836	47 380	(5 544)	-12%	63 824
Community and social services		17 495	3 446	10 792	41	3 258	8 094	(4 836)	-60%	3 446
Sport and recreation		45 618	33 350	40 214	294	34 496	30 161	4 335	14%	33 350
Public safety		1 883	8 333	3 533	-	444	2 650	(2 205)	-83%	8 333
Housing		3 191	17 075	8 635	-	3 638	6 476	(2 838)	-44%	17 075
Health		-	1 620	-	-	-	-	-	-	1 620
Economic and environmental services		166 656	347 746	365 416	12 623	96 132	273 927	(177 795)	-65%	347 746
Planning and development		48 972	28 325	57 862	2 632	20 287	43 397	(23 110)	-53%	28 325
Road transport		116 686	317 801	305 934	9 989	74 895	229 450	(154 556)	-67%	317 801
Environmental protection		997	1 620	1 620	2	951	1 080	(129)	-12%	1 620
Trading services		236 720	258 353	267 037	17 416	132 248	200 278	(68 030)	-34%	258 353
Electricity		136 907	133 000	137 861	13 471	68 571	103 396	(34 825)	-34%	133 000
Water		53 989	83 133	83 672	2 140	35 230	62 754	(27 524)	-44%	83 133
Waste water management		33 205	37 500	41 638	1 419	25 599	31 229	(5 629)	-18%	37 500
Waste management		12 620	4 720	3 866	385	2 848	2 899	(52)	-2%	4 720
Other		6 311	1 398	-	-	-	-	-	-	1 398
Total Capital Expenditure - Standard Classification	3	528 636	710 680	742 211	32 165	301 784	556 523	(254 739)	-46%	710 680
Funded by:										
National Government		224 530	489 060	482 602	14 677	170 360	361 952	(191 592)	-53%	489 060
Provincial Government		67 121	-	33 386	446	8 869	25 039	(16 170)	-65%	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		291 650	489 060	515 988	15 123	179 229	386 991	(207 762)	-54%	489 060
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	81 881	100 000	100 000	10 308	43 569	75 000	(31 431)	-42%	100 000
Internally generated funds		155 105	120 000	126 223	6 734	78 986	94 667	(15 681)	-17%	120 000
Total Capital Funding		528 636	709 060	742 211	32 165	301 784	556 658	(254 874)	-46%	709 060

KZN225 Msunduzi - Table C6 Consolidated Monthly Budget Statement - Financial Position - M09 March

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	81 975	31 566	81 975
Call investment deposits		745 471	1 086 263	1 085 994	995 577	1 085 994
Consumer debtors		728 136	883 147	883 147	1 322 769	883 147
Other debtors		390 671	376 440	376 438	(101 850)	376 438
Current portion of long-term receivables		46	43	43	46	43
Inventory		46 737	741 893	741 893	56 607	741 893
Total current assets		2 007 658	3 133 299	3 169 490	2 304 715	3 169 490
Non current assets						
Long-term receivables		10 482	9 455	9 455	10 919	9 455
Investments		-	-	-	-	-
Investment property		382 805	356 914	356 914	381 065	356 914
Investments in Associate		-	-	-	-	-
Property, plant and equipment		7 091 843	6 948 898	6 928 396	7 033 340	6 928 396
Agricultural		44 831	-	-	-	-
Biological assets		-	46 520	46 520	936	46 520
Intangible assets		18 880	27 283	27 283	17 527	27 283
Other non-current assets		-	179 008	179 008	-	179 008
Total non current assets		7 548 842	7 568 078	7 547 576	7 443 787	7 547 576
TOTAL ASSETS		9 556 500	10 701 377	10 717 066	9 748 502	10 717 066
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		53 524	61 751	61 751	1 120	61 751
Consumer deposits		89 479	92 798	92 798	93 602	92 798
Trade and other payables		765 335	1 217 489	1 217 489	786 304	1 217 489
Provisions		7 034	6 084	6 084	24 067	6 084
Total current liabilities		915 372	1 378 122	1 378 122	905 093	1 378 122
Non current liabilities						
Borrowing		543 401	579 761	579 761	652 249	579 761
Provisions		653 749	681 715	681 715	653 749	681 715
Total non current liabilities		1 197 150	1 261 476	1 261 476	1 305 999	1 261 476
TOTAL LIABILITIES		2 112 522	2 639 598	2 639 598	2 211 091	2 639 598
NET ASSETS	2	7 443 978	8 061 779	8 077 468	7 537 410	8 077 468
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		7 186 031	7 888 864	7 904 554	7 272 314	7 904 554
Reserves		257 948	172 915	172 914	265 097	172 914
TOTAL COMMUNITY WEALTH/EQUITY	2	7 443 978	8 061 779	8 077 468	7 537 410	8 077 468

KZN225 Msunduzi - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M09 March

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	711 871	57 573	517 117	533 903	(16 786)	-3%	711 871
Service charges		2 227 636	2 349 116	2 349 116	209 354	1 865 104	1 761 837	103 267	6%	2 349 116
Other revenue		18 478	84 318	84 320	28 402	279 771	63 240	216 531	342%	84 320
Government - operating		519 604	440 652	484 851	100 465	426 850	363 638	63 212	17%	484 851
Government - capital		356 459	489 060	453 347	229 942	475 338	340 010	135 328	40%	453 347
Interest		120 502	64 837	64 894	4 602	34 502	48 671	(14 169)	-29%	64 894
Dividends							-	-		-
Payments										
Suppliers and employees		(2 677 191)	(3 347 843)	(3 353 475)	(265 512)	(2 887 291)	(2 515 106)	372 185	-15%	(3 353 475)
Finance charges		(71 169)	(69 489)	(69 499)	(16 592)	(46 470)	(52 124)	(5 654)	11%	(69 499)
Transfers and Grants		(11 572)	(5 854)	(181)	(1 438)	(16 414)	(136)	16 278	-11991%	(181)
NET CASH FROM/(USED) OPERATING ACTIVITIES		1 199 351	706 264	725 244	346 796	648 507	543 933	(104 574)	-19%	725 244
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		(1 249 093)	(589 505)	(589 505)	(32 165)	(308 395)	(442 129)	(133 734)	30%	(589 505)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(1 250 600)	(589 505)	(589 505)	(32 165)	(308 395)	(442 129)	(133 734)	30%	(589 505)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans					-	-	-	-		-
Borrowing long term/refinancing		100 000	100 000	100 000	-	100 000	75 000	25 000	33%	100 000
Increase (decrease) in consumer deposits		4 370	5 250	5 250	315	3 383	3 938	(555)	-14%	5 250
Payments										
Repayment of borrowing		(46 261)	(49 850)	(49 850)	(17 993)	(47 605)	(37 388)	10 218	-27%	(49 850)
NET CASH FROM/(USED) FINANCING ACTIVITIES		58 109	55 400	55 400	(17 678)	55 778	41 550	(14 228)	-34%	55 400
NET INCREASE/ (DECREASE) IN CASH HELD		6 860	172 159	191 139	296 953	395 890	143 354			191 139
Cash/cash equivalents at beginning:		827 273	951 511	842 352		842 069	842 352			842 069
Cash/cash equivalents at month/year end:		834 133	1 123 670	1 033 491		1 237 959	985 706			1 033 208

1 PART 2 – SUPPORTING DOCUMENTATION

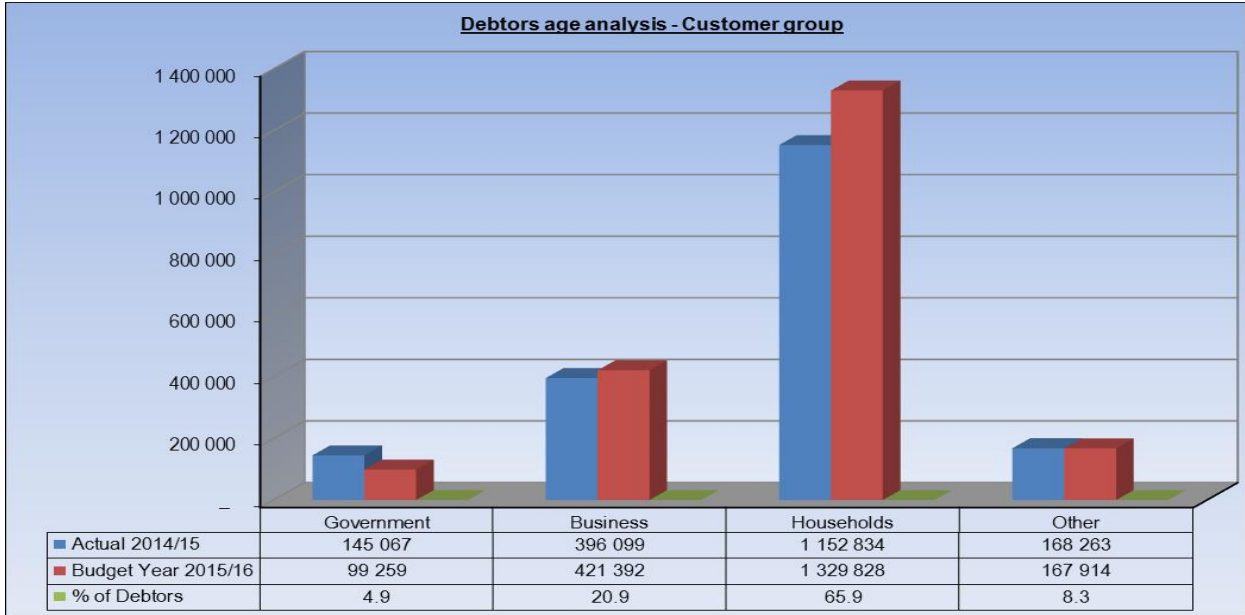
2.1 Debtors Analysis

The table presented below summarises the Debtors Age Analysis as at end March 2016.

Table 2.1.1: Debtors Age Analysis by Income Source

KZN225 Msunduzi - Supporting Table SC3 Monthly Budget Statement - aged debtors										M09 March 2016			
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	47 963 800	29 368 321	21 222 936	18 166 261	18 573 388	19 582 821	17 763 635	436 085 481	608 726 643	219 277 109	510 171 586	84%
Electricity	1300	167 145 697	69 345 628	8 201 209	5 701 032	4 908 283	4 122 492	4 318 720	77 512 102	341 255 163	37 377 263	96 562 629	28%
Rates	1400	52 594 107	25 306 196	13 861 242	9 233 211	8 751 897	15 048 518	7 777 201	216 979 751	349 552 123	122 886 221	257 790 578	74%
Sewerage / Sanitation	1500	11 592 009	6 296 226	3 296 572	3 164 481	3 042 143	3 048 269	2 601 893	94 545 534	127 587 127	54 858 144	106 402 320	83%
Refuse Removal	1600	6 796 374	3 422 872	1 821 502	1 688 314	1 602 752	1 570 439	1 516 545	50 774 630	69 193 428	30 325 466	57 152 680	83%
Housing (Rental Revenue)	1700	661 038	604 400	583 272	571 070	561 217	561 293	552 853	25 888 220	29 983 363	18 317 751	28 134 653	94%
Interest on arrear Drts	1810	9 710 395	9 516 014	8 973 084	8 909 859	8 557 254	8 294 534	7 959 640	280 364 783	342 285 563	178 000 696	314 086 070	92%
Recoverable unauthorised, irregular or fruitless & wasteful Expenditure	1820	0	0	0	0	0	0	0	0	0	0	0	0%
Other	1900	3 372 749	3 568 056	-233 367	-2 111 586	-3 959 294	16 239 710	-1 751 163	134 684 827	149 809 932	74 978 877	143 102 494	96%
Total By Revenue Source	2000	299 836	147 428	57 726	45 323	42 038	68 468	40 739	1 316 835	2 018 393	736 022	1 513 403	
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	23 619 999	8 542 316	1 245 876	2 249 410	-4 830 717	2 946 629	598 200	64 887 137	99 258 850	42 091 743		5%
Business	2300	154 963 753	67 696 783	9 852 344	6 781 950	6 605 851	7 858 752	5 848 785	161 784 064	421 392 282	88 676 897		21%
Households	2400	113 775 991	66 056 956	40 669 328	33 227 948	36 762 911	52 990 576	31 236 442	955 107 799	1 329 827 951	519 964 169		66%
Other	2500	7 476 426	5 131 658	5 958 902	3 063 334	3 499 595	4 672 119	3 055 897	135 056 328	167 914 259	85 288 718		8%
Total By Customer Category	2600	299 836	147 428	57 726	45 323	42 038	68 468	40 739	1 316 835	2 018 393	736 022		
Notes	%	14.86	7.30	2.86	2.25	2.08	3.39	2.02	65.24				

Chart 1: Debtors Age Analysis By Customer Group

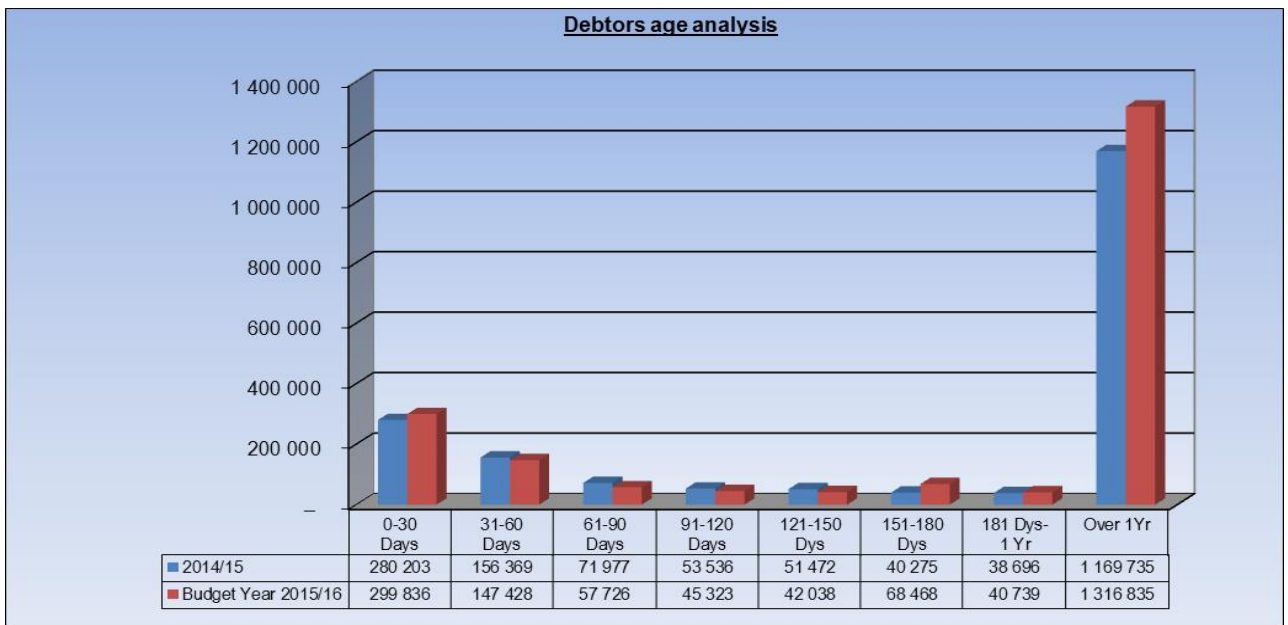


The information presented in the chart above reflects a slight increase in the outstanding debtor's balances as at end March 2016 of R 24.0 million when compared to the prior month balance bringing the total outstanding debtors balance to R 2, 01 billion.

Total debt owed to the municipality ranked from highest to lowest for current budget year reflects that households owe 66% of the total municipal debt as detailed below:

- ✓ Households 66%
- ✓ Commercial 21%
- ✓ Other 8%
- ✓ Organs of State 5%

Chart 2: Year on Year Debtors Age Analysis



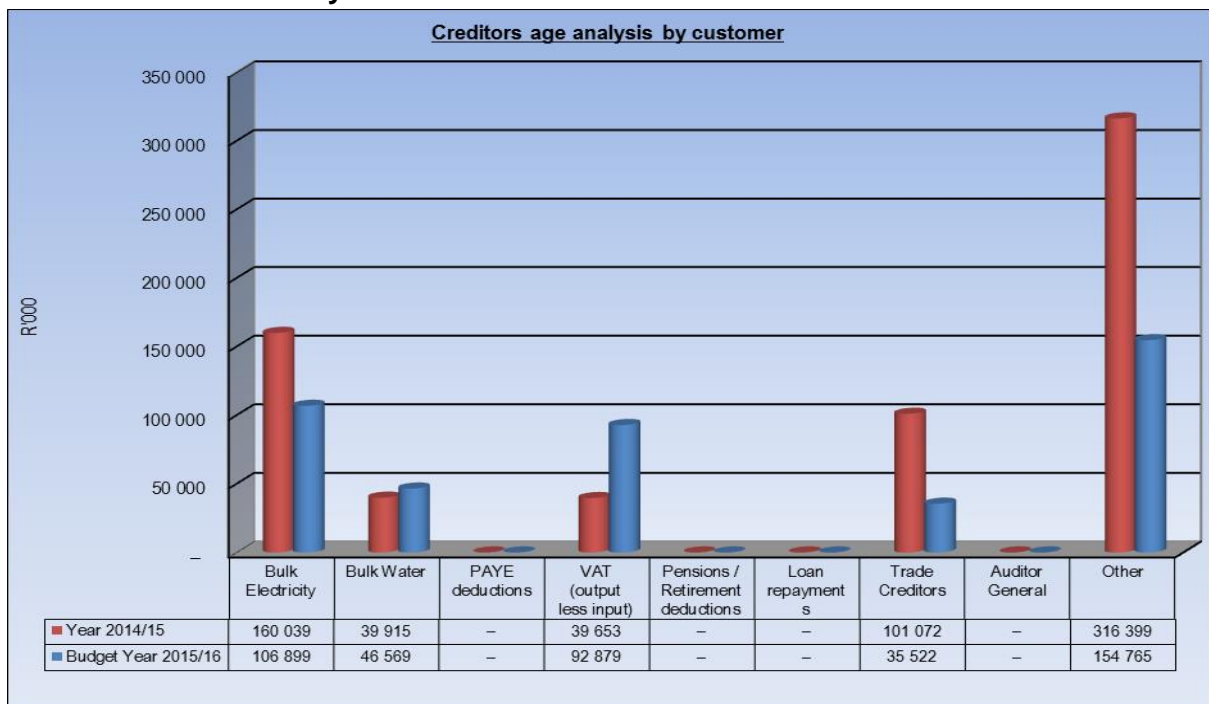
2.2 Creditors Analysis

Table SC 4 below presents the aged creditors as at end March 2016

KZN225 Msunduzi - Supporting Table SC4 Monthly Budget Statement - aged creditors										M09 March 2016	
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		
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	106 899	-	-	-	-	-	-	-	106 899	160 039
Bulk Water	0200	46 569	-	-	-	-	-	-	-	46 569	39 915
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	92 879	-	-	-	-	-	-	-	92 879	39 653
Pensions / Retirement deduction	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	20 138	11 053	26	95	301	3 909	-	-	35 522	101 072
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	154 765	-	-	-	-	-	-	-	154 765	316 399
Total By Customer Type	2600	421 250	11 053	26	95	301	3 909	-	-	436 634	657 078

The chart below presents a comparison of the age creditors between the current and prior year and for March 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 end March 2016.

KZN225 Msunduzi - Supporting Table SC5 Monthly Budget Statement - investment portfolio							M09 March 2016		
Investments by maturity Name of institution & investment ID	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
R thousands		Yrs/Months							
Municipality									
Fixed - ABSA - Call		Call	Call	on call					26 530
Fixed - ABSA - 12 months (WCA)		12 months							8 318
Fixed - ABSA - Various		Various							200 000
Fixed - FNB - Various		Various							789 762
Municipality sub-total					-		-	-	1 024 610

The total consolidated investment balances as at end March 2016 was R 1.02 billion.

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						M09 March 2016			
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	407 948	450 384	305 961	144 423	47.2%	407 948
Local Government Equitable Share		373 541	395 786	395 786	444 752	296 840	147 913	49.8%	395 786
Finance Management		1 600	1 600	1 600	1 600	1 200	400	33.3%	1 600
Municipal Systems Improvement		-	930	930	-	698	(698)	-100.0%	930
EPWP Incentive		2 784	4 032	4 032	4 032	3 024	1 008	33.3%	4 032
Energy Efficiency and Demand Management		-	-	-	-	-	-	-	-
Water Services Operating Subsidy	3	-	-	-	-	-	-	-	-
Public Transport and Systems		109 480	-	-	-	-	-	-	-
Operating costs-MIG		-	5 000	5 000	-	3 750	(3 750)	-100.0%	5 000
Neighbourhood Development Partnership Technical ass		-	600	600	-	450	(450)	-100.0%	600
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-
Provincial Government:		41 449	32 704	32 704	49 771	24 528	25 243	102.9%	32 704
Expanded Public Works Grant	3	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-
Human Settlements		10 148	8 715	8 715	49 771	6 536	43 235	661.5%	8 715
Arts and Culture - Subsidies		-	380	380	-	285	(285)	-100.0%	380
Arts and Culture - Comm Library		-	552	552	-	414	(414)	-100.0%	552
Arts and Culture - Prov incilisation		-	23 057	23 057	-	17 293	(17 293)	-100.0%	23 057
Sanitation Bucket eradication		-	-	-	-	-	-	-	-
GEDI		31 298	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	528 854	440 652	440 652	500 155	330 489	169 666	51.3%	440 652
Capital Transfers and Grants									
National Government:		316 544	489 060	489 060	502 985	366 795	136 190	37.1%	489 060
Municipal Infrastructure Grant (MIG)		163 157	187 456	187 456	192 456	140 592	51 864	36.9%	187 456
Public Transport and Systems		-	213 271	213 271	213 271	159 953	53 318	33.3%	213 271
Neighbourhood Development Partnership		20 195	20 000	20 000	-	15 000	(15 000)	-100.0%	20 000
Dept of Mineral/Electricity		-	-	-	-	-	-	-	-
Intergrated National Electrification Programme		95 989	10 000	10 000	14 386	7 500	6 886	91.8%	10 000
Municipal Water infrastructure Grant		11 389	58 333	58 333	58 333	43 750	14 583	33.3%	58 333
MSIG		1 226	-	-	930	-	930	0.0%	-
Library		24 586	-	-	23 609	-	23 609	0.0%	-
Other capital transfers [insert description]		-	-	-	-	-	-	-	-
Provincial Government:		19 870	-	-	1 161	-	1 161	0.0%	-
Airport Development Project		-	-	-	781	-	781	0.0%	-
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	0.0%	-
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	489 060	504 146	366 795	137 351	37.4%	489 060
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	865 304	929 712	929 712	1 004 302	697 284	307 018	44.0%	929 712

Capital and Operating grants: While the full year grant expenditure budget is R 929.7 million, the actual YTD Capital grant expenditure incurred amounted to R 192.1 million resulting in underperformance of 47% of the YTD capital grants budget of R 366.7 million.

KZN225 Msunduzi - Supporting Table SC7 Monthly Budget Statement - transfers and grant expenditure								M09 March 2016	
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	407 948	5 243	305 961	(300 718)	-98.3%	407 948
Local Government Equitable Share		373 541	395 786	395 786	-	296 840	(296 840)	-100.0%	395 786
Finance Management		1 600	1 600	1 600	1 211	1 200	11	0.9%	1 600
Municipal Systems Improvement		-	930	930	-	698	(698)	-100.0%	930
EPWP Incentive		2 784	4 032	4 032	4 032	3 024	1 008	33.3%	4 032
Public Transport and Systems		109 480	-	-	-	-	-	-	-
Operating costs-MIG		-	5 000	5 000	-	3 750	(3 750)	-100.0%	5 000
Neighbourhood Development Partnership Technical ass		-	600	600	-	450	(450)	-100.0%	600
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-
Provincial Government:		41 449	32 704	32 704	15 414	24 528	(9 114)	-37.2%	32 704
Expanded Public Works Grant		3	-	-	-	-	-	-	-
Human Settlements		10 148	8 715	8 715	15 414	6 536	8 878	135.8%	8 715
Arts and Culture - Subsidies		-	380	380	-	285	(285)	-100.0%	380
Arts and Culture - Comm Library		-	552	552	-	414	(414)	-100.0%	552
Arts and Culture - Provincialisisation		-	23 057	23 057	-	17 293	(17 293)	-100.0%	23 057
GEDl		31 298	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		528 854	440 652	440 652	20 657	330 489	(309 832)	-93.7%	440 652
Capital expenditure of Transfers and Grants									
National Government:		316 544	489 060	489 060	189 395	366 795	(177 400)	-48.4%	489 060
Municipal Infrastructure Grant (MIG)		163 157	187 456	187 456	134 267	140 592	(6 325)	-4.5%	187 456
Public Transport and Systems		-	213 271	213 271	24 072	159 953	(135 882)	-85.0%	213 271
Neighbourhood Development Partnership		20 195	20 000	20 000	76	15 000	(14 924)	-99.5%	20 000
Intergrated National Electrification Programme		95 989	10 000	10 000	8 277	7 500	777	10.4%	10 000
Municipal Water infrastructure Grant		11 389	58 333	58 333	14 459	43 750	(29 291)	-67.0%	58 333
MSIG		1 226	-	-	698	-	698	0.0%	-
Library		24 586	-	-	7 546	-	7 546	#DIV/0!	-
Provincial Government:		19 870	-	-	2 759	-	2 759	0.0%	-
Airport Development Project		-	-	-	-	-	-	-	-
Sport and Recreation		140	-	-	-	-	-	0.0%	-
Publicity House Renovation		1 977	-	-	26	-	26	0.0%	-
COGTA - Art Gallery		-	-	-	292	-	292	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	489 060	192 153	366 795	(174 642)	-47.6%	489 060
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		865 304	929 712	929 712	212 811	697 284	(484 473)	-69.5%	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		A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		31 389	29 522	29 522	2 277	19 618	22 141	(2 523)	-11%	29 522
Pension and UIF Contributions		253	3 496	3 496	284	2 546	2 622	(76)	-3%	3 496
Medical Aid Contributions		2 287	1 296	1 296	111	965	972	(7)	-1%	1 296
Motor Vehicle Allowance		528	6 333	6 333	573	5 263	4 750	513	11%	6 333
Cellphone Allowance		133	1 565	1 565	130	1 181	1 174	7	1%	1 565
Housing Allowances		10	137	137	3	57	103	(45)	-44%	137
Other benefits and allowances		58	-	-	22	923	-	923	0%	-
Sub Total - Councillors		34 657	42 350	42 350	3 401	30 554	31 762	(1 208)	-4%	42 350
% increase	4		22.2%	22.2%						22.2%
Senior Managers of the Municipality										
Basic Salaries and Wages	3	5 651	6 744	6 744	621	4 861	5 058	(197)	-4%	6 744
Pension and UIF Contributions		798	870	870	78	783	653	131	20%	870
Medical Aid Contributions		-	20	20	6	44	15	28	187%	20
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		210	360	360	-	143	270	(127)	-47%	360
Motor Vehicle Allowance		762	756	756	82	746	567	179	32%	756
Cellphone Allowance		-	90	90	8	70	68	3	4%	90
Housing Allowances		98	64	64	62	236	48	189	396%	64
Other benefits and allowances		38	-	-	-	0	-	0	0%	-
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	37	-	37	0%	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		7 558	8 904	8 904	857	6 921	6 678	243	4%	8 904
% increase	4		17.8%	17.8%						17.8%
Other Municipal Staff										
Basic Salaries and Wages		504 910	741 800	741 800	47 533	414 753	556 350	(141 597)	-25%	741 800
Pension and UIF Contributions		112 428	16 945	16 945	9 705	95 860	12 709	83 151	654%	16 945
Medical Aid Contributions		40 020	110 158	110 158	3 582	33 063	82 619	(49 555)	-60%	110 158
Overtime		38 448	32 271	32 271	1 794	24 325	24 203	122	1%	32 271
Performance Bonus		-	-	-	-	262	-	262	0%	-
Motor Vehicle Allowance		12 324	52 435	52 435	1 117	10 395	39 326	(28 931)	-74%	52 435
Cellphone Allowance		2 340	-	-	220	1 973	-	1 973	0%	-
Housing Allowances		3 108	9 351	9 351	390	3 017	7 013	(3 996)	-57%	9 351
Other benefits and allowances		96 672	-	-	5 091	86 422	-	86 422	0%	-
Payments in lieu of leave		2 280	-	-	356	3 284	-	3 284	0%	-
Long service awards		12 444	3 461	3 461	313	5 294	2 596	2 699	104%	3 461
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		824 974	966 420	966 420	70 100	678 648	724 815	(46 167)	-6%	966 420
% increase	4		17.1%	17.1%						17.1%
Total Parent Municipality		867 189	1 017 674	1 017 674	74 358	716 124	763 256	(47 132)	-6%	1 017 674
			17.4%	17.4%						17.4%
Unpaid salary, allowances & benefits in arrears:										
Senior Managers of Entities										
Basic Salaries and Wages		329	409	333	33	303	250	53	21%	409
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		12	14	14	2	10	10	(0)	-2%	14
Overtime		18	-	-	-	-	-	-	-	-
Performance Bonus		6	6	6	-	6	5	2	33%	6
Motor Vehicle Allowance		-	18	18	2	14	14	1	4%	18
Cellphone Allowance		4	4	4	-	3	3	0	11%	4
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Entities		369	450	374	37	336	281	55	20%	450
% increase	4		22.0%	1.4%						22.0%
Other Staff of Entities										
Basic Salaries and Wages		2 259	2 794	2 080	205	1 726	1 560	166	11%	2 794
Pension and UIF Contributions		154	194	171	11	120	128	(8)	-6%	194
Medical Aid Contributions		389	533	469	28	251	352	(101)	-29%	533
Overtime		416	457	373	34	289	280	9	3%	457
Performance Bonus		22	25	24	-	25	18	7	39%	25
Motor Vehicle Allowance		56	72	54	6	45	41	5	11%	72
Cellphone Allowance		11	14	11	1	9	8	1	9%	14
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		219	250	245	32	236	184	52	28%	250
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Sub Total - Other Staff of Entities		3 526	4 339	3 427	317	2 701	2 570	131	5%	4 339
% increase	4		23.1%	-2.8%						23.1%
Total Municipal Entities		3 895	4 789	3 801	354	3 037	2 851	186	7%	4 789
TOTAL SALARY, ALLOWANCES & BENEFITS		871 084	1 022 463	1 021 475	74 712	719 161	766 107	(46 946)	-6%	1 022 463
% increase	4		17.4%	17.3%						17.4%
TOTAL MANAGERS AND STAFF		836 427	980 114	979 126	71 311	688 606	734 344	(45 738)	-6%	980 114

Councillor Allowances

The expenditure on councillor allowances as at end March 2016 was under spent by 4%. The year to date budget for Remuneration of Councillor's is R 31.7 million while the actual expenditure incurred was R 30.5 million resulting in 96% YTD expenditure performance.

Employee Benefits

The total salaries expenditure as at end March 2016 was R 688.6 million, against the budget of R 718.0 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 March 2016 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													M09 March 2016			
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	58 464	48 673	52 276	56 072	55 203	62 831	947	668 801	706 022	741 323
Property rates - penalties & collection charges		1 198	1 407	957	1 646	3 294	2 782	1 158	1 390	1 501	3 072	3 496	2 156	32 666	34 430	36 289
Service charges - electricity revenue		155 985	169 554	187 831	166 499	154 031	160 255	139 602	141 787	159 979	118 452	127 585	135 714	1 751 944	1 923 703	2 154 547
Service charges - water revenue		32 607	29 258	33 019	34 690	32 067	32 544	28 164	31 513	32 899	35 422	40 317	70 971	405 277	414 729	435 465
Service charges - sanitation revenue		10 881	8 749	10 474	10 307	10 879	9 798	8 206	10 821	10 131	10 162	10 162	10 354	114 680	120 204	126 695
Service charges - refuse		6 192	4 996	6 092	6 127	5 988	5 823	5 021	5 993	6 345	6 748	7 681	5 740	77 215	80 862	85 229
Service charges - other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		1 480	1 097	1 125	1 361	998	1 251	921	1 105	1 277	3 755	3 755	6 795	33 063	32 234	33 974
Interest earned - external investments		2 684	1 909	913	867	903	1 092	11 873	2 206	3 812	2 970	3 034	2 934	32 289	34 033	35 871
Interest earned - outstanding debtors		838	1 107	910	910	698	1 160	752	920	785	5 462	5 580	4 487	32 549	34 510	36 374
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines		1 134	1 121	1 050	963	1 101	1 210	981	548	394	1 457	1 457	1 457	9 094	8 505	8 964
Licences and permits		7	7	8	9	6	5	5	13	11	7	7	7	87	92	97
Agency services		0	0	0	-	-	0	0	0	0	47	53	65	632	668	704
Transfer receipts - operating		197 440	10 800	3 705	36 520	73 449	-	3 217	1 251	100 468	110	259	44 495	440 652	463 799	502 985
Other revenue		27 939	23 190	46 154	41 902	41 764	15 173	16 249	40 682	26 720	11 221	11 221	11 499	41 442	42 502	44 798
Cash Receipts by Source		492 520	304 746	342 741	355 109	401 975	289 557	264 823	290 505	400 393	254 088	277 438	297 620	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	3 000	14 583	2 098	229 942	37 408	37 408	37 409	489 060	466 372	480 820
Contributions & Contributed assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Short term loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	100 000	-	-	-	-	-	100 000	50 000	-
Increase in consumer deposits		552	417	156	787	393	627	(29)	166	315	-	-	-	5 250	6 150	5 250
Receipt of non-current debtors		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Receipt of non-current receivables		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Change in non-current investments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Receipts by Source		580 481	325 608	350 129	389 683	479 211	293 183	379 377	292 769	630 649	291 496	314 846	335 028	4 234 700	4 418 814	4 729 384

KZN225 Msunduzi - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash payments

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	75 365	76 219	75 389	74 980	62 539	62 539	158 193	956 536	1 009 506	1 073 538
Remuneration of councillors		3 213	3 263	3 212	3 208	3 213	4 076	4 534	3 375	3 375	3 734	3 734	3 737	42 350	45 659	48 124
Interest paid		118	40	11 714	205	197	16 597	540	158	16 591	-	-	21 049	69 489	68 312	61 719
Bulk purchases - Electricity		160 039	194 248	177 735	111 831	113 431	108 729	101 024	103 001	106 690	108 737	108 737	108 445	1 270 801	1 397 881	1 537 670
Bulk purchases - Water & Sewer		40 030	45 376	46 460	43 918	45 367	44 829	46 048	44 940	42 590	43 133	43 133	43 136	466 010	509 352	556 286
Other materials		-	-	-	14 804	11 650	15 250	7 067	9 907	11 905	13 638	13 638	13 639	6 773	9 269	9 770
Contracted services		-	-	-	12 956	14 882	21 420	5 663	8 978	5 056	941	941	6 590	18 556	19 483	20 535
Grants and subsidies paid - other municipalities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Grants and subsidies paid - other		1 438	20	20	12 000	20	1 438	20	20	1 438	660	660	661	5 854	6 599	6 999
General expenses		138 681	58 702	60 150	26 683	32 171	55 561	32 618	9 466	20 505	17 647	17 647	166 715	586 817	713 254	813 675
Cash Payments by Type		413 617	371 425	381 358	340 042	296 032	343 265	273 733	255 236	283 130	251 029	251 029	522 164	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	63 575	15 750	32 316	32 165	64 406	64 406	64 407	589 505	555 584	537 677
Repayment of borrowing		23	24	18 571	24	24	10 899	24	24	17 993	-	-	49 850	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	417 739	289 506	287 576	333 288	315 435	315 435	636 420	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	(124 556)	89 870	5 193	297 361	(23 939)	(589)	(301 392)	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	863 505	953 375	958 568	1 255 930	1 231 990	1 231 401	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	863 505	953 375	958 568	1 255 930	1 231 990	1 231 401	930 010	1 014 227	1 044 513	1 054 148

2.6.2 Material Variances: Financial Indicators

KZN225 Msunduzi - Supporting Table SC1 Material variance explanations			M09 March 2016	
Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Agency services	-96%	This is based on the customer usage for fire services to the District municipality	
	Other revenue	-51%	This is a user driven resource	
	Rental of facilities and equipment	-53%	This is a user driven resource	
	Licences and permits	11%	This is a user driven resource	
	Interest earned - external investments	78%	This is would smooth out during the year	
	Transfers recognised - operational	21%	This is would smooth out during the year	
	Interest earned - outstanding debtors	8%		
2	Expenditure By Type			
	Debt impairment	100%	This is an annualised year end entry	
	Other materials	20%	This is a seasonal category and will smooth out during the year	
	Contracted services	9%	This over-performance is primarily due to the increased security costs	
	Transfers and grants	94%	These are quarterly payments, the under-performance would smooth out during the year	
	Finance charges	11%	This over-performance would smooth out during the	
	Bulk purchases	-1%	This is would smooth out during the year	
	Depreciation & asset impairment	15%		
	Other expenditure	14%	This is would smooth out during the year	

2.7 Parent Municipality Financial Performance

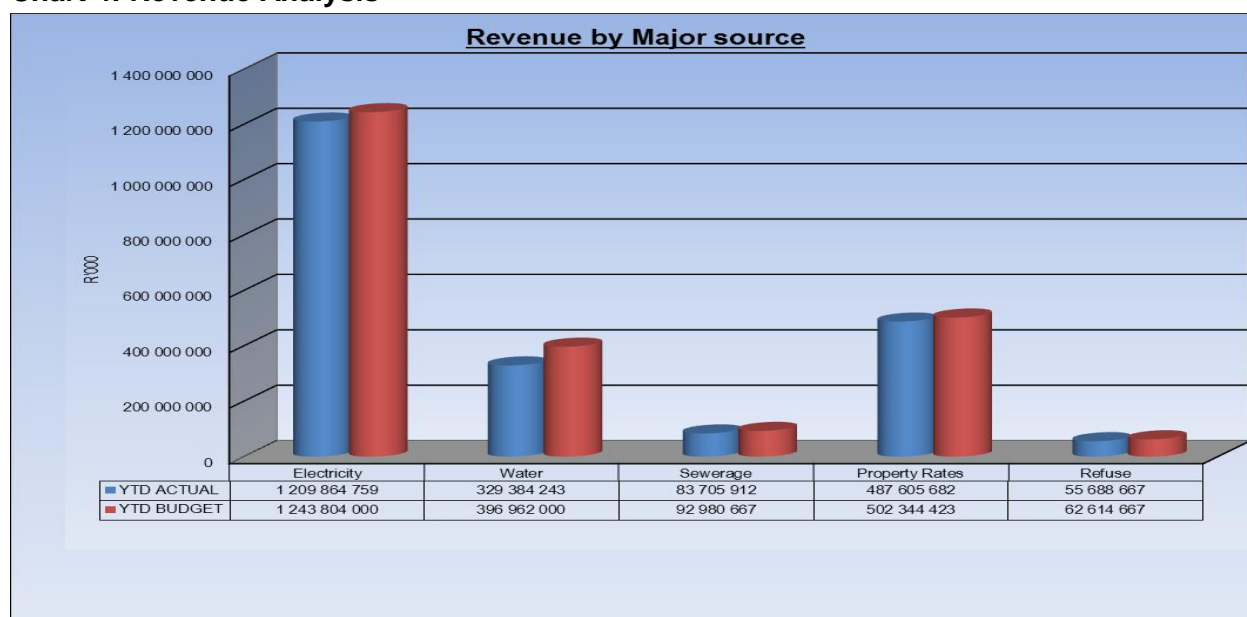
REVENUE ANALYSIS

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 slightly under performed by (R 48.3 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 3% under performance existed as at end March 2016.

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 14% of the budgeted revenue basket and 12% of YTD actual revenue, there is an underperformance against the budget causing a 18% variance when comparing YTD actual to YTD Budget.

Service Charges - sanitation revenue: reflects a 8% under performance when comparing the YTD actual revenue to the YTD budget.

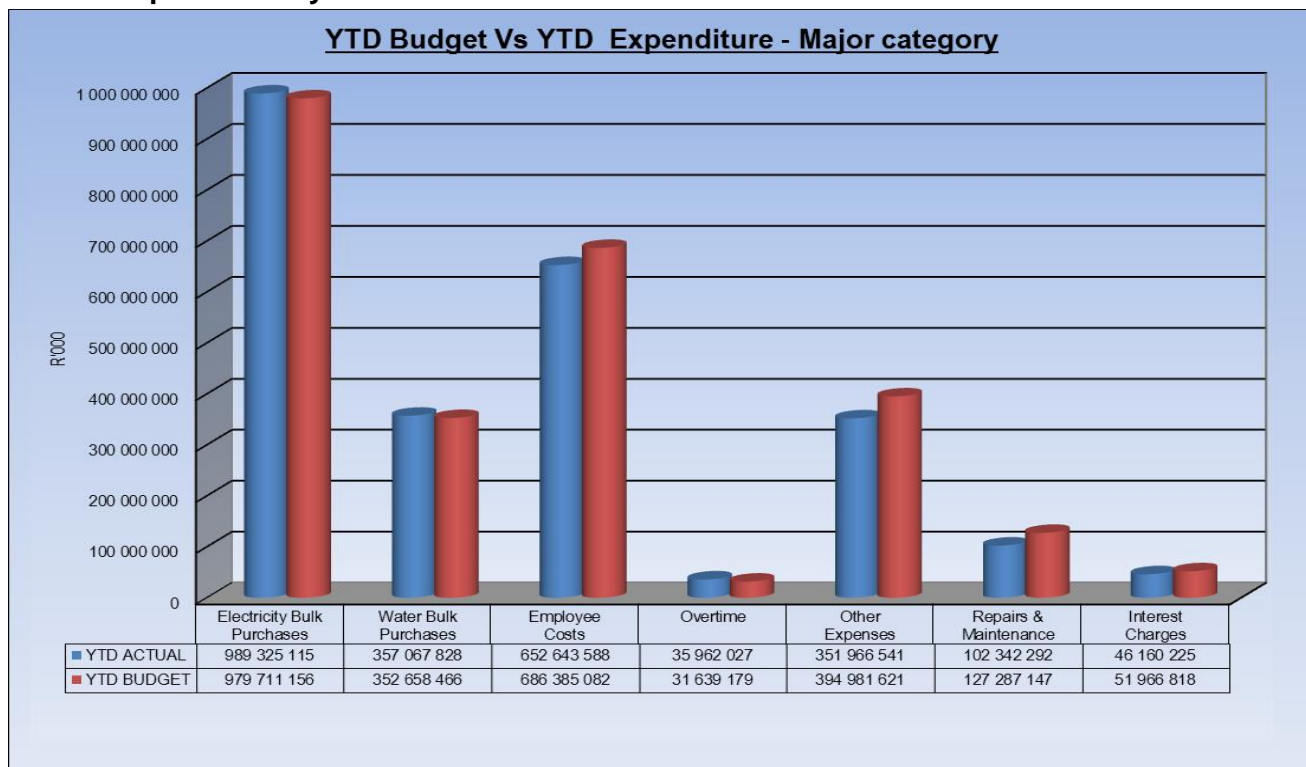
Service Charges - refuse revenue reflects an under performance of 11% when comparing the YTD actual revenue to the YTD budget.

Interest earned – outstanding debtors and other revenue contributed 3.1% to the total operating revenue received as at end March 2016.

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 1.34 billion which reflects a slight over performance against the budget. Bulk Purchases is made up of Bulk Electricity Purchases and Water Purchases as broken down below;

✓ Bulk Purchases – Electricity	R 989 325	74%
✓ Bulk Purchases- Water	<u>R 357 068</u>	<u>26%</u>
Total	<u>R 1 346 393</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 265.7 million while the actual costs incurred was R 228.9 million resulting in under performance against the budget of R 36.8 million. The table below provides a detailed listing of the top 20 cash drainers during the month of March 2016.

Table 3: Top 20 Cash Drainers – March 2016

No:	Description	YTD Actual	March - 2016	
			Annual Budget	YTD % of Annual budget
1	Pension Payable	13 408 702	4 002 038	335.0%
2	Security Services	37 272 924	25 141 576	148.3%
3	Subscriptions For Cities Network	1 650 000	2 650 000	62.3%
4	IDP Expenses	3 834 013	4 000 400	95.8%
5	Ward Committee Expenses	4 546 078	7 151 929	63.6%
6	Printing And Stationery	4 818 892	8 605 711	56.0%
7	Postage And Stamps	3 346 764	4 842 534	69.1%
8	Marketing & Promotion	16 903 419	21 291 911	79.4%
9	Uniforms	3 640 569	5 286 777	68.9%
10	Bank Charges	4 227 046	5 412 869	78.1%
11	Telephones	6 254 864	7 483 802	83.6%
12	Extraordinary Items	649 534	725 000	89.6%
13	Stores & Materials	3 064 297	4 923 063	62.2%
14	Motor Vehicle Licences	1 902 685	2 114 668	90.0%
15	Interview Costs	10 474	20 000	52.4%
16	Petrol & Lubricants	19 035 693	30 067 141	63.3%
17	Hire Charges	12 164 896	19 398 626	62.7%
18	Audit Fees	2 706 262	5 414 822	50.0%
19	Entertainment	261 723	407 725	64.2%
20	Plant Hire	1 391 036	1 647 541	84.4%

Depreciation & Asset Impairment: The full year depreciation & asset impairment figure is R 556.4 million. The actual YTD is R 355.1 million whilst the YTD budget is R 417.3 million.

Finance Charges: YTD budgeted figure for finance charges for the year was R 51.9 million and the Actual figure was R 46.1 million pointing to a positive variance in this line item.

Contracted Services: YTD Budget for contracted services was R 88.1 million, whilst the actual YTD is R 80.0 million, resulting in a slight positive variance in this line item.

Remuneration of councillors: the YTD budget was R 31.7 million and the actual expenditure incurred was R 30.5 million.

2.8 Municipal Entity Financial Performance

Safe City Msunduzi (PTY)Ltd - Table F1 Monthly Budget Statement Summary - M09 March

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	-	5	164	42	0	290%	56
Transfers recognised - operational	-	-	-	-	-	-	-	-	-
Other own revenue	4 534	12 474	-	1 418	12 283	12 473	(0)	-2%	12 474
Total Revenue (excluding capital transfers and contributions)	4 588	12 530	-	1 423	12 447	12 515	(68)	(0)	12 530
Employee costs	3 735	4 799	-	353	3 072	3 599	(527)	(0)	4 799
Remuneration of Board Members	-	-	-	-	-	-	-	-	-
Depreciation and asset impairment	501	1 553	-	138	1 240	1 240	-	-	1 553
Finance charges	11	12	-	1	9	9	0	0	12
Materials and bulk purchases	212	279	-	7	137	209	(72)	(0)	279
Transfers and grants	-	-	-	-	-	-	-	-	-
Other expenditure	578	8 029	-	52	7 113	6 022	1 091	0	8 029
Total Expenditure	5 037	14 672	-	551	11 571	11 079	492	0	14 672
Surplus/(Deficit)	(449)	(2 142)	-	872	876	1 436	(560)	(0)	(2 142)
Transfers recognised - capital	-	-	-	-	-	-	-	-	-
Contributions recognised - capital & contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(449)	(2 142)	-	872	876	1 436	(560)	(0)	(2 142)
Taxation	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(449)	(2 142)	-	872	876	1 436	(560)	(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	-	-	2 818	-	-	-	453
Total non current assets	684	6 778	-	-	5 728	-	-	-	6 778
Total current liabilities	7 770	6 982	-	-	248	-	-	-	6 982
Total non current liabilities	-	-	-	-	-	-	-	-	-
Community wealth/Equity	1 136	0	-	-	8 298	-	-	-	0
Cash flows									
Net cash from (used) operating	7 852	(589)	-	1 010	922	990	(68)	(0)	(589)
Net cash from (used) investing	(313)	-	-	-	(6 610)	(6 610)	-	-	-
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	8 209	80	669	1 010	(5 687)	(5 619)	(68)	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	-	-	-	-	-	-	-	-	-

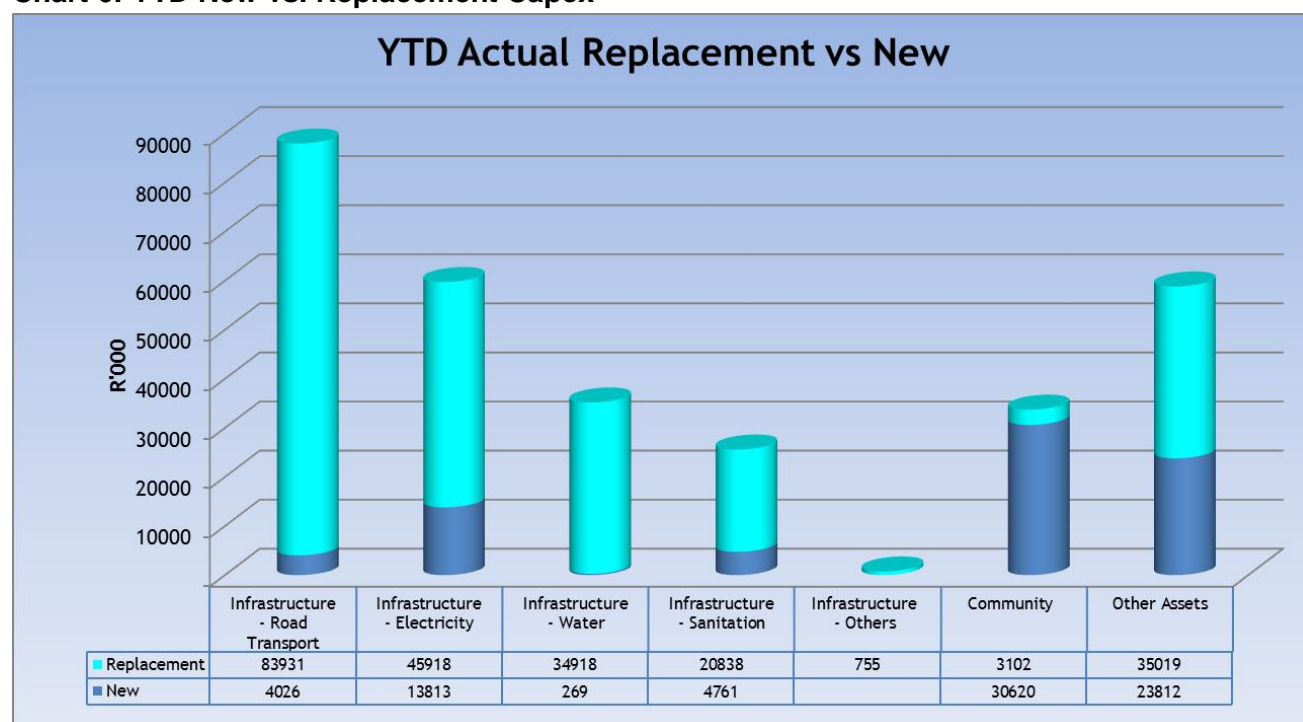
2.9 Capital Programme Performance

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								M09 March 2016	
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	9 089	9 089	-		1%
August	15 964	60 407	23 544	23 544	32 633	32 633	-		5%
September	29 556	58 688	39 949	39 949	72 583	72 583	-		10%
October	55 143	55 535	46 126	46 126	118 709	118 708	(0)	0.0%	17%
November	28 042	66 844	39 269	39 269	157 977	157 977	(0)	0.0%	22%
December	36 204	92 393	63 575	63 575	221 552	221 552	(0)	0.0%	31%
January	59 425	12 874	72 395	15 750	237 302	293 947	56 645	19.3%	33%
February	62 127	69 412	65 256	32 316	269 619	359 203	89 584	24.9%	38%
March	51 888	62 204	78 600	32 165	301 784	437 803	136 019	31.1%	43%
April	42 741	70 535	89 154	-	-	526 957	-		
May	40 445	73 060	92 590	-	-	619 547	-		
June	105 643	67 251	90 741	-	-	710 288	-		
Total Capital expenditure	528 635	709 060	710 288	301 784					

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 end of March 2016.

Chart 6: YTD New vs. Replacement Capex



The Total Capital Expenditure amounted to R 301.7 million, R 77.3 million (26%) was new assets and R 224.4 million (74%) was Replacement assets.

KZN225 Msunduzi - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M09 March

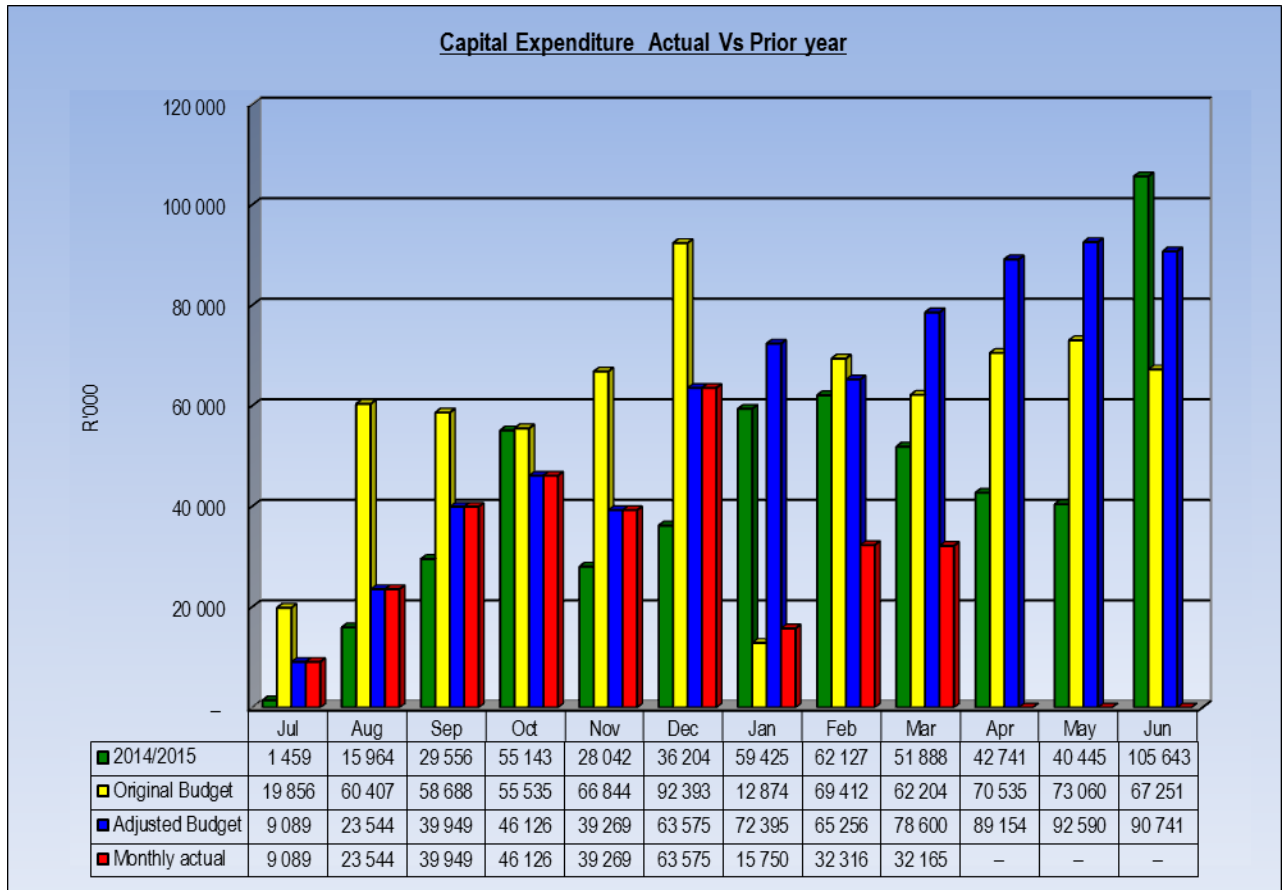
Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		69 056	46 075	54 124	1 356	22 870	40 593	17 723	43.7%	54 124
Infrastructure - Road transport		-	2 230	19 584	846	4 026	14 688	10 662	72.6%	19 584
Roads, Pavements & Bridges		-	2 230	19 584	846	4 026	14 688	10 662	72.6%	19 584
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		25 692	18 000	18 105	443	13 813	13 579	(234)	-1.7%	18 105
Generation		25 692	10 000	18 105	443	13 813	13 579	(234)	-1.7%	18 105
Transmission & Reticulation		-	-	-	-	-	-	-	-	-
Street Lighting		-	8 000	-	-	-	-	-	-	-
Infrastructure - Water		1 660	25 445	300	-	269	225	(44)	-19.6%	300
Dams & Reservoirs		-	-	300	-	269	225	(44)	-19.6%	300
Water purification		-	-	-	-	-	-	-	-	-
Reticulation		1 660	25 445	-	-	-	-	-	-	-
Infrastructure - Sanitation		41 674	-	16 135	66	4 761	12 101	7 340	60.7%	16 135
Reticulation		14 953	-	16 135	66	4 761	12 101	7 340	60.7%	16 135
Sewerage purification		26 721	-	-	-	-	-	-	-	-
Infrastructure - Other		30	400	-	-	-	-	-	-	-
Waste Management		30	400	-	-	-	-	-	-	-
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Community		27 505	10 288	36 391	823	30 620	27 293	(3 327)	-12.2%	36 391
Parks & gardens		243	-	170	-	169	127	(42)	-32.8%	170
Sportsfields & stadia		-	-	28 528	96	26 072	21 396	(4 676)	-21.9%	28 528
Swimming pools		-	3 200	-	-	-	-	-	-	-
Community halls		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		-	-	3 200	-	3 189	2 400	(789)	-32.9%	3 200
Fire, safety & emergency		-	618	-	-	-	-	-	-	-
Security and policing		-	1 200	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		94	-	-	-	-	-	-	-	-
Cemeteries		-	2 000	-	-	-	-	-	-	-
Social rental housing		-	-	-	-	-	-	-	-	-
Other		27 168	3 270	4 494	727	1 191	3 370	2 179	64.7%	4 494
Heritage assets		-	5 350	-	-	-	-	-	-	-
Buildings		-	5 350	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		39 968	10 712	47 591	4 116	23 812	35 110	11 298	32.2%	47 591
General vehicles		2 343	-	8 237	1 040	4 377	6 178	1 800	29.1%	8 237
Specialised vehicles		-	3 500	3 500	-	-	2 042	2 042	100.0%	3 500
Plant & equipment		28 413	3 347	12 051	45	4 769	9 038	4 269	47.2%	12 051
Computers - hardware/equipment		573	2 995	3 365	799	2 627	2 524	(103)	-4.1%	3 365
Furniture and other office equipment		7 964	600	9 305	119	2 416	6 978	4 563	65.4%	9 305
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	9 950	2 113	8 839	7 463	(1 376)	-18.4%	9 950
Civic Land and Buildings		-	-	1 184	-	784	888	104	11.7%	1 184
Other Buildings		-	-	-	-	-	-	-	-	-
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		676	270	-	-	-	-	-	-	-
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Intangibles		10 062	-	-	-	-	-	-	-	-
Computers - software & programming		586	-	-	-	-	-	-	-	-
Other		9 476	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	1	146 592	72 424	138 106	6 294	77 302	102 996	25 694	24.9%	138 106

KZN225 Msunduzi - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M09

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	548 634	25 613	186 361	411 475	225 114	54.7%	548 634
Infrastructure - Road transport		76 131	343 277	334 019	11 204	83 931	250 514	166 583	66.5%	334 019
<i>Roads, Pavements & Bridges</i>		76 016	343 277	333 719	11 128	83 767	250 289	166 522	66.5%	333 719
<i>Storm water</i>		115		300	77	164	225	61	26.9%	300
Infrastructure - Electricity		-	115 000	105 400	10 915	45 918	79 050	33 132	41.9%	105 400
<i>Generation</i>		-	115 000	105 400	10 915	45 918	79 050	33 132	41.9%	105 400
<i>Transmission & Reticulation</i>		-	-	-	-	-	-	-	0.0%	-
<i>Street Lighting</i>		-	-	-	-	-	-	-	-	-
Infrastructure - Water		31 683	64 689	82 956	2 140	34 918	62 217	27 299	43.9%	82 956
<i>Dams & Reservoirs</i>		-	64 689	82 956	2 140	34 918	62 217	27 299	43.9%	82 956
<i>Water purification</i>		31 683	-	-	-	-	-	-	-	-
<i>Reticulation</i>		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	29 500	25 503	1 353	20 838	19 128	(1 711)	-8.9%	25 503
<i>Reticulation</i>		-	29 500	25 503	1 353	20 838	19 128	(1 711)	-8.9%	25 503
<i>Sewerage purification</i>		-	-	-	-	-	-	-	0.0%	-
Infrastructure - Other		6 454	1 000	755	-	755	566	(189)	-33.3%	755
<i>Waste Management</i>		-	1 000	755	-	755	566	(189)	-33.3%	755
<i>Transportation</i>		6 454	-	-	-	-	-	-	-	-
<i>Gas</i>		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	0.0%	-
Community		22 013	31 250	9 522	163	3 102	7 141	4 039	56.6%	9 522
Parks & gardens		-	1 000	-	-	-	-	-	-	-
Sportsfields & stadia		13 919	21 500	121	-	121	90	(30)	-33.3%	121
Swimming pools		-	2 000	3 025	163	2 763	2 269	(494)	-21.8%	3 025
Community halls		4 458	-	-	-	-	-	-	-	-
Libraries		-	-	4 650	-	-	3 488	3 488	100.0%	4 650
Recreational facilities		-	-	1 171	-	-	878	878	0.0%	1 171
Fire, safety & emergency		2 766	-	55	-	25	41	16	38.8%	55
Security and policing		-	-	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		870	-	-	-	-	-	-	-	-
Social rental housing		-	-	-	-	-	-	-	-	-
Other		-	6 750	500	-	194	375	181	48.4%	500
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		48 690	26 920	26 285	702	18 680	19 713	1 033	5.2%	26 285
General vehicles		-	-	-	-	-	-	-	-	-
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		-	-	-	-	-	-	-	0.0%	-
Computers - hardware/equipment		-	3 750	-	-	-	-	-	-	-
Furniture and other office equipment		-	-	-	-	-	-	-	0.0%	-
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		1 973	-	461	-	251	346	96	27.6%	461
Civic Land and Buildings		43 678	10 170	15 671	296	10 820	11 753	933	7.9%	15 671
Other Buildings		301	-	-	-	-	-	-	-	-
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		2 738	13 000	10 152	406	7 610	7 614	4	0.1%	10 152
Agricultural assets		-	-	-	-	-	-	-	-	-
<i>List sub-class</i>		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
<i>List sub-class</i>		-	-	-	-	-	-	-	-	-
Intangibles		19	25 000	23 165	(607)	16 339	17 373	1 035	6.0%	23 165
Computers - software & programming		-	25 000	23 165	(607)	16 339	17 373	1 035	6.0%	23 165
Other		19	-	-	-	-	-	-	0.0%	-
Total Capital Expenditure on renewal of existing ass	1	184 990	636 636	607 605	25 871	224 482	455 704	231 221	50.7%	607 605

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

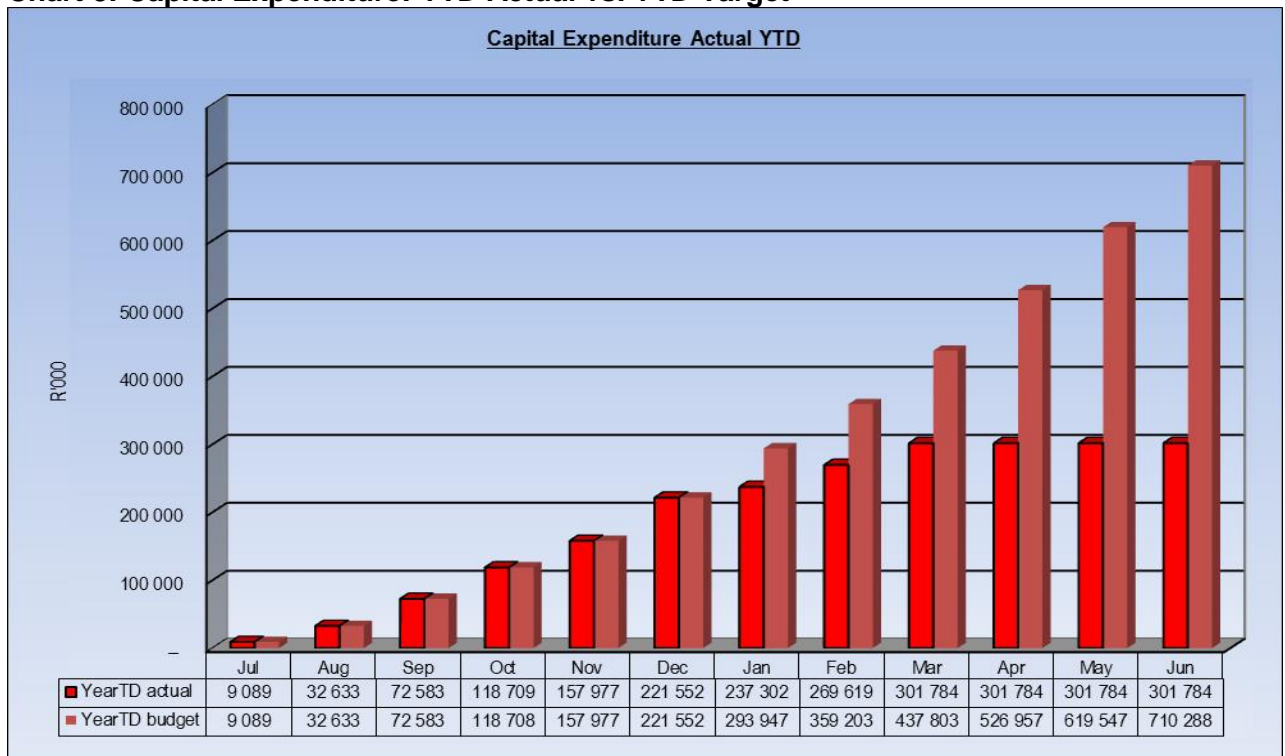
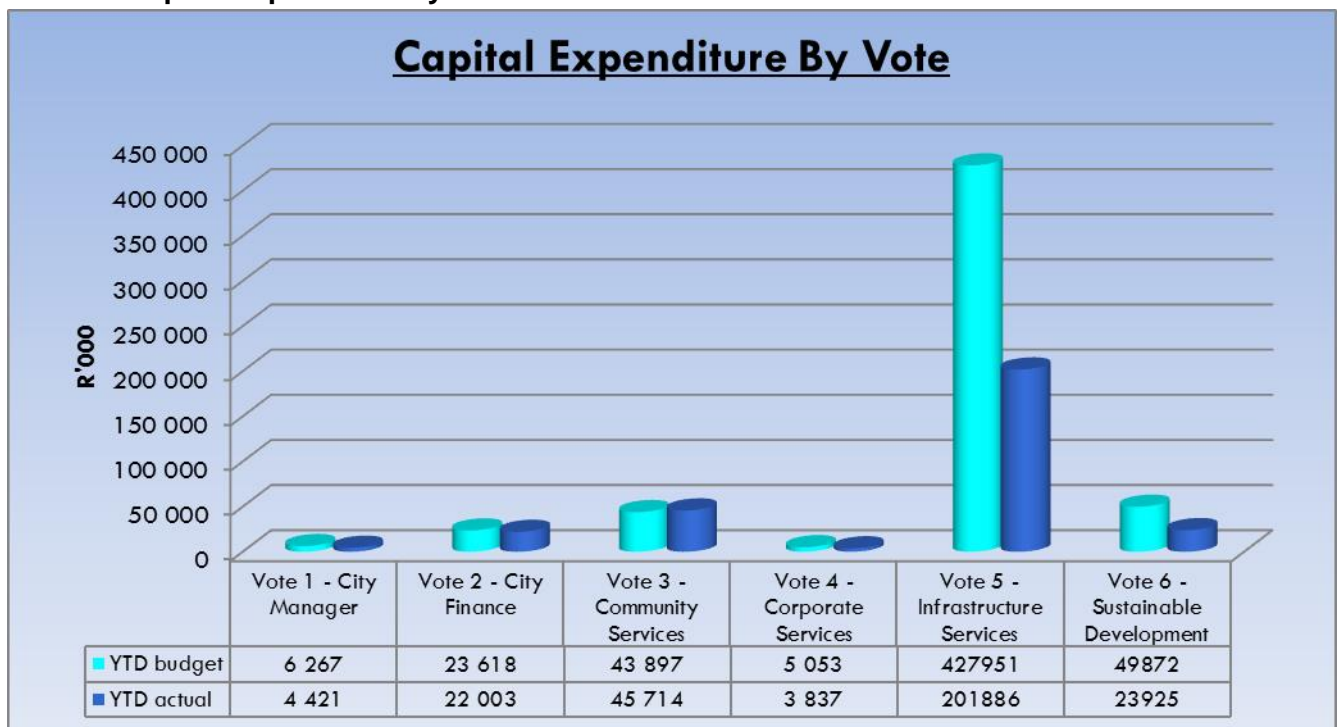


Chart 9: Capital Expenditure by Vote



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

The municipal entity's report for the month ending March 2016 is attached.

2.10 Municipal Manager's Quality's Certification

Quality Certificate

I, **Boniwe Zulu**, the municipal manager (Acting) of **MSUNDUZI LOCAL MUNICIPALITY**, hereby certify that –

- the monthly budget statement

for the month of **March 2016** has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name: **Boniwe Zulu**

Municipal manager of: **MSUNDUZI MUNICIPALITY**

Signature: _____

Date: _____