

SECTION 71: MONTHLY BUDGET STATEMENT: NATIONAL REPORTING STANDARD: MONTH THREE: 30 SEPTEMBER 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: EXCO
3rd Level: COUNCIL
4th Level: MPAC
5th Level: AUDIT COMMITTEE

SUBJECT: SEPTEMBER 2016/17 MONTHLY SECTION71 REPORT

DATE: 18 OCTOBER 2016

1. PURPOSE

1.1 The purpose of the report is to apprise the council of the Section 71 of the Municipal Finance Management Act 56 of 2003 (MFMA) which states that; the accounting officer of a municipality must by no later than 10 working days after the end of the month submit to the mayor of the municipality and the relevant provincial treasury a statement in the prescribed format on the state of the municipality's budget. 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 30 September 2016
 - 2.2.1 Monthly Financial Statements
 - 2.2.2 Grant register
 - 2.2.3 Investment register
 - 2.2.4 Eskom bulk electricity purchases
 - 2.2.5 Bank Reconciliation

3. LEGISLATIVE PROVISIONS

- 3.1 Municipal Finance Management Act 56 of 2003

4. ANALYSIS OF OPERATING AND CAPITAL BUDGET RESULTS

- 4.1 The amounts used in the compilation of this month's report are provisional figures as the Budget and Treasury Office is currently awaiting on Auditor General final assessment of the financial statements.
- 4.2 The municipality generated revenue of 29% (R504 931 000) of the original budget of R1 709 674 000. The variance between the revenue budget for the period ending 30 September 2016 and the actual revenue accrued for the same period is 1% (R3 067 000).
- 4.3 During the period under review, the municipality had spent 26% (R512 919 000) of the total original budget of R1 955 731 000. Comparison between the pro rata budget of R4488 933 000 and actual expenditure for the third month of the year and reflects an over-expenditure of R23 986 000 (5%).
- 4.4 Capital expenditure for the third month amounted to R40 164 000, which represents 15% of the approved total capital budget of R275 667 000. Comparison between the pro rata budget of R68 917 000 and actual expenditure for the period reflects and under expenditure of (R28 753 000) which implies that the municipality spent 42% 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. Capital expenditure per department is reflected as follows:

<i>Corporate Service</i>	<i>R 0</i>
<i>Community Services</i>	<i>R 1 million</i>
<i>Budget and Treasury Office</i>	<i>R1 thousand</i>
<i>Municipal Manager</i>	<i>R 32 thousand</i>
<i>Development Planning and Human Settlements</i>	<i>R 4.3 million</i>
<i>Technical Services</i>	<i>R 32.8 million</i>
<i>Electrical & Mechanical Services</i>	<i>R 1.9 million</i>

- 4.5 The municipality's debtors as reflected in table SC3 has slightly decreased by R1 784 000 and by the end of the third month, the total debtors amounted to R925 682 000. The bulk of this amount (R812 956 000) is debt owing for more than 90 days, while R712 322 000 of the total debt is owed by households, it must be noted that the total figure of debtors is inclusive of indigent. This needs to be attended to urgently as currently it is impacting negatively on the municipality's cash flows.
- 4.6 Cash flow (C7) on section 71 report is not shown per month but we have appropriated the year to date actuals. Our cash and cash equivalent for the period under review shows the unfavourable balance of (R17 925 000).

5. RECOMMENDATION

IT IS RECOMMENDED THAT:

- 5.1.1 Council notes the monthly budget statement and any supporting documentation
- 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 approved capital budget as a service delivery barometer, and ensures that grants are fully spend for intended purposes.

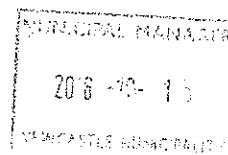
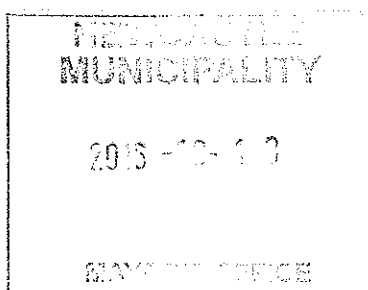
8. SUBMITTED BY:



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

Finance Portfolio Councillor
Mr E. M Nkosi
E-mail: makhosini.nkosi@newcastle.gov.za

Municipal Manager
Mr. B. E Mswane
E-mail: mm@newcastle.gov.za



KZN252 Newcastle - Contact Information
A. GENERAL INFORMATION

Municipality	KZN252 Newcastle
Grade	Grade 4
Province	KZN 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

Postal address:	
P.O. Box	Private Bag X6621
City / Town	Newcastle
Postal Code	2940
Street address	
Building	Civic Centre
Street No. & Name	37 Murchison Street
City / Town	Newcastle
Postal Code	2940
General Contacts	
Telephone number	(034) 328 7600
Fax number	(034) 312 1152

C. POLITICAL LEADERSHIP

Speaker:		Secretary/PA to the Speaker:	
Name	Clr J. C Khumalo	Name	Ms N. R. Jele
Telephone number		Telephone number	
Cell number	0764637028	Cell number	761761552
Fax number		Fax number	
E-mail address	jabulile.khumalo@newcastle.gov.za	E-mail address	speaker@newcastle.gov.za
Mayor/Executive Mayor:		Secretary/PA to the Mayor/Executive Mayor:	
Name	Clr E. M Nkosi	Name	Miss N Mhlongo
Telephone number	(034) 328 7737	Telephone number	343287737
Cell number	0727099149	Cell number	
Fax number		Fax number	
E-mail address	makhosinikosi.nkosi@newcastle.gov.za	E-mail address	mayor@newcastle.gov.za
Deputy Mayor/Executive Mayor:		Secretary/PA to the Deputy Mayor/Executive Mayor:	
Name	Clr D. P Sibiyane	Name	Ms P. Mbuli
Telephone number	(034) 328 7628	Telephone number	(034) 328 7737
Cell number	0722868208	Cell number	823825569
Fax number		Fax number	
E-mail address	duduzile.sibiyane@newcastle.gov.za	E-mail address	mayor@newcastle.gov.za
D. MANAGEMENT LEADERSHIP			
Municipal Manager:		Secretary/PA to the Municipal Manager:	
Name	Mr B. E Mswane	Name	Mrs S.R. Mzila
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Cell number		Cell number	
Fax number	(034) 312 7089	Fax number	(034) 312 7089
E-mail address	mm@newcastle.gov.za	E-mail address	mm@newcastle.gov.za
Chief Financial Officer		Secretary/PA to the Chief Financial Officer	
Name	Mr S Nkosi	Name	Mrs L. Oberholster
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Cell number	(082) 726 5526	Cell number	
Fax number	(031) 332 3920	Fax number	(034) 328 7769
E-mail address	sishosonke.nkosi@newcastle.gov.za	E-mail address	lizelle.orberholster@newcastle.gov.za

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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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Cell number	
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KZN252 Newcastle - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M03 September

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										
Revenue - Standard										
<i>Governance and administration</i>		272,895	360,756	-	24,106	109,040	90,189	18,851	21%	436,159
Executive and council		16,258	13,210	-	419	2,388	3,302	(914)	-28%	9,553
Budget and treasury office		201,988	291,002	-	23,675	84,159	72,751	11,408	16%	336,636
Corporate services		54,649	56,544	-	12	22,492	14,136	8,357	59%	89,970
<i>Community and public safety</i>		45,671	25,616	-	2,193	4,533	6,404	(1,871)	-29%	18,132
Community and social services		28,988	7,058	-	409	1,403	1,764	(361)	-20%	5,614
Sport and recreation		1,125	417	-	42	58	104	(47)	-45%	231
Public safety		5,122	7,557	-	118	725	1,889	(1,165)	-62%	2,899
Housing		10,404	10,557	-	1,622	2,337	2,639	(302)	-11%	9,349
Health		33	28	-	2	10	7	3	42%	39
<i>Economic and environmental services</i>		60,361	5,001	-	5,354	18,412	1,250	17,161	1373%	73,647
Planning and development		14,560	666	-	2,379	3,383	166	3,217	1934%	13,534
Road transport		45,801	4,336	-	2,975	15,028	1,084	13,944	1286%	60,113
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		1,277,913	1,318,136	-	125,809	372,906	410,114	(37,208)	-9%	1,491,625
Electricity		698,349	771,359	-	89,465	201,209	273,420	(72,210)	-26%	804,838
Water		294,234	247,149	-	20,992	78,650	61,787	16,862	27%	314,599
Waste water management		177,916	186,113	-	8,461	59,943	46,528	13,414	29%	239,771
Waste management		107,414	113,515	-	6,891	33,104	28,379	4,726	17%	132,417
<i>Other</i>	4	130	164	-	11	41	41	(0)	-1%	163
Total Revenue - Standard	2	1,656,969	1,709,674	-	157,473	504,931	507,999	(3,067)	-1%	2,019,726
Expenditure - Standard										
<i>Governance and administration</i>		187,373	332,329	-	27,497	75,960	83,082	(7,122)	-9%	303,839
Executive and council		(47,541)	90,786	-	8,647	22,756	22,696	60	0%	91,024
Budget and treasury office		168,462	161,526	-	13,749	39,298	40,382	(1,084)	-3%	157,192
Corporate services		66,452	80,017	-	5,102	13,906	20,004	(6,098)	-30%	55,623
<i>Community and public safety</i>		254,047	253,527	-	31,324	66,261	63,382	2,879	5%	265,044
Community and social services		86,904	90,729	-	16,011	26,406	22,682	3,723	16%	105,622
Sport and recreation		58,257	63,316	-	4,616	14,164	15,829	(1,665)	-11%	56,655
Public safety		73,462	69,346	-	6,488	17,154	17,336	(183)	-1%	68,614
Housing		31,257	26,104	-	3,944	7,637	6,526	1,111	17%	30,547
Health		4,166	4,032	-	265	902	1,008	(106)	-11%	3,607
<i>Economic and environmental services</i>		390,394	408,940	-	97,704	116,523	102,235	14,288	14%	466,090
Planning and development		31,279	31,183	-	2,402	5,872	7,796	(1,924)	-25%	23,489
Road transport		358,988	377,616	-	95,296	110,622	94,404	16,218	17%	442,488
Environmental protection		128	141	-	7	28	35	(7)	-20%	113
<i>Trading services</i>		1,380,937	960,137	-	133,360	254,153	240,034	14,118	6%	1,016,611
Electricity		706,916	562,521	-	104,574	171,888	140,630	31,257	22%	687,551
Water		535,557	261,534	-	18,429	51,719	65,383	(13,665)	-21%	206,876
Waste water management		37,433	32,248	-	3,267	8,349	8,062	287	4%	33,396
Waste management		101,031	103,835	-	7,089	22,197	25,959	(3,762)	-14%	88,788
<i>Other</i>		986	799	-	8	22	200	(177)	-89%	90
Total Expenditure - Standard	3	2,213,737	1,955,731	-	289,892	512,919	488,933	23,986	5%	2,051,674
Surplus/ (Deficit) for the year		(556,768)	(246,057)	-	(132,419)	(7,987)	19,066	(27,053)	-142%	(31,949)

Public Toilets			-						
Waste management	107,414	113,515	-	6,891	33,104	28,379	4,726	0	132,417
Solid Waste	107,414	113,515	-	6,891	33,104	28,379	4,726	0	132,417
Other	130	164	-	11	41	41	(0)	(0)	163
Air Transport	130	164	-	11	41	41	(0)	(0)	163
Abattoirs			-						
Tourism			-						
Forestry			-						
Markets			-						
Total Revenue - Standard	1,656,969	1,709,674	-	157,473	504,931	507,999	(3,067)	(0)	2,019,726
Expenditure - Standard									
Municipal governance and administration	187,373	332,329	-	27,497	75,960	83,082	(7,122)	(0)	303,839
Executive and council	(47,541)	90,786	-	8,647	22,756	22,696	60	0	91,024
Mayor and Council	(99,256)	43,398	-	4,923	13,208	10,850	2,358	0	52,830
Municipal Manager	51,714	47,387	-	3,724	9,549	11,847	(2,298)	(0)	38,194
Budget and treasury office	168,462	161,526	-	13,749	39,298	40,382	(1,084)	(0)	157,192
Corporate services	66,452	80,017	-	5,102	13,906	20,004	(6,098)	(0)	55,623
Human Resources	18,063	25,942	-	983	3,827	6,485	(2,658)	(0)	15,309
Information Technology	16,893	16,636	-	2,026	3,535	4,159	(624)	(0)	14,138
Property Services	14,423	11,740	-	769	2,596	2,935	(339)	(0)	10,383
Other Admin	17,073	25,699	-	1,324	3,948	6,425	(2,477)	(0)	15,793
Community and public safety	254,047	253,527	-	31,324	66,261	63,382	2,879	0	265,044
Community and social services	86,904	90,729	-	16,011	26,406	22,682	3,723	0	105,622
Libraries and Archives	14,470	22,250	-	1,474	3,902	5,563	(1,660)	(0)	15,609
Museums & Art Galleries etc	2,004	2,560	-	165	494	640	(146)	(0)	1,975
Community halls and Facilities	4,712	4,767	-	707	1,590	1,192	398	0	6,359
Cemeteries & Crematoriums	2,799	3,306	-	166	571	827	(255)	(0)	2,286
Child Care			-						
Aged Care			-						
Other Community	62,918	57,845	-	13,499	19,848	14,461	5,387	0	79,393
Other Social			-						
Sport and recreation	58,257	63,316	-	4,616	14,164	15,829	(1,665)	(0)	56,655
Public safety	73,462	69,346	-	6,488	17,154	17,336	(183)	(0)	68,614
Police			-						
Fire	30,406	31,512	-	2,546	7,091	7,878	(787)	(0)	28,366
Civil Defence	924	862	-	-	657	215	441	0	2,627
Street Lighting	24,596	9,288	-	1,932	3,981	2,322	1,659	0	15,923
Other	17,536	27,684	-	2,010	5,425	6,921	(1,496)	(0)	21,699
Housing	31,257	26,104	-	3,944	7,637	6,526	1,111	0	30,547
Health	4,166	4,032	-	265	902	1,008	(106)	(0)	3,607
Clinics	948	801	-	74	215	200	15	0	862
Ambulance			-						
Other	3,218	3,231	-	192	686	808	(122)	(0)	2,745
Economic and environmental services	390,394	408,940	-	97,704	116,523	102,235	14,288	0	466,090
Planning and development	31,279	31,183	-	2,402	5,872	7,796	(1,924)	(0)	23,489
Economic Development/Planning	14,044	9,778	-	1,034	1,972	2,444	(472)	(0)	7,890
Town Planning/Building enforcement	16,435	20,331	-	1,305	3,694	5,083	(1,389)	(0)	14,774
Licensing & Regulation	800	1,074	-	63	206	269	(62)	(0)	825
Road transport	358,988	377,616	-	95,296	110,622	94,404	16,218	0	442,488
Roads	357,578	375,812	-	95,118	109,852	93,953	15,899	0	439,407
Public Buses			-						
Parking Garages	356	393	-	28	103	98	5	0	411
Vehicle Licensing and Testing			-						
Other	1,053	1,410	-	151	667	353	315	0	2,670
Environmental protection	128	141	-	7	28	35	(7)	(0)	113
Pollution Control			-						
Biodiversity & Landscape	128	141	-	7	28	35	(7)	(0)	113
Other			-						
Trading services	1,380,937	960,137	-	133,360	254,153	240,034	14,118	0	1,016,611
Electricity	706,916	562,521	-	104,574	171,888	140,630	31,257	0	687,551
Electricity Distribution	706,916	562,521	-	104,574	171,888	140,630	31,257	0	687,551
Electricity Generation			-						

Water	535,557	261,534	-	18,429	51,719	65,383	(13,665)	(0)	206,876	
Water Distribution	535,557	261,534	-	18,429	51,719	65,383	(13,665)	(0)	206,876	
Water Storage	-	-	-	-	-	-	-	-	-	
Waste water management	37,433	32,248	-	3,267	8,349	8,062	287	0	33,396	
Sewerage	35,319	29,863	-	3,085	7,820	7,466	354	0	31,281	
Storm Water Management	-	-	-	-	-	-	-	-	-	
Public Toilets	2,114	2,384	-	182	529	596	(67)	(0)	2,115	
Waste management	101,031	103,835	-	7,089	22,197	25,959	(3,762)	(0)	88,788	
Solid Waste	101,031	103,835	-	7,089	22,197	25,959	(3,762)	(0)	88,788	
Other	986	799	-	8	22	200	(177)	(0)	90	
Air Transport	986	799	-	8	22	200	(177)	(0)	90	
Abattoirs	-	-	-	-	-	-	-	-	-	
Tourism	-	-	-	-	-	-	-	-	-	
Forestry	-	-	-	-	-	-	-	-	-	
Markets	-	-	-	-	-	-	-	-	-	
Total Expenditure - Standard	3	2,213,737	1,955,731	-	289,892	512,919	488,933	23,986	0	2,051,674
Surplus/ (Deficit) for the year		(556,768)	(246,057)	-	(132,419)	(7,987)	19,066	(27,053)	(0)	(31,949)

References

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) - M03 September

Vote 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										
Revenue by Vote										
Vote 1 - CORPORATE SERVICES	1	70,656	69,754	-	431	24,881	17,438	7,442	42.7%	99,523
Vote 2 - COMMUNITY SERVICES		143,982	129,317	-	7,518	35,408	32,329	3,079	9.5%	141,632
Vote 3 - BUDGET AND TREASURY		201,988	291,002	-	23,675	84,159	72,751	11,408	15.7%	336,636
Vote 4 - MUNICIPAL MANAGER		-	967	-	-	-	242	(242)	-100.0%	-
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENT		25,094	11,387	-	4,013	5,762	2,847	2,915	102.4%	23,046
Vote 6 - TECHNICAL SERVICES		516,649	436,856	-	32,372	153,513	189,553	(36,040)	-19.0%	614,051
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		698,600	771,359	-	89,465	201,209	192,840	8,370	4.3%	804,838
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	1,656,969	1,710,641	-	157,473	504,931	507,999	(3,068)	-0.6%	2,019,726
Expenditure by Vote										
Vote 1 - CORPORATE SERVICES	1	730,586	86,215	-	7,333	17,757	21,554	(3,797)	-17.6%	71,027
Vote 2 - COMMUNITY SERVICES		309,225	326,605	-	32,767	77,626	81,651	(4,025)	-4.9%	310,505
Vote 3 - BUDGET AND TREASURY		168,462	161,526	-	13,749	39,298	40,382	(1,084)	-2.7%	157,192
Vote 4 - MUNICIPAL MANAGER		84,830	72,511	-	5,755	16,901	18,128	(1,227)	-6.8%	67,602
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENT		63,522	58,086	-	6,353	13,531	14,521	(990)	-6.8%	54,125
Vote 6 - TECHNICAL SERVICES		625,444	678,979	-	117,430	171,938	169,745	2,193	1.3%	687,750
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		231,669	571,809	-	106,506	175,868	142,952	32,916	23.0%	703,473
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	2,213,737	1,955,731	-	289,892	512,919	488,933	23,986	4.9%	2,051,674
Surplus/ (Deficit) for the year	2	(556,768)	(245,090)	-	(132,419)	(7,987)	19,067	(27,054)	-141.9%	(31,949)

KZN252 Newcastle - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - A - M03 September

Vote Description	Ref	2015/16	Budget Year 2016/17							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
Revenue by Vote										
Vote 1 - CORPORATE SERVICES		70,656	69,754	-	431	24,881	17,438	7,442	43%	99,523
1.1-Administration		69,991	67,254		431	24,881	16,813	8,067	48%	99,523
1.2-Human Resources		665	2,500		-	-	625	(625)	-100%	-
Vote 2-COMMUNITY SERVICES		143,982	129,317	-	7,518	35,408	32,329	3,079	10%	141,632
2.1-Culture and Amenities		13,236	7,475		452	1,461	1,869	(408)	-22%	5,844
2.2-Community Services		130,747	121,842		7,067	33,947	30,461	3,486	11%	135,787
Vote 3 -BUDGET AND TREASURY		201,988	291,002	-	23,675	84,159	72,751	11,408	16%	336,636
3.1 - Financial Services		201,988	291,002		23,675	84,159	72,751	11,408	16%	336,636
3.2 - Data Processing										
3.3 - Supply Chain Unit										
Vote 4 - MUNICIPAL MANAGER		-	967	-	-	-	242	(242)	-100%	-
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			967				242	(242)	-100%	
4.10 - Risk Management										
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETT		25,094	11,387	-	4,013	5,762	2,847	2,915	102%	23,046
5.1 - Economic Development		3,825	197		2,244	3,057	49	3,008	6097%	12,230
5.2 - Housing and Land		10,404	10,557		1,622	2,337	2,639	(302)	-11%	9,349
5.3 - Town Planning		10,865	633		146	367	158	209	132%	1,467
Vote 6 - TECHNICAL SERVICES		516,649	436,856	-	32,372	153,513	189,553	(36,040)	-19%	614,051
6.1 - Civil Services		44,533	3,593		2,919	14,920	898	14,022	1561%	59,681
6.2 - Water and Sanitation Services		472,116	433,263		29,453	138,592	188,655	(50,062)	-27%	554,370
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		698,600	771,359	-	89,465	201,209	192,840	8,370	4%	804,838
7.1 - Electrical Services		698,600	771,359		89,465	201,209	192,840	8,370	4%	804,838

Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		231,669	571,809	-	106,506	175,868	142,952	32,916	23%	703,473
	7.1 - Electrical Services	231,669	571,809		106,506	175,868	142,952	32,916	23%	703,473
Total Expenditure by Vote	2	2,213,737	1,955,731	-	289,892	512,919	488,933	23,986	0	2,051,674
Surplus/ (Deficit) for the year	2	(556,768)	(245,090)	-	(132,419)	(7,987)	19,067	(27,054)	(0)	(31,949)

References

1. Insert 'Vote', e.g. Department, if different to standard structure
2. Must reconcile to Financial Performance ('Revenue and Expenditure by Standard Classification' and 'Revenue and Expenditure')
3. Assign share in 'associate' to relevant Vote

check revenue
check expenditure

KZN252 Newcastle - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September

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										
Revenue By Source										
Property rates		224,853	256,072		22,000	71,766	64,018	7,748	12%	287,063
Property rates - penalties & collection charges										
Service charges - electricity revenue		914,751	712,968		87,258	174,697	178,242	(3,545)	-2%	698,787
Service charges - water revenue			184,732		14,345	40,950	46,183	(5,233)	-11%	163,801
Service charges - sanitation revenue			102,873		8,459	25,327	25,718	(391)	-2%	101,309
Service charges - refuse revenue			83,421		6,886	20,573	20,855	(282)	-1%	82,292
Service charges - other										
Rental of facilities and equipment		7,918	7,326		577	1,784	1,832	(48)	-3%	7,136
Interest earned - external investments		12,292	4,000		166	754	1,000	(246)	-25%	3,016
Interest earned - outstanding debtors		7,156	6,099		843	2,745	1,525	1,221	80%	10,982
Dividends received										
Fines		5,206	7,660		118	729	1,915	(1,187)	-62%	2,914
Licences and permits			12		1	3	3	(0)	-8%	11
Agency services		5,262								
Transfers recognised - operational		467,502	325,438		15,638	161,940	161,940			325,438
Other revenue		11,260	19,072		1,183	3,664	4,768	(1,104)	-23%	14,656
Gains on disposal of PPE		770								
Total Revenue (excluding capital transfers and contributions)		1,656,969	1,709,674	-	157,473	504,931	507,999	(3,067)	-1%	1,697,406
Expenditure By Type										
Employee related costs		484,375	476,620		38,212	113,699	119,155	(5,456)	-5%	454,795
Remuneration of councillors		18,453	21,023		2,200	5,290	5,256	34	1%	21,159
Debt impairment		230,355	61,007		2,367	3,873	15,252	(11,379)	-75%	15,490
Depreciation & asset impairment		448,127	330,121		112,953	112,954	82,530	30,423	37%	451,814
Finance charges		66,141	61,899		4,196	12,877	15,475	(2,598)	-17%	51,507
Bulk purchases		513,530	577,973		86,968	162,966	144,493	18,472	13%	651,863
Other materials		2,438	3,061		220	567	765	(198)	-26%	2,269
Contracted services		78,718	52,490		4,365	15,773	13,123	2,650	20%	63,091
Transfers and grants		90,764	96,098		8,781	26,051	24,025	2,026	8%	104,204
Other expenditure		277,364	275,438		29,630	58,870	68,860	(9,989)	-15%	235,482
Loss on disposal of PPE		3,472								
Total Expenditure		2,213,737	1,955,731	-	289,892	512,919	488,933	23,986	5%	2,051,674
Surplus/(Deficit)		(556,768)	(246,057)	-	(132,419)	(7,987)	19,066	(27,053)	(0)	(354,269)
Transfers recognised - capital										
Contributions recognised - capital										
Contributed assets										
Surplus/(Deficit) after capital transfers & contributions		(556,768)	(246,057)	-	(132,419)	(7,987)	19,066			(354,269)
Taxation										
Surplus/(Deficit) after taxation		(556,768)	(246,057)	-	(132,419)	(7,987)	19,066			(354,269)
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		(556,768)	(246,057)	-	(132,419)	(7,987)	19,066			(354,269)
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		(556,768)	(246,057)	-	(132,419)	(7,987)	19,066			(354,269)

KZN252 Newcastle - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M03 September

Vote 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									
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 SETTLEMEN		-	-	-	-	-	-	-	-	-
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	-	-	-	4,401	(4,401)	-100%	-
Vote 2 - COMMUNITY SERVICES		22,464	31,161	-	878	1,077	7,790	(6,714)	-86%	4,306
Vote 3 - BUDGET AND TREASURY		14,280	943	-	-	1	236	(234)	-99%	5
Vote 4 - MUNICIPAL MANAGER		-	2,824	-	32	32	706	(674)	-95%	129
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMEN		121	32,772	-	4,324	4,324	8,193	(3,869)	-47%	17,295
Vote 6 - TECHNICAL SERVICES		182,646	175,427	-	4,763	32,780	43,857	(11,077)	-25%	131,119
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		31,284	14,936	-	-	1,950	3,734	(1,784)	-48%	7,799
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	-	9,997	40,164	68,917	(28,753)	-42%	160,655
Total Capital Expenditure		297,936	275,667	-	9,997	40,164	68,917	(28,753)	-42%	160,655
Capital Expenditure - Standard Classification										
Governance and administration		71,570	21,371	-	32	34	5,343	(5,309)	-99%	134
Executive and council		47,141	17,604	-	-	-	4,401	(4,401)	-100%	-
Budget and treasury office		21,067	943	-	-	1	236	(234)	-99%	5
Corporate services		3,362	2,824	-	32	32	706	(674)	-95%	129
Community and public safety		19,760	25,213	-	520	719	6,303	(5,585)	-89%	2,874
Community and social services		15,677	7,933	-	100	298	1,883	(1,685)	-85%	1,194
Sport and recreation		4,083	16,225	-	372	372	4,056	(3,684)	-91%	1,489
Public safety		-	827	-	48	48	207	(159)	-77%	192
Housing		-	100	-	-	-	25	(25)	-100%	-
Health		-	129	-	-	-	32	(32)	-100%	-
Economic and environmental services		113,117	109,904	-	6,820	19,706	27,476	(7,770)	-28%	78,825
Planning and development		2,541	32,672	-	4,324	4,324	8,168	(3,844)	-47%	17,295
Road transport		110,576	77,231	-	2,496	15,382	19,308	(3,925)	-20%	61,530
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		93,489	119,179	-	2,625	19,705	29,795	(10,090)	-34%	78,821
Electricity		31,284	14,936	-	-	1,950	3,734	(1,784)	-48%	7,799
Water		34,800	98,196	-	2,267	17,397	24,549	(7,152)	-29%	69,569
Waste water management		27,404	6,047	-	358	358	1,512	(1,154)	-76%	1,432
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard Classification	3	297,936	275,667	-	9,997	40,164	68,917	(28,753)	-42%	160,655
Funded by:										
National Government		132,181	185,150	-	9,247	39,414	46,287	(6,873)	-15%	157,657
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		132,181	185,150	-	9,247	39,414	46,287	(6,873)	-15%	157,657
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	76,535	90,517	-	750	750	22,629	(21,880)	-97%	2,998
Internally generated funds		89,221	-	-	-	-	-	-	-	-
Total Capital Funding		297,936	275,667	-	9,997	40,164	68,917	(28,753)	-42%	160,655

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 PPP unitary payment
- Capital expenditure by standard classification must reconcile to the total of multi-year and single year appropriations
- Include expenditure on investment 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

Vote 8 - [NAME OF VOTE 8]
8.1 - [Name of sub-vote]

Vote 9 - [NAME OF VOTE 9]
9.1 - [Name of sub-vote]

Vote 10 - [NAME OF VOTE 10]
10.1 - [Name of sub-vote]

Vote 11 - [NAME OF VOTE 11]
11.1 - [Name of sub-vote]

Vote 12 - [NAME OF VOTE 12]
12.1 - [Name of sub-vote]

Vote 13 - [NAME OF VOTE 13]
13.1 - [Name of sub-vote]

Vote 14 - [NAME OF VOTE 14]
14.1 - [Name of sub-vote]

Vote 15 - [NAME OF VOTE 15]										
15.1 - [Name of sub-vote]										
Total multi-year capital expenditure										
Capital expenditure - Municipal Vote										
Expenditure of single-year capital appropriation	1									
Vote 1 - CORPORATE SERVICES		47,141	17,604	-	-	-	4,401	(4,401)	-100%	-
1.1 Administration		47,141	17,604	-	-	-	4,401	(4,401)	-100%	-
1.2 - Human Resources										
Vote 2 - COMMUNITY SERVICES		22,464	31,161	-	878	1,077	7,790	(6,714)	-86%	4,306
2.1 Culture and Amenities		6,787	19,286	-	472	671	4,822	(4,151)	-86%	2,682
2.2 - Community Services		15,677	11,874	-	406	406	2,969	(2,563)	-86%	1,624
Vote 3 - BUDGET AND TREASURY OFFICE		14,280	943	-	-	1	236	(234)	-99%	5
3.1 - Financial Services		14,280	924	-	-	1	231	(230)	-99%	5
3.2 - Data Processing										
3.3 - Supply Chain Unit			18				5	(5)	-100%	-
Vote 4 - MUNICIPAL MANAGER			2,824	-	32	32	706	(674)	-95%	129
4.1 - Municipal manager										
4.2 - Internal Audit										
4.3 - Integrated Development Planning										
4.5 - Mayoral Office										
4.6 - Public Relations Office										
4.7 - Governance										
4.8 - Performance Management										
4.9 - Information Technology			2,824		32	32	706	(674)	-95%	129
4.10 - Risk Management										
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENTS		121	32,772	-	4,324	4,324	8,193	(3,869)	-47%	17,295
5.1 - Economic Development		121	1,798	-	831	831	449	381	85%	3,323
5.2 - Housing and Land			100	-	-	-	25	(25)	-100%	-
5.3 - Town Planning			30,874	-	3,493	3,493	7,719	(4,225)	-55%	13,973

Vote 6 - TECHNICAL SERVICES	182,646	175,427	-	4,763	32,780	43,857	(11,077)	-25%	131,119
6.1 - Civil Services	101,576	73,731	-	2,496	15,382	18,433	(3,050)	-17%	61,530
6.2 - Water and Sanitation Services	81,070	101,696	-	2,267	17,397	25,424	(8,027)	-32%	89,589
Vote 7 - TECHNICAL SERVICES	31,284	14,936	-	-	1,950	3,734	(1,784)	-48%	7,799
7.1 - Electrical Services	31,284	14,936	-	-	1,950	3,734	(1,784)	-48%	7,799
Total single-year capital expenditure	297,936	275,667	-	9,997	40,164	68,917	(28,753)	(0)	160,655
Total Capital Expenditure	297,936	275,667	-	9,997	40,164	68,917	(28,753)	(0)	160,655

References

1. Insert 'Vote'; e.g. Department, if different to standard structure

KZN252 Newcastle - Table C6 Monthly Budget Statement - Financial Position - M03 September

Description	Ref	Budget Year 2016/17				
		2015/16 Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		44,573	2,072		(55,663)	2,072
Call investment deposits			38,482		37,738	38,482
Consumer debtors		707,525	489,883		749,992	489,883
Other debtors		51,612	68,250		59,201	68,250
Current portion of long-term receivables		8	11		7	11
Inventory		13,381	13,118		12,713	13,118
Total current assets		817,098	611,816	-	803,988	611,816
Non current assets						
Long-term receivables						
Investments					275,974	265,125
Investment property		275,974	265,125		346,156	421,324
Investments in Associate		346,156	421,324		7,598,316	3,925,100
Property, plant and equipment		7,670,847	3,925,100		-	-
Agricultural					-	-
Biological assets					4,086	6,138
Intangible assets		4,497	6,138		5,970	3,025
Other non-current assets		5,970	3,025		-	-
Total non current assets		8,303,445	4,620,712	-	8,230,503	4,620,712
TOTAL ASSETS		9,120,542	5,232,528	-	9,034,491	5,232,528
LIABILITIES						
Current liabilities						
Bank overdraft					27,649	32,192
Borrowing		29,441	32,192		12,979	13,389
Consumer deposits		12,753	13,389		319,786	134,448
Trade and other payables		391,780	134,448		5,775	4,927
Provisions		5,775	4,927		-	-
Total current liabilities		439,749	184,956	-	366,189	184,956
Non current liabilities						
Borrowing		458,528	528,190		454,035	528,190
Provisions		146,890	147,855		146,890	147,855
Total non current liabilities		605,419	676,044	-	600,925	676,044
TOTAL LIABILITIES		1,045,167	861,000	-	967,114	861,000
NET ASSETS	2	8,075,375	4,371,528	-	8,067,377	4,371,528
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		8,048,629	4,333,046		8,040,338	4,333,046
Reserves		26,746	38,482		27,038	38,482
TOTAL COMMUNITY WEALTH/EQUITY	2	8,075,375	4,371,528	-	8,067,377	4,371,528

KZN252 Newcastle - Table C7 Monthly Budget Statement - Cash Flow - M03 September

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										
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates, penalties & collection charges		980,377	209,979			71,766	71,766	-		209,979
Service charges			903,135			199,781	199,781	-		903,135
Other revenue			28,911			3,664	3,664	-		28,911
Government - operating		464,077	325,438			131,314	131,314	-		325,438
Government - capital			185,150			69,786	69,786	-		185,150
Interest		19,448	5,220			3,903	3,903	(0)	0%	5,220
Dividends			-					-		-
Payments										
Suppliers and employees		(1,381,694)	(1,380,394)			(493,930)	(493,930)	-		(1,380,394)
Finance charges		(66,141)	(61,899)			(12,877)	(12,877)	0	0%	(61,899)
Transfers and Grants								-		
NET CASH FROM/(USED) OPERATING ACTIVITIES		16,067	215,539	-	-	(26,593)	(26,593)	0	0%	215,539
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		(2,716)	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		(297,935)	(275,635)			(29,620)	(29,620)	-		(275,635)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(300,651)	(273,623)	-	-	(29,620)	(29,620)	-		(273,623)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-			-	-	-		-
Borrowing long term/refinancing		(11,362)	90,517			-	-	-		90,517
Increase (decrease) in consumer deposits		-	1,132			-	-	-		1,132
Payments										
Repayment of borrowing		(294)	(32,192)			(6,285)	(6,285)	-		(32,192)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(11,656)	59,457	-	-	(6,285)	(6,285)	-		59,457
NET INCREASE/ (DECREASE) IN CASH HELD		(296,240)	1,372	-	-	(62,498)	(62,498)			1,372
Cash/cash equivalents at beginning:		340,813	39,182			44,573	39,182			44,573
Cash/cash equivalents at month/year end:		44,573	40,554			(17,925)	(23,316)			45,945

KZN252 Newcastle - Supporting Table SC1 Material variance explanations - M03 September

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Service Charges- water	-11%	Water revenue is dependent on levels of consumption and therefore fluctuates every month.	To be rectified during adjustment budget
	Property rates	12%	We have received more funds due to government organs pay once in a year, within the first quarter	To be rectified during adjustment budget
	Licences and permits	-8%	Revenue from this item is depended on community requests	To be rectified during adjustment budget
	Interest earned : external investments	-25%	Investments were withdrawn therefore resulting in a lower interest of investments	To be rectified during adjustment budget
	Interest earned : outstanding debtors	80%	Due to an increase in our debtors book	To be rectified during adjustment budget
	Fines Recognised	-62%	We received more funds from fines payed by consumers	To be rectified during adjustment budget
	Other Revenue	-23%	Other Revenue is dependent on levels of consumption and therefore fluctuates every month.	To be rectified during adjustment budget
2	Expenditure By Type			
	Depreciation and asset impairment	37%	This variance is due to under-expenditure on capital projects. The lower the capital expenditure, the lower the depreciation	To be rectified during adjustment budget
	Financa Charges	-17%	Expenditure on finance charges was over spent due to the prorata calculation based on straightline projections.	To be rectified during adjustment budget
	Debt Impairment	-75%		To be rectified during adjustment budget
	Bulk Purchases	13%	Theres a misallocation of funds for uThukela Water, which will be rectified in the Adjustment Budget	To be rectified during adjustment budget
	Materials	-26%	Delays of spending due to cash flow	To be rectified during adjustment budget
	Contracted Services	20%	Unauthorised expenditure on consultants resulted in the over expenditure in a short time frame, we have over-spent the quarter budget as projected by the pro-rata budget	To be rectified during adjustment budget
	Other Expenditure	-15%	Delays of spending due to cash flow	To be rectified during adjustment budget
3	Capital Expenditure			
4	Financial Position			
5	Cash Flow			
6	Measureable performance		The variances in both capital and operational budget performances resulted in the variance in the overall performance of the municipality	
7	Municipal Entities			

KZN252 Newcastle - Supporting Table SC2 Monthly Budget Statement - performance indicators - M03 September

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
Borrowing Management							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		3.0%	20.0%	0.0%	2.5%	3.5%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		25.7%	32.8%	0.0%	1.9%	1.9%
Safety of Capital							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		10.9%	15.9%	0.0%	9.9%	15.9%
Gearing	Long Term Borrowing/ Funds & Reserves		1714.4%	1372.5%	0.0%	1679.2%	1372.5%
Liquidity							
Current Ratio	Current assets/current liabilities	1	185.8%	330.8%	0.0%	219.6%	330.8%
Liquidity Ratio	Monetary Assets/Current Liabilities		10.1%	21.9%	0.0%	-4.9%	21.9%
Revenue Management							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		45.8%	32.6%	0.0%	160.3%	32.9%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
Creditors Management							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
Funding of Provisions							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
Other Indicators							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2					
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2					
Employee costs	Employee costs/Total Revenue - capital revenue		29.2%	27.9%	0.0%	22.5%	26.8%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		0.0%	6.3%	0.0%	1.5%	2.6%
Interest & Depreciation	I&D/Total Revenue - capital revenue		31.0%	22.9%	0.0%	2.6%	4.3%
IDP regulation financial viability indicators							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)						
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services						
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure						

References

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

KZN252 Newcastle - Supporting Table SC3 Monthly Budget Statement - aged debtors - M03 September

		Budget Year 2016/17										Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts I.C. Council Policy
Description	NT Code	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dys-1 Yr	Over 1Yr	Total				
R thousands														
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	1200	12,456	7,045	6,073	5,165	5,441	6,405	6,007	171,330	219,922	194,347			
Trade and Other Receivables from Exchange Transactions - Electricity	1300	29,344	2,812	1,308	976	551	748	383	8,159	44,290	10,826			
Receivables from Non-exchange Transactions - Property Rates	1400	17,302	5,743	10,167	4,673	14,013	4,202	4,099	102,790	162,989	129,776			
Receivables from Exchange Transactions - Waste Water Management	1500	6,277	4,416	4,365	4,180	3,884	3,889	4,058	134,405	165,484	150,426			
Receivables from Exchange Transactions - Waste Management	1600	4,194	2,231	2,044	1,893	1,858	1,841	1,844	62,045	77,950	69,480			
Receivables from Exchange Transactions - Property Rental Debtors	1700	258	119	123	96	77	74	66	1,368	2,181	1,681			
Interest on Arrear Debtor Accounts	1810	932	933	855	829	708	756	895	40,891	46,898	44,178			
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820													
Other	1900	(15,932)	7,412	2,247	2,573	5,282	2,020	1,914	200,452	205,968	212,241			
Total By Income Source	2000	54,833	30,711	27,182	20,384	31,823	19,935	19,276	721,539	925,682	812,956			
2015/16 - totals only														
Debtors Age Analysis By Customer Group														
Organs of State	2200	(6,955)	876	3,191	639	9,068	156	140	10,350	17,464	20,352			
Commercial	2300	21,715	3,001	4,369	2,046	2,630	1,634	1,579	46,699	83,673	54,588			
Households	2400	39,374	21,244	18,962	16,679	16,311	17,385	17,093	644,853	791,901	712,322			
Other	2500	699	5,590	661	1,020	3,814	761	464	19,638	32,645	25,695			
Total By Customer Group	2600	54,833	30,711	27,182	20,384	31,823	19,935	19,276	721,539	925,682	812,956			

KZN252 Newcastle - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M03 September

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
		Yrs/Months							
R thousands									
Municipality									
Nedbank		12 months	Call Account		-		-	-	-
Standard Bank		12 months	Call Account		392		44,259	(16,608)	27,650
ABSA		12 months	Call Account		171		9,991	10	10,001
Sanlam		12 months	Call Account		2		85	2	86
Municipality sub-total					564		54,335	(16,597)	37,738
Entities									
Entities sub-total					-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2				564		54,335	(16,597)	37,738

KZN252 Newcastle - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M03 September

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										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		307,059	311,750	-	1,625	130,314	130,314	-	-	311,750
Local Government Equitable Share		298,215	306,952			127,896	127,896			306,952
Water Services Operating Subsidy		3,000				793	793			3,173
EPWP Incentive		3,286	3,173							
Integrated National Electrification Programme										
Finance Management		1,600	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:			10,643							10,643
Recapitalisation of Community Libraries			5,695							5,695
Accredited Municipalities			4,077							4,077
Museums Services			334							334
Community Library Services Grant			537							537
Sport and Recreation										
Health subsidy	4									
District Municipality:										
[insert description]										
Other grant providers:										
[insert description]										
Total Operating Transfers and Grants	5	307,059	322,393	-	1,625	130,314	130,314	-	-	322,393
Capital Transfers and Grants										
National Government:		162,530	185,150	-	1,000	70,786	70,786	-	-	185,150
Neighbourhood Development Partnership		22,000	28,323			14,602	14,602			28,323
Municipal Infrastructure Grant (MIG)		110,705	109,214			37,000	37,000			109,214
Integrated National Electrification Programme		8,000	7,000		1,000	7,000	7,000			7,000
Energy efficiency & demand side management		7,000								
Municipal water infrastructure		14,825	40,813			12,184	12,184			40,813
Accreditation										
Other capital transfers [insert description]										
Provincial Government:		11,354								
Level 2 accreditation		4,750								
Recapitalisation of Community Libraries		5,627								
Sport and Recreation		150								
Community Library		510								
Museum		317								
District Municipality:										
[insert description]										
Other grant providers:										
[insert description]										
Total Capital Transfers and Grants	5	173,884	185,150	-	1,000	70,786	70,786	-	-	185,150
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	480,943	507,543	-	2,625	201,100	201,100	-	-	507,543

KZN252 Newcastle - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M03 September

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										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		307,059	311,750	-	899	128,795	128,795	-		311,750
Local Government Equitable Share		298,215	306,952			127,896	127,896	-		306,952
Water Services Operating Subsidy		3,000						-		
EPWP Incentive		3,286	3,173		793	793	793			3,173
Integrated National Electrification Programme										
Finance Management		1,600	1,625		106	106	106	-		1,625
Municipal Systems Improvement		930						-		
Neighbourhood Development Partnership		28						-		
Other transfers and grants [insert description]								-		
Provincial Government:		-	-	-	-	-	-	-		-
Health subsidy								-		
IDP								-		
Sport and Recreation								-		
Level 2 accreditation								-		
Community Library								-		
Recapitalisation of Community Libraries								-		
Corridor development								-		
Museum								-		
District Municipality:		-	-	-	-	-	-	-		-
[insert description]								-		
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		
Total operating expenditure of Transfers and Grants:		307,059	311,750	-	899	128,795	128,795	-		311,750
Capital expenditure of Transfers and Grants										
National Government:		162,530	185,150	-	10,234	28,812	28,812	(0)	0.0%	185,150
Neighbourhood Development Partnership		22,000	28,323		779	779	779	(0)	0.0%	28,323
Municipal Infrastructure Grant (MIG)		110,705	109,214		9,454	20,143	20,143	-		109,214
Integrated National Electrification Programme		8,000	7,000		-	2,207	2,207	-		7,000
Emergency efficiency & demand side management		7,000	-					-		-
Municipal water infrastructure		14,825	40,613			5,683	5,683	-		40,613
Accreditation								-		
Provincial Government:		11,354	10,643	-	868	2,102	2,102	-		10,643
Level 2 accreditation		4,750	5,695		572	1,365	1,365	-		5,695
Recapitalisation of Community Libraries		5,627	4,077		230	671	671	-		4,077
Sport and Recreation		150	334					-		334
Community Library		510	537		66	66	66	-		537
Museum		317						-		
District Municipality:		-	-	-	-	-	-	-		-
[insert description]								-		
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		
Total capital expenditure of Transfers and Grants		173,884	195,793	-	11,102	30,915	30,915	(0)	0.0%	195,793
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		480,943	507,543	-	12,001	159,710	159,710	(0)	0.0%	507,543

KZN252 Newcastle - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M03 September

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:		-	-	-	-	
Recapitalisation of Community Libraries					-	
Sport and Recreation					-	
Health subsidy					-	
District Municipality:		-	-	-	-	
[insert description]					-	
Other grant providers:		-	-	-	-	
[insert description]					-	
Total operating expenditure of Approved Roll-overs		-	-	-	-	
Capital expenditure of Approved Roll-overs						
National Government:		-	-	-	-	
Neighbourhood Development Partnership					-	
Accreditation					-	
Corridor Development					-	
Other capital transfers [insert description]					-	
Provincial Government:		-	-	-	-	
[insert description]					-	
District Municipality:		-	-	-	-	
[insert description]					-	
Other grant providers:		-	-	-	-	
[insert description]					-	
Total capital expenditure of Approved Roll-overs		-	-	-	-	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS		-	-	-	-	

KZN252 Newcastle - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M03 September

Summary of Employee and Councillor remuneration	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	A	B	C						D	
Councillors (Political Office Bearers plus Other)		11,661	12,955		1,329	4,095	3,239	857	26%	16,381	
Basic Salaries and Wages		1,590	1,700		183	214	425	(211)	-60%	857	
Pension and UIF Contributions		265	283		7	40	71	(31)	-44%	159	
Medical Aid Contributions		4,452	4,759		668	861	1,180	(329)	-28%	3,443	
Motor Vehicle Allowance											
Cellphone Allowance					15	80	153	(73)	-48%	320	
Housing Allowances		572	612				178	(178)	-100%		
Other benefits and allowances		658	714								
Sub Total - Councillors		19,208	21,023		2,200	5,290	5,296	34	1%	21,159	
% increase	4		9.4%							10.2%	
Senior Managers of the Municipality	3	8,299	23,792		463	919	5,940	(5,029)	-85%	3,675	
Basic Salaries and Wages			547		17	16	137	(121)	-88%	64	
Pension and UIF Contributions			160		11	16	40	(24)	-60%	64	
Medical Aid Contributions											
Overtime			249				62	(62)	-100%		
Performance Bonus			625		57	134	206	(77)	-35%	536	
Motor Vehicle Allowance											
Cellphone Allowance					2	4	8	(4)	-47%	16	
Housing Allowances							34	82	239%	466	
Other benefits and allowances		2,838	137		20	116					
Payments in lieu of leave											
Long service awards											
Post-retirement benefit obligations	2									4,820	
Sub Total - Senior Managers of Municipality		11,137	25,739		569	1,295	6,435	(5,230)	-81%	4,820	
% increase	4		131.1%							-56.7%	
Other Municipal Staff		269,042	283,743		22,004	85,059	70,936	14,123	20%	340,235	
Basic Salaries and Wages		44,233	51,570		4,397	6,471	12,892	(6,421)	-50%	25,884	
Pension and UIF Contributions		19,317	18,714		1,645	2,698	4,679	(1,980)	-42%	10,794	
Medical Aid Contributions		32,116	35,605		3,682	5,833	8,901	(3,068)	-34%	23,333	
Overtime			27,223				6,806	(6,806)	-100%		
Performance Bonus					1,704	3,112	3,124	(12)	0%	12,449	
Motor Vehicle Allowance		19,745	12,496				3	(3)	-100%		
Cellphone Allowance		83	11							5,614	
Housing Allowances		9,082	8,919		716	1,403	2,228	(824)	-37%	24,782	
Other benefits and allowances		16,508	12,610		3,076	8,195	3,152	3,043	97%	6,885	
Payments in lieu of leave		26,794			439	1,721		1,721	#DIV/0!		
Long service awards		381									
Post-retirement benefit obligations	2									449,875	
Sub Total - Other Municipal Staff		437,233	450,881		37,643	112,494	112,720	(227)	0%	2,9%	
% increase	4		3.1%								
Total Parent Municipality		487,578	497,643		40,412	118,989	124,411	(5,422)	-4%	475,954	
% increase	4		6.4%							1.8%	
Unpaid salary, allowances & benefits in arrears:											
Board Members of Entities			466,296								
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		466,296								
% increase	4		#DIV/0!								
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	2										
Sub Total - Other Staff of Entities											
% increase	4										
Total Municipal Entities			466,296								
% increase	4										
TOTAL SALARY, ALLOWANCES & BENEFITS		487,578	963,939		40,412	118,989	124,411	(5,422)	-4%	475,954	
% increase	4		106.2%							1.8%	
TOTAL MANAGERS AND STAFF		448,370	476,620			38,212	113,899	119,155	(5,456)	-3%	454,795

KZN252 Newcastle - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M03 September

Ref	Description	Budget Year 2016/17												2016/17 Medium Term Revenue & Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
		Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget
1	Cash Receipts By Source	17,498	21,339	21,339	21,339	21,339	21,339	21,339	21,339	21,339	21,339	21,339	21,339	240,640	264,870	291,941
	Property rates	49,908	59,414	87,281	59,414	59,414	59,414	59,414	59,414	59,414	59,414	59,414	59,414	649,212	728,667	821,135
	Property rates - penalties & collection charges	12,623	15,394	14,345	15,394	15,394	15,394	15,394	15,394	15,394	15,394	15,394	15,394	163,809	168,209	179,984
	Service charges - electricity revenue	7,030	8,573	8,459	8,573	8,573	8,573	8,573	8,573	8,573	8,573	8,573	8,573	95,592	102,283	109,443
	Service charges - sanitation revenue	5,700	6,952	6,866	6,952	6,952	6,952	6,952	6,952	6,952	6,952	6,952	6,952	78,850	84,370	90,276
	Service charges - refuse	500	611	577	611	611	611	611	611	611	611	611	611	7,126	7,839	8,623
	Service charges - other	333	333	166	333	333	333	333	333	333	333	333	333	12,000	10,000	10,000
	Rental of facilities and equipment	102	508	843	508	508	508	508	508	508	508	508	508	8,700	9,309	9,961
	Interest earned - external investments	319	638	118	638	638	638	638	638	638	638	638	638	3,110	3,421	3,763
	Interest earned - outstanding debtors	1	1	1	1	1	1	1	1	1	1	1	1	13	14	16
	Fines	149,250	1,589	1,183	1,589	1,589	1,589	1,589	1,589	1,589	1,589	1,589	1,589	307,059	307,963	313,564
	Licences and permits	1,589	1,589	1,183	1,589	1,589	1,589	1,589	1,589	1,589	1,589	1,589	1,589	14,850	16,842	18,180
	Agency services	244,854	115,353	155,356	115,353	177,856	115,353	115,353	115,353	115,353	115,353	115,353	115,353	1,580,961	1,703,807	1,856,885
	Transfer receipts - operating	65,400		2,625		39,500										
	Contributions & Contributed assets															
	Proceeds on disposal of PPE															
	Short term loans															
	Borrowing long term/renovating															
	Increase in consumer deposits															
	Receipt of non-current debtors															
	Receipt of non-current receivables															
	Change in non-current investments															
	Total Cash Receipts by Source	310,348	115,353	157,961	115,447	307,969	115,447	115,447	115,447	115,447	115,447	115,447	115,447	1,580,961	1,703,807	1,856,885
	Cash Payments by Type	38,924	40,288	38,212	38,924	38,924	38,924	38,924	38,924	38,924	38,924	38,924	38,924	442,461	465,166	483,097
	Employee related costs	1,752	1,143	2,200	1,752	1,752	1,752	1,752	1,752	1,752	1,752	1,752	1,752	19,208	20,361	21,562
	Remuneration of councillors	5,158	4,510	4,196	5,158	5,158	5,158	5,158	5,158	5,158	5,158	5,158	5,158	27,105	27,105	27,105
	Interest paid	42,479	53,257	52,455	42,479	42,479	42,479	42,479	42,479	42,479	42,479	42,479	42,479	474,096	564,107	644,436
	Bulk purchases - Electricity	5,685	5,685	5,685	5,685	5,685	5,685	5,685	5,685	5,685	5,685	5,685	5,685	2,881	3,519	3,665
	Bulk purchases - Water & Sewer	242	187	220	242	242	242	242	242	242	242	242	242	190,653	202,878	210,772
	Bulk purchases - Other materials	4,374	6,738	4,365	4,374	4,374	4,374	4,374	4,374	4,374	4,374	4,374	4,374	73,400	79,311	78,290
	Contracted services															
	Grants and subsidies paid - other municipalities															
	Grants and subsidies paid - other	21,576	21,511	8,781	21,806	21,806	21,806	21,806	21,806	21,806	21,806	21,806	21,806	254,625	273,368	288,558
	General expenses	120,191	133,319	145,745	120,421	120,421	120,421	120,421	120,421	120,421	120,421	120,421	120,421	1,484,429	1,635,834	1,767,505
	Cash Payments by Type	5,425	7,966	16,209	22,970	22,970	22,970	22,970	22,970	22,970	22,970	22,970	22,970	120,421	120,421	120,421
	Other Cash Flows/Payments by Type															
	Capital assets															
	Repayment of borrowing															
	Other Cash Flows/Payments															
	Total Cash Payments by Type	125,616	141,305	161,954	143,390	143,390	143,390	143,390	143,390	143,390	143,390	143,390	143,390	1,484,429	1,635,834	1,767,505
	NET INCREASE/(DECREASE) IN CASH HELD	184,732	(25,952)	(4,973)	(27,943)	(164,579)	(27,943)	(27,943)	(27,943)	(27,943)	(27,943)	(27,943)	(27,943)	96,532	67,973	89,380
	Cash/cash equivalents at the month/year beginning:	39,162	223,914	197,962	193,989	166,046	330,625	302,682	274,739	381,183	353,241	325,298	297,355	39,162	135,714	203,687
	Cash/cash equivalents at the month/year end:	223,914	197,962	193,989	166,046	330,625	302,682	274,739	381,183	353,241	325,298	297,355	135,714	203,687	203,687	293,067

KZN252 Newcastle - NOT REQUIRED - municipality does not have entities or this is the parent municipality's budget - M03 September

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									
Revenue By Source										
Property rates		224,853	256,072		22,000	71,766	64,018	7,748	12%	287,063
Property rates - penalties & collection charges							-	-		-
Service charges - electricity revenue		914,751	712,968		87,258	174,697	178,242	(3,545)	-2%	698,787
Service charges - water revenue			184,732		14,345	40,950	46,183	(5,233)	-11%	163,801
Service charges - sanitation revenue			102,873		8,459	25,327	25,718	(391)	-2%	101,309
Service charges - refuse revenue			83,421		6,886	20,573	20,855	(282)	-1%	82,292
Service charges - other							-	-		-
Rental of facilities and equipment		7,918	7,326		577	1,784	1,832	(48)	-3%	7,136
Interest earned - external investments		12,292	4,000		166	754	1,000	(246)	-25%	3,016
Interest earned - outstanding debtors		7,156	6,099		843	2,745	1,525	1,221	80%	10,982
Dividends received							-	-		-
Fines		5,206	7,660		118	729	1,915	(1,187)	-62%	2,914
Licences and permits			12		1	3	3	(0)	-8%	11
Agency services		5,262					-	-		-
Transfers recognised - operational		467,502	325,438		15,638	161,940	161,940	-		325,438
Other revenue		11,260	19,072		1,183	3,664	4,768	(1,104)	-23%	14,656
Gains on disposal of PPE		770					-	-		-
Total Revenue (excluding capital transfers and contributions)		1,656,969	1,709,674	-	157,473	504,931	507,999	(3,067)	-1%	1,697,406
Expenditure By Type										
Employee related costs		484,375	476,620		38,212	113,699	119,155	(5,456)	-5%	454,795
Remuneration of councillors		18,453	21,023		2,200	5,290	5,256	34	1%	21,159
Debt impairment		230,355	61,007		2,367	3,873	15,252	(11,379)	-75%	15,490
Depreciation & asset impairment		448,127	330,121		112,953	112,954	82,530	30,423	37%	451,814
Finance charges		66,141	61,899		4,196	12,877	15,475	(2,598)	-17%	51,507
Bulk purchases		513,530	577,973		86,968	162,966	144,493	18,472	13%	651,863
Other materials		2,438	3,061		220	567	765	(198)	-26%	2,269
Contracted services		78,718	52,490		4,365	15,773	13,123	2,650	20%	63,091
Transfers and grants		90,764	96,098		8,781	26,051	24,025	2,026	8%	104,204
Other expenditure		277,364	275,438		29,630	58,870	68,860	(9,989)	-15%	235,482
Loss on disposal of PPE		3,472					-	-		-
Total Expenditure		2,213,737	1,955,731	-	289,892	512,919	488,933	23,986	5%	2,051,674
Surplus/(Deficit)		(556,768)	(246,057)	-	(132,419)	(7,987)	19,066	(27,053)	-142%	(354,269)
Transfers recognised - capital							-	-		-
Contributions recognised - capital							-	-		-
Contributed assets							-	-		-
Surplus/(Deficit) after capital transfers & contributions		(556,768)	(246,057)	-	(132,419)	(7,987)	19,066	(27,053)	-142%	(354,269)
Taxation							-	-		-
Surplus/(Deficit) after taxation		(556,768)	(246,057)	-	(132,419)	(7,987)	19,066	(27,053)	-142%	(354,269)

KZN252 Newcastle - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M03 September

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		5,425	5,425	22,972	17,547	76.4%	2%
August	12,575	22,972		24,742	30,167	45,944	15,777	34.3%	11%
September	26,961	22,972		9,997	40,164	68,916	28,752	41.7%	15%
October	25,500	22,972				91,888	-		
November	30,129	22,972				114,860	-		
December	45,724	22,972				137,832	-		
January	18,503	22,972				160,804	-		
February	15,855	22,972				183,776	-		
March	16,595	22,972				206,748	-		
April	25,071	22,972				229,720	-		
May	25,666	22,972				252,692	-		
June	46,954	22,972				275,664	-		
Total Capital expenditure	293,295	275,664	-	40,164					

KZN252 Newcastle - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M03 September

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										
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		-	90,646	-	8,395	38,562	22,662	(15,900)	-70.2%	153,954
Infrastructure - Road transport		-	29,128	-	5,799	12,011	9,807	(2,204)	-22.5%	47,751
Roads, Pavements & Bridges		-	29,128	-	5,393	11,605	9,807	(1,798)	-18.3%	46,125
Storm water		-	-	-	406	406	-	(406)	#DIV/0!	1,626
Infrastructure - Electricity		-	26,630	-	-	11,203	4,133	(7,070)	-171.1%	44,811
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		-	16,530	-	-	11,203	4,133	(7,070)	-171.1%	44,811
Street Lighting		-	10,100	-	-	-	-	-	-	-
Infrastructure - Water		-	8,580	-	-	8,903	2,145	(6,758)	-315.0%	35,610
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		-	-	-	-	-	-	-	-	-
Reticulation		-	8,580	-	-	8,903	2,145	(6,758)	-315.0%	35,610
Infrastructure - Sanitation		-	8,500	-	1,994	5,844	2,125	(3,719)	-175.0%	23,375
Reticulation		-	-	-	-	-	-	-	-	-
Sewerage purification		-	8,500	-	1,994	5,844	2,125	(3,719)	-175.0%	23,375
Infrastructure - Other		-	17,808	-	602	602	4,452	3,850	86.5%	2,407
Waste Management		-	-	-	-	-	-	-	-	-
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	17,808	-	602	602	4,452	3,850	86.5%	2,407
Community		-	6,484	-	567	567	1,621	1,054	65.0%	2,269
Parks & gardens		-	1,800	-	372	372	450	78	17.3%	1,489
Sportsfields & stadia		-	4,000	-	-	-	1,000	1,000	100.0%	-
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		-	-	-	-	-	-	-	-	-
Fire, safety & emergency		-	-	-	48	48	-	(48)	#DIV/0!	192
Security and policing		-	-	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	284	-	-	-	71	71	100.0%	-
Cemeteries		-	-	-	-	-	-	-	-	-
Social rental housing		-	-	-	-	-	-	-	-	-
Other		-	400	-	147	147	100	(47)	-47.0%	588
Heritage assets		-	70	-	-	-	18	18	100.0%	-
Buildings		-	-	-	-	-	-	-	-	-
Other		-	70	-	-	-	18	18	100.0%	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		-	35,100	-	515	515	8,775	8,260	94.1%	2,062
General vehicles		-	9,650	-	154	154	2,413	2,258	93.6%	617
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		-	18,785	-	358	358	4,696	4,336	92.4%	1,432
Computers - hardware/equipment		-	-	-	-	-	-	-	-	-
Furniture and other office equipment		-	2,665	-	3	3	666	663	99.5%	13
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	4,000	-	-	-	1,000	1,000	100.0%	-
Civic Land and Buildings		-	-	-	-	-	-	-	-	-
Other Buildings		-	-	-	-	-	-	-	-	-
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Intangibles		-	1,424	-	-	-	356	356	100.0%	-
Computers - software & programming		-	1,424	-	-	-	356	356	100.0%	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	1	-	133,724	-	9,478	39,645	33,431	(6,213)	-18.6%	158,284

Biological assets		-	-	-	-	-	-	-	-	
<i>List sub-class</i>		-	-	-	-	-	-	-	-	
Intangibles		297,936	-	-	-	-	-	-	-	
Computers - software & programming		-	-	-	-	-	-	-	-	
Other		297,936	-	-	-	-	-	-	-	
Total Capital Expenditure on renewal of existing assets	1	297,936	141,942	-	519	519	35,486	34,966	98.5%	2,077

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	-	0	0	0	0	0	-293,900
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KZN252 Newcastle - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M03 September

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										
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		-	54,069	-	7,079	11,140	13,517	2,377	17.6%	44,559
Infrastructure - Road transport		-	35,655	-	3,576	6,930	8,914	1,983	22.2%	27,722
Roads, Pavements & Bridges		-	35,655	-	3,576	6,930	8,914	1,983	22.2%	27,722
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	116	-	1,974	3,971	29	(3,942)	-13627.7%	15,884
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		-	116	-	1,974	3,971	29	(3,942)	-13627.7%	15,884
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	13,737	-	-	(1,291)	3,434	4,725	137.6%	(5,164)
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		-	-	-	-	-	-	-	-	-
Reticulation		-	13,737	-	-	(1,291)	3,434	4,725	137.6%	(5,164)
Infrastructure - Sanitation		-	-	-	1,495	1,495	-	(1,495)	#DIV/0!	5,980
Reticulation		-	-	-	1,495	1,495	-	(1,495)	#DIV/0!	5,980
Sewerage purification		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	4,561	-	34	34	1,140	1,106	97.0%	137
Waste Management		-	184	-	-	-	46	46	100.0%	-
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	4,377	-	34	34	1,094	1,060	96.9%	137
Community		-	5,950	-	529	529	1,263	734	58.1%	2,115
Parks & gardens		-	43	-	36	36	11	(25)	-235.6%	143
Sportsfields & stadia		-	809	-	2	2	202	200	98.8%	10
Swimming pools		-	97	-	73	73	24	(49)	-202.7%	293
Community halls		-	373	-	181	181	93	(88)	-94.2%	725
Libraries		-	918	-	233	233	229	(3)	-1.5%	931
Recreational facilities		-	86	-	-	-	21	21	100.0%	-
Fire, safety & emergency		-	-	-	-	-	-	-	-	-
Security and policing		-	-	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		-	404	-	1	1	101	100	98.9%	5
Social rental housing		-	-	-	-	-	-	-	-	-
Other		-	2,321	-	2	2	580	578	99.6%	8
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		-	30,980	-	1,261	3,192	7,745	4,553	58.8%	12,767
General vehicles		-	-	-	0	0	-	(0)	#DIV/0!	1
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		-	20,945	-	1,179	3,109	5,236	2,127	40.6%	12,438
Computers - hardware/equipment		-	-	-	-	-	-	-	-	-
Furniture and other office equipment		-	465	-	-	-	116	116	100.0%	-
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		-	-	-	-	-	-	-	-	-
Other Buildings		-	9,569	-	82	82	2,392	2,310	96.6%	329
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Agricultural assets		-	1,954	-	-	-	488	488	100.0%	-
List sub-class		-	1,954	-	-	-	488	488	100.0%	-

- Table F2 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 Sep 2016

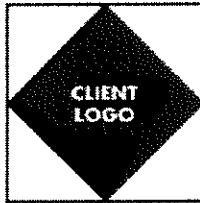
NEWCASTLE LOCAL MUNICIPALITY									
Description	2015/16	Current Year 2015/16							
	Unaudited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue By Source									
Service charges - water revenue							-		
Service charges - sanitation revenue							-		
Service charges - other							-		
Rental of facilities and equipment							-		
Interest earned - external investments							-		
Interest earned - outstanding debtors							-		
Agency services							-		
Transfers recognised - operational							-		
Other revenue							-		
Gains on disposal of PPE							-		
Total Revenue (excluding capital transfers and contributions)	-	-	-	-	-	-	-		-
Expenditure By Type									
Employee related costs	7,362	10,223		845	2,297	2,556	(259)	-10.1%	10,223
Remuneration of Directors				-	-	-	-		-
Debt impairment	-	-		-	-	-	-		-
Collection costs	-	-		-	-	-	-		-
Depreciation & asset impairment	-	498		41	124	124	0	0.0%	498
Finance charges	-	105		-	-	26	(26)	-100.0%	105
Bulk purchases	27,304	19,611		1,634	4,903	4,903	0	0.0%	19,611
Other materials	6,661	6,946		187	442	1,737	(1,294)	-74.5%	6,946
Contracted services				-	-	-	-		-
Transfers and grants				-	-	-	-		-
Repairs and maintenance	25,483	33,898		1,914	6,134	8,475	(2,341)	-27.6%	33,898
Other expenditure	71	165		16	52	41	10	25.2%	165
Loss on disposal of PPE				-	-	-	-		-
Total Expenditure	66,880	71,447	-	4,638	13,952	17,862	(3,910)	-21.9%	71,447
Surplus/(Deficit)	(66,880)	(71,447)	-	(4,638)	(13,952)	(17,862)	3,910	-21.9%	(71,447)
Transfers recognised - capital							-		
Contributions to staff leave reserve fund	124	62		5	15	15	(0)	0.0%	62
Contributions of PPE							-		
Recharge									
Head Office Recharge	26,419	24,361		2,116	5,511	6,090	(580)	-9.5%	24,361
Surplus/(Deficit) for the year	(93,423)	(95,870)	-	(6,760)	(19,478)	(23,968)	4,489		(95,870)

- Table F2 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 Sep 2016

uTHUKELA WATER (PTY) LTD									
Description	2015/16	Current Year 2015/16							
	Unaudited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue By Source									
Service charges - water revenue	116,658	127,080	-	10,296	24,066	31,770	(7,704)	-24.2%	127,080
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-
Service charges - other	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	46	-	-	6	16	-	16	#DIV/0!	63
Interest earned - external investments	268	100	-	28	114	25	89	357.7%	458
Interest earned - outstanding debtors	-	-	-	-	-	-	-	-	-
Agency services	-	-	-	-	-	-	-	-	-
Transfers recognised - operational	-	-	-	-	-	-	-	-	-
Other revenue	391	0	-	56	70	0	70	#####	278
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)	117,363	127,180	-	10,387	24,266	31,795	(7,530)	-23.7%	127,879
Expenditure By Type									
Employee related costs	28,419	35,335	-	3,001	8,045	8,834	(788)	-8.9%	35,335
Remuneration of Directors	-	-	-	-	-	-	-	-	-
Debt impairment	-	-	-	-	-	-	-	-	-
Collection costs	-	-	-	-	-	-	-	-	-
Depreciation & asset impairment	599	1,133	-	94	283	283	0	0.0%	1,133
Finance charges	1,183	1,731	-	101	395	433	(38)	-8.8%	1,731
Bulk purchases	28,822	21,280	-	1,773	5,320	5,320	(0)	0.0%	21,280
Other materials	7,785	9,415	-	254	528	2,354	(1,826)	-77.6%	9,415
Contracted services	-	-	-	-	-	-	-	-	-
Transfers and grants	-	-	-	-	-	-	-	-	-
Repairs and maintenance	41,463	54,397	-	3,273	10,155	13,599	(3,444)	-25.3%	54,397
Other expenditure	2,337	3,515	-	305	484	879	(395)	-45.0%	3,515
Loss on disposal of PPE	-	-	-	-	-	-	-	-	-
Total Expenditure	110,610	126,807	-	8,802	25,210	31,702	(6,491)	-20.5%	126,807
Surplus/(Deficit)	6,753	373	-	1,585	(945)	93	(1,038)	-1114.1%	1,071
Transfers recognised - capital	-	-	-	-	-	-	-	-	-
Contributions to staff leave reserve fund	134	256	-	21	64	64	0	0.0%	256
Contributions of PPE	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	6,619	117	-	1,563	(1,009)	29	(1,038)	-3548.0%	816

- Table F2 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 Sep 2016

HEAD OFFICE									
Description	2015/16	Current Year 2015/16							
	Unaudited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
Revenue By Source									
Service charges - water revenue	116,658	127,080		10,296	24,066	31,770	(7,704)	-24.2%	127,080
Service charges - sanitation revenue									
Service charges - other									
Rental of facilities and equipment	46			6	16	-	16	#DIV/0!	63
Interest earned - external investments	268	100		28	114	25	89	357.7%	458
Interest earned - outstanding debtors									-
Agency services									
Transfers recognised - operational				-	-	-	-		-
Other revenue	391	0		56	70	0	70	278235.9%	278
Gains on disposal of PPE							-		
Total Revenue (excluding capital transfers and contributions)	117,363	127,180		10,387	24,266	31,795	(7,530)	-23.7%	127,879
Expenditure By Type									
Employee related costs	16,277	19,199		1,728	4,603	4,800	(196)	-4.1%	19,199
Remuneration of Directors				-	-	-	-		-
Debt impairment	-	-		-	-	-	-		-
Collection costs	-	-		-	-	-	-		-
Depreciation & asset impairment	365	387		32	97	97	(0)	0.0%	387
Finance charges	1,183	1,585		101	395	396	(2)	-0.4%	1,585
Bulk purchases	-	-		-	-	-	-		-
Other materials	47	183		1	21	46	(25)	-54.3%	183
Contracted services	-	-		-	-	-	-		-
Transfers and grants	-	-		-	-	-	-		-
Repairs and maintenance	7,707	8,448		736	1,970	2,112	(142)	-6.7%	8,448
Other expenditure	2,189	3,233		272	383	808	(425)	-52.6%	3,233
Loss on disposal of PPE							-		
Total Expenditure	27,768	33,035		2,870	7,469	8,259	(790)	-9.6%	33,035
Surplus/(Deficit)	89,595	94,145		7,516	16,796	23,536	(6,740)	-28.6%	94,844
Transfers recognised - capital							-		
Contributions to staff leave reserve fund	0	157		13	39	39	0	0.0%	157
Contributions of PPE							-		
Recharge									
Head Office Recharge	27,822	33,192		(12,133)	(7,508)	8,298	(15,806)	-190.5%	33,192
Surplus/(Deficit) for the year	61,773	60,795	-	19,636	24,266	15,199	9,067		61,494



NEWCASTLE MUNICIPALITY

**ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2017**

Newcastle Municipality

Annual Financial Statements for the year ended June 30, 2017

Statement of Financial Position as at June 30, 2017

Figures in Rand	Note(s)	2017	2016
Assets			
Current Assets			
Inventories		12,713,048	13,380,566
Other financial assets		7,410	7,922
Receivables from exchange transactions		27,001,394	31,433,320
Receivables from non-exchange transactions		11,381,092	11,139,662
VAT receivable		20,818,561	9,038,729
Consumer debtors		749,991,605	707,524,562
Cash and cash equivalents		37,752,456	44,572,895
		859,665,566	817,097,656
Non-Current Assets			
Investment property		275,974,000	275,974,000
Property, plant and equipment		7,598,316,068	7,670,835,715
Intangible assets		4,086,304	4,497,043
Heritage assets		5,970,483	5,970,483
Investments in associates		346,156,138	346,156,138
		8,230,502,993	8,303,433,379
Total Assets		9,090,168,559	9,120,531,035
Liabilities			
Current Liabilities			
Financial liabilities		27,600,494	29,375,168
Finance lease obligation		48,946	65,694
Payables from exchange transactions		244,068,160	359,370,933
Consumer deposits		12,978,700	12,752,606
Unspent conditional grants and receipts		75,717,847	32,408,992
Defined Benefit Plan		5,775,189	5,775,189
Bank overdraft		55,677,461	-
		421,866,796	439,748,582
Non-Current Liabilities			
Financial liabilities		454,008,904	458,502,484
Finance lease obligation		25,920	25,920
Defined Benefit Plan		120,075,542	120,075,542
Provision for Rehabilitation of Landfill site		26,814,753	26,814,753
		600,925,119	605,418,699
Total Liabilities		1,022,791,915	1,045,167,281
Net Assets		8,067,376,644	8,075,363,754
Reserves			
Housing Development fund		26,355,214	26,037,234
Self insurance reserve		682,978	708,555
Accumulated surplus		8,040,338,452	8,048,617,965
Total Net Assets		8,067,376,644	8,075,363,754

Newcastle Municipality

Annual Financial Statements for the year ended June 30, 2017

Statement of Financial Performance

Figures in Rand	Note(s)	2017	2016
Revenue			
Service charges		244,446,242	914,750,787
Rental of facilities and equipment		1,787,917	7,918,136
Proceeds on sale of Assets		-	769,797
Other income		615,279	9,862,557
Sundry sales		339,274	1,397,723
Fee income		2,304,439	5,261,709
Interest received		3,903,351	19,447,947
Property Rates		67,455,797	224,853,431
Government grants & subsidies		161,939,521	467,501,529
Fines		728,522	5,205,647
Total revenue		483,520,342	1,656,969,263
Expenditure			
Employee costs		118,988,511	484,375,091
Remuneration of councillors		-	18,453,108
Depreciation and amortisation		112,953,541	445,536,951
Impairment of assets		-	2,590,041
Finance costs		12,876,693	66,141,054
Lease rentals on operating lease		4,070,451	44,487,123
Debt Impairment		3,872,505	230,354,860
Collection costs		1,575,432	19,792,327
Repairs and maintenance		15,158,641	87,086,132
Bulk purchases		162,965,754	513,530,461
Contracted services		15,772,799	78,718,438
General Expenses		43,273,224	219,210,993
Loss on Actuarial Valuation		-	3,472,031
Total expenditure		491,507,551	2,213,748,610
Operating deficit		(7,987,209)	(556,779,347)
Share of surplus/deficit in investment in associates		-	39,077,446
Fair value adjustments to investment property		-	68,746,810
Impairment/Gain on investment in associates		-	(78,052,893)
		-	29,771,363
Deficit for the year		(7,987,209)	(527,007,984)

Newcastle Municipality

Annual Financial Statements for the year ended June 30, 2017

Statement of Changes in Net Assets

Figures in Rand	Housing Development Fund	Insurance reserve	Total reserves	Accumulated surplus	Total net assets
Balance at July 1, 2015	22,413,837	7,471,767	29,885,604	8,563,576,553	8,593,462,157
Changes in net assets					
Deficit for the year	-	-	-	(527,007,984)	(527,007,984)
Transfer of income surplus to trust capital	3,623,397	-	3,623,397	5,307,684	8,931,081
Transfer of capital surplus to trust capital	-	(6,763,212)	(6,763,212)	6,741,712	(21,500)
Total changes	<u>3,623,397</u>	<u>(6,763,212)</u>	<u>(3,139,815)</u>	<u>(514,958,588)</u>	<u>(518,098,403)</u>
Restated Balance at July 1, 2015	26,037,234	708,555	26,745,789	8,048,618,064	8,075,363,853
Deficit for the year	-	-	-	(7,987,209)	(7,987,209)
Transfer of income surplus to trust capital	317,980	-	317,980	(317,980)	-
Transfer of capital surplus to trust capital	-	(25,577)	(25,577)	25,577	-
Total changes	<u>317,980</u>	<u>(25,577)</u>	<u>292,403</u>	<u>(8,279,612)</u>	<u>(7,987,209)</u>
Balance at June 30, 2017	26,355,214	682,978	27,038,192	8,040,338,452	8,067,376,644

Newcastle Municipality

Annual Financial Statements for the year ended June 30, 2017

Cash Flow Statement

Figures in Rand	Note(s)	2017	2016
Cash flows from operating activities			
Receipts			
Sale of goods and services		275,210,427	980,377,156
Grants		201,100,000	464,077,142
Interest income		3,903,351	19,447,947
		<u>480,213,778</u>	<u>1,463,902,245</u>
Payments			
Employee costs		(118,988,511)	(502,788,081)
Suppliers		(374,941,760)	(878,905,808)
Finance costs		(12,876,693)	(68,141,054)
		<u>(506,806,964)</u>	<u>(1,447,834,943)</u>
Net cash flows from operating activities		<u>(26,593,186)</u>	<u>16,067,302</u>
Cash flows from investing activities			
Purchase of property, plant and equipment		(29,619,711)	(297,935,367)
Proceeds from sale of property, plant and equipment		-	618,200
Disposal of investment property		-	300,000
Purchase of other intangible assets		-	(3,592,320)
Purchases of Heritage Assets		-	(41,600)
		<u>(29,619,711)</u>	<u>(300,651,087)</u>
Net cash flows from investing activities		<u>(29,619,711)</u>	<u>(300,651,087)</u>
Cash flows from financing activities			
Net movements in long term loans		(6,268,254)	(11,361,825)
Movement on finance lease		(16,749)	(294,419)
		<u>(6,285,003)</u>	<u>(11,656,244)</u>
Net cash flows from financing activities		<u>(6,285,003)</u>	<u>(11,656,244)</u>
Net increase/(decrease) in cash and cash equivalents		<u>(52,497,900)</u>	<u>(296,240,029)</u>
Cash and cash equivalents at the beginning of the year		<u>44,572,895</u>	<u>340,812,924</u>
Cash and cash equivalents at the end of the year		<u>(17,925,005)</u>	<u>44,572,895</u>

Newcastle Municipality Grant Register for September 2016

Number	Vote number	Description	Operating balance	Receipts	Expenditure to SEP 2016	Total Expenditure before VAT	VAT FOR THE MONTH	Total Vat Amount	Total Expenditure after Vat	Closing balance	GENERAL LEDGER BAL
1	03952000101	Environmental Management Framework	662,871.43							662,871.43	A
2	03952000101	Chilman town	(633,871.11)							29,000.32	B
3	03952004301	Electricity Grant	17,000,000.00							16,982,999.68	C
4	03952004301	Newcastle library internet project	(16,811.69)							16,811.69	D
5	03952004301	Construction/upgrade specification	(6.00)							(6.00)	E
6	03952002001	Expanded PMW's incentive	(793,000.00)							793,000.00	F
7	03952002101	Sport and recreation									G
8	03952004001	Municipal Systems Improvement Grant	(877,386.92)							(877,386.92)	H
9	03952005001	Financial Management Grant (FMG)	(1,626,000.00)							(1,626,000.00)	I
10	03952006001	Grant SMI Development									J
11	03952006001	Grant SMI Development	(3,789,613.54)							(3,789,613.54)	K
12	03952006001	Grant SMI Development									L
13	03952006001	Grant SMI Development									M
14	03952014101	Midstream Openen upgrading of boats	12,531,119							12,531,119	N
15	03952014101	Midstream Openen upgrading of boats	(1,102,817.20)							(1,102,817.20)	O
16	03952024001	Regular construction storm drainage HS	(1,218,044.63)							(1,218,044.63)	P
17	03952024001	Regular construction storm drainage HS									Q
18	03952024001	Regular construction storm drainage HS									R
19	03952024001	Regular construction storm drainage HS									S
20	03952009001	Conifer Development	(18,920.00)							(18,920.00)	T
21	03952010701	JBC Hearing Project	(1,854,887.00)							(1,854,887.00)	U
22	03952010801	PROVINCIALISATION ALL LIBRARIES	(7,297,747.96)							(7,297,747.96)	V
23	03952010901	CONRIDGE ART GALLERY	(647,633.27)							(647,633.27)	W
24	03952010901	CONRIDGE ART GALLERY	(10,776.63)							(10,776.63)	X
25	03952006001	McClure Museum									Y
26	03952006001	McClure Museum									Z
27	03952018901	CAPACITY BUILDING HOUSING	(12,884,888.99)							(12,884,888.99)	AA
28	03952018901	CAPACITY BUILDING HOUSING	(884,203.18)							(884,203.18)	AB
29	03952034001	Neighbouring Development Partnership Grant									AC
30	03952034101	SUS ACC FUND DROUGHT RELIEF									AD
31	03952034201	WATER SUBSIDY	(6.00)							(6.00)	AE
32	03952034501	WATER SUBSIDY									AF
33	03952034601	WATER SUBSIDY									AG
34	03952034701	WATER SUBSIDY									AH
35	03952034801	WATER SUBSIDY									AI
36	03952034901	WATER SUBSIDY									AJ
37	03952035001	MULTI-CAP WATER RETA GRANT									AK
38	03952035001	MULTI-CAP WATER RETA GRANT									AL
		TOTAL	17,933,884.38	33,294,000.00	8,877,338.58	38,802,822.98	1,764,879.14	3,806,000.71	37,413,676.88	(7,379,853.50)	

MS VARGAS: THE PHEC CAPITAL SECTION C TO BE DELETED DURING THE BUDGET AMENDMENT PROCESS AS WELL AS THE WORKING VOTE WAS USED TO RAISE AN AMOUNT TOTAL = R 1 918 481.10

PREPARED BY:

REVIEWED BY:

REVIEWED BY:

AUTHORIZED BY:

.....
C HARIPARSAD
 ACCOUNTANT:
 GEN ACCOUNT
 & ADMIN
 SERVICES

.....
SP HLATSHWAYO
 ACTING
 MANAGER:
 FINANCIAL
 REPORTING

.....
MS NDLOVU
 DIRECTOR:
 BUDGET &
 FINANCIAL
 REFORMS

.....
SM. NKOSI
 ACTING STRATEGIC
 EXECUTIVE
 DIRECTOR: BUDGET
 & TREASURY OFFICE

1,918,481.10
 1,918,481.10

SUMMARY OF INVESTMENTS FOR NEWCASTLE FOR SEPTEMBER 2016

Account Number	Opening balance	Investment made	Investment Matured	Withdrawals made	Interest Received	Interest Capitalized	Bank Charges & Vat	Balance
Standard Bank 068450354/015	R 843,653.86					R 14,542.73		R 858,196.59
Standard Bank 068450354/016	R 26,415,285.13	R 17,000,000.00		R 17,000,000.00		R 376,969.59		R 26,792,254.72
Absa: 9288456248	R 9,367,139.28				R 160,549.52		R 80.00	R 9,367,079.28
Absa 9300506428	R 623,941.12					R 10,119.32		R 634,060.44
Glacier/Sanlam: 001246107	R 84,782.54					R 1,577.28		R 86,359.82
Total as 2016/09/30	R 37,334,801.93	R 17,000,000.00	R 0.00	R 17,000,000.00	R 160,549.52	R 403,208.92	R 80.00	R 37,737,950.85

R 37,737,950.85

C. MOORE

SP HLATSHWAYO

MS NDLOVU

CHIEF CLARK: FINANCIAL ACCOUNTING

ACTING MANAGER: FINANCIAL REPORTING

DIRECTOR: BUDGET & FINANCIAL REFORMS

SIM NKOSI

ACTING SED: BUDGET & TREASURY OFFICE

/BALANCE PER GENERAL LEDGER '2016/09/30 (030957010001)								37,636,012.40
Interest capitalised	2016/10/06	JV20457	Glacier	1246115				539.76
Interest capitalised	2016/10/06	JV20423	Standardb: 0684503540/016					93,330.97
Interest capitalised	2016/10/06	JV20424	Standardb: 0684503540/015					4,769.84
Bank charges	2016/10/11	JV20458	ABSA	9288456248				(20.00)
Interest capitalised	2016/10/06	JV20422	ABSA	9300506428				3,317.88
								<u>37,737,950.85</u>

BALANCE PER GENERAL LEDGER '2016/09/30 (020101000064)								108,196.53
Interest received	2016/10/06	JV20421	ABSA	9288456248				52,352.99
								<u>160,549.52</u>

BALANCE PER GENERAL LEDGER '2016/09/30(020101000075)								301,250.47
Interest Capitalised	2016/10/10	JV20457	Glacier	1246115				539.76
Interest Capitalised	2016/10/06	JV20423	Standard Bar	068450351/016				93,330.97
Interest Capitalised	2016/10/06	JV20424	Standard Bar	068450351/015				4,769.84
Interest Capitalised	2016/10/06	JV20467	ABSA	9300506428				3,317.88
								<u>403,208.92</u>



EASTERN REGION
PRIVATE BAG X16 WESTVILLE 3630



CONTACT CENTRE: (0860) 037566
FAX NO: (031) 204 5850
E-MAIL: customerservices@eskom.co.za
WEB: WWW.ESKOM.CO.ZA

TEL: 08600 37566
SMS: 35328

ESKOM HOLDINGS SOC LTD REG NO 2002/015527/30
VAT REG NO 4740101508

NEWCASTLE MUNICIPALITY
PRIVATE BAG X6621
NEWCASTLE
2940

YOUR ACCOUNT NO	5578885631
SECURITY HELD	1.11
BILLING DATE	2016-10-03
TAX INVOICE NO	557888374106
ACCOUNT MONTH	SEPTEMBER 2016
CURRENT DUE DATE	2016-10-15
VAT REG NO	4000791824

CUSTOMER SELF SERVICE WEBSITE:
https://csonline.eskom.co.za

EASTERN REGION
PRIVATE BAG X16 WESTVILLE 3630

DIRECT DEPOSIT DETAIL	
BANK:	First National Bank
BRANCH CODE:	223626
BANK ACC NO:	50850143295

TAX INVOICE

E-MAIL: electric@newcastle.gov.za

ACCOUNT TRANSACTION SUMMARY

ADMINISTRATION CHARGE		R	3,321.90
TRANSMISSION NETWORK CAPACITY		R	1,091,250.00
URBAN LOW VOLTAGE SUBSIDY		R	1,555,000.00
ANCILLARY SERVICE (ALL)		R	160,909.59
ENERGY CHARGE (PEAK)	8,069,943.00	R	6,593,950.43
ENERGY CHARGE (OFF)	22,991,051.00	R	8,203,207.00
ENERGY CHARGE (STD)	20,845,327.00	R	11,723,411.90
ELECTRIFICATION AND RURAL SUBS (ALL)		R	3,576,345.45
SERVICE CHARGE		R	104,015.40
TOTAL CHARGES FOR BILLING PERIOD		R	33,011,411.67

TOTAL CHARGES FOR BILLING PERIOD R 33,011,411.67

ACCOUNT SUMMARY FOR SEPTEMBER 2016

BALANCE BROUGHT FORWARD	(Due Date 2016-09-15)	R	56,854,245.58
PAYMENT(S) RECEIVED	Direct Deposit - 2016-09-16	R	-26,781,134.17
INTEREST ON OVERDUE ACCOUNT		R	153,249.28
TOTAL CHARGES FOR BILLING PERIOD		R	33,011,411.67
VAT RAISED ON ITEMS AT 14%		R	4,621,597.64

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ACCOUNT NO / REFERENCE NO	5578885631
NAME	NEWCASTLE MUNICIPALITY
FAX NUMBER	0343129697

	0934 5578885631
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11341 5578885631

9207 0557 8885 6313

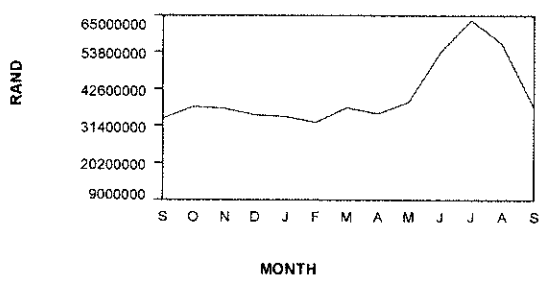
TOTAL AMOUNT DUE
67,859,370.00

PAYMENT ARRANGEMENT	
INSTALMENT	0.00
ARREARS (Due immediately)	30,073,111.41
DUE DATE (For Current Amount)	2016-10-15
AMOUNT PAID	

LATE PAYMENT CHARGES WILL BE
ADDED TO OVERDUE ACCOUNT

ARREARS				
>90 DAYS	61-90 DAYS	31-60 DAYS	16-30 DAYS	CURRENT
0.00	0.00	30,073,111.41	0.00	37,786,258.59
TOTAL DUE				R 67,859,370.00

Account OVERDUE - Subject to Disconnection



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BILL GROUP	
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CONTACT CENTRE: (0860) 037566
FAX NO: (031) 204 5850
E-MAIL: customerservices@eskom.co.za
WEB: WWW.ESKOM.CO.ZA

NEWCASTLE MUNICIPALITY
PRIVATE BAG X6621
NEWCASTLE
2940

YOUR ACCOUNT NO	5578885631
BILLING DATE	2016-10-03
TAX INVOICE NO	557888374106
ACCOUNT MONTH	SEPTEMBER 2016
CURRENT DUE DATE	2016-10-13
VAT REG NO	4000791824
NOTIFIED MAX DEMAND	125,000.00
UTILISED CAPACITY	125,000.00

CONSUMPTION DETAILS (2016-09-01 - 2016-09-30)

ENERGY CONSUMPTION OFF PEAK kWh	22,991,051.12
ENERGY CONSUMPTION STD kWh	20,845,326.68
ENERGY CONSUMPTION PEAK kWh	8,069,942.52
ENERGY CONSUMPTION ALL kWh	51,906,320.32
DEMAND CONSUMPTION - OFF PEAK	100,325.84
DEMAND CONSUMPTION - STD	110,712.56
DEMAND CONSUMPTION - PEAK	99,884.02
DEMAND READING - kW/KVA	110,712.56
REACTIVE ENERGY - OFF PEAK	7,059,380.66
REACTIVE ENERGY - STD	6,965,383.92
REACTIVE ENERGY - PEAK	2,741,573.78
LOAD FACTOR	68.00

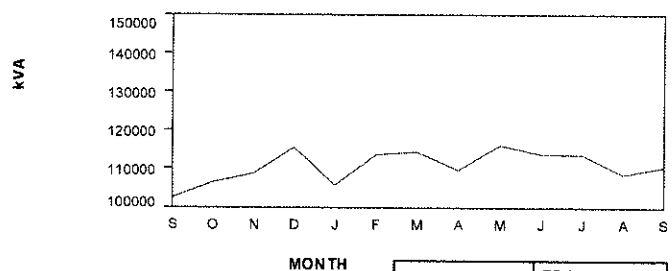
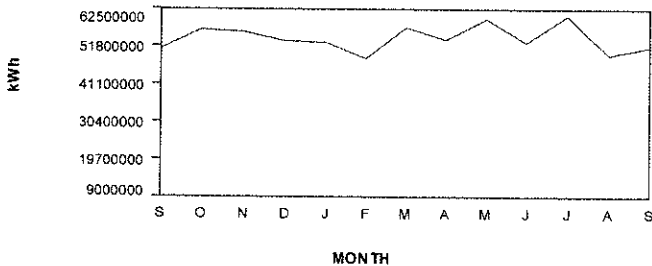
PREMISE ID NUMBER 5578885363 **TARIFF NAME:** Megaflex

INST 08881 BULK SUPPLY 1 NEWCASTLE CIVIC CENTRE 37 MURCHISON BULK SUPPLY TO NEWCASTLE MUNICIPALITY

Administration Charge @ R110.73 per day for 30 days	R	3,321.90
TX Network Capacity Charge 125,000 kVa @ R8.73 : = R8.73/kVA	R	1,091,250.00
Urban Low Voltage Subsidy 125,000 kVa @ R12.44 : = R12.44/kVA	R	1,555,000.00
Ancillary Service Charge 51,906,320 kWh @ R0.0031 /kWh	R	160,909.59
Low Season Peak Energy Charge 8,069,943 kWh @ R0.8171 /kWh	R	6,593,950.43
Low Season Off Peak Energy Charge 22,991,051 kWh @ R0.3568 /kWh	R	8,203,207.00
Low Season Standard Energy Charge 20,845,327 kWh @ R0.5624 /kWh	R	11,723,411.90
Electrification and Rural Subsidy 51,906,320 kWh @ R0.0689 /kWh	R	3,576,345.45
The energy rate includes the 3.5 c/kWh cost of the environmental levy	R	0.00

SERVICE CHARGE R 104,015.40

TOTAL CHARGES R **33,011,411.67**



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EASTERN REGION
PRIVATE BAG X16 WESTVILLE 3630



ESKOM HOLDINGS SOC LTD REG NO 2002/015527/30
VAT REG NO 4740101508

CONTACT CENTRE: (0860) 037566
FAX NO: (031) 204 5850
E-MAIL: customerservices@eskom.co.za
WEB: WWW.ESKOM.CO.ZA

TEL: 08600 37566
SMS: 35328

NEWCASTLE MUNICIPALITY
PRIVATE BAG X6621
NEWCASTLE
2940

YOUR ACCOUNT NO	6238370809
SECURITY HELD	1.11
BILLING DATE	2016-10-03
TAX INVOICE NO	623834143522
ACCOUNT MONTH	SEPTEMBER 2016
CURRENT DUE DATE	2016-10-15
VAT REG NO	4000791824

CUSTOMER SELF SERVICE WEBSITE:
<https://csonline.eskom.co.za>

EASTERN REGION
PRIVATE BAG X16 WESTVILLE 3630

DIRECT DEPOSIT DETAIL	
BANK:	First National Bank
BRANCH CODE:	223626
BANK ACC NO:	50850143295

TAX INVOICE

E-MAIL: electric@newcastle.gov.za

ACCOUNT NO / REFERENCE NO	6238370809
NAME	NEWCASTLE MUNICIPALITY
FAX NUMBER	0343129697

0934 6238370809

ACCOUNT TRANSACTION SUMMARY

ADMINISTRATION CHARGE		R	3,321.90
ENERGY CHARGE (OFF)	544,304.00	R	192,139.31
ENERGY CHARGE (PEAK)	652,962.00	R	527,854.48
ENERGY CHARGE (STD)	1,398,986.00	R	778,395.81
TOTAL CHARGES FOR BILLING PERIOD		R	1,501,711.50

ACCOUNT SUMMARY FOR SEPTEMBER 2016

BALANCE BROUGHT FORWARD	(Due Date 2016-09-15)	R	2,944,071.59
PAYMENT(S) RECEIVED	Direct Deposit - 2016-09-16	R	-2,944,071.59
TOTAL CHARGES FOR BILLING PERIOD		R	1,501,711.50
VAT RAISED ON ITEMS AT 14%		R	210,239.61

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11341 6238370809
9207 0623 8370 8097

TOTAL AMOUNT DUE

1,711,951.10

PAYMENT ARRANGEMENT

INSTALMENT 0.00

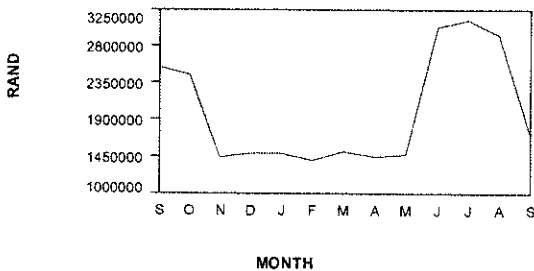
ARREARS 0.00

DUE DATE
2016-10-15

AMOUNT PAID

LATE PAYMENT CHARGES WILL BE
ADDED TO OVERDUE ACCOUNT

ARREARS					
>90 DAYS	61-90 DAYS	31-60 DAYS	16-30 DAYS	CURRENT	
0.00	0.00	0.00	0.00	1,711,951.11	
				TOTAL DUE R	1,711,951.11



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BILL GROUP	
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EASTERN REGION
PRIVATE BAG X16 WESTVILLE 3630

CONTACT CENTRE: (0860) 037566
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 WEB: WWW.ESKOM.CO.ZA

NEWCASTLE MUNICIPALITY
 PRIVATE BAG X6621
 NEWCASTLE
 2940

YOUR ACCOUNT NO	6238370809
BILLING DATE	2016-10-03
TAX INVOICE NO	623834143522
ACCOUNT MONTH	SEPTEMBER 2016
CURRENT DUE DATE	2016-10-13
VAT REG NO	4000791824
NOTIFIED MAX DEMAND	0.00
UTILISED CAPACITY	

CONSUMPTION DETAILS (2016-09-01 - 2016-09-30)

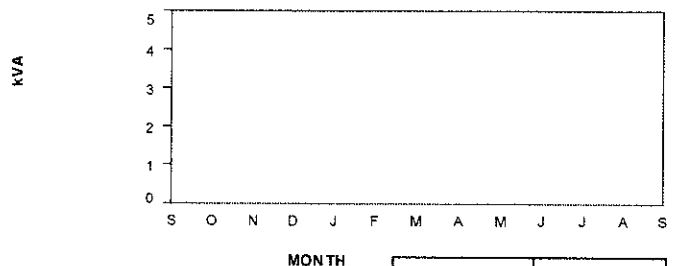
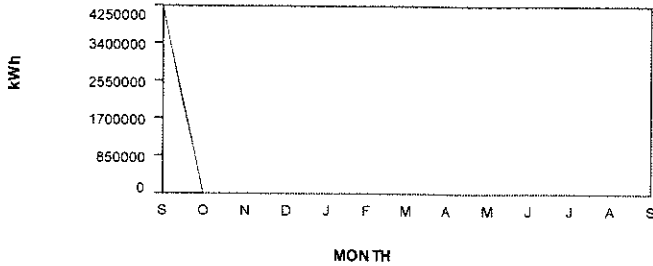
PREMISE ID NUMBER 9565479344 TARIFF NAME: Generation Purchase Munic

NON ESKOM GENERATION PURCHASE SHORT TERM PPA

Administration Charge @ R110.73 per day for 30 days	R	3,321.90
Low Season Off Peak Energy Purchases Adjustment 544,304 kWh @ R0.353 /kWh	R	192,139.31
Low Season Peak Energy Purchases Adjustment 652,962 kWh @ R0.8084 /kWh	R	527,854.48
Low Season Standard Energy Purchases Adjustment 1,398,986 kWh @ R0.5564 /kWh	R	778,395.81

TOTAL CHARGES R **1,501,711.50**

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NEWCASTLE MUNICIPALITY
FINANCIAL REPORTING
SEPTEMBER 2016

Monthly Bank Reconciliation as at 2016/09/30

Cashbook balance as at 2016/09/30	-49,034,809.72
<u>ADD</u>	
Cheque and EFT payments not cashed by 2016/09/30	74,205,822.60
Bank deposits not receipted by 2016/09/30	3,259,418.18
Bank deposits receipted after 2016/09/30	2,046,372.36
Income journal not done by 2016/09/30	505.35
Correction of JV s	6,491,638.38
	<u>86,003,756.87</u>
<u>LESS</u>	
Cashier receipts banked after 2016/09/30	-1,011,817.29
Bank charges done after 2016/09/30	-107,849.64
Dishonoured cheques not journalised by 2016/09/30	-82,261.27
EFT payments not captured on Phonix system by 2016/09/30	-30,538,578.35
Cashiers under banked	-11,875.67
Subtotal	<u>-31,752,382.22</u>
Total	<u><u>5,216,564.93</u></u>
Bank statement balance as at 2016/09/30 cheque account	2,488,816.32
Bank statement balance as at 2016/09/30 collection account	2,727,748.11
	<u><u>5,216,564.43</u></u>
	0.50

Prepared by: C MOORE
Chief Clerk
Date : 2016/09/08

Reviewed by: S P HLATSHWAYO
Acting Manager: Financial reporting

M S NDLOVU
Director:
Budget and Financial Reforms

S M NKOSI
Acting Strategic Executive Director:
Budget & Treasury Office