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# RAY NKONYENI MUNICIPALITY

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## TREASURY DEPARTMENT

### MONTHLY BUDGET STATEMENT FOR THE PERIOD ENDED 30 November 2024 (M05)

Prepared By: Budget and Treasury Office

# **STATEMENT OF FINANCIAL PERFORMANCE AND THE IMPLEMENTATION OF THE 2024/2025 BUDGET FOR THE PERIOD ENDING 30 November 2024**

## **1. PURPOSE**

The purpose of the report is to submit to the Mayor the statement of financial performance and implementation of the 2024/25 Budget of the Ray Nkonyeni Municipality for the period ending 30 November 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 November 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 - M05 - November

Description	Budget Year 2024/25								
	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	507 017	532 893	532 893	46 877	297 188	290 669	6 519	2%	532 893
Service charges	250 437	278 556	278 556	22 422	121 189	124 795	(3 606)	-3%	278 556
Investment revenue	11 614	11 916	11 916	844	5 280	4 965	315	6%	11 916
Transfers and subsidies - Operational	390 199	324 656	324 701	-	126 411	146 179	(19 768)	-14%	324 701
Other own revenue	169 209	122 121	123 933	10 906	42 696	52 271	(9 575)	-18%	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>1 328 475</b>	<b>1 270 142</b>	<b>1 271 998</b>	<b>81 050</b>	<b>592 763</b>	<b>618 879</b>	<b>(26 116)</b>	<b>-4%</b>	<b>1 271 998</b>
Employee costs	480 606	497 297	497 297	42 938	210 103	203 248	6 855	3%	497 297
Remuneration of Councilors	40 275	34 185	34 185	2 969	14 464	14 244	220	2%	34 185
Depreciation and amortisation	127 542	107 839	107 839	7 443	37 217	35 841	1 377	4%	107 839
Interest	23 734	11 818	11 818	1	2	4 494	(4 492)	-100%	11 818
Inventory consumed and bulk purchases	155 651	166 532	166 532	13 868	69 067	70 357	(1 290)	-2%	166 532
Transfers and subsidies	18 394	17 133	17 189	5 351	9 603	6 718	2 885	43%	17 189
Other expenditure	490 405	414 894	416 070	31 578	153 404	180 906	(27 502)	-15%	416 070
<b>Total Expenditure</b>	<b>1 336 607</b>	<b>1 249 698</b>	<b>1 250 931</b>	<b>104 149</b>	<b>493 860</b>	<b>515 807</b>	<b>(21 948)</b>	<b>-4%</b>	<b>1 250 931</b>
Surplus/(Deficit)	(8 132)	20 444	21 067	(23 099)	98 903	103 071	(4 168)	-4%	21 067
Transfers and subsidies - capital (monetary allocations)	121 022	132 163	132 685	-	5 697	55 360	(49 662)	-90%	132 685
Transfers and subsidies - capital (in-kind) contributions	-	-	-	-	-	-	-	-	-
Share of surplus/ (deficit) of associate	112 890	152 607	153 752	(23 099)	104 601	158 431	(53 830)	-34%	153 752
Surplus/ (Deficit) for the year	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	112 890	152 607	153 752	(23 099)	104 601	158 431	(53 830)	-34%	153 752
<b>Capital expenditure &amp; funds sources</b>									
Capital expenditure	263 405	187 558	188 012	9 120	42 640	78 258	(35 618)	-46%	188 012
Capital transfers recognised	159 231	114 924	115 378	7 462	28 798	47 877	(19 079)	-40%	115 378
Borrowing	-	9 000	9 000	-	252	3 600	(3 348)	-93%	9 000
Internally generated funds	44 397	63 634	63 634	1 658	13 590	26 781	(13 192)	-49%	63 634
<b>Total sources of capital funds</b>	<b>203 628</b>	<b>187 558</b>	<b>188 012</b>	<b>9 120</b>	<b>42 640</b>	<b>78 258</b>	<b>(35 618)</b>	<b>-46%</b>	<b>188 012</b>
<b>Financial position</b>									
Total current assets	783 738	833 735	834 244	-	953 751	-	-	-	834 244
Total non current assets	2 325 895	2 242 159	2 242 613	-	2 331 317	-	-	-	2 242 613
Total current liabilities	483 617	439 175	438 993	-	554 439	-	-	-	438 993
Total non current liabilities	243 390	170 711	170 711	-	243 390	-	-	-	170 711
Community wealth/Equity	2 378 703	2 466 007	2 467 152	-	2 487 239	-	-	-	2 467 152
<b>Cash flows</b>									
Net cash from (used) operating	255 638	189 835	246 513	37 365	199 827	185 298	(14 529)	-8%	246 513
Net cash from (used) investing	168 468	(161 114)	(161 568)	(7 920)	(52 983)	(168 525)	(115 542)	69%	(161 568)
Net cash from (used) financing	(42 200)	9 000	9 000	-	-	8 520	8 520	100%	9 000
<b>Cash/cash equivalents at the month/year end</b>	<b>497 527</b>	<b>151 973</b>	<b>208 197</b>	<b>-</b>	<b>213 250</b>	<b>139 544</b>	<b>(73 705)</b>	<b>-53%</b>	<b>160 351</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 Dya-1 Yr	Over 1Yr	Total
<b>Debtors Age Analysis</b>									
Total By Income Source	71 336	39 397	23 143	48 494	16 239	4 899	5 675	491 742	700 926
<b>Creditors Age Analysis</b>									
Total Creditors	704	23	-	-	-	-	-	5	732

## 5.2 Financial Performance -Revenue by Source

KZN216 Ray Nkonyeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M05 - November

Description	Ref	Budget Year 2024/25								
		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>Revenue</b>										
Exchange Revenue										
Service charges - Electricity		187 231	207 222	207 222	16 002	82 458	86 342	(3 884)	-4%	207 222
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		63 206	71 335	71 335	6 420	38 731	38 453	278	1%	71 335
Sale of Goods and Rendering of Services		49 555	22 615	22 615	1 521	6 613	8 999	(2 385)	-27%	22 615
Agency services		5 931	6 892	6 892	502	2 586	2 671	(85)	-10%	6 892
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		8 155	8 202	8 202	852	4 010	3 417	593	17%	8 202
Interest from Current and Non Current Assets		11 614	11 916	11 916	844	5 280	4 965	315	6%	11 916
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		4 146	5 203	5 826	352	2 295	2 791	(497)	-18%	5 826
Licence and permits		598	737	737	55	270	307	(37)	-12%	737
Operational Revenue		3 243	1 091	2 279	50	451	1 642	(1 191)	-73%	2 279
<b>Non-Exchange Revenue</b>										
Property sales		507 017	532 893	532 893	46 877	297 188	290 669	6 519	2%	532 893
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		20 598	32 812	32 812	3 901	8 505	13 672	(5 167)	-38%	32 812
Licence and permits		9 060	11 956	11 956	734	3 939	4 982	(1 042)	-21%	11 956
Transfers and subsidies - Operational		390 199	324 656	324 701	-	126 411	146 179	(19 768)	-14%	324 701
Interest		31 858	32 615	32 615	2 939	14 027	13 590	438	3%	32 615
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Gains		36 066	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>1 328 475</b>	<b>1 270 142</b>	<b>1 271 998</b>	<b>81 050</b>	<b>592 763</b>	<b>618 879</b>	<b>(26 116)</b>	<b>-4%</b>	<b>1 271 998</b>
<b>Expenditure By Type</b>										
Employee related costs		480 606	497 297	497 297	42 938	210 103	203 248	6 855	3%	497 297
Remuneration of councillors		40 275	34 185	34 185	2 969	14 464	14 244	220	2%	34 185
Bulk purchases - electricity		142 880	153 550	153 550	13 055	63 043	63 979	(935)	-1%	153 550
Inventory consumed		12 771	12 982	12 982	813	6 023	6 378	(354)	-6%	12 982
Debt impairment		-	11 290	11 290	-	-	-	-	-	11 290
Depreciation and amortisation		127 542	107 839	107 839	7 443	37 217	35 841	1 377	4%	107 839
Interest		23 734	11 818	11 818	1	2	4 494	(4 492)	-100%	11 818
Contracted services		218 213	227 033	228 201	16 633	87 360	105 964	(18 603)	-18%	228 201
Transfers and subsidies		18 394	17 133	17 189	5 351	9 603	6 718	2 885	43%	17 189
Irrecoverable debts written off		74 748	5 000	5 000	760	2 708	2 083	624	30%	5 000
Operational costs		194 961	171 571	171 580	14 185	63 336	72 859	(9 523)	-13%	171 580
Losses on Disposal of Assets		2 766	-	-	-	-	-	-	-	-
Other Losses		116	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>1 336 607</b>	<b>1 249 698</b>	<b>1 250 931</b>	<b>104 149</b>	<b>493 860</b>	<b>515 807</b>	<b>(21 948)</b>	<b>-4%</b>	<b>1 250 931</b>
Surplus/(Deficit)		(8 132)	20 444	21 067	(23 099)	98 903	103 071	(4 168)	-4%	21 067
Transfers and subsidies - capital (monetary allocations)		121 022	132 163	132 685	-	5 697	55 360	(49 662)	-90%	132 685
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>112 890</b>	<b>152 607</b>	<b>153 752</b>	<b>(23 099)</b>	<b>104 601</b>	<b>158 431</b>			<b>153 752</b>
Income Tax		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after income tax</b>		<b>112 890</b>	<b>152 607</b>	<b>153 752</b>	<b>(23 099)</b>	<b>104 601</b>	<b>158 431</b>			<b>153 752</b>
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>112 890</b>	<b>152 607</b>	<b>153 752</b>	<b>(23 099)</b>	<b>104 601</b>	<b>158 431</b>			<b>153 752</b>
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>112 890</b>	<b>152 607</b>	<b>153 752</b>	<b>(23 099)</b>	<b>104 601</b>	<b>158 431</b>			<b>153 752</b>

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) - M05 - November

Description	Ref	Budget Year 2024/25								
		2023/24 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>Revenue</b>										
Exchange Revenue										
Service charges - Electricity		187 231	207 222	207 222	16 002	82 458	86 342	(3 884)	-4%	207 222
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		63 206	71 335	71 335	6 420	38 731	38 453	278	1%	71 335
Sale of Goods and Rendering of Services		49 555	22 615	22 615	1 521	6 613	8 999	(2 386)	-27%	22 615
Agency services		5 931	6 892	6 892	502	2 586	2 671	(286)	-10%	6 892
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		8 155	8 202	8 202	852	4 010	3 417	593	17%	8 202
Interest from Current and Non Current Assets		11 614	11 916	11 916	844	5 280	4 965	315	6%	11 916
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		4 146	5 203	5 826	352	2 295	2 791	(497)	-18%	5 826
Licence and permits		598	737	737	55	270	307	(37)	-12%	737
Operational Revenue		3 243	1 091	2 279	50	451	1 642	(1 191)	-73%	2 279
<b>Non-Exchange Revenue</b>										
Property rates		507 017	532 893	532 893	46 877	297 188	290 669	6 519	2%	532 893
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		20 598	32 812	32 812	3 901	8 505	13 672	(5 167)	-38%	32 812
Licence and permits		9 060	11 956	11 956	734	3 939	4 982	(1 042)	-21%	11 956
Transfers and subsidies - Operational		390 199	324 656	324 701	-	126 411	146 179	(19 768)	-14%	324 701
Interest		31 858	32 615	32 615	2 939	14 027	13 590	438	3%	32 615
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Gains		36 066	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>1 328 475</b>	<b>1 270 142</b>	<b>1 271 998</b>	<b>81 050</b>	<b>592 763</b>	<b>618 879</b>	<b>(26 116)</b>	<b>-4%</b>	<b>1 271 998</b>

## Revenue from Exchange Transactions

### Service charges - Electricity

The YTD Actual for electricity billing for the period ended 30 November 2024 is R82.4 million while the YTD Budget is R86.3 million. There is a slight variance of R3.8 million between the YTD actual and YTD budget resulting from energy consumed versus the budgeted units.

### Service charges – Waste Management

The overall YTD actual billing for refuse removals is R38.7 million and the YTD Budget billing is R38.4 million, with a variance of R 278 thousand. The YTD actual is in line with the budget as the variance is immaterial.

### Sale of goods and Rendering of Services

The YTD actual amounts to R6.6million with a YTD budget of R8.9million, with a variance of R2.3 million attributed to construction revenue funded by Integrated National Electrification Programme Grant which project implementation has not begun and revenue will be recognized based on expenditure incurred.

### **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 R6.8 million, with the YTD Budget being R2.8 million and YTD actual of R2.5 million in line with budgeted projections.

### **Interest earned from receivables from exchange transactions**

The YTD budget amounts to R3.4 million compared to the YTD actual amount of R4 million, with a variance of R593 thousand interest charged from outstanding service charges such as electricity.

### **Interest from Investments**

The YTD actual as at 30 November 2024 is R5.2 million and a YTD budget of R4.9 million. This shows a positive variance of R315 thousand since there was more interest earned than the amount anticipated mainly from the municipal investment accounts.

### **Rental from fixed assets**

Rental of facilities amounts annual budget is R5.2 million, this is the rental of fixed asset revenue such as halls, airport hangers and garages. YTD actual of R2.2 million, YTD budget of R2.7 million with a variance of R497 thousand. Rental revenue is contingent of rental applications and therefore budget versus actual will vary throughout the financial year.

### **Licenses and Permits**

Licenses and permits for exchange revenue actuals to date amounts to R270 thousand with a YTD budget of R307 thousand and there is a negative variance of R37 thousand, YTD actual is in line with budgeted projections.

## **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 R532.8 million and the YTD actual billing is R297.1 million, compared to the YTD budget of R290.6 million and the R6.5 million positive variance attributed to an increase in annual billing applications in the current year.

### **Licenses and Permits**

Licenses and permits for non-exchange revenue actuals to date amount to R3.9 million with a YTD budget of R4.9 million with a negative variance of R1 million. The YTD actual mainly comprises of public driver permits and taxi rank fees and have performed less than anticipated as permit revenue is contingent on application in each reporting period.

### **Fines**

Fines, Penalties, and forfeits are derived from building fines, illegal connections, overdue books, The YTD actual is R8.5 million with a YTD budget of R13.6 million, with a negative variance of R5.1 million. There is a 38% variance in YTD actual versus YTD budget. Fines are issued as and when infringements occur as per the municipal by laws and the budget is straight lined across 12 months which results in the variance between the budget and actual fines issued. Fines revenue budget will be reviewed in the midyear assessment and adjustments made accordingly in the adjustment budget.

### **Interest on Property Rates**

The YTD actual amounts to R14 million compared to YTD budget of R13.5 million, with a positive variance of R438 thousand. Interest on outstanding property rates is in line with budget projections.

### **Total Revenue**

The YTD Actual revenue excluding capital transfers is R592.7 million for the period ending 30 November 2024, YTD Budget is R618.8 million, the negative variance of R26 million 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) - M05 - November

Description	Ref	Budget Year 2024/25								
		2023/24 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>Expenditure By Type</b>										
Employee related costs		480 606	497 297	497 297	42 938	210 103	203 248	6 855	3%	497 297
Remuneration of councillors		40 275	34 185	34 185	2 969	14 464	14 244	220	2%	34 185
Bulk purchases - electricity		142 880	153 550	153 550	13 055	63 043	63 979	(936)	-1%	153 550
Inventory consumed		12 771	12 982	12 982	813	6 023	6 378	(354)	-6%	12 982
Debt impairment		-	11 290	11 290	-	-	-	-	-	11 290
Depreciation and amortisation		127 542	107 839	107 839	7 443	37 217	35 841	1 377	4%	107 839
Interest		23 734	11 818	11 818	1	2	4 494	(4 492)	-100%	11 818
Contracted services		218 213	227 033	228 201	16 633	87 360	105 964	(18 603)	-18%	228 201
Transfers and subsidies		18 394	17 133	17 189	5 351	9 603	6 718	2 885	43%	17 189
Irrecoverable debts written off		74 748	5 000	5 000	760	2 708	2 083	624	30%	5 000
Operational costs		194 561	171 571	171 580	14 185	63 336	72 859	(9 523)	-13%	171 580
Losses on Disposal of Assets		2 766	-	-	-	-	-	-	-	-
Other Losses		116	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>1 336 607</b>	<b>1 249 698</b>	<b>1 250 931</b>	<b>104 149</b>	<b>493 860</b>	<b>515 807</b>	<b>(21 948)</b>	<b>-4%</b>	<b>1 250 931</b>

### Employee related costs and Remuneration of Councillors

The YTD actuals for employee related costs amount to R210.1 million as of 30 November 2024 which comprises of salaries, bonuses and various allowances amongst other items that are directly attributable to employee remuneration. Remuneration of councilors YTD actuals are sitting at R14.4 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 November 2024 amounts to R87.3 million, the YTD Budget is R105.9 million. The negative variance of R18.6 million is mainly caused due to the fact that some projects have not commenced since the start of the financial year, e.g. Bhubhoyi Electrification Ward 20, Ncukeni Electrification, Jerusalem Electrification Ward 22, Bhabhaza Electrification Ward 8 etc. There were negotiations on construction rates with contractors appointed on the panel which led to delays in implementation of the projects, expenditure will increase in the end of the second quarter and the third quarter of the financial year.

### Inventory Consumed

YTD Inventory consumed amounts to R6 million as of 30 November 2024 with the YTD Budget being R6.3 million. The consumption of inventory is in line with budget projections.

### **Depreciation and Amortization**

YTD Actuals for Depreciation & Amortization amounts to R37.2 million as of 30 November 2024 with the YTD Budget being R35.8 million, with a positive variance of R1.3 million as depreciation is calculated based on actual assets in use in the current period.

### **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 November 2024 stands at R9.6 million with a YTD budget of R2.8 million and the positive variance of R2.8 million is attributed to the implementation of SMME projects largely now in the 2<sup>nd</sup> quarter. The annual budget for transfers and subsidies is R17.1 million.

### **Overall expenditure budget**

The overall expenditure YTD Actual is R493.8 million, YTD Budget is R515.8 million. There is R21.9 million negative variance, due to the trends of different types of expenditure as explained above such as transfers and subsidies and operational costs which reflect a large variance compared to YTD budget.

### **Surplus/ (Deficit)**

Total Revenue less Total Expenditure equals to Surplus (Deficit). YTD Surplus excluding capital transfers is R98.9 million compared to the YTD Budget surplus of R103 million due to budget spread over the months.

## 5.4 Debtors Age Analysis

KZN216 Ray Nkonyeni - Supporting Table SC3 Monthly Budget Statement - aged debtors - M05 - November

Description	NT Code	Budget Year 2024/25										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	Total	Total over 90 days			
R thousands														
<b>Debtors Age Analysis By Income Source</b>														
Trade and Other Receivables from Exchange Transactions - Water	1200	8	7	7	3	6	5	6	1 065	1 109	1 087	-	-	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	18 314	9 680	2 456	1 356	1 002	918	1 161	15 854	50 740	20 291	-	-	
Receivables from Non-exchange Transactions - Property Rates	1400	41 722	21 860	14 701	37 838	9 817	353	910	279 787	406 989	328 705	6	-	
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	0	0	0	-	-	
Receivables from Exchange Transactions - Waste Management	1600	6 360	3 496	2 391	5 601	1 877	9	1	56 332	76 066	63 820	-	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-	
Interest on Arrear Debtor Accounts	1810	3 746	3 705	3 423	3 322	3 326	3 393	3 362	126 677	151 155	140 281	-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	1 186	649	165	373	210	220	235	11 827	14 867	12 866	-	-	
<b>Total By Income Source</b>	<b>2000</b>	<b>71 336</b>	<b>39 397</b>	<b>23 143</b>	<b>48 484</b>	<b>16 239</b>	<b>4 899</b>	<b>5 675</b>	<b>491 742</b>	<b>700 926</b>	<b>567 050</b>	<b>6</b>	<b>-</b>	
2023/24 - totals only		67 768	40 528	19 636	43 663	15 428	21 383	3 804	417 140	629 571	501 439	-	-	
<b>Debtors Age Analysis By Customer Group</b>														
Organs of State	2200	2 868	3 583	886	20 243	669	407	465	40 356	69 478	62 140	-	-	
Commercial	2300	26 233	12 733	7 273	6 005	3 627	1 242	2 275	87 636	147 023	100 784	-	-	
Households	2400	42 235	23 082	14 984	22 246	11 944	3 250	2 936	363 750	484 426	404 125	6	-	
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Total By Customer Group</b>	<b>2600</b>	<b>71 336</b>	<b>39 397</b>	<b>23 143</b>	<b>48 484</b>	<b>16 239</b>	<b>4 899</b>	<b>5 675</b>	<b>491 742</b>	<b>700 926</b>	<b>567 050</b>	<b>6</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 - M05 - November

Description	NT Code	Budget Year 2024/25									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	-	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	704	23	-	-	-	-	-	-	5	732	(42)
Auditor General	0800	-	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Type</b>	<b>1000</b>	<b>704</b>	<b>23</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5</b>	<b>732</b>	<b>(42)</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) - M05 - November

Vote Description	Ref	Budget Year 2024/25								
		2023/24 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>Capital Expenditure - Functional Classification</b>										
Governance and administration		84 108	7 887	7 887	804	2 238	8 986	(1 157)	-34%	7 887
Executive and council		23	387	387	-	-	83	(83)	-100%	387
Finance and administration		63 860	7 300	7 300	804	2 238	3 263	(1 024)	-31%	7 300
Internal audit		223	210	210	-	-	50	(50)	-100%	210
Community and public safety		22 486	4 866	4 866	-	414	1 872	(1 558)	-79%	4 866
Community and social services		22 343	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	4 800	4 800	-	414	1 017	(1 503)	-78%	4 800
Housing		122	55	55	-	-	55	(55)	-100%	55
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		178 938	167 126	167 678	8 288	38 236	86 667	(26 322)	-40%	167 678
Planning and development		140 068	140 425	140 879	8 031	35 759	58 874	(22 915)	-39%	140 879
Road transport		30 270	15 900	15 900	48	3 205	6 550	(3 345)	-51%	15 900
Environmental protection		-	800	800	189	271	333	(82)	-19%	800
Trading services		498	17 987	17 987	248	762	7 140	(6 388)	-69%	17 987
Energy sources		-	15 997	15 997	-	137	6 515	(6 378)	-68%	15 997
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		498	1 400	1 400	248	815	825	(10)	-2%	1 400
Other		-	485	485	-	-	194	(194)	-100%	485
<b>Total Capital Expenditure - Functional Classification</b>	<b>3</b>	<b>283 406</b>	<b>187 668</b>	<b>188 012</b>	<b>8 120</b>	<b>42 840</b>	<b>78 268</b>	<b>(35 618)</b>	<b>-48%</b>	<b>188 012</b>
<b>Funded by:</b>										
National Government		159 231	114 490	114 943	7 482	28 798	47 808	(18 808)	-40%	114 943
Provincial Government		-	435	435	-	-	181	(181)	-100%	435
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		169 281	114 924	116 378	7 482	28 798	47 877	(19 079)	-40%	116 378
Borrowing	8	-	9 000	9 000	-	252	3 800	(3 348)	-93%	9 000
Internally generated funds		44 397	63 634	63 634	1 658	13 590	26 781	(13 192)	-49%	63 634
<b>Total Capital Funding</b>		<b>203 828</b>	<b>187 668</b>	<b>188 012</b>	<b>8 120</b>	<b>42 840</b>	<b>78 268</b>	<b>(35 618)</b>	<b>-48%</b>	<b>188 012</b>

The above table give details of YTD actual capital expenditure and the funding. The YTD Actual capital expenditure is R42.8 million, the YTD budgeted is R78.2 million and there is a variance of R35.6 million. The variance is attributed to the municipality delaying implementation of internally funded projects in the first quarter trying to build up cash reserves to improve the municipality's cash coverage, in addition grant funded capital expenditure has been limited to the tranches that have been received. R42.8 million of YTD actuals for capital expenditure, R28.7 million is funded by national grants, and R13.5 million from internally generated funds.

## 5.7 Transfers and Grants Receipts

		<b>KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER</b>					
<b>KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER</b> <b>OCTOBER 2024</b>							
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 34 487 000	R -	R 31 990 986.04	R -	R 2 496 013.96	
NEIGHBOURHOOD GRANT		R 25 000 000	R -	R 918 292.10	R -	R 24 081 707.90	
ENERGY EFFICIENT & DEMAND SIDE MANAGEMENT		R 2 000 000	R -			R 2 000 000.00	
EXPANDED PUBLIC WORKS PROGRAMME (EPWP)		R 2 278 000	R 2 278 000	R -	R 364 144		
MUNICIPAL DISASTER RESPONSE			R -	R -	R -	R -	
MUNICIPAL DISASTER RECOVERY	R 771 197	R 22 760 000	R -	R -	R -	R 23 531 197.30	
INTERMODAL FACILITIES GRANT		R -	R -	R -	R -	R -	
INTEGRATED NATIONAL ELECTRIFICATION PROGRAMME (INEP)	R 63 435	R 2 000 000	R -	R -	R -	R 2 063 435.09	
FINANCIAL MANAGEMENT GRANT (FMG)		R 1 900 000	R 1 080 928	R -	R -	R 819 072.28	
PROVINCIALIZATION OF LIBRARY GRANT		R 12 964 000	R 12 964 000	R -	R 10 998 525	R -	
CYBER CADET GRANT		R 2 120 000	R 993 750	R -	R -	R 1 126 250.15	
COMMUNITY LIBRARIES GRANT (MOB)		R 389 000	R 108 055	R -	R -	R 280 944.60	
MUSEUM GRANT		R 497 000	R 497 000	R -	R 706 738	R -	
MODULAR LIBRARIES GRANT		R 747 000	R -	R -	R -	R 747 000.00	
AIRPORT GRANT	R 43 015	R 500 000	R -	R -	R -	R 543 014.50	
MARKET STALLS GRANT	R 1 377 516	R -	R -	R -	R -	R 1 377 516.23	
<b>TOTAL</b>	<b>R 2 255 163</b>	<b>R 107 642 000</b>	<b>R 17 891 733</b>	<b>R 32 909 278</b>	<b>R 12 069 408</b>	<b>R 59 096 152</b>	

### Transfers and Grants Receipts

The total grants received to date for period ending 30 November 2024 amounts to R107.4 million, which include R34.4 million from IUDG, Neighborhood Development Grant, R25 million, R2 million from Energy Efficient and Demand Site, R2.2 million from Expanded Public Works programme, R22.7 million from Municipal Disaster Recovery, R2 Million from Integrated National Electrification Programme. R1.9 million from Financial Management, R12.9 million from Library Grant, R2.1 million from Cyber Grant, R389 thousand from Community Libraries, R497 thousand from Museum Grant, R747 from Modular Libraries and R500 thousand from Airport Grant.

## 5.8 Transfers and Grants Expenditure



**KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER**

KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER OCTOBER 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 34 487 000	R -	R 31 990 986,04	R -	R 2 496 013,96
NEIGHBOURHOOD GRANT		R 25 000 000	R -	R 918 292,10		R 24 081 707,90
ENERGY EFFICIENT & DEMAND SIDE MANAGEMENT		R 2 000 000	R -			R 2 000 000,00
EXPANDED PUBLIC WORKS PROGRAMME (EPWP)		R 2 278 000	R 2 278 000	R -	R 364 144	
MUNICIPAL DISASTER RESPONSE			R -	R -	R -	R -
MUNICIPAL DISASTER RECOVERY	R 771 197	R 22 760 000	R -	R -	R -	R 23 531 197,30
INTERMODAL FACILITIES GRANT		R -	R -	R -	R -	R -
INTEGRATED NATIONAL ELECTRIFICATION PROGRAMME (INEP)	R 63 435	R 2 000 000	R -	R -	R -	R 2 063 435,09
FINANCIAL MANAGEMENT GRANT (FMG)		R 1 900 000	R 1 050 928	R -	R -	R 849 072,28
PROVINCIALIZATION OF LIBRARY GRANT		R 12 964 000	R 12 964 000	R -	R 10 998 525	R -
CYBER CADET GRANT		R 2 120 000	R 993 750	R -	R -	R 1 126 250,15
COMMUNITY LIBRARIES GRANT (MOB)		R 389 000	R 108 055	R -	R -	R 280 944,60
MUSEUM GRANT		R 497 000	R 497 000	R -	R 706 738	R -
MODULAR LIBRARIES GRANT		R 747 000	R -	R -	R -	R 747 000,00
AIRPORT GRANT	R 43 015	R 500 000	R -	R -	R -	R 543 014,50
MARKET STALLS GRANT	R 1 377 516	R -	R -	R -	R -	R 1 377 516,23
<b>TOTAL</b>	<b>R 2 255 163</b>	<b>R 107 642 000</b>	<b>R 17 891 733</b>	<b>R 32 909 278</b>	<b>R 12 069 408</b>	<b>R 59 096 152</b>

### Transfers & 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 November 2024, Operating and Capital Expenditure have YTD actuals of R17,8 million and R32.9 million respectively.

### Grant's expenditure

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

An amount of R34.4 million has been received to date for the IUDG. This is a capital grant and the YTD actual for the period ended 30 November 2024 is R31.9 million and has been spent on various capital projects.

- **Expanded Public Works Programme (EPWP)**

An amount of R2.2 million has been received for EPWP grant. This is an operational grant to pay salaries for EPWP employees and the YTD actual for the period ended 30 November 2024 is R2.6 million of which R364 thousand is internally generated.

- **Neighborhood Development Partnership Grant**

An amount of R25 million has been received for the Neighborhood Development Partnership Grant. This is a capital grant and the YTD actual for the period ended 30 November 2024 is R918 thousand.

- **Finance Management Grant**

An amount of R 1.9 million has been received for Finance management grant. This is an operational grant and the YTD actual for the period ended 30 November 2024 is R1 million.

- **Energy Efficient and Demand Management Grant**

An amount of R 2 million has been received for Energy Efficient Grant, no expenditure has been incurred.

- **Provincialization Of Library Grant**

An amount of R12.9 million has been received for Provincialization of Library grant. This is an operational grant and the YTD actual for the period ended 30 November 2024 is R23.9 million, of which R10.9 is internally generated.

- **Cyber Cadet Grant**

An amount of R2.1 million has been received for Cyber Cadet grant. This is an operational grant and the YTD actual for the period ended 30 November 2024 is R993 thousand.

- **Community Library Grant**

An amount of R389 thousand has been received for Community Library grant. This is an operational grant and the YTD actual for the period ended 30 November 2024 is R108 thousand.

- **Museum Grant**

An amount of R497 thousand has been received for Museum grant. This is an operational grant and the YTD actual for the period ended 30 November 2024 is R1.2 million and R706 thousand Internally generated.

- **Modular Libraries Grant**

An amount of R747 thousand has been received for Modular Libraries grant, no expenditure has been incurred.

- **Municipal Disaster Recovery**

An amount of R22.7 million has been received in November for Municipal Disaster Recovery.

- **Integrated National Electrification Programme**

An amount of R2 million has been received for Integrated National Electrification Programme, no expenditure has been incurred.

- **Airport Grant**

An amount of R500 thousand has been received for the Airport, no expenditure has been incurred.

KZN216 Ray Nkonyeni - Supporting Table SG8 Monthly Budget Statement - councillor and staff benefits - M05 - November

Summary of Employee and Councillor remuneration	Ref	Budget Year 2024/25								
		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
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages		25 912	18 276	18 276	1 595	7 690	7 615	75	1%	18 276
Pension and UIF Contributions		760	755	755	66	333	315	19	6%	755
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		3 000	3 129	3 129	265	1 277	1 304	(27)	-2%	3 129
Housing Allowances		7 582	8 977	8 977	743	3 675	3 741	(66)	-2%	8 977
Other benefits and allowances		3 020	3 049	3 049	301	1 489	1 270	219	17%	3 049
<b>Sub Total - Councillors</b>		<b>40 275</b>	<b>34 185</b>	<b>34 185</b>	<b>2 969</b>	<b>14 464</b>	<b>14 244</b>	<b>220</b>	<b>2%</b>	<b>34 185</b>
% increase	4		-15.1%	-15.1%						-15.1%
<b>Senior Managers of the Municipality</b>										
Basic Salaries and Wages	3	2 720	6 584	6 584	272	1 326	2 743	(1 418)	-52%	6 584
Pension and UIF Contributions		84	90	90	18	48	38	10	27%	90
Medical Aid Contributions		64	51	51	8	25	21	4	20%	51
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		823	913	913	-	-	298	(298)	-100%	913
Motor Vehicle Allowance		685	732	732	77	327	305	22	7%	732
Cellphone Allowance		66	63	63	7	29	26	2	9%	63
Housing Allowances		1 474	1 332	1 332	121	584	555	29	5%	1 332
Other benefits and allowances		0	0	0	0	0	0	0	79%	0
Payments in lieu of leave		(120)	21	21	8	43	9	34	391%	21
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Aging and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Municipality</b>		<b>5 797</b>	<b>9 787</b>	<b>9 787</b>	<b>510</b>	<b>2 382</b>	<b>3 996</b>	<b>(1 614)</b>	<b>-40%</b>	<b>9 787</b>
% increase	4		68.8%	68.8%						68.8%
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		288 890	309 362	309 362	25 231	126 391	128 901	(2 509)	-2%	309 362
Pension and UIF Contributions		52 631	53 681	53 681	4 624	23 192	22 367	824	4%	53 681
Medical Aid Contributions		20 635	21 895	21 895	1 845	9 228	9 123	105	1%	21 895
Overtime		23 754	22 014	22 014	1 484	9 392	9 175	217	2%	22 014
Performance Bonus		23 167	23 706	23 706	3 675	12 252	9 877	2 375	24%	23 706
Motor Vehicle Allowance		20 192	20 003	20 003	1 742	8 943	8 335	608	7%	20 003
Cellphone Allowance		994	1 047	1 047	83	412	436	(24)	-5%	1 047
Housing Allowances		3 224	2 873	2 873	250	1 254	1 197	57	5%	2 873
Other benefits and allowances		5 894	5 507	5 507	476	2 393	2 294	99	4%	5 507
Payments in lieu of leave		5 537	5 907	5 907	2 335	9 714	2 461	7 253	296%	5 907
Long service awards		6 564	3 016	3 016	142	1 753	2 722	(969)	-36%	3 016
Post-retirement benefit obligations	2	21 916	17 239	17 239	439	2 154	1 838	316	17%	17 239
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Aging and post related allowance		1 212	1 263	1 263	101	643	526	117	22%	1 263
In kind benefits		-	-	-	-	-	-	-	-	-
<b>Sub Total - Other Municipal Staff</b>		<b>474 809</b>	<b>487 510</b>	<b>487 510</b>	<b>42 428</b>	<b>207 721</b>	<b>199 252</b>	<b>8 468</b>	<b>4%</b>	<b>487 510</b>
% increase	4		2.7%	2.7%						2.7%
<b>Total Parent Municipality</b>		<b>520 880</b>	<b>531 483</b>	<b>531 483</b>	<b>45 907</b>	<b>224 567</b>	<b>217 492</b>	<b>7 075</b>	<b>3%</b>	<b>531 483</b>

### Councillors Remuneration

The annual budget is R34.1 million with a monthly budget of R2.9 million. The YTD actual stands at R14.4 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 R2.3 million and a YTD budget of R3.19million, with a negative variance of R1.6 million. The variance is attributed to vacant posts of senior managers not yet filled.

## Other Municipal Staff

The annual budget is R487.5 million with a monthly budget of R42.4 million. The YTD actual of R207.7 million and YTD budget of R199.2 million, The variance will be reviewed in the midyear assessment and adjusted for accordingly in the adjustment budget.

## 5.10 Long-term Loans

RAY NKONYENI MUNICIPALITY  
LONG TERM LOANS REGISTER : 30 November 2024



DETAILS	%	REDEEMABLE	PROJECT NUMBER	CAPITAL OPENING BALANCE 01 November 2024	LOAN ADVANCE	LOAN INTEREST CHARGED	INTEREST PAID	LOAN REPAYMENT	CLOSING BALANCE 30 November 2024
				R				R	R
DBSA	R 0.09	R 47 938.00	61007684	R 9 549 224.10	R -				R 9 549 224.10
DBSA	R 0.13	R 47 809.00	61007761	R 7 002 469.76	R -				R 7 002 469.76
<b>TOTAL DBSA LOANS</b>				R 16 551 693.86	R -	R -	R -	R -	R 16 551 693.86
<b>TOTAL LOANS</b>				R 16 551 693.86	R -	R -	R -	R -	R 16 551 693.86

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 million as well as the third drawdown of R7.9 million and current loan balance is R16.5 million as of 30 November 2024. The municipality is still able to make loan repayments as and when they fall due. The capital projects funded by borrowings in the 2024/25 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**

<b>PROJECTS TO BE INCLUDED IN RNLM BUDGET</b>						
	<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	
					-	
<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 - M05 - November

Description of financial indicator	Basis of calculation	Ref	Budget Year 2024/25				
			2023/24 Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>Borrowing Management</b>							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		-1.4%	9.6%	9.6%	0.0%	3.7%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.0%	4.6%	4.6%	2.8%	21.1%
<b>Safety of Capital</b>							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/		16.6%	14.8%	14.8%	19.5%	14.8%
Gearing	Long Term Borrowing/ Funds & Reserves		0.0%	0.0%	0.0%	0.0%	0.0%
<b>Liquidity</b>							
Current Ratio	Current assets/current liabilities	1	162.1%	189.8%	190.0%	172.0%	190.0%
Liquidity Ratio	Monetary Assets/Current Liabilities		13.7%	34.4%	34.5%	26.6%	34.5%
<b>Revenue Management</b>							
Annual Debtors Collection Rate	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		38.4%	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>Creditors Management</b>							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
<b>Funding of Provisions</b>							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
<b>Other Indicators</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		36.2%	39.2%	39.1%	35.4%	39.1%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		8.1%	10.7%	10.7%	7.8%	10.7%
Interest & Depreciation	ISD/Total Revenue - capital revenue		11.4%	9.4%	9.4%	0.0%	3.6%
<b>IFP regulation financial viability indicators</b>							

The above table gives an overview of the financial indicators of the municipality for the period ended 30 November 2024 and the indicators are broken down below.

### **Borrowing Management**

The outstanding amount in the loan from DBSA is currently sitting at R16 551 693.86 as of 30 November 2024.

### **Liquidity**

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

**Budgeted Current Ratio**: R834 244 000/R438 993 000= **1.9:1**

**Actual Current Ratio as at 30 November 2024**: R953 751 000/ R554 439 000= **1.7:1**

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 R1.9: R1 ratio and the actual ratio as of 30 November 2024 is R1.7: R1 which is above the norm.

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

**Budgeted Acid test Ratio:** (R834 244 000– R11 770 000)/ R438 993 000= **1.87:1**

**Actual Acid test Ratio as 30 November 2024:** (R953 751 000– R6 795 000)/ R554 439 000= R1:1.

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 30/11/2024

ACCOUNT NO	INVESTMENT DETAILS		CURRENT MONTH					YTD						
			MONTHLY OPENING BALANCES	INTEREST GENERATED	BANK CHARGES	DEPOSITS	WITHDRAWALS	CURRENT BALANCE	INVESTMENT BALANCES AS AT	INTEREST	BANK DEPOSITS	CHARGES	INVESTMENT WITHDRAWALS	BALANCE AS AT
	INSTITUTION & TYPE	PROJECT NAME / DETAILS	30/11/2024	30/11/2024	30/11/2024	30/11/2024	30/11/2024	01/02/2024	01/02/2024				30/11/2024	
378692084811	STANDARD BANK - CALL	LOUSHANA HSG	11,709,454.92	72,951.48	-	-	-	11,282,499.38	10,937,918.23	373,857.30	680.35	-	-	11,252,499.38
378692084803	STANDARD BANK - CALL	NZIMAKWE 1 HSG	-	-	-	-	-	709,515.17	8,441.04	43.83	-	-	711,001.23	
378692084804	STANDARD BANK - CALL	NZIMAKWE 2 HSG	1,187,783.85	7,819.22	-	-	-	1,285,399.07	1,186,973.46	30,952.07	73.73	-	-	1,235,558.87
378692084805	STANDARD BANK - CALL	BHOBOBI SUB-HSG	280,348.47	2,483.03	-	-	-	382,870.50	370,113.01	12,864.51	35.08	-	-	382,870.50
378692084806	STANDARD BANK - CALL	BHOBOBI EST-HSG	-	-	-	-	-	13,305.34	89.51	0.83	-	-	12,299.89	
378692084807	STANDARD BANK - CALL	DAMAGED HSES	-	-	-	-	-	85,205.60	657.47	5.23	-	-	85,928.30	
378692084808	STANDARD BANK - CALL	UPLANDS HSG	-	-	-	-	-	1,550,812.81	10,823.81	122.85	-	-	1,524,545.17	
378692084809	STANDARD BANK - CALL	MATIDLOMIE HSG	-	-	-	-	-	154,507.81	1,815.82	10.34	-	-	169,089.87	
378692084810	STANDARD BANK - CALL	ABOS PROJ-ACCT	-	-	-	-	-	6,454,724.67	77,676.53	400.22	-	-	6,542,814.42	
378692084812	STANDARD BANK - CALL	MACSWORTH HSG	-	-	-	-	-	277,852.84	3,238.52	17.33	-	-	281,089.78	
378692084814	STANDARD BANK - CALL	KYAMAMHINDLA HSG	-	-	-	-	-	13,194,873.69	159,643.08	823.00	-	-	13,354,345.87	
378692084815	STANDARD BANK - CALL	KYAWALD HOUSING	-	-	-	-	-	527,847.20	7,182.38	37.30	-	-	605,087.80	
378692084815	STANDARD BANK - CALL	KYAWWALANGE HOUSING	12,787,633.24	83,281.71	-	-	-	12,870,812.85	35,680,031.32	704,801.26	2,725.48	-	-	35,618,045.21
378692084818	STANDARD BANK - CALL	NEOLA	14,815,941.19	87,913.87	-	-	-	14,812,855.16	396,871.71	14,785,283.45	-	-	14,812,855.16	
378692084818	STANDARD BANK - CALL	NEOLA	14,815,941.19	87,913.87	-	-	-	14,812,855.16	-	205,671.71	14,785,283.45	-	-	14,812,855.16
378692084816	STANDARD BANK-CALL	RMB-UNSPENT CONDITIONAL GRANTS	-	-	-	-	-	55,814.63	246.59	-	-	-	55,162.90	
378692084817	STANDARD BANK-CALL	RMB-ACCREDITATION FUNDS	0.00	-	-	-	-	0.00	17,218.13	89.89	-	-	17,398.53	
378692084817	STANDARD BANK-CALL	RMB-ACCREDITATION FUNDS	0.00	-	-	-	-	0.00	58,142.78	418.38	-	-	60,561.82	
02770814151	FNB - CALL	FNB - PRIMARY INVESTMENT AVG	27,822,391.25	280,343.86	-	43,803,096.83	64,728,211.80	6,274,191.11	522,096.26	2,739,763.39	37,13,960,920.00	-	309,234,494.45	5,274,181.11
02770814151	FNB - CALL	FNB - PRIMARY INVESTMENT AVG	27,822,391.25	280,343.86	-	43,803,096.83	64,728,211.80	6,274,191.11	622,906.26	2,739,763.39	37,13,960,920.00	-	309,234,494.45	5,274,181.11
14873552516	FNB	FNB - 6B FNB CASH ACCELERATOR	4,817,422.83	25,935.40	-	-	-	4,842,958.28	3,810,553.72	132,088.55	-	-	-	4,242,658.28
14873552516	FNB	FNB - 6B FNB CASH ACCELERATOR	4,817,422.83	25,935.40	-	-	-	4,842,958.28	2,810,859.72	132,088.55	-	-	-	4,642,968.28
378692084811-000030	MEDIBANK	RESERVES INVESTMENT ACCOUNT	17,656,565.19	138,089.21	-	9,650,731.25	28,387,386.44	29,903,457.53	833,227.87	64,529,570.54	-	-	59,000,636.90	20,208,285.93
378692084811-000030	MEDIBANK	RESERVES INVESTMENT ACCOUNT	17,656,565.19	138,089.21	-	9,650,731.25	28,387,386.44	29,903,457.53	873,227.87	64,530,070.74	-	-	59,000,636.90	20,208,285.93
378692084811-000037	MEDIBANK	RESERVES FIXED INVESTMENT ACCOUNT	81,003,051.84	373,255.10	-	-	-	81,201,417.80	-	1,381,417.83	80,086,000.70	-	-	81,281,417.80
378692084811-000037	MEDIBANK	RESERVES FIXED INVESTMENT ACCOUNT	81,003,051.84	373,255.10	-	-	-	81,201,417.80	-	1,381,417.83	80,086,000.70	-	-	81,281,417.80
<b>GRAND TOTAL</b>			<b>127,117,534.90</b>	<b>958,396.40</b>	<b>-</b>	<b>51,060,31.25</b>	<b>84,728,211.80</b>	<b>114,248,741.10</b>	<b>61,085,311.85</b>	<b>6,644,561.15</b>	<b>493,538,879.47</b>	<b>-</b>	<b>442,818,201.18</b>	<b>114,448,715.10</b>

Prepared by :

James Phisoa Clark

03/12/2024

Date

Checked by :

James Phisoa Clark

03/12/2024

Date

## 6.1 Monthly Budget Statement Summary

KZN216 Ray Nkonyeni - Table C1 Monthly Budget Statement Summary - M05 - November

Description	Budget Year 2024/25								
	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	507 017	532 893	532 893	46 877	297 188	290 669	6 519	2%	532 893
Service charges	250 437	278 556	278 556	22 422	121 189	124 795	(3 606)	-3%	278 556
Investment revenue	11 614	11 916	11 916	844	5 280	4 965	315	6%	11 916
Transfers and subsidies - Operational	390 199	324 656	324 701	-	126 411	146 179	(19 768)	-14%	324 701
Other own revenue	169 209	122 121	123 933	10 906	42 696	52 271	(9 575)	-18%	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>1 328 475</b>	<b>1 270 142</b>	<b>1 271 998</b>	<b>81 050</b>	<b>592 763</b>	<b>618 879</b>	<b>(26 116)</b>	<b>-4%</b>	<b>1 271 998</b>
Employee costs	480 606	497 297	497 297	42 938	210 103	203 248	6 855	3%	497 297
Remuneration of Councilors	40 275	34 185	34 185	2 969	14 464	14 244	220	2%	34 185
Depreciation and amortisation	127 542	107 839	107 839	7 443	37 217	36 841	1 377	4%	107 839
Interest	23 734	11 818	11 818	1	2	4 494	(4 492)	-100%	11 818
Inventory consumed and bulk purchases	155 651	166 532	166 532	13 868	69 067	70 357	(1 290)	-2%	166 532
Transfers and subsidies	18 394	17 133	17 189	5 351	9 603	6 718	2 885	43%	17 189
Other expenditure	490 405	414 894	416 070	31 578	153 404	180 906	(27 502)	-15%	416 070
<b>Total Expenditure</b>	<b>1 336 607</b>	<b>1 249 698</b>	<b>1 250 931</b>	<b>104 149</b>	<b>493 860</b>	<b>515 807</b>	<b>(21 948)</b>	<b>-4%</b>	<b>1 250 931</b>
Surplus/(Deficit)	(8 132)	20 444	21 067	(23 099)	98 903	103 071	(4 168)	-4%	21 067
Transfers and subsidies - capital (monetary allocations)	121 022	132 163	132 685	-	5 697	55 360	(49 662)	-90%	132 685
Transfers and subsidies - capital (in-kind) contributions	-	-	-	-	-	-	-	-	-
Share of surplus/ (deficit) of associate	112 890	152 607	153 752	(23 099)	104 601	158 431	(53 830)	-34%	153 752
Surplus/ (Deficit) for the year	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	112 890	152 607	153 752	(23 099)	104 601	158 431	(53 830)	-34%	153 752
<b>Capital expenditure &amp; funds sources</b>									
Capital expenditure	263 405	187 558	188 012	9 120	42 640	78 258	(35 618)	-46%	188 012
Capital transfers recognised	159 231	114 924	115 378	7 462	28 798	47 877	(19 079)	-40%	115 378
Borrowing	-	9 000	9 000	-	252	3 600	(3 348)	-93%	9 000
Internally generated funds	44 397	63 634	63 634	1 658	13 590	26 781	(13 192)	-49%	63 634
<b>Total sources of capital funds</b>	<b>203 628</b>	<b>187 558</b>	<b>188 012</b>	<b>9 120</b>	<b>42 640</b>	<b>78 258</b>	<b>(35 618)</b>	<b>-46%</b>	<b>188 012</b>
<b>Financial position</b>									
Total current assets	783 738	833 735	834 244	-	953 751	-	-	-	834 244
Total non current assets	2 325 895	2 242 159	2 242 613	-	2 331 317	-	-	-	2 242 613
Total current liabilities	483 617	439 175	438 993	-	554 439	-	-	-	438 993
Total non current liabilities	243 390	170 711	170 711	-	243 390	-	-	-	170 711
Community wealth/Equity	2 378 703	2 466 007	2 467 152	-	2 487 239	-	-	-	2 467 152
<b>Cash flows</b>									
Net cash from (used) operating	255 638	189 835	246 513	37 365	199 827	185 298	(14 529)	-8%	246 513
Net cash from (used) investing	168 468	(161 114)	(161 568)	(7 920)	(52 983)	(168 525)	(115 542)	69%	(161 568)
Net cash from (used) financing	(42 200)	9 000	9 000	-	-	8 520	8 520	100%	9 000
<b>Cash/cash equivalents at the month/year end</b>	<b>497 527</b>	<b>151 973</b>	<b>208 197</b>	<b>-</b>	<b>213 250</b>	<b>139 544</b>	<b>(73 705)</b>	<b>-53%</b>	<b>160 351</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 Dya-1 Yr	Over 1Yr	Total
<b>Debtors Age Analysis</b>									
Total By Income Source	71 336	39 397	23 143	48 494	16 239	4 899	5 675	491 742	700 926
<b>Creditors Age Analysis</b>									
Total Creditors	704	23	-	-	-	-	-	5	732

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) - M05 - November

Description	Ref	Budget Year 2024/25								
		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>Revenue</b>										
Exchange Revenue		187 231	207 222	207 222	16 002	82 458	86 342	(3 884)	-4%	207 222
Service charges - Electricity		-	-	-	-	-	-	-	-	-
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		63 206	71 335	71 335	6 420	38 731	38 453	278	1%	71 335
Sale of Goods and Rendering of Services		49 555	22 615	22 615	1 521	6 613	8 999	(2 386)	-27%	22 615
Agency services		5 931	6 892	6 892	502	2 586	2 871	(286)	-10%	6 892
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		8 155	8 202	8 202	852	4 010	3 417	593	17%	8 202
Interest from Current and Non Current Assets		11 614	11 916	11 916	844	5 280	4 965	315	6%	11 916
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		4 146	5 203	5 826	352	2 295	2 791	(497)	-18%	5 826
Licence and permits		598	737	737	55	270	307	(37)	-12%	737
Operational Revenue		3 243	1 091	2 279	50	451	1 642	(1 191)	-73%	2 279
<b>Non-Exchange Revenue</b>										
Property rates		507 017	532 893	532 893	46 877	297 188	290 669	6 519	2%	532 893
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		20 998	32 812	32 812	3 901	8 505	13 672	(5 167)	-38%	32 812
Licence and permits		9 060	11 956	11 956	734	3 939	4 982	(1 042)	-21%	11 956
Transfers and subsidies - Operational		390 199	324 656	324 701	-	126 411	146 179	(19 768)	-14%	324 701
Interest		31 858	32 615	32 615	2 939	14 027	13 590	438	3%	32 615
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Gains		36 066	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>1 328 475</b>	<b>1 270 142</b>	<b>1 271 998</b>	<b>81 050</b>	<b>592 763</b>	<b>618 879</b>	<b>(26 116)</b>	<b>-4%</b>	<b>1 271 998</b>
<b>Expenditure By Type</b>										
Employee related costs		480 606	497 297	497 297	42 938	210 103	203 248	6 855	3%	497 297
Remuneration of councillors		40 275	34 188	34 185	2 969	14 464	14 244	220	2%	34 185
Bulk purchases - electricity		142 880	153 550	153 550	13 055	63 043	63 979	(936)	-1%	153 550
Inventory consumed		12 771	12 982	12 982	813	6 023	6 378	(354)	-6%	12 982
Debt impairment		-	11 290	11 290	-	-	-	-	-	11 290
Depreciation and amortisation		127 542	107 839	107 839	7 443	37 217	35 841	1 377	4%	107 839
Interest		23 734	11 818	11 818	1	2	4 494	(4 492)	-100%	11 818
Contracted services		218 213	227 033	228 201	16 633	87 360	105 964	(18 603)	-18%	228 201
Transfers and subsidies		18 394	17 133	17 189	5 351	9 603	6 718	2 885	43%	17 189
Irrecoverable debts written off		74 748	5 000	5 000	760	2 708	2 083	624	30%	5 000
Operational costs		194 961	171 571	171 580	14 185	63 336	72 859	(9 523)	-13%	171 580
Losses on Disposal of Assets		2 766	-	-	-	-	-	-	-	-
Other Losses		116	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>1 336 607</b>	<b>1 249 698</b>	<b>1 250 931</b>	<b>104 149</b>	<b>493 860</b>	<b>515 807</b>	<b>(21 948)</b>	<b>-4%</b>	<b>1 250 931</b>
<b>Surplus/(Deficit)</b>		<b>(8 132)</b>	<b>20 444</b>	<b>21 067</b>	<b>(23 099)</b>	<b>98 903</b>	<b>103 071</b>	<b>(4 168)</b>	<b>-4%</b>	<b>21 067</b>
Transfers and subsidies - capital (monetary allocations)		121 022	132 163	132 685	-	5 697	55 360	(49 662)	-90%	132 685
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>112 890</b>	<b>152 607</b>	<b>153 752</b>	<b>(23 099)</b>	<b>104 601</b>	<b>158 431</b>			<b>153 752</b>
Income Tax		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after income tax</b>		<b>112 890</b>	<b>152 607</b>	<b>153 752</b>	<b>(23 099)</b>	<b>104 601</b>	<b>158 431</b>			<b>153 752</b>
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>112 890</b>	<b>152 607</b>	<b>153 752</b>	<b>(23 099)</b>	<b>104 601</b>	<b>158 431</b>			<b>153 752</b>
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>112 890</b>	<b>152 607</b>	<b>153 752</b>	<b>(23 099)</b>	<b>104 601</b>	<b>158 431</b>			<b>153 752</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 November 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) - M05 - November										
Vote Description	Ref	Budget Year 2024/25								
		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>	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		23	387	387	-	-	83	(83)	-100%	387
Vote 2 - Finance and Administration		63 800	7 300	7 300	604	2 238	3 283	(1 024)	-31%	7 300
Vote 3 - Internal Audit		223	210	210	-	-	50	(50)	-100%	210
Vote 4 - Community and Social Services		22 343	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		-	4 600	4 600	-	414	1 917	(1 503)	-78%	4 600
Vote 7 - Housing		122	55	55	-	-	55	(55)	-100%	55
Vote 8 - Health		-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		146 098	140 425	140 879	8 031	35 759	58 674	(22 915)	-39%	140 879
Vote 10 - Road Transport		30 270	15 900	15 900	48	3 205	6 550	(3 345)	-51%	15 900
Vote 11 - Environment Protection		-	800	800	189	271	333	(82)	-19%	800
Vote 12 - Energy Sources		-	15 997	15 997	-	137	6 515	(6 378)	-98%	15 997
Vote 13 - Other		-	485	485	-	-	194	(194)	-100%	485
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		496	1 400	1 400	248	615	625	(10)	-2%	1 400
<b>Total Capital single-year expenditure</b>	4	263 405	187 558	188 012	9 120	42 640	78 258	(36 618)	-48%	188 012
<b>Total Capital Expenditure</b>		263 405	187 558	188 012	9 120	42 640	78 258	(36 618)	-48%	188 012

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

## 6.4 Statement Cash Flow

KZN216 Ray Nkonyeni - Table C7 Monthly Budget Statement - Cash Flow - M05 - November

Description	Ref	Budget Year 2024/25								
		2023/24 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
Receipts										
Property rates		467 081	506 248	506 248	51 207	228 795	529 535	(300 740)	-57%	506 248
Service charges		269 087	274 989	274 989	23 714	123 526	287 639	(164 113)	-57%	274 989
Other revenue		101 579	54 408	56 491	22 400	67 680	56 911	10 789	19%	56 491
Transfers and Subsidies - Operational		363 972	336 888	336 933	1 475	149 049	339 116	(190 067)	-56%	336 933
Transfers and Subsidies - Capital		153 568	132 163	132 163	22 760	86 747	138 242	(51 495)	-37%	132 163
Interest		10 629	11 916	11 916	2 495	7 022	12 464	(5 442)	-44%	11 916
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(1 106 348)	(1 096 797)	(1 100 208)	(86 686)	(462 992)	(1 149 342)	686 350	-60%	(1 100 208)
Interest		(1 931)	(10 818)	10 818	-	-	(11 316)	11 316	-100%	10 818
Transfers and Subsidies		-	(17 163)	17 163	-	-	(17 952)	17 952	-100%	17 163
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>255 636</b>	<b>189 835</b>	<b>246 513</b>	<b>37 365</b>	<b>199 827</b>	<b>165 296</b>	<b>(14 529)</b>	<b>-8%</b>	<b>246 513</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
Payments										
Capital assets		168 468	(161 114)	(161 568)	(7 920)	(52 983)	(168 525)	115 542	-69%	(161 568)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>168 468</b>	<b>(161 114)</b>	<b>(161 568)</b>	<b>(7 920)</b>	<b>(52 983)</b>	<b>(168 525)</b>	<b>(115 542)</b>	<b>69%</b>	<b>(161 568)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	9 000	9 000	-	-	8 520	(8 520)	-100%	9 000
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-
Payments										
Repayment of borrowing		(42 200)	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>(42 200)</b>	<b>9 000</b>	<b>9 000</b>	<b>-</b>	<b>-</b>	<b>8 520</b>	<b>8 520</b>	<b>100%</b>	<b>9 000</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>381 906</b>	<b>37 721</b>	<b>93 945</b>	<b>29 444</b>	<b>146 844</b>	<b>25 293</b>			<b>93 945</b>
Cash/cash equivalents at beginning:		115 621	114 251	114 251		66 405	114 251			66 405
Cash/cash equivalents at month/year end:		497 527	151 973	208 197		213 250	139 544			160 351

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 - M05 - November

Description	Ref	Budget Year 2024/25				
		2023/24 Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	<b>1</b>					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash and cash equivalents		66 405	151 021	151 284	148 807	151 284
Trade and other receivables from exchange transactions		129 452	142 304	142 304	150 428	142 304
Receivables from non-exchange transactions		376 000	374 949	374 949	462 513	374 949
Current portion of non-current receivables		-	-	-	-	-
Inventory		10 621	11 770	11 770	6 795	11 770
VAT		196 457	149 223	149 469	182 030	149 469
Other current assets		4 802	4 469	4 469	3 178	4 469
<b>Total current assets</b>		<b>783 738</b>	<b>833 735</b>	<b>834 244</b>	<b>953 751</b>	<b>834 244</b>
<b>Non current assets</b>						
Investments		-	-	-	-	-
Investment property		395 906	354 869	354 869	395 906	354 869
Property, plant and equipment		1 927 298	1 884 927	1 885 381	1 932 769	1 885 381
Biological assets		-	-	-	-	-
Living and non-living resources		-	-	-	-	-
Heritage assets		2 348	2 210	2 210	2 348	2 210
Intangible assets		344	153	153	295	153
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>2 325 895</b>	<b>2 242 159</b>	<b>2 242 613</b>	<b>2 331 317</b>	<b>2 242 613</b>
<b>TOTAL ASSETS</b>		<b>3 109 632</b>	<b>3 075 894</b>	<b>3 076 857</b>	<b>3 285 068</b>	<b>3 076 857</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		-	-	-	-	-
Financial liabilities		31 793	11 764	11 764	1 650	11 764
Consumer deposits		38 330	35 315	35 315	39 096	35 315
Trade and other payables from exchange transactions		172 221	191 807	191 819	149 740	191 819
Trade and other payables from non-exchange transactions		41 848	37 915	37 450	136 380	37 450
Provision		40 709	50 183	50 183	55 045	50 183
VAT		152 921	112 191	112 463	172 527	112 463
Other current liabilities		5 795	-	-	-	-
<b>Total current liabilities</b>		<b>483 617</b>	<b>439 175</b>	<b>438 993</b>	<b>554 439</b>	<b>438 993</b>
<b>Non current liabilities</b>						
Financial liabilities		81 978	24 628	24 628	81 978	24 628
Provision		46 476	47 192	47 192	46 476	47 192
Long term portion of trade payables		-	-	-	-	-
Other non-current liabilities		114 936	98 891	98 891	114 936	98 891
<b>Total non current liabilities</b>		<b>243 390</b>	<b>170 711</b>	<b>170 711</b>	<b>243 390</b>	<b>170 711</b>
<b>TOTAL LIABILITIES</b>		<b>727 008</b>	<b>609 887</b>	<b>609 704</b>	<b>797 829</b>	<b>609 704</b>
<b>NET ASSETS</b>	<b>2</b>	<b>2 382 625</b>	<b>2 466 007</b>	<b>2 467 152</b>	<b>2 487 239</b>	<b>2 467 152</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated surplus/(deficit)		2 418 140	2 466 007	2 467 152	2 526 676	2 467 152
Reserves and funds		(39 437)	-	-	(39 437)	-
Other		-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>2</b>	<b>2 378 703</b>	<b>2 466 007</b>	<b>2 467 152</b>	<b>2 487 239</b>	<b>2 467 152</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 November 2024. Total assets are R3.2 million over the total liabilities of R797 thousand this therefore mean the municipality is still able to meet its financial obligations.