



The Game changer of South Coast development

KZN216

RAY NKONYENI LOCAL MUNICIPALITY

ADJUSTMENT BUDGET 2022/23

PREPARED BY: BUDGET AND TREASURY OFFICE

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Glossary

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

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

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

Budget – The financial plan of the Municipality.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

Virement – A transfer of budget.

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

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

3. Executive Summary

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

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

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

National Treasury's MFMA Circular No. 116 were used to guide the compilation of the 2022/23 MTREF which indicates the following amongst other things: guidance on budgeting for municipalities affected by redetermination of boundaries.

3.1 MFMA Circulars

The Provincial Treasury Circular no. PT/MF 06 OF 2022/23 issued on the 15th of December 2022 was taken into consideration when preparing 2022/23 adjustment budget. It guides municipalities with their preparation of the 2022/23 Medium Term Revenue and Expenditure Framework (MTREF) and as with previous annual budget circulars it should be read within this context. Among the objectives of this Circular, is to support municipalities with giving effect to National Treasury's Municipal Budget and Reporting Regulations (MBRR) within the current economic climate. In the preparation of the current adjustment budget Circular 122 dated 9 December has been implemented as well. This adjustment budget is also informed by the adjusted Provincial gazette that was issued on the 8th of December 2022.

3.1.1 Funding the Budget

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

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

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

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

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

3.1.2 A Credible Budget

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

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

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

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

The main challenges experienced during the compilation of the Budget 2022/23 MTREF can be summarized as follows:

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

The following budget principles and guidelines directly informed the compilation of the 2022/23 Original Budget:

- The 2022/23 Budget priorities and targets, as well as the base line allocations ~~and~~ in that Draft Budget were adopted as the upper limits for the new baselines for the 2022/23 draft budget.
- The 2023 Division of Revenue Bill issued in March 2022.
- The Provincial Treasury hereby publishes transfers to municipalities in terms of Section 29(2) of the Division of Revenue Act, 2021. There will be no budget allocated to national and provincial funded projects unless the necessary grants to the municipality are reflected in the national and provincial budget and have been gazette as required by the annual Division of Revenue Act.

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

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

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

Prior Adjustment Budgets

As per Section 28(2)(b), Council has approved two special budget adjustments for the 2022/23 budget year in August 2022 and in November 2022. The August adjustment budget was for the disaster relief funding to the sum of R19.1 million which includes an unspent portion amounting to R8.1 million transferred to the municipality in June 2022. The Department of Economic Development, Tourism and Environmental Affairs transferred R1 million the municipality in October for outstanding variation order for completion of the Margate Airport which has an impact on revenue, operational expenditure, capital expenditure and cashflow.

Section 72(3) of the MFMA requires that the accounting officer must as part of the (mid-year) review-

- (a) make recommendations as to whether an adjustments budget is necessary; and
- (b) recommend revised projections for revenue and expenditure to the extent that this may be necessary.

Current Adjustment Budget

Based the year-to-date performance of the 2022/23 financial year budget and adjustment budget was deemed necessary. The tables below show a summary of the overall adjustments made the current budget.

		Original Budget	Adjustments	Adjusted Budget
Revenue				
Exchange Revenue				
Agency Services	-R	4 894 168.00	-R 1 150 000.00	-R 6 044 168.00
Interest Dividend and Rent on Land	-R	9 124 008.00	-R 1 670 000.00	-R 10 794 008.00
Licences or Permits	-R	974 966.00	R 120 000.00	-R 854 966.00
Operational Revenue	-R	1 862 379.00	-R 365 512.00	-R 2 227 891.00
Rental from Fixed Assets	-R	2 610 345.00	-R 1 100 000.00	-R 3 710 345.00
Sales of Goods and Rendering of Services	-R	68 150 183.00	R 29 847 340.00	-R 38 302 843.00
Service Charges	-R	253 617 973.00	R 16 927 024.00	-R 236 690 949.00
Exchange Revenue Total	-R	341 234 022.00	R 42 608 852.00	-R 298 625 170.00
Non-exchange Revenue				
Fines Penalties and Forfeits	-R	22 158 182.00	-R 7 500 000.00	-R 29 658 182.00
Interest Dividend and Rent on Land	-R	20 661 861.00	-R 4 330 000.00	-R 24 991 861.00
Licences or Permits	-R	6 849 093.00	-R 2 206 508.00	-R 9 055 601.00
Property Rates	-R	498 623 169.00	R 6 505 152.00	-R 492 118 017.00
Transfers and Subsidies	-R	417 462 000.00	-R 41 003 968.00	-R 478 565 968.00
Non-exchange Revenue Total	-R	965 754 305.00	-R 48 535 324.00	-R 1 034 389 629.00
Revenue Total	-R	1 306 988 327.00	-R 5 926 472.00	-R 1 333 014 799.00
Expenditure				
Bulk Purchases	R	137 073 524.00	R -	R 137 073 524.00
Contracted Services	R	244 880 540.00	-R 14 265 626.00	R 230 614 914.00
Depreciation and Amortisation	R	99 500 000.00	R -	R 99 500 000.00
Employee Related Cost	R	447 279 093.00	R 15 206 842.00	R 462 485 935.00
Impairment Loss	R	2 119 008.00	R -	R 2 119 008.00
Interest Dividends and Rent on Land	R	12 922 120.00	-R 28 000.00	R 12 894 120.00
Inventory Consumed	R	12 734 987.00	R 332 725.00	R 13 067 712.00
Irrecoverable Debts Written Off	R	9 984 000.00	R -	R 9 984 000.00
Operating Leases	R	16 426 205.00	-R 3 754 541.00	R 12 671 664.00
Operational Cost	R	144 053 706.00	R 1 402 520.00	R 145 456 226.00
Remuneration of Councillors	R	31 434 264.00	R -	R 31 434 264.00
Transfers and Subsidies	R	13 177 756.00	-R 100 000.00	R 13 077 756.00
Expenditure Total	R	1 171 585 203.00	-R 1 206 080.00	R 1 170 379 123.00
Grand Total	-R	135 403 124.00	-R 7 132 552.00	-R 162 535 676.00

Operational Budget Adjustment

Operational Revenue has various adjustments within the different revenue streams, and on assessment resulted in a R5.9 million adjustment in order to achieve the projected revenue for the 2022/23 financial year based on the YTD performance. The R5.9 million adjustment includes R29 million downward adjustment from Human settlement as per the tripartite agreement and an increase in capital revenue R41 million. Operational Expenditure has had various adjustments including the removal of human settlement housing projects which has had a net downward adjustment in expenditure of R1.2 million.

Operational Budget	Original Budget	Prior Adjustments	Current Adjustments	Adjusted Budget
Revenue	-R 1 306 988 327.00	-R 1 327 088 327.00	-R 5 926 472.00	-R 1 333 014 799.00
Expenditure	R 1 171 585 203.00	R 1 171 854 619.00	-R 1 206 080.00	R 1 170 648 539.00
Surplus	-R 135 403 124.00	-R 155 233 708.00	-R 7 132 552.00	-R 162 366 260.00

Capital Budget Adjustment

Capital Expenditure has been increased by R32.6 million. This increase results from the adjusted budget allocations published in the provincial gazette dated 8 December 2022, which includes the allocation of R30 million including vat for the intermodal facility for the upgrade of the Port Shepstone Taxi Rank. The municipality further received the approval for the roll over for the small-town rehabilitation grant of R7 million including vat.

Capital Budget	Original Budget	Prior Adjustments	Current Adjustments	Adjusted Budget
Assets	R 180 739 367.00	R 17 368 255.00	R 32 648 104.00	R 230 755 725.00
Total Capital Expenditure	R 180 739 367.00	R 17 368 255.00	R 32 648 104.00	R 230 755 725.00

Repairs and Maintenance Adjustment

Repairs and maintenance have been one of the main adjustments to operational expenditure and during the compilation of the 2022/23 adjustment budget, operational repairs and maintenance was identified as a strategic imperative owing to the aging of the municipality's infrastructure and historic deferred maintenance especially roads. The municipality has an infrastructure maintenance plan to ensure that assets are in good condition. Repairs and maintenance comprise of amongst others the purchase of fuel, diesel, materials for maintenance, potholes, cleaning materials and chemicals. This group of expenditure has been prioritized to ensure sustainability of the municipality's infrastructure especially potholes. Budgeted Repairs budgeted amount for 2022 amounts to R114.3 million which translates to 7% of the carrying value of the audited balances of Property plan and Equipment.

The table below show some of the major adjustments made under repairs and maintenance.

Segment Desc	Total Budget	Adjustment	Adjusted Budget
Electricity RM Generators Traffic and Street Lights/Robots	1 688 830.00	1 500 000.00	3 188 830.00
Electricity Expenditure (DME)	-	1 400 000.00	1 400 000.00
Pavements: Storm water repairs	2 954 908.00	1 000 000.00	3 954 908.00
Pothole Maintenance	20 862 270.00	5 000 000.00	25 862 270.00
Wet Fuel	2 799 995.00	2 700 000.00	5 499 995.00

4. Table 1 Consolidated Overview

KZN216 Ray Nkonyeni - Table B1 Adjustments Budget Summary -

Description	2022/23									Budget Year 2023/24	Budget Year 2024/25
	Original Budget	Prior Adjusted 1 A1	Accum. Funds 2 B	Multi-year capital 3 C	Unfore. Unavoid. 4 D	Nat. or Prov. Govt 5 E	Other Adjusts. 6 F	Total Adjusts. 7 G	Adjusted Budget 8 H	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Financial Performance											
Property rates	498 623	498 623	–	–	–	–	(6 505)	(6 505)	492 118	520 563	543 988
Service charges	253 618	253 618	–	–	–	–	(16 927)	(16 927)	236 691	266 802	278 808
Investment revenue	5 397	5 397	–	–	–	–	1 670	1 670	7 067	5 635	5 888
Transfers recognised - operational	285 102	285 229	–	–	–	50	–	50	285 279	304 105	326 923
Other own revenue	131 888	131 888	–	–	–	–	(13 315)	(13 315)	118 573	125 960	123 142
Total Revenue (excluding capital transfers and contributions)	1 174 628	1 174 755	–	–	–	50	(35 077)	(35 027)	1 139 572	1 223 064	1 278 749
Employee costs	447 279	447 380	–	–	–	–	15 207	15 207	462 586	456 489	477 281
Remuneration of councillors	31 434	31 434	–	–	–	–	–	–	31 434	32 817	34 294
Depreciation & asset impairment	101 619	101 619	–	–	–	–	–	–	101 619	106 090	110 864
Finance charges	12 922	12 922	–	–	–	–	(20)	(20)	12 902	13 491	14 098
Inventory consumed and bulk purchases	149 809	149 809	–	–	–	–	343	343	150 151	155 672	162 677
Transfers and grants	13 178	13 178	–	–	–	–	(100)	(100)	13 078	12 492	13 157
Other expenditure	415 344	415 513	–	–	–	50	(16 636)	(16 586)	398 928	420 234	430 647
Total Expenditure	1 171 585	1 171 855	–	–	–	50	(1 206)	(1 156)	1 170 699	1 197 284	1 243 018
Surplus/(Deficit)	3 043	2 900	–	–	–	–	(33 871)	(33 871)	(30 971)	25 780	35 731
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	132 360	152 333	–	–	–	40 954	(0)	40 954	193 287	113 200	122 348
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	135 403	155 234	–	–	–	40 954	(33 871)	7 083	162 316	138 980	158 079
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	135 403	155 234	–	–	–	40 954	(33 871)	7 083	162 316	138 980	158 079
Capital expenditure & funds sources											
Capital expenditure	180 739	198 108	–	–	–	35 656	(3 008)	32 648	230 756	139 502	149 488
Transfers recognised - capital	115 052	132 420	–	–	–	35 656	0	35 656	168 076	98 435	106 572
Borrowing	7 166	7 166	–	–	–	–	810	810	7 976	–	–
Internally generated funds	58 521	58 521	–	–	–	–	(3 818)	(3 818)	54 704	41 067	42 915
Total sources of capital funds	180 739	198 108	–	–	–	35 656	(3 008)	32 648	230 756	139 502	149 488
Financial position											
Total current assets	553 761	550 855	–	–	–	5 298	(24 281)	(18 982)	531 873	922 994	910 226
Total non current assets	1 878 708	1 896 076	–	–	–	35 656	(3 008)	32 648	1 928 724	1 893 356	1 961 580
Total current liabilities	321 834	316 465	–	–	–	–	(138 370)	(138 370)	178 095	566 524	479 378
Total non current liabilities	150 842	150 842	–	–	–	–	–	–	150 842	147 923	109 330
Community wealth/Equity	1 959 793	1 979 624	–	–	–	40 954	(33 871)	7 083	1 986 707	2 106 378	2 279 076
Cash flows											
Net cash from (used) operating	167 979	179 979	–	–	–	4 992	8 444	13 436	193 416	415 400	447 368
Net cash from (used) investing	(179 130)	(196 642)	–	–	–	(41 075)	453	(40 622)	(237 264)	(154 547)	(165 555)
Net cash from (used) financing	(19 098)	(19 098)	–	–	–	–	–	–	(19 098)	(1 445)	(23 927)
Cash/cash equivalents at the year end	112 823	107 312	–	–	–	(36 082)	8 896	(27 186)	80 126	339 535	583 715
Cash backing/surplus reconciliation											
Cash and investments available	115 523	110 012	–	–	–	–	(29 886)	(29 886)	80 126	363 422	237 220
Application of cash and investments	(177 167)	(182 116)	–	–	–	–	19 116	19 116	(163 000)	(7 986)	(189 255)
Balance - surplus (shortfall)	292 690	292 128	–	–	–	–	(49 002)	(49 002)	243 126	371 409	426 476
Asset Management											
Asset register summary (WDV)	1 878 708	1 896 076	–	–	–	–	471	471	1 896 547	1 893 356	1 961 580
Depreciation	99 500	99 500	–	–	–	–	–	–	99 500	103 878	108 553
Renewal and Upgrading of Existing Assets	68 927	85 883	–	–	–	–	30 351	30 351	116 234	50 712	51 398
Repairs and Maintenance	54 115	54 242	–	–	–	–	6 334	6 334	60 576	56 488	59 629
Free services											
Cost of Free Basic Services provided	–	–	–	–	–	–	–	–	–	–	–
Revenue cost of free services provided	–	–	–	–	–	–	–	–	–	–	–
Households below minimum service level											
Water:	–	–	–	–	–	–	–	–	–	–	–
Sanitation/sewerage:	–	–	–	–	–	–	–	–	–	–	–
Energy:	–	–	–	–	–	–	–	–	–	–	–
Refuse:	–	–	–	–	–	–	–	–	–	–	–

Total revenue is R 1.33 billion which consists of a decrease of R35 million in operational revenue during the 2022/23 MTREF and capital revenue increased by R40.9 million to R193.2 million, with a net increase in total revenue of R5.9 million.

Total adjusted operating expenditure and capital expenditure for the 2022/23 budget will be R 1,17 billion and R230.7 million respectively and overall budgeted performance is showing a deficit of R68 million. The budget performance includes non-cash items such as depreciation and asset impairment to the sum of R 101.6 million.

5. Operating Revenue Framework

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

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

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

The following table is a summary of the 2022/23 MTREF (classified by main revenue source):
Table 2 Summary of revenue classified by main revenue source

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

Standard Description	Ref	2022/23									Budget Year 2023/24	Budget Year 2024/25
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1, 4	A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Revenue - Functional												
<i>Governance and administration</i>		791 303	791 303	-	-	-	-	934	934	792 237	834 554	881 531
Executive and council		260 646	260 646	-	-	-	-	-	-	260 646	280 634	302 772
Finance and administration		530 657	530 657	-	-	-	-	934	934	531 591	553 920	578 759
Internal audit		-	-	-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		72 795	72 795	-	-	-	-	(28 808)	(28 808)	43 988	69 679	64 040
Community and social services		15 739	15 739	-	-	-	-	200	200	15 939	15 780	16 475
Sport and recreation		48	48	-	-	-	-	-	-	48	50	52
Public safety		176	176	-	-	-	-	-	-	176	184	192
Housing		56 832	56 832	-	-	-	-	(29 008)	(29 008)	27 824	53 665	47 322
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		168 251	188 224	-	-	-	41 004	10 843	51 847	240 071	154 846	159 868
Planning and development		132 124	132 997	-	-	-	41 004	507	41 511	174 508	117 129	120 454
Road transport		35 735	54 835	-	-	-	-	10 310	10 310	65 145	37 307	38 986
Environmental protection		392	392	-	-	-	-	26	26	418	409	428
<i>Trading services</i>		270 411	270 411	-	-	-	-	(14 576)	(14 576)	255 835	272 771	291 046
Energy sources		189 193	189 193	-	-	-	-	(11 914)	(11 914)	177 279	194 323	209 067
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		81 218	81 218	-	-	-	-	(2 662)	(2 662)	78 556	78 448	81 978
<i>Other</i>		4 228	4 354	-	-	-	-	(3 471)	(3 471)	883	4 414	4 613
Total Revenue - Functional	2	1 306 988	1 327 088	-	-	-	41 004	(35 077)	5 926	1 333 015	1 336 264	1 401 097
Expenditure - Functional												
<i>Governance and administration</i>		456 093	456 093	-	-	-	-	10 765	10 765	466 858	457 427	477 924
Executive and council		44 701	44 701	-	-	-	-	6 158	6 158	50 859	46 668	48 768
Finance and administration		375 353	375 353	-	-	-	-	752	752	376 105	373 135	389 838
Internal audit		36 039	36 039	-	-	-	-	3 855	3 855	39 894	37 625	39 318
<i>Community and public safety</i>		160 167	160 201	-	-	-	-	(30 147)	(30 147)	130 054	155 750	154 546
Community and social services		38 966	38 966	-	-	-	-	(1 145)	(1 145)	37 821	40 680	42 511
Sport and recreation		5 424	5 446	-	-	-	-	(240)	(240)	5 206	5 663	5 917
Public safety		49 505	49 518	-	-	-	-	(1 377)	(1 377)	48 140	51 684	54 009
Housing		66 272	66 272	-	-	-	-	(27 384)	(27 384)	38 888	57 723	52 108
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		210 333	210 333	-	-	-	-	8 722	8 722	219 055	223 855	234 032
Planning and development		50 101	50 101	-	-	-	-	(7 777)	(7 777)	42 323	51 352	53 766
Road transport		132 540	132 540	-	-	-	-	17 109	17 109	149 649	143 591	150 053
Environmental protection		27 693	27 693	-	-	-	-	(610)	(610)	27 083	28 912	30 213
<i>Trading services</i>		338 477	338 585	-	-	-	50	9 410	9 460	348 045	353 450	369 410
Energy sources		164 112	164 112	-	-	-	50	4 253	4 303	168 415	171 032	178 783
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		174 365	174 474	-	-	-	-	5 157	5 157	179 630	182 418	190 627
<i>Other</i>		6 515	6 641	-	-	-	-	44	44	6 685	6 802	7 108
Total Expenditure - Functional	3	1 171 585	1 171 855	-	-	-	50	(1 206)	(1 156)	1 170 699	1 197 284	1 243 018
Surplus/ (Deficit) for the year		135 403	155 234	-	-	-	40 954	(33 871)	7 083	162 316	138 980	158 079

Revenue generated from rates, services charges and transfers from grants forms significant percentage of the revenue basket for the municipality. Rates, service charge revenues and transfers and grants comprise more than two thirds of the total revenue mix.

Property rates are the first largest revenue source for the municipality, with the original budget being R498 million rand in 2022/23 financial year, during the adjustment budget property rates has been decreased by R6.5 million to R492.1 million, this reduction is based on the year to date billing versus collection rate as the budget assumptions we aimed to have collection at 95%, based on the year to date performance and average of 81% has been the collection for the first half on the financial year.

Services Charges- waste and electricity budget has been adjusted downwards by R16.9 million, as the billing was below the projected YTD budgeted revenue which leads to

overstating when comparing the actual vs budgeted revenue for the municipality.

Other revenue - which consists of various items such as construction revenue has been adjusted downwards by R29 million, this is funding from human settlement for the construction of low-cost housing and due to a tripartite agreement, the total gazetted allocation will not be transferred to the municipality as there are projects implemented directly by the department.

Revenue line items that have had an increase in adjustment based on the YTD performance:

- Agency Service has been adjusted by R1.1 million
- Interest revenue from Exchange transactions R1.6 million
- Rental of fixed assets adjusted by R74 thousand
- Interest revenue from non-exchange adjusted by R4.3 million
- Licences and permits adjusted by R2.2 million
- Revenue from Fine, penalties and forfeits R4.3 million adjusted has been made based on the actual billing of traffic fines with an annual budget of R21.4 million with a YTD billing of R12.6 million 59% of the annual budget.

Table 3 Budgeted financial performance by Municipal Vote

KZN216 Ray Nkonyeni - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) -

Vote Description <i>[Insert departmental structure etc]</i>	Ref	2022/23									Budget Year 2023/24	Budget Year 2024/25
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
Revenue by Vote	1											
Vote 1 - Mayor and Council		260 646	260 646	-	-	-	-	-	-	260 646	280 634	302 772
Vote 2 - Finance and Administration		530 657	530 657	-	-	-	-	934	934	531 591	553 920	578 759
Vote 3 - Internal Audit		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social Services		15 739	15 739	-	-	-	-	200	200	15 939	15 780	16 475
Vote 5 - Sport and Recreation		48	48	-	-	-	-	-	-	48	50	52
Vote 6 - Public Safety		24 971	24 971	-	-	-	-	7 110	7 110	32 081	26 069	27 242
Vote 7 - Housing		56 832	56 832	-	-	-	-	(29 008)	(29 008)	27 824	53 665	47 322
Vote 8 - Health		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		132 124	132 997	-	-	-	41 004	507	41 511	174 508	117 129	120 454
Vote 10 - Road Transport		10 941	30 041	-	-	-	-	3 200	3 200	33 241	11 422	11 936
Vote 11 - Environment Protection		392	392	-	-	-	-	26	26	418	409	428
Vote 12 - Energy Sources		189 193	189 193	-	-	-	-	(11 914)	(11 914)	177 279	194 323	209 067
Vote 13 - Other		4 228	4 354	-	-	-	-	(3 471)	(3 471)	883	4 414	4 613
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		81 218	81 218	-	-	-	-	(2 662)	(2 662)	78 556	78 448	81 978
Total Revenue by Vote	2	1 306 988	1 327 088	-	-	-	41 004	(35 077)	5 926	1 333 015	1 336 284	1 401 097
Expenditure by Vote	1											
Vote 1 - Mayor and Council		42 854	42 854	-	-	-	-	6 348	6 348	49 201	44 739	46 753
Vote 2 - Finance and Administration		334 780	334 780	-	-	-	-	(5 546)	(5 546)	329 234	330 776	345 573
Vote 3 - Internal Audit		76 612	76 612	-	-	-	-	10 153	10 153	86 766	79 983	83 582
Vote 4 - Community and Social Services		39 877	39 877	-	-	-	-	(1 962)	(1 962)	37 915	41 631	43 505
Vote 5 - Sport and Recreation		5 424	5 446	-	-	-	-	(240)	(240)	5 206	5 663	5 917
Vote 6 - Public Safety		91 290	91 302	-	-	-	-	8 298	8 298	99 600	100 526	105 050
Vote 7 - Housing		66 272	66 272	-	-	-	-	(27 384)	(27 384)	38 888	57 723	52 108
Vote 8 - Health		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		51 948	51 948	-	-	-	-	(7 967)	(7 967)	43 981	53 281	55 781
Vote 10 - Road Transport		89 844	89 844	-	-	-	-	8 251	8 251	98 095	93 798	98 018
Vote 11 - Environment Protection		27 693	27 693	-	-	-	-	(610)	(610)	27 083	28 912	30 213
Vote 12 - Energy Sources		164 112	164 112	-	-	-	50	4 253	4 303	168 415	171 032	178 783
Vote 13 - Other		6 515	6 641	-	-	-	-	44	44	6 685	6 802	7 108
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		174 365	174 474	-	-	-	-	5 157	5 157	179 630	182 418	190 627
Total Expenditure by Vote	2	1 171 585	1 171 855	-	-	-	50	(1 206)	(1 156)	1 170 699	1 197 284	1 243 018
Surplus/ (Deficit) for the year	2	135 403	155 234	-	-	-	40 954	(33 871)	7 083	162 316	138 980	158 079

Tariff-setting is a pivotal and strategic part of the compilation of any budget. When rates, tariffs and other charges were revised, local economic conditions, input costs and the affordability of services were considered to ensure the financial sustainability of the

municipality.

5.1. Property Rates

National Treasury's MFMA Circular No. 58 and 59 deals, inter alia with the implementation of the Municipal Property Rates Act, with the regulations issued by the Department of Co-operative Governance. These regulations came into effect on 1 July 2009 and prescribe the rate ratio for the non-residential categories, public service infrastructure and agricultural properties relative to residential properties. The implementation of these regulations was done in the previous budget process and the Property Rates Policy of the Municipality has been amended accordingly.

The following stipulations in the Property Rates Policy are highlighted:

- The first R15 000 of the market value of a property used for residential purposes is excluded from the rate-able value (Section 17(h) of the MPRA). In addition to this rebate, a further R85 000 and R50 000 reduction on the market value of a property for residential and vacant land categories respectively, will be granted in terms of the municipality's own Property Rates Policy.
- 100 per cent rebate will be granted to registered indigents and child headed household in terms of the Indigent Policy.
- For pensioners, physically and mentally disabled persons whose household income equal 2 state pensions, 4 state pensions and 6 state pensions will receive a rebate of 75%, 50% and 25 % respectively in terms of Rates policy.
- Indigents, in terms of the indigent policy are exempt from paying rates if the value of the property is less than R350 000.00.

The categories of rate-able properties for purposes of levying rates the proposed rates increase for the 2022/23 financial year is 3.9 per cent and the table below reflect individual municipality tariff for rates since the new valuation and new tariffs will be implemented in 2022/23 budget year.

5.1. Sale of Electricity and Impact of Tariff Increases

The service charges electricity budget for 2022/23 is R 182.857 million. The consumer tariff

was increased by 7.47 per cent as per NERSA guidelines to offset the additional bulk purchase cost from 1 July 2022. Furthermore, it should be noted that given the magnitude of the tariff increase, it is expected to depress growth in electricity consumption, which will have a negative impact on the municipality's revenue from electricity. In the current adjustment budget the revenue from electricity has been decreased by R12 million based on the year-to-date performance.

5.2. Waste Removal and Impact of Tariff Increases

The Service charges waste removal budget for 2022/23 is R 70.7 million. The municipality has implemented a solid waste strategy to ensure that this service can be rendered in a sustainable manner over the medium to long-term. The main contributors to solid waste are maintenance on vehicles, increases in general expenditure such as petrol and diesel and the cost of remuneration. Waste removal tariffs have been increased by CPI of 3.9% for the 2023 budget year. In the current adjustment budget the revenue from waste removal has been decreased by R4.9 million based on the year-to-date performance.

6. Operating Expenditure Framework

The Municipality's expenditure framework for the 2022/23 budget and MTREF is informed by the following:

- Budget constraint (operating expenditure should not exceed operating revenue) unless there are existing uncommitted cash-backed reserves to fund any deficit.
- Funding of the budget over the medium-term as informed by Section 18 and 19 of the MFMA.
- Operational gains and efficiencies will be directed to funding the capital budget and other core services.

Table 5 Summary of operating expenditure by standard classification item

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

Description	Ref	2022/23									Budget Year 2023/24	Budget Year 2024/25
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1	A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
Expenditure By Type												
Employee related costs		447 279	447 380	-	-	-	-	15 207	15 207	462 586	456 489	477 281
Remuneration of councillors		31 434	31 434	-	-	-	-	-	-	31 434	32 817	34 294
Debt impairment		9 984	9 984	-	-	-	-	-	-	9 984	10 423	10 892
Depreciation & asset impairment		101 619	101 619	-	-	-	-	-	-	101 619	106 090	110 864
Finance charges		12 922	12 922	-	-	-	-	(20)	(20)	12 902	13 491	14 098
Bulk purchases - electricity		137 074	137 074	-	-	-	-	-	-	137 074	142 321	148 726
Inventory consumed		12 735	12 735	-	-	-	-	343	343	13 078	13 351	13 951
Contracted services		244 881	245 207	-	-	-	-	(14 271)	(14 271)	230 936	245 035	247 594
Transfers and subsidies		13 178	13 178	-	-	-	-	(100)	(100)	13 078	12 492	13 157
Other expenditure		160 480	160 322	-	-	-	50	(2 365)	(2 315)	158 007	164 776	172 161
Losses		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		1 171 585	1 171 855	-	-	-	50	(1 206)	(1 156)	1 170 699	1 197 284	1 243 018

Employee related costs and Remuneration of Councilors

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

Summary of remuneration		Ref	2022/23									
			Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjus.	Total Adjus.	Adjusted Budget	% change
			A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H	
R thousands												
Councillors (Political Office Bearers plus Other)												
Basic Salaries and Wages			28 393	28 393	–	–	–	–	–	–	28 393	0.0%
Pension and UIF Contributions			–	–	–	–	–	–	–	–	–	
Medical Aid Contributions			–	–	–	–	–	–	–	–	–	
Motor Vehicle Allowance			–	–	–	–	–	–	–	–	–	
Cellphone Allowance			3 042	3 042	–	–	–	–	–	–	3 042	
Housing Allowances			–	–	–	–	–	–	–	–	–	
Other benefits and allowances			–	–	–	–	–	–	–	–	–	
Sub Total - Councillors			31 434	31 434			–		–	–	31 434	0.0%
% increase				–							–	
Senior Managers of the Municipality												
Basic Salaries and Wages			4 393	4 393	–	–	–	–	(855)	(855)	3 537	-19.5%
Pension and UIF Contributions			189	189	–	–	–	–	3	3	192	1.7%
Medical Aid Contributions			78	78	–	–	–	–	153	153	230	195.9%
Overtime			–	–	–	–	–	–	–	–	–	
Performance Bonus			1 059	1 059	–	–	–	–	–	–	1 059	
Motor Vehicle Allowance			1 158	1 038	–	–	–	–	(74)	(74)	964	-16.8%
Cellphone Allowance			115	115	–	–	–	–	(1)	(1)	114	-0.8%
Housing Allowances			3 488	3 488	–	–	–	–	(715)	(715)	2 774	
Other benefits and allowances			0	0	–	–	–	–	0	0	1	
Payments in lieu of leave			–	–	–	–	–	–	332	332	332	
Long service awards			–	–	–	–	–	–	–	–	–	
Post-retirement benefit obligations			–	–	–	–	–	–	–	–	–	
Sub Total - Senior Managers of Municipality	5		10 481	10 361	–		–		(1 157)	(1 157)	9 203	-12.2%
% increase				(0)							(0)	
Other Municipal Staff												
Basic Salaries and Wages			276 977	276 981	–	–	–	–	(261)	(261)	276 720	-0.1%
Pension and UIF Contributions			51 553	51 553	–	–	–	–	601	601	52 154	1.2%
Medical Aid Contributions			20 813	20 813	–	–	–	–	(429)	(429)	20 384	-2.1%
Overtime			14 695	14 821	–	–	–	–	4 573	4 573	19 395	32.0%
Performance Bonus			23 805	23 805	–	–	–	–	(1 998)	(1 998)	21 807	
Motor Vehicle Allowance			18 637	18 757	–	–	–	–	396	396	19 154	2.8%
Cellphone Allowance			1 046	1 046	–	–	–	–	79	79	1 125	7.6%
Housing Allowances			3 946	3 946	–	–	–	–	179	179	4 125	
Other benefits and allowances			3 006	2 976	–	–	–	–	3 283	3 283	6 259	
Payments in lieu of leave			4 200	4 200	–	–	–	–	9 391	9 391	13 591	223.6%
Long service awards			2 270	2 270	–	–	–	–	549	549	2 819	24.2%
Post-retirement benefit obligations	5		15 852	15 852	–	–	–	–	–	–	15 852	0.0%
Sub Total - Other Municipal Staff			436 798	437 019	–	–	–	–	16 364	16 364	453 383	3.8%
% increase												
Total Parent Municipality			478 713	478 814	–	–	–	–	15 207	15 207	494 021	3.2%

The budget for employee related cost and remuneration of councillor's amounts to R 494 million for 2022/23 financial year. Employee related cost amounts to 39.5% of total operating budget in line with treasury guideline of 35%-40%. Employee cost has been adjusted by R15 million, the increase by raised by the provision for leave pay.

Other operating expenditure

Other expenditure includes items such as audit fees, subsistence and travelling, professional fees, legal fees, bank charges, Budget Road shows, municipal running cost and all other expenditure form's part on the above-mentioned categories of expenses.

Overall expenditure budget

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

Description	Ref	2022/23									Budget Year 2023/24	Budget Year 2024/25
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1	A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
Expenditure By Type												
Employee related costs		447 279	447 380	-	-	-	-	15 207	15 207	462 586	456 489	477 281
Remuneration of councillors		31 434	31 434	-	-	-	-	-	-	31 434	32 817	34 294
Debt impairment		9 984	9 984	-	-	-	-	-	-	9 984	10 423	10 892
Depreciation & asset impairment		101 619	101 619	-	-	-	-	-	-	101 619	106 090	110 864
Finance charges		12 922	12 922	-	-	-	-	(20)	(20)	12 902	13 491	14 098
Bulk purchases - electricity		137 074	137 074	-	-	-	-	-	-	137 074	142 321	148 726
Inventory consumed		12 735	12 735	-	-	-	-	343	343	13 078	13 351	13 951
Contracted services		244 881	245 207	-	-	-	-	(14 271)	(14 271)	230 936	245 035	247 594
Transfers and subsidies		13 178	13 178	-	-	-	-	(100)	(100)	13 078	12 492	13 157
Other expenditure		160 480	160 322	-	-	-	50	(2 365)	(2 315)	158 007	164 776	172 161
Losses		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		1 171 585	1 171 855	-	-	-	50	(1 206)	(1 156)	1 170 699	1 197 284	1 243 018

The overall adjusted operational expenditure budget for 2022/23 amount to 1,17 billion, the expenditure line items below breakdown the adjustments made in the current budget for operational expenditure.

Contracted services

Contracted services equal to 19.7 per cent of the expenditure budget and has been adjusted to R 230.9 million. Contracted Services made up of 3 categories namely, Consultants and Professional Services, Contractors, and Outsourced services. Contracted services have been decreased by R14.2 million this includes an adjustment of R29 million from human settlement for the construction of low-cost housing, the department will be implanting these projects and therefore no monies will be transferred to the municipality. Repairs and maintenance projects under contracted service had an increase of R12.3 million resulting in the overall adjustment of R14.2 million in contracted service for the

2022/23 financial year.

Other expenditure

Other expenditure comprises of various line items relating to the daily operations of the municipality. This group of expenditure has also been identified as an area in which cost savings and efficiencies can be achieved. The original budget for other expenditure was R160.3 million, amongst various adjustments made with this line item to account for increases in cost such as fuel, departments were encouraged to make savings from their original budget to accommodate additional expenditure required, this has resulted in an overall decrease in other expenditure of R2.3 million with the adjusted budget being R157.9 million.

Depreciation and Amortization

Provision for depreciation and asset impairment has been informed by the Municipality's Asset Management Policy. Depreciation is widely considered a proxy for the measurement of the rate asset consumption. Budget appropriations in this regard total R 101,619 million for the 2022/23 financial and equates to 9 per cent of the total operating expenditure. Note that the implementation of GRAP 17 accounting standard has meant bringing a range of assets previously not included in the assets register onto the register. This has resulted in a significant increase in depreciation relative to previous years. There has been no adjustments made to depreciation and amortization in the current adjustment budget.

Bulk purchases

Bulk purchases are directly informed by the purchase of electricity from Eskom. The annual price increases have been factored into the budget appropriations and directly inform the revenue provisions. The increase is 9.6 per cent as per NERSA Guidelines and budgeted R137.074 million for 2022/23. There has been no adjustments made to bulk purchases in the current adjustment budget.

Free Basic Services: Basic Social Service Package

The social package assists households that are poor or face circumstances that limit their ability to pay for services. To receive these free services the households are required to register in terms of the Municipality's Indigent Policy and the policy is reviewed annually. The cost of the social package of the registered indigent households is largely financed by national government through the local government equitable share received in terms of the annual Division of Revenue Act.

Finance Charges

Finance Charges amounted to R 12.9 million and that includes the finance charges of the new DBSA loan with an amount of R8.4 million received in the financial year 2022/23 and financial lease Vehicles

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7. Capital Expenditure Framework

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

Description	Ref	2022/23									Budget Year 2023/24	Budget Year 2024/25
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjus.	Total Adjus.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Capital expenditure - Vote												
Multi-year expenditure to be adjusted	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		—	—	—	—	—	—	—	—	—	—	—
Capital multi-year expenditure sub-total	3	—	—	—	—	—	—	—	—	—	—	—
Single-year expenditure to be adjusted	2											
Vote 1 - Mayor and Council		—	—	—	—	—	—	400	400	400	—	—
Vote 2 - Finance and Administration		3 075	3 075	—	—	—	—	3 050	3 050	6 125	2 155	2 252
Vote 3 - Internal Audit		185	185	—	—	—	—	—	—	185	193	202
Vote 4 - Community and Social Services		200	—	—	—	—	—	—	—	200	—	—
Vote 5 - Sport and Recreation		—	—	—	—	—	—	—	—	—	—	—
Vote 6 - Public Safety		5 440	5 440	—	—	—	—	(2 765)	(2 765)	2 675	5 575	5 826
Vote 7 - Housing		273	273	—	—	—	—	80	80	353	284	297
Vote 8 - Health		—	—	—	—	—	—	—	—	—	—	—
Vote 9 - Planning and Development		99 409	101 245	—	—	—	35 209	(4 886)	30 323	131 567	81 987	84 037
Vote 10 - Road Transport		55 006	71 516	—	—	—	447	(3 000)	(2 553)	68 963	46 459	48 500
Vote 11 - Environment Protection		—	—	—	—	—	—	500	500	500	—	—
Vote 12 - Energy Sources		15 348	14 570	—	—	—	—	810	810	15 380	1 487	6 950
Vote 13 - Other		—	—	—	—	—	—	800	800	800	—	—
Vote 14 - Waste Water Management		—	—	—	—	—	—	—	—	—	—	—
Vote 15 - Waste Management		1 804	1 804	—	—	—	—	2 003	2 003	3 807	1 362	1 423
Capital single-year expenditure sub-total		180 739	198 108	—	—	—	35 656	(3 008)	32 648	230 956	139 502	149 488
Total Capital Expenditure - Vote		180 739	198 108	—	—	—	35 656	(3 008)	32 648	230 956	139 502	149 488
Capital Expenditure - Functional												
Governance and administration		3 280	3 280	—	—	—	—	3 460	3 460	6 740	2 369	2 476
Executive and council		20	20	—	—	—	—	410	410	430	21	22
Finance and administration		3 075	3 075	—	—	—	—	3 050	3 050	6 125	2 155	2 252
Internal audit		185	185	—	—	—	—	—	—	185	193	202
Community and public safety		5 813	5 613	—	—	—	—	(2 885)	(2 885)	2 928	5 859	6 123
Community and social services		200	—	—	—	—	—	—	—	200	—	—
Sport and recreation		—	—	—	—	—	—	—	—	—	—	—
Public safety		5 340	5 340	—	—	—	—	(2 965)	(2 965)	2 375	5 575	5 826
Housing		273	273	—	—	—	—	80	80	353	284	297
Health		—	—	—	—	—	—	—	—	—	—	—
Economic and environmental services		154 495	172 841	—	—	—	35 656	(7 196)	28 460	201 301	128 425	132 515
Planning and development		99 389	101 225	—	—	—	35 209	(4 896)	30 313	131 537	81 966	84 015
Road transport		55 106	71 616	—	—	—	447	(2 800)	(2 353)	69 263	46 459	48 500
Environmental protection		—	—	—	—	—	—	500	500	500	—	—
Trading services		17 152	16 375	—	—	—	—	2 813	2 813	19 188	2 848	8 373
Energy sources		15 348	14 570	—	—	—	—	810	810	15 380	1 487	6 950
Water management		—	—	—	—	—	—	—	—	—	—	—
Waste water management		—	—	—	—	—	—	—	—	—	—	—
Waste management		1 804	1 804	—	—	—	—	2 003	2 003	3 807	1 362	1 423
Other		—	—	—	—	—	—	800	800	800	—	—
Total Capital Expenditure - Functional	3	180 739	198 108	—	—	—	35 656	(3 008)	32 648	230 956	139 502	149 488
Funded by:												
National Government		115 052	131 661	—	—	—	—	0	0	131 661	98 435	106 572
Provincial Government		—	760	—	—	—	35 656	(0)	35 656	36 415	—	—
District Municipality		—	—	—	—	—	—	—	—	—	—	—
Transfers and subsidies - capital (monetary allocations)		—	—	—	—	—	—	—	—	—	—	—
(National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		—	—	—	—	—	—	—	—	—	—	—
Transfers recognised - capital	4	115 052	132 420	—	—	—	35 656	0	35 656	168 076	98 435	106 572
Borrowing		7 166	7 166	—	—	—	—	810	810	7 976	—	—
Internally generated funds		58 521	58 521	—	—	—	—	(3 818)	(3 818)	54 704	41 067	42 915
Total Capital Funding		180 739	198 108	—	—	—	35 656	(3 008)	32 648	230 756	139 502	149 488

The main source of funding of the 2022/23 Capital budget of R230.2 million is transfers recognized capital from National and provincial departments, followed by internally generated. The capital budget is aimed to facilitate service delivery where it is essential and address historical backlogs of our country.

Capital Budget

Internally Generated Revenue	R	54 203 675.00
Margate Airpot Grant	R	4 237 789.00
Neighbourhood Development Partnership Grant	R	39 999 996.00
Integrated Urban Development Grant	R	70 747 827.00
KZN Dept Of Transport-Intermodal Facility Grant	R	32 177 360.00
Energy Efficiency and Demand Side Management Grant	R	4 304 348.00
Municipal Disaster Relief Grant	R	16 608 726.00
Development Bank of South Africa:DBSA Loan	R	7 976 000.00
Total Capital Expenditure by Funding Source	R	230 255 721.00

PART 2 MAIN BUDGET TABLES

8. Annual Budget Tables

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

Table 8 MBRR Table B1 - Budget Summary

KZN216 Ray Nkonyeni - Table B1 Adjustments Budget Summary -

Description	2022/23									Budget Year 2023/24	Budget Year 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	A	1 A1	2 B	3 C	4 D	5 E	6 F	7 G	8 H		
Financial Performance											
Property rates	498 623	498 623	–	–	–	–	(6 505)	(6 505)	492 118	520 563	543 988
Service charges	253 618	253 618	–	–	–	–	(16 927)	(16 927)	236 691	266 802	278 808
Investment revenue	5 397	5 397	–	–	–	–	1 670	1 670	7 067	5 635	5 888
Transfers recognised - operational	285 102	285 229	–	–	–	50	–	50	285 279	304 105	326 923
Other own revenue	131 888	131 888	–	–	–	–	(13 315)	(13 315)	118 573	125 960	123 142
Total Revenue (excluding capital transfers and contributions)	1 174 628	1 174 755	–	–	–	50	(35 077)	(35 027)	1 139 727	1 223 064	1 278 749
Employee costs	447 279	447 380	–	–	–	–	15 207	15 207	462 586	456 489	477 281
Remuneration of councillors	31 434	31 434	–	–	–	–	–	–	31 434	32 817	34 294
Depreciation & asset impairment	101 619	101 619	–	–	–	–	–	–	101 619	106 090	110 864
Finance charges	12 922	12 922	–	–	–	–	(20)	(20)	12 902	13 491	14 098
Inventory consumed and bulk purchases	149 809	149 809	–	–	–	–	343	343	150 151	155 672	162 677
Transfers and grants	13 178	13 178	–	–	–	–	(100)	(100)	13 078	12 492	13 157
Other expenditure	415 344	415 513	–	–	–	50	(16 636)	(16 586)	398 928	420 234	430 647
Total Expenditure	1 171 585	1 171 555	–	–	–	50	(1 206)	(1 156)	1 170 699	1 197 284	1 243 018
Surplus/(Deficit)	3 043	2 900	–	–	–	–	(33 871)	(33 871)	(30 971)	25 780	35 731
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	132 360	152 333	–	–	–	40 954	(0)	40 954	193 287	113 200	122 348
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	135 403	155 234	–	–	–	40 954	(33 871)	7 083	162 316	138 980	158 079
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	135 403	155 234	–	–	–	40 954	(33 871)	7 083	162 316	138 980	158 079
Capital expenditure & funds sources											
Capital expenditure	180 739	198 108	–	–	–	35 656	(3 008)	32 648	230 756	139 502	149 488
Transfers recognised - capital	115 052	132 420	–	–	–	35 656	0	35 656	168 076	98 435	106 572
Borrowing	7 166	7 166	–	–	–	–	810	810	7 976	–	–
Internally generated funds	58 521	58 521	–	–	–	–	(3 818)	(3 818)	54 704	41 067	42 915
Total sources of capital funds	180 739	198 108	–	–	–	35 656	(3 008)	32 648	230 756	139 502	149 488
Financial position											
Total current assets	553 761	550 855	–	–	–	5 298	(24 281)	(18 982)	531 873	922 994	910 226
Total non current assets	1 878 708	1 896 076	–	–	–	35 656	(3 008)	32 648	1 928 724	1 893 356	1 961 580
Total current liabilities	321 834	316 465	–	–	–	–	(138 370)	(138 370)	178 095	566 524	479 378
Total non current liabilities	150 842	150 842	–	–	–	–	–	–	150 842	147 923	109 330
Community wealth/Equity	1 959 793	1 979 624	–	–	–	40 954	(33 871)	7 083	1 986 707	2 106 378	2 279 076
Cash flows											
Net cash from (used) operating	167 979	179 979	–	–	–	4 992	8 444	13 436	193 416	415 400	447 368
Net cash from (used) investing	(179 130)	(196 642)	–	–	–	(41 075)	453	(40 622)	(237 264)	(154 547)	(165 555)
Net cash from (used) financing	(19 098)	(19 098)	–	–	–	–	–	–	(19 098)	(1 445)	(23 927)
Cash/cash equivalents at the year end	112 823	107 312	–	–	–	(36 082)	8 896	(27 186)	80 126	339 535	583 715
Cash backing/surplus reconciliation											
Cash and investments available	115 523	110 012	–	–	–	–	(29 886)	(29 886)	80 126	363 422	237 220
Application of cash and investments	(177 167)	(182 116)	–	–	–	–	19 116	19 116	(163 000)	(7 986)	(189 255)
Balance - surplus (shortfall)	292 690	292 128	–	–	–	–	(49 002)	(49 002)	243 126	371 409	426 476
Asset Management											
Asset register summary (WDV)	1 878 708	1 896 076	–	–	–	–	471	471	1 896 547	1 893 356	1 961 580
Depreciation	99 500	99 500	–	–	–	–	–	–	99 500	103 878	108 553
Renewal and Upgrading of Existing Assets	68 927	85 883	–	–	–	–	30 351	30 351	116 234	50 712	51 398
Repairs and Maintenance	54 115	54 242	–	–	–	–	6 334	6 334	60 576	56 488	59 629
Free services											
Cost of Free Basic Services provided	–	–	–	–	–	–	–	–	–	–	–
Revenue cost of free services provided	–	–	–	–	–	–	–	–	–	–	–
Households below minimum service level											
Water:	–	–	–	–	–	–	–	–	–	–	–
Sanitation/sewerage:	–	–	–	–	–	–	–	–	–	–	–
Energy:	–	–	–	–	–	–	–	–	–	–	–
Refuse:	–	–	–	–	–	–	–	–	–	–	–

- Table B1 is a budget summary and provides a concise overview of the municipality's budget from all the major financial perspectives (financial performance, capital expenditure and funding sources, financial position, cash flow, MFMA funding compliance and asset management).

- The table provides an overview of the amounts approved by Council for operating performance, resources deployed to capital expenditure, financial position, cash and funding compliance, as well as the municipality's commitment to eliminating basic service delivery backlogs.

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

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

Standard Description	Ref	2022/23									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1, 4	A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Revenue - Functional												
<i>Governance and administration</i>		791 303	791 303	-	-	-	-	934	934	792 237	834 554	881 531
Executive and council		260 646	260 646	-	-	-	-	-	-	260 646	280 634	302 772
Finance and administration		530 657	530 657	-	-	-	-	934	934	531 591	553 920	578 759
Internal audit		-	-	-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		72 795	72 795	-	-	-	-	(28 808)	(28 808)	43 988	69 679	64 040
Community and social services		15 739	15 739	-	-	-	-	200	200	15 939	15 780	16 475
Sport and recreation		48	48	-	-	-	-	-	-	48	50	52
Public safety		176	176	-	-	-	-	-	-	176	184	192
Housing		56 832	56 832	-	-	-	-	(29 008)	(29 008)	27 824	53 665	47 322
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		168 251	188 224	-	-	-	41 004	10 843	51 847	240 071	154 846	159 868
Planning and development		132 124	132 997	-	-	-	41 004	507	41 511	174 508	117 129	120 454
Road transport		35 735	54 835	-	-	-	-	10 310	10 310	65 145	37 307	38 986
Environmental protection		392	392	-	-	-	-	26	26	418	409	428
<i>Trading services</i>		270 411	270 411	-	-	-	-	(14 576)	(14 576)	255 835	272 771	291 046
Energy sources		189 193	189 193	-	-	-	-	(11 914)	(11 914)	177 279	194 323	209 067
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		81 218	81 218	-	-	-	-	(2 662)	(2 662)	78 556	78 448	81 978
Other		4 228	4 354	-	-	-	-	(3 471)	(3 471)	883	4 414	4 613
Total Revenue - Functional	2	1 306 988	1 327 088	-	-	-	41 004	(35 077)	5 926	1 333 015	1 336 264	1 401 097
Expenditure - Functional												
<i>Governance and administration</i>		456 093	456 093	-	-	-	-	9 774	9 774	465 867	457 427	477 924
Executive and council		44 701	44 701	-	-	-	-	6 186	6 186	50 887	46 668	48 768
Finance and administration		375 353	375 353	-	-	-	-	(276)	(276)	375 077	373 135	389 838
Internal audit		36 039	36 039	-	-	-	-	3 864	3 864	39 903	37 625	39 318
<i>Community and public safety</i>		160 167	160 201	-	-	-	-	(29 054)	(29 054)	131 147	155 750	154 546
Community and social services		38 966	38 966	-	-	-	-	(1 255)	(1 255)	37 710	40 680	42 511
Sport and recreation		5 424	5 446	-	-	-	-	(240)	(240)	5 206	5 663	5 917
Public safety		49 505	49 518	-	-	-	-	(256)	(256)	49 262	51 684	54 009
Housing		66 272	66 272	-	-	-	-	(27 303)	(27 303)	38 969	57 723	52 108
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		210 333	210 333	-	-	-	-	8 342	8 342	218 676	223 855	234 032
Planning and development		50 101	50 101	-	-	-	-	(8 297)	(8 297)	41 803	51 352	53 766
Road transport		132 540	132 540	-	-	-	-	17 249	17 249	149 789	143 591	150 053
Environmental protection		27 693	27 693	-	-	-	-	(610)	(610)	27 083	28 912	30 213
<i>Trading services</i>		338 477	338 585	-	-	-	50	9 638	9 688	348 274	353 450	369 410
Energy sources		164 112	164 112	-	-	-	50	4 253	4 303	168 415	171 032	178 783
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		174 365	174 474	-	-	-	-	5 385	5 385	179 859	182 418	190 627
Other		6 515	6 641	-	-	-	-	44	44	6 685	6 802	7 108
Total Expenditure - Functional	3	1 171 585	1 171 585	-	-	-	50	(1 256)	(1 206)	1 170 649	1 197 284	1 243 018
Surplus/ (Deficit) for the year		135 403	155 234	-	-	-	40 954	(33 821)	7 133	162 366	138 980	158 079

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

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

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

KZN216 Ray Nkonyeni - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) -

Vote Description <i>[Insert departmental structure etc]</i>	Ref	2022/23									Budget Year 2023/24	Budget Year 2024/25
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
Revenue by Vote	1											
Vote 1 - Mayor and Council		260 646	260 646	-	-	-	-	-	-	260 646	280 634	302 772
Vote 2 - Finance and Administration		530 657	530 657	-	-	-	-	934	934	531 591	553 920	578 759
Vote 3 - Internal Audit		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social Services		15 739	15 739	-	-	-	-	200	200	15 939	15 780	16 475
Vote 5 - Sport and Recreation		48	48	-	-	-	-	-	-	48	50	52
Vote 6 - Public Safety		24 971	24 971	-	-	-	-	7 110	7 110	32 081	26 069	27 242
Vote 7 - Housing		56 832	56 832	-	-	-	-	(29 008)	(29 008)	27 824	53 665	47 322
Vote 8 - Health		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		132 124	132 997	-	-	-	41 004	507	41 511	174 508	117 129	120 454
Vote 10 - Road Transport		10 941	30 041	-	-	-	-	3 200	3 200	33 241	11 422	11 936
Vote 11 - Environment Protection		392	392	-	-	-	-	26	26	418	409	428
Vote 12 - Energy Sources		189 193	189 193	-	-	-	-	(11 914)	(11 914)	177 279	194 323	209 067
Vote 13 - Other		4 228	4 354	-	-	-	-	(3 471)	(3 471)	883	4 414	4 613
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		81 218	81 218	-	-	-	-	(2 662)	(2 662)	78 556	78 448	81 978
Total Revenue by Vote	2	1 306 988	1 327 088	-	-	-	41 004	(35 077)	5 926	1 333 015	1 336 264	1 401 097
Expenditure by Vote	1											
Vote 1 - Mayor and Council		42 854	42 854	-	-	-	-	6 348	6 348	49 201	44 739	46 753
Vote 2 - Finance and Administration		334 780	334 780	-	-	-	-	(5 546)	(5 546)	329 234	330 776	345 573
Vote 3 - Internal Audit		76 612	76 612	-	-	-	-	10 153	10 153	86 766	79 983	83 582
Vote 4 - Community and Social Services		39 877	39 877	-	-	-	-	(1 962)	(1 962)	37 915	41 631	43 505
Vote 5 - Sport and Recreation		5 424	5 446	-	-	-	-	(240)	(240)	5 206	5 663	5 917
Vote 6 - Public Safety		91 290	91 302	-	-	-	-	8 298	8 298	99 600	100 526	105 050
Vote 7 - Housing		66 272	66 272	-	-	-	-	(27 384)	(27 384)	38 888	57 723	52 108
Vote 8 - Health		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		51 948	51 948	-	-	-	-	(7 967)	(7 967)	43 981	53 281	55 781
Vote 10 - Road Transport		89 844	89 844	-	-	-	-	8 251	8 251	98 095	93 798	98 018
Vote 11 - Environment Protection		27 693	27 693	-	-	-	-	(610)	(610)	27 083	28 912	30 213
Vote 12 - Energy Sources		164 112	164 112	-	-	-	50	4 253	4 303	168 415	171 032	178 783
Vote 13 - Other		6 515	6 641	-	-	-	-	44	44	6 685	6 802	7 108
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		174 365	174 474	-	-	-	-	5 157	5 157	179 630	182 418	190 627
Total Expenditure by Vote	2	1 171 585	1 171 855	-	-	-	50	(1 206)	(1 156)	1 170 699	1 197 284	1 243 018
Surplus/ (Deficit) for the year	2	135 403	155 234	-	-	-	40 954	(33 871)	7 083	162 316	138 980	158 079

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

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

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

Description	Ref	2022/23									Budget Year 2023/24	Budget Year 2024/25
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjus.	Total Adjus.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1	A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
Revenue By Source												
Property rates	2	498 623	498 623	-	-	-	-	(6 505)	(6 505)	492 118	520 563	543 988
Service charges - electricity revenue	2	182 857	182 857	-	-	-	-	(11 914)	(11 914)	170 943	192 928	201 610
Service charges - water revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	2	70 761	70 761	-	-	-	-	(5 013)	(5 013)	65 748	73 874	77 199
Rental of facilities and equipment		2 610	2 610	-	-	-	-	1 100	1 100	3 710	2 725	2 848
Interest earned - external investments		5 397	5 397	-	-	-	-	1 670	1 670	7 067	5 635	5 888
Interest earned - outstanding debtors		24 389	24 389	-	-	-	-	4 330	4 330	28 719	25 462	26 608
Dividends received		-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		22 158	22 158	-	-	-	-	7 500	7 500	29 658	23 133	24 174
Licences and permits		7 824	7 824	-	-	-	-	2 087	2 087	9 911	8 168	8 536
Agency services		4 894	4 894	-	-	-	-	1 150	1 150	6 044	5 110	5 339
Transfers and subsidies		285 102	285 229	-	-	-	50	-	50	285 279	304 105	326 923
Other revenue	2	70 013	70 013	-	-	-	-	(29 482)	(29 482)	40 531	61 362	55 637
Gains		-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		1 174 628	1 174 755	-	-	-	50	(35 077)	(35 027)	1 139 727	1 223 064	1 278 748
Expenditure By Type												
Employee related costs		447 279	447 380	-	-	-	-	15 207	15 207	462 586	456 489	477 281
Remuneration of councillors		31 434	31 434	-	-	-	-	-	-	31 434	32 817	34 294
Debt impairment		9 984	9 984	-	-	-	-	-	-	9 984	10 423	10 892
Depreciation & asset impairment		101 619	101 619	-	-	-	-	-	-	101 619	106 090	110 864
Finance charges		12 922	12 922	-	-	-	-	(20)	(20)	12 902	13 491	14 098
Bulk purchases - electricity		137 074	137 074	-	-	-	-	-	-	137 074	142 321	148 726
Inventory consumed		12 735	12 735	-	-	-	-	343	343	13 078	13 351	13 951
Contracted services		244 881	245 207	-	-	-	-	(14 271)	(14 271)	230 936	245 035	247 594
Transfers and subsidies		13 178	13 178	-	-	-	-	(100)	(100)	13 078	12 492	13 157
Other expenditure		160 480	160 322	-	-	-	50	(2 365)	(2 315)	158 007	164 776	172 161
Losses		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		1 171 585	1 171 855	-	-	-	50	(1 206)	(1 156)	1 170 699	1 197 284	1 243 018
Surplus/(Deficit)		3 043	2 900	-	-	-	-	(33 871)	(33 871)	(30 971)	25 780	35 731
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		132 360	152 333	-	-	-	40 954	(0)	40 954	193 287	113 200	122 348
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) before taxation		135 403	155 234	-	-	-	40 954	(33 871)	7 083	162 316	138 980	158 079
Taxation		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		135 403	155 234	-	-	-	40 954	(33 871)	7 083	162 316	138 980	158 079
Attributable to minorities		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		135 403	155 234	-	-	-	40 954	(33 871)	7 083	162 316	138 980	158 079
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		135 403	155 234	-	-	-	40 954	(33 871)	7 083	162 316	138 980	158 079

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

1. Total adjusted operating revenue is R1,13 billion and total adjusted capital revenue is R 193.2 million in 2022/23
2. Total adjusted revenue for 2022/23 financial year is R1.33 billion.
3. Adjusted Revenue to be generated from property rates is R492.1 million in the 2022/23 financial year therefore remains a main funding source for the municipality.
4. Transfers recognized – operating includes the local government equitable share and other operating grants from national and provincial government amounts to R285.2 million. It needs to be noted that in real terms the grants receipts from national government are growing rapidly over the MTREF. The municipality is not grant dependent since major part of revenue is own funding however we still must ensure that we collect every single cent that is due to us.

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

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

Description	Ref	2022/23									Budget Year 2023/24	Budget Year 2024/25
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjus.	Total Adjus.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Capital expenditure - Vote												
Multi-year expenditure to be adjusted												
Vote 1 - Mayor and Council	2	–	–	–	–	–	–	–	–	–	–	–
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		–	–	–	–	–	–	–	–	–	–	–
Capital multi-year expenditure sub-total	3	–	–	–	–	–	–	–	–	–	–	–
Single-year expenditure to be adjusted	2											
Vote 1 - Mayor and Council		–	–	–	–	–	–	400	400	400	–	–
Vote 2 - Finance and Administration		3 075	3 075	–	–	–	–	3 050	3 050	6 125	2 155	2 252
Vote 3 - Internal Audit		185	185	–	–	–	–	–	–	185	193	202
Vote 4 - Community and Social Services		200	–	–	–	–	–	–	–	200	–	–
Vote 5 - Sport and Recreation		–	–	–	–	–	–	–	–	–	–	–
Vote 6 - Public Safety		5 440	5 440	–	–	–	–	(2 765)	(2 765)	2 675	5 575	5 826
Vote 7 - Housing		273	273	–	–	–	–	80	80	353	284	297
Vote 8 - Health		–	–	–	–	–	–	–	–	–	–	–
Vote 9 - Planning and Development		99 409	101 245	–	–	–	35 209	(4 886)	30 323	131 567	81 987	84 037
Vote 10 - Road Transport		55 006	71 516	–	–	–	447	(3 000)	(2 553)	68 963	46 459	48 500
Vote 11 - Environment Protection		–	–	–	–	–	–	500	500	500	–	–
Vote 12 - Energy Sources		15 348	14 570	–	–	–	–	810	810	15 380	1 487	6 950
Vote 13 - Other		–	–	–	–	–	–	800	800	800	–	–
Vote 14 - Waste Water Management		–	–	–	–	–	–	–	–	–	–	–
Vote 15 - Waste Management		1 804	1 804	–	–	–	–	2 003	2 003	3 807	1 362	1 423
Capital single-year expenditure sub-total		180 739	198 108	–	–	–	35 656	(3 008)	32 648	230 956	139 502	149 488
Total Capital Expenditure - Vote		180 739	198 108	–	–	–	35 656	(3 008)	32 648	230 956	139 502	149 488
Capital Expenditure - Functional												
Governance and administration		3 280	3 280	–	–	–	–	3 460	3 460	6 740	2 369	2 476
Executive and council		20	20	–	–	–	–	410	410	430	21	22
Finance and administration		3 075	3 075	–	–	–	–	3 050	3 050	6 125	2 155	2 252
Internal audit		185	185	–	–	–	–	–	–	185	193	202
Community and public safety		5 813	5 613	–	–	–	–	(2 885)	(2 885)	2 928	5 859	6 123
Community and social services		200	–	–	–	–	–	–	–	200	–	–
Sport and recreation		–	–	–	–	–	–	–	–	–	–	–
Public safety		5 340	5 340	–	–	–	–	(2 965)	(2 965)	2 375	5 575	5 826
Housing		273	273	–	–	–	–	80	80	353	284	297
Health		–	–	–	–	–	–	–	–	–	–	–
Economic and environmental services		154 495	172 841	–	–	–	35 656	(7 196)	28 460	201 301	128 425	132 515
Planning and development		99 389	101 225	–	–	–	35 209	(4 896)	30 313	131 537	81 966	84 015
Road transport		55 106	71 616	–	–	–	447	(2 800)	(2 353)	69 263	46 459	48 500
Environmental protection		–	–	–	–	–	–	500	500	500	–	–
Trading services		17 152	16 375	–	–	–	–	2 813	2 813	19 188	2 848	8 373
Energy sources		15 348	14 570	–	–	–	–	810	810	15 380	1 487	6 950
Water management		–	–	–	–	–	–	–	–	–	–	–
Waste water management		–	–	–	–	–	–	–	–	–	–	–
Waste management		1 804	1 804	–	–	–	–	2 003	2 003	3 807	1 362	1 423
Other		–	–	–	–	–	–	800	800	800	–	–
Total Capital Expenditure - Functional	3	180 739	198 108	–	–	–	35 656	(3 008)	32 648	230 956	139 502	149 488
Funded by:												
National Government		115 052	131 661	–	–	–	–	0	0	131 661	98 435	106 572
Provincial Government		–	760	–	–	–	35 656	(0)	35 656	36 415	–	–
District Municipality		–	–	–	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		–	–	–	–	–	–	–	–	–	–	–
Transfers recognised - capital	4	115 052	132 420	–	–	–	35 656	0	35 656	168 076	98 435	106 572
Borrowing		7 166	7 166	–	–	–	–	810	810	7 976	–	–
Internally generated funds		58 521	58 521	–	–	–	–	(3 818)	(3 818)	54 704	41 067	42 915
Total Capital Funding		180 739	198 108	–	–	–	35 656	(3 008)	32 648	230 756	139 502	149 488

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

- Table B5 is a breakdown of the capital Programme in relation to capital expenditure by municipal vote (multi-year and single-year appropriations); capital expenditure by standard classification; and the funding sources necessary to fund the capital budget,

including information on capital transfers from national and provincial departments.

- The MFMA provides that a municipality may approve multi-year or single-year capital budget appropriations.
- Single-year capital expenditure has been appropriated at R230.7 million (Excl. VAT) for the 2022/23 financial year.
- Unlike multi-year capital appropriations, single-year appropriations relate to expenditure that will be incurred in the specific budget year such as the procurement of vehicles and specialized tools and equipment. The budget appropriations for the two outer years are indicative allocations based on the departmental business plans as informed by the IDP and will be reviewed on an annual basis to assess the relevance of the expenditure in relation to the strategic objectives and service delivery imperatives of the municipality. For the purpose of funding assessment of the MTREF, these appropriations have been included but no commitments will be incurred against single-year appropriations for the two outer-years.
- The capital Programme is funded from capital and provincial grants and transfers and internally generated funds.
- Capital Projects expenditure and funding in Table B5 have been budgeted for excluding VAT.

Table 13 MBRR Table B6 - Budgeted Financial Position

KZN216 Ray Nkonyeni - Table B6 Adjustments Budget Financial Position -

Description	Ref	2022/23									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjus.	Total Adjus.	Adjusted Budget	2023/24 Adjusted Budget	2024/25 Adjusted Budget
R thousands		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
ASSETS												
Current assets												
Cash		(6 528)	(12 039)	-	-	-	-	(29 886)	(29 886)	(41 925)	241 371	115 169
Call investment deposits	1	122 051	122 051	-	-	-	-	-	-	122 051	122 051	122 051
Consumer debtors	1	294 403	294 403	-	-	-	-	(1 602)	(1 602)	292 802	364 033	435 757
Other debtors		140 390	142 995	-	-	-	5 298	7 550	12 848	155 843	192 081	233 421
Current portion of long-term receivables		143	143	-	-	-	-	-	-	143	143	143
Inventory		3 301	3 301	-	-	-	-	(343)	(343)	2 959	3 314	3 685
Total current assets		553 761	550 855	-	-	-	5 298	(24 281)	(18 982)	531 873	922 994	910 226
Non current assets												
Long-term receivables		-	-	-	-	-	-	-	-	-	-	-
Investments		-	-	-	-	-	-	-	-	-	-	-
Investment property		205 741	205 741	-	-	-	-	-	-	205 741	205 741	205 741
Investment in Associate		-	-	-	-	-	-	-	-	-	-	-
Property, plant and equipment	1	1 668 460	1 685 828	-	-	-	35 656	(1 658)	33 998	1 719 826	1 680 822	1 746 657
Biological		-	-	-	-	-	-	-	-	-	-	-
Intangible		2 436	2 436	-	-	-	-	(1 350)	(1 350)	1 086	4 722	7 111
Other non-current assets		2 071	2 071	-	-	-	-	-	-	2 071	2 071	2 071
Total non current assets		1 878 708	1 896 076	-	-	-	35 656	(3 008)	32 648	1 928 724	1 893 356	1 961 580
TOTAL ASSETS		2 432 469	2 446 931	-	-	-	40 954	(27 288)	13 666	2 460 597	2 816 350	2 871 806
LIABILITIES												
Current liabilities												
Bank overdraft		-	-	-	-	-	-	-	-	-	-	-
Borrowing		1 378	1 378	-	-	-	-	-	-	1 378	6 520	6 520
Consumer deposits		33 452	33 452	-	-	-	-	(66 903)	(66 903)	(33 452)	33 514	33 580
Trade and other payables		247 979	242 610	-	-	-	-	6 583	6 583	249 194	487 465	400 253
Provisions		39 025	39 025	-	-	-	-	(78 050)	(78 050)	(39 025)	39 025	39 025
Total current liabilities		321 834	316 465	-	-	-	-	(138 370)	(138 370)	178 095	566 524	479 378
Non current liabilities												
Borrowing	1	26 734	26 734	-	-	-	-	-	-	26 734	23 815	(14 778)
Provisions	1	124 108	124 108	-	-	-	-	-	-	124 108	124 108	124 108
Total non current liabilities		150 842	150 842	-	-	-	-	-	-	150 842	147 923	109 330
TOTAL LIABILITIES		472 676	467 307	-	-	-	-	(138 370)	(138 370)	328 937	714 447	588 708
NET ASSETS	2	1 959 793	1 979 624	-	-	-	40 954	111 082	152 036	2 131 660	2 101 903	2 283 098
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)		1 848 149	1 867 980	-	-	-	40 954	(33 871)	7 083	1 875 062	1 994 733	2 167 432
Reserves		111 644	111 644	-	-	-	-	-	-	111 644	111 644	111 644
TOTAL COMMUNITY WEALTH/EQUITY		1 959 793	1 979 624	-	-	-	40 954	(33 871)	7 083	1 986 707	2 106 378	2 279 076

Explanatory notes to Table B6 - Budgeted Financial Position

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

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

Table 14 MBRR Table B7 - Budgeted Cash Flow Statement

KZN216 Ray Nkonyeni - Table B7 Adjustments Budget Cash Flows -

Description	Ref	2022/23									Budget Year 2023/24	Budget Year 2024/25
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates		468 731	468 731	–	–	–	–	(27 327)	(27 327)	441 404	489 355	511 376
Service charges		228 256	228 256	–	–	–	–	(15 234)	(15 234)	213 022	242 271	253 174
Other revenue		44 677	44 677	–	–	–	–	3 041	3 041	47 718	31 652	33 077
Transfers and Subsidies - Operational	1	341 677	341 803	–	–	–	(29 008)	(0)	(29 008)	312 796	351 438	367 900
Transfers and Subsidies - Capital	1	132 360	144 233	–	–	–	34 000	–	34 000	178 233	113 200	122 348
Interest		5 397	5 397	–	–	–	–	1 650	1 650	7 047	5 635	5 888
Dividends		–	–	–	–	–	–	–	–	–	–	–
Payments												
Suppliers and employees		(1 027 019)	(1 027 019)	–	–	–	–	46 315	46 315	(980 705)	(792 682)	(819 779)
Finance charges		(12 922)	(12 922)	–	–	–	–	–	–	(12 922)	(13 491)	(14 098)
Transfers and Grants	1	(13 178)	(13 178)	–	–	–	–	–	–	(13 178)	(11 979)	(12 518)
NET CASH FROM/(USED) OPERATING ACTIVITIES		167 979	179 979	–	–	–	4 992	8 444	13 436	193 416	415 400	447 368
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		(179 130)	(196 642)	–	–	–	(41 075)	453	(40 622)	(237 264)	(154 547)	(165 555)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(179 130)	(196 642)	–	–	–	(41 075)	453	(40 622)	(237 264)	(154 547)	(165 555)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans		–	–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing		7 976	7 976	–	–	–	–	–	–	7 976	21 452	–
Increase (decrease) in consumer deposits		1 412	1 412	–	–	–	–	–	–	1 412	1 475	1 541
Payments												
Repayment of borrowing		(28 486)	(28 486)	–	–	–	–	–	–	(28 486)	(24 371)	(25 468)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(19 098)	(19 098)	–	–	–	–	–	–	(19 098)	(1 445)	(23 927)
NET INCREASE/ (DECREASE) IN CASH HELD		(30 248)	(35 760)	–	–	–	(36 082)	8 896	(27 186)	(62 946)	259 409	257 886
Cash/cash equivalents at the year begin:	2	143 072	143 072	–	–	–	–	–	–	143 072	80 126	325 829
Cash/cash equivalents at the year end:	2	112 823	107 312	–	–	–	(36 082)	8 896	(27 186)	80 126	339 535	583 715

Explanatory notes to Table B7 - Budgeted Cash Flow Statement

1. The budgeted cash flow statement is the first measurement in determining if the budget is funded.
2. It shows the expected level of cash in-flow versus cash out-flow that is likely to result from the implementation of the budget.
3. The cash levels of the Municipality are not stabilized over the MTREF and prior years.
4. In 2022/23 the cash flow starts to turn around and improves again.
5. The 2022/23 MTREF has been informed by the planning principle of ensuring adequate cash reserves over the medium-term.
6. Cash flow reflects a positive balance after defraying all the expenditure for the financial year.

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

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

Description	Ref	2022/23									Budget Year 2023/24	Budget Year 2024/25
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjus.	Total Adjus.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
Cash and investments available												
Cash/cash equivalents at the year end	1	112 823	107 312	-	-	-	(36 082)	8 896	(27 186)	80 126	339 535	583 715
Other current investments > 90 days		2 700	2 700	-	-	-	36 082	(38 782)	(2 700)	(0)	23 887	(346 495)
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-	-
Cash and investments available:		115 523	110 012	-	-	-	-	(29 886)	(29 886)	80 126	363 422	237 220
Applications of cash and investments												
Unspent conditional transfers		48 336	40 236	-	-	-	-	(7 004)	(7 004)	33 232	48 336	(54 580)
Unspent borrowing												
Statutory requirements		19 765	22 370	-	-	-	-	(22 370)	(22 370)	-	49 993	68 904
Other working capital requirements	2	(205 634)	(205 088)	-	-	-	-	8 856	8 856	(196 232)	(66 682)	(163 946)
Other provisions		(39 025)	(39 025)	-	-	-	-	39 025	39 025	-	(39 025)	(39 025)
Long term investments committed		-	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments		(608)	(608)	-	-	-	-	608	608	-	(608)	(608)
Total Application of cash and investments:		(177 167)	(182 116)	-	-	-	-	19 116	19 116	(163 000)	(7 986)	(189 255)
Surplus(shortfall)		292 690	292 128	-	-	-	-	(49 002)	(49 002)	243 126	371 409	426 476

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

- The cash backed reserves/accumulated surplus reconciliation is aligned to the requirements of MFMA Circular 42 – Funding a Municipal Budget.
- In essence the table evaluates the funding levels of the budget by firstly forecasting the cash and investments at year end and secondly reconciling the available funding to the liabilities/commitments that exist.
- The outcome of this exercise would either be a surplus or deficit. A deficit would indicate that the applications exceed the cash and investments available and would be indicative of non-compliance with the MFMA requirements that the municipality's budget must be "funded".
- Non-compliance with section 18 of the MFMA is assumed because a shortfall would indirectly indicate that the annual budget is not appropriately funded.
- From the table the municipality is operating at a surplus.
- Considering the requirements of section 18 of the MFMA, it can be concluded that the adopted 2022/23 MTREF was funded as it reflects a positive balance in funding measurement.
- This reflects that the budget will be able to pay its expenditure for the current year and be able to pay its obligations. It is assumed that all grants will be spent 100% and if not, it is cash backed since our budget reflects a positive after all the current years expenditure paid and its liabilities.
- As part of the budgeting and planning guidelines that informed the compilation of the KZN216 Ray Nkonyeni - Table B8 Cash backed reserves/accumulated surplus reconciliation - 2022/23 MTREF the end objective of the medium-term framework was to ensure the budget is funded aligned to section 18 of the MFMA.

Table 16 MBRR Table B9 - Asset Management

KZN216 Ray Nkonyeni - Table B9 Asset Management -

KZN216 Ray Nkomo - Table D5 Asset management -												
Description	Ref	2022/23									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
CAPITAL EXPENDITURE												
Total New Assets to be adjusted	1	111 812	112 225	-	-	-	-	2 298	2 298	114 522	88 791	98 089
Roads Infrastructure		44 417	45 345	-	-	-	-	(1 870)	(1 870)	43 475	34 236	35 708
Storm water Infrastructure		2 609	2 609	-	-	-	-	2 000	2 000	4 609	2 723	2 846
Electrical Infrastructure		12 435	12 320	-	-	-	-	399	399	12 719	1 487	6 950
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	500	500	500	-	-
Infrastructure		59 461	60 274	-	-	-	-	1 029	1 029	61 303	38 446	45 505
Community Facilities		10 870	10 470	-	-	-	-	7 182	7 182	17 651	9 388	9 792
Sport and Recreation Facilities		3 913	3 913	-	-	-	-	-	-	3 913	3 521	3 672
Community Assets		14 783	14 383	-	-	-	-	7 182	7 182	21 564	12 909	13 464
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		8 261	8 261	-	-	-	-	(4 000)	(4 000)	4 261	8 624	9 012
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets	6	8 261	8 261	-	-	-	-	(4 000)	(4 000)	4 261	8 624	9 012
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		2 190	2 190	-	-	-	-	(1 350)	(1 350)	840	2 286	2 389
Intangible Assets		2 190	2 190	-	-	-	-	(1 350)	(1 350)	840	2 286	2 389
Computer Equipment		5 298	5 298	-	-	-	-	895	895	6 194	4 488	4 690
Furniture and Office Equipment		1 749	1 749	-	-	-	-	720	720	2 469	1 502	1 570
Machinery and Equipment		2 120	2 120	-	-	-	-	821	821	2 941	1 796	1 876
Transport Assets		17 950	17 950	-	-	-	-	(3 000)	(3 000)	14 950	18 740	19 583
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
Total Renewal of Existing Assets to be adjusted	2	27 547	42 793	-	-	-	-	2 411	2 411	45 204	14 161	14 770
Roads Infrastructure		15 043	24 609	-	-	-	-	1 500	1 500	26 109	13 535	14 117
Storm water Infrastructure		-	7 043	-	-	-	-	-	-	7 043	-	-
Electrical Infrastructure		2 913	2 250	-	-	-	-	411	411	2 661	-	-
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		8 696	8 696	-	-	-	-	-	-	8 696	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	500	500	500	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		26 652	42 598	-	-	-	-	2 411	2 411	45 009	13 535	14 117
Community Facilities		896	196	-	-	-	-	-	-	196	626	653
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-
Community Assets		896	196	-	-	-	-	-	-	196	626	653
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets	6	-	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
Total Upgrading of Existing Assets to be adjusted	2a	41 380	43 090	-	-	-	-	27 940	27 940	71 029	36 551	36 629
Roads Infrastructure		24 702	22 502	-	-	-	-	(200)	(200)	22 302	22 319	22 336
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-

Coastal Infrastructure	-	-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure	-	-	-	-	-	-	-	-	-	-	-	-
Infrastructure	24 702	22 502	-	-	-	-	(200)	(200)	22 302	22 319	22 336	
Community Facilities	16 156	20 066	-	-	-	-	28 661	28 661	48 727	13 762	13 803	
Sport and Recreation Facilities	522	522	-	-	-	-	(522)	(522)	-	469	490	
Community Assets	16 678	20 587	-	-	-	-	28 140	28 140	48 727	14 232	14 293	
Heritage Assets	-	-	-	-	-	-	-	-	-	-	-	
Revenue Generating	-	-	-	-	-	-	-	-	-	-	-	
Non-revenue Generating	-	-	-	-	-	-	-	-	-	-	-	
Investment properties	-	-	-	-	-	-	-	-	-	-	-	
Operational Buildings	-	-	-	-	-	-	-	-	-	-	-	
Housing	-	-	-	-	-	-	-	-	-	-	-	
Other Assets	-	-	-	-	-	-	-	-	-	-	-	
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-	-	
Servitudes	-	-	-	-	-	-	-	-	-	-	-	
Licences and Rights	-	-	-	-	-	-	-	-	-	-	-	
Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	
Computer Equipment	-	-	-	-	-	-	-	-	-	-	-	
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-	-	-	
Machinery and Equipment	-	-	-	-	-	-	-	-	-	-	-	
Transport Assets	-	-	-	-	-	-	-	-	-	-	-	
Land	-	-	-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-	-	
Total Capital Expenditure to be adjusted	180 739	198 108	-	-	-	-	32 648	32 648	230 756	139 502	149 488	
Roads Infrastructure	84 163	92 456	-	-	-	-	(570)	(570)	91 886	70 090	72 161	
Storm water Infrastructure	2 609	9 652	-	-	-	-	2 000	2 000	11 652	2 723	2 846	
Electrical Infrastructure	15 348	14 570	-	-	-	-	810	810	15 380	1 487	6 950	
Water Supply Infrastructure	-	-	-	-	-	-	-	-	-	-	-	
Sanitation Infrastructure	-	-	-	-	-	-	-	-	-	-	-	
Solid Waste Infrastructure	8 696	8 696	-	-	-	-	-	-	8 696	-	-	
Rail Infrastructure	-	-	-	-	-	-	-	-	-	-	-	
Coastal Infrastructure	-	-	-	-	-	-	500	500	500	-	-	
Information and Communication Infrastructure	-	-	-	-	-	-	500	500	500	-	-	
Infrastructure	110 815	125 374	-	-	-	-	3 240	3 240	128 614	74 300	81 957	
Community Facilities	27 921	30 731	-	-	-	-	35 843	35 843	66 574	23 776	24 248	
Sport and Recreation Facilities	4 435	4 435	-	-	-	-	(522)	(522)	3 913	3 990	4 162	
Community Assets	32 356	35 166	-	-	-	-	35 321	35 321	70 487	27 766	28 409	
Heritage Assets	-	-	-	-	-	-	-	-	-	-	-	
Revenue Generating	-	-	-	-	-	-	-	-	-	-	-	
Non-revenue Generating	-	-	-	-	-	-	-	-	-	-	-	
Investment properties	-	-	-	-	-	-	-	-	-	-	-	
Operational Buildings	8 261	8 261	-	-	-	-	(4 000)	(4 000)	4 261	8 624	9 012	
Housing	-	-	-	-	-	-	-	-	-	-	-	
Other Assets	8 261	8 261	-	-	-	-	(4 000)	(4 000)	4 261	8 624	9 012	
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-	-	
Servitudes	-	-	-	-	-	-	-	-	-	-	-	
Licences and Rights	2 190	2 190	-	-	-	-	(1 350)	(1 350)	840	2 286	2 389	
Intangible Assets	2 190	2 190	-	-	-	-	(1 350)	(1 350)	840	2 286	2 389	
Computer Equipment	5 298	5 298	-	-	-	-	895	895	6 194	4 488	4 690	
Furniture and Office Equipment	1 749	1 749	-	-	-	-	720	720	2 469	1 502	1 570	
Machinery and Equipment	2 120	2 120	-	-	-	-	821	821	2 941	1 796	1 876	
Transport Assets	17 950	17 950	-	-	-	-	(3 000)	(3 000)	14 950	18 740	19 583	
Land	-	-	-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-	-	
TOTAL CAPITAL EXPENDITURE to be adjusted	180 739	198 108	-	-	-	-	32 648	32 648	230 756	139 502	149 488	
ASSET REGISTER SUMMARY - PPE (WDV)	1 878 708	1 896 076	-	-	-	-	471	471	1 896 547	1 893 356	1 961 580	
Roads Infrastructure	718 265	729 707	-	-	-	-	(1 091)	(1 091)	728 616	733 623	768 446	
Storm water Infrastructure	58 175	65 218	-	-	-	-	2 000	2 000	67 218	60 898	63 744	
Electrical Infrastructure	103 714	102 937	-	-	-	-	810	810	103 747	96 005	107 892	
Water Supply Infrastructure	346	346	-	-	-	-	-	-	346	346	346	
Sanitation Infrastructure	-	-	-	-	-	-	-	-	-	-	-	
Solid Waste Infrastructure	24 103	24 103	-	-	-	-	-	-	24 103	15 408	15 408	
Rail Infrastructure	-	-	-	-	-	-	-	-	-	-	-	
Coastal Infrastructure	1 854	1 854	-	-	-	-	3 200	3 200	5 054	1 054	1 054	
Information and Communication Infrastructure	-	-	-	-	-	-	500	500	500	-	-	
Infrastructure	906 457	924 166	-	-	-	-	5 419	5 419	929 584	907 334	956 890	
Community Assets	592 873	592 533	-	-	-	-	66	66	592 598	591 213	592 805	
Heritage Assets	2 071	2 071	-	-	-	-	-	-	2 071	2 071	2 071	
Investment properties	205 741	205 741	-	-	-	-	-	-	205 741	205 741	205 741	
Other Assets	19 588	19 588	-	-	-	-	(400)	(400)	19 188	21 226	22 937	
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-	-	
Intangible Assets	2 436	2 436	-	-	-	-	(1 350)	(1 350)	1 086	4 722	7 111	
Computer Equipment	6 883	6 883	-	-	-	-	(1 705)	(1 705)	5 179	8 974	11 367	
Furniture and Office Equipment	5 128	5 128	-	-	-	-	620	620	5 748	4 644	4 463	
Machinery and Equipment	3 719	3 719	-	-	-	-	821	821	4 540	4 070	4 856	
Transport Assets	61 627	61 627	-	-	-	-	(3 000)	(3 000)	58 627	71 176	81 154	
Land	72 185	72 185	-	-	-	-	-	-	72 185	72 185	72 185	
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-	-	

TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	1 878 708	1 896 076	-	-	-	-	471	471	1 896 547	1 893 356	1 961 580
EXPENDITURE OTHER ITEMS												
Depreciation & asset impairment		99 500	99 500	-	-	-	-	-	-	99 500	103 878	108 553
Repairs and Maintenance by asset class	3	54 115	54 242	-	-	-	-	6 334	6 334	60 576	56 488	59 629
Roads Infrastructure		23 817	23 817	-	-	-	-	6 000	6 000	29 817	24 865	25 984
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		3 357	3 357	-	-	-	-	2 900	2 900	6 257	3 496	4 253
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		27 174	27 174	-	-	-	-	8 900	8 900	36 074	28 361	30 237
Community Facilities		985	1 111	-	-	-	-	-	-	1 111	1 028	1 074
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-
Community Assets		985	1 111	-	-	-	-	-	-	1 111	1 028	1 074
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		10 140	10 140	-	-	-	-	(3 408)	(3 408)	6 732	10 586	11 063
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets		10 140	10 140	-	-	-	-	(3 408)	(3 408)	6 732	10 586	11 063
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		300	300	-	-	-	-	(150)	(150)	150	313	327
Machinery and Equipment		2 548	2 548	-	-	-	-	(150)	(150)	2 398	2 660	2 779
Transport Assets		12 969	12 969	-	-	-	-	1 142	1 142	14 111	13 540	14 149
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	6	-	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE OTHER ITEMS to be adjusted		153 615	153 742	-	-	-	-	6 334	6 334	160 076	160 366	168 182

Explanatory notes to Table B9 - Asset Management

- 1 Table B9 provides an overview of municipal capital allocations to building new assets and the renewal of existing assets, as well as spending on repairs and maintenance by asset class.
- 2 National Treasury has recommended that municipalities should allocate at least 40 per cent of the capital budget to the renewal of existing assets, and allocations to repairs and maintenance should be 8 per cent of PPE. The adjusted Repairs and maintenance amounts to 7% of PPE carrying value an increase from the 3.2% in the original budget.

Basic Service Delivery Measurement

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

Assumptions used in preparation of the budget over the MTREF

Collection and expenditure rates

Property rates	90%
Penalties and Collection Charges	80%
Electricity	90%
Refuse Removal	90%
Rental of facilities	72%
Interest earned in investment	100%
Interest earned on outstanding debts	80%
Fines	7.2%
Licenses and Permits	90%
Agency Fees	100%
Transfers and Grants – operational	100%
Transfers and Grants – Capital	100%
Other revenue	40%
Expenditure	
Employee related cost	100%
Remuneration of councilors	100%
Debt impairment	100%
Bulk Purchases	100%
Finance Charges	100%
Contracted services	100%
Transfers and Grants	100%
Other Expenditure	100%
Other Material	98%

Part 3: Supporting Documentation

Overview of the annual budget process

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

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

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

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

Budget Process Overview

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

The mayor tabled in Council the required IDP and budget time schedule in August 2022. Key dates applicable to the process were:

July 2022– Prepare joint process plan for IDP, PMS and Budget and advertise draft IDP review

August 2022–Submit process plan to IDP forum, portfolio committees and council. Liaise with national and provincial governments for planning and budgeting process.

September 2022– Assessment of objectives, strategies and projects against cross cutting issues. Assessment of alignment of IDP strategies & projects for medium term in relation to NSDP and PGDF. Determine funding availability & requirements per sector plan and where relevant prepare business plan/ terms of reference and roll out accordingly.

October 2022 – Review and confirm objectives, strategies and projects at IDPRF workshop. Review capital, institutional, operational, maintenance projects. Estimate available resources and provide guidance for way forward for budgeting.

November 2022–Submit revised projects to Treasury. Submit first Draft IDP to IDP steering committee and council for in principle approval

December 2022 – Submit budget instructions and 2023/24 budget framework to all relevant persons. Submit draft IDP to COGTA for assessment. Preparation of summary of available funds (internal and external).

January 2023- Council considers the 2022/2023 Mid-year Review and Adjustments Budget.

February 2023 – Assess financial feasibility of proposed new projects based on existing and potential funds. Consideration of draft budget.

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

April 2023 – Public consultation.

May 2023 –Finalization of the 2023/24 IDP and 2023/24 MTREF, taking into consideration comments received from the public, comments from National Treasury, and updated information from the most recent Division of Revenue Bill and financial framework; and tabling of the 2022/23 MTREF before Council for consideration and approval.

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

IDP and Service Delivery and Budget Implementation Plan

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

- Registration of community needs.

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

- Financial planning and budgeting process.

- Public participation process.

- Compilation of the SDBIP, and

- The review of the performance management and monitoring processes.

The IDP has been taken into a business and financial planning process leading up to the 2022/23 budget, based on the approved 2022/23 Budget, Mid-year Review and adjustments budget. The business planning process has subsequently been refined in the light of current economic circumstances and the resulting revenue projections.

With the compilation of the 2022/23 budget, each department/function had to review the business planning process, including the setting of priorities and targets after reviewing the mid-year and third quarter performance against the 2020/21 Departmental Service Delivery and Budget Implementation Plan. Business planning links back to priority needs and master

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

Financial Modelling and Key Planning Drivers

As part of the compilation of the 2022/23 budget, extensive financial modelling was undertaken to ensure affordability and long-term financial sustainability. The following key factors and planning strategies have informed the compilation of the 2022/23 budget:

- Municipality growth
- Policy priorities and strategic objectives
- Asset maintenance
- Economic climate and trends (i.e., inflation)
- Performance trends
- The approved 2021/22 adjustments budget and performance against the SDBIP
- Cash Flow Management Strategy
- Debtor payment levels
- Investment possibilities
- The need for tariff increases versus the ability of the community to pay for services.
- Improved and sustainable service delivery

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

Community Consultation

The draft budget was published after the adoption by council on 29 March 2022.

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

Submissions received during the community consultation process and additional information regarding revenue and expenditure and individual capital projects have been addressed, as part of the 2022/23 original budget.

Overview of alignment of annual budget with IDP

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

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

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

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

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

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

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

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

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

IDP Strategic Objectives

2022/23 Financial Year	
1.	Financial Viability

2.	Basic Service delivery and infrastructure
3.	Good governance and public participation
4.	Local economic Development
5.	Municipal transformation and institutional development
6.	Spatial analysis and environmental management

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

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

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

The 2022/23 Budget has therefore been directly informed by the IDP revision process and the following tables provide a reconciliation between the IDP strategic objectives and operating revenue, operating expenditure and capital expenditure.

Table SB1 Budgeted Financial Performance

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

Description	Ref	2022/23									Budget Year 2023/24	Budget Year 2024/25
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	6 A1	7 B	8 C	9 D	10 E	11 F	12 G	13 H		
R thousands												
REVENUE ITEMS												
Property rates												
Total Property Rates		498 623	498 623	–	–	–	–	(6 505)	(6 505)	492 118	520 563	543 988
Less Revenue Foregone (exemptions, reductions and rebates and impermissible values in excess of section 17 of MPRA)		–	–	–	–	–	–	–	–	–	–	–
Net Property Rates		498 623	498 623	–	–	–	–	(6 505)	(6 505)	492 118	520 563	543 988
Service charges - electricity revenue												
Total Service charges - electricity revenue		182 857	182 857	–	–	–	–	(11 914)	(11 914)	170 943	192 928	201 610
Less Revenue Foregone (in excess of 50 kwh per indigent household per month)		–	–	–	–	–	–	–	–	–	–	–
Less Cost of Free Basis Services (50 kwh per indigent household per month)		–	–	–	–	–	–	–	–	–	–	–
Net Service charges - electricity revenue		182 857	182 857	–	–	–	–	(11 914)	(11 914)	170 943	192 928	201 610
Service charges - water revenue												
Total Service charges - water revenue		–	–	–	–	–	–	–	–	–	–	–
Less Revenue Foregone (in excess of 6 kilolitres per indigent household per month)		–	–	–	–	–	–	–	–	–	–	–
Less Cost of Free Basis Services (6 kilolitres per indigent household per month)		–	–	–	–	–	–	–	–	–	–	–
Net Service charges - water revenue		–	–	–	–	–	–	–	–	–	–	–
Service charges - sanitation revenue												
Total Service charges - sanitation revenue		–	–	–	–	–	–	–	–	–	–	–
Less Revenue Foregone (in excess of free sanitation service to indigent households)		–	–	–	–	–	–	–	–	–	–	–
Less Cost of Free Basis Services (free sanitation service to indigent households)		–	–	–	–	–	–	–	–	–	–	–
Net Service charges - sanitation revenue		–	–	–	–	–	–	–	–	–	–	–
Service charges - refuse revenue												
Total refuse removal revenue		70 761	70 761	–	–	–	–	(5 013)	(5 013)	65 748	73 874	77 199
Total landfill revenue		–	–	–	–	–	–	–	–	–	–	–
Less Revenue Foregone (in excess of one removal a week to indigent households)		–	–	–	–	–	–	–	–	–	–	–
Less Cost of Free Basis Services (removed once a week to indigent households)		–	–	–	–	–	–	–	–	–	–	–
Net Service charges - refuse revenue		70 761	70 761	–	–	–	–	(5 013)	(5 013)	65 748	73 874	77 199
Other Revenue By Source												
Fuel Levy		–	–	–	–	–	–	–	–	–	–	–
Other Revenue		70 013	70 013	–	–	–	–	(29 482)	(29 482)	40 531	61 362	55 637
Total 'Other' Revenue	1	70 013	70 013	–	–	–	–	(29 482)	(29 482)	40 531	61 362	55 637
EXPENDITURE ITEMS												
Employee related costs												
Basic Salaries and Wages		281 370	281 374	–	–	–	–	(1 117)	(1 117)	280 257	299 608	313 340
Pension and UIF Contributions		51 742	51 742	–	–	–	–	604	604	52 346	54 018	56 449
Medical Aid Contributions		20 891	20 891	–	–	–	–	(276)	(276)	20 615	21 810	22 791
Overtime		14 695	14 821	–	–	–	–	4 573	4 573	19 395	15 342	16 032
Performance Bonus		24 863	24 863	–	–	–	–	(1 998)	(1 998)	22 866	25 957	27 125
Motor Vehicle Allowance		19 795	19 795	–	–	–	–	322	322	20 118	20 666	21 596
Cellphone Allowance		1 161	1 161	–	–	–	–	78	78	1 239	1 212	1 267
Housing Allowances		7 434	7 434	–	–	–	–	(536)	(536)	6 898	7 761	8 110
Other benefits and allowances		3 007	2 977	–	–	–	–	3 283	3 283	6 260	3 139	3 280
Payments in lieu of leave		4 200	4 200	–	–	–	–	9 722	9 722	13 922	–	–
Long service awards		2 270	2 270	–	–	–	–	549	549	2 819	2 370	2 477
Post-retirement benefit obligations		15 852	15 852	–	–	–	–	–	–	15 852	4 605	4 812
sub-total	4	447 279	447 380	–	–	–	–	15 207	15 207	462 586	456 489	477 281
Less: Employees costs capitalised to PPE		–	–	–	–	–	–	–	–	–	–	–
Total Employee related costs	1	447 279	447 380	–	–	–	–	15 207	15 207	462 586	456 489	477 281
Depreciation & asset impairment												
Depreciation of Property, Plant & Equipment		99 500	99 500	–	–	–	–	–	–	99 500	103 878	108 553
Lease amortisation		–	–	–	–	–	–	–	–	–	–	–
Capital asset impairment		2 119	2 119	–	–	–	–	–	–	2 119	2 212	2 312
Total Depreciation & asset impairment	1	101 619	101 619	–	–	–	–	–	–	101 619	106 090	110 864
Bulk purchases												
Electricity Bulk Purchases		137 074	137 074	–	–	–	–	–	–	137 074	142 321	148 726
Total bulk purchases	1	137 074	137 074	–	–	–	–	–	–	137 074	142 321	148 726
Transfers and grants												
Cash transfers and grants		–	–	–	–	–	–	–	–	–	–	–
Non-cash transfers and grants		–	–	–	–	–	–	–	–	–	–	–
Total transfers and grants		–	–	–	–	–	–	–	–	–	–	–

Explanatory notes to Table SB1 – Supporting detail to Budgeted financial performance

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

Table SB2 Detail financial position

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

Description	Ref	2022/23										Budget Year 2023/24	Budget Year 2024/25
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget		Adjusted Budget	Adjusted Budget
R thousands		A	4 A1	5 B	6 C	7 D	8 E	9 F	10 G	11 H			
ASSETS													
Consumer debtors													
Consumer debtors		481 452	481 452	-	-	-	-	(2 407)	(2 407)	479 045		559 963	641 810
Less: provision for debt impairment		(187 048)	(187 048)	-	-	-	-	805	805	(186 243)		(195 930)	(206 053)
Total Consumer debtors	1	294 403	294 403	-	-	-	-	(1 602)	(1 602)	292 802		364 033	435 757
Debt impairment provision													
Balance at the beginning of the year		(177 770)	(177 770)	-	-	-	-	-	-	(177 770)		(186 243)	(195 930)
Contributions to the provision		(4 264)	(4 264)	-	-	-	-	-	-	(4 264)		(4 452)	(4 652)
Bad debts written off		(5 015)	(5 015)	-	-	-	-	805	805	(4 210)		(5 235)	(5 471)
Balance at end of year		(187 048)	(187 048)	-	-	-	-	805	805	(186 243)		(195 930)	(206 053)
Inventory													
Water													
Opening Balance		-	-	-	-	-	-	-	-	-		-	-
System Input Volume		-	-	-	-	-	-	-	-	-		-	-
Water Treatment Works		-	-	-	-	-	-	-	-	-		-	-
Bulk Purchases		-	-	-	-	-	-	-	-	-		-	-
Natural Sources		-	-	-	-	-	-	-	-	-		-	-
Authorised Consumption	12	-	-	-	-	-	-	-	-	-		-	-
Billed Authorised Consumption		-	-	-	-	-	-	-	-	-		-	-
Billed Metered Consumption		-	-	-	-	-	-	-	-	-		-	-
Free Basic Water		-	-	-	-	-	-	-	-	-		-	-
Subsidised Water		-	-	-	-	-	-	-	-	-		-	-
Revenue Water		-	-	-	-	-	-	-	-	-		-	-
Billed Unmetered Consumption		-	-	-	-	-	-	-	-	-		-	-
Free Basic Water		-	-	-	-	-	-	-	-	-		-	-
Subsidised Water		-	-	-	-	-	-	-	-	-		-	-
Revenue Water		-	-	-	-	-	-	-	-	-		-	-
UnBilled Authorised Consumption		-	-	-	-	-	-	-	-	-		-	-
Unbilled Metered Consumption		-	-	-	-	-	-	-	-	-		-	-
Unbilled Unmetered Consumption		-	-	-	-	-	-	-	-	-		-	-
Water Losses		-	-	-	-	-	-	-	-	-		-	-
Apparent losses		-	-	-	-	-	-	-	-	-		-	-
Unauthorised Consumption		-	-	-	-	-	-	-	-	-		-	-
Customer Meter Inaccuracies		-	-	-	-	-	-	-	-	-		-	-
Real losses		-	-	-	-	-	-	-	-	-		-	-
Leakage on Transmission and Distribution Mains		-	-	-	-	-	-	-	-	-		-	-
Leakage and Overflows at Storage Tanks/Reservoirs		-	-	-	-	-	-	-	-	-		-	-
Leakage on Service Connections up to the point of Customer Meter		-	-	-	-	-	-	-	-	-		-	-
Data Transfer and Management Errors		-	-	-	-	-	-	-	-	-		-	-
Unavoidable Annual Real Losses		-	-	-	-	-	-	-	-	-		-	-
Non-revenue Water		-	-	-	-	-	-	-	-	-		-	-
Closing Balance Water		-	-	-	-	-	-	-	-	-		-	-
Agricultural													
Opening Balance		-	-	-	-	-	-	-	-	-		-	-
Acquisitions		-	-	-	-	-	-	-	-	-		-	-
Issues	13	-	-	-	-	-	-	-	-	-		-	-
Adjustments	14	-	-	-	-	-	-	-	-	-		-	-
Write-offs	15	-	-	-	-	-	-	-	-	-		-	-
Closing balance - Agricultural		-	-	-	-	-	-	-	-	-		-	-
Consumables													
Standard Rated													
Opening Balance		43 491	43 491	-	-	-	-	-	-	43 491		43 542	43 897
Acquisitions		13 128	13 128	-	-	-	-	-	-	13 128		13 706	14 322
Issues	13	(12 735)	(12 735)	-	-	-	-	(343)	(343)	(13 078)		(13 351)	(13 951)
Adjustments	14	-	-	-	-	-	-	-	-	-		-	-
Write-offs	15	-	-	-	-	-	-	-	-	-		-	-
Closing balance - Consumables Standard Rated		43 884	43 884	-	-	-	-	(343)	(343)	43 542		43 897	44 268
Zero Rated													
Opening Balance		(40 548)	(40 548)	-	-	-	-	-	-	(40 548)		(40 548)	(40 548)
Acquisitions		-	-	-	-	-	-	-	-	-		-	-
Issues	13	-	-	-	-	-	-	-	-	-		-	-
Adjustments	14	-	-	-	-	-	-	-	-	-		-	-
Write-offs	15	-	-	-	-	-	-	-	-	-		-	-
Closing balance - Consumables Zero Rated		(40 548)	(40 548)	-	-	-	-	-	-	(40 548)		(40 548)	(40 548)
Finished Goods													
Opening Balance		(46)	(46)	-	-	-	-	-	-	(46)		(46)	(46)
Acquisitions		-	-	-	-	-	-	-	-	-		-	-
Issues	13	-	-	-	-	-	-	-	-	-		-	-

Explanatory notes to Table SB2

This table is a supporting table to table B6, and it has detailed information that is summarized in table B6.

Table SB4 performance indicators

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

Description of financial indicator	Basis of calculation	2020/21	2021/22	2022/23	2022/23			Budget Year 2023/24	Budget Year 2024/25
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Adjusted Budget	Adjusted Budget
<u>Borrowing Management</u>									
Credit Rating	Short term/long term rating								
Capital Charges to Operating Expenditure	Interest & Principal Paid /Operating Expenditure				3.5%	3.5%	3.5%	3.2%	3.2%
Capital Charges to Own Revenue	Finance charges & Repayment of borrowing /Own Revenue				0.0%	0.0%	0.0%	0.0%	0.0%
Borrowed funding of 'own' capital expenditure	Borrowing/Capital expenditure excl. transfers and grants				10.9%	10.9%	6.0%	0.0%	0.0%
<u>Safety of Capital</u>									
Gearing	Long Term Borrowing/ Funds & Reserves				23.9%	23.9%	23.9%	21.3%	-13.2%
<u>Liquidity</u>									
Current Ratio	Current assets/current liabilities				172.1%	174.1%	298.6%	162.9%	189.9%
Current Ratio adjusted for aged debtors	Current assets/current liabilities less debtors > 90 days/current liabilities				172.1%	174.1%	0.0%	0.0%	0.0%
Liquidity Ratio	Monetary Assets/Current Liabilities				0.4	0.3	0.4	0.6	0.5
<u>Revenue Management</u>									
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing								
Current Debtors Collection Rate (Cash receipts % of Ratepayer & Other revenue)									
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue				37.0%	37.2%	39.4%	45.5%	52.3%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old				0.0%	0.0%	0.0%	0.0%	0.0%
<u>Creditors Management</u>									
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))								
Creditors to Cash and Investments					219.8%	226.1%	311.0%	143.6%	68.6%
<u>Other Indicators</u>									
Electricity Distribution Losses (2)	Total Volume Losses (kW) Total Cost of Losses (Rand '000) % Volume (units purchased and generated less units sold)/units purchased and generated								
Water Distribution Losses (2)	Total Volume Losses (kℓ) Total Cost of Losses (Rand '000) % Volume (units purchased and generated less units sold)/units purchased and generated								
Employee costs	Employee costs/(Total Revenue - capital revenue)				38.1%	38.1%	40.6%	37.3%	37.3%
Remuneration	Total remuneration/(Total Revenue - capital revenue)								
Repairs & Maintenance	R&M/(Total Revenue excluding capital revenue)				4.6%	4.6%	5.3%	4.6%	4.7%
Finance charges & Depreciation	FC&D/(Total Revenue - capital revenue)				9.8%	9.8%	10.0%	9.8%	9.8%
<u>IDP regulation financial viability indicators</u>									
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)				2349.4%	2349.4%	2256.8%	2322.6%	2405.7%
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services				25.1%	25.1%	25.7%	29.8%	34.1%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure				0.0	0.0	0.0	0.0	0.0

Table SB6 Funding Measurement

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

Description		Ref	MFMA section	2020/21	2021/22	2022/23	Medium Term Revenue and Expenditure Framework				
R thousands				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Budget Year 2023/24	Budget Year 2024/25
Funding measures											
Cash/cash equivalents at the year end - R'000		1	18(1)b				112 823	107 312	80 126	339 535	583 715
Cash + investments at the yr end less applications - R'000		2	18(1)b				292 690	292 128	243 126	371 409	426 476
Cash year end/monthly employee/supplier payments		3	18(1)b				-	-	-	-	-
Surplus/(Deficit) excluding depreciation offsets: R'000		4	18(1)				135 403	155 234	162 316	138 980	158 079
Service charge rev % change - macro CPIX target exclusive		5	18(1)a,(2)				0.0%	0.0%	0.0%	2.0%	-1.5%
Cash receipts % of Ratepayer & Other revenue		6	18(1)a,(2)	0.0%	0.0%	0.0%	83.9%	83.9%	82.9%	83.6%	84.3%
Debt impairment expense as a % of total billable revenue		7	18(1)a,(2)				1.3%	1.3%	1.4%	1.3%	1.3%
Capital payments % of capital expenditure		8	18(1)c,19				99.1%	99.3%	0.0%	0.0%	0.0%
Borrowing receipts % of capital expenditure (excl. transfers)		9	18(1)c				10.9%	10.9%	6.0%	0.0%	0.0%
Grants % of Govt. legislated/gazetted allocations		10	18(1)a				0.0%	0.0%	0.0%	0.0%	0.0%
Current consumer debtors % change - incr(decr)		11	18(1)a							23.9%	20.3%
Long term receivables % change - incr(decr)		12	18(1)a							0.0%	0.0%
R&M % of Property Plant & Equipment		13	20(1)(vi)				2.9%	2.9%	3.2%	3.0%	3.0%
Asset renewal % of capital budget		14	20(1)(vi)				15.2%	21.6%	19.6%	10.2%	9.9%

Explanatory notes to Table SB6 Grant and subsidies Receipts

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

Table SB 8 Grants and subsidies Expenditure

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

Description	Ref	2022/23							Budget Year	Budget Year
		Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	2 A1	3 B	4 C	5 D	6 E	7 F	2023/24	2024/25
EXPENDITURE ON TRANSFERS AND GRANT PROGRAM:	1									
Operating expenditure of Transfers and Grants										
National Government:		8 026	8 026	–	–	50	50	8 076	1 950	1 950
Expanded Public Works Programme Integrated Grant		6 076	6 076			–	–	6 076	–	–
Local Government Financial Management Grant		1 950	1 950			–	–	1 950	1 950	1 950
Energy Efficiency and Demand Side Management Grant		–	–			50	50	50	–	–
Provincial Government:		16 430	16 557	–	–	–	–	16 557	21 521	22 201
Specify (Add grant description)		1 000	1 000			–	–	1 000	–	–
Specify (Add grant description)		12 418	12 418			–	–	12 418	12 418	12 964
Specify (Add grant description)		2 563	2 563			–	–	2 563	2 563	2 676
Specify (Add grant description)		–	127			–	–	127	–	–
Specify (Add grant description)		449	449			–	–	449	476	497
Specify (Add grant description)		–	–			–	–	–	6 064	6 064
District Municipality:		–	–	–	–	–	–	–	–	–
Other grant providers:		–	–	–	–	–	–	–	–	–
Total operating expenditure of Transfers and Grants:		24 456	24 583	–	–	50	50	24 633	23 471	24 151
Capital expenditure of Transfers and Grants										
National Government:		139 386	158 486	–	–	(50)	(50)	158 436	120 200	132 797
Municipal Disaster Relief Grant		–	19 100			–	–	19 100	–	–
Energy Efficiency and Demand Side Management Grant		5 000	5 000			(50)	(50)	4 950	–	6 000
Neighbourhood Development Partnership Grant		46 000	46 000			–	–	46 000	40 000	40 000
Integrated Urban Development Grant		81 360	81 360			–	–	81 360	73 200	76 348
Integrated National Electrification Programme Grant		7 026	7 026			–	–	7 026	7 000	10 449
Provincial Government:		–	873	–	–	41 004	41 004	41 877	–	–
Specify (Add grant description)		–	–			30 000	30 000	30 000	–	–
Specify (Add grant description)		–	–			7 004	7 004	7 004	–	–
Specify (Add grant description)		–	873			4 000	4 000	4 873	–	–
District Municipality:		–	–	–	–	–	–	–	–	–
Other grant providers:		–	–	–	–	–	–	–	–	–
Total capital expenditure of Transfers and Grants		139 386	159 359	–	–	40 954	40 954	200 313	120 200	132 797
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		163 842	183 942	–	–	41 004	41 004	224 946	143 671	156 948

Table SB11 Councilors and Staff Benefits

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

Summary of remuneration	Ref	2022/23									% change
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjus.	Total Adjus.	Adjusted Budget	
R thousands		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H	
Councillors (Political Office Bearers plus Other)											
Basic Salaries and Wages		28 393	28 393	-	-	-	-	-	-	28 393	0.0%
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-	-
Cellphone Allowance		3 042	3 042	-	-	-	-	-	-	3 042	-
Housing Allowances		-	-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-	-
Sub Total - Councillors		31 434	31 434							31 434	0.0%
% increase											
Senior Managers of the Municipality											
Basic Salaries and Wages		4 393	4 393	-	-	-	-	(855)	(855)	3 537	-19.5%
Pension and UIF Contributions		189	189	-	-	-	-	3	3	192	1.7%
Medical Aid Contributions		78	78	-	-	-	-	153	153	230	195.9%
Overtime		-	-	-	-	-	-	-	-	-	-
Performance Bonus		1 059	1 059	-	-	-	-	-	-	1 059	-
Motor Vehicle Allowance		1 158	1 038	-	-	-	-	(74)	(74)	964	-16.8%
Cellphone Allowance		115	115	-	-	-	-	(1)	(1)	114	-0.8%
Housing Allowances		3 488	3 488	-	-	-	-	(715)	(715)	2 774	-
Other benefits and allowances		0	0	-	-	-	-	0	0	1	-
Payments in lieu of leave		-	-	-	-	-	-	332	332	332	-
Long service awards		-	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality	5	10 481	10 361					(1 157)	(1 157)	9 203	-12.2%
% increase			(0)							(0)	
Other Municipal Staff											
Basic Salaries and Wages		276 977	276 981	-	-	-	-	(261)	(261)	276 720	-0.1%
Pension and UIF Contributions		51 553	51 553	-	-	-	-	601	601	52 154	1.2%
Medical Aid Contributions		20 813	20 813	-	-	-	-	(429)	(429)	20 384	-2.1%
Overtime		14 695	14 821	-	-	-	-	4 573	4 573	19 395	32.0%
Performance Bonus		23 805	23 805	-	-	-	-	(1 998)	(1 998)	21 807	-
Motor Vehicle Allowance		18 637	18 757	-	-	-	-	396	396	19 154	2.8%
Cellphone Allowance		1 046	1 046	-	-	-	-	79	79	1 125	7.6%
Housing Allowances		3 946	3 946	-	-	-	-	179	179	4 125	-
Other benefits and allowances		3 006	2 976	-	-	-	-	3 283	3 283	6 259	-
Payments in lieu of leave		4 200	4 200	-	-	-	-	9 391	9 391	13 591	223.6%
Long service awards		2 270	2 270	-	-	-	-	549	549	2 819	24.2%
Post-retirement benefit obligations	5	15 852	15 852	-	-	-	-	-	-	15 852	0.0%
Sub Total - Other Municipal Staff		436 798	437 019					16 364	16 364	453 383	3.8%
% increase											
Total Parent Municipality		478 713	478 814					15 207	15 207	494 021	3.2%

Explanatory notes to Table SB11 Councilors and Staff Benefits

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

Table SB12 Monthly Revenue and Expenditure

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

Description	Ref	2022/23												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2023/24	Budget Year 2023/24	Budget Year 2024/25
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands																
Revenue by Vote																
Vote 1 - Mayor and Council		101 651	-	-	-	-	83 843	-	-	26 065	26 065	26 065	(3 042)	260 646	280 634	302 772
Vote 2 - Finance and Administration		45 754	97 983	46 348	48 435	46 178	46 424	49 394	183	47 900	47 900	2 916	52 176	531 591	553 920	578 759
Vote 3 - Internal Audit		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social Services		49	54	70	73	70	61	503	47	1 619	1 619	1 619	10 157	15 939	15 780	16 475
Vote 5 - Sport and Recreation		-	1	1	2	2	5	7	3	4	4	4	16	48	50	52
Vote 6 - Public Safety		73	296	71	378	10 369	194	2 494	84	3 842	3 842	3 842	6 593	32 081	26 069	27 242
Vote 7 - Housing		45	680	44	4 942	769	44	45	-	(2 554)	(2 554)	(2 554)	28 919	27 824	53 665	47 322
Vote 8 - Health		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		108	282	18 917	309	29 932	296	20 674	213	24 007	23 571	23 197	33 002	174 508	117 129	120 454
Vote 10 - Road Transport		877	951	2 656	1 207	9 996	860	6 497	368	3 827	3 827	3 827	(1 653)	33 241	11 422	11 936
Vote 11 - Environment Protection		-	49	18	25	4	-	75	-	39	39	39	131	418	409	428
Vote 12 - Energy Sources		11 433	15 116	11 856	13 570	12 961	13 227	14 548	(1 079)	12 370	13 870	12 370	47 037	177 279	194 323	209 067
Vote 13 - Other		53	38	50	48	43	41	43	(0)	(385)	(448)	(868)	2 269	883	4 414	4 613
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		5 788	12 844	6 450	5 799	7 322	5 847	6 810	18	6 737	6 737	304	13 899	78 556	78 448	81 978
Total Revenue by Vote		165 831	128 295	86 480	74 788	117 647	150 842	101 089	(163)	123 471	124 471	70 762	189 502	1 333 015	1 336 264	1 401 097
Expenditure by Vote																
Vote 1 - Mayor and Council		8 314	3 252	3 747	3 164	3 930	3 407	3 310	78	8 667	3 996	3 996	3 340	49 201	44 739	46 753
Vote 2 - Finance and Administration		13 442	17 671	37 132	21 649	23 122	26 247	21 490	14 957	31 441	28 859	12 926	80 297	329 234	330 776	345 573
Vote 3 - Internal Audit		5 718	6 929	6 393	6 453	8 072	6 512	6 949	-	8 895	8 552	8 515	13 777	86 766	79 983	83 582
Vote 4 - Community and Social Services		2 949	3 035	3 255	3 252	3 422	3 073	2 731	1	3 132	3 132	2 494	7 438	37 915	41 631	43 505
Vote 5 - Sport and Recreation		339	332	401	325	413	714	482	-	425	425	272	1 078	5 206	5 663	5 917
Vote 6 - Public Safety		7 283	7 498	7 520	8 020	7 806	8 468	9 002	-	10 453	10 453	9 542	13 555	99 600	100 526	105 050
Vote 7 - Housing		3 600	3 350	2 635	5 808	1 446	1 425	3 093	-	6 804	6 804	6 804	(2 882)	38 888	57 723	52 108
Vote 8 - Health		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		2 403	2 863	3 457	2 466	3 125	2 533	2 114	-	3 834	3 551	1 861	15 773	43 981	53 281	55 781
Vote 10 - Road Transport		4 088	10 032	9 462	5 415	10 874	6 407	4 870	1	10 090	9 090	9 507	18 259	98 095	93 798	98 018
Vote 11 - Environment Protection		1 581	1 181	2 647	2 521	2 116	2 590	2 379	-	2 647	2 647	(122)	6 897	27 083	28 912	30 213
Vote 12 - Energy Sources		1 678	15 912	16 485	10 613	11 393	11 483	10 317	(1 079)	17 465	17 399	16 899	39 851	168 415	171 032	178 783
Vote 13 - Other		188	202	404	296	618	366	449	-	624	624	210	2 704	6 685	6 802	7 108
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		10 558	14 464	14 353	12 690	14 615	14 091	15 255	-	16 728	16 881	11 447	38 549	179 630	182 418	190 627
Total Expenditure by Vote		62 140	86 721	107 893	82 671	90 954	87 314	82 441	13 958	121 205	112 415	84 352	238 636	1 170 699	1 197 284	1 243 018
Surplus/ (Deficit)		103 692	41 574	(21 413)	(7 883)	26 694	63 528	18 648	(14 121)	2 266	12 056	(13 591)	(49 134)	162 316	138 980	158 079

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

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

2022/23														Medium Term Revenue and Expenditure Framework		
Description - Standard classification	Ref	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2023/24	Budget Year 2023/24	Budget Year 2024/25
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands																
Revenue - Functional																
Governance and administration		147 405	97 983	46 348	48 435	46 178	130 267	49 394	183	73 964	73 964	28 981	49 134	792 237	834 554	881 531
Executive and council		101 651	—	—	—	—	83 843	—	—	26 065	26 065	26 065	(3 042)	260 646	280 634	302 772
Finance and administration		45 754	97 983	46 348	48 435	46 178	46 424	49 394	183	47 900	47 900	2 916	52 176	531 591	553 920	578 759
Internal audit		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Community and public safety		111	749	142	5 024	860	110	556	51	(917)	(917)	(917)	39 136	43 988	69 679	64 040
Community and social services		49	54	70	73	70	61	503	47	1 619	1 619	1 619	10 157	15 939	15 780	16 475
Sport and recreation		—	1	1	2	2	5	7	3	4	4	4	16	48	50	52
Public safety		17	14	28	7	18	1	1	1	15	15	15	45	176	184	192
Housing		45	680	44	4 942	769	44	45	—	(2 554)	(2 554)	(2 554)	28 919	27 824	53 665	47 322
Health		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Economic and environmental services		1 842	1 563	21 635	1 913	50 283	1 349	29 739	664	31 701	31 264	30 891	38 028	240 071	154 846	159 868
Planning and development		108	282	18 917	309	29 932	296	20 674	213	24 007	23 571	23 197	33 002	174 508	117 129	120 454
Road transport		933	1 233	2 699	1 578	20 347	1 054	8 989	451	7 655	7 655	7 655	4 895	65 145	37 307	38 986
Environmental protection		—	49	18	25	4	—	75	—	39	39	39	131	418	409	428
Trading services		17 221	27 960	18 305	19 369	20 283	19 074	21 358	(1 061)	19 107	20 607	12 675	60 936	255 835	272 771	291 046
Energy sources		11 433	15 116	11 856	13 570	12 961	13 227	14 548	(1 079)	12 370	13 870	12 370	47 037	177 279	194 323	209 067
Water management		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Waste water management		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Waste management		5 788	12 844	6 450	5 799	7 322	5 847	6 810	18	6 737	6 737	304	13 899	78 556	78 448	81 978
Other		53	38	50	48	43	41	43	(0)	(385)	(448)	(868)	2 269	883	4 414	4 613
Total Revenue - Functional		165 831	128 295	86 480	74 788	117 647	150 842	101 089	(163)	123 471	124 471	70 762	189 502	1 333 015	1 336 264	1 401 097
Expenditure - Functional																
Governance and administration		27 627	27 935	47 285	31 277	35 126	36 323	31 860	15 035	49 135	41 508	25 557	98 189	466 858	457 427	477 924
Executive and council		8 468	3 335	3 760	3 175	3 932	3 564	3 421	78	8 799	4 097	4 116	4 114	50 859	46 668	48 768
Finance and administration		17 006	21 250	40 733	25 418	26 899	29 946	25 538	14 957	36 080	33 498	17 517	87 264	376 105	373 135	389 838
Internal audit		2 154	3 350	2 792	2 684	4 295	2 813	2 901	—	4 257	3 913	3 925	6 810	39 894	37 625	39 318
Community and public safety		10 810	10 529	10 588	13 793	9 481	9 985	11 177	1	14 646	14 646	13 570	10 829	130 054	155 750	154 546
Community and social services		2 949	3 035	3 255	3 252	3 422	3 073	2 731	1	3 220	3 220	2 581	7 081	37 821	40 680	42 511
Sport and recreation		339	332	401	325	413	714	482	—	425	425	272	1 078	5 206	5 863	5 917
Public safety		3 923	3 811	4 297	4 408	4 199	4 773	4 871	—	4 197	4 197	3 912	5 552	48 140	51 684	54 009
Housing		3 600	3 350	2 635	5 808	1 446	1 425	3 093	—	6 804	6 804	6 804	(2 882)	38 888	57 723	52 108
Health		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Economic and environmental services		11 278	17 679	18 777	14 002	19 721	15 066	13 384	1	22 607	21 357	16 669	48 515	219 055	223 855	234 032
Planning and development		2 249	2 779	3 445	2 455	3 123	2 376	2 003	—	3 701	3 451	1 742	15 000	42 323	51 352	53 766
Road transport		7 448	13 719	12 686	9 026	14 481	10 101	9 001	1	16 258	15 258	15 050	26 619	149 649	143 591	150 053
Environmental protection		1 581	1 181	2 647	2 521	2 116	2 580	2 379	—	2 647	2 647	(122)	6 897	27 083	28 912	30 213
Trading services		12 235	30 376	30 838	23 303	26 008	25 574	25 572	(1 079)	34 193	34 280	28 346	78 399	348 045	353 450	369 410
Energy sources		1 678	15 912	16 485	10 613	11 393	11 483	10 317	(1 079)	17 465	17 399	16 899	39 851	168 415	171 032	178 783
Water management		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Waste water management		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Waste management		10 558	14 464	14 353	12 690	14 615	14 091	15 255	—	16 728	16 881	11 447	38 549	179 630	182 418	190 627
Other		188	202	404	296	618	366	449	—	624	624	210	2 704	6 685	6 802	7 108
Total Expenditure - Functional		62 140	86 721	107 893	82 671	90 954	87 314	82 441	13 958	121 205	112 415	84 352	238 636	1 170 699	1 197 284	1 243 018
Surplus/ (Deficit) 1.		103 692	41 574	(21 413)	(7 883)	26 694	63 528	18 648	(14 121)	2 266	12 056	(13 591)	(49 134)	162 316	138 980	158 079

Table SB14 Budgeted Monthly Capital Expenditure

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

Description	Ref	2022/23												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2023/24	Budget Year 2023/24	Budget Year 2024/25
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands																
Revenue By Source																
Property rates		11 322	15 006	11 726	13 448	12 832	13 085	12 471	(1 079)	12 260	12 260	12 260	366 528	492 118	520 563	543 988
Service charges - electricity revenue		-	-	-	-	-	-	-	-	-	-	-	170 943	170 943	192 928	201 610
Service charges - water revenue		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue		5 421	11 473	5 205	5 235	5 572	5 443	5 145	18	5 180	5 180	(1 253)	(52 617)	-	-	-
Service charges - refuse revenue		-	-	-	-	-	-	-	-	-	-	-	65 748	65 748	73 874	77 199
Rental of facilities and equipment		17	633	2	2	69	50	3 966	-	864	864	864	(3 620)	3 710	2 725	2 848
Interest earned - external investments		2 716	2 583	2 697	2 947	2 861	2 966	2 965	-	3 100	3 100	3 095	(21 963)	7 067	5 635	5 888
Interest earned - outstanding debtors		-	-	-	-	-	-	-	-	-	-	-	28 719	28 719	25 462	26 608
Dividends received		18	41	31	93	10 345	37	2 411	(0)	3 711	3 711	3 688	(24 085)	-	-	-
Fines, penalties and forfeits		574	644	832	913	736	606	574	141	1 170	1 170	1 160	21 137	29 658	23 133	24 174
Licences and permits		433	437	360	435	408	342	487	325	692	692	692	4 607	9 911	8 168	8 536
Agency services		101 651	-	1 602	-	1 461	84 217	1 540	140	28 557	28 494	28 494	(270 111)	6 044	5 110	5 339
Transfers and subsidies		334	1 625	415	5 832	1 229	578	661	255	(1 464)	(1 464)	(2 178)	279 455	285 279	304 105	326 923
Other revenue		-	-	-	-	-	-	-	-	-	-	-	40 531	40 531	61 362	55 637
Gains		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue		122 486	32 443	22 869	28 904	35 514	107 325	30 219	(200)	54 070	54 007	46 821	605 270	1 139 727	1 223 064	1 278 749
Expenditure By Type																
Employee related costs		2 367	2 359	3 139	2 472	2 417	2 386	2 386	-	2 620	2 620	2 620	437 200	462 586	456 489	477 281
Remuneration of councillors		564	296	425	566	763	123	2 503	-	2 496	-	-	23 698	31 434	32 817	34 294
Debt impairment		-	-	22 550	7 517	7 517	7 517	7 517	15 034	9 950	9 950	-	(77 567)	9 984	10 423	10 892
Depreciation & asset impairment		0	4	3	333	1	340	0	-	93	85	85	100 676	101 619	106 090	110 864
Finance charges		-	13 385	14 808	8 277	9 053	9 442	8 357	-	13 445	13 445	13 445	(90 755)	12 902	13 491	14 098
Bulk purchases - electricity		220	260	1 204	1 158	1 715	1 322	1 287	3	1 313	1 308	331	126 952	137 074	142 321	148 726
Inventory consumed		9 211	21 082	20 122	16 479	19 639	13 232	16 180	1	27 264	25 930	18 687	(174 750)	13 078	13 351	13 951
Contracted services		-	257	1 223	123	22	-	16	-	942	942	67	227 345	230 936	245 035	247 594
Transfers and subsidies		12 261	12 012	6 258	7 567	9 681	14 271	7 006	(1 079)	18 130	13 029	5 258	(91 314)	13 078	12 492	13 157
Other expenditure		-	-	-	-	-	-	-	-	-	-	-	158 007	158 007	164 776	172 161
Losses		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		24 624	49 656	69 733	44 491	50 809	48 632	45 252	13 958	76 251	67 308	40 492	639 492	1 170 699	1 197 284	1 243 018
Surplus/(Deficit)		97 862	(17 213)	(46 865)	(15 587)	(15 295)	58 693	(15 033)	(14 158)	(22 181)	(13 301)	6 329	(34 222)	(30 971)	25 780	35 731
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		-	-	-	-	-	-	-	-	-	-	-	193 287	193 287	113 200	122 348
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		97 862	(17 213)	(46 865)	(15 587)	(15 295)	58 693	(15 033)	(14 158)	(22 181)	(13 301)	6 329	159 065	162 316	138 980	158 079

Table SB15 Budgeted Monthly Cash Flow

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

Monthly cash flows	Ref	2022/23												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2023/24	Budget Year 2023/24	Budget Year 2024/25
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands																
Cash Receipts By Source	1															
Property rates		12 767	45 254	57 958	41 987	41 525	44 053	37 853	–	32 216	32 216	32 216	63 359	441 404	489 355	511 376
Service charges - electricity revenue		12 364	15 378	14 358	13 643	14 765	14 087	13 655	–	11 034	11 034	11 034	22 498	153 849	175 784	183 695
Service charges - water revenue		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Service charges - sanitation revenue		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Service charges - refuse		2 007	5 946	7 535	5 886	5 739	5 434	5 361	–	4 179	4 179	4 179	8 730	59 173	66 467	69 479
Rental of facilities and equipment		25	34	36	40	46	31	30	2	498	498	458	2 015	3 710	2 725	2 848
Interest earned - external investments		–	602	–	–	–	–	3 936	–	859	859	859	(68)	7 047	5 635	5 888
Interest earned - outstanding debtors		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Dividends received		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits		32	65	35	77	19	8	56	8	133	133	133	899	1 600	1 670	1 745
Licences and permits		611	685	909	992	775	651	586	114	1 163	1 163	1 152	1 079	9 881	8 168	8 536
Agency services		370	372	293	365	337	272	416	325	692	692	692	1 217	6 044	5 110	5 339
Transfers and Subsidies - Operational		104 121	5 886	1 230	1 459	1 311	87 065	248	1 962	25 527	25 527	25 527	32 934	312 796	351 438	367 900
Other revenue		9 810	(663)	(399)	3 583	7 753	3 798	631	3 745	2 095	2 095	1 451	(7 416)	26 483	13 979	14 608
Cash Receipts by Source		142 107	73 559	81 954	68 031	72 268	155 400	62 772	6 155	78 396	78 396	77 701	125 248	1 021 987	1 120 352	1 171 415
Other Cash Flows by Source																
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		67 895	–	–	26 556	1 500	18 272	–	2 000	41 613	11 613	11 613	(2 830)	178 233	113 200	122 348
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Proceeds on Disposal of Fixed and Intangible Assets		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Short term loans		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing		–	–	–	–	–	–	–	–	–	–	–	7 976	7 976	21 452	–
Increase (decrease) in consumer deposits		32 900	194	322	142	77	97	122	136	(31 921)	(31 921)	(31 921)	63 186	1 412	1 475	1 541
Decrease (increase) in non-current receivables		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current investments		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Cash Receipts by Source		242 902	73 753	82 277	94 729	73 844	173 769	62 894	8 291	88 088	58 088	57 393	193 580	1 209 609	1 256 478	1 295 304
Cash Payments by Type																
Employee related costs		38 123	38 837	39 102	39 104	40 805	38 888	39 987	–	40 309	40 309	40 164	87 690	483 418	329 060	343 846
Remuneration of councillors		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Finance charges		–	–	–	332	–	337	–	–	226	3	3	12 023	12 922	13 491	14 098
Bulk purchases - Electricity	2	176	15 577	17 213	9 696	10 588	11 032	9 781	–	11 423	11 423	11 423	28 743	137 074	142 321	148 726
Acquisitions - water & other inventory	3	–	–	–	–	–	–	–	–	1 094	1 094	1 094	9 846	13 128	13 706	14 322
Contracted services		–	–	–	–	8 823	11 865	12 967	–	23 526	22 526	21 956	125 746	227 409	243 488	245 932
Transfers and grants - other municipalities		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Transfers and grants - other		–	–	–	–	–	–	–	–	817	817	817	10 728	13 178	11 979	12 518
Other expenditure		28 946	68 857	52 691	43 568	46 544	29 680	29 794	–	4 859	4 763	4 733	(194 758)	119 676	64 107	66 953
Cash Payments by Type		67 245	123 270	109 006	92 700	106 760	91 902	92 529	–	82 253	80 934	80 189	80 016	1 006 805	831 857	860 717
Other Cash Flows/Payments by Type																
Capital assets		13 278	10 552	21 707	14 121	14 965	15 965	7 075	–	27 890	25 589	24 717	61 424	237 264	154 547	165 555
Repayment of borrowing		3 751	3 424	3 558	2 884	3 772	3 611	3 072	–	2 682	2 296	2 296	(2 659)	28 486	24 371	25 468
Other Cash Flows/Payments		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Cash Payments by Type		84 273	137 247	134 272	109 705	125 498	111 478	102 676	–	112 825	108 798	107 201	138 581	1 272 555	1 010 775	1 051 740
NET INCREASE/(DECREASE) IN CASH HELD		158 629	(63 494)	(51 999)	(14 976)	(51 654)	62 291	(39 782)	8 291	(24 737)	(50 710)	(49 807)	54 998	(62 946)	245 703	243 564
Cash/cash equivalents at the month/year beginning:		131 591	290 219	226 726	174 731	159 755	108 101	170 392	130 610	138 902	114 164	63 454	13 647	143 072	80 126	325 829
Cash/cash equivalents at the month/year end:		290 219	226 726	174 731	159 755	108 101	170 392	130 610	138 902	114 164	63 454	13 647	68 645	80 126	325 829	569 393

Table SB16 Budgeted Monthly Capital Expenditure (Municipal Vote)

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

Description - Municipal Vote	Ref	2022/23												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2023/24	Budget Year 2023/24	Budget Year 2024/25
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands																
Multi-year expenditure appropriation	1															
Vote 1 - Mayor and Council		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Finance and Administration		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Internal Audit		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social Services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Housing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Health		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 10 - Road Transport		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 11 - Environment Protection		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 12 - Energy Sources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 13 - Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital Multi-year expenditure sub-total	3	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Single-year expenditure appropriation																
Vote 1 - Mayor and Council		-	-	-	-	-	-	-	-	100	100	100	100	400	-	-
Vote 2 - Finance and Administration		-	13	0	0	357	-	92	0	3 117	617	44	1 885	6 125	2 155	2 252
Vote 3 - Internal Audit		-	-	26	3	-	-	-	-	-	150	-	6	185	193	202
Vote 4 - Community and Social Services		-	-	-	-	-	-	-	-	17	17	17	150	200	-	-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		24	586	-	348	413	158	24	-	(98)	(98)	(108)	1 426	2 675	5 575	5 826
Vote 7 - Housing		10	2	-	8	(15)	-	7	-	20	20	20	281	353	284	297
Vote 8 - Health		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		8 717	5 980	15 705	9 686	2 417	9 948	741	-	15 089	15 149	15 823	32 311	131 567	81 987	84 037
Vote 10 - Road Transport		1 351	3 148	2 986	7 839	6 411	5 221	2 059	-	5 664	5 664	5 154	23 468	68 963	46 459	48 500
Vote 11 - Environment Protection		-	-	-	-	-	-	-	-	100	100	100	200	500	-	-
Vote 12 - Energy Sources		-	-	-	417	1 676	2 560	806	-	726	726	726	7 743	15 380	1 487	6 950
Vote 13 - Other		-	-	-	-	-	-	-	-	200	200	200	200	800	-	-
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		-	-	-	-	299	93	-	-	560	559	510	1 787	3 807	1 362	1 423
Capital single-year expenditure sub-total	3	10 102	9 730	18 717	18 302	11 558	17 979	3 729	0	25 494	23 202	22 585	69 557	230 956	139 502	149 488
Total Capital Expenditure	2	10 102	9 730	18 717	18 302	11 558	17 979	3 729	0	25 494	23 202	22 585	69 557	230 956	139 502	149 488

Table SB17 Budgeted Monthly Capital Expenditure (Functional classification)

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

Description	Ref	2022/23												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2023/24	Budget Year 2023/24	Budget Year 2024/25
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands																
Capital Expenditure - Functional																
<i>Governance and administration</i>		-	13	26	3	357	-	92	0	3 217	897	144	1 991	6 740	2 369	2 476
Executive and council		-	-	-	-	-	-	-	-	100	130	100	100	430	21	22
Finance and administration		-	13	0	0	357	-	92	0	3 117	617	44	1 885	6 125	2 155	2 252
Internal audit		-	-	26	3	-	-	-	-	-	150	-	6	185	193	202
<i>Community and public safety</i>		34	589	-	356	398	158	31	-	(111)	(111)	(111)	1 697	2 928	5 859	6 123
Community and social services		-	-	-	-	-	-	-	-	17	17	17	150	200	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public safety		24	586	-	348	413	158	24	-	(148)	(148)	(148)	1 296	2 375	5 575	5 826
Housing		10	2	-	8	(15)	-	7	-	20	20	20	281	353	284	297
Health		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		10 068	9 129	18 691	17 526	8 827	15 169	2 800	-	20 983	29 932	21 116	56 139	201 301	128 425	132 515
Planning and development		8 717	5 980	15 705	9 686	2 417	9 948	741	-	15 089	15 119	15 823	32 311	131 537	81 966	84 015
Road transport		1 351	3 148	2 986	7 839	6 411	5 221	2 059	-	5 714	5 714	5 194	23 628	69 263	46 459	48 500
Environmental protection		-	-	-	-	-	-	-	-	100	100	100	200	500	-	-
<i>Trading services</i>		-	-	-	417	1 975	2 652	806	-	1 286	1 284	1 236	9 530	19 188	2 848	8 373
Energy sources		-	-	-	417	1 676	2 560	806	-	726	726	726	7 743	15 380	1 487	6 950
Water management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	299	93	-	-	560	559	510	1 787	3 807	1 362	1 423
Other		-	-	-	-	-	-	-	-	200	200	200	200	800	-	-
Total Capital Expenditure - Functional		10 102	9 730	18 717	18 302	11 558	17 979	3 729	0	25 494	23 202	22 585	69 557	230 956	139 502	149 488

Table SB18a Capital Expenditure on new assets by asset class

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

Description	Ref	2022/23									Budget Year 2023/24	Budget Year 2024/25
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
Capital expenditure on new assets by Asset Class/Sub-class												
Infrastructure		59 461	60 274	-	-	-	-	1 029	1 029	61 303	38 446	45 505
Roads Infrastructure		44 417	45 345	-	-	-	-	(1 870)	(1 870)	43 475	34 236	35 708
Roads		25 113	24 283	-	-	-	-	0	0	24 283	16 868	17 593
Road Structures		19 304	21 062	-	-	-	-	(1 870)	(1 870)	19 193	17 368	18 115
Road Furniture		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Storm water Infrastructure		2 609	2 609	-	-	-	-	2 000	2 000	4 609	2 723	2 846
Drainage Collection		2 609	2 609	-	-	-	-	2 000	2 000	4 609	2 723	2 846
Storm water Conveyance		-	-	-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		12 435	12 320	-	-	-	-	399	399	12 719	1 487	6 950
Power Plants		-	-	-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-	-	-
MV Substations		1 275	1 275	-	-	-	-	-	-	1 275	-	-
MV Switching Stations		3 204	2 916	-	-	-	-	(951)	(951)	1 965	-	-
MV Networks		-	-	-	-	-	-	-	-	-	-	-
LV Networks		7 957	8 129	-	-	-	-	1 350	1 350	9 479	1 487	6 950
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Dams and Weirs		-	-	-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-	-	-
Water Treatment Works		-	-	-	-	-	-	-	-	-	-	-
Bulk Mains		-	-	-	-	-	-	-	-	-	-	-
Distribution		-	-	-	-	-	-	-	-	-	-	-
Distribution Points		-	-	-	-	-	-	-	-	-	-	-
PRIV Stations		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Pump Station		-	-	-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-	-	-
Waste Water Treatment Works		-	-	-	-	-	-	-	-	-	-	-
Outfall Sewers		-	-	-	-	-	-	-	-	-	-	-
Toilet Facilities		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Landfill Sites		-	-	-	-	-	-	-	-	-	-	-
Waste Transfer Stations		-	-	-	-	-	-	-	-	-	-	-
Waste Processing Facilities		-	-	-	-	-	-	-	-	-	-	-
Waste Drop-off Points		-	-	-	-	-	-	-	-	-	-	-
Waste Separation Facilities		-	-	-	-	-	-	-	-	-	-	-
Electricity Generation Facilities		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Rail Lines		-	-	-	-	-	-	-	-	-	-	-
Rail Structures		-	-	-	-	-	-	-	-	-	-	-
Rail Furniture		-	-	-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Sand Pumps		-	-	-	-	-	-	-	-	-	-	-
Piers		-	-	-	-	-	-	-	-	-	-	-
Revetments		-	-	-	-	-	-	-	-	-	-	-
Promenades		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	500	500	500	-	-
Data Centres		-	-	-	-	-	-	500	500	500	-	-
Core Layers		-	-	-	-	-	-	-	-	-	-	-
Distribution Layers		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Community Assets		14 783	14 383	-	-	-	-	7 182	7 182	21 564	12 909	13 464
Community Facilities		10 870	10 470	-	-	-	-	7 182	7 182	17 651	9 388	9 792
Halls		10 435	10 435	-	-	-	-	1 091	1 091	11 526	9 388	9 792
Centres		-	-	-	-	-	-	-	-	-	-	-
Crèches		-	-	-	-	-	-	-	-	-	-	-
Clinics/Care Centres		-	-	-	-	-	-	-	-	-	-	-

Fire/Ambulance Stations	-	-	-	-	-	-	-	-	-	-	-	-
Testing Stations	-	-	-	-	-	-	-	-	-	-	-	-
Museums	-	-	-	-	-	-	-	-	-	-	-	-
Galleries	-	-	-	-	-	-	-	-	-	-	-	-
Theatres	-	-	-	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria	-	-	-	-	-	-	-	-	-	-	-	-
Police	-	-	-	-	-	-	-	-	-	-	-	-
Parks	435	35	-	-	-	-	-	-	-	35	-	-
Public Open Space	-	-	-	-	-	-	-	-	-	-	-	-
Nature Reserves	-	-	-	-	-	-	-	-	-	-	-	-
Public Ablution Facilities	-	-	-	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-	-	-	-
Stalls	-	-	-	-	-	-	6 090	6 090	6 090	-	-	-
Abattoirs	-	-	-	-	-	-	-	-	-	-	-	-
Airports	-	-	-	-	-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals	-	-	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	3 913	3 913	-	-	-	-	-	-	3 913	3 521	3 672	-
Indoor Facilities	-	-	-	-	-	-	-	-	-	-	-	-
Outdoor Facilities	3 913	3 913	-	-	-	-	-	-	3 913	3 521	3 672	-
Capital Spares	-	-	-	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-	-	-	-
Monuments	-	-	-	-	-	-	-	-	-	-	-	-
Historic Buildings	-	-	-	-	-	-	-	-	-	-	-	-
Works of Art	-	-	-	-	-	-	-	-	-	-	-	-
Conservation Areas	-	-	-	-	-	-	-	-	-	-	-	-
Other Heritage	-	-	-	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-	-	-	-
Other assets	8 261	8 261	-	-	-	-	(4 000)	(4 000)	4 261	8 624	9 012	-
Operational Buildings	8 261	8 261	-	-	-	-	(4 000)	(4 000)	4 261	8 624	9 012	-
Municipal Offices	6 957	6 957	-	-	-	-	(4 000)	(4 000)	2 957	7 263	7 589	-
Pay/Enquiry Points	-	-	-	-	-	-	-	-	-	-	-	-
Building Plan Offices	-	-	-	-	-	-	-	-	-	-	-	-
Workshops	-	-	-	-	-	-	-	-	-	-	-	-
Yards	-	-	-	-	-	-	-	-	-	-	-	-
Stores	-	-	-	-	-	-	-	-	-	-	-	-
Laboratories	-	-	-	-	-	-	-	-	-	-	-	-
Training Centres	-	-	-	-	-	-	-	-	-	-	-	-
Manufacturing Plant	-	-	-	-	-	-	-	-	-	-	-	-
Depots	1 304	1 304	-	-	-	-	-	-	1 304	1 362	1 423	-
Capital Spares	-	-	-	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-	-	-	-
Staff Housing	-	-	-	-	-	-	-	-	-	-	-	-
Social Housing	-	-	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-	-	-
Intangible Assets	2 190	2 190	-	-	-	-	(1 350)	(1 350)	840	2 286	2 389	-
Servitudes	-	-	-	-	-	-	-	-	-	-	-	-
Licences and Rights	2 190	2 190	-	-	-	-	(1 350)	(1 350)	840	2 286	2 389	-
Water Rights	-	-	-	-	-	-	-	-	-	-	-	-
Effluent Licences	-	-	-	-	-	-	-	-	-	-	-	-
Solid Waste Licences	-	-	-	-	-	-	-	-	-	-	-	-
Computer Software and Applications	2 190	2 190	-	-	-	-	(1 350)	(1 350)	840	2 286	2 389	-
Load Settlement Software Applications	-	-	-	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-	-	-	-
Computer Equipment	5 298	5 298	-	-	-	-	895	895	6 194	4 488	4 690	-
Computer Equipment	5 298	5 298	-	-	-	-	895	895	6 194	4 488	4 690	-
Furniture and Office Equipment	1 749	1 749	-	-	-	-	720	720	2 469	1 502	1 570	-
Furniture and Office Equipment	1 749	1 749	-	-	-	-	720	720	2 469	1 502	1 570	-
Machinery and Equipment	2 120	2 120	-	-	-	-	821	821	2 941	1 796	1 876	-
Machinery and Equipment	2 120	2 120	-	-	-	-	821	821	2 941	1 796	1 876	-
Transport Assets	17 950	17 950	-	-	-	-	(3 000)	(3 000)	14 950	18 740	19 583	-
Transport Assets	17 950	17 950	-	-	-	-	(3 000)	(3 000)	14 950	18 740	19 583	-
Land	-	-	-	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets to be adjusted	1	111 812	112 225	-	-	-	2 298	2 298	114 522	88 791	98 089	-

Table SA18b Capital expenditure on renewal of existing assets by class

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

Description	Ref	2022/23									Budget Year 2023/24	Budget Year 2024/25
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
Capital expenditure on renewal of existing assets by Asset Class/Sub-class												
Infrastructure		26 652	42 598	-	-	-	-	2 411	2 411	45 009	13 535	14 117
Roads Infrastructure		15 043	24 609	-	-	-	-	1 500	1 500	26 109	13 535	14 117
Roads		11 304	20 870	-	-	-	-	-	-	20 870	10 171	10 608
Road Structures		3 739	3 739	-	-	-	-	1 500	1 500	5 239	3 364	3 509
Road Furniture		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	7 043	-	-	-	-	-	-	7 043	-	-
Drainage Collection		-	7 043	-	-	-	-	-	-	7 043	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		2 913	2 250	-	-	-	-	411	411	2 661	-	-
Power Plants		-	-	-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-	-	-
HV Transmission Conductors		288	-	-	-	-	-	-	-	288	-	-
MV Substations		1 250	1 250	-	-	-	-	911	911	2 161	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-	-	-
MV Networks		1 375	1 000	-	-	-	-	(500)	(500)	500	-	-
LV Networks		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Dams and Weirs		-	-	-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-	-	-
Water Treatment Works		-	-	-	-	-	-	-	-	-	-	-
Bulk Mains		-	-	-	-	-	-	-	-	-	-	-
Distribution		-	-	-	-	-	-	-	-	-	-	-
Distribution Points		-	-	-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Pump Station		-	-	-	-	-	-	-	-	-	-	-
Retiulation		-	-	-	-	-	-	-	-	-	-	-
Waste Water Treatment Works		-	-	-	-	-	-	-	-	-	-	-
Outfall Sewers		-	-	-	-	-	-	-	-	-	-	-
Toilet Facilities		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		8 696	8 696	-	-	-	-	-	-	8 696	-	-
Landfill Sites		8 696	8 696	-	-	-	-	-	-	8 696	-	-
Waste Transfer Stations		-	-	-	-	-	-	-	-	-	-	-
Waste Processing Facilities		-	-	-	-	-	-	-	-	-	-	-
Waste Drop-off Points		-	-	-	-	-	-	-	-	-	-	-
Waste Separation Facilities		-	-	-	-	-	-	-	-	-	-	-
Electricity Generation Facilities		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Rail Lines		-	-	-	-	-	-	-	-	-	-	-
Rail Structures		-	-	-	-	-	-	-	-	-	-	-
Rail Furniture		-	-	-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	500	500	500	-	-
Sand Pumps		-	-	-	-	-	-	-	-	-	-	-
Piers		-	-	-	-	-	-	-	-	-	-	-
Revetments		-	-	-	-	-	-	-	-	-	-	-
Promenades		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	500	500	500	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Data Centres		-	-	-	-	-	-	-	-	-	-	-
Core Layers		-	-	-	-	-	-	-	-	-	-	-
Distribution Layers		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Community Assets		896	196	-	-	-	-	-	-	196	626	653
Community Facilities		896	196	-	-	-	-	-	-	196	626	653
Halls		896	196	-	-	-	-	-	-	196	626	653
Centres		-	-	-	-	-	-	-	-	-	-	-
Crèches		-	-	-	-	-	-	-	-	-	-	-
Clinics/Care Centres		-	-	-	-	-	-	-	-	-	-	-
Fire/Ambulance Stations		-	-	-	-	-	-	-	-	-	-	-
Testing Stations		-	-	-	-	-	-	-	-	-	-	-
Museums		-	-	-	-	-	-	-	-	-	-	-
Galleries		-	-	-	-	-	-	-	-	-	-	-
Theatres		-	-	-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria		-	-	-	-	-	-	-	-	-	-	-
Police		-	-	-	-	-	-	-	-	-	-	-
Parks		-	-	-	-	-	-	-	-	-	-	-
Public Open Space		-	-	-	-	-	-	-	-	-	-	-
Nature Reserves		-	-	-	-	-	-	-	-	-	-	-
Public Ablution Facilities		-	-	-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-	-	-

Stalls	-	-	-	-	-	-	-	-	-	-	-	-
Abattoirs	-	-	-	-	-	-	-	-	-	-	-	-
Airports	-	-	-	-	-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals	-	-	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-	-	-	-
Indoor Facilities	-	-	-	-	-	-	-	-	-	-	-	-
Outdoor Facilities	-	-	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-	-	-	-
Monuments	-	-	-	-	-	-	-	-	-	-	-	-
Historic Buildings	-	-	-	-	-	-	-	-	-	-	-	-
Works of Art	-	-	-	-	-	-	-	-	-	-	-	-
Conservation Areas	-	-	-	-	-	-	-	-	-	-	-	-
Other Heritage	-	-	-	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	-	-	-	-	-	-	-
Operational Buildings	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Offices	-	-	-	-	-	-	-	-	-	-	-	-
Pay/Enquiry Points	-	-	-	-	-	-	-	-	-	-	-	-
Building Plan Offices	-	-	-	-	-	-	-	-	-	-	-	-
Workshops	-	-	-	-	-	-	-	-	-	-	-	-
Yards	-	-	-	-	-	-	-	-	-	-	-	-
Stores	-	-	-	-	-	-	-	-	-	-	-	-
Laboratories	-	-	-	-	-	-	-	-	-	-	-	-
Training Centres	-	-	-	-	-	-	-	-	-	-	-	-
Manufacturing Plant	-	-	-	-	-	-	-	-	-	-	-	-
Depots	-	-	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-	-	-	-
Staff Housing	-	-	-	-	-	-	-	-	-	-	-	-
Social Housing	-	-	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-	-	-
Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-	-	-	-	-	-	-
Licences and Rights	-	-	-	-	-	-	-	-	-	-	-	-
Water Rights	-	-	-	-	-	-	-	-	-	-	-	-
Effluent Licenses	-	-	-	-	-	-	-	-	-	-	-	-
Solid Waste Licenses	-	-	-	-	-	-	-	-	-	-	-	-
Computer Software and Applications	-	-	-	-	-	-	-	-	-	-	-	-
Load Settlement Software Applications	-	-	-	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure on renewal of existing assets to be adjusted	1	27 547	42 793	-	-	-	-	2 411	2 411	45 204	14 161	14 770

Table SB18c Repairs and Maintenance by asset class

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

Description	Ref	2022/23									Budget Year 2023/24	Budget Year 2024/25
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
Repairs and maintenance expenditure by Asset Class/Sub-class												
Infrastructure		27 174	27 174	-	-	-	-	8 900	8 900	36 074	28 361	30 237
Roads Infrastructure		23 817	23 817	-	-	-	-	6 000	6 000	29 817	24 865	25 984
Roads		23 817	23 817	-	-	-	-	6 000	6 000	29 817	24 865	25 984
Road Structures		-	-	-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		3 357	3 357	-	-	-	-	2 900	2 900	6 257	3 496	4 253
Power Plants		9	9	-	-	-	-	-	-	9	-	600
HV Substations		-	-	-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-	-	-
MV Networks		1 660	1 660	-	-	-	-	1 400	1 400	3 060	1 733	1 811
LV Networks		1 689	1 689	-	-	-	-	1 500	1 500	3 189	1 763	1 842
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Dams and Weirs		-	-	-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-	-	-
Water Treatment Works		-	-	-	-	-	-	-	-	-	-	-
Bulk Mains		-	-	-	-	-	-	-	-	-	-	-
Distribution		-	-	-	-	-	-	-	-	-	-	-
Distribution Points		-	-	-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Pump Station		-	-	-	-	-	-	-	-	-	-	-
Retreatment		-	-	-	-	-	-	-	-	-	-	-
Waste Water Treatment Works		-	-	-	-	-	-	-	-	-	-	-
Outfall Sewers		-	-	-	-	-	-	-	-	-	-	-
Toilet Facilities		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Landfill Sites		-	-	-	-	-	-	-	-	-	-	-
Waste Transfer Stations		-	-	-	-	-	-	-	-	-	-	-
Waste Processing Facilities		-	-	-	-	-	-	-	-	-	-	-
Waste Drop-off Points		-	-	-	-	-	-	-	-	-	-	-
Waste Separation Facilities		-	-	-	-	-	-	-	-	-	-	-
Electricity Generation Facilities		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Rail Lines		-	-	-	-	-	-	-	-	-	-	-
Rail Structures		-	-	-	-	-	-	-	-	-	-	-
Rail Furniture		-	-	-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Sand Pumps		-	-	-	-	-	-	-	-	-	-	-
Piers		-	-	-	-	-	-	-	-	-	-	-
Revetments		-	-	-	-	-	-	-	-	-	-	-
Promenades		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Data Centres		-	-	-	-	-	-	-	-	-	-	-
Core Layers		-	-	-	-	-	-	-	-	-	-	-
Distribution Layers		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Community Assets		985	1 111	-	-	-	-	-	-	1 111	1 028	1 074
Community Facilities		985	1 111	-	-	-	-	-	-	1 111	1 028	1 074
Halls		-	-	-	-	-	-	-	-	-	-	-
Centres		-	-	-	-	-	-	-	-	-	-	-
Crèches		-	-	-	-	-	-	-	-	-	-	-
Clinics/Care Centres		-	-	-	-	-	-	-	-	-	-	-
Fire/Ambulance Stations		-	-	-	-	-	-	-	-	-	-	-
Testing Stations		-	-	-	-	-	-	-	-	-	-	-
Museums		-	-	-	-	-	-	-	-	-	-	-
Galleries		-	-	-	-	-	-	-	-	-	-	-
Theatres		-	-	-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria		-	-	-	-	-	-	-	-	-	-	-

Police	-	-	-	-	-	-	-	-	-	-	-	-
Purts	-	-	-	-	-	-	-	-	-	-	-	-
Public Open Space	985	985	-	-	-	-	-	-	985	1 028	1 074	-
Nature Reserves	-	-	-	-	-	-	-	-	-	-	-	-
Public Ablution Facilities	-	-	-	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-	-	-	-
Stalls	-	-	-	-	-	-	-	-	-	-	-	-
Abattoirs	-	-	-	-	-	-	-	-	-	-	-	-
Airports	-	127	-	-	-	-	-	-	127	-	-	-
Taxi Ranks/Bus Terminals	-	-	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-	-	-	-
Indoor Facilities	-	-	-	-	-	-	-	-	-	-	-	-
Outdoor Facilities	-	-	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-	-	-	-
Monuments	-	-	-	-	-	-	-	-	-	-	-	-
Historic Buildings	-	-	-	-	-	-	-	-	-	-	-	-
Works of Art	-	-	-	-	-	-	-	-	-	-	-	-
Conservation Areas	-	-	-	-	-	-	-	-	-	-	-	-
Other Heritage	-	-	-	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-	-	-	-
Other assets	10 140	10 140	-	-	-	-	(3 408)	(3 408)	6 732	10 586	11 063	-
Operational Buildings	10 140	10 140	-	-	-	-	(3 408)	(3 408)	6 732	10 586	11 063	-
Municipal Offices	9 600	9 600	-	-	-	-	(4 204)	(4 204)	5 396	10 022	10 473	-
Pay/Enquiry Points	-	-	-	-	-	-	-	-	-	-	-	-
Building Plan Offices	540	540	-	-	-	-	796	796	1 336	564	589	-
Workshops	-	-	-	-	-	-	-	-	-	-	-	-
Yards	-	-	-	-	-	-	-	-	-	-	-	-
Stores	-	-	-	-	-	-	-	-	-	-	-	-
Laboratories	-	-	-	-	-	-	-	-	-	-	-	-
Training Centres	-	-	-	-	-	-	-	-	-	-	-	-
Manufacturing Plant	-	-	-	-	-	-	-	-	-	-	-	-
Depots	-	-	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-	-	-	-
Staff Housing	-	-	-	-	-	-	-	-	-	-	-	-
Social Housing	-	-	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-	-	-
Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-	-	-	-	-	-	-
Licences and Rights	-	-	-	-	-	-	-	-	-	-	-	-
Water Rights	-	-	-	-	-	-	-	-	-	-	-	-
Effluent Licenses	-	-	-	-	-	-	-	-	-	-	-	-
Solid Waste Licenses	-	-	-	-	-	-	-	-	-	-	-	-
Computer Software and Applications	-	-	-	-	-	-	-	-	-	-	-	-
Load Settlement Software Applications	-	-	-	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	300	300	-	-	-	-	(150)	(150)	150	313	327	-
Furniture and Office Equipment	300	300	-	-	-	-	(150)	(150)	150	313	327	-
Machinery and Equipment	2 548	2 548	-	-	-	-	(150)	(150)	2 398	2 660	2 779	-
Machinery and Equipment	2 548	2 548	-	-	-	-	(150)	(150)	2 398	2 660	2 779	-
Transport Assets	12 969	12 969	-	-	-	-	1 142	1 142	14 111	13 540	14 149	-
Transport Assets	12 969	12 969	-	-	-	-	1 142	1 142	14 111	13 540	14 149	-
Land	-	-	-	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure to be adjusted	1	54 115	54 242	-	-	-	-	6 334	6 334	60 576	56 488	59 629

List Of Capital Projects

Project Description	Original Budget	Virements	Adjustments	Adjusted Budget
Taxi Rank_Upgrade	R -	R -	R 26 086 956.00	R 26 086 956.00
UPGRADE OF MAIN HARDING ROAD	R 24 267 388.00	-R 2 200 000.00	R -	R 22 067 388.00
UPGRADE NELSON MANDELA DRIVE	R 14 782 608.00	R 3 150 000.00	R -	R 17 932 608.00
Road Reseals	R 10 478 260.00	R -	R -	R 10 478 260.00
OATLANDS LANDFILL SITE UPGRADE	R 8 695 652.00	R -	R -	R 8 695 652.00
GRADERS	R 8 600 000.00	R -	R -	R 8 600 000.00
Rural Roads and Stormwater Rehabilitation (IUDG)	R 7 826 088.00	R -	R -	R 7 826 088.00
LOUISIANA RING ROAD (WARD 15)	R 6 956 521.00	R 669 478.00	R -	R 7 625 999.00
Ntshomela Vehicular Bridge (Sgodaneni) Ward 32	R 2 608 692.00	R 2 168 742.00	R -	R 4 777 434.00
MADALA TO MDLUNGWANA VEHICULAR BRIDGE	R 1 304 352.00	R 3 326 087.00	R -	R 4 630 439.00
ROADS URBAN STORMWATER	R 2 608 692.00	R -	R 2 000 000.00	R 4 608 692.00
Dumezulu Community Hall Phase 2 (Ward 8)	R 3 478 260.00	R -	R 1 091 352.00	R 4 569 612.00
Ngqumbela Road and Causeway Ward 7	R 3 478 260.00	R -	R 1 000 000.00	R 4 478 260.00
TIPPER TRUCKS	R 4 350 000.00	R -	R -	R 4 350 000.00
Energy Efficiency DSM	R 4 304 348.00	R -	R -	R 4 304 348.00
Margate Airport Upgrade - ward 6	R 503 910.00	R -	R 2 974 350.00	R 4 237 789.00
WARD 12 PEDESTRIAN BRIDGE (OVER SUGER MILL ROAD)	R 2 608 692.00	R -	R 1 500 000.00	R 4 108 692.00
Bar to Ngwemabala Pedestrian Bridge Ward 24	R 2 173 908.00	R 1 470 015.00	R -	R 3 643 923.00
I T Equipment	R 799 992.00	R -	R 2 700 000.00	R 3 499 992.00
REHAB OF COLLEGE ROAD SOUTHBRROM WARD 2	R 3 478 260.00	R -	R -	R 3 478 260.00
Ward 31 Sportfield (Mbeni)	R 3 478 260.00	R -	R -	R 3 478 260.00
Ward 36 - Nkulu Community Hall	R 3 478 260.00	R -	R -	R 3 478 260.00
Nkulu Community Hall Ward 25	R 3 478 260.00	R -	R -	R 3 478 260.00
Meter replacement DBSA funded	R 2 000 000.00	R -	R 1 350 000.00	R 3 350 000.00
Hibberdene Market Stalls	R -	R -	R 2 536 456.00	R 2 536 456.00
Urban stormwater rehabilitation_Spillars_G46247	R -	R -	R -	R 2 173 914.00
Mazubane Pedestrian Bridge (Ward 21)	R 2 173 908.00	R -	R -	R 2 173 908.00
Mini sub replacement DBSA funded	R 1 250 000.00	R -	R 911 000.00	R 2 161 000.00
COMPACTOR	R 5 000 000.00	R -	-R 3 000 000.00	R 2 000 000.00
Inter switch replacements DBSA funded	R 1 450 000.00	R -	R 515 000.00	R 1 965 000.00
Urban stormwater rehabilitation_Ray Nkonyeni Road_G46247	R -	R -	R -	R 1 869 561.00
Lilliecrona Road_G46247	R -	R -	R -	R 1 826 091.00
ST. MICHAEL MARKET STALLS	R -	R -	R 1 825 880.00	R 1 825 880.00
Ezinqoleni Market Stalls	R -	R -	R 1 728 072.00	R 1 728 072.00
INSTALLATION OF CCTV CAMERAS	R 1 500 000.00	R -	R -	R 1 500 000.00
Municipal Vehicle Pound	R 4 347 816.00	R -	-R 2 950 000.00	R 1 397 816.00
Installation of new Streetlights	R 1 304 390.00	R -	R -	R 1 304 390.00
Staff Depot Ablution Facilities - Phase 3	R 1 304 352.00	R -	R -	R 1 304 352.00
Urban stormwater rehabilitation_Bank Street_G46247	R -	R 913 050.00	R -	R 1 304 352.00
Urban stormwater rehabilitation_West Roads_G46247	R -	R -	R -	R 1 304 352.00
Kwa Xaba_G46247	R -	R -	R -	R 1 304 352.00
BULK ELECTRICAL SUPPLY TO NEW DEVELOPMENTS (WITHIN DISTRIBUT	R 1 274 999.00	R -	R -	R 1 274 999.00
WARD 28 WALKWAYS AND GUARDRAILS (THEMBA NGUBELANGA AND FEZIL	R 1 130 424.00	R -	R -	R 1 130 424.00
MLB Offices	R 1 739 136.00	R -	-R 650 000.00	R 1 089 136.00
Roads:Koloni_G46247	R -	R -	R -	R 956 520.00
Mbotsha Road_G46247	R -	R -	R -	R 956 520.00
Msikaba Vehicular (Ward 25)	R 869 568.00	R 75 888.00	-R 100 000.00	R 845 456.00
Control Room Software	R 840 000.00	R -	R -	R 840 000.00
Bar Road_G46247	R -	R -	R -	R 782 613.00
Ganyaza Road_G46247	R -	R -	R -	R 782 613.00
Bham Rd_G46247	R -	R 173 916.00	R -	R 782 613.00
uMsikaba_G46247	R -	R -	R -	R 782 613.00
Makhanya Road_G46247	R -	R -	R -	R 782 613.00
Kwaluhlaza_G46247	R -	-R 173 916.00	R -	R 608 697.00
Banana Beach Pedestrian (Ward 16)	R 173 916.00	R 371 655.47	R -	R 545 571.47
Kwasithole Pedestrian Bridge (Ward 21)	R 347 832.00	R 330 435.00	-R 149 520.00	R 528 747.00
LONJANI TO KHUMBUZA ROAD	R 2 026 084.00	-R 1 500 000.00	R -	R 526 084.00
Merlewood streerlights	R 347 832.00	R 172 626.00	R -	R 520 458.00
NKANGENI VEHICULAR BRIDGE WARD 25	R 869 568.00	-R 217 471.47	-R 132 528.00	R 519 568.53
Treasury Generator	R -	R -	R 500 000.00	R 500 000.00
AirPort Weather Station	R -	R -	R 500 000.00	R 500 000.00
BEACH FACILITIES REFUBRISHMENT	R -	R -	R 500 000.00	R 500 000.00
Port Shepstone Civic Centre: Furniture	R 500 000.00	R -	R -	R 500 000.00

Cable Replacement DBSA funded	R	1 000 000.00	R	-	-R	500 000.00	R	500 000.00
2019 RATIONALISATION OF OFFICE SPACE (UVONGO)	R	869 570.00	R	-	-R	400 000.00	R	469 570.00
OFFICE WATER TANKS	R	869 568.00	R	-	-R	400 000.00	R	469 568.00
ADMINISTRATIVE AND CORPORATE SUPPORT CUMPUTER ASSETS	R	250 000.00	R	-	R	200 000.00	R	450 000.00
Tatane Sportfield Ward 25	R	434 784.00	R	-	R	-	R	434 784.00
TOWN PLANNING FURNITURE AND EQUIPMENT	R	415 000.00	R	-	R	-	R	415 000.00
Building Plan Monitors & Laptops	R	-	R	-	R	400 000.00	R	400 000.00
STREET CLEANING TOOLS AND MACHINERY	R	400 000.00	R	-	-R	7 219.00	R	392 781.00
Urban stormwater rehabilitation_Carnation_G46247	R	-	-R	913 050.00	R	-	R	391 302.00
Repairs to Mbhele Pedestrian Bridge	R	869 556.00	-R	500 000.00	R	-	R	369 556.00
Airport Furniture and Equipment	R	-	R	-	R	300 000.00	R	300 000.00
SPG Furniture and Equipment	R	-	R	-	R	300 000.00	R	300 000.00
TOWN PLANNING COMPUTER ASSETS	R	250 000.00	R	-	R	-	R	250 000.00
Bhayiya Vehicular Bridge - Ward 33	R	434 784.00	R	-	-R	200 000.00	R	234 784.00
Corner House Ring Road - Ward 27	R	434 784.00	R	-	-R	200 000.00	R	234 784.00
Nhlangeni Vehicular Bridge - Ward 9	R	434 784.00	R	-	-R	200 000.00	R	234 784.00
Nkanyezini Road - Ward 10	R	434 784.00	R	-	-R	200 000.00	R	234 784.00
Mzenge Road and Bridge - Ward 34	R	434 784.00	R	-	-R	200 000.00	R	234 784.00
Bomvini School Road - Ward 35	R	434 784.00	R	-	-R	200 000.00	R	234 784.00
Mandla Mzelemu Road - Ward 10	R	434 784.00	R	-	-R	200 000.00	R	234 784.00
Valley Road Vehicular Bridge Upgrade - Ward 18	R	434 772.00	R	-	-R	200 000.00	R	234 772.00
Mvuzane Road and Vehicular Bridge Ward 14	R	3 478 260.00	-R	3 267 456.00	R	-	R	210 804.00
AZero Printer Scanner	R	-	R	-	R	200 000.00	R	200 000.00
External Storage Devices	R	-	R	-	R	200 000.00	R	200 000.00
HANDHELD SPEED CAMERA	R	-	R	-	R	200 000.00	R	200 000.00
ZG Hall Roof Repairs - Ward 28	R	695 652.00	-R	500 000.00	R	-	R	195 652.00
Office Computer Equipment_Technical Services	R	183 500.00	R	-	R	-	R	183 500.00
Mazubane / Dikwe Pedestrian Bridge Ward 20	R	2 173 908.00	-R	2 000 000.00	R	-	R	173 908.00
PEDESTRIAN BRIDGE EXTENSION 3 WARD 6	R	869 568.00	R	-	-R	700 000.00	R	169 568.00
REVENUE COMPUTER ASSETS	R	150 000.00	R	-	R	5 000.00	R	155 000.00
EXPENDITURE COMPUTER ASSETS	R	150 000.00	R	-	R	-	R	150 000.00
ADMIN AND CORP MANAGEMENT SERVICES FURNITURE AND EQUIPMENT	R	150 000.00	R	-	R	-	R	150 000.00
BUDGET AND TREASURY FURNITURE AND EQUIPMENT	R	150 000.00	R	-	R	-	R	150 000.00
Computer Equipment	R	100 000.00	R	-	R	50 000.00	R	150 000.00
INTERNAL AUDIT: FURNITURE AND OFFICE EQUIPMENT	R	35 000.00	R	-	R	100 000.00	R	135 000.00
Specialized computer for GIS	R	-	R	-	R	130 000.00	R	130 000.00
Mbili Pedestrian Bridge Ward 22	R	130 428.00	R	-	-R	10 034.00	R	120 394.00
SUPPLY CHAIN COMPUTER ASSETS	R	120 000.00	R	-	R	-	R	120 000.00
REVENUE FURNITURE AND EQUIPMENT	R	120 000.00	R	-	R	-	R	120 000.00
STREET CLEANSING COMPUTER ASSETS	R	100 000.00	R	-	R	10 177.00	R	110 177.00
Airconditioners_Corporate Services	R	-	R	-	R	100 000.00	R	100 000.00
Spg Computers	R	-	R	-	R	100 000.00	R	100 000.00
FURNITURE AND OFFICE EQUIPMENT	R	100 000.00	R	-	R	-	R	100 000.00
Furniture and Equipment_Technical Services	R	89 000.00	R	-	R	-	R	89 000.00
Small Tools_Technical Services	R	-	R	-	R	80 000.00	R	80 000.00
Informal traders Card Machine	R	200 000.00	R	-	-R	122 000.00	R	78 000.00
Budget & Reporting Computer Equipment	R	100 000.00	R	-	-R	25 000.00	R	75 000.00
Medical equipment 2023	R	60 000.00	R	-	R	-	R	60 000.00
ASSET MANAGEMENT MACHINERY & EQUIPMENT	R	10 000.00	R	-	R	36 000.00	R	46 000.00
EXPENDITURE FURNITURE AND EQUIPMENT	R	35 000.00	R	-	R	-	R	35 000.00
PPE WASHING MACHINE	R	-	R	-	R	35 000.00	R	35 000.00
Community park in ward 5	R	434 783.00	-R	400 000.00	R	-	R	34 783.00
Techno Hub Computers	R	30 000.00	R	-	R	-	R	30 000.00
Boardroom projector screen	R	-	R	-	R	30 000.00	R	30 000.00
Facial recognition intercom	R	30 000.00	R	-	R	-	R	30 000.00
MUNICIPAL MANAGER COMPUTER ASSETS	R	-	R	-	R	30 000.00	R	30 000.00
ASSET MANAGEMENT FURNITURE AND EQUIPMENT	R	15 000.00	R	-	-R	800.00	R	14 200.00
Nqwane Pedestrian Bridge ward 20	R	86 952.00	R	-	-R	73 188.00	R	13 764.00
Techno HUB installation of Automated Gate	R	10 000.00	R	-	R	-	R	10 000.00
ASSET MANAGEMENT COMPUTER ASSETS	R	35 000.00	R	-	-R	34 760.00	R	240.00
POWER FACTOR CORRECTION EQUIPMENT (NDP GRANT)	R	287 500.00	-R	287 500.00	R	-	R	-
Electronic building plan submission	R	1 200 000.00	R	-	-R	1 200 000.00	R	-
Mbecuka Vehicular Bridge Ward 29	R	173 916.00	R	-	-R	173 916.00	R	-
Data Analytics Software: Internal Audit	R	150 000.00	R	-	-R	150 000.00	R	-
Outdoor Gym Facilities	R	521 736.00	R	-	-R	521 736.00	R	-
MV NETWORK?? RING CONNECTIONS (NDP GRANT)	R	187 500.00	-R	187 500.00	R	-	R	-

11kV INTERCONNECTOR - MARBURG TO P.S. SUB (NDP GRANT)	R	287 500.00	-R	287 500.00	R	-	R	-
Esidlilini Pedestrian Bridge (Dlovinga)	R	130 428.00	R	-	-R	130 428.00	R	-
Furniture and Equipment	R	60 000.00	R	-	-R	60 000.00	R	-
MUNICIPAL MANAGER FURNITURE AND EQUIPMENT	R	20 000.00	R	-	-R	20 000.00	R	-
MEMORIAL & REYNOLDS SW/STA REFURB & REPLACE SWITCHGEAR	R	1 466 010.00	R	-	-R	1 466 010.00	R	-
MV INFRASTRUCTURE REFURBISHMENT & UPGRADES (NDP GRANT)	R	187 500.00	-R	187 500.00	R	-	R	-
Margate hall reconstruction ward 2	R	200 000.00	-R	200 000.00	R	-	R	-
CCTV Microwave linking	R	3 000 000.00	R	-	-R	3 000 000.00	R	-
Grand Total		R 180 739 367.00	-R	1.00	R 32 648 104.00	R 230 755 725.00		

Legislation compliance status

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

In year reporting

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

Internship Programme

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

Budget and Treasury Office

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

Audit Committee

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

Service Delivery and Implementation Plan

The detailed 2022/23 SDBIP document will be compiled and will be tabled before council separately.

Annual Report

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