



The Game changer of South Coast development

RAY NKONYENI MUNICIPALITY

TREASURY DEPARTMENT

MONTHLY BUDGET STATEMENT FOR THE PERIOD ENDED 30 June 2024 (M12)

Prepared By: Budget and Treasury Office

STATEMENT OF FINANCIAL PERFORMANCE AND THE IMPLEMENTATION OF THE 2023/2024 BUDGET FOR THE PERIOD ENDING 30 June 2024

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 June 2024 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 June 2024 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
- 5.5 Creditors Age Analysis
- 5.6 Capital Expenditure
- 5.7 Transfers and Grants Receipts
- 5.8 Transfers and Grants Expenditure

- 5.9 Salaries Expenditure
- 5.10 Long-term Loans
- 5.11 Performance Indicators
- 5.12 Investment Register

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 - M12 - June

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	486 141	509 406	509 406	(411)	508 008	509 406	(1 398)	0%	509 406
Service charges	212 429	245 147	245 147	15 565	250 760	245 147	5 612	2%	245 147
Investment revenue	10 845	8 511	11 275	731	11 614	11 275	339	3%	11 275
Transfers and subsidies - Operational	285 417	390 026	390 741	25 902	385 654	390 741	(5 087)	-1%	390 741
Other own revenue	132 063	98 017	151 090	7 722	99 441	151 090	(51 649)	-34%	-
Total Revenue (excluding capital transfers and contributions)	1 126 895	1 251 108	1 307 659	49 510	1 255 476	1 307 659	(52 183)	-4%	1 307 659
Employee costs	455 419	483 929	484 374	40 523	479 025	484 374	(5 349)	-1%	484 374
Remuneration of Councillors	29 567	31 164	40 283	2 838	40 181	40 283	(102)	0%	40 283
Depreciation and amortisation	94 294	104 756	110 770	-	79 998	110 770	(30 772)	-28%	110 770
Interest	24 062	9 958	9 960	0	1 465	9 960	(8 495)	-85%	9 960
Inventory consumed and bulk purchases	119 244	168 819	166 558	12 445	140 607	166 558	(25 952)	-16%	166 558
Transfers and subsidies	14 465	13 838	15 930	60	15 664	15 930	(266)	-2%	15 930
Other expenditure	426 555	440 726	524 306	53 141	461 223	524 306	(63 083)	-12%	524 306
Total Expenditure	1 163 606	1 253 191	1 352 181	109 006	1 218 162	1 352 181	(134 019)	-10%	1 352 181
Surplus/(Deficit)	(36 711)	(2 083)	(44 522)	(59 497)	37 314	(44 522)	81 836	-184%	(44 522)
Transfers and subsidies - capital (monetary allocations)	185 621	109 848	122 442	15 112	115 831	122 442	(6 612)	-5%	122 442
Transfers and subsidies - capital (in-kind)	1 490	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & Share of surplus/ (deficit) of associate	150 400	107 765	77 921	(44 384)	153 145	77 921	75 224	97%	77 921
Surplus/ (Deficit) for the year	150 400	107 765	77 921	(44 384)	153 145	77 921	75 224	97%	77 921
Capital expenditure & funds sources									
Capital expenditure	212 244	154 893	175 176	27 299	146 600	175 176	(28 576)	-16%	175 176
Capital transfers recognised	161 075	95 520	106 434	12 951	101 750	106 434	(4 684)	-4%	106 434
Borrowing	6 412	21 452	21 452	643	643	21 452	(20 809)	-97%	21 452
Internally generated funds	44 758	37 921	47 290	13 706	44 207	47 290	(3 083)	-7%	47 290
Total sources of capital funds	212 244	154 893	175 176	27 299	146 600	175 176	(28 576)	-16%	175 176
Financial position									
Total current assets	735 851	645 023	641 156		834 930				641 156
Total non current assets	2 162 440	2 037 876	2 061 797		2 229 506				2 061 797
Total current liabilities	395 179	335 379	385 277		401 543				385 277
Total non current liabilities	189 711	158 975	158 975		196 345				158 975
Community wealth/Equity	2 313 400	2 188 546	2 158 701		2 466 548				2 158 701
Cash flows									
Net cash from (used) operating	45 732	95 608	197 333	(45 998)	271 903	189 835	(82 068)	-43%	197 333
Net cash from (used) investing	242 572	(168 358)	(192 400)	(29 552)	(168 468)	(161 114)	7 354	-5%	(192 400)
Net cash from (used) financing	(31 987)	(18 414)	32 117	(5 848)	(51 726)	(24 605)	27 121	-110%	32 117
Cash/cash equivalents at the month/year end	388 010	40 427	168 641	-	165 961	135 707	(30 254)	-22%	151 301
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	23 741	12 698	22 502	18 433	16 587	15 252	14 836	478 389	602 438
Creditors Age Analysis									
Total Creditors	2 822	21	-	-	-	-	-	5	2 848

5.2 Financial Performance -Revenue by Source

KZN216 Ray Nkonyeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 - June

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		153 095	182 436	182 436	15 831	187 331	182 436	4 895	3%	182 436
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		59 334	62 711	62 711	(266)	63 429	62 711	717	1%	62 711
Sale of Goods and Rendering of Services		25 874	9 571	45 184	1 146	16 749	45 184	(28 436)	-63%	45 184
Agency services		5 341	5 371	6 248	478	5 898	6 248	(350)	-6%	6 248
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		6 461	6 982	8 340	720	8 378	8 340	37	0%	8 340
Interest from Current and Non Current Assets		10 845	8 511	11 275	731	11 614	11 275	339	3%	11 275
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		4 686	3 498	4 975	288	4 266	4 975	(709)	-14%	4 975
Licence and permits		596	636	637	38	598	637	(39)	-6%	637
Operational Revenue		3 673	1 106	1 230	273	1 159	1 230	(71)	-6%	1 230
Non-Exchange Revenue										
Property rates		486 141	509 406	509 406	(411)	508 008	509 406	(1 398)	0%	509 406
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		23 969	31 062	34 529	1 478	20 608	34 529	(13 922)	-40%	34 529
Licence and permits		7 734	9 628	9 628	551	9 064	9 628	(564)	-6%	9 628
Transfers and subsidies - Operational		285 417	390 026	390 741	25 902	385 654	390 741	(5 087)	-1%	390 741
Interest		28 075	30 164	30 164	2 748	32 216	30 164	2 052	7%	30 164
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	652	-	-	652	(652)	-100%	652
Other Gains		25 653	-	9 503	3	506	9 503	(8 997)	-95%	9 503
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		1 126 895	1 251 108	1 307 659	49 510	1 255 476	1 307 659	(52 183)	-4%	1 307 659
Expenditure By Type										
Employee related costs		455 419	483 929	484 374	40 523	479 025	484 374	(5 349)	-1%	484 374
Remuneration of councillors		29 567	31 164	40 283	2 838	40 181	40 283	(102)	0%	40 283
Bulk purchases - electricity		107 470	158 320	153 320	12 091	127 809	153 320	(25 511)	-17%	153 320
Inventory consumed		11 774	10 499	13 238	354	12 798	13 238	(440)	-3%	13 238
Debt impairment		19 926	-	32 571	-	-	32 571	(32 571)	-100%	32 571
Depreciation and amortisation		94 294	104 756	110 770	-	79 998	110 770	(30 772)	-28%	110 770
Interest		24 062	9 958	9 960	0	1 465	9 960	(8 495)	-85%	9 960
Contracted services		211 569	273 776	281 783	30 452	262 443	281 783	(19 340)	-7%	281 783
Transfers and subsidies		14 465	13 838	15 930	60	15 664	15 930	(266)	-2%	15 930
Irrecoverable debts written off		27 590	10 513	10 013	6 312	11 307	10 013	1 294	13%	10 013
Operational costs		161 955	156 437	199 939	16 261	188 761	199 939	(11 179)	-6%	199 939
Losses on Disposal of Assets		5 320	-	-	-	(1 404)	-	(1 404)	#DIV/0!	-
Other Losses		197	-	-	116	116	-	116	#DIV/0!	-
Total Expenditure		1 163 606	1 253 191	1 352 181	109 006	1 218 162	1 352 181	(134 019)	-10%	1 352 181
Surplus/(Deficit)		(36 711)	(2 083)	(44 522)	(59 497)	37 314	(44 522)	81 836	-184%	(44 522)
Transfers and subsidies - capital (monetary allocations)		185 621	109 848	122 442	15 112	115 831	122 442	(6 612)	-5%	122 442
Transfers and subsidies - capital (in-kind)		1 490	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		150 400	107 765	77 921	(44 384)	153 145	77 921			77 921
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		150 400	107 765	77 921	(44 384)	153 145	77 921			77 921
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		150 400	107 765	77 921	(44 384)	153 145	77 921			77 921
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		150 400	107 765	77 921	(44 384)	153 145	77 921			77 921

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) - M12 - June

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		153 095	182 436	182 436	15 831	187 331	182 436	4 895	3%	182 436
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		59 334	62 711	62 711	(266)	63 429	62 711	717	1%	62 711
Sale of Goods and Rendering of Services		25 874	9 571	45 184	1 146	16 749	45 184	(28 436)	-63%	45 184
Agency services		5 341	5 371	6 248	478	5 898	6 248	(350)	-6%	6 248
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		6 461	6 982	8 340	720	8 378	8 340	37	0%	8 340
Interest from Current and Non Current Assets		10 845	8 511	11 275	731	11 614	11 275	339	3%	11 275
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		4 686	3 498	4 975	288	4 266	4 975	(709)	-14%	4 975
Licence and permits		596	636	637	38	598	637	(39)	-6%	637
Operational Revenue		3 673	1 106	1 230	273	1 159	1 230	(71)	-6%	1 230
Non-Exchange Revenue										
Property rates		486 141	509 406	509 406	(411)	508 008	509 406	(1 398)	0%	509 406
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		23 969	31 062	34 529	1 478	20 608	34 529	(13 922)	-40%	34 529
Licence and permits		7 734	9 628	9 628	551	9 064	9 628	(564)	-6%	9 628
Transfers and subsidies - Operational		285 417	390 026	390 741	25 902	385 654	390 741	(5 087)	-1%	390 741
Interest		28 075	30 164	30 164	2 748	32 216	30 164	2 052	7%	30 164
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	652	-	-	652	(652)	-100%	652
Other Gains		25 653	-	9 503	3	506	9 503	(8 997)	-95%	9 503
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		1 126 895	1 251 108	1 307 659	49 510	1 255 476	1 307 659	(52 183)	-4%	1 307 659

Revenue from Exchange Transactions

Service charges - Electricity.

The YTD Actual for electricity billing for the period ended 30 June 2024 is R187.3 million while the YTD Budget is R182.4 million. There is a positive variance of R4.8 million between the YTD actual and YTD budget. YTD Electricity consumption has attributed to electricity revenue exceeding projections by 3% which can be attributed by various factors such as the introduction of smart meters which have led to more accurate reading of units consumed.

Service charges – Waste Management

The overall YTD actual billing for refuse removals is R63.4 million and the YTD Budget billing is R62.7million, waste management revenue has been in line with the projected budget for 2023/2024 financial year, with the correct classification of residential, commercial and industrial tariffs has led to a 2 % variance above the projected revenue.

Sale of goods and Rendering of Services

The YTD actual amounts to R16.7 million with a YTD budget of R45.1million, the negative variance of R28.4 million is mainly attributed to the allocation of the R30 million the municipality received from the department of human settlement for the settlement of a legal claim against the Masinenge slum clearance project, the allocation of the R30 million will be done in the month of June and reported for accordingly.

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 R6.2million, the YTD actual is R5.89 million vs the YTD budget of R6.2million showing a negative variance of R350 thousand variance.

Interest earned from receivables.

The YTD budget amounts to R8.3million compared to the YTD actual amount of R8.3 million, YTD actual showing a positive variance of R37 thousand variance. YTD actual performance is in line with budgeted projections.

Interest from Investments

The YTD actual is R11.6million and a YTD budget of R11.2. This shows a positive variance of R339 thousand since there was more interest earned from investment and this also indicates good performance in markets.

Rental from fixed assets

Rental of facilities amounts annual budget is R4.9 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 R4.2 million compared to YTD budget of R4.9million, resulting to a R709 thousand negative variance. This indicates that less rental revenue was collected than anticipated.

Licenses and Permits

Licenses and permits for exchange revenue actuals to date amounts to R598 thousand with a YTD budget of R637 thousand resulting in a negative variance of R39 thousand.

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 R506 million, compared to the YTD budget of R509.4 million and a negative variance of R1.3 million for the 2023/24 financial year as property rates are billed over 10 months from July – April each year. The variance is in line with the projected property rates billing across the various property categories and tariffs.

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 R34.5 million. The YTD actual is R20.6million compared to a YTD budget of R34.5 million. The variance of 13.9 million is mainly caused by low fines issued, as fines are issued based on infringements of by-laws and traffic violations.

Licenses and Permits

Licenses and permits for non-exchange revenue performance to date amount to R9 million with a YTD budget of R9.6 million. This revenue line item is in line with projected revenue from licenses and permits.

Transfers and Subsidies -Operational

The YTD as of 30 June 2024 for operational grant recognized /received to date amounts to R385.6million, YTD Budget is R390.7million with a positive variance of R5 million as operational conditional grants are recognized as revenue when conditions being met as per the set guidelines which results in the YTD variance.

Interest on Property Rates

The YTD actual amounts to R32.2 million compared to YTD budget of R30.1 million. Property rates billing for the 2024 financial year has been in line with the budget, collection of property rates versus billing has led to an increase in interest charges as collection of property rates is less than the budgeted collection percentage of 95%,

Total Revenue

The YTD Actual revenue excluding capital transfers is R1.2 billion for the period ending 30 June 2024, YTD Budget is R1.3 billion, total revenue is in line with budget projections.

5.3 Expenditure by Type

KZN216 Ray Nkonyeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 - June

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										
Expenditure By Type										
Employee related costs		455 419	483 929	484 374	40 523	479 025	484 374	(5 349)	-1%	484 374
Remuneration of councillors		29 567	31 164	40 283	2 838	40 181	40 283	(102)	0%	40 283
Bulk purchases - electricity		107 470	158 320	153 320	12 091	127 809	153 320	(25 511)	-17%	153 320
Inventory consumed		11 774	10 499	13 238	354	12 798	13 238	(440)	-3%	13 238
Debt impairment		19 926	-	32 571	-	-	32 571	(32 571)	-100%	32 571
Depreciation and amortisation		94 294	104 756	110 770	-	79 998	110 770	(30 772)	-28%	110 770
Interest		24 062	9 958	9 960	0	1 465	9 960	(8 495)	-85%	9 960
Contracted services		211 569	273 776	281 783	30 452	262 443	281 783	(19 340)	-7%	281 783
Transfers and subsidies		14 465	13 838	15 930	60	15 664	15 930	(266)	-2%	15 930
Irrecoverable debts written off		27 590	10 513	10 013	6 312	11 307	10 013	1 294	13%	10 013
Operational costs		161 955	156 437	199 939	16 261	188 761	199 939	(11 179)	-6%	199 939
Losses on Disposal of Assets		5 320	-	-	-	(1 404)	-	(1 404)	#DIV/0!	-
Other Losses		197	-	-	116	116	-	116	#DIV/0!	-
Total Expenditure		1 163 606	1 253 191	1 352 181	109 006	1 218 162	1 352 181	(134 019)	-10%	1 352 181

Employee related costs and Remuneration of Councillors

The YTD actuals for employee related costs amount to R479 million as of 30 June 2024 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 R40.1 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 June 2024 amounts to R262 million, the YTD Budget is R281 million. The variance in contracted services is largely attributed to the disaster management as R60 million has been spent of the

R82 million budget with projects aimed to be finalized by year end which will ensure the grant has been fully spent and have contracted services expenditure be in line with the planned expenditure.

Inventory Consumed

YTD Inventory consumed amounts to R12.7 million as of 30 June 2024 with the YTD Budget being R13.2 million with a negative variance of R440 thousands. The consumption of inventory is in line with budget projection.

Depreciation and Amortization

The YTD actual for this item has been calculated at R79.9 million compared to the YTD budget of R110.7 million. The variance between the budgeted figure and the actual figure is due to depreciation being accounted for on assets that are currently in use, and the budget being based on additional assets planned to be procured during the financial year.

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 June 2024 stands at R15.6 million with a YTD budget of R15.9 million which is in line with the planned expenditure for transfers and subsidies.

Overall expenditure budget

The overall expenditure YTD Actual is R1.2 billion, YTD Budget is R1.3 billion. There is R134 thousand negative 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 R153.1 million compared to the YTD Budget deficit of R77.9million due to the performance of the various line items detailed above.

5.4 Debtors Age Analysis

KZN216 Ray Nkonyeni - Supporting Table SC3 Monthly Budget Statement - aged debtors - M12 - June

Description	NT Code	Budget Year 2023/24									Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts I to 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	8	8	9	3	9	11	3	1043	1093	1068	-	-	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	18 889	7 759	2 364	1 108	1 204	1 023	802	14 935	48 084	19 073	-	-	
Receivables from Non-exchange Transactions - Property Rates	1400	855	1 011	13 965	11 367	10 030	9 203	8 930	279 655	335 015	319 184	-	-	
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	0	0	0	-	-	
Receivables from Exchange Transactions - Waste Management	1600	27	6	2 387	1 984	1 782	1 627	1 516	54 055	63 384	60 964	-	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-	
Interest on Ameer Debtor Accounts	1810	3 684	3 631	3 548	3 456	3 381	3 292	3 215	117 404	141 612	130 749	-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	279	283	229	514	182	95	371	11 297	13 250	12 459	-	-	
Total By Income Source	2000	23 741	12 698	22 502	18 433	16 587	15 252	14 836	478 389	602 438	543 497	-	-	
2022/23 - totals only		37 790	9 496	19 378	17 340	14 873	13 773	12 670	14 179	139 700	73 035	-	-	
Debtors Age Analysis By Customer Group														
Organs of State	2200	2 271	868	755	676	654	656	665	52 368	58 914	55 020	-	-	
Commercial	2300	11 729	6 507	6 463	4 592	3 979	3 512	3 661	82 406	122 847	98 149	-	-	
Households	2400	9 742	5 324	15 284	13 165	11 954	11 084	10 509	343 615	420 677	390 328	-	-	
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-	
Total By Customer Group	2600	23 741	12 698	22 502	18 433	16 587	15 252	14 836	478 389	602 438	543 497	-	-	

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

5.5 Creditors Age Analysis

KZN216 Ray Nkonyeni - Supporting Table SC4 Monthly Budget Statement - aged creditors - M12 - June

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			
R thousands												
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	2 822	21	-	-	-	-	-	5	2 848	6 479	
Auditor General	0800	-	-	-	-	-	-	-	-	-	-	
Other	0900	-	-	-	-	-	-	-	-	-	-	
Total By Customer Type	1000	2 822	21	-	-	-	-	-	5	2 848	6 479	

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

5.6 Capital Expenditure

KZN216 Ray Nkonyeni - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M12 - June

Vote Description	Ref	2022/23		Budget Year 2023/24						
		Audited	Original	Adjusted	Monthly actual	YearTD actual	YearTD	YTD	YTD %	Full Year
R thousands	1									
Multi-Year expenditure appropriation	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		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - Mayor and Council		298	-	-	-	-	-	-	-	-
Vote 2 - Finance and Administration		3 938	3 801	4 008	246	3 396	4 008	(612)	-15%	4 008
Vote 3 - Internal Audit		676	200	220	5	194	220	(26)	-12%	220
Vote 4 - Community and Social Services		379	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		1 613	4 340	995	13	442	995	(554)	-56%	995
Vote 7 - Housing		229	180	189	39	127	189	(62)	-33%	189
Vote 8 - Health		-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		109 489	115 220	115 918	15 333	110 565	115 918	(5 353)	-5%	115 918
Vote 10 - Road Transport		77 794	7 200	31 594	11 020	30 443	31 594	(1 151)	-4%	31 594
Vote 11 - Environment Protection		389	500	300	-	292	300	(8)	-3%	300
Vote 12 - Energy Sources		13 778	22 952	21 452	643	643	21 452	(20 809)	-97%	21 452
Vote 13 - Other		(843)	-	-	-	-	-	-	-	-
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		4 505	500	500	-	499	500	(1)	0%	500
Total Capital single-year expenditure	4	212 244	154 893	175 176	27 299	146 600	175 176	(28 576)	-16%	175 176
Total Capital Expenditure		212 244	154 893	175 176	27 299	146 600	175 176	(28 576)	-16%	175 176
Capital Expenditure - Functional Classification										
Governance and administration		4 934	4 001	4 255	274	3 612	4 255	(642)	-15%	4 255
Executive and council		320	-	27	23	23	27	(4)	-14%	27
Finance and administration		3 938	3 801	4 008	246	3 396	4 008	(612)	-15%	4 008
Internal audit		676	200	220	5	194	220	(26)	-12%	220
Community and public safety		2 072	4 520	1 185	52	589	1 185	(616)	-52%	1 185
Community and social services		379	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		1 464	4 340	995	13	442	995	(554)	-56%	995
Housing		229	180	189	39	127	189	(62)	-33%	189
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		187 798	122 920	147 784	26 330	141 277	147 784	(6 508)	-4%	147 784
Planning and development		109 467	115 220	115 891	15 310	110 541	115 891	(5 349)	-5%	115 891
Road transport		77 943	7 200	31 594	11 020	30 443	31 594	(1 151)	-4%	31 594
Environmental protection		389	500	300	-	292	300	(8)	-3%	300
Trading services		18 283	23 452	21 952	643	1 142	21 952	(20 810)	-95%	21 952
Energy sources		13 778	22 952	21 452	643	643	21 452	(20 809)	-97%	21 452
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		4 505	500	500	-	499	500	(1)	0%	500
Other		(843)	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	212 244	154 893	175 176	27 299	146 600	175 176	(28 576)	-16%	175 176
Funded by:										
National Government		130 557	93 781	99 328	10 464	99 264	99 328	(63)	0%	99 328
Provincial Government		30 518	1 739	7 107	2 486	2 486	7 107	(4 621)	-65%	7 107
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies,		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		161 075	95 520	106 434	12 951	101 750	106 434	(4 684)	-4%	106 434
Borrowing	6	6 412	21 452	21 452	643	643	21 452	(20 809)	-97%	21 452
Internally generated funds		44 758	37 921	47 290	13 706	44 207	47 290	(3 083)	-7%	47 290
Total Capital Funding		212 244	154 893	175 176	27 299	146 600	175 176	(28 576)	-16%	175 176

The above table give details of YTD actual capital expenditure and the funding. The YTD Actual capital expenditure is R146.6 million, the YTD budgeted is R175.1 million and there is R28.5

million negative variance. R146.6 million of YTD actuals for capital expenditure, R88.8million is funded by national grants, and R30.5million from internally generated funds.

5.7 Transfers and Grants Receipts



KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER

KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER JUNE 2024							
Name of grant	Opening Balance as at	Receipts	Expenditure: Operating (Revenue Recognised)/GRAP 23	Expenditure: Capital (Revenue Recognised)/GRAP 23	Internally Funded	Closing Balance as at	
INTEGRATED URBAN DEVELOPMENT (IUDG)	R -	R 88 848 000	R -	R 88 848 000	R -	R -	R -
NEIGHBOURHOOD GRANT	R 1 200 663	R 24 178 000	R -	R -	R -	R -	R -
EXPANDED PUBLIC WORKS PROGRAMME (EPWP)	R -	R 5 084 000	R 5 084 000	R -	R -	R -	R -
MUNICIPAL DISASTER RECOVERY	R -	R 82 298 000	R 78 703 922	R -	R -	R -	R 3 594 078.00
INTERMODAL FACILITIES GRANT	R 13 590	R -	R -	R -	R -	R -	R 13 589.68
INTEGRATED NATIONAL ELECTRIFICATION PROGRAMME (INEP)	R 326 520	R -	R 263 084	R -	R -	R -	R 63 435.55
FINANCIAL MANAGEMENT GRANT (FMG)	R -	R 1 950 000	R 1 950 000	R -	R -	R -	R -
PROVINCIALIZATION OF LIBRARY GRANT	R -	R 12 418 000	R 25 988 081	R -	R 13 570 081	R -	R -
CYBER CADET GRANT	R -	R 1 524 000	R 2 216 361	R -	R 692 361	R -	R -
COMMUNITY LIBRARIES GRANT (MOB)	R -	R 324 000	R 243 000	R -	R -	R -	R 81 000.00
MUSEUM GRANT	R -	R 476 000	R 2 753 559	R -	R 2 277 559	R -	R -
MODULAR LIBRARIES GRANT	R -	R 715 000	R 841 229	R -	R -	R -	R 126 229.00
AIRPORT GRANT	R 3 763 374	R 2 000 000	R -	R 2 486 022	R -	R -	R 3 277 351.50
COGTA ELECT GRANT	R 784 811	R -	R -	R -	R -	R -	R 784 810.61
MARKET STALLS GRANT	R 2 452 315	R -	R -	R 529 812	R -	R -	R 1 922 503.18
TOTAL	R 8 541 272	R 219 815 000	R 118 043 234	R 117 242 497	R 16 540 001	R -	R 9 610 540

Transfers and Grants Receipts

The total grants received to date for period ending 30 June 2024 amounts to R219 million, which include R88.8 million from Integrated Urban Development Grant, R24.1 million from Neighborhood Development Grant, R5 million from EPWP, R1.95 million from FMG, R82.3 million disaster recovery grant, R 476 thousand from Museum Grant, R2 million from Airport Grant, R715 thousand from MODULAR LIBRARIES GRANT libraries grant (MOB),R1 5 million received from Community libraries grant (MOB) and R324 000 received from Cyber Cadet grant and R12 418 000 received from Provincialization of Library Grant.

Opening Balances -Grant Register

The total unspent grant as of 30 June 2024 is **R 8 541 271**.

They are shown on the register as the Opening balances. Following is the list of the unspent grants:

- Neighborhood Grant – R1 200 663
- 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

5.8 Transfers and Grants Expenditure



KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER

KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER JUNE 2024							
Name of grant	Opening Balance as at	Receipts	Expenditure: Operating (Revenue Recognised)/GRAP 23	Expenditure: Capital (Revenue Recognised)/GRAP 23	Internally Funded	Closing Balance as at	
INTEGRATED URBAN DEVELOPMENT (IUDG)	R -	R 88 848 000	R -	R 88 848 000	R -	R -	R -
NEIGHBOURHOOD GRANT	R 1 200 663	R 24 178 000	R -	R 25 378 663	R -	R -	R -
EXPANDED PUBLIC WORKS PROGRAMME (EPWP)	R -	R 5 084 000	R 5 084 000	R -	R -	R -	R -
MUNICIPAL DISASTER RECOVERY	R -	R 82 298 000	R 78 703 922	R -	R -	R -	R 3 594 078.00
INTERMODAL FACILITIES GRANT	R 13 590	R -	R -	R -	R -	R -	R 13 589.68
INTEGRATED NATIONAL ELECTRIFICATION PROGRAMME (INEP)	R 326 520	R -	R 263 084	R -	R -	R -	R 63 435.55
FINANCIAL MANAGEMENT GRANT (FMG)	R -	R 1 950 000	R 1 950 000	R -	R -	R -	R -
PROVINCIALIZATION OF LIBRARY GRANT	R -	R 12 418 000	R 25 988 081	R -	R 13 570 081	R -	R -
CYBER CADET GRANT	R -	R 1 524 000	R 2 216 361	R -	R 692 361	R -	R -
COMMUNITY LIBRARIES GRANT (MOB)	R -	R 324 000	R 243 000	R -	R -	R -	R 81 000.00
MUSEUM GRANT	R -	R 476 000	R 2 753 559	R -	R 2 277 559	R -	R -
MODULAR LIBRARIES GRANT	R -	R 715 000	R 841 229	R -	R -	R -	R 126 229.00
AIRPORT GRANT	R 3 763 374	R 2 000 000	R -	R 2 484 022	R -	R -	R 3 277 351.50
COGTA ELECT GRANT	R 784 811	R -	R -	R -	R -	R -	R 784 810.61
MARKET STALLS GRANT	R 2 452 315	R -	R -	R 529 812	R -	R -	R 1 922 503.18
TOTAL	R 8 541 272	R 219 815 000	R 118 043 236	R 117 242 497	R 14 540 001	R -	R 9 610 540

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 June 2024, there is R118 043 236 operating expenditure recorded and capital expenditure amounting to R117 242 497.

Grant's expenditure

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

An amount of R88.8 million has been received to date for the IUDG. This is a capital grant and the YTD actual for the period ended 30 June 2024 is R88.8 million and has been spent on various capital projects.

- **Neighborhood Development Partnership Grant**

An amount of R24 178 000 has been received for the Neighborhood 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 June 2024 is R25.3 million.

- **Expanded Public Works Programme**

An amount of R5 084 000 has been received for the EPWP grant. This is an operational grant and the YTD actual for the period ended 30 June 2024 is R5 084 000.

- **Finance Management Grant**

An amount of R1 950 000 has been received for the FMG grant. This is an operational grant and the YTD actual for the period ended 30 June 2024 is R R1 950 000.

- **Museum Subsidy Grant**

An amount of R476 000 has been received for the museum grant. This is an operational grant and the YTD actual for the period ended 30 June 2024 is R2 753 559 with R2 277 559 being internally funded.

- **Disaster Recovery Grant**

An amount of R82 298 000 has been received for the disaster grant. This is an operational grant and the YTD actual for the period ended 30 June 2024 is R78 703 922.

- **Provincialization of Library Grant**

An amount of R12 418 000 has been received for Provincialization of Library Grant. This is an operational grant and the YTD actual for the period of 30 June 2024 is R25 988 081, with R13 570 01 being internally funded.

- **Cyber Cadet Grant**

An amount of R324 000 has been received for Cyber Cadet Grant. This is an operational grant and the YTD actual for the period of 30 June 2024 is R2 216 361, with R6 92 361 being internally funded.

- **Community Libraries Grant**

An amount of R1 524 000 has been received for Community Libraries Grant. This is an operational grant and the YTD actual for the period of 30 June 2024 is R 243 000..

- **Modular Libraries Grant**

An amount of R715 000 has been received for Modular Libraries Grant. This is an operational grant and the YTD actual for the period of 30 June 2024 is R 841 229.

5.9 Salaries Expenditure details

KZN216 Ray Nkonyeni - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M12 - June

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		A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		26 688	19 040	27 782	1 529	25 737	27 782	(2 045)	-7%	27 782
Pension and UIF Contributions		-	758	758	69	763	758	5	1%	758
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		2 880	2 815	3 192	254	3 000	3 192	(192)	-6%	3 192
Housing Allowances		-	5 953	5 953	728	7 662	5 953	1 709	29%	5 953
Other benefits and allowances		-	2 599	2 599	259	3 020	2 599	421	16%	2 599
Sub Total - Councillors		29 567	31 164	40 283	2 838	40 181	40 283	(102)	0%	40 283
% increase	4		5.4%	36.2%						36.2%
Senior Managers of the Municipality										
Basic Salaries and Wages		3 690	3 946	3 621	204	2 720	3 621	(900)	-25%	3 621
Pension and UIF Contributions		146	192	133	8	84	133	(49)	-37%	133
Medical Aid Contributions		198	230	134	4	64	134	(71)	-53%	134
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		960	1 059	1 059	-	823	1 059	(236)	-22%	1 059
Motor Vehicle Allowance		838	1 060	928	61	685	928	(243)	-26%	928
Cellphone Allowance		87	114	92	6	66	92	(26)	-28%	92
Housing Allowances		2 655	3 275	2 243	111	1 474	2 243	(769)	-34%	2 243
Other benefits and allowances		1	1	1	0	0	1	(0)	-32%	1
Payments in lieu of leave		327	332	260	8	(120)	260	(380)	-146%	260
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		76	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		8 978	10 209	8 470	401	5 797	8 470	(2 674)	-32%	8 470
% increase	4		13.7%	-5.7%						-5.7%
Other Municipal Staff										
Basic Salaries and Wages		274 917	289 060	294 216	23 881	288 627	294 216	(5 589)	-2%	294 216
Pension and UIF Contributions		50 977	50 460	54 484	4 401	52 631	54 484	(1 853)	-3%	54 484
Medical Aid Contributions		20 084	20 668	21 909	1 817	21 327	21 909	(582)	-3%	21 909
Overtime		21 821	18 985	22 020	1 959	23 754	22 020	1 734	8%	22 020
Performance Bonus		22 443	22 473	24 034	2 830	22 760	24 034	(1 274)	-5%	24 034
Motor Vehicle Allowance		18 911	18 975	21 168	1 796	20 192	21 168	(975)	-5%	21 168
Cellphone Allowance		1 021	1 007	1 047	82	994	1 047	(53)	-5%	1 047
Housing Allowances		4 152	4 059	3 430	241	3 224	3 430	(206)	-6%	3 430
Other benefits and allowances		5 224	6 038	5 441	465	5 894	5 441	452	8%	5 441
Payments in lieu of leave		4 871	22 480	5 668	1 421	22 912	5 668	17 244	304%	5 668
Long service awards		4 268	2 751	3 620	750	5 189	3 620	1 569	43%	3 620
Post-retirement benefit obligations		17 103	15 852	17 343	411	4 513	17 343	(12 829)	-74%	17 343
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		638	912	1 523	69	1 212	1 523	(311)	-20%	1 523
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		446 442	473 720	475 904	40 122	473 228	475 904	(2 675)	-1%	475 904
% increase	4		6.1%	6.6%						6.6%
Total Parent Municipality		484 987	515 094	524 657	43 361	519 206	524 657	(5 451)	-1%	524 657

Councillors Remuneration

The annual budget is R40.28 million with a monthly budget of R2.8 million. The YTD actual performance stands at R40.1 million which is in line with the budget.

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 R5.7 million and a YTD budget of R8.4 million. The variance of R2.6 million is attributed to the vacant post of senior management.

Other Municipal Staff

The annual budget is R475.4 million with a monthly budget of 40.1 million. The YTD actual of R473.7 million is in line with the YTD budget of R475.9million for this item.

5.10 Long-term Loans

RAY NKONYENI MUNICIPALITY
LONG TERM LOANS REGISTER : 30 June 2024



DETAILS	%	REDEEMABLE	PROJECT NUMBER	CAPITAL OPENING BALANCE 01 June 2024	LOAN ADVANCE	LOAN INTEREST CHARGED	INTEREST PAID	LOAN REPAYMENT	CLOSING BALANCE 30 June 2024
				R				R	R
DBSA	9.36%	31-Mar-31	'81007684	-R 10 104 501.31		-R 238 388.72	R 238 388.72	R 278 892.51	-R 9 827 608.80
DBSA	12.67%	22-Nov-30	'81007781	-R 7 361 624.88		-R 235 058.89	R 235 058.89	R 179 209.15	-R 7 182 415.53
TOTAL DBSA LOANS				-R 17 466 125.99	R	-R 473 447.61	R 473 447.61	R 456 101.66	-R 17 010 024.33
TOTAL LOANS				-R 17 466 125.99	R	-R 473 447.61	R 473 447.61	R 456 101.66	-R 17 010 024.33

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 R17 million as of 30 June 2024. 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 1st month of the financial year.

ANNEXURE B: PROGRAMME/PROJECTS DESCRIPTION

PROJECTS TO BE INCLUDED IN RNLM BUDGET						
	<u>Year 1</u>	<u>Year 2</u>	<u>Year 3</u>	<u>Totals</u>	<u>Year 4</u>	<u>Total</u>
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	
					-	
Totals	R 3,500,000.00	R 8,476,000.00	R 7,976,000.00	R 19,952,000.00	21,452,000.00	41,404,000.00

5.11 Performance Indicators

KZN216 Ray Nkonyeni - Supporting Table SC2 Monthly Budget Statement - performance indicators - M12 - June

Description of financial indicator	Basis of calculation	Ref	2022/23	Budget Year 2023/24			
			Approved Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<u>Borrowing Management</u>							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		-0.7%	9.2%	8.9%	0.1%	3.7%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		3.0%	13.8%	12.2%	2.4%	14.6%
<u>Safety of Capital</u>							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/		14.9%	14.0%	15.1%	12.1%	15.1%
Gearing	Long Term Borrowing/ Funds & Reserves		0.0%	0.0%	0.0%	0.0%	0.0%
<u>Liquidity</u>							
Current Ratio	Current assets/current liabilities	1	186.2%	192.3%	166.4%	207.9%	166.4%
Liquidity Ratio	Monetary Assets/Current Liabilities		28.9%	12.1%	15.1%	16.7%	15.1%
<u>Revenue Management</u>							
Annual Debtors Collection Rate	Last 12 Mths Receipts/ Last 12 Mths Billing		41.6%	0.0%	0.0%	0.0%	0.0%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		0.0%	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%
<u>Creditors Management</u>							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
<u>Funding of Provisions</u>							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
<u>Other Indicators</u>							
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		40.4%	38.7%	37.0%	38.2%	37.0%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		5.1%	15.5%	14.6%	13.9%	14.6%
Interest & Depreciation	I&D/Total Revenue - capital revenue		10.5%	9.2%	9.2%	0.1%	3.8%
<u>IDP regulation financial viability indicators</u>							
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 June 2024 and the indicators are broken down below.

Borrowing Management

The outstanding amount in the loan from DBSA is currently sitting at R17 010 024.23 as of 30 June 2024.

Liquidity

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

Budgeted Current Ratio: R641 156/R385 277= **1.66:1**

Actual Current Ratio as of 30 June 2024: R834 930/R401 543= **2.07:1**

The 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 R1.66: R1 ratio and the actual ratio as of 30 June 2024 is: R2.07: R1 which is above the norm.

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

Budgeted Acid test Ratio: (R641 156-R 14 612)/R385 277 =**1.62:1**

Actual Acid test Ratio as 30 June 2024: : (R834 930-R11 251)/R 431 609 = **1.9:1**

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



RAY NKONYENI MUNICIPALITY
INVESTMENT REGISTER FOR THE PERIOD ENDING 30/06/2024

ACCOUNT NO	INVESTMENT DETAILS		CURRENT MONTH						YTD					
	INSTITUTION & TYPE	PROJECT NAME / DETAILS	MONTHLY OPENING BALANCES	INTEREST INVESTED	BANK CHARGES	DEPOSIT	WITHDRAWALS	CURRENT BALANCE	INVESTMENT BALANCES AS AT	INTEREST	BANK DEPOSITS	CHARGES	INVESTMENT WITHDRAWALS	BALANCE AS AT
			30/06/2024	30/06/2024	30/06/2024	30/06/2024	30/06/2024	01/07/2023	01/07/2023				30/06/2024	
378692984911	STANDARD BANK - CALL	LOUSHANA HSG	10 832 903.40	72 896.33	-	-	-	10 907 810.73	10 042 488.82	965 449.91	-	-	-	10 987 918.73
378692984903	STANDARD BANK - CALL	KEMANKWE 1 HSG	697 626.10	4 886.16	-	-	-	702 516.37	648 777.71	58 738.66	-	-	-	762 516.37
378692984904	STANDARD BANK - CALL	KEMANKWE 2 HSG	1 157 460.82	8 110.15	-	-	-	1 165 570.40	1 073 592.36	92 478.04	-	-	-	1 165 570.40
378692984905	STANDARD BANK - CALL	BNHOSOTI SUB-HSG	387 635.84	2 676.97	-	-	-	370 110.91	310 745.77	20 365.14	-	-	-	370 110.91
378692984906	STANDARD BANK - CALL	BNHOSOTI EST-HSG	15 251.32	54.02	-	-	-	13 305.34	12 670.67	625.67	-	-	-	13 305.34
378692984907	STANDARD BANK - CALL	DAMAGED HSGS	84 883.31	282.00	-	-	-	85 265.40	80 850.67	4 415.33	-	-	-	85 265.40
378692984908	STANDARD BANK - CALL	UPLANDS HSG	84 797.35	351.70	-	-	-	85 179.05	80 768.21	4 410.84	-	-	-	85 179.05
378692984729	STANDARD BANK - CALL	MKHOLOMBE HSG	1 830 182.60	11 486.12	-	-	-	1 850 915.81	1 619 680.33	130 961.89	-	-	-	1 680 915.81
378692984310	STANDARD BANK - CALL	AIDS PROJECT	162 985.93	1 141.88	-	-	-	164 107.81	151 687.35	12 020.55	-	-	-	164 107.81
378692984312	STANDARD BANK - CALL	MASINENDE HSG	6 419 782.43	44 082.24	-	-	-	6 464 734.67	34 328 112.24	3 496 622.43	-	-	-30 389 000.00	6 464 734.67
378692984913	STANDARD BANK - CALL	KWAMAVUNDLA HSG	275 919.61	1 833.33	-	-	-	277 852.94	255 667.68	22 045.26	-	-	-	277 852.94
378692984914	STANDARD BANK - CALL	KWAKOLO HOUSING	13 103 167.77	91 911.92	-	-	-	13 194 979.89	12 159 071.16	1 045 908.99	-	-	-	13 194 979.89
378692984915	STANDARD BANK - CALL	KWADWALINE HOUSING	593 087.32	4 199.98	-	-	-	597 047.20	559 412.16	47 434.05	-	-	-	597 047.20
			35 435 187.21	247 884.11	-	-	-	35 689 091.32	61 239 524.58	4 966 476.46	-	-	-30 389 000.00	35 689 091.32
74373852519	INVESTEC - CALL	MINDA (HOUSING DEVELOPMENT FUND)	-	-	-	-	-	-	10 811 633.70	680 977.75	-	-	-11 620 611.84	-
			-	-	-	-	-	-	10 811 633.70	680 977.75	-	-	-11 620 611.84	-
378692984916	STANDARD BANK-CALL	RNM- UNSPENT CONDITIONAL GRANTS	55 860.92	250.11	-	-	-	55 614.03	51 758.71	4 055.32	-	-	-	55 614.03
378692984917	STANDARD BANK-CALL	RNM-ACCREDITATION FUNDS	12 278.07	60.06	-	-	-	12 338.73	11 448.99	881.74	-	-	-	12 338.73
			67 642.59	300.17	-	-	-	68 142.76	63 205.70	4 937.06	-	-	-	68 142.76
6272514151	FNB - CALL	RNM - PRIMARY INVESTMENT A/C	53 150 916.34	351 653.82	-	27 000 000.00	-50 000 000.00	522 800.26	7 529 242.03	6 655 385.23	934 700 000.00	-	-849 761 727.00	522 800.26
			53 150 916.34	351 653.82	-	27 000 000.00	-50 000 000.00	522 800.26	7 529 242.03	6 655 385.23	934 700 000.00	-	-849 761 727.00	522 800.26
7487385251516	FNB	FNB- 48 HOUR CASH ACCELERATOR	3 884 995.24	23 654.49	-	-	-	3 910 859.73	3 608 787.19	204 192.57	-	-	-	3 910 859.73
			3 884 995.24	23 654.49	-	-	-	3 910 859.73	3 608 787.19	204 192.57	-	-	-	3 910 859.73
67881000795	INDEBANK	RESERVES INVESTMENT ACCOUNT	50 609 280.47	303 207.12	-	-	-30 000 000.00	20 909 487.59	27 133 907.16	2 746 032.63	21 917 437.00	-	-30 000 000.00	20 909 487.59
			50 609 280.47	303 207.12	-	-	-30 000 000.00	20 909 487.59	27 133 907.16	2 746 032.63	21 917 437.00	-	-30 000 000.00	20 909 487.59
		GRAND TOTAL RNM INVESTMENT + INTEREST	143 146 201.85	933 158.81	-	27 000 000.00	-10 000 000.00	61 965 701.60	110 484 321.50	16 688 911.70	934 700 000.00	-	-991 647 338.54	143 635 551.66

The Investment register as of 30 June 2024 has the closing balance of R 143.1 million, with R1.2 million total interest earned for the month from which R 684 604.35 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 - M12 - June

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	486 141	509 406	509 406	(411)	508 008	509 406	(1 398)	0%	509 406
Service charges	212 429	245 147	245 147	15 565	250 760	245 147	5 612	2%	245 147
Investment revenue	10 845	8 511	11 275	731	11 614	11 275	339	3%	11 275
Transfers and subsidies - Operational	285 417	390 026	390 741	25 902	385 654	390 741	(5 087)	-1%	390 741
Other own revenue	132 063	98 017	151 090	7 722	99 441	151 090	(51 649)	-34%	-
Total Revenue (excluding capital transfers and contributions)	1 126 895	1 251 108	1 307 659	49 510	1 255 476	1 307 659	(52 183)	-4%	1 307 659
Employee costs	455 419	483 929	484 374	40 523	479 025	484 374	(5 349)	-1%	484 374
Remuneration of Councillors	29 567	31 164	40 283	2 838	40 181	40 283	(102)	0%	40 283
Depreciation and amortisation	94 294	104 756	110 770	-	79 998	110 770	(30 772)	-28%	110 770
Interest	24 062	9 958	9 960	0	1 465	9 960	(8 495)	-85%	9 960
Inventory consumed and bulk purchases	119 244	168 819	166 558	12 445	140 607	166 558	(25 952)	-16%	166 558
Transfers and subsidies	14 465	13 838	15 930	60	15 664	15 930	(266)	-2%	15 930
Other expenditure	426 555	440 726	524 306	53 141	461 223	524 306	(63 083)	-12%	524 306
Total Expenditure	1 163 606	1 253 191	1 352 181	109 006	1 218 162	1 352 181	(134 019)	-10%	1 352 181
Surplus/(Deficit)	(36 711)	(2 083)	(44 522)	(59 497)	37 314	(44 522)	81 836	-184%	(44 522)
Transfers and subsidies - capital (monetary allocations)	185 621	109 848	122 442	15 112	115 831	122 442	(6 612)	-5%	122 442
Transfers and subsidies - capital (in-kind)	1 490	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers &	150 400	107 765	77 921	(44 384)	153 145	77 921	75 224	97%	77 921
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	150 400	107 765	77 921	(44 384)	153 145	77 921	75 224	97%	77 921
Capital expenditure & funds sources									
Capital expenditure	212 244	154 893	175 176	27 299	146 600	175 176	(28 576)	-16%	175 176
Capital transfers recognised	161 075	95 520	106 434	12 951	101 750	106 434	(4 684)	-4%	106 434
Borrowing	6 412	21 452	21 452	643	643	21 452	(20 809)	-97%	21 452
Internally generated funds	44 758	37 921	47 290	13 706	44 207	47 290	(3 083)	-7%	47 290
Total sources of capital funds	212 244	154 893	175 176	27 299	146 600	175 176	(28 576)	-16%	175 176
Financial position									
Total current assets	735 851	645 023	641 156	-	834 930	-	-	-	641 156
Total non current assets	2 162 440	2 037 876	2 061 797	-	2 229 506	-	-	-	2 061 797
Total current liabilities	395 179	335 379	385 277	-	401 543	-	-	-	385 277
Total non current liabilities	189 711	158 975	158 975	-	196 345	-	-	-	158 975
Community wealth/Equity	2 313 400	2 188 546	2 158 701	-	2 466 548	-	-	-	2 158 701
Cash flows									
Net cash from (used) operating	45 732	95 608	197 333	(45 998)	271 903	189 835	(82 068)	-43%	197 333
Net cash from (used) investing	242 572	(168 358)	(192 400)	(29 552)	(168 468)	(161 114)	7 354	-5%	(192 400)
Net cash from (used) financing	(31 987)	(18 414)	32 117	(5 848)	(51 726)	(24 605)	27 121	-110%	32 117
Cash/cash equivalents at the month/year end	388 010	40 427	168 641	-	165 961	135 707	(30 254)	-22%	151 301
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	23 741	12 698	22 502	18 433	16 587	15 252	14 836	478 389	602 438
Creditors Age Analysis									
Total Creditors	2 822	21	-	-	-	-	-	5	2 848

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) - M12 - June

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		153 095	182 436	182 436	15 831	187 331	182 436	4 895	3%	182 436
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		59 334	62 711	62 711	(266)	63 429	62 711	717	1%	62 711
Sale of Goods and Rendering of Services		25 874	9 571	45 184	1 146	16 749	45 184	(28 436)	-63%	45 184
Agency services		5 341	5 371	6 248	478	5 898	6 248	(350)	-6%	6 248
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		6 461	6 982	8 340	720	8 378	8 340	37	0%	8 340
Interest from Current and Non Current Assets		10 845	8 511	11 275	731	11 614	11 275	339	3%	11 275
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		4 686	3 498	4 975	288	4 266	4 975	(709)	-14%	4 975
Licence and permits		596	636	637	38	598	637	(39)	-6%	637
Operational Revenue		3 673	1 106	1 230	273	1 159	1 230	(71)	-6%	1 230
Non-Exchange Revenue										
Property rates		486 141	509 406	509 406	(411)	508 008	509 406	(1 398)	0%	509 406
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		23 969	31 062	34 529	1 478	20 608	34 529	(13 922)	-40%	34 529
Licence and permits		7 734	9 628	9 628	551	9 064	9 628	(564)	-6%	9 628
Transfers and subsidies - Operational		285 417	390 026	390 741	25 902	385 654	390 741	(5 087)	-1%	390 741
Interest		28 075	30 164	30 164	2 748	32 216	30 164	2 052	7%	30 164
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	652	-	-	652	(652)	-100%	652
Other Gains		25 653	-	9 503	3	506	9 503	(8 997)	-95%	9 503
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		1 126 895	1 251 108	1 307 659	49 510	1 255 476	1 307 659	(52 183)	-4%	1 307 659
Expenditure By Type										
Employee related costs		455 419	483 929	484 374	40 523	479 025	484 374	(5 349)	-1%	484 374
Remuneration of councillors		29 567	31 164	40 283	2 838	40 181	40 283	(102)	0%	40 283
Bulk purchases - electricity		107 470	158 320	153 320	12 091	127 809	153 320	(25 511)	-17%	153 320
Inventory consumed		11 774	10 499	13 238	354	12 798	13 238	(440)	-3%	13 238
Debt impairment		19 926	-	32 571	-	-	32 571	(32 571)	-100%	32 571
Depreciation and amortisation		94 294	104 756	110 770	-	79 998	110 770	(30 772)	-28%	110 770
Interest		24 062	9 958	9 960	0	1 465	9 960	(8 495)	-85%	9 960
Contracted services		211 569	273 776	281 783	30 452	262 443	281 783	(19 340)	-7%	281 783
Transfers and subsidies		14 465	13 838	15 930	60	15 664	15 930	(266)	-2%	15 930
Irrecoverable debts written off		27 590	10 513	10 013	6 312	11 307	10 013	1 294	13%	10 013
Operational costs		161 955	156 437	199 939	16 261	188 761	199 939	(11 179)	-6%	199 939
Losses on Disposal of Assets		5 320	-	-	-	(1 404)	-	(1 404)	#DIV/0!	-
Other Losses		197	-	-	116	116	-	116	#DIV/0!	-
Total Expenditure		1 163 606	1 253 191	1 352 181	109 006	1 218 162	1 352 181	(134 019)	-10%	1 352 181
Surplus/(Deficit)		(36 711)	(2 083)	(44 522)	(59 497)	37 314	(44 522)	81 836	-184%	(44 522)
Transfers and subsidies - capital (monetary allocations)		185 621	109 848	122 442	15 112	115 831	122 442	(6 612)	-5%	122 442
Transfers and subsidies - capital (in-kind)		1 490	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		150 400	107 765	77 921	(44 384)	153 145	77 921			77 921
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		150 400	107 765	77 921	(44 384)	153 145	77 921			77 921
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		150 400	107 765	77 921	(44 384)	153 145	77 921			77 921
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		150 400	107 765	77 921	(44 384)	153 145	77 921			77 921

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 June 2024. The full year forecast provides a guideline in terms of overall performance, and it gives an overview of 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) - M12 - June

Vote Description	Ref	2022/23			Budget Year 2023/24					
		Audited	Original	Adjusted	Monthly actual	YearTD actual	YearTD	YTD	YTD %	Full Year
R thousands	1									
Multi-Year expenditure appropriation	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		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - Mayor and Council		298	-	-	-	-	-	-	-	-
Vote 2 - Finance and Administration		3 938	3 801	4 008	246	3 396	4 008	(612)	-15%	4 008
Vote 3 - Internal Audit		676	200	220	5	194	220	(26)	-12%	220
Vote 4 - Community and Social Services		379	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		1 613	4 340	995	13	442	995	(554)	-56%	995
Vote 7 - Housing		229	180	189	39	127	189	(62)	-33%	189
Vote 8 - Health		-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		109 489	115 220	115 918	15 333	110 565	115 918	(5 353)	-5%	115 918
Vote 10 - Road Transport		77 794	7 200	31 594	11 020	30 443	31 594	(1 151)	-4%	31 594
Vote 11 - Environment Protection		389	500	300	-	292	300	(8)	-3%	300
Vote 12 - Energy Sources		13 778	22 952	21 452	643	643	21 452	(20 809)	-97%	21 452
Vote 13 - Other		(843)	-	-	-	-	-	-	-	-
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		4 505	500	500	-	499	500	(1)	0%	500
Total Capital single-year expenditure	4	212 244	154 893	175 176	27 299	146 600	175 176	(28 576)	-18%	175 176
Total Capital Expenditure		212 244	154 893	175 176	27 299	146 600	175 176	(28 576)	-18%	175 176

This table provides an overview of actuals to date of the capital expenditure on monthly basis of the municipality for the period ended 30 June 2024.

6.4 Statement Cash Flow

KZN216 Ray Nkonyeni - Table C7 Monthly Budget Statement - Cash Flow - M12 - June

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										
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		462 432	483 936	483 936	16 838	467 081	506 248	(39 166)	-8%	483 936
Service charges		232 464	232 890	232 890	21 059	269 087	274 989	(5 903)	-2%	232 890
Other revenue		86 694	26 628	29 263	13 143	101 579	54 408	47 171	87%	29 263
Transfers and Subsidies - Operational		291 700	390 290	426 030	32	363 720	336 888	26 831	8%	426 030
Transfers and Subsidies - Capital		184 599	109 848	119 163	-	153 568	132 163	21 405	16%	119 163
Interest		10 332	8 511	11 275	665	10 629	11 916	(1 287)	-11%	11 275
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(1 221 166)	(1 131 649)	(1 130 069)	(97 736)	(1 092 304)	(1 098 797)	6 493	-1%	(1 130 069)
Interest		(1 324)	(9 958)	9 958	-	(1 457)	(10 818)	9 361	-87%	9 958
Transfers and Subsidies		-	(14 888)	14 888	-	-	(17 163)	17 163	-100%	14 888
NET CASH FROM/(USED) OPERATING ACTIVITIES		45 732	95 608	197 333	(45 996)	271 903	189 835	(82 068)	-43%	197 333
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		242 572	(168 358)	(192 400)	(29 552)	(168 468)	(161 114)	(7 354)	5%	(192 400)
NET CASH FROM/(USED) INVESTING ACTIVITIES		242 572	(168 358)	(192 400)	(29 552)	(168 468)	(161 114)	7 354	-5%	(192 400)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	9 000	(9 000)	-100%	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-
Payments										
Repayment of borrowing		(31 987)	(18 414)	32 117	(5 848)	(51 726)	(33 605)	(18 121)	54%	32 117
NET CASH FROM/(USED) FINANCING ACTIVITIES		(31 987)	(18 414)	32 117	(5 848)	(51 726)	(24 605)	27 121	-110%	32 117
NET INCREASE/ (DECREASE) IN CASH HELD		256 317	(91 164)	37 050	(81 398)	51 709	4 116			37 050
Cash/cash equivalents at beginning:		131 693	131 591	131 591		114 251	131 591			114 251
Cash/cash equivalents at month/year end:		388 010	40 427	168 641		165 961	135 707			151 301

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 - M12 - June

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		114 251	40 427	58 137	66 916	58 137
Trade and other receivables from exchange transactions		110 482	143 554	138 590	138 561	138 590
Receivables from non-exchange transactions		353 515	333 984	308 284	427 717	308 284
Current portion of non-current receivables		-	-	-	-	-
Inventory		5 564	2 559	14 612	11 251	14 612
VAT		147 570	121 348	118 384	186 016	118 384
Other current assets		4 469	3 151	3 151	4 469	3 151
Total current assets		735 851	645 023	641 156	834 930	641 156
Non current assets						
Investments		-	-	-	-	-
Investment property		354 869	307 811	316 811	354 869	316 811
Property, plant and equipment		1 804 872	1 726 164	1 740 653	1 872 209	1 740 653
Biological assets		-	-	-	-	-
Living and non-living resources		-	-	-	-	-
Heritage assets		2 210	2 205	2 205	2 210	2 205
Intangible assets		489	1 697	2 129	219	2 129
Trade and other receivables from exchange transactions		-	-	-	-	-
Non-current receivables from non-exchange transactions		-	-	-	-	-
Other non-current assets		-	-	-	-	-
Total non current assets		2 162 440	2 037 876	2 061 797	2 229 506	2 061 797
TOTAL ASSETS		2 898 291	2 682 899	2 702 953	3 064 436	2 702 953
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Financial liabilities		17 369	28 891	15 188	(34 357)	15 188
Consumer deposits		35 315	32 846	32 846	38 297	32 846
Trade and other payables from exchange transactions		147 675	112 595	153 828	141 759	153 828
Trade and other payables from non-exchange transactions		37 945	46 376	40 295	42 369	40 295
Provision		39 844	35 473	63 923	55 720	63 923
VAT		112 191	74 576	74 576	152 917	74 576
Other current liabilities		4 839	4 622	4 622	4 839	4 622
Total current liabilities		395 179	335 379	385 277	401 543	385 277
Non current liabilities						
Financial liabilities		43 628	16 435	16 435	50 262	16 435
Provision		47 192	41 487	41 487	47 192	41 487
Long term portion of trade payables		-	-	-	-	-
Other non-current liabilities		98 891	101 052	101 052	98 891	101 052
Total non current liabilities		189 711	158 975	158 975	196 345	158 975
TOTAL LIABILITIES		584 890	494 353	544 252	597 888	544 252
NET ASSETS	2	2 313 400	2 188 546	2 158 701	2 466 548	2 158 701
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		2 313 400	2 188 546	2 158 701	2 466 548	2 158 701
Reserves and funds		-	-	-	-	-
Other		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	2 313 400	2 188 546	2 158 701	2 466 548	2 158 701

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 June 2024. Total assets are R3 billion over the total liabilities of R597.8 million, this therefore mean the municipality is still able to meet its financial obligations.