



INTERNAL MEMO

DATE : 14 NOVEMBER 2024
TO : THE HONOURABLE MAYOR
FROM : MUNICIPAL MANAGER
RE : MONTHLY BUDGET STATEMENT

Kindly find the attached monthly budget statement for your Review, in compliance with the S71 (1) of the Municipal Finance Management Act. The budget statement is for the period ending **31 October 2024**.

The office of the mayor is kindly requested to assist with Mayor's Report based the assessment of the attached Monthly Budget Statement. The mayor's report is in compliance with Regulation 29 of the Municipal Budget and reporting regulations, which state that; if the Mayor tables MFMA S71 report to council it must be accompanied by Mayor's report in a format set out in schedule C.

In terms of S54 of the Municipal Finance Management Act

On receipt of a statement or report submitted by the accounting officer of the municipality in terms of section 71 or 72, the mayor must— (a) consider the statement or report; (b) check whether the municipality's approved budget is implemented in accordance with the service delivery and budget implementation plan; (c) consider and, if necessary, make any revisions to the service delivery and budget implementation plan, provided that revisions to the service delivery targets and performance indicators in the plan may only be made with the approval of the council following approval of an adjustments budget; (d) issue any appropriate instructions to the accounting officer to ensure— (i) that the budget is implemented in accordance with the service delivery and budget implementation plan; and (ii) that spending of funds and revenue collection proceed in accordance with the budget; (e) identify any financial problems facing the municipality, including any emerging or impending financial problems; (f) in the case of a section 72 report, submit the report to the council by 31 January of each year. (2) If the municipality faces any serious financial problems, the mayor must— (a) promptly respond to and initiate any remedial or corrective steps proposed by the accounting officer to deal with such problems, which may include— (i) steps to reduce spending when revenue is anticipated to be less than projected in the municipality's approved budget; (ii) the tabling of an adjustments budget; or (iii) steps in terms of Chapter 13; and (b) alert the council and the MEC for local government in the province to those problems. (3) The mayor must ensure that any revisions of the service delivery and budget implementation plan are made public promptly.

Yours Faithfully

N.S. MSIBI
Chief Financial Officer

R.N HLONGWA
Municipal Manager

"Service Delivery through Integrity"

ZULULAND DISTRICT MUNICIPALITY



MONTHLY BUDGET STATEMENT AND SUPPORTING DOCUMENTATION FOR PERIOD ENDED

31 OCTOBER 2024

MFMA S71 REPORT

2024/2025 FINANCIAL YEAR

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GLOSSARY

Adjustment Budgets – it is the formal means by which a municipality may revise its budget during a financial year. Prescribed in section 28 of the Municipal Finance Management Act.

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

AFS – Annual Financial Statements.

Budget – the financial plan of the municipality.

Budget related policy – policy of a municipality affecting or affected by the budget.

Capital Expenditure – spending on municipal assets such as land, buildings, distribution networks, treatment plants and vehicles. Any capital expenditure must be reflected as an asset on a municipality's balance sheet.

Cash Flow Statements – a statement showing when actual cash will be received and spent by the municipality, and the month end balances of cash and short-term investments. Cash receipts and payments do not always coincide with budgeted income and expenditure timings.

CFO – Chief Financial Officer

DORA – Division of Revenue Act. An annual legislation indicating the allocations from National Government and Provincial Government

DWAF – Department of Water Affairs

EPWP – Expanded Public Works Program

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

FMG – Financial Management Grant

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

GRAP – Generally Recognised Accounting Practice. The new standard for municipal accounting and basis upon which AFS are prepared.

MSCOA – Municipal Standard Chart of Accounts

IDP –Integrated Development Plan. The main strategic planning document of a municipality

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

LED – Local Economic Development

MFMA – Municipal Finance Management Act (No. 53 of 2003). The principal piece of legislation relating to municipal finance management.

MIG – Municipal Infrastructure Grant

MSIG – Municipal Systems Improvement Grant

WSIG – Water services Infrastructure Grant

MTREF – Medium Term Revenue and Expenditure Framework as prescribed by the MFMA sets out indicative revenue and projected expenditure for the budget year plus two outer financial years to determine the affordability level. Also includes details of the previous three years and current years' financial position.

MWIG – Municipal Water Infrastructure Grant

Operating Expenditure – spending on the day-to-day expenses of a municipality such as general expenses, salaries & wages, and repairs & maintenance

R & M – Repairs and Maintenance

SCM - Supply Chain Management

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

Strategic Objectives - the main priorities of a municipality as set out in the IDP Budget spending must contribute towards achievement of these strategic objectives.

Unauthorised Expenditure – generally spending without or in excess of an approved budget.

Virement – transfer of budget

ZDM – Zululand District Municipality

PART 1 – IN-YEAR REPORT

1.1. MAYORS REPORT

To be attached

1.2. COUNCIL RESOLUTION

The Monthly budget statement review be noted.

1.3. EXECUTIVE SUMMARY

BUDGET PERFORMANCE ANALYSIS

The Summary Statement of Financial Performance is prepared in terms of the prescribed budget formats, detailing revenue by source type and expenditure by input type. The summary report indicates the following:

Summary Statement of Financial Performance Revenue and Expenditure

	APPROVED BUDGET	YTD ACTUAL	YTD BUDGET	YTD VARIANCE	YTD VARIANCE %	YTD ACTUAL EXPENDITURE %
Total Revenue By Source (Excluding Capital Transfers)	865 669 793	311 470 184	288 556 504	22 913 680	8%	36%
Total Operating Expenditure	767 636 300	265 240 864	254 393 392	10 847 472	4%	35%
Surplus/(Deficit)	98 033 493	46 229 321	34 163 112	12 066 209		

Operating Revenue Performance

Total operating revenue generated by the Municipality as at **31 October 2024** is **R311.4 million** which is **36%** of the approved operating revenue budget. The **R311.4 million** year to date actual is **above** the **four months** baseline projection or year-to-date budget of **R288.5 million**, a variance of **R22.9 million or 8% is observed**.

The Municipality is largely dependent on government grants and partly service charges for its operations. Service charges revenue recognized from exchange revenue is only **R25.02 million** which is **8%** of the total generated exchange revenue.

Major Variances between actual and year to date budget on Operating Revenue

Reasons for variances can be attributed to Transfers and subsidies being received based on transfer schedule and cannot be benchmarked against year to date budget, interest on external investments, and operational revenue which are moving at a pace faster than year to date budget.

Operating revenue is explained by source in detail on Section 1.4 Operating Revenue Performance.

Operating Expenditure Performance

Total Operating Expenditure as at **31 October 2024** is **R265.2 million** which is **35%** of the approved operating expenditure budget. The **R265.2 million** year to date actual is **above** the **four months** baseline projection or year-to-date budget of **R254.3 million**, a variance of **R10.8 million or 4% is observed**.

Major Variances between actuals and year to date budget on Operating Expenditure

Reasons for variances can be attributed to depreciation, interest, contracted services and inventory consumed which are moving at a slower pace than year to date budget; transfers and subsidies is occasional; debt impairment which has no movement yet. Employee related cost, operational cost and councilors' remuneration are a bit higher than year to date budget.

Operating expenditure is explained by source in detail on Section 1.5 Operating Expenditure Performance.

Grants expenditure and receipts

GRANTS RECIEPTS AND EXPENDITURE AS AT 31 OCTOBER 2024	APPROVED BUDGET	RECIEPTS	YTD ACTUAL	VARIANCE YTD & ADJUSTED BUDGET	PERCENTAGE SPENT
Municipal Infrastructure Grant (MIG)	259 542 000.00	116 714 000.00	160 028 337.21	99 513 662.79	62
Regional Bulk Infrastructure (RBIG)	214 000 000.00	125 000 000.00	107 929 714.04	106 070 285.96	50
Water services infrastructure Grant (WSIG)	100 000 000.00	75 000 000.00	64 282 352.52	35 717 647.48	64
Rural Roads Asset Managemnt Systems Grant	1 857 000.00	1 857 000.00	-	1 857 000.00	-
Indonsa Grant	1 911 000.00	955 500.00	1 645.22	1 909 354.78	0
FMG	1 200 000.00	1 200 000.00	273 234.40	926 765.60	23
EPWP	5 227 000.00	1 306 000.00	3 870 176.34	1 356 823.66	74
NSF	88 246 119.00	9 175 700.72	9 250 000.00	78 996 119.00	10
LGSETA Waste Water Employees	443 800.00	165 000.00	165 000.00	278 800.00	37
LGSETA MFMP	210 000.00	-	-	210 000.00	-
LGSETA-Fire and Rescue- Non Employees	605 136.00	558 600.00	558 600.00	46 536.00	92
	673 242 055.00	331 931 800.72	346 359 059.73	326 882 995.27	104

Capital Expenditure and Funding

Summary Statement of Capital Expenditure and Funding

	APPROVED BUDGET	YTD ACTUAL	YTD BUDGET	YTD VARIANCE	YTD VARIANCE %	YTD ACTUAL EXPENDITURE %
Total Capital Expenditure	500 594 868	291 532 754	168 351 672	123 181 082	73%	58%
Total Capital Financing	500 594 868	291 532 754	168 351 672	123 181 082	73%	58%

Grants receipts and expenditure

Total Capital Expenditure as at **31 October 2024** is **R291.5 million** which is **58%** of the approved capital budget. The **R291.5 million** year to date actual is **above** the **four months** baseline projection or year-to-date budget of **R168.3 million**, a variance of **R123.1 million**.

Capital expenditure is explained by source in detail on section 1.6 Capital Expenditure and Funding.

Major Variances between actuals and year to date budget on Capital expenditure

Reasons for variances can be attributed to capital grants not being spent at a similar pace as year to date budget. **MIG** is at **62%**, **RBIG** is at **50%**, **WSIG** is at **64%** **RRAMG** is at **0%**.

Financial Position Framework

Summary of Statement of Financial position:

FINANCIAL POSITION	APPROVED BUDGET	YTD ACTUAL	%
Total current assets	612 157 378	155 469 160	25
Total non current assets	5 931 276 091	5 791 305 527	98
Total current liabilities	468 128 948	418 618 966	89
Total non current liabilities	154 477 420	130 471 447	84
TOTAL COMMUNITY WEALTH/ EQUITY	4 634 441 230	5 397 684 274	116.5%

The current assets year to date actual is **R155.4 million** which is **25%** of the approved budget. **Non - Current assets** year to date actual is **R5.7 billion** which is **98%** of the approved budget. **Current Liabilities** year to date actual is **R418.6 million** which is **89%** of the approved budget. **Non - Current Liabilities** year to date is **R130.4 million** which is **84%** of the approved budget. **Accumulated surplus** year to date actual is **R5.3 billion** which is **116.5%** of the approved budget.

Current assets amount to **R155.4 million**, included in current assets is Cash of **R673 thousand**.

Current liabilities amount to **R418.6 million**, this includes unspent conditional grants amounting to **R27.3 million**.

The Current ratio is 0.37:1 [**155.4 million/418.6 million**], the current ratio norm is **2:1**

Financial Position Framework is explained in detail on section 1.7 In year Budget Tables.

1.4. OPERATING REVENUE PERFORMANCE

DC26 Zululand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity								-		
Service charges - Water		58 877	68 294	68 294	4 341	19 022	22 765	(3 743)	-16%	68 294
Service charges - Waste Water Management		16 024	17 732	17 732	1 369	5 998	5 911	88	1%	17 732
Service charges - Waste management								-		
Sale of Goods and Rendering of Services		760	578	578	114	114	193	(78)	-41%	578
Agency services								-		
Interest								-		
Interest earned from Receivables		691	823	823	62	267	274	(7)	-3%	823
Interest from Current and Non Current Assets		15 458	7 500	7 500	2 473	3 763	2 500	1 263	51%	7 500
Dividends								-		
Rent on Land								-		
Rental from Fixed Assets		559	504	504	41	166	168	(2)	-1%	504
Licence and permits		107	176	176	16	59	59	0	0%	176
Operational Revenue		594	565	565	146	234	188	46	24%	565
Non-Exchange Revenue										
Property rates								-		
Surcharges and Taxes		-	-	-	-	-	-	-		-
Fines, penalties and forfeits		875	1 467	1 467	98	293	489	(196)	-40%	1 467
Licence and permits								-		
Transfers and subsidies - Operational		746 444	768 030	768 030	802	281 550	256 010	25 540	10%	768 030
Interest		-	-	-	-	-	-	-		-
Fuel Levy								-		
Operational Revenue		-	-	-	-	-	-	-		-
Gains on disposal of Assets		680	-	-	-	-	-	-		-
Other Gains		5 704	-	-	-	3	-	3	#DIV/0!	-
Discontinued Operations										
Total Revenue (excluding capital transfers and contributions)		846 773	865 670	865 670	9 462	311 470	288 557	22 914	8%	865 670

The year-to-date actual indicates operating revenue of **R311.4 million** for **four months**, The **R311.4 million** year to date actual is **above** the **four months** baseline projection or year-to-date budget of **R288.5 million**, a variance of **R22.9 million** or **8%** is observed. The total revenue to-date represents **35%** of the operating revenue budget.

Included in operating revenue is an amount of revenue recognized on operating conditional grants in terms of Municipal Budget and Reporting Regulations (MBRR).

The sources of funding are important to ensure that the expenditure is funded, and cash backed. Each line item on the face of financial performance is explained below:

EXCHANGE REVENUE

Service charges – Water revenue

This is the amounts billed on customers for water used, the year-to-date actual is **R19.2 million** which is **28%** of the approved budget. The **R19.2 million** year to date actual is **below** the **four months** baseline projection or year-to-date budget of **R22.7 million**. A variance of **R3.7 million** or **16%** is observed.

Service charges – Sanitation revenue

This is the amounts billed on customers that are connected to the sewer system, the year-to-date actual is **R5.99 million** which is **34%** of the approved budget. The **R5.99 million** year to date actual is **above** the **four months** baseline projection or year-to-date budget of **R5.91 million**. A variance of **R196 thousand** or **4%** is observed.

Sale of goods and rendering of service

This is the amount on sale of goods and rendering of services, the year-to-date actual is **R114 thousands** which is **20%** of the approved budget. The **R114 thousands** year to date actual is **below** the **four months** baseline projection or year-to-date budget of **R193 thousand**. A variance of **R78 thousand** or **41%** is observed.

There was no sale of tender documents in this period.

Interest earned - outstanding debtors

Interest earned - outstanding debtors is charged on businesses for accounts in arrears. The year-to-date actual is **R267 thousand** which is **32%** of the approved budget. The **R267 thousand** year to date actual is **below** the **four months** baseline projection or year-to-date budget of **R274 thousand**. A variance of **R7 thousand** or **3%** is observed.

Reasons for variances can be attributed to businesses non adherence to payment terms, the municipality must implement stringent measures to ensure businesses pay on time.

Interest on investment

Interest on investment is interest received when the Municipality makes cash investments, the year-to-date actual is **R3.7 million** which is **50%** of the approved budget. The **R3.7 million** year to date actual is **above** the **four months** baseline projection or year-to-date budget of **R2.5 million**. A variance of **R1.2 million** or **51%** is observed.

The reason for variances can be attribute to the fact that there was matured investment by end of reporting period.

Rent of facilities

Rental of facilities is amounts billed for office space leased out, the year-to-date actual is **R166 thousand** which is **33%** of the approved budget. The **R166 thousand** year to date actual is **below** the **four months** baseline projection or year-to-date budget of **R168 thousand**. A variance of **R2 thousand** or **1%** is observed.

Licences and Permits

Licences and permits year-to-date actual is **R59 thousand** which is **33%** of the approved budget. the **R59 thousand** year to date actual is **below** the **four months** baseline projection or year-to-date budget of **R59 thousand**. A variance of **R0 thousand** or **0%** is observed.

This line item depends on licences renewal and new issued permits.

Operational revenue

Operational revenue year-to-date actual is **R234 thousand** which is **41%** of the approved budget. the **R234 thousand** year to date actual is **above** the **four months** baseline projection or year-to-date budget of **R188 thousand**. A variance of **R46 thousands** or **24%** is observed.

The variance to this line item can be attributed to the receipt of Skills Development Levy Refund which is not benchmarked by year to date.

NON EXCHANGE REVENUE

Fines, penalties, and forfeits

Fines, penalties, and forfeits are mainly amounts charged on illegal connections. The year-to-date actual is **R293 thousand** which is **20%** of the approved budget. The **R293 thousand** year to date actual is **below** the **four months** baseline projection or year-to-date budget of **R489 thousand**. A variance of **R196 thousand** or **40%** is observed.

Reasons for variances highlight a negative indication that more consumers are illegally connected or a negative indication that some illegally connected consumers are not yet discovered.

Municipality must keep up the disconnection of illegal connections.

Transfers and subsidies

Transfers and subsidies (grants) are amounts gazetted as per Division of Revenue act (DoRA), 2024; and provincial gazette, Transfers and subsidies is revenue recognized as operating conditional grants in terms of Municipal Budget and Reporting Regulations (MBRR). Transfers and subsidies (Grants) are recognised/recorded as revenue when condition has been met, except for equitable share which is not a conditional grant.

Transfers and subsidies year to date actual is **R281.5 million** which is **37%** of the approved budget. The **R281.5 million** year to date actual is **above** the **four months** baseline projection or year-to-date budget of **R256.01 million**. A variance of **R25.5 million** or **10%** is observed.

Reasons for variances can be attributed to the nature of transfers and subsidies which depend on the transfer schedule and cannot be benchmarked against the year-to-date budget. Grants are not received monthly but in trenches as per approved transfer schedule. Grants received to date is Equitable share, FMG, EPWP and Indonsa art centre.

1.5. OPERATING EXPENDITURE PERFORMANCE

DC26 Zululand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

2024/25 Budget Statement - Financial Performance (Revenue and Expenditure) - 31 October										
Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
<u>Expenditure By Type</u>										
Employee related costs		315 050	310 172	310 172	27 369	109 804	103 391	6 413	6%	310 172
Remuneration of councillors		10 362	9 465	9 465	1 175	3 641	3 155	486	15%	9 465
Bulk purchases - electricity		-	-	-	-	-	-	-		-
Inventory consumed		45 330	25 226	24 724	192	619	8 256	(7 636)	-92%	24 724
Debt impairment		30 812	6 000	6 000	-	-	2 000	(2 000)	-100%	6 000
Depreciation and amortisation		115 013	91 315	91 315	6 667	26 667	30 438	(3 772)	-12%	91 315
Interest		8 113	7 013	7 013	6	1 985	2 338	(352)	-15%	7 013
Contracted services		370 958	203 358	200 989	37 777	61 062	66 362	(5 300)	-8%	200 989
Transfers and subsidies		3 534	2 100	2 965	23	93	918	(826)	-90%	2 965
Irrecoverable debts written off		8 134	-	-	-	-	-	-		-
Operational costs		236 463	112 988	111 545	23 076	61 370	37 535	23 835	64%	111 545
Losses on Disposal of Assets		506	-	-	-	-	-	-		-
Other Losses		-	-	-	-	-	-	-		-
Total Expenditure		1 144 275	767 636	764 188	96 285	265 241	254 393	10 847	4%	764 188

The year-to-date actuals indicate spending of **R265.2 million** for **four months** which is **35%** of the approved operating expenditure budget. The **R265.2 million** year to date actual is **above** the **four months** baseline projection or year-to-date budget of **R254.3 million**, a variance of **R10.8 million** or **4%** is observed.

Employee Related Costs

Employee related costs are amounts paid for salaries, allowances, service-related benefits and contributions. The year-to-date actual is **R109.8 million** which is **35%** of the approved budget. The **R109.8 million** year to date actual is **above** the **four months** baseline projection or year-to-date budget of **R103.3 million**. A variance of **R6.4 million** or **6%** is observed.

The municipality will make sure that the salary bill is kept within the limits of the monthly projections.

Remuneration of Councillors

Remuneration of Councilors is paid for councilors allowances, service-related benefits and contributions. The year-to-date actual is **R3.6 million** which is **38%** of the approved budget. The **R3.6 million** year to date actual is **above** the **four months** baseline projection or year-to-date budget of **R3.1 million**. A variance of **R486 hundreds** or **15%** is observed.

This is the indication that the municipality is trying to spend within the budget. The municipality will making an adjustment to this line item

Bulk purchases – electricity

The Municipality does not incur bulk purchases electricity since the Municipality does not sell electricity. The purchase of electricity is under section other expenditure below.

Inventory Consumed

Inventory Consumed are expenses incurred in terms of GRAP 12 such as consumable, materials and suppliers and water inventory. The year-to-date actual is **R619 thousand**. The **-R619 thousand** year to date actual is **below** the **four months** baseline projection or year-to-date budget of **R8.2 million**. A variance of **R7.6 million** or **92%** is observed.

The municipality will consider the requisitions and deliveries and adjust accordingly when needed.

Debt impairment

Debt impairment is the amount for provision for non-collection as per council policy. Provision for non-collection assessment and calculation is done at year end. National treasuries recommend that the assessment and calculations be done monthly.

Depreciation

This is a non-cash item budgeted for as per the stipulation of the accounting standards. The year-to-date actual is **R26.6 million** which is **29%** of the approved budget. The **R26.6 million** year to date actual is **below** the **four months** baseline projection or year-to-date budget of **R30.4 million**. A variance of **R3.7 million** or **12%** is observed.

Finance charges

Finance charges are amounts for interest paid on overdue accounts and finance lease for laptops. The year-to-date actual is **R1.9 million** which is **28%** of the approved budget. the **R1.9 million** year to date actual is **below** the **four months** baseline projection or year-to-date budget of **R2.3 million**. A variance of **R352 thousand** or **15%** is observed.

The municipality will consider loan interest rates and adjust accordingly when necessary.

Contracted services

Contracted services include Outsourced services, Consultants and professional fees, and Contractors. The year-to-date actual is **R61.06 million** which is **30%** of the approved budget. The **R61.06 million** year to date actual is **below** the **four months** baseline projection or year-to-date budget of **R66.3 million**. A variance of **R5.3 million** or **8%** is observed.

The municipality has tried to minimise the cost of contracted service

Transfers and subsidies paid.

Transfers and subsidies are amounts paid as subsidies to the communities for poverty alleviation and transfers to support SMMES, and co-operatives. The year-to-date actual is **R92.5 thousand** which is **4%** of the approved budget. The **R92.5 thousand** year to date actual is **below** the **four months** baseline projection or year-to-date budget of **R918 thousand**. A variance of **R826 thousand** or **90%** is observed.

Operational costs

Operational costs are all other expenditure not classified above. The year-to-date actual is **R61.3 million** which is **54%** of the approved budget. the **R61.3 million** year to date actual is **above** the **four months** baseline projection or year-to-date budget of **R37.5 million**. A variance of **R23.8 million** or **64%** is observed.

The expenditure is monitored by the municipality and the expenditure is kept within the budget.

Operating Grants Expenditure Performance

Operating grants are allocated and spent as per Division of Revenue Act requirements

CONDITIONAL OPERATING GRANTS EXPENDITURE	APPROVED BUDGET	YTD ACTUAL	YTD BUDGET	YTD VARIANCE	YTD VARIANCE %	YTD ACTUAL EXPENDITURE %
Finance Management grant (FMG)	1 200 000	273 234	400 000	-126 766	-32%	23%
EPWP Incentive	5 227 000	3 870 176	1 742 333	2 127 843	122%	74%
Art centre Subsidies (Indonsa Grant)	1 911 000	1 645	637 000	-635 355	-100%	0%
National Skills Fund	88 246 119	9 250 000	29 415 373	-20 165 373	-69%	10%
Waste Water- Employees	443 800.00	165 000	147 933	17 067	12%	37%
MFMP	210 000.00		70 000	-70 000	-100%	0%
Fire And Rescue-Employee	605 136.00	558 600	201 712	356 888	177%	92%
Total Operating Grant Expenditure	97 027 919	13 560 056	2 779 333	1 365 723	-0	117%

FMG **23%**, EPWP Incentive **74%**, Art center subsidies (Indonsa Grant) **0%**, National skills Fund **10%**, LG SETA – MFMP **0%**, LG SETA – Fire and Rescue **92%** and LG SETA – Waste Water **37%**

Summary of Revenue and Operational Expenditure Performance

DC26 Zululand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity								-		
Service charges - Water		58 877	68 294	68 294	4 341	19 022	22 765	(3 743)	-16%	68 294
Service charges - Waste Water Management		16 024	17 732	17 732	1 369	5 998	5 911	88	1%	17 732
Service charges - Waste management								-		
Sale of Goods and Rendering of Services		760	578	578	114	114	193	(78)	-41%	578
Agency services								-		
Interest								-		
Interest earned from Receivables		691	823	823	62	267	274	(7)	-3%	823
Interest from Current and Non Current Assets		15 458	7 500	7 500	2 473	3 763	2 500	1 263	51%	7 500
Dividends								-		
Rent on Land								-		
Rental from Fixed Assets		559	504	504	41	166	168	(2)	-1%	504
Licence and permits		107	176	176	16	59	59	0	0%	176
Operational Revenue		594	565	565	146	234	188	46	24%	565
Non-Exchange Revenue								-		
Property rates								-		
Surcharges and Taxes		-	-	-	-	-	-	-		-
Fines, penalties and forfeits		875	1 467	1 467	98	293	489	(196)	-40%	1 467
Licence and permits								-		
Transfers and subsidies - Operational		746 444	768 030	768 030	802	281 550	256 010	25 540	10%	768 030
Interest		-	-	-	-	-	-	-		-
Fuel Levy								-		
Operational Revenue		-	-	-	-	-	-	-		-
Gains on disposal of Assets		680	-	-	-	-	-	-		-
Other Gains		5 704	-	-	-	3	-	3	#DIV/0!	-
Discontinued Operations								-		
Total Revenue (excluding capital transfers and contributions)		846 773	865 670	865 670	9 462	311 470	288 557	22 914	8%	865 670
Expenditure By Type										
Employee related costs		315 050	310 172	310 172	27 369	109 804	103 391	6 413	6%	310 172
Remuneration of councillors		10 362	9 465	9 465	1 175	3 641	3 155	486	15%	9 465
Bulk purchases - electricity		-	-	-	-	-	-	-		-
Inventory consumed		45 330	25 226	24 724	192	619	8 256	(7 636)	-92%	24 724
Debt impairment		30 812	6 000	6 000	-	-	2 000	(2 000)	-100%	6 000
Depreciation and amortisation		115 013	91 315	91 315	6 667	26 667	30 438	(3 772)	-12%	91 315
Interest		8 113	7 013	7 013	6	1 985	2 338	(352)	-15%	7 013
Contracted services		370 958	203 358	200 989	37 777	61 062	66 362	(5 300)	-8%	200 989
Transfers and subsidies		3 534	2 100	2 965	23	93	918	(826)	-90%	2 965
Irrecoverable debts written off		8 134	-	-	-	-	-	-		-
Operational costs		236 463	112 988	111 545	23 076	61 370	37 535	23 835	64%	111 545
Losses on Disposal of Assets		506	-	-	-	-	-	-		-
Other Losses		-	-	-	-	-	-	-		-
Total Expenditure		1 144 275	767 636	764 188	96 285	265 241	254 393	10 847	4%	764 188
Surplus/(Deficit)		(297 503)	98 033	101 481	(86 823)	46 229	34 163	12 066	0	101 481
Transfers and subsidies - capital (monetary allocations)		768 386	576 195	576 195	61 664	303 683	192 065	111 618	0	576 195
Transfers and subsidies - capital (in-kind)		9	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions		470 893	674 228	677 676	(25 159)	349 912	226 228	123 684	0	677 676
Income Tax								-		
Surplus/(Deficit) after income tax		470 893	674 228	677 676	(25 159)	349 912	226 228	123 684	0	677 676
Share of Surplus/Deficit attributable to Joint Venture								-		
Share of Surplus/Deficit attributable to Minorities								-		
Surplus/(Deficit) attributable to municipality		470 893	674 228	677 676	(25 159)	349 912	226 228	123 684	0	677 676
Share of Surplus/Deficit attributable to Associate								-		
Intercompany/Parent subsidiary transactions								-		
Surplus/ (Deficit) for the year		470 893	674 228	677 676	(25 159)	349 912	226 228	123 684	0	677 676

1.6. CAPITAL EXPENDITURE AND FUNDING

The Capital Expenditure Report reflected has been prepared based on the format required by National Treasury and is categorized by municipal vote. The capital expenditure is funded from Government Grants and internally Generated Funds

The summary report indicates the following: -

	APPROVED BUDGET	YTD ACTUAL	YTD BUDGET	YTD VARIANCE	YTD VARIANCE %	YTD ACTUAL EXPENDITURE %
Total Capital Expenditure	500 594 868	291 532 754	168 351 672	123 181 082	73%	58%
Total Capital Financing	500 594 868	291 532 754	168 351 672	123 181 082	73%	58%

The capital expenditure amounts to **R291.5 million** which is **58%** of the capital approved budget, after a period of **four months**.

Capital budget summary

DC26 Zululand - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M04 October

Vote Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 01 - Council		–	–	–	–	–	–	–		–
Vote 02 - Corporate Services		155	–	–	–	–	–	–		–
Vote 03 - Finance		–	–	–	–	–	–	–		–
Vote 04 - Community Development		–	–	–	–	–	–	–		–
Vote 05 - Planning & Wsa		–	–	–	–	–	–	–		–
Vote 06 - Technical Services		–	–	–	–	–	–	–		–
Vote 07 - Water Purification		–	–	–	–	–	–	–		–
Vote 08 - Water Distribution		–	–	–	–	–	–	–		–
Vote 09 - Waste Water		–	–	–	–	–	–	–		–
Vote 15 - Other		–	–	–	–	–	–	–		–
Total Capital Multi-year expenditure	4,7	155	–	–	–	–	–	–		–
Single Year expenditure appropriation	2									
Vote 01 - Council		167	–	–	–	–	–	–		–
Vote 02 - Corporate Services		1 551	3 478	3 478	–	24	1 159	(1 136)	-98%	3 478
Vote 03 - Finance		70	870	870	–	28	290	(262)	-90%	870
Vote 04 - Community Development		286	174	174	–	–	58	(58)	-100%	174
Vote 05 - Planning & Wsa		660 294	489 900	499 521	74 889	291 481	166 844	124 636	75%	499 521
Vote 06 - Technical Services		–	6 173	–	–	–	0	(0)	-100%	–
Vote 07 - Water Purification		20	–	–	–	–	–	–		–
Vote 08 - Water Distribution		–	–	–	–	–	–	–		–
Vote 09 - Waste Water		–	–	–	–	–	–	–		–
Vote 15 - Other		–	–	–	–	–	–	–		–
Total Capital single-year expenditure	4	662 388	500 595	504 043	74 889	291 533	168 352	123 181	73%	504 043
Total Capital Expenditure		662 543	500 595	504 043	74 889	291 533	168 352	123 181	73%	504 043
Capital Expenditure - Functional Classification										
Governance and administration		1 943	4 348	4 348	–	52	1 449	(1 397)	-96%	4 348
Executive and council		167	–	–	–	–	–	–		–
Finance and administration		1 621	4 348	4 348	–	52	1 449	(1 397)	-96%	4 348
Internal audit		155	–	–	–	–	–	–		–
Community and public safety		286	174	174	–	–	58	(58)	-100%	174
Community and social services		286	174	174	–	–	58	(58)	-100%	174
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		–	–	–	–	–	–	–		–
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		75	2 307	2 289	–	–	767	(767)	-100%	2 289
Planning and development		75	2 307	2 289	–	–	767	(767)	-100%	2 289
Road transport		–	–	–	–	–	–	–		–
Environmental protection		–	–	–	–	–	–	–		–
Trading services		660 239	493 766	497 232	74 889	291 481	166 077	125 403	76%	497 232
Energy sources		–	–	–	–	–	–	–		–
Water management		660 239	493 766	497 232	74 889	291 481	166 077	125 403	76%	497 232
Waste water management		–	–	–	–	–	–	–		–
Waste management		–	–	–	–	–	–	–		–
Other		–	–	–	–	–	–	–		–
Total Capital Expenditure - Functional Classification	3	662 543	500 595	504 043	74 889	291 533	168 352	123 181	73%	504 043
Funded by:										
National Government		660 294	496 073	499 521	74 889	291 481	166 844	124 636	75%	499 521
Provincial Government		277	174	174	–	–	58	(58)	-100%	174
District Municipality		–	–	–	–	–	–	–		–
(Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons,		9	–	–	–	–	–	–		–
Transfers recognised - capital		660 580	496 247	499 695	74 889	291 481	166 902	124 578	75%	499 695
Borrowing	6	–	–	–	–	–	–	–		–
Internally generated funds		1 963	4 348	4 348	–	52	1 449	(1 397)	-96%	4 348
Total Capital Funding		662 543	500 595	504 043	74 889	291 533	168 352	123 181	73%	504 043

Governance and administration

Governance and administration year-to-date actual is **R52 thousand** which is **1%** of the approved budget. the **R52 thousand** year to date actual is **below** the **four months** baseline projection or year-to-date budget of **R1.4 million**. A variance of **R1.3 million** or **96%** is observed.

Community and public safety

Community and public safety year-to-date actual is **R0** which is **0%** of the approved budget. the **R0** year to date actual is **below** the **three months** baseline projection or year-to-date budget of **R58 thousand**. A variance of **R58 thousand** or **100%** is observed.

Economic and environmental services

Economic and environmental services year-to-date actual is **R0 million** which is **0%** of the approved budget. the **R0** year to date actual is **below** the **three months** baseline projection or year-to-date budget of **R767 thousand**. A variance of **R767 Thousand** or **100%** is observed.

The municipality will look at the where the processes are on rural road management subsidy and try to push for the spending of this subsidy.

Trading services

Trading services year-to-date actual is **R291.4 million** which is **59%** of the approved budget. the **R291.4 million** year to date actual is **above** the **four months** baseline projection or year-to-date budget of **R166.07 million**. A variance of **R125.4 million** or **76%** is observed.

CAPITAL EXPENDITURE BY SOURCE EXCLUSIVE OF VAT	APPROVED BUDGET	YTD ACTUAL	YTD BUDGET	YTD VARIANCE	YTD VARIANCE %	YTD ACTUAL EXPENDITURE %
Municipal Infrastructure Grant (MIG)	225 688 696	140 498 766	75 229 565	65 269 201.26	87%	62%
Regional Bulk Infrastructure (RBIG)	186 086 957	94 724 429	62 028 986	32 695 443.48	53%	51%
Water services infrastructure Grant (WSIG)	86 956 522	56 257 687	28 985 507	27 272 180.02	94%	65%
Rural Roads Asset Managemnt Systems Grant	2 306 957	-	768 986	-768 985.51	-100%	0%
Art centre Subsisies (Indonsa Grant)	173 913	-	57 971	-57 971.00	-100%	0%
Other Assets	4 347 827	51 871	1 449 276	-1 397 404.66	-96%	1%
Total Operating Expenditure	505 560 870	291 532 754	168 520 290	123 012 464	73%	58%

Capital Grant Expenditure as per MFMA circular no. 58

In terms of Circular No.58 conditional/capital grants must be reported VAT inclusive, below Grants expenditure is VAT inclusive.

CAPITAL GRANTS EXPENDITURE (INCLUDING VAT AS PER MFMA CIRCULAR NO. 58)	APPROVED BUDGET	YTD ACTUAL	YTD BUDGET	YTD VARIANCE	YTD VARIANCE %	YTD ACTUAL EXPENDITURE %
Municipal Infrastructure Grant (MIG)	259 542 000	160 028 337	86 514 000	73 514 337	85%	62%
Regional Bulk Infrastructure (RBIG)	214 000 000	107 929 714	71 333 333	36 596 381	51%	50%
Water services infrastructure Grant (WSIG)	100 000 000	64 282 353	33 333 333	30 949 019	93%	64%
Rural Roads Asset Managemnt Systems Grant	2 653 000	-	884 333	-884 333	-100%	0%
Indonsa Grant	200 000	-	66 667	-66 667	-100%	0%
Total Capital Grant Expenditure	576 395 000	332 240 404	192 131 667	140 108 737	73%	58%

Overall capital grant expenditure is sitting at **58%** of the approved capital budget, **MIG** is sitting at **62%**, **RBIG** at **50%**, **WSIG** at **64%**, **RAMS** at **0%** and **Indonsa Grant** **0%**.

1.7. IN-YEAR BUDGET TABLES

The following part of in-year reporting presented below focuses on monthly budget statement tables as required in terms of regulation 28 of the Municipal Budget and Reporting Regulations. These tables clearly outline the municipality's **2024/2025** budget, actual financial performance, actual capital expenditure, actual financial position, and actual cashflow as implemented by the accounting officer in terms of S62 of the MFMA.

Below are tables as per Schedule C for the period being reported.

MBRR Table C1 – Monthly Budget Statement Summary

DC26 Zululand - Table C1 Monthly Budget Statement Summary - M04 October

Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	–	–	–	–	–	–	–		–
Service charges	74 901	86 026	86 026	5 710	25 020	28 675	(3 655)	-13%	86 026
Investment revenue	15 458	7 500	7 500	2 473	3 763	2 500	1 263	51%	7 500
Transfers and subsidies - Operational	746 444	768 030	768 030	802	281 550	256 010	25 540	0	768 030
Other own revenue	9 969	4 113	4 113	478	1 137	1 371	(234)	-17%	–
Total Revenue (excluding capital transfers and contributions)	846 773	865 670	865 670	9 462	311 470	288 557	22 914	8%	865 670
Employee costs	315 050	310 172	310 172	27 369	109 804	103 391	6 413	6%	310 172
Remuneration of Councillors	10 362	9 465	9 465	1 175	3 641	3 155	486	15%	9 465
Depreciation and amortisation	115 013	91 315	91 315	6 667	26 667	30 438	(3 772)	-12%	91 315
Interest	8 113	7 013	7 013	6	1 985	2 338	(352)	-15%	7 013
Inventory consumed and bulk purchases	45 330	25 226	24 724	192	619	8 256	(7 636)	-92%	24 724
Transfers and subsidies	3 534	2 100	2 965	23	93	918	(826)	-90%	2 965
Other expenditure	646 873	322 345	318 534	60 854	122 431	105 896	16 535	16%	318 534
Total Expenditure	1 144 275	767 636	764 188	96 285	265 241	254 393	10 847	4%	764 188
Surplus/(Deficit)	(297 503)	98 033	101 481	(86 823)	46 229	34 163	12 066	35%	101 481
Transfers and subsidies - capital (monetary allocations)	768 386	576 195	576 195	61 664	303 683	192 065	##	58%	576 195
Transfers and subsidies - capital (in-kind)	9	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	470 893	674 228	677 676	(25 159)	349 912	226 228	123 684	55%	677 676
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	470 893	674 228	677 676	(25 159)	349 912	226 228	123 684	55%	677 676
Capital expenditure & funds sources									
Capital expenditure	662 543	500 595	504 043	74 889	291 533	168 352	123 181	73%	504 043
Capital transfers recognised	660 580	496 247	499 695	74 889	291 481	166 902	124 578	75%	499 695
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	1 963	4 348	4 348	–	52	1 449	(1 397)	-96%	4 348
Total sources of capital funds	662 543	500 595	504 043	74 889	291 533	168 352	123 181	73%	504 043
Financial position									
Total current assets	197 536	612 157	612 157		155 469				612 157
Total non current assets	5 526 439	5 319 119	5 322 567		5 791 306				5 322 567
Total current liabilities	547 789	468 129	468 129		418 619				468 129
Total non current liabilities	128 414	154 477	154 477		130 471				154 477
Community wealth/Equity	5 047 772	4 634 441	4 634 441		5 397 684				4 634 441
Cash flows									
Net cash from (used) operating	2 937 672	742 935	742 935	94 716	719 803	247 645	(472 158)	-191%	742 935
Net cash from (used) investing	(661 863)	(500 595)	(500 595)	(74 889)	(291 533)	(166 865)	124 668	-75%	(500 595)
Net cash from (used) financing	89 475	(18 093)	(18 093)	(275)	(563)	(6 031)	(5 468)	91%	(18 093)
Cash/cash equivalents at the month/year end	2 337 857	31 462	31 462	484 777	484 777	(118 036)	(602 814)	511%	281 318
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	7 756	7 307	6 115	5 941	5 809	5 160	25 686	187 534	251 308
Creditors Age Analysis									
Total Creditors	35 882	58 569	27 673	11 546	13 610	5 728	1 857	94	154 959

DC26 Zululand - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M04 October

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
<i>Governance and administration</i>		759 290	769 935	769 935	3 663	284 710	256 645	28 065	11%	769 935
Executive and council		–	–	–	–	–	–	–	–	–
Finance and administration		759 290	769 935	769 935	3 663	284 710	256 645	28 065	11%	769 935
Internal audit		–	–	–	–	–	–	–	–	–
<i>Community and public safety</i>		2 285	3 215	3 215	16	61	1 072	(1 011)	-94%	3 215
Community and social services		2 179	1 911	1 911	–	2	637	(635)	-100%	1 911
Sport and recreation		–	–	–	–	–	–	–	–	–
Public safety		–	–	–	–	–	–	–	–	–
Housing		–	–	–	–	–	–	–	–	–
Health		107	1 304	1 304	16	59	435	(376)	-86%	1 304
<i>Economic and environmental services</i>		3 112	2 721	2 721	–	–	907	(907)	-100%	2 721
Planning and development		3 112	2 721	2 721	–	–	907	(907)	-100%	2 721
Road transport		–	–	–	–	–	–	–	–	–
Environmental protection		–	–	–	–	–	–	–	–	–
<i>Trading services</i>		848 437	665 936	665 936	67 446	330 374	221 979	108 395	49%	665 936
Energy sources		–	–	–	–	–	–	–	–	–
Water management		832 056	647 830	647 830	66 059	324 250	215 943	108 307	50%	647 830
Waste water management		16 380	18 106	18 106	1 387	6 124	6 035	88	1%	18 106
Waste management		–	–	–	–	–	–	–	–	–
<i>Other</i>	4	2 045	57	57	1	8	19	(11)	-59%	57
Total Revenue - Functional	2	1 615 168	1 441 865	1 441 865	71 126	615 153	480 622	134 531	28%	1 441 865
Expenditure - Functional										
<i>Governance and administration</i>		430 254	312 391	312 476	35 707	98 098	104 140	(6 042)	-6%	312 476
Executive and council		70 641	35 144	35 112	3 721	13 228	11 709	1 518	13%	35 112
Finance and administration		306 758	248 883	249 000	27 482	66 778	82 976	(16 198)	-20%	249 000
Internal audit		52 855	28 364	28 364	4 504	18 092	9 455	8 638	91%	28 364
<i>Community and public safety</i>		27 210	28 084	27 999	2 118	8 342	9 352	(1 010)	-11%	27 999
Community and social services		9 284	9 176	9 176	655	2 254	3 059	(805)	-26%	9 176
Sport and recreation		–	–	–	–	–	–	–	–	–
Public safety		7 301	6 234	6 234	608	2 660	2 078	582	28%	6 234
Housing		–	–	–	–	–	–	–	–	–
Health		10 625	12 674	12 589	855	3 428	4 215	(788)	-19%	12 589
<i>Economic and environmental services</i>		29 375	22 960	22 978	1 710	6 611	7 656	(1 045)	-14%	22 978
Planning and development		29 375	22 960	22 978	1 710	6 611	7 656	(1 045)	-14%	22 978
Road transport		–	–	–	–	–	–	–	–	–
Environmental protection		–	–	–	–	–	–	–	–	–
<i>Trading services</i>		644 689	393 586	390 120	56 000	148 905	129 707	19 198	15%	390 120
Energy sources		–	–	–	–	–	–	–	–	–
Water management		632 073	378 362	379 696	55 218	145 631	125 255	20 377	16%	379 696
Waste water management		12 616	15 224	10 424	782	3 274	4 452	(1 179)	-26%	10 424
Waste management		–	–	–	–	–	–	–	–	–
<i>Other</i>		12 748	10 615	10 615	750	3 285	3 538	(254)	-7%	10 615
Total Expenditure - Functional	3	1 144 275	767 636	764 188	96 285	265 241	254 393	10 847	4%	764 188
Surplus/ (Deficit) for the year		470 893	674 228	677 676	(25 159)	349 912	226 228	123 684	0.5467225	677 676

MBRR Table C2 – Monthly Budget Statement Financial Performance (revenue and expenditure by functional classification)

Table C2 is a view of the actual 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 and the Total Revenue on this table includes capital revenues (Transfers recognised – capital) and so does not balance to the operating revenue shown on table C4.

DC26 Zululand - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M04 October

Vote Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 01 - Council		-	-	-	-	-	-	-	-	-
Vote 02 - Corporate Services		105 559	89 962	89 962	869	955	29 987	(29 032)	-96.8%	89 962
Vote 03 - Finance		655 776	680 030	680 030	2 796	283 763	226 676	57 086	25.2%	680 030
Vote 04 - Community Development		2 285	3 215	3 215	16	61	1 072	(1 011)	-94.3%	3 215
Vote 05 - Planning & Wsa		775 606	581 490	581 490	61 664	304 989	193 830	111 159	57.3%	581 490
Vote 06 - Technical Services		-	-	-	-	-	-	-	-	-
Vote 07 - Water Purification		-	-	-	-	-	-	-	-	-
Vote 08 - Water Distribution		59 562	69 061	69 061	4 395	19 262	23 020	(3 759)	-16.3%	69 061
Vote 09 - Waste Water		16 380	18 106	18 106	1 387	6 124	6 035	88	1.5%	18 106
Vote 10 - .		-	-	-	-	-	-	-	-	-
Vote 11 - .		-	-	-	-	-	-	-	-	-
Vote 12 - ,		-	-	-	-	-	-	-	-	-
Vote 13 - ,		-	-	-	-	-	-	-	-	-
Vote 14 - *		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	1 615 168	1 441 865	1 441 865	71 126	615 153	480 622	134 531	28.0%	1 441 865
Expenditure by Vote	1									
Vote 01 - Council		80 188	45 311	45 266	5 045	16 569	15 095	1 473	9.8%	45 266
Vote 02 - Corporate Services		273 176	211 286	211 286	26 045	65 812	70 429	(4 617)	-6.6%	211 286
Vote 03 - Finance		76 196	59 309	59 059	4 678	16 122	19 686	(3 565)	-18.1%	59 059
Vote 04 - Community Development		58 981	47 801	48 096	3 958	15 543	16 026	(483)	-3.0%	48 096
Vote 05 - Planning & Wsa		31 915	27 462	24 014	1 521	6 369	7 667	(1 298)	-16.9%	24 014
Vote 06 - Technical Services		5 354	5 758	5 750	311	1 243	1 917	(674)	-35.2%	5 750
Vote 07 - Water Purification		50 293	47 565	47 573	4 475	17 767	15 857	1 909	12.0%	47 573
Vote 08 - Water Distribution		555 557	307 920	312 720	49 470	122 543	103 263	19 280	18.7%	312 720
Vote 09 - Waste Water		12 616	15 224	10 424	782	3 274	4 452	(1 179)	-26.5%	10 424
Vote 10 - .		-	-	-	-	-	-	-	-	-
Vote 11 - .		-	-	-	-	-	-	-	-	-
Vote 12 - ,		-	-	-	-	-	-	-	-	-
Vote 13 - ,		-	-	-	-	-	-	-	-	-
Vote 14 - *		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	1 144 275	767 636	764 188	96 285	265 241	254 393	10 847	4.3%	764 188
Surplus/ (Deficit) for the year	2	470 893	674 228	677 676	(25 159)	349 912	226 228	123 684	54.7%	677 676

MBRR Table C3 - Monthly Budget Statement Financial Performance (revenue and expenditure by municipal vote)

Table C3 is a view of the actual 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 organisational structure of the municipality. This means it is possible to present the operating surplus or deficit of a vote.

DC26 Zululand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity								-		
Service charges - Water		58 877	68 294	68 294	4 341	19 022	22 765	(3 743)	-16%	68 294
Service charges - Waste Water Management		16 024	17 732	17 732	1 369	5 998	5 911	88	1%	17 732
Service charges - Waste management								-		
Sale of Goods and Rendering of Services		760	578	578	114	114	193	(78)	-41%	578
Agency services								-		
Interest								-		
Interest earned from Receivables		691	823	823	62	267	274	(7)	-3%	823
Interest from Current and Non Current Assets		15 458	7 500	7 500	2 473	3 763	2 500	1 263	51%	7 500
Dividends								-		
Rent on Land								-		
Rental from Fixed Assets		559	504	504	41	166	168	(2)	-1%	504
Licence and permits		107	176	176	16	59	59	0	0%	176
Operational Revenue		594	565	565	146	234	188	46	24%	565
Non-Exchange Revenue								-		
Property rates								-		
Surcharges and Taxes		-	-	-	-	-	-	-		-
Fines, penalties and forfeits		875	1 467	1 467	98	293	489	(196)	-40%	1 467
Licence and permits								-		
Transfers and subsidies - Operational		746 444	768 030	768 030	802	281 550	256 010	25 540	10%	768 030
Interest		-	-	-	-	-	-	-		-
Fuel Levy								-		
Operational Revenue		-	-	-	-	-	-	-		-
Gains on disposal of Assets		680	-	-	-	-	-	-		-
Other Gains		5 704	-	-	-	3	-	3	#DIV/0!	-
Discontinued Operations								-		
Total Revenue (excluding capital transfers and contributions)		846 773	865 670	865 670	9 462	311 470	288 557	22 914	8%	865 670
Expenditure By Type										
Employee related costs		315 050	310 172	310 172	27 369	109 804	103 391	6 413	6%	310 172
Remuneration of councillors		10 362	9 465	9 465	1 175	3 641	3 155	486	15%	9 465
Bulk purchases - electricity		-	-	-	-	-	-	-		-
Inventory consumed		45 330	25 226	24 724	192	619	8 256	(7 636)	-92%	24 724
Debt impairment		30 812	6 000	6 000	-	-	2 000	(2 000)	-100%	6 000
Depreciation and amortisation		115 013	91 315	91 315	6 667	26 667	30 438	(3 772)	-12%	91 315
Interest		8 113	7 013	7 013	6	1 985	2 338	(352)	-15%	7 013
Contracted services		370 958	203 358	200 989	37 777	61 062	66 362	(5 300)	-8%	200 989
Transfers and subsidies		3 534	2 100	2 965	23	93	918	(826)	-90%	2 965
Irrecoverable debts written off		8 134	-	-	-	-	-	-		-
Operational costs		236 463	112 988	111 545	23 076	61 370	37 535	23 835	64%	111 545
Losses on Disposal of Assets		506	-	-	-	-	-	-		-
Other Losses		-	-	-	-	-	-	-		-
Total Expenditure		1 144 275	767 636	764 188	96 285	265 241	254 393	10 847	4%	764 188
Surplus/(Deficit)		(297 503)	98 033	101 481	(86 823)	46 229	34 163	12 066	0	101 481
Transfers and subsidies - capital (monetary allocations)		768 386	576 195	576 195	61 664	303 683	192 065	111 618	0	576 195
Transfers and subsidies - capital (in-kind)		9	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions		470 893	674 228	677 676	(25 159)	349 912	226 228	123 684	0	677 676
Income Tax								-		
Surplus/(Deficit) after income tax		470 893	674 228	677 676	(25 159)	349 912	226 228	123 684	0	677 676
Share of Surplus/Deficit attributable to Joint Venture								-		
Share of Surplus/Deficit attributable to Minorities								-		
Surplus/(Deficit) attributable to municipality		470 893	674 228	677 676	(25 159)	349 912	226 228	123 684	0	677 676
Share of Surplus/Deficit attributable to Associate								-		
Intercompany/Parent subsidiary transactions								-		
Surplus/ (Deficit) for the year		470 893	674 228	677 676	(25 159)	349 912	226 228	123 684	0	677 676

MBRR Table C4 - Monthly Budget Statement Financial Performance (revenue and expenditure by source)

Table C4 indicates the actual revenue and expenditure by source, and the calculated surplus which will be used to fund Capital Expenditure on table C5.

DC26 Zululand - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M04 October

Vote Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 01 - Council		—	—	—	—	—	—	—		—
Vote 02 - Corporate Services		155	—	—	—	—	—	—		—
Vote 03 - Finance		—	—	—	—	—	—	—		—
Vote 04 - Community Development		—	—	—	—	—	—	—		—
Vote 05 - Planning & Wsa		—	—	—	—	—	—	—		—
Vote 06 - Technical Services		—	—	—	—	—	—	—		—
Vote 07 - Water Purification		—	—	—	—	—	—	—		—
Vote 08 - Water Distribution		—	—	—	—	—	—	—		—
Vote 09 - Waste Water		—	—	—	—	—	—	—		—
Vote 15 - Other		—	—	—	—	—	—	—		—
Total Capital Multi-year expenditure	4,7	155	—	—	—	—	—	—		—
Single Year expenditure appropriation	2									
Vote 01 - Council		167	—	—	—	—	—	—		—
Vote 02 - Corporate Services		1 551	3 478	3 478	—	24	1 159	(1 136)	-98%	3 478
Vote 03 - Finance		70	870	870	—	28	290	(262)	-90%	870
Vote 04 - Community Development		286	174	174	—	—	58	(58)	-100%	174
Vote 05 - Planning & Wsa		660 294	489 900	499 521	74 889	291 481	166 844	124 636	75%	499 521
Vote 06 - Technical Services		—	6 173	—	—	—	0	(0)	-100%	—
Vote 07 - Water Purification		20	—	—	—	—	—	—		—
Vote 08 - Water Distribution		—	—	—	—	—	—	—		—
Vote 09 - Waste Water		—	—	—	—	—	—	—		—
Vote 15 - Other		—	—	—	—	—	—	—		—
Total Capital single-year expenditure	4	662 388	500 595	504 043	74 889	291 533	168 352	123 181	73%	504 043
Total Capital Expenditure		662 543	500 595	504 043	74 889	291 533	168 352	123 181	73%	504 043
Capital Expenditure - Functional Classification										
Governance and administration		1 943	4 348	4 348	—	52	1 449	(1 397)	-96%	4 348
Executive and council		167	—	—	—	—	—	—		—
Finance and administration		1 621	4 348	4 348	—	52	1 449	(1 397)	-96%	4 348
Internal audit		155	—	—	—	—	—	—		—
Community and public safety		286	174	174	—	—	58	(58)	-100%	174
Community and social services		286	174	174	—	—	58	(58)	-100%	174
Sport and recreation		—	—	—	—	—	—	—		—
Public safety		—	—	—	—	—	—	—		—
Housing		—	—	—	—	—	—	—		—
Health		—	—	—	—	—	—	—		—
Economic and environmental services		75	2 307	2 289	—	—	767	(767)	-100%	2 289
Planning and development		75	2 307	2 289	—	—	767	(767)	-100%	2 289
Road transport		—	—	—	—	—	—	—		—
Environmental protection		—	—	—	—	—	—	—		—
Trading services		660 239	493 766	497 232	74 889	291 481	166 077	125 403	76%	497 232
Energy sources		—	—	—	—	—	—	—		—
Water management		660 239	493 766	497 232	74 889	291 481	166 077	125 403	76%	497 232
Waste water management		—	—	—	—	—	—	—		—
Waste management		—	—	—	—	—	—	—		—
Other		—	—	—	—	—	—	—		—
Total Capital Expenditure - Functional Classification	3	662 543	500 595	504 043	74 889	291 533	168 352	123 181	73%	504 043
Funded by:										
National Government		660 294	496 073	499 521	74 889	291 481	166 844	124 636	75%	499 521
Provincial Government		277	174	174	—	—	58	(58)	-100%	174
District Municipality		—	—	—	—	—	—	—		—
(Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations,		9	—	—	—	—	—	—		—
Transfers recognised - capital		660 580	496 247	499 695	74 889	291 481	166 902	124 578	75%	499 695
Borrowing	6	—	—	—	—	—	—	—		—
Internally generated funds		1 963	4 348	4 348	—	52	1 449	(1 397)	-96%	4 348
Total Capital Funding		662 543	500 595	504 043	74 889	291 533	168 352	123 181	73%	504 043

MBRR Table C5 - Monthly Budget Statement Capital Expenditure by vote, functional classification and funding source

Table C5 indicates Actual capital Expenditure by Municipal Vote and functional classification, the budgeted amount is funded from grants and own funds, the funding is taken from table B4 surplus.

DC26 Zululand - Table C6 Monthly Budget Statement - Financial Position - M04 October

Description	Ref	2023/24	Budget Year 2024/25			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		57 071	417 029	417 029	673	417 029
Trade and other receivables from exchange transactions		36 516	79 729	79 729	50 730	79 729
Receivables from non-exchange transactions		5 696	7 109	7 109	5 579	7 109
Current portion of non-current receivables		—	—	—	—	—
Inventory		3 966	2 824	2 824	12 505	2 824
VAT		64 744	80 813	80 813	56 700	80 813
Other current assets		29 542	24 653	24 653	29 281	24 653
Total current assets		197 536	612 157	612 157	155 469	612 157
Non current assets						
Investments						
Investment property						
Property, plant and equipment		5 518 585	5 311 270	5 314 718	5 783 456	5 314 718
Biological assets						
Living and non-living resources						
Heritage assets		7 817	7 817	7 817	7 817	7 817
Intangible assets		28	32	32	23	32
Trade and other receivables from exchange transactions		—	—	—	—	—
Non-current receivables from non-exchange transactions		—	—	—	—	—
Other non-current assets		10	—	—	10	—
Total non current assets		5 526 439	5 319 119	5 322 567	5 791 306	5 322 567
TOTAL ASSETS		5 723 975	5 931 276	5 934 724	5 946 775	5 934 724
LIABILITIES						
Current liabilities						
Bank overdraft		—	—	—	—	—
Financial liabilities		18 789	1 556	1 556	18 236	1 556
Consumer deposits		3 381	3 702	3 702	3 368	3 702
Trade and other payables from exchange transactions		487 699	450 406	450 406	330 833	450 406
Trade and other payables from non-exchange transactions		1 446	—	—	27 390	—
Provision		34 940	2 154	2 154	34 940	2 154
VAT		1 535	10 311	10 311	3 853	10 311
Other current liabilities		—	—	—	—	—
Total current liabilities		547 789	468 129	468 129	418 619	468 129
Non current liabilities						
Financial liabilities		81 419	80 589	80 589	83 476	80 589
Provision		44 070	41 109	41 109	44 070	41 109
Long term portion of trade payables		2 925	32 779	32 779	2 925	32 779
Other non-current liabilities		—	—	—	—	—
Total non current liabilities		128 414	154 477	154 477	130 471	154 477
TOTAL LIABILITIES		676 203	622 606	622 606	549 090	622 606
NET ASSETS	2	5 047 772	5 308 670	5 312 118	5 397 684	5 312 118
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		5 047 772	4 634 441	4 634 441	5 397 684	4 634 441
Reserves and funds		—	—	—	—	—
Other		—	—	—	—	—
TOTAL COMMUNITY WEALTH/EQUITY	2	5 047 772	4 634 441	4 634 441	5 397 684	4 634 441

MBRR Table C6 - Monthly Budget Statement Financial Position

Table A6 is consistent with international standards of good financial management practice and improves the understanding ability of Councilors 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.

CURRENT ASSETS

Cash

The cashbook balance as at 31 October 2024 indicates bank balance of **R673 thousand**

Call Investments Deposits

Call investments as at 31 October 2024 is **R0**.

Consumer debtors

Consumer debtors include debtors from water, sanitation services and rental of facilities, the balance for the reporting period is **R50.7 million**. Debtors age analysis as per section 2.1 debtors' analysis is **R251.3 million**. Consumer debtors' amount to **R278.3 million** of this amount R30 million is for receivables from non - exchange and **R3.9 million** is for shared services cast in Other Debtors.

Gross Consumer debtors	R278.3 million
Less Impairment	(R227.6 million)
Net Consumer Debtors	R50.7 million

Classification of Consumer Debtors per Service type

Water Debtors	R15.8 million
Sanitation Debtors	R4.01 million
Property Rentals Debtors	R78.9 thousand
Other Consumer debtors	R304.1 thousand
Receivables from non-exchange	R30.4 million
Total	R50.7 million

➤ **Water Debtors**

Net Water debtors after considering provision for bad debts amount to **R15.8 million**.
Water debtors amount owed by consumers for water services billed.

Gross Water Debtors	R196.7 million
Less Impairment	(R180.8 million)
Net Water Debtors	R15.8 million

➤ **Sanitation Debtors**

Net Sanitation debtors after considering provision for bad debts amount to **R4.01 million**.
Sanitation debtors are amounts owed by consumers for sewer services billed.

Gross Sanitation Debtors	R50.2 million
Less Impairment	(R46.2 million)
Net Sanitation Debtors	R4.01 million

➤ **Property Rentals Debtors**

These debtors accumulated from property rentals amount to **R78.9 thousand**

Property Rental	R397.4 thousand
Less Impairment	(R318.4 thousand)
Net Property rental	R78.9 thousand

➤ **Other Consumer debtors**

Other consumer debtors' amount to **R304.1 thousand**, these are sundry debtors.

Gross Other Debtors	R581.6 thousand
Less Impairment	(R277.5 thousand)
Net Other Debtors	R304.1 thousand

➤ **Other receivables from exchange**

These are debtors accumulated from Eskom accounts, Training and Maintenance with credit balances amounts to **R30.4 million**

Other receivables from exchange	R28.4 million
Prepay/Adv: Recov emp: Opening balance	R1.9 million
Less Impairment	(R0)
Net other receivables from exchange	R30.4 million

Classification of Consumer Debtors per Customer group

Households	R199.2 million
Commercial/Businesses	R 18.6 million
Organs of State (excl shared services of R3.9 mill)	R 33.3 million
Total	R243.7 million

Only household consumer debtors are impaired as per council policy. The breakdown is as per below:

Gross Households debtors	R199.2 million
Commercial/Businesses	R 18.6 million
Less Impairment	(R227.6 million)
Net Household debtors	R9.8 million

Receivables from non – exchange

Fruitless expenditure

Amount to be recovered amounting to **R5.5 million** resulted from a claim of standing time due to consultant negligence.

Inventory

The current level of inventory is **R12.5 million**. Inventories include water stock and consumable stores.

VAT Receivable

VAT Receivable amounts to **R56.6 million**, this is the amount raised when input VAT is recognized as less output VAT collected as per VAT reconciliation.

Other debtors

Other debtors are debtors that arise from non-exchange transactions, the balance for the reporting period is **R29.8 million**.

Deposits Made	R19.4 million
Refunds & under/over banking	R9.8 million
Salary advance	R48.9 thousand
Operating lease	R5 thousand
Total	R29.8 million

➤ Deposits Made

Deposits made amount to **R19.4 million**, this amount includes Eskom deposits and Stowell Deposits.

Eskom Deposits	R19.2 million
Stowell Deposits	R200 thousand

Eskom deposits are amounts held by Eskom as security for all accounts the Municipality has with Eskom. Security deposits are paid when the Municipality opens a new electricity account. Stowell Deposit is the amount paid as a security deposit when Stowell was first contracted, and the deposit for office space rented in Vryheid.

➤ Refunds & under/over banking

Refunds & under/over banking amount to **R9.8 million**, these are shared services debtors to be collected or refunded from Local Municipalities, and small differences caused by under/over banking.

Shared services debtors	R3.9 million
Under/over banking	R5.9 million

Shared services debtors are debtors for the five local municipalities under the district, The District Municipality pays for the shared service on behalf of the Local municipalities, then recover these monies from the respective municipalities. Under/over banking is the unidentified debit orders pending their finalization.

- **Operating lease**
operating lease amounts to **R5 thousand**.

NON-CURRENT ASSETS

Long term receivables

The Municipality does not have long term receivables as per MSCOA classification.

Property plant and equipment

Property plant and equipment is the infrastructure and immovable assets owned by the municipality which the municipality uses to provide services to communities. The balance of Property plant and equipment includes current year capital acquisition from table C5 and depreciation from table C4, the carrying value of all assets owned by the municipality is **R5.7 million**.

Opening balance	R5.6 billion
Additions	R291.5 million
Depreciation	(R26.6 million)
Closing Balance	R5.7 billion

Heritage Assets

Other non-current assets comprise of heritage assets of **R7.8 million**.

Intangible

Intangible assets include software licenses owned by the Municipality; the current balance of intangible assets is **R23 thousand**

Opening balance	R23 thousand
Additions	R 0
Depreciation	(R0)
Closing Balance	R23 thousand

Other non-current assets

Other non-current assets amount to **R10 thousand**.

CURRENT LIABILITIES

Financial Liabilities

This is the current portion of the long term loan repayment and finance lease agreement the Municipality entered into to procure laptops. The current balance owed amount to **R18.2 million**.

Loan repayment	R17.7 million
Finance lease bcx	R523.6 thousand
Total Financial liabilities	R18.2 million

Opening balance	R18.5 million
Payment	(R276.6 thousand)
Closing Balance	R18.2 million

Consumer deposits

Consumer deposits are deposit amounts of customers that have accounts with the municipality, the current balance is **R3.3 million**.

Trade and other payables from exchange transactions

Trade and other payables are amounts owed by the municipality to service providers. This amount includes unspent conditional grants. Trade and other payables are **R330.8 million**.

Trade Creditors	R98.4 million
Retention	R95.8 million
Department of Water & Sanitation	R97.5 million
Employee related cost	R1.5 million
Advance Payments	R2.2 million
Salary Suspense Accounts	R98 thousand
Other Suspense account	R884 thousand
Refund	R558 thousand
Leave accrual	R109 thousand
Unpaid cheque	R319 thousand
Water tankers	R290 thousand
Makhongolo	R26.7 million
ESCOM	R6.5 million
Closing Balance	R330.8 million

Trade and other payables from non-exchange transactions

This is the amount of unspent conditional grants which will be recognized when the conditions are met. Unspent conditional grants amount to **R27.3 million**.

Current Provision

Current provisions amount to **R34.9 million**, this provision is for post-retirement benefit (Medical aid), long service awards and Leave provision that is paid in the current financial year.

Post Retirement benefit (Medical aid)	R747 thousand
Long service awards and Bonus	R8.3 million
Leave Provision	R25.8 million

VAT Payables

VAT payable amount to **R3.8 million**, this is the amount paid when output VAT is recognized as less input VAT paid as per VAT reconciliation.

NON-CURRENT LIABILITIES

Financial liabilities

This is the long-term portion of the finance lease agreement the Municipality entered into to procure laptops amounting to **R83.4 million**.

Long term loan	R82.4 million
Operating lease long term lumd	R854 thousand
Operating lease long term BCX	R155.3 thousand

The municipality is in lease contract with Business Connections (BCX), the contract is for the laptops that the municipality will use for the agreed period and will be handed over to the Municipality at the end of the contract.

The municipality is paying monthly installments to service the lease agreement.

Non - current Provisions

Non-current Provisions amounts to **R44.07 million**, this provision is for post-retirement benefit (Medical aid) and Long Service award.

Post Retirement benefit (Medical aid)	R30.7 million
Long Service award	R13.3 million

Non - current liability DWS

This is the long-term portion owed to Department of Water and Sanitation t amounting to **R2.9 million**.

Accumulated surplus

Accumulated surplus is the net worth of the Municipality, sitting at **R5.3 billion**

DC26 Zululand - Table C7 Monthly Budget Statement - Cash Flow - M04 October

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates								-		
Service charges		32 466	60 766	60 766	4 255	12 871	20 255	(7 385)	-36%	60 766
Other revenue		2 051 105	121 898	121 898	129 524	626 243	40 633	585 610	1441%	121 898
Transfers and Subsidies - Operational		746 330	768 030	768 030	9 176	292 606	256 010	36 596	14%	768 030
Transfers and Subsidies - Capital		768 386	576 195	576 195	35 000	318 571	192 065	126 506	66%	576 195
Interest		18 397	7 995	7 995	2 475	3 810	2 665	1 145	43%	7 995
Dividends								-		
Payments										
Suppliers and employees		(679 012)	(789 533)	(789 533)	(85 714)	(534 298)	(263 178)	271 120	-103%	(789 533)
Interest								-		
Transfers and Subsidies		-	(2 415)	(2 415)	-	-	(805)	(805)	100%	(2 415)
NET CASH FROM/(USED) OPERATING ACTIVITIES		2 937 672	742 935	742 935	94 716	719 803	247 645	(472 158)	-191%	742 935
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		680	-	-	-	-	-	-		-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments								-		
Payments										
Capital assets		(662 543)	(500 595)	(500 595)	(74 889)	(291 533)	(166 865)	124 668	-75%	(500 595)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(661 863)	(500 595)	(500 595)	(74 889)	(291 533)	(166 865)	124 668	-75%	(500 595)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								-		
Borrowing long term/refinancing		100 000	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		(9)	3	3	2	(10)	1	(11)	-1026%	3
Payments										
Repayment of borrowing		(10 516)	(18 096)	(18 096)	(277)	(553)	(6 032)	(5 479)	91%	(18 096)
NET CASH FROM/(USED) FINANCING ACTIVITIES		89 475	(18 093)	(18 093)	(275)	(563)	(6 031)	(5 468)	91%	(18 093)
NET INCREASE/(DECREASE) IN CASH HELD		2 365 284	224 247	224 247	19 552	427 707	74 749			224 247
Cash/cash equivalents at beginning:		(27 427)	(192 785)	(192 785)	465 225	57 071	(192 785)			57 071
Cash/cash equivalents at month/year end:		2 337 857	31 462	31 462	484 777	484 777	(118 036)			281 318

MBRR Table C7 - Monthly Budget Statement Cash Flow Statement

The budgeted cash flow statement is the first measurement in determining if the budget is funded and whether commitments and obligations are met.

CASHFLOW FROM OPERATING ACTIVITIES

Service charges

The Municipality has budgeted to collect **R60.7 million** on service charges, the estimated collection amount is based on the 60% collection rate. The collection rate is also based on previous years actual collection and initiatives the Municipality has taken to improve collection. The Municipality has collected **R12.8 million** to date. This is **21%** of budgeted collection and **51%** of year-to-date billing.

The municipality has also taken the following initiatives to boost collection rate:

- The municipality is not only collecting the current billing but also the debtors from previous financial years.
- The municipality has a revised revenue enhancement strategy
- The municipality has an external debt collector to assist with the collection
- The Municipality has replaced and installed new meters to ensure billing is accurate and not estimated.
- Municipality has adopted an indigent policy and is in a process to write off indigent households.
- The municipality has re visited the collection of flat rate strategy and decided to implement it next year.

Other Revenue

Other revenue includes receipts from tender fees, hall hiring, fines and forfeits, and office space rental receipts. The population of other revenue is higher than expected and not credible, the Municipality is in a process of developing an action plan to address these inefficiencies.

Transfers and subsidies – Operational

Transfers and subsidies - Operational are expected to be received as per DoRA, and as per transfer schedule issued by National Treasury. Operating grants have been received as scheduled. Transfers and subsidies operational are to date **R292.6 million**. This amount includes Aviation Strategy Equitable share and Art Centre Subsidy which were received thus far under Transfers and subsidies – Operational.

Equitable share	R279.2 million
FMG	R1.2 million
EPWP	R1.3 million
Indonsa Grant	R955 thousand
LG SETA	R723.6 thousand
NSF	R9.1 million
TOTAL	R292.6 million

Transfers and subsidies – Capital

Transfers and subsidies - Capital is expected to be received as per DoRA, and as per transfer schedule issued by National Treasury. Capital grants have been received to date, Transfers and subsidies Capital are **R318.5 million**. This amount includes RBIG, MIG, RRAMS, TSUCM_COGTA Boreholes and WSIG which were received thus far under Transfers and subsidies - Capital.

Municipal Infrastructure Grant	R116.7 million
Regional Bulk Infrastructure Grant	R125 million
Water Services Infrastructure Grant	R 75 million
Rural Road	R1.8 million
TOTAL	R318.5 million

Interest

Interest on the investment budget is at **R7.5 million**, this estimate is based on the approved budget interest income, the interest includes interest on investments made and interest on bank balance. Year to date actual Interest is **R3.8 million**. Interest on investment revenue on table C4 is **R3.7 million**.

Payments - Suppliers and employees

The municipality is expecting to spend 100% of what has been budgeted on Table C4 and year-end creditors but excluding non - cash items such as depreciation and debt impairment.

CASHFLOW FROM INVESTING ACTIVITIES

Payments - Capital Assets

Capital expenditure to date is **R291.4 million**, the capital expenditure excluding VAT portion, MFMA MSCOA circular number 11 issued 04 December 2020 highlighted the VAT issue and corrections are being developed. The Municipality is in a process of developing an action plan to address these inefficiencies.

Cash and cash equivalents at the end

Cash and cash equivalents are the cash available at the end of the reporting period after all expenses have been paid. Cash and cash equivalents to date is **R673 thousand** in the financial position but in the cash flow, it is **R484.7 million**.

Municipality is in a process of developing an action plan to address these inefficiencies.

PART 2 – SUPPORTING DOCUMENTATION

2.1. DEBTORS ANALYSIS

Debtors age analysis as of 31 October 2024

DC26 Zululand - Supporting Table SC3 Monthly Budget Statement - aged debtors - M04 October

Description		NT Code	Budget Year 2024/25								Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
			0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr				
R thousands														
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	1200	6 109	5 759	4 886	4 592	4 864	3 937	20 479	144 935	195 561	178 807	–	180 861	
Trade and Other Receivables from Exchange Transactions - Electricity	1300									–	–			
Receivables from Non-exchange Transactions - Property Rates	1400									–	–			
Receivables from Exchange Transactions - Waste Water Management	1500	1 443	1 355	1 115	1 045	927	828	4 551	38 846	50 110	46 198	–	46 212	
Receivables from Exchange Transactions - Waste Management	1600									–	–			
Receivables from Exchange Transactions - Property Rental Debtors	1700	18	17	17	48	18	18	149	72	357	304	–	318	
Interest on Arrear Debtor Accounts	1810	62	63	62	80	–	58	504	570	1 400	1 213	–	–	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820									–	–			
Other	1900	123	114	35	175	–	320	3	3 111	3 881	3 608	–	278	
Total By Income Source	2000	7 756	7 307	6 115	5 941	5 809	5 160	25 686	187 534	251 308	230 130	–	227 669	
2023/24 - totals only			12724759	4269004	3863446	4041932	2767684	3038064	18050800	164821443	213 577	192 720	0	154737596
Debtors Age Analysis By Customer Group														
Organs of State	2200	2 722	3 072	1 651	1 386	1 957	1 035	6 082	15 477	33 382	25 937	–	–	
Commercial	2300	1 213	847	815	533	428	434	2 480	11 926	18 675	15 801	–	–	
Households	2400	3 821	3 389	3 649	4 022	3 423	3 691	17 124	160 131	199 250	188 392	–	227 669	
Other	2500									–	–			
Total By Customer Group	2600	7 756	7 307	6 115	5 941	5 809	5 160	25 686	187 534	251 308	230 130	–	227 669	

Total debtors' amount to **R251.3 million**, the debtors over 90 days amount to **R230.1 million**.

This is concerning and needs intervention since debtors above 60 days should be restricted in terms of the Municipality's credit control policy.

2.2 CREDITORS ANALYSIS

Creditors age analysis as at 31 October 2024

DC26 Zululand - Supporting Table SC4 Monthly Budget Statement - aged creditors - M04 October

Description	NT Code	Budget Year 2024/25									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	8 979	–	–	–	–	–	–	–	8 979	–
Bulk Water	0200	6 101	–	–	–	–	–	–	–	6 101	–
PAYE deductions	0300									–	–
VAT (output less input)	0400	–	–	9	–	–	–	–	–	9	–
Pensions / Retirement deductions	0500									–	–
Loan repayments	0600	–	–	9	–	–	–	–	–	9	–
Trade Creditors	0700	18 039	46 231	25 001	10 855	9 495	1 533	995	–	112 150	6
Auditor General	0800									–	–
Other	0900	2 762	12 338	2 653	691	4 115	4 195	862	94	27 710	–
Medical Aid deductions										–	–
Total By Customer Type	1000	35 882	58 569	27 673	11 546	13 610	5 728	1 857	94	154 959	6

2.3 INVESTMENT PORTFOLIO

Investments as at 31 October 2024

DC26 Zululand - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M04 October

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands		Yrs/Months												
Municipality														
ABSA - 9389804742			Investment Tracker	Yes	Variable interest rate	0.089	N/A	N/A	N/A	–	0		90 000	90 000
Nedbank - 1766000029			Investment Tracker	Yes	Variable interest rate	0.0908	N/A	N/A	05 September 2024	90 000	–		30 000	120 000
ABSA - 2081673418			Investment Tracker	Yes	Variable interest rate	0.093	N/A	N/A	04 October 2024	120 000			30 000	150 000
ABSA - 9373372771			Investment Tracker	Yes	Variable interest rate	0.089	N/A	N/A	N/A	150 000			79 053	229 053
ABSA - 9373372771			Investment Tracker	Yes	Variable interest rate	0.089	N/A	N/A	19 July 2024	229 053		(11 500)	–	217 553
ABSA - 9373372771			Investment Tracker	Yes	Variable interest rate	0.089	N/A	N/A	24 July 2024	217 553		(18 500)		199 053
ABSA - 9373372771			Investment Tracker	Yes	Variable interest rate	0.089	N/A	N/A	30 July 2024	199 053		(40 000)		159 053
ABSA - 9373372771			Investment Tracker	Yes	Variable interest rate	0.089	N/A	N/A	03 September 2024	159 053		(70 000)		89 053
ABSA - 9373372771			Investment Tracker	Yes	Variable interest rate	0.089	N/A	N/A	03 September 2024	89 053		(9 053)		80 000
Nedbank - 1766000029			Investment Tracker	Yes	Variable interest rate	0.089	N/A	N/A	05 September 2024	80 000		(30 000)		50 000
ABSA - 9373372771			Investment Tracker	Yes	Variable interest rate	0.089	N/A	N/A	06 September 2024	50 000			25 000	75 000
ABSA - 9373372771			Investment Tracker	Yes	Variable interest rate	0.089	N/A	N/A	11 September 2024	75 000		(10 000)		65 000
ABSA - 9373372771			Investment Tracker	Yes	Variable interest rate	1.089	N/A	N/A	01 October 2024	65 000		(10 000)		55 000
ABSA - 9373372771			Investment Tracker	Yes	Variable interest rate	2.089	N/A	N/A	02 October 2024	55 000		(5 000)		50 000
ABSA - 9373372771			Investment Tracker	Yes	Variable interest rate	1.089	N/A	N/A	04 October 2024	50 000		(30 000)		20 000
ABSA - 9373372771			Investment Tracker	Yes	Variable interest rate	2.089	N/A	N/A	07 October 2024	20 000			20 000	40 000
ABSA - 9373372771			Investment Tracker	Yes	Variable interest rate	2.089	N/A	N/A	09 October 2024	40 000		(11 000)		29 000
ABSA - 9373372771			Investment Tracker	Yes	Variable interest rate	3.089	N/A	N/A	17 October 2024	29 000		(3 000)		26 000
ABSA - 9373372771			Investment Tracker	Yes	Variable interest rate	4.089	N/A	N/A	23 October 2024	26 000		(6 000)		20 000
ABSA - 9373372771			Investment Tracker	Yes	Variable interest rate	5.089	N/A	N/A	24 October 2024	20 000		(20 000)		–
Municipality sub-total										–	–	(274 053)	274 053	–
Entities														
														–
Entities sub-total										–	–	–	–	–
TOTAL INVESTMENTS AND INTEREST	2									–	–	(274 053)	274 053	–

2.4 ALLOCATION OF GRANT RECEIPTS AND EXPENDITURE

Grants Receipts

DC26 Zululand - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M04 October

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		639 948	676 614	676 614	78	280 824	225 538	55 286	24.5%	676 614
Energy Efficiency and Demand Side Management Grant		–	–	–	–	–	–	–		–
Equitable Share		631 671	670 187	670 187	–	279 245	223 396	55 849	25.0%	670 187
Expanded Public Works Programme Integrated Grant		7 077	5 227	5 227	–	1 306	1 742	(436)	-25.0%	5 227
Local Government Financial Management Grant		1 200	1 200	1 200	78	273	400	(127)	-31.7%	1 200
Municipal Disaster Relief Grant		–	–	–	–	–	–	–		–
Municipal Infrastructure Grant		–	–	–	–	–	–	–		–
Municipal Systems Improvement Grant		–	–	–	–	–	–	–		–
Rural Road Asset Management Systems Grant		–	–	–	–	–	–	–		–
Water Services Infrastructure Grant		–	–	–	–	–	–	–		–
Other transfers and grants [insert description]		–	–	–	–	–	–	–		–
Provincial Government:		4 168	1 911	1 911	–	2	637	(635)	-99.7%	1 911
Capacity Building and Other Grants		4 168	1 911	1 911	–	2	637	(635)	-99.7%	1 911
Other transfers and grants [insert description]		–	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
[insert description]		–	–	–	–	–	–	–		–
Other grant providers:		102 328	89 505	89 505	724	724	29 835	(29 111)	-97.6%	89 505
Electricity Distribution Industry Holdings		–	–	–	–	–	–	–		–
KwazuluNatal Provincial Planning and Development Commission		–	–	–	–	–	–	–		–
Local Government Water and Related Service SETA		1 694	1 259	1 259	724	724	420	304	72.4%	1 259
National Skills Fund		100 634	88 246	88 246	–	–	29 415	(29 415)	-100.0%	88 246
Unspecified		–	–	–	–	–	–	–		–
Total Operating Transfers and Grants	5	746 444	768 030	768 030	802	281 550	256 010	25 540	10.0%	768 030
Capital Transfers and Grants										
National Government:		768 386	576 195	576 195	61 664	303 683	192 065	111 618	58.1%	576 195
Municipal Disaster Relief Grant		–	–	–	–	–	–	–		–
Municipal Infrastructure Grant		256 512	259 542	259 542	–	131 471	86 514	44 957	52.0%	259 542
Regional Bulk Infrastructure Grant		413 905	214 000	214 000	41 679	107 930	71 333	36 596	51.3%	214 000
Rural Road Asset Management Systems Grant		2 969	2 653	2 653	–	–	884	(884)	-100.0%	2 653
Water Services Infrastructure Grant		95 000	100 000	100 000	19 985	64 282	33 333	30 949	92.8%	100 000
Provincial Government:		–	–	–	–	–	–	–		–
Infrastructure Grant		–	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
[insert description]		–	–	–	–	–	–	–		–
Other grant providers:		9	–	–	–	–	–	–		–
[insert description]		–	–	–	–	–	–	–		–
Unspecified		9	–	–	–	–	–	–		–
Total Capital Transfers and Grants	5	768 395	576 195	576 195	61 664	303 683	192 065	111 618	58.1%	576 195
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	1 514 840	1 344 225	1 344 225	62 466	585 233	448 075	137 157	30.6%	1 344 225

Grants are received as per transfer schedule and have been received as such with the exception of MSIG which has not been received. Grants are recognized as revenue as when the condition is met.

GRANTS RECEIPTS AND EXPENDITURE

DC26 Zululand - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M04 October

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		894 315	587 778	584 330	80 352	230 996	194 441	36 555	18.8%	584 330
Energy Efficiency and Demand Side Management Grant		-	-	-	-	-	-	-	-	-
Equitable Share		873 439	576 385	576 385	79 169	226 852	192 130	34 722	18.1%	576 385
Expanded Public Works Programme Integrated Grant		7 077	5 227	5 227	1 078	3 870	1 742	2 128	122.1%	5 227
Local Government Financial Management Grant		1 200	1 201	1 201	96	266	400	(134)	-33.6%	1 201
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		10 017	4 966	-	-	-	0	(0)	-100.0%	-
Municipal Systems Improvement Grant		-	-	-	-	-	-	-	-	-
Regional Bulk Infrastructure Grant		-	-	1 500	9	9	167	(158)	-94.9%	1 500
Rural Road Asset Management Systems Grant		2 582	-	18	-	-	2	(2)	-100.0%	18
Water Services Infrastructure Grant		-	-	-	-	-	-	-	-	-
Provincial Government:		3 630	1 711	1 711	-	2	570	(569)	-99.7%	1 711
Capacity Building and Other Grants		3 630	1 711	1 711	-	2	570	(569)	-99.7%	1 711
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		102 328	89 505	89 505	9 901	10 111	29 835	(19 724)	-66.1%	89 505
Electricity Distribution Industry Holdings		-	-	-	-	-	-	-	-	-
KwazuluNatal Provincial Planning and Development Commission		-	-	-	-	-	-	-	-	-
Local Government Water and Related Service SETA		1 694	1 259	1 259	651	861	420	441	105.1%	1 259
National Skills Fund		100 634	88 246	88 246	9 250	9 250	29 415	(20 165)	-68.6%	88 246
Total operating expenditure of Transfers and Grants:		1 000 272	678 995	675 547	90 252	241 108	224 846	16 262	7.2%	675 547
Capital expenditure of Transfers and Grants										
National Government:		660 294	496 073	499 521	74 889	291 481	166 844	124 636	74.7%	499 521
Municipal Infrastructure Grant		214 555	220 723	225 689	20 826	140 499	75 230	65 269	86.8%	225 689
Regional Bulk Infrastructure Grant		362 622	186 087	184 587	36 521	94 724	61 862	32 862	53.1%	184 587
Rural Road Asset Management Systems Grant		-	2 307	2 289	-	-	767	(767)	-100.0%	2 289
Water Services Infrastructure Grant		83 116	86 957	86 957	17 541	56 258	28 986	27 272	94.1%	86 957
Provincial Government:		277	174	174	-	-	58	(58)	-100.0%	174
Capacity Building and Other Grants		-	-	-	-	-	-	-	-	-
Infrastructure Grant		277	174	174	-	-	58	(58)	-100.0%	174
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		9	-	-	-	-	-	-	-	-
Unspecified		9	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		660 580	496 247	499 695	74 889	291 481	166 902	124 578	74.6%	499 695
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		1 660 852	1 175 242	1 175 242	165 141	532 589	391 749	140 841	36.0%	1 175 242

2.5 COUNCILLOR AND BOARD MEMBER ALLOWANCES AND EMPLOYEE BENEFITS

DC26 Zululand - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M04 October

Summary of Employee and Councillor remuneration	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		-	-	-	-	-	-	-		-
Pension and UIF Contributions		517	563	563	49	195	188	7	4%	563
Medical Aid Contributions		41	41	41	5	13	14	(1)	-8%	41
Motor Vehicle Allowance		2 224	2 012	2 012	259	798	671	127	19%	2 012
Cellphone Allowance		859	483	483	61	252	161	91	57%	483
Housing Allowances		180	180	180	-	-	60	(60)	-100%	180
Other benefits and allowances		6 542	6 187	6 187	801	2 384	2 062	322	16%	6 187
Sub Total - Councillors		10 362	9 465	9 465	1 175	3 641	3 155	486	15%	9 465
% increase	4		-8.7%	-8.7%						-8.7%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		8 273	8 555	8 555	621	2 564	2 852	(288)	-10%	8 555
Pension and UIF Contributions		356	444	444	31	126	148	(22)	-15%	444
Medical Aid Contributions		117	123	123	10	42	41	1	2%	123
Overtime		-	-	-	-	-	-	-		-
Performance Bonus		707	166	166	-	-	55	(55)	-100%	166
Motor Vehicle Allowance		2 051	1 997	1 997	166	681	666	15	2%	1 997
Cellphone Allowance		296	317	317	23	99	106	(7)	-6%	317
Housing Allowances		13	13	13	1	4	4	0	2%	13
Other benefits and allowances		442	249	249	18	77	83	(6)	-7%	249
Payments in lieu of leave		255	-	-	-	-	-	-		-
Long service awards		-	-	-	-	-	-	-		-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-		-
Entertainment		-	-	-	-	-	-	-		-
Scarcity		-	-	-	-	-	-	-		-
Acting and post related allowance		41	-	-	-	-	-	-		-
In kind benefits		-	-	-	-	-	-	-		-
Sub Total - Senior Managers of Municipality		12 551	11 865	11 865	872	3 593	3 955	(362)	-9%	11 865
% increase	4		-5.5%	-5.5%						-5.5%
Other Municipal Staff										
Basic Salaries and Wages		201 024	221 924	221 924	18 020	70 329	73 975	(3 645)	-5%	221 924
Pension and UIF Contributions		27 014	24 008	24 008	2 467	9 837	8 003	1 834	23%	24 008
Medical Aid Contributions		16 898	17 029	17 029	1 512	6 040	5 677	364	6%	17 029
Overtime		8 782	5 780	5 780	872	3 290	1 927	1 364	71%	5 780
Performance Bonus		13 868	14 733	14 733	1 085	5 303	4 911	392	8%	14 733
Motor Vehicle Allowance		11 436	12 000	12 000	1 895	7 588	4 000	3 588	90%	12 000
Cellphone Allowance		801	821	821	70	279	274	6	2%	821
Housing Allowances		1 699	1 758	1 758	147	587	586	1	0%	1 758
Other benefits and allowances		5 465	253	253	229	1 085	85	1 000	1183%	253
Payments in lieu of leave		6 307	-	-	-	661	-	661	#DIV/0!	-
Long service awards		3 289	-	-	151	878	-	878	#DIV/0!	-
Post-retirement benefit obligations	2	5 352	-	-	-	-	-	-		-
Entertainment		-	-	-	-	-	-	-		-
Scarcity		-	-	-	-	-	-	-		-
Acting and post related allowance		562	-	-	49	333	-	333	#DIV/0!	-
In kind benefits		-	-	-	-	-	-	-		-
Sub Total - Other Municipal Staff		302 499	298 307	298 307	26 497	106 211	99 436	6 775	7%	298 307
% increase	4		-1.4%	-1.4%						-1.4%
Total Parent Municipality		325 412	319 637	319 637	28 544	113 445	106 547	6 899	6%	319 637

The municipality has no active entity

ACTUAL AND REVISED TARGETS FOR RECEIPTS

DC26 Zululand - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M04 October

Description	Ref	Budget Year 2024/25												2024/25 Medium Term Revenue & Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2024/25	Budget Year +1 2025/26	Budget Year +2 2026/27
R thousands	1	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget			
Cash Receipts By Source																
Property rates													-			
Service charges - Electricity revenue													-			
Service charges - Water revenue		1 922	2 509	1 888	3 379	3 935	3 935	3 935	3 935	3 935	3 935	3 935	9 978	47 222	49 394	51 666
Service charges - Waste Water Management		850	812	635	876	1 129	1 129	1 129	1 129	1 129	1 129	1 129	2 470	13 544	14 167	14 819
Service charges - Waste Management													-			
Rental of facilities and equipment		37	45	45	41	90	90	90	90	90	90	90	283	1 084	1 133	1 186
Interest earned - external investments		13	328	949	2 473	625	625	625	625	625	625	625	(638)	7 500	7 845	8 206
Interest earned - outstanding debtors		5	10	30	3	41	41	41	41	41	41	41	159	495	517	541
Dividends received													-			
Fines, penalties and forfeits		60	42	93	98	122	122	122	122	122	122	122	318	1 467	1 534	1 605
Licences and permits		9	18	16	16	15	15	15	15	15	15	15	15	176	184	193
Agency services													-			
Transfers and Subsidies - Operational		280 201	2 506	724	9 176	64 003	64 003	64 003	64 003	64 003	64 003	64 003	27 407	768 030	711 934	751 994
Other revenue		309 866	29 319	157 169	129 368	9 931	9 931	9 931	9 931	9 931	9 931	9 931	(576 068)	119 171	115 870	152 732
Cash Receipts by Source		592 963	35 589	161 548	145 430	79 891	79 891	79 891	79 891	79 891	79 891	79 891	(536 076)	958 689	902 580	982 942
Other Cash Flows by Source													-			
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		119 053	126 857	37 661	35 000	48 016	48 016	48 016	48 016	48 016	48 016	48 016	(78 490)	576 195	651 991	923 733
Transfers and subsidies - capital (monetary allocations) (Nat/ Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on Disposal of Fixed and Intangible Assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Short term loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		(12)	-	-	2	0	0	0	0	0	0	0	12	3	-	-
VAT Control (receipts)													-			
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments													-			
Total Cash Receipts by Source		712 004	162 446	199 209	180 431	127 907	127 907	127 907	127 907	127 907	127 907	127 907	(614 554)	1 534 887	1 554 571	1 906 675
Cash Payments by Type													-			
Employee related costs		28 229	27 563	28 353	29 018	25 848	25 848	25 848	25 848	25 848	25 848	25 848	16 075	310 172	324 440	339 364
Remuneration of councillors		994	803	833	1 071	789	789	789	789	789	789	789	243	9 465	9 901	10 356
Interest													-			
Bulk purchases - Electricity		7 119	17 024	11 255	13 098	-	-	-	-	-	-	-	(48 495)	-	-	-
Acquisitions - water & other inventory		-	-	2 095	1 215	2 417	2 417	2 417	2 417	2 417	2 417	2 417	8 777	29 010	30 344	31 740
Contracted services		(81 828)	(62 124)	(48 301)	(59 251)	25 765	25 765	25 765	25 765	25 765	25 765	25 765	380 330	309 181	216 969	258 482
Transfers and subsidies - other municipalities													-			
Transfers and subsidies - other		-	-	-	-	201	201	201	201	201	201	201	1 006	2 415	2 526	2 642
Other expenditure		300 056	118 530	87 702	95 281	10 809	10 809	10 809	10 809	10 809	10 809	10 809	(547 524)	129 706	135 672	141 913
Cash Payments by Type		254 569	101 795	81 936	80 432	65 829	65 829	65 829	65 829	65 829	65 829	65 829	(189 587)	789 948	719 853	784 498
Other Cash Flows/Payments by Type																
Capital assets		93 315	64 218	59 111	74 889	41 716	41 716	41 716	41 716	41 716	41 716	41 716	(82 952)	500 595	571 681	808 197
Repayment of borrowing		-	138	138	277	1 508	1 508	1 508	1 508	1 508	1 508	1 508	6 987	18 096	17 430	16 913
Other Cash Flows/Payments		4 705	3 825	1 754	5 282	167	167	167	167	167	167	167	(14 732)	2 000	3 000	4 000
Total Cash Payments by Type		352 589	169 976	142 939	160 879	109 220	109 220	109 220	109 220	109 220	109 220	109 220	(280 284)	1 310 640	1 311 963	1 613 608
NET INCREASE/(DECREASE) IN CASH HELD		359 415	(7 531)	56 270	19 552	18 687	18 687	18 687	18 687	18 687	18 687	18 687	(334 270)	224 247	242 607	293 067
Cash/cash equivalents at the month/year beginning:		57 071	416 486	408 956	465 225	484 777	503 465	522 152	540 839	559 526	578 214	596 901	615 588	57 071	281 318	523 925
Cash/cash equivalents at the month/year end:		416 486	408 956	465 225	484 777	503 465	522 152	540 839	559 526	578 214	596 901	615 588	281 318	281 318	523 925	816 993

2.6 MATERIAL VARIENCES TO SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN

DC26 Zululand - Supporting Table SC1 Material variance explanations - M04 October

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue			
	Service charges – Water revenue	16%	This is the amounts billed on customers for water used, the year-to-date actual is R19.2 million which is 28% of the approved budget. The R19.2 million year to date actual is below the four months baseline projection or year-to-date budget of R22.7 million. A variance of R3.7 million or 16% is observed.	
	Service charges – Sanitation revenue	4%	This is the amounts billed on customers that are connected to the sewer system, the year-to-date actual is R5.99 million which is 34% of the approved budget. The R5.99 million year to date actual is above the four months baseline projection or year-to-date budget of R5.91 million. A variance of R196 thousand or 4% is observed.	
	Sale of goods and rendering of service	41%	This is the amount on sale of goods and rendering of services, the year-to-date actual is R114 thousands which is 20% of the approved budget. The R114 thousands year to date actual is below the four months baseline projection or year-to-date budget of R193 thousand. A variance of R78 thousand or 41% is observed.	
	Interest earned - outstanding debtors	3%	Interest earned - outstanding debtors is charged on businesses for accounts in arrears. The year-to-date actual is R267 thousand which is 32% of the approved budget. The R267 thousand year to date actual is below the four months baseline projection or year-to-date budget of R274 thousand. A variance of R7 thousand or 3% is observed. Reasons for variances can be attributed to businesses non adherence to payment terms	The municipality must implement stringent measures to ensure businesses pay on time.
	Interest on investment	51%	Interest on investment is interest received when the Municipality makes cash investments, the year-to-date actual is R3.7 million which is 50% of the approved budget. The R3.7 million year to date actual is above the four months baseline projection or year-to-date budget of R2.5 million. A variance of R1.2 million or 51% is observed. The reason for variances can be attribute to the fact that there was matured investment by end of reporting period.	
	Rental from Fixed Assets	1%	Rental of facilities is amounts billed for office space leased out, the year-to-date actual is R166 thousand which is 33% of the approved budget. The R166 thousand year to date actual is below the four months baseline projection or year-to-date budget of R168 thousand. A variance of R2 thousand or 1% is observed.	
	Licences and Permits	0%	Licences and permits year-to-date actual is R59 thousand which is 33% of the approved budget, the R59 thousand year to date actual is below the four months baseline projection or year-to-date budget of R59 thousand. A variance of R0 thousand or 0% is observed	This line item depends on licences renewal and new issued permits.
	Operational revenue	24%	Operational revenue year-to-date actual is R234 thousand which is 41% of the approved budget, the R234 thousand year to date actual is above the four months baseline projection or year-to-date budget of R188 thousand. A variance of R46 thousands or 24% is observed. The variance to this line item can be attributed to the receipt of Skills Development Levy Refund which is not benchmarked by year to date.	
	Fines, penalties, and forfeits	40%	Fines, penalties, and forfeits are mainly amounts charged on illegal connections. The year-to-date actual is R293 thousand which is 20% of the approved budget. The R293 thousand year to date actual is below the four months baseline projection or year-to-date budget of R489 thousand. A variance of R196 thousand or 40% is observed. Reasons for variances highlight a negative indication that more consumers are illegally connected or a negative indication that some illegally connected consumers are not yet discovered.	Municipality must keep up the disconnection of illegal connections.
	Transfers and subsidies	10%	Transfers and subsidies year to date actual is R281.5 million which is 37% of the approved budget. The R281.5 million year to date actual is above the four months baseline projection or year-to-date budget of R256.01 million. A variance of R25.5 million or 10% is observed. Reasons for variances can be attributed to the nature of transfers and subsidies which depend on the transfer schedule and cannot be benchmarked against the year-to-date budget. Grants are not received monthly but in trenches as per approved transfer schedule. Grants received to date is Equitable share, FMG, EPWP and Indonsa art centre.	

DC26 Zululand - Supporting Table SC1 Material variance explanations - M04 October

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
2	Expenditure By Type			
	Employee Related Costs	6%	Employee related costs are amounts paid for salaries, allowances, service-related benefits and contributions. The year-to-date actual is R109.8 million which is 35% of the approved budget. The R109.8 million year to date actual is above the four months baseline projection or year-to-date budget of R103.3 million. A variance of R6.4 million or 6% is observed.	The municipality will make sure that the salary bill is kept within the limits of the monthly projections.
	Remuneration of Councillors	15%	Remuneration of Councillors is paid for councillors allowances, service-related benefits and contributions. The year-to-date actual is R3.6 million which is 38% of the approved budget. The R3.6 million year to date actual is above the four months baseline projection or year-to-date budget of R3.1 million. A variance of R486 hundreds or 15% is observed.	This is the indication that the municipality is trying to spend within the budget. The municipality will making an adjustment to this line item
	Inventory Consumed	92%	Inventory Consumed are expenses incurred in terms of GRAP 12 such as consumable, materials and suppliers and water inventory. The year-to-date actual is R619 thousand. The R619 thousand year to date actual is below the four months baseline projection or year-to-date budget of R8.2 million. A variance of R7.6 million or 92% is observed.	The municipality will consider the requisitions and deliveries and adjust accordingly when needed.
	Depreciation	12%	This is a non-cash item budgeted for as per the stipulation of the accounting standards. The year-to-date actual is R26.6 million which is 29% of the approved budget. The R26.6 million year to date actual is below the four months baseline projection or year-to-date budget of R30.4 million. A variance of R3.7 million or 12% is observed.	
	Finance charges	15%	Finance charges are amounts for interest paid on overdue accounts and finance lease for laptops. The year-to-date actual is R1.9 million which is 28% of the approved budget. the R1.9 million year to date actual is below the four months baseline projection or year-to-date budget of R2.3 million. A variance of R352 thousand or 15% is observed.	The municipality will consider loan interest rates and adjust accordingly when necessary.
	Contracted services	8%	Contracted services include Outsourced services, Consultants and professional fees, and Contractors. The year-to-date actual is R61.06 million which is 30% of the approved budget. The R61.06 million year to date actual is below the four months baseline projection or year-to-date budget of R66.3 million. A variance of R5.3 million or 8% is observed.	The municipality has tried to minimise the cost of contracted service
	Transfers and subsidies paid.	90%	Transfers and subsidies are amounts paid as subsidies to the communities for poverty alleviation and transfers to support SMMES, and co-operatives. The year-to-date actual is R92.5 thousand which is 4% of the approved budget. The R92.5 thousand year to date actual is below the four months baseline projection or year-to-date budget of R918 thousand. A variance of R826 thousand or 90% is observed.	
	Operational costs	64%	Operational costs are all other expenditure not classified above. The year-to-date actual is R61.3 million which is 54% of the approved budget. the R61.3 million year to date actual is above the four months baseline projection or year-to-date budget of R37.5 million. A variance of R23.8 million or 64% is observed.	The expenditure is monitored by the municipality and the expenditure is kept within the budget.
3	Capital Expenditure			
	Governance and administration	96%	Governance and administration year-to-date actual is R52 thousand which is 1% of the approved budget. the R52 thousand year to date actual is below the four months baseline projection or year-to-date budget of R1.4 million. A variance of R1.3 million or 96% is observed.	
	Community and public safety	100%	Community and public safety year-to-date actual is R0 which is 0% of the approved budget. the R0 year to date actual is below the three months baseline projection or year-to-date budget of R58 thousand. A variance of R58 thousand or 100% is observed.	
	Economic and environmental services	100%	Economic and environmental services year-to-date actual is R0 million which is 0% of the approved budget. the R0 year to date actual is below the three months baseline projection or year-to-date budget of R767 thousand. A variance of R767 Thousand or 100% is observed.	The municipality will look at the where the processes are on rural road management subsidy and try to push for the spending of this subsidy.
	Trading services	76%	Trading services year-to-date actual is R291.4 million which is 59% of the approved budget. the R291.4 million year to date actual is above the four months baseline projection or year-to-date budget of R166.07 million. A variance of R125.4 million or 76% is observed.	

2.7 PARENT MUNICIPALITY FINANCIAL PERFORMANCE

The Municipality does not have any entities.

2.8 MUNICIPAL ENTITY FINANCIAL PERFORMANCE

The Municipality does not have any active entities.

2.9 CAPITAL PROGRAMME PERFORMANCE

Capital Expenditure by month

DC26 Zululand - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M04 October

Month	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
Monthly expenditure performance trend									
July	–	42 130	42 130	93 315	93 315	42 130	(51 185)	-121.5%	19%
August	57 911	42 130	42 130	64 218	64 218	84 260	20 042	23.8%	13%
September	49 277	42 130	42 130	59 111	59 111	126 390	67 279	53.2%	12%
October	113 514	41 961	41 961	74 889	74 889	168 352	93 463	55.5%	15%
November	90 763	41 961	41 961	–	–	210 313	210 313	100.0%	0%
December	101 101	41 961	41 961	–	–	252 275	252 275	100.0%	0%
January	10 678	41 961	41 961	–	–	294 236	294 236	100.0%	0%
February	10 959	41 961	41 961	–	–	336 197	336 197	100.0%	0%
March	97 963	41 961	41 961	–	–	378 159	378 159	100.0%	0%
April	53 993	41 961	41 961	–	–	420 120	420 120	100.0%	–
May	1 240	41 961	41 961	–	–	462 082	462 082	100.0%	–
June	74 867	41 961	41 961	–	–	504 043	504 043	100.0%	–
Total Capital expenditure	662 266	504 043	504 043	291 533					

The actual capital expenditure is less than year-to-date budget.

Summary of Capital Expenditure by asset class and sub-class

DC26 Zululand - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M04 October

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		660 219	496 073	499 521	74 889	291 481	166 844	(124 636)	-74.7%	499 521
Roads Infrastructure		—	2 307	2 289	—	—	767	767	100.0%	2 289
Roads		—	2 307	2 289	—	—	767	767	100.0%	2 289
Storm water Infrastructure		—	—	—	—	—	—	—	—	—
Drainage Collection		—	—	—	—	—	—	—	—	—
Electrical Infrastructure		—	—	—	—	—	—	—	—	—
Power Plants		—	—	—	—	—	—	—	—	—
Water Supply Infrastructure		660 219	489 059	492 525	74 889	291 481	164 508	(126 972)	-77.2%	492 525
Dams and Weirs		—	—	—	—	—	—	—	—	—
Boreholes		35 737	43 631	46 570	1 803	23 579	16 801	(6 777)	-40.3%	46 570
Reservoirs		9 197	1 593	4 965	—	3 266	1 655	(1 611)	-97.3%	4 965
Pump Stations		—	—	—	—	—	—	—	—	—
Water Treatment Works		123 018	97 849	110 646	13 112	79 025	33 826	(45 199)	-133.6%	110 646
Bulk Mains		450 780	294 587	297 574	56 866	162 144	99 525	(62 619)	-62.9%	297 574
Distribution		41 487	45 046	32 770	3 108	23 468	12 701	(10 766)	-84.8%	32 770
Distribution Points		—	6 354	—	—	—	0	0	100.0%	—
Sanitation Infrastructure		—	4 707	4 707	—	—	1 569	1 569	100.0%	4 707
Pump Station		—	—	—	—	—	—	—	—	—
Reticulation		—	4 707	4 707	—	—	1 569	1 569	100.0%	4 707
Toilet Facilities		—	—	—	—	—	—	—	—	—
Solid Waste Infrastructure		—	—	—	—	—	—	—	—	—
Landfill Sites		—	—	—	—	—	—	—	—	—
Rail Infrastructure		—	—	—	—	—	—	—	—	—
Rail Lines		—	—	—	—	—	—	—	—	—
Coastal Infrastructure		—	—	—	—	—	—	—	—	—
Sand Pumps		—	—	—	—	—	—	—	—	—
Information and Communication Infrastructure		—	—	—	—	—	—	—	—	—
Data Centres		—	—	—	—	—	—	—	—	—
Community Assets		—	—	—	—	—	—	—	—	—
Community Facilities		—	—	—	—	—	—	—	—	—
Centres		—	—	—	—	—	—	—	—	—
Sport and Recreation Facilities		—	—	—	—	—	—	—	—	—
Outdoor Facilities		—	—	—	—	—	—	—	—	—
Heritage assets		—	—	—	—	—	—	—	—	—
Works of Art		—	—	—	—	—	—	—	—	—
Investment properties		—	—	—	—	—	—	—	—	—
Revenue Generating		—	—	—	—	—	—	—	—	—
Improved Property		—	—	—	—	—	—	—	—	—
Non-revenue Generating		—	—	—	—	—	—	—	—	—
Improved Property		—	—	—	—	—	—	—	—	—
Other assets		—	—	—	—	—	—	—	—	—
Operational Buildings		—	—	—	—	—	—	—	—	—
Municipal Offices		—	—	—	—	—	—	—	—	—
Housing		—	—	—	—	—	—	—	—	—
Staff Housing		—	—	—	—	—	—	—	—	—
Biological or Cultivated Assets		—	—	—	—	—	—	—	—	—
Biological or Cultivated Assets		—	—	—	—	—	—	—	—	—
Intangible Assets		—	—	—	—	—	—	—	—	—
Servitudes		—	—	—	—	—	—	—	—	—
Licences and Rights		—	—	—	—	—	—	—	—	—
Computer Software and Applications		—	—	—	—	—	—	—	—	—
Computer Equipment		624	3 913	3 913	—	52	1 304	1 252	96.0%	3 913
Computer Equipment		624	3 913	3 913	—	52	1 304	1 252	96.0%	3 913
Furniture and Office Equipment		348	435	435	—	—	145	145	100.0%	435
Furniture and Office Equipment		348	435	435	—	—	145	145	100.0%	435
Machinery and Equipment		432	174	174	—	—	58	58	100.0%	174
Machinery and Equipment		432	174	174	—	—	58	58	100.0%	174
Transport Assets		920	—	—	—	—	—	—	—	—
Transport Assets		920	—	—	—	—	—	—	—	—
Land		—	—	—	—	—	—	—	—	—
Land		—	—	—	—	—	—	—	—	—
Zoo's, Marine and Non-biological Animals		—	—	—	—	—	—	—	—	—
Zoo's, Marine and Non-biological Animals		—	—	—	—	—	—	—	—	—
Living resources		—	—	—	—	—	—	—	—	—
Mature		—	—	—	—	—	—	—	—	—
Policing and Protection		—	—	—	—	—	—	—	—	—
Zoological plants and animals		—	—	—	—	—	—	—	—	—
Immature		—	—	—	—	—	—	—	—	—
Policing and Protection		—	—	—	—	—	—	—	—	—
Zoological plants and animals		—	—	—	—	—	—	—	—	—
Total Capital Expenditure on new assets	1	662 543	500 595	504 043	74 889	291 533	168 352	(123 181)	-73.2%	504 043

Expenditure on Repairs and Maintenance by Asset class

DC26 Zululand - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M04 October

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		156 830	67 193	62 227	17 744	19 594	20 742	1 148	5.5%	62 227
Roads Infrastructure		-	-	-	-	-	-	-		-
Roads		-	-	-	-	-	-	-		-
Storm water Infrastructure		-	-	-	-	-	-	-		-
Drainage Collection		-	-	-	-	-	-	-		-
Electrical Infrastructure		-	-	-	-	-	-	-		-
Power Plants		-	-	-	-	-	-	-		-
Water Supply Infrastructure		156 830	67 193	62 227	17 744	19 594	20 742	1 148	5.5%	62 227
Bulk Mains		79 800	19 966	15 000	23	1 874	5 000	3 126	62.5%	15 000
Distribution		-	-	-	-	-	-	-		-
Distribution Points		77 029	47 227	47 227	17 721	17 721	15 742	(1 978)	-12.6%	47 227
Sanitation Infrastructure		-	-	-	-	-	-	-		-
Waste Water Treatment Works		-	-	-	-	-	-	-		-
Solid Waste Infrastructure		-	-	-	-	-	-	-		-
Landfill Sites		-	-	-	-	-	-	-		-
Rail Infrastructure		-	-	-	-	-	-	-		-
Rail Lines		-	-	-	-	-	-	-		-
Coastal Infrastructure		-	-	-	-	-	-	-		-
Sand Pumps		-	-	-	-	-	-	-		-
Information and Communication Infrastructure		-	-	-	-	-	-	-		-
Data Centres		-	-	-	-	-	-	-		-
Community Assets		1 739	-	-	-	-	-	-		-
Community Facilities		1 739	-	-	-	-	-	-		-
Halls		-	-	-	-	-	-	-		-
Airports		1 739	-	-	-	-	-	-		-
Sport and Recreation Facilities		-	-	-	-	-	-	-		-
Indoor Facilities		-	-	-	-	-	-	-		-
Heritage assets		-	-	-	-	-	-	-		-
Monuments		-	-	-	-	-	-	-		-
Investment properties		-	-	-	-	-	-	-		-
Revenue Generating		-	-	-	-	-	-	-		-
Improved Property		-	-	-	-	-	-	-		-
Unimproved Property		-	-	-	-	-	-	-		-
Non-revenue Generating		-	-	-	-	-	-	-		-
Improved Property		-	-	-	-	-	-	-		-
Unimproved Property		-	-	-	-	-	-	-		-
Other assets		974	2 000	2 000	199	226	667	441	66.2%	2 000
Operational Buildings		974	2 000	2 000	199	226	667	441	66.2%	2 000
Municipal Offices		974	2 000	2 000	199	226	667	441	66.2%	2 000
Housing		-	-	-	-	-	-	-		-
Staff Housing		-	-	-	-	-	-	-		-
Biological or Cultivated Assets		-	-	-	-	-	-	-		-
Biological or Cultivated Assets		-	-	-	-	-	-	-		-
Intangible Assets		-	-	-	-	-	-	-		-
Servitudes		-	-	-	-	-	-	-		-
Licences and Rights		-	-	-	-	-	-	-		-
Water Rights		-	-	-	-	-	-	-		-
Computer Equipment		-	-	-	-	-	-	-		-
Computer Equipment		-	-	-	-	-	-	-		-
Furniture and Office Equipment		-	300	300	-	-	100	100	100.0%	300
Furniture and Office Equipment		-	300	300	-	-	100	100	100.0%	300
Machinery and Equipment		-	100	95	12	85	32	(53)	-168.1%	95
Machinery and Equipment		-	100	95	12	85	32	(53)	-168.1%	95
Transport Assets		5 261	1 400	2 900	1 710	2 887	633	(2 253)	-355.8%	2 900
Transport Assets		5 261	1 400	2 900	1 710	2 887	633	(2 253)	-355.8%	2 900
Land		-	-	-	-	-	-	-		-
Land		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
Living resources		-	-	-	-	-	-	-		-
Matute		-	-	-	-	-	-	-		-
Policing and Protection		-	-	-	-	-	-	-		-
Zoological plants and animals		-	-	-	-	-	-	-		-
Immature		-	-	-	-	-	-	-		-
Policing and Protection		-	-	-	-	-	-	-		-
Zoological plants and animals		-	-	-	-	-	-	-		-
Total Repairs and Maintenance Expenditure	1	164 805	70 993	67 522	19 665	22 791	22 174	(617)	-2.8%	67 522

Depreciation by Asset class

DC26 Zululand - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M04 October

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Depreciation by Asset Class/Sub-class										
Infrastructure		103 854	81 902	81 902	5 990	23 959	27 301	3 342	12.2%	81 902
Roads Infrastructure		–	718	718	53	213	239	27	11.1%	718
Roads		–	718	718	53	213	239	27	11.1%	718
Storm water Infrastructure		–	–	–	–	–	–	–	–	–
Attenuation		–	–	–	–	–	–	–	–	–
Electrical Infrastructure		–	36	36	3	11	12	1	11.2%	36
LV Networks		–	36	36	3	11	12	1	11.2%	36
Capital Spares		–	–	–	–	–	–	–	–	–
Water Supply Infrastructure		101 179	78 916	78 916	5 769	23 075	26 305	3 231	12.3%	78 916
Dams and Weirs		2 231	2 785	2 785	169	677	928	251	27.1%	2 785
Boreholes		1 675	471	471	35	139	157	17	11.1%	471
Reservoirs		8 791	7 026	7 026	520	2 082	2 342	261	11.1%	7 026
Pump Stations		6 536	4 451	4 451	330	1 319	1 484	165	11.1%	4 451
Water Treatment Works		8 023	6 624	6 624	482	1 926	2 208	282	12.8%	6 624
Bulk Mains		48 217	35 197	35 197	2 577	10 308	11 732	1 425	12.1%	35 197
Distribution		25 626	22 280	22 280	1 650	6 600	7 427	826	11.1%	22 280
Distribution Points		–	–	–	–	–	–	–	–	–
PRV Stations		80	81	81	6	24	27	3	11.1%	81
Capital Spares		–	–	–	–	–	–	–	–	–
Sanitation Infrastructure		2 675	2 231	2 231	165	661	744	83	11.1%	2 231
Pump Station		199	193	193	14	57	64	7	11.1%	193
Reticulation		1 686	1 717	1 717	127	509	572	64	11.1%	1 717
Waste Water Treatment Works		790	322	322	24	95	107	12	11.1%	322
Capital Spares		–	–	–	–	–	–	–	–	–
Solid Waste Infrastructure		–	–	–	–	–	–	–	–	–
Landfill Sites		–	–	–	–	–	–	–	–	–
Rail Infrastructure		–	–	–	–	–	–	–	–	–
Rail Lines		–	–	–	–	–	–	–	–	–
Coastal Infrastructure		–	–	–	–	–	–	–	–	–
Sand Pumps		–	–	–	–	–	–	–	–	–
Information and Communication Infrastructure		–	–	–	–	–	–	–	–	–
Data Centres		–	–	–	–	–	–	–	–	–
Community Assets		1 226	852	852	63	252	284	32	11.1%	852
Community Facilities		1 091	622	622	46	184	207	23	11.1%	622
Markets		344	–	–	–	–	–	–	–	–
Airports		748	622	622	46	184	207	23	11.1%	622
Sport and Recreation Facilities		135	230	230	17	68	77	9	11.1%	230
Outdoor Facilities		135	230	230	17	68	77	9	11.1%	230
Heritage assets		–	–	–	–	–	–	–	–	–
Other Heritage		–	–	–	–	–	–	–	–	–
Investment properties		–	–	–	–	–	–	–	–	–
Revenue Generating		–	–	–	–	–	–	–	–	–
Improved Property		–	–	–	–	–	–	–	–	–
Non-revenue Generating		–	–	–	–	–	–	–	–	–
Unimproved Property		–	–	–	–	–	–	–	–	–
Other assets		1 608	1 366	1 366	101	405	455	51	11.1%	1 366
Operational Buildings		1 608	1 366	1 366	101	405	455	51	11.1%	1 366
Municipal Offices		1 608	1 312	1 312	97	389	437	49	11.1%	1 312
Stores		–	53	53	4	16	18	2	11.1%	53
Housing		–	–	–	–	–	–	–	–	–
Capital Spares		–	–	–	–	–	–	–	–	–
Biological or Cultivated Assets		–	–	–	–	–	–	–	–	–
Biological or Cultivated Assets		–	–	–	–	–	–	–	–	–
Intangible Assets		24	20	20	1	5	7	1	21.8%	20
Servitudes		–	–	–	–	–	–	–	–	–
Licences and Rights		24	20	20	1	5	7	1	21.8%	20
Computer Software and Applications		24	20	20	1	5	7	1	21.8%	20
Computer Equipment		2 791	992	992	73	294	331	37	11.1%	992
Computer Equipment		2 791	992	992	73	294	331	37	11.1%	992
Furniture and Office Equipment		573	575	575	41	165	192	27	14.2%	575
Furniture and Office Equipment		573	575	575	41	165	192	27	14.2%	575
Machinery and Equipment		1 034	368	368	27	109	123	14	11.1%	368
Machinery and Equipment		1 034	368	368	27	109	123	14	11.1%	368
Transport Assets		3 903	5 241	5 241	370	1 479	1 747	268	15.4%	5 241
Transport Assets		3 903	5 241	5 241	370	1 479	1 747	268	15.4%	5 241
Land		–	–	–	–	–	–	–	–	–
Land		–	–	–	–	–	–	–	–	–
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–	–	–
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–	–	–
Living resources		–	–	–	–	–	–	–	–	–
Mature		–	–	–	–	–	–	–	–	–
Policing and Protection		–	–	–	–	–	–	–	–	–
Zoological plants and animals		–	–	–	–	–	–	–	–	–
Immature		–	–	–	–	–	–	–	–	–
Policing and Protection		–	–	–	–	–	–	–	–	–
Zoological plants and animals		–	–	–	–	–	–	–	–	–
Total Depreciation	1	115 013	91 315	91 315	6 667	26 667	30 438	3 772	12.4%	91 315

2.10 OTHER SUPPORTING DOCUMENTS

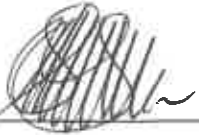
No other financial information outside of information contained in Schedule C is available.

2.11 IN-YEAR REPORT OF MUNICIPAL ENTITIES

The Municipality doesn't have any entities.

2.12 MUNICIPAL MANAGERS QUALITY CERTIFICATION

I, **R.N. Hlongwa**, Municipal Manager of Zululand District Municipality, hereby certify that the Monthly Budget Statement has been prepared in accordance with the Municipal Finance Management Act, and the regulations made under the Act.



Date: 2024/11/14

 R.N. Hlongwa
Municipal Manager
Zululand District Municipality (DC26)