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RAY NKONYENI MUNICIPALITY

TREASURY DEPARTMENT

MONTHLY BUDGET STATEMENT FOR THE PERIOD ENDED 31 December 2024 (M06)

Prepared By: Budget and Treasury Office

STATEMENT OF FINANCIAL PERFORMANCE AND THE IMPLEMENTATION OF THE 2024/2025 BUDGET FOR THE PERIOD ENDING 31 DECEMBER 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 December 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 December 2024 is detailed below. The monthly budget statement is divided into the following:

- 5.1 Statement of Financial Performance
- 5.2 Revenue By source
- 5.3 Expenditure by Type
- 5.4 Debtors Age Analysis
- 5.5 Creditors Age Analysis
- 5.6 Capital Expenditure
- 5.7 Transfers and Grants Receipts
- 5.8 Transfers and Grants Expenditure
- 5.9 Salaries Expenditure
- 5.10 Long-term Loans
- 5.11 Performance Indicators
- 5.12 Investment Register

6. MAIN TABLES

6.1. Monthly Budget Statement Summary

6.2. Financial Performance by Revenue and Expenditure

6.3. Capital Expenditure

6.4. Cash Flow

6.5. Financial Position

5.1 Monthly Budget Statement of Financial Performance

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

KZN216 Ray Nkonyeni - Table C1 Monthly Budget Statement Summary - M06 - December

Description	2023/24	Budget Year 2024/25							
	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	507 017	532 893	532 893	47 133	344 320	339 113	5 207	2%	532 893
Service charges	250 437	278 556	278 556	21 128	142 318	148 495	(6 177)	-4%	278 556
Investment revenue	11 614	11 916	11 916	1 304	6 584	5 958	6 26	11%	11 916
Transfers and subsidies - Operational	390 199	324 656	324 701	100 898	227 309	246 926	(19 617)	-8%	324 701
Other own revenue	169 209	122 121	123 933	5 885	48 580	62 872	(14 292)	-23%	-
Total Revenue (excluding capital transfers and contributions)	1 328 475	1 270 142	1 271 998	176 348	769 111	803 364	(34 253)	-4%	1 271 998
Employee costs	480 606	497 297	497 297	42 867	252 970	243 347	9 623	4%	497 297
Remuneration of Councilors	40 275	34 185	34 185	3 105	17 569	17 093	476	3%	34 185
Depreciation and amortisation	127 542	107 839	107 839	-	37 217	43 009	(5 792)	-13%	107 839
Interest	23 734	11 818	11 818	0	2	5 947	(5 945)	-100%	11 818
Inventory consumed and bulk purchases	155 651	166 532	166 532	14 809	83 876	84 431	(555)	-1%	166 532
Transfers and subsidies	18 394	17 133	17 189	1 418	11 021	7 764	3 257	42%	17 189
Other expenditure	492 302	414 894	416 070	40 974	194 379	217 615	(23 236)	-11%	416 070
Total Expenditure	1 338 504	1 249 698	1 250 931	103 174	597 033	619 205	(22 172)	-4%	1 250 931
Surplus/(Deficit)	(10 029)	20 444	21 067	73 174	172 078	184 158	(12 081)	-7%	21 067
Transfers and subsidies - capital (monetary allocations)	121 022	132 163	132 685	-	5 697	66 331	(60 634)	-91%	132 685
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	110 993	152 607	153 752	73 174	177 775	250 490	(72 715)	-29%	153 752
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	110 993	152 607	153 752	73 174	177 775	250 490	(72 715)	-29%	153 752
Capital expenditure & funds sources									
Capital expenditure	263 405	187 558	188 012	20 283	62 923	94 322	(31 399)	-33%	188 012
Capital transfers recognised	159 231	114 924	115 378	15 009	43 807	57 492	(13 685)	-24%	115 378
Borrowing	-	9 000	9 000	-	252	4 500	(4 248)	-94%	9 000
Internally generated funds	44 397	63 634	63 634	5 274	18 864	32 330	(13 466)	-42%	63 634
Total sources of capital funds	203 628	187 558	188 012	20 283	62 923	94 322	(31 399)	-33%	188 012
Financial position									
Total current assets	716 900	833 735	834 244	-	952 960	-	-	-	834 244
Total non current assets	2 325 895	2 242 159	2 242 613	-	2 351 600	-	-	-	2 242 613
Total current liabilities	483 617	439 175	438 993	-	567 594	-	-	-	438 993
Total non current liabilities	243 390	170 711	170 711	-	243 390	-	-	-	170 711
Community wealth/Equity	2 315 788	2 466 007	2 467 152	-	2 493 576	-	-	-	2 467 152
Cash flows									
Net cash from (used) operating	255 638	189 835	246 513	85 649	285 476	185 298	(100 178)	-54%	246 513
Net cash from (used) investing	168 468	(161 114)	(161 568)	(23 653)	(76 636)	(168 525)	(91 889)	55%	(161 568)
Net cash from (used) financing	(42 200)	9 000	9 000	-	-	8 520	8 520	100%	9 000
Cash/cash equivalents at the month/year end	497 527	151 973	208 197	-	275 246	139 544	(135 701)	-97%	160 351
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	69 066	37 146	26 235	20 310	46 655	15 579	4 845	493 245	713 082
Creditors Age Analysis									
Total Creditors	309	-	23	-	-	-	-	5	337

5.2 Financial Performance -Revenue by Source

KZN216 Ray Nkonyeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 - December

Description	Ref	Budget Year 2024/25								
		2023/24 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		187 231	207 222	207 222	14 740	97 198	103 611	(6 412)	-6%	207 222
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		63 206	71 335	71 335	6 388	45 119	44 884	235	1%	71 335
Sale of Goods and Rendering of Services		49 555	22 615	22 615	1 520	8 132	11 307	(3 175)	-28%	22 615
Agency services		5 931	6 892	6 892	134	2 720	3 446	(726)	-21%	6 892
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		8 155	8 202	8 202	881	4 891	4 101	791	19%	8 202
Interest from Current and Non Current Assets		11 614	11 916	11 916	1 304	6 584	5 958	626	11%	11 916
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		4 146	5 203	5 826	200	2 494	3 225	(731)	-23%	5 826
Licence and permits		598	737	737	5	275	368	(93)	-25%	737
Operational Revenue		3 243	1 091	2 279	23	474	1 733	(1 260)	-73%	2 279
Non-Exchange Revenue										
Property rates		507 017	532 893	532 893	47 133	344 320	339 113	5 207	2%	532 893
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		20 598	32 812	32 812	47	8 552	16 406	(7 854)	-48%	32 812
Licence and permits		9 060	11 956	11 956	58	3 997	5 978	(1 981)	-33%	11 956
Transfers and subsidies - Operational		390 199	324 656	324 701	100 898	227 309	246 926	(19 617)	-8%	324 701
Interest		31 858	32 615	32 615	3 017	17 044	16 307	737	5%	32 615
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Gains		36 066	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		1 328 475	1 270 142	1 271 998	176 348	769 111	803 364	(34 253)	-4%	1 271 998
Expenditure By Type										
Employee related costs		480 606	497 297	497 297	42 867	252 970	243 347	9 623	4%	497 297
Remuneration of councillors		40 275	34 185	34 185	3 105	17 569	17 093	476	3%	34 185
Bulk purchases - electricity		142 880	153 550	153 550	14 183	77 226	76 775	452	1%	153 550
Inventory consumed		12 771	12 982	12 982	626	6 649	7 656	(1 007)	-13%	12 982
Debt impairment		-	11 290	11 290	-	-	-	-	-	11 290
Depreciation and amortisation		127 542	107 839	107 839	-	37 217	43 009	(5 792)	-13%	107 839
Interest		23 734	11 818	11 818	0	2	5 947	(5 945)	-100%	11 818
Contracted services		218 213	227 033	228 201	25 193	112 553	127 035	(14 482)	-11%	228 201
Transfers and subsidies		18 394	17 133	17 189	1 418	11 021	7 764	3 257	42%	17 189
Irrecoverable debts written off		76 646	5 000	5 000	42	2 750	2 500	250	10%	5 000
Operational costs		194 561	171 571	171 580	15 739	79 076	88 080	(9 004)	-10%	171 580
Losses on Disposal of Assets		2 766	-	-	-	-	-	-	-	-
Other Losses		116	-	-	-	-	-	-	-	-
Total Expenditure		1 338 504	1 249 698	1 250 931	103 174	597 033	619 205	(22 172)	-4%	1 250 931
Surplus/(Deficit)		(10 029)	20 444	21 067	73 174	172 078	184 158	(12 081)	-7%	21 067
Transfers and subsidies - capital (monetary allocations)		121 022	132 163	132 685	-	5 697	66 331	(60 634)	-91%	132 685
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		110 993	152 607	153 752	73 174	177 775	250 490			153 752
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		110 993	152 607	153 752	73 174	177 775	250 490			153 752
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		110 993	152 607	153 752	73 174	177 775	250 490			153 752
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		110 993	152 607	153 752	73 174	177 775	250 490			153 752

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

Revenue

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

KZN216 Ray Nkonyeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 - December

Description	Ref	2023/24	Budget Year 2024/25							
		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		187 231	207 222	207 222	14 740	97 198	103 611	(6 412)	-6%	207 222
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		63 206	71 335	71 335	6 388	45 119	44 884	235	1%	71 335
Sale of Goods and Rendering of Services		49 555	22 615	22 615	1 520	8 132	11 307	(3 175)	-28%	22 615
Agency services		5 931	6 892	6 892	134	2 720	3 446	(726)	-21%	6 892
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		8 155	8 202	8 202	881	4 891	4 101	791	19%	8 202
Interest from Current and Non Current Assets		11 614	11 916	11 916	1 304	6 584	5 958	626	11%	11 916
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		4 146	5 203	5 826	200	2 494	3 225	(731)	-23%	5 826
Licence and permits		598	737	737	5	275	368	(93)	-25%	737
Operational Revenue		3 243	1 091	2 279	23	474	1 733	(1 260)	-73%	2 279
Non-Exchange Revenue										
Property rates		507 017	532 893	532 893	47 133	344 320	339 113	5 207	2%	532 893
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		20 598	32 812	32 812	47	8 552	16 406	(7 854)	-48%	32 812
Licence and permits		9 060	11 956	11 956	58	3 997	5 978	(1 981)	-33%	11 956
Transfers and subsidies - Operational		390 199	324 656	324 701	100 898	227 309	246 926	(19 617)	-8%	324 701
Interest		31 858	32 615	32 615	3 017	17 044	16 307	737	5%	32 615
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Gains		36 066	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		1 328 475	1 270 142	1 271 998	176 348	769 111	803 364	(34 253)	-4%	1 271 998

Revenue from Exchange Transactions

Service charges - Electricity

Electricity revenue YTD Actual for period ended 31 December 2024 is R97.1 million, YTD Budget is R103.8 million with a negative variance of R6.4 million. Electricity revenue is 6% less than the projected YTD budget which is in line with the Budget for this item

Service charges – Waste Management

The YTD actual billing for refuse removals for period ended 31 December 2024 is R45.1 million and the YTD Budget billing is R44.8 million, with YTD variance of 1% which is line with this Budget Item.

Sale of goods and Rendering of Services

The YTD actual amounts to R8.1 million with a YTD budget of R11.3 million, which makes a negative variance of R3.1 million. This variance will be adjusted for in the upcoming adjustment budget, which will have various revenue line items under sale of goods having a reduction in terms of the projected revenue.

Agency Services

Agency services comprise of driver's license application, learners license application and renewal fees, and commission earned by the municipality on employee FICS deductions for the administration of collecting loan repayments on behalf of financial institutions. The YTD actual of R2.7 million compared to the YTD budget of R3.4 million. License applications and renewals in the current month performed below revenue projections with a negative variance of R725 thousand.

Interest earned from receivables from exchange transactions

The interest earned on arrear debtors to date is R4.8 million, and the YTD budget being R4.1 million, with a positive variance of R791 thousand Interest charged on outstanding debt is in line with projected revenues based on the anticipated collection rate and revenue enhancement measures put in place.

Interest from Investments

The YTD actual as at 31 December 2024 is R6.5 million and a YTD budget of R5.9 million. This shows a positive variance of R626 thousand since there was more interest earned than the amount anticipated mainly from the municipal investment accounts.

Rental from fixed assets

Rental of facilities amounts annual budget is R5.2 million, this is the rental of fixed asset revenue such as halls, airport hangers and garages. YTD actual of R2.4 million YTD budget of R3.2 million with a negative variance percentage of 23%. Rental revenue is contingent of rental applications and therefore budget versus actual will vary throughout the financial year.

Licenses and Permits

Licenses and permits actual to date amounts to R275 thousand as of 31 December 2024, YTD Budget is R368 thousand, with a negative variance of R93 thousand. The YTD actual mainly comprises of public driver permits and taxi rank fees and have performed less than anticipated.

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 YTD Actual for property rates for period ended 31 December 2024 is R344.3 million and the YTD Budget for property rates R339.1 million with a positive variance of 5.2 million, which is in line with this Budget Item.

Licenses and Permits

Licenses and permits for non-exchange revenue actuals to date amount to R3.9 million with a YTD budget of R5.9 million with a negative variance of R1.9 million. The YTD actual mainly comprises of public driver permits and taxi rank fees and have performed less than anticipated as permit revenue is contingent on application in each reporting period.

Fines

Fines, Penalties, and forfeits are derived from building fines, illegal connections, overdue books, The YTD actual is R8.5 million with a YTD budget of R16.4 million, with a negative variance of R7.8 million. There is a negative 48% variance in YTD actual versus YTD budget. Fines are issued as and when infringements occur as per the municipal by laws and the budget is straight lined across 12 months which results in the variance between the budget and actual fines issued.

Interest on Property Rates

The YTD actual amounts to R17 million compared to YTD budget of R16.3 million, with a positive variance of R737 thousand. Interest on outstanding property rates is in line with budget projections.

Total Revenue

The YTD Actual revenue excluding capital transfers is R769.1 million for the period ending 31 December 2024, YTD Budget is R803.3 million, the negative variance of R34.2 million is caused by the differences within the different revenue streams as stated above and how they have been performing

5.3 Expenditure by Type

KZN216 Ray Nkonyeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 - December

Description	Ref	Budget Year 2024/25								
		2023/24 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Expenditure By Type										
Employee related costs		480 606	497 297	497 297	42 867	252 970	243 347	9 623	4%	497 297
Remuneration of councillors		40 275	34 185	34 185	3 105	17 569	17 093	476	3%	34 185
Bulk purchases - electricity		142 880	153 550	153 550	14 183	77 226	76 775	452	1%	153 550
Inventory consumed		12 771	12 982	12 982	626	6 649	7 656	(1 007)	-13%	12 982
Debt impairment		-	11 290	11 290	-	-	-	-	-	11 290
Depreciation and amortisation		127 542	107 839	107 839	-	37 217	43 009	(5 792)	-13%	107 839
Interest		23 734	11 818	11 818	0	2	5 947	(5 945)	-100%	11 818
Contracted services		218 213	227 033	228 201	25 193	112 553	127 035	(14 482)	-11%	228 201
Transfers and subsidies		18 394	17 133	17 189	1 418	11 021	7 764	3 257	42%	17 189
Irrecoverable debts written off		76 646	5 000	5 000	42	2 750	2 500	250	10%	5 000
Operational costs		194 561	171 571	171 580	15 739	79 076	88 080	(9 004)	-10%	171 580
Losses on Disposal of Assets		2 766	-	-	-	-	-	-	-	-
Other Losses		116	-	-	-	-	-	-	-	-
Total Expenditure		1 338 504	1 249 698	1 250 931	103 174	597 033	619 205	(22 172)	-4%	1 250 931

Employee related costs and Remuneration of Councillors

The YTD actuals for employee related costs amount to R252.9 million as of 31 December 2024 which comprises of salaries, bonuses and various allowances amongst other items that are directly attributable to employee remuneration. Remuneration of councillors YTD actuals are sitting at R17.5 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 December 2024 amounts to R112.5 million, the YTD Budget is R127 million. The negative variance of R14.4 million, the cause of this variance could be that there are projects such as Bhubhoyi Electrification Ward 20, Jerusalem Electrification Ward 22, Bhabhaza Electrification Ward 8 etc. There were negotiations on construction rates with appointed contractors on the panel which led to delays to commence the Supply Chain Management Processes.

Inventory Consumed

YTD Inventory consumed amounts to R6.6 million as of 31 December 2024 with the YTD Budget being R7.6 million, with a negative variance of R1 million. The consumption of inventory is in line with budget projections.

Depreciation and Amortization

YTD Actuals for Depreciation & Amortization amounts to R37.2 million as of 31 December 2024 with the YTD Budget being R43 million, with a negative variance of R5.7 million as depreciation is calculated based on actual assets on use in the current period.

Transfers and Subsidies

Transfers and subsidies relate to donations made by the municipality to fund local economic development such as SMME development, Cooperative's development, and poverty alleviation projects with the jurisdiction of Ray Nkonyeni Municipality. The YTD actual for December 2024 stands at R11 million with a YTD budget of R7.7 million and the positive variance of R3.2 million is attributed to the implementation of SMME projects. The annual budget for transfers and subsidies is R17.1 million.

Overall expenditure budget

The overall expenditure YTD Actual is R597 million, YTD Budget is R619.2 million. There is R22.1million negative variance, due to the trends of different types of expenditure as explained above such as transfers and subsidies and operational costs which reflect a variance compared to YTD budget.

Surplus/ (Deficit)

Total Revenue less Total Expenditure equals to Surplus (Deficit). YTD Surplus excluding capital transfers is R172 million compared to the YTD Budget surplus of R184.1 million due to budget spread over the months.

5.4 Debtors Age Analysis

KZN218 Ray Nkonyeni - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 - December

Description	NT Code	Budget Year 2024/25								Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts Liab Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr				
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	6	7	6	6	3	6	5	1 070	1 110	1 090	--	--
Trade and Other Receivables from Exchange Transactions - Electricity	1300	16 751	8 573	3 963	1 537	1 098	941	902	16 582	50 346	21 059	--	--
Receivables from Non-exchange Transactions - Property Rates	1400	41 543	20 363	15 537	13 077	36 570	9 348	347	278 052	414 837	337 394	--	--
Receivables from Exchange Transactions - Waste Water Management	1500	--	--	--	--	--	--	--	0	0	0	--	--
Receivables from Exchange Transactions - Waste Management	1600	6 374	3 596	2 488	2 144	5 333	1 776	9	55 742	77 453	65 005	--	--
Receivables from Exchange Transactions - Property Rental Debtors	1700	--	--	--	--	--	--	--	--	--	--	--	--
Interest on Arrear Debtor Accounts	1810	3 856	3 725	3 680	3 403	3 302	3 306	3 370	129 799	154 441	143 180	--	--
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	--	--	--	--	--	--	--	--	--	--	--	--
Other	1900	537	892	561	143	349	202	213	12 000	14 895	12 906	--	--
Total By Income Source	2000	69 066	37 146	26 235	20 310	46 655	15 579	4 845	493 245	713 082	580 636	--	--
2023/24 - totals only													
Debtors Age Analysis By Customer Group													
Organs of State	2200	2 660	1 954	2 708	748	20 219	667	403	40 698	70 056	62 734	--	--
Commercial	2300	25 588	11 556	6 878	6 084	5 540	3 512	1 235	89 136	149 529	105 507	--	--
Households	2400	40 818	23 635	16 650	13 478	20 896	11 401	3 207	363 412	493 497	412 394	--	--
Other	2500	--	--	--	--	--	--	--	--	--	--	--	--
Total By Customer Group	2600	69 066	37 146	26 235	20 310	46 655	15 579	4 845	493 245	713 082	580 636	--	--

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

5.5 Creditors Age Analysis

KZN216 Ray Nkonyeni - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 - December

Description	NT Code	Budget Year 2024/25								Total	Prior year totals for chart (same period)	
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year			
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	309	--	23	--	--	--	--	5	337	1 290	
Auditor General	0800	--	--	--	--	--	--	--	--	--	--	
Other	0900	--	--	--	--	--	--	--	--	--	--	
Total By Customer Type	1000	309	--	23	--	--	--	--	5	337	1 290	

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

5.6 Capital Expenditure

KZN216 Ray Nkonyeni - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06 - December

Vote Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital Expenditure - Functional Classification										
Governance and administration		84 108	7 887	7 887	-	2 238	4 184	(1 945)	-47%	7 887
Executive and council		23	387	387	-	-	208	(208)	-100%	387
Finance and administration		63 800	7 300	7 300	-	2 238	3 825	(1 587)	-41%	7 300
Internal audit		223	210	210	-	-	150	(150)	-100%	210
Community and public safety		22 486	4 866	4 866	-	414	2 366	(1 941)	-82%	4 866
Community and social services		22 343	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	4 600	4 600	-	414	2 300	(1 886)	-82%	4 600
Housing		122	55	55	-	-	55	(55)	-100%	55
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		178 388	167 126	167 678	20 142	68 377	78 782	(10 410)	-25%	167 678
Planning and development		146 068	140 425	140 879	16 614	52 373	70 442	(18 070)	-28%	140 879
Road transport		30 270	15 900	15 900	3 348	6 552	7 950	(1 398)	-18%	15 900
Environmental protection		-	800	800	180	482	400	82	13%	800
Trading services		486	17 387	17 387	142	884	8 748	(7 854)	-90%	17 387
Energy sources		-	15 907	15 907	-	137	7 908	(7 801)	-98%	15 907
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		496	1 400	1 400	142	757	750	7	1%	1 400
Other		-	485	485	-	-	242	(242)	-100%	485
Total Capital Expenditure - Functional Classification	3	288 406	187 668	188 012	20 283	62 923	84 322	(31 399)	-38%	188 012
Funded by:										
National Government		159 231	114 490	114 943	15 009	43 807	57 275	(13 468)	-24%	114 943
Provincial Government		-	435	435	-	-	217	(217)	-100%	435
District Municipality		-	-	-	-	-	-	-	-	-
Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		159 231	114 924	115 378	15 009	43 807	57 492	(13 686)	-24%	115 378
Borrowing	6	-	9 000	9 000	-	252	4 500	(4 248)	-94%	9 000
Internally generated funds		44 307	63 634	63 634	5 274	18 864	32 330	(13 466)	-42%	63 634
Total Capital Funding		203 628	187 668	188 012	20 283	62 923	84 322	(31 399)	-38%	188 012

The above table give details of YTD actual capital expenditure and the funding. The YTD Actual capital expenditure is R62.9million, the YTD budgeted is R94.3 million and there is negative variance of R31.3 million. There are funds that have not been spent on certain projects which are that main cause of the negative variance, such as Rural and Storm water rehabilitation Hall repairs, Mvuzane Road and Vehicular Bridge ward 14, Roads reseals etc. Furthermore there is a pause in the implementation of internally funded projects due to ongoing challenges the municipality is in the process of resolving.

5.7 Transfers and Grants Receipts



KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER

KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER DECEMBER 2024						
Name of grant	Opening Balance as at	Receipts	Expenditure: Operating (Revenue Recognised) GRAP 23	Expenditure: Capital (Revenue Recognised) GRAP 23	Internally Funded	Closing Balance as at
INTEGRATED URBAN DEVELOPMENT (IUDG)		R 51 731 000	R -	R 48 102 137.60	R -	R 3 628 862.40
NEIGHBOURHOOD GRANT		R 25 000 000	R -	R 2 050 852.36	R -	R 22 949 147.64
ENERGY EFFICIENT & DEMAND SIDE MANAGEMENT		R 3 400 000	R -	R -	R -	R 3 400 000.00
EXPANDED PUBLIC WORKS PROGRAMME (EPWP)		R 2 278 000	R 3 378 768	R -	R 1 100 768.43	R -
MUNICIPAL DISASTER RESPONSE		R -	R -	R -	R -	R -
MUNICIPAL DISASTER RECOVERY	R 771 197	R 22 760 000	R -	R -	R -	R 23 531 197.30
INTERMODAL FACILITIES GRANT		R -	R -	R -	R -	R -
INTEGRATED NATIONAL ELECTRIFICATION PROGRAMME (INEP)	R 63 435	R 2 000 000	R -	R -	R -	R 2 063 435.09
FINANCIAL MANAGEMENT GRANT (FMG)		R 1 900 000	R 1 499 482	R -	R -	R 400 517.70
PROVINCIALIZATION OF LIBRARY GRANT		R 12 964 000	R 23 962 525	R -	R 10 998 525	R -
CYBER CADET GRANT		R 2 120 000	R 993 750	R -	R -	R 1 126 250.15
COMMUNITY LIBRARIES GRANT (MOB)		R 389 000	R 108 055	R -	R -	R 280 944.60
MUSEUM GRANT		R 497 000	R 1 203 738	R -	R 706 738	R -
MODULAR LIBRARIES GRANT		R 747 000	R -	R -	R -	R 747 000.00
AIRPORT GRANT	R 43 015	R 500 000	R -	R -	R -	R 543 014.50
MARKET STALLS GRANT	R 1 377 516	R -	R -	R -	R -	R 1 377 516.23
TOTAL	R 2 255 163	R 126 286 000	R 31 146 319	R 50 152 990	R 12 806 031	R 60 047 886

Transfers and Grants Receipts

The total grants received to date for period ending 31 December 2024 amounts to R126.2 million, which include R51.7 million from IUDG, Neighborhood Development Grant, R25 million, R3.3 million from Energy Efficient and Demand Site, R2.2 million from Expanded Public Works Programme. R2 Million from Integrated National Electrification Programme, R22.7 million from Municipal Disaster Recovery R1.9 million from Financial Management, R12.9 million from Provincialization Modular Grant, R2.1 million from Cyber Cadet Grant, R389 thousand from Community Libraries, R497 thousand from Museum Grant, R747 from Modular Libraries Grant and R500 thousand from Airport Grant

5.8 Transfers and Grants Expenditure



KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER

KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER DECEMBER 2024							
Name of grant	Opening Balance as at	Receipts	Expenditure: Operating (Revenue Recognised)/GRAP 23	Expenditure: Capital (Revenue Recognised)/GRAP 23	Internally Funded	Closing Balance as at	
INTEGRATED URBAN DEVELOPMENT (IUDG)		R 51 731 000	R -	R 46 102 137.60	R -	R	R 3 628 862.40
NEIGHBOURHOOD GRANT		R 25 000 000	R -	R 2 050 652.36		R	R 22 949 347.64
ENERGY EFFICIENT & DEMAND SIDE MANAGEMENT		R 3 400 000				R	R 3 400 000.00
EXPANDED PUBLIC WORKS PROGRAMME (EPWP)		R 2 278 000	R 3 378 768	R -	R 1 100 768.43	R	R -
MUNICIPAL DISASTER RESPONSE			R -	R -	R -	R	R -
MUNICIPAL DISASTER RECOVERY	R 771 197	R 22 760 000	R -	R -	R -	R	R 23 531 197.30
INTERMEDIARY FACILITIES GRANT		R -	R -	R -	R -	R	R -
INTEGRATED NATIONAL ELECTRIFICATION PROGRAMME (INEP)	R 63 435	R 2 000 000	R -	R -	R -	R	R 2 063 435.09
FINANCIAL MANAGEMENT GRANT (FMG)		R 1 900 000	R 1 499 482	R -	R -	R	R 400 517.70
PROVINCIALIZATION OF LIBRARY GRANT		R 12 944 000	R 23 942 525	R -	R 10 998 525	R	R -
CYBER CADET GRANT		R 2 120 000	R 993 750	R -	R -	R	R 1 126 250.15
COMMUNITY LIBRARIES GRANT (MOB)		R 389 000	R 108 055	R -	R -	R	R 280 944.60
MUSEUM GRANT		R 497 000	R 1 203 738	R -	R 704 738	R	R -
MODULAR LIBRARIES GRANT		R 747 000	R -	R -	R -	R	R 747 000.00
AIRPORT GRANT	R 43 015	R 500 000	R -	R -	R -	R	R 543 014.50
MARKET STALLS GRANT	R 1 377 516	R -	R -	R -	R -	R	R 1 377 516.23
TOTAL	R 2 255 163	R 126 286 000	R 31 146 319	R 50 152 990	R 12 804 031	R	R 60 047 886

Transfers & Grants Expenditure

Grants are monitored monthly, and Grant's register is communicated/ shared with management to ensure effective management of grants and 100% expenditure. As of 31 December 2024, Operating and Capital Expenditure has a closing balance of R60 million, with YTD spending of 50.1 million and R31.1 million, R12 million for Modular Libraries which is funded internally, operational grants and capital grants.

Grant's expenditure

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

An amount of R51.7 million has been received to date for the IUDG. This is a capital grant and the YTD actual for the period ended 31 December 2024 is R48.1 million and has been spent on various capital projects.

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

An amount of R2.2 million has been received for EPWP grant. This is an operational grant to pay salaries for EPWP employees and the YTD actual for the period ended 31 December 2024 is R3.3 million with an expenditure of R1.1 million funded internally.

- **Neighborhood Development Partnership Grant**

An amount of R25 million has been received for the Neighborhood Development Partnership Grant. This is a capital grant and the YTD actual for the period ended 31 December 2024 is R2 million.

- **Finance Management Grant**

An amount of R 1.9 million has been received for Finance management grant. This is an operational grant and the YTD actual for the period ended 31 December 2024 is R1.4 million.

- **Energy Efficient and Demand Management Grant**

An amount of R 3.4 million has been received for Energy Efficient Grant grant and no expenditure has been incurred for the period ended 31 December 2024.

- **Provincialization Of Library Grant**

An amount of R12.9 million has been received for Provincialization of Library grant. This is an operational grant and the YTD actual for the period ended 31 December 2024 is R23.9 million, of which R10.9 is internally funded.

- **Cyber Cadet Grant**

An amount of R2.1 million has been received for Cyber Cadet grant. This is an operational grant and the YTD actual for the period ended 31 December 2024 is R993 thousand.

- **Community Library Grant**

An amount of R389 thousand has been received for Community Library grant. This is an operational grant and the YTD actual for the period ended 31 December 2024 is R108 thousand.

- **Museum Grant**

An amount of R497 thousand has been received for Museum grant. This is an operational grant and the YTD actual for the period ended 31 December 2024 is R1.2 million and R706 thousand Internally funded.

- **Modular Libraries Grant**

An amount of R747 thousand has been received for Modular Libraries grant and no expenditure has been incurred for the period ended 31 December 2024.

- **Municipal Disaster Recovery**

An amount of R22.7 million has been received for Municipal Disaster Recovery and no expenditure has been incurred for the period ended 31 December 2024.

- **Integrated National Electrification Programme**

An amount of R2 million has been received for Integrated National Electrification Programme and no expenditure has been incurred for period ended 31 December 2024.

- **Airport Grant**

An amount of R500 thousand has been received for Airport Grant and no expenditure has been incurred for period ended 31 December 2024.

KZN216 Ray Nkonyeni - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 - December

Summary of Employee and Councillor remuneration	Ref	2023/24	Budget Year 2024/25							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands		A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		25 912	18 276	18 276	1 741	9 431	9 138	293	3%	18 276
Pension and UIF Contributions		760	755	755	66	399	378	21	6%	755
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		3 000	3 129	3 129	259	1 536	1 564	(28)	-2%	3 129
Housing Allowances		7 582	8 977	8 977	738	4 413	4 489	(76)	-2%	8 977
Other benefits and allowances		3 020	3 049	3 049	301	1 790	1 524	266	17%	3 049
Sub Total - Councillors		40 275	34 185	34 185	3 105	17 569	17 093	476	3%	34 185
% increase	4		-15.1%	-15.1%						-15.1%
Senior Managers of the Municipality										
Basic Salaries and Wages	3	2 720	6 584	6 584	274	1 600	3 292	(1 692)	-51%	6 584
Pension and UIF Contributions		84	90	90	18	65	45	20	45%	90
Medical Aid Contributions		64	51	51	8	34	25	9	33%	51
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		823	913	913	-	-	358	(358)	-100%	913
Motor Vehicle Allowance		685	732	732	77	403	366	37	10%	732
Cellphone Allowance		66	63	63	7	35	32	4	11%	63
Housing Allowances		1 474	1 332	1 332	121	705	666	39	6%	1 332
Other benefits and allowances		0	0	0	0	0	0	0	87%	0
Payments in lieu of leave		(120)	21	21	8	51	11	41	386%	21
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Ading and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		5 797	9 787	9 787	512	2 895	4 795	(1 900)	-40%	9 787
% increase	4		68.8%	68.8%						68.8%
Other Municipal Staff										
Basic Salaries and Wages		288 890	309 362	309 362	25 182	151 574	154 681	(3 107)	-2%	309 362
Pension and UIF Contributions		52 631	53 681	53 681	4 635	27 826	26 840	986	4%	53 681
Medical Aid Contributions		20 835	21 895	21 895	1 851	11 079	10 947	132	1%	21 895
Overtime		23 754	22 014	22 014	1 311	10 703	11 004	(300)	-3%	22 014
Performance Bonus		23 167	23 706	23 706	2 145	14 397	11 853	2 544	21%	23 706
Motor Vehicle Allowance		20 192	20 003	20 003	1 742	10 685	10 001	684	7%	20 003
Cellphone Allowance		994	1 047	1 047	83	495	523	(28)	-5%	1 047
Housing Allowances		3 224	2 873	2 873	1 427	2 681	1 437	1 244	87%	2 873
Other benefits and allowances		5 894	5 507	5 507	450	2 844	2 753	90	3%	5 507
Payments in lieu of leave		5 537	5 907	5 907	2 458	12 172	2 954	9 218	312%	5 907
Long service awards		6 564	3 016	3 016	535	2 288	2 722	(434)	-16%	3 016
Post-retirement benefit obligations	2	21 915	17 239	17 239	416	2 570	2 205	364	17%	17 239
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Ading and post related allowance		1 212	1 263	1 263	118	761	631	130	21%	1 263
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		474 809	487 510	487 510	42 355	250 075	238 552	11 523	5%	487 510
% increase	4		2.7%	2.7%						2.7%

Councillors Remuneration

An actual amount of R17.5 million has been spent to date on the remuneration of councillors compared to the budgeted amount of R17 million. This indicates a variance of R476 thousand.

Senior Managers of the Municipality

The head of departments on the municipality including the Municipal manager are classified under this subheading with a YTD actual of R2.8 million and a YTD budget of R4.7 million, with a negative variance of R1.9 million. The variance is caused mainly by various vacant posts not yet filled.

Other Municipal Staff

The municipal staff year to date spending is sitting at R250 million against the year-to-date budget of R238 million with a positive variance of R11 million.

5.10 Long-term Loans

RAY NKONYENI MUNICIPALITY
LONG TERM LOANS REGISTER : 31 December 2024



DETAILS	%	REDEEMABLE	PROJECT NUMBER	CAPITAL OPENING BALANCE 01 December 2024		LOAN ADVANCE	LOAN INTEREST CHARGED	INTEREST PAID	LOAN REPAYMENT	CLOSING BALANCE 31 December 2024
				R					R	R
DBSA	R 0.09	R 47 938.00	'61007684	-R 9 549 224.10	R	-	R 225 288.43	-R 225 288.43	R 289 992.80	-R 9 259 231.30
DBSA	R 0.13	R 47 809.00	'61007761	-R 7 002 469.76	R	-	R 223 590.97	-R 223 590.97	R 190 677.07	-R 6 811 792.69
TOTAL DBSA LOANS				-R 17 010 024.33	R	-	R 448 879.40	-R 448 879.40	R 480 669.87	-R 16 529 354.46
TOTAL LOANS				-R 17 010 024.33	R	-	R 448 879.40	-R 448 879.40	R 480 669.87	-R 16 529 354.46

The municipality currently has a structured unsecured loan with the Development Bank of Southern Africa (DBSA), The Municipality entered into a loan agreement for the funding of Capital infrastructure projects, in the 2020/21 financial year the first drawdown of R3.5 million was received, as well as the second drawdown of R8.47 million as well as the third drawdown of R7.9 million and current loan balance is R16.5 million as of 31 December 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						
	<u>Year 1</u>	<u>Year 2</u>	<u>Year 3</u>	<u>Totals</u>	<u>Year 4</u>	<u>Total</u>
Electricity Meters Replacement	3,000,000	2,000,000	2,000,000	7,000,000		
Network infrastructure studies	500,000					
Electrical Cables Replacement	-	1,000,000	500,000	1,500,000		
Mini-substations Replacement	-	1,000,000	1,000,000	2,000,000		
Inter-switches (RMU) Replacement	-	1,000,000	1,000,000	2,000,000		
11kV Interconnector - Marburg to Port Shepstone Substation	-	-	-	-	14,500,000.00	
Memorial & Reynolds Sw/Sta Refurbishment & Replace Switchgear	-	3,476,000	3,476,000	6,952,000	6,952,000.00	
					-	
Totals	R 3,500,000.00	R 8,476,000.00	R 7,976,000.00	R 19,952,000.00	21,452,000.00	41,404,000.00

5.11 Performance Indicators

KZN216 Ray Nkonyeni - Supporting Table SC2 Monthly Budget Statement - performance indicators - M06 - December

Description of financial indicator	Basis of calculation	Ref	2023/24	Budget Year 2024/25			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
Borrowing Management							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		-1.4%	0.6%	0.6%	0.0%	3.7%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.0%	4.8%	4.8%	1.2%	14.3%
Safety of Capital							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provisions/		10.1%	14.8%	14.8%	10.7%	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	148.2%	180.8%	190.0%	167.0%	190.0%
Liquidity Ratio	Monetary Assets/Current Liabilities		13.7%	34.4%	34.5%	34.1%	34.5%
Revenue Management							
Annual Debtors Collection Rate	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		33.4%	0.0%	0.0%	0.0%	0.0%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors >		0.0%	0.0%	0.0%	0.0%	0.0%
Creditors Management							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
Funding of Provisions							
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 Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2					
Employee costs	Employee costs/Total Revenue - capital revenue		30.2%	30.2%	30.1%	32.0%	30.1%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		6.1%	10.7%	10.7%	7.7%	10.7%
Interest & Depreciation	ISO/Total Revenue - capital revenue		11.4%	9.4%	9.4%	0.0%	3.6%
IDP regulation financial viability indicators							
I. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year						
II. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue						
III. Cost coverage	(Available cash + Investments)/monthly fixed operational						

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

Borrowing Management

The outstanding amount in the loan from DBSA is currently sitting at R16 529 354.46 as of 31 December 2024.

Liquidity

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

Budgeted Current Ratio: R833 735 000/ R439 175 000 = **R1.9:1**

Actual Current Ratio as 31 December 2024 R 952 960 000/ R567 594 000 = **R1.7:1**

Current ratio is a liquidity ratio used to measure whether the municipality has enough resources to meet its short-term obligations. A good ratio is R1.5-R2 for every R1 owed. The budget showed a R1.9: R1 ratio and the actual ratio as of 31 December 2024 is R1.7: R1 which is above the norm.

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

Budgeted Acid test Ratio: (R 833 735 000 –R 11 770 000)/ R439 175 000= **1.87:1**

Actual Acid test Ratio as 31 December 2024: (952 960 000–R7 174 000 / R567 594 000= **R0.1:1**

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

5.12 Investment Register



RAY NKONYENI MUNICIPALITY
INVESTMENT REGISTER FOR THE PERIOD ENDING 31/12/2024

ACCOUNT NO	INSTITUTION & TYPE	PROJECT NAME / DETAILS	CURRENT MONTH						YTD						
			MONTHLY OPENING BALANCES	INTEREST GENERATED 31/12/2024	BANK CHARGES 31/12/2024	DEPOSIT 31/12/2024	WITHDRAWALS 31/12/2024	CURRENT BALANCE	INVESTMENT BALANCES AS AT 01/07/2024	INTEREST	BANK DEPOSITS	CHARGES	WITHDRAWALS	BALANCE AS AT 31/12/2024	
37192284001	STANDARD BANK - CALL	LOUISIANA HSG	11 262 484.38	74 243.65	-	-	-	11 336 728.03	10 807 814.73	446 160.51	500.35	-	-	11 304 759.63	
37192284003	STANDARD BANK - CALL	NDJAMWET 1 HSG	-	-	-	-	-	705 518.37	8 441.04	43.82	-	-	2 114 051.28	-	
37192284004	STANDARD BANK - CALL	NDJAMWET 2 HSG	1 205 988.07	7 335.45	-	-	-	1 213 323.53	1 085 570.43	47 858.41	72.70	-	-	1 213 831.53	
37192284005	STANDARD BANK - CALL	BHOBOTI SUB-HSG	282 820.50	2 518.86	-	-	-	285 339.36	370 116.81	19 236.31	23.08	-	-	385 249.30	
37192284006	STANDARD BANK - CALL	BHOBOTI EST-HSG	-	-	-	-	-	13 395.34	92.91	0.83	-	-	13 399.08	-	
37192284007	STANDARD BANK - CALL	DAMAGED HSES	-	-	-	-	-	85 285.40	667.47	5.33	-	-	85 939.20	-	
37192284008	STANDARD BANK - CALL	UPLANDS HSG	-	-	-	-	-	85 178.05	856.81	5.33	-	-	85 941.18	-	
37192284009	STANDARD BANK - CALL	NIKHOLMBE HSG	-	-	-	-	-	1 650 812.81	19 832.81	102.85	-	-	1 910 548.67	-	
37192284010	STANDARD BANK - CALL	ARIS PROJECT	-	-	-	-	-	164 197.81	1 971.82	10.24	-	-	166 039.87	-	
37192284012	STANDARD BANK - CALL	IMATNENGE HSG	-	-	-	-	-	6 464 734.87	77 676.53	403.22	-	-	6 542 814.45	-	
37192284013	STANDARD BANK - CALL	KWAMAVUNDLA HSG	-	-	-	-	-	277 862.84	3 238.92	17.33	-	-	281 209.79	-	
37192284014	STANDARD BANK - CALL	KWAKOLO HOUSING	-	-	-	-	-	15 194 876.89	138 543.28	823.30	-	-	15 244 345.97	-	
37192284015	STANDARD BANK - CALL	KWAWALANE HOUSING	-	-	-	-	-	397 847.20	7 163.30	37.33	-	-	395 097.89	-	
			12 870 912.05	84 718.81	-	-	-	12 955 631.76	25 680 001.32	789 656.17	2 225.48	-	-	23 518 245.24	12 955 631.76
37192284018	STANDARD BANK - CALL	MBQA	14 912 855.16	98 153.51	-	-	-	15 011 116.09	-	304 831.84	14 790 283.45	-	-	15 011 116.09	
			14 912 855.16	98 153.51	-	-	-	15 011 116.09	-	304 831.84	14 790 283.45	-	-	15 011 116.09	
37192284016	STANDARD BANK-CALL	RNM-UNISPENT CONDITIONAL GRANTS	-	-	-	-	-	-	53 814.00	348.80	-	-	-	54 162.80	
37192284017	STANDARD BANK-CALL	RNM ACCREDITATION FUNDS	0.00	-	-	-	-	0.00	12 328.73	69.80	-	-	-	12 398.53	
			0.00	-	-	-	-	0.00	65 142.73	418.76	-	-	-	65 561.53	
62710514151	FNB - CALL	RNM - PRIMARY INVESTMENT A/C	5 374 191.15	839 160.82	-	180 810 000.00	100 800 000.00	50 910 139.13	522 900.28	3 423 853.33	532 188 000.00	-	475 234 404.45	56 910 359.13	
			5 374 191.15	839 160.82	-	180 810 000.00	100 800 000.00	50 910 139.13	522 900.28	3 423 853.33	532 188 000.00	-	475 234 404.45	56 910 359.13	
74373282016	FNB	FNB- 48 HOUR CASH ACCELERATOR	4 042 958.28	29 924.72	-	-	-	4 050 883.00	3 910 899.73	989 023.33	-	-	-	4 049 883.00	
			4 042 958.28	29 924.72	-	-	-	4 050 883.00	3 910 899.73	989 023.33	-	-	-	4 049 883.00	
37181000165-000018	NEOBANK	RESERVES INVESTMENT ACCOUNT	20 268 285.80	191 423.51	-	3 415 074.41	-	29 886 159.77	20 928 467.59	1 014 867.23	57 848 544.93	-	50 000 000.00	29 886 699.77	
			20 268 285.80	191 423.51	-	3 415 074.41	-	29 886 159.77	20 928 467.59	1 014 867.23	57 848 544.93	-	50 000 000.00	29 886 699.77	
37181000165-000037	NEOBANK	RESERVES FIXED INVESTMENT ACCOUNT	51 381 417.29	385 801.37	-	-	-	51 767 218.57	-	1 787 218.17	50 990 000.00	-	-	51 767 218.57	
			51 381 417.29	385 801.37	-	-	-	51 767 218.57	-	1 787 218.17	50 990 000.00	-	-	51 767 218.57	
		GRAND TOTAL	114 648 701.19	1 414 202.47	-	164 315 974.41	100 800 000.00	184 878 877.93	61 085 391.69	7 459 763.63	644 955 053.88	-	648 919 321.19	184 878 877.93	
Prepared by:		06/01/2025	Date	Checked by:		06/01/2025	Date								

The Investment register as of 31 December 2024 has the closing balance of R164.5 million, with R7.4 million total interest earned for the month from which R3.4 million was made on primary investment and various investment accounts as shown in the above register.

6.1 Monthly Budget Statement Summary

KZN216 Ray Nkonyeni - Table C1 Monthly Budget Statement Summary - M06 - December

Description	2023/24	Budget Year 2024/25							
	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	507 017	532 893	532 893	47 133	344 320	339 113	5 207	2%	532 893
Service charges	250 437	278 556	278 556	21 128	142 318	148 495	(6 177)	-4%	278 556
Investment revenue	11 614	11 916	11 916	1 304	6 584	5 958	626	11%	11 916
Transfers and subsidies - Operational	390 199	324 656	324 701	100 898	227 309	246 926	(19 617)	-8%	324 701
Other own revenue	169 209	122 121	123 933	5 885	48 580	62 872	(14 292)	-23%	-
Total Revenue (excluding capital transfers and contributions)	1 328 475	1 270 142	1 271 998	176 348	769 111	803 364	(34 253)	-4%	1 271 998
Employee costs	480 606	497 297	497 297	42 867	252 970	243 347	9 623	4%	497 297
Remuneration of Councilors	40 275	34 185	34 185	3 105	17 569	17 093	476	3%	34 185
Depreciation and amortisation	127 542	107 839	107 839	-	37 217	43 009	(5 792)	-13%	107 839
Interest	23 734	11 818	11 818	0	2	5 947	(5 945)	-100%	11 818
Inventory consumed and bulk purchases	155 651	166 532	166 532	14 809	83 876	84 431	(555)	-1%	166 532
Transfers and subsidies	18 394	17 133	17 189	1 418	11 021	7 764	3 257	42%	17 189
Other expenditure	492 302	414 894	416 070	40 974	194 379	217 615	(23 236)	-11%	416 070
Total Expenditure	1 338 504	1 249 698	1 250 931	103 174	597 033	619 205	(22 172)	-4%	1 250 931
Surplus/(Deficit)	(10 029)	20 444	21 067	73 174	172 078	184 158	(12 081)	-7%	21 067
Transfers and subsidies - capital (monetary allocations)	121 022	132 163	132 685	-	5 697	66 331	(60 634)	-91%	132 685
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	110 993	152 607	153 752	73 174	177 775	250 490	(72 715)	-29%	153 752
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	110 993	152 607	153 752	73 174	177 775	250 490	(72 715)	-29%	153 752
Capital expenditure & funds sources									
Capital expenditure	263 405	187 558	188 012	20 283	62 923	94 322	(31 399)	-33%	188 012
Capital transfers recognised	159 231	114 924	115 378	15 009	43 807	57 492	(13 685)	-24%	115 378
Borrowing	-	9 000	9 000	-	252	4 500	(4 248)	-94%	9 000
Internally generated funds	44 397	63 634	63 634	5 274	18 864	32 330	(13 466)	-42%	63 634
Total sources of capital funds	203 628	187 558	188 012	20 283	62 923	94 322	(31 399)	-33%	188 012
Financial position									
Total current assets	716 900	833 735	834 244	-	952 960	-	-	-	834 244
Total non current assets	2 325 895	2 242 159	2 242 613	-	2 351 600	-	-	-	2 242 613
Total current liabilities	483 617	439 175	438 993	-	567 594	-	-	-	438 993
Total non current liabilities	243 390	170 711	170 711	-	243 390	-	-	-	170 711
Community wealth/Equity	2 315 788	2 466 007	2 467 152	-	2 493 576	-	-	-	2 467 152
Cash flows									
Net cash from (used) operating	255 638	189 835	246 513	85 649	285 476	185 298	(100 178)	-54%	246 513
Net cash from (used) investing	168 468	(161 114)	(161 568)	(23 653)	(76 636)	(168 525)	(91 889)	55%	(161 568)
Net cash from (used) financing	(42 200)	9 000	9 000	-	-	8 520	8 520	100%	9 000
Cash/cash equivalents at the month/year end	497 527	151 973	208 197	-	275 246	139 544	(135 701)	-97%	160 351
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	69 066	37 146	26 235	20 310	46 655	15 579	4 845	493 245	713 082
Creditors Age Analysis									
Total Creditors	309	-	23	-	-	-	-	5	337

The above table provides a concise overview of the monthly actual, year to date actual of the operating expenditure, capital expenditure, and age analysis. The full year forecast as seen the table above takes in the account the original budget less the YTD budget plus the YTD actual, this

therefore gives a projection based on the YTD performance on how the municipality will perform for the financial year in terms of the original budget.

6.2 Statement of Financial Performance (Revenue and Expenditure)

KZN216 Ray Nkonyeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 - December

Description	Ref	Budget Year 2024/25								
		2023/24 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		187 231	207 222	207 222	14 740	97 198	103 611	(6 412)	-6%	207 222
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		63 206	71 335	71 335	6 388	45 119	44 884	235	1%	71 335
Sale of Goods and Rendering of Services		49 555	22 615	22 615	1 520	8 132	11 307	(3 175)	-28%	22 615
Agency services		5 931	6 892	6 892	134	2 720	3 446	(726)	-21%	6 892
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		8 155	8 202	8 202	881	4 891	4 101	791	19%	8 202
Interest from Current and Non Current Assets		11 614	11 916	11 916	1 304	6 584	5 958	626	11%	11 916
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		4 146	5 203	5 826	200	2 494	3 225	(731)	-23%	5 826
Licence and permits		598	737	737	5	275	368	(93)	-25%	737
Operational Revenue		3 243	1 091	2 279	23	474	1 733	(1 260)	-73%	2 279
Non-Exchange Revenue										
Property rates		507 017	532 893	532 893	47 133	344 320	339 113	5 207	2%	532 893
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		20 598	32 812	32 812	47	8 552	16 406	(7 854)	-48%	32 812
Licence and permits		9 060	11 956	11 956	58	3 997	5 978	(1 981)	-33%	11 956
Transfers and subsidies - Operational		390 199	324 656	324 701	100 898	227 309	246 926	(19 617)	-8%	324 701
Interest		31 858	32 615	32 615	3 017	17 044	16 307	737	5%	32 615
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Gains		36 066	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		1 328 475	1 270 142	1 271 998	176 348	769 111	803 364	(34 253)	-4%	1 271 998
Expenditure By Type										
Employee related costs		480 606	497 297	497 297	42 867	252 970	243 347	9 623	4%	497 297
Remuneration of councillors		40 275	34 185	34 185	3 105	17 569	17 093	476	3%	34 185
Bulk purchases - electricity		142 880	153 550	153 550	14 183	77 226	76 775	452	1%	153 550
Inventory consumed		12 771	12 982	12 982	626	6 649	7 696	(1 007)	-13%	12 982
Debt impairment		-	11 290	11 290	-	-	-	-	-	11 290
Depreciation and amortisation		127 542	107 839	107 839	-	37 217	43 009	(5 792)	-13%	107 839
Interest		23 734	11 818	11 818	0	2	5 947	(5 945)	-100%	11 818
Contracted services		218 213	227 033	228 201	25 193	112 553	127 035	(14 482)	-11%	228 201
Transfers and subsidies		18 394	17 133	17 189	1 418	11 021	7 764	3 257	42%	17 189
Irrecoverable debts written off		76 646	5 000	5 000	42	2 750	2 500	250	10%	5 000
Operational costs		194 561	171 571	171 580	15 739	79 076	88 080	(9 004)	-10%	171 580
Losses on Disposal of Assets		2 766	-	-	-	-	-	-	-	-
Other Losses		116	-	-	-	-	-	-	-	-
Total Expenditure		1 338 504	1 249 698	1 250 931	103 174	597 033	619 205	(22 172)	-4%	1 250 931
Surplus/(Deficit)		(10 029)	20 444	21 067	73 174	172 078	184 158	(12 081)	-7%	21 067
Transfers and subsidies - capital (monetary allocations)		121 022	132 163	132 685	-	5 697	66 331	(60 634)	-91%	132 685
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		110 993	152 607	153 752	73 174	177 775	250 490			153 752
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		110 993	152 607	153 752	73 174	177 775	250 490			153 752
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		110 993	152 607	153 752	73 174	177 775	250 490			153 752
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		110 993	152 607	153 752	73 174	177 775	250 490			153 752

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 December 2024. The full year forecast provides a guideline in terms of overall performance, and it gives an overview of whether the municipality will be able to spend as per budget.

6.3 Capital Expenditure

KZN216 Ray Nkonyeni - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06 - December

Vote Description	Ref	Budget Year 2024/25								
		2023/24 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
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		23	387	387	-	-	208	(208)	-100%	387
Vote 2 - Finance and Administration		63 890	7 300	7 300	-	2 238	3 825	(1 587)	-41%	7 300
Vote 3 - Internal Audit		223	210	210	-	-	150	(150)	-100%	210
Vote 4 - Community and Social Services		22 343	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		-	4 000	4 000	-	414	2 300	(1 886)	-82%	4 000
Vote 7 - Housing		122	55	55	-	-	55	(55)	-100%	55
Vote 8 - Health		-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		145 068	140 425	140 879	16 614	52 373	70 442	(18 070)	-26%	140 879
Vote 10 - Road Transport		30 270	15 900	15 900	3 348	6 552	7 950	(1 398)	-18%	15 900
Vote 11 - Environment Protection		-	800	800	180	452	400	52	13%	800
Vote 12 - Energy Sources		-	15 997	15 997	-	137	7 998	(7 861)	-98%	15 997
Vote 13 - Other		-	485	485	-	-	342	(342)	-100%	485
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		496	1 400	1 400	142	757	750	7	1%	1 400
Total Capital single-year expenditure	4	263 405	187 558	188 012	20 283	62 923	94 322	(31 399)	-33%	188 012
Total Capital Expenditure		263 405	187 558	188 012	20 283	62 923	94 322	(31 399)	-33%	188 012

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

6.4 Statement Cash Flow

KZN216 Ray Nkonyeni - Table C7 Monthly Budget Statement - Cash Flow - M06 - December

Description	Ref	2023/24	Budget Year 2024/25							
		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	506 248	38 949	267 745	529 535	(261 791)	-49%	506 248
Service charges		269 087	274 989	274 989	23 371	146 897	287 639	(140 742)	-49%	274 989
Other revenue		101 579	54 408	56 491	4 197	71 877	56 911	14 966	26%	56 491
Transfers and Subsidies - Operational		363 972	336 888	336 933	101 900	250 948	339 116	(88 167)	-26%	336 933
Transfers and Subsidies - Capital		153 568	132 163	132 163	18 644	105 391	138 242	(32 851)	-24%	132 163
Interest		10 629	11 916	11 916	1 779	8 802	12 464	(3 662)	-29%	11 916
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(1 108 348)	(1 098 797)	(1 100 208)	(103 191)	(566 183)	(1 149 342)	583 158	-51%	(1 100 208)
Interest		(1 931)	(10 818)	10 818	-	-	(11 316)	11 316	-100%	10 818
Transfers and Subsidies		-	(17 163)	17 163	-	-	(17 952)	17 952	-100%	17 163
NET CASH FROM/(USED) OPERATING ACTIVITIES		255 638	189 835	246 513	85 649	285 476	185 298	(100 178)	-54%	246 513
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)	(161 568)	(23 653)	(76 636)	(168 525)	91 889	-55%	(161 568)
NET CASH FROM/(USED) INVESTING ACTIVITIES		168 468	(161 114)	(161 568)	(23 653)	(76 636)	(168 525)	(91 889)	55%	(161 568)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	9 000	9 000	-	-	8 520	(8 520)	-100%	9 000
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-		-
Payments										
Repayment of borrowing		(42 200)	-	-	-	-	-	-		-
NET CASH FROM/(USED) FINANCING ACTIVITIES		(42 200)	9 000	9 000	-	-	8 520	8 520	100%	9 000
NET INCREASE/(DECREASE) IN CASH HELD		381 906	37 721	93 945	61 996	208 841	25 293			93 945
Cash/cash equivalents at beginning:		115 621	114 251	114 251		66 405	114 251			66 405
Cash/cash equivalents at month/year end:		497 527	151 973	208 197		275 246	139 544			160 351

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

6.5 Statement financial Position

KZN216 Ray Nkonyeni - Table C6 Monthly Budget Statement - Financial Position - M06 - December

Description	Ref	Budget Year 2024/25				
		2023/24 Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		66 405	151 021	151 284	193 439	151 284
Trade and other receivables from exchange transactions		129 452	142 304	142 304	151 839	142 304
Receivables from non-exchange transactions		309 163	374 949	374 949	406 418	374 949
Current portion of non-current receivables		-	-	-	-	-
Inventory		10 621	11 770	11 770	7 174	11 770
VAT		196 457	149 223	149 469	190 912	149 469
Other current assets		4 802	4 469	4 469	3 178	4 469
Total current assets		716 900	833 735	834 244	952 960	834 244
Non current assets						
Investments		-	-	-	-	-
Investment property		395 906	354 869	354 869	395 906	354 869
Property, plant and equipment		1 927 298	1 884 927	1 885 381	1 953 052	1 885 381
Biological assets		-	-	-	-	-
Living and non-living resources		-	-	-	-	-
Heritage assets		2 348	2 210	2 210	2 348	2 210
Intangible assets		344	153	153	295	153
Trade and other receivables from exchange transactions		-	-	-	-	-
Non-current receivables from non-exchange transactions		-	-	-	-	-
Other non-current assets		-	-	-	-	-
Total non current assets		2 325 895	2 242 159	2 242 613	2 351 600	2 242 613
TOTAL ASSETS		3 042 795	3 075 894	3 076 857	3 304 560	3 076 857
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Financial liabilities		31 793	11 764	11 764	(5 154)	11 764
Consumer deposits		38 330	35 315	35 315	39 167	35 315
Trade and other payables from exchange transactions		172 221	191 807	191 819	145 298	191 819
Trade and other payables from non-exchange transactions		41 848	37 915	37 450	155 050	37 450
Provision		40 709	50 183	50 183	57 455	50 183
VAT		152 921	112 191	112 463	175 779	112 463
Other current liabilities		5 795	-	-	-	-
Total current liabilities		483 617	439 175	438 993	567 594	438 993
Non current liabilities						
Financial liabilities		81 978	24 628	24 628	81 978	24 628
Provision		46 476	47 192	47 192	46 476	47 192
Long term portion of trade payables		-	-	-	-	-
Other non-current liabilities		114 936	98 891	98 891	114 936	98 891
Total non current liabilities		243 390	170 711	170 711	243 390	170 711
TOTAL LIABILITIES		727 008	609 887	609 704	810 984	609 704
NET ASSETS	2	2 315 788	2 466 007	2 467 152	2 493 576	2 467 152
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		2 355 224	2 466 007	2 467 152	2 533 013	2 467 152
Reserves and funds		(39 437)	-	-	(39 437)	-
Other		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	2 315 788	2 466 007	2 467 152	2 493 576	2 467 152

The statement of financial position indicates the financial health of the municipality as the assets and liabilities are listed to measure the liquidity of the municipality for period ended 31 December 2024 Current assets are R952 million and the current liabilities at R567 million this therefore means the municipality is still able to meet its financial obligations.