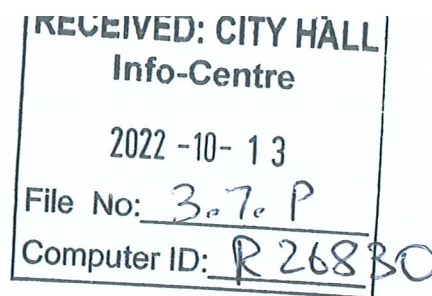


ITEM:



REPORT TO THE MSUNDUZI MUNICIPAL COUNCIL

File Reference: 3.7.P

Report Number: 3

Author: S KHOZA

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

CONFIDENTIAL / NOT CONFIDENTIAL

FOR NOTING

1st Level: SMC: 18/10/2022

2nd Level: PORTFOLIO COMMITTEE: 19/10/2022

3rd Level: EXCO: 20/10/2022

4th Level: COUNCIL: 26/10/2022

5th Level: MPAC: 09/11/2022

SUBJECT: SECTION 71/ SECTION 52 (D) OF MFMA NO.56 OF 2003 – MONTHLY BUDGET STATEMENTS AS AT THE END OF SEPTEMBER 2022

DATE: 11 OCTOBER 2022

1. PURPOSE

The purpose of the report is to appraise Council concerning Section 71 / Section 52 (D) of the MFMA No. 56 of 2003 regarding monthly budget statements for the period ending 30 September 2022, report is submitted for noting.

2. BACKGROUND

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

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

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

3. LEGISLATIVE PROVISIONS / POLICIES

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

4. MOTIVATION/DISCUSSION

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

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

N/A

5. IMPLICATIONS:

6.1 FINANCIAL
N/A

6.2 LEGAL
N/A

6.3 COMMUNICATION
N/A

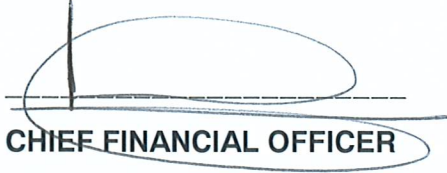
6.4 SERVICE DELIVERY IMPLICATIONS

7. RECOMMENDATIONS

IT IS RECOMMENDED THAT:

- 7.1** Council note Section 71 / section 52 (d) report as per MFMA No. 56 of 2003 as at the end of September 2022

8. SUBMITTED BY:



CHIEF FINANCIAL OFFICER

N NGCOBO

DATE: 

ANNEXURES:

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



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

September 2022 Report
Budget & Treasury Office

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1. PART 1 – IN YEAR REPORT

1.1 Executive Summary

Legislative Requirements

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

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

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

FINANCIAL PERFORMANCE

Revenue: The Year to Date (YTD) actual revenue generated for the first quarter amounted to R 1.771 billion while the projected (YTD) budget amounted to R 1.763 billion. This means that the municipality generated a little more revenue at the end of the First quarter than projected. The municipality should monitor closely the revenue collection.

The two main contributors to the municipal revenue basket are Electricity and Property Rates, both accounting for 64% of the actual total YTD Revenue earned. Electricity contributing (44%) & Property Rates revenue (20%).

The variances on Property Rates revenue, Water revenue, Electricity revenue and Sanitization revenue are below 10%, which is an acceptable variance level. The municipality must continue to monitor the revenue collection closely to mitigate the risk of expenditure exceeding revenue.

Revenue from, Interest earned-external investment, Rental of facilities and equipment, Fines, penalties and forfeits, Licences and permits, Transfers and subsidies, Agency services, Refuse Revenue and Other Revenue variances are more than 10% when comparing ytd actual revenue and ytd budget revenue. A detailed explanation of variances is contained in table SC1

Overall, in the first quarter of the 2022 /2023 financial year, the municipality generated total ytd actual revenue of R1.771 billion excluding capital transfers and contributions against the ytd budget of R1.763 billion. However, the municipality must closely monitor the levels of revenue generated and expenditure incurred to mitigate the risk of expenditure exceeding revenue, which may create cash flow problems in a long run.

Operating Expenditure: The total actual YTD operating expenditure for the first quarter amounted to R 1.704 billion while the YTD budget Operating Expenditure amounted to R 1.614 billion.

The operational expenditure is largely defined by bulk purchases (electricity) and employee related costs both accounting for 75% of the total operating expenditure incurred for the period ending 30 September 2022. In light of the operating expenditure analysis above, the municipality has introduced cost-cutting measures and invented cost effective ways of doing business. The municipality must continue with these measures to monitor expenditure.

Overall, the municipality recorded an operating surplus of R 67.147 million during the first quarter of the financial year.

Capital Expenditure: The YTD capital expenditure budget for the first quarter amounted to R 208.980 million, the actual YTD Capital expenditure incurred amounted to R 60.976 million resulting in an underperformance of -71% of the capital budget. This is mainly due to underspending in both provincial and national grants funded projects as well as internally funded projects. This is a serious cause of concern because under-expenditure on capital projects directly results in a negative impact on service delivery. The municipality has put measures in place to ensure the acceleration of expenditure on capital projects thereby improving on delivery of services.

Grants Receipts: The total grant receipts for first quarter amounted to R 387.849 million which is inclusive of equitable share of R271.461 other operating grants of R16.903 million and R99.485 million for Capital grants.

1.2 In-year Budget Statement Tables

Parent Municipality (Msunduzi Municipality Only)

Monthly Budget Statements Summary

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

KZN225 Msunduzi - Table C1 Monthly Budget Statement Summary - Q1 First Quarter

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	-	1 427 089	-	114 412	351 471	356 772	(5 302)	-1%	1 427 089
Service charges	-	4 306 994	-	322 988	1 053 741	1 076 749	(23 008)	-2%	4 306 994
Investment revenue	-	17 030	-	1 138	2 056	4 258	(2 201)	-52%	17 030
Transfers and subsidies	-	855 842	-	10 489	286 398	213 961	72 438	34%	855 842
Other own revenue	-	443 815	-	27 738	77 360	110 954	(33 594)	-30%	443 815
Total Revenue (excluding capital transfers and contributions)	-	7 050 770	-	476 765	1 771 025	1 762 693	8 333	0%	7 050 770
Employee costs	-	1 579 699	-	118 105	362 312	394 925	(32 613)	-8%	1 579 699
Remuneration of Councillors	-	59 431	-	4 165	12 485	14 858	(2 373)	-16%	59 431
Depreciation & asset impairment	-	441 964	-	30 673	94 064	110 491	(16 427)	-15%	441 964
Finance charges	-	94 217	-	1 770	5 429	23 554	(18 126)	-77%	94 217
Inventory consumed and bulk purchases	-	3 071 509	-	344 229	1 043 481	767 877	275 603	36%	3 071 509
Transfers and subsidies	-	63 469	-	2 908	12 324	15 867	(3 543)	-22%	63 469
Other expenditure	-	1 144 657	-	61 755	173 783	286 164	(112 381)	-39%	1 144 657
Total Expenditure	-	6 454 947	-	563 606	1 703 878	1 613 737	90 141	6%	6 454 947
Surplus/(Deficit)	-	595 823	-	(86 841)	67 147	148 956	(81 809)	-55%	595 823
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	-	446 431	-	39 264	68 011	111 608	(43 597)	-39%	446 431
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	-	1 042 254	-	(47 576)	135 158	260 564	(125 405)	-48%	1 042 254
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	-	1 042 254	-	(47 576)	135 158	260 564	(125 405)	-48%	1 042 254
Capital expenditure & funds sources									
Capital expenditure	-	835 918	-	35 225	60 969	208 980	(148 011)	-71%	835 918
Capital transfers recognised	-	445 961	-	34 585	60 260	111 490	(51 230)	-46%	445 961
Borrowing	-	300 000	-	-	-	75 000	(75 000)	-100%	300 000
Internally generated funds	-	89 957	-	640	709	22 489	(21 780)	-97%	89 957
Total sources of capital funds	-	835 918	-	35 225	60 969	208 980	(148 011)	-71%	835 918
Financial position									
Total current assets	-	2 090 047	-	-	2 724 918	-	-	-	2 090 047
Total non current assets	-	8 339 501	-	-	8 124 362	-	-	-	8 339 501
Total current liabilities	-	1 463 352	-	-	2 497 503	-	-	-	1 463 352
Total non current liabilities	-	1 309 133	-	-	775 015	-	-	-	1 309 133
Community wealth/Equity	-	7 657 063	-	-	7 576 761	-	-	-	7 657 063
Cash flows									
Net cash from (used) operating	-	632 268	-	-	-	158 067	158 067	100%	632 268
Net cash from (used) investing	-	(835 918)	-	-	-	(208 980)	(208 980)	100%	(835 918)
Net cash from (used) financing	-	276 394	-	-	-	69 098	69 098	100%	276 394
Cash/cash equivalents at the month/year end	-	134 860	-	-	-	80 303	80 303	100%	72 743
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	658 343	138 914	104 162	89 012	95 391	88 930	511 546	3 828 864	5 515 160
Creditors Age Analysis									
Total Creditors	1 117 087	162 041	114 819	26 198	661 268	-	-	-	2 081 413

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

KZN225 Msunduzi - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Q1 First Quarter

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
<i>Governance and administration</i>		-	2 124 738	-	121 355	522 997	531 185	(8 188)	-2%	2 124 738
Executive and council		-	5 297	-	45	45	1 324	(1 279)	-97%	5 297
Finance and administration		-	2 119 441	-	121 309	522 952	529 860	(6 909)	-1%	2 119 441
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	261 951	-	12 425	19 444	65 488	(46 044)	-70%	261 951
Community and social services		-	21 318	-	6 343	10 240	5 329	4 910	92%	21 318
Sport and recreation		-	308	-	28	82	77	5	7%	308
Public safety		-	4 191	-	1 156	1 945	1 048	898	86%	4 191
Housing		-	236 134	-	4 897	7 176	59 034	(51 857)	-88%	236 134
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	64 129	-	11 449	17 329	16 032	1 296	8%	64 129
Planning and development		-	56 731	-	5 849	6 386	14 183	(7 796)	-55%	56 731
Road transport		-	-	-	5 522	10 864	-	10 864	-	-
Environmental protection		-	7 398	-	78	78	1 850	(1 772)	-96%	7 398
<i>Trading services</i>		-	5 315 563	-	366 961	1 270 619	1 328 891	(58 272)	-4%	5 315 563
Energy sources		-	3 305 883	-	232 758	796 579	826 471	(29 892)	-4%	3 305 883
Water management		-	1 590 735	-	103 847	354 095	397 684	(43 589)	-11%	1 590 735
Waste water management		-	231 533	-	20 653	79 494	57 883	21 610	37%	231 533
Waste management		-	187 411	-	9 703	40 451	46 853	(6 402)	-14%	187 411
<i>Other</i>	4	-	67 955	-	3 840	8 648	16 989	(8 341)	-49%	67 955
Total Revenue - Functional	2	-	7 834 337	-	516 029	1 839 036	1 958 584	(119 548)	-6%	7 834 337
Expenditure - Functional										
<i>Governance and administration</i>		-	1 423 527	-	72 321	194 587	355 882	(161 295)	-45%	1 423 527
Executive and council		-	117 494	-	8 309	24 031	29 374	(5 343)	-18%	117 494
Finance and administration		-	1 285 221	-	64 309	168 042	321 305	(153 263)	-48%	1 285 221
Internal audit		-	20 812	-	(297)	2 514	5 203	(2 689)	-52%	20 812
<i>Community and public safety</i>		-	613 713	-	44 492	165 678	153 428	12 249	8%	613 713
Community and social services		-	129 634	-	11 445	33 651	32 409	1 242	4%	129 634
Sport and recreation		-	153 119	-	10 703	32 326	38 280	(5 954)	-16%	153 119
Public safety		-	207 854	-	15 285	56 608	51 964	4 645	9%	207 854
Housing		-	110 226	-	6 316	40 772	27 557	13 216	48%	110 226
Health		-	12 879	-	743	2 320	3 220	(899)	-28%	12 879
<i>Economic and environmental services</i>		-	375 462	-	22 765	81 024	93 865	(12 842)	-14%	375 462
Planning and development		-	78 767	-	5 164	16 339	19 692	(3 352)	-17%	78 767
Road transport		-	270 632	-	15 711	59 101	67 658	(8 557)	-13%	270 632
Environmental protection		-	26 063	-	1 890	5 583	6 516	(933)	-14%	26 063
<i>Trading services</i>		-	4 323 068	-	419 438	1 248 825	1 080 767	168 058	16%	4 323 068
Energy sources		-	2 707 082	-	349 830	988 748	676 770	311 977	46%	2 707 082
Water management		-	1 187 780	-	26 868	147 887	296 945	(149 058)	-50%	1 187 780
Waste water management		-	294 535	-	31 668	82 710	73 634	9 077	12%	294 535
Waste management		-	133 672	-	11 072	29 480	33 418	(3 938)	-12%	133 672
<i>Other</i>		-	64 362	-	4 590	13 765	16 091	(2 326)	-14%	64 362
Total Expenditure - Functional	3	-	6 800 133	-	563 606	1 703 878	1 700 033	3 845	0%	6 800 133
Surplus/ (Deficit) for the year		-	1 034 204	-	(47 576)	135 158	258 551	(123 393)	-48%	1 034 204

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

KZN225 Msunduzi - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Q1 First Quarter

Vote Description	Ref	2021/22	Budget Year 2022/23							
		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		-	66	-	-	-	17	(17)	-100%	66
Vote 2 - City Finance		-	2 098 137	-	120 930	521 662	524 534	(2 872)	-1%	2 098 137
Vote 3 - Corporate Services		-	7 947	-	45	45	1 987	(1 941)	-98%	7 947
Vote 4 - Community Services and Social Equity		-	221 410	-	17 235	52 822	55 352	(2 530)	-5%	221 410
Vote 5 - Infrastructure Services		-	1 831 866	-	130 397	445 639	457 967	(12 328)	-3%	1 831 866
Vote 6 - Sustainable Development and City Enterprises		-	369 028	-	14 664	22 289	92 257	(69 968)	-76%	369 028
Vote 7 - Electricity		-	3 305 883	-	232 758	796 579	826 471	(29 892)	-4%	3 305 883
Total Revenue by Vote	2	-	7 834 337	-	516 029	1 839 036	1 958 584	(119 548)	-6%	7 834 337
Expenditure by Vote	1									
Vote 1 - City Manager		-	157 775	-	9 110	30 747	39 444	(8 697)	-22%	157 775
Vote 2 - City Finance		-	846 124	-	29 790	73 306	211 531	(138 225)	-65%	846 124
Vote 3 - Corporate Services		-	202 819	-	70 629	203 892	50 705	153 187	302%	202 819
Vote 4 - Community Services and Social Equity		-	801 718	-	9 726	30 565	200 429	(169 865)	-85%	801 718
Vote 5 - Infrastructure Services		-	1 768 789	-	74 472	291 000	442 197	(151 197)	-34%	1 768 789
Vote 6 - Sustainable Development and City Enterprises		-	291 172	-	17 864	79 311	72 793	6 518	9%	291 172
Vote 7 - Electricity		-	2 731 736	-	352 016	995 057	682 934	312 123	46%	2 731 736
Total Expenditure by Vote	2	-	6 800 133	-	563 606	1 703 878	1 700 033	3 845	0%	6 800 133
Surplus/ (Deficit) for the year	2	-	1 034 204	-	(47 576)	135 158	258 551	(123 393)	-48%	1 034 204

Statement of financial Performance

This schedule provides information on the planned revenue and operational expenditures against the actual results for the period ending 30 September 2022

KZN225 Msunduzi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q1 First Quarter

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates			1 427 089		114 412	351 471	356 772	(5 302)	-1%	1 427 089
Service charges - electricity revenue			3 183 150		228 305	770 525	795 787	(25 263)	-3%	3 183 150
Service charges - water revenue			819 610		70 691	206 978	204 903	2 075	1%	819 610
Service charges - sanitation revenue			174 569		14 832	47 750	43 642	4 108	9%	174 569
Service charges - refuse revenue			129 665		9 160	28 488	32 416	(3 928)	-12%	129 665
Rental of facilities and equipment			37 424		1 047	2 796	9 356	(6 560)	-70%	37 424
Interest earned - external investments			17 030		1 138	2 056	4 258	(2 201)	-52%	17 030
Interest earned - outstanding debtors			225 218		20 561	59 409	56 304	3 104	6%	225 218
Dividends received							-	-		-
Fines, penalties and forfeits			2 005		776	808	501	307	61%	2 005
Licences and permits			1 500		111	241	375	(134)	-36%	1 500
Agency services			668		335	967	167	800	479%	668
Transfers and subsidies			855 842		10 489	286 398	213 961	72 438	34%	855 842
Other revenue			177 000		4 908	13 138	44 250	(31 112)	-70%	177 000
Gains							-	-		-
Total Revenue (excluding capital transfers and contributions)		-	7 050 770	-	476 765	1 771 025	1 762 693	8 333	0%	7 050 770
Expenditure By Type										
Employee related costs			1 579 699		118 105	362 312	394 925	(32 613)	-8%	1 579 699
Remuneration of councillors			59 431		4 165	12 485	14 858	(2 373)	-16%	59 431
Debt impairment			300 000		2 115	3 084	75 000	(71 916)	-96%	300 000
Depreciation & asset impairment			441 964		30 673	94 064	110 491	(16 427)	-15%	441 964
Finance charges			94 217		1 770	5 429	23 554	(18 126)	-77%	94 217
Bulk purchases - electricity			2 200 000		323 346	906 775	550 000	356 775	65%	2 200 000
Inventory consumed			871 509		20 883	136 705	217 877	(81 172)	-37%	871 509
Contracted services			664 657		48 729	113 550	166 164	(52 614)	-32%	664 657
Transfers and subsidies			63 469		2 908	12 324	15 867	(3 543)	-22%	63 469
Other expenditure			180 000		10 911	57 150	45 000	12 150	27%	180 000
Losses							-	-		-
Total Expenditure		-	6 454 947	-	563 606	1 703 878	1 613 737	90 141	6%	6 454 947
Surplus/(Deficit)		-	595 823	-	(86 841)	67 147	148 956	(81 809)	-55%	595 823
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)			446 431		39 264	68 011	111 608	(43 597)	-39%	446 431
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Transfers and subsidies - capital (in-kind - all)							-	-		-
							-	-		-
Surplus/(Deficit) after capital transfers & contributions		-	1 042 254	-	(47 576)	135 158	260 564			1 042 254
Taxation								-		
Surplus/(Deficit) after taxation		-	1 042 254	-	(47 576)	135 158	260 564			1 042 254
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		-	1 042 254	-	(47 576)	135 158	260 564			1 042 254
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		-	1 042 254	-	(47 576)	135 158	260 564			1 042 254

Capital Expenditure

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

KZN225 Msunduzi - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Q1 First Quarter

Vote Description	Ref	2021/22	Budget Year 2022/23							
		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		-	500	-	0	-	125	(125)	-100%	500
Vote 2 - City Finance		-	21 289	-	(38)	(31)	5 322	(5 353)	-101%	21 289
Vote 3 - Corporate Services		-	5 602	-	445	445	1 400	(955)	-68%	5 602
Vote 4 - Community Services and Social Equity		-	40 401	-	3 966	5 075	10 100	(5 026)	-50%	40 401
Vote 5 - Infrastructure Services		-	580 999	-	19 464	37 574	145 250	(107 676)	-74%	580 999
Vote 6 - Sustainable Development and City Enterprises		-	146 856	-	9 192	10 139	36 714	(26 575)	-72%	146 856
Vote 7 - Electricity		-	1 000	-	2 195	7 767	250	7 517	3007%	1 000
Total Capital Multi-year expenditure	4,7	-	796 646	-	35 225	60 969	199 162	(138 193)	-69%	796 646
Single Year expenditure appropriation	2									
Vote 1 - City Manager		-	3 500	-	-	-	875	(875)	-100%	3 500
Vote 2 - City Finance		-	16 565	-	-	-	4 141	(4 141)	-100%	16 565
Vote 3 - Corporate Services		-	12 326	-	-	(0)	3 082	(3 082)	-100%	12 326
Vote 4 - Community Services and Social Equity		-	833	-	-	-	208	(208)	-100%	833
Vote 5 - Infrastructure Services		-	600	-	-	-	150	(150)	-100%	600
Vote 6 - Sustainable Development and City Enterprises		-	2 198	-	-	-	550	(550)	-100%	2 198
Vote 7 - Electricity		-	3 250	-	-	-	813	(813)	-100%	3 250
Total Capital single-year expenditure	4	-	39 272	-	-	(0)	9 818	(9 818)	-100%	39 272
Total Capital Expenditure		-	835 918	-	35 225	60 969	208 980	(148 011)	-71%	835 918
Capital Expenditure - Functional Classification										
Governance and administration		-	49 638	-	408	415	12 410	(11 995)	-97%	49 638
Executive and council			2 100		0	-	525	(525)	-100%	2 100
Finance and administration			47 538		408	415	11 885	(11 470)	-97%	47 538
Internal audit			-		-	-	-	-	-	-
Community and public safety		-	128 563	-	7 702	9 974	32 141	(22 166)	-69%	128 563
Community and social services			24 132		3 966	5 075	6 033	(958)	-16%	24 132
Sport and recreation			2 150		-	-	538	(538)	-100%	2 150
Public safety			2 875		-	-	719	(719)	-100%	2 875
Housing			99 406		3 736	4 900	24 851	(19 952)	-80%	99 406
Health			-		-	-	-	-	-	-
Economic and environmental services		-	104 991	-	9 855	14 790	26 248	(11 458)	-44%	104 991
Planning and development			44 830		5 281	5 065	11 208	(6 143)	-55%	44 830
Road transport			59 643		4 574	9 725	14 911	(5 186)	-35%	59 643
Environmental protection			518		-	-	130	(130)	-100%	518
Trading services		-	548 106	-	17 086	35 616	137 027	(101 411)	-74%	548 106
Energy sources			241 154		2 195	7 767	60 289	(52 522)	-87%	241 154
Water management			196 583		11 636	13 686	49 146	(35 459)	-72%	196 583
Waste water management			94 269		3 255	14 163	23 567	(9 405)	-40%	94 269
Waste management			16 100		-	-	4 025	(4 025)	-100%	16 100
Other			4 620		175	175	1 155	(980)	-85%	4 620
Total Capital Expenditure - Functional Classification	3	-	835 918	-	35 225	60 969	208 980	(148 011)	-71%	835 918
Funded by:										
National Government			344 634		32 071	56 583	86 159	(29 576)	-34%	344 634
Provincial Government			101 327		2 514	3 677	25 332	(21 655)	-85%	101 327
District Municipality			-		-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental)			-		-	-	-	-	-	-
Transfers recognised - capital		-	445 961	-	34 585	60 260	111 490	(51 230)	-46%	445 961
Borrowing	6		300 000		-	-	75 000	(75 000)	-100%	300 000
Internally generated funds			89 957		640	709	22 489	(21 780)	-97%	89 957
Total Capital Funding		-	835 918	-	35 225	60 969	208 980	(148 011)	-71%	835 918

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

Table C6 displays the financial position of the municipality as at 30 September 2022.

KZN225 Msunduzi - Table C6 Monthly Budget Statement - Financial Position - Q1 First Quarter

Description	Ref	2021/22	Budget Year 2022/23			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash			134 860		61 498	134 860
Call investment deposits					279 113	–
Consumer debtors			1 781 691		2 001 252	1 781 691
Other debtors			–		6 522	–
Current portion of long-term receivables						–
Inventory			173 496		376 532	173 496
Total current assets		–	2 090 047	–	2 724 918	2 090 047
Non current assets						
Long-term receivables					(1 120)	–
Investments						–
Investment property			821 671		893 660	821 671
Investments in Associate						–
Property, plant and equipment			7 125 684		7 134 036	7 125 684
Biological			1 070		682	1 070
Intangible			30 700		16 905	30 700
Other non-current assets			360 375		80 200	360 375
Total non current assets		–	8 339 501	–	8 124 362	8 339 501
TOTAL ASSETS		–	10 429 549	–	10 849 280	10 429 549
LIABILITIES						
Current liabilities						
Bank overdraft						–
Borrowing			101 622		62 048	101 622
Consumer deposits			114 344		140 693	114 344
Trade and other payables			1 106 988		2 245 644	1 106 988
Provisions			140 398		49 118	140 398
Total current liabilities		–	1 463 352	–	2 497 503	1 463 352
Non current liabilities						
Borrowing			499 353		124 582	499 353
Provisions			809 779		650 434	809 779
Total non current liabilities		–	1 309 133	–	775 015	1 309 133
TOTAL LIABILITIES		–	2 772 485	–	3 272 519	2 772 485
NET ASSETS	2	–	7 657 063	–	7 576 761	7 657 063
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)			7 657 063		7 388 911	7 657 063
Reserves					187 850	–
TOTAL COMMUNITY WEALTH/EQUITY	2	–	7 657 063	–	7 576 761	7 657 063

Consolidated Budget Tables (With Municipal Entity: Safe City)

KZN225 Msunduzi - Table C1 Consolidated Monthly Budget Statement Summary - Q1 First Quarter

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	-	1 427 089	-	114 412	351 471	356 772	(5 302)	-1%	1 427 089
Service charges	-	4 306 994	-	322 988	1 053 741	1 076 749	(23 008)	-2%	4 306 994
Investment revenue	-	17 030	-	1 138	2 056	4 258	(2 201)	-52%	17 030
Transfers and subsidies	-	855 842	-	10 489	286 398	213 961	72 438	34%	855 842
Other own revenue	-	443 815	-	27 738	77 360	110 954	(33 594)	-30%	443 815
Total Revenue (excluding capital transfers and contributions)	-	7 050 770	-	476 765	1 771 025	1 762 693	8 333	0%	7 050 770
Employee costs	-	1 591 704	-	119 042	365 090	397 926	(32 836)	-8%	1 591 704
Remuneration of Councillors	-	59 431	-	4 165	12 485	14 858	(2 373)	-16%	59 431
Depreciation & asset impairment	-	442 798	-	30 745	94 285	110 700	(16 415)	-15%	442 798
Finance charges	-	94 217	-	1 770	5 429	23 554	(18 126)	-77%	94 217
Inventory consumed and bulk purchases	-	3 071 580	-	344 229	1 043 481	767 895	275 586	36%	3 071 580
Transfers and subsidies	-	47 825	-	1 759	9 030	11 956	(2 926)	-24%	47 825
Other expenditure	-	1 147 391	-	61 895	174 079	286 848	(112 769)	-39%	1 147 391
Total Expenditure	-	6 454 947	-	563 606	1 703 878	1 613 737	90 141	6%	6 454 947
Surplus/(Deficit)	-	595 823	-	(86 841)	67 147	148 956	(81 809)	-55%	595 823
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	-	446 431	-	39 264	68 011	111 608	(43 597)	-39%	446 431
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	-	1 042 254	-	(47 576)	135 158	260 564	(125 405)	-48%	1 042 254
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	-	1 042 254	-	(47 576)	135 158	260 564	(125 405)	-48%	1 042 254
Capital expenditure & funds sources									
Capital expenditure	-	835 918	-	35 232	60 976	208 980	(148 004)	-71%	835 918
Capital transfers recognised	-	445 961	-	34 592	60 267	111 490	(51 223)	-46%	445 961
Borrowing	-	300 000	-	-	-	75 000	(75 000)	-100%	300 000
Internally generated funds	-	89 957	-	640	709	22 489	(21 780)	-97%	89 957
Total sources of capital funds	-	835 918	-	35 232	60 976	208 980	(148 004)	-71%	835 918
Financial position									
Total current assets	-	2 090 047	-		2 729 463				2 090 047
Total non current assets	-	8 339 501	-		8 132 756				8 339 501
Total current liabilities	-	1 463 352	-		2 498 733				1 463 352
Total non current liabilities	-	1 309 133	-		775 015				1 309 133
Community wealth/Equity	-	7 657 063	-		7 588 471				7 657 063
Cash flows									
Net cash from (used) operating	-	632 268	-	(1 057)	179	158 067	157 888	100%	632 268
Net cash from (used) investing	-	(835 918)	-	(7)	(7)	(208 980)	(208 972)	100%	(835 918)
Net cash from (used) financing	-	276 394	-	-	-	69 098	69 098	100%	276 394
Cash/cash equivalents at the month/year end	-	134 860	-	-	172	80 303	80 131	100%	72 743
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	658 343	138 914	104 162	89 012	95 391	88 930	511 546	3 828 864	5 515 160
Creditors Age Analysis									
Total Creditors	1 117 087	162 041	114 819	26 198	661 268	-	-	-	2 081 413

KZN225 Msunduzi - Table C2 Consolidated Monthly Budget Statement - Financial Performance (functional classification) - Q1 First Quarter

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
<i>Governance and administration</i>		-	2 124 738	-	121 355	522 997	531 185	(8 188)	-2%	2 124 738
Executive and council		-	5 297	-	45	45	1 324	(1 279)	-97%	5 297
Finance and administration		-	2 119 441	-	121 309	522 952	529 860	(6 909)	-1%	2 119 441
Internal audit		-	-	-	-	-	-	-		-
<i>Community and public safety</i>		-	261 951	-	12 425	19 444	65 488	(46 044)	-70%	261 951
Community and social services		-	21 318	-	6 343	10 240	5 329	4 910	92%	21 318
Sport and recreation		-	308	-	28	82	77	5	7%	308
Public safety		-	4 191	-	1 156	1 945	1 048	898	86%	4 191
Housing		-	236 134	-	4 897	7 176	59 034	(51 857)	-88%	236 134
Health		-	-	-	-	-	-	-		-
<i>Economic and environmental services</i>		-	64 129	-	11 449	17 329	16 032	1 296	8%	64 129
Planning and development		-	56 731	-	5 849	6 386	14 183	(7 796)	-55%	56 731
Road transport		-	-	-	5 522	10 864	-	10 864		-
Environmental protection		-	7 398	-	78	78	1 850	(1 772)	-96%	7 398
<i>Trading services</i>		-	5 315 563	-	366 961	1 270 619	1 328 891	(58 272)	-4%	5 315 563
Energy sources		-	3 305 883	-	232 758	796 579	826 471	(29 892)	-4%	3 305 883
Water management		-	1 590 735	-	103 847	354 095	397 684	(43 589)	-11%	1 590 735
Waste water management		-	231 533	-	20 653	79 494	57 883	21 610	37%	231 533
Waste management		-	187 411	-	9 703	40 451	46 853	(6 402)	-14%	187 411
<i>Other</i>	4	-	67 955	-	3 840	8 648	16 989	(8 341)	-49%	67 955
Total Revenue - Functional	2	-	7 834 337	-	516 029	1 839 036	1 958 584	(119 548)	-6%	7 834 337
Expenditure - Functional										
<i>Governance and administration</i>		-	1 423 527	-	72 321	194 587	355 882	(161 295)	-45%	1 423 527
Executive and council		-	117 494	-	8 309	24 031	29 374	(5 343)	-18%	117 494
Finance and administration		-	1 285 221	-	64 309	168 042	321 305	(153 263)	-48%	1 285 221
Internal audit		-	20 812	-	(297)	2 514	5 203	(2 689)	-52%	20 812
<i>Community and public safety</i>		-	613 713	-	44 492	165 678	153 428	12 249	8%	613 713
Community and social services		-	129 634	-	11 445	33 651	32 409	1 242	4%	129 634
Sport and recreation		-	153 119	-	10 703	32 326	38 280	(5 954)	-16%	153 119
Public safety		-	207 854	-	15 285	56 608	51 964	4 645	9%	207 854
Housing		-	110 226	-	6 316	40 772	27 557	13 216	48%	110 226
Health		-	12 879	-	743	2 320	3 220	(899)	-28%	12 879
<i>Economic and environmental services</i>		-	375 462	-	22 765	81 024	93 865	(12 842)	-14%	375 462
Planning and development		-	78 767	-	5 164	16 339	19 692	(3 352)	-17%	78 767
Road transport		-	270 632	-	15 711	59 101	67 658	(8 557)	-13%	270 632
Environmental protection		-	26 063	-	1 890	5 583	6 516	(933)	-14%	26 063
<i>Trading services</i>		-	4 323 068	-	419 438	1 248 825	1 080 767	168 058	16%	4 323 068
Energy sources		-	2 707 082	-	349 830	988 748	676 770	311 977	46%	2 707 082
Water management		-	1 187 780	-	26 868	147 887	296 945	(149 058)	-50%	1 187 780
Waste water management		-	294 535	-	31 668	82 710	73 634	9 077	12%	294 535
Waste management		-	133 672	-	11 072	29 480	33 418	(3 938)	-12%	133 672
<i>Other</i>		-	64 362	-	4 590	13 765	16 091	(2 326)	-14%	64 362
Total Expenditure - Functional	3	-	6 800 133	-	563 606	1 703 878	1 700 033	3 845	0%	6 800 133
Surplus/ (Deficit) for the year		-	1 034 204	-	(47 576)	135 158	258 551	(123 393)	-48%	1 034 204

KZN225 Msunduzi - Table C3 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Q1 First Quarter

Vote Description	Ref	2021/22	Budget Year 2022/23							
		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		-	66	-	-	-	17	(17)	-100,0%	66
Vote 2 - City Finance		-	2 098 137	-	120 930	521 662	524 534	(2 872)	-0,5%	2 098 137
Vote 3 - Corporate Services		-	7 947	-	45	45	1 987	(1 941)	-97,7%	7 947
Vote 4 - Community Services and Social Equity		-	221 410	-	17 235	52 822	55 352	(2 530)	-4,6%	221 410
Vote 5 - Infrastructure Services		-	1 831 866	-	130 397	445 639	457 967	(12 328)	-2,7%	1 831 866
Vote 6 - Sustainable Development and City Enterprises		-	369 028	-	14 664	22 289	92 257	(69 968)	-75,8%	369 028
Vote 7 - Electricity		-	3 305 883	-	232 758	796 579	826 471	(29 892)	-3,6%	3 305 883
Total Revenue by Vote	2	-	7 834 337	-	516 029	1 839 036	1 958 584	(119 548)	-6,1%	7 834 337
Expenditure by Vote	1									
Vote 1 - City Manager		-	157 775	-	9 110	30 747	39 444	(8 697)	-22,0%	157 775
Vote 2 - City Finance		-	846 124	-	29 790	73 306	211 531	(138 225)	-65,3%	846 124
Vote 3 - Corporate Services		-	194 296	-	70 629	203 892	48 574	155 318	319,8%	194 296
Vote 4 - Community Services and Social Equity		-	801 718	-	9 726	30 565	200 429	(169 865)	-84,8%	801 718
Vote 5 - Infrastructure Services		-	1 768 789	-	74 472	291 000	442 197	(151 197)	-34,2%	1 768 789
Vote 6 - Sustainable Development and City Enterprises		-	291 172	-	17 864	79 311	72 793	6 518	9,0%	291 172
Vote 7 - Electricity		-	2 731 736	-	352 016	995 057	682 934	312 123	45,7%	2 731 736
Total Expenditure by Vote	2	-	6 791 610	-	563 606	1 703 878	1 697 902	5 975	0,4%	6 791 610
Surplus/ (Deficit) for the year	2	-	1 042 727	-	(47 576)	135 158	260 682	(125 523)	-48,2%	1 042 727

KZN225 Msunduzi - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q1 First Quarter

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates			1 427 089		114 412	351 471	356 772	(5 302)	-1%	1 427 089
Service charges - electricity revenue			3 183 150		228 305	770 525	795 787	(25 263)	-3%	3 183 150
Service charges - water revenue			819 610		70 691	206 978	204 903	2 075	1%	819 610
Service charges - sanitation revenue			174 569		14 832	47 750	43 642	4 108	9%	174 569
Service charges - refuse revenue			129 665		9 160	28 488	32 416	(3 928)	-12%	129 665
Rental of facilities and equipment			37 424		1 047	2 796	9 356	(6 560)	-70%	37 424
Interest earned - external investments			17 030		1 138	2 056	4 258	(2 201)	-52%	17 030
Interest earned - outstanding debtors			225 218		20 561	59 409	56 304	3 104	6%	225 218
Dividends received							-	-		-
Fines, penalties and forfeits			2 005		776	808	501	307	61%	2 005
Licences and permits			1 500		111	241	375	(134)	-36%	1 500
Agency services			668		335	967	167	800	479%	668
Transfers and subsidies			855 842		10 489	286 398	213 961	72 438	34%	855 842
Other revenue			177 000		4 908	13 138	44 250	(31 112)	-70%	177 000
Gains							-	-		-
Total Revenue (excluding capital transfers and contributions)		-	7 050 770	-	476 765	1 771 025	1 762 693	8 333	0%	7 050 770
Expenditure By Type										
Employee related costs			1 591 704		119 042	365 090	397 926	(32 836)	-8%	1 591 704
Remuneration of councillors			59 431		4 165	12 485	14 858	(2 373)	-16%	59 431
Debt impairment			300 000		2 115	3 084	75 000	(71 916)	-96%	300 000
Depreciation & asset impairment			442 798		30 745	94 285	110 700	(16 415)	-15%	442 798
Finance charges			94 217		1 770	5 429	23 554	(18 126)	-77%	94 217
Bulk purchases - electricity			2 200 000		323 346	906 775	550 000	356 775	65%	2 200 000
Inventory consumed			871 580		20 883	136 705	217 895	(81 189)	-37%	871 580
Contracted services			665 671		48 765	113 624	166 418	(52 794)	-32%	665 671
Transfers and subsidies			47 825		1 759	9 030	11 956	(2 926)	-24%	47 825
Other expenditure			181 720		11 016	57 371	45 430	11 941	26%	181 720
Losses							-	-		-
Total Expenditure		-	6 454 947	-	563 606	1 703 878	1 613 737	90 141	6%	6 454 947
Surplus/(Deficit)		-	595 823	-	(86 841)	67 147	148 956	(81 809)	-55%	595 823
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)			446 431		39 264	68 011	111 608	(43 597)	-39%	446 431
(National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Transfers and subsidies - capital (in-kind - all)							-	-		-
							-	-		-
Surplus/(Deficit) after capital transfers & contributions		-	1 042 254	-	(47 576)	135 158	260 564			1 042 254
Taxation								-		
Surplus/(Deficit) after taxation		-	1 042 254	-	(47 576)	135 158	260 564			1 042 254
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		-	1 042 254	-	(47 576)	135 158	260 564			1 042 254
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		-	1 042 254	-	(47 576)	135 158	260 564			1 042 254

KZN225 Msunduzi - Table C5 Consolidated Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding - Q1 First Quarter

Vote Description	Ref	2021/22	Budget Year 2022/23							
		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		-	500	-	0	-	125	(125)	-100%	500
Vote 2 - City Finance		-	21 289	-	(38)	(31)	5 322	(5 353)	-101%	21 289
Vote 3 - Corporate Services		-	5 602	-	445	445	1 400	(955)	-68%	5 602
Vote 4 - Community Services and Social Equity		-	40 401	-	3 966	5 075	10 100	(5 026)	-50%	40 401
Vote 5 - Infrastructure Services		-	580 999	-	19 464	37 574	145 250	(107 676)	-74%	580 999
Vote 6 - Sustainable Development and City Enterprises		-	146 856	-	9 192	10 139	36 714	(26 575)	-72%	146 856
Vote 7 - Electricity		-	1 000	-	2 195	7 767	250	7 517	3007%	1 000
Total Capital Multi-year expenditure	4,7	-	796 646	-	35 225	60 969	199 162	(138 193)	-69%	796 646
Single Year expenditure appropriation	2									
Vote 1 - City Manager		-	3 500	-	-	-	875	(875)	-100%	3 500
Vote 2 - City Finance		-	16 565	-	-	-	4 141	(4 141)	-100%	16 565
Vote 3 - Corporate Services		-	833	-	-	(0)	208	(208)	-100%	833
Vote 4 - Community Services and Social Equity		-	12 326	-	-	-	3 082	(3 082)	-100%	12 326
Vote 5 - Infrastructure Services		-	600	-	-	-	150	(150)	-100%	600
Vote 6 - Sustainable Development and City Enterprises		-	2 198	-	7	7	550	(542)	-99%	2 198
Vote 7 - Electricity		-	3 250	-	-	-	813	(813)	-100%	3 250
Total Capital single-year expenditure	4	-	39 272	-	7	7	9 818	(9 811)	-100%	39 272
Total Capital Expenditure		-	835 918	-	35 232	60 976	208 980	(148 004)	-71%	835 918
Capital Expenditure - Functional Classification										
Governance and administration		-	49 638	-	408	415	12 410	(11 995)	-97%	49 638
Executive and council			2 100		0	-	525	(525)	-100%	2 100
Finance and administration			47 538		408	415	11 885	(11 470)	-97%	47 538
Internal audit							-	-		-
Community and public safety		-	128 563	-	7 710	9 982	32 141	(22 159)	-69%	128 563
Community and social services			24 132		3 966	5 075	6 033	(958)	-16%	24 132
Sport and recreation			2 150				538	(538)	-100%	2 150
Public safety			2 875		7	7	719	(711)	-99%	2 875
Housing			99 406		3 736	4 900	24 851	(19 952)	-80%	99 406
Health							-	-		-
Economic and environmental services		-	104 991	-	9 855	14 790	26 248	(11 458)	-44%	104 991
Planning and development			44 830		5 281	5 065	11 208	(6 143)	-55%	44 830
Road transport			59 643		4 574	9 725	14 911	(5 186)	-35%	59 643
Environmental protection			518				130	(130)	-100%	518
Trading services		-	548 106	-	17 086	35 616	137 027	(101 411)	-74%	548 106
Energy sources			241 154		2 195	7 767	60 289	(52 522)	-87%	241 154
Water management			196 583		11 636	13 686	49 146	(35 459)	-72%	196 583
Waste water management			94 269		3 255	14 163	23 567	(9 405)	-40%	94 269
Waste management			16 100				4 025	(4 025)	-100%	16 100
Other			4 620		175	175	1 155	(980)	-85%	4 620
Total Capital Expenditure - Functional Classification	3	-	835 918	-	35 232	60 976	208 980	(148 004)	-71%	835 918
Funded by:										
National Government			344 634		32 071	56 583	86 159	(29 576)	-34%	344 634
Provincial Government			101 327		2 514	3 677	25 332	(21 655)	-85%	101 327
District Municipality							-	-		-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental)					7	7	-	7		-
Transfers recognised - capital		-	445 961	-	34 592	60 267	111 490	(51 223)	-46%	445 961
Borrowing	6		300 000				75 000	(75 000)	-100%	300 000
Internally generated funds			89 957		640	709	22 489	(21 780)	-97%	89 957
Total Capital Funding		-	835 918	-	35 232	60 976	208 980	(148 004)	-71%	835 918

KZN225 Msunduzi - Table C6 Consolidated Monthly Budget Statement - Financial Position - Q1 First Quarter

Description	Ref	2021/22	Budget Year 2022/23			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash			134 860		61 667	134 860
Call investment deposits					283 487	–
Consumer debtors			1 781 691		2 001 252	1 781 691
Other debtors			–		6 524	–
Current portion of long-term receivables						–
Inventory			173 496		376 532	173 496
Total current assets		–	2 090 047	–	2 729 463	2 090 047
Non current assets						
Long-term receivables					(1 120)	–
Investments						–
Investment property			821 671		893 660	821 671
Investments in Associate						–
Property, plant and equipment			7 125 684		7 142 429	7 125 684
Biological			1 070		682	1 070
Intangible			30 700		16 905	30 700
Other non-current assets			360 375		80 200	360 375
Total non current assets		–	8 339 501	–	8 132 756	8 339 501
TOTAL ASSETS		–	10 429 549	–	10 862 219	10 429 549
LIABILITIES						
Current liabilities						
Bank overdraft						–
Borrowing			101 622		62 048	101 622
Consumer deposits			114 344		140 693	114 344
Trade and other payables			1 106 988		2 245 810	1 106 988
Provisions			140 398		50 182	140 398
Total current liabilities		–	1 463 352	–	2 498 733	1 463 352
Non current liabilities						
Borrowing			499 353		124 582	499 353
Provisions			809 779		650 434	809 779
Total non current liabilities		–	1 309 133	–	775 015	1 309 133
TOTAL LIABILITIES		–	2 772 485	–	3 273 748	2 772 485
NET ASSETS	2	–	7 657 063	–	7 588 471	7 657 063
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)			7 657 063		7 400 620	7 657 063
Reserves					187 850	–
TOTAL COMMUNITY WEALTH/EQUITY	2	–	7 657 063	–	7 588 471	7 657 063

The table presented below summarises the Debtors Age Analysis as at 30 September 2022

17 MFMA s71 & s52 (d) Monthly & Quarterly Report September 2022

2.2 Creditors Analysis

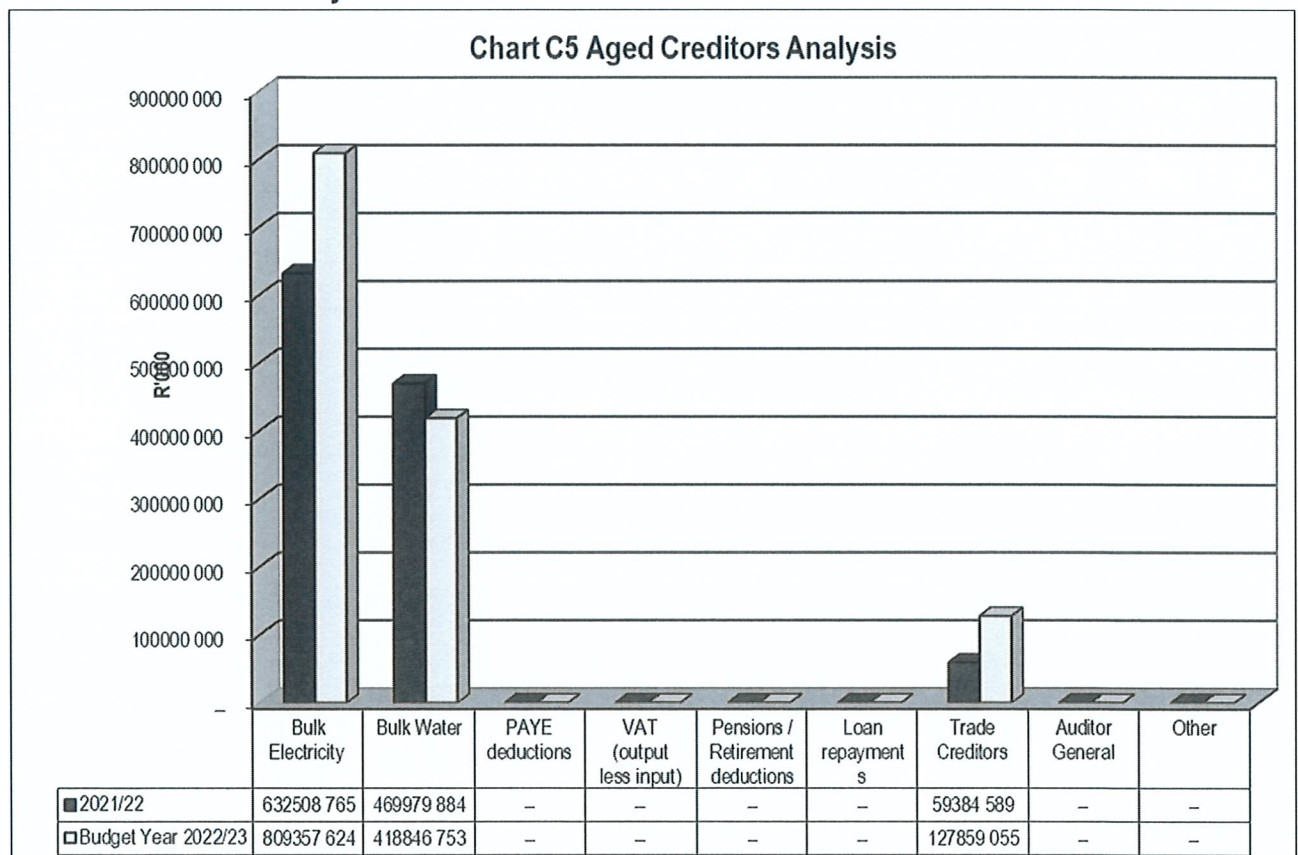
Table SC 4 below presents the aged creditors as at 30 September 2022

KZN225 Msunduzi - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q1 First Quarter

Description R thousands	NT Code	Budget Year 2022/23									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	357 574	155 508	164 428	(32 085)	163 932				809 358	632 509
Bulk Water	0200	19 656	(21 344)	(64 337)	25 521	459 351				418 847	469 980
PAYE deductions	0300									-	-
VAT (output less input)	0400									-	-
Pensions / Retirement deductions	0500									-	-
Loan repay ments	0600									-	-
Trade Creditors	0700	14 507	27 877	14 728	32 762	37 985		-		127 859	59 385
Auditor General	0800	-	-							-	-
Other	0900									-	
Total By Customer Type	1000	391 737	162 041	114 819	26 198	661 268	-	-	-	1 356 063	1 161 873

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

Chart 3: Creditors Analysis



2.3 Investment Portfolio Analysis

The following information presents the short-term investments balances broken down per investment type as at 30 September 2022.

KZN225 Msunduzi - Supporting Table SC5 Monthly Budget Statement - investment portfolio - Q1 First Quarter

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate	Commissio n Paid (Rands)	Commissio n Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands		Yrs/Months												
<u>Municipality</u>										339 078	284	(423 621)	363 372	279 113
														-
														-
														-
														-
														-
Municipality sub-total										339 078		(423 621)	363 372	279 113
<u>Entities</u>														
										2 752	21		1 600	4 373
														-
														-
														-
														-
														-
Entities sub-total										2 752		-	1 600	4 373
TOTAL INVESTMENTS AND INTEREST	2									341 830		(423 621)	364 972	283 487

The total consolidated investment balances as at 30 September 2022 amounted to R 283.487 million.

2.4 Allocation and Grant receipts and Expenditure

Grant Receipts: The total operating and capital grant receipts for first quarter amounted to R 387.849 million that is inclusive of equitable share of R 271.461 million, Operating Transfers of R16.903 and Capital transfers of R 99.485 million.

KZN225 Msunduzi - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Q1 First Quarter

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		-	940 499	-	-	287 997	156 750	131 248	83,7%	940 499
Local Government Equitable Share			924 145			271 461	154 024	117 437	76,2%	924 145
Finance Management			1 950			1 950	325	1 625	500,0%	1 950
Municipal Systems Improvement							-	-	-	-
EPWP Incentive			5 231				872	(872)	-100,0%	5 231
Water Services Operating Subsidy							-	-	-	-
Public Transport Infrastructure							-	-	-	-
Water Services Infrastructure Grant (WSIG)-OPERATING						9 100	-	9 100	-	-
Energy Efficiency and Demand Management							-	-	-	-
Operating costs-MIG			9 173			5 486	1 529	3 958	258,9%	9 173
Provincial Government:		-	138 064	-	-	367	23 011	(22 644)	-98,4%	138 064
Provincial Government							-	-	-	-
Expanded Public Works Grant							-	-	-	-
Sport and Recreation							-	-	-	-
Human Settlements - Title Deeds Restoration							-	-	-	-
Housing Accreditation-OPERATING			19 253			367	3 209	(2 842)	-88,6%	19 253
Human Settlements - Accredited Municipal RO			36 850				6 142	(6 142)	-100,0%	36 850
Housing Projects -OPERATING			71 083				11 847	(11 847)	-100,0%	71 083
Arts and Culture- Community Library Services							-	-	-	-
Community Library Service and Provincialisation Library-OPERATING			10 070				1 678	(1 678)	-100,0%	10 070
Tatham Art Gallery-OPERATING			809				135	(135)	-100,0%	809
Greater Edendale Development Initiative-OPERATING							-	-	-	-
Operation Dlusumlando-OPERATING							-	-	-	-
COGTA							-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>								-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>								-	-	-
Total Operating Transfers and Grants	5	-	1 078 563	-	-	288 364	179 760	108 603	60,4%	1 078 563
Capital Transfers and Grants										
National Government:		-	341 634	-	-	95 355	56 939	38 416	67,5%	341 634
Municipal Infrastructure Grant (MIG)			217 980			59 514	36 330	23 184	63,8%	217 980
Public Transport and Systems							-	-	-	-
Neighbourhood Development Partnership			34 500			24 941	5 750	19 191	333,8%	34 500
Dept of Mineral/Electricity							-	-	-	-
Integrated National Electrification Programme			29 154			8 000	4 859	3 141	64,6%	29 154
Municipal Systems Improvement							-	-	-	-
Water Services Infrastructure Grant (WSIG)-CAPITAL			60 000			2 900	10 000	(7 100)	-71,0%	60 000
Energy Efficiency and Demand Management							-	-	-	-
Provincial Government:		-	104 797	-	2 792	4 130	17 466	(13 336)	-76,4%	104 797
Airport Development Project							-	-	-	-
Sport and Recreation							-	-	-	-
KZNPA			6 000				1 000	-	-	6 000
Housing-Military Veterans							-	-	-	-
PMB Airport- CAPITAL			3 000				500	-	-	3 000
Human Settlement			2 000				333	-	-	2 000
Housing Accreditation-CAPITAL			93 797				15 633	-	-	93 797
Jika Joe Community Residential Units-CAPITAL					2 792	4 130	-	-	-	-
Greater Edendale Development Initiative-CAPITAL							-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>								-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>								-	-	-
Total Capital Transfers and Grants	5	-	446 431	-	2 792	99 485	74 405	25 080	33,7%	446 431
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	-	1 524 994	-	2 792	387 849	254 166	133 683	52,6%	1 524 994

Grants Expenditure: The amount spent in respect of conditional grants amounted to R 82.948 million for the first quarter of the financial year which is inclusive of Capital Expenditure of R68.011 million and Operating Expenditure of R14.937 million.

KZN225 Msunduzi - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - Q1 First Quarter

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		–	940 499	–	9 046	11 720	235 125	(223 405)	-95,0%	940 499
Local Government Equitable Share			924 145				231 036	(231 036)	-100,0%	924 145
Finance Management			1 950		79	255	488	(232)	-47,6%	1 950
Municipal Systems Improvement			5 231				1 308	(1 308)	-100,0%	5 231
EPWP Incentive					45	45	–	45		–
Water Services Operating Subsidy						1 687	–	1 687		–
Public Transport Infrastructure					8 547	8 547	–	8 547		–
Energy Efficiency and Demand Management			9 173				2 293	(2 293)		9 173
Operating costs-MIG					375	1 186	–	1 186		–
Provincial Government:		–	138 064	–	1 443	3 217	34 516	(31 299)	-90,7%	138 064
Provincial Government							–	–		–
Expanded Public Works Grant							–	–		–
Sport and Recreation							–	–		–
Human Settlements - Title Deeds Restoration			19 253				4 813	(4 813)	-100,0%	19 253
Housing Accreditation-OPERATING			36 850		126	156	9 212	(9 057)	-98,3%	36 850
Human Settlements - Accredited Municipal RO			71 083				17 771	(17 771)	-100,0%	71 083
Housing Projects -OPERATING			10 070				2 518	(2 518)	-100,0%	10 070
Arts and Culture- Community Library Services							–	–		–
Community Library Service and Provincialisation Library-OPERATING					1 316	3 060	–	3 060		–
Arts and Culture-Museum Subsidies			809				202	(202)	-100,0%	809
Tatham Art Gallery-OPERATING							–	–		–
Greater Edendale Development Initiative-OPERATING					1	1	–	1		–
Operation Dlusumlando-OPERATING							–	–		–
COGTA							–	–		–
District Municipality:		–	–	–	–	–	–	–		–
[insert description]								–		
Other grant providers:		–	–	–	–	–	–	–		–
								–		
Total operating expenditure of Transfers and Grants:		–	1 078 563	–	10 489	14 937	269 641	(254 704)	-94,5%	1 078 563
Capital expenditure of Transfers and Grants										
National Government:		–	341 634	–	36 836	64 420	85 409	(20 989)	-24,6%	341 634
Municipal Infrastructure Grant (MIG)			217 980		30 515	56 396	54 495	1 901	3,5%	217 980
Public Transport and Systems							–	–		–
Neighbourhood Development Partnership			34 500		5 550	5 550	8 625	(3 075)	-35,7%	34 500
Dept of Mineral/Electricity							–	–		–
Intergrated National Electrification Programme			29 154		772	2 474	7 289	(4 815)	-66,1%	29 154
Municipal Systems Improvement							–	–		–
Water Services Infrastructure Grant (WSIG)-CAPITAL			60 000				15 000	(15 000)	-100,0%	60 000
Energy Efficiency and Demand Management							–	–		–
Provincial Government:		–	104 797	–	2 428	3 591	26 199	(22 608)	-86,3%	104 797
Airport Development Project							–	–		–
Sport and Recreation							–	–		–
KZNPA			6 000				1 500	(1 500)	-100,0%	6 000
Housing-Military Veterans							–	–		–
PMB Airport- CAPITAL							–	–		–
Arts and Culture-Museum Subsidies							–	–		–
COGTA			3 000				750	(750)	-100,0%	3 000
Manaye Area Precinct Upgrade-CAPITAL							–	–		–
Human Settlement			2 000				500	(500)	-100,0%	2 000
Housing Accreditation-CAPITAL			93 797				23 449	(23 449)	-100,0%	93 797
Capital Provincial KZN Treasury							–	–		–
Economic development tourism							–	–		–
Eastwood Primary Substation-CAPITAL							–	–		–
Jika Joe Community Residential Units-CAPITAL					2 428	3 591	–	3 591		–
Greater Edendale Development Initiative-CAPITAL							–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total capital expenditure of Transfers and Grants		–	446 431	–	39 264	68 011	111 608	(43 597)	-39,1%	446 431
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		–	1 524 994	–	49 753	82 948	381 249	(298 300)	-78,2%	1 524 994

2.5 Councillor and Board Member and Employee Benefits

KZN225 Msunduzi - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - Q1 First Quarter

Summary of Employee and Councillor remuneration		Ref	2021/22	Budget Year 2022/23							
			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)		1									
Basic Salaries and Wages				3 290		3 369	10 108	822	9 286	1129%	3 290
Pension and UIF Contributions				3 123		205	614	781	(166)	-21%	3 123
Medical Aid Contributions				7 584		141	421	1 896	(1 475)	-78%	7 584
Motor Vehicle Allowance				37 225		204	613	9 306	(8 693)	-93%	37 225
Cellphone Allowance				847		240	713	212	501	236%	847
Housing Allowances				7 362		7	21	1 841	(1 820)	-99%	7 362
Other benefits and allowances						(2)	(5)	—	(5)		—
Sub Total - Councillors				59 431	—	4 165	12 485	14 858	(2 373)	-16%	59 431
% increase		4									
Senior Managers of the Municipality		3									
Basic Salaries and Wages				9 757		652	1 966	2 439	(473)	-19%	9 757
Pension and UIF Contributions				898		49	149	224	(76)	-34%	898
Medical Aid Contributions				100		12	30	25	5	20%	100
Overtime											—
Performance Bonus							136	—	136		—
Motor Vehicle Allowance				839		66	199	210	(11)	-5%	839
Cellphone Allowance				88		7	21	22	(1)	-4%	88
Housing Allowances				24		16	48	6	42	687%	24
Sub Total - Senior Managers of Municipality				11 706	—	803	2 549	2 927	(378)	-13%	11 706
% increase		4									
Other Municipal Staff											
Basic Salaries and Wages				919 050		76 422	237 888	229 762	8 126	4%	919 050
Pension and UIF Contributions				193 655		15 122	45 381	48 414	(3 032)	-6%	193 655
Medical Aid Contributions				97 380		5 788	17 176	24 345	(7 169)	-29%	97 380
Overtime				104 445		11 896	33 866	26 111	7 755	30%	104 445
Performance Bonus				81 379		98	791	20 345	(19 553)	-96%	81 379
Motor Vehicle Allowance				35 361		2 557	7 547	8 840	(1 293)	-15%	35 361
Cellphone Allowance				4 917		397	1 188	1 229	(42)	-3%	4 917
Housing Allowances				4 628		374	1 148	1 157	(9)	-1%	4 628
Other benefits and allowances				37 582		2 982	9 341	9 396	(54)	-1%	37 582
Payments in lieu of leave								—	—		—
Long service awards				18 382		1 665	5 436	4 595	841	18%	18 382
Post-retirement benefit obligations								—	—		—
Sub Total - Other Municipal Staff		2		1 496 777	—	117 301	359 763	374 194	(14 431)	-4%	1 496 777
% increase		4									
Total Parent Municipality				1 567 914	—	122 269	374 797	391 979	(17 182)	-4%	1 567 914
Unpaid salary, allowances & benefits in arrears:											
Board Members of Entities											
Basic Salaries and Wages				12 005		47	75	3 001	(2 926)	-97%	12 005
Pension and UIF Contributions								—	—		—
Sub Total - Board Members of Entities		2		12 005	—	47	75	3 001	(2 926)	-97%	12 005
% increase		4									
Senior Managers of Entities											
Basic Salaries and Wages				818		62	186	204	(19)	-9%	818
Medical Aid Contributions				36		2	7	9	(2)	-20%	36
Overtime				350				88	(88)	-100%	350
Performance Bonus								—	—		—
Motor Vehicle Allowance				39		3	8	10	(2)	-24%	39
Cellphone Allowance				12		1	3	3	(0)	-10%	12
Post-retirement benefit obligations								—	—		—
Sub Total - Senior Managers of Entities		2		1 255	—	68	203	314	(111)	-35%	1 255
% increase		4									
Other Staff of Entities											
Basic Salaries and Wages				8 348		642	1 953	2 087	(134)	-6%	8 348
Pension and UIF Contributions				682		49	146	171	(24)	-14%	682
Medical Aid Contributions				1 278		90	270	319	(50)	-16%	1 278
Overtime						24	79	—	79		—
Performance Bonus								—	—		—
Motor Vehicle Allowance				148		9	26	37	(11)	-31%	148
Cellphone Allowance				74		9	27	19	8	43%	74
Sub Total - Other Staff of Entities				10 530	—	823	2 500	2 633	(133)	-5%	10 530
% increase		4									
Total Municipal Entities				23 789	—	937	2 778	5 947	(3 169)	-53%	23 789
TOTAL SALARY, ALLOWANCES & BENEFITS				1 591 704	—	123 207	377 575	397 926	(20 351)	-5%	1 591 704
% increase		4									
TOTAL MANAGERS AND STAFF				1 520 268	—	118 995	365 015	380 067	(15 052)	-4%	1 520 268

Councillor Allowances

The total councillors allowance year to date budget for month of September 2022 amounted to R14.858 million. The year to date actual councillor's allowance amounted to R12.485 million.

Employee Benefits

The total consolidated salaries expenditure as at 30 September 2022 amounted to R 365.015 million, against the year to date budget of R 380.067 million, resulting in a slight variance of -4%.

Board Member Fees – Safe City

The municipal entity's board members offer a voluntary service to the organisation

The detailed staff benefits report is contained in the s66 report

2.6 Parent Municipality Financial Performance

REVENUE ANALYSIS

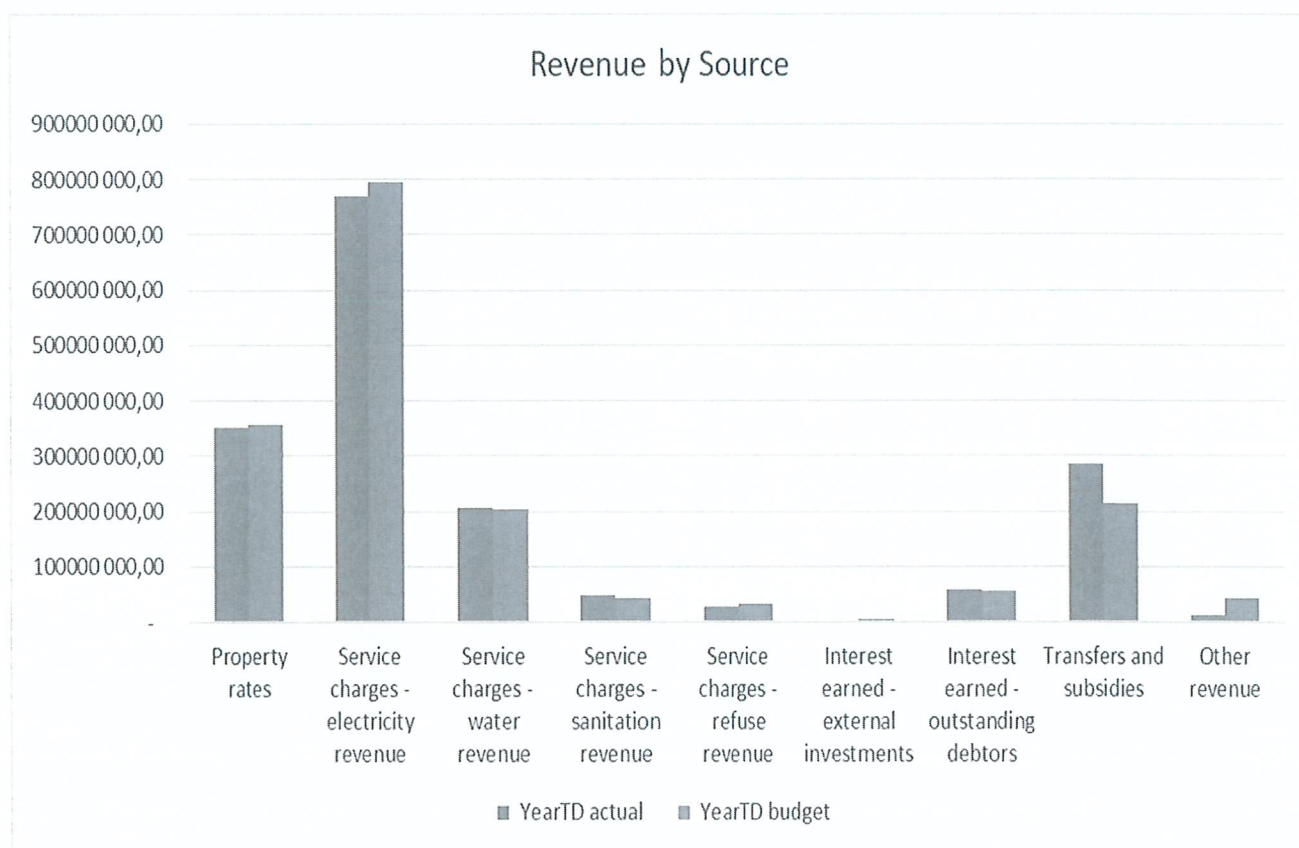
This section on material variances to the Service Delivery & Budget Implementation Plan analyses the financial as well as the non-financial YTD performance targets for the first quarter

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

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

2.6.1 FINANCIAL PERFORMANCE

Chart 4: Revenue Analysis



Service Charges – Electricity Revenue: This is a major revenue source of the Municipality contributing 44% of the actual Year operating revenue basket.

Property Rates is the second largest contributor to the operating revenue basket making up 20% of the total operating revenue. When comparing YTD Actual revenue earned to YTD Budget, there is an under performance of -1% as at 30 September 2022.

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

Service Charges - Water revenue: The revenue earned from Water charges shared 12% of the total operating revenue basket; there is an over performance against the budget causing a 1% variance when comparing YTD actual to YTD Budget.

Service Charges - sanitation revenue: reflects an over performance of 9% when comparing YTD actual revenue and YTD budget.

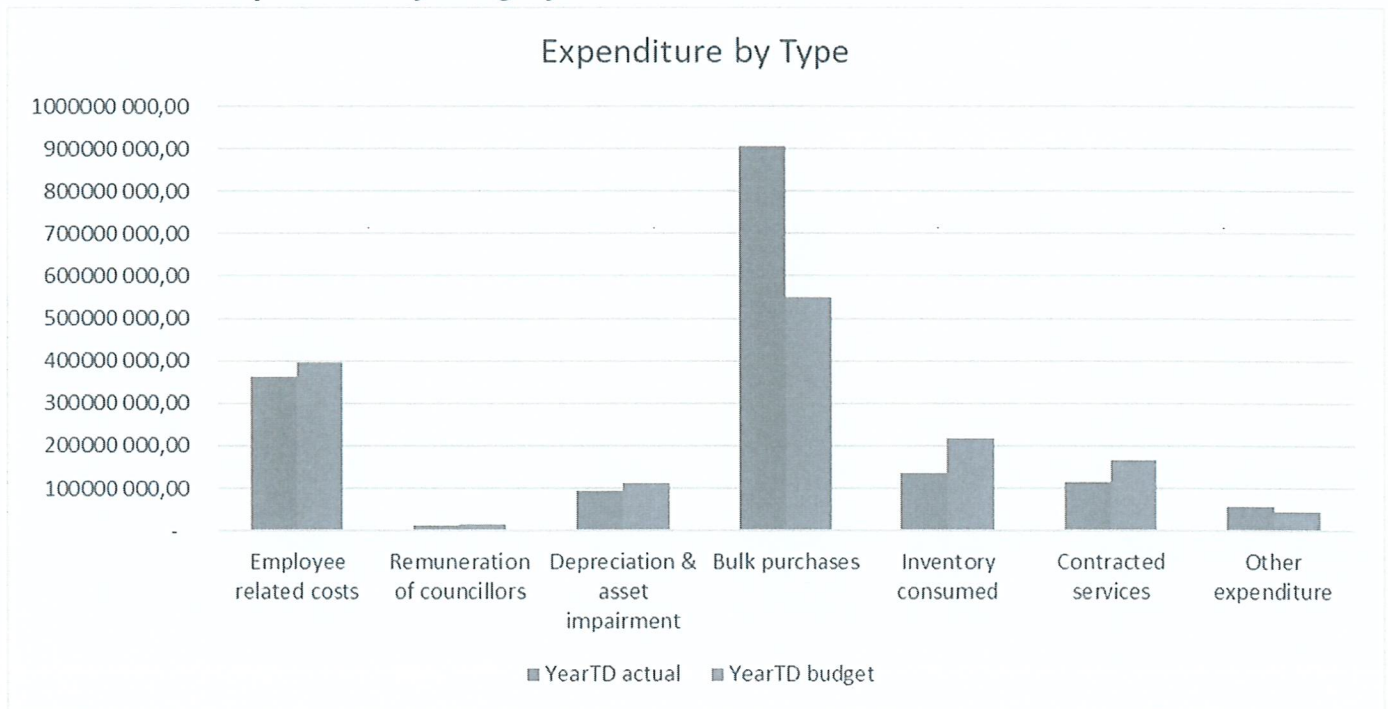
Service Charges - refuse revenue reflects an under performance of -12% when comparing the YTD actual revenue to the YTD budget.

Interest earned – outstanding debtors and other revenue have a variances of 6% and -70% respectively at the end of first quarter.

OPERATIONAL EXPENDITURE

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

Chart 5: Expenditure by category



Bulk Purchases: This is a major expenditure source of the Municipality contributing 53% of the total actual YTD operating expenditure basket. There was a variance of 65% for this expenditure source when comparing year to date actual and year to date budget.

Employee Related Costs: There is a variance of -8% in respect of actual YTD expenditure on employee related costs against the YTD budget. A detailed line item and business unit analysis of the employee related cost is contained in the MFMA S66 report on staff benefits.

Other Expenditure's YTD actual figure for Other Expenditure for the first quarter amounted to R57.150 million while the YTD budget amounted to R45.000 million resulting in a variance of 27% when comparing YTD actual expenditure to YTD budget.

Depreciation & Asset Impairment: The YTD budget for depreciation & asset impairment figure amounted to R110.491 million and the YTD actual being R 94.064 million.

Finance Charges: YTD budgeted figure for finance charges for the year amounted to R23.554 million and the Actual YTD amounted to R 5.429 million, resulting in a variance of -77%.

Inventory Consumed: YTD actual figure for inventory consumed for first quarter amounted to R136.705 million, which is inclusive of water bulk purchases of R109.428 million.

Contracted Services: YTD Budget for contracted services amounted to R 166.164 million, whilst the actual amounted to R 113.550 million, resulting in a variance of -32%.

2.7 Municipal Entity Financial Performance

Safe City Msunduzi NPC - Table F1 Monthly Budget Statement Summary - M03 September

Description	2019/20	Current Year 2020/21							
	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	90	80	-	21	40	38	0	7%	80
Transfers recognised - operational	-	-	-	-	-	-	-	-	-
Other own revenue	12 417	14 810	-	0	3 220	3 220	(0)	0%	14 810
Total Revenue (excluding capital transfers and contributions)	12 507	14 890	-	21	3 260	3 257	2	0%	14 890
Employee costs	11 450	12 005	-	937	2 778	2 618	160	6%	12 005
Remuneration of Board Members	-	-	-	-	-	-	-	-	-
Depreciation and asset impairment	926	834	-	72	221	209	12	6%	834
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	-	-	-	-	-	-	-	-	-
Transfers and grants	-	-	-	-	-	-	-	-	-
Other expenditure	1 536	2 805	-	140	295	523	(227)	-44%	2 805
Total Expenditure	13 911	15 644	-	1 149	3 294	3 349	(55)	-2%	15 644
Surplus/(Deficit)	(1 404)	(754)	-	(1 128)	(34)	(92)	58	-63%	(754)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(1 404)	(754)	-	(1 128)	(34)	(92)	58	-63%	(754)
Taxation	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(1 404)	(754)	-	(1 128)	(34)	(92)	58	-63%	(754)
Capital expenditure & funds sources									
Capital expenditure	166	318	-	7	7	80	(72)	-91%	318
Transfers recognised - capital	284	284	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-
Total sources of capital funds	284	284	-	-	-	-	-	-	-
Financial position									
Total current assets	4 853	1 351	-		4 545				1 351
Total non current assets	8 590	7 792	-		8 394				7 792
Total current liabilities	1 495	1 879	-		1 230				1 879
Total non current liabilities	-	-	-		-				-
Community wealth/Equity	11 948	7 263	-		11 709				7 263
Cash flows									
Net cash from (used) operating	(426)	(251)	-	(1 057)	179	38	141	372%	(251)
Net cash from (used) investing	(95)	(318)	-	(7)	(7)	(80)	72	-91%	(318)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	1 280	1 232	1 801	(1 064)	172	(42)	213	-513%	1 232

2.8 Capital Programme Performance

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

KZN225 Msunduzi - Supporting Table SC12 Consolidated Monthly Budget Statement - capital expenditure trend - Q1 First Quarter

Month	2021/22	Budget Year 2022/23							
	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		69 660		6 058	6 058	69 660	63 602	91,3%	1%
August		69 660		19 686	25 744	139 320	113 576	81,5%	3%
September		69 660		35 232	60 976	208 980	148 004	70,8%	7%
October		69 660				278 639	-		
November		69 660				348 299	-		
December		69 660				417 959	-		
January		69 660				487 619	-		
February		69 660				557 279	-		
March		69 660				626 939	-		
April		69 660				696 599	-		
May		69 660				766 259	-		
June		69 660				835 918	-		
Total Capital expenditure	-	835 918	-	60 976					

The Total Capital Expenditure as at the end of September amounted to R 60.976 million.

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

KZN225 Msunduzi - Supporting Table SC13a Consolidated Monthly Budget Statement - capital expenditure on new assets by asset class - Q1 First

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		-	45 665	-	4 547	10 118	11 416	1 298	11,4%	45 665
Roads Infrastructure		-	8 500	-	(1)	(1)	2 125	2 126	100,0%	8 500
Roads			8 500		(1)	(1)	2 125	2 126	100,0%	8 500
Electrical Infrastructure		-	19 015	-	2 195	7 767	4 754	(3 013)	-63,4%	19 015
Power Plants			19 015		2 195	7 767	4 754	(3 013)	-63,4%	19 015
HV Substations							-	-		-
Capital Spares							-	-		-
Water Supply Infrastructure		-	5 000	-	2 266	2 266	1 250	(1 016)	-81,3%	5 000
Dams and Weirs							-	-		-
Boreholes							-	-		-
Reservoirs					2 266	2 266		(2 266)		-
Pump Stations							-	-		-
Water Treatment Works							-	-		-
Bulk Mains							-	-		-
Distribution			5 000				1 250	1 250	100,0%	5 000
Distribution Points							-	-		-
PRV Stations							-	-		-
Capital Spares							-	-		-
Sanitation Infrastructure		-	-	-	86	86	-	(86)		-
Pump Station							-	-		-
Reticulation							-	-		-
Waste Water Treatment Works							-	-		-
Outfall Sewers					86	86	-	(86)		-
Toilet Facilities							-	-		-
Capital Spares							-	-		-
Solid Waste Infrastructure		-	10 150	-	-	-	2 538	2 538	100,0%	10 150
Landfill Sites			10 150				2 538	2 538	100,0%	10 150
Waste Transfer Stations							-	-		-
Waste Processing Facilities							-	-		-
Capital Spares							-	-		-
Coastal Infrastructure		-	3 000	-	-	-	750	750	100,0%	3 000
Sand Pumps							-	-		-
Piers							-	-		-
Revetments							-	-		-
Promenades			3 000				750	750	100,0%	3 000
Capital Spares							-	-		-
Information and Communication Infrastructure		-	-	-	-	-	-	-		-
Data Centres							-	-		-
Core Layers							-	-		-
Distribution Layers							-	-		-
Capital Spares							-	-		-
Community Assets		-	20 726	-	908	2 016	5 182	3 165	61,1%	20 726
Community Facilities		-	20 726	-	908	2 016	5 182	3 165	61,1%	20 726
Halls			19 976		908	2 016	4 994	2 978	59,6%	19 976
Markets			750				188	188	100,0%	750
Stalls							-	-		-
Heritage assets		-	-	-	-	-	-	-		-
Monuments							-	-		-
Investment properties		-	-	-	-	-	-	-		-
Revenue Generating		-	-	-	-	-	-	-		-
Other assets		-	5 075	-	3 795	4 958	1 269	(3 689)	-290,8%	5 075
Operational Buildings		-	5 075	-	1 366	1 366	1 269	(98)	-7,7%	5 075
Municipal Offices			5 075		1 366	1 366	1 269	(98)	-7,7%	5 075
Housing		-	-	-	2 428	3 591	-	(3 591)		-
Staff Housing							-	-		-
Social Housing					2 428	3 591	-	(3 591)		-
Capital Spares							-	-		-
Biological or Cultivated Assets		-	-	-	-	-	-	-		-
Biological or Cultivated Assets							-	-		-
Intangible Assets		-	3 750	-	-	-	938	938	100,0%	3 750
Servitudes							-	-		-
Licences and Rights		-	3 750	-	-	-	938	938	100,0%	3 750
Computer Software and Applications			3 750				938	938	100,0%	3 750
Load Settlement Software Applications							-	-		-
Unspecified							-	-		-
Computer Equipment		-	5 669	-	-	-	1 417	1 417	100,0%	5 669
Computer Equipment			5 669				1 417	1 417	100,0%	5 669
Furniture and Office Equipment		-	10 556	-	-	-	2 639	2 639	100,0%	10 556
Furniture and Office Equipment			10 556				2 639	2 639	100,0%	10 556
Machinery and Equipment		-	62 500	-	7	7	15 625	15 618	100,0%	62 500
Machinery and Equipment			62 500		7	7	15 625	15 618	100,0%	62 500
Transport Assets		-	41 972	-	445	445	10 493	10 047	95,8%	41 972
Transport Assets			41 972		445	445	10 493	10 047	95,8%	41 972
Land		-	-	-	-	-	-	-		-
Land							-	-		-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals							-	-		-
Total Capital Expenditure on new assets	1	-	195 913	-	9 702	17 545	48 978	31 433	64,2%	195 913

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

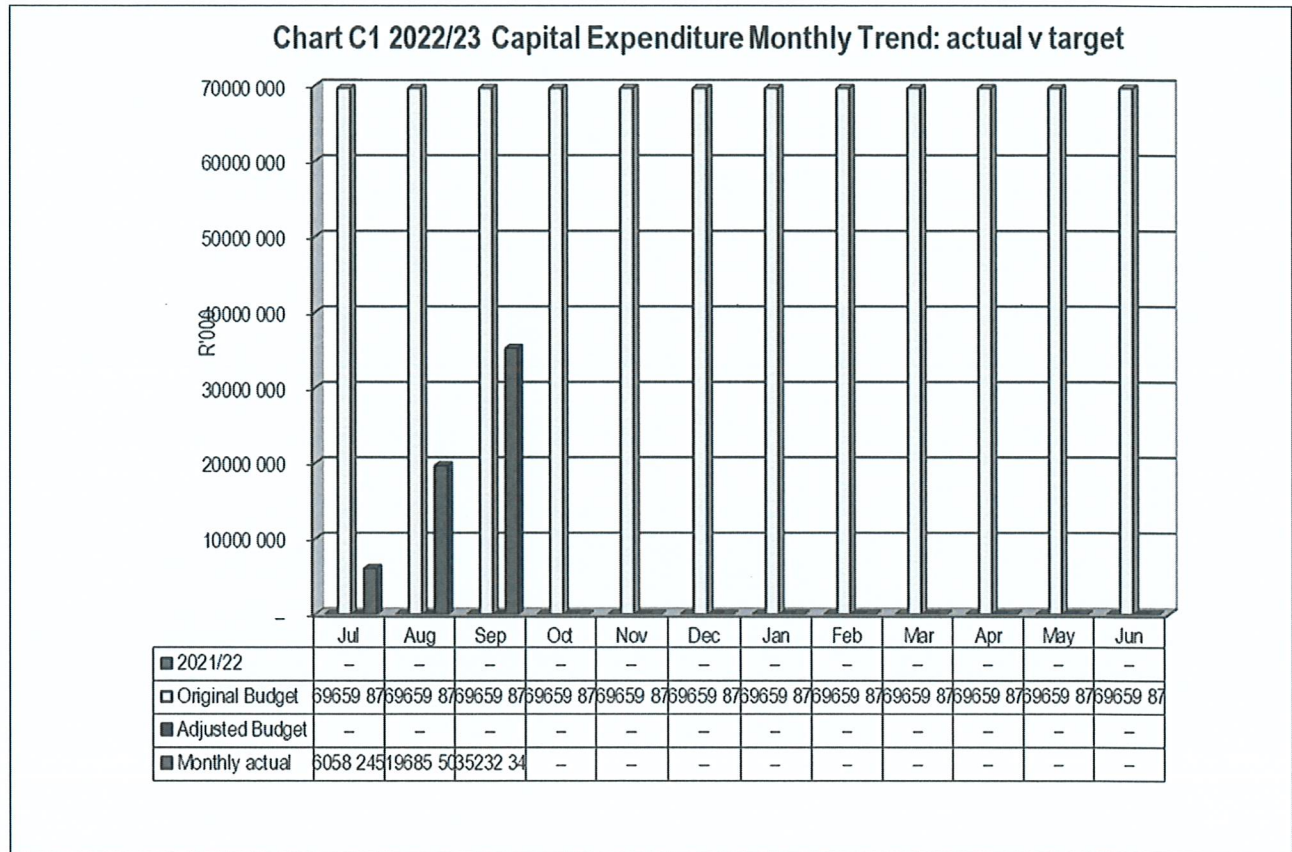
Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		-	146 427	-	-	-	36 607	36 607	100,0%	146 427
Roads Infrastructure		-	38 000	-	-	-	9 500	9 500	100,0%	38 000
Roads			38 000				9 500	9 500	100,0%	38 000
Road Structures							-	-		-
Water Supply Infrastructure		-	62 427	-	-	-	15 607	15 607	100,0%	62 427
Dams and Weirs							-	-		-
Boreholes							-	-		-
Reservoirs			32 427				8 107	8 107	100,0%	32 427
Pump Stations							-	-		-
Water Treatment Works							-	-		-
Bulk Mains							-	-		-
Distribution			30 000				7 500	7 500	100,0%	30 000
Distribution Points							-	-		-
PRV Stations							-	-		-
Capital Spares							-	-		-
Sanitation Infrastructure		-	46 000	-	-	-	11 500	11 500	100,0%	46 000
Pump Station			30 000				7 500	7 500	100,0%	30 000
Reticulation							-	-		-
Waste Water Treatment Works							-	-		-
Outfall Sewers			16 000				4 000	4 000	100,0%	16 000
Toilet Facilities							-	-		-
Capital Spares							-	-		-
Solid Waste Infrastructure		-	-	-	-	-	-	-		-
Community Assets		-	-	-	175	175	-	(175)		-
Community Facilities		-	-	-	175	175	-	(175)		-
Halls							-	-		-
Centres							-	-		-
Police					175	175	-	(175)		-
Parks							-	-		-
Public Open Space							-	-		-
Heritage assets		-	-	-	-	-	-	-		-
Monuments							-	-		-
Investment properties		-	-	-	-	-	-	-		-
Revenue Generating		-	-	-	-	-	-	-		-
Other assets		-	5 424	-	-	-	1 356	1 356	100,0%	5 424
Operational Buildings		-	515	-	-	-	129	129	100,0%	515
Municipal Offices			515				129	129	100,0%	515
Housing		-	4 909	-	-	-	1 227	1 227	100,0%	4 909
Staff Housing							-	-		-
Social Housing			4 909				1 227	1 227	100,0%	4 909
Capital Spares							-	-		-
Biological or Cultivated Assets		-	-	-	-	-	-	-		-
Biological or Cultivated Assets							-	-		-
Intangible Assets		-	-	-	-	-	-	-		-
Servitudes							-	-		-
Licences and Rights		-	-	-	-	-	-	-		-
Computer Equipment		-	-	-	-	-	-	-		-
Computer Equipment							-	-		-
Furniture and Office Equipment		-	-	-	-	-	-	-		-
Furniture and Office Equipment							-	-		-
Machinery and Equipment		-	-	-	-	-	-	-		-
Machinery and Equipment							-	-		-
Transport Assets		-	-	-	-	-	-	-		-
Transport Assets							-	-		-
Land		-	-	-	-	-	-	-		-
Land							-	-		-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals							-	-		-
Total Capital Expenditure on renewal of existing assets	1	-	151 851	-	175	175	37 963	37 788	99,5%	151 851

KZN225 Msunduzi - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - Q1

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class										
Infrastructure		-	371 886	-	17 113	35 222	92 971	57 749	62%	371 886
Roads Infrastructure		-	63 118	-	4 574	9 447	15 780	6 332	40%	63 118
Roads			33 243		4 574	9 447	8 311	(1 136)	-14%	33 243
Road Structures			29 875				7 469	7 469	100%	29 875
Electrical Infrastructure		-	134 414	-	-	-	33 604	33 604	100%	134 414
Power Plants			15 139				3 785	3 785	100%	15 139
HV Substations			3 000				750	750	100%	3 000
HV Switching Station			14 300				3 575	3 575	100%	14 300
HV Transmission Conductors							-	-		-
MV Substations			69 548				17 387	17 387	100%	69 548
MV Switching Stations			32 427				8 107	8 107	100%	32 427
MV Networks							-	-		-
LV Networks							-	-		-
Capital Spares							-	-		-
Water Supply Infrastructure		-	109 803	-	9 370	11 699	27 451	15 752	57%	109 803
Dams and Weirs							-	-		-
Boreholes							-	-		-
Reservoirs			2 000		9 370	11 699	500	(11 199)	-2240%	2 000
Pump Stations							-	-		-
Water Treatment Works							-	-		-
Bulk Mains							-	-		-
Distribution			107 803				26 951	26 951	100%	107 803
Distribution Points							-	-		-
PRV Stations							-	-		-
Capital Spares							-	-		-
Sanitation Infrastructure		-	64 550	-	3 169	14 077	16 138	2 061	13%	64 550
Pump Station			46 198				11 549	11 549	100%	46 198
Reticulation			18 353		3 169	14 077	4 588	(9 489)	-207%	18 353
Community Assets		-	7 600	-	-	-	1 900	1 900	100%	7 600
Community Facilities		-	7 600	-	-	-	1 900	1 900	100%	7 600
Halls							-	-		-
Cemeteries/Crematoria			1 000				250	250	100%	1 000
Police							-	-		-
Parks			6 600				1 650	1 650	100%	6 600
Public Open Space							-	-		-
Heritage assets		-	-	-	-	-	-	-		-
Monuments							-	-		-
Investment properties		-	-	-	-	-	-	-		-
Revenue Generating		-	-	-	-	-	-	-		-
Other assets		-	93 997	-	8 243	8 034	23 499	15 465	66%	93 997
Operational Buildings		-	200	-	8 243	8 034	50	(7 984)	-15968%	200
Municipal Offices			200		8 243	8 034	50	(7 984)	-15968%	200
Housing		-	93 797	-	-	-	23 449	23 449	100%	93 797
Staff Housing							-	-		-
Social Housing			93 797				23 449	23 449	100%	93 797
Capital Spares							-	-		-
Biological or Cultivated Assets		-	-	-	-	-	-	-		-
Biological or Cultivated Assets							-	-		-
Intangible Assets		-	14 672	-	-	-	3 668	3 668	100%	14 672
Servitudes							-	-		-
Licences and Rights		-	14 672	-	-	-	3 668	3 668	100%	14 672
Computer Software and Applications			14 672				3 668	3 668	100%	14 672
Load Settlement Software Applications							-	-		-
Unspecified							-	-		-
Computer Equipment		-	-	-	-	-	-	-		-
Computer Equipment							-	-		-
Furniture and Office Equipment		-	-	-	-	-	-	-		-
Furniture and Office Equipment							-	-		-
Machinery and Equipment		-	-	-	-	-	-	-		-
Machinery and Equipment							-	-		-
Transport Assets		-	-	-	-	-	-	-		-
Transport Assets							-	-		-
Land		-	-	-	-	-	-	-		-
Land							-	-		-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals							-	-		-
Total Capital Expenditure on upgrading of existing	1	-	488 155	-	25 356	43 256	122 039	78 782	65%	488 155

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

Chart 6: Capital Expenditure Monthly Trend



The monthly 2021/22 trend presents monthly actual expenditure figures for prior year. Original Budget stipulates the budget for the year. The monthly actual figures stipulate a monthly trend; there has been a slow start to spending in the financial year.

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

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

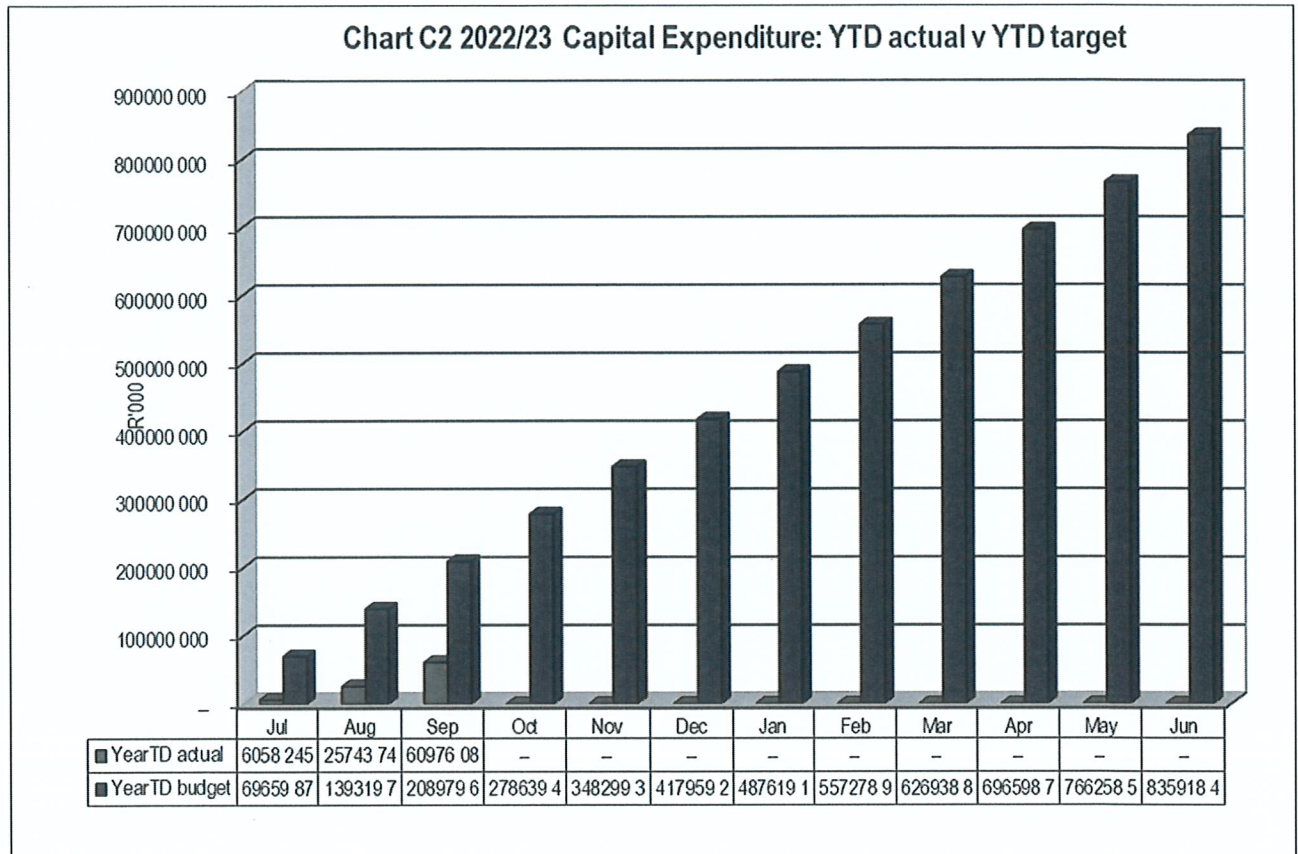
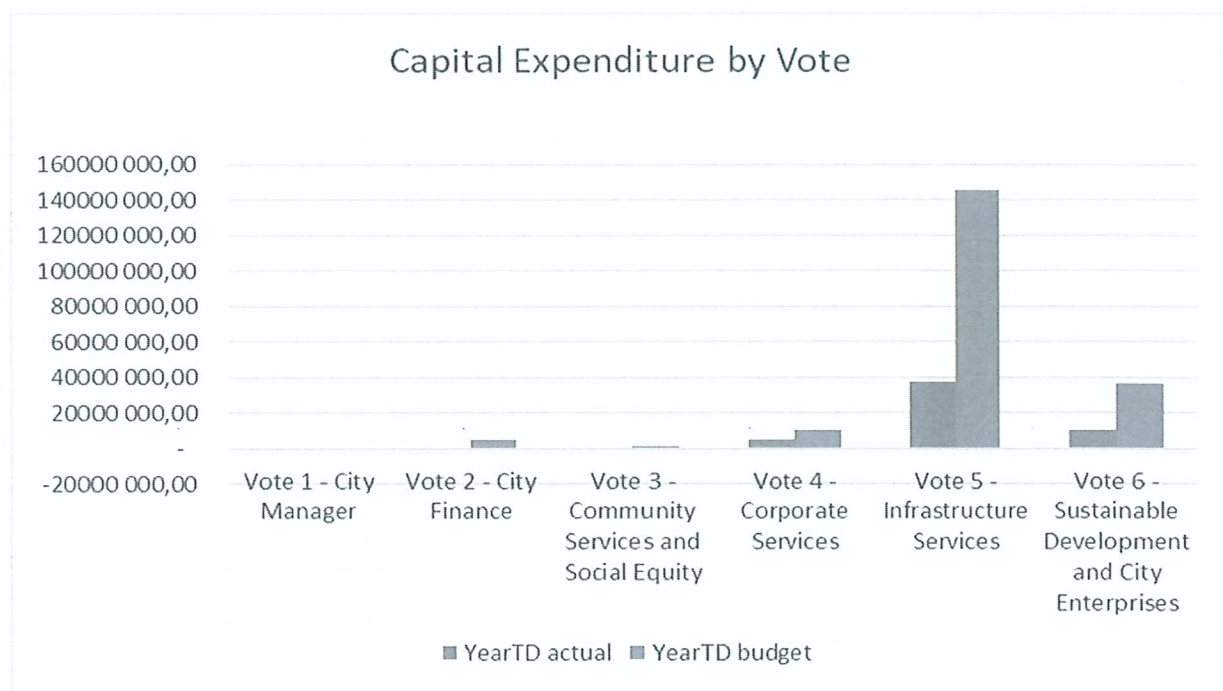


Chart 8: Capital Expenditure by Vote

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

The municipal entity's report for the month ending 30 September 2022 is attached.

Safe City Msunduzi NPC - Table F1 Monthly Budget Statement Summary - M03 September

Description	2019/20	Current Year 2020/21							
	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	90	80	-	21	40	38	0	7%	80
Transfers recognised - operational	-	-	-	-	-	-	-	-	-
Other own revenue	12 417	14 810	-	0	3 220	3 220	(0)	0%	14 810
Total Revenue (excluding capital transfers and contributions)	12 507	14 890	-	21	3 260	3 257	2	0%	14 890
Employee costs	11 450	12 005	-	937	2 778	2 618	160	6%	12 005
Remuneration of Board Members	-	-	-	-	-	-	-	-	-
Depreciation and asset impairment	926	834	-	72	221	209	12	6%	834
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	-	-	-	-	-	-	-	-	-
Transfers and grants	-	-	-	-	-	-	-	-	-
Other expenditure	1 536	2 805	-	140	295	523	(227)	-44%	2 805
Total Expenditure	13 911	15 644	-	1 149	3 294	3 349	(55)	-2%	15 644
Surplus/(Deficit)	(1 404)	(754)	-	(1 128)	(34)	(92)	58	-63%	(754)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(1 404)	(754)	-	(1 128)	(34)	(92)	58	-63%	(754)
Taxation	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(1 404)	(754)	-	(1 128)	(34)	(92)	58	-63%	(754)
Capital expenditure & funds sources									
Capital expenditure	166	318	-	7	7	80	(72)	-91%	318
Transfers recognised - capital	284	284	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-
Total sources of capital funds	284	284	-	-	-	-	-	-	-
Financial position									
Total current assets	4 853	1 351	-		4 545				1 351
Total non current assets	8 590	7 792	-		8 394				7 792
Total current liabilities	1 495	1 879	-		1 230				1 879
Total non current liabilities	-	-	-		-				-
Community wealth/Equity	11 948	7 263	-		11 709				7 263
Cash flows									
Net cash from (used) operating	(426)	(251)	-	(1 057)	179	38	141	372%	(251)
Net cash from (used) investing	(95)	(318)	-	(7)	(7)	(80)	72	-91%	(318)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	1 280	1 232	1 801	(1 064)	172	(42)	213	-513%	1 232

Safe City Msunduzi NPC - Table F2 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September

Description	2019/20	Current Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue By Source									
Property rates							-		
Service charges - electricity revenue							-		
Service charges - water revenue							-		
Service charges - sanitation revenue							-		
Service charges - refuse revenue							-		
Rental of facilities and equipment							-		
Interest earned - external investments	90	80		21	40	38	2	6,7%	80
Interest earned - outstanding debtors							-		
Dividends received							-		
Fines, penalties and forfeits							-		
Licences and permits							-		
Agency services							-		
Transfers and subsidies							-		
Other revenue	12 417	14 810		0	3 220	3 220	(0)	0,0%	14 810
Gains							-		
								0,1%	
Total Revenue (excluding capital transfers and contributions)	12 507	14 890	-	21	3 260	3 257	2		14 890
Expenditure By Type									
Employee related costs	11 450	12 005		937	2 778	2 618	160	6,1%	12 005
Remuneration of Directors							-		
Debt impairment							-		
Depreciation & asset impairment	926	834		72	221	209	12	5,8%	834
Finance charges							-		
Bulk purchases							-		
Other materials							-		
Contracted services	261	1 014		36	74	85	(12)	-13,6%	1 014
Transfers and subsidies							-		
Other expenditure	1 107	1 790		104	221	437	(216)	-49,4%	1 790
Losses	168						-		
Total Expenditure	13 911	15 644	-	1 149	3 294	3 349	(55)	-1,6%	15 644
Surplus/(Deficit)	(1 404)	(754)	-	(1 128)	(34)	(92)	58	-62,8%	(754)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)							-		
(National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Transfers and subsidies - capital (in-kind - all))							-		
Surplus/(Deficit) before taxation	(1 404)	(754)	-	(1 128)	(34)	(92)	58	-62,8%	(754)
Taxation							-		
Surplus/(Deficit) for the year	(1 404)	(754)	-	(1 128)	(34)	(92)	58		(754)

Safe City Msunduzi NPC - Table F3 Monthly Budget Statement - Capital Expenditure - M03 September

Description	2019/20	Current Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Capital expenditure by Asset Class/Sub-class									
Infrastructure	-	-	-	-	-	-	-	-	-
Roads Infrastructure	-	-	-	-	-	-	-	-	-
Roads	-	-	-	-	-	-	-	-	-
Rail Infrastructure	-	-	-	-	-	-	-	-	-
Rail Lines	-	-	-	-	-	-	-	-	-
Rail Structures	-	-	-	-	-	-	-	-	-
Community Assets	-	-	-	-	-	-	-	-	-
Community Facilities	-	-	-	-	-	-	-	-	-
Halls	-	-	-	-	-	-	-	-	-
Centres	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Monuments	-	-	-	-	-	-	-	-	-
Historic Buildings	-	-	-	-	-	-	-	-	-
Works of Art	-	-	-	-	-	-	-	-	-
Conservation Areas	-	-	-	-	-	-	-	-	-
Other Heritage	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	-	-	-	-
Operational Buildings	-	-	-	-	-	-	-	-	-
Municipal Offices	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
Intangible Assets	-	-	-	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-
Machinery and Equipment	166	318	-	7	7	80	72	90,8%	318
Machinery and Equipment	166	318	-	7	7	80	72	90,8%	318
Transport Assets	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
Total Capital Expenditure	166	318	-	7	7	80	72	90,8%	318
Funded by:									
National Government							-		
Provincial Government							-		
Parent Municipality	284	284					-		
District Municipality							-		
Transfers recognised - capital	284	284	-	-	-	-	-	-	-
Borrowing							-		
Internally generated funds							-		
Total Capital Funding	284	284	-	-	-	-	-	-	-

References

1. Municipalities may choose to appropriate for capital expenditure for three years or for one year (if one year appropriation projected expenditure required for yr2 and yr3).
2. Include capital component of PPP unitary payment.
3. Include finance leases and PPP capital funding component of unitary payment
4. Total Capital Funding must balance with Total Capital Expenditure
6. Include contributions from Public Entities; e.g. Eskom

Safe City Msunduzi NPC - Table F4 Monthly Budget Statement - Financial Position - M03 September

Vote Description	2019/20	Current Year 2020/21			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
ASSETS					
Current assets					
Cash	86	92		169	92
Call investment deposits	1 195	1 256		4 373	1 256
Consumer debtors	3 570				
Other debtors	3	3		3	3
Current portion of long-term receivables					
Inventory					
Total current assets	4 853	1 351	–	4 545	1 351
Non current assets					
Long-term receivables					
Investments					
Investment property					
Investment in Associate					
Property, plant and equipment	8 590	7 792		8 394	7 792
Biological					
Intangible					
Other non-current assets					
Total non current assets	8 590	7 792	–	8 394	7 792
TOTAL ASSETS	13 443	9 142	–	12 939	9 142
LIABILITIES					
Current liabilities					
Bank overdraft					
Borrowing					
Consumer deposits					
Trade and other payables	431	–		165	–
Provisions	1 064	1 879		1 064	1 879
Total current liabilities	1 495	1 879	–	1 230	1 879
Non current liabilities					
Borrowing					
Provisions					
Total non current liabilities	–	–	–	–	–
TOTAL LIABILITIES	1 495	1 879	–	1 230	1 879
NET ASSETS	11 948	7 263	–	11 709	7 263
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	11 948	7 263		11 709	7 263
Reserves					
TOTAL COMMUNITY WEALTH/EQUITY	11 948	7 263	–	11 709	7 263

References

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

check balance - - - - -

Safe City Msunduzi NPC - Table F5 Monthly Budget Statement - Cash Flows - M03 September

Description	2019/20	Current Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates							–		
Service charges							–		
Other revenue	14 100	14 810		0	3 220	3 220	(0)	0,0%	14 810
Transfers and Subsidies - Operational							–		
Transfers and Subsidies - Capital							–		
Interest	90	80		21	40	38	2	6,7%	80
Dividends							–		
Payments									
Suppliers and employees	(14 616)	(15 140)		(1 078)	(3 081)	(3 219)	139	-4,3%	(15 140)
Finance charges							–		
Dividends paid							–		
Transfers and Grants							–		
NET CASH FROM/(USED) OPERATING ACTIVITIES	(426)	(251)	–	(1 057)	179	38	141	372,0%	(251)
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	70			–	–	–	–		
Decrease (increase) in non-current receivables							–		
Decrease (increase) in non-current investments							–		
Payments									
Capital assets	(166)	(318)		(7)	(7)	(80)	72	-90,8%	(318)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(95)	(318)	–	(7)	(7)	(80)	72	-90,8%	(318)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans							–		
Borrowing long term/refinancing							–		
Increase (decrease) in consumer deposits	–			–	–	–	–		
Payments									
Repayment of borrowing							–		
NET CASH FROM/(USED) FINANCING ACTIVITIES	–	–	–	–	–	–	–		–
NET INCREASE/ (DECREASE) IN CASH HELD	(522)	(569)	–	(1 064)	172	(42)	213	-513,2%	(569)
Cash/cash equivalents at the year begin:	1 801	1 801	1 801						1 801
Cash/cash equivalents at the year end:	1 280	1 232	1 801	(1 064)	172	(42)	213	-513,2%	1 232

Safe City Msunduzi NPC - Supporting Table F6 Entity Board member allowances & staff benefits - M03 September

[illegible]

Safe City Msunduzi NPC - Supporting Table F7 Entity monthly actuals & revised targets - M03 September

Description	Current Year 2020/21												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands															
Revenue By Source															
Service charges															
Rental of facilities and equipment															
Other revenue	6	3 232	21												
Gains															
Total Revenue	6	3 232	21	-	-	-	-	-	-	-	-	(3 260)	-	-	-
Expenditure By Type															
Employee related costs	896	945	937									(2 778)			
Remuneration of Board Members															
Debt impairment															
Depreciation & asset impairment															
Finance charges															
Dividends paid															
Bulk purchases															
Other materials															
Contracted services	12	26	36									(74)			
Transfers and grants															
Other expenditure	60	59	104												
Losses															
Total expenditure	968	1 030	1 077	-	-	-	-	-	-	-	-	(2 852)	-	-	-
Capital expenditure															
Capital assets															
Total capital expenditure	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Cash flow															
Ratepayers and other															
Transfers and Subsidies															
Interest	6	13	21												
Suppliers, employees and other	(968)	(1 035)	(1 078)									3 081			
Finance charges															
Dividends paid															
NET CASH FROM/(USED) OPERATING ACTIVITIES	(961)	(1 022)	(1 057)	-	-	-	-	-	-	-	-	3 081	-	-	-
Decrease (increase) in non-current receivables															
Decrease (increase) in non-current investments															
Proceeds on disposal of PPE															
Capital assets															
NET CASH FROM/(USED) INVESTING ACTIVITIES	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing/short term															
Repayment of borrowing															
Increase in consumer deposits															
NET CASH FROM/(USED) FINANCING ACTIVITIES	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
NET INCREASE/(DECREASE) IN CASH HELD	(961)	(1 022)	(1 057)	-	-	-	-	-	-	-	-	3 081	-	-	-

Safe City Msunduzi NPC - Supporting Table F8a Entity capital expenditure on new assets by asset class - M03 September

Description	2019/20	Current Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Capital expenditure on new assets by Asset Class/Sub-class									
Infrastructure	-	-	-	-	-	-	-		-
Roads Infrastructure	-	-	-	-	-	-	-		-
Roads									
Road Structures									
Community Assets	-	-	-	-	-	-	-		-
Community Facilities	-	-	-	-	-	-	-		-
Halls									
Centres									
Crèches									
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
Indoor Facilities									
Outdoor Facilities									
Capital Spares									
Heritage assets	-	-	-	-	-	-	-		-
Monuments									
Historic Buildings									
Works of Art									
Conservation Areas									
Other Heritage									
Investment properties	-	-	-	-	-	-	-		-
Revenue Generating	-	-	-	-	-	-	-		-
Improved Property									
Unimproved Property									
Non-revenue Generating	-	-	-	-	-	-	-		-
Improved Property									
Unimproved Property									
Other assets	-	-	-	-	-	-	-		-
Operational Buildings	-	-	-	-	-	-	-		-
Biological or Cultivated Assets	-	-	-	-	-	-	-		-
Biological or Cultivated Assets									
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes									
Licences and Rights	-	-	-	-	-	-	-		-
Water Rights									
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment									
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment									
Machinery and Equipment	166	318	-	7	7	80	72	90,8%	318
Machinery and Equipment	166	318		7	7	80	72	90,8%	318
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets									
Land	-	-	-	-	-	-	-		-
Land									
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals									
Total Capital Expenditure on new assets	166	318	-	7	7	80	72	90,8%	318

- Supporting Table F8d Entity Depreciation by asset class - M03 September

Description	2019/20	Current Year 2020/21							Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands									
<u>Depreciation by Asset Class/Sub-class</u>									
Infrastructure	-	-	-	-	-	-	-		-
Roads Infrastructure	-	-	-	-	-	-	-		-
Roads	-	-	-	-	-	-	-		-
Rail Infrastructure	-	-	-	-	-	-	-		-
Rail Lines	-	-	-	-	-	-	-		-
Rail Structures	-	-	-	-	-	-	-		-
Community Assets	-	-	-	-	-	-	-		-
Community Facilities	-	-	-	-	-	-	-		-
Halls	-	-	-	-	-	-	-		-
Centres	-	-	-	-	-	-	-		-
Capital Spares	-	-	-	-	-	-	-		-
Heritage assets	-	-	-	-	-	-	-		-
Monuments	-	-	-	-	-	-	-		-
Historic Buildings	-	-	-	-	-	-	-		-
Works of Art	-	-	-	-	-	-	-		-
Conservation Areas	-	-	-	-	-	-	-		-
Other Heritage	-	-	-	-	-	-	-		-
Investment properties	-	-	-	-	-	-	-		-
Revenue Generating	-	-	-	-	-	-	-		-
Improved Property	-	-	-	-	-	-	-		-
Unimproved Property	-	-	-	-	-	-	-		-
Non-revenue Generating	-	-	-	-	-	-	-		-
Improved Property	-	-	-	-	-	-	-		-
Unimproved Property	-	-	-	-	-	-	-		-
Other assets	-	-	-	-	-	-	-		-
Operational Buildings	-	-	-	-	-	-	-		-
Municipal Offices	-	-	-	-	-	-	-		-
Pay/Enquiry Points	-	-	-	-	-	-	-		-
Housing	-	-	-	-	-	-	-		-
Staff Housing	-	-	-	-	-	-	-		-
Social Housing	-	-	-	-	-	-	-		-
Capital Spares	-	-	-	-	-	-	-		-
Biological or Cultivated Assets	-	-	-	-	-	-	-		-
Biological or Cultivated Assets	-	-	-	-	-	-	-		-
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes	-	-	-	-	-	-	-		-
Licences and Rights	-	-	-	-	-	-	-		-
Water Rights	-	-	-	-	-	-	-		-
Computer Equipment	9	9	-	1	3	2	(1)	-22,9%	-
Computer Equipment	9	9	-	1	3	2	(1)	-22,9%	-
Furniture and Office Equipment	5	5	-	1	3	1	(1)	-121,5%	-
Furniture and Office Equipment	5	5	-	1	3	1	(1)	-121,5%	-
Machinery and Equipment	896	805	-	69	212	201	(11)	-5,4%	-
Machinery and Equipment	896	805	-	69	212	201	(11)	-5,4%	-
Transport Assets	16	16	-	1	4	4	1	13,0%	-
Transport Assets	16	16	-	1	4	4	1	13,0%	-
Land	-	-	-	-	-	-	-		-
Land	-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-		-
Total Depreciation	926	834	-	72	221	209	(12)	-5,8%	-

2.9 Municipal Manager's Quality's Certification

Quality Certificate

I, **L MAPHOLOBA**, the Acting municipal manager of **MSUNDUZI LOCAL MUNICIPALITY**, hereby certify that –

- the monthly budget statement

For the month of **September 2022** has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name: **Lulamile Mapholoba**

Municipal manager of: **MSUNDUZI MUNICIPALITY**

Signature: _____

Date: _____

