

The Game changer of South Coast development

RAY NKONYENI MUNICIPALITY

TREASURY DEPARTMENT

MONTHLY BUDGET STATEMENT FOR THE PERIOD ENDED 31 July 2024 (M01)

Prepared By: Budget and Treasury Office

STATEMENT OF FINANCIAL PERFORMANCE AND THE IMPLEMENTATION OF THE 2024/2025 BUDGET FOR THE PERIOD ENDING 31 July 2024

1. PURPOSE

The purpose of the report is to submit to the Mayor the statement of financial performance and implementation of the 2024/25 Budget of the Ray Nkonyeni Municipality for the period ending 31 July 2024 in line with the statutory requirements of S71 of the Municipal Finance Management Act (2003).

2. AUTHORITY

Mayor

3. LEGAL / STATUTORY REQUIREMENTS

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

4. BACKGROUND

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

5. EXECUTIVE SUMMARY

The monthly budget statement in terms of section 71 of the Municipal Finance Management Act for the period ended 31 July 2024 is detailed below. The monthly budget statement is divided into the following:

- 5.1 Statement of Financial Performance
- 5.2 Revenue By source
- 5.3 Expenditure by Type
- 5.4 Debtors Age Analysis
- 5.5 Creditors Age Analysis
- 5.6 Capital Expenditure
- 5.7 Transfers and Grants Receipts
- 5.8 Transfers and Grants Expenditure

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

6. MAIN TABLES

- 6.1. Monthly Budget Statement Summary
- 6.2. Financial Performance by Revenue and Expenditure
- 6.3. Capital Expenditure
- 6.4. Cash Flow
- 6.5. Financial Position

5.1 Monthly Budget Statement of Financial Performance

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

	2023/24				Budget Year 2				
Description	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
Financial Performance									
Property rates	508 008	532 893	-	46 981	46 981	48 445	(1 464)	-3%	532 893
Service charges	250 760	278 556	-	23 183	23 183	23 633	(451)	-2%	278 556
Investment revenue	11 614	11 916	-	1 326	1 326	993	333	33%	11 916
Transfers and subsidies - Operational	385 654	324 656	-	126 203	126 203	126 413	(210)	0%	324 656
Other own revenue	99 441	122 121	-	5 992	5 992	9 965	(3 973)	-40%	-
Total Revenue (excluding capital transfers and contributions)	1 255 476	1 270 142	-	203 683	203 683	209 449	(5 766)	-3%	1 270 142
Employee costs	479 025	497 297	-	40 578	40 578	40 105	472	1%	497 29
Remuneration of Councillors	40 181	34 185	-	2 824	2 824	2 849	(24)	-1%	34 18
Depreciation and amortisation	79 998	107 839	-	-	-	7 168	(7 168)	-100%	107 83
Interest	1 465	11 818	-	0	0	754	(754)	-100%	11 818
Inventory consumed and bulk purchases	140 607	166 532	-	1 411	1 411	14 071	(12 660)	-90%	166 532
Transfers and subsidies	15 664	17 163	-	203	203	498	(295)	-59%	17 163
Other expenditure	461 223	414 864	-	23 458	23 458	35 535	(12 077)	-34%	414 864
Total Expenditure	1 218 162	1 249 698	-	68 473	68 473	100 980	(32 507)	-32%	1 249 698
Surplus/(Deficit)	37 314	20 444	-	135 210	135 210	108 469	26 741	25%	20 444
Transfers and subsidies - capital (monetary allocations)	115 831	132 163	-	-	-	11 472	(11 472)	-100%	132 163
Transfers and subsidies - capital (in-kind)	_	_	-	-	_	_	_		-
Surplus/(Deficit) after capital transfers &	153 145	152 607	-	135 210	135 210	119 941	15 269	13%	152 607
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	153 145	152 607	-	135 210	135 210	119 941	15 269	13%	152 607
Capital expenditure & funds sources									
Capital expenditure	146 600	186 158	-	7 183	7 183	13 954	(6 770)	-49%	186 158
Capital transfers recognised	101 750	114 924	-	5 020	5 020	9 415	(4 395)	-47%	114 924
Borrowing	643	9 000	-	-	_	-	-		9 000
Internally generated funds	44 207	62 234	-	2 163	2 163	4 538	(2 375)	-52%	62 234
Total sources of capital funds	146 600	186 158	-	7 183	7 183	13 954	(6 770)	-49%	186 158
Financial position									
Total current assets	835 069	833 735	-		982 227				833 735
Total non current assets	2 230 421	2 242 159	-		2 293 418				2 242 159
Total current liabilities	402 611	439 175	-		506 579				439 175
Total non current liabilities	196 345	170 711	-		225 083				170 71
Community wealth/Equity	2 466 535	2 466 007	-		2 543 983				2 466 007
Cash flows									
Net cash from (used) operating	271 903	189 835	-	143 172	143 172	130 704	(12 467)	-10%	189 835
Net cash from (used) investing	168 468	(161 114)	-	(10 167)		(13 334)	(3 167)	24%	(161 114
Net cash from (used) financing	(51 726)	9 000	-	-		-			9 000
Cash/cash equivalents at the month/year end	502 897	151 973	-	-	199 765	231 622	31 857	14%	104 482
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	64 644	12 520	7 245	19 392	16 950	15 405	14 297	475 150	625 602
Creditors Age Analysis									
Total Creditors	-	-	-	-	-	-	-	_	-
			l		1				

KZN216 Ray Nkonyeni - Table C1 Monthly Budget Statement Summary - M01 - July

5.2 Financial Performance -Revenue by Source

		2023/24				Budget Year 2	024/25			
Description	Ref	Audited	Original	Adjusted	Monthly	YearTD actual	YearTD	YTD	YTD	Full Year
		Outcome	Budget	Budget	actual	i cui i b uctuui	budget	variance	variance	Forecast
R thousands									%	
Revenue										
Exchange Revenue										
Service charges - Electricity		187 331	207 222	-	16 890	16 890	17 268	(378)	-2%	207 222
Service charges - Water		-	-	-	-	-	-	-		-
Service charges - Waste Water Management		-	-	-	-	-	-	-		-
Service charges - Waste management		63 429	71 335	-	6 293	6 293	6 365	(72)	-1%	71 335
Sale of Goods and Rendering of Services		16 749	22 615	-	893	893	1 673	(780)	-47%	22 615
Agency services		5 898	6 892	-	588	588	574	14	2%	6 892
Interest		- 0.070	-	_	-	-	-	-	4.50/	-
Interest earned from Receivables Interest from Current and Non Current Assets		8 378	8 202 11 916		785	785	683	102 333	15% 33%	8 202
		11 614	11,910	-	1 326 -	1 326	993	- 333	33%	11 916
Dividends Rent on Land		_	_	_	_	_	_	_		_
Rental from Fixed Assets		4 266	5 203	_	281	281	434	(153)	-35%	5 203
Licence and permits		4 200 598	737	_	55	55	61	(133)	-10%	737
Operational Revenue		1 159	1 091	-	28	28	91	(63)	-70%	1 091
Non-Exchange Revenue					20	_0		-		
Property rates		508 008	532 893	-	46 981	46 981	48 445	(1 464)	-3%	532 893
Surcharges and Taxes		-	-	-	-	-	-	-		-
Fines, penalties and forfeits		20 608	32 812	-	40	40	2 734	(2 694)	-99%	32 812
Licence and permits		9 064	11 956	-	562	562	996	(434)	-44%	11 956
Transfers and subsidies - Operational		385 654	324 656	-	126 203	126 203	126 413	(210)	0%	324 656
Interest		32 216	32 615	-	2 760	2 760	2 718	42	2%	32 615
Fuel Levy		-	-	-	-	-	-	-		-
Operational Revenue		-	-	-	-	-	-	-		-
Gains on disposal of Assets		-	-	-	-	-	-	-		-
Other Gains		506	-	-	-	-	-	-		-
Discontinued Operations Total Revenue (excluding capital transfers and contributions)		-	-	-	-	-	-	-		-
		1 255 476	1 270 142	-	203 683	203 683	209 449	(5 766)	-3%	1 270 142
Expenditure By Type		170.005	107.007		10.570	10.570	10,105	170		107.007
Employee related costs		479 025	497 297	-	40 578	40 578	40 105	472	1%	497 297
Remuneration of councillors		40 181	34 185	-	2 824	2 824	2 849	(24)	-1%	34 185
Bulk purchases - electricity		127 809	153 550	-	-	-	12 796	(12 796)	-100%	153 550
Inventory consumed		12 798	12 982	-	1 411	1 411	1 275	136	11%	12 982
Debt impairment		-	11 290	-	-	-	-	-		11 290
Depreciation and amortisation		79 998	107 839	-	-	-	7 168	(7 168)	-100%	107 839
Interest		1 465	11 818	-	0	0	754	(754)	-100%	11 818
Contracted services		262 443	227 033	-	11 943	11 943	20 819	(8 876)	-43%	227 033
Transfers and subsidies		15 664	17 163	_	203	203	498	(295)	-59%	17 163
Irrecoverable debts written off								133	32%	5 000
		11 307	5 000	_	5/0	549	417			0000
		11 307 188 761	5 000 171 541		549 10.966	549 10 966	417			171 544
Operational costs		188 761	5 000 171 541	-	10 966	549 10 966	417 14 299	(3 334)	-23%	171 541
Operational costs Losses on Disposal of Assets		188 761 (1 404)		-						171 541 -
Operational costs Losses on Disposal of Assets Other Losses		188 761 (1 404) 116	171 541 - -	- -	10 966 - -	10 966 - -	14 299 - -	(3 334) _ _	-23%	-
Operational costs Losses on Disposal of Assets Other Losses Total Expenditure		188 761 (1 404) <u>116</u> 1 218 162	171 541 - - 1 249 698	-	10 966 - - 68 473	10 966 - - 68 473	14 299 - _ 100 980	(3 334) - - (32 507)	-23% -32%	- _ 1 249 698
Operational costs Losses on Disposal of Assets Other Losses Total Expenditure Surplus/(Deficit)		188 761 (1 404) <u>116</u> 1 218 162 37 314	171 541 - - 1 249 698 20 444		10 966 - -	10 966 - -	14 299 - - 100 980 108 469	(3 334) - - (32 507) 26 741	-23% -32% 25%	 1 249 698 20 444
Operational costs Losses on Disposal of Assets Other Losses Total Expenditure Surplus/(Deficit) Transfers and subsidies - capital (monetary allocations)		188 761 (1 404) <u>116</u> 1 218 162	171 541 - - 1 249 698	- - - - -	10 966 - - 68 473	10 966 - - 68 473	14 299 - _ 100 980	(3 334) - - (32 507)	-23% -32%	- _ 1 249 698
Operational costs Losses on Disposal of Assets Other Losses Total Expenditure Surplus/(Deficit) Transfers and subsidies - capital (monetary allocations) Transfers and subsidies - capital (in-kind)		188 761 (1 404) 116 1 218 162 37 314 115 831 -	171 541 – – 1 249 698 20 444 132 163 –		10 966 - - 68 473 135 210 - -	10 966 - - 68 473 135 210 - -	14 299 - - 100 980 108 469 11 472 -	(3 334) - - (32 507) 26 741	-23% -32% 25%	- 1 249 698 20 444 132 163 -
Operational costs Losses on Disposal of Assets Other Losses Total Expenditure Surplus/(Deficit) Transfers and subsidies - capital (monetary allocations) Transfers and subsidies - capital (in-kind) Surplus/(Deficit) after capital transfers & contributions		188 761 (1 404) <u>116</u> 1 218 162 37 314	171 541 - - 1 249 698 20 444		10 966 - - 68 473	10 966 - - 68 473	14 299 - - 100 980 108 469	(3 334) - - (32 507) 26 741 (11 472) -	-23% -32% 25%	1 249 698 20 444
Operational costs Losses on Disposal of Assets Other Losses Total Expenditure Surplus/(Deficit) Transfers and subsidies - capital (monetary allocations) Transfers and subsidies - capital (in-kind) Surplus/(Deficit) after capital transfers & contributions Income Tax		188 761 (1 404) 116 1 218 162 37 314 115 831 - 153 145 -	171 541 - 1 249 698 20 444 132 163 - 152 607 -		10 966 	10 966 - - - - - - - - - - - - - - - - - -	14 299 - - 100 980 108 469 11 472 - 119 941 -	(3 334) - - (32 507) 26 741	-23% -32% 25%	 1 249 698 20 444 132 163 152 607
Operational costs Losses on Disposal of Assets Other Losses Total Expenditure Surplus/(Deficit) Transfers and subsidies - capital (monetary allocations) Transfers and subsidies - capital (in-kind) Surplus/(Deficit) after capital transfers & contributions Income Tax Surplus/(Deficit) after income tax		188 761 (1 404) 116 1 218 162 37 314 115 831 -	171 541 – – 1 249 698 20 444 132 163 –		10 966 - - 68 473 135 210 - -	10 966 - - 68 473 135 210 - -	14 299 - - 100 980 108 469 11 472 -	(3 334) - - (32 507) 26 741 (11 472) - -	-23% -32% 25%	- 1 249 698 20 444 132 163 -
Operational costs Losses on Disposal of Assets Other Losses Total Expenditure Surplus/(Deficit) Transfers and subsidies - capital (monetary allocations) Transfers and subsidies - capital (in-kind) Surplus/(Deficit) after capital transfers & contributions Income Tax Surplus/(Deficit) after income tax Share of Surplus/Deficit attributable to Joint Venture		188 761 (1 404) 116 1 218 162 37 314 115 831 - 153 145 -	171 541 - 1 249 698 20 444 132 163 - 152 607 -		10 966 	10 966 - - - - - - - - - - - - - - - - - -	14 299 - - 100 980 108 469 11 472 - 119 941 -	(3 334) - - (32 507) 26 741 (11 472) - -	-23% -32% 25%	- - - - - - - - - - - - - - - - - - -
Operational costs Losses on Disposal of Assets Other Losses Total Expenditure Surplus/(Deficit) Transfers and subsidies - capital (monetary allocations) Transfers and subsidies - capital (in-kind) Surplus/(Deficit) after capital transfers & contributions Income Tax Surplus/(Deficit) after income tax Share of Surplus/Deficit attributable to Joint Venture Share of Surplus/Deficit attributable to Minorities		188 761 (1 404) 116 1 218 162 37 314 115 831 - 153 145 - 153 145 - 153 145 -	171 541 - - 1 249 698 20 444 132 163 - - 152 607 - 152 607 - - -		10 966 - - 68 473 135 210 - 135 210 - 135 210 - 135 210 - -	10 966 	14 299 - - 100 980 108 469 11 472 - 119 941 - 119 941 - - -	(3 334) - - (32 507) 26 741 (11 472) - -	-23% -32% 25%	- - - 20 444 132 163 - 152 607 - 152 607 - - - - - - - - - - - - - - - - - - -
Operational costs Losses on Disposal of Assets Other Losses Total Expenditure Surplus/(Deficit) Transfers and subsidies - capital (monetary allocations) Transfers and subsidies - capital (in-kind) Surplus/(Deficit) after capital transfers & contributions Income Tax Surplus/(Deficit) after income tax Share of Surplus/Deficit attributable to Joint Venture		188 761 (1 404) 116 1 218 162 37 314 115 831 - 153 145 -	171 541 - 1 249 698 20 444 132 163 - 152 607 -		10 966 	10 966 - - - - - - - - - - - - - - - - - -	14 299 - - 100 980 108 469 11 472 - 119 941 -	(3 334) - - (32 507) 26 741 (11 472) - -	-23% -32% 25%	 1 249 698 20 444 132 163 152 607
Operational costs Losses on Disposal of Assets Other Losses Total Expenditure Surplus/(Deficit) Transfers and subsidies - capital (monetary allocations) Transfers and subsidies - capital (in-kind) Surplus/(Deficit) after capital transfers & contributions Income Tax Surplus/(Deficit) after income tax Share of Surplus/Deficit attributable to Joint Venture Share of Surplus/Deficit attributable to Minorities		188 761 (1 404) 116 1 218 162 37 314 115 831 - 153 145 - 153 145 - 153 145 -	171 541 - - 1 249 698 20 444 132 163 - - 152 607 - 152 607 - - -		10 966 - - 68 473 135 210 - 135 210 - 135 210 - 135 210 - -	10 966 	14 299 - - 100 980 108 469 11 472 - 119 941 - 119 941 - - -	(3 334) - - (32 507) 26 741 (11 472) - -	-23% -32% 25%	- 1 249 698 20 444 132 163 - 152 607 - 152 607 - - -
Operational costs Losses on Disposal of Assets Other Losses Total Expenditure Surplus/(Deficit) Transfers and subsidies - capital (monetary allocations) Transfers and subsidies - capital (in-kind) Surplus/(Deficit) after capital transfers & contributions Income Tax Surplus/(Deficit) after income tax Share of Surplus/Deficit attributable to Joint Venture Share of Surplus/Deficit attributable to Minorities Surplus/(Deficit) attributable to municipality		188 761 (1 404) 116 1 218 162 37 314 115 831 - 153 145 - 153 145 - 153 145	171 541 - - 1 249 698 20 444 132 163 - - 152 607 - - 152 607 - - 152 607		10 966 - - 68 473 135 210 - 135 210 - 135 210 - 135 210	10 966 	14 299 - - 100 980 108 469 11 472 - 119 941 - 119 941 - - -	(3 334) - - (32 507) 26 741 (11 472) - - - - -	-23% -32% 25%	- - - 20 444 132 163 - 152 607 - 152 607 - - - - - - - - - - - - - - - - - - -

KZN216 Ray Nkonyeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 - July

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

<u>Revenue</u>

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

		2023/24				Budget Year 2	024/25			
Description	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
Revenue										
Exchange Revenue										
Service charges - Electricity		187 331	207 222	-	16 890	16 890	17 268	(378)	-2%	207 222
Service charges - Water		-	-	-	-	-	-	-		-
Service charges - Waste Water Management		-	-	-	-	-	-	-		-
Service charges - Waste management		63 429	71 335	-	6 293	6 293	6 365	(72)	-1%	71 335
Sale of Goods and Rendering of Services		16 749	22 615	-	893	893	1 673	(780)	-47%	22 615
Agency services		5 898	6 892	-	588	588	574	14	2%	6 892
Interest		-	-	-	-	-	-	-		-
Interest earned from Receivables		8 378	8 202	-	785	785	683	102	15%	8 202
Interest from Current and Non Current Assets		11 614	11 916	-	1 326	1 326	993	333	33%	11 916
Dividends		-	-	-	-	-	-	-		-
Rent on Land		-	-	-	-	-	-	-		-
Rental from Fixed Assets		4 266	5 203	-	281	281	434	(153)	-35%	5 203
Licence and permits		598	737	-	55	55	61	(6)	-10%	737
Operational Revenue		1 159	1 091	-	28	28	91	(63)	-70%	1 091
Non-Exchange Revenue								-		
Property rates		508 008	532 893	-	46 981	46 981	48 445	(1 464)	-3%	532 893
Surcharges and Taxes		-	-	-	-	-	-	-		-
Fines, penalties and forfeits		20 608	32 812	-	40	40	2 734	(2 694)	-99%	32 812
Licence and permits		9 064	11 956	-	562	562	996	(434)	-44%	11 956
Transfers and subsidies - Operational		385 654	324 656	-	126 203	126 203	126 413	(210)	0%	324 656
Interest		32 216	32 615	-	2 760	2 760	2 718	42	2%	32 615
Fuel Levy		-	-	-	-	-	-	-		-
Operational Revenue		-	-	-	-	-	-	-		-
Gains on disposal of Assets		-	-	-	-	-	-	-		-
Other Gains		506	-	-	-	-	-	-		-
Discontinued Operations		-	-	-	-	-	-	-		-
Total Revenue (excluding capital transfers and contributions)		1 255 476	1 270 142	-	203 683	203 683	209 449	(5 766)	-3%	1 270 142

KZN216 Ray Nkonyeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 - July

Revenue from Exchange Transactions

Service charges - Electricity.

The YTD Actual for electricity billing for the period ended 31 July 2024 is R16.8 million while the YTD Budget is R17.2 million. There is a negative variance of R378 thousand between the YTD actual and YTD budget. YTD Electricity consumption has attributed to various factors such as consumers switching to cost effective alternatives such as Gas and Solar system.

Service charges – Waste Management

The overall YTD actual billing for refuse removals is R6.2 million and the YTD Budget billing is R6.3 million, There is a negative variance of R72 thousands, waste management revenue has been in line with the projected budget for 2024/2025 financial year.

Sale of goods and Rendering of Services

The YTD actual amounts to R893 thousands with a YTD budget of R1.6 million. The negative variance of R707 thousand is caused by the differences of various items within this segment as stated above and how they have been performing.

Agency Services

Agency services comprise of driver's license application, learners license application and renewal fees, this is the commission earned by the municipality on the services performed by the municipality on behalf of the Department of transport and third parties on payroll section. The annual projected revenue is R6.8million, the YTD actual is R588 thousands vs the YTD budget of R574 thousands showing a positive variance of R14 thousand variance. YTD actual is in line with budgeted projections.

Interest earned from receivables.

The YTD budget amounts to R683 thousands compared to the YTD actual amount of R785 thousands, YTD actual showing a positive variance of R102 thousand variance. YTD actual performance is in line with budgeted projections.

Interest from Investments

The YTD actual is R1.3 million and a YTD budget of R993 thousands. This shows a positive variance of R333 thousand since there was more interest earned from investment and this also indicates good performance in markets.

Rental from fixed assets

Rental of facilities amounts annual budget is R5.2 million, this is the rental of fixed asset revenue such as halls, airport hangers, skip hire and garages. The YTD actuals for the rental of facilities is R281 thousands compared to YTD budget of R434 thousands, resulting to a R153 thousand negative variance. The negative variance indicates that less rental revenue was collected than anticipated, e.g. Airport hangars being vacant for some time, rentals of halls etc.

Licenses and Permits

Licenses and permits for exchange revenue actuals to date amounts to R55 thousand with a YTD budget of R61 thousand resulting in a negative variance of R6 thousand. YTD actual performance is in line with budgeted projections.

Revenue from non-exchange transactions

Property Rates

Property rates comprise of multiple categories under the jurisdiction of Ray Nkonyeni Municipality, the bulk revenue is billed on three categories: Residential properties, Business and Commercial properties as well as State owned properties. The annual budget for Property rates is R532 million and the YTD actual billing is R46.9 million, compared to the YTD budget of R48.4 million and a negative variance of R1.4 million for the 2024/25 financial year as property rates are billed over 10 months from July – April each year. The variance is in line with the projected property rates billing across the various property categories and tariffs.

<u>Fines</u>

Fines, Penalties, and forfeits are derived from Building fines, illegal connections, overdue books, and the bulk budget being on traffic fines and the total budget being R32.8 million. The YTD actual is R40 thousands compared to a YTD budget of R2.7 million. The variance of 2.6 million is caused by the fact that the income statement comprises of billed revenue, not collected, Reason for fines to not achieve the project budget can be attributed to the fact that fines are based on infringements identified and that impacts the projected billing and actual billing of fines.

Licenses and Permits

Licenses and permits for non-exchange revenue performance YTD amounts to R562 thousands with a YTD budget of R996 thousands, with a negative variance of R434 thousands. Revenue is collected based on applications received for the month.

Transfers and Subsidies -Operational

The YTD actual as of 31 July 2024 for operational grant recognized /received to date amounts to R126.2million, YTD Budget is R126.4million with a negative variance of R210 thousands as operational conditional grants are recognized as revenue when conditions being met as per the set guidelines which results in the YTD variance.

Interest on Property Rates

The YTD actual amounts to R2.7 million compared to YTD budget of R2.7 million, with a positive variance of R42 thousands. Property rates billing for the 2025 financial year has been in line with the budget.

Total Revenue

The YTD Actual revenue excluding capital transfers is R203.6 million for the period ending 31 July 2024, YTD Budget is R209.4 million, the variance is caused by the differences within the different revenue streams as stated above and how they have been performing.

5.3 Expenditure by Type

		2023/24				Budget Year 2	024/25			
Description	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
Expenditure By Type	i i				i					
Employee related costs		479 025	497 297	-	40 578	40 578	40 105	472	1%	497 297
Remuneration of councillors		40 181	34 185	-	2 824	2 824	2 849	(24)	-1%	34 185
Bulk purchases - electricity		127 809	153 550	-	-	-	12 796	(12 796)	-100%	153 550
Inventory consumed		12 798	12 982	-	1 411	1 411	1 275	136	11%	12 982
Debt impairment		-	11 290	-	-	-	-	-		11 290
Depreciation and amortisation		79 998	107 839	-	-	-	7 168	(7 168)	-100%	107 839
Interest		1 465	11 818	-	0	0	754	(754)	-100%	11 818
Contracted services		262 443	227 033	-	11 943	11 943	20 819	(8 876)	-43%	227 033
Transfers and subsidies		15 664	17 163	-	203	203	498	(295)	-59%	17 163
Irrecoverable debts written off		11 307	5 000	-	549	549	417	133	32%	5 000
Operational costs		188 761	171 541	-	10 966	10 966	14 299	(3 334)	-23%	171 541
Losses on Disposal of Assets		(1 404)	-	-	-	-	-	-		-
Other Losses		116	-	-	-	-	-	-		-
Total Expenditure		1 218 162	1 249 698	-	68 473	68 473	100 980	(32 507)	-32%	1 249 698

KZN216 Ray Nkonyeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 - July

Employee related costs and Remuneration of Councilors

The YTD actuals for employee related costs amount to R40.5 million as of 31 July 2024 which comprises of salaries, bonuses and various allowances amongst other items that are directly attributable to employee remuneration. Remuneration of councilors YTD actuals are sitting at R2.8 million. Employee-related cost is further detailed under table 5.9 Salaries Expenditure Details.

Contracted Services

Contracted services are made up of various operational projects such as Repairs and maintenance and typical work stream. Contracted services YTD actuals for the period ended 31 July 2024 amounts to R11.9 million, the YTD Budget is R20.8 million. The variance of negative 8.8 million in contracted services is caused due to the fact that not all projects have commenced since it's the beginning of a financial year.

Inventory Consumed

YTD Inventory consumed amounts to R1.4million as of 31 July 2024 with the YTD Budget being R1.2 million with a positive variance of R136 thousands. The consumption of inventory is in line with budget projection.

Depreciation and Amortization

The YTD actual for this item has been calculated at R0.00 compared to the YTD budget of R7. 1million.The figure for depreciation and amortization has not yet been finalized for the month of July 2024 due to the compilation of financial statements for the year under assessment.

Transfers and Subsidies

Transfers and subsidies relate to donations made by the municipality to fund local economic development such as SMME development, Cooperative's development, and poverty alleviation projects with the jurisdiction of Ray Nkonyeni Municipality. The YTD actual for July 2024 stands at R203 thousands with a YTD budget of R496 thousands which is in line with the planned expenditure for transfers and subsidies.

Overall expenditure budget

The overall expenditure YTD Actual is R68.4 million, YTD Budget is R109 million. There is R32.5 thousand negative variance, due to the trends of different types of expenditure as explained above such as transfers and subsidies and contracted services which reflect a large variance compared to YTD budget.

Surplus/ (Deficit)

Total Revenue less Total Expenditure equals to Surplus (Deficit). The YTD Surplus excluding capital transfers is R135.2 million compared to the YTD Budget deficit of R119.9 million due to the performance of the various line items detailed above.

5.4 Debtors Age Analysis

Description							Budget	Year 2024/25					
R thousands	NT Code	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	Written Off	Impairment - Bad Debts i.t.o Council Policy
Data da Angla Data da Como													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	9	· · · ·	· · · ·	8	3	9	11	1 044	1 098	1 075	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	19 851	7 983	2 423	1 548	889	1 028	757	15 188	49 666	19 410	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	35 129	608	956	12 069	10 375	9 231	8 673	275 527	352 569	315 876	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	0	0	0	-	-
Receivables from Exchange Transactions - Waste Management	1600	5 521	22	6	2 064	1 786	1 630	1 516	54 457	67 003	61 453	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-
Interest on Arrear Debtor Accounts	1810	3 5 3 1	3 643	3 582	3 498	3 409	3 336	3 252	119 495	143 745	132 989	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	603	257	271	205	488	172	89	9 438	11 521	10 391	-	-
Total By Income Source	2000	64 644	12 520	7 245	19 392	16 950	15 405	14 297	475 150	625 602	541 194	-	-
2023/24 - totals only		59 786	28 261	5 169	16 787	16 004	14 041	13 111	401 969	555 129	461 912	-	-
Debtors Age Analysis By Customer Group													
Organs of State	2200	3 2 1 1	1 1 36	703	729	673	653	656	46 345	54 105	49 055	-	-
Commercial	2300	25 948	5 707	2 973	5 386	4 226	3 638	3 352	81 222	132 453	97 825	-	-
Households	2400	35 485	5 677	3 570	13 276	12 052	11 114	10 289	347 582	439 044	394 313	-	-
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-
Total By Customer Group	2600	64 644	12 520	7 245	19 392	16 950	15 405	14 297	475 150	625 602	541 194	-	-

KZN216 Ray Nkonyeni - Supporting Table SC3 Monthly Budget Statement - aged debtors - M01 - July

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

5.5 Creditors Age Analysis

KZN216 Ray Nkonyeni - Supporting	Table S	C4 Monthly I	Budget State	ment - aged	creditors - N	101 - July					
Description	NT				Bu	idget Year 2024	25				Prior year totals
Description	Code	0 -	31 -	61 -	91 -	121 -	151 -	181 Days -	Over 1	Total	for chart (same
R thousands	oodo	30 Days	60 Days	90 Days	120 Days	150 Days	180 Days	1 Year	Year		period)
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	-	-	-	-	-	-	-	-	-	-
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	-	-	-	-	-	-	-	-	-	-

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

5.6 Capital Expenditure

KZN216 Ray Nkonyeni - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M01 - July

KZN216 Ray Nkonyeni - Table C5 Monthly Budget Statement - Capita	Exp		inicipal vote,	functional o	lassification					
Vote Drawing for		2023/24		1. Mar. 1		Budget Year 2				5 -11-1
Vote Description	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1	Outcome	Dudget	Dudget			budger	variance	%	TUIGCABL
Multi-Year expenditure appropriation	2								7	
Vote 1 - Mayor and Council		-	-	-	-	-	-	-		-
Vote 2 - Finance and Administration		-	-	-	-	-	-	-		-
Vote 3 - Internal Audit		-	-	-	-	-	-	-		-
Vote 4 - Community and Social Services		-	-	-	-	-	-	-		-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-		-
Vote 6 - Public Safety		-	-	-	-	-	-	-		-
Vote 7 - Housing		-	-	-	-	-	-	-		-
Vote 8 - Health		-	-	-	-	-	-	-		-
Vote 9 - Planning and Development		-	-	-	-	-	-	-		-
Vote 10 - Road Transport		-	-	-	-	-	-	-		-
Vote 11 - Environment Protection		-	-	-	-	-	-	-		-
Vote 12 - Energy Sources		-	-	-	-	-	-	-		-
Vote 13 - Other		-	-	-	-	-	-	-		-
Vote 14 - Waste Water Management		-	-	-	-	-	-	-		-
Vote 15 - Waste Management		-	-	-	-	-	-	-		-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-		-
Single Year expenditure appropriation	2									
Vote 1 - Mayor and Council		-	127	-	-	-	11	(11)	-100%	127
Vote 2 - Finance and Administration		3 396	7 300	-	-	-	563	(563)	-100%	7 300
Vote 3 - Internal Audit		194	210	-	-	-	10	(10)	-100%	210
Vote 4 - Community and Social Services		-	-	-	-	-	-	-		-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-		-
Vote 6 - Public Safety		442	5 500	-	-	-	458	(458)	-100%	5 500
Vote 7 - Housing		127	55	-	-	-	-	-		55
Vote 8 - Health Vote 9 - Planning and Development		110 565	139 285	-	7 183	7 183	11 226	(4 043)	-36%	139 285
Vote 10 - Road Transport		30 443	15 000	_	7 105	7 105	875	(4 043) (875)	-100%	15 000
Vote 10 - Rola Hansport		292	800	_		-	67	(67)	-100%	800
Vote 12 - Energy Sources		643	15 997	-	-	-	583	(583)	-100%	15 997
Vote 13 - Other		-	485	-	-	-	36	(36)	-100%	485
Vote 14 - Waste Water Management		-	-	-	-	-	-	-		-
Vote 15 - Waste Management		499	1 400	-	-	-	125	(125)	-100%	1 400
Total Capital single-year expenditure	4	146 600	186 158	-	7 183	7 183	13 954	(6 770)	-49%	186 158
Total Capital Expenditure		146 600	186 158	-	7 183	7 183	13 954	(6 770)	-49%	186 158
Capital Expenditure - Functional Classification										
Governance and administration		3 612	7 897	-	-	-	583	(583)	-100%	7 897
Executive and council		23	387	-	-	-	11	(11)	-100%	387
Finance and administration		3 396	7 300	-	-	-	563	(563)	-100%	7 300
Internal audit		194	210	-	-	-	10	(10)	-100%	210
Community and public safety		569	4 655	-	-	-	383	(383)	-100%	4 655
Community and social services		-	-	-	-	-	-	-		-
Sport and recreation Public safety		- 442	4 600	-	-	-	- 383	(383)	-100%	4 600
Housing		442	4 600	-		-	363	(303)	-100%	4 600
Health		-	-	_		_		_		-
Economic and environmental services		141 277	155 725	-	7 183	7 183	12 243	(5 060)	-41%	155 725
Planning and development		110 541	139 025	-	7 183	7 183	11 226	(4 043)	-36%	139 025
Road transport		30 443	15 900	-	-	-	950	(950)	-100%	15 900
Environmental protection		292	800	-	-	-	67	(67)	-100%	800
Trading services	1	4.440	17 397	-	-	-	708	(708)	-100%	17 397
		1 142							-100%	15 997
Energy sources		643	15 997	-	-	-	583	(583)		
Energy sources Water management		643 -	15 997 -	-	-	-	-	-		-
Energy sources Water management Waste water management		643 - -	15 997 - -	-	-	-	-	-		-
Energy sources Water management Waste water management waste management		643 -	15 997 - - 1 400	-	-	-	- - 125	(125)	-100%	1 400
Energy sources Water management Waste wanagement Waste management Other	9	643 - - 499 -	15 997 - - 1 400 485	-		-	- 125 36	- (125) (36)	-100% -100%	1 400 485
Energy sources Water management Waste water management Waste management Other Total Capital Expenditure - Functional Classification	3	643 - -	15 997 - - 1 400	-	-	-	- - 125	(125)	-100%	1 400
Energy sources Water management Waste water management Other Total Capital Expenditure - Functional Classification Funded by:	3	643 - 499 - 146 600	15 997 - 1 400 485 186 158	- - -	- - - 7 183	- - - 7 183	- 125 36 13 954	- (125) (36) (6 770)	-100% -100% -49%	1 400 485 186 158
Energy sources Water management Waste water management Other Total Capital Expenditure - Functional Classification Eunder by: National Government	3	643 - - 499 - 146 600 99 264	15 997 - - 1 400 485 186 158 186 158			-	- 125 36 13 954 9 379	- (125) (36) (6 770) (4 359)	-100% -100% -49% -46%	1 400 485 186 158 114 490
Energy sources Water management Waste management Waste management Other Total Capital Expenditure - Functional Classification <u>Funderd byc</u> National Government Provincial Government	3	643 - 499 - 146 600	15 997 - - 1 400 485 186 158 114 490 435	-	- - - 7 183 5 020 -	- - - 7 183 5 020 -	- 125 36 13 954	- (125) (36) (6 770) (4 359) (36)	-100% -100% -49%	1 400 485 186 158 114 490 435
Energy sources Water management Waste management Other Total Capital Expenditure - Functional Classification Eunded by: National Government Provincial Government District Municipality	3	643 - - 499 - 146 600 99 264	15 997 - - 1 400 485 186 158 186 158		- - - 7 183	- - - 7 183	- 125 36 13 954 9 379	- (125) (36) (6 770) (4 359)	-100% -100% -49% -46%	1 400 485 186 158 114 490
Energy sources Water management Waste water management Other Total Capital Expenditure - Functional Classification <u>Eunded by:</u> National Government Provincial Government Diskich Munippily Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies,	3	643 - - - 145 600 99 264 2 486 - - -	15 997 - 1 400 485 186 158 114 490 435 - -		- - - 7 183 5 020 - - -	- - - 7 183 5 020 - - -	- 125 36 13 954 9 379 36 - -	(125) (36) (6 770) (4 359) (36) - -	-100% -100% -49% -45% -100%	1 400 485 186 158 114 490 435 - -
Energy sources Water management Waste management Other Total Capital Expenditure - Functional Classification <u>Eunded by:</u> National Government Provincial Government District Municipality Transfers and subdides - capital (monetary allocations) (Nat / Prov Departm Agencies, Transfers recognised - capital		643 - - - - - - - - - - - - - - - - - - -	15 997 - - 1 400 485 186 158 - 114 490 435 - - - 114 924		- - - 7 183 5 020 -	- - - 7 183 5 020 -	- 125 36 13 954 9 379	- (125) (36) (6 770) (4 359) (36)	-100% -100% -49% -46%	1 400 485 186 158 114 490 435 - - 114 924
Energy sources Water management Waste water management Other Total Capital Expenditure - Functional Classification Eunded by: National Government Provincial Government District Munipolity Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies,	3	643 - - - 145 600 99 264 2 486 - - -	15 997 - 1 400 485 186 158 114 490 435 - -		- - - 7 183 5 020 - - -	- - - 7 183 5 020 - - -	- 125 36 13 954 9 379 36 - -	(125) (36) (6 770) (4 359) (36) - -	-100% -100% -49% -45% -100%	1 400 485 186 158 114 490 435 - -

The above table give details of YTD actual capital expenditure and the funding. The YTD Actual capital expenditure is R7.1 million, the YTD budgeted is R13.9 million and there is R6.7 million

negative variance. R146.6 million of YTD actuals for capital expenditure, R5 million is funded by national grants, and R2.1million from internally generated funds.

KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER KZN216 RAY NKONYENI MUNICIPALITY **GRANT REGISTER JULY 2024** Expenditure: Capital Expenditure: Operating Vote Account Opening Balance as at Name of grant Receipts (Revenue (Revenue Internaly Funded Closing Balance as at Number - Liability Recognised)/GRAP 23 Recognised)/GRAP 23 INTEGRATED URBAN DEVELOPMENT (IUDG) 34 847 000 842 115 R 34 004 884.58 R R R R NEIGHBOURHOOD GRANT 5 000 000 R 4 855 319 R R . R INTEGRATED NATIONAL ELECTRIFICATION PROGRAMME (INEP) R 2 000 000 R - R - R - R 5 697 435 R TOTAL 41 847 000 R R

144 680.84

2 000 000.00

36 149 565

5.7 Transfers and Grants Receipts

Transfers and Grants Receipts

The total grants received to date for period ending 31 July 2024 amounts to R41.8 million, which include R34.8 million from Integrated Urban Development Grant, R5 million from Neighborhood Development Grant, R2 million from Integrated National Electrification Programme(INEP).

5.8 Transfers and Grants Expenditure

RY NOIVEN Description	(ZN216 RAY	<u>' nkonyeni m</u> i	UNICIPA	LITY GRANT R	EGISTER			
KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER JULY 2024								
	Vote Account Number - Liability	Opening Balance as at	Receipts	Expenditure: Operating (Revenue Recognised)/GRAP 23	Expenditure: Capital (Revenue Recognised)/GRAP 23	Internaly Funded	Closing B	alance as at
GRANT REGISTER JULY 2024		Opening Balance as at		(Revenue	(Revenue		Closing B	3alance as af 34 004 884.58
GRANT REGISTER JULY 2024 Name of grant	Number - Liability	Opening Balance as at		(Revenue Recognised)/GRAP 23 R	(Revenue Recognised)/GRAP 23			34 004 884.58
GRANT REGISTER JULY 2024 Name of grant NEGRATED URBAN DEVELOPMENT (IUDG)	Number - Liability	Opening Balance as at	R 34 847 000	(Revenue Recognised)/GRAP 23 R R	(Revenue Recognised)/GRAP 23 R 842 115			

Transfers and Grants Expenditure

Grants are monitored monthly, and Grant's register is communicated/ shared with management to ensure effective management of grants and 100% expenditure. As of 31 July 2024, there is no operating expenditure recorded and capital expenditure amounting to R5 697 435 comprising of R842 115 thousand for Integrated Urban Development and R4 855 319 for Neighborhood grant.

Grant's expenditure

Integrated Urban Development Grant (IUDG) ٠

An amount of R 34 847 000 million has been received to date for the IUDG. This is a capital grant and the YTD actual for the period ended 31 July 2024 is R842 115 and has been spent on various capital projects.

Neighborhood Development Partnership Grant •

An amount of R5 million has been received for the Neighborhood Development Partnership Grant. This is a capital grant and the YTD actual for the period ended 31 July 2024 is R4.8 million.

5.9 Salaries Expenditure details

KZN216 Ray Nkonyeni - Supporting Table SC8 Monthl	Ī	2023/24				Budget Year 2	024/25			
Summary of Employee and Councillor remuneration	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
	1	Α	В	С						D
Councillors (Political Office Bearers plus Other)	1									
Basic Salaries and Wages		25 737	18 276	-	1 490	1 4 9 0	1 523	(33)	-2%	18 276
Pension and UIF Contributions		763	755	-	67	67	63	4	7%	755
Medical Aid Contributions		-	-	-	-	-	_	-		-
Notor Vehicle Allowance		-	-	-	-	-	-	-		-
Cellphone Allowance		3 000	3 129	-	252	252	261	(9)	-3%	3 129
lousing Allowances		7 662	8 977	-	733	733	748	(15)	-2%	8 977
Other benefits and allowances		3 020	3 049	-	282	282	254	28	11%	3 049
Sub Total - Councillors		40 181	34 185	-	2 824	2 824	2 849	(24)	-1%	34 185
6 increase	4		-14.9%							-14.9%
	3									
Senior Managers of the Municipality	3	2 720	6 584		214	214	549	(335)	-61%	6 584
Basic Salaries and Wages Pension and UIF Contributions		2720 84	6 584 90	-	214	214	549	(335)	-61% 0%	6 584 90
Verision and OF Contributions		64 64	90 51	-	4	0 4	0 4	(0)	0%	51
Vertime		64	51	-	4	4	4	(0)	0%	51
Performance Bonus		823	913	-	-	-	- 60	(60)	-100%	913
Actor Vehicle Allowance		685	732	-	- 61	- 61	61	(60)	-10076	732
Votor Venicie Allowance Cellphone Allowance		66	732 63	-	61	61	5	-	5%	63
lousing Allowances		1474	1 332	-	111	111	э 111	0	0%	1 332
Dusing Allowances		14/4	1 332	-	0	0	0	0	55%	0
Payments in lieu of leave		(120)	21	-	8	8	2	6	345%	21
ong service awards		(120)	- 21	-	0	0	-		34376	21
-	2	-		-	-	-		-		-
Post-retirement benefit obligations Entertainment	2	-	-	-	-	-	-	-		-
Scarcity		-	-	-	-	-	-	-		-
Acting and post related allowance		_	-	_	-	_	-	-		-
n kind benefits		-	-	-	-	-	-	-		-
		5 797	9 787	-	411	- 411	- 799	(388)	-49%	9 787
Sub Total - Senior Managers of Municipality % increase	4	2 191	68.8%	-	411	411	133	(300)	-49%	68.8%
	1		00.070							00.070
Other Municipal Staff										
lasic Salaries and Wages		288 627	309 362	-	24 481	24 481	25 780	(1 299)	-5%	309 362
Pension and UIF Contributions		52 631	53 681	-	4 502	4 502	4 473	29	1%	53 681
Medical Aid Contributions		21 327	21 895	-	1 827	1 827	1 825	2	0%	21 895
Overtime		23 754	22 014	-	2 232	2 232	1 835	397	22%	22 014
Performance Bonus		22 760	23 706	-	1 412	1 412	1 975	(563)	-29%	23 706
Notor Vehicle Allowance		20 192	20 003	-	1 787	1 787	1 667	120	7%	20 003
Cellphone Allowance		994	1 047	-	83	83	87	(4)	-5%	1 047
Housing Allowances		3 224	2 873	-	238	238	239	(1)	-1%	2 873
Other benefits and allowances		5 894	5 507	-	483	483	459	25	5%	5 507
Payments in lieu of leave		22 912	5 907	-	2 061	2 061	492	1 568	319%	5 907
ong service awards		5 189	3 016	-	470	470	-	470	#DIV/0!	3 0 1 6
Post-retirement benefit obligations	2	4 513	17 239	-	422	422	368	54	15%	17 239
ntertainment		-	-	-	-	-	-	-		-
Scarcity		-	-	-	-	-	-	-		-
Acting and post related allowance		1 212	1 263	-	168	168	105	63	60%	1 263
n kind benefits		-	-	-	-	-	-	-		-
Sub Total - Other Municipal Staff		473 228	487 510	-	40 167	40 167	39 306	860	2%	487 510
% increase	4		3.0%							3.0%
otal Parent Municipality		519 206	531 483	-	43 402	43 402	42 954	448	1%	531 483

KZN216 Ray Nkonyeni - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M01 - July

Councilors Remuneration

The annual budget is R34.1 million with a monthly budget of R2.8 million. The YTD actual performance stands at R2.8 million which is in line with the budget.

Senior Managers of the Municipality

The head of departments on the municipality including the Municipal manager are classified under this subheading with a YTD actual of R411 thousand and a YTD budget of R799 thousands. The negative variance of R388 thousand is attributed to the vacant post of senior management.

Other Municipal Staff

The annual budget is R487.5 million with a monthly budget of 40.1 million. The YTD actual of R40.1 million is in line with the YTD budget of R39.3 million for this item.

5.10 Long-term Loans

RAY NKONYENI MU LONG TERM LOAN:			4	,	REVENSE REVENSE REVENSE Revense Revens						
				(CAPITAL OPENING	LOAN	LOAN	INTEREST	LOAN		CLOSING
DETAILS	%	REDEEMABLE	PROJECT NUMBER		BALANCE	ADVANCE	INTEREST	PAID	REPAYMENT		BALANCE
				1	01 July 2024		CHARGED				30 June 2024
					R				R		R
DBSA	9.36%	31-Mar-31	'61007684	-R	9 827 608.80	-	-	-	-	-R	9 827 608.80
DBSA	12.67%	22-Nov-30	'61007761	-R	7 182 415.53	-	-	-	-	-R	7 182 415.53
TOTAL DBSA LOANS				-R	17 010 024.33	-				-R	17 010 024.33
TOTAL LOANS				-R	17 010 024.33		-			-R	17 010 024.33

The municipality currently has a structured unsecured loan with the Development Bank of Southern Africa (DBSA), The Municipality entered into a loan agreement for the funding of Capital infrastructure projects, in the 2020/21 financial year the first drawdown of R3.5 million was received, as well as the second drawdown of R8.47, as well as the third drawdown of R7.9 million and current loan balance outstanding is R17 million as of 31 July 2024. The municipality is still able to make loan repayments as and when they fall due. The capital projects funded by borrowings in the 2024/25 financial year have been funded by a portion of unspent borrowing. The loan agreement from DBSA is spread across four years funding various capital projects the application was made at the end of last financial year and was received on the 1st month of the financial year.

ANNEXURE B: PROGRAMME/PROJECTS DESCRIPTION PROJECTS TO BE INCLUDED IN RNLM BUDGET Year 1 Year 2 Year 3 Totals Year 4 7.000.000 Electricity Meters Replacement 3.000.000 2,000,000 2,000,000 Network infrastructure studies 500,000 Electrical Cables Replacement 1,000,000 500,000 1,500,000 2,000,000 Mini-substations Replacement 1,000,000 1,000,000 2,000,000 Inter-switches (RMU) Replacement 1,000,000 1,000,000 11kV Interconnector - Marburg to Port Shepstone Substation 14,500,000.00 Memorial & Reynolds Sw/Sta Refurbishment & Replace Switchgear 3,476,000 3,476,000 6,952,000 6,952,000.00 21,452,000.00 41,404,000.00 Totals R 3,500,000.00 R 8,476,000.00 R 7,976,000.00 R 19,952,000.00

Total

5.11 Performance Indicators

KZN216 Ray Nkonyeni - Supporting Tal	ole SC2 Monthly Budget Statement - performan	ice ir	ndicators - I	NO1 - July			
			2023/24		Budget Y	ear 2024/25	
Description of financial indicator	Basis of calculation	Ref	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
Borrowing Management							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		-4.1%	9.6%	0.0%	0.0%	3.7%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.4%	4.8%	0.0%	0.0%	125.3%
Safety of Capital							
Dekt to Equity	Loans, Accounts Payakle, Overdraft & Tax Provision/		12.2%	14.8%	0.0%	16.8%	14.8%
Gearing	Long Term Borrowing/ Funds & Reserves		0.0%	0.0%	0.0%	0.0%	0.0%
Liquidity							
Current Ratio	Current assets/current liabilities	1	207.4%	189.8%	0.0%	193.9%	189.8%
Liquidity Ratio	Monetary Assets/Current Liabilities		16.6%	34.4%	0.0%	37.3%	34.4%
Revenue Management							
Annual Dektors Collection Rate	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Dektors to Annual Revenue		45.5%	0.0%	0.0%	0.0%	0.0%
Longstanding Dektors Recovered	Dektors > 12 Mths Recovered/Total Dektors >		0.0%	0.0%	0.0%	0.0%	0.0%
Creditors Management							
Creditors System Efficiency Funding of Provisions	% of Creditors Paid Within Terms (within MFMA s 65(e))						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
Other Indicators							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2					
Water Distrikution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2					
Employee costs	Employee costs/Total Revenue - capital revenue		38.2%	39.2%	0.0%	19.9%	39.2%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		13.9%	10.1%	0.0%	3.0%	10.1%
Interest & Depreciation	18D/Total Revenue - capital revenue		6.5%	9.4%	0.0%	0.0%	3.6%
IDP regulation financial viability indicators							
i. Dekt coverage	(Total Operating Revenue - Operating Grants)/Dekt service payments due within financial year)						
ii. O/S Service Delotors to Revenue	Total outstanding service debtors/annual revenue						
ii. Cost coverage	(Available cash + Investments)/monthly fixed operational						

KZN216 Ray Nkonyeni - Supporting Table SC2 Monthly Budget Statement - performance indicators - M01 - July

The above table gives an overview of the financial indicators of the municipality for the period ended 31 July 2024 and the indicators are broken down below.

Borrowing Management

The outstanding amount in the loan from DBSA is currently sitting at R17 010 024.23 as of 31 July 2024.

<u>Liquidity</u>

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

Budgeted Current Ratio: R833 735/R439 175= 1.8:1

Actual Current Ratio as of 31 July 2024: R982 227/R506 579= 1.9:1

The current ratio is a liquidity ratio used to measure whether the municipality has enough resources to meet its short-term obligations. A good ratio is R1.5-R2 for every R1 owed. The budget showed a R1.66: R1 ratio and the actual ratio as of 30 June 2024 is: R2.07: R1 which is above the norm.

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

Budgeted Acid test Ratio: (R833 735-R 11 770)/R439 175 =1.8:1

Actual Acid test Ratio as 31 July 2024: : (R982 227-R8 661)/R 506 579= 1.9:1

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

5.12 Investment Register



INVESTMENT REGISTER FOR THE PERIOD ENDING 31/07/2024

	INVESTMENT D	ÉTAILS			CURRENT M	ONTH					YTD			
ACCOUNT NO	INSTITUTION & TYPE	PROJECT NAME / DETAILS	MONTHLY	INTEREST	BANK				INVESTMENT		BANK		INVESTMENT	
			OPENING	INVESTED	CHARGES	DEPOSIT	WITHDRAWALS	CURRENT	BALANCES AS AT	INTEREST	DEPOSITS	CHARGES	WITHDRAWALS	BALANCE AS AT
			BALANCES	31/07/2024	31/07/2024	31/07/2024	31/07/2024	BALANCE	01/07/2024	interizer.	221 00110			31/07/2024
378692984011	STANDARD BANK - CALL	LOUISIANA HSG	10 937 918.73	73 968.98		680.35		10 982 568.04	10 907 918.73	73 955.95	680,35			10 992 568.04
378692684003	STANDARD BANK - CALL	NZIMAKWE 1 HSG	702 516.37	4 763.92		43.82		707 324.11	702 516.37	4 763.92	43.82	•		707 324.11
378692984004	STANDARD BANK - CALL	NZIMAKWE 2 HSG	1 165 570,40	7 903,99		72.70		1 173 547.09	1 165 570,40	7 903.99	72.70			1 173 547.09
378692984005	STANDARD BANK - CALL	BHOBOYI SUB-HSG	370 110.91	2 509.80		23.08		372 643.79	370 110.91	2 509.80	23,08			372 643,79
378692084008	STANDARD BANK - GALL	BHOBOYI EST-HSG	13 305.34	52.50		0.83		13 355.67	13 305.34	52.50	0.83			13 358.67
378692984007	STANDARD BANK - CALL	DAMAGED HSES	85 265.40	371,45		5.33		85 842.18	85 265.40	371.45	5.33			85 642.18
378692954008	STANDARD BANK - CALL	UPLANDS HSG	85 179.05	371,05		5,33		85 555,46	85 179.05	371.08	5,33			85 555.48
378692984009	STANDARD BANK - CALL	WKHOLOMBE HSG	1 850 612.81	11 193,18		102.95		1 681 903.92	1 650 612,81	11 193,16	102.95			1 581 908.92
378692984010	STANDARD BANK - CALL	AIDS PROJECT	164 107.81	1 112.85		10.24	· · ·	105 230.90	164 107.81	1 112.85	10.24			165 230.90
378692984012	STANDARD BANK - CALL	MASINENGE HSO	6 464 734.67	43 838.77		403.22		6 508 976,65	6 464 734,67	43 838.77	403.22	i		6 538 976.68
378692684013	STANDARD BANK - CALL	KWAMAVUNDLA KSG	277 852.94	1 884.18	<u>.</u>	17.33		279 754.45	277 852.04	1 854.18	405.22			279 754.45
378692934014	STANDARD BANK - CALL			89 478.02	-								<u> </u>	
	STANDARD BANK - CALL	KWAXOLO HOUSING KWADWALANE HOUSING	13 194 979.69	4 054.13	· ·	823.00 37.30	•	13 285 280.71	13 194 979.69 597 847.20	59 478.02 4 054.13	823.00 37.30			13 285 280.71 601 938.63
378692984015	STANDARD BANK - CALL	IKWADWALANE HOUSING	597 847.20	4 004.13	•	2 225,48	•	601 938.63					· ·	
			35 680 001.32	241 502.81	· ·	2 225.48	•	35 923 729.61	35 680 031.32	241 502.81	2 225.48	•	· · ·	35 923 729.01
				-										
74873852518	INVESTEC - CALL	MHOA (HOUSING DEVELOPMENT FUND)		·	· · · ·	•	•	·	· .	•			· · ·	•
			· ·										<u> </u>	
					1								1 1	
378692984016	STANDARD BANK-CALL	RNM-UNSPENT CONDITIONAL GRANTS	55 814.03	243.14		·	•	58 057.17	55 814.03	243.14			· ·	56 057.17
378692934017	STANDARD BANK-CALL	RNM-ACCREDITATION FUNDS	12 328.73	48.64	· · ·			12 377,37	12 328,73	48.64	· · ·	· · ·	· · ·	12 377.37
			68 142.76	291.78	•		•	68 434.54	68 142.78	201.78		· · ·	•	68 434.54
62726614151	FNB - CALL	RNM - PRIMARY INVESTMENT A/C	522 910.26 522 910.28	918 281.56	<u>.</u>	181 000 000.00 181 000 000.00	-71 150 000.00	111 341 181,82	522 900,28	918 281.58	181 000 000,00	······	-71 100 035,00 -71 100 035,00	111 341 1B1.62
			522 990,20	918 281,56	<u> </u>	181 000 000,00	-71 100 000.00	111 341 181,82	522 900.26	918 281,58	181 000 000,00	•	-/1 100 000/00	111 341 181.82
7487385251	A END	FNB-48 HOUR CASH ACCELERATOR	3 910 859,73	26 904.57				3 937 764,30	3 910 859.73	26 904.57				3 937 764.30
/ 0/000101		THE REPORT OF THE PROPERTY OF	3 910 859,73	28 904,57				3 937 764.30	3 910 859,73	28904,57				3 937 764.30
			501000000	20004,01				2 451 104.00	5010 03115	101000				
03788100079	1 NEDBANK	RESERVES INVESTMENT ACCOUNT	20 903 457.59	315 946.79		30 000 000.00		51 219 404.38	20 903 457.59	315 948.79	30 000 000.00			51 219 404.35
			20 903 457.59	315 946,79		30 000 000,00		51 219 404.38	20 903 457,59	315 946.79	30 000 003.00			51 219 404.38
					·								hdelikikidi kikin musik	
	GRAND TOTAL RNM INVEST	TMENT + INTEREST	61 085 361,66	1 502 927.51		211 002 225.48	-71 100 000.00	202 400 514 65	61 085 361,66	1 502 927,51	211 002 225.48		-71 100 000.00	202 490 814.65
							A		÷					
							<u> </u>							
		N												
						([X							
Prepared by :			02/08/2024			Checked by :	X	02/05/2024						
Lebular ak :		Santas Bananan Chark	Date Date			sinched by:	Hevenue Managen	Date						
		CONCELLENCE ONLY	DAG			,	La natiria textig 361	Unite						
							\smallsetminus							

The Investment register as of 31 July 2024 has the closing balance of R 202 million, with R1.5 million total interest earned for the month from which R 918 281.56 thousand was made on primary investment and various investment accounts as shown in the above register.

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6.1 Monthly Budget Statement Summary

	2023/24				Budget Year 2				
Description	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
Financial Performance									
Property rates	508 008	532 893	-	46 981	46 981	48 445	(1 464)	-3%	532.8
Service charges	250 760	278 556	-	23 183	23 183	23 633	(451)	-2%	278 5
Investment revenue	11 614	11 916	-	1 326	1 326	993	333	33%	11 9
Transfers and subsidies - Operational	385 654	324 656	-	126 203	126 203	126 413	(210)	0%	324 6
Other own revenue	99 441	122 121	-	5 992	5 992	9 965	(3 973)	-40%	
Total Revenue (excluding capital transfers and contributions)	1 255 476	1 270 142	-	203 683	203 683	209 449	(5 766)	-3%	1 270 1
Employee costs	479 025	497 297	-	40 578	40 578	40 105	472	1%	497 2
Remuneration of Councillors	40 181	34 185	-	2 824	2 824	2 849	(24)	-1%	34 1
Depreciation and amortisation	79 998	107 839	-	_	-	7 168	(7 168)	-100%	107
Interest	1 465	11 818	-	0	0	754	(754)	-100%	118
Inventory consumed and bulk purchases	140 607	166 532	-	1411	1411	14 071	(12 660)	-90%	166 :
Transfers and subsidies	15 664	17 163	_	203	203	498	(12 000) (295)	-59%	100
Other expenditure	461 223	414 864	_	23 458	23 458	35 535	(12 077)	-34%	414
Total Expenditure	1 218 162	1 249 698	_	68 473	68 473	100 980	(32 507)	-34%	1 249
	37 314	20 444	-	135 210	135 210	100 980	(32 507) 26 741	-32%	20
Surplus/(Deficit) Transfers and subsidies - capital (monetary allocations)	37 314 115 831	132 163	-	135 210	135 210	108 409		-100%	132
Transfers and subsidies - capital (in-kind)	115051	132 103		_	_		(11412)	-10070	152
Surplus/(Deficit) after capital transfers &	-	-	-	-	-	-	-	420/	453
Share of surplus/ (deficit) of associate	153 145	152 607	-	135 210	135 210	119 941	15 269	13%	152
Surplus/ (Deficit) for the year	153 145	152 607	-	135 210	135 210	119 941	15 269	13%	152
Surplus (Delicit) for the year	103 140	102 007	-	135 210	135 210	119 941	10 209	13%	192
Capital expenditure & funds sources									
Capital expenditure	146 600	186 158	-	7 183	7 183	13 954	(6 770)	-49%	186
Capital transfers recognised	101 750	114 924	-	5 020	5 020	9 415	(4 395)	-47%	114
Borrowing	643	9 000	-	-	-	-	-		9
Internally generated funds	44 207	62 234	-	2 163	2 163	4 538	(2 375)	-52%	62
Total sources of capital funds	146 600	186 158	-	7 183	7 183	13 954	(6 770)	-49%	186
Financial position									
Total current assets	835 069	833 735	-		982 227				833
Total non current assets	2 230 421	2 242 159	-		2 293 418				2 242
Total current liabilities	402 611	439 175	-		506 579				439
Total non current liabilities	196 345	170 711	-		225 083				170
Community wealth/Equity	2 466 535	2 466 007	-		2 543 983				2 466
Cash flows									
Net cash from (used) operating	271 903	189 835	-	143 172	143 172	130 704	(12 467)	-10%	189
Net cash from (used) investing	168 468	(161 114)	-	(10 167)	(10 167)	(13 334)	(3 167)	24%	(161
Net cash from (used) financing	(51 726)	9 000	_	-	-	(9
Cash/cash equivalents at the month/year end	502 897	151 973	-	-	199 765	231 622	31 857	14%	104
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis							n		
Total By Income Source	64 644	12 520	7 245	19 392	16 950	15 405	14 297	475 150	625
Creditors Age Analysis	~ ~ ~ ~ ~	12 320	1240	10 002	10 000	10 +00	.4 601	100	020
Total Creditors		_	-	-	_	_	_		
rotal creditors	-	-	-	-	-	-		-	

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

6.2 Statement of Financial Performance (Revenue and Expenditure)

Description Ref Adjusted Outcome Adjusted Budget Adjusted Budget VarTa ktu actual VarTa ktu budget Var	TENETO Ruy Miconyolin - Fuble of Montally Budget		2023/24 Budget Year 2024/25											
Beoscands Image: Control of the second	Description	Ref	Audited					YearTD						
Bettine Graces dapset. Electricity 197 301 207 222 - 16 680 17 88 0.70 -2-5 207 22 Series dapset. Functority series dapset. Visite Visite Management -	R thousands		outcome	Dudger	Duuget	accuar		Dudger	Variance		Torcoast			
Data Marge Private Control Control <thcontro< th=""> Control <thcontrol< th=""></thcontrol<></thcontro<>		-								~~				
Banks Support 197 30 207 222 - 616 800 17.88 0.70 -2.55 0.72 Sanks changes. Wate Water Namagement -<														
Darke strager, Water I <thi< th=""> I I <thi< th=""></thi<></thi<>			187 331	207 222	_	16,890	16,890	17 268	(378)	-2%	207 222			
Barries - Water Water Management - <			107 331	201 222			10 000	17 200	(310)	-270	201 222			
Benice Angles - Wate management 69.429 71 335 - 6.203 66 205 67.005	-			_			_	_						
Skin of Canadrand Facehorg of Services 1978 22 24 5 - B93 893 1973 (78) 245 Hender 566 682 - 576 683 576 176 120 176 623 Interest annot funcewales 11614 1196 -			63 429	71 335		6 293	6 293	6.365	(72)	-1%	71 335			
Agency concise See8 G. 682 - See8 SS8 SS8 S74 14 22 6 6 Interest on Current Ano Current Assets 11614 11916 - 1765 776 - </td <td></td>														
Interest - - - - </td <td>-</td> <td></td>	-													
Interest orwards from Reconvalues 8 376 9 322 - 7765 7765 7765 7765 7765 7765 7765 7765 7765 7765 7777 7555 755 651 611 610 7777 7555 755 651 611 610 7777 755 7575 757 750 777 770			5 0 5 0	0 0 0 2			500	5/4	14	270	0 0 0 2			
Interest non Current and Non Current Assets Interest Interest Interest non Fued Assets Interest non Fued As			8 378	8 202			785	683	102	15%	8 202			
Dividends - - - -<					_									
Brand Mon Flued Assets 4 366 5 203 - 281 281 281 (150) 355 55 55 65 61 (150) 355 55 65 61 (150) 355 55 65 61 (16) -705 100 Dependynate And Revenue 1159 1081 - 280 91 683 -705 100 - - 30 533	Dividends		-		_				_					
Brand Mon Flued Assets 4 366 5 203 - 281 281 281 (150) 355 55 55 65 61 (150) 355 55 65 61 (150) 355 55 65 61 (16) -705 100 Dependynate And Revenue 1159 1081 - 280 91 683 -705 100 - - 30 533			-	-			-	-			_			
Jones and permits 588 777 - 55 61 (6) -10% 777 Deversions Revenue 1199 1091 - 28 28 91 (6) -70% 109 Non-Exchang Revenue 200000 5520800 -	Rental from Fixed Assets		4 266	5 203	_	281	281	434	(153)	-35%	5 203			
Operational Revenue 1159 1081 - 28 28 91 (63) 7705 109 Poperty rate: S08.000 S32.883 - 46.981 46.981 46.4455 (1464) 35 S32.893 - <t< td=""><td>Licence and permits</td><td></td><td>598</td><td>737</td><td>_</td><td>55</td><td>55</td><td>61</td><td></td><td>-10%</td><td>737</td></t<>	Licence and permits		598	737	_	55	55	61		-10%	737			
Non-Exchange Revenue Prechy rates Image	Operational Revenue				-						1 091			
Suchages and Taxes -	Non-Exchange Revenue								-					
Dires, pradies and forheits 20 608 32 812 - 40 40 27.44 (2 684) 988 32 81 Lonce and permits 9064 11966 - 552 552 9261 (34) 1445 1196 Instants and aukables - Operational 335 654 32 4 656 - 126 203 128 203 128 103 (24) (24) 25 32 615 Instants and studies - Operational Revenue -	Property rates		508 008	532 893	_	46 981	46 981	48 445	(1 464)	-3%	532 893			
Using and genith 9 064 11 966 - 562 562 966 (434) 44% 11 96 Transfer and subsidies - Operational 388 684 324 685 - 128 203 128 203 128 203 128 203 128 203 128 203 128 204 324 695 - 2700 27	Surcharges and Taxes		-	-	-	-	-	-			-			
Transfers and subsidies - Operational 338 664 332 666 - 1122 003 1122 003 1122 014 11200 11200 11200 112010 112010 11201	Fines, penalties and forfeits		20 608	32 812	-	40	40	2 734	(2 694)	-99%	32 812			
Interest Pail Lery Port Clars 32 216 32 216 32 216 2 760	Licence and permits		9 064	11 956	-	562	562	996	(434)	-44%	11 956			
Fuel Lery -	Transfers and subsidies - Operational		385 654	324 656	-	126 203	126 203	126 413	(210)	0%	324 656			
Operational Revenue - 12780 12780 12780 12780 12780 12780 12780 12780 12780 12780 12780 12780 12780 12780 12780 12780 12780 1288 1411 1111 12778 12780 1288 <t< td=""><td>Interest</td><td></td><td>32 216</td><td>32 615</td><td>-</td><td>2 760</td><td>2 760</td><td>2 718</td><td>42</td><td>2%</td><td>32 615</td></t<>	Interest		32 216	32 615	-	2 760	2 760	2 718	42	2%	32 615			
Canson disposal of Assets - <td>Fuel Levy</td> <td></td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> <td></td> <td>-</td>	Fuel Levy		-	-	-	-	-	-	-		-			
Other Gains 506 - <	Operational Revenue		-	-	-	-	-	-	-		-			
Discontinued Operations Image: Construction of Constructin of Construc	Gains on disposal of Assets		-	-	-	-	-	-	-		-			
Total revenue fexcuturing capital transfers and contributions) 1 255 476 1 270 142 - 203 683 209 649 (5 766) -3% 1 270 14 Expenditure BV Type imployee related costs 4 4 4 5 497 297 - 40 578 40 015 477 1% 447 328 Remuneration of councillors 40 181 34 185 - 2 824 2 824 2 849 (24) -1% 34 185 Duik prochases - electricity 127 809 153 550 - - - - 127 296 -100% 133 550 Depreciation and amortization 79 988 107 839 - - - - - - - - - - - 11 290 - - - - - 11 290 - - - - 11 290 - - - - - - - - - - - - - - - - 11 290 11 307 <td>Other Gains</td> <td></td> <td>506</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> <td></td> <td>-</td>	Other Gains		506	-	-	-	-	-	-		-			
Expenditure BT Vize 1 120 40 479 20 40 578 40 078 40 0105 472 1% 447 29 40 728 40 578 40 0105 472 1% 447 29 40 728 40 578 40 015 472 1% 447 29 50 40 <			-	-	-	-	-	-	-		-			
Employee related costs 479 025 497 297 - 40 578 40 0578 40 105 472 1% 497 29 Remuneration of councilors 40 161 34 165 - 2.824 2.824 2.849 (24) -1% 34 18 Bulk purchases - electricity 127 809 153 550 - - - 127 96 (127 96) -100% 153 55 Dett impairment - 11290 - - - - 1129 Depreciation and amortisation 79 998 107 839 - - - - 1129 Contracted services 262 443 227 033 - 11943 11943 20 819 (8 876) 43% 227 03 Transfers and subsidies 15 664 17 163 - 203 208 488 (29) -5 8% 17 16 Losses on Dispocal of Asets 118 07 5 000 - 5 49 5 49 417 133 32% 5 00 Deperational cots 1		<u> </u>	1 255 476	1 270 142	-	203 683	203 683	209 449	(5 766)	-3%	1 270 142			
Remuneration of councillors 40 181 34 185 - 2 824 2 824 2 849 (24) 1.1% 34 18 Bulk purchases - electricity 12 780 153 550 - - - 12 786 (12 796) (12 796) (12 796) (12 796) 135 355 Debt impairment - 12 786 12 786 12 982 - 1411 1411 1275 136 11% Depreciation and anortisation 79 998 107 839 - - 7168 (7 168) -100% 1181 Contracted services 262 243 227 033 - 11943 11943 20 618 (8 876) 43% 227% 17 168 - 0 0 754 (7 54) -100% 1181 22% 50% 17 168 2280 59% 17 163 22% 33.34) 225% 50% 17 154 - 0 966 14 299 (3 3.34) 22% 17 154 - - - - - -														
Bulk purchases - electricity 127 809 153 55 - - - 127 806 153 55 hiventory consumed 12 798 12 982 - 1411 1411 1275 136 11% 12 980 Debt impairment - - - - - - - 11 290 Depreciation and amortisation 79 998 107 833 - - - - - - - - 11 290 Depreciation and amortisation 79 9988 107 833 - - - - 77 168 7100% 107 83 Interest 1465 11188 - 0 0 754 (744) -100% 1138 Contracted services 262 443 227 033 - 11943 11943 20819 68 876 443% 227 03 Depresional costs 188 761 171 541 - 109 966 109 296 3334) -23% 171 54 Depresional costs (11404) </td <td>Employee related costs</td> <td></td> <td>479 025</td> <td>497 297</td> <td>-</td> <td>40 578</td> <td>40 578</td> <td>40 105</td> <td>472</td> <td>1%</td> <td>497 297</td>	Employee related costs		479 025	497 297	-	40 578	40 578	40 105	472	1%	497 297			
inventory consumed 12 798 12 982 - 1411 1411 1275 136 11% 12 982 Debt impairment - 11 290 - - - - 11 290 Depreciation and amorisation 79 998 107 839 - - - 7 168 (7 168) -100% 107 839 Interest 1465 11 818 - 0 0 754 (7 54) -100% 107 839 Contracted services 262 443 227 033 - 11 943 11 943 20 819 (8 76) 433 22703 Transfers and subsidies 15 664 17 163 - 203 203 498 (295) 59% 17 16 Operational costs 188 761 11 307 5 000 - 549 549 4417 133 32% 5 00 Operational costs 188 761 11 307 5 000 - 549 549 4417 133 32% 5 00 Operational costs 01 896 69 26 741 298 33 314 2044 -	Remuneration of councillors		40 181	34 185	-	2 824	2 824	2 849	(24)	-1%	34 185			
Debt impairment - 11 290 - - - - - 11 129 Depreciation and amortisation 79 998 107 839 - - - 71 688 (71 68) -100% 1107 839 Interest 14 665 11 1818 - 0 0 754 (754) -100% 11 181 Contracted services 262 443 227 033 - 11 943 11 943 20 819 (8 876) 4336 227 03 Transfers and subsidies 15 664 17 163 - 203 203 498 (295) 59% 17 16 Trecoverable debts written off 113 07 5000 - 549 544 417 13 32% 500 Operational costs 188 761 171 1541 - 10 966 10 966 14 299 (3 334) -23% 171 154 Losses on Disposal of Assets (11 404) - - - - - - - - - - <td>Bulk purchases - electricity</td> <td></td> <td>127 809</td> <td>153 550</td> <td>-</td> <td>-</td> <td>-</td> <td>12 796</td> <td>(12 796)</td> <td>-100%</td> <td>153 550</td>	Bulk purchases - electricity		127 809	153 550	-	-	-	12 796	(12 796)	-100%	153 550			
Depreciation and amortisation 79 998 107 833 - - - 7 168 (7 168) -100% 107 833 Interest 1 465 11 818 - 0 0 754 (754) -100% 11 81 Contracted services 262 443 227 033 - 11 943 11 943 20 819 (8 876) 43% 227 03 Transfers and subsidies 15 664 17 163 - 203 203 498 (295) 59% 17 16 Inscreacewarble debts written off 11307 5000 - 549 549 417 133 32% 500 Operational costs 188 761 171 1541 - 10 966 10 966 14 299 (3 334) -23% 171 54 Losses 118 1218 162 1249 698 - 68 473 100 9080 (32 507) 32% 1249 698 Surplus(Deficit) 118 612 1249 698 - - - - - - -	Inventory consumed		12 798	12 982	-	1 411	1 411	1 275	136	11%	12 982			
Depreciation and amortisation 79 998 107 833 - - - 7 168 (7 168) -100% 107 833 Interest 1 465 11 818 - 0 0 754 (754) -100% 11 81 Contracted services 262 443 227 033 - 11 943 11 943 20 819 (8 876) 43% 227 03 Transfers and subsidies 15 664 17 163 - 203 203 498 (295) 59% 17 16 Inscreacewarble debts written off 11307 5000 - 549 549 417 133 32% 500 Operational costs 188 761 171 1541 - 10 966 10 966 14 299 (3 334) -23% 171 54 Losses 118 1218 162 1249 698 - 68 473 100 9080 (32 507) 32% 1249 698 Surplus(Deficit) 118 612 1249 698 - - - - - - -	Debt impairment		-	11 290	-	-	-	-	-		11 290			
Interest 1465 11818 - 0 0 754 (754) -100% 1181 Contracted services 262 443 227 033 - 11943 11943 20 819 (8 876) 43% 227 03 Transfers and subaidies 15 664 17 163 - 203 203 498 (295) 5.9% 17 16 precoverable debts written off 11 307 5000 - 549 549 417 133 32% 500 Operational costs 188 761 17 1541 - 10 966 10 966 14 299 (3 34) -23% 17 16 Scese on Dispocal of Assets (1 404) - </td <td></td> <td></td> <td>79 998</td> <td></td> <td>_</td> <td>_</td> <td>_</td> <td>7 168</td> <td>(7.168)</td> <td>-100%</td> <td></td>			79 998		_	_	_	7 168	(7.168)	-100%				
Contracted services 262 443 227 033 - 11 943 11 943 20 819 (8 876) 4.3% 227 03 Transfers and subsidies 15 664 17 163 - 203 203 498 (295) 5.9% 17 16 Operational costs 118 07 5000 - 549 549 417 133 32% 500 Operational costs 118 07 171541 - 10 966 10 966 14 299 (3 334) -23% 171 54 Losses on Disposal of Assets (14 04) - <td></td> <td></td> <td></td> <td></td> <td>_</td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td>					_									
Transfers and subsidies 15 664 17 163 - 203 203 498 (295) 5.59% 17 16 Irrecoverable debts written off 11 307 5 000 - 549 549 417 133 32% 5 000 Operational costs 188 761 171 541 - 10 966 10 966 14 299 (3 334) -23% 171 54 Losses on Disposal of Assets (1 404) - <					_	-								
irrecoverable debts written off 11 307 5 000 - 549 549 4417 133 32% 5 000 Operational costs 188 761 171 541 - 10 966 10 966 14 299 (3 334) -23% 171 54 Losses on Disposal of Assets (1 404) - <														
Dependional costs 188 761 171 541 - 10 966 10 966 14 299 (3 334) 23% 171 54 Losses on Disposal of Assets (1 404) -														
Losses on Disposal of Assets (1 404) -					-						5 000			
Other Losses 116 -	Operational costs		188 761	171 541	-	10 966	10 966	14 299	(3 334)	-23%	171 541			
Total Expenditure 1 218 162 1 249 698 - 668 473 100 980 (32 507) -32% 1 249 699 Surplus/(Deficit) 37 314 20 444 - 135 210 135 210 108 469 26 741 25% 20 444 Transfers and subsidies - capital (monetary allocations) 115 831 132 163 - - - 11472 (11472) -100% 132 163 Transfers and subsidies - capital (monetary allocations) 115 831 132 163 - - - - - - 135 210 119 841 132 163 - <td>Losses on Disposal of Assets</td> <td></td> <td>(1 404)</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> <td></td> <td>-</td>	Losses on Disposal of Assets		(1 404)	-	-	-	-	-	-		-			
Surplus/[Deficit] 37 314 20 444 - 135 210 108 469 26 741 25% 20 44 Transfers and subsidies - capital (monetary allocations) 115 831 132 163 - - - 11472 11472 -10% 132 163 Transfers and subsidies - capital (monetary allocations) 153 145 152 607 - 135 210 119 941 112 260 -	Other Losses		116	-	-	-	-	-	-		-			
Transfers and subsidies - capital (monetary allocations) 115 831 132 163 - - - 11472 (11472) -100% 132 163 Transfers and subsidies - capital (mkind) 115 811 132 163 - <td>Total Expenditure</td> <td></td> <td>1 218 162</td> <td>1 249 698</td> <td>-</td> <td>68 473</td> <td>68 473</td> <td>100 980</td> <td>(32 507)</td> <td>-32%</td> <td>1 249 698</td>	Total Expenditure		1 218 162	1 249 698	-	68 473	68 473	100 980	(32 507)	-32%	1 249 698			
Transfers and subsidies - capital (monetary allocations) 115 831 132 163 - - - 11472 (11472) -100% 132 163 Transfers and subsidies - capital (mkind) 115 811 132 163 - <td>Surplus/(Deficit)</td> <td></td> <td>37 314</td> <td>20 444</td> <td>-</td> <td>135 210</td> <td>135 210</td> <td>108 469</td> <td>26 741</td> <td>25%</td> <td>20 444</td>	Surplus/(Deficit)		37 314	20 444	-	135 210	135 210	108 469	26 741	25%	20 444			
Transfers and subsidies - capital (in-kind)						-	-				132 163			
Surplus/(Deficit) after capital transfers & contributions 153 145 152 607 - 135 210 119 941 152 600 152 600 ncome Tax - <td>Transfers and subsidies - capital (in-kind)</td> <td></td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> <td></td> <td>-</td>	Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-		-			
Surplus/(Deficit) after income tax 153 145 152 607 - 135 210 119 941 152 600 Share of Surplus/Deficit attributable to Joint Venture -<	Surplus/(Deficit) after capital transfers & contributions		153 145	152 607	-	135 210	135 210	119 941			152 607			
Share of Surplus/Deficit attributable to Joint Venture -	Income Tax		-	-	-	-	-	-	-		-			
Share of Surplus/Deficit attributable to Joint Venture -	Surplus/(Deficit) after income tax		153 145	152 607	-	135 210	135 210	119 941			152 607			
Share of Surplus/Deficit attributable to Minorities	Share of Surplus/Deficit attributable to Joint Venture		-	-	_	-	-	_	-		-			
Surplus/(Deficit) attributable to municipality 153 145 152 607 - 135 210 119 941 152 600 152 607 Share of Surplus/Deficit attributable to Associate -											_			
Share of Surplus/Deficit attributable to Associate	the second se		153 145	152 607		135 210	135 210	119 041	-		152 607			
ntercompany/Parent subsidiary transactions			100 140	132 00/	-	133 210	133 210	113 341			132 001			
			-	-	-	-	-	-	-		-			
Surplus/ (Deficit) for the year 153 145 152 607 – 135 210 135 210 119 941 152 60			-	-		-	-	-	-		-			
	Surplus/ (Deficit) for the year		153 145	152 607	-	135 210	135 210	119 941			152 607			

KZN216 Ray Nkonyeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 - July

The table provides an overview of the monthly actual, year to date actual and year to date Budget of revenue by Source and Expenditure by Type for the period ended 31 July 2024. The full year forecast provides a guideline in terms of overall performance, and it gives an overview of whether the municipality will be able to spend as per budget.

6.3 Capital Expenditure

KZN216 Ray Nkonyeni - Table C5 Monthly Budget Statement - Capit	Iget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M01 - July										
	2023/24 Budget Year 2024/25										
Vote Description	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast	
R thousands	1								%		
Multi-Year expenditure appropriation	2										
Vote 1 - Mayor and Council		-	-	-	-	-	-	-		-	
Vote 2 - Finance and Administration		-	-	-	-	-	-	-		-	
Vote 3 - Internal Audit		-	-	-	-	-	-	-		-	
Vote 4 - Community and Social Services		-	-	-	-	-	-	-		-	
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-		-	
Vote 6 - Public Safety		-	-	-	-	-	-	-		-	
Vote 7 - Housing		-	-	-	-	-	-	-		-	
Vote 8 - Health		-	-	-	-	-	-	-		-	
Vote 9 - Planning and Development		-	-	-	-	-	-	-		-	
Vote 10 - Road Transport		-	-	-	-	-	-	-		-	
Vote 11 - Environment Protection		-	-	-	-	-	-	-		-	
Vote 12 - Energy Sources		-	-	-	-	-	-	-		-	
Vote 13 - Other		-	-	-	-	-	-	-		-	
Vote 14 - Waste Water Management		-	-	-	-	-	-	-		-	
Vote 15 - Waste Management		-	-	-	-	-	-	-		-	
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-		-	
Single Year expenditure appropriation	2										
Vote 1 - Mayor and Council		-	127	-	-	-	11	(11)	-100%	127	
/ote 2 - Finance and Administration		3 396	7 300	-	-	-	563	(563)	-100%	7 30	
/ote 3 - Internal Audit		194	210	-	-	-	10	(10)	-100%	210	
Vote 4 - Community and Social Services		-	-	-	-	-	-	-		-	
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-		-	
Vote 6 - Public Safety		442	5 500	-	-	-	458	(458)	-100%	5 50	
Vote 7 - Housing		127	55	-	-	-	-	-		55	
Vote 8 - Health		-	-	-	-	-	-	-		-	
Vote 9 - Planning and Development		110 565	139 285	-	7 183	7 183	11 226	(4 043)	-36%	139 28	
Vote 10 - Road Transport		30 443	15 000	-	-	-	875	(875)	-100%	15 000	
/ote 11 - Environment Protection		292	800	-	-	-	67	(67)	-100%	80	
/ote 12 - Energy Sources		643	15 997	-	-	-	583	(583)	-100%	15 997	
/ote 13 - Other		-	485	-	-	-	36	(36)	-100%	48	
/ote 14 - Waste Water Management		-	-	-	-	-	-	-		-	
Vote 15 - Waste Management		499	1 400	-	-	-	125	(125)	-100%	1 400	
Fotal Capital single-year expenditure	4	146 600	186 158	-	7 183	7 183	13 954	(6 770)	-49%	186 15	
otal Capital Expenditure	1	146 600	186 158	-	7 183	7 183	13 954	(6 770)	-49%	186 15	

KZN216 Ray Nkonyeni - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M01 - July

This table provides an overview of actuals to date of the capital expenditure on monthly basis of the municipality for the period ended 31 July 2024.

6.4 Statement Cash Flow

		2023/24				Budget Yea	2024/25			
Description	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		467 081	506 248	-	29 154	29 154	39 109	(9 955)	-25%	506 24
Service charges		269 087	274 989	-	21 227	21 227	22 508	(1 281)	-6%	274 98
Other revenue		101 579	54 408	-	13 812	13 812	4 507	9 305	206%	54 40
ransfers and Subsidies - Operational		363 720	336 888	-	126 204	126 204	126 972	(768)	-1%	336 88
ransfers and Subsidies - Capital		153 568	132 163	-	41 487	41 487	28 739	12 748	44%	132 16
nterest		10 629	11 916	-	1 235	1 235	993	242	24%	11 91
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(1 092 304)	(1 098 797)	-	(89 947)	(89 947)	(91 613)	1 666	-2%	(1 098 79
nterest		(1 457)	(10 818)	-	-	-	(1)	1	-100%	(10 81
ransfers and Subsidies		-	(17 163)	-	-	-	(511)	511	-100%	(17 16
IET CASH FROM/(USED) OPERATING ACTIVITIES		271 903	189 835	-	143 172	143 172	130 704	(12 467)	-10%	189 83
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-		-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		-
Payments										
Capital assets		168 468	(161 114)	-	(10 167)	(10 167)	(13 334)	3 167	-24%	(161 11
NET CASH FROM/(USED) INVESTING ACTIVITIES		168 468	(161 114)	-	(10 167)	(10 167)	(13 334)	(3 167)	24%	(161 11
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	9 000	_	-	-	-	-		900
ncrease (decrease) in consumer deposits		-	_	_	_	-	-	-		_
Payments										
Repayment of borrowing		(51 726)	-	-	-	-	-	-		-
IET CASH FROM/(USED) FINANCING ACTIVITIES		(51 726)	9 000	-	-	-	-	-		9 00
IET INCREASE/ (DECREASE) IN CASH HELD		388 645	37 721	-	133 004	133 004	117 370			37 72
ash/cash equivalents at beginning:		114 251	114 251	-		66 760	114 251			66 76
ash/cash equivalents at month/year end:		502 897	151 973	-		199 765	231 622			104 48

KZN216 Ray Nkonyeni - Table C7 Monthly Budget Statement - Cash Flow - M01 - July

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

6.5 Statement financial Position

KZN216 Ray Nkonyeni - Table C6 Monthly Budget Statement - Financial Position - M01 - July 2023/24 Budget Year 2024/25										
Description	Ref	Audited	Original Adjusted Full Vear							
Description		Outcome	Budget	Budget	YearTD actual	Forecast				
R thousands	1	cutotino	Dunger	Dunger						
ASSETS										
Current assets										
Cash and cash equivalents		66 916	151 021	-	188 881	151 021				
Trade and other receivables from exchange transactions		138 561	142 304	-	144 619	142 304				
Receivables from non-exchange transactions		427 717	374 949	-	447 587	374 949				
Current portion of non-current receivables		-	-	-	-	-				
Inventory		11 251	11 770	-	8 661	11 770				
VAT		186 155	149 223	-	189 328	149 223				
Other current assets		4 469	4 469	-	3 151	4 469				
Total current assets		835 069	833 735	-	982 227	833 735				
Non current assets										
Investments		-	-	-	-	-				
Investment property		354 869	354 869	-	354 869	354 869				
Property, plant and equipment		1 873 124	1 884 927	-	1 935 894	1 884 927				
Biological assets		-	-	-	-	-				
Living and non-living resources		-	-	-	-	-				
Heritage assets		2 210	2 210	-	2 313	2 210				
Intangible assets		219	153	-	344	153				
Trade and other receivables from exchange transactions		-	-	-	-	-				
Non-current receivables from non-exchange transactions		-	-	-	-	-				
Other non-current assets		-	-	-	-	-				
Total non current assets		2 230 421	2 242 159	-	2 293 418	2 242 159				
TOTAL ASSETS		3 065 491	3 075 894	-	3 275 645	3 075 894				
LIABILITIES										
Current liabilities										
Bank overdraft		-	-	-	-	-				
Financial liabilities		(34 357)	11 764	-	26 343	11 764				
Consumer deposits		38 297	35 315	-	38 429	35 315				
Trade and other payables from exchange transactions		142 827	191 777	-	140 322	191 777				
Trade and other payables from non-exchange transactions		42 369	37 945	-	80 507	37 945				
Provision		55 720	50 183	-	64 520	50 183				
VAT		152 917	112 191	-	156 458	112 191				
Other current liabilities		4 839	-	-	-	-				
Total current liabilities		402 611	439 175	-	506 579	439 175				
Non current liabilities										
Financial liabilities		50 262	24 628	-	81 978	24 628				
Provision		47 192	47 192	-	44 214	47 192				
Long term portion of trade payables		-	-	-	-	-				
Other non-current liabilities		98 891	98 891	-	98 891	98 891				
Total non current liabilities		196 345	170 711	-	225 083	170 711				
TOTAL LIABILITIES		598 956	609 887	-	731 662	609 887				
NET ASSETS	2	2 466 535	2 466 007	-	2 543 983	2 466 007				
COMMUNITY WEALTH/EQUITY										
Accumulated surplus/(deficit)		2 466 535	2 466 007	-	2 543 983	2 466 007				
Reserves and funds		-	-	-	-	-				
Other		-	-	-	-	-				

KZN216 Ray Nkonyeni - Table C6 Monthly Budget Statement - Financial Position - M01 - July

The statement of financial position indicates the financial health of the municipality as the assets and liabilities are listed to measure the solvency of the municipality for the period ended 31 July 2024. Total assets are R3.2 billion over the total liabilities of R731.6 million, this therefore mean the municipality is still able to meet its financial obligations.