

ZULULAND DISTRICT MUNICIPALITY



MONTHLY BUDGET STATEMENT AND SUPPORTING DOCUMENTATION FOR PERIOD ENDED

31 OCTOBER 2023

MFMA S71 REPORT

2023/2024 FINANCIAL YEAR

Table of Contents

GLOSSARY.....1

PART 1 – IN-YEAR REPORT3

1.1. MAYORS REPORT 3

1.2. COUNCIL RESOLUTION 3

1.3. EXECUTIVE SUMMARY 3

1.4. OPERATING REVENUE PERFORMANCE..... 6

1.5. OPERATING EXPENDITURE PERFORMANCE..... 9

1.6. CAPITAL EXPENDITURE AND FUNDING..... 11

1.7. IN-YEAR BUDGET TABLES..... 14

 MBRR Table C2 – Monthly Budget Statement Financial Performance (revenue and expenditure by functional classification) 16

 MBRR Table C4 - Monthly Budget Statement Financial Performance (revenue and expenditure by source)..... 18

 MBRR Table C5 - Monthly Budget Statement Capital Expenditure by vote, functional classification and funding source 19

 MBRR Table C6 - Monthly Budget Statement Financial Position 20

 MBRR Table C7 - Monthly Budget Statement Cash Flow Statement 27

PART 2 – SUPPORTING DOCUMENTATION30

2.1 MATERIAL VARIENCES TO SDBIP 30

2.2 DEBTORS ANALYSIS..... 32

2.3 CREDITORS ANALYSIS 33

2.4 INVESTMENT PORTFOLIO..... 33

2.5 ALLOCATION OF GRANT RECEIPTS AND EXPENDITURE 34

2.6 ALLOCATION OF GRANT RECEIPTS AND EXPENDITURE 36

2.7 COUNCILLOR AND BOARD MEMBER ALLOWENCES AND EMPLOYEE BENEFITS..... 37

2.8 ACTUAL AND REVISED TARGETS FOR CASH RECEIPTS..... 38

2.9 MUNICIPAL ENTITY FINANCIAL OPERATING EXPENDITURE PERFORMANCE BUDGET 38

2.10 MUNICIPAL ENTITY FINANCIAL CAPITAL EXPENDITURE PERFORMANCE 38

2.11 CAPITAL PROGRAMME PERFORMANCE 39

2.12 SUMMARY OF CAPITAL EXPENDITURE BY ASSET CLASS AND SUB-CLASS..... 40

2.13 EXPENDITURE ON REPAIRS AND MAINTAINANCEBY ASSET CLASS 41

2.14 DEPRECIATION BY ASSET CLASS 42

2.15 MUNICIPAL MANAGERS QUALITY CERTIFICATION..... 43

GLOSSARY

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

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

AFS – Annual Financial Statements.

Budget – the financial plan of the municipality.

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

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

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

CFO – Chief Financial Officer

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

DWAF – Department of Water Affairs

EPWP – Expanded Public Works Program

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

FMG – Financial Management Grant

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

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

MSCOA – Municipal Standard Chart of Accounts

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

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

LED – Local Economic Development

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

MIG – Municipal Infrastructure Grant

MSIG – Municipal Systems Improvement Grant

WSIG – Water services Infrastructure Grant

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

MWIG – Municipal Water Infrastructure Grant

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

R & M – Repairs and Maintenance

SCM - Supply Chain Management

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

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

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

Virement – transfer of budget

ZDM – Zululand District Municipality

PART 1 – IN-YEAR REPORT

1.1. MAYORS REPORT

To be attached

1.2. COUNCIL RESOLUTION

The Monthly budget statement review be noted.

1.3. EXECUTIVE SUMMARY

BUDGET PERFORMANCE ANALYSIS

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

Summary Statement of Financial Performance

	APPROVED BUDGET	YTD ACTUAL	YTD BUDGET	YTD VARIANCE	YTD VARIANCE %	YTD ACTUAL EXPENDITURE %
Total Revenue By Source (Excluding Capital Transfers)	718 247 500	343 105 086	252 519 600	90 585 486	36%	48%
Total Operating Expenditure	722 102 135	266 850 356	253 846 583	13 003 773	5%	37%
Surplus/(Deficit)	-3 854 635	76 254 730	-1 326 983	77 581 713		

Operating Revenue Performance

Total operating revenue generated by the Municipality as at **31 October 2023** is **R343.1 million** which is **48%** of the approved operating revenue budget. The **R343.1 million** year to date actual is **above** the **four months** baseline projection or year-to-date budget of **R252.5 million**, a variance of **R90.5 million** or **36%** is observed.

The Municipality is largely dependent on government grants and partly service charges for its operations. Service charges revenue recognized from exchange revenue is only **R25.6 million** which is **38%** of the total budgeted service charges revenue.

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

Reasons for variances can be attributed to Transfers and subsidies which are moving at a pace fast than year to date budget because they cannot be bench marked.

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

Operating Expenditure Performance

Total Operating Expenditure as at **31 October 2023** is **R266.8 million** which is **37%** of the approved operating expenditure budget. The **R266.8 million** year to date actual is **above** the **four months** baseline projection or year-to-date budget of **R252.5 million**, a variance of **R13. million** or **5%** 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 slower pace than year to date budget; debt impairment which has no movement yet; depreciation and other expenditure which are moving at a pace slower than year to date budget; transfers and subsidies is seasonal cannot benchmarked with year to date budget. Contracted services is moving at a higher pace and need to be monitored.

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	YTD ACTUAL	YTD BUDGET	YTD VARIANCE	YTD VARIANCE %	YTD ACTUAL EXPENDITURE %
Total Capital Expenditure	790 494 351	220 701 692	263 461 201	-42 759 509	-16%	28%
Total Capital Financing	790 494 351	220 701 692	263 461 201	-42 759 509	-16%	28%

Total Capital Expenditure as at **31 October 2023** is **R220.7 million** which is **28%** of the approved capital budget. The **R220.7 million** year to date actual is **below** the **four months** baseline projection or year-to-date budget of **R263.4 million**, a variance of **R42.7 million** or **16%** 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 Grants expenditure

Reasons for variances can be attributed to capital grants not being spent at similar pace as year to date budget. **MIG** is at **27%**, **RBIG** is at **32%**, **WSIG** is at **43%** **RRAMG** is at **0%**, **Art Centre Subsidies** is at **0%**.

Financial Position Framework

Summary of Statement of Financial position:

FINANCIAL POSITION	APPROVED BUDGET	YTD ACTUAL	%
Total current assets	480 491 843	195 994 679	41
Total non current assets	6 247 524 827	5 193 873 400	83
Total current liabilities	352 992 453	376 048 672	107
Total non current liabilities	128 340 000	44 688 738	35
TOTAL COMMUNITY WEALTH/ EQUITY	5 445 411 852	4 894 506 738	89.9%

The current assets year to date actual is **R195.9 million** which is **41%** of the approved budget. **Non - Current assets** year to date actual is **R5.1 billion** which is **83%** of the approved budget. **Current Liabilities** year to date actual is **R376.04 million** which is **107%** of the approved budget. **Non - Current Liabilities** year to date is **R44.6 million** which is **35%** of the approved budget. **Accumulated surplus** year to date actual is **R4.8 billion** which is **89.9%** of the approved budget.

Current assets amount to **R195.9 million**, included in current assets is cash of **R45.4 million**.

Current liabilities amount to **R376.04 million**, this includes unspent conditional grants amounting to **R136.9 million**.

The Current ratio is 0.52:1 [**195.9 million/376.04 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) - M04 October

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity								-		
Service charges - Water		39 170	51 532	51 532	5 463	20 510	17 177	3 333	19%	51 532
Service charges - Waste Water Management		14 831	16 406	16 406	1 258	5 119	5 469	(349)	-6%	16 406
Service charges - Waste management								-		
Sale of Goods and Rendering of Services		1 426	1 001	1 001	191	370	333	37	11%	1 001
Agency services								-		
Interest								-		
Interest earned from Receivables		75	521	521	35	112	174	(61)	-35%	521
Interest from Current and Non Current Assets		7 433	3 000	3 000	2 843	3 718	1 000			3 000
Dividends								-		
Rent on Land								-		
Rental from Fixed Assets		181	500	500	36	160	167	(7)	-4%	500
Licence and permits		88	60	60	9	34	20	14	70%	60
Operational Revenue		563	369	369	8	33	123	(90)	-74%	369
Non-Exchange Revenue										
Property rates								-		
Surcharges and Taxes		-	-	-	-	-	-	-		-
Fines, penalties and forfeits		910	1 000	1 000	21	184	333	(150)		1 000
Licence and permits								-		
Transfers and subsidies - Operational		658 830	643 859	691 972	128	312 865	227 724	85 141		691 972
Interest								-		
Fuel Levy								-		
Operational Revenue								-		
Gains on disposal of Assets		2 894	-	-	-	-	-	-		-
Other Gains		4 385	-	-	-	-	-	-		-
Discontinued Operations								-		
Total Revenue (excluding capital transfers and contributions)		730 785	718 248	766 361	9 993	343 105	252 520	90 585	36%	766 361

The year-to-date actual indicates operating revenue of **R343.1 million** for **four months**, The **R252.5 million** year to date actual is **above** the **four months** baseline projection or year-to-date budget of **R252.5 million**, a variance of **R90.5 million** or **36%** is observed. The total revenue to-date represents **48%** 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 funded, and cash backed. Each line item on the face of financial performance is explained below:

Exchange Revenue

Service charges – Water revenue

This is the amounts billed on customers for water used, the year-to-date actual is **R20.5 million** which is **40%** of the approved budget. the **R20.5 million** year to date actual is **above** the **four months** baseline projection or year-to-date budget of **R17.1 million**. A variance of **R3.33 million** or **19%** 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 **R5.1 million** which is **31%** of the approved budget. the **R5.1 million** year to date actual is **below** the **four months** baseline projection or year-to-date budget of **R5.4 million**. A variance of **R349 thousand** or **6%** is observed.

Sale of goods and rendering of service

This is the amount on sale of goods and rendering of services, the year-to-date actual is **R370 thousands** which is **37%** of the approved budget. the **R370 thousands** year to date actual is **above** the **four months** baseline projection or year-to-date budget of **R333 thousand**. A variance of **R37 thousand** or **11%** is observed.

Interest on investment

Interest on investment is interest received when the Municipality makes cash investments, the year-to-date actual is **R3.7 million** which is **124%** of the approved budget. The **R3.7 million** year to date actual is **above** the **four months** baseline projection or year-to-date budget of **R1 million**. A variance of **R2.7 million** or **272%** is observed.

Reasons for variances can be attributed fact that there was more cash available to be invested.

Interest earned - outstanding debtors

Interest earned - outstanding debtors is charged on businesses for accounts in arrears. the year-to-date actual is **R112 thousand** which is **22%** of the approved budget. The **R112 thousand** year to date actual is **below** the **four months** baseline projection or year-to-date budget of **R174 thousand**. A variance of **R61 thousand** or **35%** is observed.

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

Rent of facilities

Rental of facilities is amounts billed for office space leased out, the year-to-date actual is **R160 thousand** which is **32%** of the approved budget. the **R160 thousand** year to date actual is **below** the **four months** baseline projection or year-to-date budget of **R167 thousand**. A variance of **R7 thousand** or less than **4%** is observed.

Licences and Permits

Licences and permits year-to-date actual is **R34 thousand** which is **57%** of the approved budget. the **R34 thousand** year to date actual is **above four months** baseline projection or year-to-date budget of **R20 thousand**. A variance of less than **R14 thousand** or **70%** is observed.

Operational revenue

Operational revenue year-to-date actual is **R33 thousand** which is **9%** of the approved budget. the **R33 thousand** year to date actual is **below four months** baseline projection or year-to-date budget of **R123 thousand**. A variance of **R90 thousand** or **70%** is observed.

Non-Exchange Revenue

Fines, penalties, and forfeits

Fines, penalties, and forfeits are mainly amounts charged on illegal connections. the year-to-date actual is **R184 thousand** which is **18%** of the approved budget. the **R184 thousand** year to date actual is **below** the **four months** baseline projection or year-to-date budget of **R333 thousand**. A variance of **R150 thousand** or **45%** is observed.

Reasons for variances can be attributed to 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), 2023; 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 **R312.7 million** which is **49%** of the approved budget. The **R312.7 million** year to date actual is **above four months** baseline projection or year-to-date budget of **R227.7 million**. A variance of **R85.1 million** or **37%** is observed.

Reasons for variances can be attributed to the 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.

1.5. OPERATING EXPENDITURE PERFORMANCE

DC26 Zululand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

Description	Ref	2022/23	Budget Year 2023/24							
		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		286 176	290 728	290 728	24 804	99 789	96 910	2 879	3%	290 728
Remuneration of councillors		9 276	9 486	9 486	761	3 032	3 162	(130)	-4%	9 486
Bulk purchases - electricity		-	-	-	-	-	-	-		-
Inventory consumed		51 978	42 130	44 626	71	347	15 049	(14 702)		44 626
Debt impairment		9 369	10 000	10 000	-	-	3 333	(3 333)	-100%	10 000
Depreciation and amortisation		100 249	90 000	90 000	6 667	26 667	30 000	(3 333)	-11%	90 000
Interest		553	1 000	1 000	-	156	333	(177)	-53%	1 000
Contracted services		364 771	128 719	173 004	16 764	82 513	54 855	27 658	50%	173 004
Transfers and subsidies		4 683	6 000	2 599	1 958	2 008	858	1 150	134%	2 599
Irrecoverable debts written off		2 192	-	-	-	28	-	28		-
Operational costs		163 020	144 039	148 741	12 786	52 311	49 346	2 965	6%	148 741
Losses on Disposal of Assets		679	-	-	-	-	-	-		-
Other Losses		309	-	-	-	-	-	-		-
Total Expenditure		993 255	722 102	770 184	63 811	266 850	253 847	13 004	5%	770 184

The year-to-date actual indicate spending of **R266.8 million** for **four months**, which is **37%** of the approved operating expenditure budget. The **R266.8 million** year to date actual is **above** the **four months** baseline projection or year-to-date budget of **R253.8 million**, a variance of **R13. million** or **5%** 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 **R99.7 million** which is **34%** of the approved budget. The **R99.7 million** year to date actual is **above** the **four months** baseline projection or year-to-date budget of **R96.9 million**. A variance of **R2.8 million** or **3%** is observed.

The municipality will make sure that the salary bill is kept within the limits of the monthly projections.

Remuneration of Councillors

Remuneration of Councilors are amounts paid for councilors allowances, service-related benefits and contributions. The year-to-date actual is **R3.03 million** which is **32%** of the approved budget. The **R3.03 million** year to date actual is **below** the **four months** baseline projection or year-to-date budget of **R3.1 million**. A variance of **R130 thousand** or **4%** is observed.

This is the good indication that the municipality is trying to spend within the budget.

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 **R347 thousand** which is less than **1%** of the approved budget. the **R347 thousand** year to date actual is **below** the **four months** baseline projection or year-to-date budget of **R15.04 million**. A variance of **R14.7 million** or **98%** is observed.

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 treasuries recommend that the assessment and calculations be done monthly.

Depreciation

This is a non-cash item budgeted for as per the stipulation of the accounting standards. The year-to-date actual is **R26.6 million** which is **30%** of the approved budget. The **R26.6 million** year to date actual is **below** the **four months** baseline projection or year-to-date budget of **R30 million**. A variance of **R3.33 million** or **11%** is observed.

Finance charges

Finance charges are amounts for interest paid on overdue accounts and finance lease for laptops. The year-to-date actual is **R156 thousand** which is **16%** of the approved budget. The **R156 thousand** year to date actual is **below** the **four months** baseline projection or year-to-date budget of **R333 thousand**. A variance of **R177 thousand** or **53%** is observed.

Contracted services

Contracted services include Outsourced services, Consultants and professional fees, and Contractors. The year-to-date actual is **R82.5 million** which is **64%** of the approved budget. The **R82.5 million** year to date actual is **above** the **four months** baseline projection or year-to-date budget of **R54.8 million**. A variance of **R27.6 million** or **50%** is observed.

The municipality has to review SLAs and try to minimise as low as possible in this line-item cost.

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 **R2 million** which is **33%** of the approved budget. The **R2 million** year to date actual is **above** the **four months** baseline projection or year-to-date budget of **R858 thousand**. A variance of **R1.1 million** or **134%** is observed.

Irrecoverable debt written off

Irrecoverable debt written off year-to-date actual is **R28 thousand** which is **0%** of the approved budget. the **R28 thousand** year to date actual cannot be benchmarked against year to date budget because it has no budget. A variance of **R28 thousand** or **0%** is observed

Operational costs

Operational costs are all other expenditure not classified above. The year-to-date actual is **R52.3 million** which is **27%** of the approved budget. The **R52.3 million** year to date actual is **above** the **four months** baseline projection or year-to-date budget of **R49.3 million**. A variance of **R2.9 million** or **6%** is observed.

The expenditure being is monitored by the municipality to keep it within the budget.

Operating Grants Expenditure Performance

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

CONDITIONAL OPERATING GRANTS EXPENDITURE	APPROVED BUDGET	YTD ACTUAL	YTD BUDGET	YTD VARIANCE	YTD VARIANCE %	YTD ACTUAL EXPENDITURE %
Finance Management grant (FMG)	1 200 000	339 467	400 000	-60 533	-15%	28%
National Skills Fund	47 892 177	47 440 250	15 964 059	31 476 191	197%	99%
EPWP Incentive	7 077 000	4 751 170	2 359 000	2 392 170	101%	67%
Art centre Subsidies (Indonsa Grant)	1 385 000	-	461 667	-461 667	-100%	0%
Aviation Strategy	2 000 000	-	666 667	-666 667	-100%	0%
LGWS SETA Grant	210 000	-	70 000	-70 000	-100%	0%
Amafa Kazulu Grant	200 000	-	66 667	-66 667	-100%	0%
Total Operating Grant Expenditure	59 964 177	52 530 887	19 988 059	32 542 828	163%	88%

FMG **28%**, NSF **99%**, EPWP Incentive **67%**, Art center subsidies (Indonsa Grant) **0%**, Aviation Strategy **0%**, LGWS SETA **0%** and Amafa **0%**.

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	YTD ACTUAL	YTD BUDGET	YTD VARIANCE	YTD VARIANCE %	YTD ACTUAL EXPENDITURE %
Total Capital Expenditure	790 494 351	220 701 692	263 461 201	-42 759 509	-16%	28%
Total Capital Financing	790 494 351	220 701 692	263 461 201	-42 759 509	-16%	28%

The capital expenditure amounts to **R220.7** which is **28%** of the capital approved budget, after a period of **four months**.

Capital budget summary

DC26 Zululand - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M04 October

Vote Description	Ref	2022/23	Budget Year 2023/24							
		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		-	-	970	-	-	108	(108)	-100%	970
Vote 03 - Finance		-	250	250	-	-	83	(83)	-100%	250
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 15 - Other		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	250	1 220	-	-	191	(191)	-100%	1 220
Single Year expenditure appropriation	2									
Vote 01 - Council		173	-	170	-	-	46	(46)	-100%	170
Vote 02 - Corporate Services		833	2 250	2 320	-	86	773	(687)	-89%	2 320
Vote 03 - Finance		2 064	400	400	-	-	133	(133)	-100%	400
Vote 04 - Community Development		2 878	457	457	-	-	152	(152)	-100%	457
Vote 05 - Planning & Wsa		491 521	700 110	700 110	113 514	220 616	233 370	(12 754)	-5%	700 110
Vote 06 - Technical Services		-	-	-	-	-	-	-	-	-
Vote 07 - Water Purification		474	-	-	-	-	-	-	-	-
Vote 08 - Water Distribution		-	86 957	86 957	-	-	28 986	(28 986)	-100%	86 957
Vote 09 - Waste Water		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	497 942	790 174	790 414	113 514	220 702	263 461	(42 760)	-16%	790 414
Total Capital Expenditure		497 942	790 424	791 634	113 514	220 702	263 652	(42 951)	-16%	791 634
Capital Expenditure - Functional Classification										
Governance and administration		3 061	2 900	3 140	-	86	1 036	(950)	-92%	3 140
Executive and council		173	-	170	-	-	46	(46)	-100%	170
Finance and administration		2 888	2 900	2 970	-	86	990	(904)	-91%	2 970
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		1 152	457	457	-	-	152	(152)	-100%	457
Community and social services		1 152	457	457	-	-	152	(152)	-100%	457
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		1 726	2 208	2 208	-	-	736	(736)	-100%	2 208
Planning and development		1 726	2 208	2 208	-	-	736	(736)	-100%	2 208
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		491 995	784 859	784 859	113 514	220 616	261 620	(41 004)	-16%	784 859
Energy sources		-	-	-	-	-	-	-	-	-
Water management		491 995	784 859	784 859	113 514	220 616	261 620	(41 004)	-16%	784 859
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		9	-	970	-	-	108	(108)	-100%	970
Total Capital Expenditure - Functional Classif	3	497 942	790 424	791 634	113 514	220 702	263 652	(42 951)	-16%	791 634
Funded by:										
National Government		490 152	700 110	700 110	113 514	220 616	233 370	(12 754)	-5%	700 110
Provincial Government		2 797	457	1 427	-	-	260	(260)	-100%	1 427
District Municipality allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		492 948	700 568	701 538	113 514	220 616	233 630	(13 015)	-6%	701 538
Borrowing	6	191	86 957	86 957	-	-	28 986	(28 986)	-100%	86 957
Internally generated funds		4 803	2 900	3 140	-	86	1 036	(950)	-92%	3 140
Total Capital Funding		497 942	790 424	791 634	113 514	220 702	263 652	(42 951)	-16%	791 634

Governance and administration

Governance and administration year-to-date actual are **R86 thousand** which is **4%** of the approved budget. the **R86 thousand** year to date actual is **below** the **four months** baseline projection or year-to-date budget of **R1 million**. A variance of **R950 thousand** or **92%** is observed.

Community and public safety

Community and public safety year-to-date actual are **R0** which is **0%** of the approved budget. the **R0** year to date actual is **below** the **four months** baseline projection or year-to-date budget of **R152 thousand**. A variance of **R152 thousand** or **100%** is observed.

Economic and environmental services

Economic and environmental services year-to-date actual is **R0 million** which is **0%** of the approved budget. the **R0** year to date actual is **below** the **four month** baseline projection or year-to-date budget of **R736 thousand**. A variance of **R736 thousand** or **100%** is observed.

Trading services

Trading services year-to-date actual is **R220.7 million** which is **28%** of the approved budget. the **R220.7 million** year to date actual is **below** the **four months** baseline projection or year-to-date budget of **R261.6 million**. A variance of **R42.9 million** or **16%** is observed.

CAPITAL EXPENDITURE BY SOURCE EXCLUSIVE OF VAT	APPROVED BUDGET	YTD ACTUAL	YTD BUDGET	YTD VARIANCE	YTD VARIANCE %	YTD ACTUAL EXPENDITURE %
Municipal Infrastructure Grant (MIG)	236 246 089	64 221 004	59 061 522	5 159 482.05	9%	27%
Regional Bulk Infrastructure (RBIG)	374 700 000	119 089 679	93 675 000	25 414 678.94	27%	54%
Water services infrastructure Grant (WSIG)	86 956 523	37 305 009	21 739 131	15 565 878.08	72%	48%
Rural Roads Asset Managemnt Systems Grant	2 207 826	-	551 957	-551 956.50	-100%	0%
Borrowings (Backup Generator)	86 956 522	-	21 739 131	-21 739 130.50	-100%	0%
Art centre Subsiesies (Indonsa Grant)	457 391	-	114 348	-114 347.75	-100%	0%
Other Assets	2 970 000	86 000	742 500	-656 500.00	-88%	1%
Total Capital Expenditure	790 494 351	220 701 692	197 623 588	23 078 104	12%	41%

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	YTD BUDGET	YTD VARIANCE	YTD VARIANCE %	YTD ACTUAL EXPENDITURE %
Municipal Infrastructure Grant (MIG)	271 683 000	73 563 137	67 920 750	5 642 387	8%	27%
Regional Bulk Infrastructure (RBIG)	430 905 000	135 877 720	107 726 250	28 151 470	26%	32%
Water services infrastructure Grant (WSIG)	100 000 000	42 550 204	25 000 000	17 550 204	70%	43%
Rural Roads Asset Managemnt Systems Grant	2 539 000	-	634 750	-634 750	-100%	0%
Indonsa Grant	526 000	-	131 500	-131 500	-100%	0%
Total Capital Grant Expenditure	805 653 000	251 991 061	201 413 250	50 577 811	25%	41%

Overall capital grant expenditure inclusive of VAT is sitting at **41%** of the approved capital budget, **MIG** is sitting at **27%**, **RBIG** at **32%**, **WSIG** at **43%**, **RAMS** at **0%** and **Indonsa Subsidy** at **0%**.

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 **2023/2024** 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.

DC26 Zululand - Table C1 Monthly Budget Statement Summary - M04 October

Description	2022/23	Budget Year 2023/24							
	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	54 001	67 938	67 938	6 721	25 630	22 646	2 984	13%	67 938
Investment revenue	7 433	–	–	–	–	–	–		–
Transfers and subsidies - Operational	7 433	3 000	3 000	2 843	3 718	1 000	2 718	272%	3 000
Other own revenue	661 917	647 310	695 423	429	313 758	228 874	84 884	37%	–
Total Revenue (excluding capital transfers and contributions)	730 785	718 248	766 361	9 993	343 105	252 520	90 585	36%	766 361
Employee costs	286 176	290 728	290 728	24 804	99 789	96 910	2 879		290 728
Remuneration of Councillors	9 276	9 486	9 486	761	3 032	3 162	(130)		9 486
Depreciation and amortisation	100 249	90 000	90 000	6 667	26 667	30 000	(3 333)		90 000
Interest	553	1 000	1 000	–	156	333	(177)		1 000
Inventory consumed and bulk purchases	51 978	42 130	44 626	71	347	15 049	(14 702)		44 626
Transfers and subsidies	4 683	6 000	2 599	1 958	2 008	858	1 150	134%	2 599
Other expenditure	540 340	282 758	331 746	29 550	134 851	107 534	27 318	25%	331 746
Total Expenditure	993 255	722 102	770 184	63 811	266 850	253 847	13 004	5%	770 184
Surplus/(Deficit)	(262 470)	(3 855)	(3 824)	(53 818)	76 255	(1 327)	77 582	-5846%	(3 824)
Transfers and subsidies - capital (monetary)	610 502	805 127	805 127	129 618	251 991	268 376	###	-6%	805 127
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	348 032	801 272	801 303	75 800	328 246	267 049	61 197	23%	801 303
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	348 032	801 272	801 303	75 800	328 246	267 049	61 197	23%	801 303
Capital expenditure & funds sources									
Capital expenditure	497 942	790 424	791 634	113 514	220 702	263 652	(42 951)	-16%	791 634
Capital transfers recognised	492 948	700 568	701 538	113 514	220 616	233 630	(13 015)	-6%	701 538
Borrowing	191	86 957	86 957	–	–	28 986	(28 986)	-100%	86 957
Internally generated funds	4 803	2 900	3 140	–	86	1 036	(950)	-92%	3 140
Total sources of capital funds	497 942	790 424	791 634	113 514	220 702	263 652	(42 951)	-16%	791 634
Financial position									
Total current assets	180 190	480 492	480 492		195 995				480 492
Total non current assets	4 999 838	6 247 525	6 248 735		5 193 873				6 248 735
Total current liabilities	501 396	352 992	352 992		376 049				352 992
Total non current liabilities	44 689	128 340	128 340		44 689				128 340
Community wealth/Equity	4 723 576	5 445 412	5 445 412		4 970 701				5 445 412
Cash flows									
Net cash from (used) operating	1 822 004	993 132	993 132	165 689	891 920	331 044	(560 876)	-169%	993 132
Net cash from (used) investing	(496 168)	(789 967)	(789 967)	(113 514)	(220 702)	(263 322)	(42 621)	16%	(789 967)
Net cash from (used) financing	(1 090)	90 000	90 000	1	2	30 000	29 998	100%	90 000
Cash/cash equivalents at the month/year end	1 345 214	466 282	466 282	–	698 647	270 839	(427 808)	-158%	320 591
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	12 725	4 269	3 863	4 042	2 768	3 038	18 051	164 821	213 577
Creditors Age Analysis									
Total Creditors	6	–	–	–	–	–	–	–	6

MBRR Table C1 – Monthly Budget Statement Summary

Table C1 is a summary all budgeted financial statements such as: financial performance, financial position, cash flow, debtors age analysis and creditors age analysis.

DC26 Zululand - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M04 October

Description	Ref	2022/23	Budget Year 2023/24							
		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		665 320	637 831	685 744	3 189	315 352	225 674	89 678	40%	685 744
Executive and council	8	-	-	-	-	-	-	-	-	-
Finance and administration	665 312	637 831	685 744	3 189	315 352	225 674	89 678	40%	685 744	
Internal audit	-	-	-	-	-	-	-	-	-	-
Community and public safety		2 285	2 482	2 682	22	55	867	(813)	-94%	2 682
Community and social services	2 209	1 922	2 122	13	21	681	(660)	-97%	2 122	
Sport and recreation	-	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-	-
Health	76	560	560	9	34	187	(153)	-82%	560	
Economic and environmental services		4 171	2 539	2 539	-	-	846	(846)	-100%	2 539
Planning and development	4 171	2 539	2 539	-	-	846	(846)	-100%	2 539	
Road transport	-	-	-	-	-	-	-	-	-	-
Environmental protection	-	-	-	-	-	-	-	-	-	-
Trading services		668 995	878 523	878 523	136 392	279 659	292 841	(13 181)	-5%	878 523
Energy sources	-	-	-	-	-	-	-	-	-	-
Water management	654 093	862 087	862 087	135 116	274 382	287 362	(12 980)	-5%	862 087	
Waste water management	14 903	16 436	16 436	1 276	5 278	5 479	(201)	-4%	16 436	
Waste management	-	-	-	-	-	-	-	-	-	-
Other	4	516	2 000	2 000	8	30	667	(637)	-95%	2 000
Total Revenue - Functional	2	1 341 287	1 523 375	1 571 488	139 611	595 096	520 895	74 201	14%	1 571 488
Expenditure - Functional										
Governance and administration		328 126	256 489	304 777	23 455	136 772	98 575	38 197	39%	304 777
Executive and council	63 257	45 360	46 240	4 251	25 434	15 291	10 144	66%	46 240	
Finance and administration	264 870	176 201	223 599	15 038	96 246	71 638	24 608	34%	223 599	
Internal audit	-	34 928	34 938	4 166	15 092	11 646	3 445	30%	34 938	
Community and public safety		27 553	28 878	29 093	1 920	8 388	9 671	(1 283)	-13%	29 093
Community and social services	14 564	8 257	8 467	513	1 878	2 796	(918)	-33%	8 467	
Sport and recreation	-	-	-	-	-	-	-	-	-	-
Public safety	-	5 887	5 887	587	2 490	1 962	528	27%	5 887	
Housing	-	-	-	-	-	-	-	-	-	-
Health	12 989	14 734	14 739	820	4 020	4 913	(892)	-18%	14 739	
Economic and environmental services		22 711	28 742	29 102	3 791	9 208	9 655	(447)	-5%	29 102
Planning and development	22 711	28 742	29 102	3 791	9 208	9 655	(447)	-5%	29 102	
Road transport	-	-	-	-	-	-	-	-	-	-
Environmental protection	-	-	-	-	-	-	-	-	-	-
Trading services		605 241	394 049	394 169	33 811	108 968	131 390	(22 422)	-17%	394 169
Energy sources	-	-	-	-	-	-	-	-	-	-
Water management	597 508	386 071	386 191	33 138	106 304	128 731	(22 427)	-17%	386 191	
Waste water management	7 733	7 978	7 978	672	2 664	2 659	5	0%	7 978	
Waste management	-	-	-	-	-	-	-	-	-	-
Other		9 624	13 944	13 044	834	3 515	4 556	(1 041)	-23%	13 044
Total Expenditure - Functional	3	993 255	722 102	770 184	63 811	266 850	253 847	13 004	5%	770 184
Surplus/ (Deficit) for the year		348 032	801 272	801 303	75 800	328 246	267 049	61 197	23%	801 303

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) - M04 October

Vote Description	Ref	2022/23	Budget Year 2023/24							
		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		8	-	-	-	-	-	-	-	-
Vote 02 - Corporate Services		61 142	2 350	50 263	8	47 584	13 847	33 737	243.6%	50 263
Vote 03 - Finance		604 660	637 481	637 481	3 189	267 798	212 493	55 304	26.0%	637 481
Vote 04 - Community Development		3 953	2 482	2 682	22	55	867	(813)	-93.7%	2 682
Vote 05 - Planning & Wsa		617 377	812 204	812 204	129 618	253 760	270 735	(16 975)	-6.3%	812 204
Vote 06 - Technical Services		-	-	-	-	-	-	-	-	-
Vote 07 - Water Purification		-	-	-	-	-	-	-	-	-
Vote 08 - Water Distribution		39 245	52 422	52 422	5 498	20 622	17 474	3 148	18.0%	52 422
Vote 09 - Waste Water		14 903	16 436	16 436	1 276	5 278	5 479	(201)	-3.7%	16 436
Vote 10 - .		-	-	-	-	-	-	-	-	-
Vote 11 - .		-	-	-	-	-	-	-	-	-
Vote 12 - .		-	-	-	-	-	-	-	-	-
Vote 13 - .		-	-	-	-	-	-	-	-	-
Vote 14 - *		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	1 341 287	1 523 375	1 571 488	139 611	595 096	520 895	74 201	14.2%	1 571 488
Expenditure by Vote	1									
Vote 01 - Council		63 257	53 791	54 681	4 643	27 676	18 105	9 571	52.9%	54 681
Vote 02 - Corporate Services		188 064	149 411	196 581	14 439	91 861	62 793	29 067	46.3%	196 581
Vote 03 - Finance		70 099	61 343	60 685	3 953	17 299	20 295	(2 996)	-14.8%	60 685
Vote 04 - Community Development		55 021	50 380	50 930	6 117	17 383	16 883	499	3.0%	50 930
Vote 05 - Planning & Wsa		61 591	21 391	21 411	1 708	7 372	7 137	235	3.3%	21 411
Vote 06 - Technical Services		9 306	10 202	10 432	428	1 753	3 477	(1 725)	-49.6%	10 432
Vote 07 - Water Purification		52 109	43 820	43 820	4 061	16 252	14 607	1 645	11.3%	43 820
Vote 08 - Water Distribution		486 075	323 787	323 667	27 790	84 592	107 889	(23 297)	-21.6%	323 667
Vote 09 - Waste Water		7 733	7 978	7 978	672	2 664	2 659	5	0.2%	7 978
Vote 10 - .		-	-	-	-	-	-	-	-	-
Vote 11 - .		-	-	-	-	-	-	-	-	-
Vote 12 - .		-	-	-	-	-	-	-	-	-
Vote 13 - .		-	-	-	-	-	-	-	-	-
Vote 14 - *		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	993 255	722 102	770 184	63 811	266 850	253 847	13 004	5.1%	770 184
Surplus/ (Deficit) for the year	2	348 032	801 272	801 303	75 800	328 246	267 049	61 197	22.9%	801 303

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) - M04 October

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity							-			
Service charges - Water		39 170	51 532	51 532	5 463	20 510	17 177	3 333	19%	51 532
Service charges - Waste Water Management		14 831	16 406	16 406	1 258	5 119	5 469	(349)	-6%	16 406
Service charges - Waste management										
Sale of Goods and Rendering of Services		1 426	1 001	1 001	191	370	333	37	11%	1 001
Agency services										
Interest										
Interest earned from Receivables		75	521	521	35	112	174	(61)	-35%	521
Interest from Current and Non Current Assets		7 433	3 000	3 000	2 843	3 718	1 000			3 000
Dividends										
Rent on Land										
Rental from Fixed Assets		181	500	500	36	160	167	(7)	-4%	500
Licence and permits		88	60	60	9	34	20	14	70%	60
Operational Revenue		563	369	369	8	33	123	(90)	-74%	369
Non-Exchange Revenue										
Property rates										
Surcharges and Taxes		-	-	-	-	-	-	-		-
Fines, penalties and forfeits		910	1 000	1 000	21	184	333	(150)		1 000
Licence and permits										
Transfers and subsidies - Operational		658 830	643 859	691 972	128	312 865	227 724	85 141		691 972
Interest										
Fuel Levy										
Operational Revenue										
Gains on disposal of Assets		2 894	-	-	-	-	-	-		-
Other Gains		4 385	-	-	-	-	-	-		-
Discontinued Operations										
Total Revenue (excluding capital transfers and contributions)		730 785	718 248	766 361	9 993	343 105	252 520	90 585	36%	766 361
Expenditure By Type										
Employee related costs		286 176	290 728	290 728	24 804	99 789	96 910	2 879	3%	290 728
Remuneration of councillors		9 276	9 486	9 486	761	3 032	3 162	(130)	-4%	9 486
Bulk purchases - electricity		-	-	-	-	-	-	-		-
Inventory consumed		51 978	42 130	44 626	71	347	15 049	(14 702)		44 626
Debt impairment		9 369	10 000	10 000	-	-	3 333	(3 333)	-100%	10 000
Depreciation and amortisation		100 249	90 000	90 000	6 667	26 667	30 000	(3 333)	-11%	90 000
Interest		553	1 000	1 000	-	156	333	(177)	-53%	1 000
Contracted services		364 771	128 719	173 004	16 764	82 513	54 855	27 658	50%	173 004
Transfers and subsidies		4 683	6 000	2 599	1 958	2 008	858	1 150	134%	2 599
Irrecoverable debts written off		2 192	-	-	-	28	-	28		-
Operational costs		163 020	144 039	148 741	12 786	52 311	49 346	2 965	6%	148 741
Losses on Disposal of Assets		679	-	-	-	-	-	-		-
Other Losses		309	-	-	-	-	-	-		-
Total Expenditure		993 255	722 102	770 184	63 811	266 850	253 847	13 004	5%	770 184
Surplus/(Deficit)		(262 470)	(3 855)	(3 824)	(53 818)	76 255	(1 327)	77 582	(0)	(3 824)
Transfers and subsidies - capital (monetary allocations)		610 502	805 127	805 127	129 618	251 991	268 376	(16 385)	(0)	805 127
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions		348 032	801 272	801 303	75 800	328 246	267 049			801 303
Income Tax										
Surplus/(Deficit) after income tax		348 032	801 272	801 303	75 800	328 246	267 049			801 303
Share of Surplus/Deficit attributable to Joint Venture										
Share of Surplus/Deficit attributable to Minorities										
Surplus/(Deficit) attributable to municipality		348 032	801 272	801 303	75 800	328 246	267 049			801 303
Share of Surplus/Deficit attributable to Associate										
Intercompany/Parent subsidiary transactions										
Surplus/ (Deficit) for the year		348 032	801 272	801 303	75 800	328 246	267 049			801 303

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) - M04 October										
Vote Description	Ref	2022/23		Budget Year 2023/24						
		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		-	-	970	-	-	108	(108)	-100%	970
Vote 03 - Finance		-	250	250	-	-	83	(83)	-100%	250
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 15 - Other		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	250	1 220	-	-	191	(191)	-100%	1 220
Single Year expenditure appropriation	2									
Vote 01 - Council		173	-	170	-	-	46	(46)	-100%	170
Vote 02 - Corporate Services		833	2 250	2 320	-	86	773	(687)	-89%	2 320
Vote 03 - Finance		2 064	400	400	-	-	133	(133)	-100%	400
Vote 04 - Community Development		2 878	457	457	-	-	152	(152)	-100%	457
Vote 05 - Planning & Wsa		491 621	700 110	700 110	113 514	220 616	233 370	(12 754)	-5%	700 110
Vote 06 - Technical Services		-	-	-	-	-	-	-	-	-
Vote 07 - Water Purification		474	-	-	-	-	-	-	-	-
Vote 08 - Water Distribution		-	86 957	86 957	-	-	28 986	(28 986)	-100%	86 957
Vote 09 - Waste Water		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	497 942	790 174	790 414	113 514	220 702	263 461	(42 760)	-16%	790 414
Total Capital Expenditure		497 942	790 424	791 634	113 514	220 702	263 652	(42 951)	-16%	791 634
Capital Expenditure - Functional Classification										
Governance and administration		3 061	2 900	3 140	-	86	1 036	(950)	-92%	3 140
Executive and council		173	-	170	-	-	46	(46)	-100%	170
Finance and administration		2 888	2 900	2 970	-	86	990	(904)	-91%	2 970
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		1 152	457	457	-	-	152	(152)	-100%	457
Community and social services		1 152	457	457	-	-	152	(152)	-100%	457
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		1 726	2 208	2 208	-	-	736	(736)	-100%	2 208
Planning and development		1 726	2 208	2 208	-	-	736	(736)	-100%	2 208
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		491 995	784 859	784 859	113 514	220 616	261 620	(41 004)	-16%	784 859
Energy sources		-	-	-	-	-	-	-	-	-
Water management		491 995	784 859	784 859	113 514	220 616	261 620	(41 004)	-16%	784 859
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		9	-	970	-	-	108	(108)	-100%	970
Total Capital Expenditure - Functional Classification	3	497 942	790 424	791 634	113 514	220 702	263 652	(42 951)	-16%	791 634
Funded by:										
National Government		490 152	700 110	700 110	113 514	220 616	233 370	(12 754)	-5%	700 110
Provincial Government		2 797	457	1 427	-	-	260	(260)	-100%	1 427
District Municipality allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		492 948	700 568	701 538	113 514	220 616	233 630	(13 015)	-6%	701 538
Borrowing	6	191	86 957	86 957	-	-	28 986	(28 986)	-100%	86 957
Internally generated funds		4 803	2 900	3 140	-	86	1 036	(950)	-92%	3 140
Total Capital Funding		497 942	790 424	791 634	113 514	220 702	263 652	(42 951)	-16%	791 634

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 - M04 October

Description	Ref	2022/23	Budget Year 2023/24			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		27 427	345 288	345 288	59 480	345 288
Trade and other receivables from exchange transactions		42 764	59 575	59 575	55 191	59 575
Receivables from non-exchange transactions		168	–	–	6 978	–
Current portion of non-current receivables		–	–	–	–	–
Inventory		2 824	2 556	2 556	4 268	2 556
VAT		80 458	50 650	50 650	45 151	50 650
Other current assets		26 549	22 422	22 422	24 927	22 422
Total current assets		180 190	480 492	480 492	195 995	480 492
Non current assets						
Investments						
Investment property						
Property, plant and equipment		4 991 970	6 247 523	6 248 733	5 186 010	6 248 733
Biological assets						
Living and non-living resources						
Heritage assets		7 817	–	–	7 817	–
Intangible assets		52	1	1	47	1
Trade and other receivables from exchange transactions		–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets		–	–	–	–	–
Total non current assets		4 999 838	6 247 525	6 248 735	5 193 873	6 248 735
TOTAL ASSETS		5 180 028	6 728 017	6 729 227	5 389 868	6 729 227
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		1 484	–	–	1 484	–
Consumer deposits		3 620	3 633	3 633	3 629	3 633
Trade and other payables from exchange transactions		487 185	338 908	338 908	222 542	338 908
Trade and other payables from non-exchange transactions		1 560	–	–	136 963	–
Provision		1 654	1 973	1 973	1 654	1 973
VAT		5 393	8 073	8 073	9 277	8 073
Other current liabilities		500	405	405	500	405
Total current liabilities		501 396	352 992	352 992	376 049	352 992
Non current liabilities						
Financial liabilities		1 202	90 000	90 000	1 202	90 000
Provision		43 487	38 340	38 340	43 487	38 340
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		–	–	–	–	–
Total non current liabilities		44 689	128 340	128 340	44 689	128 340
TOTAL LIABILITIES		546 085	481 332	481 332	420 737	481 332
NET ASSETS	2	4 633 944	6 246 684	6 247 894	4 969 131	6 247 894
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		4 723 576	5 445 412	5 445 412	4 970 701	5 445 412
Reserves and funds		–	–	–	–	–
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	4 723 576	5 445 412	5 445 412	4 970 701	5 445 412

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 and cash equivalents

Cash and cash equivalents balance as at 31 October 2023 indicate bank balance of **R59.4 million**.

Bank balance	R45.4 million
Cash float	R8 hundred
Call Investments Deposits	R14 million.

Trade and other receivables from exchange transactions

Trade and other receivables from exchange transactions include debtors from water, sanitation services, rental of facilities, the balance for the reporting period is **R53.3 million**. Debtors age analysis as per section 2.1 debtors' analysis is **R213.5 million**. Consumer debtors' amount to **R208.1 million** and the balance of **R5.4 million** is for shared services cast in Other Debtors. Consumer debtors amount of **R208.1 million** include prepaid expense which is a deposit made to Eskom for new connection of electricity meter in water plants, this amounts to **R1.8 million**.

Gross Consumer debtors	R208.1 million
Less Impairment	(R154.7 million)
Net Consumer Debtors	R53.3 million

Classification of Consumer Debtors per Service type

Water Debtors	R43.7 million
Sanitation Debtors	R9.4 million
Property Rentals Debtors	R93.1 thousand
Other Consumer debtors	R34.6 thousand
Total	R53.3 million

➤ **Water Debtors**

Net Water debtors after considering provision for bad debts amount to **R43.7 million**.

Water debtors are amounts owed by consumers for water services billed.

Gross Water Debtors	R151.6 million
Less Impairment	(120.1 million)
Net Water Debtors	R43.7 million

➤ **Sanitation Debtors**

Net Sanitation debtors after considering provision for bad debts amount to **R9.4 million**.

Sanitation debtors are amounts owed by consumers for sewer services billed.

Gross Sanitation Debtors	R44 million
Less Impairment	(R34.5 million)
Net Sanitation Debtors	R9.4 million

➤ **Property Rentals Debtors**

These are debtors accumulated from property rentals amounts to **R93.1 thousand**

Property Rental	R115.1 thousand
Less Impairment	(R22.6 thousand)
Net Property rental	R93.1 thousand

➤ **Other Consumer debtors**

Other consumer debtors' amount to **R34.6 thousand**, these are sundry debtors.

Gross Other Debtors	R50.8 thousand
Less Impairment	(R16.2 thousand)
Net Other Debtors	R34.6 thousand

Classification of Consumer Debtors per Customer group

Households	R175.6 million
Commercial/Businesses (excl prepaid exp R1.8 mil)	R 12.7 million
Organs of State (excl shared services of R5.4 mill)	R 17.9 million
Total	R208.1 million

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

Gross Households debtors	R175.6 million
Less Impairment	(R154.7 million)
Net Household debtors	R20.9 million

Receivables from non-exchange transactions

Fruitless expenditure to be recovered amounting to **R6.9 million** resulted from a claim of standing time due to consultant negligence.

Inventory

The current level of inventory is **R4.2 million**. Inventories include water stock and consumable stores.

VAT Receivable

VAT Receivable amount to **R45.1 million**, this is the amount raised when input VAT is recognized less output VAT collected as per VAT reconciliation.

Other current assets

Other debtors are debtors that arise from non-exchange transactions, the balance for the reporting period is **R24.9 million**.

Deposits Made	R18.2 million
Refunds & under/over banking	R 6.6 million
Overpayments/Accrued Income	R36.9 thousand
Salary advance	R31.07 thousand
Total	R24.9 million

➤ Deposits Made

Deposits made amount to **R18.2 million**, this amount include Eskom deposits, Federal Air Deposits and Stowell Deposits:

Eskom Deposits	R18 million
Stowell Deposits	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.

➤ Refunds & under/over banking

Refunds & under/over banking amount to **R6.6 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	R5.4 million
Under/over banking	R1.2 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.

➤ Accrued Income – Reversal

is the amount of **R36.9 thousand** to be received from the actioner of assets disposed by the Municipality.

➤ Salary advance

Salary advances amounts to **R31.07 thousand**. This amount consists of advanced employee costs.

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 **R5.1 billion**

Opening balance	R5 billion
Additions	R220.1 million
Depreciation	(R26.6 million)
Closing Balance	R5.1 billion

Heritage assets

Heritage assets are assets that help the municipality to attract tourists because they entails history of the district and its people **R7.8 million.**

Intangible

Intangible assets include software licenses owned by the Municipality; the current balance of intangible assets is **R47 thousand.**

Opening balance	R47 thousand
Additions	R 0
Depreciation	(R0)
Closing Balance	R47 thousand

CURRENT LIABILITIES

Financial liabilities

This is the current portion of the finance lease agreement the Municipality entered into to procure laptops. The current balance owed amount to **R1.4 million.**

Opening balance	R1.4 million
Payment	(R0)
Closing Balance	R1.4 million

Consumer deposits

Consumer deposits are deposit amounts of customers that have accounts with the municipality, the current balance is **R3.6 million.**

Trade and other payables from exchange transactions

Trade and other payables are amounts owed by the municipality to service providers. This amount includes unspent conditional grants. Trade and other payables are **R222.5 million**.

Trade Creditors	R21.2 million
Retention	R68.2 million
Department of Water & Sanitation	R62.6 million
Leave accrued	R21.7 million
Bonus	R5.7 million
Employee related cost	R2.5 million
Advance Payments	R2.8 million
Salary Suspense Accounts	R391.7 thousand
Other Suspense account	R43.6 thousand
Water tankers	R17.6 million
Zanamanzi	R19.4 million
Unallocated Deposits	R2.8 thousand
Closing Balance	R222.5 million

Trade and other payables from non-exchange transactions

This is the amount of unspent conditional grants which will be recognized when the conditions are met. Unspent conditional grants amount to **R136.9 million**.

Current Provision

Current provisions amount to **R1.6 million**, this provision is for post-retirement benefit (Medical aid) and long service awards that is paid in the current financial year:

Long service awards	R1.6 million
---------------------	--------------

VAT Payables

VAT payable amount to **R9.2 million**, this is the amount paid when output VAT is recognized less input VAT paid as per VAT reconciliation

Other current liabilities

Other current liabilities amount to **R500 thousand**, this is the amount for medical benefit awarded to the people who have retired from the service of the municipality:

Post Retirement benefit (Medical aid)	R 500 thousand
---------------------------------------	----------------

NON-CURRENT LIABILITIES

Non-current financial liabilities

This is the long-term portion of the finance lease agreement the Municipality entered into to procure laptops amounting to **R1.2 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 **R43.4 million**, this provision is for post-retirement benefit (Medical aid) and Long Service award:

Post Retirement benefit (Medical aid)	R30.4 million
Long Service award	R13.06 million

Accumulated surplus

Accumulated surplus is the net worth of the Municipality, sitting at **R4.9 billion**

DC26 Zululand - Table C7 Monthly Budget Statement - Cash Flow - M04 October

Description	Ref	Budget Year 2023/24								
		2022/23 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		26 949	51 642	51 642	4 464	11 071	17 214	(6 143)	-36%	51 642
Other revenue		1 387 129	162 144	162 144	189 201	753 144	54 048	699 096	1293%	162 144
Transfers and Subsidies - Operational		661 838	643 859	643 859	165	317 568	214 620	102 948	48%	643 859
Transfers and Subsidies - Capital		610 306	805 127	805 127	41 777	382 577	268 376	114 201	43%	805 127
Interest		3 937	3 000	3 000	2 843	3 718	1 000	2 718	272%	3 000
Dividends								-		
Payments										
Suppliers and employees		(868 156)	(672 640)	(672 640)	(72 761)	(576 158)	(224 213)	351 945	-157%	(672 640)
Interest								-		
Transfers and Subsidies		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) OPERATING ACTIVITIES		1 822 004	993 132	993 132	165 689	891 920	331 044	(560 876)	-169%	993 132
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		(496 168)	(789 967)	(789 967)	(113 514)	(220 702)	(263 322)	(42 621)	16%	(789 967)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(496 168)	(789 967)	(789 967)	(113 514)	(220 702)	(263 322)	(42 621)	16%	(789 967)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								-		
Borrowing long term/refinancing		-	100 000	100 000	-	-	33 333	(33 333)	-100%	100 000
Increase (decrease) in consumer deposits		-	-	-	1	2	-	2	#DIV/0!	-
Payments										
Repayment of borrowing		(1 090)	(10 000)	(10 000)	-	-	(3 333)	(3 333)	100%	(10 000)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(1 090)	90 000	90 000	1	2	30 000	29 998	100%	90 000
NET INCREASE/ (DECREASE) IN CASH HELD		1 324 746	293 165	293 165	52 176	671 220	97 722			293 165
Cash/cash equivalents at beginning:		20 468	173 117	173 117	(119 670)	27 427	173 117			27 427
Cash/cash equivalents at month/year end:		1 345 214	466 282	466 282		698 647	270 839			320 591

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 **R51.6 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 **R11 million** to date. This is **21%** of budgeted collection and **54%** of year-to-date billing.

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.

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 year to date are **R317.5 million**. This amount includes Aviation Strategy Equitable share and Art Centre Subsidy which were received thus far but does not include National Skills Fund under Transfers and subsidies – Operational:

Equitable share	R263.1 million
Indonsa Grant	R955 thousand
Aviation Strategy	R2 million
FMG	R1.2 million
EPWP	R1.7 million
NSF	R47.8 million
LG SETA	R375 thousand
Amafa Research	R180 thousand
TOTAL	R317.5 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 **R382.5 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 150 million
Water Services Infrastructure Grant	R 80 million
Régional Bulk Infrastructure Grant	R 150.8 million
Rural Road Asset Management Subsidy	R 1.7 million
TOTAL	R382.5 million

Interest

Interest on investment budget is 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 **R3.7 million**. Interest on investment revenue on table C4 is **R3.7 million** which reconcile the one in the cash flow.

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 **R220.7 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. Cash and cash equivalents to date is **R59.4 million** in the financial position but in the cash flow it is **R698.6 million**.

Municipality is in a process of developing an action plan to address these system inefficiencies.

PART 2 – SUPPORTING DOCUMENTATION

2.1 MATERIAL VARIANCES TO SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN

DC26 Zululand - Supporting Table SC1 Material variance explanations - M04 October

Ref	Description	ce	Reasons for material deviations	Remedial or corrective steps/remarks
R thousands				
1	Revenue			
	Service charges – Water revenue	19%	This is the amounts billed on customers for water used, the year-to-date actual is R20.5 million which is 40% of the approved budget. the R20.5 million year to date actual is above the four months baseline projection or year-to-	The municipality need to adjust water revenue budget to match up with year to date budget.
	Service charges – Sanitation revenue	6%	This is the amounts billed on customers that are connected to the sewer system, the year-to-date actual is R5.1 million which is 31% of the approved budget. the R5.1 million year to date actual is below the four months baseline projection or year-to-date budget of R5.4	The municipality need to increase billing on sanitation revenue in order to match with year to date budget.
	Sale of goods and rendering of servic	28%	This is the amount on sale of goods and rendering of services, the year-to-date actual is R370 thousands which is 37% of the approved budget. the R370 thousands year to date actual is above the four months baseline projection or year-to-date budget of R333 thousand. A	The municipality does not have control over this revenue against year to date because it comes from sale of tender documents.
	Interest on investment	17%	Interest on investment is interest received when the Municipality makes cash investments, the year-to-date actual is R3.7 million which is 124% of the approved budget. The R3.7 million year to date actual is above the four months baseline projection or year-to-date budget of R1	The municipality cannot be benchmarked against year to date budget because its depend on the cash available.
	Interest earned - outstanding debtors	41%	Interest earned - outstanding debtors is charged on businesses for accounts in arrears. the year-to-date actual is R112 thousand which is 22% of the approved budget. The R112 thousand year to date actual is below the four months baseline projection or year-to-date budget of R174	The municipality need to adjust budget for this line item.
	Rent of facilities	4%	Rental of facilities is amounts billed for office space leased out, the year-to-date actual is R160 thousand which is 32% of the approved budget. the R160 thousand year to date actual is below the four months baseline projection or year-to-date budget of R167 thousand. A	Variance is less than 5% .
	Licences and Permits	70%	Licences and permits year-to-date actual is R34 thousand which is 57% of the approved budget. the R34 thousand year to date actual is above four months baseline projection or year-to-date budget of R20 thousand. A variance of less than	The municipality need to adjust budget for this line item.
	Operational revenue	70%	Operational revenue year-to-date actual is R33 thousand which is 9% of the approved budget. the R33 thousand year to date actual is below four months baseline projection or year-to-date budget of R123 thousand. A variance of R90	The municipality need to adjust budget for this line item.
	Fines, penalties, and forfeits	45%	Fines, penalties, and forfeits are mainly amounts charged on illegal connections. the year-to-date actual is R184 thousand which is 18% of the approved budget. the R184 thousand year to date actual is below the four months baseline projection or year-to-date budget of R333	Municipality must keep up the disconnection of illegal connections.
	Transfers and subsidies	37%	Transfers and subsidies year to date actual is R312.7 million which is 49% of the approved budget. The R312.7 million year to date actual is above four months baseline projection or year-to-date budget of R227.7 million. A	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

DC26 Zululand - Supporting Table SC1 Material variance explanations - M04 October

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
R thousands				
2	Expenditure By Type			
	Employee Related Costs	3%	Employee related costs are amounts paid for salaries, allowances, service-related benefits and contributions. The year-to-date actual is R99.7 million which is 34% of the approved budget. The R99.7 million year to date actual is above the four months baseline projection or year-to-date budget of R96.9 million. A variance of R2.8 million or 3% is observed.	Variance is less than 5% .
	Remuneration of Councillors	4%	Remuneration of Councillors are amounts paid for councillors allowances, service-related benefits and contributions. The year-to-date actual is R3.03 million which is 32% of the approved budget. The R3.03 million year to date actual is below the four months baseline	Variance is less than 5% .
	Bulk purchases – electricity		The Municipality does not incur bulk purchases electricity since the Municipality does not sell electricity. The purchase of electricity is under	No variance
	Inventory Consumed	98%	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 R347 thousand which is less than 1% of the approved budget. The R347 thousand year to date actual is below the four months baseline projection or year-to-	The municipality need to capture requisition daily to prevent this variance
	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 treasuries	Provision for non-collection assessment and calculation is done at year end. National treasuries recommend that the assessment and calculations be done monthly.
	Depreciation	11%	This is a non-cash item budgeted for as per the stipulation of the accounting standards. The year-to-date actual is R26.6 million which is 30% of the approved budget. The R26.6 million year to date actual is below the four months baseline projection or year-to-date budget of	The municipality need to budget against the percentage of accumulated depreciation
	Finance charges	53%	Finance charges are amounts for interest paid on overdue accounts and finance lease for laptops. The year-to-date actual is R156 thousand which is 16% of the approved budget. The R156 thousand year to date actual is below the four months baseline projection or year-to-	The municipality need to adjust the finance charges budget to accommodate expenditure.
	Contracted services	50%	Contracted services include Outsourced services, Consultants and professional fees, and Contractors. The year-to-date actual is R82.5 million which is 64% of the approved budget. The R82.5 million year to date actual is above the four months baseline projection or	The municipality need to monitor this expenditure to minimize spending. The municipality has to review SLAs and try to minimise as low as possible in this line item cost
	Transfers and subsidies paid.	134%	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 R2 million which is 33% of the approved budget. The R2 million year to date actual is above the four months baseline projection or	This expenditure cannot be benchmarked against year to date budget because it is esasonal.
	Irrecoverable debt written off	0%	Irrecoverable debt written off year-to-date actual is R28 thousand which is 0% of the approved budget. The R28 thousand year to date actual cannot be benchmarked against year to date budget because it has no budget. A variance of	The year to date actual cannot be benchmarked against year to date budget because it has no budget.
	Operational costs	6%	Operational costs are all other expenditure not classified above. The year-to-date actual is R52.3 million which is 27% of the approved budget. The R52.3 million year to date actual is above the four months baseline projection or	The expenditure being is monitored by the municipality to keep it within the budget.

DC26 Zululand - Supporting Table SC1 Material variance explanations - M04 October

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
R thousands				
3	Capital Expenditure			
	Governance and administration	89%	Governance and administration year-to-date actual are R86 thousand which is 4% of the approved budget. the R86 thousand year to date actual is below the four months baseline projection or year-to-date budget of R1 million.	The municipality need to speed up projects so that expenditure will increase
	Community and public safety	100%	Community and public safety year-to-date actual are R0 which is 0% of the approved budget. the R0 year to date actual is below the four months baseline projection or year-to-date budget of R152 thousand. A variance of R152	The municipality need to speed up projects so that expenditure will increase
	Economic and environmental services	100%	Economic and environmental services year-to-date actual is R0 million which is 0% of the approved budget. the R0 year to date actual is below the four month baseline projection or year-to-date budget of R736 thousand. A	The municipality need to speed up projects so that expenditure will increase
	Trading services	16%	Trading services year-to-date actual is R220.7 million which is 28% of the approved budget. the R220.7 million year to date actual is below the four months baseline projection or year-to-date budget of R261.6 million. A variance of	The municipality need to speed up projects so that expenditure will increase

2.2 DEBTORS ANALYSIS

Debtors age analysis as of 31 October 2023

DC26 Zululand - Supporting Table SC3 Monthly Budget Statement - aged debtors - M04 October

Description	NT Code	Budget Year 2023/24								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	10 425	3 436	3 121	2 673	1 992	2 243	14 113	125 362	163 366	146 384	-	120 151
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	2 189	774	619	637	634	651	3 241	35 217	43 963	40 381	-	34 548
Receivables from Exchange Transactions - Waste Management	1600	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	23
Interest on Arrear Debtor Accounts	1810	72	37	-	12	29	25	112	334	621	511	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	39	21	123	720	113	118	585	3 908	5 627	5 444	-	16
Total By Income Source	2000	12 725	4 269	3 863	4 042	2 768	3 038	18 051	164 821	213 577	192 720	-	154 738
2022/23 - totals only		5961717	5139054	3755606	3463760	3231286	3118082	22400194	139911495	186 981	172 125	0	-138626146 1/2
Debtors Age Analysis By Customer Group													
Organs of State	2200	3 354	891	636	1 150	573	639	3 288	12 866	23 396	18 516	-	-
Commercial	2300	2 013	494	261	289	270	295	1 494	9 401	14 516	11 748	-	-
Households	2400	7 358	2 884	2 966	2 602	1 925	2 105	13 269	142 554	175 665	162 456	-	154 738
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-
Total By Customer Group	2600	12 725	4 269	3 863	4 042	2 768	3 038	18 051	164 821	213 577	192 720	-	154 738

Total debtors' amount to **R213.5 million**, which is an increase of **R1.1 million** from the closing balance of **R212.4 million** in previous month. The debtors over 90 days amount to **R192.7 million**. This is concerning and needs intervention since debtors above 60 days should be restricted in terms of the Municipality's credit control policy.

2.3 CREDITORS ANALYSIS

Creditors age analysis as at 31 October 2023

DC26 Zululand - Supporting Table SC4 Monthly Budget Statement - aged creditors - M04 October

Description R thousands	NT Code	Budget Year 2023/24									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	6 665
Bulk Water	0200										-
PAYE deductions	0300										-
VAT (output less input)	0400										-
Pensions / Retirement deductions	0500										-
Loan repayments	0600										-
Trade Creditors	0700	6	-	-	-	-	-	-	-	-	6
Auditor General	0800										-
Other	0900										-
Total By Customer Type	1000	6	-	-	-	-	-	-	-	-	6 665

2.4 INVESTMENT PORTFOLIO

Investments as at 31 October 2023

DC26 Zululand - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M04 October

Investments by maturity Name of institution & investment ID	Ref	Period of Investment Yrs/Months	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
Municipality														
ABSA CALL ACCOUNT		0	CALL ACCOUNT	YES	VARIABLE	0.089	-	N/A	30 June 2024	-	-		64 000	64 000
ABSA CALL ACCOUNT		0	CALL ACCOUNT	YES	VARIABLE	0.089	-	N/A	30 June 2024	64 000	524		40 000	104 000
ABSA CALL ACCOUNT		0	CALL ACCOUNT	YES	VARIABLE	0.089	-	N/A	30 June 2024	104 000	-		150 800	254 800
ABSA CALL ACCOUNT		0.76666667	CALL ACCOUNT	YES	VARIABLE	0.089	-	N/A	17 August 2023	254 800	-	(30 000)		224 800
ABSA CALL ACCOUNT		1.2	CALL ACCOUNT	YES	VARIABLE	0.089	-	N/A	30 August 2023	224 800		(20 000)		204 800
ABSA CALL ACCOUNT		1.4	CALL ACCOUNT	YES	VARIABLE	0.089			08 September 2023	204 800		(30 000)		174 800
ABSA CALL ACCOUNT		1.36666667	CALL ACCOUNT	YES	VARIABLE	0.089			14 September 2023	174 800		(25 000)		149 800
ABSA CALL ACCOUNT		1.56666667	CALL ACCOUNT	YES	VARIABLE	0.089			20 September 2023	149 800		(50 000)		99 800
ABSA CALL ACCOUNT		0	CALL ACCOUNT	YES	VARIABLE	0.089	-	N/A	26 September 2023	99 800	2 151	-	86 000	185 800
ABSA SHORT TERM		2	SHORT TERM	YES	VARIABLE	0.089	-	N/A	03 October 2023	185 800		(50 000)		135 800
ABSA SHORT TERM		2.06666667	SHORT TERM	YES	VARIABLE	0.089	-	N/A	05 October 2023	135 800		(75 000)		60 800
ABSA SHORT TERM		3.06666667	SHORT TERM	YES	VARIABLE	0.089	-	N/A	19 October 2023	60 800		(10 000)		50 800
ABSA SHORT TERM		2.53333333	SHORT TERM	YES	VARIABLE	0.089	-	N/A	19 October 2023	50 800		(36 800)		14 000
Municipality sub-total										-	2 675	(326 800)	340 800	14 000
Entities														
Entities sub-total										-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2									-		(326 800)	340 800	14 000

2.5 ALLOCATION OF GRANT RECEIPTS AND EXPENDITURE

Grants Receipts

DC26 Zululand - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M04 October

Description	Ref	2022/23	Budget Year 2023/24							
		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:		596 108	639 948	639 948	115	265 291	213 316	51 975	24.4%	639 948
Energy Efficiency and Demand Side Management Grant		-	-	-	-	-	-	-	-	-
Equitable Share		586 391	631 671	631 671	-	263 196	210 557	52 639	25.0%	631 671
Expanded Public Works Programme Integrated Grant		8 517	7 077	7 077	-	1 769	2 359	(590)	-25.0%	7 077
Local Government Financial Management Grant		1 200	1 200	1 200	115	326	400	(74)	-18.6%	1 200
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant	3	-	-	-	-	-	-	-	-	-
Municipal Systems Improvement Grant		-	-	-	-	-	-	-	-	-
Rural Road Asset Management Systems Grant		-	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant		-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
Provincial Government:		2 631	3 911	4 111	13	20	1 344	(1 324)	-98.5%	4 111
Capacity Building and Other Grants		2 631	3 911	4 111	13	20	1 344	(1 324)	-98.5%	4 111
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		60 091	-	47 913	-	47 554	13 064	34 490	264.0%	47 913
Electricity Distribution Industry Holdings		-	-	-	-	-	-	-	-	-
KwazuluNatal Provincial Planning and Development Commission		-	-	-	-	-	-	-	-	-
Local Government Water and Related Service SETA		478	-	21	-	114	2	112	4785.7%	21
National Skills Fund		59 613	-	47 892	-	47 440	13 062	34 379	263.2%	47 892
Unspecified		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	658 830	643 859	691 972	128	312 865	227 724	85 141	37.4%	691 972
Capital Transfers and Grants										
National Government:		607 306	805 127	805 127	129 618	251 991	268 376	(16 385)	-6.1%	805 127
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		259 530	271 683	271 683	19 149	73 563	90 561	(16 998)	-18.8%	271 683
Regional Bulk Infrastructure Grant		250 247	430 905	430 905	93 526	135 878	143 635	(7 757)	-5.4%	430 905
Rural Road Asset Management Systems Grant		2 529	2 539	2 539	-	-	846	(846)	-100.0%	2 539
Water Services Infrastructure Grant		95 000	100 000	100 000	16 943	42 550	33 333	9 217	27.7%	100 000
Provincial Government:		3 196	-	-	-	-	-	-	-	-
Infrastructure Grant		3 196	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Unspecified		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	610 502	805 127	805 127	129 618	251 991	268 376	(16 385)	-6.1%	805 127
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	1 269 332	1 448 986	1 497 099	129 746	564 856	496 099	68 757	13.9%	1 497 099

Grants are received as per transfer schedule and have been received as such with the exception of 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 - M04 October

Description	Ref	2022/23	Budget Year 2023/24							
		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:		824 288	627 267	628 017	57 765	195 251	209 218	(13 966)	-6.7%	628 017
Energy Efficiency and Demand Side Management Grant		-	-	-	-	-	-	-	-	-
Equitable Share		773 115	618 990	619 740	56 484	190 175	206 459	(16 284)	-7.9%	619 740
Expanded Public Works Programme Integrated Grant		8 532	7 077	7 077	1 166	4 751	2 359	2 392	101.4%	7 077
Local Government Financial Management Grant		1 200	1 200	1 200	115	326	400	(74)	-18.6%	1 200
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		33 001	-	-	-	-	-	-	-	-
Municipal Systems Improvement Grant		-	-	-	-	-	-	-	-	-
Rural Road Asset Management Systems Grant		2 199	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant		6 240	-	-	-	-	-	-	-	-
Provincial Government:		2 689	3 385	2 615	13	26	1 061	(1 034)	-97.5%	2 615
Capacity Building and Other Grants		2 689	3 385	2 615	13	26	1 061	(1 034)	-97.5%	2 615
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		59 798	-	48 102	-	47 440	13 085	34 355	262.6%	48 102
Electricity Distribution Industry Holdings		-	-	-	-	-	-	-	-	-
KwazuluNatal Provincial Planning and Development Commission		-	-	-	-	-	-	-	-	-
Local Government Water and Related Service SETA		478	-	210	-	-	23	(23)	-100.0%	210
National Skills Fund		59 320	-	47 892	-	47 440	13 062	34 379	263.2%	47 892
Total operating expenditure of Transfers and Grants:		886 774	630 652	678 735	57 778	242 718	223 363	19 355	8.7%	678 735
Capital expenditure of Transfers and Grants										
National Government:		490 152	700 110	700 110	113 514	220 616	233 370	(12 754)	-5.5%	700 110
Municipal Infrastructure Grant		194 387	236 246	236 246	16 785	64 221	78 749	(14 528)	-18.4%	236 246
Regional Bulk Infrastructure Grant		218 770	374 700	374 700	81 910	119 090	124 900	(5 810)	-4.7%	374 700
Rural Road Asset Management Systems Grant		-	2 208	2 208	-	-	736	(736)	-100.0%	2 208
Water Services Infrastructure Grant		76 994	86 957	86 957	14 818	37 305	28 986	8 319	28.7%	86 957
Provincial Government:		2 797	457	1 427	-	-	260	(260)	-100.0%	1 427
Capacity Building and Other Grants		-	-	970	-	-	108	(108)	-100.0%	970
Infrastructure Grant		2 797	457	457	-	-	152	(152)	-100.0%	457
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		492 948	700 568	701 538	113 514	220 616	233 630	(13 015)	-5.6%	701 538
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		1 379 723	1 331 220	1 380 272	171 292	463 334	456 994	6 340	1.4%	1 380 272

2.6 ALLOCATION OF GRANT RECEIPTS AND EXPENDITURE

The municipality has closing balance on National Skills Fund, LGSETA Fire and Rescue, Art Council SA: Help Desk, Aviation Strategy, Amafa Research and COGTA Boreholes that need to be approved by the council and the funder to be rolled over and expenditure amount will be inclusive of VAT as per **MFMA circular no. 58**.

DC26 Zululand - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers						
Description	Ref	Budget Year 2023/24				
		Approved Rollover 2022/23	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands						%
EXPENDITURE						
Operating expenditure of Approved Roll-overs						
National Government:		80	-	80	-	
NATIONAL SKILLS FUND		80	-	80	-	0.0%
Provincial Government:		1 480	-	26	1 454	98.2%
ART COUNCIL SA		34	-	26	8	23.4%
TSUCM_COGTA BOREHOLES		1 446	-	-	-	
District Municipality:		-	-	-	-	
		-	-	-	-	
Other grant providers:		-	-	-	-	
		-	-	-	-	
Total operating expenditure of Approved Roll-overs		1 560	-	106	1 454	93.2%
Capital expenditure of Approved Roll-overs						
National Government:		-	-	-	-	
		-	-	-	-	
Provincial Government:		-	-	-	-	
Other Departments		-	-	-	-	
District Municipality:		-	-	-	-	
		-	-	-	-	
Other grant providers:		-	-	-	-	
		-	-	-	-	
Total capital expenditure of Approved Roll-overs		-	-	-	-	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS		1 560	-	106	1 454	93.2%

2.7 COUNCILLOR AND BOARD MEMBER ALLOWENCES AND EMPLOYEE BENEFITS

DC26 Zululand - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M04 October

Summary of Employee and Councillor remuneration	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		-	-	-	-	-	-	-	-	-
Pension and UIF Contributions		509	512	512	43	164	171	(7)	-4%	512
Medical Aid Contributions		54	55	55	3	14	18	(5)	-25%	55
Motor Vehicle Allowance		1 889	1 962	1 962	164	654	654	0	0%	1 962
Cellphone Allowance		681	694	694	58	231	231	-	-	694
Housing Allowances		360	180	180	15	60	60	-	-	180
Other benefits and allowances		5 782	6 084	6 084	479	1 909	2 028	(119)	-6%	6 084
Sub Total - Councillors		9 276	9 486	9 486	761	3 032	3 162	(130)	-4%	9 486
% increase	4		2.3%	2.3%						2.3%
Senior Managers of the Municipality										
Basic Salaries and Wages		6 237	6 191	6 191	673	2 683	2 064	619	30%	6 191
Pension and UIF Contributions		176	62	62	30	119	21	98	474%	62
Medical Aid Contributions		59	3	3	10	35	1	34	3669%	3
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		650	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		1 640	1 542	1 542	166	671	514	157	31%	1 542
Cellphone Allowance		257	238	238	26	105	79	26	32%	238
Housing Allowances		13	-	-	1	4	-	4	#DIV/0!	-
Other benefits and allowances		309	195	195	21	146	65	81	125%	195
Payments in lieu of leave		374	-	-	-	95	-	95	#DIV/0!	-
Long service awards		132	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		97	-	-	-	16	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		9 945	8 230	8 230	928	3 874	2 744	1 130	41%	8 230
% increase	4		-17.2%	-17.2%						-17.2%
Other Municipal Staff										
Basic Salaries and Wages		184 973	206 063	206 063	16 708	65 737	68 688	(2 951)	-4%	206 063
Pension and UIF Contributions		24 702	27 991	27 991	2 214	8 788	9 331	(543)	-6%	27 991
Medical Aid Contributions		14 860	15 496	15 496	1 343	5 359	5 166	193	4%	15 496
Overtime		6 703	5 448	5 448	637	2 399	1 816	583	32%	5 448
Performance Bonus		12 696	13 983	13 983	963	4 967	4 661	306	7%	13 983
Motor Vehicle Allowance		10 357	10 682	10 682	915	3 639	3 561	79	2%	10 682
Cellphone Allowance		740	828	828	62	256	276	(20)	-7%	828
Housing Allowances		1 669	1 724	1 724	137	550	575	(25)	-4%	1 724
Other benefits and allowances		4 065	282	282	412	1 531	94	1 437	1529%	282
Payments in lieu of leave		5 523	-	-	362	1 825	-	1 825	#DIV/0!	-
Long service awards		3 358	-	-	89	650	-	650	#DIV/0!	-
Post-retirement benefit obligations		5 393	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		1 191	-	-	33	214	-	214	#DIV/0!	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		276 230	282 498	282 498	23 877	95 915	94 167	1 748	2%	282 498
% increase	4		2.3%	2.3%						2.3%
Total Parent Municipality		295 452	300 214	300 214	25 566	102 821	100 072	2 749	3%	300 214

The municipality has no active entity

2.8 ACTUAL AND REVISED TARGETS FOR CASH RECEIPTS

DC26 Zululand - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M04 October

Description	Ref	Budget Year 2023/24												2023/24 Medium Term Revenue & Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
R thousands	1	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget			
Cash Receipts By Source																
Property rates																
Service charges - Electricity revenue																
Service charges - Water revenue		928	1 881	2 063	3 448	3 214	3 214	3 214	3 214	3 214	3 214	3 214	7 752	38 572	43 529	48 873
Service charges - Waste Water Management		381	742	614	1 016	1 089	1 089	1 089	1 089	1 089	1 089	1 089	2 694	13 069	14 685	16 426
Service charges - Waste Management																
Rental of facilities and equipment		45	49	45	36	90	90	90	90	90	90	90	274	1 075	1 127	1 181
Interest earned - external investments		-	574	301	2 843	250	250	250	250	250	250	250	(2 468)	3 000	3 144	3 295
Interest earned - outstanding debtors																
Dividends received																
Fines, penalties and forfeits		20	64	79	21	83	83	83	83	83	83	83	233	1 000	1 048	1 098
Licences and permits		5	11	8	9	5	5	5	5	5	5	5	(9)	60	63	66
Agency services																
Transfers and Subsidies - Operational		266 152	2 969	48 282	165	53 655	53 655	53 655	53 655	53 655	53 655	53 655	(49 293)	643 859	679 032	720 445
Other revenue		131 675	231 401	200 542	189 135	13 334	13 334	13 334	13 334	13 334	13 334	13 334	(686 082)	160 009	115 496	124 647
Cash Receipts by Source		399 159	237 068	251 588	193 794	71 381	71 381	71 381	71 381	71 381	71 381	71 381	(724 705)	856 570	853 854	911 555
Other Cash Flows by Source																
Transfers and subsidies - capital (monetary allocations) (National/ Provincial and District)		104 000	150 800	86 000	41 777	67 094	67 094	67 094	67 094	67 094	67 094	67 094	(47 107)	805 127	552 968	611 515
Transfers and subsidies - capital (monetary allocations) (Nat/ Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on Disposal of Fixed and Intangible Assets																
Short term loans																
Borrowing long term/refinancing		-	-	-	-	8 333	8 333	8 333	8 333	8 333	8 333	8 333	41 667	100 000	-	-
Increase (decrease) in consumer deposits		-	-	1	1	-	-	-	-	-	-	-	(2)	-	-	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Receipts by Source		503 159	387 868	337 589	235 572	146 808	146 808	146 808	146 808	146 808	146 808	146 808	(730 148)	1 761 697	1 406 822	1 523 070
Cash Payments by Type																
Employee related costs		26 127	26 418	26 816	26 778	24 344	24 344	24 344	24 344	24 344	24 344	24 344	15 583	292 133	298 671	312 940
Remuneration of councillors		-	-	-	-	790	790	790	790	790	790	790	3 952	9 486	9 941	10 418
Interest																
Bulk purchases - Electricity		12 282	4 787	13 201	5 143	-	-	-	-	-	-	-	(35 413)	-	-	-
Acquisitions - water & other inventory		7 556	-	-	-	4 037	4 037	4 037	4 037	4 037	4 037	4 037	12 632	48 450	50 736	53 133
Contracted services		131	(6 308)	(49 127)	(113 256)	12 336	12 336	12 336	12 336	12 336	12 336	12 336	230 238	148 027	152 625	159 854
Transfers and subsidies - other municipalities																
Transfers and subsidies - other																
Other expenditure		239 289	84 467	106 769	152 667	14 462	14 462	14 462	14 462	14 462	14 462	14 462	(510 883)	173 544	187 490	196 589
Cash Payments by Type		285 385	109 364	97 659	71 332	55 970	55 970	55 970	55 970	55 970	55 970	55 970	(283 891)	671 640	699 464	732 935
Other Cash Flows/Payments by Type																
Capital assets		-	57 911	49 277	113 514	65 831	65 831	65 831	65 831	65 831	65 831	65 831	108 451	789 967	-	531 752
Repayment of borrowing		-	-	-	-	833	833	833	833	833	833	833	4 167	10 000	10 000	10 000
Other Cash Flows/Payments		-	2 690	8 299	1 429	83	83	83	83	83	83	83	(12 001)	1 000	1 000	1 000
Total Cash Payments by Type		285 385	169 965	155 234	186 275	122 717	122 717	122 717	122 717	122 717	122 717	122 717	(183 273)	1 472 607	710 464	1 275 687
NET INCREASE/(DECREASE) IN CASH HELD		217 774	217 903	182 355	49 297	24 091	24 091	24 091	24 091	24 091	24 091	24 091	(546 875)	289 090	696 358	247 384
Cash/cash equivalents at the monthly/year beginning:		27 427	245 201	463 103	645 458	694 755	718 846	742 937	767 028	791 119	815 209	839 300	863 391	27 427	316 516	1 012 874
Cash/cash equivalents at the monthly/year end:		245 201	463 103	645 458	694 755	718 846	742 937	767 028	791 119	815 209	839 300	863 391	316 516	316 516	1 012 874	1 260 258

2.9 MUNICIPAL ENTITY FINANCIAL OPERATING EXPENDITURE PERFORMANCE BUDGET

The municipality does not have an entity

2.10 MUNICIPAL ENTITY FINANCIAL CAPITAL EXPENDITURE PERFORMANCE

The municipality does not have an entity

2.11 CAPITAL PROGRAMME PERFORMANCE

Capital Expenditure by month

DC26 Zululand - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M04 October

Month	2022/23	Budget Year 2023/24							
	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	5 503	65 875	65 875	–	–	65 875	65 875	100.0%	0%
August	14 273	65 890	65 890	57 911	57 911	131 765	73 853	56.0%	7%
September	32 995	65 890	65 890	49 277	49 277	197 655	148 378	75.1%	6%
October	27 335	65 998	65 998	113 514	113 514	263 652	150 138	56.9%	14%
November	18 645	65 998	65 998	–	–	329 650	329 650	100.0%	0%
December	46 356	65 998	65 998	–	–	395 648	395 648	100.0%	0%
January	7 250	65 998	65 998	–	–	461 646	461 646	100.0%	0%
February	13 944	65 998	65 998	–	–	527 643	527 643	100.0%	0%
March	27 728	65 998	65 998	–	–	593 641	593 641	100.0%	0%
April	70 518	65 998	65 998	–	–	659 639	659 639	100.0%	–
May	127 629	65 998	65 998	–	–	725 637	725 637	100.0%	–
June	105 765	65 998	65 998	–	–	791 634	791 634	100.0%	–
Total Capital expenditure	497 942	791 634	791 634	220 702					

2.12 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 - M04 October

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		491 521	700 110	700 910	113 514	220 616	233 459	12 843	5.5%	700 910
Roads Infrastructure		-	2 208	2 208	-	-	736	736	100.0%	2 208
Roads		-	2 208	2 208	-	-	736	736	100.0%	2 208
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		491 521	693 120	692 468	113 514	220 616	230 862	10 246	4.4%	692 468
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		68 814	79 130	72 907	6 681	16 493	24 679	8 186	33.2%	72 907
Reservoirs		11 062	15 086	10 178	8	8	3 690	3 682	99.8%	10 178
Pump Stations		-	-	-	-	-	-	-	-	-
Water Treatment Works		63 564	66 957	79 913	10 096	29 924	25 852	(4 072)	-15.7%	79 913
Bulk Mains		311 748	508 469	497 710	96 729	159 087	166 555	7 468	4.5%	497 710
Distribution		36 333	23 478	31 760	-	15 103	10 085	(5 018)	-49.8%	31 760
Distribution Points		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	4 783	6 235	-	-	1 861	1 861	100.0%	6 235
Reticulation		-	4 783	5 435	-	-	1 772	1 772	100.0%	5 435
Toilet Facilities		-	-	800	-	-	89	89	100.0%	800
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Community Assets		1 726	-	-	-	-	-	-	-	-
Community Facilities		1 726	-	-	-	-	-	-	-	-
Centres		1 726	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-
Outdoor Facilities		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Works of Art		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Unimproved Property		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Unimproved Property		-	-	-	-	-	-	-	-	-
Other assets		-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-
Municipal Offices		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Intangible Assets		51	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		51	-	-	-	-	-	-	-	-
Computer Software and Applications		51	-	-	-	-	-	-	-	-
Computer Equipment		2 158	2 350	2 580	-	86	850	764	89.9%	2 580
Computer Equipment		2 158	2 350	2 580	-	86	850	764	89.9%	2 580
Furniture and Office Equipment		1 085	550	730	-	-	205	205	100.0%	730
Furniture and Office Equipment		1 085	550	730	-	-	205	205	100.0%	730
Machinery and Equipment		1 210	87 414	87 414	-	-	29 138	29 138	100.0%	87 414
Machinery and Equipment		1 210	87 414	87 414	-	-	29 138	29 138	100.0%	87 414
Transport Assets		-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Living resources		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	1	497 751	790 424	791 634	113 514	220 702	263 652	42 951	16.3%	791 634

2.13 EXPENDITURE ON REPAIRS AND MAINTAINANCEBY ASSET CLASS

DC26 Zululand - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M04 October

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		131 760	70 000	69 800	9 238	9 682	23 267	13 585	58.4%	69 800
Roads Infrastructure		-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
<i>Attenuation</i>		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		131 760	70 000	69 800	9 238	9 682	23 267	13 585	58.4%	69 800
<i>Bulk Mains</i>		45 692	20 000	19 800	760	1 204	6 600	5 396	81.8%	19 800
<i>Distribution</i>		-	-	-	-	-	-	-	-	-
<i>Distribution Points</i>		86 067	50 000	50 000	8 478	8 478	16 667	8 189	49.1%	50 000
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-
<i>Waste Water Treatment Works</i>		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
<i>Rail Lines</i>		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>		-	-	-	-	-	-	-	-	-
Community Assets		-	-	1 030	-	-	114	114	100.0%	1 030
Community Facilities		-	-	1 030	-	-	114	114	100.0%	1 030
<i>Airports</i>		-	-	1 030	-	-	114	114	100.0%	1 030
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-
<i>Indoor Facilities</i>		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Monuments		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
<i>Improved Property</i>		-	-	-	-	-	-	-	-	-
<i>Unimproved Property</i>		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
<i>Improved Property</i>		-	-	-	-	-	-	-	-	-
<i>Unimproved Property</i>		-	-	-	-	-	-	-	-	-
Other assets		1 420	3 200	3 080	11	393	1 033	640	61.9%	3 080
Operational Buildings		1 420	3 200	3 080	11	393	1 033	640	61.9%	3 080
<i>Municipal Offices</i>		1 420	3 200	3 080	11	393	1 033	640	61.9%	3 080
Housing		-	-	-	-	-	-	-	-	-
<i>Staff Housing</i>		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-
<i>Unspecified</i>		-	-	-	-	-	-	-	-	-
Computer Equipment		20	-	-	-	-	-	-	-	-
Computer Equipment		20	-	-	-	-	-	-	-	-
Furniture and Office Equipment		40	200	200	-	-	67	67	100.0%	200
Furniture and Office Equipment		40	200	200	-	-	67	67	100.0%	200
Machinery and Equipment		29	-	50	-	-	10	10	100.0%	50
Machinery and Equipment		29	-	50	-	-	10	10	100.0%	50
Transport Assets		4 728	1 500	1 500	1 092	1 595	500	(1 095)	-218.9%	1 500
Transport Assets		4 728	1 500	1 500	1 092	1 595	500	(1 095)	-218.9%	1 500
Land		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Living resources		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
<i>Policing and Protection</i>		-	-	-	-	-	-	-	-	-
<i>Zoological plants and animals</i>		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
<i>Policing and Protection</i>		-	-	-	-	-	-	-	-	-
<i>Zoological plants and animals</i>		-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure	1	137 997	74 900	75 660	10 341	11 670	24 991	13 321	53.3%	75 660

2.14 DEPRECIATION BY ASSET CLASS

DC26 Zululand - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M04 October

Description	Ref	2022/23				Budget Year 2023/24			YTD variance	YTD variance %	Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget				
R thousands	1										
Depreciation by Asset Class/Sub-class											
Infrastructure		88 946	80 877	80 877	5 990	23 959	26 959	3 000	11.1%	80 877	
Roads Infrastructure		587	718	718	53	213	239	27	11.1%	718	
Roads		587	718	718	53	213	239	27	11.1%	718	
Storm water Infrastructure		–	–	–	–	–	–	–	–	–	
Attenuation		–	–	–	–	–	–	–	–	–	
Electrical Infrastructure		28	36	36	3	11	12	1	11.2%	36	
LV Networks		28	36	36	3	11	12	1	11.2%	36	
Capital Spares		–	–	–	–	–	–	–	–	–	
Water Supply Infrastructure		86 306	77 892	77 892	5 769	23 075	25 964	2 889	11.1%	77 892	
Dams and Weirs		2 197	2 285	2 285	169	677	762	85	11.1%	2 285	
Boreholes		1 572	471	471	35	139	157	17	11.1%	471	
Reservoirs		7 184	7 026	7 026	520	2 082	2 342	261	11.1%	7 026	
Pump Stations		5 203	4 451	4 451	330	1 319	1 484	165	11.1%	4 451	
Water Treatment Works		7 060	6 502	6 502	482	1 926	2 167	241	11.1%	6 502	
Bulk Mains		39 339	34 795	34 795	2 577	10 308	11 598	1 291	11.1%	34 795	
Distribution		23 677	22 280	22 280	1 650	6 600	7 427	826	11.1%	22 280	
Distribution Points		–	–	–	–	–	–	–	–	–	
PRV Stations		74	81	81	6	24	27	3	11.1%	81	
Capital Spares		–	–	–	–	–	–	–	–	–	
Sanitation Infrastructure		2 026	2 231	2 231	165	661	744	83	11.1%	2 231	
Pump Station		(174)	193	193	14	57	64	7	11.1%	193	
Reticulation		1 686	1 717	1 717	127	509	572	64	11.1%	1 717	
Waste Water Treatment Works		514	322	322	24	95	107	12	11.1%	322	
Outfall Sewers		–	–	–	–	–	–	–	–	–	
Solid Waste Infrastructure		–	–	–	–	–	–	–	–	–	
Capital Spares		–	–	–	–	–	–	–	–	–	
Rail Infrastructure		–	–	–	–	–	–	–	–	–	
Capital Spares		–	–	–	–	–	–	–	–	–	
Coastal Infrastructure		–	–	–	–	–	–	–	–	–	
Capital Spares		–	–	–	–	–	–	–	–	–	
Information and Communication Infrastructure		–	–	–	–	–	–	–	–	–	
Capital Spares		–	–	–	–	–	–	–	–	–	
Community Assets		30	852	852	63	252	284	32	11.1%	852	
Community Facilities		(105)	622	622	46	184	207	23	11.1%	622	
Markets		143	–	–	–	–	–	–	–	–	
Airports		(248)	622	622	46	184	207	23	11.1%	622	
Taxi Ranks/Bus Terminals		–	–	–	–	–	–	–	–	–	
Capital Spares		–	–	–	–	–	–	–	–	–	
Sport and Recreation Facilities		135	230	230	17	68	77	9	11.1%	230	
Indoor Facilities		–	–	–	–	–	–	–	–	–	
Outdoor Facilities		135	230	230	17	68	77	9	11.1%	230	
Capital Spares		–	–	–	–	–	–	–	–	–	
Heritage assets		–	–	–	–	–	–	–	–	–	
Other Heritage		–	–	–	–	–	–	–	–	–	
Investment properties		–	–	–	–	–	–	–	–	–	
Revenue Generating		–	–	–	–	–	–	–	–	–	
Improved Property		–	–	–	–	–	–	–	–	–	
Unimproved Property		–	–	–	–	–	–	–	–	–	
Non-revenue Generating		–	–	–	–	–	–	–	–	–	
Improved Property		–	–	–	–	–	–	–	–	–	
Unimproved Property		–	–	–	–	–	–	–	–	–	
Other assets		2 904	1 366	1 366	101	405	455	51	11.1%	1 366	
Operational Buildings		2 904	1 366	1 366	101	405	455	51	11.1%	1 366	
Municipal Offices		2 904	1 312	1 312	97	389	437	49	11.1%	1 312	
Stores		–	53	53	4	16	18	2	11.1%	53	
Housing		–	–	–	–	–	–	–	–	–	
Capital Spares		–	–	–	–	–	–	–	–	–	
Biological or Cultivated Assets		–	–	–	–	–	–	–	–	–	
Biological or Cultivated Assets		–	–	–	–	–	–	–	–	–	
Intangible Assets		18	–	–	1	5	–	(5)	#DIV/0!	–	
Servitudes		–	–	–	–	–	–	–	–	–	
Licences and Rights		18	–	–	1	5	–	(5)	#DIV/0!	–	
Computer Software and Applications		18	–	–	1	5	–	(5)	#DIV/0!	–	
Load Settlement Software Applications		–	–	–	–	–	–	–	–	–	
Unspecified		–	–	–	–	–	–	–	–	–	
Computer Equipment		2 770	992	992	73	294	331	37	11.1%	992	
Computer Equipment		2 770	992	992	73	294	331	37	11.1%	992	
Furniture and Office Equipment		505	555	555	41	165	185	21	11.1%	555	
Furniture and Office Equipment		505	555	555	41	165	185	21	11.1%	555	
Machinery and Equipment		717	368	368	27	109	123	14	11.1%	368	
Machinery and Equipment		717	368	368	27	109	123	14	11.1%	368	
Transport Assets		4 359	4 991	4 991	370	1 479	1 664	185	11.1%	4 991	
Transport Assets		4 359	4 991	4 991	370	1 479	1 664	185	11.1%	4 991	
Land		–	–	–	–	–	–	–	–	–	
Land		–	–	–	–	–	–	–	–	–	
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–	–	–	
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–	–	–	
Living resources		–	–	–	–	–	–	–	–	–	
Mature		–	–	–	–	–	–	–	–	–	
Policing and Protection		–	–	–	–	–	–	–	–	–	
Zoological plants and animals		–	–	–	–	–	–	–	–	–	
Immature		–	–	–	–	–	–	–	–	–	
Policing and Protection		–	–	–	–	–	–	–	–	–	
Zoological plants and animals		–	–	–	–	–	–	–	–	–	
Total Depreciation	1	100 249	90 000	90 000	6 667	26 667	30 000	3 333	11.1%	90 000	

2.15 MUNICIPAL MANAGERS QUALITY CERTIFICATION

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



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

Date : 2023/11/14