

# ZULULAND DISTRICT MUNICIPALITY



## MONTHLY BUDGET STATEMENT AND SUPPORTING DOCUMENTATION FOR PERIOD ENDED

**30 SEPTEMBER 2021**

**MFMA S71 REPORT**

**2021/2022 FINANCIAL YEAR**

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## **PART 1 – IN-YEAR REPORT**

### **1.1 MAYORS REPORT**

To be attached

### **1.2 COUNCIL RESOLUTION**

The 4th quarter 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**

	<b>APPROVED BUDGET</b>	<b>YTD ACTUAL</b>
Total Revenue By Source (Excluding Capital Transfers)	602 842 000	240 923 968
Total Operating Expenditure	596 622 999	176 142 543
<b>Surplus/(Deficit)</b>	<b>6 219 001</b>	<b>64 781 425</b>

#### **Operating revenue Performance**

Total operating revenue generated by the Municipality as at **30 September 2021** is **R240.9 million** which is **40%** of the approved total operating revenue, this amount comprise of equitable share and other operating conditional grants in terms of Municipal Budget and Reporting Regulations (MBRR). Operating revenue is explained by source in Section 1.4 Operating Revenue Performance.

The Municipality is largely dependent on government grants for its operations, service charges revenue recognized is only **R13.2 million**, which is **5%** of the total generated operating revenue.

## Operating Expenditure Performance

Total Operating Expenditure as at **30 September 2021** is **R176 million** which is **30%** of the approved operating expenditure budget. Operating expenditure is explained by source in Section 1.5 Operating Expenditure Performance.

## Capital Expenditure and Funding

### Summary Statement of Capital Expenditure and Funding

	APPROVED BUDGET	YTD ACTUAL
Total Capital Expenditure	580 277 001	141 580 326
Total Capital Financing	580 277 001	141 580 326

Total Capital Expenditure as at **30 September 2021** is **R141 million** which is **24%** of the approved capital budget. Capital expenditure is explained by source in Section 1.6 Capital Expenditure and Funding.

### Major Variances between actuals and year to date budget

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

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

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

The Financial Performance indicate a surplus of **R64.7 million**, this means the Municipality was able to generate enough revenue to cover all expenses for the period being reported.

## 1.4 OPERATING REVENUE PERFORMANCE

DC26 Zululand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September

Description	Ref	Budget Year 2021/22								
		2020/21 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>Revenue By Source</b>										
Property rates								-		
Service charges - electricity revenue										
Service charges - water revenue		44 957	43 000	43 000	3 880	10 100	10 750	(650)	-6%	43 000
Service charges - sanitation revenue		11 117	11 000	11 000	1 071	3 091	2 750	341	12%	11 000
Service charges - refuse revenue										
Rental of facilities and equipment		179	210	210	15	46	53	(7)	-13%	210
Interest earned - external investments		3 226	6 000	6 000	434	1 089	1 500	(411)	-27%	6 000
Interest earned - outstanding debtors		29	85	85	11	21	21	(1)	-3%	85
Dividends received										
Fines, penalties and forfeits		7 543	638	638	5	6	159	(153)	-96%	638
Licences and permits		10	10	10	-	-	2	(2)	-100%	10
Agency services										
Transfers and subsidies		577 833	541 399	541 399	-	226 423	135 350	91 073	67%	541 399
Other revenue		662	500	500	99	148	125	23	18%	500
Gains		20 175	-	-	-	-	-	-		-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>665 731</b>	<b>602 842</b>	<b>602 842</b>	<b>5 517</b>	<b>240 924</b>	<b>150 710</b>	<b>90 213</b>	<b>60%</b>	<b>602 842</b>

The year-to-date actual indicates operating revenue of **R240.9 million** for **three months**. The total revenue to-date represents **40%** of the operating revenue budget. Included in operating revenue is an amount of revenue recognized on operating conditional grants in terms of Municipal Budget and Reporting Regulations (MBRR).

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

### **Service charges** – Water revenue

This is the amounts billed on customers for water used, the year-to-date actual is **R10.1 million**, which is below year-to-date budget of **R10.7 million**. A variance of **R650 thousand** or **6%** 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 **R3 million** which is above year to date budget of **R2.7 million**. A variance of **R341 thousand** or **12%** is observed.

## **Rent of facilities**

Rental of facilities is amounts billed to WSSA, Avis and Waphatha Group for office space used. The year-to-date actual is **R46 thousand** which is below year-to-date budget of **R53 thousand**. A variance of **R7 thousand** or **13%** is observed.

## **Interest on investment**

Interest on investment is interest received when the Municipality makes cash investments. The year-to-date actual is **R1 million**, which is below year-to-date budget of **R1.5 million**. A variance of **R411 thousand** or **27%** is observed.

## **Interest earned - outstanding debtors**

Interest earned - outstanding debtors is charged on businesses for accounts in arrears. The year-to-date actual is **R21 thousand**, which is equal to year-to-date budget of **R21 thousand**. variance of **R0** or **0%** is observed.

## **Fines, penalties and forfeits**

Fines, penalties and forfeits are mainly amounts charged on illegal connections, the year-to-date actual is **R6 thousand**, the year-to-date budget is **R159 thousand**. A variance of **R153 thousand** or **96%** is observed.

## **Licences and permits**

This amount is for health certificates issued, the year-to-date actual is **R0**, the year-to-date budget is **R2 thousand**. A variance of **R2 thousand** or **100%** is observed.

## **Transfers and subsidies**

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

Transfers and subsidies year to date actual is **R226.4 million**, which is above year-to-date budget of **R135.3 million**. A variance of **R91 million** or **67%** is observed.

## Other revenue

Other revenue includes amounts for tender fees and any other revenue the Municipality may be entitled to receive, the year-to-date actual is **R148 thousand**, which is above year-to-date budget of **R125 thousand**.

## 1.5 OPERATING EXPENDITURE PERFORMANCE

DC26 Zululand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September										
Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>Expenditure By Type</b>										
Employee related costs		241 953	255 269	255 769	20 649	61 212	63 868	(2 656)	-4%	255 769
Remuneration of councillors		8 489	8 537	8 537	717	2 152	2 134	17	1%	8 537
Debt impairment		13 689	9 000	9 000	-	-	2 250	(2 250)	-100%	9 000
Depreciation & asset impairment		84 156	71 620	71 620	-	19 044	17 905	1 139	6%	71 620
Finance charges										
Bulk purchases - electricity		26 310	-	-	-	-	-	-		-
Inventory consumed		10 268	24 194	24 194	775	1 234	6 049	(4 815)	-80%	24 194
Contracted services		289 996	139 336	145 166	31 195	57 868	35 636	22 232	62%	145 166
Transfers and subsidies		12 891	11 950	8 382	-	3 873	2 529	1 343	53%	8 382
Other expenditure		113 562	76 716	73 955	15 631	30 761	18 786	11 975	64%	73 955
Losses		2 416	-	-	-	-	-	-		-
<b>Total Expenditure</b>		<b>803 731</b>	<b>596 623</b>	<b>596 623</b>	<b>68 968</b>	<b>176 143</b>	<b>149 156</b>	<b>26 986</b>	<b>18%</b>	<b>596 623</b>

The year-to-date actual indicates spending of **R176.1 million** for **three months**. The total expenditure to date represents **30%** of the approved operational budget.

### Employee Related Costs

Employee related costs year to date actual is **R61.2 million**, the year-to-date budget is **R63.8 million**, a variance of **R2.6 million** or **4%** is observed.

### Remuneration of Councillors

Remuneration of Councillors year to date actual is **R2.1 million**, the year-to-date budget is **R2.1 million**, a variance of **R7 000** or **1%** is observed.

### Debt impairment

This is the amount of debts written off as per council policy. No write offs have been recorded to date.

## Depreciation

This is non-cash item budgeted for as per the stipulation of the accounting standards. The year-to-date actual is **R19 million**. The year-to-date budget is **R17.9 million**. A variance of **R1.1 million** or **6%** is observed.

## Bulk purchases - electricity

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

## Inventory Consumed

Inventory Consumed are expenses incurred in terms of GRAP 12, year to date actual is **R1.2 million**, the year-to-date budget is **R6 million**, a variance of **R 4.8 million** or **80%** is observed

## Contracted services

Contracted services include Outsourced services, Consultants and professional fees, and Contractors. The year-to-date actual is **R57.8 million** and the year-to-date budget of **R35.6 million**, a variance of **R22.2 million** or **62%** is observed.

## Transfers and subsidies paid

Transfers and subsidies are amounts paid as subsidies to the communities for poverty alleviation and transfers to support businesses. The year-to-date actual is **R3.8 million**, the year-to-date budget is **R2.5 million**, a variance of **R1.3 million** or **53%** is observed.

## Other expenditure

Other expenditure year to date actual is **R30.7 million**, the year-to-date budget is **R18.7 million**, a variance of **R11.9 million** or **64%** is observed.

## Operating Grants Expenditure Performance

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

<b>CONDITIONAL OPERATING GRANTS EXPENDITURE</b>	<b>APPROVED BUDGET</b>	<b>YTD ACTUAL</b>
Finance Management	1 200 000	251 331
EPWP Incentive	9 612 000	2 022 843
Art centre Subsisies (Indonsa Grant)	1 911 000	217 756
Municipal Systems Improvement Grant	4 031 000	
<b>Total Operating Grant Expenditure</b>	<b>16 754 000</b>	<b>2 491 930</b>



## Summary of Revenue and Operational Expenditure Performance

DC26 Zululand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September

Description	Ref	2020/21		Budget Year 2021/22						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue By Source</b>										
Property rates							-			
Service charges - electricity revenue		44 957	43 000	43 000	3 880	10 100	10 750	(650)	-6%	43 000
Service charges - water revenue		11 117	11 000	11 000	1 071	3 091	2 750	341	12%	11 000
Service charges - sanitation revenue								-		
Service charges - refuse revenue								(7)	-13%	210
Rental of facilities and equipment		179	210	210	15	46	53	(7)	-13%	210
Interest earned - external investments		3 226	6 000	6 000	434	1 089	1 500	(411)	-27%	6 000
Interest earned - outstanding debtors		29	85	85	11	21	21	(1)	-3%	85
Dividends received								-		
Fines, penalties and forfeits		7 543	638	638	5	6	159	(153)	-96%	638
Licences and permits		10	10	10	-	-	2	(2)	-100%	10
Agency services								-		
Transfers and subsidies		577 833	541 399	541 399	-	226 423	135 350	91 073	67%	541 399
Other revenue		662	500	500	99	148	125	23	18%	500
Gains		20 175	-	-	-	-	-	-		-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>665 731</b>	<b>602 842</b>	<b>602 842</b>	<b>5 517</b>	<b>240 924</b>	<b>150 710</b>	<b>90 213</b>	<b>60%</b>	<b>602 842</b>
<b>Expenditure By Type</b>										
Employee related costs		241 953	255 269	255 769	20 649	61 212	63 868	(2 656)	-4%	255 769
Remuneration of councillors		8 489	8 537	8 537	717	2 152	2 134	17	1%	8 537
Debt impairment		13 689	9 000	9 000	-	-	2 250	(2 250)	-100%	9 000
Depreciation & asset impairment		84 156	71 620	71 620	-	19 044	17 905	1 139	6%	71 620
Finance charges								-		
Bulk purchases - electricity		26 310	-	-	-	-	-	-		-
Inventory consumed		10 268	24 194	24 194	775	1 234	6 049	(4 815)	-80%	24 194
Contracted services		289 996	139 336	145 166	31 195	57 868	35 636	22 232	62%	145 166
Transfers and subsidies		12 891	11 950	8 382	-	3 873	2 529	1 343	53%	8 382
Other expenditure		113 562	76 716	73 955	15 631	30 761	18 786	11 975	64%	73 955
Losses		2 416	-	-	-	-	-	-		-
<b>Total Expenditure</b>		<b>803 731</b>	<b>596 623</b>	<b>596 623</b>	<b>68 968</b>	<b>176 143</b>	<b>149 156</b>	<b>26 986</b>	<b>18%</b>	<b>596 623</b>
<b>Surplus/(Deficit)</b>		<b>(138 000)</b>	<b>6 219</b>	<b>6 219</b>	<b>(63 451)</b>	<b>64 781</b>	<b>1 554</b>	<b>63 227</b>	<b>0</b>	<b>6 219</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		446 737	574 058	574 058	-	86 828	143 514	(56 686)	(0)	574 058
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)		-	-	-	-	-	-	-		-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>308 737</b>	<b>580 277</b>	<b>580 277</b>	<b>(63 451)</b>	<b>151 610</b>	<b>145 069</b>			<b>580 277</b>
Taxation								-		
<b>Surplus/(Deficit) after taxation</b>		<b>308 737</b>	<b>580 277</b>	<b>580 277</b>	<b>(63 451)</b>	<b>151 610</b>	<b>145 069</b>			<b>580 277</b>
Attributable to minorities										
<b>Surplus/(Deficit) attributable to municipality</b>		<b>308 737</b>	<b>580 277</b>	<b>580 277</b>	<b>(63 451)</b>	<b>151 610</b>	<b>145 069</b>			<b>580 277</b>
Share of surplus/ (deficit) of associate										
<b>Surplus/ (Deficit) for the year</b>		<b>308 737</b>	<b>580 277</b>	<b>580 277</b>	<b>(63 451)</b>	<b>151 610</b>	<b>145 069</b>			<b>580 277</b>

## 1.6 CAPITAL EXPENDITURE AND FUNDING

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

- Government Grants
- Internally Generated Funds

The summary report indicates the following: -

	APPROVED BUDGET	YTD ACTUAL
Total Capital Expenditure	580 277 001	141 580 326
Total Capital Financing	580 277 001	141 580 326

The capital expenditure amounts to **R141.5 million** which is **24%** of the capital budget, after a period of **three months**.

CAPITAL EXPENDITURE BY SOURCE	APPROVED BUDGET	YTD ACTUAL
Municipal Infrastructure Grant (MIG)	239 111 000	76 784 138
Regional Bulk Infrastructure (RBIG)	222 531 000	38 420 919
Water services infrastructure Grant (WSIG)	110 000 000	21 037 758
Rural Roads Asset Management Systems Grant	2 416 000	
Indonsa Grant	834 000	
KwamaJomela Grant		2 579 973
Other Assets	5 385 000	2 757 537
<b>Total Operating Expenditure</b>	<b>580 277 000</b>	<b>141 580 326</b>

### Capital Grant Expenditure as per MFMA circular no. 58

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

CAPITAL GRANTS EXPENDITURE (INCLUDING VAT AS PER MFMA CIRCULAR NO. 58)	APPROVED BUDGET	YTD ACTUAL
Municipal Infrastructure Grant (MIG)	223 984 000	87 883 385
Regional Bulk Infrastructure (RBIG)	100 000 000	45 652 723
Water services infrastructure Grant (WSIG)	105 500 000	30 041 894
Rural Roads Asset Management Systems Grant	2 383 000	-
<b>Total Capital Grant Expenditure</b>	<b>431 867 000</b>	<b>163 578 002</b>

Overall capital grant expenditure is sitting at **37%** of the approved capital budget, **MIG** is sitting at **40%**, **RBIG** at **40%**, **WSIG** at **28%** and **RAMS** at **0%**.

**Capital budget summary**

DC26 Zululand - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M03  
September

Vote Description	Ref	2020/21		Budget Year 2021/22						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Multi-Year expenditure appropriation</b>	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		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	4,7	-	-	-	-	-	-	-	-	-
<b>Single Year expenditure appropriation</b>	2									
Vote 01 - Council		-	3 500	3 500	1 235	2 635	875	1 760	201%	3 500
Vote 02 - Corporate Services		3 216	-	-	-	-	-	-	-	-
Vote 03 - Finance		1 402	385	385	92	123	96	27	28%	385
Vote 04 - Community Development		3 869	834	10 202	1 719	2 580	1 384	1 196	86%	10 202
Vote 05 - Planning & Wsa		333 171	574 058	499 181	35 527	136 243	129 900	6 342	5%	499 181
Vote 06 - Technical Services		-	-	-	-	-	-	-	-	-
Vote 07 - Water Purification		-	-	-	-	-	-	-	-	-
Vote 08 - Water Distribution		-	1 500	1 500	-	-	375	(375)	-100%	1 500
Vote 09 - Waste Water		-	-	-	-	-	-	-	-	-
Vote 10 - .		-	-	-	-	-	-	-	-	-
Vote 11 - .		-	-	-	-	-	-	-	-	-
Vote 12 - .		-	-	-	-	-	-	-	-	-
Vote 13 - .		-	-	-	-	-	-	-	-	-
Vote 14 - *		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	4	341 658	580 277	514 768	38 574	141 580	132 631	8 949	7%	514 768
<b>Total Capital Expenditure</b>		341 658	580 277	514 768	38 574	141 580	132 631	8 949	7%	514 768
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		4 482	3 885	3 885	1 327	2 758	971	1 786	184%	3 885
Executive and council		-	3 500	3 500	1 235	2 635	875	1 760	201%	3 500
Finance and administration		4 482	385	385	92	123	96	27	28%	385
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		547	834	834	-	-	200	(200)	-100%	834
Community and social services		547	834	834	-	-	200	(200)	-100%	834
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		3 322	2 416	11 469	1 719	2 580	1 731	849	49%	11 469
Planning and development		3 322	2 416	11 469	1 719	2 580	1 731	849	49%	11 469
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		333 171	573 142	498 580	35 527	136 243	129 729	6 514	5%	498 580
Energy sources		-	-	-	-	-	-	-	-	-
Water management		333 171	573 142	498 580	35 527	136 243	129 729	6 514	5%	498 580
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<b>Other</b>		135	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	341 658	580 277	514 768	38 574	141 580	132 631	8 949	7%	514 768
<b>Funded by:</b>										
National Government		333 171	574 058	499 181	35 527	136 243	129 900	6 342	5%	499 181
Provincial Government		3 869	834	10 202	1 719	2 580	1 384	1 196	86%	10 202
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>		337 040	574 892	509 383	37 247	138 823	131 285	7 538	6%	509 383
<b>Borrowing</b>	6									
<b>Internally generated funds</b>		4 617	5 385	5 385	1 327	2 758	1 346	1 411	105%	5 385
<b>Total Capital Funding</b>		341 658	580 277	514 768	38 574	141 580	132 631	8 949	7%	514 768

## **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 2020/2021 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**.

### **Table C1 – Monthly Budget Statement Summary**

DC26 Zululand - Table C1 Monthly Budget Statement Summary - M03 September

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	56 074	54 000	54 000	4 951	13 191	13 500	(309)	-2%	54 000
Investment revenue	3 226	6 000	6 000	434	1 089	1 500	(411)	-27%	6 000
Transfers and subsidies	577 833	541 399	541 399	-	226 423	135 350	91 073	67%	541 399
Other own revenue	28 599	1 443	1 443	131	220	361	(140)	-39%	1 443
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>665 731</b>	<b>602 842</b>	<b>602 842</b>	<b>5 517</b>	<b>240 924</b>	<b>150 710</b>	<b>90 213</b>	<b>60%</b>	<b>602 842</b>
Employee costs	241 953	255 269	255 769	20 649	61 212	63 868	(2 656)	-4%	255 769
Remuneration of Councillors	8 489	8 537	8 537	717	2 152	2 134	17	1%	8 537
Depreciation & asset impairment	84 156	71 620	71 620	-	19 044	17 905	1 139	6%	71 620
Finance charges	-	-	-	-	-	-	-	-	-
Inventory consumed and bulk purchases	36 578	24 194	24 194	775	1 234	6 049	(4 815)	-80%	24 194
Transfers and subsidies	12 891	11 950	8 242	-	3 873	2 529	1 343	53%	8 242
Other expenditure	419 664	225 053	228 261	46 826	88 629	56 671	31 958	56%	228 261
<b>Total Expenditure</b>	<b>803 731</b>	<b>596 623</b>	<b>596 623</b>	<b>68 968</b>	<b>176 143</b>	<b>149 156</b>	<b>26 986</b>	<b>18%</b>	<b>596 623</b>
<b>Surplus/(Deficit)</b>	<b>(138 000)</b>	<b>6 219</b>	<b>6 219</b>	<b>(63 451)</b>	<b>64 781</b>	<b>1 554</b>	<b>63 227</b>	<b>4068%</b>	<b>6 219</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	446 737	574 058	574 058	-	86 828	143 514	###	-39%	574 058
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)	-	-	-	-	-	-	###	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>308 737</b>	<b>580 277</b>	<b>580 277</b>	<b>(63 451)</b>	<b>151 610</b>	<b>145 069</b>	<b>6 541</b>	<b>5%</b>	<b>580 277</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>308 737</b>	<b>580 277</b>	<b>580 277</b>	<b>(63 451)</b>	<b>151 610</b>	<b>145 069</b>	<b>6 541</b>	<b>5%</b>	<b>580 277</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>341 658</b>	<b>580 277</b>	<b>514 768</b>	<b>38 574</b>	<b>141 580</b>	<b>132 631</b>	<b>8 949</b>	<b>7%</b>	<b>514 768</b>
Capital transfers recognised	337 040	574 892	509 383	37 247	138 823	131 285	7 538	6%	509 383
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	4 617	5 385	5 385	1 327	2 758	1 346	1 411	105%	5 385
<b>Total sources of capital funds</b>	<b>341 658</b>	<b>580 277</b>	<b>514 768</b>	<b>38 574</b>	<b>141 580</b>	<b>132 631</b>	<b>8 949</b>	<b>7%</b>	<b>514 768</b>
<b>Financial position</b>									
Total current assets	1 352 730	213 923	289 032	-	216 898	-	-	-	289 032
Total non current assets	4 189 098	5 150 898	5 085 389	-	4 311 634	-	-	-	5 085 389
Total current liabilities	307 236	185 415	185 415	-	321 452	-	-	-	185 415
Total non current liabilities	33 042	47 047	47 047	-	33 042	-	-	-	47 047
Community wealth/Equity	3 743 267	4 552 082	4 552 082	-	4 174 046	-	-	-	4 552 082
<b>Cash flows</b>									
Net cash from (used) operating	802 022	639 282	639 282	49 056	338 464	159 820	(178 643)	-112%	639 282
Net cash from (used) investing	(395 419)	(580 277)	(580 277)	(38 574)	(141 580)	(145 069)	(3 489)	2%	(580 277)
Net cash from (used) financing	(21)	13	-	8	(3 619)	(905)	2 714	-300%	(3 620)
<b>Cash/cash equivalents at the month/year end</b>	<b>418 872</b>	<b>134 221</b>	<b>134 208</b>	<b>-</b>	<b>213 323</b>	<b>13 846</b>	<b>(199 477)</b>	<b>-1441%</b>	<b>55 385</b>
<b>Debtors &amp; creditors analysis</b>									
	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
<b>Debtors Age Analysis</b>									
Total By Income Source	10 567	3 509	6 572	7 452	2 406	3 004	15 912	108 141	157 563
<b>Creditors Age Analysis</b>									
Total Creditors	5 150	263	2 646	-	-	-	-	-	8 059

DC26 Zululand - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M03 September

Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Revenue - Functional</b>										
<i><b>Governance and administration</b></i>		597 246	536 634	536 634	549	219 886	134 158	85 727	64%	536 634
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		597 246	536 634	536 634	549	219 886	134 158	85 727	64%	536 634
Internal audit		-	-	-	-	-	-	-	-	-
<i><b>Community and public safety</b></i>		1 921	2 511	2 511	-	-	628	(628)	-100%	2 511
Community and social services		1 911	1 911	1 911	-	-	478	(478)	-100%	1 911
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		10	600	600	-	-	150	(150)	-100%	600
<i><b>Economic and environmental services</b></i>		6 204	2 416	2 416	-	8 811	604	8 207	1359%	2 416
Planning and development		6 204	2 416	2 416	-	8 811	604	8 207	1359%	2 416
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>		505 908	635 339	635 339	4 967	99 056	158 835	(59 779)	-38%	635 339
Energy sources		-	-	-	-	-	-	-	-	-
Water management		494 780	624 339	624 339	3 891	95 959	156 085	(60 125)	-39%	624 339
Waste water management		11 128	11 000	11 000	1 076	3 096	2 750	346	13%	11 000
Waste management		-	-	-	-	-	-	-	-	-
<i><b>Other</b></i>	4	1 189	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	2	1 112 468	1 176 900	1 176 900	5 517	327 752	294 225	33 527	11%	1 176 900
<b>Expenditure - Functional</b>										
<i><b>Governance and administration</b></i>		223 532	180 684	182 609	23 477	57 594	45 364	12 231	27%	182 609
Executive and council		48 383	43 476	44 726	5 248	13 833	10 904	2 929	27%	44 726
Finance and administration		175 149	137 208	137 883	18 229	43 762	34 460	9 302	27%	137 883
Internal audit		-	-	-	-	-	-	-	-	-
<i><b>Community and public safety</b></i>		18 419	24 007	24 082	2 375	5 018	6 009	(991)	-16%	24 082
Community and social services		7 084	12 000	12 075	1 451	2 326	3 008	(682)	-23%	12 075
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		11 336	12 007	12 007	925	2 693	3 002	(309)	-10%	12 007
<i><b>Economic and environmental services</b></i>		19 889	28 693	26 643	914	5 025	6 968	(1 944)	-28%	26 643
Planning and development		19 889	28 693	26 643	914	5 025	6 968	(1 944)	-28%	26 643
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>		533 373	355 280	355 280	41 601	106 631	88 820	17 811	20%	355 280
Energy sources		-	-	-	-	-	-	-	-	-
Water management		529 657	350 523	350 523	41 276	105 671	87 631	18 040	21%	350 523
Waste water management		3 716	4 757	4 757	325	961	1 189	(229)	-19%	4 757
Waste management		-	-	-	-	-	-	-	-	-
<i><b>Other</b></i>		8 517	7 958	8 008	601	1 874	1 995	(121)	-6%	8 008
<b>Total Expenditure - Functional</b>	3	803 731	596 623	596 623	68 968	176 143	149 156	26 986	18%	596 623
<b>Surplus (Deficit) for the year</b>		308 737	580 277	580 277	(63 451)	151 610	145 069	6 541	5%	580 277

**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) - M03 September**

Vote Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue by Vote</b>	1									
Vote 01 - Council		-	-	-	-	-	-	-	-	-
Vote 02 - Corporate Services		605	-	-	-	-	-	-	-	-
Vote 03 - Finance		596 641	536 634	536 634	549	219 886	134 158	85 727	63.9%	536 634
Vote 04 - Community Development		6 931	2 511	2 511	-	8 811	628	8 183	1303.6%	2 511
Vote 05 - Planning & Wsa		452 177	583 670	583 670	-	85 838	145 917	(60 079)	-41.2%	583 670
Vote 06 - Technical Services		-	-	-	-	-	-	-	-	-
Vote 07 - Water Purification		-	-	-	-	-	-	-	-	-
Vote 08 - Water Distribution		44 986	43 085	43 085	3 891	10 121	10 771	(650)	-6.0%	43 085
Vote 09 - Waste Water		11 128	11 000	11 000	1 076	3 096	2 750	346	12.6%	11 000
Vote 10 - .		-	-	-	-	-	-	-	-	-
Vote 11 - .		-	-	-	-	-	-	-	-	-
Vote 12 - .		-	-	-	-	-	-	-	-	-
Vote 13 - .		-	-	-	-	-	-	-	-	-
Vote 14 - *		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	<b>1 112 468</b>	<b>1 176 900</b>	<b>1 176 900</b>	<b>5 517</b>	<b>327 752</b>	<b>294 225</b>	<b>33 527</b>	<b>11.4%</b>	<b>1 176 900</b>
<b>Expenditure by Vote</b>	1									
Vote 01 - Council		48 383	43 476	44 726	5 248	13 833	10 904	2 929	26.9%	44 726
Vote 02 - Corporate Services		99 840	81 077	81 127	13 298	29 621	20 274	9 347	46.1%	81 127
Vote 03 - Finance		74 207	59 575	60 325	5 809	15 071	15 059	12	0.1%	60 325
Vote 04 - Community Development		38 011	42 485	40 485	2 631	8 999	10 421	(1 422)	-13.6%	40 485
Vote 05 - Planning & Wsa		66 164	23 884	23 834	1 170	3 006	5 966	(2 960)	-49.6%	23 834
Vote 06 - Technical Services		7 640	2 549	2 549	242	1 242	637	605	95.0%	2 549
Vote 07 - Water Purification		55 905	36 662	36 662	3 806	12 858	9 166	3 692	40.3%	36 662
Vote 08 - Water Distribution		409 866	302 157	302 157	36 440	90 551	75 539	15 012	19.9%	302 157
Vote 09 - Waste Water		3 716	4 757	4 757	325	961	1 189	(229)	-19.2%	4 757
Vote 10 - .		-	-	-	-	-	-	-	-	-
Vote 11 - .		-	-	-	-	-	-	-	-	-
Vote 12 - .		-	-	-	-	-	-	-	-	-
Vote 13 - .		-	-	-	-	-	-	-	-	-
Vote 14 - *		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	<b>803 731</b>	<b>596 623</b>	<b>596 623</b>	<b>68 968</b>	<b>176 143</b>	<b>149 156</b>	<b>26 986</b>	<b>18.1%</b>	<b>596 623</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>308 737</b>	<b>580 277</b>	<b>580 277</b>	<b>(63 451)</b>	<b>151 610</b>	<b>145 069</b>	<b>6 541</b>	<b>4.5%</b>	<b>580 277</b>

**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) - M03 September

Description	Ref	Budget Year 2021/22								
		2020/21 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue By Source</b>										
Property rates								-		
Service charges - electricity revenue								-		
Service charges - water revenue		44 957	43 000	43 000	3 880	10 100	10 750	(650)	-6%	43 000
Service charges - sanitation revenue		11 117	11 000	11 000	1 071	3 091	2 750	341	12%	11 000
Service charges - refuse revenue								-		
Rental of facilities and equipment		179	210	210	15	46	53	(7)	-13%	210
Interest earned - external investments		3 226	6 000	6 000	434	1 089	1 500	(411)	-27%	6 000
Interest earned - outstanding debtors		29	85	85	11	21	21	(1)	-3%	85
Dividends received								-		
Fines, penalties and forfeits		7 543	638	638	5	6	159	(153)	-96%	638
Licences and permits		10	10	10	-	-	2	(2)	-100%	10
Agency services								-		
Transfers and subsidies		577 833	541 399	541 399	-	226 423	135 350	91 073	67%	541 399
Other revenue		662	500	500	99	148	125	23	18%	500
Gains		20 175	-	-	-	-	-	-		-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>665 731</b>	<b>602 842</b>	<b>602 842</b>	<b>5 517</b>	<b>240 924</b>	<b>150 710</b>	<b>90 213</b>	<b>60%</b>	<b>602 842</b>
<b>Expenditure By Type</b>										
Employee related costs		241 953	255 269	255 769	20 649	61 212	63 868	(2 656)	-4%	255 769
Remuneration of councillors		8 489	8 537	8 537	717	2 152	2 134	17	1%	8 537
Debt impairment		13 689	9 000	9 000	-	-	2 250	(2 250)	-100%	9 000
Depreciation & asset impairment		84 156	71 620	71 620	-	19 044	17 905	1 139	6%	71 620
Finance charges								-		
Bulk purchases - electricity		26 310	-	-	-	-	-	-		-
Inventory consumed		10 268	24 194	24 194	775	1 234	6 049	(4 815)	-80%	24 194
Contracted services		289 996	139 336	145 166	31 195	57 868	35 636	22 232	62%	145 166
Transfers and subsidies		12 891	11 950	8 382	-	3 873	2 529	1 343	53%	8 382
Other expenditure		113 562	76 716	73 955	15 631	30 761	18 786	11 975	64%	73 955
Losses		2 416	-	-	-	-	-	-		-
<b>Total Expenditure</b>		<b>803 731</b>	<b>596 623</b>	<b>596 623</b>	<b>68 968</b>	<b>176 143</b>	<b>149 156</b>	<b>26 986</b>	<b>18%</b>	<b>596 623</b>
<b>Surplus/(Deficit)</b>		<b>(138 000)</b>	<b>6 219</b>	<b>6 219</b>	<b>(63 451)</b>	<b>64 781</b>	<b>1 554</b>	<b>63 227</b>	<b>0</b>	<b>6 219</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		446 737	574 058	574 058	-	86 828	143 514	(56 686)	(0)	574 058
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)		-	-	-	-	-	-	-		-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>308 737</b>	<b>580 277</b>	<b>580 277</b>	<b>(63 451)</b>	<b>151 610</b>	<b>145 069</b>			<b>580 277</b>
Taxation								-		
<b>Surplus/(Deficit) after taxation</b>		<b>308 737</b>	<b>580 277</b>	<b>580 277</b>	<b>(63 451)</b>	<b>151 610</b>	<b>145 069</b>			<b>580 277</b>
Attributable to minorities										
<b>Surplus/(Deficit) attributable to municipality</b>		<b>308 737</b>	<b>580 277</b>	<b>580 277</b>	<b>(63 451)</b>	<b>151 610</b>	<b>145 069</b>			<b>580 277</b>
Share of surplus/ (deficit) of associate										
<b>Surplus/ (Deficit) for the year</b>		<b>308 737</b>	<b>580 277</b>	<b>580 277</b>	<b>(63 451)</b>	<b>151 610</b>	<b>145 069</b>			<b>580 277</b>

**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) - M03  
September

Vote Description	Ref	2020/21		Budget Year 2021/22						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Multi-Year expenditure appropriation</b>	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		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	4,7	-	-	-	-	-	-	-	-	-
<b>Single Year expenditure appropriation</b>	2									
Vote 01 - Council		-	3 500	3 500	1 235	2 635	875	1 760	201%	3 500
Vote 02 - Corporate Services		3 216	-	-	-	-	-	-	-	-
Vote 03 - Finance		1 402	385	385	92	123	96	27	28%	385
Vote 04 - Community Development		3 869	834	10 202	1 719	2 580	1 384	1 196	86%	10 202
Vote 05 - Planning & Wsa		333 171	574 058	499 181	35 527	136 243	129 900	6 342	5%	499 181
Vote 06 - Technical Services		-	-	-	-	-	-	-	-	-
Vote 07 - Water Purification		-	-	-	-	-	-	-	-	-
Vote 08 - Water Distribution		-	1 500	1 500	-	-	375	(375)	-100%	1 500
Vote 09 - Waste Water		-	-	-	-	-	-	-	-	-
Vote 10 - .		-	-	-	-	-	-	-	-	-
Vote 11 - .		-	-	-	-	-	-	-	-	-
Vote 12 - .		-	-	-	-	-	-	-	-	-
Vote 13 - .		-	-	-	-	-	-	-	-	-
Vote 14 - *		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	4	341 658	580 277	514 768	38 574	141 580	132 631	8 949	7%	514 768
<b>Total Capital Expenditure</b>		<b>341 658</b>	<b>580 277</b>	<b>514 768</b>	<b>38 574</b>	<b>141 580</b>	<b>132 631</b>	<b>8 949</b>	<b>7%</b>	<b>514 768</b>
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		4 482	3 885	3 885	1 327	2 758	971	1 786	184%	3 885
Executive and council		-	3 500	3 500	1 235	2 635	875	1 760	201%	3 500
Finance and administration		4 482	385	385	92	123	96	27	28%	385
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		547	834	834	-	-	200	(200)	-100%	834
Community and social services		547	834	834	-	-	200	(200)	-100%	834
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		3 322	2 416	11 469	1 719	2 580	1 731	849	49%	11 469
Planning and development		3 322	2 416	11 469	1 719	2 580	1 731	849	49%	11 469
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		333 171	573 142	498 580	35 527	136 243	129 729	6 514	5%	498 580
Energy sources		-	-	-	-	-	-	-	-	-
Water management		333 171	573 142	498 580	35 527	136 243	129 729	6 514	5%	498 580
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<b>Other</b>		135	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	341 658	580 277	514 768	38 574	141 580	132 631	8 949	7%	514 768
<b>Funded by:</b>										
National Government		333 171	574 058	499 181	35 527	136 243	129 900	6 342	5%	499 181
Provincial Government		3 869	834	10 202	1 719	2 580	1 384	1 196	86%	10 202
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>		337 040	574 892	509 383	37 247	138 823	131 285	7 538	6%	509 383
<b>Borrowing</b>	6									
<b>Internally generated funds</b>		4 617	5 385	5 385	1 327	2 758	1 346	1 411	105%	5 385
<b>Total Capital Funding</b>		<b>341 658</b>	<b>580 277</b>	<b>514 768</b>	<b>38 574</b>	<b>141 580</b>	<b>132 631</b>	<b>8 949</b>	<b>7%</b>	<b>514 768</b>

**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 - M03 September**

Description	Ref	2020/21	Budget Year 2021/22			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	1					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash		1 732 440	134 211	134 211	317 933	134 211
Call investment deposits		(470 000)	–	–	(200 000)	–
Consumer debtors		37 956	37 620	37 620	42 017	37 620
Other debtors		48 193	37 768	112 877	49 237	112 877
Current portion of long-term receivables		–	–	–	–	–
Inventory		4 140	4 324	4 324	7 711	4 324
<b>Total current assets</b>		<b>1 352 730</b>	<b>213 923</b>	<b>289 032</b>	<b>216 898</b>	<b>289 032</b>
<b>Non current assets</b>						
Long-term receivables		–	–	–	–	–
Investments						
Investment property						
Investments in Associate						
Property, plant and equipment		4 189 066	5 147 398	5 081 889	4 308 968	5 081 889
Biological						
Intangible		32	–	–	31	–
Other non-current assets		–	3 500	3 500	2 635	3 500
<b>Total non current assets</b>		<b>4 189 098</b>	<b>5 150 898</b>	<b>5 085 389</b>	<b>4 311 634</b>	<b>5 085 389</b>
<b>TOTAL ASSETS</b>		<b>5 541 828</b>	<b>5 364 821</b>	<b>5 374 421</b>	<b>4 528 532</b>	<b>5 374 421</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		–	–	–	–	–
Borrowing		–	–	–	–	–
Consumer deposits		3 633	3 620	3 620	3 619	3 620
Trade and other payables		300 829	180 518	180 518	315 216	180 518
Provisions		2 774	1 278	1 278	2 617	1 278
<b>Total current liabilities</b>		<b>307 236</b>	<b>185 415</b>	<b>185 415</b>	<b>321 452</b>	<b>185 415</b>
<b>Non current liabilities</b>						
Borrowing		–	–	–	–	–
Provisions		33 042	47 047	47 047	33 042	47 047
<b>Total non current liabilities</b>		<b>33 042</b>	<b>47 047</b>	<b>47 047</b>	<b>33 042</b>	<b>47 047</b>
<b>TOTAL LIABILITIES</b>		<b>340 278</b>	<b>232 462</b>	<b>232 462</b>	<b>354 494</b>	<b>232 462</b>
<b>NET ASSETS</b>	2	<b>5 201 550</b>	<b>5 132 359</b>	<b>5 141 959</b>	<b>4 174 038</b>	<b>5 141 959</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		3 743 267	4 552 082	4 552 082	4 174 046	4 552 082
Reserves		–	–	–	–	–
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>3 743 267</b>	<b>4 552 082</b>	<b>4 552 082</b>	<b>4 174 046</b>	<b>4 552 082</b>

**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 **30 September 2021 R 17.9 million.**

### **Call Investments Deposits**

The municipality has investments of **R100 million.**

### **Consumer debtors**

Consumer debtors include debtors from water, sanitation services and rental of facilities, the balance for the reporting period is **R42 million.**

Water Debtors	R34.6 million
Sanitation Debtors	R6.8 million
Property Rentals Debtors	R81.4 thousand
Other Consumer debtors	R217.6 thousand

**Total** **R42 million**

➤ **Water Debtors**

Net Water debtors after considering provision for bad debts amount to **R34.6 million.**  
Water debtors are amounts owed by consumers for water services billed.

➤ **Sanitation Debtors**

Net Sanitation debtors after considering provision for bad debts amount to **R6.8 million.**  
Sanitation debtors are amounts owed by consumers for sewer services billed.

➤ **Property Rentals Debtors**

These are debtors accumulated from property rentals

➤ **Other Consumer debtors**

Other consumer debtors' amount to **R217 thousand**, these are sundry debtors.

**Other debtors**

Other debtors are debtors that arise from non-exchange transactions, the balance for the reporting period is **R49.2 million**.

VAT Receivable	R23.3 million
Deposits Made	R16.5 million
Refunds & under/over banking	R4.8 million
Overpayments/Accrued Income/UIFW Expenditure	R3.1 million
Prepaid Expenses	R1.1 million
Insurance claims	R80.4 thousand
Accruals	R64.6 thousand
<b>Total</b>	<b>R49.2 million</b>

➤ **VAT Receivable**

VAT Receivable amount to **R23.3 million**, this is the amount raised when input VAT is recognized less output VAT collected.

➤ **Deposits Made**

Deposits made amount to **R16.5 million**, this amount include Eskom deposits, Federal Air Deposits and Stowell Deposits.

Eskom Deposits	R15.6 million
Federal Air Deposit	R689 thousand
Stowell Deposit	R200 thousand

Eskom deposits are amounts held by Eskom as security for all accounts the Municipality has with Eskom. Security deposits are paid when the Municipality opens a new electricity account with Eskom. Federal Air Deposits is the amount paid as a security deposit when Federal Air was first contracted and Stowell Deposit is the amount paid as a security deposit when Stowell was first contracted.

➤ **Refunds & under/over banking**

Refunds & under/over banking amount to **R4.8 million**, these are shared services debtors to be collected or refunded from Local Municipalities, and small differences caused by under/over banking.

Shared services debtors	R4.8 million
under/over banking	R8.1 thousand

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

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

Overpayments/Accrued Income/UIFW Expenditure amount to **R3.1 million**, these are payments made by the Municipality to be recovered and income expected to be received by the Municipality.

Overpayments	R794.4 thousand
Fruitless Expenditure to be recovered	R1.3 million
Accrued Income – Indonsa Grant	R955.5 thousand
Accrued Income – Asset Disposal	R36 thousand

Overpayments include an amount of R4.7 million which has been provided for to be written-off 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, Lindani Catering amounting to R1.9 thousand, 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 R794.4 thousand is for Enduneni Constructors.

Fruitless expenditure to be recovered amounting to R1.3 million resulted from a claim of standing time due to consultant negligence.

Accrued Income – Indonsa Grant is the amount outstanding from the department of arts and culture for the Grant Gazetted in 2020/2021 financial year, and Accrued Income – Asset Disposal is the amount to be received from the actioner of assets disposed by the Municipality.

## Inventory

The current level of inventory is **R7.7 million**. Inventory include water stock and consumable stores.

## NON-CURRENT ASSETS

### Long term receivables

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

### Property plant and equipment

Property plant and equipment is the infrastructure and immovable assets owned by the municipality which the municipality uses to provide services to communities. The balance of Property plant and equipment include current year capital acquisition from table C5 and depreciation from table C4, the carrying value of all asset owned by the municipality is **R4.3 billion**.

Opening balance	R4.1 billion
Additions	R141.5 million
Depreciation	(R19 million)
<b>Closing Balance</b>	<b>R4.3 billion</b>

### Intangible

Intangible assets include software licenses owned by the Municipality, the current balance of intangible assets is **R31 999**.

## CURRENT AND NON-CURRENT LIABILITIES

### 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 **R315.2 million**.



Unpent Conditional Grants	R189.7 million
Retention	R46.2 million
Department of Water & Sanitation	R30.1 million
Output VAT	R22.2 million
Leave accrued	R17.9 million
Bonus accrued	R4.6 million
Creditors	R3 million
Advance Payments	R2.3 million
Fleet Suspense account	(R1.6 million)
Other creditors	R697.4 thousand
Suspense Accounts	(R276 thousand)
Deceased Employees	R81.1 thousand
Unpaid cheques	(R94.3 thousand)
<b>Closing Balance</b>	<b>R315.2 million</b>

### **Current Provisions**

Current provisions amount to **R2.6 million**, this provision is for post-retirement benefit (Medical aid) and long service awards that is paid in the current financial year.

Post Retirement benefit (Medical aid)	R249 thousand
Long service awards	R2.3 million

### **Non-current Provisions**

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

Post Retirement benefit (Medical aid)	R22.2 million
Long Service award	R10.7 million

### **Accumulated surplus**

Accumulated surplus is the net worth of the Municipality, sitting at **R 4.1 billion**

DC26 Zululand - Table C7 Monthly Budget Statement - Cash Flow - M03 September

Description	Ref	Budget Year 2021/22								
		2020/21 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates										
Service charges		37 536	32 800	32 800	2 691	11 140	8 200	2 940	36%	32 800
Other revenue		1 051 926	1 358	1 358	177 662	640 113	340	639 774	188446%	1 358
Transfers and Subsidies - Operational		575 689	541 399	541 399	-	223 161	135 350	87 811	65%	541 399
Transfers and Subsidies - Capital		446 416	574 058	574 058	51 000	269 691	143 515	126 176	88%	574 058
Interest		1 571	6 000	6 000	434	1 089	1 500	(411)	-27%	6 000
Dividends										
<b>Payments</b>										
Suppliers and employees		(1 311 116)	(516 333)	(516 333)	(182 732)	(806 731)	(129 083)	677 647	-525%	(516 333)
Finance charges										
Transfers and Grants		-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>802 022</b>	<b>639 282</b>	<b>639 282</b>	<b>49 056</b>	<b>338 464</b>	<b>159 820</b>	<b>(178 643)</b>	<b>-112%</b>	<b>639 282</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE										
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments										
<b>Payments</b>										
Capital assets		(395 419)	(580 277)	(580 277)	(38 574)	(141 580)	(145 069)	(3 489)	2%	(580 277)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(395 419)</b>	<b>(580 277)</b>	<b>(580 277)</b>	<b>(38 574)</b>	<b>(141 580)</b>	<b>(145 069)</b>	<b>(3 489)</b>	<b>2%</b>	<b>(580 277)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans										
Borrowing long term/refinancing										
Increase (decrease) in consumer deposits		(21)	13	-	8	(3 619)	(905)	(2 714)	300%	(3 620)
<b>Payments</b>										
Repayment of borrowing										
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>(21)</b>	<b>13</b>	<b>-</b>	<b>8</b>	<b>(3 619)</b>	<b>(905)</b>	<b>2 714</b>	<b>-300%</b>	<b>(3 620)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>406 582</b>	<b>59 018</b>	<b>59 005</b>	<b>10 490</b>	<b>193 265</b>	<b>13 846</b>			<b>55 385</b>
Cash/cash equivalents at beginning:		12 290	75 203	75 203	-	20 058				
Cash/cash equivalents at month/year end:		418 872	134 221	134 208		213 323	13 846			55 385

**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 can be met.

**CASHFLOW FROM OPERATING ACTIVITIES**

**Service charges**

The Municipality has budgeted to collect **R32.8 million** on service charges, the estimated collection amount is based on the 60% 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 **R11.1 million** to date, which is **33%** of the budgeted collection.

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 is in a process to install new meters to ensure billing is accurate and not estimated.
- Municipality has adopted an indigent policy, and is in a process to finalize indigent register

### **Other Revenue**

Other revenue includes receipts from tender fees, hall hiring, fines and forfeits, and office space rental receipts. The population of other revenue is higher than expected and not credible, the Municipality is a continuous engagement with the system vendor to resolve population of this line item. Other revenue on table C4 is **R148 thousand**.

### **Transfers and subsidies – Operational**

Transfers and subsidies - Operational are expected to be received as per DoRA, and as per transfer schedule issued by National Treasury. Operating grants have been received as scheduled. Transfers and subsidies operational are to date are **R223.1.6 million**.

Equitable share	R218.6 million
Finance Management Grant	R1.2 million
Expanded public works program	R2.4 million
Indonsa Grant	R955.5 thousand

### **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 **R269.6 million**.

Municipal Infrastructure Grant	R163 million
Regional Bulk Infrastructure Grant	R70 million
Water services Infrastructure grant	R35 million
Rural Road asset Management grant	R1.6 million

## **Interest**

Interest on investment is budgeted at **R6 million**, this estimate is based on previous year interest income, the interest includes interest on investments made and interest on bank balance. Year to date Interest on table C4 is **R1 million**

## **Payments - Suppliers and employees**

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

## **CASHFLOW FROM INVESTING ACTIVITIES**

### **Payments - Capital Assets**

Capital expenditure to date is **R141.5 million**, the capital expenditure is excluding VAT portion, MFMA MSCOA circular number 11 issued 04 December 2020 highlighted the VAT issue.

### **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 30 September 2021

DC26 Zululand - Supporting Table SC3 Monthly Budget Statement - aged debtors - M03 September

Description	NT Code	Budget Year 2021/22										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy	
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days			
<b>R thousands</b>														
<b>Debtors Age Analysis By Income Source</b>														
Trade and Other Receivables from Exchange Transactions - Water	1200	8 327	2 611	5 911	6 855	1 817	2 397	12 987	81 229	122 134	105 285	-	-	87 480
Trade and Other Receivables from Exchange Transactions - Electricity	1300	-	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	-	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	2 023	879	626	579	582	599	2 897	26 733	34 919	31 391	-	-	28 109
Receivables from Exchange Transactions - Waste Management	1600	-	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest on Arrear Debtor Accounts	1810	16	5	27	4	2	3	14	176	247	200	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	202	15	7	13	5	5	13	3	263	39	-	-	9
<b>Total By Income Source</b>	<b>2000</b>	<b>10 567</b>	<b>3 509</b>	<b>6 572</b>	<b>7 452</b>	<b>2 406</b>	<b>3 004</b>	<b>15 912</b>	<b>108 141</b>	<b>157 563</b>	<b>136 915</b>	<b>-</b>	<b>-</b>	<b>115 598</b>
<b>2020/21 - totals only</b>														
<b>Debtors Age Analysis By Customer Group</b>														
Organs of State	2200	2 813	699	3 048	370	259	475	1 808	868	10 341	3 781	-	-	-
Commercial	2300	1 708	472	620	341	371	550	1 768	9 170	15 001	12 200	-	-	-
Households	2400	6 045	2 338	2 905	6 740	1 776	1 980	12 335	98 103	132 222	120 934	-	-	115 598
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Group</b>	<b>2600</b>	<b>10 567</b>	<b>3 509</b>	<b>6 572</b>	<b>7 452</b>	<b>2 406</b>	<b>3 004</b>	<b>15 912</b>	<b>108 141</b>	<b>157 563</b>	<b>136 915</b>	<b>-</b>	<b>-</b>	<b>115 598</b>

### 2.2 CREDITORS ANALYSIS

#### Creditors age analysis as at 30 September 2021

DC26 Zululand - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 September

Description	NT Code	Budget Year 2021/22									Prior year totals for chart (same period)	
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total		
<b>R thousands</b>												
<b>Creditors Age Analysis By Customer Type</b>												
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	5 150	263	2 646	-	-	-	-	-	-	-	8 059
Auditor General	0800	-	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Type</b>	<b>1000</b>	<b>5 150</b>	<b>263</b>	<b>2 646</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8 059</b>

## 2.3 INVESTMENT PORTFOLIO

### Investments as at 30 September 2021

DC26 Zululand - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M03 September

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
		Yrs/Months												
<b>R thousands</b>														
<b>Municipality</b>														
Zululand District Municipality - Nedbank		N/A	call account	Yes	Fixed	0.0436	N/A	N/A	N/A	150 000	(150 000)			-
Zululand District Municipality - Standard Bank		N/A		Yes	Fixed	0.0428	N/A	N/A	N/A	50 000				50 000
Zululand District Municipality - Nedbank		N/A	call account	Yes	Fixed		N/A	N/A	N/A	100 000	(100 000)			-
Zululand District Municipality - Standard Bank		N/A		Yes	Fixed					50 000				50 000
														-
														-
														-
														-
<b>Municipality sub-total</b>										350 000	(250 000)	-	-	100 000
<b>Entities</b>														
														-
														-
														-
														-
														-
<b>Entities sub-total</b>										-		-	-	-
<b>TOTAL INVESTMENTS AND INTEREST</b>	2									350 000		-	-	100 000

## 2.4 ALLOCATION OF GRANT RECEIPTS AND EXPENDITURE

### Grants Receipts

DC26 Zululand - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M03 September

Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>RECEIPTS:</b>										
<b>Operating Transfers and Grants</b>										
<b>National Government:</b>	1,2	574 733	539 488	539 488	-	218 602	134 872	83 730	62.1%	539 488
Energy Efficiency and Demand Side Management Grant		-	-	-	-	-	-	-	-	-
Equitable Share		564 272	524 645	524 645	-	218 602	131 161	87 441	66.7%	524 645
Expanded Public Works Programme Integrated Grant		9 261	9 612	9 612	-	-	2 403	(2 403)	-100.0%	9 612
Local Government Financial Management Grant		1 200	1 200	1 200	-	-	300	(300)	-100.0%	1 200
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant	3	-	-	-	-	-	-	-	-	-
Municipal Systems Improvement Grant		-	4 031	4 031	-	-	1 008	(1 008)	-100.0%	4 031
Rural Road Asset Management Systems Grant		-	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant		-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
<b>Provincial Government:</b>		3 100	1 911	1 911	-	7 821	478	7 343	1537.0%	1 911
Art Centres Subsidies		-	-	-	-	-	-	-	-	-
Capacity Building and Other Grants		3 100	1 911	1 911	-	7 821	478	7 343	1537.0%	1 911
Development Planning and Shared Services		-	-	-	-	-	-	-	-	-
Environmental Grant	4	-	-	-	-	-	-	-	-	-
Tourism Events		-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b>		-	-	-	-	-	-	-	-	-
KwazuluNatal Provincial Planning and Development Commission		-	-	-	-	-	-	-	-	-
Unspecified		-	-	-	-	-	-	-	-	-
<b>Total Operating Transfers and Grants</b>	5	577 833	541 399	541 399	-	226 423	135 350	91 073	67.3%	541 399
<b>Capital Transfers and Grants</b>										
<b>National Government:</b>		442 916	574 058	574 058	-	85 838	143 514	(57 676)	-40.2%	574 058
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		221 235	239 111	239 111	-	69 201	59 778	9 423	15.8%	239 111
Regional Bulk Infrastructure Grant		113 798	222 531	222 531	-	-	55 633	(55 633)	-100.0%	222 531
Rural Road Asset Management Systems Grant		2 383	2 416	2 416	-	-	604	(604)	-100.0%	2 416
Water Services Infrastructure Grant		105 500	110 000	110 000	-	16 638	27 500	(10 862)	-39.5%	110 000
<b>Provincial Government:</b>		3 821	-	-	-	990	-	990	-	-
Infrastructure Grant		3 821	-	-	-	990	-	990	-	-
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b>		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
<b>Total Capital Transfers and Grants</b>	5	446 737	574 058	574 058	-	86 828	143 514	(56 686)	-39.5%	574 058
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	5	1 024 570	1 115 457	1 115 457	-	313 251	278 864	34 387	12.3%	1 115 457

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

### Grant Expenditure

DC26 Zululand - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M03 September

Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
<b>National Government:</b>		721 791	514 926	514 926	68 767	158 301	128 732	29 569	23.0%	514 926
Energy Efficiency and Demand Side Management Grant		-	-	-	-	-	-	-	-	-
Equitable Share		652 989	500 083	500 083	66 493	151 812	125 021	26 790	21.4%	500 083
Expanded Public Works Programme Integrated Grant		11 272	9 612	9 612	2 023	5 852	2 403	3 449	143.5%	9 612
Local Government Financial Management Grant		1 290	1 200	1 200	251	517	300	217	72.2%	1 200
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		51 660	-	-	-	-	-	-	-	-
Municipal Systems Improvement Grant		-	4 031	4 031	-	120	1 008	(887)	-88.0%	4 031
Rural Road Asset Management Systems Grant		2 072	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant		2 507	-	-	-	-	-	-	-	-
<b>Provincial Government:</b>		1 615	1 077	1 077	200	218	269	(52)	-19.1%	1 077
Art Centres Subsidies		-	-	-	-	-	-	-	-	-
Capacity Building and Other Grants		1 615	1 077	1 077	200	218	269	(52)	-19.1%	1 077
Development Planning and Shared Services		-	-	-	-	-	-	-	-	-
Environmental Grant		-	-	-	-	-	-	-	-	-
Tourism Events		-	-	-	-	-	-	-	-	-
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b>		-	-	-	-	-	-	-	-	-
<i>KwazuluNatal Provincial Planning and Development Commission</i>		108	-	-	-	-	-	-	-	-
<b>Total operating expenditure of Transfers and Grants:</b>		723 405	516 003	516 003	68 968	158 519	129 001	29 517	22.9%	516 003
<b>Capital expenditure of Transfers and Grants</b>										
<b>National Government:</b>		333 171	574 058	499 181	35 527	136 243	129 900	6 342	4.9%	499 181
Local Government Financial Management Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		142 240	239 111	207 923	16 312	76 784	54 107	22 677	41.9%	207 923
Regional Bulk Infrastructure Grant		99 680	222 531	193 505	13 475	38 421	50 355	(11 934)	-23.7%	193 505
Rural Road Asset Management Systems Grant		-	2 416	2 101	-	-	547	(547)	-100.0%	2 101
Water Services Infrastructure Grant		91 251	110 000	95 652	5 740	21 038	24 891	(3 854)	-15.5%	95 652
<b>Provincial Government:</b>		3 869	834	10 202	1 719	2 580	1 384	1 196	86.4%	10 202
Infrastructure Grant		3 869	834	10 202	1 719	2 580	1 384	1 196	86.4%	10 202
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b>		-	-	-	-	-	-	-	-	-
<b>Total capital expenditure of Transfers and Grants</b>		337 040	574 892	509 383	37 247	138 823	131 285	7 538	5.7%	509 383
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		1 060 446	1 090 895	1 025 386	106 214	297 342	260 286	37 055	14.2%	1 025 386

Most conditional grant expenditure is above year to date.



## Roll-overs Expenditure

The Municipality has three rolled over grants

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

ROLLED OVER GRANTS	APPROVED BUDGET	YTD ACTUAL
Tourism Grant (Roll over From 2020/2021)		
Spatial Development Framework (Roll over From 2020/2021)		
Kwamajomela Manufacturing Grant (Roll over From 2020/2021)		1 779 320
<b>Total Operating Grant Expenditure</b>	<b>-</b>	<b>1 779 320</b>

### DC26 Zululand - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M03 September

Description	Ref	Budget Year 2021/22				
		Approved Rollover 2020/21	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands						
<b>EXPENDITURE</b>						
<u>Operating expenditure of Approved Roll-overs</u>						
National Government:		-	-	-	-	
Provincial Government:		511	-	-	511	100.0%
Tourism Grant		269			269	100.0%
Spatial Development Framework		242			242	
District Municipality:		-	-	-	-	
Other grant providers:		-	-	-	-	
<b>Total operating expenditure of Approved Roll-overs</b>		<b>511</b>	<b>-</b>	<b>-</b>	<b>511</b>	<b>100.0%</b>
<u>Capital expenditure of Approved Roll-overs</u>						
National Government:		-	-	-	-	
Provincial Government:		1 779	1 779	-	1 779	100.0%
Kwamajomela Manufacturing Grant		1 779	1 779		1 779	100.0%
District Municipality:		-	-	-	-	
Other grant providers:		-	-	-	-	
<b>Total capital expenditure of Approved Roll-overs</b>		<b>1 779</b>	<b>1 779</b>	<b>-</b>	<b>1 779</b>	<b>100.0%</b>
<b>TOTAL EXPENDITURE OF APPROVED ROLL-OVERS</b>		<b>2 290</b>	<b>1 779</b>	<b>-</b>	<b>2 290</b>	<b>100.0%</b>

## 2.5 COUNCILLOR AND BOARD MEMBER ALLOWENCES AND EMPLOYEE BENEFITS

DC26 Zululand - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M03 September

Summary of Employee and Councillor remuneration	Ref	Budget Year 2021/22								
		2020/21 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1	A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages		-	-	-	-	-	-	-	-	-
Pension and UIF Contributions		483	416	416	39	117	104	13	12%	416
Medical Aid Contributions		75	206	206	6	17	51	(34)	-67%	206
Motor Vehicle Allowance		1 932	1 867	1 867	164	492	467	25	5%	1 867
Cellphone Allowance		688	694	694	58	173	173	-		694
Housing Allowances		-	-	-	-	-	-	-		-
Other benefits and allowances		5 311	5 355	5 355	451	1 353	1 339	14	1%	5 355
<b>Sub Total - Councillors</b>		<b>8 489</b>	<b>8 537</b>	<b>8 537</b>	<b>717</b>	<b>2 152</b>	<b>2 134</b>	<b>17</b>	<b>1%</b>	<b>8 537</b>
% increase	4		0.6%	0.6%						0.6%
<b>Senior Managers of the Municipality</b>										
Basic Salaries and Wages		6 136	6 570	6 570	440	1 319	1 642	(323)	-20%	6 570
Pension and UIF Contributions		9	66	66	1	2	16	(14)	-85%	66
Medical Aid Contributions		97	57	57	5	14	14	(0)	-1%	57
Overtime		-	-	-	-	-	-	-		-
Performance Bonus		-	-	-	-	-	-	-		-
Motor Vehicle Allowance		1 551	1 592	1 592	111	334	398	(64)	-16%	1 592
Cellphone Allowance		144	71	71	23	50	18	32	177%	71
Housing Allowances		-	-	-	-	-	-	-		-
Other benefits and allowances		249	215	215	18	54	54	(0)	0%	215
Payments in lieu of leave		324	-	-	-	-	-	-		-
Long service awards		-	-	-	-	-	-	-		-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-		-
<b>Sub Total - Senior Managers of Municipality</b>		<b>8 511</b>	<b>8 571</b>	<b>8 571</b>	<b>598</b>	<b>1 773</b>	<b>2 143</b>	<b>(370)</b>	<b>-17%</b>	<b>8 571</b>
% increase	4		0.7%	0.7%						0.7%

DC26 Zululand - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M03 September

Summary of Employee and Councillor remuneration	Ref	Budget Year 2021/22								
		2020/21 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1	A	B	C						D
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		151 163	175 275	175 775	13 646	40 868	43 869	(3 001)	-7%	175 775
Pension and UIF Contributions		19 592	22 634	22 634	1 786	5 257	5 658	(401)	-7%	22 634
Medical Aid Contributions		12 590	13 569	13 569	1 100	3 229	3 392	(163)	-5%	13 569
Overtime		54	1 130	1 130	-	-	282	(282)	-100%	1 130
Performance Bonus		10 711	11 670	11 670	926	2 755	2 918	(163)	-6%	11 670
Motor Vehicle Allowance		6 999	7 578	7 578	653	1 923	1 895	28	1%	7 578
Cellphone Allowance		533	706	706	46	151	176	(26)	-15%	706
Housing Allowances		1 219	1 256	1 256	103	308	314	(6)	-2%	1 256
Other benefits and allowances		17 525	11 781	11 781	1 597	4 638	2 945	1 693	57%	11 781
Payments in lieu of leave		4 630	-	-	-	17	-	17	#DIV/0!	-
Long service awards		2 246	-	-	194	293	-	293	#DIV/0!	-
Post-retirement benefit obligations	2	6 182	1 100	1 100	-	-	275	(275)	-100%	1 100
<b>Sub Total - Other Municipal Staff</b>		<b>233 443</b>	<b>246 698</b>	<b>247 198</b>	<b>20 051</b>	<b>59 439</b>	<b>61 725</b>	<b>(2 286)</b>	<b>-4%</b>	<b>247 198</b>
% increase	4		5.7%	5.9%						5.9%
<b>Total Parent Municipality</b>		<b>250 442</b>	<b>263 807</b>	<b>264 307</b>	<b>21 366</b>	<b>63 363</b>	<b>66 002</b>	<b>(2 639)</b>	<b>-4%</b>	<b>264 307</b>
Unpaid salary, allowances & benefits in arrears:										

# No board member fees have been budgeted and incurred

## DC26 Zululand - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M03 September

Summary of Employee and Councillor remuneration	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C					%	D
<b>Board Members of Entities</b>										
Basic Salaries and Wages									-	
Pension and UIF Contributions									-	
Medical Aid Contributions									-	
Overtime									-	
Performance Bonus									-	
Motor Vehicle Allowance									-	
Cellphone Allowance									-	
Housing Allowances									-	
Other benefits and allowances									-	
Board Fees									-	
Payments in lieu of leave									-	
Long service awards									-	
Post-retirement benefit obligations									-	
<b>Sub Total - Board Members of Entities</b>	2	-	-	-	-	-	-	-	-	-
<b>% increase</b>	4									
<b>Senior Managers of Entities</b>										
Basic Salaries and Wages									-	
Pension and UIF Contributions									-	
Medical Aid Contributions									-	
Overtime									-	
Performance Bonus									-	
Motor Vehicle Allowance									-	
Cellphone Allowance									-	
Housing Allowances									-	
Other benefits and allowances									-	
Payments in lieu of leave									-	
Long service awards									-	
Post-retirement benefit obligations	2								-	
<b>Sub Total - Senior Managers of Entities</b>		-	-	-	-	-	-	-	-	-
<b>% increase</b>	4									
<b>Other Staff of Entities</b>										
Basic Salaries and Wages									-	
Pension and UIF Contributions									-	
Medical Aid Contributions									-	
Overtime									-	
Performance Bonus									-	
Motor Vehicle Allowance									-	
Cellphone Allowance									-	
Housing Allowances									-	
Other benefits and allowances									-	
Payments in lieu of leave									-	
Long service awards									-	
Post-retirement benefit obligations									-	
<b>Sub Total - Other Staff of Entities</b>		-	-	-	-	-	-	-	-	-
<b>% increase</b>	4									
<b>Total Municipal Entities</b>		-	-	-	-	-	-	-	-	-
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>		250 442	263 807	264 307	21 366	63 363	66 002	(2 639)	-4%	264 307
<b>% increase</b>	4		5.3%	5.5%						5.5%
<b>TOTAL MANAGERS AND STAFF</b>		241 953	255 269	255 769	20 649	61 212	63 868	(2 656)	-4%	255 769

## 2.6 MATERIAL VARIENCES TO SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN

DC26 Zululand - Supporting Table SC1 Material variance explanations - M03 September

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	<b>R thousands</b>			
1	<b>Revenue By Source</b>			
	Property rates			
	Service charges - electricity revenue			
	Service charges - water revenue	-6%	This is the amounts billed on customers for water used, the year-to-date actual is R10.1 million, which is below year-to-date budget of R10.7 million. A variance of R650 thousand or 6% is observed.	
	Service charges - sanitation revenue	12%	This is the amounts billed on customers that are connected to the sewer system, the year-to-date actual is R3 million which is above year to date budget of R2.7 million. A variance of R341 thousand or 12% is observed.	
	Service charges - refuse revenue			
	Rental of facilities and equipment	-13%	Rental of facilities is amounts billed to WSSA, Avis and Waphatha Group for office space used. The year-to-date actual is R46 thousand which is below year-to-date budget of R53 thousand. A variance of R7 thousand or 13% is observed.	Adjustment to be proposed, Output VAT portion included
	Interest earned - external investments	-27%	Interest on investment is interest received when the Municipality makes cash investments. The year-to-date actual is R1 million, which is below year-to-date budget of R1.5 million. A variance of R411 thousand or 27% is observed.	Depends on the availability of funds available for Investment. The Municipality will improvement of investment portfolio
	Interest earned - outstanding debtors	-3%	Interest earned - outstanding debtors is charged on businesses for accounts in arrears. The year-to-date actual is R21 thousand, which is equal to year-to-date budget of R21 thousand. variance of R0 or 0% is observed.	
	Dividends received			
	Fines, penalties and forfeits	-96%	Fines, penalties and forfeits are mainly amounts charged on illegal connections, the year-to-date actual is R6 thousand, the year-to-date budget is R159 thousand. A variance of R153 thousand or 96% is observed.	Fast track the implementation of Municipal fine strategy
	Licences and permits	-100%	This amount is for health certificates issued, the year-to-date actual is R0, the year-to-date budget is R2 thousand. A variance of R2 thousand or 100% is observed.	Depends of the request of permits
	Agency services			
	Transfers and subsidies	67%	Transfers and subsidies (grants) are amounts gazetted as per Division of Revenue act (DoRA), 2021; and provincial gazette, Transfers and subsidies is revenue recognized as operating conditional grants in terms of Municipal Budget and Reporting Regulations (MBRR). Transfers and subsidies (Grants) are recognised/recorded as revenue when condition has been met, except for equitable share, which is not a conditional grant. Transfers and subsidies year to date actual is R226.4 million, which is above year-to-date budget of R135.3 million. A variance of R91 million or 67% is observed.	No remedial steps required, grants are received as per transfer schedule
	Other revenue	18%	Other revenue includes amounts for tender fees and any other revenue the Municipality may be entitled to receive, the year-to-date actual is R148 thousand, which is above year-to-date budget of R125 thousand.	It depends on the amount of tender documents sold
	Gains			

**DC26 Zululand - Supporting Table SC1 Material variance explanations - M03 September**

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	<b>R thousands</b>			
2	<b>Expenditure By Type</b>			
	Employee related costs	-4%	Employee related costs year to date actual is R61.2 million, the year-to-date budget is R63.8 million, a variance of R2.6 million or 4% is observed.	Overtime
	Remuneration of councillors	1%	Remuneration of Councillors year to date actual is R2.1 million, the year-to-date budget is R2.1 million, a variance of R7 000 or 1% is observed.	
	Debt impairment	-100%	This is the amount of debts written off as per council policy. No write offs have been recorded to date.	Assessment is ongoing
	Depreciation & asset impairment	6%	This is non-cash item budgeted for as per the stipulation of the accounting standards. The year-to-date actual is R19 million. The year-to-date budget is R17.9 million. A variance of R1.1 million or 6% is observed.	
	Finance charges		The Municipality does not incur bulk purchases electricity since the Municipality does not sell electricity.	
	Bulk purchases - electricity			
	Inventory consumed	-80%	Inventory Consumed are expenses incurred in terms of GRAP 12, year to date actual is R1.2 million, the year-to-date budget is R6 million, a variance of R 4.8 million or 80% is observed	
	Contracted services	62%	Contracted services include Outsourced services, Consultants and professional fees, and Contractors. The year-to-date actual is R57.8 million and the year-to-date budget of R35.6 million, a variance of R22.2 million or 62% is observed.	
	Transfers and subsidies	53%	Transfers and subsidies are amounts paid as subsidies to the communities for poverty alleviation and transfers to support businesses. The year-to-date actual is R3.8 million, the year-to-date budget is R2.5 million, a variance of R1.3 million or 53% is observed.	
	Other expenditure	64%	Other expenditure year to date actual is R30.7 million, the year-to-date budget is R18.7 million, a variance of R11.9 million or 64% is observed.	
	Losses			
3	<b>Capital Expenditure</b>			
	Vote 01 - Council	201%	Erection of statue	Erection of statue
	Vote 02 - Corporate Services			
	Vote 03 - Finance	28%		
	Vote 04 - Community Development	86%	Implementation of Kwamajomela Grant	Implementation of Kwamajomela Grant
	Vote 05 - Planning & Wsa	5%		
	Vote 06 - Technical Services			
	Vote 07 - Water Purification			
	Vote 08 - Water Distribution	-100%	Procurement process	Procurement process
	Vote 09 - Waste Water			

## 2.7 PARENT MUNICIPALITY FINANCIAL PERFORMANCE

The Municipality does not have any entities.

## 2.8 MUNICIPAL ENTITY FINANCIAL PERFORMANCE

The Municipality does not have any entities.

## 2.9 CAPITAL PROGRAMME PERFORMANCE

### Capital Expenditure by month

DC26 Zululand - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M03 September

Month	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
<b>R thousands</b>									
<u>Monthly expenditure performance trend</u>									
July	75	48 356	48 505	48 036	48 036	48 505	469	1.0%	8%
August	46 591	48 356	41 667	54 971	103 007	90 171	(12 835)	-14.2%	18%
September	67 762	48 356	42 460	38 574	141 580	132 631	(8 949)	-6.7%	24%
October	42 474	48 356	42 460	–	–	175 091	–	–	–
November	47 428	48 356	42 460	–	–	217 550	–	–	–
December	46 939	48 356	42 460	–	–	260 010	–	–	–
January	2 271	48 356	42 460	–	–	302 470	–	–	–
February	32 701	48 356	42 460	–	–	344 929	–	–	–
March	24 983	48 356	42 460	–	–	387 389	–	–	–
April	39 946	48 356	42 460	–	–	429 849	–	–	–
May	20 366	48 356	42 460	–	–	472 309	–	–	–
June	(30 093)	48 356	42 460	–	–	514 768	–	–	–
<b>Total Capital expenditure</b>	<b>341 444</b>	<b>580 277</b>	<b>514 768</b>	<b>141 580</b>					

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

### Summary of Capital Expenditure by asset class and sub-class

**DC26 Zululand - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M03 September**

Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		333 171	574 058	499 181	35 527	136 243	129 900	(6 342)	-4.9%	499 181
Roads Infrastructure		-	2 416	2 101	-	-	547	547	100.0%	2 101
Roads		-	2 416	2 101	-	-	547	547	100.0%	2 101
Road Structures										
Road Furniture										
Capital Spares										
Storm water Infrastructure		-	-	-	-	-	-	-		-
Drainage Collection										
Storm water Conveyance										
Attenuation										
Electrical Infrastructure		-	-	-	-	-	-	-		-
Power Plants										
HV Substations										
HV Switching Station										
HV Transmission Conductors										
MV Substations										
MV Switching Stations										
MV Networks										
LV Networks										
Capital Spares										
Water Supply Infrastructure		333 171	534 655	464 917	32 195	121 948	120 984	(964)	-0.8%	464 917
Dams and Weirs										
Boreholes		2 246	-	-	-	-	-	-		-
Reservoirs		-	-	-	-	-	-	-		-
Pump Stations		-	-	-	-	-	-	-		-
Water Treatment Works		84 365	239 571	65 716	10 409	34 378	17 101	(17 277)	-101.0%	65 716
Bulk Mains		149 318	146 848	270 301	8 806	31 967	70 340	38 373	54.6%	270 301
Distribution		97 242	148 235	128 900	12 980	55 603	33 543	(22 060)	-65.8%	128 900
Distribution Points										
PRV Stations										
Capital Spares		-	-	-	-	-	-	-		-
Sanitation Infrastructure		-	36 987	32 163	3 332	14 295	8 370	(5 925)	-70.8%	32 163
Pump Station										
Reticulation		-	36 987	32 163	3 332	14 295	8 370	(5 925)	-70.8%	32 163
Waste Water Treatment Works										
Outfall Sewers										
Toilet Facilities										
Capital Spares										
Solid Waste Infrastructure		-	-	-	-	-	-	-		-
Landfill Sites										
Waste Transfer Stations										
Waste Processing Facilities										
Waste Drop-off Points										
Waste Separation Facilities										
Electricity Generation Facilities										
Capital Spares										
Rail Infrastructure		-	-	-	-	-	-	-		-
Rail Lines										
Rail Structures										
Rail Furniture										
Drainage Collection										
Storm water Conveyance										

**DC26 Zululand - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M03 September**

Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>										
Attenuation								-		
MV Substations								-		
LV Networks								-		
Capital Spares								-		
Coastal Infrastructure		-	-	-	-	-	-	-		-
Sand Pumps								-		
Piers								-		
Revetments								-		
Promenades								-		
Capital Spares								-		
Information and Communication Infrastructure		-	-	-	-	-	-	-		-
Data Centres								-		
Core Layers								-		
Distribution Layers								-		
Capital Spares								-		
<b>Community Assets</b>		<b>3 322</b>	<b>-</b>	<b>9 368</b>	<b>1 719</b>	<b>2 580</b>	<b>1 185</b>	<b>(1 395)</b>	<b>-117.8%</b>	<b>9 368</b>
Community Facilities		3 322	-	9 368	1 719	2 580	1 185	(1 395)	-117.8%	9 368
Halls								-		
Centres		3 322	-	9 368	1 719	2 580	1 185	(1 395)	-117.8%	9 368
Crèches								-		
Clinics/Care Centres								-		
Fire/Ambulance Stations								-		
Testing Stations								-		
Museums								-		
Galleries								-		
Theatres								-		
Libraries								-		
Cemeteries/Crematoria								-		
Police								-		
Purls								-		
Public Open Space								-		
Nature Reserves								-		
Public Ablution Facilities								-		
Markets								-		
Stalls								-		
Abattoirs								-		
Airports								-		
Taxi Ranks/Bus Terminals								-		
Capital Spares								-		
Sport and Recreation Facilities		-	-	-	-	-	-	-		-
Indoor Facilities								-		
Outdoor Facilities		-	-	-	-	-	-	-		-
Capital Spares								-		
<b>Heritage assets</b>		<b>-</b>	<b>3 500</b>	<b>3 500</b>	<b>1 235</b>	<b>2 635</b>	<b>875</b>	<b>(1 760)</b>	<b>-201.1%</b>	<b>3 500</b>
Monuments								-		
Historic Buildings								-		
Works of Art		-	3 500	3 500	1 235	2 635	875	(1 760)	-201.1%	3 500
Conservation Areas								-		
Other Heritage								-		



DC26 Zululand - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M03 September

Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>										
<b>Investment properties</b>		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Improved Property										
Unimproved Property										
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Improved Property										
Unimproved Property										
<b>Other assets</b>		-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-
Municipal Offices										
Pay/Enquiry Points										
Building Plan Offices										
Workshops										
Yards										
Stores										
Laboratories										
Training Centres										
Manufacturing Plant										
Depots										
Capital Spares										
Housing		-	-	-	-	-	-	-	-	-
Staff Housing										
Social Housing										
Capital Spares										
<b>Biological or Cultivated Assets</b>		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets										
<b>Intangible Assets</b>		-	-	-	-	-	-	-	-	-
Servitudes										
Licences and Rights		-	-	-	-	-	-	-	-	-
Water Rights										
Effluent Licenses										
Solid Waste Licenses										
Computer Software and Applications		-	-	-	-	-	-	-	-	-
Load Settlement Software Applications										
Unspecified										
<b>Computer Equipment</b>		1 402	135	135	-	31	34	3	8.7%	135
Computer Equipment		1 402	135	135	-	31	34	3	8.7%	135
<b>Furniture and Office Equipment</b>		257	250	250	92	92	63	(29)	-47.2%	250
Furniture and Office Equipment		257	250	250	92	92	63	(29)	-47.2%	250
<b>Machinery and Equipment</b>		662	2 334	2 334	-	-	575	575	100.0%	2 334
Machinery and Equipment		662	2 334	2 334	-	-	575	575	100.0%	2 334
<b>Transport Assets</b>		2 844	-	-	-	-	-	-	-	-
Transport Assets		2 844	-	-	-	-	-	-	-	-
<b>Land</b>		-	-	-	-	-	-	-	-	-
Land										
<b>Zoo's, Marine and Non-biological Animals</b>		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals										
<b>Total Capital Expenditure on new assets</b>	1	341 658	580 277	514 768	38 574	141 580	132 631	(8 949)	-6.7%	514 768

## **2.10 OTHER SUPPORTING DOCUMENTS**

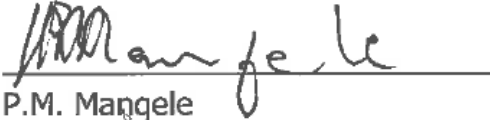
No other financial information outside of information contained in Schedule C is available

## **2.11 IN-YEAR REPORT OF MUNICIPAL ENTITIES**

The Municipality does not have any entities.

## 2.12 MUNICIPAL MANAGERS QUALITY CERTIFICATION

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



P.M. Manqele

Municipal Manager

Zululand District Municipality (DC26)

Date: 13-10-2021