



The Game changer of South Coast development

**KZN216**  
**RAY NKONYENI LOCAL**  
**MUNICIPALITY**

**SPECIAL**  
**ADJUSTMENT BUDGET**  
**2023/24**

PREPARED BY: BUDGET AND TREASURY OFFICE

---

## **Table of Contents**

### **PART 1 – BUDGET**

1. Mayor's Budget Speech
2. Resolutions
3. Executive Summary
4. Consolidated Overview
5. Operating Revenue Framework
6. Operating Expenditure Framework
7. Capital Expenditure

### **PART 2 –ANNUAL BUDGET TABLES**

8. Annual Budget Tables
9. Municipal Managers Quality certificate

### **PART 3 – SUPPORTING DOCUMENTATION**

#### **ANNEXURES**

- Annexure 1 Tariff of Charges
- Annexure 2 Budget Related Policies

#### **1. Mayor's Budget Speech**

Refer to attached Mayor's Speech

#### **2. Resolution**

Refer to attached Council Resolution

## Glossary

**Adjustments Budget** – Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.

**Allocations** – Money received from Provincial or National Government or other municipalities.

**Assessment Rates** – Local Government taxation based on an assessed value of a property. To determine the rates payable, the assessed ratable value is multiplied by the rate in the rand.

**Budget** – The financial plan of the Municipality.

**Budget Related Policy** – Policy of a municipality affecting or affected by the budget, such as the tariffs policy, rates policy and credit control and debt collection policy.

**Capital Expenditure** – Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the Municipality's Statement of Financial Position.

**Cash flow statement** – A statement showing when actual cash will be received and spent by the Municipality. Cash payments do not always coincide with budgeted expenditure timings. For example, when an invoice is received by the Municipality it scores as expenditure in the month it is received, even though it may not be paid in the same period.

**DORA** – Division of Revenue Act. Annual piece of legislation that shows the number of allocations from national to local government.

**Equitable Share** – A general grant paid to municipalities. It is predominantly targeted to help with free basic services.

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

**GFS** – Government Finance Statistics. An internationally recognized classification system that facilitates like for like comparison between municipalities.

**GRAP** – Generally Recognized Accounting Practice. The new standard for municipal accounting and basis upon which the Annual Financial Statements are prepared.

**IDP** – Integrated Development Plan. The main strategic planning document of the Municipality

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

**MFMA** – The Municipal Finance Management Act – no 53 of 2003. The principal piece of legislation relating to municipal financial management.

**MTREF** – Medium Term Revenue and Expenditure Framework. A medium-term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous and current years' financial position.

**Operating Expenditure** – Spending on the day-to-day expenses of the Municipality such as salaries and wages.

**SDBIP** – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.

**Strategic Objectives** – The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.

**Unauthorized expenditure** – Generally, spending without, or more than, an approved budget.

**Virement** – A transfer of budget.

**Virement Policy** - The policy that sets out the rules for budget transfers. Virements are normally allowed within a vote. Transfers between votes must be agreed by Council through an Adjustments Budget.

**Vote** – One of the main segments into which a budget is divided. In Ray Nkonyeni Local Municipality this means at directorate level.

### 3. Executive Summary

The application of sound financial management principles for the compilation of the Ray Nkonyeni Local Municipality's Budget is essential and critical to ensure that the municipality remains financially viable and that municipal services are provided sustainability, economically and equitably to all communities.

The Ray Nkonyeni Local Municipality's business and service delivery priorities were reviewed as part of this year's planning and budget process. Where appropriate, funds were transferred from low- to high-priority programmes to maintain sound financial stewardship. A critical review was also undertaken of expenditures on noncore and 'nice to have' items.

The municipality has embarked on implementing a range of revenue collection strategies to optimize the collection of debt owed by consumers. Furthermore, the municipality has undertaken various customer care initiatives to ensure the municipality truly involves all citizens in the process of ensuring a people lead government.

National Treasury's MFMA Circular No. 123 was used to guide the compilation of the 2023/24 MTREF which indicates the following amongst other things: guidance on budgeting for municipalities affected by redetermination of boundaries.

### **3.1 MFMA Circulars**

The Provincial Treasury Circular no. PT/MF 06 OF 2023/24 issued on the 13<sup>th</sup> of December 2023 was taken into consideration when preparing 2023/24 adjustment budget. It guides municipalities with their preparation of the 2023/24 Medium Term Revenue and Expenditure Framework (MTREF) and as with previous annual budget circulars it should be read within this context. Among the objectives of this Circular, is to support municipalities with giving effect to National Treasury's Municipal Budget and Reporting Regulations (MBRR) within the current economic climate. In the preparation of the current adjustment budget Circular 126 dated 7 December has been implemented as well. This adjustment budget is also informed by the adjusted Provincial gazette that was issued on the 13<sup>th</sup> of December 2023.

#### **3.1.1 Funding the Budget**

Section 18(1) of the MFMA states that an annual budget may only be funded from:

- Realistically anticipated revenues to be collected.
- Cash-backed accumulated funds from previous years' surpluses not Committed for other purposes; and
- Borrowed funds, but only for the capital budget referred to in section 17(2).

Achievement of this requirement in totality effectively means that a Council has surplus in its budget by ensuring that a budgeted outflow does not exceed planned inflows.

Under old budget formats income generated approach was a key objective and this assisted in ensuring that outflows were matched by inflows, provided revenue collections were realistic. However, GRAP compliant budgets necessitate that budget 'balancing' be much more comprehensive.

New budgeting and accounting formats demand that the budgeted Statement of Financial Performance, the Budgeted Statement of Financial Position, and the Budgeted Statement of Cash Flows must be considered simultaneously to ensure effective financial management and sustainability.

#### **3.1.2 A Credible Budget**

Amongst other things, a credible budget is a budget that:

- Funds only activities consistent with the revised IDP and vice versa ensuring the IDP is realistically achievable given the financial constraints of the municipality.
- Is achievable in terms of agreed service delivery and performance targets.
- Contains revenue and expenditure projections that are consistent with current and past performance and supported by documented evidence of future assumptions.
- Does not jeopardize the financial viability of the municipality (ensures that the financial position is maintained within generally accepted prudential limits and that obligations can be met in the short, medium, and long term); and
- Provides managers with appropriate levels of delegation sufficient to meet their financial management responsibilities.

A budget sets out certain service delivery levels and associated financial implications. Therefore, the community should realistically expect to receive these promised servicedelivery levels and understand the associated financial implications. Major under spending due to under collection of revenue or poor planning is a clear example of a budget that is not credible and unrealistic.

Furthermore, budgets tabled for consultation at least 90 days prior to the start of the budget year should already be credible and close to the final approved budget.

The main challenges experienced during the compilation of the Budget 2023/24 MTREF can be summarized as follows:

- The ongoing difficulties in the national and local economy.
- Aging and poorly maintained roads and electricity infrastructure.
- The need to reprioritize projects and expenditure within the existing resource envelope given the cash flow realities and declining cash position of the municipality.
- The increased cost and electricity (due to tariff increases from Eskom), which is placing upward pressure on service tariffs to residents. Continuous high tariff increases are not sustainable - as there will be points where services will no longer be affordable.
- Wage increases for municipal staff continue to exceed consumer inflation, as well as the need to fill critical vacancies.

The following budget principles and guidelines directly informed the compilation of the 2023/24 Original Budget:

- The 2023/24 Budget priorities and targets, as well as the base line allocations that Draft Budget were adopted as the upper limits for the new baselines for the 2023/24 draft budget.
- The 2023 Division of Revenue Bill issued in March 2022.
- The Provincial Treasury hereby publishes transfers to municipalities in terms of Section29(2) of the Division of Revenue Act, 2021There will be no budget allocated to national and provincial funded projects unless the necessary grants to the municipality are reflected in the national and provincial budget and have been gazette as required by the annual Division of Revenue Act.

## The Purpose of this Adjustment budget document in terms of the MFMA.

In terms of Section 28(2) of the MFMA, an Adjustments Budget -

- a) must adjust the revenue and expenditure estimates downwards if there is material under-collection of revenue during the current year.
- b) may appropriate additional revenues that have become available over and above those anticipated in the annual budget, but only to revise or accelerate spending programmes already budgeted for.
- c) may, within a prescribed framework, authorize unforeseeable and unavoidable expenditure recommended by the mayor of the municipality.
- d) may authorise the utilisation of projected savings in one vote towards spending under another vote.
- e) may authorise the spending of funds that were unspent at the end of the past financial year where the under-spending could not reasonably have been foreseen at the time to include projected roll-overs when the annual budget for the current year was approved by the council.
- f) may correct any errors in the annual budget; and
- g) may provide for any other expenditure within a prescribed framework.

The Adjusted budget approved by council remains the same in all other aspects except for Neighbourhood Development Partnership Grant and the Expanded Public Works Programme Grant, DORA stopped allocations which adjusted the allocation that was tabled in the adjustment budget. Furthermore, the municipality was in a contractual dispute with Tarius Garden Trading (Pty) Ltd over the Masinenge Slums Clearance Project, Tauris Graden Trading (Pty) Ltd argued that the municipality owed the company money for the work done to the sum of R34 million and the municipality argued that Tauris Garden owed the municipality for snag. The municipality disclosed this contractual dispute in accordance with GRAP 19 as a contingent liability. The matter has been settled and the municipality was ordered to settle the dispute to the some of R30 million on/before 30 April 2024. In terms of section 29 of the MFMA an adjustment budget may be tabled to council within 60 days of the occurrence of the expenditure. The remainder of this document is as presented to Council for the 2023/24 financial year.

REVENUE	Original Budget	Prior Adjustment	Adjustment	Adjusted Budget
<b>Total Revenue</b>	1 360 956 000	1 399 394 000	26 945 000	1 426 338 000
<b>Operational Revenue</b>	1 251 108 000	1 276 300 000	31 359 000	1 307 659 000
<b>Capital Revenue</b>	109 848 000	123 093 000	( 4 414 000)	118 679 000

EXPENDITURE	Original Budget	Prior Adjustment	Adjustment	Adjusted Budget
<b>Total Expenditure</b>	1 408 084 000	1 500 069 000	24 052 000	1 524 122 000
<b>Operational Expenditure</b>	1 253 191 000	1 323 690 000	28 491 000	1 352 181 000
<b>Capital Expenditure</b>	154 893 000	176 379 000	(4 439 000)	171 941 000

## Current Adjustment Budget

Based the year-to-date performance of the 2023/24 financial year budget and adjustment budget was deemed necessary. The tables below show a summary of the overall adjustments made the current budget.

KZN216 Ray Nkonyeni - Table B1 Adjustments Budget Summary -

Description	2023/24									Budget Year 2024/25	Budget Year 2025/26
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	A	1	2	3	4	5	6	7	8		
<b>Financial Performance</b>											
Property rates	509 406	509 406	-	-	-	-	-	-	509 406	532 893	557 406
Service charges	245 147	245 147	-	-	-	-	-	-	245 147	278 556	270 565
Investment revenue	8 511	11 275	-	-	-	-	-	-	11 275	11 916	12 464
Transfers recognised - operational	390 026	389 742	-	-	-	-	999	999	390 741	324 656	328 401
Other own revenue	98 017	120 730	-	-	-	-	30 360	30 360	151 090	122 121	122 208
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>1 251 108</b>	<b>1 276 300</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>31 359</b>	<b>31 359</b>	<b>1 307 659</b>	<b>1 270 142</b>	<b>1 291 043</b>
Employee costs	483 929	483 942	-	-	-	-	532	532	494 374	497 297	520 615
Remuneration of councillors	31 164	40 283	-	-	-	-	-	-	40 283	34 185	35 758
Depreciation & asset impairment	104 756	143 341	-	-	-	-	-	-	143 341	119 129	124 109
Finance charges	9 958	9 960	-	-	-	-	-	-	9 960	10 818	10 307
Inventory consumed and bulk purchases	168 819	166 358	-	-	-	-	200	200	166 558	166 532	174 359
Transfers and subsidies	13 838	14 737	-	-	-	-	300	300	15 036	17 163	15 442
Other expenditure	440 726	465 169	-	-	-	-	27 459	27 459	492 629	398 574	365 432
<b>Total Expenditure</b>	<b>1 253 191</b>	<b>1 323 890</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>28 491</b>	<b>28 491</b>	<b>1 352 181</b>	<b>1 243 898</b>	<b>1 248 022</b>
Surplus/(Deficit)	(2 083)	(47 390)	-	-	-	-	2 868	2 868	(44 522)	26 444	45 022
Transfers and subsidies - capital (monetary allocations)	109 848	123 093	-	-	-	-	(4 414)	(4 414)	118 679	132 163	122 164
Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>107 765</b>	<b>75 703</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1 546)</b>	<b>(1 546)</b>	<b>74 157</b>	<b>158 807</b>	<b>167 188</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>107 765</b>	<b>75 703</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1 546)</b>	<b>(1 546)</b>	<b>74 157</b>	<b>158 807</b>	<b>167 188</b>
<b>Capital expenditure &amp; funds sources</b>											
Capital expenditure	154 893	176 379	-	-	-	-	(4 439)	(4 439)	171 941	179 158	126 353
Transfers recognised - capital	95 520	107 038	-	-	-	-	(3 839)	(3 839)	103 199	114 924	70 075
Borrowing	21 452	21 452	-	-	-	-	-	-	21 452	-	-
Internally generated funds	37 921	47 890	-	-	-	-	(600)	(600)	47 290	64 234	56 278
<b>Total sources of capital funds</b>	<b>154 893</b>	<b>176 379</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(4 439)</b>	<b>(4 439)</b>	<b>171 941</b>	<b>179 158</b>	<b>126 353</b>
<b>Financial position</b>											
Total current assets	645 023	609 181	-	-	-	-	35 935	35 935	645 116	872 662	1 275 632
Total non current assets	2 037 876	2 063 000	-	-	-	-	(4 439)	(4 439)	2 058 562	2 233 759	2 236 806
Total current liabilities	335 379	356 723	-	-	-	-	29 082	29 082	385 805	445 049	700 225
Total non current liabilities	57 923	57 923	-	-	-	-	-	-	57 923	62 820	57 701
Community wealth/Equity	2 188 546	2 156 484	-	-	-	-	(1 546)	(1 546)	2 154 938	2 472 007	2 860 851
<b>Cash flows</b>											
Net cash from (used) operating	95 608	107 861	-	-	-	-	5 462	5 462	113 323	226 414	390 142
Net cash from (used) investing	(168 358)	187 898	-	-	-	-	(380 298)	(380 298)	(192 400)	(161 114)	(168 525)
Net cash from (used) financing	18 414	32 117	-	-	-	-	-	-	32 117	33 605	8 284
<b>Cash/cash equivalents at the year end</b>	<b>77 255</b>	<b>459 486</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(374 836)</b>	<b>(374 836)</b>	<b>84 630</b>	<b>213 157</b>	<b>533 148</b>
<b>Cash backing/surplus reconciliation</b>											
Cash and investments available	40 427	22 857	-	-	-	-	31 319	31 319	54 177	157 294	493 949
Application of cash and investments	(283 768)	(218 319)	-	-	-	-	39 036	39 036	(179 283)	(268 795)	(72 912)
<b>Balance - surplus (shortfall)</b>	<b>324 195</b>	<b>241 176</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(7 717)</b>	<b>(7 717)</b>	<b>233 460</b>	<b>426 089</b>	<b>568 861</b>
<b>Asset Management</b>											
Asset register summary (WDV)	1 938 095	1 952 622	-	-	-	-	(6 600)	(6 600)	1 946 022	2 105 269	2 028 274
Depreciation	102 525	102 525	-	-	-	-	-	-	102 525	86 018	89 475
Renewal and Upgrading of Existing Assets	68 420	70 993	-	-	-	-	(3 839)	(3 839)	67 155	70 390	63 804
Repairs and Maintenance	193 951	190 802	-	-	-	-	469	469	191 271	128 600	112 976
<b>Free services</b>											
Cost of Free Basic Services provided	-	-	-	-	-	-	-	-	-	-	-
Revenue cost of free services provided	-	-	-	-	-	-	-	-	-	-	-
<b>Households below minimum service level</b>											
Water:	-	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-	-	-



## Operational Budget Adjustment

The original budget for operating revenue was R 1 251 billion for the financial year 2023/24, was in the February adjustment budget adjusted by R 25.1 million to an adjusted total operating revenue budget of R 1.276 billion. The current adjustment to operational revenue has an adjustment to operational revenue has an adjustment of R30.3 million from the department of Human Settlement paid to the municipality for the amount due to Tauris Garden in the settlement of the contractual dispute, in addition an amount of R 287 thousand for the EPWP grant was adjusted based on the allocation received by the municipality after the main adjustment budget. The adjusted operating revenue budget for the 2023/24 amounts to R1.3 billion.

REVENUE	Original Budget	Prior Adjustment	Adjustment	Adjusted Budget
<b>Total Revenue</b>	1 360 956 000	1 399 394 000	26 945 000	1 426 338 000
<b>Operational Revenue</b>	1 251 108 000	1 276 300 000	31 359 000	1 307 659 000
<b>Capital Revenue</b>	109 848 000	123 093 000	( 4 414 000)	118 679 000

## Capital Budget Adjustment

The original capital budget was R154.8 million and has been an increased by R21.4 million to R176.3 million. The adjusted allocation of the neighbourhood development partnership grant for the completion of main Harding road has been decreased by R4.4 million exclusive of vat. This adjusted sums the total capital budget for the current-financial year amounts to R171 million.

EXPENDITURE	Original Budget	Prior Adjustment	Adjustment	Adjusted Budget
<b>Total Expenditure</b>	1 408 084 000	1 500 069 000	24 052 000	1 524 122 000
<b>Operational Expenditure</b>	1 253 191 000	1 323 690 000	28 491 000	1 352 181 000
<b>Capital Expenditure</b>	154 893 000	176 379 000	(4 439 000)	171 941 000

---

### **Repairs and Maintenance Adjustment**

Repairs and maintenance has had a slight decrease of R2.5 million from the original budget of R193.9 million to R191.4 million adjusted budget. During the compilation of the 2023/24 adjustment budget, operational repairs and maintenance was identified as a strategic imperative owing to the aging of the municipality's infrastructure and historic deferred maintenance especially roads. The municipality has an infrastructure maintenance plan to ensure that assets are in good condition. Repairs and maintenance comprise of amongst others the purchase of fuel, diesel, materials for maintenance, potholes, cleaning materials and chemicals. This group of expenditure has been prioritized to ensure sustainability of the municipality's infrastructure especially potholes. The adjusted budget repairs budget amount for 2022 amounts to **10.6%** of the carrying value of the audited balances of Property plan and Equipment.

#### 4. Table 1 Consolidated Overview

KZN216 Ray Nkonyeni - Table B1 Adjustments Budget Summary -

Description	2023/24									Budget Year 2024/25	Budget Year 2025/26
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
	A	1 A1	2 B	3 C	4 D	5 E	6 F	7 G	8 H		
<b>R thousands</b>											
<b>Financial Performance</b>											
Property rates	509 406	509 406	-	-	-	-	-	-	509 406	532 893	557 406
Service charges	245 147	245 147	-	-	-	-	-	-	245 147	278 556	270 565
Investment revenue	8 511	11 275	-	-	-	-	-	-	11 275	11 916	12 464
Transfers recognised - operational	390 026	389 742	-	-	-	-	999	999	390 741	324 656	328 401
Other own revenue	98 017	120 730	-	-	-	-	30 360	30 360	151 090	122 121	122 208
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>1 251 108</b>	<b>1 278 300</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>31 359</b>	<b>31 359</b>	<b>1 307 659</b>	<b>1 270 142</b>	<b>1 291 043</b>
Employee costs	483 929	483 842	-	-	-	-	532	532	484 374	497 297	520 615
Remuneration of councillors	31 164	40 283	-	-	-	-	-	-	40 283	34 185	35 758
Depreciation & asset impairment	104 756	143 341	-	-	-	-	-	-	143 341	119 129	124 109
Finance charges	9 958	9 960	-	-	-	-	-	-	9 960	10 818	10 307
Inventory consumed and bulk purchases	168 819	166 358	-	-	-	-	200	200	166 558	166 532	174 359
Transfers and subsidies	13 838	14 737	-	-	-	-	300	300	15 036	17 163	15 442
Other expenditure	440 726	465 169	-	-	-	-	27 459	27 459	492 629	398 574	365 432
<b>Total Expenditure</b>	<b>1 253 191</b>	<b>1 323 890</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>28 491</b>	<b>28 491</b>	<b>1 352 181</b>	<b>1 243 898</b>	<b>1 246 022</b>
Surplus/(Deficit)	(2 083)	(47 390)	-	-	-	-	2 868	2 868	(44 522)	26 444	45 022
Transfers and subsidies - capital (monetary allocations)	109 848	123 093	-	-	-	-	(4 414)	(4 414)	118 679	132 163	122 164
Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>107 765</b>	<b>75 703</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1 548)</b>	<b>(1 548)</b>	<b>74 157</b>	<b>158 807</b>	<b>167 186</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>107 765</b>	<b>75 703</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1 548)</b>	<b>(1 548)</b>	<b>74 157</b>	<b>158 807</b>	<b>167 186</b>
<b>Capital expenditure &amp; funds sources</b>											
Capital expenditure	154 893	176 379	-	-	-	-	(4 439)	(4 439)	171 941	179 158	126 353
Transfers recognised - capital	95 520	107 038	-	-	-	-	(3 839)	(3 839)	103 199	114 924	70 075
Borrowing	21 452	21 452	-	-	-	-	-	-	21 452	-	-
Internally generated funds	37 921	47 890	-	-	-	-	(600)	(600)	47 290	64 234	56 278
<b>Total sources of capital funds</b>	<b>154 893</b>	<b>176 379</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(4 439)</b>	<b>(4 439)</b>	<b>171 941</b>	<b>179 158</b>	<b>126 353</b>
<b>Financial position</b>											
Total current assets	645 023	609 181	-	-	-	-	35 935	35 935	645 116	872 662	1 275 632
Total non current assets	2 037 876	2 063 000	-	-	-	-	(4 439)	(4 439)	2 058 562	2 233 759	2 236 806
Total current liabilities	335 379	356 723	-	-	-	-	29 082	29 082	385 805	445 049	700 225
Total non current liabilities	57 923	57 923	-	-	-	-	-	-	57 923	62 820	57 701
<b>Community wealth/Equity</b>	<b>2 188 546</b>	<b>2 156 484</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1 548)</b>	<b>(1 548)</b>	<b>2 154 938</b>	<b>2 472 007</b>	<b>2 660 851</b>
<b>Cash flows</b>											
Net cash from (used) operating	95 608	107 861	-	-	-	-	5 462	5 462	113 323	226 414	390 142
Net cash from (used) investing	(168 358)	187 898	-	-	-	-	(380 298)	(380 298)	(192 400)	(161 114)	(168 525)
Net cash from (used) financing	18 414	32 117	-	-	-	-	-	-	32 117	33 605	8 284
<b>Cash/cash equivalents at the year end</b>	<b>77 255</b>	<b>459 486</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(374 836)</b>	<b>(374 836)</b>	<b>84 630</b>	<b>213 157</b>	<b>533 148</b>
<b>Cash backing/surplus reconciliation</b>											
Cash and investments available	40 427	22 857	-	-	-	-	31 319	31 319	54 177	157 294	493 949
Application of cash and investments	(283 768)	(218 319)	-	-	-	-	39 036	39 036	(179 283)	(268 795)	(72 912)
<b>Balance - surplus (shortfall)</b>	<b>324 195</b>	<b>241 176</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(7 717)</b>	<b>(7 717)</b>	<b>233 480</b>	<b>426 089</b>	<b>566 861</b>
<b>Asset Management</b>											
Asset register summary (WDV)	1 938 095	1 952 622	-	-	-	-	(6 600)	(6 600)	1 946 022	2 105 269	2 028 274
Depreciation	102 525	102 525	-	-	-	-	-	-	102 525	86 018	89 475
Renewal and Upgrading of Existing Assets	68 420	70 993	-	-	-	-	(3 839)	(3 839)	67 155	70 390	63 804
Repairs and Maintenance	193 951	190 802	-	-	-	-	469	469	191 271	128 600	112 976
<b>Free services</b>											
Cost of Free Basic Services provided	-	-	-	-	-	-	-	-	-	-	-
Revenue cost of free services provided	-	-	-	-	-	-	-	-	-	-	-
<b>Households below minimum service level</b>											
Water:	-	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-	-	-

## 5. Operating Revenue Framework

For Ray Nkonyeni Local Municipality to continue improving the quality of services provided to its citizens it needs to generate the required revenue. In these tough economic times strong revenue management is fundamental to the financial sustainability of every municipality. The reality is that we are faced with development backlogs and poverty. The expenditure required to address these challenges will inevitably always exceed available funding; hence difficult choices must be made in relation to tariff increases and balancing expenditures against realistically anticipated revenues.

The municipality's revenue strategy is built around the following key components:

- National Treasury's guidelines and macroeconomic policy.
- Growth in the municipality and continued economic development.
- Efficient revenue management, which aims to ensure a 100 per cent annual collection rate for property rates and other key service charges.
- Electricity tariff increases as approved by the National Electricity Regulator of South Africa (NERSA).
- Achievement of full cost recovery of specific user charges especially in relation to trading services.
- Determining the tariff escalation rate by establishing/calculating the revenue requirement of each service.
- The municipality's Property Rates Policy approved in terms of the Municipal Property Rates Act, 2004 (Act 6 of 2004) (MPRA).
- Increase ability to extend new services and recover costs.
- The municipality's Indigent Policy and rendering of free basic services; and

### 5.1 Total Operational Revenue

The original budget for operating revenue was R 1.251 billion for the financial year 2023/24, was in the February adjustment budget adjusted by R 25.1 million to an adjusted total operating revenue budget of R 1.276 billion. The current adjustment to operational revenue has an adjustment to operational revenue has an adjustment of R30.3 million from the department of Human Settlement paid to the municipality for the amount due to Tauris Garden in the settlement of the contractual dispute, in addition an amount of R 287 thousand for the EPWP grant was adjusted based on the allocation received by the municipality after the main adjustment budget. The adjusted operating revenue budget for the 2023/24 amounts to R1.3 billion. The R25.1 million adjustment is made out largely by the line items summarized below.

#### Agency Services

Agency services had an original budget of R5.3 million and was increased by 876 thousand to a projected R6.2 million by the end of the financial year based on the monthly trend analysed in the mid-year assessment.

#### Interest on Investments

Interest on investments has an original budget of R8.5 million and the actual year to date performance prompted an adjustment and based on the average performance over the mid-year and increase of R2.7 million to the total budget of R11.2 million was projected to be achieved by year end.

### **Interest on Receivables**

Interest on Receivables original budget was R6.9 million, the billing of services charges has been in line with the budget, but the collection of the billed revenue is lower than the budgeted projection which has given rise to the increase of R1.3 million in the interest charges on outstanding debt.

### **Rental of Fixed Assets**

Rental of fixed assets for the year had an annual budget of R3.5 million and the performance over the mid-year assessment in the revenue from rental of airport hangers and community facilities an increase of R1.4 million has been added to the budget totalling R4.9 million.

### **Sale of Goods and Services**

Sale of Goods and Services original budget was R9.5 million, and the adjusted budget is R14.8 million the increase of R5.2 million is attributed to the department of human settlement for the development of housing projects on behalf of the department and the municipality recognizes this revenue from human settlement as construction contract revenue under sale of goods and services.

### **Fines, Penalties and Forfeits**

Fines, Penalties and Forfeits budget was R31 million, traffic fines contributed the significant amount to the total budget with a total budget of R30.5 million. Traffic fines have not been adjusted in this adjustment but as the billing is in line with the budget and collection has a slight increase from the previous year of 1% to the current rate of 5%. The increase in fines, penalties and forfeits is due to the retention forfeited by a contractor previously appointed to upgrade main Harding Road and failure to complete the project resulted in the forfeit of the amount held as retention amounting to R3.4 million and the adjusted budget being R34.5 million.

The following table is a summary of the 2023/24 MTREF (classified by main revenue source):  
**Table 2 Summary of revenue classified by main revenue source**

**KZN216 Ray Nkonyeni - Table B2 Adjustments Budget Financial Performance (functional classification) -**

Standard Description	Ref	2023/24									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
<b>R thousands</b>	<b>1, 4</b>	<b>A</b>	<b>5 A1</b>	<b>B</b>	<b>C</b>	<b>D</b>	<b>E</b>	<b>F</b>	<b>G</b>	<b>H</b>		
<b>Revenue - Functional</b>												
<i>Governance and administration</i>		840 943	855 049	-	-	-	-	-	-	855 049	891 408	924 221
Executive and council		285 237	285 237	-	-	-	-	-	-	285 237	302 729	308 450
Finance and administration		555 706	569 812	-	-	-	-	-	-	569 812	588 679	615 771
Internal audit		-	-	-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		19 203	24 763	-	-	-	-	31 075	31 075	55 838	20 353	21 525
Community and social services		16 243	16 269	-	-	-	-	715	715	16 984	17 592	18 739
Sport and recreation		34	63	-	-	-	-	-	-	63	77	80
Public safety		150	279	-	-	-	-	-	-	279	175	184
Housing		2 775	8 153	-	-	-	-	30 360	30 360	38 513	2 509	2 522
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		242 674	260 756	-	-	-	-	(4 414)	(4 414)	256 341	183 592	176 315
Planning and development		113 160	130 365	-	-	-	-	(4 414)	(4 414)	125 950	131 761	122 099
Road transport		129 172	130 049	-	-	-	-	-	-	130 049	51 433	53 799
Environmental protection		342	342	-	-	-	-	-	-	342	398	417
<i>Trading services</i>		257 557	258 172	-	-	-	-	284	284	258 456	306 320	290 485
Energy sources		183 943	184 602	-	-	-	-	-	-	184 602	224 676	213 099
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		73 613	73 571	-	-	-	-	284	284	73 855	81 644	77 386
Other		579	653	-	-	-	-	-	-	653	632	661
<b>Total Revenue - Functional</b>	<b>2</b>	<b>1 360 956</b>	<b>1 399 394</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>26 945</b>	<b>26 945</b>	<b>1 426 338</b>	<b>1 402 305</b>	<b>1 413 207</b>
<b>Expenditure - Functional</b>												
<i>Governance and administration</i>		378 091	425 014	-	-	-	-	2 073	2 073	427 087	416 137	432 866
Executive and council		64 817	73 534	-	-	-	-	(1 000)	(1 000)	72 534	61 218	63 544
Finance and administration		268 751	309 921	-	-	-	-	2 573	2 573	312 495	315 759	329 407
Internal audit		44 523	41 559	-	-	-	-	500	500	42 059	39 160	39 915
<i>Community and public safety</i>		137 737	144 090	-	-	-	-	27 115	27 115	171 205	146 225	150 343
Community and social services		61 441	60 439	-	-	-	-	715	715	61 154	71 658	75 495
Sport and recreation		5 274	5 422	-	-	-	-	-	-	5 422	5 314	5 485
Public safety		52 947	58 165	-	-	-	-	-	-	58 165	55 858	56 597
Housing		18 075	20 064	-	-	-	-	26 400	26 400	46 464	13 395	12 767
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		356 280	365 985	-	-	-	-	(981)	(981)	365 004	310 086	288 819
Planning and development		45 114	51 181	-	-	-	-	500	500	51 681	74 268	64 115
Road transport		285 539	284 782	-	-	-	-	(1 481)	(1 481)	283 301	208 152	195 661
Environmental protection		25 627	30 022	-	-	-	-	-	-	30 022	27 666	29 044
<i>Trading services</i>		375 233	382 995	-	-	-	-	284	284	383 279	364 800	367 528
Energy sources		194 314	189 461	-	-	-	-	-	-	189 461	184 942	192 433
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		180 920	193 534	-	-	-	-	284	284	193 818	179 858	175 095
Other		5 850	5 606	-	-	-	-	-	-	5 606	6 451	6 465
<b>Total Expenditure - Functional</b>	<b>3</b>	<b>1 253 191</b>	<b>1 323 690</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>28 491</b>	<b>28 491</b>	<b>1 352 181</b>	<b>1 243 698</b>	<b>1 246 022</b>
<b>Surplus/ (Deficit) for the year</b>		<b>107 765</b>	<b>75 703</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1 546)</b>	<b>(1 546)</b>	<b>74 157</b>	<b>158 607</b>	<b>167 186</b>

**Table 3 Budgeted financial performance by Municipal Vote**

Vote Description  <i>[Insert departmental structure etc]</i>	Ref	2023/24									Budget Year 2024/25	Budget Year 2025/26
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
<b>R thousands</b>												
<b>Revenue by Vote</b>	1											
Vote 1 - Mayor and Council		285 237	285 237	-	-	-	-	-	-	285 237	302 729	308 450
Vote 2 - Finance and Administration		555 706	569 812	-	-	-	-	-	-	569 812	588 679	615 771
Vote 3 - Internal Audit		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social Services		16 098	16 269	-	-	-	-	715	715	16 984	17 592	18 739
Vote 5 - Sport and Recreation		-	63	-	-	-	-	-	-	63	77	80
Vote 6 - Public Safety		33 156	33 285	-	-	-	-	-	-	33 285	33 720	35 271
Vote 7 - Housing		2 214	7 591	-	-	-	-	30 960	30 960	37 951	2 509	2 522
Vote 8 - Health		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		113 160	130 365	-	-	-	-	(4 414)	(4 414)	125 950	131 761	122 099
Vote 10 - Road Transport		96 166	97 043	-	-	-	-	-	-	97 043	17 888	18 711
Vote 11 - Environment Protection		342	342	-	-	-	-	-	-	342	398	417
Vote 12 - Energy Sources		183 943	184 602	-	-	-	-	-	-	184 602	224 676	213 099
Vote 13 - Other		579	653	-	-	-	-	-	-	653	632	661
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		73 613	73 571	-	-	-	-	284	284	73 855	81 644	77 386
<b>Total Revenue by Vote</b>	2	<b>1 360 216</b>	<b>1 398 832</b>	-	-	-	-	<b>26 945</b>	<b>26 945</b>	<b>1 425 777</b>	<b>1 402 305</b>	<b>1 413 207</b>
<b>Expenditure by Vote</b>	1											
Vote 1 - Mayor and Council		60 994	71 711	-	-	-	-	(1 000)	(1 000)	70 711	59 522	61 760
Vote 2 - Finance and Administration		221 821	258 101	-	-	-	-	1 573	1 573	259 674	273 376	282 972
Vote 3 - Internal Audit		91 453	93 379	-	-	-	-	1 500	1 500	94 879	81 443	86 246
Vote 4 - Community and Social Services		61 691	61 007	-	-	-	-	715	715	61 722	72 226	76 089
Vote 5 - Sport and Recreation		5 074	5 162	-	-	-	-	-	-	5 162	5 314	5 485
Vote 6 - Public Safety		107 354	117 520	-	-	-	-	(500)	(500)	117 020	113 270	116 264
Vote 7 - Housing		18 075	20 064	-	-	-	-	26 400	26 400	46 464	13 395	12 767
Vote 8 - Health		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		48 937	53 004	-	-	-	-	500	500	53 504	75 964	65 899
Vote 10 - Road Transport		230 882	224 859	-	-	-	-	(981)	(981)	223 877	150 171	135 399
Vote 11 - Environment Protection		25 627	30 022	-	-	-	-	-	-	30 022	27 666	29 044
Vote 12 - Energy Sources		194 314	189 461	-	-	-	-	-	-	189 461	184 942	192 433
Vote 13 - Other		5 850	5 606	-	-	-	-	-	-	5 606	6 451	6 465
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		180 920	193 534	-	-	-	-	284	284	193 818	179 858	175 095
<b>Total Expenditure by Vote</b>	2	<b>1 252 991</b>	<b>1 323 430</b>	-	-	-	-	<b>28 491</b>	<b>28 491</b>	<b>1 351 921</b>	<b>1 243 598</b>	<b>1 245 917</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>107 225</b>	<b>75 402</b>	-	-	-	-	<b>(1 546)</b>	<b>(1 546)</b>	<b>73 856</b>	<b>158 707</b>	<b>167 290</b>

**Table 5 Summary of operating expenditure by standard classification item**

KZN216 Ray Nkonyeni - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) -

Description	Ref	2023/24									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	2024/25
R thousands	1	A	A1	B	C	D	E	F	G	H		
<b>Expenditure By Type</b>												
Employee related costs		483 929	483 842	-	-	-	-	532	532	484 374	497 297	520 615
Remuneration of councillors		31 164	40 283	-	-	-	-	-	-	40 283	34 185	35 758
Bulk purchases - electricity		158 320	153 320	-	-	-	-	-	-	153 320	153 550	160 613
Inventory consumed		10 499	13 038	-	-	-	-	200	200	13 238	12 982	13 746
Debt impairment		-	32 571	-	-	-	-	-	-	32 571	11 290	11 809
Depreciation and amortisation		104 756	110 770	-	-	-	-	-	-	110 770	107 839	112 300
Interest		9 958	9 960	-	-	-	-	-	-	9 960	10 818	10 307
Contracted services		273 776	283 115	-	-	-	-	306	306	283 421	227 033	196 627
Transfers and subsidies		13 838	14 737	-	-	-	-	300	300	15 036	17 163	15 442
Irrecoverable debts written off		10 513	10 513	-	-	-	-	(500)	(500)	10 013	-	-
Operational costs		156 437	171 541	-	-	-	-	27 653	27 653	199 194	171 541	168 804
Losses on disposal of Assets		-	-	-	-	-	-	-	-	-	-	-
Other Losses		-	-	-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>1 253 191</b>	<b>1 323 690</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>28 491</b>	<b>28 491</b>	<b>1 352 181</b>	<b>1 243 698</b>	<b>1 246 022</b>

The original budget for operational expenses was R1.253 billion and has an increase of R70 million due to various factors identified during the mid-year assessment to R1.32 billion. The current adjustment budget increase operation expenditure by R28 million for legal fee settlement and the total adjustment expenditure budget R1.35 billion.

### Debt Impairment

Debt impairment is a non-cash line item which has been based on actual debt impairment in the previous financial year and adjustments made in debt collection strategies and impairment methodology and an in impairment of R33 million has been projected for the current financial year for debt over a year.

### Remuneration of Councillors

The Original budget for Councillors remuneration was R31.1 million, during the financial year there was an approved change in task grade earnings for the councillors and resulted in a R9.1 million adjustment in the current adjustment budget which considers the back pay and remuneration for the rest of the financial year.

### Contracted Services

The original budget for contracted services was R273 million and has been increased by R8.9 million largely due an addition of housing projects that are administered by the municipality for R5.1million and an addition to repairs and maintenance as well as contract escalations for Security Services, Lifeguard Services.

### Operational Cost

The Original budget for operational cost was R156.4 million and has been adjusted by R15.1 million to R171.5 million this adjustment is largely attributed to an increase in Fuel for R5.8 million and Hire Charges R6.7 million for hired trucks utilized during the first half of the financial year which will decrease going forward due the recent purchase of tipper trucks and grader.



## Employee related costs and Remuneration of Councilors

KZN216 Ray Nkonyeni - Supporting Table SB11 Adjustments Budget - councillor and staff benefits -

Summary of remuneration	Ref	2023/24									% change
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	
R thousands		A	A1	B	C	D	E	F	G	H	
<b>Councillors (Political Office Bearers plus Other)</b>											
Basic Salaries and Wages		19 040	27 782			-		-	-	27 782	45.9%
Pension and UIF Contributions		758	758			-		-	-	758	0.0%
Medical Aid Contributions		-	-			-		-	-	-	
Motor Vehicle Allowance		-	-			-		-	-	-	
Cellphone Allowance		2 815	3 192			-		-	-	3 192	13.4%
Housing Allowances		5 953	5 953			-		-	-	5 953	0.0%
Other benefits and allowances		2 599	2 599			-		-	-	2 599	0.0%
<b>Sub Total - Councillors</b>		<b>31 164</b>	<b>40 283</b>			<b>-</b>		<b>-</b>	<b>-</b>	<b>40 283</b>	<b>29.3%</b>
% increase			0							-	
<b>Senior Managers of the Municipality</b>											
Basic Salaries and Wages		3 946	3 621			-		-	-	3 621	-8.2%
Pension and UIF Contributions		192	133			-		-	-	133	-30.6%
Medical Aid Contributions		230	134			-		-	-	134	-41.7%
Overtime		-	-			-		-	-	-	
Performance Bonus		1 059	1 059			-		-	-	1 059	0.0%
Motor Vehicle Allowance		1 060	928			-		-	-	928	-12.5%
Cellphone Allowance		114	92			-		-	-	92	-19.6%
Housing Allowances		3 275	2 243			-		-	-	2 243	-31.5%
Other benefits and allowances		1	1			-		-	-	1	-16.7%
Payments in lieu of leave		332	260			-		-	-	260	-21.6%
Long service awards		-	-			-		-	-	-	
Post-retirement benefit obligations	5	-	-			-		-	-	-	
Entertainment		-	-			-		-	-	-	
Scarcity		-	-			-		-	-	-	
Acting and post related allowance		-	-			-		-	-	-	
In kind benefits		-	-			-		-	-	-	
<b>Sub Total - Senior Managers of Municipality</b>		<b>10 209</b>	<b>8 470</b>			<b>-</b>		<b>-</b>	<b>-</b>	<b>8 470</b>	<b>-17.0%</b>
% increase			(0)							-	
<b>Other Municipal Staff</b>											
Basic Salaries and Wages		289 060	293 685			-		532	532	294 216	1.8%
Pension and UIF Contributions		50 460	54 484			-		-	-	54 484	8.0%
Medical Aid Contributions		20 668	21 909			-		-	-	21 909	6.0%
Overtime		18 985	22 020			-		-	-	22 020	16.0%
Performance Bonus		22 473	24 034			-		-	-	24 034	
Motor Vehicle Allowance		18 975	21 168			-		-	-	21 168	11.6%
Cellphone Allowance		1 007	1 047			-		-	-	1 047	4.0%
Housing Allowances		4 059	3 430			-		-	-	3 430	
Other benefits and allowances		6 038	5 441			-		-	-	5 441	-9.9%
Payments in lieu of leave		22 480	5 668			-		-	-	5 668	-74.8%
Long service awards		2 751	3 620			-		-	-	3 620	31.6%
Post-retirement benefit obligations	5	15 852	17 343			-		-	-	17 343	9.4%
Entertainment		-	-			-		-	-	-	
Scarcity		-	-			-		-	-	-	
Acting and post related allowance		912	1 523			-		-	-	1 523	
In kind benefits		-	-			-		-	-	-	
<b>Sub Total - Other Municipal Staff</b>		<b>473 720</b>	<b>475 372</b>			<b>-</b>		<b>532</b>	<b>532</b>	<b>475 904</b>	<b>0.5%</b>
% increase											
<b>Total Parent Municipality</b>		<b>515 094</b>	<b>524 125</b>			<b>-</b>		<b>532</b>	<b>532</b>	<b>524 657</b>	<b>1.9%</b>

## Overall expenditure budget

<u>Expenditure By Type</u>												
Employee related costs	483 929	483 842	-	-	-	-	532	532	484 374	497 297	520 615	
Remuneration of councillors	31 164	40 283	-	-	-	-	-	-	40 283	34 185	35 758	
Bulk purchases - electricity	158 320	153 320	-	-	-	-	-	-	153 320	153 550	160 613	
Inventory consumed	10 499	13 038	-	-	-	-	200	200	13 238	12 982	13 746	
Debt impairment	-	32 571	-	-	-	-	-	-	32 571	11 290	11 809	
Depreciation and amortisation	104 756	110 770	-	-	-	-	-	-	110 770	107 839	112 300	
Interest	9 958	9 960	-	-	-	-	-	-	9 960	10 818	10 307	
Contracted services	273 776	283 115	-	-	-	-	306	306	283 421	227 033	196 627	
Transfers and subsidies	13 838	14 737	-	-	-	-	300	300	15 036	17 163	15 442	
Irrecoverable debts written off	10 513	10 513	-	-	-	-	(500)	(500)	10 013	-	-	
Operational costs	156 437	171 541	-	-	-	-	27 653	27 653	199 194	171 541	168 804	
Losses on disposal of Assets	-	-	-	-	-	-	-	-	-	-	-	
Other Losses	-	-	-	-	-	-	-	-	-	-	-	
<b>Total Expenditure</b>	<b>1 253 191</b>	<b>1 323 690</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>28 491</b>	<b>28 491</b>	<b>1 352 181</b>	<b>1 243 696</b>	<b>1 246 022</b>	

## Capital Expenditure

KZN216 Ray Nkonyeni - Table B5 Adjustments Capital Expenditure Budget by vote and funding -

Description	Ref	2023/24									Budget Year 2024/25	Budget Year 2025/26
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	5	6	7	8	9	10	11	12		
<b>R thousands</b>												
<b>Capital expenditure - Vote</b>												
<b>Multi-year expenditure to be adjusted</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>Capital multi-year expenditure sub-total</b>	3	-	-	-	-	-	-	-	-	-	-	-
<b>Single-year expenditure to be adjusted</b>	2											
Vote 1 - Mayor and Council		-	-	-	-	-	-	-	-	-	127	133
Vote 2 - Finance and Administration		3 801	4 108	-	-	-	-	(100)	(100)	4 008	7 300	4 367
Vote 3 - Internal Audit		200	220	-	-	-	-	-	-	220	210	220
Vote 4 - Community and Social Services		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		4 340	995	-	-	-	-	-	-	995	5 500	5 830
Vote 7 - Housing		180	189	-	-	-	-	-	-	189	55	58
Vote 8 - Health		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		115 220	116 915	-	-	-	-	(3 839)	(3 839)	113 076	141 285	95 824
Vote 10 - Road Transport		7 200	31 700	-	-	-	-	(500)	(500)	31 200	15 000	10 983
Vote 11 - Environment Protection		500	300	-	-	-	-	-	-	300	800	837
Vote 12 - Energy Sources		22 952	21 452	-	-	-	-	-	-	21 452	6 997	6 670
Vote 13 - Other		-	-	-	-	-	-	-	-	-	485	909
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		500	500	-	-	-	-	-	-	500	1 400	523
<b>Capital single-year expenditure sub-total</b>		154 893	176 379	-	-	-	-	(4 439)	(4 439)	171 941	179 158	126 353
<b>Total Capital Expenditure - Vote</b>		154 893	176 379	-	-	-	-	(4 439)	(4 439)	171 941	179 158	126 353
<b>Capital Expenditure - Functional</b>												
<b>Governance and administration</b>		4 001	4 355	-	-	-	-	(100)	(100)	4 255	7 897	4 720
Executive and council		-	27	-	-	-	-	-	-	27	387	133
Finance and administration		3 801	4 108	-	-	-	-	(100)	(100)	4 008	7 300	4 367
Internal audit		200	220	-	-	-	-	-	-	220	210	220
<b>Community and public safety</b>		4 520	1 185	-	-	-	-	-	-	1 185	4 655	4 946
Community and social services		-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		4 340	995	-	-	-	-	-	-	995	4 600	4 889
Housing		180	189	-	-	-	-	-	-	189	55	58
Health		-	-	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		122 920	148 888	-	-	-	-	(4 339)	(4 339)	144 549	157 725	108 585
Planning and development		115 220	116 888	-	-	-	-	(3 839)	(3 839)	113 049	141 025	95 824
Road transport		7 200	31 700	-	-	-	-	(500)	(500)	31 200	15 900	11 924
Environmental protection		500	300	-	-	-	-	-	-	300	800	837
<b>Trading services</b>		23 452	21 952	-	-	-	-	-	-	21 952	8 397	7 193
Energy sources		22 952	21 452	-	-	-	-	-	-	21 452	6 997	6 670
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		500	500	-	-	-	-	-	-	500	1 400	523
Other		-	-	-	-	-	-	-	-	-	485	909
<b>Total Capital Expenditure - Functional</b>	3	154 893	176 379	-	-	-	-	(4 439)	(4 439)	171 941	179 158	126 353
<b>Funded by:</b>												
National Government		93 781	103 166	-	-	-	-	(3 839)	(3 839)	99 328	114 490	69 167
Provincial Government		1 739	3 872	-	-	-	-	-	-	3 872	435	909
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	4	95 520	107 038	-	-	-	-	(3 839)	(3 839)	103 199	114 924	70 075
Borrowing		21 452	21 452	-	-	-	-	-	-	21 452	-	-
Internally generated funds		37 921	47 890	-	-	-	-	(600)	(600)	47 290	64 234	56 278
<b>Total Capital Funding</b>		154 893	176 379	-	-	-	-	(4 439)	(4 439)	171 941	179 158	126 353

## PART 2 MAIN BUDGET TABLES

### 6. Annual Budget Tables

The following are the main budget tables as required in terms of section 8 of the Municipal Budget and Reporting Regulations

**Table 8 MBRR Table B1 - Budget Summary**

KZN216 Ray Nkonyeni - Table B1 Adjustments Budget Summary -

Description	2023/24									Budget Year 2024/25	Budget Year 2025/26
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
<b>Financial Performance</b>											
Property rates	509 406	509 406	-	-	-	-	-	-	509 406	532 893	557 406
Service charges	245 147	245 147	-	-	-	-	-	-	245 147	278 556	270 565
Investment revenue	8 511	11 275	-	-	-	-	-	-	11 275	11 916	12 464
Transfers recognised - operational	390 026	389 742	-	-	-	-	999	999	390 741	324 656	328 401
Other own revenue	98 017	120 730	-	-	-	-	30 360	30 360	151 090	122 121	122 208
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>1 251 108</b>	<b>1 276 300</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>31 359</b>	<b>31 359</b>	<b>1 307 659</b>	<b>1 270 142</b>	<b>1 291 043</b>
Employee costs	483 929	483 842	-	-	-	-	532	532	484 374	497 297	520 615
Remuneration of councillors	31 164	40 283	-	-	-	-	-	-	40 283	34 185	35 758
Depreciation & asset impairment	104 756	143 341	-	-	-	-	-	-	143 341	119 129	124 109
Finance charges	9 958	9 960	-	-	-	-	-	-	9 960	10 818	10 307
Inventory consumed and bulk purchases	168 819	166 358	-	-	-	-	200	200	166 558	166 532	174 359
Transfers and subsidies	13 838	14 737	-	-	-	-	300	300	15 036	17 163	15 442
Other expenditure	440 726	465 169	-	-	-	-	27 459	27 459	492 629	398 574	365 432
<b>Total Expenditure</b>	<b>1 253 191</b>	<b>1 323 690</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>28 491</b>	<b>28 491</b>	<b>1 352 181</b>	<b>1 243 698</b>	<b>1 246 022</b>
Surplus/(Deficit)	(2 083)	(47 390)	-	-	-	-	2 868	2 868	(44 522)	26 444	45 022
Transfers and subsidies - capital (monetary allocations)	109 848	123 093	-	-	-	-	(4 414)	(4 414)	118 679	132 163	122 164
Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>107 765</b>	<b>75 703</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1 546)</b>	<b>(1 546)</b>	<b>74 157</b>	<b>158 907</b>	<b>167 186</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>107 765</b>	<b>75 703</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1 546)</b>	<b>(1 546)</b>	<b>74 157</b>	<b>158 907</b>	<b>167 186</b>
<b>Capital expenditure &amp; funds sources</b>											
Capital expenditure	154 893	176 379	-	-	-	-	(4 439)	(4 439)	171 941	179 158	126 353
Transfers recognised - capital	95 520	107 038	-	-	-	-	(3 839)	(3 839)	103 199	114 924	70 075
Borrowing	21 452	21 452	-	-	-	-	-	-	21 452	-	-
Internally generated funds	37 921	47 890	-	-	-	-	(600)	(600)	47 290	64 234	56 278
<b>Total sources of capital funds</b>	<b>154 893</b>	<b>176 379</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(4 439)</b>	<b>(4 439)</b>	<b>171 941</b>	<b>179 158</b>	<b>126 353</b>
<b>Financial position</b>											
Total current assets	645 023	609 181	-	-	-	-	35 935	35 935	645 116	872 662	1 275 632
Total non current assets	2 037 876	2 063 000	-	-	-	-	(4 439)	(4 439)	2 058 562	2 233 759	2 236 806
Total current liabilities	335 379	356 723	-	-	-	-	29 082	29 082	385 805	445 049	700 225
Total non current liabilities	57 923	57 923	-	-	-	-	-	-	57 923	62 820	57 701
Community wealth/Equity	2 188 546	2 156 484	-	-	-	-	(1 546)	(1 546)	2 154 938	2 472 007	2 680 851
<b>Cash flows</b>											
Net cash from (used) operating	95 608	107 861	-	-	-	-	5 462	5 462	113 323	226 414	390 142
Net cash from (used) investing	(168 358)	187 898	-	-	-	-	(380 298)	(380 298)	(192 400)	(161 114)	(168 525)
Net cash from (used) financing	18 414	32 117	-	-	-	-	-	-	32 117	33 605	8 284
<b>Cash/cash equivalents at the year end</b>	<b>77 255</b>	<b>459 486</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(374 836)</b>	<b>(374 836)</b>	<b>84 630</b>	<b>213 157</b>	<b>533 148</b>
<b>Cash backing/surplus reconciliation</b>											
Cash and investments available	40 427	22 857	-	-	-	-	31 319	31 319	54 177	157 294	493 949
Application of cash and investments	(283 768)	(218 319)	-	-	-	-	39 036	39 036	(179 283)	(268 795)	(72 912)
<b>Balance - surplus (shortfall)</b>	<b>324 195</b>	<b>241 176</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(7 717)</b>	<b>(7 717)</b>	<b>233 460</b>	<b>426 089</b>	<b>566 861</b>
<b>Asset Management</b>											
Asset register summary (WDV)	1 938 095	1 952 622	-	-	-	-	(6 600)	(6 600)	1 946 022	2 105 269	2 028 274
Depreciation	102 525	102 525	-	-	-	-	-	-	102 525	86 018	89 475
Renewal and Upgrading of Existing Assets	68 420	70 993	-	-	-	-	(3 839)	(3 839)	67 155	70 390	63 804
Repairs and Maintenance	193 951	190 802	-	-	-	-	469	469	191 271	128 600	112 976
<b>Free services</b>											
Cost of Free Basic Services provided	-	-	-	-	-	-	-	-	-	-	-
Revenue cost of free services provided	-	-	-	-	-	-	-	-	-	-	-
<b>Households below minimum service level</b>											
Water:	-	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-	-	-

- Table B1 is a budget summary and provides a concise overview of the municipality's budget from all the major financial perspectives (financial performance, capital expenditure and funding sources, financial position, cash flow, MFMA funding compliance and asset management).
- The table provides an overview of the amounts approved by Council for operating performance, resources deployed to capital expenditure, financial position, cash and funding compliance, as well as the municipality's commitment to eliminating basic service delivery backlogs

**Table 9 MBRR Table B2 - Budgeted Financial Performance (revenue and expenditure by standard classification)**

**KZN216 Ray Nkonyeni - Table B2 Adjustments Budget Financial Performance (functional classification) -**

Standard Description	Ref	2023/24									Budget Year 2024/25	Budget Year 2025/26
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1, 4	A	A1	B	C	D	E	F	G	H		
<b>Revenue - Functional</b>												
<i>Governance and administration</i>		840 943	855 049	-	-	-	-	-	-	855 049	891 408	924 221
Executive and council		285 237	285 237	-	-	-	-	-	-	285 237	302 729	308 450
Finance and administration		555 706	569 812	-	-	-	-	-	-	569 812	588 679	615 771
Internal audit		-	-	-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		19 203	24 763	-	-	-	-	31 075	31 075	55 838	20 353	21 525
Community and social services		16 243	16 269	-	-	-	-	715	715	16 984	17 592	18 739
Sport and recreation		34	63	-	-	-	-	-	-	63	77	80
Public safety		150	279	-	-	-	-	-	-	279	175	184
Housing		2 775	8 153	-	-	-	-	30 360	30 360	38 513	2 509	2 522
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		242 674	260 756	-	-	-	-	(4 414)	(4 414)	256 341	183 592	176 315
Planning and development		113 160	130 365	-	-	-	-	(4 414)	(4 414)	125 950	131 761	122 099
Road transport		129 172	130 049	-	-	-	-	-	-	130 049	51 433	53 799
Environmental protection		342	342	-	-	-	-	-	-	342	398	417
<i>Trading services</i>		257 557	258 172	-	-	-	-	284	284	258 456	306 320	290 485
Energy sources		183 943	184 602	-	-	-	-	-	-	184 602	224 676	213 099
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		73 613	73 571	-	-	-	-	284	284	73 855	81 644	77 386
Other		579	653	-	-	-	-	-	-	653	632	661
<b>Total Revenue - Functional</b>	<b>2</b>	<b>1 360 956</b>	<b>1 399 394</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>26 945</b>	<b>26 945</b>	<b>1 426 338</b>	<b>1 402 305</b>	<b>1 413 207</b>
<b>Expenditure - Functional</b>												
<i>Governance and administration</i>		378 091	425 014	-	-	-	-	2 073	2 073	427 087	416 137	432 866
Executive and council		64 817	73 534	-	-	-	-	(1 000)	(1 000)	72 534	61 218	63 544
Finance and administration		268 751	309 921	-	-	-	-	2 573	2 573	312 495	315 759	329 407
Internal audit		44 523	41 559	-	-	-	-	500	500	42 059	39 160	39 915
<i>Community and public safety</i>		137 737	144 090	-	-	-	-	27 115	27 115	171 205	146 225	150 343
Community and social services		61 441	60 439	-	-	-	-	715	715	61 154	71 658	75 495
Sport and recreation		5 274	5 422	-	-	-	-	-	-	5 422	5 314	5 485
Public safety		52 947	58 165	-	-	-	-	-	-	58 165	55 858	56 597
Housing		18 075	20 064	-	-	-	-	26 400	26 400	46 464	13 395	12 767
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		356 280	365 985	-	-	-	-	(981)	(981)	365 004	310 086	288 819
Planning and development		45 114	51 181	-	-	-	-	500	500	51 681	74 268	64 115
Road transport		285 539	284 782	-	-	-	-	(1 481)	(1 481)	283 301	208 152	195 661
Environmental protection		25 627	30 022	-	-	-	-	-	-	30 022	27 666	29 044
<i>Trading services</i>		375 233	382 995	-	-	-	-	284	284	383 279	364 800	367 528
Energy sources		194 314	189 461	-	-	-	-	-	-	189 461	184 942	192 433
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		180 920	193 534	-	-	-	-	284	284	193 818	179 858	175 095
Other		5 850	5 606	-	-	-	-	-	-	5 606	6 451	6 465
<b>Total Expenditure - Functional</b>	<b>3</b>	<b>1 253 191</b>	<b>1 323 690</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>28 491</b>	<b>28 491</b>	<b>1 352 181</b>	<b>1 243 698</b>	<b>1 246 022</b>
<b>Surplus/ (Deficit) for the year</b>		<b>107 765</b>	<b>75 703</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1 546)</b>	<b>(1 546)</b>	<b>74 157</b>	<b>158 607</b>	<b>167 186</b>

Explanatory notes to MBRR Table B2 - Budgeted Financial Performance (revenue and expenditure by standard classification)

- Table B2 is a view of the budgeted financial performance in relation to revenue and expenditure per standard classification. The modified GFS standard classification divides the municipal services into 15 functional areas. Municipal revenue, operating expenditure and capital expenditure are then classified in terms of each of these functional areas which enables the National Treasury to compile 'whole of government' reports.
  - Note that as a general principle the revenues for the Trading Services should exceed their expenditures. The table highlights that both Electricity function and Waste management function can finance its services. As both service charges are reflecting a surplus.
  - Other functions that show a deficit between revenue and expenditure are being financed from rates revenues, other revenue sources and transfers recognized operational from both National and provincial departments.
-

**Table 10 MBRR Table B3 - Budgeted Financial Performance (revenue and expenditure by vote)**

Vote Description  [Insert departmental structure etc]	Ref	2023/24									Budget Year 2024/25	Budget Year 2025/26
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
<b>Revenue by Vote</b>	1											
Vote 1 - Mayor and Council		285 237	285 237	-	-	-	-	-	-	285 237	302 729	308 450
Vote 2 - Finance and Administration		555 706	569 812	-	-	-	-	-	-	569 812	588 679	615 771
Vote 3 - Internal Audit		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social Services		16 098	16 269	-	-	-	-	715	715	16 984	17 592	18 739
Vote 5 - Sport and Recreation		-	63	-	-	-	-	-	-	63	77	80
Vote 6 - Public Safety		33 156	33 285	-	-	-	-	-	-	33 285	33 720	35 271
Vote 7 - Housing		2 214	7 591	-	-	-	-	30 360	30 360	37 951	2 509	2 522
Vote 8 - Health		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		113 160	130 365	-	-	-	-	(4 414)	(4 414)	125 950	131 761	122 099
Vote 10 - Road Transport		96 166	97 043	-	-	-	-	-	-	97 043	17 888	18 711
Vote 11 - Environment Protection		342	342	-	-	-	-	-	-	342	398	417
Vote 12 - Energy Sources		183 943	184 602	-	-	-	-	-	-	184 602	224 676	213 099
Vote 13 - Other		579	653	-	-	-	-	-	-	653	632	661
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		73 613	73 571	-	-	-	-	284	284	73 855	81 644	77 386
<b>Total Revenue by Vote</b>	2	1 360 216	1 398 832	-	-	-	-	26 945	26 945	1 425 777	1 402 305	1 413 207
<b>Expenditure by Vote</b>	1											
Vote 1 - Mayor and Council		60 994	71 711	-	-	-	-	(1 000)	(1 000)	70 711	59 522	61 760
Vote 2 - Finance and Administration		221 821	258 101	-	-	-	-	1 573	1 573	259 674	273 376	282 972
Vote 3 - Internal Audit		91 453	93 379	-	-	-	-	1 500	1 500	94 879	81 443	86 246
Vote 4 - Community and Social Services		61 691	61 007	-	-	-	-	715	715	61 722	72 226	76 089
Vote 5 - Sport and Recreation		5 074	5 162	-	-	-	-	-	-	5 162	5 314	5 485
Vote 6 - Public Safety		107 354	117 520	-	-	-	-	(500)	(500)	117 020	113 270	116 264
Vote 7 - Housing		18 075	20 064	-	-	-	-	26 400	26 400	46 464	13 395	12 767
Vote 8 - Health		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		48 937	53 004	-	-	-	-	500	500	53 504	75 964	65 899
Vote 10 - Road Transport		230 882	224 859	-	-	-	-	(981)	(981)	223 877	150 171	135 399
Vote 11 - Environment Protection		25 627	30 022	-	-	-	-	-	-	30 022	27 666	29 044
Vote 12 - Energy Sources		194 314	189 461	-	-	-	-	-	-	189 461	184 942	192 433
Vote 13 - Other		5 850	5 606	-	-	-	-	-	-	5 606	6 451	6 465
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		180 920	193 534	-	-	-	-	284	284	193 818	179 858	175 095
<b>Total Expenditure by Vote</b>	2	1 252 991	1 323 430	-	-	-	-	28 491	28 491	1 351 921	1 243 598	1 245 917
<b>Surplus (Deficit) for the year</b>	2	107 225	75 402	-	-	-	-	(1 546)	(1 546)	73 856	158 707	167 290

Table B3 is a view of the budgeted financial performance in relation to the revenue and expenditure per municipal vote. This table facilitates the view of the budgeted operating performance in relation to the organizational structure of the Municipality. This means it is possible to present the operating surplus or deficit of a vote.



**Table11 MBRR Table B4 - Budgeted Financial Performance (revenue and expenditure)**

**KZN216 Ray Nkonyeni - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) -**

Description	Ref	2023/24									Budget Year	Budget Year	
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or Prov.	Other	Total	Adjusted	Adjusted	Adjusted	
		Budget	Adjusted	Funds	capital	Unavoid.	Govt	Adjusts.	Adjusts.	Budget	Budget	Budget	
R thousands	1	A	A1	B	C	D	E	F	G	H	I	J	
<b>Revenue By Source</b>													
Exchange Revenue													
Service charges - Electricity	2	182 436	182 436	-	-	-	-	-	-	-	182 436	207 222	200 558
Service charges - Water	2	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management	2	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - Waste Management	2	62 711	62 711	-	-	-	-	-	-	-	62 711	71 335	70 007
Sale of Goods and Rendering of Services		9 571	14 824	-	-	-	-	30 360	30 360	45 184	22 615	18 201	
Agency services		5 371	6 248	-	-	-	-	-	-	6 248	6 892	7 209	
Interest		-	-	-	-	-	-	-	-	-	-	-	-
Interest earned from Receivables		6 982	8 340	-	-	-	-	-	-	8 340	8 202	8 579	
Interest earned from Current and Non Current Assets		8 511	11 275	-	-	-	-	-	-	11 275	11 916	12 454	
Dividends		-	-	-	-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		3 498	4 975	-	-	-	-	-	-	4 975	5 203	5 365	
Licence and permits		636	637	-	-	-	-	-	-	637	737	771	
Operational Revenue		1 106	1 230	-	-	-	-	-	-	1 230	1 091	1 141	
<b>Non-Exchange Revenue</b>													
Property rates	2	509 406	509 406	-	-	-	-	-	-	509 406	532 893	557 406	
Surcharges and Taxes		-	-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		31 062	34 529	-	-	-	-	-	-	34 529	32 812	34 321	
Licences or permits		9 628	9 628	-	-	-	-	-	-	9 628	11 956	12 506	
Transfer and subsidies - Operational		390 026	389 742	-	-	-	-	999	999	390 741	324 656	328 401	
Interest		30 164	30 164	-	-	-	-	-	-	30 164	32 615	34 115	
Fuel Levy		-	-	-	-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	652	-	-	-	-	-	-	652	-	-	-
Other Gains		-	9 503	-	-	-	-	-	-	9 503	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>1 251 108</b>	<b>1 276 300</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>31 359</b>	<b>31 359</b>	<b>1 307 659</b>	<b>1 270 142</b>	<b>1 291 043</b>	
<b>Expenditure By Type</b>													
Employee related costs		483 929	483 842	-	-	-	-	532	532	484 374	497 297	520 615	
Remuneration of councillors		31 164	40 283	-	-	-	-	-	-	40 283	34 185	35 758	
Bulk purchases - electricity		158 320	153 320	-	-	-	-	-	-	153 320	153 550	160 613	
Inventory consumed		10 499	13 038	-	-	-	-	200	200	13 238	12 982	13 746	
Debt impairment		-	32 571	-	-	-	-	-	-	32 571	11 290	11 809	
Depreciation and amortisation		104 756	110 770	-	-	-	-	-	-	110 770	107 839	112 300	
Interest		9 958	9 960	-	-	-	-	-	-	9 960	10 818	10 307	
Contracted services		273 776	283 115	-	-	-	-	306	306	283 421	227 033	196 627	
Transfers and subsidies		13 838	14 737	-	-	-	-	300	300	15 036	17 163	15 442	
Irrecoverable debts written off		10 513	10 513	-	-	-	-	(500)	(500)	10 013	-	-	
Operational costs		156 437	171 541	-	-	-	-	27 653	27 653	199 194	171 541	168 804	
Losses on disposal of Assets		-	-	-	-	-	-	-	-	-	-	-	-
Other Losses		-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>1 253 191</b>	<b>1 323 690</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>28 491</b>	<b>28 491</b>	<b>1 352 181</b>	<b>1 243 698</b>	<b>1 246 022</b>	
<b>Surplus/(Deficit)</b>		<b>(2 083)</b>	<b>(47 390)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2 868</b>	<b>2 868</b>	<b>(44 522)</b>	<b>26 444</b>	<b>45 022</b>	
Transfers and subsidies - capital (monetary allocations)		109 848	123 093	-	-	-	-	(4 414)	(4 414)	118 679	132 163	122 164	
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-	-	-	
<b>Surplus/(Deficit) before taxation</b>		<b>107 765</b>	<b>75 703</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1 546)</b>	<b>(1 546)</b>	<b>74 157</b>	<b>158 607</b>	<b>167 186</b>	
Income Tax		-	-	-	-	-	-	-	-	-	-	-	
<b>Surplus/(Deficit) after taxation</b>		<b>107 765</b>	<b>75 703</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1 546)</b>	<b>(1 546)</b>	<b>74 157</b>	<b>158 607</b>	<b>167 186</b>	
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-	-	-	
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-	-	-	
<b>Surplus/(Deficit) attributable to municipality</b>		<b>107 765</b>	<b>75 703</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1 546)</b>	<b>(1 546)</b>	<b>74 157</b>	<b>158 607</b>	<b>167 186</b>	
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-	-	-	
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-	-	-	
<b>Surplus/ (Deficit) for the year</b>	<b>1</b>	<b>107 765</b>	<b>75 703</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1 546)</b>	<b>(1 546)</b>	<b>74 157</b>	<b>158 607</b>	<b>167 186</b>	

Explanatory notes to Table B4 - Budgeted Financial Performance (revenue and expenditure)

1. Total adjusted operating revenue is R1,3 billion and total adjusted capital revenue is R 118 million in 2023/24
2. Total adjusted revenue for 2023/24 financial year is R1.4 billion.
3. Adjusted Revenue to be generated from property rates is R509.4 million in the 2023/24 financial year therefore remains a main funding source for the municipality.
4. Transfers recognized – operating includes the local government equitable share and other operating grants from national and provincial government amounts to R389.7 million. It needs to be noted that in real terms the grants receipts from national government are growing rapidly over the MTREF. The municipality is not grant dependent since major part of revenue is own funding however we still must ensure that we collect every single cent that is due to us.

**Table 12 MBRR Table B5 - Budgeted Capital Expenditure by vote, standard classification and funding source**

KZN216 Ray Nkonyeni - Table B5 Adjustments Capital Expenditure Budget by vote and funding -

Description	Ref	2023/24									Budget Year 2024/25	Budget Year 2025/26
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	5	6	7	8	9	10	11	12		
<b>Capital expenditure - Vote</b>												
<b>Multi-year expenditure to be adjusted</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>Capital multi-year expenditure sub-total</b>	3	-	-	-	-	-	-	-	-	-	-	-
<b>Single-year expenditure to be adjusted</b>	2											
Vote 1 - Mayor and Council		-	-	-	-	-	-	-	-	-	127	133
Vote 2 - Finance and Administration		3 801	4 108	-	-	-	-	(100)	(100)	4 008	7 300	4 367
Vote 3 - Internal Audit		200	220	-	-	-	-	-	-	220	210	220
Vote 4 - Community and Social Services		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		4 340	995	-	-	-	-	-	-	995	5 500	5 830
Vote 7 - Housing		180	189	-	-	-	-	-	-	189	55	58
Vote 8 - Health		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		115 220	116 915	-	-	-	-	(3 839)	(3 839)	113 076	141 285	95 824
Vote 10 - Road Transport		7 200	31 700	-	-	-	-	(500)	(500)	31 200	15 000	10 983
Vote 11 - Environment Protection		500	300	-	-	-	-	-	-	300	800	837
Vote 12 - Energy Sources		22 952	21 452	-	-	-	-	-	-	21 452	6 997	6 670
Vote 13 - Other		-	-	-	-	-	-	-	-	-	485	909
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		500	500	-	-	-	-	-	-	500	1 400	523
<b>Capital single-year expenditure sub-total</b>		154 893	176 379	-	-	-	-	(4 439)	(4 439)	171 941	179 158	126 353
<b>Total Capital Expenditure - Vote</b>		154 893	176 379	-	-	-	-	(4 439)	(4 439)	171 941	179 158	126 353
<b>Capital Expenditure - Functional</b>												
<b>Governance and administration</b>		4 001	4 355	-	-	-	-	(100)	(100)	4 255	7 897	4 720
Executive and council		-	27	-	-	-	-	-	-	27	387	133
Finance and administration		3 801	4 108	-	-	-	-	(100)	(100)	4 008	7 300	4 367
Internal audit		200	220	-	-	-	-	-	-	220	210	220
<b>Community and public safety</b>		4 520	1 185	-	-	-	-	-	-	1 185	4 655	4 946
Community and social services		-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		4 340	995	-	-	-	-	-	-	995	4 600	4 889
Housing		180	189	-	-	-	-	-	-	189	55	58
Health		-	-	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		122 920	148 888	-	-	-	-	(4 339)	(4 339)	144 549	157 725	108 585
Planning and development		115 220	116 888	-	-	-	-	(3 839)	(3 839)	113 049	141 025	95 824
Road transport		7 200	31 700	-	-	-	-	(500)	(500)	31 200	15 900	11 924
Environmental protection		500	300	-	-	-	-	-	-	300	800	837
<b>Trading services</b>		23 452	21 952	-	-	-	-	-	-	21 952	8 397	7 193
Energy sources		22 952	21 452	-	-	-	-	-	-	21 452	6 997	6 670
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		500	500	-	-	-	-	-	-	500	1 400	523
Other		-	-	-	-	-	-	-	-	-	485	909
<b>Total Capital Expenditure - Functional</b>	3	154 893	176 379	-	-	-	-	(4 439)	(4 439)	171 941	179 158	126 353
<b>Funded by:</b>												
National Government		93 781	103 166	-	-	-	-	(3 839)	(3 839)	99 328	114 490	69 167
Provincial Government		1 739	3 872	-	-	-	-	-	-	3 872	435	909
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>	4	95 520	107 038	-	-	-	-	(3 839)	(3 839)	103 199	114 924	70 075
Borrowing		21 452	21 452	-	-	-	-	-	-	21 452	-	-
<b>Internally generated funds</b>		37 921	47 890	-	-	-	-	(500)	(500)	47 290	64 234	56 278
<b>Total Capital Funding</b>		154 893	176 379	-	-	-	-	(4 439)	(4 439)	171 941	179 158	126 353

Explanatory notes to Table B5 - Budgeted Capital Expenditure by vote, standard classification and funding source

Table B5 is a breakdown of the capital Programme in relation to capital expenditure by municipal vote (multi-year and single-year appropriations); capital expenditure by standard classification; and the funding sources necessary to fund the capital budget including information on capital transfers from national and provincial departments.

- The MFMA provides that a municipality may approve multi-year or single-year capital budget appropriations.
- Single-year capital expenditure has been appropriated at R176.3 million (Excl. VAT) for the 2023/24 financial year.
- Unlike multi-year capital appropriations, single-year appropriations relate to expenditure that will be incurred in the specific budget year such as the procurement of vehicles and specialized tools and equipment. The budget appropriations for the two outer years are indicative allocations based on the departmental business plans as informed by the IDP and will be reviewed on an annual basis to assess the relevance of the expenditure in relation to the strategic objectives and service delivery imperatives of the municipality. For the purpose of funding assessment of the MTREF, these appropriations have been included but no commitments will be incurred against single-year appropriations for the two outer-years.
- The capital Programme is funded from capital and provincial grants and transfers and internally generated funds.
- Capital Projects expenditure and funding in Table B5 have been budgeted for excluding VAT.

**Table 13 MBRR Table B6 - Budgeted Financial Position**

KZN216 Ray Nkonyeni - Table B6 Adjustments Budget Financial Position -

Description	Ref	2023/24									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
<b>R thousands</b>												
<b>ASSETS</b>												
<b>Current assets</b>												
Cash and cash equivalents		40 427	22 857	-	-	-	-	31 319	31 319	54 177	157 294	493 949
Trade and other receivables from exchange transactions	1	143 554	138 590	-	-	-	-	-	-	138 590	148 865	175 138
Receivables from non-exchange transactions	1	333 984	307 784	-	-	-	-	500	500	308 284	401 041	451 885
Current portion of non-current receivables	2	-	-	-	-	-	-	-	-	-	-	-
Inventory		2 559	14 812	-	-	-	-	(200)	(200)	14 612	11 770	18 284
VAT		121 348	121 988	-	-	-	-	4 316	4 316	126 304	149 223	131 907
Other current assets		3 151	3 151	-	-	-	-	-	-	3 151	4 469	4 469
<b>Total current assets</b>		<b>645 023</b>	<b>609 181</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>35 935</b>	<b>35 935</b>	<b>645 116</b>	<b>872 662</b>	<b>1 275 632</b>
<b>Non current assets</b>												
Investments		-	-	-	-	-	-	-	-	-	-	-
Investment property		307 811	316 811	-	-	-	-	-	-	316 811	354 869	354 869
Property, plant and equipment	3	1 726 164	1 741 856	-	-	-	-	(4 439)	(4 439)	1 737 417	1 876 527	1 879 426
Biological assets		-	-	-	-	-	-	-	-	-	-	-
Living and non-living resources		-	-	-	-	-	-	-	-	-	-	-
Heritage assets		2 205	2 205	-	-	-	-	-	-	2 205	2 210	2 210
Intangible assets		1 697	2 129	-	-	-	-	-	-	2 129	153	302
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>2 037 876</b>	<b>2 063 000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(4 439)</b>	<b>(4 439)</b>	<b>2 058 962</b>	<b>2 233 759</b>	<b>2 236 806</b>
<b>TOTAL ASSETS</b>		<b>2 682 899</b>	<b>2 672 182</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>31 496</b>	<b>31 496</b>	<b>2 703 678</b>	<b>3 106 420</b>	<b>3 512 438</b>
<b>LIABILITIES</b>												
<b>Current liabilities</b>												
Bank overdraft		-	-	-	-	-	-	-	-	-	-	-
Financial liabilities		28 891	15 188	-	-	-	-	-	-	15 188	11 764	8 599
Consumer deposits		32 846	32 846	-	-	-	-	-	-	32 846	35 315	35 315
Trade and other payables from exchange transactions		112 595	158 431	-	-	-	-	(6 131)	(6 131)	152 300	197 650	449 216
Trade and other payables from non-exchange transactions		46 376	33 987	-	-	-	-	8 614	8 614	42 601	37 945	37 945
Provisions		35 473	37 073	-	-	-	-	26 600	26 600	63 673	45 344	52 120
VAT		74 576	74 576	-	-	-	-	-	-	74 576	112 191	112 191
Other current liabilities		4 622	4 622	-	-	-	-	-	-	4 622	4 839	4 839
<b>Total current liabilities</b>		<b>335 379</b>	<b>356 723</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>29 082</b>	<b>29 082</b>	<b>385 805</b>	<b>445 049</b>	<b>700 225</b>
<b>Non current liabilities</b>												
Borrowing	1	16 435	16 435	-	-	-	-	-	-	16 435	15 628	10 509
Provisions	1	41 487	41 487	-	-	-	-	-	-	41 487	47 192	47 192
Long term portion of trade payables		-	-	-	-	-	-	-	-	-	-	-
Other non-current liabilities		101 052	101 052	-	-	-	-	-	-	101 052	98 891	98 891
<b>Total non current liabilities</b>		<b>57 923</b>	<b>57 923</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>57 923</b>	<b>62 820</b>	<b>57 701</b>
<b>TOTAL LIABILITIES</b>		<b>393 301</b>	<b>414 646</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>29 082</b>	<b>29 082</b>	<b>443 728</b>	<b>507 869</b>	<b>757 926</b>
<b>NET ASSETS</b>	2	<b>2 289 597</b>	<b>2 257 536</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2 414</b>	<b>2 414</b>	<b>2 259 950</b>	<b>2 598 551</b>	<b>2 754 512</b>
<b>COMMUNITY WEALTH/EQUITY</b>												
Accumulated Surplus/(Deficit)		2 188 546	2 156 484	-	-	-	-	(1 546)	(1 546)	2 154 938	2 472 007	2 660 851
Funds and Reserves		-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>		<b>2 188 546</b>	<b>2 156 484</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1 546)</b>	<b>(1 546)</b>	<b>2 154 938</b>	<b>2 472 007</b>	<b>2 660 851</b>

**Explanatory notes to Table B6 - Budgeted Financial Position**

- Table B6 is consistent with international standards of good financial management practice and improves understand ability for councillors and management of the impact of the budget on the statement of financial position (balance sheet).
- This format of presenting the statement of financial position is aligned to GRAP1, which is generally aligned to the international version which presents Assets less Liabilities as “accounting” Community Wealth. The order of items within each group illustrates items in order of liquidity, i.e., assets readily converted to cash, or liabilities immediately required to be met from cash, appear first.
- Call investments deposits.
- Consumer debtors.
- Property, plant and equipment.

- Trade and other payables.
- Provisions non-current.
- Changes in net assets; and
- Reserves

The statement of financial position shows that the municipality is financially health as assets exceeds liabilities.

**Table 14 MBRR Table B7 - Budgeted Cash Flow Statement**

KZN216 Ray Nkonyeni - Table B7 Adjustments Budget Cash Flows -

Description	Ref	2023/24									Budget Year 2024/25	Budget Year 2025/26
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	3	4	5	6	7	8	9	10		
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>												
<b>Receipts</b>												
Property rates		483 936	483 936	-	-	-	-	-	-	483 936	506 248	528 957
Service charges		232 890	232 890	-	-	-	-	-	-	232 890	274 989	273 928
Other revenue		26 628	29 263	-	-	-	-	-	-	29 263	54 078	56 494
Transfers and Subsidies - Operational	1	390 290	395 386	-	-	-	-	284	284	395 670	336 888	336 131
Transfers and Subsidies - Capital	1	109 848	110 025	-	-	-	-	5 178	5 178	115 203	132 163	122 164
Interest		8 511	11 275	-	-	-	-	-	-	11 275	11 916	12 464
Dividends		-	-	-	-	-	-	-	-	-	-	-
<b>Payments</b>												
Suppliers and employees		(1 131 649)	(1 130 069)	-	-	-	-	-	-	(1 130 069)	(1 083 524)	(935 870)
Finance charges		(9 958)	(9 958)	-	-	-	-	-	-	(9 958)	10 818	11 316
Transfers and Subsidies	1	(14 888)	(14 888)	-	-	-	-	-	-	(14 888)	(17 163)	(15 442)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>95 608</b>	<b>107 861</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5 462</b>	<b>5 462</b>	<b>113 323</b>	<b>226 414</b>	<b>390 142</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>												
<b>Receipts</b>												
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-	-	-
<b>Payments</b>												
Capital assets		(168 358)	187 898	-	-	-	-	(380 298)	(380 298)	(192 400)	(161 114)	(168 525)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(168 358)</b>	<b>187 898</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(380 298)</b>	<b>(380 298)</b>	<b>(192 400)</b>	<b>(161 114)</b>	<b>(168 525)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>												
<b>Receipts</b>												
Short term loans		-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-	-	-
<b>Payments</b>												
Repayment of borrowing		18 414	32 117	-	-	-	-	-	-	32 117	33 605	8 284
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>18 414</b>	<b>32 117</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>32 117</b>	<b>33 605</b>	<b>8 284</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>		<b>(54 336)</b>	<b>327 875</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(374 836)</b>	<b>(374 836)</b>	<b>(46 961)</b>	<b>98 906</b>	<b>229 901</b>
Cash/cash equivalents at the year begin:	2	131 591	131 591	-	-	-	-	-	-	131 591	114 251	303 247
Cash/cash equivalents at the year end:	2	77 255	459 466	-	-	-	-	(374 836)	(374 836)	84 630	213 157	533 148

**Explanatory notes to Table B7 - Budgeted Cash Flow Statement**

1. The budgeted cash flow statement is the first measurement in determining if the budget is funded.
2. It shows the expected level of cash in-flow versus cash out-flow that is likely to result from the implementation of the budget.
3. The cash levels of the Municipality are not stabilized over the MTREF and prior years.
4. In 2023/24 the cash flow starts to turn around and improves again.
5. The 2023/24 MTREF has been informed by the planning principle of ensuring adequate cash reserves over the medium-term.
6. Cash flow reflect a positive balance after defraying all the expenditure for the financial year.

**Table 15 MBRR Table B8 - Cash Backed Reserves/Accumulated Surplus Reconciliation**

KZN216 Ray Nkonyeni - Table B8 Cash backed reserves/accumulated surplus reconciliation -

Description	Ref	2023/24									Budget Year 2024/25	Budget Year 2025/26
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
<b>Cash and investments available</b>												
Cash/cash equivalents at the year end	1	77 255	459 466	-	-	-	-	(374 836)	(374 836)	84 630	213 157	533 148
Other current investments > 90 days		(36 828)	(436 608)	-	-	-	-	406 155	406 155	(30 453)	(55 863)	(39 199)
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-	-
<b>Cash and investments available:</b>		<b>40 427</b>	<b>22 857</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>31 319</b>	<b>31 319</b>	<b>54 177</b>	<b>157 294</b>	<b>493 949</b>
<b>Applications of cash and investments</b>												
Unspent conditional transfers		47 426	34 138	-	-	-	-	8 877	8 877	43 016	37 945	37 945
Unspent borrowing		-	-	-	-	-	-	-	-	-	-	-
Statutory requirements		(46 619)	(47 259)	-	-	-	-	(4 316)	(4 316)	(51 575)	(37 031)	(19 716)
Other working capital requirements	2	(324 669)	(246 893)	-	-	-	-	7 874	7 874	(239 019)	(319 892)	(148 101)
Other provisions		40 094	41 694	-	-	-	-	26 600	26 600	68 294	50 183	56 959
Long term investments committed		-	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments		-	-	-	-	-	-	-	-	-	-	-
<b>Total Application of cash and investments:</b>		<b>(283 768)</b>	<b>(218 319)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>39 036</b>	<b>39 036</b>	<b>(179 283)</b>	<b>(268 795)</b>	<b>(72 912)</b>
<b>Surplus(shortfall)</b>		<b>324 195</b>	<b>241 176</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(7 717)</b>	<b>(7 717)</b>	<b>233 460</b>	<b>426 089</b>	<b>566 861</b>

**Explanatory notes to Table B8 - Cash Backed Reserves/Accumulated Surplus Reconciliation**

- a. The cash backed reserves/accumulated surplus reconciliation is aligned to the requirements of MFMA Circular 42 – Funding a Municipal Budget.
- b. In essence the table evaluates the funding levels of the budget by firstly forecasting the cash and investments at year end and secondly reconciling the available funding to the liabilities/commitments that exist.
- c. The outcome of this exercise would either be a surplus or deficit. A deficit would indicate that the applications exceed the cash and investments available and would be indicative of non-compliance with the MFMA requirements that the municipality’s budget must be “funded”.
- d. Non-compliance with section 18 of the MFMA is assumed because a shortfall would indirectly indicate that the annual budget is not appropriately funded.
- e. From the table the municipality is operating at a surplus.
- f. Considering the requirements of section 18 of the MFMA, it can be concluded that the adopted 2023/24 MTREF was funded as it reflects a positive balance in funding measurement.
- g. This reflects that the budget will be able to pay its expenditure for the current year and be able to pay its obligations. It is assumed that all grants will be spent 100% and if not, it is cash backed since our budget reflects a positive balance after all the current year’s expenditure paid and its liabilities.
- h. As part of the budgeting and planning guidelines that informed the compilation of the KZN216 Ray Nkonyeni - Table B8 Cash backed reserves/accumulated surplus reconciliation - 2023/24 MTREF the end objective of the medium-term framework was to ensure the budget is funded aligned to section 18 of the MFMA.

**Table 16 MBRR Table B9 - Asset Management**

**KZN216 Ray Nkonyeni - Table B9 Asset Management -**

Description	Ref	2023/24									Budget Year 2024/25	Budget Year 2025/26
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	A1	B	C	D	E	F	G	H		
<b>R thousands</b>												
<b>CAPITAL EXPENDITURE</b>												
<b>Total New Assets to be adjusted</b>	1	86 473	105 386	-	-	-	-	(600)	(600)	104 786	108 769	62 549
Roads Infrastructure		38 900	45 459	-	-	-	-	6 000	6 000	51 459	55 950	27 007
Storm water Infrastructure		3 000	13 080	-	-	-	-	-	-	13 080	12 000	6 600
Electrical Infrastructure		8 452	9 252	-	-	-	-	-	-	9 252	9 235	5 274
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	500	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		50 352	67 791	-	-	-	-	6 000	6 000	73 791	77 685	38 881
Community Facilities		7 700	11 285	-	-	-	-	-	-	11 285	1 450	116
Sport and Recreation Facilities		10 000	11 242	-	-	-	-	-	-	11 242	4 200	1 164
Community Assets		17 700	22 527	-	-	-	-	-	-	22 527	5 650	1 280
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		9 000	2 150	-	-	-	-	-	-	2 150	10 800	9 832
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets	6	9 000	2 150	-	-	-	-	-	-	2 150	10 800	9 832
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		840	620	-	-	-	-	-	-	620	500	523
Intangible Assets		840	620	-	-	-	-	-	-	620	500	523
Computer Equipment		5 990	4 411	-	-	-	-	(100)	(100)	4 311	7 290	6 239
Furniture and Office Equipment		531	460	-	-	-	-	-	-	460	2 152	1 770
Machinery and Equipment		2 060	2 927	-	-	-	-	(2 000)	(2 000)	927	4 692	4 023
Transport Assets		-	4 500	-	-	-	-	(4 500)	(4 500)	-	-	-
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-	-	-
<b>Total Renewal of Existing Assets to be adjusted</b>	2	45 659	27 638	-	-	-	-	-	-	27 638	28 707	19 972
Roads Infrastructure		17 500	10 029	-	-	-	-	-	-	10 029	14 500	12 594
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		15 500	14 500	-	-	-	-	-	-	14 500	1 000	1 046
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		4 000	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		500	300	-	-	-	-	-	-	300	800	837
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		37 500	24 829	-	-	-	-	-	-	24 829	16 300	14 477
Community Facilities		7 659	2 409	-	-	-	-	-	-	2 409	11 972	4 198
Sport and Recreation Facilities		500	400	-	-	-	-	-	-	400	-	388
Community Assets		8 159	2 809	-	-	-	-	-	-	2 809	11 972	4 586
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-	435	909
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets	6	-	-	-	-	-	-	-	-	-	435	909
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-	-	-



KZN216 Ray Nkonyeni - Table B9 Asset Management -

Description	Ref	2023/24									Budget Year 2024/25	Budget Year 2025/26
		Original Budget	Prior Adjusted 7	Accum. Funds 8	Multi-year capital 9	Unfore. Unavoid. 10	Nat. or Prov. Govt 11	Other Adjusts. 12	Total Adjusts. 13	Adjusted Budget 14	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
<b>Total Upgrading of Existing Assets to be adjusted</b>	2a	22 761	43 355	-	-	-	-	(3 839)	(3 839)	41 016	41 683	43 832
Roads Infrastructure		14 522	29 595	-	-	-	-	(3 839)	(3 839)	25 756	35 783	36 161
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	10 050	-	-	-	-	-	-	10 050	2 000	3 138
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		14 522	39 645	-	-	-	-	(3 839)	(3 839)	35 806	37 783	39 299
Community Facilities		6 739	3 711	-	-	-	-	-	-	3 711	3 800	4 494
Sport and Recreation Facilities		1 000	-	-	-	-	-	-	-	1 000	100	39
Community Assets		7 739	3 711	-	-	-	-	-	-	4 711	3 900	4 533
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		500	-	-	-	-	-	-	-	500	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets	6	500	-	-	-	-	-	-	-	500	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-	-	-
<b>Living Resources</b>		-	-	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure to be adjusted</b>	4	154 893	176 379	-	-	-	-	(4 439)	(4 439)	173 441	179 158	126 353
Roads Infrastructure		70 922	85 083	-	-	-	-	2 161	2 161	87 244	106 233	75 762
Storm water Infrastructure		3 000	13 080	-	-	-	-	-	-	13 080	12 000	6 600
Electrical Infrastructure		23 952	23 752	-	-	-	-	-	-	23 752	10 235	6 320
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	500	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		4 000	10 050	-	-	-	-	-	-	10 050	2 000	3 138
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		500	300	-	-	-	-	-	-	300	800	837
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		102 374	132 264	-	-	-	-	2 161	2 161	134 426	131 767	92 657
Community Facilities		22 098	17 405	-	-	-	-	-	-	17 405	17 222	8 809
Sport and Recreation Facilities		11 500	11 642	-	-	-	-	-	-	12 642	4 300	1 591
Community Assets		33 598	29 047	-	-	-	-	-	-	30 047	21 522	10 400
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		9 500	2 150	-	-	-	-	-	-	2 650	11 235	10 741
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets		9 500	2 150	-	-	-	-	-	-	2 650	11 235	10 741
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		840	620	-	-	-	-	-	-	620	500	523
Intangible Assets		840	620	-	-	-	-	-	-	620	500	523
Computer Equipment		5 990	4 411	-	-	-	-	(100)	(100)	4 311	7 290	6 239
Furniture and Office Equipment		531	460	-	-	-	-	-	-	460	2 152	1 770
Machinery and Equipment		2 060	2 927	-	-	-	-	(2 000)	(2 000)	927	4 692	4 023
Transport Assets		-	4 500	-	-	-	-	(4 500)	(4 500)	-	-	-
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-	-	-
<b>Living Resources</b>		-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL CAPITAL EXPENDITURE to be adjusted</b>	4	154 893	176 379	-	-	-	-	(4 439)	(4 439)	173 441	179 158	126 353
<b>ASSET REGISTER SUMMARY - PPE (WDV)</b>	5	1 938 095	1 952 622	-	-	-	-	(6 600)	(6 600)	1 946 022	2 105 269	2 028 274
Roads Infrastructure		699 566	700 986	-	-	-	-	-	-	700 986	780 858	728 648

KZN216 Ray Nkonyeni - Table B9 Asset Management -

Description	Ref	2023/24									Budget Year 2024/25	Budget Year 2025/26
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	A1	B	C	D	E	F	G	H		
<b>R thousands</b>												
Storm water Infrastructure		57 468	68 468	-	-	-	-	-	-	68 468	89 247	93 127
Electrical Infrastructure		108 854	107 354	-	-	-	-	-	-	107 354	111 674	115 024
Water Supply Infrastructure		346	346	-	-	-	-	-	-	346	346	346
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		22 490	28 540	-	-	-	-	-	-	28 540	36 783	40 921
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		9 563	9 763	-	-	-	-	(100)	(100)	9 663	11 452	14 950
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		898 287	915 457	-	-	-	-	(100)	(100)	915 357	1 030 360	993 016
Community Assets		524 282	509 690	-	-	-	-	-	-	509 690	496 656	468 241
Heritage Assets		2 205	2 205	-	-	-	-	-	-	2 205	2 210	2 210
Investment properties		307 811	316 811	-	-	-	-	-	-	316 811	354 869	354 869
Other Assets		32 759	31 959	-	-	-	-	-	-	31 959	37 749	40 601
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		1 697	2 129	-	-	-	-	-	-	2 129	153	302
Computer Equipment		9 127	7 148	-	-	-	-	-	-	7 148	11 715	9 253
Furniture and Office Equipment		4 459	4 388	-	-	-	-	-	-	4 388	7 199	7 033
Machinery and Equipment		6 881	7 748	-	-	-	-	(2 000)	(2 000)	5 748	6 663	7 245
Transport Assets		51 379	55 879	-	-	-	-	(4 500)	(4 500)	51 379	53 056	40 866
Land		99 208	99 208	-	-	-	-	-	-	99 208	104 639	104 639
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL ASSET REGISTER SUMMARY - PPE (WDV)</b>	<b>5</b>	<b>1 938 095</b>	<b>1 952 622</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(6 600)</b>	<b>(6 600)</b>	<b>1 946 022</b>	<b>2 105 269</b>	<b>2 028 274</b>
<b>EXPENDITURE OTHER ITEMS</b>												
<b>Depreciation &amp; asset impairment</b>		102 525	102 525	-	-	-	-	-	-	102 525	86 018	89 475
<b>Repairs and Maintenance by asset class</b>	<b>3</b>	<b>193 951</b>	<b>190 802</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>469</b>	<b>469</b>	<b>191 421</b>	<b>128 600</b>	<b>112 976</b>
Roads Infrastructure		162 030	155 756	-	-	-	-	119	119	155 874	86 411	76 027
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		11 425	11 007	-	-	-	-	-	-	11 007	10 895	11 396
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		2 319	3 069	-	-	-	-	-	-	3 069	2 500	2 615
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		175 774	169 831	-	-	-	-	119	119	169 950	99 806	90 039
Community Facilities		500	500	-	-	-	-	-	-	500	500	523
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-
Community Assets		500	500	-	-	-	-	-	-	500	500	523
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		5 300	5 800	-	-	-	-	-	-	5 800	13 165	7 531
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets		5 300	5 800	-	-	-	-	-	-	5 800	13 165	7 531
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		150	-	-	-	-	-	-	-	150	150	157
Machinery and Equipment		1 598	2 792	-	-	-	-	-	-	2 792	3 970	3 107
Transport Assets		10 630	11 879	-	-	-	-	350	350	12 229	11 009	11 620
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL EXPENDITURE OTHER ITEMS to be adjusted</b>	<b>6</b>	<b>296 476</b>	<b>293 327</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>469</b>	<b>469</b>	<b>293 946</b>	<b>214 618</b>	<b>202 451</b>

### **Explanatory notes to Table B9 - Asset Management**

- 1 Table B9 provides an overview of municipal capital allocations to building new assets and the renewal of existing assets, as well as spending on repairs and maintenance by asset class.
- 2 National Treasury has recommended that municipalities should allocate at least 40 per cent of the capital budget to the renewal of existing assets, and allocations to repairs and maintenance should be 8 per cent of PPE. The adjusted Repairs and maintenance amounts to 10.6% of PPE carrying value an increase from the 12 % in the original budget.

### **Basic Service Delivery Measurement**

- 1 The municipality does not provide services such as water, sanitation.
- 2 Water and sanitation are provided by UGU District municipality, energy is supplied both by municipality and Eskom.
- 3 Refuse removal is done in urban area and the rural part of the municipality uses its own dump site.
- 4 Service delivery non-financial information is available in the IDP document.

Assumptions used in preparation of the budget over the MTREF

Collection and expenditure rates

Property rates	90%
Penalties and Collection Charges	80%
Electricity	90%
Refuse Removal	90%
Rental of facilities	100%
Interest earned in investment	100%
Interest earned on outstanding debts	80%
Fines	1%
Licenses and Permits	90%
Agency Fees	100%
Transfers and Grants – operational	100%
Transfers and Grants – Capital	100%
Other revenue	40%
Expenditure	
Employee related cost	100%
Remuneration of councilors	100%
Debt impairment	100%
Bulk Purchases	100%
Finance Charges	100%
Contracted services	100%
Transfers and Grants	100%
Other Expenditure	100%
Other Material	98%

## Part 3: Supporting Documentation

### Overview of the annual budget process

Section 53 of the MFMA requires the mayor of the municipality to provide general political guidance in the budget process and the setting of priorities that must guide the preparation of the budget. In addition, Chapter 2 of the Municipal Budget and Reporting Regulations states that the mayor of the municipality must establish a Budget Steering Committee to provide technical assistance to the mayor in discharging the responsibilities set out in section 53 of the Act.

The Budget Steering Committee consists of the Municipal Manager and senior officials of the municipality meeting under the chairpersonship of the MMC for Finance.

The primary aim of the Budget Steering Committee is to ensure:

- 1 that the process followed to compile the budget complies with legislation and good budget practices.
- 2 that there is proper alignment between the policy and service delivery priorities set out in the Municipality's IDP and the budget, taking into account the need to protect the financial sustainability of municipality.
- 3 That the municipality's revenue and tariff setting strategies ensure that the cash resources needed to deliver services are available; and that the various spending priorities of the different municipal departments are properly evaluated and prioritized in the allocation of resources.

### Budget Process Overview

In terms of section 21 of the MFMA the Mayor is required to table in Council ten months before the start of the new financial year a time schedule that sets out the process to revise the IDP and prepare the budget.

The mayor tabled in Council the required IDP and budget time schedule in August 2023. Key dates applicable to the process were:

**July 2023**– Prepare joint process plan for IDP, PMS and Budget and advertise draft IDP review

**August 2023**–Submit process plan to IDP forum, portfolio committees and council. Liaise with national and provincial governments for planning and budgeting process.

**September 2023**– Assessment of objectives, strategies and projects against cross cutting issues. Assessment of alignment of IDP strategies & projects for medium term in relation to NSDP and PGDF. Determine funding availability & requirements per sector plan and where relevant prepare business plan/ terms of reference and roll out accordingly.

**October 2023** – Review and confirm objectives, strategies and projects at IDPRF workshop. Review capital, institutional, operational, maintenance projects. Estimate available resources and provide guidance for way forward for budgeting.

**November 2023**–Submit revised projects to Treasury. Submit first Draft IDP to IDP steering committee and council for in principle approval

**December 2023** – Submit budget instructions and 2023/24 budget framework to all relevant persons. Submit draft IDP to COGTA for assessment. Preparation of summary of available funds (internal and external).

**January 2024**- Council considers the 2023/2024 Mid-year Review and Adjustments Budget.

**February 2024** – Assess financial feasibility of proposed new projects based on existing and potential funds. Consideration of draft budget.

**March 2024** - Tabling in Council of the draft 2024/25 IDP and 2023/24 Draft MTREF for public consultation.

**April 2024** – Public consultation.

**May 2024** –Finalization of the 2024/25 IDP and 2023/24 MTREF, taking into consideration comments received from the public, comments from National Treasury, and updated information from the most recent Division of Revenue Bill and financial framework; and tabling of the 2024/25 MTREF before Council for consideration and approval.

There were no deviations from the key dates set out in the Budget Time Schedule tabled in Council. These are the IDP and Budget process schedule for individual municipalities and both municipalities did not deviate from processes.

## **IDP and Service Delivery and Budget Implementation Plan**

The Municipality's IDP is its principal strategic planning instrument, which directly guides and informs its planning, budget, management and development actions. This framework is rolled out into objectives, key performance indicators and targets for implementation which directly inform the Service Delivery and Budget Implementation Plan. The Process Plan applicable to the fifth revision cycle included the following key IDP processes and deliverables:

Registration of community needs.

Compilation of departmental business plans including key performance indicators and targets.

Financial planning and budgeting process.

Public participation process.

Compilation of the SDBIP, and

The review of the performance management and monitoring processes.

The IDP has been taken into a business and financial planning process leading up to the 2023/24 budget, based on the approved 2023/24 Budget, Mid-year Review and adjustments budget. The business planning process has subsequently been refined in the light of current economic circumstances and the resulting revenue projections.

With the compilation of the 2023/24 budget, each department/function had to review the business planning process, including the setting of priorities and targets after reviewing the mid-year and third quarter performance against the 2023/24 Departmental Service Delivery and Budget Implementation Plan. Business planning links back to priority needs and master

planning, and essentially informed the detail operating budget appropriations and three-year capital programme.

### **Financial Modelling and Key Planning Drivers**

As part of the compilation of the 2023/24 budget, extensive financial modelling was undertaken to ensure affordability and long-term financial sustainability. The following key factors and planning strategies have informed the compilation of the 2023/24 budget:

- Municipality growth
- Policy priorities and strategic objectives
- Asset maintenance
- Economic climate and trends (i.e., inflation)
- Performance trends
- The approved 2023/24 adjustments budget and performance against the SDBIP
- Cash Flow Management Strategy
- Debtor payment levels
- Investment possibilities
- The need for tariff increases versus the ability of the community to pay for services.
- Improved and sustainable service delivery

In addition to the above, the strategic guidance given in National Treasury's MFMA Circulars 89 and 91 has been taken into consideration in the planning and prioritisation process.

### **Community Consultation**

The draft budget was published after the adoption by council on 29 March 2023.

All documents in the appropriate format (electronic and printed) will be provided to National Treasury, and other national and provincial departments in accordance with section 23 of the MFMA, to provide an opportunity for them to make inputs.

Submissions received during the community consultation process and additional information regarding revenue and expenditure and individual capital projects have been addressed, as part of the 2023/24 original budget.

### **Overview of alignment of annual budget with IDP**

The Constitution mandates local government with the responsibility to exercise local developmental and cooperative governance. The eradication of imbalances in South African society can only be realized through a credible integrated developmental planning process.

Municipalities in South Africa need to utilise integrated development planning as a method to plan future development in their areas and so find the best solutions to achieve sound long-term development goals. A municipal IDP provides a five-year strategic programme of action

aimed at setting short, medium and long term strategic and budget priorities to create a development platform, which correlates with the term of office of the political incumbents. The plan aligns the resources and the capacity of a municipality to its overall development aims and guides the municipal budget. An IDP is therefore a key instrument which municipalities use to provide vision, leadership and direction to all those that have a role to play in the development of a municipal area. The IDP enables municipalities to make the best use of scarce resources and speed up service delivery.

Integrated developmental planning in the South African context is amongst others, an approach to planning aimed at involving the municipality and the community to jointly find the best solutions towards sustainable development. Furthermore, integrated development planning provides a strategic environment for managing and guiding all planning, development and decision making in the municipality.

It is important that the IDP developed by municipalities correlate with National and Provincial intent. It must aim to co-ordinate the work of local and other spheres of government in a coherent plan to improve the quality of life for all the people living in that area. Applied to the Municipality, issues of national and provincial importance should be reflected in the IDP of the municipality. A clear understanding of such intent is therefore imperative to ensure that the Municipality's strategically complies with the key national and provincial priorities.

The aim of this revision cycle was to develop and coordinate a coherent plan to improve the quality of life for all the people living in the area, also reflecting issues of national and provincial importance. One of the key objectives is therefore to ensure that there exists alignment between national and provincial priorities, policies and strategies and the Municipality's response to these requirements.

The national and provincial priorities, policies and strategies of importance include amongst others:

- Green Paper on National Strategic Planning of 2009.
- Government Programme of Action.
- Development Facilitation Act of 1995.
- Provincial Growth and Development Strategy (GGDS).
- National and Provincial spatial development perspectives.
- Relevant sector plans such as transportation, legislation and policy.
- National Key Performance Indicators (NKPIs).
- Accelerated and Shared Growth Initiative (ASGISA).
- National Development Plan (NDP)
- National Spatial Development Perspective (NSDP) and
- The National Priority Outcomes.

The Constitution requires local government to relate its management, budgeting and planning functions to its objectives. This gives a clear indication of the intended purposes of municipal integrated development planning. Legislation stipulates clearly that a municipality must not only give effect to its IDP but must also conduct its affairs in a manner which is consistent with its IDP. The following table highlights the IDP's six strategic objectives for the 2021/22 Budget and further planning refinements that have directly informed the compilation of the budget:



## IDP Strategic Objectives

2023/24 Financial Year	
1.	Financial Viability
2.	Basic Service delivery and infrastructure
3.	Good governance and public participation
4.	Local economic Development
5.	Municipal transformation and institutional development
6.	Spatial analysis and environmental management

In order to ensure integrated and focused service delivery between all spheres of government it was important for the Municipality to align its budget priorities with that of national and provincial government. All spheres of government place a high priority on infrastructure development, economic development and job creation, efficient service delivery, poverty alleviation and building sound institutional arrangements.

In line with the MSA, the IDP constitutes a single, inclusive strategic plan for the Municipality. The five-year programme responds to the development challenges and opportunities faced by the Municipality by identifying the key performance areas to achieve the five the strategic objectives mentioned above.

In addition to the five-year IDP, the municipality undertakes an extensive planning and developmental strategy which primarily focuses on a longer-term horizon; 15 to 20 years. This process is aimed at influencing the development path by proposing a substantial programme of public-led investment to restructure current patterns of settlement, activity and access to resources in the Municipality to promote greater equity and enhanced opportunity. It provides direction to the Municipality's IDP, associated sectoral plans and strategies, and the allocation of resources of the Municipality and other service delivery partners.

The 2023/24 Budget has therefore been directly informed by the IDP revision process and the following tables provide a reconciliation between the IDP strategic objectives and operating revenue, operating expenditure and capital expenditure.

**Table SB1 Budgeted Financial Performance**

KZN216 Ray Nkonyeni - Supporting Table SB1 Supporting detail to 'Budgeted Financial Performance' -

Description	Ref	2023/24									Budget Year 2024/25	Budget Year 2025/26	
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget	
		A	6	7	8	9	10	11	12	13			
R thousands													
<b>REVENUE ITEMS</b>													
<u>Non-exchange revenue by source</u>													
<u>Property rates</u>													
Total Property Rates		509 406	509 406	-	-	-	-	-	-	509 406	532 893	557 406	
Less Revenue Foregone (exemptions, reductions and rebates and impermissible values in excess of section 17 of MPRA)		-	-	-	-	-	-	-	-	-	-	-	
Net Property Rates		509 406	509 406	-	-	-	-	-	-	509 406	532 893	557 406	
<u>Exchange revenue service charges</u>													
<u>Service charges - Electricity</u>													
Total Service charges - Electricity		182 436	182 436	-	-	-	-	-	-	182 436	207 222	200 558	
Less Revenue Foregone (in excess of 50 kwh per indigent household per month)		-	-	-	-	-	-	-	-	-	-	-	
Less Cost of Free Basis Services (50 kwh per indigent household per month)		-	-	-	-	-	-	-	-	-	-	-	
Net Service charges - Electricity		182 436	182 436	-	-	-	-	-	-	182 436	207 222	200 558	
<u>Service charges - Water</u>													
Total Service charges - water		-	-	-	-	-	-	-	-	-	-	-	
Less Revenue Foregone (in excess of 6 kilolitres per indigent household per month)		-	-	-	-	-	-	-	-	-	-	-	
Less Cost of Free Basis Services (6 kilolitres per indigent household per month)		-	-	-	-	-	-	-	-	-	-	-	
Net Service charges - Water		-	-	-	-	-	-	-	-	-	-	-	
<u>Service charges - Waste Water Management</u>													
Total Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-	
Less Revenue Foregone (in excess of free sanitation service to indigent households)		-	-	-	-	-	-	-	-	-	-	-	
Less Cost of Free Basis Services (free sanitation service to indigent households)		-	-	-	-	-	-	-	-	-	-	-	
Net Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-	
<u>Service charges - Waste Management</u>													
Total refuse removal revenue		62 711	62 711	-	-	-	-	-	-	62 711	71 335	70 007	
Total landfill revenue		-	-	-	-	-	-	-	-	-	-	-	
Less Revenue Foregone (in excess of one removal a week to indigent households)		-	-	-	-	-	-	-	-	-	-	-	
Less Cost of Free Basis Services (removed once a week to indigent households)		-	-	-	-	-	-	-	-	-	-	-	
Service charges - Waste Management		62 711	62 711	-	-	-	-	-	-	62 711	71 335	70 007	
<b>EXPENDITURE ITEMS</b>													
<u>Employee related costs</u>													
Basic Salaries and Wages		293 006	297 305	-	-	-	-	-	532	532	297 837	315 946	330 770
Pension and UIF Contributions		50 653	54 618	-	-	-	-	-	-	-	54 618	53 771	56 245
Medical Aid Contributions		20 899	22 044	-	-	-	-	-	-	-	22 044	21 946	22 955
Overtime		18 985	22 020	-	-	-	-	-	-	-	22 020	22 014	23 033
Performance Bonus		23 531	25 093	-	-	-	-	-	-	-	25 093	24 619	25 897
Motor Vehicle Allowance		20 035	22 096	-	-	-	-	-	-	-	22 096	20 735	21 689
Cellphone Allowance		1 121	1 139	-	-	-	-	-	-	-	1 139	1 110	1 161
Housing Allowances		7 334	5 673	-	-	-	-	-	-	-	5 673	4 205	4 399
Other benefits and allowances		6 038	5 442	-	-	-	-	-	-	-	5 442	5 507	5 760
Payments in lieu of leave		22 812	5 928	-	-	-	-	-	-	-	5 928	5 928	6 201
Long service awards		2 751	3 620	-	-	-	-	-	-	-	3 620	3 016	3 155
Post-retirement benefit obligations		15 852	17 343	-	-	-	-	-	-	-	17 343	17 239	18 031
Entertainment		-	-	-	-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-	-	-	-
Acting and post related allowance		912	1 523	-	-	-	-	-	-	-	1 523	1 263	1 321
In kind benefits		-	-	-	-	-	-	-	-	-	-	-	-
sub-total		483 929	483 842	-	-	-	-	-	532	532	484 374	497 297	520 615
Less: Employees costs capitalised to PPE		-	-	-	-	-	-	-	-	-	-	-	-
Total Employee related costs		483 929	483 842	-	-	-	-	-	532	532	484 374	497 297	520 615
<u>Depreciation and amortisation</u>													
Depreciation of Property, Plant & Equipment		102 525	102 525	-	-	-	-	-	-	-	102 525	85 182	89 100
Lease amortisation		-	-	-	-	-	-	-	-	-	-	836	374
Capital asset impairment		2 231	8 245	-	-	-	-	-	-	-	8 245	21 822	22 826
Total Depreciation and amortisation		104 756	110 770	-	-	-	-	-	-	-	110 770	107 839	112 300
<u>Bulk purchases</u>													
Electricity Bulk Purchases		158 320	153 320	-	-	-	-	-	-	-	153 320	153 550	160 613
Total bulk purchases		158 320	153 320	-	-	-	-	-	-	-	153 320	153 550	160 613
<u>Transfers and grants</u>													
Cash transfers and grants		-	-	-	-	-	-	-	-	-	-	-	-
Non-cash transfers and grants		-	-	-	-	-	-	-	-	-	-	-	-
Total transfers and grants		-	-	-	-	-	-	-	-	-	-	-	-

This is the supporting table that support the amounts of revenue by source and expenditure by source in table B4

## Table SB2 Detail financial position

KZN216 Ray Nkonyeni - Supporting Table SB2 Supporting detail to 'Financial Position Budget' -

Description	Ref	2023/24									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	A1	B	C	D	E	F	G	H		
R thousands												
<b>ASSETS</b>												
<b>Trade and other receivables from exchange transactions</b>												
Electricity		51 087	51 746	-	-	-	-	-	-	51 746	42 254	39 599
Water		699	934	-	-	-	-	-	-	934	1 256	1 514
Waste		70 423	70 348	-	-	-	-	-	-	70 348	81 512	81 518
Waste Water		15	15	-	-	-	-	-	-	15	15	15
Other trade receivables from exchange transactions		58 906	59 445	-	-	-	-	-	-	59 445	61 596	96 537
<b>Gross: Trade and other receivables from exchange transactions</b>		<b>181 130</b>	<b>182 489</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>182 489</b>	<b>186 633</b>	<b>219 183</b>
<b>Less: Impairment for debt</b>	1	<b>(37 577)</b>	<b>(43 899)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(43 899)</b>	<b>(37 768)</b>	<b>(44 044)</b>
Impairment for Electricity		(7 416)	(7 416)	-	-	-	-	-	-	(7 416)	(7 796)	(7 796)
Impairment for Water		-	-	-	-	-	-	-	-	-	-	-
Impairment for Waste		(25 750)	(25 750)	-	-	-	-	-	-	(25 750)	(24 990)	(24 990)
Impairment for Waste Water		-	-	-	-	-	-	-	-	-	-	-
Impairment for other trade receivables from exchange transactions		(4 411)	(10 733)	-	-	-	-	-	-	(10 733)	(4 982)	(11 258)
<b>Total net Trade and other receivables from Exchange Transactions</b>		<b>143 554</b>	<b>138 590</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>138 590</b>	<b>148 865</b>	<b>175 138</b>
<b>Receivables from non-exchange transactions</b>												
Property rates		371 545	371 545	-	-	-	-	-	-	371 545	345 926	369 698
Less: Impairment of Property rates		(114 430)	(140 679)	-	-	-	-	-	-	(140 679)	(51 284)	(56 817)
<b>Net Property rates</b>		<b>257 114</b>	<b>230 866</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>230 866</b>	<b>294 643</b>	<b>312 881</b>
Other receivables from non-exchange transactions		89 030	89 077	-	-	-	-	-	-	89 077	119 693	152 298
Impairment for other receivables from non-exchange transactions		(12 160)	(12 160)	-	-	-	-	500	500	(11 660)	(13 294)	(13 294)
<b>Net other receivables from non-exchange transactions</b>		<b>76 870</b>	<b>76 917</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>500</b>	<b>500</b>	<b>77 417</b>	<b>106 399</b>	<b>139 004</b>
<b>Total net Receivables from non-exchange transactions</b>		<b>333 984</b>	<b>307 784</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>500</b>	<b>500</b>	<b>308 284</b>	<b>401 041</b>	<b>451 885</b>
<b>Inventory</b>												
<b>Water</b>												
Opening Balance		-	-	-	-	-	-	-	-	-	-	-
System Input Volume		-	-	-	-	-	-	-	-	-	-	-
Water Treatment Works		-	-	-	-	-	-	-	-	-	-	-
Bulk Purchases		-	-	-	-	-	-	-	-	-	-	-
Natural Sources		-	-	-	-	-	-	-	-	-	-	-
<b>Authorised Consumption</b>	12	-	-	-	-	-	-	-	-	-	-	-
<b>Billed Authorised Consumption</b>		-	-	-	-	-	-	-	-	-	-	-
<b>Billed Metered Consumption</b>		-	-	-	-	-	-	-	-	-	-	-
Free Basic Water		-	-	-	-	-	-	-	-	-	-	-
Subsidised Water		-	-	-	-	-	-	-	-	-	-	-
Revenue Water		-	-	-	-	-	-	-	-	-	-	-
<b>Billed Unmetered Consumption</b>		-	-	-	-	-	-	-	-	-	-	-
Free Basic Water		-	-	-	-	-	-	-	-	-	-	-
Subsidised Water		-	-	-	-	-	-	-	-	-	-	-
Revenue Water		-	-	-	-	-	-	-	-	-	-	-
<b>UnBilled Authorised Consumption</b>		-	-	-	-	-	-	-	-	-	-	-
Unbilled Metered Consumption		-	-	-	-	-	-	-	-	-	-	-
Unbilled Unmetered Consumption		-	-	-	-	-	-	-	-	-	-	-
<b>Water Losses</b>		-	-	-	-	-	-	-	-	-	-	-
<b>Apparent losses</b>		-	-	-	-	-	-	-	-	-	-	-
Unauthorised Consumption		-	-	-	-	-	-	-	-	-	-	-
Customer Meter Inaccuracies		-	-	-	-	-	-	-	-	-	-	-
<b>Real losses</b>		-	-	-	-	-	-	-	-	-	-	-
Leakage on Transmission and Distribution Mains		-	-	-	-	-	-	-	-	-	-	-
Leakage and Overflows at Storage Tanks/Reservoirs		-	-	-	-	-	-	-	-	-	-	-
Leakage on Service Connections up to the point of Customer Meter		-	-	-	-	-	-	-	-	-	-	-
Data Transfer and Management Errors		-	-	-	-	-	-	-	-	-	-	-
Unavoidable Annual Real Losses		-	-	-	-	-	-	-	-	-	-	-
<b>Non-revenue Water</b>		-	-	-	-	-	-	-	-	-	-	-
Closing Balance Water		-	-	-	-	-	-	-	-	-	-	-
<b>Agricultural</b>												
Opening Balance		-	-	-	-	-	-	-	-	-	-	-
Acquisitions		-	-	-	-	-	-	-	-	-	-	-
Issues	13	-	-	-	-	-	-	-	-	-	-	-
Adjustments	14	-	-	-	-	-	-	-	-	-	-	-
Write-offs	15	-	-	-	-	-	-	-	-	-	-	-
<b>Closing balance - Agricultural</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Consumables</b>												
<b>Standard Rated</b>												
Opening Balance		58 116	58 116	-	-	-	-	-	-	58 116	56 588	62 984
Acquisitions		6 000	20 792	-	-	-	-	-	-	20 792	19 188	20 070
Issues	13	(10 499)	(13 038)	-	-	-	-	(200)	(200)	(13 238)	(12 982)	(13 746)
Adjustments	14	-	-	-	-	-	-	-	-	-	-	-
Write-offs	15	-	-	-	-	-	-	-	-	-	-	-
<b>Closing balance - Consumables Standard Rated</b>		<b>53 617</b>	<b>65 870</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(200)</b>	<b>(200)</b>	<b>65 670</b>	<b>62 794</b>	<b>69 308</b>
<b>Zero Rated</b>												
Opening Balance		(51 591)	(51 591)	-	-	-	-	-	-	(51 591)	(51 505)	(51 505)

## Table SB4 performance indicators

KZN216 Ray Nkonyeni - Supporting Table SB4 Adjustments to budgeted performance indicators and benchmarks -

Description of financial indicator	Basis of calculation	#NAME?	#NAME?	#NAME?	2023/24			Budget Year 2024/25	Budget Year 2025/26
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Borrowing Management</b>									
Credit Rating	Short term/long term rating								
Capital Charges to Operating Expenditure	Interest & Principal Paid /Operating Expenditure				-1.5%	0.0%	0.0%	-1.8%	0.3%
Capital Charges to Own Revenue	Finance charges & Repayment of borrowing /Own Revenue				0.0%	0.0%	0.0%	0.0%	0.0%
Borrowed funding of 'own' capital expenditure	Borrowing/Capital expenditure excl. transfers and grants				36.1%	30.9%	37.6%	0.0%	0.0%
<b>Safety of Capital</b>									
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				192.3%	170.8%	167.2%	196.1%	182.2%
Current Ratio adjusted for aged debtors	Current assets/current liabilities less debtors				192.3%	170.8%	0.0%	0.0%	0.0%
Liquidity Ratio	Monetary Assets/Current Liabilities				1.1	0.9	0.9	1.3	1.4
<b>Revenue Management</b>									
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing								
Current Debtors Collection Rate (Cash receipts % of Ratepayer & Other revenue)									
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue				72.7%	70.5%	69.2%	83.9%	87.7%
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								
Creditors to Cash and Investments					302.3%	58.1%	318.4%	163.2%	112.4%
<b>Other Indicators</b>									
Electricity Distribution Losses (2)	Total Volume Losses (kW)								
	Total Cost of Losses (Rand '000)								
	% Volume (units purchased and generated less units sold)/units purchased and generated								
Water Distribution Losses (2)	Total Volume Losses (kℓ)								
	Total Cost of Losses (Rand '000)								
	% Volume (units purchased and generated less units sold)/units purchased and generated								
Employee costs	Employee costs/(Total Revenue - capital				38.7%	37.9%	37.0%	39.2%	40.3%
Remuneration	Total remuneration/(Total Revenue - capital								
Repairs & Maintenance	R&M/(Total Revenue excluding capital				15.5%	14.9%	14.6%	10.1%	8.8%
Finance charges & Depreciation	FC&D/(Total Revenue - capital revenue)				0.8%	3.6%	3.5%	1.9%	2.0%
<b>IDP regulation financial viability indicators</b>									
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)				-5606.4%	-5676.7%	-5817.2%	36034.9%	36627.9%
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual				11.5%	10.9%	10.6%	11.7%	13.6%
iii. Cost coverage	(Available cash + Investments)/monthly fixed				0.0	0.0	0.0	0.0	0.0

## Table SB6 Funding Measurement

KZN216 Ray Nkonyeni - Supporting Table SB6 Adjustments Budget - funding measurement -

Description	Ref	MFMA section	#NAME?	#NAME?	#NAME?	Medium Term Revenue and Expenditure Framework				
			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Budget Year 2024/25	Budget Year 2025/26
<b>R thousands</b>										
<b>Funding measures</b>										
Cash/cash equivalents at the year end - R'000	1	18(1)b				77 255	459 466	84 630	213 157	533 148
Cash + investments at the yr end less applications - R'000	2	18(1)b				324 195	241 176	233 460	426 089	566 861
Cash year end/monthly employee/supplier payments	3	18(1)b				-	-	-	-	-
Surplus/(Deficit) excluding depreciation offsets: R'000	4	18(1)				107 765	75 703	-	-	-
Service charge rev % change - macro CPIX target exclusive	5	18(1)a,(2)				0.0%	0.0%	0.0%	-1.7%	-4.4%
Cash receipts % of Ratepayer & Other revenue	6	18(1)a,(2)	0.0%	0.0%	0.0%	88.2%	87.1%	84.1%	91.5%	92.0%
Debt impairment expense as a % of total billable revenue	7	18(1)a,(2)				19.3%	18.3%	17.7%	17.0%	17.5%
Capital payments % of capital expenditure	8	18(1)c,19				108.7%	-106.5%	0.0%	0.0%	0.0%
Borrowing receipts % of capital expenditure (excl. transfers)	9	18(1)c				36.1%	30.9%	37.6%	0.0%	0.0%
Grants % of Govt. legislated/gazetted allocations	10	18(1)a				0.0%	0.0%	0.0%	0.0%	0.0%
Current consumer debtors % change - incr(decr)	11	18(1)a							23.1%	9.3%
Long term receivables % change - incr(decr)	12	18(1)a							29.8%	127.3%
R&M % of Property Plant & Equipment	13	20(1)(vi)				10.0%	9.8%	9.8%	6.1%	5.6%
Asset renewal % of capital budget	14	20(1)(vi)				29.5%	15.7%	15.9%	16.0%	15.8%

KZN216 Ray Nkonyeni - Supporting Table SB7 Adjustments Budget - transfers and grant receipts -

Description	Ref	2023/24							Budget Year 2024/25	Budget Year 2025/26
		Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	7	8	9	10	11	12		
R thousands										
<b>RECEIPTS:</b>										
<b>Operating Transfers and Grants</b>										
National Government:		290 321	372 619	-	-	284	284	372 903	307 939	310 500
Expanded Public Works Programme Integrated Grant		5 084	5 084	-	-	284	284	5 368	3 255	-
Local Government Financial Management Grant		-	-	-	-	-	-	-	1 900	2 000
Energy Efficiency and Demand Side Management Grant		-	-	-	-	-	-	-	55	50
Municipal Disaster Recovery Grant		-	82 298	-	-	-	-	82 298	-	-
Equitable Share		285 237	285 237	-	-	-	-	285 237	302 729	308 450
Provincial Government:		15 457	15 457	-	-	-	-	15 457	16 717	17 901
Specify (Add grant description)		12 418	12 418	-	-	-	-	12 418	12 964	14 142
Specify (Add grant description)		2 563	2 563	-	-	-	-	2 563	3 256	3 229
Specify (Add grant description)		476	476	-	-	-	-	476	497	530
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
<b>Total Operating Transfers and Grants</b>	5	305 778	388 076	-	-	284	284	388 360	324 656	328 401
<b>Capital Transfers and Grants</b>										
National Government:		190 146	107 848	-	-	5 178	5 178	113 026	131 663	121 119
Energy Efficiency and Demand Side Management Grant		-	-	-	-	-	-	-	5 445	4 950
Neighbourhood Development Partnership Grant		19 000	19 000	-	-	5 178	5 178	24 178	40 000	41 139
Integrated Urban Development Grant		88 848	88 848	-	-	-	-	88 848	86 218	75 030
Municipal Disaster Recovery Grant		82 298	-	-	-	-	-	-	-	-
Provincial Government:		2 000	2 000	-	-	-	-	2 000	500	1 045
Specify (Add grant description)		2 000	2 000	-	-	-	-	2 000	500	1 045
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
<b>Total Capital Transfers and Grants</b>	5	192 146	109 848	-	-	5 178	5 178	115 026	132 163	122 164
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	5	497 924	497 924	-	-	5 462	5 462	503 386	456 819	450 565

**Explanatory notes to Table SB7 Grant and subsidies Receipts**

1. This table reflects all expected grants receipts from national, provincial and other organization.
2. National treasury and provincial treasury grants are gazette in DORA and provincial gazette.

## Table SB 8 Grants and subsidies Expenditure

KZN216 Ray Nkonyeni - Supporting Table SB8 Adjustments Budget - expenditure on transfers and grant programme -

Description	2023/24							Budget Year	Budget Year
	Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	A	2 A1	3 B	4 C	5 D	6 E	7 F		
<b>EXPENDITURE:</b>									
<b>Operating expenditure of Transfers and Grants</b>									
<b>National Government:</b>	89 332	89 048	-	-	284	284	89 332	5 210	2 050
Expanded Public Works Programme Integrated Grant	5 084	4 800	-	-	284	284	5 084	3 255	-
Local Government Financial Management Grant	1 950	1 950	-	-	-	-	1 950	1 900	2 000
Energy Efficiency and Demand Side Management Grant	-	-	-	-	-	-	-	55	50
Municipal Disaster Recovery Grant	82 298	82 298	-	-	-	-	82 298	-	-
<b>Provincial Government:</b>	15 457	15 457	-	-	715	715	16 172	16 717	17 901
Specify (Add grant description)	12 418	12 418	-	-	-	-	12 418	12 964	14 142
Specify (Add grant description)	2 563	2 563	-	-	-	-	2 563	3 256	3 229
Specify (Add grant description)	-	-	-	-	715	715	715	-	-
Specify (Add grant description)	476	476	-	-	-	-	476	497	530
<b>District Municipality:</b>	-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b>	-	-	-	-	-	-	-	-	-
<b>Total operating expenditure of Transfers and Grants:</b>	<b>104 789</b>	<b>104 505</b>	<b>-</b>	<b>-</b>	<b>999</b>	<b>999</b>	<b>105 504</b>	<b>21 927</b>	<b>19 951</b>
<b>Capital expenditure of Transfers and Grants</b>									
<b>National Government:</b>	107 848	118 968	-	-	(4 414)	(4 414)	114 553	131 663	121 119
Energy Efficiency and Demand Side Management Grant	-	-	-	-	-	-	-	5 445	4 950
Neighbourhood Development Partnership Grant	19 000	29 793	-	-	(4 414)	(4 414)	25 379	40 000	41 139
Integrated Urban Development Grant	88 848	88 848	-	-	-	-	88 848	86 218	75 030
Integrated National Electrification Programme Grant	-	327	-	-	-	-	327	-	-
<b>Provincial Government:</b>	2 000	4 452	-	-	-	-	4 452	500	1 045
Specify (Add grant description)	-	2 452	-	-	-	-	2 452	-	-
Specify (Add grant description)	2 000	2 000	-	-	-	-	2 000	500	1 045
<b>District Municipality:</b>	-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b>	-	-	-	-	-	-	-	-	-
<b>Total capital expenditure of Transfers and Grants</b>	<b>109 848</b>	<b>123 420</b>	<b>-</b>	<b>-</b>	<b>(4 414)</b>	<b>(4 414)</b>	<b>119 006</b>	<b>132 163</b>	<b>122 164</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>	<b>214 637</b>	<b>227 925</b>	<b>-</b>	<b>-</b>	<b>(3 415)</b>	<b>(3 415)</b>	<b>224 510</b>	<b>154 090</b>	<b>142 115</b>

## Table SB11 Councilors and Staff Benefits

KZN216 Ray Nkonyeni - Supporting Table SB11 Adjustments Budget - councillor and staff benefits -

Summary of remuneration	Ref	2023/24									% change
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	
R thousands		A	A1	B	C	D	E	F	G	H	
<b>Councillors (Political Office Bearers plus Other)</b>											
Basic Salaries and Wages		19 040	27 782			-		-		27 782	45.9%
Pension and UIF Contributions		758	758			-		-		758	0.0%
Medical Aid Contributions		-	-			-		-		-	
Motor Vehicle Allowance		-	-			-		-		-	
Cellphone Allowance		2 815	3 192			-		-		3 192	13.4%
Housing Allowances		5 953	5 953			-		-		5 953	0.0%
Other benefits and allowances		2 599	2 599			-		-		2 599	0.0%
<b>Sub Total - Councillors</b>		<b>31 164</b>	<b>40 283</b>			<b>-</b>		<b>-</b>		<b>40 283</b>	<b>29.3%</b>
% increase			0								
<b>Senior Managers of the Municipality</b>											
Basic Salaries and Wages		3 946	3 621			-		-		3 621	-8.2%
Pension and UIF Contributions		192	133			-		-		133	-30.6%
Medical Aid Contributions		230	134			-		-		134	-41.7%
Overtime		-	-			-		-		-	
Performance Bonus		1 059	1 059			-		-		1 059	0.0%
Motor Vehicle Allowance		1 060	928			-		-		928	-12.5%
Cellphone Allowance		114	92			-		-		92	-19.6%
Housing Allowances		3 275	2 243			-		-		2 243	-31.5%
Other benefits and allowances		1	1			-		-		1	-16.7%
Payments in lieu of leave		332	260			-		-		260	-21.6%
Long service awards		-	-			-		-		-	
Post-retirement benefit obligations	5	-	-			-		-		-	
Entertainment		-	-			-		-		-	
Scarcity		-	-			-		-		-	
Acting and post related allowance		-	-			-		-		-	
In kind benefits		-	-			-		-		-	
<b>Sub Total - Senior Managers of Municipality</b>		<b>10 209</b>	<b>8 470</b>			<b>-</b>		<b>-</b>		<b>8 470</b>	<b>-17.0%</b>
% increase			(0)								
<b>Other Municipal Staff</b>											
Basic Salaries and Wages		289 060	293 685			-		532	532	294 216	1.8%
Pension and UIF Contributions		50 460	54 484			-		-		54 484	8.0%
Medical Aid Contributions		20 668	21 909			-		-		21 909	6.0%
Overtime		18 985	22 020			-		-		22 020	16.0%
Performance Bonus		22 473	24 034			-		-		24 034	
Motor Vehicle Allowance		18 975	21 168			-		-		21 168	11.6%
Cellphone Allowance		1 007	1 047			-		-		1 047	4.0%
Housing Allowances		4 059	3 430			-		-		3 430	
Other benefits and allowances		6 038	5 441			-		-		5 441	-9.9%
Payments in lieu of leave		22 480	5 668			-		-		5 668	-74.8%
Long service awards		2 751	3 620			-		-		3 620	31.6%
Post-retirement benefit obligations	5	15 852	17 343			-		-		17 343	9.4%
Entertainment		-	-			-		-		-	
Scarcity		-	-			-		-		-	
Acting and post related allowance		912	1 523			-		-		1 523	
In kind benefits		-	-			-		-		-	
<b>Sub Total - Other Municipal Staff</b>		<b>473 720</b>	<b>475 372</b>			<b>-</b>		<b>532</b>	<b>532</b>	<b>475 904</b>	<b>0.5%</b>
% increase											
<b>Total Parent Municipality</b>		<b>515 094</b>	<b>524 125</b>			<b>-</b>		<b>532</b>	<b>532</b>	<b>524 657</b>	<b>1.9%</b>

### Explanatory notes to Table SB11 Councilors and Staff Benefits

1. The remuneration of councilors and staff are as per the councilor's upper limit approved by the MEC and staff as per SALGA respectively.



## Table SB12 Monthly Revenue and Expenditure

KZN216 Ray Nkonyeni - Supporting Table SB12 Adjustments Budget - monthly revenue and expenditure (municipal vote) -

Description	Ref	2023/24												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2023/24	Budget Year 2024/25	Budget Year 2025/26
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted	Adjusted	Adjusted	Adjusted
<b>R thousands</b>																
<b>Revenue by Vote</b>																
Vote 1 - Mayor and Council		118 849	-	-	-	-	94 666	-	-	71 309	-	-	23 770	285 237	302 729	308 450
Vote 2 - Finance and Administration		49 122	104 676	48 326	58 861	41 288	49 918	50 041	49 189	48 433	51 528	-	13 972	569 812	588 679	615 771
Vote 3 - Internal Audit		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social Services		72	60	50	59	55	62	46	46	63	46	-	1 623	16 984	17 592	18 739
Vote 5 - Sport and Recreation		2	2	10	5	4	7	8	6	5	5	-	16	63	77	80
Vote 6 - Public Safety		45	1 962	3 527	35	2 307	2 758	286	1 992	1 894	80	-	2 795	33 285	33 720	35 271
Vote 7 - Housing		37	14	328	26	1 125	14	21	1 117	14	5 115	-	255	37 951	2 509	2 522
Vote 8 - Health		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		338	365	361	43 390	336	18 936	168	6 667	5 549	16 845	-	9 439	129 950	131 761	122 099
Vote 10 - Road Transport		496	2 074	1 234	8 419	1 186	34 057	1 220	7 883	7 537	8 442	-	8 233	97 043	17 888	18 711
Vote 11 - Environment Protection		45	14	17	19	22	83	38	3	24	19	-	29	342	398	417
Vote 12 - Energy Sources		15 248	17 109	14 914	15 196	16 265	15 055	14 681	16 002	14 805	16 688	-	15 493	184 602	224 676	213 099
Vote 13 - Other		56	56	45	44	43	51	53	39	53	53	-	67	653	632	661
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		6 232	13 375	6 242	7 826	6 276	8 559	6 303	6 336	6 841	6 748	-	1 063	73 855	81 644	77 386
<b>Total Revenue by Vote</b>		<b>190 541</b>	<b>139 706</b>	<b>75 052</b>	<b>133 880</b>	<b>68 906</b>	<b>224 166</b>	<b>72 864</b>	<b>89 280</b>	<b>156 529</b>	<b>105 569</b>	<b>-</b>	<b>76 754</b>	<b>1 425 777</b>	<b>1 402 305</b>	<b>1 413 207</b>
<b>Expenditure by Vote</b>																
Vote 1 - Mayor and Council		(8 947)	(3 134)	(6 290)	(2 259)	(13 508)	(3 790)	(4 967)	(4 539)	(3 826)	(4 051)	-	2 724	70 711	59 522	61 760
Vote 2 - Finance and Administration		(12 043)	(15 367)	(19 853)	(13 256)	(19 052)	(20 352)	(19 063)	(15 308)	(17 342)	(14 531)	-	181	259 674	273 376	282 972
Vote 3 - Internal Audit		(6 307)	(8 406)	(7 692)	(6 954)	(7 325)	(6 719)	(9 294)	(7 145)	(7 194)	(7 948)	-	6 581	94 879	81 443	86 246
Vote 4 - Community and Social Services		(3 606)	(3 548)	(18 002)	1 440	(5 822)	(3 125)	(7 752)	(5 728)	(5 690)	(6 188)	-	2 116	61 722	72 226	76 089
Vote 5 - Sport and Recreation		(340)	(353)	(469)	(469)	(376)	(339)	(470)	(393)	(440)	(402)	-	6	5 162	5 314	5 485
Vote 6 - Public Safety		(7 910)	(7 280)	(8 429)	(8 846)	(9 329)	(8 010)	(9 753)	(9 306)	(7 943)	(8 429)	-	530	117 020	113 270	116 264
Vote 7 - Housing		(3 015)	(3 805)	(1 423)	(1 831)	(1 439)	(1 360)	(1 776)	(1 550)	(1 120)	(1 091)	-	-	46 464	13 395	12 767
Vote 8 - Health		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		(3 158)	(2 788)	(3 134)	(3 761)	(6 131)	(2 223)	(2 581)	(2 700)	(3 489)	(3 218)	-	162	53 504	75 964	65 899
Vote 10 - Road Transport		(6 538)	(7 672)	(29 951)	(5 941)	(28 264)	(19 991)	(12 991)	(18 401)	(16 343)	(21 812)	-	(2 037)	223 877	150 171	135 399
Vote 11 - Environment Protection		(1 829)	(2 722)	(1 934)	(3 139)	(1 214)	(3 695)	(2 676)	(1 416)	(2 349)	(2 030)	-	2 254	30 022	27 666	29 044
Vote 12 - Energy Sources		(1 431)	(17 398)	(18 722)	(12 120)	(13 657)	(12 615)	(13 281)	(12 821)	(14 389)	(13 836)	-	(4 080)	189 461	184 942	192 433
Vote 13 - Other		(372)	(327)	(417)	(318)	(352)	(327)	(449)	(364)	(322)	(430)	-	(58)	5 606	6 451	6 465
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		(11 541)	(14 144)	(15 076)	(15 487)	(18 943)	(13 328)	(17 731)	(16 858)	(15 677)	(14 092)	-	5 875	193 818	179 858	175 095
<b>Total Expenditure by Vote</b>		<b>(67 036)</b>	<b>(86 942)</b>	<b>(131 391)</b>	<b>(72 941)</b>	<b>(125 413)</b>	<b>(95 875)</b>	<b>(102 784)</b>	<b>(96 529)</b>	<b>(96 125)</b>	<b>(98 058)</b>	<b>-</b>	<b>14 254</b>	<b>1 351 921</b>	<b>1 243 598</b>	<b>1 245 917</b>
<b>Surplus/ (Deficit)</b>		<b>257 577</b>	<b>226 648</b>	<b>206 443</b>	<b>206 821</b>	<b>194 320</b>	<b>320 041</b>	<b>175 647</b>	<b>185 809</b>	<b>252 653</b>	<b>203 627</b>	<b>-</b>	<b>62 500</b>	<b>73 856</b>	<b>158 707</b>	<b>167 290</b>

## Table SB13 Budgeted Monthly Revenue and Expenditure by (functional Classification)

KZN216 Ray Nkonyeni - Supporting Table SB13 Adjustments Budget - monthly revenue and expenditure (functional classification) -

Description - Standard classification	Ref	2023/24												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2023/24	Budget Year 2024/25	Budget Year 2025/26
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>																
<b>Revenue - Functional</b>																
Governance and administration		167 971	104 676	48 326	58 861	41 288	144 584	50 041	49 189	119 742	51 528	-	18 843	855 049	891 408	924 221
Executive and council		118 849	-	-	-	-	94 666	-	-	71 309	-	-	23 770	285 237	302 729	308 450
Finance and administration		49 122	104 676	48 326	58 861	41 288	49 918	50 041	49 189	48 433	51 528	-	13 972	569 812	588 679	615 771
Internal audit		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Community and public safety		110	95	404	93	1 213	97	83	1 176	95	5 188	-	47 285	55 838	20 353	21 525
Community and social services		72	60	50	59	55	62	46	46	63	46	-	1 598	16 984	17 592	18 739
Sport and recreation		2	2	10	5	4	7	8	6	5	5	-	10	63	77	80
Public safety		-	19	18	3	28	15	9	7	12	22	-	45	279	175	184
Housing		37	14	328	26	1 125	14	21	1 117	14	5 115	-	301	38 513	2 509	2 522
Health		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		925	4 395	5 121	51 860	3 823	55 820	1 702	16 538	14 993	25 384	-	75 801	256 341	183 592	176 315
Planning and development		338	365	361	43 390	336	18 936	168	6 667	5 549	16 845	-	9 439	125 950	131 761	122 099
Road transport		542	4 017	4 743	8 451	3 465	36 801	1 497	9 868	9 419	8 500	-	10 984	130 049	51 433	53 799
Environmental protection		45	14	17	19	22	83	38	3	24	19	-	29	342	398	417
Trading services		21 479	30 484	21 156	23 022	22 540	23 614	20 984	22 338	21 646	23 436	-	27 758	258 456	306 320	290 485
Energy sources		15 248	17 109	14 914	15 196	16 265	15 055	14 681	16 002	14 805	16 688	-	15 493	184 602	224 676	213 099
Water management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste management		6 232	13 375	6 242	7 826	6 276	8 559	6 303	6 336	6 841	6 748	-	1 063	73 855	81 644	77 386
Other		56	56	45	44	43	51	53	39	53	53	-	67	653	632	681
<b>Total Revenue - Functional</b>		<b>190 541</b>	<b>139 706</b>	<b>75 052</b>	<b>133 880</b>	<b>88 906</b>	<b>224 166</b>	<b>72 864</b>	<b>89 280</b>	<b>156 529</b>	<b>105 569</b>	<b>-</b>	<b>169 753</b>	<b>1 426 338</b>	<b>1 402 305</b>	<b>1 413 207</b>
<b>Expenditure - Functional</b>																
Governance and administration		27 471	27 022	33 959	22 611	40 013	30 984	33 440	27 110	28 483	26 658	-	129 335	427 087	416 137	432 866
Executive and council		9 121	3 249	6 414	2 402	13 636	3 912	5 084	4 657	3 947	4 179	-	2 724	72 534	61 218	63 544
Finance and administration		16 083	20 553	23 905	17 266	23 094	24 342	23 715	19 307	21 867	18 770	-	5 212	312 495	315 759	329 407
Internal audit		2 266	3 220	3 640	2 944	3 284	2 729	4 642	3 146	2 670	3 710	-	1 551	42 059	39 160	39 915
Community and public safety		11 423	11 608	24 891	5 730	13 226	9 407	15 200	12 726	11 890	12 339	-	42 764	171 265	146 225	150 343
Community and social services		3 606	3 302	18 002	(1 440)	5 822	3 125	7 752	5 728	5 690	5 904	-	2 032	61 154	71 658	75 495
Sport and recreation		340	353	469	469	376	461	470	460	502	402	-	18	5 422	5 314	5 485
Public safety		4 463	4 149	4 997	4 869	5 589	4 461	5 201	4 988	4 578	4 941	-	445	58 165	55 858	56 597
Housing		3 015	3 805	1 423	1 831	1 439	1 360	1 776	1 550	1 120	1 091	-	-	46 464	13 395	12 767
Health		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		14 798	16 443	38 327	16 675	39 222	29 336	22 882	26 716	25 425	30 704	-	104 676	365 004	310 086	288 819
Planning and development		2 983	2 673	3 011	3 618	6 003	2 101	2 464	2 582	3 368	3 090	-	162	51 681	74 268	64 115
Road transport		9 985	11 048	33 383	9 917	32 004	23 540	17 543	22 719	19 708	25 583	-	(1 867)	283 301	208 152	195 661
Environmental protection		1 829	2 722	1 934	3 139	1 214	3 695	2 676	1 416	2 349	2 030	-	2 254	30 022	27 666	29 044
Trading services		12 972	31 542	33 788	27 607	32 599	25 943	31 012	29 679	30 066	27 928	-	100 132	383 279	364 800	367 528
Energy sources		1 431	17 398	18 722	12 120	13 657	12 615	13 281	12 821	14 389	13 836	-	(4 080)	189 461	184 942	192 433
Water management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste management		11 541	14 144	15 076	15 487	18 943	13 328	17 731	16 858	15 677	14 092	-	5 875	193 818	179 858	175 095
Other		372	327	417	318	352	327	449	364	322	430	-	(58)	5 606	6 451	6 465
<b>Total Expenditure - Functional</b>		<b>67 036</b>	<b>86 942</b>	<b>131 391</b>	<b>72 941</b>	<b>125 413</b>	<b>95 997</b>	<b>102 784</b>	<b>96 596</b>	<b>96 186</b>	<b>98 058</b>	<b>-</b>	<b>376 849</b>	<b>1 352 181</b>	<b>1 243 698</b>	<b>1 246 022</b>
<b>Surplus (Deficit) 1.</b>		<b>123 505</b>	<b>52 764</b>	<b>(56 339)</b>	<b>60 939</b>	<b>(36 507)</b>	<b>128 169</b>	<b>(29 920)</b>	<b>(7 316)</b>	<b>60 342</b>	<b>7 511</b>	<b>-</b>	<b>(207 096)</b>	<b>74 157</b>	<b>158 607</b>	<b>167 186</b>

## Table SB14 Budgeted Monthly Capital Expenditure

KZN216 Ray Nkonyeni - Supporting Table SB14 Adjustments Budget - monthly revenue and expenditure -

Description	Ref	2023/24												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2023/24	Budget Year 2024/25	Budget Year 2025/26
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	
<b>R thousands</b>																
<b>Revenue By Source</b>																
Exchange Revenue																
Service charges - Electricity		15 132	16 974	14 768	15 063	16 084	14 832	14 520	15 675	14 600	16 454		15 203	182 436	207 222	200 558
Service charges - Water		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - Waste Management		5 718	11 891	5 734	5 760	5 803	5 781	5 779	5 756	5 756	5 769		-	62 711	71 335	70 007
Sale of Goods and Rendering of Services		456	453	793	794	1 580	455	1 316	1 535	961	5 718		837	45 184	22 615	18 201
Agency services		516	529	404	443	486	400	586	468	516	530		667	6 248	6 892	7 209
Interest		-	-	-	-	-	-	-	-	-	-		-	-	-	-
Interest earned from Receivables		592	560	588	616	720	740	765	754	748	793		921	8 340	8 202	8 579
Interest earned from Current and Non Current Assets		1 216	1 086	818	905	469	1 087	996	850	77	2 279		1 400	11 275	11 916	12 464
Dividends		-	-	-	-	-	-	-	-	-	-		-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-	-		-	-	-	-
Rental from Fixed Assets		336	560	279	604	339	326	359	233	269	307		661	4 975	5 203	5 365
Licence and permits		51	60	41	50	49	39	69	51	54	47		53	637	737	771
Operational Revenue		40	30	51	78	62	112	58	194	44	168		123	1 230	1 091	1 141
<b>Non-Exchange Revenue</b>																
Property rates		45 042	101 582	44 674	54 596	37 675	45 014	45 007	44 914	44 942	45 161		-	509 406	532 899	557 406
Surcharges and Taxes		-	-	-	-	-	-	-	-	-	-		-	-	-	-
Fines, penalties and forfeits		7	1 936	3 521	65	2 166	2 689	32	2 174	1 897	86		2 600	34 529	32 812	34 321
Licences or permits		55	1 639	906	1 055	845	638	623	892	57	621		802	9 628	11 956	12 506
Transfer and subsidies - Operational		118 912	-	-	8 304	-	130 594	-	6 684	78 755	8 198		32 835	390 741	324 656	328 401
Interest		2 468	2 407	2 474	2 676	2 627	2 738	2 753	2 773	2 789	2 881		2 514	30 164	32 615	34 115
Fuel Levy		-	-	-	-	-	-	-	-	-	-		-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-	-		-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-	-		-	652	-	-
Other Gains		-	-	-	-	-	503	-	-	-	-		9 000	9 503	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-	-		-	-	-	-
<b>Total Revenue</b>		<b>23 801</b>	<b>31 889</b>	<b>22 883</b>	<b>23 518</b>	<b>24 013</b>	<b>23 317</b>	<b>23 133</b>	<b>23 981</b>	<b>22 063</b>	<b>26 347</b>		<b>19 029</b>	<b>1 307 659</b>	<b>1 270 142</b>	<b>1 291 043</b>
<b>Expenditure By Type</b>																
Employee related costs		38 461	39 302	39 970	39 334	41 399	38 388	42 093	41 111	38 803	39 154		(15 743)	494 374	497 297	520 615
Remuneration of councillors		2 414	2 414	2 361	2 342	10 527	2 953	2 855	2 885	2 855	2 855		-	40 283	34 185	35 758
Bulk purchases - electricity		-	15 478	15 220	9 491	10 824	10 580	10 251	10 781	10 719	11 443		(4 500)	153 320	153 550	160 613
Inventory consumed		390	1 650	988	1 629	2 226	781	671	713	1 830	1 394		661	13 238	12 982	13 746
Debt impairment		-	-	-	-	-	-	-	-	-	-		8 143	32 571	11 290	11 809
Depreciation and amortisation		-	-	43 635	(14 545)	7 273	7 273	7 273	7 273	7 273	7 273		10 396	110 770	107 839	112 300
Interest		0	0	479	0	0	0	503	0	475	5		801	9 960	10 818	10 307
Contracted services		11 518	18 998	13 553	20 896	33 404	27 999	15 745	17 673	22 582	22 669		5 223	283 421	227 033	196 627
Transfers and subsidies		941	467	565	434	3 421	196	17	896	400	255		656	15 036	17 163	15 442
Irrecoverable debts written off		105	421	479	505	606	416	557	518	473	584		709	10 013	-	-
Operational costs		13 207	8 212	14 793	12 853	15 734	7 412	22 820	15 498	10 778	12 426		7 920	199 194	171 541	168 804
Losses on disposal of Assets		-	-	(652)	-	-	-	-	(752)	-	-		-	-	-	-
Other Losses		-	-	-	-	-	-	-	-	-	-		-	-	-	-
<b>Total Expenditure</b>		<b>67 038</b>	<b>88 942</b>	<b>131 391</b>	<b>72 841</b>	<b>125 413</b>	<b>95 997</b>	<b>102 784</b>	<b>96 598</b>	<b>96 188</b>	<b>98 058</b>		<b>14 288</b>	<b>1 352 181</b>	<b>1 243 898</b>	<b>1 248 022</b>
<b>Surplus/(Deficit)</b>		<b>(43 435)</b>	<b>(55 253)</b>	<b>(108 709)</b>	<b>(49 423)</b>	<b>(101 401)</b>	<b>(72 680)</b>	<b>(79 651)</b>	<b>(72 615)</b>	<b>(74 123)</b>	<b>(71 712)</b>		<b>4 763</b>	<b>(44 522)</b>	<b>26 444</b>	<b>45 022</b>
Transfers and subsidies - capital (monetary allocations)		-	-	-	42 873	-	18 217	-	6 326	5 065	16 557		9 154	118 679	132 163	122 164
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-	-		-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>(43 435)</b>	<b>(55 253)</b>	<b>(108 709)</b>	<b>(6 550)</b>	<b>(101 401)</b>	<b>(54 463)</b>	<b>(79 651)</b>	<b>(66 289)</b>	<b>(69 058)</b>	<b>(55 155)</b>		<b>13 917</b>	<b>74 157</b>	<b>158 607</b>	<b>167 188</b>

## Table SB15 Budgeted Monthly Cash Flow

KZN216 Ray Nkonyeni - Supporting Table SB15 Adjustments Budget - monthly cash flow -

Monthly cash flows	Ref	2023/24											Medium Term Revenue and Expenditure Framework			
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2023/24	Budget Year 2024/25	Budget Year 2025/26
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	
<b>R thousands</b>																
<b>Cash Receipts By Source</b>	1															
Property rates		13 686	16 718	16 743	17 899	17 141	15 620	16 354	16 602	16 942	18 478	-	14 443	483 936	506 248	528 957
Service charges - electricity revenue		-	-	-	-	-	-	-	-	-	-	-	-	173 314	207 222	202 784
Service charges - water revenue		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue		3 035	4 964	7 643	6 419	5 977	5 720	6 076	5 944	5 554	6 212	-	4 965	-	-	-
Service charges - refuse		-	-	-	-	-	-	-	-	-	-	-	-	59 576	67 768	71 144
Rental of facilities and equipment		1 123	1 030	765	833	418	837	946	795	-	2 201	-	1 400	4 975	5 203	5 365
Interest earned - external investments		-	-	-	-	-	-	-	-	-	-	-	-	11 275	11 916	12 464
Interest earned - outstanding debtors		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividends received		51	215	158	144	120	37	63	56	75	250	-	-	-	-	-
Fines, penalties and forfeits		121	1 953	1 089	1 270	1 028	779	795	1 085	127	768	-	850	-	1 641	1 716
Licences and permits		445	457	331	443	412	327	586	393	441	456	-	667	10 242	12 693	13 277
Agency services		118 915	3 223	389	488	3 394	119 073	1 123	29 641	74 331	240	-	23 954	6 248	6 892	7 209
Transfers and Subsidiaries - Operational		850	8 260	8 067	4 141	5 627	1 048	7 857	8 623	309	4 714	-	701	395 670	336 888	336 131
Other revenue		-	-	-	-	-	-	-	-	-	-	-	-	7 799	27 650	28 927
<b>Cash Receipts by Source</b>		<b>138 226</b>	<b>36 822</b>	<b>35 184</b>	<b>31 638</b>	<b>34 118</b>	<b>143 439</b>	<b>33 801</b>	<b>63 140</b>	<b>97 779</b>	<b>33 318</b>	<b>-</b>	<b>48 979</b>	<b>1 153 034</b>	<b>1 184 120</b>	<b>1 207 974</b>
<b>Other Cash Flows by Source</b>																
Transfers and subsidiaries - capital (monetary allocations) (National / Provincial and District)		-	-	-	-	-	7 542	-	-	-	-	-	-	114 699	132 163	122 164
Transfers and subsidiaries - capital (monetary allocations) (Nat / Prov Deparm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)		-	-	-	-	-	-	-	-	-	-	-	-	503	-	-
Proceeds on Disposal of Fixed and Intangible Assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Short term loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/financing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Cash Receipts by Source</b>		<b>138 226</b>	<b>36 822</b>	<b>35 184</b>	<b>31 638</b>	<b>34 118</b>	<b>150 981</b>	<b>33 801</b>	<b>63 140</b>	<b>97 779</b>	<b>33 318</b>	<b>-</b>	<b>48 979</b>	<b>1 268 237</b>	<b>1 316 283</b>	<b>1 339 138</b>
<b>Cash Payments by Type</b>																
Employee related costs		-	-	1 588	1 582	6 440	1 899	1 911	2 379	1 838	-	-	-	504 783	498 407	521 334
Remuneration of councillors		-	-	479	-	-	-	503	-	475	-	-	808	31 164	33 864	35 422
Finance charges		159	17 976	17 678	11 091	12 625	12 335	11 955	12 561	12 488	13 236	-	(1 250)	9 958	10 818	11 316
Bulk purchases - Electricity		1 068	3 720	5 030	2 186	2 016	1 952	3 087	1 671	2 028	972	-	500	157 706	153 550	-
Acquisitions - water & other inventory		-	-	-	-	-	-	-	-	-	-	-	-	6 000	19 188	20 070
Contracted services		-	-	-	-	-	-	-	-	-	-	-	-	273 427	221 033	204 482
Transfers and grants - other municipalities		-	-	-	-	-	-	-	-	-	-	-	-	168	-	-
Transfers and grants - other		27 190	11 521	13 481	10 495	14 200	10 065	14 862	9 668	12 379	12 005	-	5 004	14 888	17 163	15 442
Other expenditure		-	-	-	-	-	-	-	-	-	-	-	-	156 989	157 482	154 563
<b>Cash Payments by Type</b>		<b>39 276</b>	<b>47 642</b>	<b>51 169</b>	<b>45 184</b>	<b>67 196</b>	<b>54 117</b>	<b>43 925</b>	<b>47 095</b>	<b>51 399</b>	<b>47 411</b>	<b>-</b>	<b>11 341</b>	<b>1 154 914</b>	<b>1 111 504</b>	<b>962 628</b>
<b>Other Cash Flows/Payments by Type</b>																
Capital assets		3 286	3 219	3 067	3 544	4 177	3 899	3 695	5 143	4 899	5 204	-	2 700	192 400	161 114	168 525
Repayment of borrowing		-	-	-	-	-	150	140	488	455	610	-	-	32 117	33 605	8 284
Other Cash Flows/Payments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Cash Payments by Type</b>		<b>42 562</b>	<b>50 861</b>	<b>54 236</b>	<b>48 728</b>	<b>71 373</b>	<b>58 166</b>	<b>47 760</b>	<b>52 726</b>	<b>56 753</b>	<b>53 225</b>	<b>-</b>	<b>14 040</b>	<b>1 379 431</b>	<b>1 306 223</b>	<b>1 139 437</b>
<b>NET INCREASE(DECREASE) IN CASH HELD</b>		<b>95 664</b>	<b>(14 039)</b>	<b>(19 051)</b>	<b>(17 092)</b>	<b>(37 255)</b>	<b>92 815</b>	<b>(13 959)</b>	<b>10 413</b>	<b>41 026</b>	<b>(19 907)</b>	<b>-</b>	<b>32 939</b>	<b>(111 194)</b>	<b>10 659</b>	<b>190 701</b>
Cash/cash equivalents at the month/year beginning:		114 251	209 915	195 877	176 825	159 733	122 478	215 293	201 334	211 747	252 773	232 866	232 866	131 591	114 251	303 247
Cash/cash equivalents at the month/year end:		209 915	195 877	176 825	159 733	122 478	215 293	201 334	211 747	252 773	232 866	232 866	265 804	20 397	124 311	493 949

## Table SB16 Budgeted Monthly Capital Expenditure (Municipal Vote)

KZN216 Ray Nkonyeni - Supporting Table SB16 Adjustments Budget - monthly capital expenditure (municipal vote) -

Description - Municipal Vote	Ref	2023/24												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2023/24	Budget Year 2024/25	Budget Year 2025/26
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	
<b>R thousands</b>																
<b>Multi-year expenditure appropriation</b>	1															
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>Capital Multi-year expenditure sub-total</b>	3	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Single-year expenditure appropriation</b>																
Vote 1 - Mayor and Council		-	-	-	-	-	-	-	-	-	-	-	-	-	127	133
Vote 2 - Finance and Administration		-	-	-	-	-	-	-	-	-	-	-	(50)	4 008	7 300	4 367
Vote 3 - Internal Audit		-	-	-	-	-	-	-	-	-	-	-	17	220	210	220
Vote 4 - Community and Social Services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		-	-	-	-	-	-	-	-	-	-	-	(377)	995	5 500	5 830
Vote 7 - Housing		-	-	-	-	-	-	-	-	-	-	-	30	189	55	58
Vote 8 - Health		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		-	-	-	-	-	-	-	-	-	-	-	50	113 076	141 285	95 824
Vote 10 - Road Transport		-	-	-	-	-	-	-	-	-	-	-	(150)	31 200	15 000	10 983
Vote 11 - Environment Protection		-	-	-	-	-	-	-	-	-	-	-	2	300	800	837
Vote 12 - Energy Sources		-	-	-	-	-	-	-	-	-	-	-	-	21 452	6 997	6 670
Vote 13 - Other		-	-	-	-	-	-	-	-	-	-	-	-	-	485	909
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		-	-	-	-	-	-	-	-	-	-	-	42	500	1 400	523
<b>Capital single-year expenditure sub-total</b>	3	-	-	-	-	-	-	-	-	-	-	-	(437)	171 941	179 158	126 353
<b>Total Capital Expenditure</b>	2	-	-	-	-	-	-	-	-	-	-	-	(437)	171 941	179 158	126 353

## Table SB17 Budgeted Monthly Capital Expenditure (Functional classification)

KZN216 Ray Nkonyeni - Supporting Table SB17 Adjustments Budget - monthly capital expenditure (functional classification) -

Description	Ref	2023/24											Medium Term Revenue and Expenditure Framework			
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2023/24	Budget Year 2024/25	Budget Year 2025/26
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	
<b>R thousands</b>																
<b>Capital Expenditure - Functional</b>																
<i>Governance and administration</i>		-	182	130	11	(3)	836	844	325	406	182	-	1 343	4 255	7 897	4 720
Executive and council		-	-	-	-	-	-	-	-	-	-	-	-	27	387	133
Finance and administration		-	22	130	11	-	836	844	325	374	182	-	(50)	4 008	7 300	4 367
Internal audit		-	160	-	-	(3)	-	-	-	32	-	-	17	220	210	220
<i>Community and public safety</i>		571	835	238	57	(1 267)	9	-	-	41	24	-	676	1 185	4 655	4 946
Community and social services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public safety		571	835	236	9	(1 267)	9	-	-	27	-	-	(377)	995	4 600	4 889
Housing		-	-	3	48	-	-	-	-	14	24	-	30	189	55	58
Health		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		8 338	11 009	11 595	16 107	11 100	9 383	5 702	9 280	13 626	7 472	-	40 936	144 549	157 725	108 585
Planning and development		8 338	8 664	11 452	12 616	10 020	5 852	2 158	7 766	12 061	6 199	-	50	113 049	141 025	95 824
Road transport		-	2 345	143	3 491	1 079	3 343	3 544	1 410	1 565	1 273	-	(150)	31 200	15 900	11 924
Environmental protection		-	-	-	-	-	189	-	103	-	-	-	2	300	800	837
<i>Trading services</i>		-	85	366	-	0	-	-	-	-	-	-	21 500	21 952	8 397	7 193
Energy sources		-	-	-	-	-	-	-	-	-	-	-	-	21 452	6 997	6 670
Water management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste management		-	85	366	-	0	-	-	-	-	-	-	42	500	1 400	523
<i>Other</i>		-	-	-	-	-	-	-	-	-	-	-	-	-	485	909
<b>Total Capital Expenditure - Functional</b>		<b>8 910</b>	<b>12 112</b>	<b>12 329</b>	<b>16 174</b>	<b>9 830</b>	<b>10 228</b>	<b>6 546</b>	<b>9 605</b>	<b>14 073</b>	<b>7 678</b>	<b>-</b>	<b>64 455</b>	<b>171 841</b>	<b>179 158</b>	<b>126 353</b>

## Table SB18a Capital Expenditure on new assets by asset class

KZN216 Ray Nkonyeni - Supporting Table SB18a Adjustments Budget - capital expenditure on new assets by asset class -

Description	Ref	2023/24									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	7	8	9	10	11	12	13	14		
R thousands												
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>												
<b>Infrastructure</b>		50 352	67 791	-	-	-	-	6 000	6 000	73 791	77 685	38 881
Roads Infrastructure		38 900	45 459	-	-	-	-	6 000	6 000	51 459	55 950	27 007
Roads		18 800	29 518	-	-	-	-	6 000	6 000	35 518	35 750	18 937
Road Structures		20 100	15 941	-	-	-	-	-	-	15 941	20 200	8 070
Road Furniture		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Storm water Infrastructure		3 000	13 080	-	-	-	-	-	-	13 080	12 000	6 600
Drainage Collection		3 000	13 080	-	-	-	-	-	-	13 080	12 000	6 600
Storm water Conveyance		-	-	-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		8 452	9 252	-	-	-	-	-	-	9 252	9 235	5 274
Power Plants		-	-	-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-	-	-
MV Switching Stations		7 452	3 452	-	-	-	-	-	-	3 452	-	-
MV Networks		-	-	-	-	-	-	-	-	-	-	-
LV Networks		1 000	5 800	-	-	-	-	-	-	5 800	9 235	5 274
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	500	-
Dams and Weirs		-	-	-	-	-	-	-	-	-	500	-
Boreholes		-	-	-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-	-	-
Water Treatment Works		-	-	-	-	-	-	-	-	-	-	-
Bulk Mains		-	-	-	-	-	-	-	-	-	-	-
Distribution		-	-	-	-	-	-	-	-	-	-	-
Distribution Points		-	-	-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Pump Station		-	-	-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-	-	-
Waste Water Treatment Works		-	-	-	-	-	-	-	-	-	-	-
Outfall Sewers		-	-	-	-	-	-	-	-	-	-	-
Toilet Facilities		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Landfill Sites		-	-	-	-	-	-	-	-	-	-	-
Waste Transfer Stations		-	-	-	-	-	-	-	-	-	-	-
Waste Processing Facilities		-	-	-	-	-	-	-	-	-	-	-
Waste Drop-off Points		-	-	-	-	-	-	-	-	-	-	-
Waste Separation Facilities		-	-	-	-	-	-	-	-	-	-	-
Electricity Generation Facilities		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Rail Lines		-	-	-	-	-	-	-	-	-	-	-
Rail Structures		-	-	-	-	-	-	-	-	-	-	-
Rail Furniture		-	-	-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Sand Pumps		-	-	-	-	-	-	-	-	-	-	-
Piers		-	-	-	-	-	-	-	-	-	-	-
Revetments		-	-	-	-	-	-	-	-	-	-	-
Promenades		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Data Centres		-	-	-	-	-	-	-	-	-	-	-
Core Layers		-	-	-	-	-	-	-	-	-	-	-
Distribution Layers		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
<b>Community Assets</b>		17 700	22 527	-	-	-	-	-	-	22 527	5 650	1 280
Community Facilities		7 700	11 285	-	-	-	-	-	-	11 285	1 450	116
Halls		5 700	6 352	-	-	-	-	-	-	6 352	-	-
Centres		-	-	-	-	-	-	-	-	-	-	-
Crèches		-	-	-	-	-	-	-	-	-	-	-
Clinics/Care Centres		-	-	-	-	-	-	-	-	-	-	-
Fire/Ambulance Stations		-	-	-	-	-	-	-	-	-	-	-

Testing Stations	-	-	-	-	-	-	-	-	-	-	-	-
Museums	-	-	-	-	-	-	-	-	-	-	-	-
Galleries	-	-	-	-	-	-	-	-	-	-	-	-
Theatres	-	-	-	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria	-	-	-	-	-	-	-	-	-	-	-	-
Police	-	-	-	-	-	-	-	-	-	-	-	-
Parks	2 000	2 800	-	-	-	-	-	-	2 800	50	116	-
Public Open Space	-	-	-	-	-	-	-	-	-	-	-	-
Nature Reserves	-	-	-	-	-	-	-	-	-	-	-	-
Public Ablution Facilities	-	-	-	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-	-	-	-
Stalls	-	2 132	-	-	-	-	-	-	2 132	1 400	-	-
Abattoirs	-	-	-	-	-	-	-	-	-	-	-	-
Airports	-	-	-	-	-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals	-	-	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	10 000	11 242	-	-	-	-	-	-	11 242	4 200	1 164	-
Indoor Facilities	-	-	-	-	-	-	-	-	-	-	-	-
Outdoor Facilities	10 000	11 242	-	-	-	-	-	-	11 242	4 200	1 164	-
Capital Spares	-	-	-	-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-	-	-	-
Monuments	-	-	-	-	-	-	-	-	-	-	-	-
Historic Buildings	-	-	-	-	-	-	-	-	-	-	-	-
Works of Art	-	-	-	-	-	-	-	-	-	-	-	-
Conservation Areas	-	-	-	-	-	-	-	-	-	-	-	-
Other Heritage	-	-	-	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	9 000	2 150	-	-	-	-	-	-	2 150	10 800	9 832	-
Operational Buildings	9 000	2 150	-	-	-	-	-	-	2 150	10 800	9 832	-
Municipal Offices	7 500	950	-	-	-	-	-	-	950	6 400	5 858	-
Pay/Enquiry Points	-	-	-	-	-	-	-	-	-	-	-	-
Building Plan Offices	-	-	-	-	-	-	-	-	-	-	-	-
Workshops	-	-	-	-	-	-	-	-	-	800	837	-
Yards	-	-	-	-	-	-	-	-	-	200	-	-
Stores	-	-	-	-	-	-	-	-	-	-	-	-
Laboratories	-	-	-	-	-	-	-	-	-	-	-	-
Training Centres	-	-	-	-	-	-	-	-	-	-	-	-
Manufacturing Plant	-	-	-	-	-	-	-	-	-	-	-	-
Depots	1 500	1 200	-	-	-	-	-	-	1 200	3 400	3 138	-
Capital Spares	-	-	-	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-	-	-	-
Staff Housing	-	-	-	-	-	-	-	-	-	-	-	-
Social Housing	-	-	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>	840	620	-	-	-	-	-	-	620	500	523	-
Servitudes	-	-	-	-	-	-	-	-	-	-	-	-
Licences and Rights	840	620	-	-	-	-	-	-	620	500	523	-
Water Rights	-	-	-	-	-	-	-	-	-	-	-	-
Effluent Licences	-	-	-	-	-	-	-	-	-	-	-	-
Solid Waste Licences	-	-	-	-	-	-	-	-	-	-	-	-
Computer Software and Applications	840	620	-	-	-	-	-	-	620	500	523	-
Load Settlement Software Applications	-	-	-	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>	5 990	4 411	-	-	-	-	(100)	(100)	4 311	7 290	6 239	-
Computer Equipment	5 990	4 411	-	-	-	-	(100)	(100)	4 311	7 290	6 239	-
<b>Furniture and Office Equipment</b>	531	460	-	-	-	-	-	-	460	2 152	1 770	-
Furniture and Office Equipment	531	460	-	-	-	-	-	-	460	2 152	1 770	-
<b>Machinery and Equipment</b>	2 060	2 927	-	-	-	-	(2 000)	(2 000)	927	4 692	4 023	-
Machinery and Equipment	2 060	2 927	-	-	-	-	(2 000)	(2 000)	927	4 692	4 023	-
<b>Transport Assets</b>	-	4 500	-	-	-	-	(4 500)	(4 500)	-	-	-	-
Transport Assets	-	4 500	-	-	-	-	(4 500)	(4 500)	-	-	-	-
<b>Land</b>	-	-	-	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-	-	-
<b>Living resources</b>	-	-	-	-	-	-	-	-	-	-	-	-
Mature	-	-	-	-	-	-	-	-	-	-	-	-
Policing and Protection	-	-	-	-	-	-	-	-	-	-	-	-
Zoological plants and animals	-	-	-	-	-	-	-	-	-	-	-	-
Immature	-	-	-	-	-	-	-	-	-	-	-	-
Policing and Protection	-	-	-	-	-	-	-	-	-	-	-	-
Zoological plants and animals	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on new assets to be adjusted</b>	1	86 473	105 386	-	-	-	-	(600)	(600)	104 786	108 769	62 549



**Table SA18b Capital expenditure on renewal of existing assets by class**

KZN216 Ray Nkonyeni - Supporting Table SB18b Adjustments Budget - capital expenditure on renewal of existing assets by asset class -

Description	Ref	2023/24									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	2024/25 Adjusted Budget	2025/26 Adjusted Budget
R thousands		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
<b>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</b>												
<b>Infrastructure</b>		37 500	24 829	-	-	-	-	-	-	24 829	16 300	14 477
Roads Infrastructure		17 500	10 029	-	-	-	-	-	-	10 029	14 500	12 594
Roads		17 000	9 602	-	-	-	-	-	-	9 602	13 500	12 206
Road Structures		500	427	-	-	-	-	-	-	427	1 000	388
Road Furniture		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		15 500	14 500	-	-	-	-	-	-	14 500	1 000	1 046
Power Plants		-	-	-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-	-	-
HV Transmission Conductors		14 500	14 500	-	-	-	-	-	-	14 500	-	-
MV Substations		-	-	-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-	-	-
MV Networks		1 000	-	-	-	-	-	-	-	-	1 000	1 046
LV Networks		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Dams and Weirs		-	-	-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-	-	-
Water Treatment Works		-	-	-	-	-	-	-	-	-	-	-
Bulk Mains		-	-	-	-	-	-	-	-	-	-	-
Distribution		-	-	-	-	-	-	-	-	-	-	-
Distribution Points		-	-	-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Pump Station		-	-	-	-	-	-	-	-	-	-	-
Retiulation		-	-	-	-	-	-	-	-	-	-	-
Waste Water Treatment Works		-	-	-	-	-	-	-	-	-	-	-
Outfall Sewers		-	-	-	-	-	-	-	-	-	-	-
Toilet Facilities		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		4 000	-	-	-	-	-	-	-	-	-	-
Landfill Sites		4 000	-	-	-	-	-	-	-	-	-	-
Waste Transfer Stations		-	-	-	-	-	-	-	-	-	-	-
Waste Processing Facilities		-	-	-	-	-	-	-	-	-	-	-
Waste Drop-off Points		-	-	-	-	-	-	-	-	-	-	-
Waste Separation Facilities		-	-	-	-	-	-	-	-	-	-	-
Electricity Generation Facilities		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Rail Lines		-	-	-	-	-	-	-	-	-	-	-
Rail Structures		-	-	-	-	-	-	-	-	-	-	-
Rail Furniture		-	-	-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		500	300	-	-	-	-	-	-	300	800	837
Sand Pumps		-	-	-	-	-	-	-	-	-	-	-
Piers		-	-	-	-	-	-	-	-	-	-	-
Revetments		-	-	-	-	-	-	-	-	-	-	-
Promenades		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		500	300	-	-	-	-	-	-	300	800	837
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Data Centres		-	-	-	-	-	-	-	-	-	-	-
Core Layers		-	-	-	-	-	-	-	-	-	-	-
Distribution Layers		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
<b>Community Assets</b>		8 159	2 809	-	-	-	-	-	-	2 809	11 972	4 586
Community Facilities		7 659	2 409	-	-	-	-	-	-	2 409	11 972	4 198
Halls		7 659	2 409	-	-	-	-	-	-	2 409	10 972	4 198
Centres		-	-	-	-	-	-	-	-	-	1 000	-
Crèches		-	-	-	-	-	-	-	-	-	-	-
Clinics/Care Centres		-	-	-	-	-	-	-	-	-	-	-
Fire/Ambulance Stations		-	-	-	-	-	-	-	-	-	-	-
Testing Stations		-	-	-	-	-	-	-	-	-	-	-
Museums		-	-	-	-	-	-	-	-	-	-	-
Galleries		-	-	-	-	-	-	-	-	-	-	-
Theatres		-	-	-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria		-	-	-	-	-	-	-	-	-	-	-
Police		-	-	-	-	-	-	-	-	-	-	-
Parks		-	-	-	-	-	-	-	-	-	-	-
Public Open Space		-	-	-	-	-	-	-	-	-	-	-
Nature Reserves		-	-	-	-	-	-	-	-	-	-	-
Public Ablution Facilities		-	-	-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-	-	-

Stalls	-	-	-	-	-	-	-	-	-	-	-
Abattoirs	-	-	-	-	-	-	-	-	-	-	-
Airports	-	-	-	-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals	-	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	500	400	-	-	-	-	-	-	400	-	388
Indoor Facilities	-	-	-	-	-	-	-	-	-	-	-
Outdoor Facilities	500	400	-	-	-	-	-	-	400	-	388
Capital Spares	-	-	-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-	-	-
Monuments	-	-	-	-	-	-	-	-	-	-	-
Historic Buildings	-	-	-	-	-	-	-	-	-	-	-
Works of Art	-	-	-	-	-	-	-	-	-	-	-
Conservation Areas	-	-	-	-	-	-	-	-	-	-	-
Other Heritage	-	-	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	-	-	-	-	-	-	-	-	-	435	909
Operational Buildings	-	-	-	-	-	-	-	-	-	435	909
Municipal Offices	-	-	-	-	-	-	-	-	-	-	-
Pay/Enquiry Points	-	-	-	-	-	-	-	-	-	-	-
Building Plan Offices	-	-	-	-	-	-	-	-	-	-	-
Workshops	-	-	-	-	-	-	-	-	-	-	-
Yards	-	-	-	-	-	-	-	-	-	435	909
Stores	-	-	-	-	-	-	-	-	-	-	-
Laboratories	-	-	-	-	-	-	-	-	-	-	-
Training Centres	-	-	-	-	-	-	-	-	-	-	-
Manufacturing Plant	-	-	-	-	-	-	-	-	-	-	-
Depots	-	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-	-	-
Staff Housing	-	-	-	-	-	-	-	-	-	-	-
Social Housing	-	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>	-	-	-	-	-	-	-	-	-	-	-
Services	-	-	-	-	-	-	-	-	-	-	-
Licences and Rights	-	-	-	-	-	-	-	-	-	-	-
Water Rights	-	-	-	-	-	-	-	-	-	-	-
Effluent Licenses	-	-	-	-	-	-	-	-	-	-	-
Solid Waste Licenses	-	-	-	-	-	-	-	-	-	-	-
Computer Software and Applications	-	-	-	-	-	-	-	-	-	-	-
Local Settlement Software Applications	-	-	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>	-	-	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-	-	-
<b>Furniture and Office Equipment</b>	-	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-	-	-
<b>Machinery and Equipment</b>	-	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-	-	-
<b>Transport Assets</b>	-	-	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-	-	-
<b>Land</b>	-	-	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-	-
<b>Living resources</b>	-	-	-	-	-	-	-	-	-	-	-
Mature	-	-	-	-	-	-	-	-	-	-	-
Poling and Protection	-	-	-	-	-	-	-	-	-	-	-
Zoological plants and animals	-	-	-	-	-	-	-	-	-	-	-
Immature	-	-	-	-	-	-	-	-	-	-	-
Poling and Protection	-	-	-	-	-	-	-	-	-	-	-
Zoological plants and animals	-	-	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on renewal of existing assets to be adjusted</b>	<b>1</b>	<b>45 659</b>	<b>27 638</b>	-	-	-	-	-	<b>27 638</b>	<b>28 707</b>	<b>19 972</b>

## Table SB18c Repairs and Maintenance by asset class

KZN216 Ray Nkonyeni - Supporting Table SB18c Adjustments Budget - expenditure on repairs and maintenance by asset class - 2023/07/27

Description	Ref	2023/24									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
R thousands												
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>												
<b>Infrastructure</b>		175 774	-	-	-	-	-	(5 942)	(5 942)	169 831	98 076	102 685
Roads Infrastructure		162 030	-	-	-	-	-	(6 274)	(6 274)	155 756	83 658	87 590
Roads		162 030	-	-	-	-	-	(6 274)	(6 274)	155 756	83 658	87 590
Road Structures		-	-	-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		11 425	-	-	-	-	-	(418)	(418)	11 007	11 985	12 548
Power Plants		9	-	-	-	-	-	2	2	10	9	9
HV Substations		-	-	-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-	-	-
MV Networks		939	-	-	-	-	-	600	600	1 539	985	1 031
LV Networks		10 477	-	-	-	-	-	(1 020)	(1 020)	9 457	10 991	11 507
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Dams and Weirs		-	-	-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-	-	-
Water Treatment Works		-	-	-	-	-	-	-	-	-	-	-
Bulk Mains		-	-	-	-	-	-	-	-	-	-	-
Distribution		-	-	-	-	-	-	-	-	-	-	-
Distribution Points		-	-	-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Pump Station		-	-	-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-	-	-
Waste Water Treatment Works		-	-	-	-	-	-	-	-	-	-	-
Outfall Sewers		-	-	-	-	-	-	-	-	-	-	-
Toilet Facilities		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Landfill Sites		-	-	-	-	-	-	-	-	-	-	-
Waste Transfer Stations		-	-	-	-	-	-	-	-	-	-	-
Waste Processing Facilities		-	-	-	-	-	-	-	-	-	-	-
Waste Drop-off Points		-	-	-	-	-	-	-	-	-	-	-
Waste Separation Facilities		-	-	-	-	-	-	-	-	-	-	-
Electricity Generation Facilities		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Rail Lines		-	-	-	-	-	-	-	-	-	-	-
Rail Structures		-	-	-	-	-	-	-	-	-	-	-
Rail Furniture		-	-	-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		2 319	-	-	-	-	-	750	750	3 069	2 433	2 947
Sand Pumps		-	-	-	-	-	-	-	-	-	-	-
Piers		-	-	-	-	-	-	-	-	-	-	-
Revetments		-	-	-	-	-	-	-	-	-	-	-
Promenades		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		2 319	-	-	-	-	-	750	750	3 069	2 433	2 947
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Data Centres		-	-	-	-	-	-	-	-	-	-	-
Core Layers		-	-	-	-	-	-	-	-	-	-	-
Distribution Layers		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
<b>Community Assets</b>		500	-	-	-	-	-	-	-	500	525	549
Community Facilities		500	-	-	-	-	-	-	-	500	525	549
Halls		-	-	-	-	-	-	-	-	-	-	-
Centres		-	-	-	-	-	-	-	-	-	-	-
Crèches		-	-	-	-	-	-	-	-	-	-	-
Clinics/Care Centres		-	-	-	-	-	-	-	-	-	-	-
Fire/Ambulance Stations		-	-	-	-	-	-	-	-	-	-	-
Testing Stations		-	-	-	-	-	-	-	-	-	-	-
Museums		-	-	-	-	-	-	-	-	-	-	-
Galleries		-	-	-	-	-	-	-	-	-	-	-
Theatres		-	-	-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria		-	-	-	-	-	-	-	-	-	-	-
Police		-	-	-	-	-	-	-	-	-	-	-

KZN216 Ray Nkonyeni - Supporting Table SB18c Adjustments Budget - expenditure on repairs and maintenance by asset class -

Description	Ref	2023/24									Budget Year	Budget Year	
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	2024/25	2025/26
		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H			
<b>R thousands</b>													
<u>Parks</u>													
Public Open Space		500	500	-	-	-	-	-	-	500	500	523	
Nature Reserves		-	-	-	-	-	-	-	-	-	-	-	
Public Ablution Facilities		-	-	-	-	-	-	-	-	-	-	-	
Markets		-	-	-	-	-	-	-	-	-	-	-	
Stalls		-	-	-	-	-	-	-	-	-	-	-	
Abattoirs		-	-	-	-	-	-	-	-	-	-	-	
Airports		-	-	-	-	-	-	-	-	-	-	-	
Taxi Ranks/Bus Terminals		-	-	-	-	-	-	-	-	-	-	-	
Capital Spares		-	-	-	-	-	-	-	-	-	-	-	
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-	
Indoor Facilities		-	-	-	-	-	-	-	-	-	-	-	
Outdoor Facilities		-	-	-	-	-	-	-	-	-	-	-	
Capital Spares		-	-	-	-	-	-	-	-	-	-	-	
<u>Heritage assets</u>													
Monuments		-	-	-	-	-	-	-	-	-	-	-	
Historic Buildings		-	-	-	-	-	-	-	-	-	-	-	
Works of Art		-	-	-	-	-	-	-	-	-	-	-	
Conservation Areas		-	-	-	-	-	-	-	-	-	-	-	
Other Heritage		-	-	-	-	-	-	-	-	-	-	-	
<u>Investment properties</u>													
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-	
Improved Property		-	-	-	-	-	-	-	-	-	-	-	
Unimproved Property		-	-	-	-	-	-	-	-	-	-	-	
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-	
Improved Property		-	-	-	-	-	-	-	-	-	-	-	
Unimproved Property		-	-	-	-	-	-	-	-	-	-	-	
<u>Other assets</u>		5 300	5 800	-	-	-	-	-	-	5 800	13 165	7 531	
Operational Buildings		5 300	5 800	-	-	-	-	-	-	5 800	13 165	7 531	
Municipal Offices		4 600	5 100	-	-	-	-	-	-	5 100	12 515	6 851	
Pay/Enquiry Points		-	-	-	-	-	-	-	-	-	-	-	
Building Plan Offices		700	700	-	-	-	-	-	-	700	650	680	
Workshops		-	-	-	-	-	-	-	-	-	-	-	
Yards		-	-	-	-	-	-	-	-	-	-	-	
Stores		-	-	-	-	-	-	-	-	-	-	-	
Laboratories		-	-	-	-	-	-	-	-	-	-	-	
Training Centres		-	-	-	-	-	-	-	-	-	-	-	
Manufacturing Plant		-	-	-	-	-	-	-	-	-	-	-	
Depots		-	-	-	-	-	-	-	-	-	-	-	
Capital Spares		-	-	-	-	-	-	-	-	-	-	-	
Housing		-	-	-	-	-	-	-	-	-	-	-	
Staff Housing		-	-	-	-	-	-	-	-	-	-	-	
Social Housing		-	-	-	-	-	-	-	-	-	-	-	
Capital Spares		-	-	-	-	-	-	-	-	-	-	-	
<u>Biological or Cultivated Assets</u>													
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-	
<u>Intangible Assets</u>													
Servitudes		-	-	-	-	-	-	-	-	-	-	-	
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-	
Water Rights		-	-	-	-	-	-	-	-	-	-	-	
Effluent Licenses		-	-	-	-	-	-	-	-	-	-	-	
Solid Waste Licenses		-	-	-	-	-	-	-	-	-	-	-	
Computer Software and Applications		-	-	-	-	-	-	-	-	-	-	-	
Load Settlement Software Applications		-	-	-	-	-	-	-	-	-	-	-	
Unspecified		-	-	-	-	-	-	-	-	-	-	-	
<u>Computer Equipment</u>													
Computer Equipment		-	-	-	-	-	-	-	-	-	-	-	
<u>Furniture and Office Equipment</u>													
Furniture and Office Equipment		150	-	-	-	-	-	-	-	150	150	157	
<u>Machinery and Equipment</u>													
Machinery and Equipment		1 598	2 792	-	-	-	-	-	-	2 792	3 970	3 107	
<u>Transport Assets</u>													
Transport Assets		10 630	11 879	-	-	-	-	350	350	12 229	11 009	11 620	
<u>Land</u>													
Land		-	-	-	-	-	-	-	-	-	-	-	
<u>Zoo's, Marine and Non-biological Animals</u>													
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-	
<u>Living resources</u>													
Mature		-	-	-	-	-	-	-	-	-	-	-	
Policing and Protection		-	-	-	-	-	-	-	-	-	-	-	
Zoological plants and animals		-	-	-	-	-	-	-	-	-	-	-	
Immature		-	-	-	-	-	-	-	-	-	-	-	
Policing and Protection		-	-	-	-	-	-	-	-	-	-	-	
Zoological plants and animals		-	-	-	-	-	-	-	-	-	-	-	
<b>Total Repairs and Maintenance Expenditure to be adjusted</b>	<b>1</b>	<b>193 951</b>	<b>190 802</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>409</b>	<b>409</b>	<b>191 421</b>	<b>128 600</b>	<b>112 976</b>	

## **Legislation compliance status**

Compliance with the MFMA implementation requirements have been substantially adhered to through the following activities:

### **In year reporting**

Reporting to National Treasury in electronic format was fully complied with on a monthly basis. Section 71 reporting to the Executive Mayor (within 10 working days).

### **Internship Programme**

The Municipality is participating in the Municipal Financial Management Internship Programme and has employed five interns undergoing training in various divisions of the Financial Services Department, of the five interns four have been appointed permanently. The remaining two are still under the training and municipality has an obligation to replace the vacant positions of the three interns.

### **Budget and Treasury Office**

The Budget and Treasury Office has been established in accordance with the MFMA.

### **Audit Committee**

An Audit Committee is shared with other municipalities within the district and is fully functional.

### **Service Delivery and Implementation Plan**

The detailed 2023/24 SDBIP document will be compiled and will be tabled before council separately.

### **Annual Report**

Annual report is compiled in terms of the MFMA and National Treasury requirements.