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RAY NKONYENI MUNICIPALITY

TREASURY DEPARTMENT

MONTHLY BUDGET STATEMENT FOR THE PERIOD ENDED 28 FEBRUARY 2025 (M08)

Prepared By: Budget and Treasury Office

STATEMENT OF FINANCIAL PERFORMANCE AND THE IMPLEMENTATION OF THE 2024/2025 BUDGET FOR THE PERIOD ENDING 28 FEBRUARY 2025

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 28 February 2025 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 28 February 2025 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
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- 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
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6.1. Monthly Budget Statement Summary

6.2. Financial Performance by Revenue and Expenditure

6.3. Capital Expenditure

6.4. Cash Flow

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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 - M08 - February

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	532 850	46 961	438 421	435 995	2 426	1%	532 850
Service charges	250 437	278 556	278 503	22 024	187 993	195 878	(7 885)	-4%	278 503
Investment revenue	11 614	11 916	13 220	863	8 575	8 205	370	5%	13 220
Transfers and subsidies - Operational	390 199	324 656	372 138	-	245 385	256 470	(11 085)	-4%	372 138
Other own revenue	169 209	122 121	109 447	6 234	65 555	76 899	(11 344)	-15%	-
Total Revenue (excluding capital transfers and contributions)	1 328 475	1 270 142	1 306 158	76 082	945 928	973 446	(27 518)	-3%	1 306 158
Employee costs	480 606	497 297	503 252	41 289	337 154	326 514	10 640	3%	503 252
Remuneration of Councillors	40 275	34 185	34 988	2 987	23 470	22 991	479	2%	34 988
Depreciation and amortisation	127 542	107 839	107 839	-	52 104	57 345	(5 241)	-9%	107 839
Interest	23 734	11 818	10 818	4	940	7 206	(6 266)	-87%	10 818
Inventory consumed and bulk purchases	155 651	166 532	166 466	14 982	112 080	112 546	(467)	0%	166 466
Transfers and subsidies	18 394	17 133	15 566	-	11 052	8 347	2 706	32%	15 566
Other expenditure	492 302	414 894	462 701	36 431	259 679	301 608	(41 928)	-14%	462 701
Total Expenditure	1 338 504	1 249 698	1 301 630	95 693	796 480	836 557	(40 077)	-5%	1 301 630
Surplus/(Deficit)	(10 029)	20 444	4 528	(19 611)	149 448	136 890	12 559	9%	4 528
Transfers and subsidies - capital (monetary allocations)	121 022	132 163	135 685	-	50 781	88 875	(38 094)	-43%	135 685
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & Share of surplus/ (deficit) of associate	110 993	152 607	140 213	(19 611)	200 229	225 765	(25 535)	-11%	140 213
Surplus/ (Deficit) for the year	110 993	152 607	140 213	(19 611)	200 229	225 765	(25 535)	-11%	140 213
Capital expenditure & funds sources									
Capital expenditure	263 405	187 558	186 109	16 135	85 118	121 575	(36 456)	-30%	186 109
Capital transfers recognised	159 231	114 924	117 987	9 656	61 940	77 245	(15 305)	-20%	117 987
Borrowing	-	9 000	9 000	-	252	6 300	(6 048)	-96%	9 000
Internally generated funds	44 397	63 634	59 122	6 479	22 926	38 030	(15 103)	-40%	59 122
Total sources of capital funds	203 628	187 558	186 109	16 135	85 118	121 575	(36 456)	-30%	186 109
Financial position									
Total current assets	716 900	833 735	758 222		907 409				758 222
Total non current assets	2 325 895	2 242 159	2 404 164		2 361 772				2 404 164
Total current liabilities	483 617	439 175	481 995		509 760				481 995
Total non current liabilities	243 390	170 711	224 390		243 390				224 390
Community wealth/Equity	2 315 788	2 466 007	2 456 001		2 516 031				2 456 001
Cash flows									
Net cash from (used) operating	255 638	189 835	175 475	(13 973)	262 170	181 133	(81 037)	-45%	175 475
Net cash from (used) investing	168 468	(161 114)	(152 701)	(18 269)	(103 845)	(101 355)	2 489	-2%	(152 701)
Net cash from (used) financing	(42 200)	9 000	9 000	-	-	9 000	9 000	100%	9 000
Cash/cash equivalents at the month/year end	497 527	151 973	98 180	-	224 731	155 183	(69 548)	-45%	98 180
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	104	72 220	36 700	22 124	20 192	21 037	17 819	543 635	733 833
Creditors Age Analysis									
Total Creditors	-	-	-	-	23	-	-	5	28

5.2 Financial Performance -Revenue by Source

KZN216 Ray Nkonyeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M08 - February

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	207 168	15 639	130 100	138 137	(8 037)	-6%	207 168
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		63 206	71 335	71 335	6 385	57 892	57 741	151	0%	71 335
Sale of Goods and Rendering of Services		49 555	22 615	12 769	863	9 443	9 678	(235)	-2%	12 769
Agency services		5 931	6 892	7 022	372	3 164	4 621	(1 457)	-32%	7 022
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		8 155	8 202	9 956	904	6 711	5 819	893	15%	9 956
Interest from Current and Non Current Assets		11 614	11 916	13 220	863	8 575	8 205	370	5%	13 220
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		4 146	5 203	5 246	255	2 952	3 976	(1 024)	-26%	5 246
Licence and permits		598	737	472	47	323	438	(116)	-26%	472
Operational Revenue		3 243	1 091	2 135	362	2 102	1 886	216	11%	2 135
Non-Exchange Revenue								-		
Property rates		507 017	532 893	532 850	46 961	438 421	435 995	2 426	1%	532 850
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		20 598	32 812	25 246	37	12 709	20 361	(7 653)	-38%	25 246
Licence and permits		9 060	11 956	11 952	285	4 916	7 970	(3 053)	-38%	11 952
Transfers and subsidies - Operational		390 199	324 656	372 138	-	245 385	256 470	(11 085)	-4%	372 138
Interest		31 858	32 615	34 648	3 108	23 235	22 150	1 085	5%	34 648
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	1 306 158	76 082	945 928	973 446	(27 518)	-3%	1 306 158
Expenditure By Type										
Employee related costs		480 606	497 297	503 252	41 289	337 154	326 514	10 640	3%	503 252
Remuneration of councillors		40 275	34 185	34 988	2 987	23 470	22 991	479	2%	34 988
Bulk purchases - electricity		142 880	153 550	153 550	14 219	104 536	102 367	2 169	2%	153 550
Inventory consumed		12 771	12 982	12 916	763	7 544	10 180	(2 636)	-26%	12 916
Debt impairment		-	11 290	11 290	-	-	-	-	-	11 290
Depreciation and amortisation		127 542	107 839	107 839	-	52 104	57 345	(5 241)	-9%	107 839
Interest		23 734	11 818	10 818	4	940	7 206	(6 266)	-87%	10 818
Contracted services		218 213	227 033	275 145	22 956	151 097	181 687	(30 590)	-17%	275 145
Transfers and subsidies		18 394	17 133	15 566	-	11 052	8 347	2 706	32%	15 566
Irrecoverable debts written off		76 646	5 000	5 000	621	3 423	3 333	89	3%	5 000
Operational costs		194 561	171 571	171 267	12 854	105 159	116 587	(11 428)	-10%	171 267
Losses on Disposal of Assets		2 766	-	-	-	-	-	-	-	-
Other Losses		116	-	-	-	-	-	-	-	-
Total Expenditure		1 338 504	1 249 698	1 301 630	95 693	796 480	836 557	(40 077)	-5%	1 301 630
Surplus/(Deficit)		(10 029)	20 444	4 528	(19 611)	149 448	136 890	12 559	9%	4 528
Transfers and subsidies - capital (monetary allocations)		121 022	132 163	135 685	-	50 781	88 875	(38 094)	-43%	135 685
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		110 993	152 607	140 213	(19 611)	200 229	225 765			140 213
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		110 993	152 607	140 213	(19 611)	200 229	225 765			140 213
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		110 993	152 607	140 213	(19 611)	200 229	225 765			140 213
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		110 993	152 607	140 213	(19 611)	200 229	225 765			140 213

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) - M08 - February

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	207 168	15 639	130 100	138 137	(8 037)	-6%	207 168
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		63 206	71 335	71 335	6 385	57 892	57 741	151	0%	71 335
Sale of Goods and Rendering of Services		49 555	22 615	12 769	863	9 443	9 678	(235)	-2%	12 769
Agency services		5 931	6 892	7 022	372	3 164	4 621	(1 457)	-32%	7 022
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		8 155	8 202	9 956	904	6 711	5 819	893	15%	9 956
Interest from Current and Non Current Assets		11 614	11 916	13 220	863	8 575	8 205	370	5%	13 220
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		4 146	5 203	5 246	255	2 962	3 976	(1 024)	-26%	5 246
Licence and permits		598	737	472	47	323	438	(116)	-26%	472
Operational Revenue		3 243	1 091	2 135	362	2 102	1 886	216	11%	2 135
Non-Exchange Revenue										
Property rates		507 017	532 893	532 850	46 961	438 421	435 995	2 426	1%	532 850
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		20 598	32 812	25 246	37	12 709	20 361	(7 653)	-38%	25 246
Licence and permits		9 060	11 956	11 952	285	4 916	7 970	(3 053)	-38%	11 952
Transfers and subsidies - Operational		390 199	324 656	372 138	-	245 385	256 470	(11 085)	-4%	372 138
Interest		31 858	32 615	34 648	3 108	23 235	22 150	1 085	5%	34 648
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	1 306 158	76 082	945 928	973 446	(27 518)	-3%	1 306 158

Revenue from Exchange Transactions

Service charges - Electricity

The YTD Actual for electricity billing for the period ended 28 February 2025 is R130.1 million and the YTD Budget is R138.1 million. This results in a 6% variance, which is in line with projected billing. The variance indicates that electricity billing for residential, industrial, and commercial consumption is slightly lower than expected, but it falls within the acceptable range of deviation. This could be due to factors such as lower-than-expected consumption. The variance is in line with projections because it is less than 10% which is within the acceptable range, which suggest that the overall budget forecast is still accurate, and this deviation is not a major concern at this point.

Service charges – Waste Management

The overall YTD actual billing for refuse removals is R57.9 million and the YTD Budget billing is R57.7 million, with a variance of R151 thousand which is in line with the projected YTD billing.

Sale of goods and Rendering of Services

The YTD actual amounts to R9.4 million with a YTD budget of R9.6 million and a variance of R235 thousand in line with the adjusted projected revenue.

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 commission from financial institutions for services rendered by the municipality on their behalf. The annual projected revenue is R7 million, the YTD actual is R3.2 million vs the YTD budget of R4.6 million showing a variance of R1.5 million, Traffic department has been closed for four months due to unrest that has been going on hence we have received less commission, however we are anticipating more revenue now that things are back to normal. It was adjusted in the adjustment Budget to R7 million because we anticipate more commission for the remainder of the year.

Interest earned from receivables

The YTD budget amounts to R5.8 million compared to the YTD actual amount of R6.7 million, YTD actual showing a positive variance of R893 thousand variance which indicates an increase in outstanding debtors as the municipality over the first half of the financial year an averaged a collection rate of 83% lower than the 95% the municipality aims to achieve debt collection strategies. Consumers have not been paying their accounts due to some services not being rendered such as Refuse, that might have been the cause of an increase in Receivables.

Interest from Investments

The YTD actual is R8.6 million and a YTD budget of R8.2 million. This shows a positive variance of R370 thousand since there was more interest earned from the investment accounts.

Rental from fixed assets

Rental of facilities amounts annual budget is R5.8 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 R3 million compared to YTD budget of R4 million, resulting in a R1 million negative variance. The mid-year assessment has prompted an adjustment in the revenue from rental of fixed assets. Rental revenue is contingent of rental applications and therefore budget versus actual will vary throughout the financial year.

Licenses and Permits

Licenses and permits for exchange revenue actual to date amount to R323 thousand with a YTD budget of R438 thousand resulting in a negative variance of R116 thousand. 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.

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 R532.9 million and the YTD actual billing is R438.2 million, compared to the YTD budget of R436 million and a variance of R2.4 million due to an increase in the application of annual rate payers for public benefit organizations, residential properties, and state-owned entities in the current financial year.

Fines

Fines, Penalties, and forfeits are derived from Building fines, illegal connections, overdue books, and the bulk budget being on traffic fines and the total budget being R25.2 million. The YTD actual is R12.7 million compared to a YTD budget of R20.1 million. The negative variance of R7.6 million is mainly caused by low fines issued as fines are contingent on infringements identified.

Licenses and Permits

Licenses and permits for non-exchange revenue performance to date amount to R4.9 million with a YTD budget of R8 million, with a negative variance of R3 million. The negative variance of 38% is caused by the four-month halt in municipal services, however we anticipate a positive impact now that things are starting to take positive shape.

Transfers and Subsidies -Operational

The YTD as of 28 February 2025 for operational grant recognized /received to date amounts to R245.4 million, YTD Budget is R256.5 million with a variance of R11 million. Operational conditional grants are recognized as revenue when conditions are being met as per the set guidelines which results in the YTD variance.

Interest on Property Rates

The YTD actual amounts to R23.2 million compared to YTD budget of R22.1million. The item is in line with budget projections. The 5% variance indicates an increase in outstanding debtors as the municipality has over the first half of the financial year an average collection rate of 83% lower than the 95% the municipality aims to achieve through its various debt collection strategies.

Total Revenue

The YTD Actual revenue excluding capital transfers is R946 million for the period ending 28 February 2025, YTD Budget is R973.4 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

KZN216 Ray Nkonyeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M08 - February

2023/24 Budget Outcome - Table 4: Monthly Budget Outcome - Financial Performance (Revenue and Expenditure) - March 2024										
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										
Expenditure By Type										
Employee related costs		480 606	497 297	503 252	41 289	337 154	326 514	10 640	3%	503 252
Remuneration of councillors		40 275	34 185	34 988	2 987	23 470	22 991	479	2%	34 988
Bulk purchases - electricity		142 880	153 550	153 550	14 219	104 536	102 367	2 169	2%	153 550
Inventory consumed		12 771	12 982	12 916	763	7 544	10 180	(2 636)	-26%	12 916
Debt impairment		-	11 290	11 290	-	-	-	-	-	11 290
Depreciation and amortisation		127 542	107 839	107 839	-	52 104	57 345	(5 241)	-9%	107 839
Interest		23 734	11 818	10 818	4	940	7 206	(6 266)	-87%	10 818
Contracted services		218 213	227 033	275 145	22 956	151 097	181 687	(30 590)	-17%	275 145
Transfers and subsidies		18 394	17 133	15 566	-	11 052	8 347	2 706	32%	15 566
Irrecoverable debts written off		76 646	5 000	5 000	621	3 423	3 333	89	3%	5 000
Operational costs		194 561	171 571	171 267	12 854	105 159	116 587	(11 428)	-10%	171 267
Losses on Disposal of Assets		2 766	-	-	-	-	-	-	-	-
Other Losses		116	-	-	-	-	-	-	-	-
Total Expenditure		1 338 504	1 249 698	1 301 630	95 693	796 480	836 557	(40 077)	-5%	1 301 630

Employee related costs and Remuneration of Councillors

The YTD actuals for employee related costs amount to R337.1 million as of 28 February 2025 which comprises of salaries, bonuses and various allowances amongst other items that are directly attributable to employee remuneration. Remuneration of councillors for YTD actuals is sitting at R23.5 million. Employee-related cost is further detailed under table 5.9 Expenditure Salaries 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 28 February 2025 amounts to R151 million, the YTD Budget is R181.7 million. The R30.6 million variance attributed to project set to be implemented in the third and fourth quarter which includes grant funded expenditure related to disaster recovery.

Inventory Consumed

YTD Inventory consumed amounts to R7.5 million as of 28 February 2025 with the YTD Budget being R10.1 million. The variance in inventory consumed is attributed to the halt in municipal services over the past four months which resulted in lower consumption of inventory.

Depreciation and Amortization

The YTD actual depreciation amounts to R52.1 million compared to the YTD budget of R57.3 million. The variance between the budgeted figure and the actual figure is due to depreciation being accounted for on assets that are currently in use, and the budget being based on additional assets planned to be procured during the financial year.

Transfers and Subsidies

Transfers and subsidies relate to donations made by the municipality to fund local economic development such as SMME development, Cooperative's development, and poverty alleviation projects with the jurisdiction of Ray Nkonyeni Municipality. The YTD actual for February 2025 stands at R11 million with a YTD budget of R8.3 million, SMME development projects were implemented in the second quarter of the financial giving rise to the R2.7 million variance between the YTD budget vs actual. The annual budget for transfers and subsidies is R15.6 million.

Overall expenditure budget

The overall expenditure YTD Actual is R796 million, YTD Budget is R836.5 million. There is a R12 million variance, due to the trends of different types of expenditure as explained above such as operational costs 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 R149.4 million compared to the YTD Budget surplus of R136.8 million due to the performance of the various line items detailed above.

5.4 Debtors Age Analysis

KZN216 Ray Nkonyeni - Supporting Table SC3 Monthly Budget Statement - aged debtors - M08 - February

Description		NT Code	Budget Year 2024/25										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts iLo Council Policy
			0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Days-1 Yr	Over 1Yr	Total	Total over 90 days		
R thousands														
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water		1200	–	7	5	4	5	5	5	1 082	1 114	1 102	–	–
Trade and Other Receivables from Exchange Transactions - Electricity		1300	–	18 538	8 521	2 164	1 676	2 259	1 079	18 558	52 796	25 736	–	–
Receivables from Non-exchange Transactions - Property Rates		1400	90	42 142	20 369	13 452	11 915	12 699	11 454	312 850	424 972	362 370	1	–
Receivables from Exchange Transactions - Waste Water Management		1500	–	–	–	–	–	–	–	0	0	0	–	–
Receivables from Exchange Transactions - Waste Management		1600	–	6 486	3 632	2 562	2 212	1 979	1 824	60 718	79 413	69 295	–	–
Receivables from Exchange Transactions - Property Rental Debtors		1700	–	–	–	–	–	–	–	–	–	–	–	–
Interest on Arrear Debtor Accounts		1810	5	3 970	3 899	3 772	3 648	3 599	3 339	137 891	160 123	152 250	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure		1820	–	–	–	–	–	–	–	–	–	–	–	–
Other		1900	10	1 077	273	169	737	496	118	12 536	15 414	14 055	0	–
Total By Income Source		2000	104	72 220	36 700	22 124	20 192	21 037	17 819	543 635	733 833	624 808	1	–
2023/24 - totals only			68 634	32 908	20 540	18 439	22 976	14 493	35 277	434 111	647 377	525 295	–	–
Debtors Age Analysis By Customer Group														
Organs of State		2200	1	2 645	1 187	871	969	2 357	704	61 523	70 257	66 425	–	–
Commercial		2300	104	26 198	11 793	5 355	4 467	5 263	5 342	94 316	152 837	114 742	–	–
Households		2400	–	43 377	23 721	15 898	14 756	13 417	11 774	387 796	510 738	443 641	1	–
Other		2500	–	–	–	–	–	–	–	–	–	–	–	–
Total By Customer Group		2600	104	72 220	36 700	22 124	20 192	21 037	17 819	543 635	733 833	624 808	1	–

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

5.5 Creditors Age Analysis

KZN216 Ray Nkonyeni - Supporting Table SC4 Monthly Budget Statement - aged creditors - M08 - February

Description		NT Code	Budget Year 2024/25								Prior year totals for chart (same period)
R thousands			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	Total
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	-	-	-	-	23	-	-	-	5	28
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-
Total By Customer Type		1000	-	-	-	-	23	-	-	5	28

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) - M08 - February

Vote Description	Ref	2023/24		Budget Year 2024/25						
		Audited	Original	Adjusted	Monthly actual	YearTD actual	YearTD	YTD	YTD %	Full Year
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Mayor and Council		-	-	-	-	-	-	-	-	-
Vote 2 - Finance and Administration		-	-	-	-	-	-	-	-	-
Vote 3 - Internal Audit		-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social Services		-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 7 - Housing		-	-	-	-	-	-	-	-	-
Vote 8 - Health		-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		-	-	-	-	-	-	-	-	-
Vote 10 - Road Transport		-	-	-	-	-	-	-	-	-
Vote 11 - Environment Protection		-	-	-	-	-	-	-	-	-
Vote 12 - Energy Sources		-	-	-	-	-	-	-	-	-
Vote 13 - Other		-	-	-	-	-	-	-	-	-
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - Mayor and Council		23	387	15	-	-	(58)	58	-100%	15
Vote 2 - Finance and Administration		63 860	7 300	3 403	9	2 249	4 009	(1 760)	-44%	3 403
Vote 3 - Internal Audit		223	210	98	-	-	75	(75)	-100%	98
Vote 4 - Community and Social Services		22 343	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		-	4 600	2 300	-	519	2 607	(2 087)	-80%	2 300
Vote 7 - Housing		122	55	55	-	-	55	(55)	-100%	55
Vote 8 - Health		-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		146 068	140 425	141 969	16 126	74 012	89 963	(15 951)	-18%	141 969
Vote 10 - Road Transport		30 270	15 900	17 578	-	6 552	11 710	(5 158)	-44%	17 578
Vote 11 - Environment Protection		-	800	600	-	452	493	(42)	-8%	600
Vote 12 - Energy Sources		-	15 997	15 997	-	577	10 965	(10 387)	-95%	15 997
Vote 13 - Other		-	485	3 093	-	-	837	(837)	-100%	3 093
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		496	1 400	1 000	-	757	920	(163)	-18%	1 000
Total Capital single-year expenditure	4	263 405	187 558	186 109	16 135	85 118	121 575	(36 456)	-30%	186 109
Total Capital Expenditure		263 405	187 558	186 109	16 135	85 118	121 575	(36 456)	-30%	186 109
Capital Expenditure - Functional Classification										
Governance and administration		64 106	7 897	3 516	9	2 249	4 026	(1 776)	-44%	3 516
Executive and council		23	387	15	-	-	(58)	58	-100%	15
Finance and administration		63 860	7 300	3 403	9	2 249	4 009	(1 760)	-44%	3 403
Internal audit		223	210	98	-	-	75	(75)	-100%	98
Community and public safety		22 465	4 655	2 355	-	519	2 662	(2 142)	-80%	2 355
Community and social services		22 343	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	4 600	2 300	-	519	2 607	(2 087)	-80%	2 300
Housing		122	55	55	-	-	55	(55)	-100%	55
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		176 338	157 125	160 147	16 126	81 016	102 166	(21 150)	-21%	160 147
Planning and development		146 068	140 425	141 969	16 126	74 012	89 963	(15 951)	-18%	141 969
Road transport		30 270	15 900	17 578	-	6 552	11 710	(5 158)	-44%	17 578
Environmental protection		-	800	600	-	452	493	(42)	-8%	600
Trading services		496	17 397	16 997	-	1 334	11 885	(10 551)	-89%	16 997
Energy sources		-	15 997	15 997	-	577	10 965	(10 387)	-95%	15 997
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		496	1 400	1 000	-	757	920	(163)	-18%	1 000
Other		-	485	3 093	-	-	837	(837)	-100%	3 093
Total Capital Expenditure - Functional Classification	3	263 405	187 558	186 109	16 135	85 118	121 575	(36 456)	-30%	186 109
Funded by:										
National Government		159 231	114 490	114 944	9 656	61 940	76 433	(14 493)	-19%	114 944
Provincial Government		-	435	3 043	-	-	812	(812)	-100%	3 043
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Net / Prov Departm Agencies,		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		159 231	114 924	117 987	9 656	61 940	77 245	(15 305)	-20%	117 987
Borrowing	6	-	9 000	9 000	-	252	6 300	(5 048)	-95%	9 000
Internally generated funds		44 397	63 634	59 122	6 479	22 926	38 030	(15 103)	-40%	59 122
Total Capital Funding		203 628	187 558	186 109	16 135	85 118	121 575	(36 456)	-30%	186 109

The above table give details of YTD actual capital expenditure and the funding. The YTD Actual capital expenditure is R85.1 million, the YTD budgeted is R121.5 million and there is R36.4 million variance. R 85.1 million of YTD actuals for capital expenditure, R61.9 million is funded by national grants, and R22.9 million from internally generated funds

5.7 Transfers and Grants Receipts

 KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER						
KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER						
FEBRUARY 2025						
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 67 910 625.10	R 16 179 625.10	R -
NEIGHBOURHOOD GRANT		R 25 000 000	R -	R 2 050 882.36		R 22 949 117.64
ENERGY EFFICIENT & DEMAND SIDE MANAGEMENT		R 5 500 000	R -	R 475 501		R 5 024 499.50
EXPANDED PUBLIC WORKS PROGRAMME (EPWP)		R 3 255 000	R 3 866 330	R -	R 611 330.17	R -
MUNICIPAL DISASTER RESPONSE		R 22 760 000	R 7 028 688	R -	R -	R 15 731 312.39
MUNICIPAL DISASTER RECOVERY	R 771 197	R -	R 658 931	R -	R -	R 112 265.99
INTEGRATED NATIONAL ELECTRIFICATION PROGRAMME (INEP)	R 63 435	R 2 000 000	R 6 440 108	R -	R 4 376 673	R -
FINANCIAL MANAGEMENT GRANT (FMG)		R 1 900 000	R 1 474 428	R -	R -	R 425 571.84
PROVINCIALIZATION OF LIBRARY GRANT		R 12 964 000	R 18 168 089	R -	R 5 204 089	R -
CYBER CADET GRANT		R 2 120 000	R 1 545 833	R -	R -	R 574 166.90
COMMUNITY LIBRARIES GRANT (MOB)		R 389 000	R 167 486	R -	R -	R 221 514.13
MUSEUM GRANT		R 497 000	R 1 931 615	R -	R 1 434 615	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 129 343 000	R 41 281 508	R 70 434 978	R 27 804 332	R 47 706 009

Transfers and Grants Receipts

The total grants received to date for period ending 28 February 2025 amounts to R129.4 million, which include R51.7 million from IUDG, Neighborhood Development Grant, R25 million, R5.5 million from Energy Efficient and Demand Site, R3.3 million from Expanded Public Works programme, R22.8 million from Municipal Disaster Recovery, R2 Million from Integrated National Electrification Programme, R1.9 million from Financial Management, R12.9 million from Library Grant, R2.1 million from Cyber Grant, R389 thousand from Community Libraries, R497 thousand from Museum Grant, R747 from Modular Libraries and R500 thousand from Airport Grant.


Opening Balances -Grant Register

The total unspent grants as of 30 June 2024 is **R2 255 163**.

They are shown on the register as the Opening balances. The committee should note that the municipality has applied for a rollover of funds for these grants. Following is the list of the unspent grants:

- Disaster Recovery Grant – R771 197
- Integrated National Electrification Programme (INEP) – R63 435
- Airport Grant – R43 015
- Market Stalls Grant – R1 377 516

5.8 Transfers and Grants Expenditure

						
KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER						
KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER FEBRUARY 2025						
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 67 910 625.10	R 16 179 625.10	R -
NEIGHBOURHOOD GRANT		R 25 000 000	R -	R 2 050 852.36		R 22 949 147.64
ENERGY EFFICIENT & DEMAND SIDE MANAGEMENT		R 5 500 000	R -	R 475 501		R 5 024 499.50
EXPANDED PUBLIC WORKS PROGRAMME (EPWP)		R 3 255 000	R 3 866 330	R -	R 611 330.17	R -
MUNICIPAL DISASTER RESPONSE		R 22 760 000	R 7 028 686	R -	R -	R 15 731 312.39
MUNICIPAL DISASTER RECOVERY	R 771 197	R -	R 658 931	R -	R -	R 112 265.99
INTEGRATED NATIONAL ELECTRIFICATION PROGRAMME (INEP)	R 63 435	R 2 000 000	R 6 440 108	R -	R 4 376 673	R -
FINANCIAL MANAGEMENT GRANT (FMG)		R 1 900 000	R 1 474 428	R -	R -	R 425 571.84
PROVINCIALIZATION OF LIBRARY GRANT		R 12 964 000	R 18 168 089	R -	R 5 204 089	R -
CYBER CADET GRANT		R 2 120 000	R 1 545 833	R -	R -	R 574 166.90
COMMUNITY LIBRARIES GRANT (MOB)		R 389 000	R 167 486	R -	R -	R 221 514.13
MUSEUM GRANT		R 497 000	R 1 931 615	R -	R 1 434 615	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 127 343 000	R 41 281 508	R 70 434 978	R 27 804 332	R 47 704 009

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 28 February 2025, there is R41.8 million operating expenditure recorded and capital expenditure amounting to R70.4million.

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 ending 28 February 2025 is R67.9 million and has been spent on various capital projects. R16.1 million has been funded internally and will be reconciled when additional tranches have been received.

- 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 ending 28 February 2025 is R2 million.

- **Energy Efficient and Demand Side Management**

An amount of R5.5 million has been received for the Energy Efficient and Demand Side Management Grant. This is a capital grant and the YTD actual for the period ended 28 February 2025 is R475 501.

- **Expanded Public Works Programme**

An amount of R3.3 million has been received for the EPWP grant. This is an operational grant and the YTD actual for the period ended 28 February 2025 is R3.9 million with R611 thousand funded internally and will be reconciled when additional tranches have been received.

- **Municipal Disaster Response**

An amount of R22.8 million has been received for the Municipal Disaster Response, This is an operational grant and the YTD actual for the period ended 28 February 2025 is R7 million.

- **Disaster Recovery Grant**

An amount of R771 197 has been received for the disaster grant. This is an operational grant and YTD actual for the period ending 28 February 2025 is R658 931.

- **Integrated National Electrification Programme**

- An amount of R2 million has been received for INEP. This is an operational grant and YTD actual for the period ending 28 February 2025 is R6.4 million with R4.4 million Internally Funded.

- **Finance Management Grant**

An amount of R1 950 000 has been received for the FMG grant. This is an operational grant and the YTD actual for the period ending 28 February 2025 is R1.5 million.

- **Provincialization of Library Grant**

An amount of R12.9 million has been received for the Library Grant. This is an operational grant and the YTD actual for the period ended 28 February 2025 is R18.2 million, R5.2 million Internally Funded.

- **Cyber Cadet Grant**

An amount of R2.1 million has been received for the Cyber Cadet Grant. This is an operational grant and the YTD actual for the period ending 28 February 2025 is R1.5 million.

- **Community Library Grant**

An amount of R389 thousand has been received for the Community Library Grant. This is an operational grant and the YTD actual for the period ended 28 February 2025 is R167 thousand.

- **Museum Subsidy Grant**

An amount of R497 000 has been received for the museum grant. This is an operational grant and the YTD actual for the period ending 28 February 2025 is R1.9 million, with R1.4 million being internally funded.

5.9 Salaries Expenditure details

KZN216 Ray Nkonyeni - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M08 - February

Summary of Employee and Councillor remuneration	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		A	B	C						D
Councillors (Political Office Bearers plus Other)	1									
Basic Salaries and Wages		25 912	18 276	17 948	1 593	12 574	12 102	472	4%	17 948
Pension and UIF Contributions		760	755	923	68	532	545	(13)	-2%	923
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		3 000	3 129	3 129	259	2 054	2 086	(32)	-2%	3 129
Housing Allowances		7 582	8 977	9 245	755	5 906	6 052	(146)	-2%	9 245
Other benefits and allowances		3 020	3 049	3 743	312	2 404	2 206	198	9%	3 743
Sub Total - Councillors		40 275	34 185	34 988	2 987	23 470	22 991	479	2%	34 988
% increase	4		-15.1%	-13.1%						-13.1%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		2 720	6 584	3 320	356	2 228	3 573	(1 346)	-38%	3 320
Pension and UIF Contributions		84	90	177	18	101	82	19	24%	177
Medical Aid Contributions		64	51	85	9	52	42	9	22%	85
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		823	913	547	-	-	386	(386)	-100%	547
Motor Vehicle Allowance		685	732	888	92	571	527	44	8%	888
Cellphone Allowance		66	63	74	8	49	45	4	9%	74
Housing Allowances		1 474	1 332	1 449	121	947	917	29	3%	1 449
Other benefits and allowances		0	0	1	0	0	0	0	42%	1
Payments in lieu of leave		(120)	21	21	8	68	14	53	380%	21
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		5 797	9 787	6 562	611	4 016	5 587	(1 571)	-28%	6 562
% increase	4		68.8%	13.2%						13.2%
Other Municipal Staff										
Basic Salaries and Wages		288 890	309 362	308 672	26 199	203 112	206 069	(2 957)	-1%	308 672
Pension and UIF Contributions		52 631	53 681	55 677	4 645	37 113	37 705	(592)	-2%	55 677
Medical Aid Contributions		20 835	21 895	23 874	2 019	15 089	15 091	(2)	0%	23 874
Overtime		23 754	22 014	23 976	1 638	16 081	15 066	1 015	7%	23 976
Performance Bonus		23 167	23 706	24 987	1 686	17 205	16 076	1 128	7%	24 987
Motor Vehicle Allowance		20 192	20 003	21 010	1 740	14 173	13 587	586	4%	21 010
Cellphone Allowance		994	1 047	1 053	86	664	699	(36)	-5%	1 053
Housing Allowances		3 224	2 873	3 968	267	3 245	2 093	1 152	55%	3 968
Other benefits and allowances		5 894	5 507	5 630	526	4 153	3 702	451	12%	5 630
Payments in lieu of leave		5 537	5 907	5 907	1 163	15 242	3 938	11 304	287%	5 907
Long service awards		6 564	3 016	3 186	150	2 661	3 058	(398)	-13%	3 186
Post-retirement benefit obligations		21 916	17 239	17 239	458	3 479	2 941	538	18%	17 239
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		1 212	1 263	1 511	103	922	902	21	2%	1 511
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		474 809	487 510	496 689	40 678	333 138	320 927	12 211	4%	496 689
% increase	4		2.7%	4.6%						4.6%
Total Parent Municipality		520 880	531 483	538 240	44 277	360 624	349 505	11 119	3%	538 240

Councillors Remuneration

The annual budget is R34 million and a YTD actual performance of R23.4 million, in line with the budget remuneration.

Senior Managers of the Municipality

The head of departments in the municipality including the Municipal manager are classified under this subheading with a YTD actual of R4 million and a YTD budget of R5.5 million. The variance is attributed to vacant senior management posts.

Other Municipal Staff

The adjusted annual budget is R496.6 million with a monthly budget of R42 million. The YTD actual of R360.6 million is in line with the YTD budget of R349.5million.

5.10 Long-term Loans

RAY NKONYENI MUNICIPALITY
LONG TERM LOANS REGISTER : 28 February 2025



DETAILS	%	REDEEMABLE	PROJECT NUMBER	CAPITAL OPENING BALANCE	LOAN ADVANCE	LOAN INTEREST	INTEREST PAID	LOAN REPAYMENT	CLOSING BALANCE
				01 February 2025		CHARGED			28 February 2025
				R				R	R
DBSA	R 0.09	R 47 938.00	'61007684	-R 9 259 231.30	R -	R -	R -	R -	-R 9 259 231.30
DBSA	R 0.13	R 47 809.00	'61007761	-R 6 811 792.69	R -	R -	R -	R -	-R 6 811 792.69
TOTAL DBSA LOANS				-R 16 071 023.99	R -	R -	R -	R -	-R 16 071 023.99
TOTAL LOANS				-R 16 071 023.99	R -	R -	R -	R -	-R 16 071 023.99

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 R16 million as of 28 February 2025. 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.

ANNEXURE B: PROGRAMME/PROJECTS DESCRIPTION

PROJECTS TO BE INCLUDED IN RNLM BUDGET							
	Year 1	Year 2	Year 3	Totals		Year 4	Total
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 - M08 - February

Description of financial indicator	Basis of calculation	Ref	2023/24	Budget Year 2024/25			
			Actual	Original Budget	Revised Budget	YearTD actual	YearTD estimate
Borrowing Management							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		-1.4%	9.6%	9.1%	0.1%	3.5%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.0%	4.8%	4.8%	1.6%	10.6%
Safety of Capital							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Long Term Borrowing/ Funds & Reserves		19.1%	14.8%	17.0%	16.9%	17.0%
Gearing			0.0%	0.0%	0.0%	0.0%	0.0%
Liquidity							
Current Ratio	Current assets/current liabilities	1	148.2%	189.8%	157.3%	178.0%	157.3%
Liquidity Ratio	Monetary Assets/Current Liabilities		13.7%	34.4%	9.2%	23.5%	9.2%
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		36.2%	39.2%	38.5%	35.6%	38.5%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		8.1%	10.7%	11.9%	8.5%	11.9%
Interest & Depreciation	ISD/Total Revenue - capital revenue		11.4%	9.4%	9.1%	0.1%	3.5%
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						

References

1. Consumer debtors > 12 months old are excluded from current assets.
2. Material variances to be explained.

Calculations					
Financial liabilities		81 978	24 628	62 978	81 978
Total Assets		3 042 795	3 075 894	3 162 386	3 269 181
Employee related costs		480 606	497 297	503 252	337 154
Repairs & Maintenance		108 212	135 600	155 264	80 823
Interest (finance charges)		23 734	11 818	10 818	940
Principal paid		42 200			
Depreciation		127 542	107 839	107 839	34 988
Operating expenditure		1 338 504	1 249 698	1 301 630	796 480
Total Capital Expenditure		263 405	187 558	186 109	16 135
Borrowed funding for capital			9 000	9 000	252
Debt		442 776	365 005	416 382	424 027
Equity		2 315 788	2 466 007	2 456 001	2 516 031
Reserves and funds					
Borrowing		81 978	24 628	62 978	81 978
Current assets		716 900	833 735	758 222	907 409
Current liabilities		483 617	439 175	481 995	509 760
Monetary assets		66 405	151 021	44 511	119 768
Total Revenue (excluding capital transfers and contributions)		1 328 475	1 270 142	1 306 158	945 928
Transfers and subsidies - Operational		390 199			
Transfers and subsidies - capital (monetary allocations)		121 022	132 163	135 685	50 781
Debt service payments		(31 572)	11 916	14 879	
Outstanding debtors (receivables)		443 417			
Annual services revenue		757 454	811 449	811 353	68 985
Cash + investments	Including LT investments	66 405	151 021	44 511	119 768
Fixed operational expend. (monthly)					
Longstanding debtors outstanding					

The above table gives an overview of the financial indicators of the municipality for the period ended 28 February 2025 and the indicators are broken down below.

Borrowing Management

The outstanding amount in the loan from DBSA is currently sitting at R16 071 023.99 as of 28 February 2025.

Liquidity

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

Budgeted Current Ratio: $R758\,222\,000/481\,995\,000=1.57:1$

Actual Current Ratio as of 28 February 2025: $R907\,409\,000/R509\,760\,000 = 1.78:1$

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 R1.90: R1 ratio and the actual ratio as of 28 February 2025 is: R1.86: R1 which is above the norm.

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

Budgeted Acid test Ratio: $(R758\,222\,000-16\,893\,000)/R481\,995\,000=1.54:1$

Actual Acid test Ratio as 28 February 2025: $(R907\,409\,000-R6\,701\,000)/R509\,760\,000= 1.76:1$

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 28/02/2025

INVESTMENT DETAILS			CURRENT MONTH						YTD					
ACCOUNT NO	INSTITUTION & TYPE	PROJECT NAME / DETAILS	MONTHLY OPENING BALANCES	INTEREST GENERATED 28/02/2025	BANK CHARGES 28/02/2025	DEPOSIT 28/02/2025	WITHDRAWALS 28/02/2025	CURRENT BALANCE	INVESTMENT BALANCES AS AT 01/01/2024	INTEREST	BANK DEPOSITS	CHARGES	INVESTMENT WITHDRAWALS	BALANCE AS AT 28/02/2025
37802294011	STANDARD BANK - CALL	LOUISIANA HSG	11 431 512.30	85 770.34	-	-	-	11 497 282.64	10 007 929.23	588 532.58	680.35	-	-	11 497 282.64
37802294003	STANDARD BANK - CALL	AZIMAKWE HSG	-	-	-	-	-	-	762 509.27	8 441.84	43.82	-	711 601.23	-
37802294004	STANDARD BANK - CALL	AZIMAKWE PHSG	1 221 518.23	2 627.82	-	-	-	1 228 547.15	1 145 679.40	62 864.05	72.70	-	-	1 228 547.15
37802294005	STANDARD BANK - CALL	BHOBOTI SUB HSG	327 825.65	2 235.62	-	-	-	330 108.30	376 510.51	19 274.35	23.08	-	-	330 108.30
37802294008	STANDARD BANK - CALL	BHOBOTI EST HSG	-	-	-	-	-	-	13 265.34	92.91	0.63	-	13 269.68	-
37802294007	STANDARD BANK - CALL	DAMAGED HSES	-	-	-	-	-	-	85 285.40	697.42	5.33	-	85 828.20	-
37802294006	STANDARD BANK - CALL	UPLANDS HSG	-	-	-	-	-	-	85 479.05	638.91	5.20	-	85 541.16	-
37802294009	STANDARD BANK - CALL	MIKOKO CAME HSG	-	-	-	-	-	-	1 258 612.81	10 833.81	102.85	-	1 470 548.57	-
37802294010	STANDARD BANK - CALL	AIDS PROJECT	-	-	-	-	-	-	164 187.31	1 971.82	10.34	-	166 069.47	-
37802294012	STANDARD BANK - CALL	MASINYEKE HSG	-	-	-	-	-	-	4 484 234.97	27 676.63	403.22	-	6 542 114.42	-
37802294013	STANDARD BANK - CALL	KWANAINDOLA HSG	-	-	-	-	-	-	277 853.94	3 338.52	17.20	-	281 208.79	-
37802294014	STANDARD BANK - CALL	KWAKOLO HOUSING	-	-	-	-	-	-	13 194 602.93	159 542.29	823.00	-	13 354 345.97	-
37802294015	STANDARD BANK - CALL	KWADWALANE HOUSING	-	-	-	-	-	-	507 847.20	7 183.29	37.26	-	835 547.89	-
			13 046 908.21	79 029.68	-	-	-	13 115 938.09	35 080 091.32	949 896.20	2 225.48	-	29 519 245.21	13 116 838.38
37802294018	STANDARD BANK - CALL	MAIDA	15 109 927.13	87 868.72	-	-	-	15 197 895.85	407 696.40	14 796 283.45	-	-	-	15 197 895.85
			15 109 927.13	87 868.72	-	-	-	15 197 895.85	407 696.40	14 796 283.45	-	-	-	15 197 895.85
37802294016	STANDARD BANK - CALL	RNM - UNSPENT CONDITIONAL GRANTS	-	-	-	-	-	-	55 814.03	348.26	-	-	56 162.29	-
37802294017	STANDARD BANK - CALL	RNM-ACCREDITATION FUNDS	0.00	-	-	-	-	0.00	92 218.73	69.87	-	-	12 338.53	-
			0.00	-	-	-	-	0.00	68 142.76	418.75	-	-	59 561.52	-
6272614151	FNB - CALL	RNM - PRIMARY INVESTMENT A/C	28 902 314.93	245 623.23	-	33 000 000.00	81 900 000.00	246 938.02	522 095.26	4 162 532.21	655 898 000.00	-	610 154 494.45	248 938.02
			28 902 314.93	245 623.23	-	33 000 000.00	81 900 000.00	246 938.02	522 095.26	4 162 532.21	655 898 000.00	-	610 154 494.45	248 938.02
74813832648	FNB	FNB- 48 HOUR CASH ACCELERATOR	4 084 974.07	22 851.85	-	-	-	4 117 865.93	3 918 859.73	207 046.20	-	-	-	4 117 865.93
			4 084 974.07	22 851.85	-	-	-	4 117 865.93	3 918 859.73	207 046.20	-	-	-	4 117 865.93
37801000781-000036	NEDBANK	RESERVES INVESTMENT ACCOUNT	30 050 370.22	215 722.86	-	50 483 114.86	20 000 000.00	28 720 207.94	20 963 457.59	1 414 060.54	68 411 559.81	-	70 000 000.00	28 720 207.94
			30 050 370.22	215 722.86	-	50 483 114.86	20 000 000.00	28 720 207.94	20 963 457.59	1 414 060.54	68 411 559.81	-	70 000 000.00	28 720 207.94
37801000781-000037	NEDBANK	RESERVES FIXED INVESTMENT ACCOUNT	52 153 026.54	349 465.78	-	-	-	52 501 498.29	-	2 501 498.29	50 000 000.00	-	-	52 501 498.29
			52 153 026.54	349 465.78	-	-	-	52 501 498.29	-	2 501 498.29	50 000 000.00	-	-	52 501 498.29
		GRAND TOTAL	143 251 598.89	896 742.48	-	43 483 114.86	81 900 000.00	185 511 286.12	61 063 261.86	9 727 125.90	738 818 188.24	-	202 719 261.18	185 511 286.12

The Investment register as of 28 February 2025 has the closing balance of R105.9 million, with R9.7 million total interest earned in various investment accounts as shown in the above register.

6.1 Monthly Budget Statement Summary

KZN216 Ray Nkonyeni - Table C1 Monthly Budget Statement Summary - M08 - February

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	532 850	46 961	438 421	435 995	2 426	1%	532 850
Service charges	250 437	278 556	278 503	22 024	187 993	195 878	(7 885)	-4%	278 503
Investment revenue	11 614	11 916	13 220	863	8 575	8 205	370	5%	13 220
Transfers and subsidies - Operational	390 199	324 656	372 138	-	245 385	256 470	(11 085)	-4%	372 138
Other own revenue	169 209	122 121	109 447	6 234	65 555	76 899	(11 344)	-15%	-
Total Revenue (excluding capital transfers and contributions)	1 328 475	1 270 142	1 306 158	76 082	945 928	973 446	(27 518)	-3%	1 306 158
Employee costs	480 606	497 297	503 252	41 289	337 154	326 514	10 640	3%	503 252
Remuneration of Councilors	40 275	34 185	34 988	2 987	23 470	22 991	479	2%	34 988
Depreciation and amortisation	127 542	107 839	107 839	-	52 104	57 345	(5 241)	-9%	107 839
Interest	23 734	11 818	10 818	4	940	7 206	(6 266)	-87%	10 818
Inventory consumed and bulk purchases	155 651	166 532	166 466	14 982	112 080	112 546	(467)	0%	166 466
Transfers and subsidies	18 394	17 133	15 566	-	11 052	8 347	2 706	32%	15 566
Other expenditure	492 302	414 894	462 701	36 431	259 679	301 608	(41 928)	-14%	462 701
Total Expenditure	1 338 504	1 249 698	1 301 630	95 693	796 480	836 557	(40 077)	-5%	1 301 630
Surplus/(Deficit)	(10 029)	20 444	4 528	(19 611)	149 448	136 890	12 559	9%	4 528
Transfers and subsidies - capital (monetary allocations)	121 022	132 163	135 685	-	50 761	88 875	(38 094)	-43%	135 685
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & Share of surplus/ (deficit) of associate	110 993	152 607	140 213	(19 611)	200 229	225 765	(25 535)	-11%	140 213
Surplus/ (Deficit) for the year	110 993	152 607	140 213	(19 611)	200 229	225 765	(25 535)	-11%	140 213
Capital expenditure & funds sources									
Capital expenditure	263 405	187 558	186 109	16 135	85 118	121 575	(36 456)	-30%	186 109
Capital transfers recognised	159 231	114 924	117 987	9 656	61 940	77 245	(15 305)	-20%	117 987
Borrowing	-	9 000	9 000	-	252	6 300	(6 048)	-96%	9 000
Internally generated funds	44 397	63 634	59 122	6 479	22 926	38 030	(15 103)	-40%	59 122
Total sources of capital funds	203 628	187 558	186 109	16 135	85 118	121 575	(36 456)	-30%	186 109
Financial position									
Total current assets	716 900	833 735	758 222	-	907 409	-	-	-	758 222
Total non current assets	2 325 895	2 242 159	2 404 164	-	2 361 772	-	-	-	2 404 164
Total current liabilities	483 617	439 175	481 995	-	509 760	-	-	-	481 995
Total non current liabilities	243 390	170 711	224 390	-	243 390	-	-	-	224 390
Community wealth/Equity	2 315 788	2 466 007	2 456 001	-	2 516 031	-	-	-	2 456 001
Cash flows									
Net cash from (used) operating	255 638	189 835	175 475	(13 973)	262 170	181 133	(81 037)	-45%	175 475
Net cash from (used) investing	168 468	(161 114)	(152 701)	(18 269)	(103 845)	(101 355)	2 489	-2%	(152 701)
Net cash from (used) financing	(42 200)	9 000	9 000	-	-	9 000	9 000	100%	9 000
Cash/cash equivalents at the month/year end	497 527	151 973	98 180	-	224 731	155 183	(69 548)	-45%	98 180
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	104	72 220	36 700	22 124	20 192	21 037	17 819	543 635	733 833
Debtors Age Analysis									
Total Creditors	-	-	-	-	23	-	-	5	28

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 C2 Monthly Budget Statement - Financial Performance (functional classification) - M08 - February

Description	Ref	2023/24	Budget Year 2024/25							
		Audited	Original	Adjusted	Monthly actual	YearTD actual	YearTD	YTD	YTD %	Full Year
R thousands	1									
Revenue - Functional										
Governance and administration		879 912	891 408	894 730	51 723	705 163	701 100	4 063	1%	894 730
Executive and council		285 237	302 729	302 729	-	227 035	226 609	426	0%	302 729
Finance and administration		594 675	588 679	592 001	51 723	478 128	474 492	3 637	1%	592 001
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		57 612	20 353	32 919	86	16 885	21 285	(4 400)	-21%	32 919
Community and social services		16 142	17 592	29 818	43	13 903	19 745	(5 843)	-30%	29 818
Sport and recreation		56	77	50	16	45	46	(1)	-2%	50
Public safety		2 167	175	156	13	104	113	(9)	-8%	156
Housing		39 247	2 509	2 895	14	2 834	1 381	1 454	105%	2 895
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		245 546	183 592	214 361	1 173	74 430	128 097	(53 667)	-42%	214 361
Planning and development		128 514	131 761	145 303	411	52 804	94 042	(41 238)	-44%	145 303
Road transport		116 700	51 433	68 660	762	21 393	33 789	(12 396)	-37%	68 660
Environmental protection		333	398	398	-	232	266	(33)	-13%	398
Trading services		265 862	306 320	297 361	23 032	198 589	209 601	(11 011)	-5%	297 361
Energy sources		189 475	224 676	215 089	15 833	132 146	144 861	(12 715)	-9%	215 089
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		76 387	81 644	82 272	7 200	66 444	64 740	1 704	3%	82 272
Other	4	566	632	2 473	68	1 642	2 239	(597)	-27%	2 473
Total Revenue - Functional	2	1 449 497	1 402 305	1 441 843	76 082	996 709	1 062 322	(65 612)	-6%	1 441 843
Expenditure - Functional										
Governance and administration		536 216	421 137	451 349	27 436	247 478	261 661	(14 183)	-5%	451 349
Executive and council		64 620	61 218	60 992	3 730	41 183	40 396	787	2%	60 992
Finance and administration		428 667	320 759	352 989	20 748	180 122	195 501	(15 379)	-8%	352 989
Internal audit		42 929	39 160	37 367	2 959	26 173	25 764	409	2%	37 367
Community and public safety		176 995	146 225	159 200	9 875	101 360	102 450	(1 090)	-1%	159 200
Community and social services		66 721	71 658	71 640	2 808	44 108	48 455	(4 347)	-9%	71 640
Sport and recreation		5 353	5 314	5 396	423	3 612	3 745	(133)	-4%	5 396
Public safety		57 738	55 858	67 757	5 576	44 663	41 021	3 641	9%	67 757
Housing		47 183	13 395	14 407	1 067	8 978	9 229	(251)	-3%	14 407
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		270 029	310 086	315 295	23 716	195 825	213 057	(17 231)	-8%	315 295
Planning and development		46 717	74 268	67 475	3 667	42 207	43 927	(1 720)	-4%	67 475
Road transport		195 907	208 152	219 234	17 946	133 531	146 863	(13 332)	-9%	219 234
Environmental protection		27 405	27 666	28 586	2 103	20 087	22 267	(2 180)	-10%	28 586
Trading services		349 716	365 800	369 150	34 352	249 144	254 187	(5 043)	-2%	369 150
Energy sources		162 299	185 942	185 654	16 175	122 813	123 502	(689)	-1%	185 654
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		187 417	179 858	183 496	18 177	126 331	130 686	(4 354)	-3%	183 496
Other		5 549	6 451	6 637	313	2 672	5 201	(2 529)	-49%	6 637
Total Expenditure - Functional	3	1 338 504	1 249 698	1 301 630	95 693	796 480	836 557	(40 077)	-5%	1 301 630
Surplus/ (Deficit) for the year		110 993	152 607	140 213	(19 611)	200 229	225 765	(25 535)	-11%	140 213

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 28 February 2025. 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) - M08 - February

Vote Description	Ref	2023/24 Audited	Original	Adjusted	Monthly actual	YearTD actual	YearTD	YTD	YTD %	Full Year
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Mayor and Council		-	-	-	-	-	-	-	-	-
Vote 2 - Finance and Administration		-	-	-	-	-	-	-	-	-
Vote 3 - Internal Audit		-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social Services		-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 7 - Housing		-	-	-	-	-	-	-	-	-
Vote 8 - Health		-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		-	-	-	-	-	-	-	-	-
Vote 10 - Road Transport		-	-	-	-	-	-	-	-	-
Vote 11 - Environment Protection		-	-	-	-	-	-	-	-	-
Vote 12 - Energy Sources		-	-	-	-	-	-	-	-	-
Vote 13 - Other		-	-	-	-	-	-	-	-	-
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - Mayor and Council		23	387	15	-	-	(58)	58	-100%	15
Vote 2 - Finance and Administration		63 890	7 300	3 403	9	2 049	4 009	(1 760)	-44%	3 403
Vote 3 - Internal Audit		223	210	98	-	-	75	(75)	-100%	98
Vote 4 - Community and Social Services		22 343	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		-	4 600	2 300	-	519	2 607	(2 087)	-60%	2 300
Vote 7 - Housing		122	55	55	-	-	55	(55)	-100%	55
Vote 8 - Health		-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		146 066	140 425	141 969	16 126	74 012	89 963	(15 951)	-18%	141 969
Vote 10 - Road Transport		30 270	15 900	17 578	-	6 552	11 710	(5 158)	-44%	17 578
Vote 11 - Environment Protection		-	600	600	-	452	493	(42)	-6%	600
Vote 12 - Energy Sources		-	15 997	15 997	-	577	10 965	(10 387)	-95%	15 997
Vote 13 - Other		-	485	3 093	-	-	837	(837)	-100%	3 093
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		496	1 400	1 000	-	757	920	(163)	-18%	1 000
Total Capital single-year expenditure	4	263 405	187 558	186 108	16 135	85 118	121 575	(38 458)	-30%	186 108
Total Capital Expenditure		263 405	187 558	186 108	16 135	85 118	121 575	(38 458)	-30%	186 108
Capital Expenditure - Functional Classification										
Governance and administration		64 106	7 697	6 616	9	2 049	4 029	(1 770)	-44%	6 616
Executive and council		23	387	15	-	-	(58)	58	-100%	15
Finance and administration		63 890	7 300	3 403	9	2 049	4 009	(1 760)	-44%	3 403
Internal audit		223	210	98	-	-	75	(75)	-100%	98
Community and public safety		22 466	4 656	2 366	-	619	2 662	(2 142)	-60%	2 366
Community and social services		22 343	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	4 600	2 300	-	519	2 607	(2 087)	-60%	2 300
Housing		122	55	55	-	-	55	(55)	-100%	55
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		176 338	167 125	160 147	16 126	81 016	102 168	(21 150)	-21%	160 147
Planning and development		146 066	140 425	141 969	16 126	74 012	89 963	(15 951)	-18%	141 969
Road transport		30 270	15 900	17 578	-	6 552	11 710	(5 158)	-44%	17 578
Environmental protection		-	600	600	-	452	493	(42)	-6%	600
Trading services		486	17 397	16 967	-	1 384	11 886	(10 551)	-60%	16 967
Energy sources		-	15 997	15 997	-	577	10 965	(10 387)	-95%	15 997
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		496	1 400	1 000	-	757	920	(163)	-18%	1 000
Other		-	485	3 093	-	-	837	(837)	-100%	3 093
Total Capital Expenditure - Functional Classification	3	263 405	187 558	186 108	16 135	85 118	121 575	(38 458)	-30%	186 108
Funded by:										
National Government		159 231	114 490	114 944	9 556	61 940	76 433	(14 493)	-19%	114 944
Provincial Government		-	435	3 043	-	-	812	(812)	-100%	3 043
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Net / Prov Departm Agencies,		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		159 231	114 924	117 987	9 666	61 940	77 245	(15 305)	-20%	117 987
Borrowing	6	-	9 000	9 000	-	252	6 300	(5 048)	-56%	9 000
Internally generated funds		44 397	63 634	59 122	6 479	22 926	38 030	(15 103)	-40%	59 122
Total Capital Funding		203 628	187 558	186 108	16 135	85 118	121 575	(38 458)	-30%	186 108

This table provides an overview of actuals to date of the capital expenditure on monthly basis of the municipality for the period ended 28 February 2025.

6.4 Statement Cash Flow

KZN216 Ray Nkonyeni - Table C7 Monthly Budget Statement - Cash Flow - M08 - February

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		487 081	506 248	505 608	43 862	351 716	349 882	2 034	1%	505 608
Service charges		269 087	274 989	273 358	25 066	195 450	184 830	10 620	6%	273 358
Other revenue		101 579	54 408	55 824	5 813	87 578	38 848	48 729	125%	55 824
Transfers and Subsidies - Operational		363 972	336 888	351 932	2 227	253 176	275 495	(22 319)	-8%	351 932
Transfers and Subsidies - Capital		153 568	132 183	135 685	-	107 491	104 948	2 545	2%	135 685
Interest		10 629	11 916	14 879	2 002	12 705	8 537	4 168	49%	14 879
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(1 108 348)	(1 098 797)	(1 188 047)	(92 604)	(745 940)	(770 248)	24 300	-3%	(1 188 047)
Interest		(1 931)	(10 818)	9 818	-	-	(877)	877	-100%	9 818
Transfers and Subsidies		-	(17 163)	17 017	-	-	(10 083)	10 083	-100%	17 017
NET CASH FROM/(USED) OPERATING ACTIVITIES		256 888	188 886	176 476	(18 873)	282 170	181 138	(81 037)	-45%	176 476
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	(181 114)	(152 701)	(18 269)	(103 845)	(101 355)	(2 489)	2%	(152 701)
NET CASH FROM/(USED) INVESTING ACTIVITIES		168 468	(181 114)	(152 701)	(18 269)	(103 845)	(101 366)	2 489	-2%	(152 701)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	9 000	9 000	-	-	9 000	(9 000)	-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	-	-	9 000	9 000	100%	9 000
NET INCREASE/(DECREASE) IN CASH HELD		381 908	37 721	31 776	(32 243)	168 328	88 778			31 776
Cash/cash equivalents at beginning:		115 621	114 251	86 405		86 405	86 405			86 405
Cash/cash equivalents at month/year end:		497 527	151 973	98 180		224 731	155 183			98 180

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 - M08 - February

Description	Ref	2023/24	Budget Year 2024/25			
		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	44 511	119 768	44 511
Trade and other receivables from exchange transactions		129 452	142 304	163 070	158 346	163 070
Receivables from non-exchange transactions		309 163	374 949	330 590	424 878	330 590
Current portion of non-current receivables		-	-	-	-	-
Inventory		10 621	11 770	16 893	6 701	16 893
VAT		196 457	149 223	198 356	194 538	198 356
Other current assets		4 802	4 469	4 802	3 178	4 802
Total current assets		716 900	833 735	758 222	907 409	758 222
Non current assets						
Investments		-	-	-	-	-
Investment property		395 906	354 869	395 906	395 906	395 906
Property, plant and equipment		1 927 298	1 884 927	2 006 103	1 963 248	2 006 103
Biological assets		-	-	-	-	-
Living and non-living resources		-	-	-	-	-
Heritage assets		2 348	2 210	2 348	2 348	2 348
Intangible assets		344	153	(192)	271	(192)
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	2 404 164	2 361 772	2 404 164
TOTAL ASSETS		3 042 795	3 075 894	3 162 386	3 269 181	3 162 386
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Financial liabilities		31 793	11 764	26 188	(16 630)	26 188
Consumer deposits		38 330	35 315	38 330	39 354	38 330
Trade and other payables from exchange transactions		172 221	191 807	195 536	148 613	195 536
Trade and other payables from non-exchange transactions		41 848	37 915	16 745	95 130	16 745
Provision		40 709	50 183	52 004	60 169	52 004
VAT		152 921	112 191	153 193	183 125	153 193
Other current liabilities		5 795	-	-	-	-
Total current liabilities		483 617	439 175	481 995	509 760	481 995
Non current liabilities						
Financial liabilities		81 978	24 628	62 978	81 978	62 978
Provision		46 476	47 192	46 476	46 476	46 476
Long term portion of trade payables		-	-	-	-	-
Other non-current liabilities		114 936	98 891	114 936	114 936	114 936
Total non current liabilities		243 390	170 711	224 390	243 390	224 390
TOTAL LIABILITIES		727 008	609 887	706 385	753 150	706 385
NET ASSETS	2	2 315 788	2 466 007	2 456 001	2 516 031	2 456 001
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		2 355 224	2 466 007	2 495 438	2 555 467	2 495 438
Reserves and funds		(39 437)	-	(39 437)	(39 437)	(39 437)
Other		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	2 315 788	2 466 007	2 456 001	2 516 031	2 456 001

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 28 February 2025. Total assets are R3.2 billion over the total liabilities of R753 million this therefore mean the municipality is still able to meet its financial obligations.