

ZULULAND DISTRICT MUNICIPALITY



MONTHLY BUDGET STATEMENT AND SUPPORTING DOCUMENTATION FOR PERIOD ENDED

31 MAY 2022

MFMA S71 REPORT

2021/2022 FINANCIAL YEAR

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GLOSSARY

Adjustment Budgets – it is the formal means by which a municipality may revise its budget during a financial year. Prescribed in section 28 of the Municipal Finance Management Act.

Allocations– money received from Provincial or National Government or other municipalities.

AFS – Annual Financial Statements.

Budget – the financial plan of the municipality.

Budget related policy – policy of a municipality affecting or affected by the budget.

Capital Expenditure – spending on municipal assets such as land, buildings, distribution networks, treatment plants and vehicles. Any capital expenditure must be reflected as an asset on a municipality's balance sheet.

Cash Flow Statements – a statement showing when actual cash will be received and spent by the municipality, and the month end balances of cash and short-term investments. Cash receipts and payments do not always coincide with budgeted income and expenditure timings.

CFO – Chief Financial Officer

DORA – Division of Revenue Act. An annual legislation indicating the allocations from National Government and Provincial Government

DWAF – Department of Water Affairs

EPWP – Expanded Public Works Program

Equitable Share – a general grant paid to municipalities. It is predominantly targeted to assist with free basic services.

FMG – Financial Management Grant

Fruitless and wasteful expenditure – expenditure that was made in vain and would have been avoided had reasonable care been exercised

GRAP – Generally Recognised Accounting Practice. The new standard for municipal accounting and basis upon which AFS are prepared

MSCOA – Municipal Standard Chart of Accounts

IDP –Integrated Development Plan. The main strategic planning document of a municipality

KPI – Key Performance Indicators. Measures of service output and/or outcome

LED – Local Economic Development

MFMA – Municipal Finance Management Act (No. 53 of 2003). The principal piece of legislation relating to municipal finance management

MIG – Municipal Infrastructure Grant

MSIG – Municipal Systems Improvement Grant

WSIG – Water services Infrastructure Grant

MTREF – Medium Term Revenue and Expenditure Framework as prescribed by the MFMA sets out indicative revenue and projected expenditure for the budget year plus two outer financial years to determine the affordability level. Also includes details of the previous three years and current years' financial position.

MWIG – Municipal Water Infrastructure Grant

Operating Expenditure – spending on the day-to-day expenses of a municipality such as general expenses, salaries & wages, and repairs & maintenance

R & M – Repairs and Maintenance

SCM - Supply Chain Management

SSBIP – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget statements

Strategic Objectives - the main priorities of a municipality as set out in the IDP Budget spending must contribute towards achievement of these strategic objectives

Unauthorised Expenditure – generally spending without or in excess of an approved budget

Virement – transfer of budget

ZDM – Zululand District Municipality

PART 1 – IN-YEAR REPORT

1.1. MAYORS REPORT

To be attached

1.2. COUNCIL RESOLUTION

The Monthly budget statement review be noted.

1.3. EXECUTIVE SUMMARY

BUDGET PERFORMANCE ANALYSIS

The Summary Statement of Financial Performance is prepared in terms of the prescribed budget formats, detailing revenue by source type and expenditure by input type. The summary report indicates the following:

Summary Statement of Financial Performance

	APPROVED BUDGET	ADJUSTED BUDGET	YTD ACTUAL
Total Revenue By Source (Excluding Capital Transfers)	602 842 000	603 353 124	587 701 542
Total Operating Expenditure	596 622 999	596 250 015	665 512 860
Surplus/(Deficit)	6 219 001	7 103 109	-77 811 318

Operating Revenue Performance

Total operating revenue generated by the Municipality as at **31 May 2022** is **R587 million** which is **97%** of the adjusted total operating revenue budget, this amount comprise of equitable share and other operating conditional grants in terms of Municipal Budget and Reporting Regulations (MBRR). Operating revenue is explained by source in Section 1.4 Operating Revenue Performance.

The Municipality is largely dependent on government grants for its operations, service charges revenue recognized is only **R49.8 million**, which is **8%** of the total generated operating revenue.

Operating Expenditure Performance

Total Operating Expenditure as at **31 May 2022** is **R665.5 million** which is **112%** of the adjusted operating expenditure budget. The Municipality has exceeded the operating budget by **12%**, this amounts to unauthorized expenditure. Operating expenditure is explained by source in Section 1.5 Operating Expenditure Performance.

Capital Expenditure and Funding

Summary Statement of Capital Expenditure and Funding

	APPROVED BUDGET	ADJUSTED BUDGET	YTD ACTUAL
Total Capital Expenditure	580 277 001	591 777 321	415 888 676
Total Capital Financing	580 277 001	591 777 321	415 888 676

Total Capital Expenditure as at **31 May 2022** is **R415 million** which is **70%** of the adjusted capital budget. Capital expenditure is explained by source in Section 1.6 Capital Expenditure and Funding.

Major Variances between actuals and year to date budget`

Variances between year to date actual and year to date budget are highlighted in Section 1.4 Operating Revenue Performance and 1.5 Operating Expenditure Performance.

On Revenue there seem to be major variances between year-to-date budget and year to date actual, these variances are on interest on investments, Service charges, Fines, penalties and forfeits, and transfers and subsidies, this is due to that some revenue streams will tap in the upcoming months in the financial year.

Major variances on expenditure are on other materials, transfers and subsidies, debt impairment and depreciation. These expenditure items will pick up as the financial year progresses.

The Financial Performance indicate a deficit of **R77 million**, this means the Municipality was not able to generate enough revenue to cover all expenses for the period being reported.

1.4. OPERATING REVENUE PERFORMANCE

DC26 Zululand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M11 May

Description	Ref	2020/21	Budget Year 2021/22							
		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		41 251	43 000	42 186	3 296	34 998	38 766	(3 768)	-10%	42 186
Service charges - sanitation revenue		11 514	11 000	12 305	1 148	11 339	11 127	212	2%	12 305
Service charges - refuse revenue								-		
Rental of facilities and equipment		179	210	183	26	179	171	7	4%	183
Interest earned - external investments		3 226	6 000	6 000	757	3 461	5 500	(2 039)	-37%	6 000
Interest earned - outstanding debtors		29	85	85	171	262	78	184	236%	85
Dividends received								-		
Fines, penalties and forfeits		7 543	638	48	1	123	113	11	9%	48
Licences and permits		10	10	10	-	-	9	(9)	-100%	10
Agency services								-		
Transfers and subsidies		577 833	541 399	542 010	144	536 805	496 741	40 063	8%	542 010
Other revenue		662	500	625	1	496	559	(63)	-11%	625
Gains		20 175	-	-	-	40	-	40	#DIV/0!	-
Total Revenue (excluding capital transfers and contributions)		662 422	602 842	603 453	5 543	587 702	553 064	34 638	6%	603 453

The year-to-date actual indicates operating revenue of **R587 million** for **eleven months**, the year-to-date budget is **R553 million**. A variance of **R34 million** or **6%** is observed. The total revenue to-date represents **97%** of the operating revenue budget. Included in operating revenue is an amount of revenue recognized on operating conditional grants in terms of Municipal Budget and Reporting Regulations (MBRR).

The sources of funding are important to ensure that the expenditure is actually funded and cash backed. Each line item on the face of financial performance is explained below:

Service charges – Water revenue

This is the amounts billed on customers for water used, the year-to-date actual is **R34.9 million**, which is below year-to-date budget of **R38.7 million**. A variance of **R3.7 million** or **10%** is observed.

Service charges – Sanitation revenue

This is the amounts billed on customers that are connected to the sewer system, the year-to-date actual is **R11.3 million** which is above year to date budget of **R11.1 million**. A variance of **R212 thousand** or **2%** is observed.

Rent of facilities

Rental of facilities is amounts billed to WSSA, Avis and Waphatha Group for office space used. The year-to-date actual is **R179 thousand** which is below year-to-date budget of **R171 thousand**. A variance of **R7 thousand** or **4%** is observed

Interest on investment

Interest on investment is interest received when the Municipality makes cash investments. The year-to-date actual is **R3.4 million**, which is below year-to-date budget of **R5.5 million**. A variance of **R2 million** or **37%** is observed.

Interest earned - outstanding debtors

Interest earned - outstanding debtors is charged on businesses for accounts in arrears. The year-to-date actual is **R262 thousand**, which is above to year-to-date budget of **R78 thousand**. The variance of **R184 thousand** or **236%** is observed.

Fines, penalties and forfeits

Fines, penalties and forfeits are mainly amounts charged on illegal connections, the year-to-date actual is **R123 thousand**, the year-to-date budget is **R113 thousand**. A variance of **R11 thousand** or **9%** is observed.

Licences and permits

This amount is for health certificates issued, the year-to-date actual is **R0**, the year-to-date budget is **R9 thousand**. A variance of **R9 thousand** or **100%** is observed.

Transfers and subsidies

Transfers and subsidies (grants) are amounts gazetted as per Division of Revenue act (DoRA), 2021; and provincial gazette, Transfers and subsidies is revenue recognized as operating conditional grants in terms of Municipal Budget and Reporting Regulations (MBRR). Transfers and subsidies (Grants) are recognised/recorded as revenue when condition has been met, except for equitable share, which is not a conditional grant.

Transfers and subsidies year to date actual is **R536.6 million**, which is above year-to-date budget of **R496.7 million**. A variance of **R40 million** or **8%** is observed.

Other revenue

Other revenue includes amounts for tender fees and any other revenue the Municipality may be entitled to receive, the year-to-date actual is **R495 thousand**, which is above year-to-date budget of **R559 thousand**. A variance of **R63 million** or **11%** is observed.

1.5. OPERATING EXPENDITURE PERFORMANCE

DC26 Zululand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M11 May

Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Expenditure By Type										
Employee related costs		241 953	255 269	255 269	20 598	233 351	234 073	(722)	0%	255 269
Remuneration of councillors		8 489	8 537	9 037	622	7 814	8 201	(387)	-5%	9 037
Debt impairment		13 689	9 000	9 000	-	-	8 250	(8 250)	-100%	9 000
Depreciation & asset impairment		84 156	71 620	71 620	7 412	81 074	65 651	15 422	23%	71 620
Finance charges		-	-	-	-	-	-	-	-	-
Bulk purchases - electricity		-	-	-	-	-	-	-	-	-
Inventory consumed		34 835	24 194	22 074	586	24 846	20 389	4 456	22%	22 074
Contracted services		294 507	139 336	146 144	13 787	199 323	133 858	65 465	49%	146 144
Transfers and subsidies		12 891	11 950	11 396	-	11 295	10 353	942	9%	11 396
Other expenditure		113 097	76 716	71 811	6 178	107 810	65 809	42 001	64%	71 811
Losses		2 416	-	-	-	-	-	-	-	-
Total Expenditure		806 034	596 623	596 351	49 182	665 513	546 585	118 928	22%	596 351

The year-to-date actual indicates spending of **R665 million** for **eleven months**. The total expenditure to date represents **121%** of the approved operational budget.

Employee Related Costs

Employee related costs year to date actual is **R233 million**, the year-to-date budget is **R234 million**, a variance of **R722 thousand** or less than **1%** is observed.

Remuneration of Councillors

Remuneration of Councillors year to date actual is **R7.8 million**, the year-to-date budget is **R8.2 million**, a variance of **R387 thousand** or **5%** is observed.

Debt impairment

Debt impairment is the amount for provision for bad debts as per council policy. Provision for bad debts assessment and calculation is done at year end.

Depreciation

This is non-cash item budgeted for as per the stipulation of the accounting standards. The year-to-date actual is **R81 million**. The year-to-date budget is **R65.6 million**. A variance of **R15.4 million** or **23%** is observed.

Bulk purchases - electricity

The Municipality does not incur bulk purchases electricity since the Municipality does not sell electricity.

Inventory Consumed

Inventory Consumed are expenses incurred in terms of GRAP 12 such as consumable stores (cleaning materials, stationery, water stock and materials and supplies), the year to date actual is **R24.8 million**, the year-to-date budget is **R20.3 million**, a variance of **R4.4 million** or **22%** is observed

Contracted services

Contracted services include Outsourced services, Consultants and professional fees, and Contractors. The year-to-date actual is **R199 million** and the year-to-date budget is **R133 million**, a variance of **R65 million** or **49%** is observed.

Transfers and subsidies paid

Transfers and subsidies are amounts paid as subsidies to the communities for poverty alleviation and transfers to support businesses. The year-to-date actual is **R11.2 million**, the year-to-date budget is **R10.3 million**, a variance of **R942 thousand** or **9%** is observed.

Other expenditure

Other expenditure year to date actual is **R107.8 million**, the year-to-date budget is **R65.8 million**, a variance of **R42 million** or **64%** is observed.

Operating Grants Expenditure Performance

Operating grants are allocated and spent as per Division of Revenue Act requirements

CONDITIONAL OPERATING GRANTS EXPENDITURE	APPROVED BUDGET	ADJUSTED BUDGET	YTD ACTUAL
Finance Management grant	1 200 000	1 200 000	993 607
EPWP Incentive	9 612 000	9 612 000	9 612 000
Art centre Subsidiaries (Indonsa Grant)	1 911 000	1 911 000	1 457 016
Municipal Systems Improvement Grant	4 031 000	4 031 000	1 551 127
Total Operating Grant Expenditure	16 754 000	16 754 000	13 613 749

Summary of Revenue and Operational Expenditure Performance

DC26 Zululand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M11 May

Description	Ref	2020/21		Budget Year 2021/22						
		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		41 251	43 000	42 186	3 296	34 998	38 766	(3 768)	-10%	42 186
Service charges - sanitation revenue		11 514	11 000	12 305	1 148	11 339	11 127	212	2%	12 305
Service charges - refuse revenue								-		
Rental of facilities and equipment		179	210	183	26	179	171	7	4%	183
Interest earned - external investments		3 226	6 000	6 000	757	3 461	5 500	(2 039)	-37%	6 000
Interest earned - outstanding debtors		29	85	85	171	262	78	184	236%	85
Dividends received								-		
Fines, penalties and forfeits		7 543	638	48	1	123	113	11	9%	48
Licences and permits		10	10	10	-	-	9	(9)	-100%	10
Agency services								-		
Transfers and subsidies		577 833	541 399	542 010	144	536 805	496 741	40 063	8%	542 010
Other revenue		662	500	625	1	496	559	(63)	-11%	625
Gains		20 175	-	-	-	40	-	40	#DIV/0!	-
Total Revenue (excluding capital transfers and contributions)		662 422	602 842	603 453	5 543	587 702	553 064	34 638	6%	603 453
Expenditure By Type										
Employee related costs		241 953	255 269	255 269	20 598	233 351	234 073	(722)	0%	255 269
Remuneration of councillors		8 489	8 537	9 037	622	7 814	8 201	(387)	-5%	9 037
Debt impairment		13 689	9 000	9 000	-	-	8 250	(8 250)	-100%	9 000
Depreciation & asset impairment		84 156	71 620	71 620	7 412	81 074	65 651	15 422	23%	71 620
Finance charges		-	-	-	-	-	-	-		-
Bulk purchases - electricity		-	-	-	-	-	-	-		-
Inventory consumed		34 835	24 194	22 074	586	24 846	20 389	4 456	22%	22 074
Contracted services		294 507	139 336	146 144	13 787	199 323	133 858	65 465	49%	146 144
Transfers and subsidies		12 891	11 950	11 396	-	11 295	10 353	942	9%	11 396
Other expenditure		113 097	76 716	71 811	6 178	107 810	65 809	42 001	64%	71 811
Losses		2 416	-	-	-	-	-	-		-
Total Expenditure		806 034	596 623	596 351	49 182	665 513	546 585	118 928	22%	596 351
Surplus/(Deficit)		(143 612)	6 219	7 102	(43 639)	(77 811)	6 479	(84 290)	(0)	7 102
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		446 737	574 058	583 658	7 280	466 279	533 900	(67 621)	(0)	583 658
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatbns, Higher Educational Institutions)		-	-	-	-	-	-	-		-
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions		303 125	580 277	590 761	(36 359)	388 468	540 379			590 761
Taxation								-		
Surplus/(Deficit) after taxation		303 125	580 277	590 761	(36 359)	388 468	540 379			590 761
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		303 125	580 277	590 761	(36 359)	388 468	540 379			590 761
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		303 125	580 277	590 761	(36 359)	388 468	540 379			590 761

1.6. CAPITAL EXPENDITURE AND FUNDING

The Capital Expenditure Report reflected has been prepared on the basis of the format required by National Treasury and is categorized by municipal vote. The capital expenditure is funded from the following sources:

- Government Grants
- Internally Generated Funds

The summary report indicates the following: -

	APPROVED BUDGET	ADJUSTED BUDGET	YTD ACTUAL
Total Capital Expenditure	580 277 001	591 777 321	415 888 676
Total Capital Financing	580 277 001	591 777 321	415 888 676

The capital expenditure amounts to **R415 million** which is **70%** of the capital budget, after a period of **eleven months**.

CAPITAL EXPENDITURE BY SOURCE	APPROVED BUDGET	ADJUSTED BUDGET	YTD ACTUAL
Municipal Infrastructure Grant (MIG)	239 111 000	269 111 000	194 381 331
Regional Bulk Infrastructure (RBIG)	222 531 000	222 531 000	140 668 455
Water services infrastructure Grant (WSIG)	110 000 000	110 000 000	65 344 735
Rural Roads Asset Management Systems Grant	2 416 000	2 416 000	1 426 520
Indonsa Grant	834 000	834 000	253 204
KwamaJomela Grant	9 600 320	9 600 320	6 552 206
Other Assets	5 385 000	7 285 000	7 262 225
Total Operating Expenditure	589 877 320	621 777 320	415 888 676

Capital Grant Expenditure as per MFMA circular no. 58

In terms of Circular No.58 conditional/capital grants must be reported VAT inclusive, below Grants expenditure is VAT inclusive.

CAPITAL GRANTS EXPENDITURE (INCLUDING VAT AS PER MFMA CIRCULAR NO. 58)	APPROVED BUDGET	ADJUSTED BUDGET	YTD ACTUAL
Municipal Infrastructure Grant (MIG)	239 111 000	269 111 000	222 259 699
Regional Bulk Infrastructure (RBIG)	222 531 000	222 531 000	160 818 023
Water services infrastructure Grant (WSIG)	110 000 000	110 000 000	74 591 889
Rural Roads Asset Management Systems Grant	2 416 000	2 416 000	1 640 498
KwamaJomela Grant	9 600 320	9 600 320	7 483 561
Total Capital Grant Expenditure	583 658 320	613 658 320	466 793 670

Overall capital grant expenditure is sitting at **76%** of the approved capital budget, **MIG** is sitting at **83%**, **RBIG** at **72%**, **WSIG** at **68%**, **RAMS** at **68%** and **Majomela** at **78%**.

Capital budget summary

DC26 Zululand - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M11 May

Vote Description	Ref	2020/21		Budget Year 2021/22						
		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 01 - Council		-	-	-	-	-	-	-	-	-
Vote 02 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 03 - Finance		-	-	-	-	-	-	-	-	-
Vote 04 - Community Development		-	-	-	-	-	-	-	-	-
Vote 05 - Planning & Wsa		-	-	-	-	-	-	-	-	-
Vote 06 - Technical Services		-	-	-	-	-	-	-	-	-
Vote 07 - Water Purification		-	-	-	-	-	-	-	-	-
Vote 08 - Water Distribution		-	-	-	-	-	-	-	-	-
Vote 09 - Waste Water		-	-	-	-	-	-	-	-	-
Vote 10 - .		-	-	-	-	-	-	-	-	-
Vote 11 - .		-	-	-	-	-	-	-	-	-
Vote 12 - .		-	-	-	-	-	-	-	-	-
Vote 13 - .		-	-	-	-	-	-	-	-	-
Vote 14 - *		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 01 - Council		-	3 500	6 700	(98)	6 594	5 935	659	11%	6 700
Vote 02 - Corporate Services		3 216	-	160	135	135	80	55	69%	160
Vote 03 - Finance		1 402	385	385	120	533	353	180	51%	385
Vote 04 - Community Development		3 869	834	10 202	505	6 805	9 253	(2 448)	-26%	10 202
Vote 05 - Planning & Wsa		333 171	574 058	529 221	6 191	401 821	483 153	(81 332)	-17%	529 221
Vote 06 - Technical Services		-	-	-	-	-	-	-	-	-
Vote 07 - Water Purification		-	-	-	-	-	-	-	-	-
Vote 08 - Water Distribution		-	1 500	-	-	-	138	(138)	-100%	-
Vote 09 - Waste Water		-	-	-	-	-	-	-	-	-
Vote 10 - .		-	-	-	-	-	-	-	-	-
Vote 11 - .		-	-	-	-	-	-	-	-	-
Vote 12 - .		-	-	-	-	-	-	-	-	-
Vote 13 - .		-	-	-	-	-	-	-	-	-
Vote 14 - *		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	341 658	580 277	546 668	6 853	415 889	498 912	(83 023)	-17%	546 668
Total Capital Expenditure		341 658	580 277	546 668	6 853	415 889	498 912	(83 023)	-17%	546 668
Capital Expenditure - Functional Classification										
Governance and administration		4 482	3 885	7 245	157	7 262	6 367	895	14%	7 245
Executive and council		-	3 500	6 700	(98)	6 594	5 935	659	11%	6 700
Finance and administration		4 482	385	545	255	668	433	235	54%	545
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		547	834	834	(104)	253	764	(510)	-67%	834
Community and social services		547	834	834	(104)	253	764	(510)	-67%	834
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		3 322	2 416	11 469	609	7 979	10 460	(2 481)	-24%	11 469
Planning and development		3 322	2 416	11 469	609	7 979	10 460	(2 481)	-24%	11 469
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		333 171	573 142	527 120	6 191	400 395	481 321	(80 926)	-17%	527 120
Energy sources		-	-	-	-	-	-	-	-	-
Water management		333 171	573 142	527 120	6 191	400 395	481 321	(80 926)	-17%	527 120
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		135	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	341 658	580 277	546 668	6 853	415 889	498 912	(83 023)	-17%	546 668
Funded by:										
National Government		333 171	574 058	529 181	6 191	401 821	483 133	(81 312)	-17%	529 181
Provincial Government		3 869	834	10 202	505	6 805	9 253	(2 448)	-26%	10 202
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		337 040	574 892	539 383	6 696	408 626	492 387	(83 760)	-17%	539 383
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		4 617	5 385	7 285	157	7 262	6 525	737	11%	7 285
Total Capital Funding		341 658	580 277	546 668	6 853	415 889	498 912	(83 023)	-17%	546 668

1.7. IN-YEAR BUDGET TABLES

The following part of in-year reporting presented below focuses on monthly budget statement tables as required in terms of regulation 28 of the Municipal Budget and Reporting Regulations. These tables clearly outline the municipality's 2021/2022 budget, actual financial performance, actual capital expenditure, actual financial position, and actual cashflow as implemented by the accounting officer in terms of S62 of the MFMA.

Below are tables as per Schedule C for **the period being reported**.

MBRR Table C1 – Monthly Budget Statement Summary

DC26 Zululand - Table C1 Monthly Budget Statement Summary - M11 May

Description	2020/21	Budget Year 2021/22							
	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	52 765	54 000	54 491	4 444	46 337	49 893	(3 556)	-7%	54 491
Investment revenue	3 226	6 000	6 000	757	3 461	5 500	(2 039)	-37%	6 000
Transfers and subsidies	577 833	541 399	542 010	144	536 805	496 741	40 063	8%	542 010
Other own revenue	28 599	1 443	952	199	1 099	930	169	18%	952
Total Revenue (excluding capital transfers and contributions)	662 422	602 842	603 453	5 543	587 702	553 064	34 638	6%	603 453
Employee costs	241 953	255 269	255 269	20 598	233 351	234 073	(722)	-0%	255 269
Remuneration of Councillors	8 489	8 537	9 037	622	7 814	8 201	(387)	-5%	9 037
Depreciation & asset impairment	84 156	71 620	70 603	7 412	81 074	65 651	15 422	23%	70 603
Finance charges	-	-	-	-	-	-	-	-	-
Inventory consumed and bulk purchases	34 835	24 194	22 074	586	24 846	20 389	4 456	22%	22 074
Transfers and subsidies	12 891	11 950	11 396	-	11 295	10 353	942	9%	11 396
Other expenditure	423 709	225 053	226 955	19 965	307 133	207 917	99 216	48%	226 955
Total Expenditure	806 034	596 623	595 334	49 182	665 513	546 585	118 928	22%	595 334
Surplus/(Deficit)	(143 612)	6 219	8 119	(43 639)	(77 811)	6 479	(84 290)	-1301%	8 119
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	446 737	574 058	613 658	7 280	466 279	533 900	### ### ..	-13%	613 658
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	303 125	580 277	621 777	(36 359)	388 468	540 379	(151 911)	-28%	621 777
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	303 125	580 277	621 777	(36 359)	388 468	540 379	(151 911)	-28%	621 777
Capital expenditure & funds sources									
Capital expenditure	341 658	580 277	546 668	6 853	415 889	498 912	(83 023)	-17%	546 668
Capital transfers recognised	337 040	574 892	539 383	6 696	408 626	492 387	(83 760)	-17%	539 383
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	4 617	5 385	7 285	157	7 262	6 525	737	11%	7 285
Total sources of capital funds	341 658	580 277	546 668	6 853	415 889	498 912	(83 023)	-17%	546 668
Financial position									
Total current assets	1 354 931	213 923	238 950		168 120				238 950
Total non current assets	4 189 098	5 150 898	4 822 116		4 523 913				4 822 116
Total current liabilities	336 856	185 415	237 584		262 187				237 584
Total non current liabilities	33 042	47 047	34 153		33 904				34 153
Community wealth/Equity	3 733 949	4 552 082	4 167 552		4 395 990				4 167 552
Cash flows									
Net cash from (used) operating	801 255	639 282	658 430	63 100	462 424	603 561	141 137	23%	658 430
Net cash from (used) investing	(395 419)	(580 277)	(591 777)	(6 853)	(415 889)	(542 463)	(126 574)	23%	(591 777)
Net cash from (used) financing	(21)	13	(13)	(2)	(3 620)	(3 329)	292	-9%	(3 633)
Cash/cash equivalents at the month/year end	418 105	134 221	86 703	-	62 973	57 769	(5 204)	-9%	63 019
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	10 337	5 448	4 183	7 243	2 622	2 819	22 651	120 002	175 305
Creditors Age Analysis									
Total Creditors	535	221	576	4 471	-	-	-	-	5 803

DC26 Zululand - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M11 May

Description	Ref	2020/21	Budget Year 2021/22							
		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>		597 246	536 634	536 733	827	529 866	491 994	37 872	8%	536 733
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		597 246	536 634	536 733	827	529 866	491 994	37 872	8%	536 733
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		1 921	2 511	2 021	100	1 056	1 880	(824)	-44%	2 021
Community and social services		1 911	1 911	2 011	100	1 056	1 802	(746)	-41%	2 011
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		10	600	10	-	-	78	(78)	-100%	10
<i>Economic and environmental services</i>		6 204	2 416	12 016	172	8 621	9 895	(1 273)	-13%	12 016
Planning and development		6 204	2 416	12 016	172	8 621	9 895	(1 273)	-13%	12 016
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		502 599	635 339	665 830	11 724	513 940	582 787	(68 847)	-12%	665 830
Energy sources		-	-	-	-	-	-	-	-	-
Water management		491 074	624 339	653 525	10 575	502 529	571 660	(69 131)	-12%	653 525
Waste water management		11 525	11 000	12 305	1 149	11 410	11 127	283	3%	12 305
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>	4	1 189	-	511	-	498	409	90	22%	511
Total Revenue - Functional	2	1 109 159	1 176 900	1 217 111	12 823	1 053 981	1 086 964	(32 983)	-3%	1 217 111
Expenditure - Functional										
<i>Governance and administration</i>		223 075	180 684	187 584	13 403	203 581	172 425	31 155	18%	187 584
Executive and council		48 383	43 476	46 906	2 875	48 864	42 727	6 136	14%	46 906
Finance and administration		174 692	137 208	140 678	10 528	154 717	129 698	25 019	19%	140 678
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		18 419	24 007	24 705	1 929	21 933	22 484	(552)	-2%	24 705
Community and social services		7 084	12 000	13 104	1 030	11 814	11 826	(13)	0%	13 104
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		11 336	12 007	11 601	899	10 119	10 658	(539)	-5%	11 601
<i>Economic and environmental services</i>		19 889	28 693	26 881	1 191	20 685	24 694	(4 009)	-16%	26 881
Planning and development		19 889	28 693	26 881	1 191	20 685	24 694	(4 009)	-16%	26 881
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		536 133	355 280	348 023	32 082	411 915	319 512	92 403	29%	348 023
Energy sources		-	-	-	-	-	-	-	-	-
Water management		532 418	350 523	343 266	31 814	408 439	315 152	93 288	30%	343 266
Waste water management		3 716	4 757	4 757	269	3 476	4 361	(885)	-20%	4 757
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>		8 517	7 958	8 141	578	7 399	7 469	(70)	-1%	8 141
Total Expenditure - Functional	3	806 034	596 623	595 334	49 182	665 513	546 585	118 928	22%	595 334
Surplus (Deficit) for the year		303 125	580 277	621 777	(36 359)	388 468	540 379	(151 911)	-28%	621 777

MBRR Table C2 – Monthly Budget Statement Financial Performance (revenue and expenditure by functional classification)

Table C2 is a view of the actual financial performance in relation to revenue and expenditure per standard classification. The modified GFS standard classification divides the municipal services into

15 functional areas. Municipal revenue, operating expenditure and capital expenditure are then classified in terms of each of these functional areas and the Total Revenue on this table includes capital revenues (Transfers recognised – capital) and so does not balance to the operating revenue shown on Table C4.

DC26 Zululand - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M11 May

Vote Description	Ref	Budget Year 2021/22								
		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 Vote	1									
Vote 01 - Council		-	-	-	-	-	-	-	-	-
Vote 02 - Corporate Services		605	-	315	-	297	252	46	18.1%	315
Vote 03 - Finance		596 641	536 634	536 418	827	529 568	491 742	37 826	7.7%	536 418
Vote 04 - Community Development		6 931	2 511	12 132	272	8 535	9 969	(1 434)	-14.4%	12 132
Vote 05 - Planning & Wsa		452 177	583 670	583 670	7 108	468 910	535 031	(66 121)	-12.4%	583 670
Vote 06 - Technical Services		-	-	-	-	-	-	-	-	-
Vote 07 - Water Purification		-	-	-	-	-	-	-	-	-
Vote 08 - Water Distribution		41 280	43 085	42 271	3 467	35 260	38 844	(3 584)	-9.2%	42 271
Vote 09 - Waste Water		11 525	11 000	12 305	1 149	11 410	11 127	283	2.5%	12 305
Vote 10 - .		-	-	-	-	-	-	-	-	-
Vote 11 - .		-	-	-	-	-	-	-	-	-
Vote 12 - ,		-	-	-	-	-	-	-	-	-
Vote 13 - ,		-	-	-	-	-	-	-	-	-
Vote 14 - *		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	1 109 159	1 176 900	1 187 111	12 823	1 053 981	1 086 964	(32 983)	-3.0%	1 187 111
Expenditure by Vote	1									
Vote 01 - Council		48 383	43 476	46 906	2 875	48 864	42 727	6 136	14.4%	46 906
Vote 02 - Corporate Services		99 575	81 077	81 327	8 254	104 823	74 541	30 281	40.6%	81 327
Vote 03 - Finance		74 015	59 575	61 624	2 617	50 619	56 440	(5 822)	-10.3%	61 624
Vote 04 - Community Development		38 011	42 485	44 121	2 695	39 841	40 168	(327)	-0.8%	44 121
Vote 05 - Planning & Wsa		66 164	23 884	23 505	1 397	17 419	21 588	(4 168)	-19.3%	23 505
Vote 06 - Technical Services		7 640	2 549	2 506	668	6 657	2 343	4 315	184.2%	2 506
Vote 07 - Water Purification		55 905	36 662	38 652	3 482	45 346	35 506	9 840	27.7%	38 652
Vote 08 - Water Distribution		412 626	302 157	292 953	26 926	348 468	268 911	79 556	29.6%	292 953
Vote 09 - Waste Water		3 716	4 757	4 757	269	3 476	4 361	(885)	-20.3%	4 757
Vote 10 - .		-	-	-	-	-	-	-	-	-
Vote 11 - .		-	-	-	-	-	-	-	-	-
Vote 12 - ,		-	-	-	-	-	-	-	-	-
Vote 13 - ,		-	-	-	-	-	-	-	-	-
Vote 14 - *		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	806 034	596 623	596 351	49 182	665 513	546 585	118 928	21.8%	596 351
Surplus/ (Deficit) for the year	2	303 125	580 277	590 761	(36 359)	388 468	540 379	(151 911)	-28.1%	590 761

MBRR Table C3 - Monthly Budget Statement Financial Performance (revenue and expenditure by municipal vote)

Table C3 is a view of the actual financial performance in relation to the revenue and expenditure per municipal vote. This table facilitates the view of the budgeted operating performance in relation to the organisational structure of the municipality. This means it is possible to present the operating surplus or deficit of a vote.

DC26 Zululand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M11 May

Description	Ref	Budget Year 2021/22								
		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		41 251	43 000	42 186	3 296	34 998	38 766	(3 768)	-10%	42 186
Service charges - sanitation revenue		11 514	11 000	12 305	1 148	11 339	11 127	212	2%	12 305
Service charges - refuse revenue								-		
Rental of facilities and equipment		179	210	183	26	179	171	7	4%	183
Interest earned - external investments		3 226	6 000	6 000	757	3 461	5 500	(2 039)	-37%	6 000
Interest earned - outstanding debtors		29	85	85	171	262	78	184	236%	85
Dividends received								-		
Fines, penalties and forfeits		7 543	638	48	1	123	113	11	9%	48
Licences and permits		10	10	10	-	-	9	(9)	-100%	10
Agency services								-		
Transfers and subsidies		577 833	541 399	542 010	144	536 805	496 741	40 063	8%	542 010
Other revenue		662	500	625	1	496	559	(63)	-11%	625
Gains		20 175	-	-	-	40	-	40	#DIV/0!	-
Total Revenue (excluding capital transfers and contributions)		662 422	602 842	603 453	5 543	587 702	553 064	34 638	6%	603 453
Expenditure By Type										
Employee related costs		241 953	255 269	255 269	20 598	233 351	234 073	(722)	0%	255 269
Remuneration of councillors		8 489	8 537	9 037	622	7 814	8 201	(387)	-5%	9 037
Debt impairment		13 689	9 000	9 000	-	-	8 250	(8 250)	-100%	9 000
Depreciation & asset impairment		84 156	71 620	71 620	7 412	81 074	65 651	15 422	23%	71 620
Finance charges		-	-	-	-	-	-	-	-	-
Bulk purchases - electricity		-	-	-	-	-	-	-	-	-
Inventory consumed		34 835	24 194	22 074	586	24 846	20 389	4 456	22%	22 074
Contracted services		294 507	139 336	146 144	13 787	199 323	133 858	65 465	49%	146 144
Transfers and subsidies		12 891	11 950	11 396	-	11 295	10 353	942	9%	11 396
Other expenditure		113 097	76 716	71 811	6 178	107 810	65 809	42 001	64%	71 811
Losses		2 416	-	-	-	-	-	-	-	-
Total Expenditure		806 034	596 623	596 351	49 182	665 513	546 585	118 928	22%	596 351
Surplus/(Deficit)		(143 612)	6 219	7 102	(43 639)	(77 811)	6 479	(84 290)	(0)	7 102
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		446 737	574 058	583 658	7 280	466 279	533 900	(67 621)	(0)	583 658
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		303 125	580 277	590 761	(36 359)	388 468	540 379			590 761
Taxation								-		
Surplus/(Deficit) after taxation		303 125	580 277	590 761	(36 359)	388 468	540 379			590 761
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		303 125	580 277	590 761	(36 359)	388 468	540 379			590 761
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		303 125	580 277	590 761	(36 359)	388 468	540 379			590 761

MBRR Table C4 - Monthly Budget Statement Financial Performance (revenue and expenditure by source)

Table C4 indicates the actual revenue and expenditure by source, and the calculated surplus which will be used to fund Capital Expenditure on table C5.

DC26 Zululand - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M11 May

Vote Description	Ref	Budget Year 2021/22								
		2020/21 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 01 - Council		-	-	-	-	-	-	-	-	-
Vote 02 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 03 - Finance		-	-	-	-	-	-	-	-	-
Vote 04 - Community Development		-	-	-	-	-	-	-	-	-
Vote 05 - Planning & Wsa		-	-	-	-	-	-	-	-	-
Vote 06 - Technical Services		-	-	-	-	-	-	-	-	-
Vote 07 - Water Purification		-	-	-	-	-	-	-	-	-
Vote 08 - Water Distribution		-	-	-	-	-	-	-	-	-
Vote 09 - Waste Water		-	-	-	-	-	-	-	-	-
Vote 10 - .		-	-	-	-	-	-	-	-	-
Vote 11 - .		-	-	-	-	-	-	-	-	-
Vote 12 - .		-	-	-	-	-	-	-	-	-
Vote 13 - .		-	-	-	-	-	-	-	-	-
Vote 14 - *		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 01 - Council		-	3 500	6 700	(98)	6 594	5 935	659	11%	6 700
Vote 02 - Corporate Services		3 216	-	160	135	135	80	55	69%	160
Vote 03 - Finance		1 402	385	385	120	533	353	180	51%	385
Vote 04 - Community Development		3 869	834	10 202	505	6 805	9 253	(2 448)	-26%	10 202
Vote 05 - Planning & Wsa		333 171	574 058	529 221	6 191	401 821	483 153	(81 332)	-17%	529 221
Vote 06 - Technical Services		-	-	-	-	-	-	-	-	-
Vote 07 - Water Purification		-	-	-	-	-	-	-	-	-
Vote 08 - Water Distribution		-	1 500	-	-	-	138	(138)	-100%	-
Vote 09 - Waste Water		-	-	-	-	-	-	-	-	-
Vote 10 - .		-	-	-	-	-	-	-	-	-
Vote 11 - .		-	-	-	-	-	-	-	-	-
Vote 12 - .		-	-	-	-	-	-	-	-	-
Vote 13 - .		-	-	-	-	-	-	-	-	-
Vote 14 - *		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	341 658	580 277	546 668	6 853	415 889	498 912	(83 023)	-17%	546 668
Total Capital Expenditure		341 658	580 277	546 668	6 853	415 889	498 912	(83 023)	-17%	546 668
Capital Expenditure - Functional Classification										
Governance and administration		4 482	3 885	7 245	157	7 262	6 367	895	14%	7 245
Executive and council		-	3 500	6 700	(98)	6 594	5 935	659	11%	6 700
Finance and administration		4 482	385	545	255	668	433	235	54%	545
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		547	834	834	(104)	253	764	(510)	-67%	834
Community and social services		547	834	834	(104)	253	764	(510)	-67%	834
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		3 322	2 416	11 469	609	7 979	10 460	(2 481)	-24%	11 469
Planning and development		3 322	2 416	11 469	609	7 979	10 460	(2 481)	-24%	11 469
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		333 171	573 142	527 120	6 191	400 395	481 321	(80 926)	-17%	527 120
Energy sources		-	-	-	-	-	-	-	-	-
Water management		333 171	573 142	527 120	6 191	400 395	481 321	(80 926)	-17%	527 120
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		135	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	341 658	580 277	546 668	6 853	415 889	498 912	(83 023)	-17%	546 668
Funded by:										
National Government		333 171	574 058	529 181	6 191	401 821	483 133	(81 312)	-17%	529 181
Provincial Government		3 869	834	10 202	505	6 805	9 253	(2 448)	-26%	10 202
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital	6	337 040	574 892	539 383	6 696	408 626	492 387	(83 760)	-17%	539 383
Borrowing		-	-	-	-	-	-	-	-	-
Internally generated funds		4 617	5 385	7 285	157	7 262	6 525	737	11%	7 285
Total Capital Funding		341 658	580 277	546 668	6 853	415 889	498 912	(83 023)	-17%	546 668

MBRR Table C5 - Monthly Budget Statement Capital Expenditure by vote, functional classification and funding source

Table C5 indicates Actual capital Expenditure by Municipal Vote and functional classification, the budgeted amount is funded from grants and own funds, the funding is taken from table B4 surplus.

DC26 Zululand - Table C6 Monthly Budget Statement - Financial Position - M10 April

Description	Ref	2020/21	Budget Year 2021/22			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		490 058	134 211	86 957	429 971	86 957
Call investment deposits		(470 000)	–	–	(350 000)	–
Consumer debtors		37 956	37 620	42 480	52 518	42 480
Other debtors		50 395	37 768	105 188	71 213	105 188
Current portion of long-term receivables		–	–	–	–	–
Inventory		4 140	4 324	4 324	9 254	4 324
Total current assets		112 550	213 923	238 950	212 956	238 950
Non current assets						
Long-term receivables		–	–	–	–	–
Investments						
Investment property						
Investments in Associate						
Property, plant and equipment		4 189 066	5 147 398	4 785 396	4 517 761	4 785 396
Biological						
Intangible		32	–	20	18	20
Other non-current assets		–	3 500	6 700	6 692	6 700
Total non current assets		4 189 098	5 150 898	4 792 116	4 524 471	4 792 116
TOTAL ASSETS		4 301 647	5 364 821	5 031 066	4 737 427	5 031 066
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Borrowing		–	–	–	(208)	–
Consumer deposits		3 633	3 620	3 633	3 622	3 633
Trade and other payables		314 343	180 518	231 947	266 047	231 947
Provisions		2 774	1 278	2 004	1 755	2 004
Total current liabilities		320 750	185 415	237 584	271 216	237 584
Non current liabilities						
Borrowing		–	–	–	–	–
Provisions		33 042	47 047	34 153	33 904	34 153
Total non current liabilities		33 042	47 047	34 153	33 904	34 153
TOTAL LIABILITIES		353 792	232 462	271 737	305 120	271 737
NET ASSETS	2	3 947 855	5 132 359	4 759 329	4 432 307	4 759 329
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		3 733 949	4 552 082	4 167 552	4 432 351	4 167 552
Reserves		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	3 733 949	4 552 082	4 167 552	4 432 351	4 167 552

MBRR Table C6 - Monthly Budget Statement Financial Position

Table A6 is consistent with international standards of good financial management practice and improves the understanding ability of Councilors and management of the impact of the budget on the statement of financial position (balance sheet).

This format of presenting the statement of financial position is aligned to GRAP1, which is generally aligned to the international version which presents Assets less Liabilities as "accounting" Community Wealth.

CURRENT ASSETS

Cash

Cashbook balance as at **31 May 2022 R40.18 million**.

Call Investments Deposits

The Municipality has an investmet balance of **R25 million**, which is included above on the cashbook balance.

Consumer debtors

Consumer debtors include debtors from water, sanitation services and rental of facilities, the balance for the reporting period is **R54.5 million**. Debtors age analysis as per section 2.1 debtors' analysis is **R175.3 million**. Consumer debtors amounts to **R170.17 million** and the balance of **R4.7 million** is for Other Debtors (Shared services).

Gross Consumer debtors	R170.1 million
Less Impairment	(R115.59 million)
Net Consumer Debtors	R54.5 million

Classification of Consumer Debtors per Service type

Water Debtors	R44.2 million
Sanitation Debtors	R9.8 million
Property Rentals Debtors	R73.2 thousand
Other Consumer debtors	R478 thousand
Total	R54.5 million

➤ **Water Debtors**

Net Water debtors after considering provision for bad debts amount to **R44.2 million**.
Water debtors are amounts owed by consumers for water services billed.

Gross Water Debtors	R131.7 million
Less Impairment	(R87.5 million)
Net Water Debtors	R44.2 million

➤ **Sanitation Debtors**

Net Sanitation debtors after considering provision for bad debts amount to **R9.3 million**.
Sanitation debtors are amounts owed by consumers for sewer services billed.

Gross Sanitation Debtors	R37.9 million
Less Impairment	(R28.1 million)
Net Sanitation Debtors	R9.8 million

➤ **Property Rentals Debtors**

These are debtors accumulated from property rentals.

➤ **Other Consumer debtors**

Other consumer debtors' amount to **R478 thousand**, these are sundry debtors.

Gross Other Debtors	R487 thousand
Less Impairment	(R9.3 thousand)
Net Other Debtors	R478 thousand

Classification of Consumer Debtors per Customer group

Households	R32 million
Commercial/Businesses	R18.8 million
Organs of State (excl shared services of R4.7 mill)	R4.1 million
Total	R54.5 million

Only household consumer debtors are impaired as council policy. The breakdown is as per bellow:

Gross Households debtors	R147.6 million
Less Impairment	(R115.5 million)
Net Household debtors	R32 million

Other debtors

Other debtors are debtors that arise from non-exchange transactions, the balance for the reporting period is **R63.8 million**.

VAT Receivable	R38.5 million
Deposits Made	R17.2 million
Refunds & under/over banking	R4.7 million
Overpayments/Accrued Income/UIFW Expenditure	R2.12 million
Prepaid Expenses	R1.15 million
Insurance claims	R80.4 thousand

Total **R63.8 million**

➤ **VAT Receivable**

VAT Receivable amount to **R38.8 million**, this is the amount raised when input VAT is recognized less output VAT collected.

➤ **Deposits Made**

Deposits made amount to **R17.2 million**, this amount include Eskom deposits, Federal Air Deposits and Stowell Deposits.

Eskom Deposits	R16.1 million
Federal Air Deposit	R689 thousand
Stowell Deposit	R200 thousand
Vryheid office	R6 thousand
Andrew Miller & Associates	R200 thousand

Eskom deposits are amounts held by Eskom as security for all accounts the Municipality has with Eskom. Security deposits are paid when the Municipality opens a new electricity account with Eskom.

Federal Air Deposits is the amount paid as a security deposit when Federal Air was first contracted and Stowell Deposit is the amount paid as a security deposit when Stowell was first contracted, and the deposit for office space rented in Vryheid. Adrew Miller & Associates Deposit is the amount paid as a security deposit when Adrew Miller & Associates was first contracted.

➤ **Refunds & under/over banking**

Refunds & under/over banking amount to **R4.7 million**, these are shared services debtors to be collected or refunded from Local Municipalities, and small differences caused by under/over banking.

Shared services debtors	R4.69 million
under/over banking	R8.1 thousand

Shared services debtors are debtors for the five local municipalities under the district, The District Municipality pays for the shared service on behalf of the Local municipalities, then recover these monies from the respective municipalities. Under/over banking is the cash lost from Ulundi cashier office and unidentified debit orders pending their finalization.

➤ **Overpayments/Accrued Income/UIFW Expenditure**

Overpayments/Accrued Income/UIFW Expenditure amount to **R2.1 million**, these are payments made by the Municipality to be recovered and income expected to be received by the Municipality.

Overpayments	R785 thousand
Fruitless Expenditure to be recovered	R1.33 million
Accrued Income – Asset Disposal	R30 thousand
Accrued Income – Debt Collector	R36.9 thousand

Overpayments include an amount of R4.7 million which has been provided for impairment because they are likely to be irrecoverable, those amounts are for Department of Water and sanitation amounting to R2.7 million, Amanzi Ichweba amounting to R1.4 million, BP Drakensburg amounting to R136.8 thousand, Tracker amounting to R134.2 thousand, World Focus amounting to R284.2 thousand. The balance for overpayments of R785.3 thousand is for Enduneni Constructors (R783 thousand), Lindani Catering (R1.9 thousand).

Fruitless expenditure to be recovered amounting to R1.33 million resulted from a claim of standing time due to consultant negligence.

Accrued Income – Asset Disposal is the amount to be received from the actioner of assets disposed by the Municipality.

Accrued Income – Debt Collector is the amount to be received from the debt collector for customers that paid directly to their account.

➤ **Prepaid Expense**

Prepaid Expense amounts to **R1.15 million**. Prepaid expense is made up of prepaid electricity.

➤ **Insurance Claims**

Insurance Claims amounts to **R80.4 thousand**. This amount consist of an outstanding claim from Indwe Insurance.

Inventory

The current level of inventory is **R9.4 million**. Inventory include water stock and consumable stores.

NON-CURRENT ASSETS

Long term receivables

The Municipality does not have long term receivables as per MSCOA classification.

Property plant and equipment

Property plant and equipment is the infrastructure and immovable assets owned by the municipality which the municipality uses to provide services to communities. The balance of Property plant and equipment include current year capital acquisition from table C5 and depreciation from table C4, the carrying value of all assets owned by the municipality is **R4.51 billion**.

Opening balance	R4.19 billion
Additions (C5)	R415.8 million
Depreciation (C4)	(R81 million)
Closing Balance	R4.51 billion

Intangible

Intangible assets include software licenses owned by the Municipality; the current balance of intangible assets is **R16 thousand**.

CURRENT AND NON-CURRENT LIABILITIES

Borrowings

This is the finance lease agreement the Municipality entered into to procure laptops.

Consumer deposits

Consumer deposits are deposit amounts of customers that have accounts with the municipality, the current balance is **R3.62 million**

Trade and other payables

Trade and other payables are amounts owed by the municipality to service providers. This amount includes unspent conditional grants. Trade and other payables are **R257 million**.

Trade Creditors	R59 thousand
Unspent Conditional Grants	R147.59 million
Retention	R41.5 million
Sessions	R267.6 thousand
Department of Water & Sanitation	R30.1 million
Output VAT	R21.3 million
Leave accrued	R17.9 million
Bonus accrued	R4.67 million
Advance Payments	R2.52 million
Fleet Suspense account	(R8.59 million)
Salary Suspense Accounts	(R481 thousand)
Deceased Employees	R81.1 thousand
Unpaid cheques	R11 thousand
Closing Balance	R257 million

Current Provisions

Current provisions amount to **R1.75 million**, this provision is for post-retirement benefit (Medical aid) and long service awards that is paid in the current financial year.

Post Retirement benefit (Medical aid)	R249 thousand
Long service awards	R1.5 million

Non-current Provisions

Non-current Provisions amounts to **R33.9 million**, this provision is for post-retirement benefit (Medical aid) and Long Service award.

Post Retirement benefit (Medical aid)	R22.3 million
Long Service award	R10.7 million

Accumulated surplus

Accumulated surplus is the net worth of the Municipality, sitting at **R4.3 billion**

DC26 Zululand - Table C6 Monthly Budget Statement - Financial Position - M11 May

Description	Ref	2020/21	Budget Year 2021/22			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		1 732 440	134 211	86 957	495 187	86 957
Call investment deposits		(470 000)	-	-	(455 000)	-
Consumer debtors		37 956	37 620	42 480	54 578	42 480
Other debtors		50 395	37 768	105 188	63 877	105 188
Current portion of long-term receivables		-	-	-	-	-
Inventory		4 140	4 324	4 324	9 478	4 324
Total current assets		1 354 931	213 923	238 950	168 120	238 950
Non current assets						
Long-term receivables		-	-	-	-	-
Investments						
Investment property						
Investments in Associate						
Property, plant and equipment		4 189 066	5 147 398	4 815 396	4 517 303	4 815 396
Biological						
Intangible		32	-	20	16	20
Other non-current assets		-	3 500	6 700	6 594	6 700
Total non current assets		4 189 098	5 150 898	4 822 116	4 523 913	4 822 116
TOTAL ASSETS		5 544 029	5 364 821	5 061 066	4 692 033	5 061 066
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		-	-	-	(208)	-
Consumer deposits		3 633	3 620	3 633	3 620	3 633
Trade and other payables		330 449	180 518	231 947	257 019	231 947
Provisions		2 774	1 278	2 004	1 755	2 004
Total current liabilities		336 856	185 415	237 584	262 187	237 584
Non current liabilities						
Borrowing		-	-	-	-	-
Provisions		33 042	47 047	34 153	33 904	34 153
Total non current liabilities		33 042	47 047	34 153	33 904	34 153
TOTAL LIABILITIES		369 899	232 462	271 737	296 091	271 737
NET ASSETS	2	5 174 130	5 132 359	4 789 329	4 395 942	4 789 329
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		3 733 949	4 552 082	4 167 552	4 395 990	4 167 552
Reserves		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	3 733 949	4 552 082	4 167 552	4 395 990	4 167 552

MBRR Table C7 - Monthly Budget Statement Cash Flow Statement

The budgeted cash flow statement is the first measurement in determining if the budget is funded and whether commitments and obligations are met.

CASHFLOW FROM OPERATING ACTIVITIES

Service charges

The Municipality has budgeted to collect **R43 million** on service charges, this estimated collection is 80% of what the Municipality has budgeted to bill. In determining the collection rate also considered previous years actual collection and initiatives the Municipality has taken to improve collection. The Municipality has collected **R43.2 million** to date, which is **99%** of the budgeted collection. From the year-to-date billing, **93%** was collected as to date.

The municipality has also taken the following initiatives to boost collection rate:

- The municipality is not only collecting the current billing but also the debtors from previous financial years.
- The municipality has a revised revenue enhancement strategy
- The municipality has an external debt collector to assist with the collection
- The Municipality has replaced and installed 1182 new meters to ensure billing is accurate and not estimated.
- Municipality has adopted an indigent policy, and is in a process to write off indigent households.

Other Revenue

Other revenue includes receipts from tender fees, hall hiring, fines and forfeits, and office space rental receipts. The population of other revenue is higher than expected and not credible, the Municipality is a continuous engagement with the system vendor to resolve population of this line item. Other revenue on table C4 is **R496 thousand**.

Transfers and subsidies – Operational

Transfers and subsidies - Operational are expected to be received as per DoRA, and as per transfer schedule issued by National Treasury. Operating grants have been received as scheduled. Transfers and subsidies operational are to date are **R536.4 million**.

Equitable share	R524.6 million
Finance Management Grant	R1.2 million
Expanded public works program	R9.6 million
Indonsa Grant	R955.5 thousand
TOTAL	R536.4 million

Transfers and subsidies – Capital

Transfers and subsidies - Capital are expected to be received as per DoRA, and as per transfer schedule issued by National Treasury. Capital grants have been received to date, Transfers and subsidies Capital are **R611.8 million**.

Municipal Infrastructure Grant	R269.11 million
Regional Bulk Infrastructure Grant	R222.5 million
Water services Infrastructure grant	R110 million
Rural Road asset Management grant	R2.4 million
KwamaJomela Grant	R7.8 million
TOTAL	R611.8 million

Interest

Interest on investment is budgeted at **R6 million**, this estimate is based on previous year interest income, the interest includes interest on investments made and interest on bank balance. Year to date Interest is **R3.4 million**

Payments - Suppliers and employees

The municipality is expecting to spend 100% of what has been budgeted on Table C4, but excluding non-cash items such as depreciation and debt impairment.

CASHFLOW FROM INVESTING ACTIVITIES

Payments - Capital Assets

Capital expenditure to date is **R415 million**, the capital expenditure is excluding VAT portion, MFMA MSCOA circular number 11 issued 04 December 2020 highlighted the VAT issue and corrections are being developed.

Cash and cash equivalents at the end

Cash and cash equivalents are the cash available at the end of the reporting period after all expenses have been paid.

PART 2 – SUPPORTING DOCUMENTATION

2.1. DEBTORS ANALYSIS

Debtors age analysis as at 31 May 2022

DC26 Zululand - Supporting Table SC3 Monthly Budget Statement - aged debtors - M11 May

Description	NT Code	Budget Year 2021/22									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy	
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total				
R thousands														
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	1200	7 565	4 275	2 880	3 045	2 049	2 197	19 415	90 566	131 992	117 272	-	-	87 480
Trade and Other Receivables from Exchange Transactions - Electricity	1300	-	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	-	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	2 113	1 065	646	681	558	607	3 100	29 249	38 018	34 195	-	-	28 109
Receivables from Exchange Transactions - Waste Management	1600	-	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest on Arrear Debtor Accounts	1810	183	11	-	11	10	10	55	184	465	270	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	476	96	658	3 507	5	5	80	3	4 829	3 599	-	-	-
Total By Income Source	2000	10 337	5 448	4 183	7 243	2 622	2 819	22 651	120 002	175 305	155 337	-	-	115 589
2020/21 - totals only														
Debtors Age Analysis By Customer Group														
Organs of State	2200	2 772	2 037	858	674	48	32	2 173	210	8 804	3 136	-	-	-
Commercial	2300	1 845	692	623	3 487	299	483	1 826	9 601	18 856	15 697	-	-	-
Households	2400	5 721	2 719	2 702	3 082	2 275	2 304	18 652	110 191	147 646	136 505	-	-	115 589
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-	-
Total By Customer Group	2600	10 337	5 448	4 183	7 243	2 622	2 819	22 651	120 002	175 305	155 337	-	-	115 589

Total debtors' amount to **R175.3 million**, which is an increase of **R22.3 million** from the opening balance of **R153 million** in July 2021. The debtors over 90 days amount to **R155.3 million**. This is concerning and needs intervention since debtors above 60 days should be restricted in terms of the Municipality's credit control policy.

Commitments adopted by council in the budget funding plan included eradicating debtors above 60 days, the Municipality is not close in meeting this target and intervention is required as a matter of urgency.

2.2. CREDITORS ANALYSIS

Creditors age analysis as at 30 April 2022

DC26 Zululand - Supporting Table SC4 Monthly Budget Statement - aged creditors - M11 May

Description	NT Code	Budget Year 2021/22									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		
R thousands												
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100										-	
Bulk Water	0200										-	
PAYE deductions	0300										-	
VAT (output less input)	0400										-	
Pensions / Retirement deductions	0500										-	
Loan repayments	0600										-	
Trade Creditors	0700	535	221	576	4 471	-	-	-	-	5 803		
Auditor General	0800									-		
Other	0900									-		
Total By Customer Type	1000	535	221	576	4 471	-	-	-	-	5 803	-	

2.3. INVESTMENT PORTFOLIO

Investments as at 31 May 2022

DC26 Zululand - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M11 May

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands		Yrs/Months												
Municipality														
Zululand District Municipality - Nedbank		N/A	call account	Yes	Fixed	0.0436	N/A	N/A	N/A	150 000		(150 000)		-
Zululand District Municipality - Standard Bank		N/A	call account	Yes	Fixed	0.0428	N/A	N/A	N/A	50 000		(50 000)		-
Zululand District Municipality - Nedbank		N/A	call account	Yes	Fixed	0.0505	N/A	N/A	N/A	100 000		(100 000)		-
Zululand District Municipality - Standard Bank		N/A	call account	Yes	Fixed	0.0500	N/A	N/A	N/A	50 000		(50 000)		-
Zululand District Municipality - Absa		N/A	call account	Yes	Fixed	0.0540	N/A	N/A	N/A	25 000		-		-
Municipality sub-total										375 000		(350 000)	-	25 000
Entities														
														-
														-
Entities sub-total										-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2									375 000		(350 000)	-	25 000

2.4. ALLOCATION OF GRANT RECEIPTS AND EXPENDITURE

Grants Receipts

DC26 Zululand - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M11 May

Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:										
Operating Transfers and Grants										
National Government:	1,2	574 733	539 488	539 488	44	535 251	494 531	40 720	8.2%	539 488
Energy Efficiency and Demand Side Management Grant		-	-	-	-	-	-	-	-	-
Equitable Share		564 272	524 645	524 645	-	524 645	480 925	43 720	9.1%	524 645
Expanded Public Works Programme Integrated Grant		9 261	9 612	9 612	-	9 612	8 811	801	9.1%	9 612
Local Government Financial Management Grant		1 200	1 200	1 200	44	994	1 100	(106)	-9.7%	1 200
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant	3	-	-	-	-	-	-	-	-	-
Municipal Systems Improvement Grant		-	4 031	4 031	-	-	3 695	(3 695)	-100.0%	4 031
Rural Road Asset Management Systems Grant		-	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant		-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
Provincial Government:		3 100	1 911	2 522	100	1 554	2 211	(657)	-29.7%	2 522
Art Centres Subsidies		-	-	-	-	-	-	-	-	-
Capacity Building and Other Grants		3 100	1 911	2 522	100	1 554	2 211	(657)	-29.7%	2 522
Development Planning and Shared Services		-	-	-	-	-	-	-	-	-
Environmental Grant	4	-	-	-	-	-	-	-	-	-
Tourism Events		-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
KwazuluNatal Provincial Planning and Development Commission		-	-	-	-	-	-	-	-	-
Unspecified		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	577 833	541 399	542 010	144	536 805	496 741	40 063	8.1%	542 010
Capital Transfers and Grants										
National Government:		442 916	574 058	604 058	7 108	459 298	526 220	(66 922)	-12.7%	604 058
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		221 235	239 111	269 111	7 108	222 248	219 185	3 063	1.4%	269 111
Regional Bulk Infrastructure Grant		113 798	222 531	222 531	-	160 818	203 987	(43 169)	-21.2%	222 531
Rural Road Asset Management Systems Grant		2 383	2 416	2 416	-	1 640	2 215	(574)	-25.9%	2 416
Water Services Infrastructure Grant		105 500	110 000	110 000	-	74 592	100 833	(26 241)	-26.0%	110 000
Provincial Government:		3 821	-	9 600	172	6 981	7 680	(699)	-9.1%	9 600
Infrastructure Grant		3 821	-	9 600	172	6 981	7 680	(699)	-9.1%	9 600
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	446 737	574 058	613 658	7 280	466 279	533 900	(67 621)	-12.7%	613 658
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	1 024 570	1 115 457	1 155 668	7 424	1 003 084	1 030 641	(27 558)	-2.7%	1 155 668

Grants are received as per transfer schedule and have been received as such, Grants are recognized as revenue when condition has been met.

Grant Expenditure

DC26 Zululand - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M11 May

Description	Ref	2020/21	Budget Year 2021/22							
		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:		724 094	514 926	514 036	42 351	590 376	471 186	119 190	25.3%	514 036
Energy Efficiency and Demand Side Management Grant		-	-	-	-	-	-	-	-	-
Equitable Share		655 292	500 083	499 193	39 806	565 737	457 580	108 157	23.6%	499 193
Expanded Public Works Programme Integrated Grant		11 272	9 612	9 612	2 165	22 128	8 811	13 317	151.1%	9 612
Local Government Financial Management Grant		1 290	1 200	1 200	44	994	1 100	(106)	-9.6%	1 200
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		51 660	-	-	-	-	-	-	-	-
Municipal Systems Improvement Grant		-	4 031	4 031	337	1 517	3 695	(2 178)	-58.9%	4 031
Rural Road Asset Management Systems Grant		2 072	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant		2 507	-	-	-	-	-	-	-	-
Provincial Government:		1 615	1 077	1 694	100	1 745	1 498	247	16.5%	1 694
Art Centres Subsidies		-	-	-	-	-	-	-	-	-
Capacity Building and Other Grants		1 615	1 077	1 694	100	1 745	1 498	247	16.5%	1 694
Development Planning and Shared Services		-	-	-	-	-	-	-	-	-
Environmental Grant		-	-	-	-	-	-	-	-	-
Tourism Events		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
<i>KwazuluNatal Provincial Planning and Development Commission</i>		108	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		725 708	516 003	515 731	42 451	592 121	472 684	119 437	25.3%	515 731
Capital expenditure of Transfers and Grants										
National Government:		333 171	574 058	529 181	6 191	401 821	483 133	(81 312)	-16.8%	529 181
Local Government Financial Management Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		142 240	239 111	241 333	6 191	194 381	212 264	(17 883)	-8.4%	241 333
Regional Bulk Infrastructure Grant		99 680	222 531	193 505	-	140 668	181 470	(40 801)	-22.5%	193 505
Rural Road Asset Management Systems Grant		-	2 416	2 101	-	1 427	1 970	(544)	-27.6%	2 101
Water Services Infrastructure Grant		91 251	110 000	92 242	-	65 345	87 429	(22 085)	-25.3%	92 242
Provincial Government:		3 869	834	10 202	505	6 805	9 253	(2 448)	-26.5%	10 202
Infrastructure Grant		3 869	834	10 202	505	6 805	9 253	(2 448)	-26.5%	10 202
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		337 040	574 892	539 383	6 696	408 626	492 387	(83 760)	-17.0%	539 383
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		1 062 749	1 090 895	1 055 114	49 148	1 000 747	965 070	35 677	3.7%	1 055 114

Most conditional grant expenditure is above year to date.

Roll-overs Expenditure

The Municipality has three rolled over grants

- Tourism Development grant
- KwamaJomela manufacturing grant
- Spatial Development Framework grant

ROLLED OVER GRANTS	APPROVED BUDGET	ADJUSTED BUDGET	YTD ACTUAL
Tourism Grant (Roll over From 2020/2021)		269 354	256 651
Spatial Development Framework (Roll over From 2020/2021)		249 558	241 770
Kwamajomela Manufacturing Grant (Roll over From 2020/2021)		1 779 320	1 779 320
Total Operating Grant Expenditure	-	2 298 232	2 277 741

DC26 Zululand - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M11 May

Description	Ref	Budget Year 2021/22				
		Approved Rollover 2020/21	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands						%
EXPENDITURE						
Operating expenditure of Approved Roll-overs						
National Government:		-	-	-	-	
					-	
Provincial Government:		269	-	257	13	0
Tourism Grant		269		257	13	4.7%
Spatial Development Framework		242		242		
District Municipality:		-	-	-	-	
					-	
Other grant providers:		-	-	-	-	
					-	
Total operating expenditure of Approved Roll-overs		269	-	257	13	4.7%
Capital expenditure of Approved Roll-overs						
National Government:		-	-	-	-	
					-	
Provincial Government:		1 779	-	1 779	-	
Kwamajomela		1 779		1 779	-	
District Municipality:		-	-	-	-	
					-	
Other grant providers:		-	-	-	-	
					-	
Total capital expenditure of Approved Roll-overs		1 779	-	1 779	-	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS		2 049	-	2 036	13	0.6%

2.5. COUNCILLOR AND BOARD MEMBER ALLOWENCES AND EMPLOYEE BENEFITS

DC26 Zululand - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M11 May

Summary of Employee and Councillor remuneration	Ref	2020/21		Budget Year 2021/22						
		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		-	-	-	-	-	-	-		-
Pension and UIF Contributions		483	416	416	41	466	381	85	22%	416
Medical Aid Contributions		75	206	206	2	42	189	(146)	-78%	206
Motr Vehicle Allowance		1 932	1 867	1 867	123	1 596	1 711	(116)	-7%	1 867
Cellphone Allowance		688	694	694	54	646	636	10	2%	694
Housing Allowances		-	-	-	-	-	-	-		-
Other benefits and allowances		5 311	5 355	5 855	401	5 064	5 284	(219)	-4%	5 855
Sub Total - Councillors		8 489	8 537	9 037	622	7 814	8 201	(387)	-5%	9 037
% increase	4		0.6%	6.5%						6.5%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		6 136	6 570	6 570	234	4 645	6 022	(1 378)	-23%	6 570
Pension and UIF Contributions		9	66	66	0	9	60	(51)	-85%	66
Medical Aid Contributions		97	57	57	-	48	53	(5)	-9%	57
Overtime		-	-	-	-	-	-	-		-
Performance Bonus		-	-	-	-	-	-	-		-
Motr Vehicle Allowance		1 551	1 592	1 592	40	1 133	1 460	(327)	-22%	1 592
Cellphone Allowance		144	71	71	10	175	65	109	167%	71
Housing Allowances		-	-	-	-	-	-	-		-
Other benefits and allowances		249	215	215	9	188	197	(9)	-5%	215
Payments in lieu of leave		324	-	-	-	-	-	-		-
Long service awards		-	-	-	-	-	-	-		-
Post-retirement benefit obligations		-	-	-	-	-	-	-		-
Sub Total - Senior Managers of Municipality		8 511	8 571	8 571	293	6 197	7 857	(1 660)	-21%	8 571
% increase	4		0.7%	0.7%						0.7%
Other Municipal Staff										
Basic Salaries and Wages		151 163	175 275	175 275	14 262	158 029	160 744	(2 715)	-2%	175 275
Pension and UIF Contributions		19 592	22 634	22 634	1 923	20 824	20 748	77	0%	22 634
Medical Aid Contributions		12 590	13 569	13 569	1 128	12 442	12 439	4	0%	13 569
Overtime		54	1 130	1 130	-	(29)	1 036	(1 064)	-103%	1 130
Performance Bonus		10 711	11 670	11 670	544	9 076	10 698	(1 622)	-15%	11 670
Motr Vehicle Allowance		6 999	7 578	7 578	808	7 851	6 947	904	13%	7 578
Cellphone Allowance		533	706	706	66	603	647	(44)	-7%	706
Housing Allowances		1 219	1 256	1 256	134	1 242	1 151	91	8%	1 256
Other benefits and allowances		17 525	11 781	11 781	1 041	14 417	10 800	3 617	33%	11 781
Payments in lieu of leave		4 630	-	-	280	1 438	-	1 438	#DIV/0!	-
Long service awards		2 246	-	-	119	1 260	-	1 260	#DIV/0!	-
Post-retirement benefit obligations		6 182	1 100	1 100	-	-	1 008	(1 008)	-100%	1 100
Sub Total - Other Municipal Staff		233 443	246 698	246 698	20 304	227 155	226 216	938	0%	246 698
% increase	4		5.7%	5.7%						5.7%
Total Parent Municipality		250 442	263 807	264 307	21 219	241 166	242 274	(1 108)	0%	264 307

No board member fees have been budgeted and incurred

DC26 Zululand - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M11 May

Summary of Employee and Councillor remuneration	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
	1	A	B	C						D
Board Members of Entities										
Basic Salaries and Wages								-		
Pension and UIF Contributions								-		
Medical Aid Contributions								-		
Overtime								-		
Performance Bonus								-		
Motor Vehicle Allowance								-		
Cellphone Allowance								-		
Housing Allowances								-		
Other benefits and allowances								-		
Board Fees								-		
Payments in lieu of leave								-		
Long service awards								-		
Post-retirement benefit obligations								-		
Sub Total - Board Members of Entities	2	-	-	-	-	-	-	-		-
% increase	4									
Senior Managers of Entities										
Basic Salaries and Wages								-		
Pension and UIF Contributions								-		
Medical Aid Contributions								-		
Overtime								-		
Performance Bonus								-		
Motor Vehicle Allowance								-		
Cellphone Allowance								-		
Housing Allowances								-		
Other benefits and allowances								-		
Payments in lieu of leave								-		
Long service awards								-		
Post-retirement benefit obligations	2							-		
Sub Total - Senior Managers of Entities		-	-	-	-	-	-	-		-
% increase	4									
Other Staff of Entities										
Basic Salaries and Wages								-		
Pension and UIF Contributions								-		
Medical Aid Contributions								-		
Overtime								-		
Performance Bonus								-		
Motor Vehicle Allowance								-		
Cellphone Allowance								-		
Housing Allowances								-		
Other benefits and allowances								-		
Payments in lieu of leave								-		
Long service awards								-		
Post-retirement benefit obligations								-		
Sub Total - Other Staff of Entities		-	-	-	-	-	-	-		-
% increase	4									
Total Municipal Entities		-	-	-	-	-	-	-		-
TOTAL SALARY, ALLOWANCES & BENEFITS		250 442	263 807	264 307	21 219	241 166	242 274	(1 108)	0%	264 307
% increase	4		5.3%	5.5%						5.5%
TOTAL MANAGERS AND STAFF		241 953	255 269	255 269	20 598	233 351	234 073	(722)	0%	255 269

2.6. MATERIAL VARIENCES TO SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN

DC26 Zululand - Supporting Table SC1 Material variance explanations - M11 May

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Service charges - water revenue	-10.0%	This is the amounts billed on customers for water used, the year-to-date actual is R34.9 million, which is below year-to-date budget of R38.7 million. A variance of R3.7 million or 10% is observed.	
	Service charges - sanitation revenue	2.0%	This is the amounts billed on customers that are connected to the sewer system, the year-to-date actual is R11.3 million which is above year to date budget of R11.1 million. A variance of R212 thousand or 2% is observed.	
	Service charges - refuse revenue			
	Rental of facilities and equipment	4.0%	Rental of facilities is amounts billed to WSSA, Avis and Waphatha Group for office space used. The year-to-date actual is R179 thousand which is below year-to-date budget of R171 thousand. A variance of R7 thousand or 4% is observed	
	Interest earned - external investments	-37.0%	Interest on investment is interest received when the Municipality makes cash investments. The year-to-date actual is R3.4 million, which is below year-to-date budget of R5.5 million. A variance of R2 million or 37% is observed.	
	Interest earned - outstanding debtors	236.0%	Interest earned - outstanding debtors is charged on businesses for accounts in arrears. The year-to-date actual is R262 thousand, which is above to year-to-date budget of R78 thousand. The variance of R184 thousand or 236% is observed.	
	Dividends received			
	Fines, penalties and forfeits	9.0%	Fines, penalties and forfeits are mainly amounts charged on illegal connections, the year-to-date actual is R123 thousand, the year-to-date budget is R113 thousand. A variance of R11 thousand or 9% is observed.	
	Licences and permits	-100.0%	This amount is for health certificates issued, the year-to-date actual is R0, the year-to-date budget is R9 thousand. A variance of R9 thousand or 100% is observed.	
	Agency services			
	Transfers and subsidies	8.0%	Transfers and subsidies year to date actual is R536.6 million, which is above year-to-date budget of R496.7 million. A variance of R40 million or 8% is observed.	
	Other revenue	-11.0%	Other revenue includes amounts for tender fees and any other revenue the Municipality may be entitled to receive, the year-to-date actual is R495 thousand, which is above year-to-date budget of R559 thousand. A variance of R63 million or 11% is observed.	

DC26 Zululand - Supporting Table SC1 Material variance explanations - M11 May

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
2	<u>Expenditure By Type</u>			
	Employee related costs	0.0%	Employee related costs year to date actual is R233 million, the year-to-date budget is R234 million, a variance of R722 thousand or less than 1% is observed.	
	Remuneration of councillors	-5.0%	Remuneration of Councillors year to date actual is R7.8 million, the year-to-date budget is R8.2 million, a variance of R387 thousand or 5% is observed.	
	Debt impairment	-100.0%	Debt impairment is the amount for provision for bad debts as per council policy. Provision for bad debts assessment and calculation is done at year end.	
	Depreciation & asset impairment	23.0%	This is non-cash item budgeted for as per the stipulation of the accounting standards. The year-to-date actual is R81 million. The year-to-date budget is R65.6 million. A variance of R15.4 million or 23% is observed.	
	Finance charges			
	Bulk purchases - electricity			
	Inventory consumed	22.0%	Inventory Consumed are expenses incurred in terms of GRAP 12 such as consumable stores (cleaning materials, stationery, water stock and materials and supplies), the year to date actual is R24.8 million, the year-to-date budget is R20.3 million, a variance of R4.4 million or 22% is observed	
	Contracted services	49.0%	Contracted services include Outsourced services, Consultants and professional fees, and Contractors. The year-to-date actual is R199 million and the year-to-date budget is R133 million, a variance of R65 million or 49% is observed.	
	Transfers and subsidies	9.0%	Transfers and subsidies are amounts paid as subsidies to the communities for poverty alleviation and transfers to support businesses. The year-to-date actual is R11.2 million, the year-to-date budget is R10.3 million, a variance of R942 thousand or 9% is observed.	
	Other expenditure	64.0%	Other expenditure year to date actual is R107.8 million, the year-to-date budget is R65.8 million, a variance of R42 million or 64% is observed.	
	Losses			
3	<u>Capital Expenditure</u>			
	Vote 01 - Council			
	Vote 02 - Corporate Services	18.1%		
	Vote 03 - Finance	7.7%		
	Vote 04 - Community Development	-14.4%		
	Vote 05 - Planning & Wsa	12.4%		
	Vote 06 - Technical Services			
	Vote 07 - Water Purification			
	Vote 08 - Water Distribution	-9.2%		
	Vote 09 - Waste Water	2.5%		

2.7. PARENT MUNICIPALITY FINANCIAL PERFORMANCE

The Municipality does not have any entities.

2.8. MUNICIPAL ENTITY FINANCIAL PERFORMANCE

The Municipality does not have any entities.

2.9. CAPITAL PROGRAMME PERFORMANCE

Capital Expenditure by month

DC26 Zululand - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M11 May

Month	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
<u>Monthly expenditure performance trend</u>									
July	75	48 356	48 505	48 036	48 036	48 505	469	1.0%	8%
August	46 591	48 356	41 667	54 971	103 007	90 171	(12 835)	-14.2%	18%
September	67 762	48 356	42 460	38 574	141 580	132 631	(8 949)	-6.7%	24%
October	42 474	48 356	42 460	41 743	183 323	175 091	(8 232)	-4.7%	32%
November	47 428	48 356	42 460	27 010	210 333	217 550	7 218	3.3%	36%
December	46 939	48 356	42 460	60 674	271 007	260 010	(10 997)	-4.2%	47%
January	2 271	48 356	42 803	2 909	273 915	302 813	28 898	9.5%	47%
February	32 701	48 356	57 793	54 618	328 533	360 606	32 073	8.9%	57%
March	24 983	48 356	57 793	32 052	360 584	418 399	57 814	13.8%	62%
April	39 946	48 356	32 756	48 451	409 035	451 155	42 120	9.3%	0
May	20 366	48 356	47 756	6 853	415 889	498 912	83 023	16.6%	0
June	(30 093)	48 356	47 756	-	-	546 668	-	-	-
Total Capital expenditure	341 444	580 277	546 668	415 889					

The actual capital expenditure is greater than year-to-date spending

Summary of Capital Expenditure by asset class and sub-class

DC26 Zululand - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M11 May

Description	Ref	Budget Year 2021/22								
		2020/21 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		333 171	574 058	529 181	6 191	401 821	483 133	81 312	16.8%	529 181
Roads Infrastructure		-	2 416	2 101	-	1 427	1 970	544	27.6%	2 101
Roads		-	2 416	2 101	-	1 427	1 970	544	27.6%	2 101
Road Structures										
Road Furniture										
Capital Spares										
Storm water Infrastructure		-	-	-	-	-	-	-		-
Drainage Collection										
Storm water Conveyance										
Attenuation										
Electrical Infrastructure		-	-	-	-	-	-	-		-
Power Plants										
HV Substations										
HV Switching Station										
HV Transmission Conductors										
MV Substations										
MV Switching Stations										
MV Networks										
LV Networks										
Capital Spares										
Water Supply Infrastructure		333 171	534 655	490 335	4 567	370 826	448 441	77 615	17.3%	490 335
Dams and Weirs										
Boreholes		2 246	-	-	-	-	-	-		-
Reservoirs		-	-	-	-	-	-	-		-
Pump Stations		-	-	-	-	-	-	-		-
Water Treatment Works		84 365	239 571	79 637	-	73 799	71 514	(2 285)	-3.2%	79 637
Bulk Mains		149 318	146 848	257 546	888	169 880	243 416	73 536	30.2%	257 546
Distribution		97 242	148 235	153 151	3 678	127 148	133 512	6 364	4.8%	153 151
Distribution Points										
PRV Stations										
Capital Spares										
Sanitation Infrastructure		-	36 987	36 745	1 625	29 568	32 722	3 153	9.6%	36 745
Pump Station										
Reticulation		-	36 987	36 745	1 625	29 568	32 722	3 153	9.6%	36 745
Waste Water Treatment Works										
Outfall Sewers										
Toilet Facilities										
Capital Spares										
Solid Waste Infrastructure		-	-	-	-	-	-	-		-
Landfill Sites										
Waste Transfer Stations										
Waste Processing Facilities										
Waste Drop-off Points										
Waste Separation Facilities										
Electricity Generation Facilities										
Capital Spares										
Rail Infrastructure		-	-	-	-	-	-	-		-
Rail Lines										
Rail Structures										
Rail Furniture										
Drainage Collection										
Storm water Conveyance										
Attenuation										
MV Substations										
LV Networks										
Capital Spares										
Coastal Infrastructure		-	-	-	-	-	-	-		-
Sand Pumps										
Piers										
Revetments										
Promenades										
Capital Spares										
Information and Communication Infrastructure		-	-	-	-	-	-	-		-
Data Centres										
Core Layers										
Distribution Layers										
Capital Spares										

DC26 Zululand - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M11 May

Description	Ref	Budget Year 2021/22								
		2020/21 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Community Assets		3 322	–	9 368	609	6 552	8 490	1 938	22.8%	9 368
Community Facilities		3 322	–	9 368	609	6 552	8 490	1 938	22.8%	9 368
Halls										
Centres		3 322	–	9 368	609	6 552	8 490	1 938	22.8%	9 368
Crèches										
Clinics/Care Centres										
Fire/Ambulance Stations										
Testing Stations										
Museums										
Galleries										
Theatres										
Libraries										
Cemeteries/Crematoria										
Police										
PurIs										
Public Open Space										
Nature Reserves										
Public Ablution Facilities										
Markets										
Stalls										
Abattoirs										
Airports										
Taxi Ranks/Bus Terminals										
Capital Spares										
Sport and Recreation Facilities		–	–	–	–	–	–	–	–	–
Indoor Facilities										
Outdoor Facilities										
Capital Spares										
Heritage assets		–	3 500	6 700	(98)	6 594	5 935	(659)	-11.1%	6 700
Monuments										
Historic Buildings										
Works of Art		–	3 500	6 700	(98)	6 594	5 935	(659)	-11.1%	6 700
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										
Building Plan Offices										
Workshops										
Yards										
Stores										
Laboratories										
Training Centres										
Manufacturing Plant										
Depots										
Capital Spares										
Housing		–	–	–	–	–	–	–	–	–
Staff Housing										
Social Housing										
Capital Spares										
Biological or Cultivated Assets		–	–	–	–	–	–	–	–	–
Biological or Cultivated Assets										
Intangible Assets		–	–	20	–	–	18	18	100.0%	20
Servitudes										
Licences and Rights		–	–	20	–	–	18	18	100.0%	20
Water Rights										
Effluent Licenses										
Solid Waste Licenses										
Computer Software and Applications		–	–	20	–	–	18	18	100.0%	20
Load Settlement Software Applications										
Unspecified										
Computer Equipment		1 402	135	433	255	576	315	(262)	-83.2%	433
Computer Equipment		1 402	135	433	255	576	315	(262)	-83.2%	433
Furniture and Office Equipment		257	250	152	–	92	138	46	33.5%	152
Furniture and Office Equipment		257	250	152	–	92	138	46	33.5%	152
Machinery and Equipment		662	2 334	814	(104)	253	883	630	71.3%	814
Machinery and Equipment		662	2 334	814	(104)	253	883	630	71.3%	814
Transport Assets		2 844	–	–	–	–	–	–	–	–
Transport Assets		2 844	–	–	–	–	–	–	–	–
Land		–	–	–	–	–	–	–	–	–
Land										
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–	–	–
Zoo's, Marine and Non-biological Animals										
Total Capital Expenditure on new assets	1	341 658	580 277	546 668	6 853	415 889	498 912	83 023	16.6%	546 668

2.10. OTHER SUPPORTING DOCUMENTS

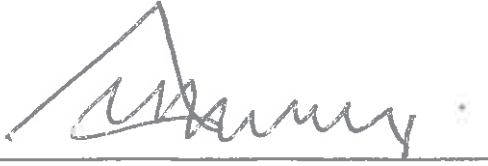
No other financial information outside of information contained in Schedule C is available

2.11. IN-YEAR REPORT OF MUNICIPAL ENTITIES

The Municipality does not have any entities.

2.12. MUNICIPAL MANAGERS QUALITY CERTIFICATION

I, **R.N. Hlongwa**, Municipal Manager of Zululand District Municipality, hereby certify that the Monthly Budget Statement has been prepared in accordance with the Municipal Finance Management Act, and the regulations made under the Act.



R.N Hlongwa
Acting Municipal Manager
Zululand District Municipality (DC26)

Date: 2022/06/14