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# RAY NKONYENI MUNICIPALITY

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## TREASURY DEPARTMENT

### MONTHLY BUDGET STATEMENT FOR THE PERIOD ENDED 30 SEPTEMBER 2023 (M03)

Prepared By: Budget and Treasury Office

# **STATEMENT OF FINANCIAL PERFORMANCE AND THE IMPLEMENTATION OF THE 2023/2024 BUDGET FOR THE PERIOD ENDING 30 SEPTEMBER 2023**

## **1. PURPOSE**

The purpose of the report is to submit to the mayor the statement of financial performance and implementation of the 2023/24 Budget of the Ray Nkonyeni Municipality for the period ending 30 September 2023 in line with the statutory requirements of S71 of the Municipal Finance Management Act (2003).

## **2. AUTHORITY**

Mayor

## **3. LEGAL / STATUTORY REQUIREMENTS**

Municipal Finance Management Act No 56, 2003 Chapter 8, Section 71.

## **4. BACKGROUND**

In terms of Section 71(1), (2) and (3) of the MFMA No 56, 2003 Chapter 8, the Accounting Officer of a municipality must by no later than 10 working days after the end of each month submit to the mayor of the municipality and the relevant provincial treasury a statement on the financial performance of that municipality.

## **5. EXECUTIVE SUMMARY**

The monthly budget statement in terms of section 71 of the Municipal Finance Management Act for the period ended 30 September 2023 is detailed below. The monthly budget statement is divided into the following:

- 5.1 Statement of Financial Performance
- 5.2 Revenue By source
- 5.3 Expenditure by Type
- 5.4 Debtors Age Analysis
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- 5.6 Capital Expenditure
- 5.7 Transfers and Grants Receipts
- 5.8 Transfers and Grants Expenditure
- 5.9 Salaries Expenditure
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## **6. MAIN TABLES**

6.1. Monthly Budget Statement Summary

6.2. Financial Performance by Revenue and Expenditure

6.3. Capital Expenditure

6.4. Cash Flow

6.5. Financial Position

## 5.1 Monthly Budget Statement of Financial Performance

This table provides an overview of the monthly actual, year to date actual and year to date Budget of revenue by Source and expenditure by type.

KZN216 Ray Nkonyeni - Table C1 Monthly Budget Statement Summary - M03 - September

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
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	464 477	509 406	-	44 674	191 298	185 239	6 059	3%	509 406
Service charges	214 942	245 147	-	20 502	70 216	68 413	1 803	3%	245 147
Investment revenue	5 182	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational	5 182	8 511	-	818	3 120	2 128	993	47%	8 511
Other own revenue	394 584	488 043	-	9 058	140 665	122 011	18 654	15%	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>1 084 366</b>	<b>1 251 108</b>	<b>-</b>	<b>75 052</b>	<b>405 299</b>	<b>377 790</b>	<b>27 509</b>	<b>7%</b>	<b>1 251 108</b>
Employee costs	438 981	483 929	-	39 970	117 733	93 653	24 081	-	483 929
Remuneration of Councillors	26 249	31 164	-	2 361	7 189	6 233	956	-	31 164
Depreciation and amortisation	94 081	104 756	-	43 635	43 635	26 267	17 369	-	104 756
Interest	20 742	9 958	-	479	480	2 476	(1 996)	-	9 958
Inventory consumed and bulk purchases	136 545	168 819	-	16 208	33 726	34 633	(908)	-	168 819
Transfers and subsidies	11 906	13 838	-	565	1 973	2 575	(602)	-23%	13 838
Other expenditure	399 325	440 726	-	28 173	80 634	102 205	(21 571)	-21%	440 726
<b>Total Expenditure</b>	<b>1 127 829</b>	<b>1 253 191</b>	<b>-</b>	<b>131 391</b>	<b>285 369</b>	<b>268 041</b>	<b>17 328</b>	<b>6%</b>	<b>1 253 191</b>
<b>Surplus/(Deficit)</b>	<b>(43 463)</b>	<b>(2 083)</b>	<b>-</b>	<b>(56 339)</b>	<b>119 930</b>	<b>109 749</b>	<b>10 181</b>	<b>9%</b>	<b>(2 083)</b>
Transfers and subsidies - capital (monetary allocations)	158 945	109 848	-	-	-	27 462	(27 462)	-100%	109 848
Transfers and subsidies - capital (in-kind)	6 597	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; Share of surplus/ (deficit) of associate</b>	<b>122 079</b>	<b>107 765</b>	<b>-</b>	<b>(56 339)</b>	<b>119 930</b>	<b>137 211</b>	<b>(17 281)</b>	<b>-13%</b>	<b>107 765</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>122 079</b>	<b>107 765</b>	<b>-</b>	<b>(56 339)</b>	<b>119 930</b>	<b>137 211</b>	<b>(17 281)</b>	<b>-13%</b>	<b>107 765</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>211 153</b>	<b>154 893</b>	<b>-</b>	<b>12 329</b>	<b>33 350</b>	<b>29 967</b>	<b>3 383</b>	<b>11%</b>	<b>154 893</b>
Capital transfers recognised	141 090	95 520	-	9 276	26 263	18 304	7 959	43%	95 520
Borrowing	1 867	21 452	-	-	-	4 290	(4 290)	-100%	21 452
Internally generated funds	33 256	37 921	-	3 053	7 088	7 373	(285)	-4%	37 921
<b>Total sources of capital funds</b>	<b>176 213</b>	<b>154 893</b>	<b>-</b>	<b>12 329</b>	<b>33 350</b>	<b>29 967</b>	<b>3 383</b>	<b>11%</b>	<b>154 893</b>
<b>Financial position</b>									
Total current assets	620 585	645 023	-	-	727 287	-	-	-	645 023
Total non current assets	2 029 413	2 037 876	-	-	2 152 155	-	-	-	2 037 876
Total current liabilities	344 641	335 379	-	-	248 875	-	-	-	335 379
Total non current liabilities	191 699	158 975	-	-	197 237	-	-	-	158 975
Community wealth/Equity	2 115 346	2 188 546	-	-	2 433 330	-	-	-	2 188 546
<b>Cash flows</b>									
Net cash from (used) operating	86 106	86 106	-	412	112 612	180 081	67 469	37%	86 106
Net cash from (used) investing	(168 358)	(168 358)	-	(14 617)	(41 274)	325 597	366 871	113%	(168 358)
Net cash from (used) financing	(18 414)	(18 414)	-	(3 067)	(9 572)	325 597	335 169	103%	(18 414)
<b>Cash/cash equivalents at the month/year end</b>	<b>30 925</b>	<b>30 925</b>	<b>-</b>	<b>-</b>	<b>61 766</b>	<b>962 866</b>	<b>901 100</b>	<b>94%</b>	<b>(100 666)</b>
<b>Debtors &amp; creditors analysis</b>									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
<b>Debtors Age Analysis</b>									
Total By Income Source	64 528	72 327	19 288	22 115	4 078	14 171	14 218	408 429	619 155
<b>Creditors Age Analysis</b>									
Total Creditors	-	-	-	-	-	-	-	-	-

## 5.2 Financial Performance -Revenue by Source

KZN216 Ray Nkonyeni - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M03 - September

Description	Ref	Budget Year 2023/24								
		2022/23 Audited	Original	Adjusted	Monthly actual	YearTD actual	YearTD	YTD	YTD %	Full Year
<b>Revenue - Functional</b>										
<i>Governance and administration</i>		751 928	840 943	-	48 326	320 973	268 123	52 850	20%	840 943
Executive and council		233 153	285 237	-	-	118 849	71 309	47 540	67%	285 237
Finance and administration		518 775	555 706	-	48 326	202 124	196 814	5 311	3%	555 706
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		65 467	19 203	-	404	609	4 801	(4 192)	-87%	19 203
Community and social services		16 610	16 243	-	50	181	4 061	(3 880)	-96%	16 243
Sport and recreation		63	34	-	10	13	8	4	50%	34
Public safety		86	150	-	18	37	38	(1)	-2%	150
Housing		48 708	2 775	-	328	378	694	(316)	-45%	2 775
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		200 492	242 674	-	5 121	10 441	60 668	(50 227)	-83%	242 674
Planning and development		157 084	113 160	-	361	1 064	28 290	(27 226)	-96%	113 160
Road transport		42 998	129 172	-	4 743	9 301	32 293	(22 992)	-71%	129 172
Environmental protection		411	342	-	17	76	86	(10)	-11%	342
<i>Trading services</i>		230 855	257 557	-	21 156	73 118	71 515	1 603	2%	257 557
Energy sources		162 773	183 943	-	14 914	47 271	45 986	1 285	3%	183 943
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		68 081	73 613	-	6 242	25 848	25 530	318	1%	73 613
<i>Other</i>	4	1 166	579	-	45	158	145	13	9%	579
<b>Total Revenue - Functional</b>	2	1 249 908	1 360 956	-	75 052	405 299	405 252	47	0%	1 360 956
<b>Expenditure - Functional</b>										
<i>Governance and administration</i>		444 328	378 091	-	33 959	88 452	79 397	9 054	11%	378 091
Executive and council		41 215	64 817	-	6 414	18 784	14 414	4 370	30%	64 817
Finance and administration		370 918	268 751	-	23 905	60 541	55 197	5 344	10%	268 751
Internal audit		32 195	44 523	-	3 640	9 127	9 787	(660)	-7%	44 523
<i>Community and public safety</i>		150 781	137 737	-	24 891	47 923	30 025	17 898	60%	137 737
Community and social services		34 743	61 441	-	18 002	24 909	13 875	11 034	80%	61 441
Sport and recreation		5 037	5 274	-	469	1 161	1 179	(18)	-2%	5 274
Public safety		50 559	52 947	-	4 997	13 609	11 356	2 253	20%	52 947
Housing		60 442	18 075	-	1 423	8 243	3 615	4 628	128%	18 075
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		211 963	356 280	-	38 327	69 568	76 234	(6 666)	-9%	356 280
Planning and development		43 238	45 114	-	3 011	8 667	8 784	(117)	-1%	45 114
Road transport		143 462	285 539	-	33 383	54 416	60 587	(6 171)	-10%	285 539
Environmental protection		25 264	25 627	-	1 934	6 485	6 863	(378)	-6%	25 627
<i>Trading services</i>		317 742	375 233	-	33 798	78 311	81 177	(2 866)	-4%	375 233
Energy sources		154 214	194 314	-	18 722	37 551	39 115	(1 564)	-4%	194 314
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		163 528	180 920	-	15 076	40 760	42 062	(1 302)	-3%	180 920
<i>Other</i>		3 015	5 850	-	417	1 115	1 208	(92)	-8%	5 850
<b>Total Expenditure - Functional</b>	3	1 127 829	1 253 191	-	131 391	285 369	268 041	17 328	6%	1 253 191
<b>Surplus/ (Deficit) for the year</b>		122 079	107 765	-	(56 339)	119 930	137 211	(17 281)	-13%	107 765

The above revenue by source and expenditure by type can be explained in detail as per the table below:

## Revenue

This table provides an overview of the monthly actual, year to date actual and year to date Budget of Exchange and Non-Exchange Revenue and details explained below.

**KZN216 Ray Nkonyeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 - September**

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
<b>R thousands</b>										
<b>Revenue</b>										
<b>Exchange Revenue</b>										
Service charges - Electricity		157 558	182 436	–	14 768	46 873	45 609	1 264	0	182 436
Service charges - Water		–	–	–	–	–	–	–	–	–
Service charges - Waste Water Management		–	–	–	–	–	–	–	–	–
Service charges - Waste management		57 384	62 711	–	5 734	23 343	22 804	538	0	62 711
Sale of Goods and Rendering of Services		53 735	9 571	–	793	1 702	2 393	(691)	(0)	9 571
Agency services		4 965	5 371	–	404	1 448	1 343	106	0	5 371
Interest		–	–	–	–	–	–	–	–	–
Interest earned from Receivables		5 554	6 982	–	588	1 741	1 745	(5)	(0)	6 982
Interest from Current and Non Current Assets		5 182	8 511	–	818	3 120	2 128	993	0	8 511
Dividends		–	–	–	–	–	–	–	–	–
Rent on Land		–	–	–	–	–	–	–	–	–
Rental from Fixed Assets		3 897	3 498	–	279	1 175	874	301	0	3 498
Licence and permits		269	636	–	41	152	159	(7)	(0)	636
Operational Revenue		1 149	1 106	–	51	121	276	(156)	(0)	1 106
<b>Non-Exchange Revenue</b>										
Property rates		464 477	509 406	–	44 674	191 298	185 239	6 059	0	509 406
Surcharges and Taxes		–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits		30 190	31 062	–	3 521	5 465	7 765	(2 301)	(0)	31 062
Licence and permits		7 870	9 628	–	906	2 600	2 407	193	0	9 628
Transfers and subsidies - Operational		257 076	390 026	–	–	118 912	97 507	21 405	0	390 026
Interest		25 602	30 164	–	2 474	7 350	7 541	(191)	(0)	30 164
Fuel Levy		–	–	–	–	–	–	–	–	–
Operational Revenue		–	–	–	–	–	–	–	–	–
Gains on disposal of Assets		0	–	–	–	–	–	–	–	–
Other Gains		9 459	–	–	–	–	–	–	–	–
Discontinued Operations		–	–	–	–	–	–	–	–	–
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>1 084 366</b>	<b>1 251 108</b>	<b>–</b>	<b>75 052</b>	<b>405 299</b>	<b>377 790</b>	<b>27 509</b>	<b>7%</b>	<b>1 251 108</b>

## Revenue from Exchange Transactions

### Service charges - Electricity

The YTD Actual for electricity billing for the period ended 30 September 2023 is R46.9 million while the YTD Budget is R45.6 million. There is a positive variance of R1.3 million between the YTD actual and YTD budget. The YTD actual is in line with the budget.

### Service charges – Waste Management

The overall YTD actual billing for refuse removals is R23.3 million and the YTD Budget billing is R22.8 million, with indicates a positive variance of R538 thousand.

### Sale of goods and Rendering of Services

The YTD actual amounts to R1.7 million with a YTD budget of R2.4 million. The 691 thousand negative variance is mainly caused by lollipop revenue from the traffic department and beach parking revenue which is expected to improve in the festive season.

### **Agency Services**

Agency services comprise of driver's license application, learners license application and renewal fees, this is the commission earned by the municipality on the services performed by the municipality on behalf of the Department of transport and third parties on payroll section. The annual projected revenue is R5.4 million, with the YTD actual of R1.4 million showing a positive variance of R106 thousand variance. The revenue recognised is higher than the revenue anticipated to date.

### **Interest earned from receivables**

The YTD budget amounts to R1.75 million compared to the YTD actual amount of R1.74 million. This is line with the budget projections.

### **Interest from Investments**

The YTD actual is R3.1 million and a YTD budget of R2.1 million. This shows a positive variance since there was more interest earned than the amount anticipated mainly from the investment accounts on the first 2 months of this financial year.

### **Rental from fixed assets**

Rental of facilities amounts annual budget is R3.5 million, this is the rental of fixed asset revenue such as halls, airport hangers, skip hire and garages. The YTD actuals for the rental of facilities is R1.2 million compared to YTD budget of R874 thousand, resulting to a 301 thousand positive variance. This indicates that more rental revenue was collected than anticipated.

### **Licenses and Permits**

Licenses and permits for exchange revenue actuals to date amounts to R152 thousand with a YTD budget of R159 thousand and there is a 7 thousand variance. Revenue is in line with the projected revenue.

### **Revenue from Non-exchange transactions**

#### **Property Rates**

Property rates comprise of multiple categories under the jurisdiction of Ray Nkonyeni Municipality, the bulk revenue is billed on three categories: Residential properties, Business and Commercial properties as well as State owned properties. The annual budget for Property rates is R509.4 million and the YTD actual billing is R191.3 million, compared to the YTD budget of R185.2 million

and a positive variance of R6 million due to the application of annual rate payers for public benefit organisations and residential properties.

### Licenses and Permits

Licenses and permits for non-exchange revenue actuals to date amount to R2.6 million with a YTD budget of R2.4 million. The YTD actual mainly comprises of public driver permits and taxi rank fees and is performing in line with the budget.

### Fines

Fines, Penalties, and forfeits are derived from Building fines, illegal connections, overdue books, and the bulk budget being on traffic fines and the total budget being R31 million. The YTD actual is R5.4 million compared to a YTD budget of R7.7 million. The variance is mainly caused by low collection of building fines in the first quarter. Fines are expected to be reconciled during peak season to match budget versus actual figures.

### Interest on Property Rates

The YTD actual amounts to 7.3 million compared to YTD budget of R7.5 million. The item is in line with budget projections.

### Total Revenue

The YTD Actual revenue excluding capital transfers is R405 million for the period ending 30 September 2023, YTD Budget is R377 million, the variance is caused by the differences within the different revenue streams as stated above and how they have been performing.

### 5.3 Expenditure by Type

KZN216 Ray Nkonyeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 - September

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
<b>R thousands</b>										
<b>Expenditure By Type</b>										
Employee related costs		438 981	483 929	-	39 970	117 733	93 653	24 081	0	483 929
Remuneration of councillors		26 249	31 164	-	2 361	7 189	6 233	956	0	31 164
Bulk purchases - electricity		122 720	158 320	-	15 220	30 698	31 664	(966)	(0)	158 320
Inventory consumed		13 825	10 499	-	988	3 028	2 969	58	0	10 499
Debt impairment		23 235	-	-	-	-	-	-	-	-
Depreciation and amortisation		94 081	104 756	-	43 635	43 635	26 267	17 369	0	104 756
Interest		20 742	9 958	-	479	480	2 476	(1 996)	(0)	9 958
Contracted services		222 746	273 776	-	13 553	44 069	62 924	(18 856)	(0)	273 776
Transfers and subsidies		11 906	13 838	-	565	1 973	2 575	(602)	(0)	13 838
Irrecoverable debts written off		11 221	10 513	-	479	1 004	2 628	(1 624)	(0)	10 513
Operational costs		142 550	156 437	-	14 793	36 213	36 652	(440)	(0)	156 437
Losses on Disposal of Assets		(427)	-	-	(652)	(652)	-	(652)	#DIV/0!	-
Other Losses		-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>1 127 829</b>	<b>1 253 191</b>	<b>-</b>	<b>131 391</b>	<b>285 369</b>	<b>268 041</b>	<b>17 328</b>	<b>6%</b>	<b>1 253 191</b>



### **Employee related costs and Remuneration of Councillors**

The YTD actuals for employee related costs amount to R117 million as of 30 September 2023 which comprises of salaries, bonuses and various allowances amongst other items that are directly attributable to employee remuneration. Remuneration of councillors YTD actuals are sitting at R7.1 million. Employee-related cost is further detailed under table 5.9 Salaries Expenditure Details.

### **Contracted Services**

Contracted services are made up of various operational projects such as Repairs and maintenance and typical work stream. Contracted services YTD actuals for the period ended 30 September 2023 amounts to R 44.1 million, the YTD Budget is R62.9 million. The variance is mainly caused by large projects such as backup power solars and various projects for the maintenance of roads that were destroyed by floods. The projects are expected to have expenditure from October 2023 as the funding has been recently received.

### **Inventory Consumed**

YTD Inventory consumed amounts to R3 million as of 30 September 2023 with the YTD Budget being R2.9 million. The consumption of inventory is in line with budget projections.

### **Depreciation and Amortization**

The YTD actual for this item has been calculated for the quarter as R43.6 million compared to the YTD budget of R26.3 million. The variance between the budgeted figure and the actual figure is due to depreciation only being accounted on assets that are currently in use.

### **Transfers and Subsidies**

Transfers and subsidies relate to donations made by the municipality to fund local economic development such as SMME development, Cooperative's development, and poverty alleviation projects with the jurisdiction of Ray Nkonyeni Municipality. The YTD actual for September 2023 stands at R1.9 million with an YTD budget of R2.5 million. The annual budget for transfers and subsidies is R13.8 million.

### **Overall expenditure budget**

The overall expenditure YTD Actual is R285 million, YTD Budget is R268 million. There is R17 million variance, due to the trends of different types of expenditure as explained above such as transfers and subsidies and contracted services which reflect a large variance compared to YTD budget.

## Surplus/ (Deficit)

Total Revenue less Total Expenditure equals to Surplus (Deficit). The YTD Surplus excluding capital transfers is R119 million compared to the YTD Budget surplus of R137 million due to budget spread over the months.

## 5.4 Debtors Age Analysis

KZN216 Ray Nkonyeni - Supporting Table SC3 Monthly Budget Statement - aged debtors - M03 - September

Description	NT Code	Budget Year 2023/24									Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts I.L.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dys-1 Yr	Over 1Yr					
<b>R thousands</b>														
<b>Debtors Age Analysis By Income Source</b>														
Trade and Other Receivables from Exchange Transactions - Water	1200	23	5	29	30	18	34	33	869	1 042	985	–	–	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	17 233	8 657	2 112	1 205	950	664	582	11 852	43 255	15 253	–	–	
Receivables from Non-exchange Transactions - Property Rates	1400	38 371	53 154	11 581	1 404	83	8 925	8 307	249 490	371 316	268 209	–	–	
Receivables from Exchange Transactions - Waste Water Management	1500	–	–	–	–	–	–	–	0	0	0	–	–	
Receivables from Exchange Transactions - Waste Management	1600	5 502	7 245	2 066	14	1	1 535	1 425	48 995	66 783	51 970	–	–	
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	–	–	–	–	–	
Interest on Amser Debtor Accounts	1810	3 036	2 949	2 954	19 221	2 956	2 926	2 844	87 157	124 044	115 105	–	–	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–	–	–	
Other	1900	362	319	546	241	69	87	1 027	10 064	12 715	11 488	–	–	
<b>Total By Income Source</b>	<b>2000</b>	<b>64 528</b>	<b>72 327</b>	<b>19 288</b>	<b>22 115</b>	<b>4 078</b>	<b>14 171</b>	<b>14 218</b>	<b>408 429</b>	<b>619 155</b>	<b>463 011</b>	<b>–</b>	<b>–</b>	
<b>2022/23 - totals only</b>		<b>57 698</b>	<b>63 104</b>	<b>17 324</b>	<b>4 639</b>	<b>3 555</b>	<b>12 657</b>	<b>55 158</b>	<b>331 422</b>	<b>545 558</b>	<b>407 431</b>	<b>–</b>	<b>–</b>	
<b>Debtors Age Analysis By Customer Group</b>														
Organs of State	2200	2 603	21 761	751	978	389	577	613	35 037	62 708	37 593	–	–	
Commercial	2300	23 846	17 076	4 845	4 283	1 038	3 119	2 905	75 710	132 821	87 054	–	–	
Households	2400	38 079	33 491	13 692	16 855	2 652	10 476	10 701	297 681	423 626	338 364	–	–	
Other	2500	–	–	–	–	–	–	–	–	–	–	–	–	
<b>Total By Customer Group</b>	<b>2600</b>	<b>64 528</b>	<b>72 327</b>	<b>19 288</b>	<b>22 115</b>	<b>4 078</b>	<b>14 171</b>	<b>14 218</b>	<b>408 429</b>	<b>619 155</b>	<b>463 011</b>	<b>–</b>	<b>–</b>	

Details on the consumer debtors are presented under revenue section report and detailed presentation is done by the revenue management team.

## 5.5 Creditors Age Analysis

KZN216 Ray Nkonyeni - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 - September

Description	NT Code	Budget Year 2023/24									Total	Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year			
<b>Creditors Age Analysis By Customer Type</b>												
Bulk Electricity	0100	–	–	–	–	–	–	–	–	–	–	–
Bulk Water	0200	–	–	–	–	–	–	–	–	–	–	–
PAYE deductions	0300	–	–	–	–	–	–	–	–	–	–	–
VAT (output less input)	0400	–	–	–	–	–	–	–	–	–	–	–
Pensions / Retirement deductions	0500	–	–	–	–	–	–	–	–	–	–	130
Loan repayments	0600	–	–	–	–	–	–	–	–	–	–	–
Trade Creditors	0700	–	–	–	–	–	–	–	–	–	–	217
Auditor General	0800	–	–	–	–	–	–	–	–	–	–	–
Other	0900	–	–	–	–	–	–	–	–	–	–	–
<b>Total By Customer Type</b>	<b>1000</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>347</b>

Details on outstanding creditors are presented under expenditure section report and detailed presentation is done by the expenditure team.

## 5.6 Capital Expenditure

KZN216 Ray Nkonyeni - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M03 - September

Vote Description	Ref 1	2022/23	Budget Year 2023/24							
		Audited	Original	Adjusted	Monthly actual	YearTD actual	YearTD	YTD	YTD %	Full Year
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		39 432	4 001	-	130	312	350	(38)	-11%	4 001
Executive and council		186	-	-	-	-	-	-	-	-
Finance and administration		39 154	3 801	-	130	152	300	(148)	(0)	3 801
Internal audit		92	200	-	-	160	50	110	0	200
<b>Community and public safety</b>		14 454	4 520	-	238	1 645	1 163	482	41%	4 520
Community and social services		7 814	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		6 525	4 340	-	236	1 642	1 127	515	0	4 340
Housing		115	180	-	3	3	36	(33)	(0)	180
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		151 328	122 920	-	11 595	30 942	23 739	7 203	30%	122 920
Planning and development		98 920	115 220	-	11 452	28 455	22 154	6 301	0	115 220
Road transport		52 408	7 200	-	143	2 488	1 460	1 028	0	7 200
Environmental protection		-	500	-	-	-	125	(125)	(0)	500
<b>Trading services</b>		2 831	23 452	-	366	451	4 715	(4 264)	-90%	23 452
Energy sources		2 599	22 952	-	-	-	4 590	(4 590)	(0)	22 952
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		232	500	-	366	451	125	326	0	500
Other		3 108	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	211 153	154 893	-	12 329	33 350	29 967	3 383	11%	154 893
<b>Funded by:</b>										
National Government		123 508	93 781	-	9 276	26 263	17 956	8 306	0	93 781
Provincial Government		6 697	1 739	-	-	-	348	(348)	(0)	1 739
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies,		10 885	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>		141 090	95 520	-	9 276	26 263	18 304	7 959	43%	95 520
<b>Borrowing</b>	6	1 867	21 452	-	-	-	4 290	(4 290)	(0)	21 452
<b>Internally generated funds</b>		33 256	37 921	-	3 053	7 088	7 373	(285)	(0)	37 921
<b>Total Capital Funding</b>		176 213	154 893	-	12 329	33 350	29 967	3 383	11%	154 893

The above table give details of YTD actual capital expenditure and the funding. The YTD Actual capital expenditure is R33.3 million, the YTD budgeted is R30 million and there is R3.3 million variance. The R33.3 million of YTD actuals for capital expenditure, R26.3 million is funded by national grants, and R7 million from internally generated funds.


## 5.7 Transfers and Grants Receipts

RAY NKONYENI Municipality		KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER						
KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER		SEP 2023						
Name of grant	Opening Balance as at	Receipts	Expenditure: Operating (Revenue Recognised)/GRAP 21	Expenditure: Capital (Revenue Recognised)/GRAP 23	Internally Funded	Closing Balance as at		
INTEGRATED URBAN DEVELOPMENT (IUDG)	R 311 285	R 35 500 000	R -	R 22 341 546		R	R 13 469 738	
NEIGHBOURHOOD GRANT	R 1 200 663	R 14 292 000	R -	R 9 595 832		R	R 5 896 830	
EXPANDED PUBLIC WORKS PROGRAMME (EPWP)	R -	R 1 271 000	R 1 271 000	R -	R 744 688	R	R -	
MUNICIPAL DISASTER RESPONSE	R 101 768	R -	R -	R -		R	R 101 768	
INTERMODAL FACILITIES GRANT	R 13 590	R -	R -	R -		R	R 13 590	
INTEGRATED NATIONAL ELECTRIFICATION PROGRAMME (INEP)	R 326 520	R -	R -	R -		R	R 326 520	
FINANCIAL MANAGEMENT GRANT (FMG)	R -	R 1 950 000	R 82 877	R -		R	R 1 867 123	
AIRPORT GRANT	R 3 763 374	R 2 000 000	R -	R -		R	R 5 763 374	
COGTA ELECT GRANT	R 784 811	R -	R -	R -		R	R 784 811	
MARKET STALLS GRANT	R 2 452 315	R -	R -	R -		R	R 2 452 315	
<b>TOTAL</b>	<b>R 8 954 324</b>	<b>R 55 013 000</b>	<b>R 1 353 877</b>	<b>R 31 937 378</b>	<b>R 744 688</b>	<b>R</b>	<b>R 30 676 068</b>	

## Transfers and Grants Receipts

The total grants received to date for period ending 30 September 2023 amounts to R55 million, which include R35.5 million from Integrated Urban Development Grant, R14.3 million from Neighbourhood Development Grant, R1.27 million from EPWP, R1.95 million from FMG and R 2 million from Airport Grant.

## 5.8 Transfers and Grants Expenditure

 <b>KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER</b>						
KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER SEP 2023						
Name of grant	Opening Balance as at	Receipts	Expenditure: Operating (Revenue Recognised)/GRAP 21	Expenditure: Capital (Revenue Recognised)/GRAP 23	Internally Funded	Closing Balance as at
INTEGRATED URBAN DEVELOPMENT (IUDG)	R 311 285	R 35 500 000	R -	R 22 341 546		R 13 469 738
NEIGHBOURHOOD GRANT	R 1 200 663	R 14 292 000	R -	R 9 595 832		R 5 896 830
EXPANDED PUBLIC WORKS PROGRAMME (EPWP)	R -	R 1 271 000	R 1 271 000	R -	R 744 688	R -
MUNICIPAL DISASTER RESPONSE	R 101 768	R -	R -	R -		R 101 768
INTERMODAL FACILITIES GRANT	R 13 590	R -	R -	R -		R 13 590
INTEGRATED NATIONAL ELECTRIFICATION PROGRAMME (INEP)	R 326 520	R -	R -	R -		R 326 520
FINANCIAL MANAGEMENT GRANT (FMG)	R -	R 1 950 000	R 82 877	R -		R 1 867 123
AIRPORT GRANT	R 3 763 374	R 2 000 000	R -	R -		R 5 763 374
COGTA ELECT GRANT	R 784 811	R -	R -	R -		R 784 811
MARKET STALLS GRANT	R 2 452 315	R -	R -	R -		R 2 452 315
<b>TOTAL</b>	<b>R 8 954 324</b>	<b>R 55 013 000</b>	<b>R 1 353 877</b>	<b>R 31 937 378</b>	<b>R 744 688</b>	<b>R 30 676 068</b>

## Transfers and Grants Expenditure

Grants are monitored monthly, and Grant's register is communicated/ shared with management to ensure effective management of grants and 100% expenditure. As of 30 September 2023, there is R1 353 877 operating expenditure recorded and capital expenditure amounting to R31 937 378 comprising of R22 341 546 for Integrated Urban Development and R9 595 832 for Neighborhood grant.

## Grant's expenditure

- **Integrated Urban Development Grant (IUDG)**

An amount of R35.5 million has been received to date for the IUDG. This is a capital grant and the YTD actual for the period ended 30 September 2023 is R22 341 546 million and has been spent on various capital projects.

- **Neighbourhood Development Partnership Grant**

An amount of R14 292 000 has been received for the Neighbourhood Development Partnership Grant together with an unspent amount of R1.2 million from the previous year which the municipality needs to apply for rollover. This is a capital grant and the YTD actual for the period ended 30 September 2023 is R9 595 832 million.

### **Opening Balances -Grant Register**

The total unspent grants as at 30 June 2023 is **R 8 954 323.00**. They are shown on the register as the Opening balances. The committee should note that the municipality has applied for a rollover of funds for these grants. Following is the list of the unspent grants:

- Integrated Urban Development – R311 285
- Neighborhood Grant – R1 200 663
- Municipal Disaster Response – R101 768
- Intermodal Facilities Grant – R13 590
- Integrated National Electrification Programme (INEP) – R326 520
- Airport Grant – R3 763 374
- COGTA Electrification Grant – R784 811
- Market Stalls Grant – R2 452 315

## 5.9 Salaries Expenditure details

KZN216 Ray Nkonyeni - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M03 - September

Summary of Employee and Councillor remuneration	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	A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages		-	19 040	-	1 317	4 095	3 808	287	8%	19 040
Pension and UIF Contributions		-	758	-	63	187	152	36	24%	758
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		-	2 815	-	241	724	563	161	29%	2 815
Housing Allowances		-	5 953	-	486	1 447	1 191	256	21%	5 953
Other benefits and allowances		-	2 599	-	254	736	520	216	42%	2 599
<b>Sub Total - Councillors</b>		-	<b>31 164</b>	-	<b>2 361</b>	<b>7 189</b>	<b>6 233</b>	<b>956</b>	<b>15%</b>	<b>31 164</b>
% increase	4		#DIV/0!							#DIV/0!
<b>Senior Managers of the Municipality</b>	3									
Basic Salaries and Wages		7 328	3 946	-	132	832	789	43	5%	3 946
Pension and UIF Contributions		80	192	-	4	16	38	(23)	-59%	192
Medical Aid Contributions		72	230	-	7	24	46	(22)	-49%	230
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		866	1 059	-	-	-	212	(212)	-100%	1 059
Motor Vehicle Allowance		495	1 060	-	36	126	212	(86)	-41%	1 060
Cellphone Allowance		109	114	-	5	16	23	(7)	-32%	114
Housing Allowances		1 425	3 275	-	116	431	655	(224)	-34%	3 275
Other benefits and allowances		0	1	-	0	0	0	(0)	-20%	1
Payments in lieu of leave		239	332	-	16	(147)	66	(213)	-322%	332
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Municipality</b>		<b>10 615</b>	<b>10 209</b>	-	<b>315</b>	<b>1 297</b>	<b>2 042</b>	<b>(745)</b>	<b>-36%</b>	<b>10 209</b>
% increase	4		-3.8%							-3.8%
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		266 176	289 060	-	23 993	72 094	57 849	14 245	25%	289 060
Pension and UIF Contributions		49 382	50 460	-	4 353	13 103	10 092	3 011	30%	50 460
Medical Aid Contributions		18 869	20 668	-	1 735	5 215	4 134	1 082	26%	20 668
Overtime		18 959	18 985	-	1 640	4 526	3 797	729	19%	18 985
Performance Bonus		21 372	22 473	-	2 545	6 028	4 495	1 533	34%	22 473
Motor Vehicle Allowance		17 850	18 975	-	1 669	5 039	3 795	1 244	33%	18 975
Cellphone Allowance		993	1 007	-	83	255	201	53	27%	1 007
Housing Allowances		3 771	4 059	-	281	845	812	33	4%	4 059
Other benefits and allowances		4 903	6 038	-	431	1 227	1 208	20	2%	6 038
Payments in lieu of leave		3 802	22 480	-	1 902	5 234	4 496	738	16%	22 480
Long service awards		7 027	2 751	-	413	1 353	550	803	146%	2 751
Post-retirement benefit obligations	2	14 654	15 852	-	416	1 187	-	1 187	#DIV/0!	15 852
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		609	912	-	193	331	182	149	82%	912
In kind benefits		-	-	-	-	-	-	-	-	-
<b>Sub Total - Other Municipal Staff</b>		<b>428 366</b>	<b>473 720</b>	-	<b>39 655</b>	<b>116 436</b>	<b>91 611</b>	<b>24 825</b>	<b>27%</b>	<b>473 720</b>
% increase	4		10.6%							10.6%
<b>Total Parent Municipality</b>		<b>438 981</b>	<b>515 094</b>	-	<b>42 331</b>	<b>124 922</b>	<b>99 885</b>	<b>25 037</b>	<b>25%</b>	<b>515 094</b>

### Councillors Remuneration

The annual budget is R31.16 million with a monthly budget of R2.4 million. The YTD actual stands at R7.2 million which is in line with the YTD budget for this item.

## Senior Managers of the Municipality

The head of departments on the municipality including the Municipal manager are classified under this subheading with a YTD actual of R1.3 million and a YTD budget of R2 million.

## Other Municipal Staff

The annual budget is R473.7 million with a monthly budget of R39.5 million. The YTD actual of R116.4 million is in line with the YTD budget for this item.

## 5.10 Long-term Loans

RAY NKONYENI MUNICIPALITY  
LONG TERM LOANS REGISTER : 30 SEPTEMBER 2023



DETAILS	%	REDEEMABLE	PROJECT NUMBER	CAPITAL OPENING		LOAN		INTEREST		LOAN		CLOSING	
				BALANCE	01 September 2023	ADVANCE	INTEREST	PAID	REPAYMENT	BALANCE	30 September 2023		
				R						R		R	
DBSA	9.36%	31-Mar-31	61007684	-R	10 931 759.19			-R	230 558.11	R	515 281.23	-R	10 647 036.07
DBSA	12.67%	22-Nov-30	61007761	-R	7 876 587.67			-R	248 768.10	R	414 268.04	-R	7 711 087.73
<b>TOTAL DBSA LOANS</b>				-R	<b>18 808 346.86</b>	R	-	-R	<b>479 326.21</b>	R	<b>929 549.27</b>	-R	<b>18 358 123.80</b>
<b>TOTAL LOANS</b>				-R	<b>18 808 346.86</b>	R	-	-R	<b>479 326.21</b>	R	<b>929 549.27</b>	-R	<b>18 358 123.80</b>

The municipality currently has a structured unsecured loan with the Development Bank of Southern Africa (DBSA), The Municipality entered into a loan agreement for the funding of Capital infrastructure projects, in the 2020/21 financial year the first drawdown of R3.5 million was received, as well as the second drawdown of R8.47, as well as the third drawdown of R7.9 million and current loan balance outstanding is R18.8 million as of 30 September 2023. The municipality is still able to make loan repayments as and when they fall due. The capital projects funded by borrowings in the 2023/24 financial year have been funded by a portion of unspent borrowing. The loan agreement from DBSA is spread across four years funding various capital projects the application was made at the end of last financial year and was received on the 1<sup>st</sup> month of the financial year.

### ANNEXURE B: PROGRAMME/PROJECTS DESCRIPTION

PROJECTS TO BE INCLUDED IN RNLB BUDGET	Year			Totals	Year 4	Total
	Year 1	Year 2	Year 3			
Electricity Meters Replacement	3,000,000	2,000,000	2,000,000	7,000,000		
Network infrastructure studies	500,000					
Electrical Cables Replacement	-	1,000,000	500,000	1,500,000		
Mini-substations Replacement	-	1,000,000	1,000,000	2,000,000		
Inter-switches (RMU) Replacement	-	1,000,000	1,000,000	2,000,000		
11kV Interconnector - Marburg to Port Shepstone Substation	-	-	-	-	14,500,000.00	
Memorial & Reynolds Sw/Sta Refurbishment & Replace Switchgear	-	3,476,000	3,476,000	6,952,000	6,952,000.00	
<b>Totals</b>	<b>R 3,500,000.00</b>	<b>R 8,476,000.00</b>	<b>R 7,976,000.00</b>	<b>R 19,952,000.00</b>	<b>21,452,000.00</b>	<b>41,404,000.00</b>

## 5.11 Performance Indicators

KZN216 Ray Nkonyeni - Supporting Table SC2 Monthly Budget Statement - performance indicators - M03 - September

Description of financial indicator	Basis of calculation	Ref	Budget Year 2023/24				
			2022/23 Actual Outcome	Original Budget	Adjusted Budget	YearTD actual	Full year Forecast
<b><u>Borrowing Management</u></b>							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		0.2%	9.2%	0.0%	0.2%	3.3%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.9%	13.8%	0.0%	0.0%	64.3%
<b><u>Safety of Capital</u></b>							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/		16.4%	14.0%	0.0%	15.3%	14.0%
Gearing	Long Term Borrowing/ Funds & Reserves		0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Liquidity</u></b>							
Current Ratio	Current assets/current liabilities	1	180.1%	192.3%	0.0%	292.2%	192.3%
Liquidity Ratio	Monetary Assets/Current Liabilities		38.1%	12.1%	0.0%	68.0%	12.1%
<b><u>Revenue Management</u></b>							
Annual Debtors Collection Rate	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		34.6%	0.0%	0.0%	0.0%	0.0%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors >		0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Creditors Management</u></b>							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
<b><u>Funding of Provisions</u></b>							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
<b><u>Other Indicators</u></b>							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2					
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2					
Employee costs	Employee costs/Total Revenue - capital revenue		40.5%	38.7%	0.0%	29.0%	38.7%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		4.8%	15.5%	0.0%	4.9%	15.5%
Interest & Depreciation	I&D/Total Revenue - capital revenue		10.6%	9.2%	0.0%	0.1%	3.3%
<b><u>IDP regulation financial viability indicators</u></b>							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year						
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue						
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational						

The above table gives an overview of the financial indicators of the municipality for the period ended 30 September 2023 and the indicators are broken down below.

### **Borrowing Management**

The outstanding amount in the loan from DBSA is currently sitting at R18 358 123.80 as of 30 September 2023.

### **Liquidity**

**Current Ratio:** is calculated by a total of Current Assets/ Current Liabilities.

**Budgeted Current Ratio:** R645 023 000/R335 379 000= **1.92:1**

**Actual Current Ratio as at 30 September 2023:** R727 287/ R 248 875 = **2.92:1**



Current ratio is a liquidity ratio used to measure whether the municipality has enough resources to meet its short-term obligations. A good ratio is R1.5-R2 for every R1 owed. The budget showed a R1.92: R1 ratio and the actual ratio as of 30 September 2023 is: R2.92: R1 which is above the norm.

**Acid test Ratio:** Current Assets- Inventory/Current Liabilities.

**Budgeted Acid test Ratio:** (R645 023 000 - R2 559 000)/R335 379 000 = **1.91:1**

**Actual Acid test Ratio as 30 September 2023:** (R727 287 – R11 009)/ R248 875 = R2.87:1.

The acid-test ratio, commonly known as the quick ratio, uses an organization's balance sheet data as an indicator of whether it has sufficient short-term assets to cover its short-term liabilities. The acid-test ratio disregards current assets that are difficult to quickly liquidate such as inventory. The acid-test ratio may not give a reliable picture of an organization's financial condition if the municipality has accounts receivable that take longer than usual to collect or current liabilities that are due but have no immediate payment needed. A good ratio is R1 for every R1 owed. Both budgeted and actual to date acid test ratio are more than R1:R1 which shows that the municipality would be able to pay its short term liabilities with its easily liquidated short term assets.

## 5.12 Investment Register

KZN216 Ray Nkonyeni - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M03 - September

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate %	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
		Yrs/Months												
R thousands														
Municipality														
STANDARD BANK - CALL -378692984011										10 184	69			10 253
STANDARD BANK - CALL -378692984003										656	4			660
STANDARD BANK - CALL -378692984004										1 088	7			1 096
STANDARD BANK - CALL -378692984005										346	2			348
STANDARD BANK - CALL -378692984006										13	0			13
STANDARD BANK - CALL -378692984007										82	0			82
STANDARD BANK - CALL -378692984008										81	0			82
STANDARD BANK - CALL -378692984009										1 541	10			1 551
STANDARD BANK - CALL -378692984010										153	1			154
STANDARD BANK - CALL -378692984012										34 811	236			35 047
STANDARD BANK - CALL -378692984013										259	2			261
STANDARD BANK - CALL -378692984014										12 319	84			12 402
STANDARD BANK - CALL -378692984015										558	4			562
INVESTEC - CALL-74873852518										10 979	72			11 052
STANDARD BANK-CALL-378692984016										52	0			53
STANDARD BANK-CALL-378692984017										12	0			12
FNB - CALL-62726614151										71 573	589	(74 000)	44 000	42 162
FNB-74873852518										3 657	24			3 681
NEDBANK-37881000791										27 498	175			27 674
Municipality sub-total										175 862	1 282	(74 000)	44 000	147 144

The Investment register as of 30 September 2023 has the closing balance of R147.1 million, with R1.2 million total interest earned for the month from which R589 thousand was made on primary investment and various investment accounts as shown in the above register.

## 6.1 Monthly Budget Statement Summary

KZN216 Ray Nkonyeni - Table C1 Monthly Budget Statement Summary - M03 - September

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
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	464 477	509 406	–	44 674	191 298	185 239	6 059	3%	509 406
Service charges	214 942	245 147	–	20 502	70 216	68 413	1 803	3%	245 147
Investment revenue	5 182	–	–	–	–	–	–	–	–
Transfers and subsidies - Operational	5 182	8 511	–	818	3 120	2 128	993	47%	8 511
Other own revenue	394 584	488 043	–	9 058	140 665	122 011	18 654	15%	–
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>1 084 366</b>	<b>1 251 108</b>	<b>–</b>	<b>75 052</b>	<b>405 299</b>	<b>377 790</b>	<b>27 509</b>	<b>7%</b>	<b>1 251 108</b>
Employee costs	438 981	483 929	–	39 970	117 733	93 653	24 081	–	483 929
Remuneration of Councillors	26 249	31 164	–	2 361	7 189	6 233	956	–	31 164
Depreciation and amortisation	94 081	104 756	–	43 635	43 635	26 267	17 369	–	104 756
Interest	20 742	9 958	–	479	480	2 476	(1 996)	–	9 958
Inventory consumed and bulk purchases	136 545	168 819	–	16 208	33 726	34 633	(908)	–	168 819
Transfers and subsidies	11 906	13 838	–	565	1 973	2 575	(602)	-23%	13 838
Other expenditure	399 325	440 726	–	28 173	80 634	102 205	(21 571)	-21%	440 726
<b>Total Expenditure</b>	<b>1 127 829</b>	<b>1 253 191</b>	<b>–</b>	<b>131 391</b>	<b>285 369</b>	<b>268 041</b>	<b>17 328</b>	<b>6%</b>	<b>1 253 191</b>
<b>Surplus/(Deficit)</b>	<b>(43 463)</b>	<b>(2 083)</b>	<b>–</b>	<b>(56 339)</b>	<b>119 930</b>	<b>109 749</b>	<b>10 181</b>	<b>9%</b>	<b>(2 083)</b>
Transfers and subsidies - capital (monetary allocations)	158 945	109 848	–	–	–	27 462	(27 462)	-100%	109 848
Transfers and subsidies - capital (in-kind)	6 597	–	–	–	–	–	–	–	–
<b>Surplus/(Deficit) after capital transfers &amp; Share of surplus/ (deficit) of associate</b>	<b>122 079</b>	<b>107 765</b>	<b>–</b>	<b>(56 339)</b>	<b>119 930</b>	<b>137 211</b>	<b>(17 281)</b>	<b>-13%</b>	<b>107 765</b>
<b>Surplus/ (Deficit) for the year</b>	<b>122 079</b>	<b>107 765</b>	<b>–</b>	<b>(56 339)</b>	<b>119 930</b>	<b>137 211</b>	<b>(17 281)</b>	<b>-13%</b>	<b>107 765</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>211 153</b>	<b>154 893</b>	<b>–</b>	<b>12 329</b>	<b>33 350</b>	<b>29 967</b>	<b>3 383</b>	<b>11%</b>	<b>154 893</b>
Capital transfers recognised	141 090	95 520	–	9 276	26 263	18 304	7 959	43%	95 520
Borrowing	1 867	21 452	–	–	–	4 290	(4 290)	-100%	21 452
Internally generated funds	33 256	37 921	–	3 053	7 088	7 373	(285)	-4%	37 921
<b>Total sources of capital funds</b>	<b>176 213</b>	<b>154 893</b>	<b>–</b>	<b>12 329</b>	<b>33 350</b>	<b>29 967</b>	<b>3 383</b>	<b>11%</b>	<b>154 893</b>
<b>Financial position</b>									
Total current assets	620 585	645 023	–	–	727 287	–	–	–	645 023
Total non current assets	2 029 413	2 037 876	–	–	2 152 155	–	–	–	2 037 876
Total current liabilities	344 641	335 379	–	–	248 875	–	–	–	335 379
Total non current liabilities	191 699	158 975	–	–	197 237	–	–	–	158 975
Community wealth/Equity	2 115 346	2 188 546	–	–	2 433 330	–	–	–	2 188 546
<b>Cash flows</b>									
Net cash from (used) operating	86 106	86 106	–	412	112 612	180 081	67 469	37%	86 106
Net cash from (used) investing	(168 358)	(168 358)	–	(14 617)	(41 274)	325 597	366 871	113%	(168 358)
Net cash from (used) financing	(18 414)	(18 414)	–	(3 067)	(9 572)	325 597	335 169	103%	(18 414)
<b>Cash/cash equivalents at the month/year end</b>	<b>30 925</b>	<b>30 925</b>	<b>–</b>	<b>–</b>	<b>61 766</b>	<b>962 866</b>	<b>901 100</b>	<b>94%</b>	<b>(100 666)</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	64 528	72 327	19 288	22 115	4 078	14 171	14 218	408 429	619 155
<b>Creditors Age Analysis</b>									
Total Creditors	–	–	–	–	–	–	–	–	–

The above table provides a concise overview of the monthly actual, year to date actual of the operating expenditure, capital expenditure, and age analysis. The full year forecast as seen the table above takes in the account the original budget less the YTD budget plus the YTD actual, this therefore gives a projection based on the YTD performance on how the municipality will perform for the financial year in terms of the original budget.

## 6.2 Statement of Financial Performance (Revenue and Expenditure)

KZN216 Ray Nkonyeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 - September

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
<b>R thousands</b>										
<b>Revenue</b>										
<b>Exchange Revenue</b>										
Service charges - Electricity		157 558	182 436	-	14 768	46 873	45 609	1 264	0	182 436
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		57 384	62 711	-	5 734	23 343	22 804	538	0	62 711
Sale of Goods and Rendering of Services		53 735	9 571	-	793	1 702	2 393	(691)	(0)	9 571
Agency services		4 965	5 371	-	404	1 448	1 343	106	0	5 371
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		5 554	6 982	-	588	1 741	1 745	(5)	(0)	6 982
Interest from Current and Non Current Assets		5 182	8 511	-	818	3 120	2 128	993	0	8 511
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		3 897	3 498	-	279	1 175	874	301	0	3 498
Licence and permits		269	636	-	41	152	159	(7)	(0)	636
Operational Revenue		1 149	1 106	-	51	121	276	(156)	(0)	1 106
<b>Non-Exchange Revenue</b>										
Property rates		464 477	509 406	-	44 674	191 298	185 239	6 059	0	509 406
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		30 190	31 062	-	3 521	5 465	7 765	(2 301)	(0)	31 062
Licence and permits		7 870	9 628	-	906	2 600	2 407	193	0	9 628
Transfers and subsidies - Operational		257 076	390 026	-	-	118 912	97 507	21 405	0	390 026
Interest		25 602	30 164	-	2 474	7 350	7 541	(191)	(0)	30 164
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		0	-	-	-	-	-	-	-	-
Other Gains		9 459	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>1 084 366</b>	<b>1 251 108</b>	<b>-</b>	<b>75 052</b>	<b>405 299</b>	<b>377 790</b>	<b>27 509</b>	<b>7%</b>	<b>1 251 108</b>
<b>Expenditure By Type</b>										
Employee related costs		438 981	483 929	-	39 970	117 733	93 653	24 081	0	483 929
Remuneration of councillors		26 249	31 164	-	2 361	7 189	6 233	956	0	31 164
Bulk purchases - electricity		122 720	158 320	-	15 220	30 698	31 664	(966)	(0)	158 320
Inventory consumed		13 825	10 499	-	988	3 028	2 969	58	0	10 499
Debt impairment		23 235	-	-	-	-	-	-	-	-
Depreciation and amortisation		94 081	104 756	-	43 635	43 635	26 267	17 369	0	104 756
Interest		20 742	9 958	-	479	480	2 476	(1 996)	(0)	9 958
Contracted services		222 746	273 776	-	13 553	44 069	62 924	(18 856)	(0)	273 776
Transfers and subsidies		11 906	13 838	-	565	1 973	2 575	(602)	(0)	13 838
Irrecoverable debts written off		11 221	10 513	-	479	1 004	2 628	(1 624)	(0)	10 513
Operational costs		142 550	156 437	-	14 793	36 213	36 652	(440)	(0)	156 437
Losses on Disposal of Assets		(427)	-	-	(652)	(652)	-	(652)	#DIV/0!	-
Other Losses		-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>1 127 829</b>	<b>1 253 191</b>	<b>-</b>	<b>131 391</b>	<b>285 369</b>	<b>268 041</b>	<b>17 328</b>	<b>6%</b>	<b>1 253 191</b>
<b>Surplus/(Deficit)</b>		<b>(43 463)</b>	<b>(2 083)</b>	<b>-</b>	<b>(56 339)</b>	<b>119 930</b>	<b>109 749</b>	<b>10 181</b>	<b>0</b>	<b>(2 083)</b>
Transfers and subsidies - capital (monetary allocations)		158 945	109 848	-	-	-	27 462	(27 462)	(0)	109 848
Transfers and subsidies - capital (in-kind)		6 597	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>122 079</b>	<b>107 765</b>	<b>-</b>	<b>(56 339)</b>	<b>119 930</b>	<b>137 211</b>			<b>107 765</b>
Income Tax		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after income tax</b>		<b>122 079</b>	<b>107 765</b>	<b>-</b>	<b>(56 339)</b>	<b>119 930</b>	<b>137 211</b>			<b>107 765</b>
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>122 079</b>	<b>107 765</b>	<b>-</b>	<b>(56 339)</b>	<b>119 930</b>	<b>137 211</b>			<b>107 765</b>
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>122 079</b>	<b>107 765</b>	<b>-</b>	<b>(56 339)</b>	<b>119 930</b>	<b>137 211</b>			<b>107 765</b>

The table provides an overview of the monthly actual, year to date actual and year to date Budget of revenue by Source and Expenditure by Type for the period ended 30 September 2023. The full year forecast provides a guideline in terms of overall performance, and it gives an overview whether the municipality will be able to spend as per budget.

## 6.3 Capital Expenditure

KZN216 Ray Nkonyeni - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M03 - September

Vote Description	Ref	2022/23	Budget Year 2023/24							
		Audited	Original	Adjusted	Monthly actual	YearTD actual	YearTD	YTD	YTD %	Full Year
<b>R thousands</b>	1									
<b>Multi-Year expenditure appropriation</b>	2									
Vote 1 - Mayor and Council		-	-	-	-	-	-	-	-	-
Vote 2 - Finance and Administration		-	-	-	-	-	-	-	-	-
Vote 3 - Internal Audit		-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social Services		-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 7 - Housing		-	-	-	-	-	-	-	-	-
Vote 8 - Health		-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		-	-	-	-	-	-	-	-	-
Vote 10 - Road Transport		-	-	-	-	-	-	-	-	-
Vote 11 - Environment Protection		-	-	-	-	-	-	-	-	-
Vote 12 - Energy Sources		-	-	-	-	-	-	-	-	-
Vote 13 - Other		-	-	-	-	-	-	-	-	-
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	4,7	-	-	-	-	-	-	-	-	-
<b>Single Year expenditure appropriation</b>	2									
Vote 1 - Mayor and Council		130	-	-	-	-	-	-	-	-
Vote 2 - Finance and Administration		39 132	3 801	-	130	152	300	(148)	-49%	3 801
Vote 3 - Internal Audit		115	200	-	-	160	50	110	219%	200
Vote 4 - Community and Social Services		7 814	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		7 014	4 340	-	236	1 642	1 127	515	46%	4 340
Vote 7 - Housing		115	180	-	3	3	36	(33)	-93%	180
Vote 8 - Health		-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		98 976	115 220	-	11 452	28 455	22 154	6 301	28%	115 220
Vote 10 - Road Transport		51 919	7 200	-	143	2 488	1 460	1 028	70%	7 200
Vote 11 - Environment Protection		-	500	-	-	-	125	(125)	-100%	500
Vote 12 - Energy Sources		2 599	22 952	-	-	-	4 590	(4 590)	-100%	22 952
Vote 13 - Other		3 108	-	-	-	-	-	-	-	-
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		232	500	-	366	451	125	326	261%	500
<b>Total Capital single-year expenditure</b>	4	211 153	154 893	-	12 329	33 350	29 967	3 383	11%	154 893
<b>Total Capital Expenditure</b>		<b>211 153</b>	<b>154 893</b>	<b>-</b>	<b>12 329</b>	<b>33 350</b>	<b>29 967</b>	<b>3 383</b>	<b>11%</b>	<b>154 893</b>

This table provides an overview of actuals to date of the capital expenditure on monthly basis of the municipality for the period ended 30 September 2023.

## 6.4 Statement Cash Flow

KZN216 Ray Nkonyeni - Table C7 Monthly Budget Statement - Cash Flow - M03 - September

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
<b>R thousands</b>	<b>1</b>									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
Receipts										
Property rates		483 936	483 936	–	55 066	110 499	120 984	(10 485)	-9%	483 936
Service charges		232 890	232 890	–	24 385	62 789	43 329	19 461	45%	232 890
Other revenue		26 628	26 628	–	9 955	23 215	–	23 215	#DIV/0!	26 628
Transfers and Subsidies - Operational		390 290	390 290	–	389	122 527	–	122 527	#DIV/0!	390 290
Transfers and Subsidies - Capital		109 848	109 848	–	2 000	51 792	14 894	36 898	248%	109 848
Interest		8 511	8 511	–	765	2 918	–	2 918	#DIV/0!	8 511
Dividends		–	–	–	–	–	874	(874)	-100%	–
Payments										
Suppliers and employees		(1 156 039)	(1 156 039)	–	(91 669)	(260 648)	–	(260 648)	#DIV/0!	(1 156 039)
Interest		(9 958)	(9 958)	–	(479)	(479)	–	(479)	#DIV/0!	(9 958)
Transfers and Subsidies		–	–	–	–	–	–	–	–	–
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>86 106</b>	<b>86 106</b>	<b>–</b>	<b>412</b>	<b>112 612</b>	<b>180 081</b>	<b>67 469</b>	<b>37%</b>	<b>86 106</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
Receipts										
Proceeds on disposal of PPE		–	–	–	–	–	288 981	(288 981)	-100%	–
Decrease (increase) in non-current receivables		–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current investments		–	–	–	–	–	36 616	(36 616)	-100%	–
Payments										
Capital assets		(168 358)	(168 358)	–	(14 617)	(41 274)	–	(41 274)	#DIV/0!	(168 358)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(168 358)</b>	<b>(168 358)</b>	<b>–</b>	<b>(14 617)</b>	<b>(41 274)</b>	<b>325 597</b>	<b>366 871</b>	<b>113%</b>	<b>(168 358)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
Receipts										
Short term loans		–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing		–	–	–	–	–	–	–	–	–
Increase (decrease) in consumer deposits		–	–	–	–	–	325 597	(325 597)	-100%	–
Payments										
Repayment of borrowing		(18 414)	(18 414)	–	(3 067)	(9 572)	–	(9 572)	#DIV/0!	(18 414)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>(18 414)</b>	<b>(18 414)</b>	<b>–</b>	<b>(3 067)</b>	<b>(9 572)</b>	<b>325 597</b>	<b>335 169</b>	<b>103%</b>	<b>(18 414)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>										
Cash/cash equivalents at beginning:		131 591	131 591	–	–	–	131 591	–	–	–
Cash/cash equivalents at month/year end:		30 925	30 925	–	–	61 766	962 866	–	–	(100 666)

A cash flow statement provides data regarding all cash inflows a municipality receives from its ongoing operations and external investment sources.

## 6.5 Statement financial Position

KZN216 Ray Nkonyeni - Table C6 Monthly Budget Statement - Financial Position - M03 - September

Description	Ref	2022/23	Budget Year 2023/24			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	1					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash and cash equivalents		131 186	40 427	–	169 142	40 427
Trade and other receivables from exchange transactions		90 671	143 554	–	131 292	143 554
Receivables from non-exchange transactions		280 843	333 984	–	268 060	333 984
Current portion of non-current receivables		–	–	–	–	–
Inventory		7 058	2 559	–	11 009	2 559
VAT		107 350	121 348	–	143 315	121 348
Other current assets		3 477	3 151	–	4 469	3 151
<b>Total current assets</b>		<b>620 585</b>	<b>645 023</b>	<b>–</b>	<b>727 287</b>	<b>645 023</b>
<b>Non current assets</b>						
Investments		–	–	–	–	–
Investment property		345 006	307 811	–	354 869	307 811
Property, plant and equipment		1 681 345	1 726 164	–	1 794 182	1 726 164
Biological assets		–	–	–	–	–
Living and non-living resources		–	–	–	–	–
Heritage assets		2 205	2 205	–	2 210	2 205
Intangible assets		857	1 697	–	895	1 697
Trade and other receivables from exchange transactions		–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets		–	–	–	–	–
<b>Total non current assets</b>		<b>2 029 413</b>	<b>2 037 876</b>	<b>–</b>	<b>2 152 155</b>	<b>2 037 876</b>
<b>TOTAL ASSETS</b>		<b>2 649 998</b>	<b>2 682 899</b>	<b>–</b>	<b>2 879 442</b>	<b>2 682 899</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		–	–	–	–	–
Financial liabilities		14 580	28 891	–	7 797	28 891
Consumer deposits		32 846	32 846	–	36 285	32 846
Trade and other payables from exchange transactions		133 406	112 595	–	118 501	112 595
Trade and other payables from non-exchange transactions		49 104	46 376	–	95 604	46 376
Provision		35 473	35 473	–	(135 865)	35 473
VAT		74 611	74 576	–	121 714	74 576
Other current liabilities		4 622	4 622	–	4 839	4 622
<b>Total current liabilities</b>		<b>344 641</b>	<b>335 379</b>	<b>–</b>	<b>248 875</b>	<b>335 379</b>
<b>Non current liabilities</b>						
Financial liabilities		49 160	16 435	–	51 154	16 435
Provision		41 487	41 487	–	47 192	41 487
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		101 052	101 052	–	98 891	101 052
<b>Total non current liabilities</b>		<b>191 699</b>	<b>158 975</b>	<b>–</b>	<b>197 237</b>	<b>158 975</b>
<b>TOTAL LIABILITIES</b>		<b>536 340</b>	<b>494 353</b>	<b>–</b>	<b>446 112</b>	<b>494 353</b>
<b>NET ASSETS</b>	2	<b>2 113 658</b>	<b>2 188 546</b>	<b>–</b>	<b>2 433 330</b>	<b>2 188 546</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated surplus/(deficit)		2 115 346	2 188 546	–	2 433 330	2 188 546
Reserves and funds		–	–	–	–	–
Other		–	–	–	–	–
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>2 115 346</b>	<b>2 188 546</b>	<b>–</b>	<b>2 433 330</b>	<b>2 188 546</b>

The statement of financial position indicates the financial health of the municipality as the assets and liabilities are listed to measure the solvency of the municipality for the period ended 30 September 2023. Total assets are R2.9 billion over the total liabilities of R446 million this therefore mean the municipality is still able to meet its financial obligations.