

ZULULAND DISTRICT MUNICIPALITY



QUARTERLY BUDGET STATEMENT AND SUPPORTING DOCUMENTATION FOR PERIOD ENDED

31 MARCH 2023

MFMA S52d REPORT

2022/2023 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 Quarterly 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 | YTD BUDGET | YTD VARIANCE | YTD VARIANCE % |
|---|-----------------|-----------------|-------------|-------------|--------------|----------------|
| Total Revenue By Source (Excluding Capital Transfers) | 688 934 986 | 706 910 843 | 682 046 924 | 523 891 494 | 158 155 430 | 30% |
| Total Operating Expenditure | 626 160 559 | 695 162 525 | 580 676 440 | 500 948 857 | 79 727 583 | 16% |
| Surplus/(Deficit) | 62 774 427 | 11 748 318 | 101 370 484 | 22 942 637 | 78 427 847 | |

Operating Revenue Performance

Total operating revenue generated by the Municipality as at **31 March 2023** is **R682.04 million** which is **96%** of the approved operating revenue adjusted budget. The **R682.04 million** year to date actual is **above** the **nine** months baseline projection or year-to-date budget of **R523.8 million**, a variance of **R158.1 million** or **30 %** is observed.

The Municipality is largely dependent on government grants and partly service charges for its operations. Service charges revenue recognized from trading services is only **R42.9 million** which is **6%** of the total generated operating revenue.

Major Variances between actuals and year to date budget on Operating Expenditure

Reasons for variances can be attributed to Service charges water revenue, interest on investments and Fines, Penalties and forfeits, which are moving at a slow pace than year to date budget; Transfers and subsidies, service charges sanitation revenue and other revenue which are moving at a pace higher than year to date budget.

Operating revenue is explained by source in detail on Section 1.4 Operating Revenue Performance.

Operating Expenditure Performance

Total Operating Expenditure as at **31 March 2023** is **R580.6 million** which is **84%** of the approved operating adjusted expenditure budget. The **R580.6 million** year to date actual is **above** the **nine** months baseline projection or year-to-date budget of **R500.9 million**, a variance of **R79.7 million** or **16%** is observed.

Major Variances between actuals and year to date budget on Operating Expenditure

Reasons for variances can be attributed to inventory consumed which is moving at a slow pace than year to date budget; debt impairment which has no movement; depreciation, contracted services and other expenditure which are moving at a pace higher than year to date budget; transfers and subsidies is seasonal. Employee related cost, contracted services and other expenditure can be classified as the three major cost drivers.

Operating expenditure is explained by source in detail on Section 1.5 Operating Expenditure Performance.

Capital Expenditure and Funding

Summary Statement of Capital Expenditure and Funding

| | APPROVED BUDGET | ADJUSTED BUDGET | YTD ACTUAL | YTD BUDGET | YTD VARIANCE | YTD VARIANCE % |
|---------------------------|-----------------|-----------------|-------------|-------------|--------------|----------------|
| Total Capital Expenditure | 332 161 738 | 541 792 789 | 194 028 792 | 333 865 687 | -139 836 895 | -42% |
| Total Capital Financing | 332 161 738 | 541 792 789 | 194 028 792 | 333 865 687 | -139 836 895 | -42% |

Total Capital Expenditure as at **31 March 2023** is **R194.02 million** which is **36%** of the approved adjusted capital budget. The **R194.02 million** year to date actual is **below** the **nine** months baseline projection or year-to-date budget of **R333.8 million**, a variance of **R139.8 million** or **42 %** of the received grants is observed.

Capital expenditure is explained by source in detail on section 1.6 Capital Expenditure and Funding.

Major Variances between actuals and year to date budget on Capital expenditure

Reasons for variances can be attributed to capital grants not being spent at similar pace as year to date budget. **MIG** is at **47%**, **RBIG** is at **6%**, **WSIG** is at **48%** **RRAMG** is at **0%** and **Kwamajomela** is at **94%**.

Financial Position Framework

Summary of Statement of Financial position:

| FINANCIAL POSITION | APPROVED BUDGET | ADJUSTED BUDGET | YTD ACTUAL | % |
|--------------------------------------|----------------------|----------------------|----------------------|------------|
| Total current assets | 338 914 049 | 293 376 183 | 489 693 763 | 167% |
| Total non current assets | 4 188 965 091 | 5 389 136 041 | 4 723 347 168 | 88% |
| Total current liabilities | 224 331 877 | 348 055 798 | 540 259 402 | 155% |
| Total non current liabilities | 33 904 000 | 43 931 760 | 41 809 760 | 95% |
| TOTAL COMMUNITY WEALTH/EQUITY | 3 834 562 836 | 4 666 622 849 | 4 632 610 307 | 99% |

Current assets year to date actual is **R489.6 million** which is **167%** of the approved adjusted budget. **Non - Current assets** year to date actual is **R4.7 billion** which is **88%** of the approved adjusted budget. **Current Liabilities** year to date actual is **R540.2 million** which is **155%** of the approved adjusted budget. **Non - Current Liabilities** year to date is **R41.8 million** which is **95%** of the approved adjusted budget. **Accumulated surplus** year to date actual is **R4.6 billion** which is **99%** of the approved adjusted budget.

Current assets amount to **R489.6 million**, included on current assets is Cash of **R38.2 million** and **R334.5 million** in investments.

Current liabilities amount to **R540.2 million**, this includes unspent conditional grants amounting to **R402.8 million**.

The Current ratio is 0.9:1 [**R489.6 million/540.2 million**], the current ratio norm is **2:1**

Financial Position Framework is explained in detail on section 1.7 In year Budget Tables.

1.4. OPERATING REVENUE PERFORMANCE

DC26 Zululand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M09 March

| 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 | | | | | | | | - | | |
| Service charges - electricity revenue | | | | | | | | - | | |
| Service charges - water revenue | | 38 486 | 68 000 | 40 947 | 2 939 | 31 434 | 40 179 | (8 744) | -22% | 40 947 |
| Service charges - sanitation revenue | | 12 513 | 12 500 | 15 306 | 1 192 | 11 476 | 10 497 | 978 | 9% | 15 306 |
| Service charges - refuse revenue | | | | | | | | - | | |
| Rental of facilities and equipment | | 195 | 183 | 209 | 17 | 157 | 148 | 9 | 6% | 209 |
| Interest earned - external investments | | 3 705 | 6 000 | 3 000 | 57 | 2 479 | 3 300 | (821) | -25% | 3 000 |
| Interest earned - outstanding debtors | | 288 | 85 | 200 | 26 | 166 | 110 | 57 | 52% | 200 |
| Dividends received | | | | | | | | - | | |
| Fines, penalties and forfeits | | 209 | 150 | 58 | 23 | 67 | 76 | (9) | -12% | 58 |
| Licences and permits | | | | | | | | - | | |
| Agency services | | | | | | | | - | | |
| Transfers and subsidies | | 537 979 | 601 306 | 645 690 | 201 893 | 635 038 | 468 733 | 166 305 | 35% | 645 690 |
| Other revenue | | 1 085 | 711 | 1 501 | 153 | 1 230 | 849 | 381 | 45% | 1 501 |
| Gains | | 40 | - | - | - | - | - | - | | - |
| Total Revenue (excluding capital transfers and contributions) | | 594 501 | 688 935 | 706 911 | 206 300 | 682 047 | 523 891 | 158 155 | 30% | 706 911 |

The year-to-date actual indicates operating revenue of **R682.04 million** for **nine months**, The **R682.04 million** year to date actual is **above** the **nine** months baseline projection or year-to-date budget of **R523.8 million**, a variance of **R158.1 million** or **30%** is observed. The total revenue to-date represents **96%** of the operating revenue adjusted 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 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 **R31.4 million** which is **77%** of the approved adjusted budget. the **R31.4 million** year to date actual is **below** the **nine** months baseline projection or year-to-date budget of **R40.1 million**. A variance of **R8.7 million** or **22%** 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 **R11.4 million** which is **75%** of the approved adjusted budget. the **R11.4 million** year to date actual is **above** the **nine** months baseline projection or year-to-date budget of **R10.4 million**. A variance of **R978 thousand** or **9%** is observed.

The billing is above the target, this variance is due to sewer excess charge on businesses that consume more than 40kl of water per month.

Rent of facilities

Rental of facilities is amounts billed for office space leased out, the year-to-date actual is **R157 thousand** which is **75%** of the approved adjusted budget. the **R157 thousand** year to date actual is **above** the **nine** months baseline projection or year-to-date budget of **R148 thousand**. A variance of **R9 thousand** or **6%** is observed.

Interest on investment

Interest on investment is interest received when the Municipality makes cash investments. the year-to-date actual is **R2.4 million** which is **83%** of the approved adjusted budget. the **R2.4 million** year to date actual is **below** the **nine** months baseline projection or year-to-date budget of **R3.3 million**. A variance of **R821 thousand** or **25%** is observed.

Reasons for variances can be attributed low investment due to prioritization of liability payments.

Interest earned - outstanding debtors

Interest earned - outstanding debtors is charged on businesses for accounts in arrears. the year-to-date actual is **R166 thousand** which is **83%** of the approved adjusted budget. the **R166 thousand** year to date actual is **above** the **nine** months baseline projection or year-to-date budget of **R110 thousand**. A variance of **R57 thousand** or **52%** is observed.

Reasons for variances can be attributed to businesses non adherence to payment terms, the municipality must implement stringent measures to ensure businesses pay on time.

Fines, penalties and forfeits

Fines, penalties and forfeits are mainly amounts charged on illegal connections. the year-to-date actual is **R67 thousand** which is **114%** of the approved adjusted budget. the **R67 thousand** year to date actual is **below** the **nine** months baseline projection or year-to-date budget of **R76 thousand**. A variance of **R9 thousand** or **12%** is observed.

Reasons for variances can be attributed to a positive indication that less consumers are illegally connected or a negative indication that some illegally connected consumers are not yet discovered.

Municipality must keep up the disconnection of illegal connections.

Transfers and subsidies

Transfers and subsidies (grants) are amounts gazetted as per Division of Revenue act (DoRA), 2022; 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 **R635.03 million** which is **98%** of the approved budget. The **R635.03 million** year to date actual is **above** the **nine** months baseline projection or year-to-date budget of **R468.7 million**. A variance of **R166.3 million** or **35%** is observed.

All grants are received as per transfer schedule with the exception of Indonsa grant and Municipal systems improvement grant.

Reasons for variances can be attributed to nature of transfers and subsidies which depend on the transfer schedule and cannot be benchmarked against the year-to-date budget. Grants are not received monthly but in trenches as per approved transfer schedule.

Other revenue

Other revenue includes amounts for tender fees, skills development levy refund and any other revenue the Municipality may be entitled to receive such as sale of consumables. The year-to-date actual is **R1.2** which is **82%** of the approved adjusted budget. The **R1.2 million** year to date actual is **above** the **nine** months baseline projection or year-to-date budget of **R849 thousand**. A variance of **R381 thousand** or **45%** is observed.

Reasons for variances can be attributed to high quantity of sale of tender documents.

1.5. OPERATING EXPENDITURE PERFORMANCE

DC26 Zululand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M09 March

| Description | Ref | 2018/19 | Budget Year 2019/20 | | | | | | | |
|---------------------------------|-----|-----------------|---------------------|-----------------|----------------|----------------|----------------|---------------|--------------|--------------------|
| | | 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 | | 263 669 | 268 152 | 270 152 | 22 436 | 205 263 | 201 915 | 3 348 | 2% | 270 152 |
| Remuneration of councillors | | 8 616 | 8 771 | 9 021 | 734 | 7 025 | 6 678 | 347 | 5% | 9 021 |
| Debt impairment | | 19 677 | 14 000 | 14 000 | - | - | 10 500 | (10 500) | -100% | 14 000 |
| Depreciation & asset impairment | | 101 119 | 80 000 | 80 000 | 13 570 | 71 994 | 60 000 | 11 994 | 20% | 80 000 |
| Finance charges | | 399 | - | 88 | 17 | 121 | 55 | 66 | 121% | 88 |
| Bulk purchases - electricity | | - | - | - | - | - | - | - | - | - |
| Inventory consumed | | 22 023 | 33 320 | 31 755 | (6 941) | 3 101 | 22 994 | (19 893) | -87% | 31 755 |
| Contracted services | | 318 040 | 106 388 | 170 174 | 29 209 | 174 520 | 112 478 | 62 042 | 55% | 170 174 |
| Transfers and subsidies | | 11 295 | 3 070 | 4 827 | 283 | 3 555 | 2 875 | 679 | 24% | 4 827 |
| Other expenditure | | 131 178 | 112 460 | 115 146 | 10 287 | 115 098 | 83 453 | 31 645 | 38% | 115 146 |
| Losses | | 2 627 | - | - | - | - | - | - | - | - |
| Total Expenditure | | 878 643 | 626 161 | 695 163 | 69 594 | 580 676 | 500 949 | 79 728 | 16% | 695 163 |

The year-to-date actual indicates spending of **R580.6 million** for **nine months**, which is **84%** of the approved adjusted operating expenditure budget. The **R580.6 million** year to date actual is **above** the **nine** months baseline projection or year-to-date budget of **R500.9 million**, a variance of **R79.7 million** or **16%** is observed.

Employee Related Costs

Employee related costs are amounts paid for salaries, allowances, service related benefits and contributions. The year-to-date actual is **R205.2 million** which is **76%** of the approved adjusted budget. the **R205.2 million** year to date actual is **above** the **nine** months baseline projection or year-to-date budget of **R201.9 million**. A variance of **R3.3 million** or **2%** is observed.

The variance is below 5% and not major.

Remuneration of Councillors

Remuneration of Councilors are amounts paid for councilors allowances, service related benefits and contributions. The year-to-date actual is **R7.02 million** which is **78%** of the approved adjusted budget. the **R7.02 million** year to date actual is **above** the **nine** months baseline projection or year-to-date budget of **R6.6 million**. A variance of **R347 thousand** or **5%** is observed.

The variance can be attributed to changes in council configurations.

Debt impairment

Debt impairment is the amount for provision for non-collection as per council policy. provision for non-collection assessment and calculation is done at year end. National treasury recommend that the assessment and calculations be done monthly.

Municipality calculate debt impairment once 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 **R71.9 million** which is **90%** of the approved adjusted budget. the **R71.9 million** year to date actual is **above** the **nine** months baseline projection or year-to-date budget of **R60 million**. A variance of **R11.9 million** or **20%** is observed.

Reasons for variances can be attributed to depreciation being under budgeted.

Finance charges

Finance charges are amounts for interest paid on overdue accounts. The year-to-date actual is **R121 thousand** which is **138%** of the approved adjusted budget. the **R121 thousand** year to date actual is **above** the **nine** months baseline projection or year-to-date budget of **R55 thousand**. A variance of **R66 thousand** or **121%** is observed.

Bulk purchases – electricity

The Municipality does not incur bulk purchases electricity since the Municipality does not sell electricity. The purchase of electricity is under section other expenditure below.

Inventory Consumed

Inventory Consumed are expenses incurred in terms of GRAP 12 such as consumable, materials and suppliers and water inventory. The year-to-date actual is **R3.1 million** which is **10%** of the approved adjusted budget. the **R3.1 million** year to date actual is **below** the **nine** months baseline projection or year-to-date budget of **R22.9 million**. A variance of **R19.8 million** or **87%** is observed.

Reasons for variances can be attributed to delays in capturing of transactions.

It is recommended that the municipality record all expenditure relating to bulk water and consumable stores in time.

Contracted services

Contracted services include Outsourced services, Consultants and professional fees, and Contractors. The year-to-date actual is **R174.5 million** which is **103%** of the approved adjusted budget. the **R174.5 million** year to date actual is **above** the **nine** months baseline projection or year-to-date budget of **R112.4 million**. A variance of **R62.04 million** or **55%** is observed.

Reasons for variances can be attributed to under budgeting of contracted services and SLA commitments not reconciling with what is available on the budget.

Transfers and subsidies paid

Transfers and subsidies are amounts paid as subsidies to the communities for poverty alleviation and transfers to support SMMES, and co-operatives. The year-to-date actual is **R3.5 million** which is **74%** of the approved adjusted budget. The **R3.5 million** year to date actual is **above** the **nine** months baseline projection or year-to-date budget of **R2.8 million**. A variance of **R679 thousand** or **24%** is observed.

Reasons for variances can be attributed to the nature of this expenditure item, this expenditure item is seasonal and cannot be benchmarked on a straight-line method.

Other expenditure

Other expenditure is all other expenditure not classified above. The year-to-date actual is **R115.09 million** which is **100%** of the approved adjusted budget. the **R115.09 million** year to date actual is **above** the **nine** months baseline projection or year-to-date budget of **R83.4 million**. A variance of **R31.6 million** or **38%** is observed.

It is imperative that the municipality monitor closely this expenditure item and implement strategies to reduce costs.

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 | YTD BUDGET | YTD VARIANCE | YTD VARIANCE % |
|--|-------------------|-------------------|-------------------|-------------------|-----------------|----------------|
| Finance Management grant (FMG) | 1 200 000 | 1 200 000 | 884 396 | 900 000 | -15 604 | -2% |
| EPWP Incentive | 8 517 000 | 8 517 000 | 8 517 000 | 6 387 750 | 2 129 250 | 33% |
| Art centre Subsidies (Indonsa Grant) | 1 911 000 | 1 911 000 | 1 062 824 | 1 433 250 | -370 426 | -26% |
| Aviation Strategy | 500 000 | 500 000 | - | 375 000 | -375 000 | -100% |
| Municipal Systems Improvement Grant (MSIG) | 2 787 000 | 2 787 000 | - | 2 090 250 | -2 090 250 | -100% |
| National Skills Fund | - | 43 103 900 | 39 390 150 | 32 327 925 | 7 062 225 | 22% |
| LGSETA Grant | | 1 080 000 | - | 810 000 | -810 000 | -100% |
| Amafa Kazulu Grant | | 200 000 | - | 150 000 | -150 000 | -100% |
| Total Operating Grant Expenditure | 14 915 000 | 14 915 000 | 10 464 220 | 44 474 175 | -722 030 | -2 |

FMG **74%**, EPWP Incentive **100%**, Art center subsidies (Indonsa Grant) **56%**,RRAMS **51%**, National Skills Fund **91%**, Amafa Kazulu Grant **0%**, Aviation Strategy **0%**, MSIG **0%** and LGSETA Grant **0%**.

Summary of Revenue and Operational Expenditure Performance

DC26 Zululand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M09 March

| Description | Ref | Budget Year 2022/23 | | | | | | | | |
|--|-----|-------------------------------|--------------------|--------------------|-------------------|------------------|------------------|-----------------|----------------------|-----------------------|
| | | 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 | | 38 486 | 68 000 | 40 947 | 2 939 | 31 434 | 40 179 | (8 744) | -22% | 40 947 |
| Service charges - sanitation revenue | | 12 513 | 12 500 | 15 306 | 1 192 | 11 476 | 10 497 | 978 | 9% | 15 306 |
| Service charges - refuse revenue | | | | | | | | | | |
| Rental of facilities and equipment | | 195 | 183 | 209 | 17 | 157 | 148 | 9 | 6% | 209 |
| Interest earned - external investments | | 3 705 | 6 000 | 3 000 | 57 | 2 479 | 3 300 | (821) | -25% | 3 000 |
| Interest earned - outstanding debtors | | 288 | 85 | 200 | 26 | 166 | 110 | 57 | 52% | 200 |
| Dividends received | | | | | | | | | | |
| Fines, penalties and forfeits | | 209 | 150 | 58 | 23 | 67 | 76 | (9) | -12% | 58 |
| Licences and permits | | | | | | | | | | |
| Agency services | | | | | | | | | | |
| Transfers and subsidies | | 537 979 | 601 306 | 645 690 | 201 893 | 635 038 | 468 733 | 166 305 | 35% | 645 690 |
| Other revenue | | 1 085 | 711 | 1 501 | 153 | 1 230 | 849 | 381 | 45% | 1 501 |
| Gains | | 40 | - | - | - | - | - | - | | - |
| Total Revenue (excluding capital transfers and contributions) | | 594 501 | 688 935 | 706 911 | 206 300 | 682 047 | 523 891 | 158 155 | 30% | 706 911 |
| Expenditure By Type | | | | | | | | | | |
| Employee related costs | | 263 669 | 268 152 | 270 152 | 22 436 | 205 263 | 201 915 | 3 348 | 2% | 270 152 |
| Remuneration of councillors | | 8 616 | 8 771 | 9 021 | 734 | 7 025 | 6 678 | 347 | 5% | 9 021 |
| Debt impairment | | 19 677 | 14 000 | 14 000 | - | - | 10 500 | (10 500) | -100% | 14 000 |
| Depreciation & asset impairment | | 101 119 | 80 000 | 80 000 | 13 570 | 71 994 | 60 000 | 11 994 | 20% | 80 000 |
| Finance charges | | 399 | - | 88 | 17 | 121 | 55 | 66 | 121% | 88 |
| Bulk purchases - electricity | | - | - | - | - | - | - | - | | - |
| Inventory consumed | | 22 023 | 33 320 | 31 755 | (6 941) | 3 101 | 22 994 | (19 893) | -87% | 31 755 |
| Contracted services | | 318 040 | 106 388 | 170 174 | 29 209 | 174 520 | 112 478 | 62 042 | 55% | 170 174 |
| Transfers and subsidies | | 11 295 | 3 070 | 4 827 | 283 | 3 555 | 2 875 | 679 | 24% | 4 827 |
| Other expenditure | | 131 178 | 112 460 | 115 146 | 10 287 | 115 098 | 83 453 | 31 645 | 38% | 115 146 |
| Losses | | 2 627 | - | - | - | - | - | - | | - |
| Total Expenditure | | 878 643 | 626 161 | 695 163 | 69 594 | 580 676 | 500 949 | 79 728 | 16% | 695 163 |
| Surplus/(Deficit) | | (284 143) | 62 774 | 11 748 | 136 706 | 101 370 | 22 943 | 78 428 | 0 | 11 748 |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial and District) | | 611 248 | 372 306 | 611 948 | 30 744 | 215 220 | 375 086 | (159 866) | (0) | 611 948 |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions) | | | | | | | | | | |
| Transfers and subsidies - capital (in-kind - all) | | 24 307 | - | - | - | - | - | - | | - |
| Surplus/(Deficit) after capital transfers & contributions | | 351 412 | 435 080 | 623 696 | 167 450 | 316 590 | 398 029 | | | 623 696 |
| Taxation | | | | | | | | | | |
| Surplus/(Deficit) after taxation | | 351 412 | 435 080 | 623 696 | 167 450 | 316 590 | 398 029 | | | 623 696 |
| Attributable to minorities | | | | | | | | | | |
| Surplus/(Deficit) attributable to municipality | | 351 412 | 435 080 | 623 696 | 167 450 | 316 590 | 398 029 | | | 623 696 |
| Share of surplus/ (deficit) of associate | | | | | | | | | | |
| Surplus/ (Deficit) for the year | | 351 412 | 435 080 | 623 696 | 167 450 | 316 590 | 398 029 | | | 623 696 |

1.6. CAPITAL EXPENDITURE AND FUNDING

The Capital Expenditure Report reflected has been prepared based on the format required by National Treasury and is categorized by municipal vote. The capital expenditure is funded from Government Grants and internally Generated Funds

The summary report indicates the following: -

| | APPROVED BUDGET | ADJUSTED BUDGET | YTD ACTUAL | YTD BUDGET | YTD VARIANCE | YTD VARIANCE % |
|---------------------------|-----------------|-----------------|-------------|-------------|--------------|----------------|
| Total Capital Expenditure | 332 161 738 | 541 792 789 | 194 028 792 | 333 865 687 | -139 836 895 | -42% |
| Total Capital Financing | 332 161 738 | 541 792 789 | 194 028 792 | 333 865 687 | -139 836 895 | -42% |

The capital expenditure amounts to **R194.02 million** which is **36%** of the capital adjusted budget, after a period of **nine months**.

DC26 Zululand - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M09 March

| Vote Description | Ref | 2018/19 | Budget Year 2019/20 | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
|--|-----|-----------------|---------------------|-----------------|----------------|----------------|----------------|------------------|----------------|--------------------|
| | | Audited Outcome | Original Budget | | | | | | | |
| R thousands | 1 | | | | | | | | % | |
| Capital Expenditure - Functional Classification | | | | | | | | | | |
| <i>Governance and administration</i> | | 13 258 | 3 652 | 3 736 | - | 146 | 2 788 | (2 641) | -95% | 3 736 |
| Executive and council | | 6 594 | - | - | - | - | - | - | - | - |
| Finance and administration | | 6 664 | 3 652 | 3 736 | - | 146 | 2 788 | (2 641) | -95% | 3 736 |
| Internal audit | | | | | | | | | | |
| <i>Community and public safety</i> | | 485 | 70 | 1 273 | - | 1 203 | 830 | 373 | 45% | 1 273 |
| Community and social services | | 485 | 70 | 1 273 | - | 1 203 | 830 | 373 | 45% | 1 273 |
| Sport and recreation | | | | | | | | | | |
| Public safety | | | | | | | | | | |
| Housing | | | | | | | | | | |
| Health | | | | | | | | | | |
| <i>Economic and environmental services</i> | | 6 965 | 6 112 | 7 860 | - | 4 986 | 5 605 | (620) | -11% | 7 860 |
| Planning and development | | 6 965 | 6 112 | 7 860 | - | 4 986 | 5 605 | (620) | -11% | 7 860 |
| Road transport | | | | | | | | | | |
| Environmental protection | | | | | | | | | | |
| <i>Trading services</i> | | 464 144 | 322 284 | 529 241 | 27 728 | 187 694 | 324 610 | (136 916) | -42% | 529 241 |
| Energy sources | | | | | | | | | | |
| Water management | | 464 144 | 322 284 | 529 241 | 27 728 | 187 694 | 324 610 | (136 916) | -42% | 529 241 |
| Waste water management | | - | - | - | - | - | - | - | - | - |
| Waste management | | | | | | | | | | |
| <i>Other</i> | | - | 43 | 43 | - | - | 33 | (33) | -100% | 43 |
| Total Capital Expenditure - Functional Classification | 3 | 484 853 | 332 162 | 542 153 | 27 728 | 194 029 | 333 866 | (139 837) | -42% | 542 153 |
| Funded by: | | | | | | | | | | |
| National Government | | 464 144 | 323 744 | 528 067 | 27 728 | 187 401 | 324 645 | (137 244) | -42% | 528 067 |
| Provincial Government | | 7 451 | 26 | 4 036 | - | 1 348 | 1 997 | (649) | -32% | 4 036 |
| District Municipality | | | | | | | | | | |
| Transfers and subsidies - capital (monetary allocations) | | | | | | | | | | |
| Transfers recognised - capital | | 471 595 | 323 770 | 532 104 | 27 728 | 188 749 | 326 643 | (137 893) | -42% | 532 104 |
| Borrowing | 6 | - | - | - | - | - | - | - | - | - |
| Internally generated funds | | 13 258 | 8 391 | 10 049 | - | 5 279 | 7 223 | (1 944) | -27% | 10 049 |
| Total Capital Funding | | 484 853 | 332 162 | 542 153 | 27 728 | 194 029 | 333 866 | (139 837) | -42% | 542 153 |

Governance and administration

Governance and administration year-to-date actual is **R146 thousand** which is **4%** of the adjusted budget. the **R146 thousand** year to date actual is **below** the **nine** months baseline projection or year-to-date budget of **R2.7 million**. A variance of **R2.6 million** or **95%** is observed.

Community and public safety

Community and public safety year-to-date actual is **R1.2 million** which is **95%** of the adjusted budget. the **R1.2 million** year to date actual is **above** the **nine** months baseline projection or year-to-date budget of **R830 thousand**. A variance of **R373 thousand** or **45%** is observed.

Economic and environmental services

Economic and environmental services year-to-date actual is **R4.9 million** which is **63%** of the adjusted budget. the **R4.9 million** year to date actual is **below** the **nine** months baseline projection or year-to-date budget of **R5.6 million**. A variance of **R620 thousand** or **11%** is observed.

Trading services

Trading services year-to-date actual is **R187.6 million** which is **35%** of the adjusted budget. the **R187.6 million** year to date actual is **below** the **nine** months baseline projection or year-to-date budget of **R324.6 million**. A variance of **R136.9 million** or **42%** is observed.

Other

Other year-to-date actual is **R0** which is **0%** of the adjusted budget. the **R0** year to date actual is **below** the **nine** months baseline projection or year-to-date budget of **R33 thousand**. A variance of **R33 thousand** or **100%** is observed.

| CAPITAL EXPENDITURE BY SOURCE EXCLUSIVE OF VAT | APPROVED BUDGET | ADJUSTED BUDGET | YTD ACTUAL | YTD BUDGET | YTD VARIANCE | YTD VARIANCE % |
|--|--------------------|--------------------|--------------------|--------------------|---------------------|----------------|
| Municipal Infrastructure Grant (MIG) | 225 678 261 | 225 678 261 | 132 213 389 | 150 452 174 | -18 238 784.84 | -12% |
| Regional Bulk Infrastructure (RBIG) | 13 258 261 | 217 606 087 | 13 635 916 | 145 070 725 | -131 434 808.54 | -91% |
| Water services infrastructure Grant (WSIG) | 82 608 696 | 82 608 696 | 41 551 857 | 55 072 464 | -13 520 607.06 | -25% |
| Rural Roads Asset Managemnt Systems Grant | 2 199 130 | 2 174 130 | - | 1 449 420 | -1 449 420.00 | -100% |
| Kwamajomela Manufacturing Centre Grant | - | 1 641 817 | 1 348 274 | 1 094 545 | 253 729.74 | 23% |
| Indonsa Grant | 26 087 | 26 087 | - | 17 391 | -17 391.33 | -100% |
| TSUCM COGTA Boreholes | - | 2 550 000 | - | 1 700 000 | -1 700 000.00 | -100% |
| Other Assets | 8 391 303 | 9 689 252 | 5 279 355 | 6 459 501 | -1 180 146.42 | -18% |
| Total Operating Expenditure | 332 161 738 | 541 974 330 | 194 028 792 | 361 316 220 | -167 287 428 | -422% |

No expenditure on RRAMS, Indonsa and TSCUCM COGTA Boreholes to date.

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 | APPROVED BUDGET | ADJUSTED BUDGET | YTD ACTUAL | YTD BUDGET | YTD VARIANCE | YTD VARIANCE % |
|---|--------------------|--------------------|--------------------|--------------------|---------------------|-------------------|
| Municipal Infrastructure Grant (MIG) | 259 530 000 | 259 530 000 | 150 834 191 | 173 020 000 | -22 185 809 | -13% |
| Regional Bulk Infrastructure (RBIG) | 15 247 000 | 250 247 000 | 15 464 097 | 166 831 333 | -151 367 236 | -91% |
| Water services infrastructure Grant (WSIG) | 95 000 000 | 95 000 000 | 47 405 978 | 63 333 333 | -15 927 356 | -25% |
| Rural Roads Asset Managemnt Systems Grant | 2 529 000 | 2 504 000 | - | 1 669 333 | -1 669 333 | -100% |
| Kwamajomela Manufacturing Centre Grant | 1 641 817 | 1 641 817 | 1 550 516 | 1 094 545 | 455 971 | 42% |
| Indonsa Grant | 30 000 | 30 000 | - | 20 000 | -20 000 | -100% |
| TSUCM COGTA Boreholes | - | 3 000 000 | - | 2 000 000 | -2 000 000 | -100% |
| Total Capital Grant Expenditure | 373 977 817 | 611 952 817 | 215 254 781 | 407 968 545 | -192 713 764 | -287% |

Overall capital grant expenditure is sitting at **35%** of the approved adjusted capital budget, **MIG** is sitting at **58%**, **RBIG** at **6%**, **WSIG** at **50%**, **RAMS** at **0%**, **KwaMajomela Manufacturing Centre** at **94%** and **Indonsa Art Centre** at **0%** and **COGTA Boreholes Intervention** is **0%**.

Capital budget summary

DC26 Zululand - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M09 March

| Vote Description | Ref | 2021/22 | Budget Year 2022/23 | | | | | | | Full Year Forecast |
|--|-----|-----------------|---------------------|-----------------|----------------|---------------|---------------|--------------|----------------|--------------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | |
| 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 | | 6 594 | - | - | - | - | - | - | - | - |
| Vote 02 - Corporate Services | | 3 746 | 3 261 | 3 345 | - | 126 | 2 494 | (2 368) | -95% | 3 345 |
| Vote 03 - Finance | | 2 918 | 478 | 478 | - | 20 | 359 | (339) | -94% | 478 |
| Vote 04 - Community Development | | 7 451 | 26 | 3 002 | - | 2 551 | 1 835 | 716 | 39% | 3 002 |
| Vote 05 - Planning & Wsa | | 464 144 | 327 657 | 534 589 | 27 728 | 191 039 | 328 623 | (137 585) | -42% | 534 589 |
| Vote 06 - Technical Services | | - | - | - | - | - | - | - | - | - |
| Vote 07 - Water Purification | | - | 348 | 548 | - | 293 | 386 | (93) | -24% | 548 |
| Vote 08 - Water Distribution | | - | 391 | 191 | - | - | 168 | (168) | -100% | 191 |
| Vote 09 - Waste Water | | - | - | - | - | - | - | - | - | - |
| Vote 10 - . | | - | - | - | - | - | - | - | - | - |
| Vote 11 - . | | - | - | - | - | - | - | - | - | - |
| Vote 12 - . | | - | - | - | - | - | - | - | - | - |
| Vote 13 - . | | - | - | - | - | - | - | - | - | - |
| Vote 14 - * | | - | - | - | - | - | - | - | - | - |
| Vote 15 - Other | | - | - | - | - | - | - | - | - | - |
| Total Capital single-year expenditure | 4 | 484 853 | 332 162 | 542 153 | 27 728 | 194 029 | 333 866 | (139 837) | -42% | 542 153 |
| Total Capital Expenditure | | 484 853 | 332 162 | 542 153 | 27 728 | 194 029 | 333 866 | (139 837) | -42% | 542 153 |
| Capital Expenditure - Functional Classification | | | | | | | | | | |
| Governance and administration | | 13 258 | 3 652 | 3 736 | - | 146 | 2 788 | (2 641) | -95% | 3 736 |
| Executive and council | | 6 594 | - | - | - | - | - | - | - | - |
| Finance and administration | | 6 664 | 3 652 | 3 736 | - | 146 | 2 788 | (2 641) | -95% | 3 736 |
| Internal audit | | - | - | - | - | - | - | - | - | - |
| Community and public safety | | 485 | 70 | 1 273 | - | 1 203 | 830 | 373 | 45% | 1 273 |
| Community and social services | | 485 | 70 | 1 273 | - | 1 203 | 830 | 373 | 45% | 1 273 |
| Sport and recreation | | - | - | - | - | - | - | - | - | - |
| Public safety | | - | - | - | - | - | - | - | - | - |
| Housing | | - | - | - | - | - | - | - | - | - |
| Health | | - | - | - | - | - | - | - | - | - |
| Economic and environmental services | | 6 965 | 6 112 | 7 860 | - | 4 986 | 5 605 | (620) | -11% | 7 860 |
| Planning and development | | 6 965 | 6 112 | 7 860 | - | 4 986 | 5 605 | (620) | -11% | 7 860 |
| Road transport | | - | - | - | - | - | - | - | - | - |
| Environmental protection | | - | - | - | - | - | - | - | - | - |
| Trading services | | 464 144 | 322 284 | 529 241 | 27 728 | 187 694 | 324 610 | (136 916) | -42% | 529 241 |
| Energy sources | | - | - | - | - | - | - | - | - | - |
| Water management | | 464 144 | 322 284 | 529 241 | 27 728 | 187 694 | 324 610 | (136 916) | -42% | 529 241 |
| Waste water management | | - | - | - | - | - | - | - | - | - |
| Waste management | | - | - | - | - | - | - | - | - | - |
| Other | | - | 43 | 43 | - | - | 33 | (33) | -100% | 43 |
| Total Capital Expenditure - Functional Classification | 3 | 484 853 | 332 162 | 542 153 | 27 728 | 194 029 | 333 866 | (139 837) | -42% | 542 153 |
| Funded by: | | | | | | | | | | |
| National Government | | 464 144 | 323 744 | 528 067 | 27 728 | 187 401 | 324 645 | (137 244) | -42% | 528 067 |
| Provincial Government | | 7 451 | 26 | 4 036 | - | 1 348 | 1 997 | (649) | -32% | 4 036 |
| 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 | | 471 595 | 323 770 | 532 104 | 27 728 | 188 749 | 326 643 | (137 893) | -42% | 532 104 |
| Borrowing | 6 | - | - | - | - | - | - | - | - | - |
| Internally generated funds | | 13 258 | 8 391 | 10 049 | - | 5 279 | 7 223 | (1 944) | -27% | 10 049 |
| Total Capital Funding | | 484 853 | 332 162 | 542 153 | 27 728 | 194 029 | 333 866 | (139 837) | -42% | 542 153 |

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 **2022/2023** 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 - M09 March

| 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 | – | – | – | – | – | – | – | – | – |
| Service charges | 50 999 | 80 500 | 56 253 | 4 131 | 42 910 | 50 676 | (7 766) | -15% | 56 253 |
| Investment revenue | 3 705 | 6 000 | 3 000 | 57 | 2 479 | 3 300 | (821) | -25% | 3 000 |
| Transfers and subsidies | 537 979 | 601 306 | 645 690 | 201 893 | 635 038 | 468 733 | 166 305 | 35% | 645 690 |
| Other own revenue | 1 817 | 1 129 | 1 968 | 220 | 1 620 | 1 182 | 438 | 37% | 1 968 |
| Total Revenue (excluding capital transfers and contributions) | 594 501 | 688 935 | 706 911 | 206 300 | 682 047 | 523 891 | 158 155 | 30% | 706 911 |
| Employee costs | 263 669 | 268 152 | 270 152 | 22 436 | 205 263 | 201 915 | 3 348 | 2% | 270 152 |
| Remuneration of Councillors | 8 616 | 8 771 | 9 021 | 734 | 7 025 | 6 678 | 347 | 5% | 9 021 |
| Depreciation & asset impairment | 101 119 | 80 000 | 80 000 | 13 570 | 71 994 | 60 000 | 11 994 | 20% | 80 000 |
| Finance charges | 399 | – | 88 | 17 | 121 | 55 | 66 | 121% | 88 |
| Inventory consumed and bulk purchases | 22 023 | 33 320 | 31 755 | (6 941) | 3 101 | 22 994 | (19 893) | -87% | 31 755 |
| Transfers and subsidies | 11 295 | 3 070 | 4 827 | 283 | 3 555 | 2 875 | 679 | 24% | 4 827 |
| Other expenditure | 471 522 | 232 848 | 299 320 | 39 496 | 289 618 | 206 431 | 83 187 | 40% | 299 320 |
| Total Expenditure | 878 643 | 626 161 | 695 163 | 69 594 | 580 676 | 500 949 | 79 728 | 16% | 695 163 |
| Surplus/(Deficit) | (284 143) | 62 774 | 11 748 | 136 706 | 101 370 | 22 943 | 78 428 | 342% | 11 748 |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial and District) | 611 248 | 372 306 | 611 948 | 30 744 | 215 220 | 375 086 | ### ### " | -43% | 611 948 |
| 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) | 24 307 | – | – | – | – | – | – | – | – |
| Surplus/(Deficit) after capital transfers & contributions | 351 412 | 435 080 | 623 696 | 167 450 | 316 590 | 398 029 | (81 439) | -20% | 623 696 |
| Share of surplus/ (deficit) of associate | – | – | – | – | – | – | – | – | – |
| Surplus/ (Deficit) for the year | 351 412 | 435 080 | 623 696 | 167 450 | 316 590 | 398 029 | (81 439) | -20% | 623 696 |
| Capital expenditure & funds sources | | | | | | | | | |
| Capital expenditure | 484 853 | 332 162 | 542 153 | 27 728 | 194 029 | 333 866 | (139 837) | -42% | 542 153 |
| Capital transfers recognised | 471 595 | 323 770 | 532 104 | 27 728 | 188 749 | 326 643 | (137 893) | -42% | 532 104 |
| Borrowing | – | – | – | – | – | – | – | – | – |
| Internally generated funds | 13 258 | 8 391 | 10 049 | – | 5 279 | 7 223 | (1 944) | -27% | 10 049 |
| Total sources of capital funds | 484 853 | 332 162 | 542 153 | 27 728 | 194 029 | 333 866 | (139 837) | -42% | 542 153 |
| Financial position | | | | | | | | | |
| Total current assets | 137 483 | 338 914 | 293 376 | | 489 694 | | | | 293 376 |
| Total non current assets | 4 601 310 | 4 188 965 | 5 389 136 | | 4 723 347 | | | | 5 389 136 |
| Total current liabilities | 355 836 | 224 332 | 348 056 | | 540 259 | | | | 348 056 |
| Total non current liabilities | 42 112 | 33 904 | 43 932 | | 41 810 | | | | 43 932 |
| Community wealth/Equity | 4 378 271 | 3 834 563 | 4 666 623 | | 4 632 610 | | | | 4 666 623 |
| Cash flows | | | | | | | | | |
| Net cash from (used) operating | 466 705 | 549 645 | 776 939 | 703 145 | 1 127 717 | 582 705 | (545 012) | -94% | 776 939 |
| Net cash from (used) investing | (484 853) | (332 162) | (541 793) | (27 728) | (194 029) | (406 345) | (212 316) | 52% | (541 793) |
| Net cash from (used) financing | – | – | (902) | (254) | (863) | (676) | 187 | -28% | (902) |
| Cash/cash equivalents at the month/year end | 1 910 | 290 159 | 254 713 | – | 953 293 | 196 152 | (757 141) | -386% | 254 713 |
| 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 | 5 736 | 5 409 | 4 349 | 2 935 | 3 921 | 3 346 | 17 120 | 156 667 | 199 482 |
| Creditors Age Analysis | | | | | | | | | |
| Total Creditors | 2 660 | – | – | – | – | – | – | – | 2 660 |

DC26 Zululand - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M09 March

| 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 | | | | | | | | | | |
| Governance and administration | | 530 987 | 594 535 | 636 370 | 202 131 | 629 380 | 462 635 | 166 744 | 36% | 636 370 |
| Executive and council | | - | - | - | - | - | - | - | - | - |
| Finance and administration | 530 987 | 594 535 | 594 535 | 636 370 | 202 131 | 629 380 | 462 635 | 166 744 | 36% | 636 370 |
| Internal audit | | - | - | - | - | - | - | - | - | - |
| Community and public safety | | 2 011 | 2 011 | 2 299 | 2 | 1 074 | 1 623 | (550) | -34% | 2 299 |
| Community and social services | 2 011 | 1 911 | 1 911 | 2 243 | - | 1 034 | 1 566 | (532) | -34% | 2 243 |
| Sport and recreation | | - | - | - | - | - | - | - | - | - |
| Public safety | | - | - | - | - | - | - | - | - | - |
| Housing | | - | - | - | - | - | - | - | - | - |
| Health | | - | 100 | 56 | 2 | 40 | 57 | (18) | -31% | 56 |
| Economic and environmental services | | 9 606 | 5 316 | 6 958 | 3 | 1 516 | 4 644 | (3 128) | -67% | 6 958 |
| Planning and development | 9 606 | 5 316 | 5 316 | 6 958 | 3 | 1 516 | 4 644 | (3 128) | -67% | 6 958 |
| Road transport | | - | - | - | - | - | - | - | - | - |
| Environmental protection | | - | - | - | - | - | - | - | - | - |
| Trading services | | 686 941 | 458 879 | 672 805 | 34 904 | 265 342 | 429 730 | (164 387) | -38% | 672 805 |
| Energy sources | | - | - | - | - | - | - | - | - | - |
| Water management | 674 336 | 446 379 | 446 379 | 657 441 | 33 706 | 253 822 | 419 209 | (165 387) | -39% | 657 441 |
| Waste water management | 12 605 | 12 500 | 12 500 | 15 364 | 1 198 | 11 520 | 10 520 | 1 000 | 10% | 15 364 |
| Waste management | | - | - | - | - | - | - | - | - | - |
| Other | 4 | 511 | 500 | 500 | 6 | 6 | 375 | (369) | -98% | 500 |
| Total Revenue - Functional | 2 | 1 230 055 | 1 061 241 | 1 318 931 | 237 046 | 897 318 | 899 007 | (1 689) | 0% | 1 318 931 |
| Expenditure - Functional | | | | | | | | | | |
| Governance and administration | | 255 470 | 225 404 | 281 292 | 18 237 | 224 974 | 195 391 | 29 583 | 15% | 281 292 |
| Executive and council | | 61 104 | 47 846 | 53 462 | 2 807 | 47 150 | 39 551 | 7 599 | 19% | 53 462 |
| Finance and administration | 194 366 | 177 558 | 177 558 | 227 830 | 15 430 | 177 824 | 155 841 | 21 984 | 14% | 227 830 |
| Internal audit | | - | - | - | - | - | - | - | - | - |
| Community and public safety | | 24 796 | 25 580 | 26 819 | 1 728 | 19 617 | 19 928 | (311) | -2% | 26 819 |
| Community and social services | 13 211 | 13 202 | 13 202 | 14 442 | 799 | 10 260 | 10 645 | (385) | -4% | 14 442 |
| Sport and recreation | | - | - | - | - | - | - | - | - | - |
| Public safety | | - | - | - | - | - | - | - | - | - |
| Housing | | - | - | - | - | - | - | - | - | - |
| Health | 11 586 | 12 378 | 12 378 | 12 378 | 929 | 9 357 | 9 283 | 74 | 1% | 12 378 |
| Economic and environmental services | | 24 502 | 23 962 | 24 656 | 1 634 | 14 146 | 18 295 | (4 149) | -23% | 24 656 |
| Planning and development | 24 502 | 23 962 | 23 962 | 24 656 | 1 634 | 14 146 | 18 295 | (4 149) | -23% | 24 656 |
| Road transport | | - | - | - | - | - | - | - | - | - |
| Environmental protection | | - | - | - | - | - | - | - | - | - |
| Trading services | | 566 315 | 337 266 | 349 467 | 47 126 | 315 226 | 257 444 | 57 782 | 22% | 349 467 |
| Energy sources | | - | - | - | - | - | - | - | - | - |
| Water management | 558 489 | 332 231 | 332 231 | 344 335 | 46 644 | 310 745 | 253 629 | 57 116 | 23% | 344 335 |
| Waste water management | 7 826 | 5 035 | 5 035 | 5 133 | 482 | 4 481 | 3 815 | 665 | 17% | 5 133 |
| Waste management | | - | - | - | - | - | - | - | - | - |
| Other | | 7 882 | 13 948 | 12 928 | 869 | 6 713 | 9 890 | (3 177) | -32% | 12 928 |
| Total Expenditure - Functional | 3 | 878 966 | 626 161 | 695 163 | 69 594 | 580 676 | 500 949 | 79 728 | 16% | 695 163 |
| Surplus/ (Deficit) for the year | | 351 089 | 435 080 | 623 769 | 167 452 | 316 641 | 398 058 | (81 417) | -20% | 623 769 |

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 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) - M09 March

| Vote Description | Ref | Budget Year 2022/23 | | | | | | | | |
|--|-----|-------------------------------|--------------------|--------------------|-------------------|----------------|------------------|-----------------|----------------------|-----------------------|
| | | 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 Vote | 1 | | | | | | | | | |
| Vote 01 - Council | | - | - | - | - | - | - | - | - | - |
| Vote 02 - Corporate Services | | 448 | 850 | 45 034 | 39 359 | 39 765 | 18 311 | 21 454 | 117.2% | 45 034 |
| Vote 03 - Finance | | 530 539 | 594 185 | 591 836 | 162 779 | 589 621 | 444 699 | 144 922 | 32.6% | 591 836 |
| Vote 04 - Community Development | | 10 481 | 2 011 | 3 941 | 2 | 2 572 | 2 280 | 292 | 12.8% | 3 941 |
| Vote 05 - Planning & Wsa | | 603 289 | 383 610 | 621 610 | 30 744 | 222 238 | 382 907 | (160 669) | -42.0% | 621 610 |
| Vote 06 - Technical Services | | 9 612 | - | - | - | - | - | - | - | - |
| Vote 07 - Water Purification | | - | - | - | - | - | - | - | - | - |
| Vote 08 - Water Distribution | | 63 082 | 68 085 | 41 147 | 2 965 | 31 601 | 40 289 | (8 688) | -21.6% | 41 147 |
| Vote 09 - Waste Water | | 12 605 | 12 500 | 15 364 | 1 198 | 11 520 | 10 520 | 1 000 | 9.5% | 15 364 |
| Vote 10 - . | | - | - | - | - | - | - | - | - | - |
| Vote 11 - . | | - | - | - | - | - | - | - | - | - |
| Vote 12 - , | | - | - | - | - | - | - | - | - | - |
| Vote 13 - , | | - | - | - | - | - | - | - | - | - |
| Vote 14 - * | | - | - | - | - | - | - | - | - | - |
| Vote 15 - Other | | - | - | - | - | - | - | - | - | - |
| Total Revenue by Vote | 2 | 1 230 055 | 1 061 241 | 1 318 931 | 237 046 | 897 318 | 899 007 | (1 689) | -0.2% | 1 318 931 |
| Expenditure by Vote | 1 | | | | | | | | | |
| Vote 01 - Council | | 61 104 | 47 846 | 53 462 | 2 807 | 47 150 | 39 551 | 7 599 | 19.2% | 53 462 |
| Vote 02 - Corporate Services | | 124 394 | 98 375 | 143 909 | 10 782 | 126 799 | 94 521 | 32 278 | 34.1% | 143 909 |
| Vote 03 - Finance | | 70 809 | 79 473 | 85 413 | 4 772 | 44 260 | 62 132 | (17 871) | -28.8% | 85 413 |
| Vote 04 - Community Development | | 43 410 | 49 413 | 49 612 | 3 477 | 40 789 | 37 077 | 3 712 | 10.0% | 49 612 |
| Vote 05 - Planning & Wsa | | 62 982 | 23 285 | 22 799 | 1 528 | 14 502 | 17 348 | (2 845) | -16.4% | 22 799 |
| Vote 06 - Technical Services | | 29 532 | 5 992 | 6 126 | 636 | 6 374 | 4 577 | 1 797 | 39.3% | 6 126 |
| Vote 07 - Water Purification | | 48 620 | 36 762 | 37 479 | 4 169 | 38 867 | 27 858 | 11 009 | 39.5% | 37 479 |
| Vote 08 - Water Distribution | | 430 289 | 279 979 | 291 232 | 40 942 | 257 453 | 214 069 | 43 383 | 20.3% | 291 232 |
| Vote 09 - Waste Water | | 7 826 | 5 035 | 5 133 | 482 | 4 481 | 3 815 | 665 | 17.4% | 5 133 |
| Vote 10 - . | | - | - | - | - | - | - | - | - | - |
| Vote 11 - . | | - | - | - | - | - | - | - | - | - |
| Vote 12 - , | | - | - | - | - | - | - | - | - | - |
| Vote 13 - , | | - | - | - | - | - | - | - | - | - |
| Vote 14 - * | | - | - | - | - | - | - | - | - | - |
| Vote 15 - Other | | - | - | - | - | - | - | - | - | - |
| Total Expenditure by Vote | 2 | 878 966 | 626 161 | 695 163 | 69 594 | 580 676 | 500 949 | 79 728 | 15.9% | 695 163 |
| Surplus/ (Deficit) for the year | 2 | 351 089 | 435 080 | 623 769 | 167 452 | 316 641 | 398 058 | (81 417) | -20.5% | 623 769 |

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) - M09 March

| Description | Ref | Budget Year 2022/23 | | | | | | | | |
|---|-----|-------------------------------|--------------------|--------------------|-------------------|------------------|------------------|-----------------|----------------------|-----------------------|
| | | 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 | | 38 486 | 68 000 | 40 947 | 2 939 | 31 434 | 40 179 | (8 744) | -22% | 40 947 |
| Service charges - sanitation revenue | | 12 513 | 12 500 | 15 306 | 1 192 | 11 476 | 10 497 | 978 | 9% | 15 306 |
| Service charges - refuse revenue | | | | | | | | - | | |
| Rental of facilities and equipment | | 195 | 183 | 209 | 17 | 157 | 148 | 9 | 6% | 209 |
| Interest earned - external investments | | 3 705 | 6 000 | 3 000 | 57 | 2 479 | 3 300 | (821) | -25% | 3 000 |
| Interest earned - outstanding debtors | | 288 | 85 | 200 | 26 | 166 | 110 | 57 | 52% | 200 |
| Dividends received | | | | | | | | - | | |
| Fines, penalties and forfeits | | 209 | 150 | 58 | 23 | 67 | 76 | (9) | -12% | 58 |
| Licences and permits | | | | | | | | - | | |
| Agency services | | | | | | | | - | | |
| Transfers and subsidies | | 537 979 | 601 306 | 645 690 | 201 893 | 635 038 | 468 733 | 166 305 | 35% | 645 690 |
| Other revenue | | 1 085 | 711 | 1 501 | 153 | 1 230 | 849 | 381 | 45% | 1 501 |
| Gains | | 40 | - | - | - | - | - | - | | - |
| Total Revenue (excluding capital transfers and contributions) | | 594 501 | 688 935 | 706 911 | 206 300 | 682 047 | 523 891 | 158 155 | 30% | 706 911 |
| Expenditure By Type | | | | | | | | | | |
| Employee related costs | | 263 669 | 268 152 | 270 152 | 22 436 | 205 263 | 201 915 | 3 348 | 2% | 270 152 |
| Remuneration of councillors | | 8 616 | 8 771 | 9 021 | 734 | 7 025 | 6 678 | 347 | 5% | 9 021 |
| Debt impairment | | 19 677 | 14 000 | 14 000 | - | - | 10 500 | (10 500) | -100% | 14 000 |
| Depreciation & asset impairment | | 101 119 | 80 000 | 80 000 | 13 570 | 71 994 | 60 000 | 11 994 | 20% | 80 000 |
| Finance charges | | 399 | - | 88 | 17 | 121 | 55 | 66 | 121% | 88 |
| Bulk purchases - electricity | | - | - | - | - | - | - | - | | - |
| Inventory consumed | | 22 023 | 33 320 | 31 755 | (6 941) | 3 101 | 22 994 | (19 893) | -87% | 31 755 |
| Contracted services | | 318 040 | 106 388 | 170 317 | 29 209 | 174 520 | 112 478 | 62 042 | 55% | 170 317 |
| Transfers and subsidies | | 11 295 | 3 070 | 4 827 | 283 | 3 555 | 2 875 | 679 | 24% | 4 827 |
| Other expenditure | | 131 178 | 112 460 | 115 003 | 10 287 | 115 098 | 83 453 | 31 645 | 38% | 115 003 |
| Losses | | 2 627 | - | - | - | - | - | - | | - |
| Total Expenditure | | 878 643 | 626 161 | 695 163 | 69 594 | 580 676 | 500 949 | 79 728 | 16% | 695 163 |
| Surplus/(Deficit) | | (284 143) | 62 774 | 11 748 | 136 706 | 101 370 | 22 943 | 78 428 | 0 | 11 748 |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial and District) | | 611 248 | 372 306 | 611 948 | 30 744 | 215 220 | 375 086 | (159 866) | (0) | 611 948 |
| 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) | | 24 307 | - | - | - | - | - | - | | - |
| Surplus/(Deficit) after capital transfers & contributions | | 351 412 | 435 080 | 623 696 | 167 450 | 316 590 | 398 029 | | | 623 696 |
| Taxation | | | | | | | | - | | |
| Surplus/(Deficit) after taxation | | 351 412 | 435 080 | 623 696 | 167 450 | 316 590 | 398 029 | | | 623 696 |
| Attributable to minorities | | | | | | | | | | |
| Surplus/(Deficit) attributable to municipality | | 351 412 | 435 080 | 623 696 | 167 450 | 316 590 | 398 029 | | | 623 696 |
| Share of surplus/ (deficit) of associate | | | | | | | | | | |
| Surplus/ (Deficit) for the year | | 351 412 | 435 080 | 623 696 | 167 450 | 316 590 | 398 029 | | | 623 696 |

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) - M09 March

| 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 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 | | 6 594 | - | - | - | - | - | - | - | - |
| Vote 02 - Corporate Services | | 3 746 | 3 261 | 3 345 | - | 126 | 2 494 | (2 368) | -95% | 3 345 |
| Vote 03 - Finance | | 2 918 | 478 | 478 | - | 20 | 359 | (339) | -94% | 478 |
| Vote 04 - Community Development | | 7 451 | 26 | 3 002 | - | 2 551 | 1 835 | 716 | 39% | 3 002 |
| Vote 05 - Planning & Wsa | | 464 144 | 327 657 | 534 589 | 27 728 | 191 039 | 328 623 | (137 585) | -42% | 534 589 |
| Vote 06 - Technical Services | | - | - | - | - | - | - | - | - | - |
| Vote 07 - Water Purification | | - | 348 | 548 | - | 293 | 386 | (93) | -24% | 548 |
| Vote 08 - Water Distribution | | - | 391 | 191 | - | - | 168 | (168) | -100% | 191 |
| Vote 09 - Waste Water | | - | - | - | - | - | - | - | - | - |
| Vote 10 - . | | - | - | - | - | - | - | - | - | - |
| Vote 11 - . | | - | - | - | - | - | - | - | - | - |
| Vote 12 - . | | - | - | - | - | - | - | - | - | - |
| Vote 13 - . | | - | - | - | - | - | - | - | - | - |
| Vote 14 - * | | - | - | - | - | - | - | - | - | - |
| Vote 15 - Other | | - | - | - | - | - | - | - | - | - |
| Total Capital single-year expenditure | 4 | 484 853 | 332 162 | 542 153 | 27 728 | 194 029 | 333 866 | (139 837) | -42% | 542 153 |
| Total Capital Expenditure | | 484 853 | 332 162 | 542 153 | 27 728 | 194 029 | 333 866 | (139 837) | -42% | 542 153 |
| Capital Expenditure - Functional Classification | | | | | | | | | | |
| Governance and administration | | 13 258 | 3 652 | 3 736 | - | 146 | 2 788 | (2 641) | -95% | 3 736 |
| Executive and council | | 6 594 | - | - | - | - | - | - | - | - |
| Finance and administration | | 6 664 | 3 652 | 3 736 | - | 146 | 2 788 | (2 641) | -95% | 3 736 |
| Internal audit | | - | - | - | - | - | - | - | - | - |
| Community and public safety | | 485 | 70 | 1 273 | - | 1 203 | 830 | 373 | 45% | 1 273 |
| Community and social services | | 485 | 70 | 1 273 | - | 1 203 | 830 | 373 | 45% | 1 273 |
| Sport and recreation | | - | - | - | - | - | - | - | - | - |
| Public safety | | - | - | - | - | - | - | - | - | - |
| Housing | | - | - | - | - | - | - | - | - | - |
| Health | | - | - | - | - | - | - | - | - | - |
| Economic and environmental services | | 6 965 | 6 112 | 7 860 | - | 4 986 | 5 605 | (620) | -11% | 7 860 |
| Planning and development | | 6 965 | 6 112 | 7 860 | - | 4 986 | 5 605 | (620) | -11% | 7 860 |
| Road transport | | - | - | - | - | - | - | - | - | - |
| Environmental protection | | - | - | - | - | - | - | - | - | - |
| Trading services | | 464 144 | 322 284 | 529 241 | 27 728 | 187 694 | 324 610 | (136 916) | -42% | 529 241 |
| Energy sources | | - | - | - | - | - | - | - | - | - |
| Water management | | 464 144 | 322 284 | 529 241 | 27 728 | 187 694 | 324 610 | (136 916) | -42% | 529 241 |
| Waste water management | | - | - | - | - | - | - | - | - | - |
| Waste management | | - | - | - | - | - | - | - | - | - |
| Other | | - | 43 | 43 | - | - | 33 | (33) | -100% | 43 |
| Total Capital Expenditure - Functional Classification | 3 | 484 853 | 332 162 | 542 153 | 27 728 | 194 029 | 333 866 | (139 837) | -42% | 542 153 |
| Funded by: | | | | | | | | | | |
| National Government | | 464 144 | 323 744 | 528 067 | 27 728 | 187 401 | 324 645 | (137 244) | -42% | 528 067 |
| Provincial Government | | 7 451 | 26 | 4 036 | - | 1 348 | 1 997 | (649) | -32% | 4 036 |
| 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 | | 471 595 | 323 770 | 532 104 | 27 728 | 188 749 | 326 643 | (137 893) | -42% | 532 104 |
| Borrowing | 6 | - | - | - | - | - | - | - | - | - |
| Internally generated funds | | 13 258 | 8 391 | 10 049 | - | 5 279 | 7 223 | (1 944) | -27% | 10 049 |
| Total Capital Funding | | 484 853 | 332 162 | 542 153 | 27 728 | 194 029 | 333 866 | (139 837) | -42% | 542 153 |

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 - M09 March

| Description | Ref | Budget Year 2022/23 | | | | |
|--|-----|-------------------------------|--------------------|--------------------|------------------|-----------------------|
| | | 2021/22 Audited Outcome | Original Budget | Adjusted Budget | YearTD actual | Full Year Forecast |
| R thousands | 1 | | | | | |
| ASSETS | | | | | | |
| Current assets | | | | | | |
| Cash | | 500 468 | 240 335 | 173 174 | 38 249 | 173 174 |
| Call investment deposits | | (480 000) | – | – | 334 530 | – |
| Consumer debtors | | 32 918 | 67 333 | 39 816 | 55 825 | 39 816 |
| Other debtors | | 81 540 | 28 773 | 77 829 | 54 800 | 77 829 |
| Current portion of long-term receivables | | – | – | – | – | – |
| Inventory | | 2 556 | 2 473 | 2 556 | 6 291 | 2 556 |
| Total current assets | | 137 483 | 338 914 | 293 376 | 489 694 | 293 376 |
| Non current assets | | | | | | |
| Long-term receivables | | – | – | – | – | – |
| Investments | | | | | | |
| Investment property | | | | | | |
| Investments in Associate | | | | | | |
| Property, plant and equipment | | 4 593 488 | 4 188 952 | 5 389 141 | 4 715 535 | 5 389 141 |
| Biological | | | | | | |
| Intangible | | 15 | 13 | (5) | 5 | (5) |
| Other non-current assets | | 7 807 | – | – | 7 807 | – |
| Total non current assets | | 4 601 310 | 4 188 965 | 5 389 136 | 4 723 347 | 5 389 136 |
| TOTAL ASSETS | | 4 738 792 | 4 527 879 | 5 682 512 | 5 213 041 | 5 682 512 |
| LIABILITIES | | | | | | |
| Current liabilities | | | | | | |
| Bank overdraft | | – | – | – | – | – |
| Borrowing | | 902 | – | – | 38 | – |
| Consumer deposits | | 3 621 | 3 633 | 3 621 | 3 620 | 3 621 |
| Trade and other payables | | 348 935 | 218 944 | 342 057 | 534 223 | 342 057 |
| Provisions | | 2 378 | 1 755 | 2 378 | 2 378 | 2 378 |
| Total current liabilities | | 355 836 | 224 332 | 348 056 | 540 259 | 348 056 |
| Non current liabilities | | | | | | |
| Borrowing | | 1 092 | – | 1 092 | 1 092 | 1 092 |
| Provisions | | 41 020 | 33 904 | 42 840 | 40 718 | 42 840 |
| Total non current liabilities | | 42 112 | 33 904 | 43 932 | 41 810 | 43 932 |
| TOTAL LIABILITIES | | 397 948 | 258 236 | 391 988 | 582 069 | 391 988 |
| NET ASSETS | 2 | 4 340 844 | 4 269 643 | 5 290 525 | 4 630 972 | 5 290 525 |
| COMMUNITY WEALTH/EQUITY | | | | | | |
| Accumulated Surplus/(Deficit) | | 4 378 271 | 3 834 563 | 4 666 623 | 4 632 610 | 4 666 623 |
| Reserves | | – | – | – | – | – |
| TOTAL COMMUNITY WEALTH/EQUITY | 2 | 4 378 271 | 3 834 563 | 4 666 623 | 4 632 610 | 4 666 623 |

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 March 2023 indicate bank balance of **R38.2 million**

Call Investments Deposits

Call investments as at 31 March 2023 is **R334.5 million** the amount of **R75 million** on the table is not accurate, corrections to be made in next reporting period.

Consumer debtors

Consumer debtors include debtors from water, sanitation services and rental of facilities, the balance for the reporting period is **R55.8 million**. Debtors age analysis as per section 2.1 debtors' analysis is **R199.4 million**. Consumer debtors amounts to **R194.4 million** and the balance of **R5.04 million** is for shared services casted in Other Debtors.

| | |
|-----------------------------|----------------------|
| Gross Consumer debtors | R194.4 million |
| Less Impairment | (R138.6 million) |
| Net Consumer Debtors | R55.8 million |

Classification of Consumer Debtors per Service type

| | |
|--------------------------|----------------------|
| Water Debtors | R45.8 million |
| Sanitation Debtors | R9.8 million |
| Property Rentals Debtors | R79.7 thousand |
| Other Consumer debtors | R26.3 thousand |
| Total | R55.8 million |

➤ **Water Debtors**

Net Water debtors after considering provision for bad debts amount to **R44.8 million**. Water debtors are amounts owed by consumers for water services billed.

| | |
|--------------------------|----------------------|
| Gross Water Debtors | R150.7 million |
| Less Impairment | (105.9 million) |
| Net Water Debtors | R44.8 million |

➤ **Sanitation Debtors**

Net Sanitation debtors after considering provision for bad debts amount to **R9.8 million**. Sanitation debtors are amounts owed by consumers for sewer services billed.

| | |
|--------------------------|-----------------|
| Gross Sanitation Debtors | R42.5 million |
| Less Impairment | (R32.7 million) |

Net Sanitation Debtors**R9.8 million**➤ **Property Rentals Debtors**

These are debtors accumulated from property rentals amounts to **R79.7 thousand**

| | |
|---------------------|----------------|
| Property Rental | R79.7 thousand |
| Less Impairment | (R0 thousand) |
| Net Property rental | R79.7 thousand |

➤ **Other Consumer debtors**

Other consumer debtors' amount to **R26.3 thousand**, these are sundry debtors.

| | |
|--------------------------|-----------------------|
| Gross Other Debtors | R38.3 thousand |
| Less Impairment | (R11.9 thousand) |
| Net Other Debtors | R26.3 thousand |

Classification of Consumer Debtors per Customer group

| | |
|---|-----------------------|
| Households | R166 million |
| Commercial/Businesses | R20.9 million |
| Organs of State (excl shared services of R5 mill) | R7.8 million |
| Total | R194.4 million |

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

| | |
|------------------------------|--------------------|
| Gross Households debtors | R165.6 million |
| Less Impairment | (R138.6 million) |
| Net Household debtors | R27 million |

Other debtors

Other debtors are debtors that arise from non-exchange transactions, the balance for the reporting period is **R54.5 million**.

| | |
|--|----------------------|
| VAT Receivable | R28.02 million |
| Deposits Made | R16.7 million |
| Refunds & under/over banking | R7.1 million |
| Overpayments/Accrued Income/UIFW Expenditure | R2.2 million |
| Prepaid Expenses | R564 thousand |
| Insurance claims | R15.1 thousand |
| Salary advance | R68 thousand |
| Total | R54.5 million |

➤ **VAT Receivable**

VAT Receivable amount to **R28.02 million**, this is the amount raised when input VAT is recognized less output VAT collected as per VAT reconciliation.

➤ **Deposits Made**

Deposits made amount to **R16.7 million**, this amount include Eskom deposits, Federal Air Deposits and Stowell Deposits.

| | |
|----------------------------|---------------|
| Eskom Deposits | R16.3 million |
| Stowell Deposit | R200 thousand |
| Vryheid office | R2 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 Stowell Deposit is the amount paid as a security deposit when Stowell was first contracted, and the deposit for office space rented in Vryheid.

Andrew Miller & Associates is the amount paid as a security deposit when they were first contracted.

➤ **Refunds & under/over banking**

Refunds & under/over banking amount to **R7.1 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 | R5.07 million |
| Under/over banking | R2.04 million |

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 unidentified debit orders pending their finalization.

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

Overpayments/Accrued Income/UIFW Expenditure amount to **R2.3 million**, these are payments made by the Municipality to be recovered and income expected to be received by the Municipality.

| | |
|--------------|-----------------|
| Overpayments | R906.9 thousand |
|--------------|-----------------|

| | |
|---------------------------------------|-----------------|
| Fruitless Expenditure to be recovered | R1.33 million. |
| Accrued Income – Asset Disposal | 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), human resources (R116.8 thousand), Water purification – Ulundi (R4.7 thousand) and 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 of R36.9 thousand to be received from the actioner of assets disposed by the Municipality.

➤ **Prepaid Expense**

Prepaid Expense amounts to **R564 thousand**. Prepaid expense is made up of prepaid electricity.

➤ **Insurance Claims**

Insurance Claims amounts to **R15.2 thousand**. This amount consists of an outstanding claim.

➤ **Salary advance**

Salary advances amounts to **R68 thousand**. This amount consists of advanced employee costs.

Inventory

The current level of inventory is **R6.2 million**. Inventories 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 **R4.8 billion**.

| | |
|------------------------|---------------------|
| Opening balance | R4.5 billion |
| Additions | R194 million |
| Depreciation | (R71.9 million) |
| Closing Balance | R4.7 billion |

Intangible

Intangible assets include software licenses owned by the Municipality; the current balance of intangible assets is **R5 thousand**.

| | |
|-----------------|--------------------|
| Opening balance | R5 thousand |
| Additions | R 0 |
| Depreciation | (R0) |
| Closing Balance | R5 thousand |

Other non-current assets

Other non-current assets comprise of heritage assets of **R7.8 million**.

CURRENT LIABILITIES

Borrowings

This is the current portion of the finance lease agreement the Municipality entered into to procure laptops the current balance owed amount to **R38.3 thousand**.

| | |
|-----------------|------------------------|
| Opening balance | R901.7 thousand |
| Payment | (R863.4 thousand) |
| Closing Balance | R38.3 thousand |

Consumer deposits

Consumer deposits are deposit amounts of customers that have accounts with the municipality, the current balance is **R 3.6 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 **R534.2 million**.

| | |
|----------------------------------|-----------------------|
| Trade Creditors | R2.3 million |
| Unspent Conditional Grants | R402.8 million |
| Retention | R46.5 million |
| Sessions | R500 thousand |
| Department of Water & Sanitation | R21.7 million |
| Output VAT | R11.5 million |
| Leave accrued | R19.07 million |
| Bonus | R5.4 million |
| Employee related cost | R136.1 thousand |
| Advance Payments | R3.6 million |
| Salary Suspense Accounts | R261.05 thousand |
| Other Suspense account | R23.4 thousand |
| Water tankers | R15.1 million |
| Other trade creditors | R63.9 thousand |
| Zanamanzi | R5.3 million |
| Fleet Suspense | R364 thousand |
| Closing Balance | R534.2 million |

Current Provision

Current provisions amount to **R2.3 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) | R 405 thousand |
| Long service awards | R1.9 million |

NON-CURRENT LIABILITIES

Borrowings

This is the long-term portion of the finance lease agreement the Municipality entered into to procure laptops amounting to **R1 million**.

The municipality is in lease contract with Business Connections (BCX), the contract is for the laptops that the municipality will use for the agreed period and will be handed over to the Municipality at the end of the contract.

The municipality is paying monthly installments to service the lease agreement.

Non-current Provisions

Non-current Provisions amounts to **R40.7 million**, this provision is for post-retirement benefit (Medical aid) and Long Service award.

| | |
|---------------------------------------|---------------|
| Post Retirement benefit (Medical aid) | R27.1 million |
| Long Service award | R13.5 million |

Accumulated surplus

Accumulated surplus is the net worth of the Municipality, sitting at **R4.6 billion**

DC26 Zululand - Table C7 Monthly Budget Statement - Cash Flow - M09 March

| Description | Ref | Budget Year 2022/23 | | | | | | | | |
|--|-----|-------------------------------|--------------------|--------------------|-------------------|------------------|------------------|------------------|----------------------|-----------------------|
| | | 2021/22 Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
| R thousands | 1 | | | | | | | | | |
| CASH FLOW FROM OPERATING ACTIVITIES | | | | | | | | | | |
| Receipts | | | | | | | | | | |
| Property rates | | | | | | | | | | |
| Service charges | | 46 532 | 60 574 | 42 826 | 2 731 | 21 216 | 32 119 | (10 904) | -34% | 42 826 |
| Other revenue | | 1 070 817 | 80 905 | 125 227 | 394 069 | 1 024 314 | 93 920 | 930 394 | 991% | 125 227 |
| Transfers and Subsidies - Operational | | 536 834 | 601 306 | 645 690 | 163 299 | 641 141 | 484 267 | 156 874 | 32% | 645 690 |
| Transfers and Subsidies - Capital | | 636 186 | 372 306 | 610 306 | 319 530 | 609 547 | 457 730 | 151 817 | 33% | 610 306 |
| Interest | | 3 705 | 6 000 | 5 000 | 57 | 875 | 3 750 | (2 875) | -77% | 5 000 |
| Dividends | | | | | | | | | | |
| Payments | | | | | | | | | | |
| Suppliers and employees | | (1 827 370) | (571 446) | (652 109) | (176 541) | (1 169 376) | (489 082) | 680 294 | -139% | (652 109) |
| Finance charges | | | | | | | | | | |
| Transfers and Grants | | | | | | | | | | |
| NET CASH FROM/(USED) OPERATING ACTIVITIES | | 466 705 | 549 645 | 776 939 | 703 145 | 1 127 717 | 582 705 | (545 012) | -94% | 776 939 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | | | | | | | |
| Receipts | | | | | | | | | | |
| Proceeds on disposal of PPE | | | | | | | | | | |
| Decrease (increase) in non-current receivables | | | | | | | | | | |
| Decrease (increase) in non-current investments | | | | | | | | | | |
| Payments | | | | | | | | | | |
| Capital assets | | (484 853) | (332 162) | (541 793) | (27 728) | (194 029) | (406 345) | (212 316) | 52% | (541 793) |
| NET CASH FROM/(USED) INVESTING ACTIVITIES | | (484 853) | (332 162) | (541 793) | (27 728) | (194 029) | (406 345) | (212 316) | 52% | (541 793) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | | | | | | | | |
| Receipts | | | | | | | | | | |
| Short term loans | | | | | | | | | | |
| Borrowing long term/refinancing | | | | | | | | | | |
| Increase (decrease) in consumer deposits | | | | | | | | | | |
| Payments | | | | | | | | | | |
| Repayment of borrowing | | | | (902) | (254) | (863) | (676) | 187 | -28% | (902) |
| NET CASH FROM/(USED) FINANCING ACTIVITIES | | - | - | (902) | (254) | (863) | (676) | 187 | -28% | (902) |
| NET INCREASE/ (DECREASE) IN CASH HELD | | (18 148) | 217 483 | 234 245 | 675 163 | 932 824 | 175 684 | | | 234 245 |
| Cash/cash equivalents at beginning: | | 20 058 | 72 676 | 20 468 | 397 848 | 20 468 | 20 468 | | | 20 468 |
| Cash/cash equivalents at month/year end: | | 1 910 | 290 159 | 254 713 | | 953 293 | 196 152 | | | 254 713 |

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 **R42.9 million** on service charges, the estimated collection amount is based on the 65% collection rate. The collection rate is also based on previous years actual collection and initiatives the Municipality has taken to improve collection. The Municipality has collected **R21.2 million** 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 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.
- The municipality has re visited the collection of flat rate strategy and decided to implement it next year.

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 in a process of developing an action plan to address these inefficiencies. Other revenue on table C4 is **R1.2 million**.

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 **R641.1 million**. This amount includes FMG, Equitable share and EPWP which were received thus far under Transfers and subsidies – Operational.

| | |
|--|-----------------------|
| Equitable share | R585.6 million |
| Finance Management Grant | R1.2 million |
| Expanded public works program | R8.5 million |
| Indonsa Grant | R1.9 million |
| Aviation Strategy | R500 thousand |
| Amafa research | R180 thousand |
| National Skills Fund | R43.1 million |
| Local Government Sector Education and Training Authority | R108 thousand |
| TOTAL | R641.1 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 **R609.5 million**. This amount includes RBIG, MIG, RRAMS, TSUCM_COGTA Boreholes and WSIG which were received thus far under Transfers and subsidies - Capital.

| | |
|-------------------------------------|-----------------------|
| Municipal Infrastructure Grant | R 259.5 million |
| Regional Bulk Infrastructure Grant | R 250.2 million |
| Water services Infrastructure grant | R 95 million |
| Rural Road asset Management grant | R 1.7 million |
| COGTA Boreholes Grant | R 3 million |
| TOTAL | R609.5 million |

Interest

Interest on investment is adjusted at **R3 million**, this estimate is based on the approved budget interest income, the interest includes interest on investments made and interest on bank balance. Year to date actual Interest is **R818 thousand**. Interest on investment revenue on table C4 is **R2.4 million**, the Municipality is in a process of developing an action plan to address these inefficiencies.

Payments - Suppliers and employees

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

CASHFLOW FROM INVESTING ACTIVITIES

Payments - Capital Assets

Capital expenditure to date is **R194.02 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. the Municipality is in a process of developing an action plan to address these inefficiencies.

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 March 2023

DC26 Zululand - Supporting Table SC3 Monthly Budget Statement - aged debtors - M09 March

| Description | NT Code | Budget Year 2022/23 | | | | | | | | | Total | 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 | | | | | |
| R thousands | | | | | | | | | | | | | | |
| Debtors Age Analysis By Income Source | | | | | | | | | | | | | | |
| Trade and Other Receivables from Exchange Transactions - Water | 1200 | 4 261 | 4 212 | 3 311 | 2 224 | 3 193 | 2 571 | 12 765 | 118 618 | 151 156 | 139 372 | - | 105 905 | |
| 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 | 1 268 | 952 | 777 | 681 | 699 | 648 | 3 432 | 34 081 | 42 538 | 39 541 | - | 32 710 | |
| Receivables from Exchange Transactions - Waste Management | 1600 | - | - | - | - | - | - | - | - | - | - | - | - | |
| Receivables from Exchange Transactions - Property Rental Debtors | 1700 | 20 | 9 | 9 | 9 | 11 | 9 | 7 | 4 | 80 | 41 | - | - | |
| Interest on Arrear Debtor Accounts | 1810 | 26 | 23 | 22 | 21 | 18 | 15 | 243 | 260 | 627 | 556 | - | - | |
| Recoverable unauthorised, irregular, fruitless and wasteful expenditure | 1820 | - | - | - | - | - | - | - | - | - | - | - | - | |
| Other | 1900 | 161 | 213 | 230 | - | - | 102 | 673 | 3 702 | 5 081 | 4 478 | - | - | |
| Total By Income Source | 2000 | 5 736 | 5 409 | 4 349 | 2 935 | 3 921 | 3 346 | 17 120 | 156 667 | 199 482 | 183 988 | - | 138 614 | |
| 2021/22 - totals only | | 12007785 | 7683213 | 2836452 | 2908853 | 2788482 | 3491778 | 21549614 | 117415591 | 170 682 | 148 154 | 0 | 115589151 1/2 | |
| Debtors Age Analysis By Customer Group | | | | | | | | | | | | | | |
| Organs of State | 2200 | 2 222 | 1 433 | 885 | 427 | 919 | 817 | 3 473 | 10 819 | 20 997 | 16 457 | - | - | |
| Commercial | 2300 | 741 | 545 | 422 | 423 | 382 | 363 | 1 447 | 8 531 | 12 855 | 11 146 | - | - | |
| Households | 2400 | 2 773 | 3 431 | 3 042 | 2 085 | 2 620 | 2 165 | 12 199 | 137 316 | 165 631 | 156 386 | - | 138 614 | |
| Other | 2500 | - | - | - | - | - | - | - | - | - | - | - | - | |
| Total By Customer Group | 2600 | 5 736 | 5 409 | 4 349 | 2 935 | 3 921 | 3 346 | 17 120 | 156 667 | 199 482 | 183 988 | - | 138 614 | |

Total debtors' amount to **R199 million**, which is an increase of **R1.2 million** from the closing balance of **R198 million** in previous month. The debtors over 90 days amount to **R183.9 million**. This is concerning and needs intervention since debtors above 60 days should be restricted in terms of the Municipality's credit control policy.

2.2 CREDITORS ANALYSIS

Creditors age analysis as at 31 March 2023

DC26 Zululand - Supporting Table SC4 Monthly Budget Statement - aged creditors - M09 March

| Description | NT Code | Budget Year 2022/23 | | | | | | | | Total | 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 | | |
| 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 | 2 660 | - | - | - | - | - | - | - | 2 660 | 7 755 |
| Auditor General | 0800 | | | | | | | | | - | |
| Other | 0900 | | | | | | | | | - | |
| Total By Customer Type | 1000 | 2 660 | - | - | - | - | - | - | - | 2 660 | 7 755 |

2.3 INVESTMENT PORTFOLIO

Investments as at 28 February 2023

DC26 Zululand - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M09 December

| 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 | | 30 | Call Account | Yes | Variable | 0.0615 | N/A | N/A | N/A | 25 000 | 126 | - | - | 25 000 |
| Zululand District Municipality | | 91 | Call Account | Yes | Variable | 0.061 | N/A | N/A | N/A | 25 000 | 380 | - | 25 000 | 50 000 |
| Zululand District Municipality | | 30 | Short term | Yes | Variable | 0.06425 | N/A | N/A | N/A | 50 000 | 132 | - | 25 000 | 75 000 |
| Zululand District Municipality | | 62 | Short term | Yes | Variable | 0.06425 | N/A | N/A | N/A | 75 000 | 273 | - | 25 000 | 100 000 |
| Zululand District Municipality | | 0 | Balance b/d | Yes | Variable | Available | N/A | N/A | N/A | 100 000 | - | 50 000 | - | 50 000 |
| Zululand District Municipality-ABSA | | 30 | Call Account | Yes | Variable | 0.0505 | N/A | N/A | N/A | 50 000 | 42 | - | 10 000 | 60 000 |
| Zululand District Municipality | | 0 | Balance b/d | Yes | Variable | Available | N/A | N/A | N/A | 60 000 | - | - | - | 60 000 |
| Zululand District Municipality-Std Bank | | 0 | Short term | Yes | Variable | Available | N/A | N/A | N/A | 60 000 | - | 25 000 | - | 35 000 |
| Zululand District Municipality | | 0 | Call account | Yes | Variable | Available | N/A | N/A | N/A | 35 000 | - | 10 000 | - | 25 000 |
| Zululand District Municipality | | 0 | Balance b/d | Yes | Variable | Available | N/A | N/A | N/A | 25 000 | - | 25 000 | - | - |
| Zululand District Municipality | | 30 | Call account | Yes | Variable | 0.0505 | N/A | N/A | N/A | - | 125 | - | 30 000 | 30 000 |
| Zululand District Municipality | | 3 | Call account | Yes | Variable | 0.0505 | N/A | N/A | N/A | 30 000 | - | 10 000 | - | 20 000 |
| Zululand District Municipality | | 23 | Call account | Yes | Variable | 0.0505 | N/A | N/A | N/A | 20 000 | - | 20 000 | - | - |
| Zululand District Municipality-Std Bank | | 30 | Call account | Yes | Variable | 0.0765 | N/A | N/A | N/A | - | 660 | - | 105 000 | 105 000 |
| Zululand District Municipality-Std Bank | | 6 | Call account | Yes | Variable | 0.0765 | N/A | N/A | N/A | 105 000 | - | 25 000 | - | 80 000 |
| Zululand District Municipality-Std Bank | | 11 | Call account | Yes | Variable | 0.0765 | N/A | N/A | N/A | 80 000 | - | 30 000 | - | 50 000 |
| Zululand District Municipality-Std Bank | | 62 | Call account | Yes | Variable | 0.08075 | N/A | N/A | N/A | 50 000 | 125 163 | - | 25 000 | 75 000 |
| Zululand District Municipality-Std Bank | | 90 | Call account | Yes | Variable | 0.08275 | N/A | N/A | N/A | 75 000 | 186 188 | - | 25 000 | 100 000 |
| Zululand District Municipality-ABSA | | 30 | Call account | Yes | Variable | 0.08275 | N/A | N/A | N/A | 100 000 | - | 40 000 | - | 60 000 |
| Zululand District Municipality-ABSA | | 45 | Call account | Yes | Variable | 0.08075 | N/A | N/A | N/A | 60 000 | - | 10 000 | - | 50 000 |
| Zululand District Municipality-Std Bank | | 15 | Call account | Yes | Variable | 0.08075 | N/A | N/A | N/A | 50 000 | - | 25 000 | - | 25 000 |
| Zululand District Municipality-ABSA | | 24 | Call account | Yes | Variable | 1.08075 | N/A | N/A | N/A | 25 000 | - | 25 000 | - | - |
| Zululand District Municipality-ABSA | | 30 | Call account | Yes | Variable | 0.079 | N/A | N/A | N/A | - | 414 750 | - | 175 000 | 175 000 |
| Zululand District Municipality-ABSA | | 90 | Investment tracker | Yes | Variable | 0.0853 | N/A | N/A | N/A | 175 000 | 191 925 | - | 25 000 | 200 000 |
| Zululand District Municipality-ABSA | | 90 | Investment tracker | Yes | Variable | 0.079 | N/A | N/A | N/A | 200 000 | 177 750 | - | 25 000 | 225 000 |
| Zululand District Municipality-ABSA | | | Investment tracker | Yes | Variable | 0.079 | N/A | N/A | N/A | 225 000 | - | 25 000 | - | 200 000 |
| Zululand District Municipality-ABSA | | 90 | Investment tracker | Yes | Variable | 0.079 | N/A | N/A | N/A | 200 000 | 281 058 | - | 39 530 | 239 530 |
| Zululand District Municipality-Nedbank | | 60 | CIB Investment | Yes | Variable | 0.083 | N/A | N/A | N/A | 239 530 | 124 500 | - | 25 000 | 264 530 |
| Zululand District Municipality-Nedbank | | 32 | CIB Investment | Yes | Variable | 0.0823 | N/A | N/A | N/A | 264 530 | 65 840 | - | 25 000 | 289 530 |
| Zululand District Municipality-Std Bank | | 62 | Investment | Yes | Variable | 0.08075 | N/A | N/A | N/A | 289 530 | 125 163 | - | 25 000 | 314 530 |
| Zululand District Municipality-Std Bank | | 63 | Investment | Yes | Variable | 1.08075 | N/A | N/A | N/A | 289 530 | 3 063 926 | - | 45 000 | 334 530 |
| Municipality sub-total | | | | | | | | | | 30 000 | 4 758 000 | 320 000 | 679 530 | 334 530 |
| Entities | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | - |
| | | | | | | | | | | | | | | - |
| Entities sub-total | | | | | | | | | | - | - | - | - | - |
| TOTAL INVESTMENTS AND INTERES | 2 | | | | | | | | | 30 000 | 4 758 000 | 320 000 | 679 530 | 334 530 |

2.4 ALLOCATION OF GRANT RECEIPTS AND EXPENDITURE

Grants Receipts

DC26 Zululand - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M09 March

| 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: | | 535 457 | 598 895 | 598 895 | 162 502 | 594 692 | 449 171 | 145 521 | 32.4% | 598 895 |
| Energy Efficiency and Demand Side Management Grant | | - | - | - | - | - | - | - | | - |
| Equitable Share | | 524 645 | 586 391 | 586 391 | 162 235 | 585 622 | 439 793 | 145 829 | 33.2% | 586 391 |
| Expanded Public Works Programme Integrated Grant | | 9 612 | 8 517 | 8 517 | - | 8 517 | 6 388 | 2 129 | 33.3% | 8 517 |
| Local Government Financial Management Grant | | 1 200 | 1 200 | 1 200 | 267 | 553 | 900 | (347) | -38.5% | 1 200 |
| Municipal Disaster Relief Grant | | - | - | - | - | - | - | - | | - |
| Municipal Infrastructure Grant | 3 | - | - | - | - | - | - | - | | - |
| Municipal Systems Improvement Grant | | - | 2 787 | 2 787 | - | - | 2 090 | (2 090) | -100.0% | 2 787 |
| Rural Road Asset Management Systems Grant | | - | - | - | - | - | - | - | | - |
| Water Services Infrastructure Grant | | - | - | - | - | - | - | - | | - |
| Other transfers and grants [insert description] | | - | - | - | - | - | - | - | | - |
| Provincial Government: | | 2 522 | 2 411 | 2 611 | - | 956 | 1 888 | (933) | -49.4% | 2 611 |
| Capacity Building and Other Grants | | 2 522 | 2 411 | 2 611 | - | 956 | 1 888 | (933) | -49.4% | 2 611 |
| Other transfers and grants [insert description] | | - | - | - | - | - | - | - | | - |
| District Municipality: | | - | - | - | - | - | - | - | | - |
| [insert description] | | - | - | - | - | - | - | - | | - |
| Other grant providers: | | - | - | 44 184 | 39 390 | 39 390 | 17 674 | 21 717 | 122.9% | 44 184 |
| Electricity Distribution Industry Holdings | | - | - | 1 080 | - | - | 432 | (432) | -100.0% | 1 080 |
| KwazuluNatal Provincial Planning and Development Commission | | - | - | - | - | - | - | - | | - |
| National Skills Fund | | - | - | 43 104 | 39 390 | 39 390 | 17 242 | 22 149 | 128.5% | 43 104 |
| Unspecified | | - | - | - | - | - | - | - | | - |
| Total Operating Transfers and Grants | 5 | 537 979 | 601 306 | 645 690 | 201 893 | 635 038 | 468 733 | 166 305 | 35.5% | 645 690 |
| Capital Transfers and Grants | | | | | | | | | | |
| National Government: | | 603 289 | 372 306 | 607 306 | 30 744 | 213 721 | 373 229 | (159 508) | -42.7% | 607 306 |
| Municipal Disaster Relief Grant | | - | - | - | - | - | - | - | | - |
| Municipal Infrastructure Grant | | 269 111 | 259 530 | 259 530 | 28 380 | 150 834 | 194 648 | (43 813) | -22.5% | 259 530 |
| Regional Bulk Infrastructure Grant | | 222 531 | 15 247 | 250 247 | 218 | 15 464 | 105 435 | (89 971) | -85.3% | 250 247 |
| Rural Road Asset Management Systems Grant | | 1 647 | 2 529 | 2 529 | 3 | 17 | 1 897 | (1 880) | -99.1% | 2 529 |
| Water Services Infrastructure Grant | | 110 000 | 95 000 | 95 000 | 2 144 | 47 406 | 71 250 | (23 844) | -33.5% | 95 000 |
| Provincial Government: | | 32 266 | - | 4 642 | - | 1 498 | 1 857 | (358) | -19.3% | 4 642 |
| Infrastructure Grant | | 32 266 | - | 4 642 | - | 1 498 | 1 857 | (358) | -19.3% | 4 642 |
| District Municipality: | | - | - | - | - | - | - | - | | - |
| [insert description] | | - | - | - | - | - | - | - | | - |
| Other grant providers: | | - | - | - | - | - | - | - | | - |
| [insert description] | | - | - | - | - | - | - | - | | - |
| Unspecified | | - | - | - | - | - | - | - | | - |
| Total Capital Transfers and Grants | 5 | 635 555 | 372 306 | 611 948 | 30 744 | 215 220 | 375 086 | (159 866) | -42.6% | 611 948 |
| TOTAL RECEIPTS OF TRANSFERS & GRANTS | 5 | 1 173 534 | 973 612 | 1 257 638 | 232 636 | 850 258 | 843 819 | 6 438 | 0.8% | 1 257 638 |

Grants are received as per transfer schedule and have been received as such with the exception of indonsa grant and MSIG which has not been received. Grants are recognized as revenue as when the condition is met.

Grant Expenditure

DC26 Zululand - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M09 March

| 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: | | 765 037 | 551 382 | 576 000 | 56 705 | 473 686 | 427 053 | 46 634 | 10.9% | 576 000 |
| Energy Efficiency and Demand Side Management Grant | | - | - | - | - | - | - | - | - | - |
| Equitable Share | | 674 775 | 541 665 | 566 235 | 54 928 | 454 841 | 419 738 | 35 103 | 8.4% | 566 235 |
| Expanded Public Works Programme Integrated Grant | | 24 299 | 8 517 | 8 541 | 1 137 | 17 946 | 6 397 | 11 548 | 180.5% | 8 541 |
| Local Government Financial Management Grant | | 1 200 | 1 200 | 1 200 | 638 | 884 | 901 | (16) | -1.8% | 1 200 |
| Municipal Disaster Relief Grant | | - | - | - | - | - | - | - | - | - |
| Municipal Infrastructure Grant | | 41 379 | - | - | - | - | - | - | - | - |
| Municipal Systems Improvement Grant | | 1 022 | - | - | - | - | - | - | - | - |
| Rural Road Asset Management Systems Grant | | 1 433 | - | 25 | 2 | 15 | 17 | (2) | -10.7% | 25 |
| Water Services Infrastructure Grant | | 20 929 | - | - | - | - | - | - | - | - |
| Provincial Government: | | 1 866 | 2 381 | 2 581 | - | 1 063 | 1 924 | (862) | -44.8% | 2 581 |
| Capacity Building and Other Grants | | 1 866 | 2 381 | 2 581 | - | 1 063 | 1 924 | (862) | -44.8% | 2 581 |
| District Municipality: | | - | - | - | - | - | - | - | - | - |
| Other grant providers: | | - | - | 44 184 | - | 39 390 | 17 674 | 21 717 | 122.9% | 44 184 |
| Electricity Distribution Industry Holdings | | - | - | 1 080 | - | - | 432 | (432) | -100.0% | 1 080 |
| KwazuluNatal Provincial Planning and Development Commission | | - | - | - | - | - | - | - | - | - |
| National Skills Fund | | - | - | 43 104 | - | 39 390 | 17 242 | 22 149 | 128.5% | 43 104 |
| Total operating expenditure of Transfers and Grants: | | 766 903 | 553 763 | 622 765 | 56 705 | 514 139 | 446 651 | 67 489 | 15.1% | 622 765 |
| Capital expenditure of Transfers and Grants | | | | | | | | | | |
| National Government: | | 464 144 | 323 744 | 528 067 | 27 728 | 187 401 | 324 645 | (137 244) | -42.3% | 528 067 |
| Municipal Infrastructure Grant | | 194 381 | 225 678 | 225 678 | 25 864 | 132 213 | 169 259 | (37 045) | -21.9% | 225 678 |
| Regional Bulk Infrastructure Grant | | 194 437 | 13 258 | 217 606 | - | 13 636 | 91 797 | (78 161) | -85.1% | 217 606 |
| Rural Road Asset Management Systems Grant | | - | 2 199 | 2 174 | - | - | 1 633 | (1 633) | -100.0% | 2 174 |
| Water Services Infrastructure Grant | | 75 326 | 82 609 | 82 609 | 1 864 | 41 552 | 61 957 | (20 405) | -32.9% | 82 609 |
| Provincial Government: | | 7 451 | 26 | 4 036 | - | 1 348 | 1 997 | (649) | -32.5% | 4 036 |
| Infrastructure Grant | | 7 451 | 26 | 4 036 | - | 1 348 | 1 997 | (649) | -32.5% | 4 036 |
| District Municipality: | | - | - | - | - | - | - | - | - | - |
| Other grant providers: | | - | - | - | - | - | - | - | - | - |
| Total capital expenditure of Transfers and Grants | | 471 595 | 323 770 | 532 104 | 27 728 | 188 749 | 326 643 | (137 893) | -42.2% | 532 104 |
| TOTAL EXPENDITURE OF TRANSFERS AND GRANTS | | 1 238 498 | 877 534 | 1 154 869 | 84 433 | 702 889 | 773 293 | (70 405) | -9.1% | 1 154 869 |

EPWP has been exhausted.

MIG, WSIG and RRAMG are experiencing major variances against year to date budget.

RBIG Allocation was increased during the adjustment budget process.

Roll-overs Expenditure

The Municipality has one rolled over grant:

- KwaMajomela manufacturing grant

| ROLLED OVER GRANTS FROM 2021/2022 | APPROVED BUDGET | YTD ACTUAL |
|--|------------------|------------------|
| Kwamajomela Manufacturing Centre Grant | 1 641 817 | 1 550 516 |
| Total Operating Grant Expenditure | 1 641 817 | 1 550 516 |

The municipality has only KwaMajomela Manufacturing Centre Grant approved to be rolled over so far and expenditure amount above is inclusive of VAT as per **MFMA circular no. 58**.

DC26 Zululand - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M09 March

| Description | Ref | Budget Year 2022/23 | | | | |
|---|-----|---------------------------|----------------|---------------|--------------|----------------|
| | | Approved Rollover 2021/22 | Monthly actual | YearTD actual | YTD variance | YTD variance % |
| R thousands | | | | | | % |
| EXPENDITURE | | | | | | |
| <u>Operating expenditure of Approved Roll-overs</u> | | | | | | |
| National Government: | | - | - | - | - | |
| Provincial Government: | | - | - | - | - | |
| District Municipality: | | - | - | - | - | |
| Other grant providers: | | - | - | - | - | |
| Total operating expenditure of Approved Roll-overs | | - | - | - | - | |
| <u>Capital expenditure of Approved Roll-overs</u> | | | | | | |
| National Government: | | - | - | - | - | |
| Provincial Government: | | 1 642 | - | 1 406 | (236) | -14.4% |
| Other Departments | | 1 642 | - | 1 406 | (236) | -14.4% |
| District Municipality: | | - | - | - | - | |
| Other grant providers: | | - | - | - | - | |
| Total capital expenditure of Approved Roll-overs | | 1 642 | - | 1 406 | (236) | -14.4% |
| TOTAL EXPENDITURE OF APPROVED ROLL-OVERS | | 1 642 | - | 1 406 | (236) | -14.4% |

2.5 COUNCILLOR AND BOARD MEMBER ALLOWENCES AND EMPLOYEE BENEFITS

DC26 Zululand - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M09 March

| Summary of Employee and Councillor remuneration | Ref | Budget Year 2022/23 | | | | | | | | |
|--|-----|-------------------------|-----------------|-----------------|----------------|----------------|----------------|--------------|----------------|--------------------|
| | | 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) | | | | | | | | | | |
| Basic Salaries and Wages | | - | - | - | - | - | - | - | - | - |
| Pension and UIF Contributions | | 514 | 661 | 661 | 43 | 383 | 496 | (113) | -23% | 661 |
| Medical Aid Contributions | | 44 | - | - | 5 | 39 | - | 39 | #DIV/0! | - |
| Mobv Vehicle Allowance | | 1 727 | 1 805 | 1 805 | 163 | 1 410 | 1 354 | 56 | 4% | 1 805 |
| Cellphone Allowance | | 649 | 653 | 653 | 58 | 513 | 490 | 24 | 5% | 653 |
| Housing Allowances | | - | - | 180 | 15 | 315 | 72 | 243 | 338% | 180 |
| Other benefits and allowances | | 5 682 | 5 652 | 5 722 | 451 | 4 364 | 4 267 | 97 | 2% | 5 722 |
| Sub Total - Councillors | | 8 616 | 8 771 | 9 021 | 734 | 7 025 | 6 678 | 347 | 5% | 9 021 |
| % increase | 4 | | 1.8% | 4.7% | | | | | | 4.7% |
| Senior Managers of the Municipality | | | | | | | | | | |
| Basic Salaries and Wages | | 5 121 | 6 555 | 6 555 | 476 | 4 008 | 4 916 | (908) | -18% | 6 555 |
| Pension and UIF Contributions | | 11 | 55 | 55 | 1 | 9 | 41 | (32) | -79% | 55 |
| Medical Aid Contributions | | 48 | 57 | 57 | 0 | 1 | 43 | (42) | -98% | 57 |
| Overtime | | - | - | - | - | - | - | - | - | - |
| Performance Bonus | | - | - | - | - | 403 | - | 403 | #DIV/0! | - |
| Mobv Vehicle Allowance | | 1 210 | 1 592 | 1 592 | 129 | 1 032 | 1 194 | (162) | -14% | 1 592 |
| Cellphone Allowance | | 191 | 210 | 210 | 20 | 158 | 157 | 1 | 1% | 210 |
| Housing Allowances | | - | - | - | - | - | - | - | - | - |
| Other benefits and allowances | | 203 | 225 | 225 | 23 | 225 | 169 | 56 | 33% | 225 |
| Payments in lieu of leave | | 354 | - | - | - | 185 | - | 185 | #DIV/0! | - |
| Long service awards | | - | - | - | - | - | - | - | - | - |
| Post-retirement benefit obligations | 2 | - | - | - | - | - | - | - | - | - |
| Sub Total - Senior Managers of Municipality | | 7 138 | 8 695 | 8 695 | 649 | 6 020 | 6 521 | (501) | -8% | 8 695 |
| % increase | 4 | | 21.8% | 21.8% | | | | | | 21.8% |
| Other Municipal Staff | | | | | | | | | | |
| Basic Salaries and Wages | | 172 378 | 185 935 | 186 435 | 15 488 | 139 636 | 139 651 | (16) | 0% | 186 435 |
| Pension and UIF Contributions | | 22 997 | 25 886 | 25 886 | 2 059 | 18 606 | 19 415 | (809) | -4% | 25 886 |
| Medical Aid Contributions | | 13 624 | 13 597 | 13 597 | 1 269 | 11 055 | 10 198 | 858 | 8% | 13 597 |
| Overtime | | 7 099 | 4 619 | 6 119 | 354 | 4 771 | 4 064 | 707 | 17% | 6 119 |
| Performance Bonus | | 11 678 | 12 786 | 12 786 | 1 509 | 9 678 | 9 590 | 88 | 1% | 12 786 |
| Mobv Vehicle Allowance | | 8 704 | 9 561 | 9 561 | 895 | 7 712 | 7 171 | 541 | 8% | 9 561 |
| Cellphone Allowance | | 663 | 670 | 670 | 64 | 583 | 502 | 81 | 16% | 670 |
| Housing Allowances | | 1 379 | 1 379 | 1 379 | 137 | 1 296 | 1 034 | 262 | 25% | 1 379 |
| Other benefits and allowances | | 8 505 | 524 | 524 | (55) | 2 627 | 393 | 2 234 | 568% | 524 |
| Payments in lieu of leave | | 3 223 | - | - | - | 1 634 | - | 1 634 | #DIV/0! | - |
| Long service awards | | 2 506 | - | 1 500 | 67 | 1 645 | 600 | 1 045 | 174% | 1 500 |
| Post-retirement benefit obligations | 2 | 3 775 | 4 500 | 3 000 | - | - | 2 775 | (2 775) | -100% | 3 000 |
| Sub Total - Other Municipal Staff | | 256 532 | 259 457 | 261 457 | 21 787 | 199 242 | 195 394 | 3 848 | 2% | 261 457 |
| % increase | 4 | | 1.1% | 1.9% | | | | | | 1.9% |
| Total Parent Municipality | | 272 286 | 276 923 | 279 173 | 23 170 | 212 288 | 208 593 | 3 695 | 2% | 279 173 |

The municipality has no active entity

2.6 MATERIAL VARIENCES TO SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN

DC26 Zululand - Supporting Table SC1 Material variance explanations - M09 March

| Ref | Description | Variance | Reasons for material deviations | Remedial or corrective steps/remarks |
|-----|--|----------|--|--|
| | R thousands | | | |
| 1 | Revenue By Source | | | |
| | Property rates | | | |
| | Service charges - electricity revenue | | | |
| | Service charges - water revenue | -22% | This is the amounts billed on customers for water used, the year-to-date actual is R31.4 million which is 77% of the approved adjusted budget. The R31.4 million year to date actual is below the nine months baseline projection or year-to-date budget of R40.1 million. A variance of R8.7 million or 22% is observed. | |
| | Service charges - sanitation revenue | 9% | This is the amounts billed on customers that are connected to the sewer system, the year-to-date actual is R11.4 million which is 75% of the approved adjusted budget. The R11.4 million year to date actual is above the nine months baseline projection or year-to-date budget of R10.4 million. A variance of R978 thousand or 9% is observed. | The billing is above the target, this variance is due to sewer excess charge on businesses that consume more than 40kl of water per month. |
| | Service charges - refuse revenue | | | |
| | Rental of facilities and equipment | 6% | Rental of facilities is amounts billed for office space leased out, the year-to-date actual is R157 thousand which is 75% of the approved adjusted budget. The R157 thousand year to date actual is above the nine months baseline projection or year-to-date budget of R148 thousand. A variance of R9 thousand or 6% is observed. | |
| | Interest earned - external investments | -25% | Interest on investment is interest received when the Municipality makes cash investments. The year-to-date actual is R2.4 million which is 83% of the approved adjusted budget. The R2.4 million year to date actual is below the nine months baseline projection or year-to-date budget of R3.3 million. A variance of R821 thousand or 25% is observed. | Reasons for variances can be attributed low investment due to prioritization of liability payments. |
| | Interest earned - outstanding debtors | 52% | Interest earned - outstanding debtors is charged on businesses for accounts in arrears. The year-to-date actual is R166 thousand which is 83% of the approved adjusted budget. The R166 thousand year to date actual is above the nine months baseline projection or year-to-date budget of R110 thousand. A variance of R57 thousand or 52% is observed. | Reasons for variances can be attributed to businesses non adherence to payment terms, the municipality must implement stringent measures to ensure businesses pay on time. |
| | Dividends received | | | |
| | Fines, penalties and forfeits | -12% | Fines, penalties and forfeits are mainly amounts charged on illegal connections. The year-to-date actual is R67 thousand which is 114% of the approved adjusted budget. The R67 thousand year to date actual is below the nine months baseline projection or year-to-date budget of R76 thousand. A variance of R9 thousand or 12% is observed. | Reasons for variances can be attributed to a positive indication that less consumers are illegally connected or a negative indication that some illegally connected consumers are not yet discovered. |
| | Licences and permits | | | |
| | Agency services | | | |
| | Transfers and subsidies | 35% | Transfers and subsidies (grants) are amounts gazetted as per Division of Revenue act (DoRA), 2022; 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 R635.03 million which is 98% of the approved budget. The R635.03 million year to date actual is above the nine months baseline projection or year-to-date budget of R468.7 million. A variance of R166.3 million or 35% is observed. | Reasons for variances can be attributed to nature of transfers and subsidies which depend on the transfer schedule and cannot be benchmarked against the year-to-date budget. Grants are not received monthly but in tranches as per approved transfer schedule. |
| | Other revenue | 45% | All grants are received as per transfer schedule with the exception of Indonsa grant and Municipal systems improvement grant. Other revenue includes amounts for tender fees, skills development levy refund and any other revenue the Municipality may be entitled to receive such as sale of consumables. The year-to-date actual is R1.2 million which is 82% of the approved adjusted budget. The R1.2 million year to date actual is above the nine months baseline projection or year-to-date budget of R849 thousand. A variance of R381 thousand or 45% is observed. | Reasons for variances can be attributed to high quantity of sale of tender documents. |
| | Gains | | | |

DC26 Zululand - Supporting Table SC1 Material variance explanations - M09 March

| Ref | Description | Variance | Reasons for material deviations | Remedial or corrective steps/remarks |
|-------------|---------------------------------|----------|---|---|
| R thousands | | | | |
| 2 | Expenditure By Type | | | |
| | Employee related costs | 2% | Employee related costs are amounts paid for salaries, allowances, service related benefits and contributions. The year-to-date actual is R205.2 million which is 76% of the approved adjusted budget. The R205.2 million year to date actual is above the nine months baseline projection or year-to-date budget of R201.9 million. A variance of R3.3 million or 2% is observed. | The variance is below 5% and not major. |
| | Remuneration of councillors | 5% | Remuneration of Councillors are amounts paid for councillors allowances, service related benefits and contributions. The year-to-date actual is R7.02 million which is 78% of the approved adjusted budget. The R7.02 million year to date actual is above the nine months baseline projection or year-to-date budget of R6.6 million. A variance of R347 thousand or 5% is observed. | The variance can be attributed to changes in council configurations. |
| | Debt impairment | -100% | Debt impairment is the amount for provision for non-collection as per council policy. provision for non-collection assessment and calculation is done at year end. National treasury recommend that the assessment and calculations be done monthly. | Municipality calculate debt impairment once at year end. |
| | Depreciation & asset impairment | 20% | This is non-cash item budgeted for as per the stipulation of the accounting standards. The year-to-date actual is R71.9 million which is 90% of the approved adjusted budget. The R71.9 million year to date actual is above the nine months baseline projection or year-to-date budget of R60 million. A variance of R11.9 million or 20% is observed. | Reasons for variances can be attributed to depreciation being under budgeted. |
| | Finance charges | 121% | Finance charges are amounts for interest paid on overdue accounts. The year-to-date actual is R121 thousand which is 138% of the approved adjusted budget. The R121 thousand year to date actual is above the nine months baseline projection or year-to-date budget of R55 thousand. A variance of R66 thousand or 121% is observed. | |
| | Bulk purchases - electricity | | | |
| | Inventory consumed | -87% | Inventory Consumed are expenses incurred in terms of GRAP 12 such as consumable, materials and suppliers and water inventory. The year-to-date actual is R3.1 million which is 10% of the approved adjusted budget. The R3.1 million year to date actual is below the nine months baseline projection or year-to-date budget of R22.9 million. A variance of R19.8 million or 87% is observed. | Reasons for variances can be attributed to delays in capturing of transactions. It is recommended that the municipality record all expenditure relating to bulk water and consumable stores in time. |
| | Contracted services | 55% | Contracted services include Outsourced services, Consultants and professional fees, and Contractors. The year-to-date actual is R174.5 million which is 103% of the approved adjusted budget. The R174.5 million year to date actual is above the nine months baseline projection or year-to-date budget of R112.4 million. A variance of R62.04 million or 55% is observed. | Reasons for variances can be attributed to under budgeting of contracted services and SLA commitments not reconciling with what is available on the budget. |
| | Transfers and subsidies | 24% | Transfers and subsidies are amounts paid as subsidies to the communities for poverty alleviation and transfers to support SMMES, and co-operatives. The year-to-date actual is R3.5 million which is 74% of the approved adjusted budget. The R3.5 million year to date actual is above the nine months baseline projection or year-to-date budget of R2.8 million. A variance of R679 thousand or 24% is observed. | Reasons for variances can be attributed to the nature of this expenditure item, this expenditure item is seasonal and cannot be benchmarked on a straight-line method. |
| | Other expenditure | 38% | Other expenditure is all other expenditure not classified above. The year-to-date actual is R115.09 million which is 100% of the approved adjusted budget. The R115.09 million year to date actual is above the nine months baseline projection or year-to-date budget of R83.4 million. A variance of R31.6 million or 38% is observed. | It is imperative that the municipality monitor closely this expenditure item and implement strategies to reduce costs. |
| | Losses | | | |

DC26 Zululand - Supporting Table SC1 Material variance explanations - M09 March

| Ref | Description | Variance | Reasons for material deviations | Remedial or corrective steps/remarks |
|-------------|---------------------------------|----------|---|---|
| R thousands | | | | |
| 2 | Expenditure By Type | | | |
| | Employee related costs | 2% | Employee related costs are amounts paid for salaries, allowances, service related benefits and contributions. The year-to-date actual is R205.2 million which is 76% of the approved adjusted budget. The R205.2 million year to date actual is above the nine months baseline projection or year-to-date budget of R201.9 million. A variance of R3.3 million or 2% is observed. | The variance is below 5% and not major. |
| | Remuneration of councillors | 5% | Remuneration of Councillors are amounts paid for councillors allowances, service related benefits and contributions. The year-to-date actual is R7.02 million which is 78% of the approved adjusted budget. The R7.02 million year to date actual is above the nine months baseline projection or year-to-date budget of R6.6 million. A variance of R347 thousand or 5% is observed. | The variance can be attributed to changes in council configurations. |
| | Debt impairment | -100% | Debt impairment is the amount for provision for non-collection as per council policy. provision for non-collection assessment and calculation is done at year end. National treasury recommend that the assessment and calculations be done monthly. | Municipality calculate debt impairment once at year end. |
| | Depreciation & asset impairment | 20% | This is non-cash item budgeted for as per the stipulation of the accounting standards. The year-to-date actual is R71.9 million which is 90% of the approved adjusted budget. The R71.9 million year to date actual is above the nine months baseline projection or year-to-date budget of R60 million. A variance of R11.9 million or 20% is observed. | Reasons for variances can be attributed to depreciation being under budgeted. |
| | Finance charges | 121% | Finance charges are amounts for interest paid on overdue accounts. The year-to-date actual is R121 thousand which is 138% of the approved adjusted budget. The R121 thousand year to date actual is above the nine months baseline projection or year-to-date budget of R55 thousand. A variance of R66 thousand or 121% is observed. | |
| | Bulk purchases - electricity | | | |
| | Inventory consumed | -87% | Inventory Consumed are expenses incurred in terms of GRAP 12 such as consumable, materials and suppliers and water inventory. The year-to-date actual is R3.1 million which is 10% of the approved adjusted budget. The R3.1 million year to date actual is below the nine months baseline projection or year-to-date budget of R22.9 million. A variance of R19.8 million or 87% is observed. | Reasons for variances can be attributed to delays in capturing of transactions. It is recommended that the municipality record all expenditure relating to bulk water and consumable stores in time. |
| | Contracted services | 55% | Contracted services include Outsourced services, Consultants and professional fees, and Contractors. The year-to-date actual is R174.5 million which is 103% of the approved adjusted budget. The R174.5 million year to date actual is above the nine months baseline projection or year-to-date budget of R112.4 million. A variance of R62.04 million or 55% is observed. | Reasons for variances can be attributed to under budgeting of contracted services and SLA commitments not reconciling with what is available on the budget. |
| | Transfers and subsidies | 24% | Transfers and subsidies are amounts paid as subsidies to the communities for poverty alleviation and transfers to support SMMES, and co-operatives. The year-to-date actual is R3.5 million which is 74% of the approved adjusted budget. The R3.5 million year to date actual is above the nine months baseline projection or year-to-date budget of R2.8 million. A variance of R679 thousand or 24% is observed. | Reasons for variances can be attributed to the nature of this expenditure item, this expenditure item is seasonal and cannot be benchmarked on a straight-line method. |
| | Other expenditure | 38% | Other expenditure is all other expenditure not classified above. The year-to-date actual is R115.09 million which is 100% of the approved adjusted budget. The R115.09 million year to date actual is above the nine months baseline projection or year-to-date budget of R83.4 million. A variance of R31.6 million or 38% is observed. | It is imperative that the municipality monitor closely this expenditure item and implement strategies to reduce costs. |
| | Losses | | | |

DC26 Zululand - Supporting Table SC1 Material variance explanations - M09 March

| Ref | Description | Variance | Reasons for material deviations | Remedial or corrective steps/remarks |
|-------------|---|----------|--|--------------------------------------|
| R thousands | | | | |
| 3 | Capital Expenditure | | | |
| | Governance and administration | -95% | Governance and administration year-to-date actual is R146 thousand which is 4% of the adjusted budget. the R146 thousand year to date actual is below the nine months baseline projection or year-to-date budget of R2.7 million. A variance of R2.6 million or 95% is observed. | |
| | Community and public safety | 45% | Community and public safety year-to-date actual is R1.2 million which is 95% of the adjusted budget. the R1.2 million year to date actual is above the nine months baseline projection or year-to-date budget of R830 thousand. A variance of R373 thousand or 45% is observed. | |
| | Economic and environmental services | -11% | Economic and environmental services year-to-date actual is R4.9 million which is 63% of the adjusted budget. the R4.9 million year to date actual is below the nine months baseline projection or year-to-date budget of R5.6 million. A variance of R620 thousand or 11% is observed. | |
| | Trading services | -42% | Trading services year-to-date actual is R187.6 million which is 35% of the adjusted budget. the R187.6 million year to date actual is below the nine months baseline projection or year-to-date budget of R324.6 million. A variance of R136.9 million or 42% is observed. | |
| | Other | -100% | Other year-to-date actual is R0 which is 0% of the adjusted budget. the R0 year to date actual is below the nine months baseline projection or year-to-date budget of R33 thousand. A variance of R33 thousand or 100% is observed. | |
| 4 | Financial Position | | | |
| | Total current assets | | | |
| | Total non current assets | | | |
| | Total current liabilities | | | |
| | Total non current liabilities | | | |
| | TOTAL COMMUNITY WEALTH/EQUITY | | | |
| 5 | Cash Flow | | | |
| | NET CASH FROM/(USED) OPERATING ACTIVITIES | | | |
| | NET CASH FROM/(USED) INVESTING ACTIVITIES | | | |
| | NET CASH FROM/(USED) FINANCING ACTIVITIES | | | |
| 6 | Measureable performance | | | |
| | Client elected Not to populate this sheet | | | |
| 7 | Municipal Entities | | | |
| | Client elected Not to populate this sheet | | | |

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 active entities.

2.9 CAPITAL PROGRAMME PERFORMANCE

Capital Expenditure by month

DC26 Zululand - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M09 March

| 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 | 40 404 | 27 680 | 27 680 | 5 503 | 5 503 | 27 680 | 22 178 | 80.1% | 2% |
| August | 40 404 | 27 680 | 27 680 | 14 273 | 19 776 | 55 360 | 35 585 | 64.3% | 6% |
| September | 40 404 | 27 680 | 27 683 | 32 995 | 52 771 | 83 044 | 30 273 | 36.5% | 16% |
| October | 40 404 | 27 680 | 27 910 | 27 335 | 80 106 | 110 954 | 30 847 | 27.8% | 24% |
| November | 40 404 | 27 680 | 27 984 | 18 645 | 98 752 | 138 938 | 40 186 | 28.9% | 30% |
| December | 40 404 | 27 680 | 28 079 | 46 356 | 145 107 | 167 017 | 21 909 | 13.1% | 44% |
| January | 40 404 | 27 680 | 28 081 | 7 250 | 152 357 | 195 098 | 42 741 | 21.9% | 46% |
| February | 40 404 | 27 680 | 69 339 | 13 944 | 166 301 | 264 437 | 98 136 | 37.1% | 50% |
| March | 40 404 | 27 680 | 69 429 | 27 728 | 194 029 | 333 866 | 139 837 | 41.9% | 58% |
| April | 40 404 | 27 680 | 69 429 | - | | 403 295 | - | | |
| May | 40 404 | 27 680 | 69 429 | - | | 472 724 | - | | |
| June | 40 404 | 27 680 | 69 429 | - | | 542 153 | - | | |
| Total Capital expenditure | 484 853 | 332 162 | 542 153 | 194 029 | | | | | |

The actual capital expenditure is less than year-to-date budget.

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 - M09 March

| Description | Ref | 2021/22 | Budget Year 2022/23 | | | | | | | Full Year Forecast |
|---|-----|-----------------|---------------------|-----------------|----------------|---------------|---------------|--------------|----------------|--------------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | |
| R thousands | 1 | | | | | | | | | |
| Capital expenditure on new assets by Asset Class/Sub-class | | | | | | | | | | |
| Infrastructure | | 464 144 | 327 657 | 534 589 | 27 728 | 191 039 | 328 623 | 137 585 | 41.9% | 534 589 |
| Roads Infrastructure | | - | 6 112 | 6 087 | - | 3 637 | 4 567 | 930 | 20.4% | 6 087 |
| Roads | | - | 6 112 | 6 087 | - | 3 637 | 4 567 | 930 | 20.4% | 6 087 |
| Road Structures | | | | | | | | | | |
| Road Furniture | | | | | | | | | | |
| Capital Spares | | | | | | | | | | |
| Storm water Infrastructure | | - | - | - | - | - | - | - | - | - |
| Drainage Collection | | | | | | | | | | |
| Storm water Conveyance | | | | | | | | | | |
| Attenuation | | | | | | | | | | |
| Electrical Infrastructure | | - | - | - | - | - | - | - | - | - |
| Capital Spares | | | | | | | | | | |
| Water Supply Infrastructure | | 464 144 | 321 545 | 501 989 | 27 728 | 166 397 | 304 278 | 137 881 | 45.3% | 501 989 |
| Dams and Weirs | | | | | | | | | | |
| Boreholes | | 8 702 | - | 59 509 | 8 899 | 27 227 | 40 316 | 13 090 | 32.5% | 59 509 |
| Reservoirs | | - | - | 17 304 | 1 758 | 8 457 | 15 275 | 6 818 | 44.6% | 17 304 |
| Pump Stations | | - | - | - | - | - | - | - | - | - |
| Water Treatment Works | | 74 910 | - | 38 783 | 11 615 | 33 268 | 27 087 | (6 181) | -22.8% | 38 783 |
| Bulk Mains | | 220 648 | 321 545 | 329 151 | 2 877 | 71 824 | 175 456 | 103 632 | 59.1% | 329 151 |
| Distribution | | 159 884 | - | 57 242 | 2 579 | 25 622 | 45 982 | 20 360 | 44.3% | 57 242 |
| Distribution Points | | - | - | - | - | - | 163 | 163 | 100.0% | - |
| PRV Stations | | | | | | | | | | |
| Capital Spares | | | | | | | | | | |
| Sanitation Infrastructure | | - | - | 26 513 | - | 21 004 | 19 778 | (1 226) | -6.2% | 26 513 |
| Pump Station | | | | | | | | | | |
| Reticulation | | - | - | 26 513 | - | 21 004 | 19 778 | (1 226) | -6.2% | 26 513 |
| Waste Water Treatment Works | | | | | | | | | | |
| Outfall Sewers | | | | | | | | | | |
| Toilet Facilities | | | | | | | | | | |
| Capital Spares | | | | | | | | | | |
| Solid Waste Infrastructure | | - | - | - | - | - | - | - | - | - |
| Landfill Sites | | | | | | | | | | |
| Capital Spares | | | | | | | | | | |
| Rail Infrastructure | | - | - | - | - | - | - | - | - | - |
| Rail Lines | | | | | | | | | | |
| Capital Spares | | | | | | | | | | |
| Coastal Infrastructure | | - | - | - | - | - | - | - | - | - |
| Capital Spares | | | | | | | | | | |
| Information and Communication Infrastructure | | - | - | - | - | - | - | - | - | - |
| Data Centres | | | | | | | | | | |
| Core Layers | | | | | | | | | | |
| Distribution Layers | | | | | | | | | | |
| Capital Spares | | | | | | | | | | |
| Community Assets | | 6 965 | - | 1 773 | - | 1 348 | 1 038 | (310) | -29.9% | 1 773 |
| Community Facilities | | 6 965 | - | 1 773 | - | 1 348 | 1 038 | (310) | -29.9% | 1 773 |
| Halls | | | | | | | | | | |
| Centres | | 6 965 | - | 1 773 | - | 1 348 | 1 038 | (310) | -29.9% | 1 773 |
| Crèches | | | | | | | | | | |
| Capital Spares | | | | | | | | | | |
| Sport and Recreation Facilities | | - | - | - | - | - | - | - | - | - |
| Indoor Facilities | | | | | | | | | | |
| Outdoor Facilities | | - | - | - | - | - | - | - | - | - |
| Capital Spares | | | | | | | | | | |
| Heritage assets | | 6 594 | - | - | - | - | - | - | - | - |
| Monuments | | | | | | | | | | |
| Historic Buildings | | | | | | | | | | |
| Works of Art | | 6 594 | - | - | - | - | - | - | - | - |
| Conservation Areas | | | | | | | | | | |
| Other Heritage | | | | | | | | | | |

DC26 Zululand - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M09 March

| 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 | | | | | | | | | |
| Investment properties | | - | - | - | - | - | - | - | - | - |
| Revenue Generating | | - | - | - | - | - | - | - | - | - |
| Improved Property | | | | | | | | | | |
| Unimproved Property | | | | | | | | | | |
| Non-revenue Generating | | - | - | - | - | - | - | - | - | - |
| Improved Property | | | | | | | | | | |
| Unimproved Property | | | | | | | | | | |
| Other assets | | - | 391 | 191 | - | - | 168 | 168 | 100.0% | 191 |
| Operational Buildings | | - | 391 | 191 | - | - | 168 | 168 | 100.0% | 191 |
| Municipal Offices | | - | 391 | 191 | - | - | 168 | 168 | 100.0% | 191 |
| Pay/Enquiry Points | | | | | | | | | | |
| Building Plan Offices | | | | | | | | | | |
| Housing | | - | - | - | - | - | - | - | - | - |
| Staff Housing | | | | | | | | | | |
| Social Housing | | | | | | | | | | |
| Capital Spares | | | | | | | | | | |
| Biological or Cultivated Assets | | - | - | - | - | - | - | - | - | - |
| Biological or Cultivated Assets | | | | | | | | | | |
| Intangible Assets | | - | - | - | - | - | - | - | - | - |
| Servitudes | | | | | | | | | | |
| Licences and Rights | | - | - | - | - | - | - | - | - | - |
| Computer Software and Applications | | | | | | | | | | |
| Load Settlement Software Applications | | | | | | | | | | |
| Unspecified | | | | | | | | | | |
| Computer Equipment | | 6 572 | 2 609 | 2 609 | - | 26 | 1 957 | 1 930 | 98.7% | 2 609 |
| Computer Equipment | | 6 572 | 2 609 | 2 609 | - | 26 | 1 957 | 1 930 | 98.7% | 2 609 |
| Furniture and Office Equipment | | 92 | 1 043 | 1 312 | - | 393 | 952 | 560 | 58.8% | 1 312 |
| Furniture and Office Equipment | | 92 | 1 043 | 1 312 | - | 393 | 952 | 560 | 58.8% | 1 312 |
| Machinery and Equipment | | 485 | 461 | 1 679 | - | 1 223 | 1 127 | (96) | -8.5% | 1 679 |
| Machinery and Equipment | | 485 | 461 | 1 679 | - | 1 223 | 1 127 | (96) | -8.5% | 1 679 |
| 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 | 1 | 484 853 | 332 162 | 542 153 | 27 728 | 194 029 | 333 866 | 139 837 | 41.9% | 542 153 |

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 Quarterly Budget Statement has been prepared in accordance with the Municipal Finance Management Act, and the regulations made under the Act.



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

Date: 2023/04/18