

Quarter 2



Section 52d

2016 – 2017

NEWCASTLE MUNICIPALITY

KZN252

EXTRACT FROM THE MINUTES OF THE SPECIAL MEETING OF THE NEWCASTLE MUNICIPAL COUNCIL, HELD IN THE CONFERENCE ROOM, SHOW HALL, NEWCASTLE ON WEDNESDAY, 2017-01-25 AT 14:00

PRESENT

Councillor	J C N	Khumalo	:	Speaker
Councillor	V V	Bam		
Councillor	L L	Bosman		
Councillor	M V	Buhali		
Councillor	E J C	Cronje		
Councillor	T J C	Danisa		
Councillor	X N M	Dladla		
Councillor	B S	Dlamini		
Councillor	F P	Gama		
Councillor	V F	Hadebe		
Councillor	T S	Hlabisa		
Councillor	A	Khoza		
Councillor	B V	Khumalo		
Councillor	V D	Kubeka		
Councillor	N P	Kunene		
Councillor	C Y	Liu		
Councillor	F A	Malinga		
Councillor	N K	Majozi		
Councillor	N Y	Mbatha		
Councillor	A M	Mbuli		
Councillor	R N	Mdluli		
Councillor	A P	Meiring		
Councillor	S G	Miya		
Councillor	N G	Mnguni		
Councillor	M V	Molefe		
Councillor	H N	Mkhwanazi		
Councillor	T P	Mkhwanazi		
Councillor	M S	Mlangeni		
Councillor	R M	Molelekoa		
Councillor	M V	Mthembu		
Councillor	V P	Mzima		
Councillor	T M	Ndaba		
Councillor	R B	Ndimba		
Councillor	S S	Ndlangamandla		
Councillor	M S	Ndlovu		
Councillor	P F	Ndlovu		
Councillor	M E	Ngcobo		
Councillor	N M	Ngcobo		
Councillor	B C	Ngema		
Councillor	D R	Ngema		
Councillor	D	Ngwenya		
Councillor	C L	Nhlapho		
Councillor	S J	Nhlapho		
Councillor	E M	Nkosi		
Councillor	S N	Nkosi		
Councillor	J B	Nkwanazi		
Councillor	T M	Nzuze		
Councillor	S E	Shabangu		
Councillor	M	Shunmugam		
Councillor	D P	Sibiya		
Councillor	L T	Sikhosane		
Councillor	S L	Stein		
Councillor	G M B	Thwala		
Councillor	S M	Thwala		

(ii)

Councillor	M W	Twala
Councillor Dr	J A	Vorster
Councillor	S A	Yende
Councillor	M F	Zikhali
Councillor	N S	Zulu
Councillor	S Z	Zulu
Councillor	T M	Zulu

ABSENT WITH APOLOGY

Councillor	D X	Dube	:	other commitments
Councillor	D M	Sibilwane	:	other commitments
Councillor	L G	Thwala	:	other commitments
Councillor	A N	Zwane	:	other commitments

ABSENT WITHOUT APOLOGY

Councillor	A A	Coka
Councillor	S J	Zulu

Inkosi	C S	Kubheka	:	Traditional Leader
Inkosi	B S	Radebe	:	Traditional Leader

4.(ii) Section 52(d) : Quarterly report on budget implementation : Reporting standard : Quarter ended 31 December 2016 : (BTO 6/1/1 - 2016/2017)

RESOLVED

- (a) That Council notes the monthly budget statement and any supporting documentation for the period ended 31 December 2016;
- (b) that the Strategic Executive Directors at all times remain within the financial guidelines of the Municipal Finance Management Act;
- (c) that the Strategic Executive Directors commit themselves to maintaining a credible budget target for revenue and expenditure;
- (d) that the Strategic Executive Directors acknowledge the significance of the 2016/2017 approved capital budget as a service delivery barometer.

I, the undersigned, **BHEKANI ERROL MSWANE**, in my capacity as **MUNICIPAL MANAGER** to the Newcastle Municipal Council, hereby certify the above as a true extract from the special minutes of the meeting held on 25 January 2017.


B.E. MSWANE
MUNICIPAL MANAGER

Newcastle

SECTION 52(d):QUARTERLY REPORT ON BUDGET IMPLEMENTATION:
REPORTING STANDARD: QUARTER ENDED 31 DECEMBER 2016: (T 6/1/1-2016/2017):
BUDGET AND TREASURY OFFICE



REPORT TO THE NEWCASTLE MUNICIPAL COUNCIL

File Reference:
Report Number:

Author: M Ndlovu
Designation: Director: Budget and Financial Reporting

FOR CONSIDERATION

1st Level: BTO MANAGEMENT
2nd Level: EXECUTIVE COMMITTEE
3rd Level: COUNCIL

SUBJECT: DECEMBER 2016/17 QUARTERLY SECTION 52(d) REPORT

1. PURPOSE

- 1.1 The purpose of the report is to apprise the council of the Section 52(d) of the Municipal Finance Management Act 56 of 2003 (MFMA) which states that; the mayor must, within 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality. This report is submitted to both the National and Provincial Treasuries through a series of MFMA returns that were designed by the National Treasury.

2. ANNEXURES

- 2.1 uThukela Water Financial Performance report
- 2.2 Financial Reports as at 31 December 2016
 - 2.2.1 Monthly Financial Statements
 - 2.2.2 Employee Costs Expenditure Reconciliation
 - 2.2.3 Grant register
 - 2.2.4 Investment register
 - 2.2.5 Eskom bulk electricity purchases
 - 2.2.6 Bank Reconciliation
 - 2.2.7 Bank Statement
- 2.3 Quality Certificate

3. ANALYSIS OF FINANCIAL RESULTS

In line with Section 28 (1) (2) of the Municipal Finance Management Act, the municipality considered it a necessity to review its budget in order to deal with current financial challenges. The revised budget was approved on 02 December 2016 and was implemented with immediate effect.

The financial analysis comprise of the operating budget performance, capital budget performance, analysis of financial position as well as the cash flows. Major variance and those items with an impact in each of these categories will be discussed in the analysis below.

3.1 Operating budget performance - revenue

3.1.1 The municipality generated a total revenue of R994 541 000 of the revised budget of R1 692 008 000, representing 59%. The variance between the pro-rata revenue budget and the actual revenue accrued for the same period amounts to R8 267 000, representing an over-performance of 1% in revenue generation during the period under review. Reasons which attributed to major variances are explained below:

3.1.2 The municipality generated R17 153 000 (-3%) less revenue from service charges than a pro-rata budget of R530 425 000 for the period under review. The main service charge contributor to the variance is water. The variance is attributable to the delay of putting in place the smart meter restrictors which have resulted in the under collection of this revenue as well as the control of water loss which is still of concern. All other service charges are performing well.

3.1.3 The municipality generated R870 000 (-43%) less revenue from interest on investments than a pro-rata budget of R2 000 000 for the period under review. During the course of the year the municipality withdrew some investments, which have impacted this variance, however the municipal has currently made additional investments which will therefore reflect an improved return on interest investments going forward.

3.1.4 The municipality generated R462 000 (2%) less revenue from sundry revenue than a pro-rata budget of R20 199 000 for the period under review. The attributors to this variance are fines with the under collection of (-64%) which need to be addressed.

3.2 Operating performance - expenditure

3.2.1 The municipality spent the total expenditure of R1 035 205 000 of the revised budget of R1 872 487 000, representing 55 percent, which is within the required threshold. This is attributable to budget control measures which have been implemented to control over expenditure. The variance between the pro-rata expenditure budget and the actual expenditure incurred for the same period amounts to R98 961 000, which includes non-cash items as explained below:

3.2.2 As mentioned above the main attributor of the expenditure are non-cash items which are debt impairment and depreciation, these are accounting items, which are required to be reflected on the financial performance. The municipality spent R55 550 000 (82%) more than the pro rata budget of R30 503 000 during the period under review. Furthermore the municipality spent R215 593 000 (31%) more on depreciation and asset impairment than a pro-rata budget of R165 060 000 during the period under review. It must be noted that even

though council approved the revised budget a reference to Auditor General's recommendation to revalue the value of the assets with a different valuation methodology, such will be finalised in the adjustment budget in February 2017.

- 3.2.3 The municipality spent R4 660 000 (10%) more on transfers and grants than a pro-rata budget of R126 766 000 during the period under review. This item relates to expenditure on indigent subsidy and is based on the rate at which the number of indigents being subsidised by the municipality is growing. The variance is therefore attributable to additional indigent applications which have been approved and were not anticipated when the budget was approved.
- 3.2.4 The municipality spent R26 761 000 (15%) more on other general expenses than a pro-rata budget of R176 139 000 during the period under review. The main attributor of this variance are consultants, which at a later stage should be ceased as advised by circular 82 of the MFMA.

3.3 Capital budget performance

Capital expenditure for the quarter amounted to R78 693 000, which represents 30% of the revised total capital budget of R260 589 000. Comparison between the pro rata budget of R130 294 000 and actual expenditure for the period reflects an under expenditure of (R51 601 000) which implies that the municipality spent 40% less than the budget for the same period. The under expenditure is attributed to management's decision to delay most of the projects that were funded through the external loan. Management, in consultation with the Executive Committee has since taken a view that it will not be in best interest of the municipality to continue with the loan application. As a result, the municipality has scrapped some of the projects which were to be financed by the external loan.

As at the end of the second quarter, the capital expenditure per department is reflected as follows:

Corporate Service	R 1 million
Community Services	R 3.2 million
Budget and Treasury Office	R 44 thousand
Municipal Manager	R 0
Development Planning and Human Settlements	R 10.2 million
Technical Services	R 60.8 million
Electrical & Mechanical Services	R 3.2 million

3.4 Financial position

- 3.4.1 As at end the second quarter of the financial year, the municipality seem to be showing a favourable equity position, which a net effect of R7.3 billion. While this picture looks good, it is however important to point out major contributors to such a favourable equity position, being consumer debtors and the property plant and equipment (assets), which cannot instantly be converted into cash. The following provides a closer look on some of critical financial position items:
- 3.4.2 The municipality's debtors as reflected in table SC3 has slightly increased by R48 855 000 and by the end of the quarter, the total debtors amounted to R946 160 000. The bulk of

this amount (R847 159 000) is debt owing for more than 90 days, while R741 460 000 of the total debt is owed by households. It must be noted that the total figure of debtors is inclusive of indigent. The office of the municipal manager has convened a Revenue Income Task Team which is mandated to devise strategies of dealing with the escalating debt and there by address or improve cash flow. It is however fair to state that at this stage the majority of debtors is not collectable.

- 3.4.3 Property Plant and Equipment (Assets) comprise of R7.1 billion of the total assets of R8.3 billion as reflected in table C6. These assets comprise of roads community assets, water and infrastructure, electricity infrastructure and other plants and equipment which the municipality has acquired for service delivery and for its own use. Service delivery of the municipal is majored by its ability to provide these services to communities. It is however important to note that the majority of these assets may not be easily converted to cash and cash equivalent.
- 3.4.4 An amount of R346 million included in assets represents investment in uThukela Water since the municipality is the shareholder. This also cannot be converted into cash instantly, however its represents the value of the interest of the municipality with the entity.
- 3.4.5 The municipality closed with a balance of cash and cash equivalent of R52 597 000 as at the end of the second quarter. The balance comprise of call investments of R44 million and the cash balance of R8.2 million. While the municipality was still expecting collections from billing of debtors at the end of the month, this cash position however indicate that the municipality is experiencing cash flow problems to meets its short term obligations and to cover its conditional grants. This will be elaborated in the analysis of liabilities below.
- 3.4.5.1 The municipality had a total loan liability of R457.3 million as at the end of the quarter of the financial year. R23.4 million of this loan is repayable before the end of the financial year. It will be critical that cash reserves be put aside in order to meet this financial obligation.
- 3.4.5.2 As at the end of December 2016, the municipality had trade creditors amounting to R88 986 million. Important to note is the fact that cash and cash equivalents of R52.5 million as reflected in 3.4.4 above was not adequate to honour these creditors, however one needs to take cognisance that receipts from billing of the month of December 2016 had not yet been received at the end of December 2016.
- 3.4.5.3 As at the end of December 2016, the municipality had unspent conditional grants amounting to R104.2 million. It will be important that expenditure on conditional grants is fast-tracked in line with their conditions so that the municipality does not loose such grants to National Treasury at the end of the financial year. The balance of cash and cash equivalent of R52.5 million also indicates that conditional grants are not fully cash-backed. The municipality is currently working on a plan to ensure that all grant invested on separate account.

3.5 Cash flow analysis

- 3.5.1 The municipality opened with a cash and cash equivalent balance of R44.5 million at the beginning of the financial year. As at the end of the second quarter of the financial year, the municipality had a cash balance of R52.5 million, representing a cash increase of R8 024 000.

As reflected in table C7, the movement of cash over the two quarters is attributable to the following cash movements:

- 3.5.2 Cash flows from operating activities yielded a net cash inflow of R117.2 million as result of receipts from services charges, property rates, government grants as well as other sundry receipts. This net cash inflows was after the municipality paid its suppliers for services rendered, remunerated its employees and paid the portion of the outstanding interest on loans.
- 3.5.3 Cash flows from investing activities had a cash outflow of R78.6 million. This was the actual cash used by the municipality to implement its capital budget over the past six months.
- 3.5.4 Cash flows from financing activities had a cash outflow of R30.5 million. This relates to the cash paid by the municipality to repay a portion of its long term loan.

4. CONCLUSION

The municipality has approved its revised budget to deal with issues as raised by Provincial Treasury, however there will still be a need for the adjustment budget in February to deal with reducing our deficit and other concerns. A unity between other departments with the budget and treasury office is required in order to curb expenditure on the budget.

Furthermore, the municipality need to explore and implement effective credit control measures in order to strengthen its cash base, especially from individual consumers. Other revenue enhancement strategies over and above those currently yielding revenue will have to be explored with a view to widen the revenue and cash base as these seem to be the solution to turn the situation around.

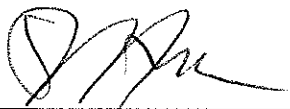
5. RECOMMENDATION

IT IS RECOMMENDED THAT:

- 5.1.1 Council notes the monthly budget statement and any supporting documentation for the period ended 31 December 2016
- 5.1.2 The Strategic Executive Directors at all times remain within the financial guidelines of the Municipal Finance Management Act;
- 5.1.3 The Strategic Executive Directors commit themselves to maintaining a credible budget target for revenue and expenditure;
- 5.1.4 The Strategic Executive Directors acknowledge the significance of the 2016/2017 revised capital budget as a service delivery barometer, and ensures that grants are fully spend for intended purposes.

SECTION 52(d):QUARTERLY REPORT ON BUDGET IMPLEMENTATION:
REPORTING STANDARD: QUARTER ENDED 31 DECEMBER 2016: (T 6/1/1-
2016/2017): BUDGET AND TREASURY OFFICE

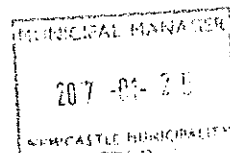
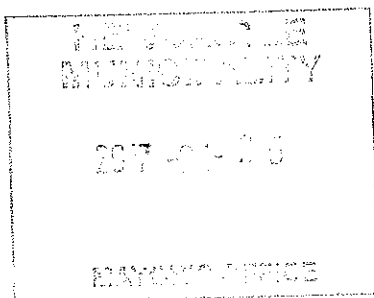
6. SUBMITTED BY:



Acting Strategic Executive Director:
Budget and Treasury Office
Mr S.M Nkosi
E-mail: sisho.nkosi@newcastle.gov.za

Finance Portfolio Councillor
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Municipal Manager
Mr. B. E Mswane
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KZN252 Newcastle - Contact Information
A. GENERAL INFORMATION

Municipality	KZN252 Newcastle
Grade	Grade 4
Province	Kwazulu-Natal
Web Address	www.newcastle.gov.za
e-mail Address	mm.newcastle.gov.za

Set name on 'Instructions' sheet

1 Grade in terms of the Remuneration of Public Office Bearers Act.

B. CONTACT INFORMATION

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C. POLITICAL LEADERSHIP

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Secretary/PA to the Speaker:	
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Deputy Mayor/Executive Mayor:	
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D. MANAGEMENT LEADERSHIP

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Secretary/PA to the Municipal Manager:	
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Chief Financial Officer	
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Official responsible for submitting financial information	
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Official responsible for submitting financial information	
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Cell number	
Fax number	(034) 328 7800
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Official responsible for submitting financial information	
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KZN252 Newcastle - Table C1 Monthly Budget Statement Summary - Q2 Second Quarter

Description	2015/16	Budget Year 2016/17							
	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	214,714	256,072	256,072	22,071	138,254	128,036	10,218	8%	256,072
Service charges	914,751	1,083,994	1,060,850	85,666	513,272	530,425	(17,153)	-3%	1,060,850
Investment revenue	12,517	4,000	4,000	216	1,130	2,000	(870)	-43%	4,000
Transfers recognised - operational	467,502	325,438	330,688	118,608	322,148	322,148	—	—	330,688
Other own revenue	37,571	40,170	40,398	2,612	19,737	20,199	(462)	-2%	40,398
Total Revenue (excluding capital transfers and contributions)	1,647,055	1,709,674	1,692,008	229,173	994,541	1,002,808	(8,267)	-1%	1,692,008
Employee costs	489,601	476,620	464,905	40,229	233,790	232,453	1,337	1%	464,905
Remuneration of Councillors	18,453	21,023	21,055	1,498	9,815	10,527	(712)	-7%	21,055
Depreciation & asset impairment	456,741	330,121	330,121	66,696	215,593	165,060	50,532	31%	330,121
Finance charges	66,141	61,899	50,312	4,194	25,582	25,156	425	2%	50,312
Materials and bulk purchases	515,969	581,035	557,718	79,298	294,817	278,859	15,958	6%	557,718
Transfers and grants	90,764	96,098	96,098	8,962	52,709	48,049	4,660	10%	96,098
Other expenditure	900,750	388,935	352,278	24,955	202,900	176,139	26,761	15%	352,278
Total Expenditure	2,538,418	1,955,731	1,872,487	225,831	1,035,205	936,244	98,961	11%	1,872,487
Surplus/(Deficit)	(891,364)	(246,057)	(180,479)	3,342	(40,664)	66,565	(107,228)	-161%	(180,479)
Transfers recognised - capital	—	—	—	—	—	—	—	—	—
Contributions & Contributed assets	—	—	—	—	—	—	—	—	—
Surplus/(Deficit) after capital transfers & contributions	(891,364)	(246,057)	(180,479)	3,342	(40,664)	66,565	(107,228)	-161%	(180,479)
Share of surplus/ (deficit) of associate	—	—	—	—	—	—	—	—	—
Surplus/ (Deficit) for the year	(891,364)	(246,057)	(180,479)	3,342	(40,664)	66,565	(107,228)	-161%	(180,479)
Capital expenditure & funds sources									
Capital expenditure	297,936	275,667	260,589	11,687	78,693	130,294	(51,601)	-40%	260,589
Capital transfers recognised	132,181	185,150	215,197	9,187	73,466	107,599	(34,133)	-32%	215,197
Public contributions & donations	—	—	—	—	—	—	—	—	—
Borrowing	76,535	90,517	—	—	—	—	—	—	—
Internally generated funds	89,221	—	45,391	2,501	5,227	22,696	(17,468)	-77%	45,391
Total sources of capital funds	297,936	275,667	260,589	11,687	78,693	130,294	(51,601)	-40%	260,589
Financial position									
Total current assets	817,098	611,816	507,972		560,258				507,972
Total non current assets	8,303,445	4,620,712	7,814,976		7,787,801				7,814,976
Total current liabilities	439,749	184,956	342,888		433,813				342,888
Total non current liabilities	605,419	676,044	606,122		580,884				606,122
Community wealth/Equity	8,075,375	4,371,528	7,373,938		7,333,362				7,373,938
Cash flows									
Net cash from (used) operating	24,166	215,539	235,452	—	117,260	117,260	0	0%	235,452
Net cash from (used) investing	(308,750)	(273,623)	(206,458)	—	(78,693)	(78,693)	—	—	(206,458)
Net cash from (used) financing	(11,656)	59,457	(27,671)	—	(30,543)	(30,543)	—	—	(27,671)
Cash/cash equivalents at the month/year end	44,573	40,554	45,895	—	52,597	52,597	0	0%	45,895
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	43,352	32,054	23,596	22,244	20,849	22,829	18,801	762,436	946,160
Creditors Age Analysis									
Total Creditors	88,217	318	125	78	—	—	240	8	88,986

KZN252 Newcastle - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - Q2 Second Quarter

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Standard										
Governance and administration		272,895	360,756	360,984	48,472	208,882	180,492	28,390	16%	360,984
Executive and council		16,258	13,210	13,210	1,388	4,684	6,605	(1,920)	-29%	13,210
Budget and treasury office		201,988	291,002	291,230	29,094	163,666	145,615	18,051	12%	291,230
Corporate services		54,649	56,544	56,544	17,990	40,532	28,272	12,260	43%	56,544
Community and public safety		45,671	25,616	25,616	2,023	9,465	12,808	(3,343)	-26%	25,616
Community and social services		28,988	7,058	7,058	1,050	3,739	3,529	210	6%	7,058
Sport and recreation		1,125	417	417	34	153	208	(56)	-27%	417
Public safety		5,122	7,557	7,557	204	1,355	3,779	(2,423)	-64%	7,557
Housing		10,404	10,557	10,557	734	4,188	5,278	(1,090)	-21%	10,557
Health		33	28	28	1	30	14	16	114%	28
Economic and environmental services		60,361	5,001	5,001	8,972	47,299	2,501	44,799	1792%	5,001
Planning and development		14,560	666	666	1,077	11,624	333	11,292	3393%	666
Road transport		45,801	4,336	4,336	7,896	35,675	2,168	33,507	1546%	4,336
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		1,267,999	1,318,136	1,300,242	169,696	728,820	788,501	(59,681)	-8%	1,300,242
Electricity		688,435	771,359	748,215	76,786	388,756	443,297	(54,542)	-12%	748,215
Water		294,234	247,149	252,399	39,841	163,184	195,390	(32,206)	-16%	252,399
Waste water management		177,916	186,113	186,113	36,112	113,161	93,057	20,105	22%	186,113
Waste management		107,414	113,515	113,515	16,958	63,719	56,757	6,962	12%	113,515
Other	4	130	164	164	10	75	82	(7)	-9%	164
Total Revenue - Standard	2	1,647,055	1,709,674	1,692,008	229,173	994,541	984,384	10,157	1%	1,692,008
Expenditure - Standard										
Governance and administration		187,373	332,329	317,913	27,315	204,731	158,956	45,775	29%	317,913
Executive and council		(47,541)	90,786	88,106	7,712	43,305	44,053	(748)	-2%	88,106
Budget and treasury office		168,462	161,526	169,851	15,279	132,122	84,925	47,196	56%	169,851
Corporate services		66,452	80,017	59,956	4,323	29,305	29,978	(673)	-2%	59,956
Community and public safety		254,047	253,527	239,071	17,131	122,586	119,536	3,051	3%	239,071
Community and social services		86,904	90,729	84,174	5,304	43,930	42,087	1,843	4%	84,174
Sport and recreation		58,257	63,316	63,316	5,300	29,026	31,658	(2,632)	-8%	63,316
Public safety		73,462	69,346	62,817	5,324	34,190	31,408	2,781	9%	62,817
Housing		31,257	26,104	24,652	880	13,473	12,326	1,147	9%	24,652
Health		4,166	4,032	4,113	323	1,968	2,057	(89)	-4%	4,113
Economic and environmental services		390,394	408,940	380,033	77,830	234,877	190,016	44,860	24%	380,033
Planning and development		31,279	31,183	26,100	2,232	11,738	13,050	(1,312)	-10%	26,100
Road transport		358,988	377,616	353,800	75,593	223,096	176,900	46,196	26%	353,800
Environmental protection		128	141	133	4	43	67	(24)	-35%	133
Trading services		1,705,618	960,137	934,675	103,549	472,968	467,337	5,630	1%	934,675
Electricity		706,916	562,521	561,615	74,476	305,883	280,807	25,075	9%	561,615
Water		860,238	261,534	242,065	18,954	108,167	121,033	(12,865)	-11%	242,065
Waste water management		37,433	32,248	32,049	2,151	15,086	16,025	(939)	-6%	32,049
Waste management		101,031	103,835	98,946	7,968	43,832	49,473	(5,641)	-11%	98,946
Other		986	799	796	7	43	398	(355)	-89%	796
Total Expenditure - Standard	3	2,538,418	1,955,731	1,872,487	225,831	1,035,205	936,244	98,961	11%	1,872,487
Surplus/ (Deficit) for the year		(891,363)	(246,057)	(180,479)	3,342	(40,664)	48,140	(88,804)	-184%	(180,479)

KZN252 Newcastle - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - Q2 Second Quarter

[illegible]

Forestry										
Markets							-			
Total Revenue - Standard	2	1,647,055	1,709,674	1,692,008	229,173	994,541	984,384	10,157	0	1,692,008
Expenditure - Standard										
Municipal governance and administration		187,373	332,329	317,913	27,315	204,731	158,956	45,775	0	317,913
Executive and council		(47,541)	90,786	88,106	7,712	43,305	44,053	(748)	(0)	88,106
Mayor and Council		(99,256)	43,398	46,506	1,693	21,212	23,253	(2,040)	(0)	46,506
Municipal Manager		51,714	47,387	41,600	5,820	22,092	20,800	1,292	0	41,600
Budget and treasury office		168,462	161,526	169,851	15,279	132,122	84,925	47,196	0	169,851
Corporate services		66,452	80,017	59,956	4,323	29,305	29,978	(673)	(0)	59,956
Human Resources		18,063	25,942	21,085	1,625	8,171	10,543	(2,372)	(0)	21,085
Information Technology		16,893	16,636	16,578	970	8,385	8,289	97	0	16,578
Property Services		14,423	11,740	8,205	444	4,699	4,103	596	0	8,205
Other Admin		17,073	25,699	14,088	1,285	8,050	7,044	1,006	0	14,088
Community and public safety		254,047	253,527	239,071	17,131	122,586	119,536	3,051	0	239,071
Community and social services		86,904	90,729	84,174	5,304	43,930	42,087	1,843	0	84,174
Libraries and Archives		14,470	22,260	19,705	1,222	7,583	9,853	(2,270)	(0)	19,705
Museums & Art Galleries etc		2,004	2,560	2,798	166	982	1,399	(417)	(0)	2,798
Community halls and Facilities		4,712	4,767	5,254	323	2,704	2,627	77	0	5,254
Cemeteries & Crematoriums		2,799	3,306	3,807	425	1,510	1,904	(394)	(0)	3,807
Child Care		-	-	-	-	-	-	-	-	-
Aged Care		-	-	-	-	-	-	-	-	-
Other Community		62,918	57,845	52,609	3,167	31,151	26,304	4,847	0	52,609
Other Social		-	-	-	-	-	-	-	-	-
Sport and recreation		58,257	63,316	63,316	5,300	29,026	31,658	(2,632)	(0)	63,316
Public safety		73,462	69,346	62,817	5,324	34,190	31,408	2,781	0	62,817
Police		-	-	-	-	-	-	-	-	-
Fire		30,406	31,512	29,427	2,636	14,354	14,714	(359)	(0)	29,427
Civil Defence		924	862	812	103	763	406	357	0	812
Street Lighting		24,596	9,288	7,901	493	7,414	3,951	3,463	0	7,901
Other		17,536	27,684	24,676	2,092	11,659	12,338	(679)	(0)	24,676
Housing		31,257	26,104	24,652	880	13,473	12,326	1,147	0	24,652
Health		4,166	4,032	4,113	323	1,968	2,057	(89)	(0)	4,113
Clinics		948	801	874	68	432	437	(5)	(0)	874
Ambulance		-	-	-	-	-	-	-	-	-
Other		3,218	3,231	3,239	255	1,536	1,620	(84)	(0)	3,239
Economic and environmental services		390,394	408,940	380,033	77,830	234,877	190,016	44,860	0	380,033
Planning and development		31,279	31,183	26,100	2,232	11,738	13,050	(1,312)	(0)	26,100
Economic Development/Planning		14,044	9,778	9,795	907	3,843	4,897	(1,054)	(0)	9,795
Town Planning/Building enforcement		16,435	20,331	15,231	1,264	7,498	7,615	(117)	(0)	15,231
Licensing & Regulation		800	1,074	1,074	61	397	537	(141)	(0)	1,074
Road transport		358,988	377,616	353,800	75,593	223,096	176,900	46,196	0	353,800
Roads		357,578	375,812	352,095	75,555	222,144	176,048	46,096	0	352,095
Public Buses		-	-	-	-	-	-	-	-	-
Parking Garages		356	393	370	24	181	185	(4)	(0)	370
Vehicle Licensing and Testing		-	-	-	-	-	-	-	-	-
Other		1,053	1,410	1,335	15	771	667	104	0	1,335
Environmental protection		128	141	133	4	43	67	(24)	(0)	133
Pollution Control		-	-	-	-	-	-	-	-	-
Biodiversity & Landscape		128	141	133	4	43	67	(24)	(0)	133
Other		-	-	-	-	-	-	-	-	-
Trading services		1,705,618	960,137	934,675	103,549	472,968	467,337	5,630	0	934,675
Electricity		706,916	562,521	561,615	74,476	305,883	280,807	25,075	0	561,615
Electricity Distribution		706,916	562,521	561,615	74,476	305,883	280,807	25,075	0	561,615
Electricity Generation		-	-	-	-	-	-	-	-	-
Water		860,238	261,534	242,065	18,954	108,167	121,033	(12,865)	(0)	242,065
Water Distribution		860,238	261,534	242,065	18,954	108,167	121,033	(12,865)	(0)	242,065
Water Storage		-	-	-	-	-	-	-	-	-
Waste water management		37,433	32,248	32,049	2,151	15,086	16,025	(939)	(0)	32,049
Sewerage		35,319	29,863	29,863	1,975	14,012	14,932	(919)	(0)	29,863
Storm Water Management		-	-	-	-	-	-	-	-	-
Public Toilets		2,114	2,384	2,186	177	1,074	1,093	(20)	(0)	2,186
Waste management		101,031	103,835	98,946	7,968	43,832	49,473	(5,641)	(0)	98,946
Solid Waste		101,031	103,835	98,946	7,968	43,832	49,473	(5,641)	(0)	98,946
Other		986	799	796	7	43	398	(355)	(0)	796
Air Transport		986	799	796	7	43	398	(355)	(0)	796
Abattoirs		-	-	-	-	-	-	-	-	-
Tourism		-	-	-	-	-	-	-	-	-
Forestry		-	-	-	-	-	-	-	-	-

Markets		2023	2022	2021	2020	2019	2018	2017	2016	
Total Expenditure - Standard	3	2,536,418	1,955,731	1,872,487	225,831	1,035,205	936,244	98,961	0	1,872,487
Surplus/ (Deficit) for the year		(891,363)	(246,057)	(180,479)	3,342	(40,664)	48,140	(88,804)	(0)	(180,479)

1. Government Finance Statistics Functions and Sub-functions are standardised to assist national and international accounts and comparison
2. Total Revenue by Standard Classification must reconcile to total operating revenue shown in Financial Performance (revenue and expenditure)
3. Total Expenditure by Standard Classification must reconcile to total operating expenditure shown in Financial Performance (revenue and expenditure)
4. All amounts must be classified under a Standard (modified GFS) classification. The GFS function 'Other' is only for Abattoirs, Air Transport, Markets and Tourism - and if used must be supported by footnotes. Nothing

KZN252 Newcastle - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Q2 Second Quarter

Vote Description	Ref	2015/16	Budget Year 2016/17							
		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 1 - CORPORATE SERVICES		70,656	69,754	69,754	19,378	45,216	34,877	10,339	29.6%	69,754
Vote 2 - COMMUNITY SERVICES		143,982	129,317	129,317	18,310	69,656	64,658	4,998	7.7%	129,317
Vote 3 - BUDGET AND TREASURY		201,988	291,002	291,230	29,094	163,666	145,615	18,051	12.4%	291,230
Vote 4 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENT		25,094	11,387	11,387	1,820	15,888	5,693	10,194	179.1%	11,387
Vote 6 - TECHNICAL SERVICES		516,649	436,856	442,106	83,785	311,360	290,243	21,117	7.3%	442,106
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		688,686	771,359	748,215	76,786	388,756	443,297	(54,542)	-12.3%	748,215
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	1,647,055	1,709,674	1,692,008	229,173	994,541	984,384	10,157	1.0%	1,692,008
Expenditure by Vote	1									
Vote 1 - CORPORATE SERVICES		730,586	86,215	69,450	4,509	34,124	34,725	(601)	-1.7%	69,450
Vote 2 - COMMUNITY SERVICES		309,225	326,605	306,035	23,942	147,029	153,017	(5,988)	-3.9%	306,035
Vote 3 - BUDGET AND TREASURY		168,462	161,526	169,717	15,279	131,492	84,859	46,634	55.0%	169,717
Vote 4 - MUNICIPAL MANAGER		84,830	72,511	72,544	6,789	34,281	36,272	(1,991)	-5.5%	72,544
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENT		63,522	58,086	51,547	3,120	25,254	25,774	(520)	-2.0%	51,547
Vote 6 - TECHNICAL SERVICES		625,444	678,979	633,678	97,225	349,100	316,839	32,261	10.2%	633,678
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		556,350	571,809	569,516	74,968	313,925	284,758	29,167	10.2%	569,516
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	2,538,418	1,955,731	1,872,487	225,831	1,035,205	936,244	98,961	10.6%	1,872,487
Surplus/ (Deficit) for the year	2	(891,363)	(246,057)	(180,479)	3,342	(40,664)	48,140	(88,804)	-184.5%	(180,479)

KZN252 Newcastle - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - A - Q2 Second Quarter

Vote Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote	1									
Vote 1 - CORPORATE SERVICES		70,656	69,754	69,754	19,378	45,216	34,877	10,339	30%	69,754
1.1-Administration		69,991	67,254	67,254	19,378	45,216	33,627	11,589	34%	67,254
1.2-Human Resources		665	2,500	2,500	-	-	1,250	(1,250)	-100%	2,500
Vote 2 - COMMUNITY SERVICES		143,982	129,317	129,317	18,310	69,656	64,658	4,998	8%	129,317
2.1-Culture and Amenities		13,236	7,475	7,475	1,084	3,887	3,737	150	4%	7,475
2.2-Community Services		130,747	121,842	121,842	17,226	65,769	60,921	4,848	8%	121,842
Vote 3 - BUDGET AND TREASURY		201,988	291,002	291,230	29,094	163,666	145,615	18,051	12%	291,230
3.1 - Financial Services		201,988	291,002	291,230	29,094	163,666	145,615	18,051	12%	291,230
3.2 - Data Processing										
3.3 - Supply Chain Unit										
Vote 4 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
4.1 - Municipal Manager										
4.2 - Internal Audit Unit										
4.3 - Integrated Development Planning										
4.4 - Legal Services										
4.5 - Mayoral Office										
4.6 - Public Relations Office										
4.7 - Governance										
4.8 - Performance Management										
4.9 - Information Technology										
4.10 - Risk Management										
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENTS		25,094	11,387	11,387	1,820	15,888	5,693	10,194	179%	11,387
5.1 - Economic Development		3,825	197	197	12	9,448	89	9,349	9475%	197
5.2 - Housing and Land		10,404	10,557	10,557	734	4,188	5,278	(1,090)	-21%	10,557
5.3 - Town Planning		10,865	633	633	1,075	2,251	316	1,935	612%	633
Vote 6 - TECHNICAL SERVICES		516,649	436,856	442,106	83,785	311,360	290,243	21,117	7%	442,106
6.1 - Civil Services		44,533	3,593	3,593	7,832	35,014	1,797	33,218	1849%	3,593
6.2 - Water and Sanitation Services		472,116	433,263	438,513	75,953	276,345	288,446	(12,101)	-4%	438,513
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		688,686	771,359	748,215	76,786	388,756	443,297	(54,542)	-12%	748,215
7.1 - Electrical Services		688,686	771,359	748,215	76,786	388,756	443,297	(54,542)	-12%	748,215

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KZN252 Newcastle - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q2 Second Quarter

Description		Ref	2015/16	Budget Year 2016/17							
			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands											
Revenue By Source											
Property rates			214,714	256,072	256,072	22,071	138,254	128,036	10,218	8%	256,072
Property rates - penalties & collection charges					-			-			-
Service charges - electricity revenue			638,731	712,968	689,824	57,776	344,126	344,912	(786)	0%	689,824
Service charges - water revenue			144,962	184,732	184,732	12,532	77,251	92,366	(15,115)	-16%	184,732
Service charges - sanitation revenue			76,454	102,873	102,873	8,422	50,742	51,436	(694)	-1%	102,873
Service charges - refuse revenue			54,603	83,421	83,421	6,936	41,153	41,711	(558)	-1%	83,421
Service charges - other					-		-	-			-
Rental of facilities and equipment			7,918	7,326	7,326	598	3,627	3,663	(36)	-1%	7,326
Interest earned - external investments			12,517	4,000	4,000	216	1,130	2,000	(870)	-43%	4,000
Interest earned - outstanding debtors			7,156	6,099	6,099	986	5,619	3,050	2,569	84%	6,099
Dividends received					-			-			-
Fines			5,206	7,660	7,660	205	1,366	3,830	(2,464)	-64%	7,660
Licences and permits				12	12	1	5	6	(1)	-17%	12
Agency services					-			-			-
Transfers recognised - operational			467,502	325,438	330,688	118,608	322,148	322,148	-		330,688
Other revenue			16,522	19,072	19,300	823	9,120	9,650	(530)	-5%	19,300
Gains on disposal of PPE			770		-			-			-
Total Revenue (excluding capital transfers and contributions)			1,647,055	1,709,674	1,692,008	229,173	994,541	1,002,808	(8,267)	-1%	1,692,008
Expenditure By Type											
Employee related costs			489,601	476,620	464,905	40,229	233,790	232,453	1,337	1%	464,905
Remuneration of councillors			18,453	21,023	21,055	1,498	9,815	10,527	(712)	-7%	21,055
Debt impairment			542,783	61,007	61,007	2,611	55,550	30,503	25,047	82%	61,007
Depreciation & asset impairment			456,741	330,121	330,121	66,696	215,593	165,060	50,532	31%	330,121
Finance charges			66,141	61,899	50,312	4,194	25,582	25,156	425	2%	50,312
Bulk purchases			513,530	577,973	553,162	78,914	292,892	276,581	16,310	6%	553,162
Other materials			2,438	3,061	4,556	384	1,925	2,278	(353)	-15%	4,556
Contracted services			84,691	52,490	37,739	3,771	24,889	18,870	6,020	32%	37,739
Transfers and grants			90,764	96,098	96,098	8,962	52,709	48,049	4,660	10%	96,098
Other expenditure			269,804	275,438	253,532	18,572	122,461	126,766	(4,305)	-3%	253,532
Loss on disposal of PPE			3,472					-			-
Total Expenditure			2,538,418	1,955,731	1,872,487	225,831	1,035,205	936,244	98,961	11%	1,872,487
Surplus/(Deficit)			(891,364)	(246,057)	(180,479)	3,342	(40,664)	66,565	(107,228)	(0)	(180,479)
Transfers recognised - capital									-		
Contributions recognised - capital									-		
Contributed assets									-		
Surplus/(Deficit) after capital transfers & contributions			(891,364)	(246,057)	(180,479)	3,342	(40,664)	66,565			(180,479)
Taxation									-		
plus/(Deficit) after taxation			(891,364)	(246,057)	(180,479)	3,342	(40,664)	66,565			(180,479)
Attributable to minorities											
Surplus/(Deficit) attributable to municipality			(891,364)	(246,057)	(180,479)	3,342	(40,664)	66,565			(180,479)
Share of surplus/ (deficit) of associate											
Surplus/ (Deficit) for the year			(891,364)	(246,057)	(180,479)	3,342	(40,664)	66,565			(180,479)

KZN252 Newcastle - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - Q2 Second Quarter

Vote Description		Ref	2015/16	Budget Year 2016/17							
			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		1									
Multi-Year expenditure appropriation		2									
Vote 1 - CORPORATE SERVICES			-	-	-	-	-	-	-	-	-
Vote 2 - COMMUNITY SERVICES			-	-	-	-	-	-	-	-	-
Vote 3 - BUDGET AND TREASURY			-	-	-	-	-	-	-	-	-
Vote 4 - MUNICIPAL MANAGER			-	-	-	-	-	-	-	-	-
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENTS			-	-	-	-	-	-	-	-	-
Vote 6 - TECHNICAL SERVICES			-	-	-	-	-	-	-	-	-
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES			-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]			-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]			-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]			-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]			-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]			-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]			-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]			-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]			-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure		4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation		2									
Vote 1 - CORPORATE SERVICES			47,141	17,604	5,086	-	1,028	2,533	(1,505)	-59%	5,066
Vote 2 - COMMUNITY SERVICES			22,464	31,161	17,667	492	3,284	8,834	(5,549)	-63%	17,667
Vote 3 - BUDGET AND TREASURY			14,280	943	821	30	44	410	(366)	-89%	821
Vote 4 - MUNICIPAL MANAGER			-	2,824	2,824	-	-	1,412	(1,412)	-100%	2,824
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENTS			121	32,772	57,299	4,835	10,232	28,650	(18,418)	-64%	57,299
Vote 6 - TECHNICAL SERVICES			162,646	175,427	166,199	6,048	60,833	83,100	(22,267)	-27%	166,199
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES			31,284	14,936	10,712	283	3,272	5,356	(2,084)	-39%	10,712
Vote 8 - [NAME OF VOTE 8]			-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]			-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]			-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]			-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]			-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]			-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]			-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]			-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure		4	297,936	275,667	260,589	11,687	78,693	130,294	(51,601)	-40%	260,589
Total Capital Expenditure			297,936	275,667	260,589	11,687	78,693	130,294	(51,601)	-40%	260,589
Capital Expenditure - Standard Classification											
Governance and administration			71,570	21,371	8,711	30	1,104	4,355	(3,251)	-75%	8,711
Executive and council			47,141	17,604	5,086	-	1,028	2,533	(1,505)	-59%	5,066
Budget and treasury office			21,067	943	821	30	44	410	(366)	-89%	821
Corporate services			3,362	2,824	2,824	-	32	1,412	(1,380)	-98%	2,824
Community and public safety			19,760	25,213	17,009	492	2,926	8,505	(5,578)	-66%	17,009
Community and social services			15,677	7,933	14,047	492	1,515	7,024	(5,509)	-78%	14,047
Sport and recreation			4,083	18,225	2,800	-	1,363	1,400	(37)	-3%	2,800
Public safety			-	827	162	-	48	81	(33)	-41%	162
Housing			-	100	-	-	-	-	-	-	-
Health			-	129	-	-	-	-	-	-	-
Economic and environmental services			113,117	109,904	132,464	10,130	44,957	66,232	(21,275)	-32%	132,464
Planning and development			2,541	32,672	57,299	4,835	10,232	28,650	(18,418)	-64%	57,299
Road transport			110,576	77,231	75,165	5,295	34,725	37,582	(2,857)	-8%	75,165
Environmental protection			-	-	-	-	-	-	-	-	-
Trading services			93,489	119,179	102,405	1,036	29,705	51,202	(21,497)	-42%	102,405
Electricity			31,284	14,936	10,712	283	3,272	5,356	(2,084)	-39%	10,712
Water			34,800	98,196	91,034	753	26,075	45,517	(19,442)	-43%	91,034
Waste water management			27,404	6,047	658	-	358	320	29	9%	658
Waste management			-	-	-	-	-	-	-	-	-
Other			-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard Classification		3	297,936	275,667	260,589	11,687	78,693	130,294	(51,601)	-40%	260,589
Funded by:											
National Government			132,181	185,150	215,197	9,187	73,466	107,599	(34,133)	-32%	215,197
Provincial Government			-	-	-	-	-	-	-	-	-
District Municipality			-	-	-	-	-	-	-	-	-
Other transfers and grants			-	-	-	-	-	-	-	-	-
Transfers recognised - capital			132,181	185,150	215,197	9,187	73,466	107,599	(34,133)	-32%	215,197
Public contributions & donations		5	-	-	-	-	-	-	-	-	-
Borrowing		6	76,535	90,517	-	-	-	-	-	-	-
Internally generated funds			89,221	-	45,391	2,501	5,227	22,896	(17,668)	-77%	45,391
Total Capital Funding			297,936	275,667	260,589	11,687	78,693	130,294	(51,601)	-40%	260,589

References

- Municipalities may choose to appropriate for capital expenditure for three years or for one year (if one year appropriation projected expenditure required for yr2 and yr3).
- Include capital component of PFPA unitary payment
- Capital expenditure by standard classification must reconcile to the total of multi-year and single year appropriations
- Include expenditure on infrastructure, property, intangible and biological assets
- Must reconcile to Monthly Budget Statement Financial Performance (revenue and expenditure)
- Include finance leases and PPP capital funding component of unitary payment - total borrowing/repayments to reconcile to changes in Table SA17

KZN252 Newcastle - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - A - Q2 Second Quarter

Vote Description	Ref	2015/16	Budget Year 2016/17							
R thousand		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure - Municipal Vote										
Expenditure of single-year capital appropriation										
Vote 1 - CORPORATE SERVICES	1	47,141	17,604	5,066	-	1,028	2,533	(1,505)	-59%	5,066
1.1 Administration		47,141	17,804	5,066	-	1,028	2,533	(1,505)	-59%	5,066
1.2 - Human Resources			-							
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1. Insert 'Vote'; e.g. Department, if different to standard structure

KZN252 Newcastle - Table C6 Monthly Budget Statement - Financial Position - Q2 Second Quarter

Description	Ref	2015/16	Budget Year 2016/17			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		44,573	2,072	2,072	8,293	2,072
Call investment deposits			38,482	43,822	44,304	43,822
Consumer debtors		707,525	489,883	395,097	417,828	395,097
Other debtors		51,612	68,250	53,592	75,319	53,592
Current portion of long-term receivables		8	11	8	7	8
Inventory		13,381	13,118	13,381	14,506	13,381
Total current assets		817,098	611,816	507,972	560,258	507,972
Non current assets						
Long-term receivables				-		-
Investments				-		-
Investment property		275,974	265,125	275,974	275,974	275,974
Investments in Associate		346,156	421,324	346,321	346,321	346,321
Property, plant and equipment		7,670,847	3,925,100	7,177,814	7,151,765	7,177,814
Agricultural				-	-	-
Biological assets				-	-	-
Intangible assets		4,497	6,138	8,540	7,414	8,540
Other non-current assets		5,970	3,025	6,327	6,327	6,327
Total non current assets		8,303,445	4,620,712	7,814,976	7,787,801	7,814,976
TOTAL ASSETS		9,120,542	5,232,528	8,322,947	8,348,059	8,322,947
LIABILITIES						
Current liabilities						
Bank overdraft				-		-
Borrowing		29,441	32,192	29,375	23,432	29,375
Consumer deposits		12,753	13,389	12,753	13,150	12,753
Trade and other payables		391,780	134,448	294,919	391,455	294,919
Provisions		5,775	4,927	5,840	5,775	5,840
Total current liabilities		439,749	184,956	342,888	433,813	342,888
Non current liabilities						
Borrowing		458,528	528,190	458,502	433,994	458,502
Provisions		146,890	147,855	147,620	146,890	147,620
Total non current liabilities		605,419	676,044	606,122	580,884	606,122
TOTAL LIABILITIES		1,045,167	861,000	949,010	1,014,697	949,010
NET ASSETS	2	8,075,375	4,371,528	7,373,938	7,333,362	7,373,938
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		8,048,629	4,333,046	7,347,202	7,305,859	7,347,202
Reserves		26,746	38,482	26,735	27,503	26,735
TOTAL COMMUNITY WEALTH/EQUITY	2	8,075,375	4,371,528	7,373,938	7,333,362	7,373,938

KZN252 Newcastle - Table C7 Monthly Budget Statement - Cash Flow - Q2 Second Quarter

Description	Ref	2015/16	Budget Year 2016/17							
		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, penalties & collection charges		214,714	209,979	199,736		138,254	138,254	-		199,736
Service charges		708,366	903,135	931,459		391,138	391,138	-		931,459
Other revenue		47,158	28,911	33,171		14,118	14,118	-		33,171
Government - operating		314,920	325,438	330,688		234,059	234,059	-		330,688
Government - capital		149,157	185,150	215,197		158,983	158,983	-		215,197
Interest		19,673	5,220	3,801		7,699	7,699	(0)	0%	3,801
Dividends			-		-			-		
Payments										
Suppliers and employees		(1,363,680)	(1,380,394)	(1,428,288)		(801,410)	(801,410)	-		(1,428,288)
Finance charges		(66,141)	(61,899)	(50,312)		(25,582)	(25,582)	0	0%	(50,312)
Transfers and Grants								-		
NET CASH FROM/(USED) OPERATING ACTIVITIES		24,166	215,539	235,452	-	117,260	117,260	0	0%	235,452
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		1,688	2,012	2,012		-	-	-		2,012
Decrease (Increase) in non-current debtors			-	-		-	-	-		
Decrease (increase) other non-current receivables			-	-		-	-	-		
Decrease (increase) in non-current investments			-	-		-	-	-		
Payments										
Capital assets		(310,438)	(275,635)	(208,470)		(78,693)	(78,693)	-		(208,470)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(308,750)	(273,623)	(206,458)	-	(78,693)	(78,693)	-		(206,458)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-		-	-	-		-
Borrowing long term/refinancing		(11,362)	90,517	(0)		-	-	-		(0)
Increase (decrease) in consumer deposits		-	1,132	1,705		-	-	-		1,705
Payments										
Repayment of borrowing		(294)	(32,192)	(29,375)		(30,543)	(30,543)	-		(29,375)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(11,656)	59,457	(27,671)	-	(30,543)	(30,543)	-		(27,671)
NET INCREASE/ (DECREASE) IN CASH HELD		(296,240)	1,372	1,322	-	8,024	8,024			1,322
Cash/cash equivalents at beginning:		340,813	39,182	44,573		44,573	44,573			44,573
Cash/cash equivalents at month/year end:		44,573	40,554	45,895		52,597	52,597			45,895

KZN252 Newcastle - Supporting Table SC1 Material variance explanations - Q2 Second Quarter

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	<u>Revenue By Source</u>			
	Service Charges- water	-16%	Water revenue is dependent on levels of consumption and therefore fluctuates every month.	To be rectified during adjustment budget
	Interest earned : external investments	-43%	Investments were withdrawn therefore resulting in a lower interest of investments	To be rectified during adjustment budget
	Interest earned : outstanding debtors	84%	Due to an increase in our debtors book	To be rectified during adjustment budget
	Fines Recognised	-64%	We received less funds from fines paid by consumers	To be rectified during adjustment budget
	Licences	-17%	Dependent on the community's reaction	To be rectified during adjustment budget
2	<u>Expenditure By Type</u>			
	Debt Impairment	82%	Debt payment is accounted for once at the end of the year. The current is reflected for indigents	To be rectified during adjustment budget
	Materials	-15%	Delays of spending due to cash flow	To be rectified during adjustment budget
	Depreciation	31%	Still in the process of calculating depreciation in line with the finalised revaluation of assets	To be rectified during adjustment budget
	Contracted Services	32%	Delays of spending due to cash flow	To be rectified during adjustment budget
	Transfers and grants	10%	Dependent on the community's requests	
3	<u>Capital Expenditure</u>			
4	<u>Financial Position</u>			
5	<u>Cash Flow</u>			
6	<u>Measurable performance</u>		The variances in both capital and operational budget performances resulted in the variance in the overall performance of the municipality	
7	<u>Municipal Entities</u>			

KZN252 Newcastle - Supporting Table SC2 Monthly Budget Statement - performance indicators - Q2 Second Quarter

Description of financial indicator	Basis of calculation	Ref	2015/16	Budget Year 2016/17			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<u>Borrowing Management</u>							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		2.6%	20.0%	20.3%	2.5%	3.8%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		25.7%	32.8%	0.0%	0.0%	0.0%
<u>Safety of Capital</u>							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		10.9%	15.9%	10.6%	11.6%	10.6%
Gearing	Long Term Borrowing/ Funds & Reserves		1714.4%	1372.5%	1715.0%	1578.0%	1715.0%
<u>Liquidity</u>							
Current Ratio	Current assets/current liabilities	1	185.8%	330.8%	148.1%	129.1%	148.1%
Liquidity Ratio	Monetary Assets/Current Liabilities		10.1%	21.9%	13.4%	12.1%	13.4%
<u>Revenue Management</u>							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		46.1%	32.6%	26.5%	49.6%	26.5%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
<u>Creditors Management</u>							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
<u>Funding of Provisions</u>							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
<u>Other Indicators</u>							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2					
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2					
Employee costs	Employee costs/Total Revenue - capital revenue		29.7%	27.9%	27.5%	23.5%	27.5%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		0.0%	0.0%	0.0%	0.0%	0.0%
Interest & Depreciation	I&D/Total Revenue - capital revenue		31.7%	22.9%	22.5%	2.6%	4.2%
<u>IDP regulation financial viability indicators</u>							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)						
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services						
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure						

KZN252 Newcastle - Supporting Table SC3 Monthly Budget Statement - aged debtors - Q2 Second Quarter

Description		NT Code	Budget Year 2016/17								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 Days	151-180 Dys	181 Dye-1 Yr	Over 1Yr				
R thousands														
Debtors Age Analysis By Income Source														
	Trade and Other Receivables from Exchange Transactions - Water	1200	10,270	6,599	6,322	6,919	6,116	5,539	4,751	181,766	228,282	205,092	933	
	Trade and Other Receivables from Exchange Transactions - Electricity	1300	29,262	6,452	1,024	883	781	653	707	8,407	48,151	11,411	25	
	Receivables from Non-exchange Transactions - Property Rates	1400	17,097	5,990	5,199	4,990	4,754	7,757	4,327	117,899	168,012	138,727	244	
	Receivables from Exchange Transactions - Waste Water Management	1500	6,067	4,359	4,462	4,206	4,148	4,164	4,020	142,398	173,825	158,936	401	
	Receivables from Exchange Transactions - Waste Management	1600	3,966	2,236	2,066	1,959	1,941	1,910	1,790	64,898	80,765	72,498	413	
	Receivables from Exchange Transactions - Property Rental Debtors	1700	274	136	200	90	84	88	73	1,425	2,369	1,759		
	Interest on Arrear Debtor Accounts	1810	861	953	936	900	879	815	798	42,012	48,154	45,404	91	
	Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	
	Other	1900	(24,445)	5,329	3,388	2,297	2,167	1,904	2,334	203,630	196,604	212,332	780	
	Total By Income Source	2000	43,352	32,054	23,596	22,244	20,849	22,829	18,801	762,436	946,160	847,159	2,886	-
2015/16 - totals only														
Debtors Age Analysis By Customer Group														
	Organs of State	2200	(7,282)	816	594	388	259	1,227	559	18,481	15,043	20,915		
	Commercial	2300	14,020	6,181	2,266	1,983	1,816	3,811	1,810	49,970	81,866	59,390		
	Households	2400	33,916	22,117	19,000	19,280	18,210	17,260	15,489	671,222	816,493	741,460	2,740	
	Other	2500	2,698	2,940	1,736	593	563	532	943	22,763	32,767	25,393	146	
	Total By Customer Group	2600	43,352	32,054	23,596	22,244	20,849	22,829	18,801	762,436	946,160	847,159	2,886	-

KZN252 Newcastle - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q2 Second Quarter

Description	NT Code	Budget Year 2016/17								
		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	34,845								34,845
Bulk Water	0200	6,481								6,481
PAYE deductions	0300	6,269								6,269
VAT (output less input)	0400	4,878								4,878
Pensions / Retirement deductions	0500	13,363								13,363
Loan repayments	0600	16,832								16,832
Trade Creditors	0700	4,572	318	125	78			240	8	5,341
Auditor General	0800	977								977
Other	0900									-
Total By Customer Type	1000	88,217	318	125	78	-	-	240	8	88,986

KZN252 Newcastle - Supporting Table SC5 Monthly Budget Statement - investment portfolio - Q2 Second Quarter

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
R thousands		Yrs/Months							
Municipality									
Nedbank		12 months	Call Account		-		-	-	-
Standard Bank		12 months	Call Account		924		96,281	(62,076)	34,205
ABSA		12 months	Call Account		342		9,991	20	10,011
Sanlam		12 months	Call Account		4		85	2	87
Municipality sub-total					1,270		106,357	(62,053)	44,304
Entities									
Entities sub-total					-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2				1,270		106,357	(62,053)	44,304

KZN252 Newcastle - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Q2 Second Quarter

Description	Ref	2015/16	Budget Year 2016/17							
		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:		307,059	311,750	311,750	102,317	234,059	234,059	-		311,750
Local Government Equitable Share		298,215	306,952	306,952	102,317	230,213	230,213	-		306,952
Water Services Operating Subsidy		3,000								
EPWP Incentive		3,286	3,173	3,173		2,221	2,221			3,173
Integrated National Electrification Programme										
Finance Management		1,800	1,625	1,625	-	1,625	1,625			1,625
Municipal Systems Improvement	3	930						-		
Neighbourhood Development Partnership		28						-		
								-		
								-		
Other transfers and grants [insert description]								-		
Provincial Government:		11,354	10,643	10,643	-	-	-	-		10,643
Recapitalisation of Community Libraries		4,750	5,695	5,695				-		5,695
Accredited Municipalities		5,627	4,077	4,077						4,077
Museums Services		150	334	334				-		334
Community Library Services Grant	4	510	537	537				-		537
Sport and Recreation		317						-		
Health subsidy								-		
District Municipality:		-	-	-	-	-	-	-		-
[insert description]								-		
								-		
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		
								-		
								-		
Total Operating Transfers and Grants	5	318,413	322,393	322,393	102,317	234,059	234,059	-		322,393
Capital Transfers and Grants										
National Government:		162,530	185,150	185,150	60,000	151,093	151,093	-		185,150
Neighbourhood Development Partnership		22,000	28,323	28,323		14,602	14,602	-		28,323
Municipal Infrastructure Grant (MIG)		110,705	109,214	109,214	60,000	97,000	97,000			109,214
Integrated National Electrification Programme		8,000	7,000	7,000	-	7,000	7,000			7,000
Emergency efficiency & demand side management		7,000	-	-						-
Municipal water infrastructure		14,825	40,613	40,613		32,491	32,491			40,613
Accreditation								-		
								-		
								-		
Other capital transfers [insert description]								-		
Provincial Government:		11,354	-	25,572	7,890	7,890	7,890	-		25,572
Level 2 accreditation		4,750						-		
Recapitalisation of Community Libraries		5,627								
Sport and Recreation		150								
Community Library		510								
Museum		317								
Corridor Development				25,572	7,890	7,890	7,890	-		25,572
District Municipality:		-	-	-	-	-	-	-		-
[insert description]								-		
								-		
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		
								-		
								-		
Total Capital Transfers and Grants	5	173,884	185,150	210,722	67,890	158,983	158,983	-		210,722
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	492,297	507,543	533,115	170,207	393,042	393,042	-		533,115

KZN252 Newcastle - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - Q2 Second Quarter

Description	Ref	2015/16	Budget Year 2016/17							
		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:		307,059	311,750	311,750	104,715	233,586	233,586	-		311,750
Local Government Equitable Share		298,215	306,952	306,952	102,317	230,213	230,213	-		306,952
Water Services Operating Subsidy		3,000						-		
EPWP incentive		3,286	3,173	3,173	1,428	2,221	2,221	-		3,173
Integrated National Electrification Programme								-		
Finance Management		1,600	1,625	1,625	970	1,152	1,152	-		1,625
Municipal Systems Improvement		930						-		
Neighbourhood Development Partnership		28						-		
Other transfers and grants [insert description]								-		
Provincial Government:		11,354	10,643	10,643	508	4,704	4,704	-		4,948
Level 2 accreditation		4,750	5,695	5,695	225	2,243	2,243	-		5,695
Recapitalisation of Community Libraries		5,627	4,077	4,077	283	2,395	2,395	-		4,077
Sport and Recreation		150	334	334				-		334
Community Library		510	537	537		66	66	-		537
Museum		317						-		
District Municipality:		-	-	-	-	-	-	-		-
[insert description]								-		
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		
Total operating expenditure of Transfers and Grants:		318,413	322,393	322,393	105,223	238,291	238,291	-		316,698
Capital expenditure of Transfers and Grants										
National Government:		162,530	185,150	185,150	18,607	77,045	77,045	-		185,150
Neighbourhood Development Partnership		22,000	28,323	28,323	1,112	4,252	4,252	-		28,323
Municipal Infrastructure Grant (MIG)		110,705	109,214	109,214	14,528	54,572	54,572	-		109,214
Integrated National Electrification Programme		8,000	7,000	7,000	208	3,599	3,599	-		7,000
Emergency efficiency & demand side management		7,000	-	-				-		-
Municipal water infrastructure		14,825	40,613	40,613	2,758	14,623	14,623	-		40,613
Accreditation								-		
Provincial Government:		-	-	25,572	5,343	6,122	6,122	-		-
Level 2 accreditation								-		
Recapitalisation of Community Libraries								-		
Sport and Recreation								-		
Community Library								-		
Museum								-		
Corridor Development				25,572	5,343	6,122	6,122	-		25,572
District Municipality:		-	-	-	-	-	-	-		-
[insert description]								-		
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		
Total capital expenditure of Transfers and Grants		162,530	185,150	210,722	23,950	83,167	83,167	-		185,150
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		480,943	507,543	533,115	129,173	321,458	321,458	-		501,848

KZN252 Newcastle - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - Q2 Second Quarter

Description	Ref	Budget Year 2016/17				
		Approved Rollover 2015/16	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands						
EXPENDITURE						
Operating expenditure of Approved Roll-overs						
National Government:		-	-	-	-	
Local Government Equitable Share					-	
Water Services Operating Subsidy					-	
EPWP Incentive					-	
Integrated National Electrification Programme					-	
Finance Management					-	
Municipal Systems Improvement					-	
Other transfers and grants [insert description]					-	
Provincial Government:		8,059	283	2,461	5,598	69.5%
Recapitalisation of Community Libraries		7,298	283	2,395	4,902	67.2%
Museums Services		695			695	100.0%
Community Library Services Grant		66		66	0	0.0%
Sport and Recreation					-	
Health subsidy					-	
District Municipality:		-	-	-	-	
[insert description]					-	
Other grant providers:		-	-	-	-	
[insert description]					-	
Total operating expenditure of Approved Roll-overs		8,059	283	2,461	5,598	69.5%
Capital expenditure of Approved Roll-overs						
National Government:		1,469	1,112	4,252	(2,783)	-189.4%
Neighbourhood Development Partnership		1,469	1,112	4,252	(2,783)	-189.4%
Accreditation					-	
					-	
Other capital transfers [insert description]					-	
Provincial Government:		1,469	5,343	6,122	1,469	100.0%
Corridor Development		1,469	5,343	6,122	(4,653)	100.0%
District Municipality:		-	-	-	-	
					-	
Other grant providers:		-	-	-	-	
					-	
Total capital expenditure of Approved Roll-overs		2,938	6,454	10,374	(1,314)	-44.7%
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS		10,997	6,738	12,835	4,284	39.0%

KZN252 Newcastle - Supporting Table SC4 Monthly Budget Statement - councillor and staff benefits - Q2 Second Quarter

Summary of Employee and Councillor remuneration		Ref	2015/16 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Budget Year 2016/17				Full Year Forecast
							YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands		1	A	B	C						D
Councillors (Political Office Bearers plus Other)											
Basic Salaries and Wages			11,661	12,955	12,987	883	7,433	6,493	939	14%	12,987
Pension and UIF Contributions			1,590	1,700	1,700	117	449	850	(401)	-47%	1,700
Medical Aid Contributions			265	283	283	7	55	142	(87)	-61%	283
Motor Vehicle Allowance			4,452	4,759	4,759	479	1,775	2,380	(604)	-25%	4,759
Cellphone Allowance			-	-	-	-	-	-	-	-	-
Housing Allowances			572	612	612	12	103	306	(203)	-66%	612
Other benefits and allowances			658	714	714	-	-	357	(357)	-100%	714
Sub Total - Councillors			19,208	21,023	21,055	1,498	9,815	10,527	(712)	-7%	21,055
% increase		4		9.4%	9.6%						9.6%
Senior Managers of the Municipality											
Basic Salaries and Wages		3	8,299	23,792	23,792	463	1,844	11,896	(10,052)	-85%	23,792
Pension and UIF Contributions			-	547	547	17	16	273	(257)	-94%	547
Medical Aid Contributions			-	160	160	11	16	80	(64)	-80%	160
Overtime			-	-	-	-	-	-	-	-	-
Performance Bonus			-	249	249	-	-	124	(124)	-100%	249
Motor Vehicle Allowance			-	825	825	57	134	413	(278)	-68%	825
Cellphone Allowance			-	-	-	-	-	-	-	-	-
Housing Allowances			-	30	30	2	4	15	(11)	-73%	30
Other benefits and allowances			2,838	137	137	23	243	69	174	253%	137
Payments in lieu of leave			-	-	-	-	-	-	-	-	-
Long service awards			-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		2	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality			11,137	25,739	25,739	572	2,256	12,870	(10,614)	-82%	25,739
% increase		4		131.1%	131.1%						131.1%
Other Municipal Staff											
Basic Salaries and Wages			269,042	263,743	272,028	23,407	169,198	136,014	33,184	24%	272,028
Pension and UIF Contributions			44,233	51,570	51,570	4,373	15,317	25,785	(10,468)	-41%	51,570
Medical Aid Contributions			19,377	18,714	18,714	1,714	6,364	9,357	(2,993)	-32%	18,714
Overtime			32,116	35,605	35,605	3,327	11,818	17,802	(5,985)	-34%	35,605
Performance Bonus			-	27,223	27,223	-	-	13,612	(13,612)	-100%	27,223
Motor Vehicle Allowance			19,745	12,496	12,496	1,792	9,798	6,248	3,550	57%	12,496
Cellphone Allowance			63	11	11	-	-	5	(5)	-100%	11
Housing Allowances			9,062	8,910	8,910	709	2,830	4,455	(1,625)	-36%	8,910
Other benefits and allowances			16,508	12,610	12,610	3,770	13,966	6,305	7,661	122%	12,610
Payments in lieu of leave			26,704	-	-	456	2,243	-	2,243	#DIV/0!	-
Long service awards			561	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		2	-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff			437,233	450,881	439,166	39,548	231,534	219,593	11,951	5%	439,166
% increase		4		3.1%	0.4%						0.4%
Total Parent Municipality											
			467,578	497,643	485,960	41,618	243,605	242,980	625	0%	485,960
Unpaid salary, allowances & benefits in arrears:											
Board Members of Entities											
Basic Salaries and Wages			-	-	-	-	-	-	-	-	-
Pension and UIF Contributions			-	-	-	-	-	-	-	-	-
Medical Aid Contributions			-	-	-	-	-	-	-	-	-
Overtime			-	-	-	-	-	-	-	-	-
Performance Bonus			-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance			-	-	-	-	-	-	-	-	-
Cellphone Allowance			-	-	-	-	-	-	-	-	-
Housing Allowances			-	-	-	-	-	-	-	-	-
Other benefits and allowances			-	-	-	-	-	-	-	-	-
Board Fees			-	-	-	-	-	-	-	-	-
Payments in lieu of leave			-	-	-	-	-	-	-	-	-
Long service awards			-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations			-	-	-	-	-	-	-	-	-
Sub Total - Board Members of Entities		2	-	-	-	-	-	-	-	-	-
% increase		4									
Senior Managers of Entities											
Basic Salaries and Wages			-	-	-	-	-	-	-	-	-
Pension and UIF Contributions			-	-	-	-	-	-	-	-	-
Medical Aid Contributions			-	-	-	-	-	-	-	-	-
Overtime			-	-	-	-	-	-	-	-	-
Performance Bonus			-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance			-	-	-	-	-	-	-	-	-
Cellphone Allowance			-	-	-	-	-	-	-	-	-
Housing Allowances			-	-	-	-	-	-	-	-	-
Other benefits and allowances			-	-	-	-	-	-	-	-	-
Payments in lieu of leave			-	-	-	-	-	-	-	-	-
Long service awards			-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		2	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Entities			-	-	-	-	-	-	-	-	-
% increase		4									
Other Staff of Entities											
Basic Salaries and Wages			-	-	-	-	-	-	-	-	-
Pension and UIF Contributions			-	-	-	-	-	-	-	-	-
Medical Aid Contributions			-	-	-	-	-	-	-	-	-
Overtime			-	-	-	-	-	-	-	-	-
Performance Bonus			-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance			-	-	-	-	-	-	-	-	-
Cellphone Allowance			-	-	-	-	-	-	-	-	-
Housing Allowances			-	-	-	-	-	-	-	-	-
Other benefits and allowances			-	-	-	-	-	-	-	-	-
Payments in lieu of leave			-	-	-	-	-	-	-	-	-
Long service awards			-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations			-	-	-	-	-	-	-	-	-
Sub Total - Other Staff of Entities			-	-	-	-	-	-	-	-	-
% increase		4									
Total Municipal Entities											
			-	-	-	-	-	-	-	-	-
TOTAL SALARY, ALLOWANCES & BENEFITS											
			467,578	497,643	485,960	41,618	243,605	242,980	625	0%	485,960
% increase		4		6.4%	3.9%						3.9%
TOTAL MANAGERS AND STAFF											
			448,370	476,620	464,905	40,120	233,790	232,453	1,337	1%	464,905

KZN252 Newcastle - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - Q2 Second Quarter

Description	Ref	Budget Year 2016/17												2016/17 Medium Term Revenue & Expenditure Framework			
		Budget Year 2016/17												Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19	
		July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Budget	Feb Budget	March Budget	April Budget	May Budget	June Budget				
Cash Receipts By Source	1																
Property rates		22,926	18,706	22,234	18,706	19,517	18,704	16,645	16,645	16,645	16,645	16,645	(4,281)	199,736	230,977	240,405	
Property rates - penalties & collection charges		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Service charges - electricity revenue		38,944	50,662	53,506	44,581	58,332	59,414	52,887	52,887	52,887	52,887	52,887	64,767	634,638	658,592	704,504	
Service charges - water revenue		12,623	15,394	14,345	14,577	11,480	15,394	12,008	12,008	12,008	12,008	12,008	3,934	147,785	165,408	177,007	
Service charges - sanitation revenue		7,030	8,573	8,459	8,530	8,463	8,573	6,687	6,687	6,687	6,687	6,687	(762)	82,298	93,576	100,134	
Service charges - refuse		5,700	6,952	6,886	6,769	6,875	6,952	5,422	5,422	5,422	5,422	5,422	(508)	66,737	75,871	83,459	
Service charges - other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Rental of facilities and equipment		500	611	577	749	488	519	612	612	612	612	612	841	7,345	8,059	8,865	
Interest earned - external investments		333	1,848	166	212	(52)	333	215	215	215	215	215	(1,336)	2,581	10,337	11,370	
Interest earned - outstanding debtors		102	508	845	1,154	998	508	102	102	102	102	102	(3,403)	1,220	6,897	7,587	
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Fines		159	318	118	172	121	478	128	128	128	128	128	(473)	1,532	6,226	6,849	
Licences and permits		1	1	-	1	1	-	0	0	0	0	0	(6)	0	13	15	
Agency services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfer receipts - operating		17,204	24,850	14,158	15,446	4,632	102,713	82,672	82,672	82,672	82,672	82,672	(261,675)	330,688	314,600	321,688	
Other revenue		299	299	299	1,295	3,187	1,589	2,024	2,024	2,024	2,024	2,024	7,202	24,294	20,944	23,003	
Cash Receipts by Source		105,822	128,723	121,594	112,192	114,041	215,179	179,401	179,401	179,401	179,401	179,401	(195,700)	1,498,854	1,591,501	1,684,885	
Other Cash Flows by Source																	
Transfer receipts - capital		24,000	41,161	4,625	-	13,360	60,000	17,933	17,933	17,933	17,933	17,933	(17,614)	215,197	184,662	222,540	
Contributions & Contributed assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Proceeds on disposal of PPE		-	-	-	-	-	-	3	3	3	3	3	1,995	2,012	2,000	2,000	
Short term loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Borrowing long term/financing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Increase in consumer deposits		-	-	-	-	-	-	284	284	284	284	284	190	1,705	670	458	
Receipt of non-current debtors		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Receipt of non-current receivables		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Change in non-current investments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Cash Receipts by Source		129,822	169,884	126,219	112,192	127,401	275,273	197,621	197,621	197,621	197,621	197,621	(211,129)	1,717,768	1,778,833	1,909,883	
Cash Payments by Type																	
Employee related costs		28,666	29,411	38,212	38,261	41,343	57,899	38,742	38,742	38,742	38,742	38,742	37,404	464,905	466,484	499,225	
Remuneration of councillors		1,447	1,496	2,200	1,499	1,049	2,124	1,752	1,752	1,752	1,752	1,752	2,448	21,023	22,076	23,458	
Interest paid		4,932	3,742	4,203	4,320	4,182	4,202	4,193	4,193	4,193	4,193	4,193	3,767	50,312	56,347	53,785	
Bulk purchases - Electricity		-	58,328	52,455	39,345	42,870	64,985	46,097	46,097	46,097	46,097	46,097	64,694	553,162	589,715	633,450	
Bulk purchases - Water & Sewer		5,685	5,685	5,685	5,685	6,481	5,685	380	380	380	380	380	(34,908)	4,556	3,745	3,932	
Other materials		175	238	220	689	285	384	3145	3145	3145	3145	3145	(3,753)	37,739	53,355	55,313	
Contracted services		9,433	150	4,365	3,209	2,137	6,474	8,008	8,008	8,008	8,008	8,008	-	-	-	-	
Grants and subsidies paid - other municipalities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Grants and subsidies paid - other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
General expenses		58,433	56,821	28,890	16,886	23,499	43,162	20,720	20,720	20,720	20,720	20,720	(86,490)	250,804	322,720	333,292	
Cash Payments by Type		108,771	155,871	136,230	109,895	121,846	199,916	123,037	123,037	123,037	123,037	123,037	39,866	1,478,600	1,514,442	1,602,455	
Other Cash Flows/Payments by Type																	
Capital assets		5,425	24,742	9,997	6,588	20,254	11,687	23,373	23,373	23,373	23,373	23,373	12,915	208,471	184,662	222,540	
Repayment of borrowing		-	-	-	-	-	30,543	-	-	-	-	-	(1,168)	29,375	37,206	41,351	
Other Cash Flows/Payments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Cash Payments by Type		114,196	180,613	146,227	116,483	142,100	233,147	146,409	146,409	146,409	146,409	146,409	51,633	1,716,446	1,736,310	1,866,345	
NET INCREASE/(DECREASE) IN CASH HELD		15,625	(10,730)	(20,008)	(4,292)	(14,699)	42,126	51,212	51,212	51,212	51,212	51,212	(262,762)	1,322	42,524	43,537	
Cash/cash equivalents at the month/year beginning:		44,573	60,198	49,469	29,461	25,169	10,471	52,597	103,809	155,021	206,233	257,445	308,657	44,573	45,895	88,419	
Cash/cash equivalents at the month/year end:		60,198	49,469	29,461	25,169	10,471	52,597	103,809	155,021	206,233	257,445	308,657	45,895	45,895	88,419	131,956	

KZN252 Newcastle - NOT REQUIRED - municipality does not have entities or this is the parent municipality's budget - Q2 Second Quarter

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue By Source										
Property rates		214,714	256,072	256,072	22,071	138,254	128,036	10,218	8%	256,072
Property rates - penalties & collection charges				-			-	-		-
Service charges - electricity revenue		638,731	712,968	689,824	57,776	344,126	344,912	(786)	0%	689,824
Service charges - water revenue		144,962	184,732	184,732	12,532	77,251	92,366	(15,115)	-16%	184,732
Service charges - sanitation revenue		76,454	102,873	102,873	8,422	50,742	51,436	(694)	-1%	102,873
Service charges - refuse revenue		54,603	83,421	83,421	6,936	41,153	41,711	(558)	-1%	83,421
Service charges - other				-		-	-	-		-
Rental of facilities and equipment		7,918	7,326	7,326	598	3,627	3,663	(36)	-1%	7,326
Interest earned - external investments		12,517	4,000	4,000	216	1,130	2,000	(870)	-43%	4,000
Interest earned - outstanding debtors		7,156	6,099	6,099	986	5,619	3,050	2,569	84%	6,099
Dividends received				-			-	-		-
Fines		5,206	7,660	7,660	205	1,366	3,830	(2,464)	-64%	7,660
Licences and permits			12	12	1	5	6	(1)	-17%	12
Agency services				-			-	-		-
Transfers recognised - operational		467,502	325,438	330,688	118,608	322,148	322,148	-		330,688
Other revenue		16,522	19,072	19,300	823	9,120	9,650	(530)	-5%	19,300
Gains on disposal of PPE		770		-			-	-		-
Revenue (excluding capital transfers and contributions)		1,647,055	1,709,674	1,692,008	229,173	994,541	1,002,808	(8,267)	-1%	1,692,008
Expenditure By Type										
Employee related costs		489,601	476,620	464,905	40,229	233,790	232,453	1,337	1%	464,905
Remuneration of councillors		18,453	21,023	21,055	1,498	9,815	10,527	(712)	-7%	21,055
Debt impairment		542,783	61,007	61,007	2,611	55,550	30,503	25,047	82%	61,007
Depreciation & asset impairment		456,741	330,121	330,121	66,696	215,593	165,060	50,532	31%	330,121
Finance charges		66,141	61,899	50,312	4,194	25,582	25,156	425	2%	50,312
Bulk purchases		513,530	577,973	553,162	78,914	292,892	276,581	16,310	6%	553,162
Other materials		2,438	3,061	4,556	384	1,925	2,278	(353)	-15%	4,556
Contracted services		84,691	52,490	37,739	3,771	24,889	18,870	6,020	32%	37,739
Transfers and grants		90,764	96,098	96,098	8,962	52,709	48,049	4,660	10%	96,098
Other expenditure		269,804	275,438	253,532	18,572	122,461	126,766	(4,305)	-3%	253,532
Loss on disposal of PPE		3,472					-	-		-
Total Expenditure		2,538,418	1,955,731	1,872,487	225,831	1,035,205	936,244	98,961	11%	1,872,487
Surplus/(Deficit)		(891,364)	(246,057)	(180,479)	3,342	(40,664)	66,565	(107,228)	-161%	(180,479)
Transfers recognised - capital							-	-		
Contributions recognised - capital							-	-		
Contributed assets							-	-		
Surplus/(Deficit) after capital transfers & contributions		(891,364)	(246,057)	(180,479)	3,342	(40,664)	66,565	(107,228)	-161%	(180,479)
taxation							-	-		
Surplus/(Deficit) after taxation		(891,364)	(246,057)	(180,479)	3,342	(40,664)	66,565	(107,228)	-161%	(180,479)

[illegible]

KZN252 Newcastle - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - Q2 Second Quarter

Month	2015/16	Budget Year 2016/17							
	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	3,762	22,972	22,972	5,425	5,425	22,972	17,547	76.4%	2%
August	12,575	22,972	22,972	24,742	30,167	45,944	15,777	34.3%	11%
September	26,961	22,972	22,972	9,997	40,164	68,916	28,752	41.7%	15%
October	25,500	22,972	22,972	6,589	46,752	91,888	45,136	49.1%	17%
November	30,129	22,972	22,972	20,254	67,006	114,860	47,854	41.7%	24%
December	45,724	22,972	20,818	11,687	78,693	135,678	56,985	42.0%	29%
January	18,503	22,972	20,818			156,496	-		
February	15,855	22,972	20,818			177,314	-		
March	16,595	22,972	20,818			198,132	-		
April	25,071	22,972	20,818			218,950	-		
May	25,666	22,972	20,818			239,768	-		
June	46,954	22,972	20,821			260,589	-		
Total Capital expenditure	293,295	275,664	260,589	78,693					

KZN252 Newcastle - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - Q2 Second Quarter

Description	Ref	2015/16	Budget Year 2016/17							
		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		-	151,808	151,336	5,603	48,882	75,668	26,786	35.4%	151,336
Infrastructure - Road transport		-	74,156	67,515	1,111	37,852	33,757	(4,095)	-12.1%	67,515
Roads, Pavements & Bridges		-	74,156	67,515	1,111	37,852	33,757	(4,095)	-12.1%	67,515
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	32,865	9,467	101	101	4,733	4,633	97.9%	9,467
Generation		-	5,665	-	-	-	-	-	-	-
Transmission & Reticulation		-	22,200	9,467	101	101	4,733	4,633	97.9%	9,467
Street Lighting		-	5,000	-	-	-	-	-	-	-
Infrastructure - Water		-	26,475	54,942	-	93	27,471	27,378	99.7%	54,942
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		-	-	-	-	-	-	-	-	-
Reticulation		-	26,475	54,942	-	93	27,471	27,378	99.7%	54,942
Infrastructure - Sanitation		-	17,312	18,310	4,391	10,235	9,155	(1,080)	-11.8%	18,310
Reticulation		-	9,112	-	-	-	-	-	-	-
Sewerage purification		-	8,200	18,310	4,391	10,235	9,155	(1,080)	-11.8%	18,310
Infrastructure - Other		-	1,000	1,103	-	602	551	(50)	-9.1%	1,103
Waste Management		-	-	-	-	-	-	-	-	-
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	1,000	1,103	-	602	551	(50)	-9.1%	1,103
Community		-	750	7,273	991	1,411	3,637	2,225	61.2%	7,273
Parks & gardens		-	-	1,804	394	767	902	135	15.0%	1,804
Sportsfields & stadia		-	750	1,000	597	597	500	(97)	-19.4%	1,000
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		-	-	3,153	-	-	1,576	1,576	100.0%	3,153
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		-	-	-	-	-	-	-	-	-
Fire, safety & emergency		-	-	162	-	48	81	33	40.7%	162
Security and policing		-	-	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		-	-	-	-	-	-	-	-	-
Social rental housing		-	-	-	-	-	-	-	-	-
Other		-	-	1,155	-	-	577	577	100.0%	1,155
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		-	33,165	28,930	113	1,074	14,465	13,391	92.6%	28,930
General vehicles		-	-	-	-	602	-	(602)	#DIV/0!	-
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		-	8,115	1,006	-	358	503	145	28.8%	1,006
Computers - hardware/equipment		-	-	-	-	-	-	-	-	-
Furniture and other office equipment		-	600	1,087	113	115	543	429	78.9%	1,087
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		-	22,000	25,697	-	-	12,849	12,849	100.0%	25,697
Other Buildings		-	-	-	-	-	-	-	-	-
Other Land		-	2,450	1,141	-	-	570	570	100.0%	1,141
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Intangibles		-	2,400	2,824	-	32	1,412	1,380	97.7%	2,824
Computers - software & programming		-	2,400	2,824	-	32	1,412	1,380	97.7%	2,824
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	1	-	188,123	190,364	6,707	51,400	95,182	43,781	46.0%	190,364

KZN252 Newcastle - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - Q2 Second

Description	Ref	2015/16	Budget Year 2016/17							
		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 renewal of existing assets by Asset Class/Sub-class										
Infrastructure		-	85,544	55,308	1,868	16,840	27,654	10,813	39.1%	55,308
Infrastructure - Road transport		-	41,129	33,723	101	3,086	16,862	13,775	81.7%	33,723
Roads, Pavements & Bridges		-	41,129	33,723	101	3,086	16,862	13,775	81.7%	33,723
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	22,550	1,246	440	5,203	623	(4,580)	-735.3%	1,246
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		-	22,550	1,246	440	5,203	623	(4,580)	-735.3%	1,246
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	2,865	2,668	629	5,075	1,334	(3,741)	-280.5%	2,668
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		-	-	-	-	-	-	-	-	-
Reticulation		-	2,865	2,668	629	5,075	1,334	(3,741)	-280.5%	2,668
Infrastructure - Sanitation		-	19,000	17,305	689	3,465	8,652	5,188	60.0%	17,305
Reticulation		-	-	-	-	-	-	-	-	-
Sewerage purification		-	19,000	17,305	689	3,465	8,652	5,188	60.0%	17,305
Infrastructure - Other		-	-	366	9	11	183	172	93.7%	366
Waste Management		-	-	-	-	-	-	-	-	-
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	-	366	9	11	183	172	93.7%	366
Community		-	2,000	9,833	1,080	1,203	4,917	3,714	75.5%	9,833
Parks & gardens		-	-	-	-	-	-	-	-	-
Sportsfields & stadia		-	-	-	-	-	-	-	-	-
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		-	-	-	-	-	-	-	-	-
Libraries		-	2,000	9,213	1,080	1,203	4,607	3,404	73.9%	9,213
Recreational facilities		-	-	-	-	-	-	-	-	-
Fire, safety & emergency		-	-	-	-	-	-	-	-	-
Security and policing		-	-	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		-	-	-	-	-	-	-	-	-
Social rental housing		-	-	-	-	-	-	-	-	-
Other		-	-	620	-	-	310	310	100.0%	620
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		-	-	5,084	2,032	9,249	2,542	(6,707)	-263.8%	5,084
General vehicles		-	-	-	-	-	-	-	-	-
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		-	-	-	-	-	-	-	-	-
Computers - hardware/equipment		-	-	-	-	-	-	-	-	-
Furniture and other office equipment		-	-	-	-	-	-	-	-	-
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		-	-	5,084	2,032	9,249	2,542	(6,707)	-263.8%	5,084
Other Buildings		-	-	-	-	-	-	-	-	-
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Intangibles		297,936	-	-	-	-	-	-	-	-
Computers - software & programming		-	-	-	-	-	-	-	-	-
Other		297,936	-	-	-	-	-	-	-	-

Total Capital Expenditure on renewal of existing assets	1	297,936	87,544	70,225	4,980	27,292	35,113	7,820	22.3%	70,225
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Specialised vehicles		-	-	-	-	-	-	-	-	-
Refuse		-	-	-	-	-	-	-	-	-
Fire		-	-	-	-	-	-	-	-	-
Conservancy		-	-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-	-

References

1. Total Capital Expenditure on new assets (SC13a) plus Total Capital Expenditure on renewal of existing assets (SC13b) must reconcile to total capital expenditure in Table C5

check balance	-	0	-1	-0	-0	-1				-1
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KZN252 Newcastle - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - Q2 Second Quarter

Description	Ref	Budget Year 2016/17								
		2015/16 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		-	312,262	312,262	-	204,162	156,131	(48,031)	-30.8%	312,262
Infrastructure - Road transport		-	289,726	289,726	-	186,861	144,863	(41,998)	-29.0%	289,726
Roads, Pavements & Bridges			289,726	289,726		186,861	144,863	(41,998)	-29.0%	289,726
Storm water							-	-		
Infrastructure - Electricity		-	15,684	15,684	-	16,944	7,842	(9,101)	-116.1%	15,684
Generation							-	-		
Transmission & Reticulation			15,684	15,684		16,944	7,842	(9,101)	-116.1%	15,684
Street Lighting							-	-		-
Infrastructure - Water		-	-	-	-	-	-	-		-
Dams & Reservoirs							-	-		-
Water purification							-	-		-
Reticulation							-	-		-
Infrastructure - Sanitation		-	-	-	-	-	-	-		-
Reticulation							-	-		-
Sewerage purification							-	-		-
Infrastructure - Other		-	6,852	6,852	-	357	3,426	3,068	89.6%	6,852
Waste Management			4,385	4,385			2,192	2,192	100.0%	4,385
Transportation							-	-		
Gas							-	-		
Other			2,467	2,467		357	1,233	876	71.0%	2,467
Community		-	15,585	15,585	-	4,772	7,793	3,021	38.8%	15,585
Parks & gardens							-	-		
Sportsfields & stadia			1,412	1,412			706	706	100.0%	1,412
Swimming pools							-	-		
Community halls							-	-		
Libraries							-	-		
Recreational facilities							-	-		
Fire, safety & emergency							-	-		
Security and policing							-	-		
Buses							-	-		
Clinics							-	-		
Museums & Art Galleries							-	-		
Cemeteries							-	-		
Social rental housing			2,606	2,606			1,303	1,303	100.0%	2,606
Other			11,567	11,567		4,772	5,784	1,012	17.5%	11,567
Heritage assets		-	-	-	-	-	-	-		-
Buildings							-	-		-
Other							-	-		-
Investment properties		-	-	-	-	-	-	-		-
Housing development							-	-		-
Other							-	-		-
Other assets		-	2,274	2,274	-	6,659	1,137	(5,522)	-485.7%	2,274
General vehicles							-	-		-
Specialised vehicles		-	-	-	-	-	-	-		-
Plant & equipment							-	-		
Computers - hardware/equipment							-	-		
Furniture and other office equipment							-	-		
Abattoirs							-	-		
Markets							-	-		
Civic Land and Buildings							-	-		
Other Buildings							-	-		
Other Land							-	-		
Surplus Assets - (investment or inventory)							-	-		
Other			2,274	2,274		6,659	1,137	(5,522)	-485.7%	2,274
Agricultural assets		-	-	-	-	-	-	-		-
List sub-class							-	-		

Biological assets	-	-	-	-	-	-	-	-
<i>List sub-class</i>	-	-	-	-	-	-	-	-
Intangibles	-	-	-	-	-	-	-	-
Computers - software & programming	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total Depreciation	-	330,121	330,121	-	215,593	165,060	(50,533)	-30.6%

MUNICIPAL MANAGER'S QUALITY CERTIFICATE

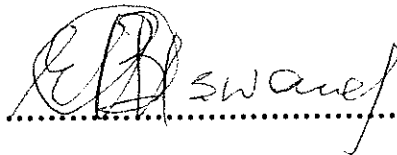


I, **BE Mswane**, the Municipal Manager of **Newcastle Municipality**, hereby certify that the quarterly report on the implementation of budget and financial state of affairs for second quarter have been prepared in accordance with Section 52(d) of the Municipal Finance Management Act, No56 of 2003; and Regulation 31-32 of the Municipal Budget and Reporting Regulations.

Print Name : **BHEKANI ERROL MSWANE**

Municipal Manager : **NEWCASTLE MUNICIPALITY**

Signature

:  swane/

Date

: 2017/01/25