

21. **SECTION 71: MONTHLY BUDGET STATEMENT: NATIONAL REPORTING STANDARD: MONTH NINE: 31 MARCH 2020: (T 6/1/1-2019/2020): BUDGET AND TREASURY OFFICE**



REPORT TO THE NEWCASTLE MUNICIPAL COUNCIL

File Reference:
Report Number:

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FOR CONSIDERATION

1st Level: PORTFOLIO COMMITTEE
2nd Level: EXECUTIVE COMMITTEE
3rd Level: COUNCIL

SUBJECT: MARCH 2020 MONTHLY SECTION71 REPORT

PURPOSE

The purpose of this report is to apprise the Finance Portfolio Committee, Executive Committee and Council of the monthly financial performance of the municipality as required by Section 71 of the Municipal Finance Management Act 56 of 2003 (MFMA) for the period ended 31 March 2020 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 in C Schedule format and through a series of MFMA returns that were designed for the purpose of uploading into the National Treasury database.

1. ANNEXURES

- 1.1. uThukela Water Financial Performance report
- 1.2. Eskom invoice for bulk
- 1.3. uThukela invoice for bulk
- 1.4. Financial Statements as at 31 March 2020
- 1.5. Investment register
- 1.6. Grant register
- 1.7. Bank recon
- 1.8. Bank statements
- 1.9. Quality Certificate

2. ANALYSIS OF FINANCIAL RESULTS

This month's financial analysis comprise of the operating budget performance, capital budget performance, analysis of financial position as well as the cash flows where there are changes between the Financial Statements and S71 report, figure reflected in the S71 tables should be regarded as a true reflection of the state of affairs of the municipality. The differences may be due to timing differences in closing the financial systems. The municipality recently approved an adjusted budget during February 2020.

Table C1: Monthly budget statements summary

The table below provides a high-level summation of the municipality's operating and capital budget and actuals to date, financial position and cash flow position.

KZN252 Newcastle - Table C1 Monthly Budget Statement Summary - M09 March

Description	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	287,110	313,499	318,139	27,195	240,424	238,604	1,820	1%	318,139
Service charges	1,003,885	1,192,753	964,564	76,273	738,538	723,423	15,114	2%	964,564
Investment revenue	4,961	4,041	2,356	251	1,919	1,767	152	9%	2,356
Transfers and subsidies	498,547	431,718	588,769	122,355	555,187	555,187	-	-	588,769
Other own revenue	48,384	60,714	58,022	3,144	33,579	43,517	(9,937)	-23%	58,022
Total Revenue (excluding capital transfers and contributions)	1,842,887	2,002,724	1,931,849	229,219	1,569,647	1,562,498	7,150	0%	1,931,849
Employee costs	557,861	591,321	573,066	42,224	414,538	429,799	(15,262)	-4%	573,066
Remuneration of Councillors	24,657	26,845	26,845	2,183	19,422	20,134	(712)	-4%	26,845
Depreciation & asset impairment	361,880	491,982	396,592	28,350	254,356	297,444	(43,088)	-14%	396,592
Finance charges	61,665	45,042	45,042	3,684	40,848	33,781	7,067	21%	45,042
Materials and bulk purchases	530,186	688,384	621,959	65,760	401,472	466,469	(64,997)	-14%	621,959
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	469,721	561,134	691,942	124,698	498,565	518,956	(20,391)	-4%	691,942
Total Expenditure	2,005,971	2,404,708	2,355,445	266,899	1,629,200	1,766,584	(137,383)	-8%	2,355,445
Surplus/(Deficit)	(163,084)	(401,983)	(423,596)	(37,680)	(59,553)	(204,086)	144,533	-71%	(423,596)
Transfers and subsidies - capital (monetary allocation)	127,639	173,189	122,596	(8,895)	47,823	91,947	(44,124)	-48%	122,596
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(35,445)	(228,795)	(301,000)	(46,576)	(11,730)	(112,139)	100,409	-90%	(301,000)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(35,445)	(228,795)	(301,000)	(46,576)	(11,730)	(112,139)	100,409	-90%	(301,000)
Capital expenditure & funds sources									
Capital expenditure	158,893	207,119	165,199	(6,508)	68,213	123,900	(55,687)	-45%	165,199
Capital transfers recognised	127,639	173,189	122,596	(8,895)	47,823	91,947	(44,124)	-48%	122,596
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	31,254	33,930	42,604	2,387	20,389	31,953	(11,563)	-36%	42,604
Total sources of capital funds	158,893	207,119	165,199	(6,508)	68,213	123,900	(55,687)	-45%	165,199
Financial position									
Total current assets	804,211	545,166	414,812		881,971				414,812
Total non current assets	7,186,662	7,233,866	7,150,310		7,206,968				7,150,310
Total current liabilities	858,485	471,356	428,557		858,566				428,557
Total non current liabilities	559,614	493,946	839,498		554,276				839,498
Community wealth/Equity	6,572,774	6,813,729	6,297,068		6,676,096				6,297,068
Cash flows									
Net cash from (used) operating	120,217	155,153	134,756	(40,269)	206,294	184,579	(21,714)	-12%	134,756
Net cash from (used) investing	(158,893)	(107,299)	(93,097)	(9,548)	(69,676)	(69,623)	(147)	0%	(93,097)
Net cash from (used) financing	(9,064)	(25,242)	(23,598)	3,608	(35,839)	(17,699)	18,140	-102%	(23,598)
Cash/cash equivalents at the month/year end	9,724	32,414	28,060	-	110,778	107,057	(3,721)	-3%	28,060
Debtors & creditors analysis									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	96,541	35,840	31,967	36,332	28,739	28,203	179,078	#####	1,483,587
Creditors Age Analysis									
Total Creditors	78,125	42,655	49,320	49,196	51,630	78,837	90,530	22,620	462,913

2.1 Operating budget performance-revenue

2.1.1 The municipality generated a total revenue of R1.5 billion of the adjusted budget of R1.9 billion, representing 81.2 percent. The variance between the year-to-date revenue budget and the actual revenue accrued for the same period amounts to R7.1 million. Although the aggregate performance on revenue generated shows a variance of 0.3%, it is however necessary to explain reasons which attributed to the figurative variance.

2.1.2 The municipality generated R15.1 million (2%) more revenue from service charges than the year-to-date budget of R723.4 million for the period under review. Electricity and water are all over-performing by R17.9 million and R953 thousand respectively, whereas refuse and sanitation are performing below target by R2.7 million and R1 million respectively.

2.1.3 The municipality generated R1.8 million (1%) more revenue from property rates than the year-to-date budget of R238.6 million during the period under review. The variance is attributable to government properties being billed for the full year. This variance is expected to reduce towards the end of the year.

2.1.4 The municipality generated R152 thousand (9%) more revenue from interest on investments than the year-to-date budget of R1.7 million for the period under review. This is due to additional investments made during the month.

2.1.5 The municipality recorded R555.1 million for operational and R47.8 million for capital transfers and subsidies. It is noted that capital grant expenditure is under-performing by 48%. It must be noted that under expenditure of conditional grants may result in grants being withheld by National Treasury. It will therefore be critical to fast track expenditure on grants in order to comply with conditions.

2.1.6 The municipality generated R9.9million (-23%) less revenue from sundry revenue than a pro-rata budget of R43.5million for the period under review. This is due to revenue on the HDF not being recognised due to delays in the relevant projects.

2.2 Operating performance – expenditure

2.2.1 The summary of the operating expenditure is reflected in C1 and C4 tables of the Schedule C attached hereto. As at the end of March 2020, the municipality incurred the total expenditure of R1.6 billion of the adjusted budget of R2.3 billion, which represents 69.1 percent. The variance between the pro-rata expenditure budget and the actual expenditure incurred for the same period amounts to R137.3 million, representing under-expenditure of 8 percent.

2.2.2 The main attributing factors to the variance are non-cash items, being debt impairment, depreciation and other expenditure. Depreciation has under-performed by R43 million (-14%) in the ninth month of the financial year due to the very low capital expenditure and projects still under work in progress (not yet capitalised). Debt impairment over-performed by R3.8 million (3%) due to the indigent register having been reviewed.

2.2.3 The municipality spent R64.7million (-14%) less on the bulk purchases than the year-to-date budget of R464.2 million. This is due to the fluctuating electricity consumption as it's the hot season.

2.2.4 The municipality spent R212 thousand (-10%) less on materials than the year-to-date budget of R2.1million. This is mainly due to the culture of cost containment which has been inculcated.

2.2.5 The municipality spent R255 thousand (0%) less on contracted services than the year-to-date budget of R160.6 million. This is mainly due to the delays in some of the projects.

2.2.6 The municipality spent R15.2million (-4%) less on employee related costs than a pro-rata budget of R429.7 million, mainly due to some of the critical positions not yet being filled and some that have been exited during the year. It must be noted that some savings from this item are redirected to EPWP which is funded internally to complement street cleansing unit.

2.3 Capital budget performance

The table below reflects the municipality's capital programme in relation to capital expenditure by municipal vote, capital expenditure by standard classification; and funding sources required to fund the capital budget, including information on capital transfers from National and Provincial departments:

Vote Description	Ref	Budget Year 2019/20								
		2018/19 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 SETTLEMENT		-	-	-	-	-	-	-	-	-
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		-	-	-	-	-	-	-	-	-
Vote 2 - COMMUNITY SERVICES		6,858	10,243	7,747	710	1,425	5,810	(4,385)	-75%	7,747
Vote 3 - BUDGET AND TREASURY		1,329	2,730	2,778	27	213	2,084	(1,871)	-90%	2,778
Vote 4 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENT		19,923	32,059	40,408	-	11,596	30,306	(18,710)	-62%	40,408
Vote 6 - TECHNICAL SERVICES		127,158	162,087	113,658	(7,245)	54,555	85,244	(30,689)	-36%	113,658
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		3,825	-	609	-	424	456	(32)	-7%	609
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	158,893	207,119	165,199	(6,508)	68,213	123,900	(55,687)	-45%	165,199
Total Capital Expenditure		158,893	207,119	165,199	(6,508)	68,213	123,900	(55,687)	-45%	165,199
Capital Expenditure - Functional Classification										
Governance and administration		1,329	2,730	2,778	27	213	2,084	(1,871)	-90%	2,778
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		1,329	2,730	2,778	27	213	2,084	(1,871)	-90%	2,778
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		6,902	9,743	8,317	710	1,000	6,238	(5,238)	-84%	8,317
Community and social services		4,147	300	4,185	32	322	3,139	(2,817)	-80%	4,185
Sport and recreation		2,711	8,243	428	230	230	321	(91)	-28%	428
Public safety		-	1,200	2,483	448	448	1,863	(1,415)	-78%	2,483
Housing		44	-	1,220	-	-	915	(915)	-100%	1,220
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		113,238	136,608	136,033	(2,929)	64,078	102,025	(37,947)	-37%	136,033
Planning and development		19,879	39,559	39,187	-	11,596	29,391	(17,794)	-61%	39,187
Road transport		93,360	97,049	96,848	(2,929)	52,481	72,634	(20,153)	-28%	96,848
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		37,424	58,038	18,071	(4,316)	2,923	13,554	(10,631)	-78%	18,071
Energy sources		3,825	-	609	-	424	456	(32)	-7%	609
Water management		33,799	57,538	16,813	(4,316)	2,074	12,610	(10,536)	-84%	16,813
Waste water management		-	500	650	-	425	488	(63)	-13%	650
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	158,893	207,119	165,199	(6,508)	68,213	123,900	(55,687)	-45%	165,199
Funded by:										
National Government		108,854	164,946	122,446	(8,895)	47,823	91,834	(44,011)	-48%	122,446
Provincial Government		18,785	8,243	-	-	-	-	-	-	-
District Municipality		-	-	150	-	-	113	(113)	-100%	150
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		127,639	173,189	122,596	(8,895)	47,823	91,947	(44,124)	-48%	122,596
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		31,254	33,930	42,604	2,387	20,389	31,953	(11,563)	-36%	42,604
Total Capital Funding		158,893	207,119	165,199	(6,508)	68,213	123,900	(55,687)	-45%	165,199

2.3.1 Capital expenditure for the ninth month of the financial year amounted to R68.2 million, which represents 41.2% of the adjusted capital budget of R165.1 million. Comparison between the year-to-budget of R123.9 million and actual expenditure for the period reflects an under expenditure of (R55.6million) which implies that the municipality spent 45% less than the year-to-date budget for the same period. This is due to the challenges in the cash-flow position of the municipality which has a negative impact on the performance of the capital budget.

2.4 Financial position

Table C6: Monthly budget statements – Financial Position

Table C6 below reflects the performance to date in relation to the financial position of the municipality.

KZN252 Newcastle - Table C6 Monthly Budget Statement - Financial Position - M09 March

Description	Ref	2018/19	Budget Year 2019/20			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		4,688	8,389	28,060	21,516	28,060
Call investment deposits		5,036	24,025	–	89,262	–
Consumer debtors		680,874	463,909	337,909	706,774	337,909
Other debtors		99,348	35,084	35,084	50,252	35,084
Current portion of long-term receivables		2	2	2	1	2
Inventory		14,264	13,756	13,756	14,166	13,756
Total current assets		804,211	545,166	414,812	881,971	414,812
Non current assets						
Long-term receivables		–	–	–	–	–
Investments		–	–	–	–	–
Investment property		281,223	379,606	350,780	355,564	350,780
Investments in Associate		275,279	262,171	214,928	234,928	214,928
Property, plant and equipment		6,615,669	6,580,590	6,571,378	6,603,861	6,571,378
Agricultural		–	–	–	–	–
Biological		–	–	–	–	–
Intangible		3,003	3,773	1,736	1,127	1,736
Other non-current assets		11,488	7,726	11,488	11,488	11,488
Total non current assets		7,186,662	7,233,866	7,150,310	7,206,968	7,150,310
TOTAL ASSETS		7,990,873	7,779,031	7,565,122	8,088,939	7,565,122
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Borrowing		25,598	25,598	25,598	13,765	25,598
Consumer deposits		23,587	22,883	25,465	16,990	25,465
Trade and other payables		780,456	383,584	367,973	819,144	367,973
Provisions		28,844	39,290	9,521	8,668	9,521
Total current liabilities		858,485	471,356	428,557	858,566	428,557
Non current liabilities						
Borrowing		401,232	348,739	661,906	377,077	661,906
Provisions		158,382	145,207	177,592	177,199	177,592
Total non current liabilities		559,614	493,946	839,498	554,276	839,498
TOTAL LIABILITIES		1,418,099	965,302	1,268,054	1,412,843	1,268,054
NET ASSETS	2	6,572,774	6,813,729	6,297,068	6,676,096	6,297,068
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		6,544,255	6,808,289	6,281,314	6,646,852	6,281,314
Reserves		28,519	5,440	15,754	29,244	15,754
TOTAL COMMUNITY WEALTH/EQUITY	2	6,572,774	6,813,729	6,297,068	6,676,096	6,297,068

2.4.1 As at end the end of the ninth month of the financial year, the municipality showed a favourable equity position, with a net asset effect of R6.6 billion. While this picture looks good, it is however important to point out major reasons to such a favourable equity position, being consumer debtors and the property plant and equipment (assets), which cannot instantly be converted into cash. The following provides a closer look on some of critical financial position items:

2.4.2 The municipality's debtors aging as reflected in table SC3 is a total of R1.4 billion as at the end of the ninth month. The bulk of this amount (R1.3 billion) is debt owing for more than 90 days, while R1.2 billion of the total debt is owed by households. When you drill into aged debtors less than 30 days there is a great improvement where debtors dropped from R70.1 million in February. This is the result of the outreach programme run by finance urging consumers to pay their current account. It must be noted that the total figure of debtors is inclusive of indigent. Furthermore included in the commercial category is an amount of R54 million owed by SACC. It is recommended that the debts be written-off in line with the debtor's write-off policy, where the company has been declared insolvent.

2.4.3 Property Plant and Equipment (Assets) comprise of R6.6 billion of the total assets of R8.1 billion as reflected in table C6. These assets comprise of roads, community assets, water infrastructure, electricity infrastructure, other plants and equipment which the municipality has acquired for service delivery as well as for its own use. Service delivery of the municipal is majored by its ability to provide these services to communities. It is however important to note that the majority of these assets may not be easily converted to cash and cash equivalent.

2.4.4 The municipality closed with a balance of cash and cash equivalent of R110.7 million as at the end of the ninth month of the financial year which was made up of R21.5 million for cash and R89.2 million from investments. It must be noted that the municipality had an obligation of R28.4 million relating to the HDF. The short-term obligations are sitting at R462.9 million as illustrated on SC4, while unspent conditional grants amount to R102.9 million, representing a cash short-fall of R483.5 million. Table SC4 reflects that the municipality was owing creditors to the tune of R462.9 million. Included under creditors is Eskom for R315.5million, uThukela Water for R82.8 million, SARS – PAYE for R7.2 million, pension and other employee benefits for R14.9 million and other trade creditors for R42.4 million.

It must be mentioned that the liquidity position of the municipality keeps deteriorating, with the cash shortfall increasing over the past few months of the year. Looking at the cash position as mentioned above the municipality is currently not in the position to cover its short-term obligations, including unspent conditional grants.

2.4.5 The net asset value (assets minus liabilities) of the municipality indicates that the municipality is still a going concern. The **going concern** principle seeks to establish whether an entity will be in existence over the next twelve months or whether it will be liquidated. In terms of table C6, the total net asset of the municipality is R6.6 billion, while the net current asset is R23.4 million. The net current ratio indicates that the municipality's current assets are not enough will not be adequate to cover for the current liabilities over the next twelve months. The municipality may therefore have a challenge to pay for its creditors over the next twelve months. Due to the standing of the municipality by virtue of being a government entity, the municipality is still regarded as a going concern since it is still expecting to receive rates and taxes and government grants over the next twelve months.

2.4.6 The **liquidity ratio** of the municipality is currently sitting at 12.7% as per table SC2. As per paragraph 2.4.4 above, however, if one takes into account the impact of the HDF, conditional grants and creditors, the liquidity ratio is estimated at 0.239%, since the municipality needs R462.9 million in order to pay all its short term obligations. Again this is a bad reflecting on the state of finances of the municipality.

As with the going concern principle, the liquidity state of the municipality is more like to negatively impact the image of the municipality to public, business sector and other spheres of government.

2.5 Cash flow analysis

Table C7: Monthly budget statements – Cash Flow

The municipality's cash flow position and cash/cash equivalent outcome is shown on the table below:

KZN252 Newcastle - Table C7 Monthly Budget Statement - Cash Flow - M09 March

Description	Ref	Budget Year 2019/20								
		2018/19 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		216,435	261,530	282,053	22,229	204,619	211,539	(6,920)	-3%	282,053
Service charges		789,214	1,040,261	839,533	76,535	610,416	629,650	(19,234)	-3%	839,533
Other revenue		114,557	49,183	49,107	11,342	77,094	36,830	40,264	109%	49,107
Government - operating		395,172	431,718	589,161	112,377	501,471	501,471	-		589,161
Government - capital		93,964	173,189	122,596	-	115,859	115,859	-		122,596
Interest		12,938	8,931	5,367	318	6,284	4,026	2,258	56%	5,367
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(1,458,480)	(1,764,617)	(1,708,019)	(252,425)	(1,268,601)	(1,281,014)	(12,413)	1%	(1,708,019)
Finance charges		(43,582)	(45,042)	(45,042)	(10,645)	(40,848)	(33,781)	7,067	-21%	(45,042)
Transfers and Grants		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) OPERATING ACTIVITIES		120,217	155,153	134,756	(40,269)	206,294	184,579	(21,714)	-12%	134,756
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	2,332	5,034	-	-	3,775	(3,775)	-100%	5,034
Decrease (Increase) in non-current debtors		-	66,420	36,000	-	-	27,000	(27,000)	-100%	36,000
Decrease (increase) other non-current receivables		-	31,068	31,068	0	4,564	23,301	(18,736)	-80%	31,068
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		-
Payments										
Capital assets		(158,893)	(207,119)	(165,199)	(9,548)	(74,240)	(123,900)	(49,659)	40%	(165,199)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(158,893)	(107,299)	(93,097)	(9,548)	(69,676)	(69,823)	(147)	0%	(93,097)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	356	2,000	-	968	1,500	(532)	-35%	2,000
Payments										
Repayment of borrowing		(9,064)	(25,598)	(25,598)	3,608	(36,807)	(19,199)	17,608	-92%	(25,598)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(9,064)	(25,242)	(23,598)	3,608	(35,839)	(17,699)	18,140	-102%	(23,598)
NET INCREASE/ (DECREASE) IN CASH HELD		(47,741)	22,612	18,061	(46,208)	100,779	97,058			18,061
Cash/cash equivalents at beginning:		57,465	9,802	9,999		9,999	9,999			9,999
Cash/cash equivalents at month/year end:		9,724	32,414	28,060		110,778	107,057			28,060

- 2.5.1 The municipality opened with a cash and cash equivalent balance of R9.9 million at the beginning of the financial year and closed with a balance of R110.7 million as at the end of March 2020 which represents a cash increase of R100.7 million to date since the beginning of the financial year.
- 2.5.2 Cash flows from operating activities yielded a net cash inflow of R206.2million as result of receipts from services charges, property rates, and government grants as well as other sundry receipts. This net cash inflows was after the municipality paid its suppliers for services rendered, remunerated its employees and councillors and paid the portion of the outstanding interest on loans.
- 2.5.3 Cash flows from investing activities recorded net cash outflows of R69.6 million due to capital expenditure.
- 2.5.4 Cash flows from financing activities recorded net cash outflows of R35.8 million. This was due to the capital repayment of loans by the municipality during the year.

3. CONCLUSION

The under-expenditure on operational budget is acceptable if it is due to the introduction of cost-containment. However, it is important to emphasise that the expenditure on maintenance should not be compromised as it seems to be under-performing by 38.8%. The issues that still reflect material variances in the budget performance report must be monitored and managed to ensure that the municipality operates within the approved budget.

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

4. RECOMMENDED

(a) That the MFMA Section 71 report for the month ended 31 March 2020 be noted;


Report prepared by:



Report seen by:



COUNICLLOR DR NNG MAHLABA
PORTFOLIO COUNCILLOR
BUDGET AND TREASURY OFFICE



SM NKOSI
STRATEGIC EXECUTIVE DIRECTOR:
BUDGET AND TREASURY OFFICE

KZN252 Newcastle - Table C1 Monthly Budget Statement Summary - M09 March

Description	Budget Year 2019/20								
	2018/19 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	287,110	313,499	318,139	27,195	240,424	238,604	1,820	1%	318,139
Service charges	1,003,885	1,192,753	964,564	76,273	738,538	723,423	15,114	2%	964,564
Investment revenue	4,961	4,041	2,356	251	1,919	1,767	152	9%	2,356
Transfers and subsidies	498,547	431,718	588,769	122,355	555,187	555,187	-		588,769
Other own revenue	48,384	60,714	58,022	3,144	33,579	43,517	(9,937)	-23%	58,022
Total Revenue (excluding capital transfers and contributions)	1,842,887	2,002,724	1,931,849	229,219	1,569,647	1,562,498	7,150	0%	1,931,849
Employee costs	557,861	591,321	573,066	42,224	415,735	429,799	(14,064)	-3%	573,066
Remuneration of Councillors	24,657	26,845	26,845	2,183	19,422	20,134	(712)	-4%	26,845
Depreciation & asset impairment	361,880	491,982	396,592	28,350	254,356	297,444	(43,088)	-14%	396,592
Finance charges	61,665	45,042	45,042	3,684	40,848	33,781	7,067	21%	45,042
Materials and bulk purchases	530,186	688,384	621,959	65,760	401,472	466,469	(64,997)	-14%	621,959
Transfers and subsidies	-	-	-	-	-	-	-		-
Other expenditure	469,721	561,134	691,942	124,698	498,565	518,956	(20,391)	-4%	691,942
Total Expenditure	2,005,971	2,404,708	2,355,445	266,899	1,630,398	1,766,584	(136,186)	-8%	2,355,445
Surplus/(Deficit)	(163,084)	(401,983)	(423,596)	(37,680)	(60,750)	(204,086)	143,336	-70%	(423,596)
Transfers and subsidies - capital (monetary allocations)	127,639	173,189	122,596	(8,895)	47,823	91,947	(44,124)	-48%	122,596
Contributions & Contributed assets	-	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions	(35,445)	(228,795)	(301,000)	(46,576)	(12,927)	(112,139)	99,212	-88%	(301,000)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	(35,445)	(228,795)	(301,000)	(46,576)	(12,927)	(112,139)	99,212	-88%	(301,000)
Capital expenditure & funds sources									
Capital expenditure	158,893	207,119	165,199	(6,508)	68,213	123,900	(55,687)	-45%	165,199
Capital transfers recognised	127,639	173,189	122,596	(8,895)	47,823	91,947	(44,124)	-48%	122,596
Public contributions & donations	-	-	-	-	-	-	-		-
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	31,254	33,930	42,604	2,387	20,389	31,953	(11,563)	-36%	42,604
Total sources of capital funds	158,893	207,119	165,199	(6,508)	68,213	123,900	(55,687)	-45%	165,199
Financial position									
Total current assets	804,211	545,166	414,812		881,971				414,812
Total non current assets	7,186,662	7,233,866	7,150,310		7,206,968				7,150,310
Total current liabilities	858,485	471,356	428,557		858,566				428,557
Total non current liabilities	559,614	493,946	839,498		554,276				839,498
Community wealth/Equity	6,572,774	6,813,729	6,297,068		6,676,096				6,297,068
Cash flows									
Net cash from (used) operating	120,217	155,153	134,756	(40,269)	206,294	184,579	(21,714)	-12%	134,756
Net cash from (used) investing	(158,893)	(107,299)	(93,097)	(9,548)	(69,676)	(69,823)	(147)	0%	(93,097)
Net cash from (used) financing	(9,064)	(25,242)	(23,598)	3,608	(35,839)	(17,699)	18,140	-102%	(23,598)
Cash/cash equivalents at the month/year end	9,724	32,414	28,060	-	110,778	107,057	(3,721)	-3%	28,060
Debtors & creditors analysis									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	96,541	35,840	31,967	36,332	28,739	28,203	179,078	1,046,888	1,483,587
Creditors Age Analysis									
Total Creditors	78,125	42,655	49,320	49,196	51,630	78,837	90,530	22,620	462,913

KZN252 Newcastle - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M09 March

Description	Ref	2018/19	Budget Year 2019/20							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
Governance and administration		409,524	437,202	429,297	51,683	351,530	321,973	29,557	9%	429,297
Executive and council		14,638	10,474	7,805	1,456	7,185	5,854	1,331	23%	7,805
Finance and administration		394,886	426,728	421,492	50,227	344,345	316,119	28,227	9%	421,492
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		56,195	43,430	141,959	12,847	87,654	106,791	(19,138)	-18%	141,959
Community and social services		35,506	8,418	8,835	1,628	8,425	6,948	1,476	21%	8,835
Sport and recreation		1,127	8,991	707	9	410	531	(121)	-23%	707
Public safety		8,524	11,103	13,501	906	9,834	10,126	(292)	-3%	13,501
Housing		11,011	14,917	118,857	10,303	68,948	89,143	(20,195)	-23%	118,857
Health		27	1	58	2	37	43	(7)	-15%	58
Economic and environmental services		145,344	198,402	51,678	2,168	133,907	148,766	(14,859)	-10%	51,678
Planning and development		26,161	78,352	8,694	81	11,428	11,756	(328)	-3%	8,694
Road transport		119,183	120,050	42,984	2,086	122,478	137,010	(14,532)	-11%	42,984
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		1,359,319	1,496,704	1,431,352	153,613	1,044,261	1,076,795	(32,535)	-3%	1,431,352
Energy sources		708,486	886,803	821,604	63,104	530,913	616,627	(85,714)	-14%	821,604
Water management		328,148	370,423	296,893	40,379	233,323	225,527	7,796	3%	296,893
Waste water management		200,996	119,010	192,705	34,113	183,666	144,529	39,137	27%	192,705
Waste management		121,688	120,468	120,150	16,017	96,359	90,113	6,246	7%	120,150
Other	4	144	174	159	14	120	119	1	1%	159
Total Revenue - Functional	2	1,970,526	2,175,913	2,054,445	220,324	1,617,470	1,654,444	(36,974)	-2%	2,054,445
Expenditure - Functional										
Governance and administration		430,746	422,161	413,485	29,618	307,868	310,114	(2,246)	-1%	413,485
Executive and council		80,413	103,238	81,790	5,547	54,679	61,342	(6,663)	-11%	81,790
Finance and administration		350,334	317,102	329,881	24,068	252,965	247,411	5,554	2%	329,881
Internal audit		-	1,820	1,814	2	223	1,361	(1,137)	-84%	1,814
Community and public safety		226,089	262,541	323,327	24,109	211,633	242,496	(30,863)	-13%	323,327
Community and social services		29,949	85,903	35,106	2,464	19,718	26,330	(6,612)	-25%	35,106
Sport and recreation		74,762	76,224	74,319	5,180	51,805	55,739	(3,935)	-7%	74,319
Public safety		64,540	77,067	76,699	4,465	46,559	57,524	(10,966)	-19%	76,699
Housing		48,638	17,341	131,201	11,438	88,362	98,401	(10,039)	-10%	131,201
Health		8,201	6,007	6,002	562	5,190	4,502	688	15%	6,002
Economic and environmental services		267,781	256,388	322,509	31,093	206,096	241,882	(35,785)	-15%	322,509
Planning and development		25,563	88,677	96,348	13,519	66,590	72,261	(5,671)	-8%	96,348
Road transport		242,218	167,701	226,151	17,573	139,500	169,613	(30,113)	-18%	226,151
Environmental protection		-	10	10	1	7	8	(1)	-8%	10
Trading services		1,079,524	1,462,293	1,294,401	182,065	903,107	970,801	(67,694)	-7%	1,294,401
Energy sources		610,157	796,534	669,365	67,764	476,674	502,024	(25,349)	-5%	669,365
Water management		381,588	531,942	491,067	99,100	343,598	368,300	(24,703)	-7%	491,067
Waste water management		14,306	60,573	62,108	6,946	37,072	46,581	(9,509)	-20%	62,108
Waste management		73,473	73,244	71,861	8,256	45,763	53,895	(8,133)	-15%	71,861
Other		1,831	1,325	1,722	15	1,694	1,292	402	31%	1,722
Total Expenditure - Functional	3	2,005,971	2,404,708	2,355,445	266,899	1,630,398	1,766,584	(136,186)	-8%	2,355,445
Surplus/ (Deficit) for the year		(35,445)	(228,795)	(301,000)	(46,576)	(12,927)	(112,139)	99,212	-88%	(301,000)

KZN252 Newcastle - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M09 March

Vote Description	Ref	2018/19	Budget Year 2019/20							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - CORPORATE SERVICES		76,913	75,376	72,655	17,626	71,997	54,491	17,506	32.1%	72,655
Vote 2 - COMMUNITY SERVICES		167,803	140,760	135,009	18,560	115,065	101,257	13,808	13.6%	135,009
Vote 3 - BUDGET AND TREASURY		331,560	360,076	354,892	34,057	279,433	266,169	13,264	5.0%	354,892
Vote 4 - MUNICIPAL MANAGER		1,050	1,750	1,750	-	100	1,313	(1,213)	-92.4%	1,750
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMEN		37,316	59,946	127,710	10,398	80,496	101,018	(20,522)	-20.3%	127,710
Vote 6 - TECHNICAL SERVICES		647,397	573,873	682,090	76,579	539,468	619,519	(80,051)	-12.9%	682,090
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		708,486	964,132	680,338	63,104	530,913	510,878	20,235	4.0%	680,338
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	1,970,526	2,175,913	2,054,444	220,324	1,617,470	1,654,444	(36,974)	-2.2%	2,054,444
Expenditure by Vote	1									
Vote 1 - CORPORATE SERVICES		133,300	158,067	137,654	7,820	92,722	103,240	(10,518)	-10.2%	137,654
Vote 2 - COMMUNITY SERVICES		306,831	318,672	309,130	24,718	204,639	231,847	(27,208)	-11.7%	309,130
Vote 3 - BUDGET AND TREASURY		163,707	168,129	148,229	6,182	120,004	111,172	8,832	7.9%	148,229
Vote 4 - MUNICIPAL MANAGER		77,983	95,890	82,614	11,847	59,628	61,960	(2,332)	-3.8%	82,614
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMEN		76,031	51,450	162,965	13,432	108,697	122,224	(13,527)	-11.1%	162,965
Vote 6 - TECHNICAL SERVICES		637,961	815,966	845,489	135,136	568,033	634,117	(66,083)	-10.4%	845,489
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		610,157	796,534	669,365	67,764	476,674	502,024	(25,349)	-5.0%	669,365
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	2,005,971	2,404,708	2,355,445	266,899	1,630,398	1,766,584	(136,186)	-7.7%	2,355,445
Surplus/ (Deficit) for the year	2	(35,445)	(228,795)	(301,001)	(46,576)	(12,927)	(112,139)	99,212	-88.5%	(301,001)

KZN252 Newcastle - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M09 March

Description	Ref	Budget Year 2019/20								
		2018/19 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		287,110	313,499	318,139	27,195	240,424	238,604	1,820	1%	318,139
Service charges - electricity revenue		630,194	811,903	589,558	45,410	460,135	442,169	17,966	4%	589,558
Service charges - water revenue		176,507	186,097	179,642	15,044	135,684	134,731	953	1%	179,642
Service charges - sanitation revenue		108,894	110,794	111,918	8,916	82,879	83,939	(1,060)	-1%	111,918
Service charges - refuse revenue		88,291	83,960	83,446	6,902	59,839	62,585	(2,745)	-4%	83,446
Service charges - other		-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		8,141	8,661	8,091	635	6,027	6,068	(41)	-1%	8,091
Interest earned - external investments		4,961	4,041	2,356	251	1,919	1,767	152	9%	2,356
Interest earned - outstanding debtors		8,015	9,780	6,024	467	4,365	4,518	(153)	-3%	6,024
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		8,589	8,117	12,490	861	9,048	9,367	(319)	-3%	12,490
Licences and permits		12	14	14	1	7	11	(4)	-39%	14
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		498,547	431,718	588,769	122,355	555,187	555,187	-	-	588,769
Other revenue		23,627	31,810	31,404	1,180	14,133	23,553	(9,420)	-40%	31,404
Gains on disposal of PPE		-	2,332	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		1,842,887	2,002,724	1,931,849	229,219	1,569,647	1,562,498	7,150	0%	1,931,849
Expenditure By Type										
Employee related costs		557,861	591,321	573,066	42,224	415,735	429,799	(14,064)	-3%	573,066
Remuneration of councillors		24,657	26,845	26,845	2,183	19,422	20,134	(712)	-4%	26,845
Debt impairment		89,608	174,245	174,245	68,166	134,492	130,684	3,808	3%	174,245
Depreciation & asset impairment		361,880	491,982	396,592	28,350	254,356	297,444	(43,088)	-14%	396,592
Finance charges		61,665	45,042	45,042	3,684	40,848	33,781	7,067	21%	45,042
Bulk purchases		524,211	684,074	619,030	65,656	399,487	464,272	(64,786)	-14%	619,030
Other materials		5,975	4,310	2,929	104	1,985	2,197	(212)	-10%	2,929
Contracted services		74,012	54,249	214,189	32,221	160,386	160,642	(255)	0%	214,189
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Other expenditure		306,101	332,640	303,508	24,311	203,687	227,631	(23,944)	-11%	303,508
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Expenditure		2,005,971	2,404,708	2,355,445	266,899	1,630,398	1,766,584	(136,186)	-8%	2,355,445
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		(163,084)	(401,983)	(423,596)	(37,680)	(60,750)	(204,086)	143,336	(0)	(423,596)
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		127,639	173,189	122,596	(8,895)	47,823	91,947	(44,124)	(0)	122,596
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(35,445)	(228,795)	(301,000)	(46,576)	(12,927)	(112,139)			(301,000)
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		(35,445)	(228,795)	(301,000)	(46,576)	(12,927)	(112,139)			(301,000)
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(35,445)	(228,795)	(301,000)	(46,576)	(12,927)	(112,139)			(301,000)
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		(35,445)	(228,795)	(301,000)	(46,576)	(12,927)	(112,139)			(301,000)

KZN252 Newcastle - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M09 March

Vote Description	Ref	2018/19	Budget Year 2019/20							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
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		-	-	-	-	-	-	-	-	-
Vote 2 - COMMUNITY SERVICES		6,858	10,243	7,747	710	1,425	5,810	(4,385)	-75%	7,747
Vote 3 - BUDGET AND TREASURY		1,329	2,730	2,778	27	213	2,084	(1,871)	-90%	2,778
Vote 4 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMEN		19,923	32,059	40,408	-	11,596	30,306	(18,710)	-62%	40,408
Vote 6 - TECHNICAL SERVICES		127,158	162,087	113,658	(7,245)	54,555	85,244	(30,589)	-36%	113,658
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		3,625	-	609	-	424	456	(32)	-7%	609
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	158,893	207,119	165,199	(6,508)	68,213	123,900	(55,687)	-45%	165,199
Total Capital Expenditure		158,893	207,119	165,199	(6,508)	68,213	123,900	(55,687)	-45%	165,199
Capital Expenditure - Functional Classification										
Governance and administration		1,329	2,730	2,778	27	213	2,084	(1,871)	-90%	2,778
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		1,329	2,730	2,778	27	213	2,084	(1,871)	-90%	2,778
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		6,902	9,743	8,317	710	1,000	6,238	(5,238)	-84%	8,317
Community and social services		4,147	300	4,185	32	322	3,139	(2,817)	-90%	4,185
Sport and recreation		2,711	8,243	428	230	230	321	(91)	-28%	428
Public safety		-	1,200	2,483	448	448	1,863	(1,415)	-76%	2,483
Housing		44	-	1,220	-	-	915	(915)	-100%	1,220
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		113,238	138,808	136,033	(2,929)	64,078	102,025	(37,947)	-37%	136,033
Planning and development		19,879	39,559	39,187	-	11,596	29,391	(17,794)	-61%	39,187
Road transport		93,360	97,049	96,846	(2,929)	52,481	72,634	(20,153)	-28%	96,846
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		37,424	58,038	18,071	(4,316)	2,923	13,554	(10,631)	-78%	18,071
Energy sources		3,625	-	609	-	424	456	(32)	-7%	609
Water management		33,799	57,538	16,813	(4,316)	2,074	12,610	(10,536)	-84%	16,813
Waste water management		-	500	650	-	425	488	(63)	-13%	650
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	158,893	207,119	165,199	(6,508)	68,213	123,900	(55,687)	-45%	165,199
Funded by:										
National Government		108,854	164,946	122,446	(8,895)	47,823	91,834	(44,011)	-48%	122,446
Provincial Government		18,785	8,243	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	150	-	-	113	(113)	-100%	150
Transfers recognised - capital		127,639	173,189	122,596	(8,895)	47,823	91,947	(44,124)	-48%	122,596
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		31,254	33,930	42,804	2,387	20,389	31,953	(11,563)	-36%	42,804
Total Capital Funding		158,893	207,119	165,199	(6,508)	68,213	123,900	(55,687)	-45%	165,199

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 functional 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

KZN252 Newcastle - Table C6 Monthly Budget Statement - Financial Position - M09 March

Description	Ref	2018/19	Budget Year 2019/20			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		4,688	8,389	28,060	21,516	28,060
Call investment deposits		5,036	24,025	–	89,262	–
Consumer debtors		680,874	463,909	337,909	706,774	337,909
Other debtors		99,348	35,084	35,084	50,252	35,084
Current portion of long-term receivables	2	2	2	2	1	2
Inventory		14,264	13,756	13,756	14,166	13,756
Total current assets		804,211	545,166	414,812	881,971	414,812
Non current assets						
Long-term receivables		–	–	–	–	–
Investments		–	–	–	–	–
Investment property		281,223	379,606	350,780	355,564	350,780
Investments in Associate		275,279	262,171	214,928	234,928	214,928
Property, plant and equipment		6,615,669	6,580,590	6,571,378	6,603,861	6,571,378
Agricultural		–	–	–	–	–
Biological		–	–	–	–	–
Intangible		3,003	3,773	1,736	1,127	1,736
Other non-current assets		11,488	7,726	11,488	11,488	11,488
Total non current assets		7,186,662	7,233,866	7,150,310	7,206,968	7,150,310
TOTAL ASSETS		7,990,873	7,779,031	7,565,122	8,088,939	7,565,122
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Borrowing		25,598	25,598	25,598	13,765	25,598
Consumer deposits		23,587	22,883	25,465	16,990	25,465
Trade and other payables		780,456	383,584	367,973	819,144	367,973
Provisions		28,844	39,290	9,521	8,668	9,521
Total current liabilities		858,485	471,356	428,557	858,566	428,557
Non current liabilities						
Borrowing		401,232	348,739	661,906	377,077	661,906
Provisions		158,382	145,207	177,592	177,199	177,592
Total non current liabilities		559,614	493,946	839,498	554,276	839,498
TOTAL LIABILITIES		1,418,099	965,302	1,268,054	1,412,843	1,268,054
NET ASSETS	2	6,572,774	6,813,729	6,297,068	6,676,096	6,297,068
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		6,544,255	6,808,289	6,281,314	6,646,852	6,281,314
Reserves		28,519	5,440	15,754	29,244	15,754
TOTAL COMMUNITY WEALTH/EQUITY	2	6,572,774	6,813,729	6,297,068	6,676,096	6,297,068

KZN252 Newcastle - Table C7 Monthly Budget Statement - Cash Flow - M09 March

Description	Ref	2018/19	Budget Year 2019/20							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		216,435	261,530	282,053	22,229	204,619	211,539	(6,920)	-3%	282,053
Service charges		789,214	1,040,261	839,533	76,535	610,416	629,650	(19,234)	-3%	839,533
Other revenue		114,557	49,183	49,107	11,342	77,094	36,830	40,264	109%	49,107
Government - operating		395,172	431,718	589,161	112,377	501,471	501,471	-		589,161
Government - capital		93,964	173,189	122,596	-	115,859	115,859	-		122,596
Interest		12,938	8,931	5,367	318	6,284	4,026	2,258	56%	5,367
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(1,458,480)	(1,764,617)	(1,708,019)	(252,425)	(1,268,601)	(1,281,014)	(12,413)	1%	(1,708,019)
Finance charges		(43,582)	(45,042)	(45,042)	(10,645)	(40,848)	(33,781)	7,067	-21%	(45,042)
Transfers and Grants		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) OPERATING ACTIVITIES		120,217	155,153	134,756	(40,269)	206,294	184,579	(21,714)	-12%	134,756
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	2,332	5,034	-	-	3,775	(3,775)	-100%	5,034
Decrease (increase) in non-current debtors		-	66,420	36,000	-	-	27,000	(27,000)	-100%	36,000
Decrease (increase) other non-current receivables		-	31,068	31,068	0	4,564	23,301	(18,736)	-80%	31,068
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		-
Payments										
Capital assets		(158,893)	(207,119)	(165,199)	(9,548)	(74,240)	(123,900)	(49,659)	40%	(165,199)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(158,893)	(107,299)	(93,097)	(9,548)	(69,676)	(69,823)	(147)	0%	(93,097)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	356	2,000	-	968	1,500	(532)	-35%	2,000
Payments										
Repayment of borrowing		(9,064)	(25,598)	(25,598)	3,608	(36,807)	(19,199)	17,608	-92%	(25,598)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(9,064)	(25,242)	(23,598)	3,608	(35,839)	(17,699)	18,140	-102%	(23,598)
NET INCREASE/ (DECREASE) IN CASH HELD										
Cash/cash equivalents at beginning:		57,465	9,802	9,999		9,999	9,999			9,999
Cash/cash equivalents at month/year end:		9,724	32,414	28,060	(46,208)	110,778	107,057			28,060

References

1. Material variances to be explained in Table SC1

KZN252 Newcastle - Supporting Table SC1 Material variance explanations - IM09 March

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
1	R thousands Revenue By Source Licence and permits Other Revenue	-33% -40%	Dependent on the consumers reaction Other revenue is dependent on levels of consumption and therefore fluctuates every month.	There is a need to adjust this item downwards during the adjustments budget. This item will be adjusted downward during the adjustments budget.
2	Expenditure By Type Depreciation & asset impairment Finance charges Bulk purchases	-14% 21% -14%	The variance is attributable to the slow capital expenditure as well as over-budgeting for depreciation of assets have already reached its useful life Cross cut measures are implemented to reduce the expenditure for other expenditure	This item will be adjusted downwards during the adjustments budget. Adjustment will be necessary for department to use savings to votes which are more critical
3	Other expenditure Capital Expenditure Grant funded projects Internally funded projects Repairs and maintenance	-46% -36% 34%	Delays in the SCM process, particularly on appointment consultants, incapacity of contractors Most of projects rolled over from 2018/19, with no need for new SCM processes Under-budgeting due to cash-flow challenges	Fast track SCM processes and management of contractors None None
4	Financial Position Property Plant and Equipment Investment property Investment in Associate Consumer Debtors Trade and other payables		Slow capital expenditure and depreciation Revaluation, which was finalised after financial budget was approved Decrease in Net Asset Value of the Entity, which was confirmed after annual budget was approved Change in bad debt provision due to cleaning up of debtors and indigent books Error during annual budgeting	
5	Cash Flow Net Cash from Operating Activities Net Cash Used from Investing Activities Net Cash Used from Financial Activities	-12% 0% -102%	Equitable Share and other grants bulk of it received early in the financial year Slow capital expenditure Based on amortisation schedules	None
6	Measurable performance			
7	Municipal Entities			

KZN252 Newcastle - Supporting Table SC2 Monthly Budget Statement - performance indicators - M09 March

Description of financial indicator	Basis of calculation	Ref	2018/19	Budget Year 2019/20			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<u>Borrowing Management</u>							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		2.6%	22.3%	18.7%	2.5%	3.1%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.0%	0.0%	0.0%	0.0%	0.0%
<u>Safety of Capital</u>							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		18.4%	11.1%	16.8%	18.1%	16.8%
Gearing	Long Term Borrowing/ Funds & Reserves		1406.9%	6410.8%	4201.4%	1289.4%	4201.4%
<u>Liquidity</u>							
Current Ratio	Current assets/current liabilities	1	93.7%	115.7%	96.8%	102.7%	96.8%
Liquidity Ratio	Monetary Assets/Current Liabilities		1.1%	6.9%	6.5%	12.9%	6.5%
<u>Revenue Management</u>							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		42.3%	24.9%	19.3%	48.2%	19.3%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
<u>Creditors Management</u>							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
<u>Funding of Provisions</u>							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
<u>Other Indicators</u>							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2	4.2%	3.3%	3.3%		
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2	44.2%	50.0%	50.0%		
Employee costs	Employee costs/Total Revenue - capital revenue		30.3%	29.5%	29.7%	26.5%	29.7%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		0.0%	0.0%	0.0%	0.0%	0.0%
Interest & Depreciation	I&D/Total Revenue - capital revenue		23.0%	26.8%	22.9%	2.6%	3.7%
<u>IDP regulation financial viability indicators</u>							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)						
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services						
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure						

KZN252 Newcastle - Supporting Table SC4 Monthly Budget Statement - aged creditors - M09 March

R thousands	Description	NT Code	Budget Year 2019/20										Total		
			0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year					
	Creditors Age Analysis By Customer Type														
	Bulk Electricity	0100	27,534	28,230	36,199	35,959	40,276	67,857	70,247	9,202	315,505				
	Bulk Water	0200	11,174	10,498	10,735	10,347	9,889	10,071	10,027	10,074	82,816				
	PAYE deductions	0300	7,200	-	-	-	-	-	-	-	7,200				
	VAT (output less input)	0400	-	-	-	-	-	-	-	-	-				
	Pensions / Retirement deductions	0500	14,972	-	-	-	-	-	-	-	14,972				
	Loan repayments	0600	-	-	-	-	-	-	-	-	-				
	Trade Creditors	0700	17,245	3,927	2,385	2,890	1,465	909	10,257	3,344	42,421				
	Auditor General	0800	-	-	-	-	-	-	-	-	-				
	Other	0900	-	-	-	-	-	-	-	-	-				
	Total By Customer Type	1000	78,125	42,655	49,320	49,196	51,630	78,837	90,530	22,620	462,913				

KZN252 Newcastle - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M09 March

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	Call account	22	2	368	52,125	52,494
Standard Bank		12 months	Call Account	Call account	1,079	0	4,101	32,079	36,181
ABSA		12 months	Call Account	Call account	25	2	567	22	588
								-	
Municipality sub-total					1,127		5,036	84,226	89,262
Entities									
Entities sub-total					-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2				1,127		5,036	84,226	89,262

KZN252 Newcastle - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M09 March

Description	Ref	2018/19		Budget Year 2019/20						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:										
Operating Transfers and Grants										
National Government:		378,539	427,996	463,996	100,340	430,779	430,779	-		463,996
Local Government Equitable Share		341,408	373,648	373,648	93,412	365,355	373,648	(8,293)	-2.2%	373,648
Water Services Operating Subsidy		-	-	-	-	-	-	-	-	-
EPWP Incentive		3,199	3,098	3,098	928	3,098	3,098	-	-	3,098
Integrated National Electrification Programme		-	14,000	14,000	-	12,000	7,000	5,000	-	14,000
Finance Management		1,700	1,700	1,700	-	1,700	1,700	-	-	1,700
Municipal Systems Improvement		-	1,750	1,750	-	-	-	-	-	1,750
Water Services Infrastructure Grant (WSIG)		-	10,800	20,800	-	10,000	10,000	-	-	20,800
Municipal Infrastructure Grant (MIG)		17,232	23,000	23,000	-	12,626	9,333	3,293	35.3%	23,000
Energy Efficiency and Demand Management		15,000	-	6,000	6,000	6,000	6,000	-	-	6,000
Massification		-	-	20,000	-	20,000	20,000	-	-	20,000
Provincial Government:		3,757	99,379	105,944	12,037	70,692	70,692	-	-	105,944
Level 2 accreditation		3,539	7,620	7,620	-	-	-	-	-	7,620
Museums Services		218	386	386	-	386	386	-	-	386
Community Library Services Grant		-	-	-	-	-	-	-	-	-
Sport and Recreation		-	-	-	-	-	-	-	-	-
Housing		-	84,577	91,392	12,037	63,760	63,760	-	-	91,392
COGTA Support Scheme		-	250	-	-	-	-	-	-	-
Provincialisation of Libraries		-	6,546	6,546	-	6,546	6,546	-	-	6,546
Health subsidy		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>		-	-	-	-	-	-	-	-	-
Other grant providers:		6,343	-	-	-	-	-	-	-	-
COGTA Grant		-	-	-	-	-	-	-	-	-
Tirelo Basha Grant		1,150	-	-	-	-	-	-	-	-
EED Housing Grant		5,193	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	388,639	527,375	569,940	112,377	501,471	501,471	-	-	569,940
Capital Transfers and Grants										
National Government:		79,000	149,039	139,039	-	113,699	113,699	-	-	139,039
Neighbourhood Development Partnership		-	30,259	30,259	-	8,000	8,000	-	-	30,259
Municipal Infrastructure Grant (MIG)		39,000	89,580	89,580	-	85,699	85,699	-	-	89,580
Integrated National Electrification Programme		-	-	-	-	-	-	-	-	-
Emergency efficiency & demand side management		-	-	-	-	-	-	-	-	-
Municipal water infrastructure		-	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant (WSIG)		40,000	29,200	19,200	-	20,000	20,000	-	-	19,200
Other capital transfers <i>[insert description]</i>		-	-	-	-	-	-	-	-	-
Provincial Government:		14,964	9,471	1,228	-	2,160	1,228	932	75.9%	1,228
Level 2 accreditation		-	-	-	-	-	-	-	-	-
Recapitalisation of Community Libraries		-	-	-	-	-	-	-	-	-
Sport and Recreation		2,667	8,243	-	-	-	-	-	-	-
Community Library Service		12,297	1,228	1,228	-	2,160	1,228	932	-	1,228
Museum		-	-	-	-	-	-	-	-	-
Corridor Development		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
European Union		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	93,964	158,510	140,267	-	115,859	114,927	932	0.8%	140,267
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	482,602	685,885	710,207	112,377	617,330	616,398	932	0.2%	710,207

KZN252 Newcastle - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M09 March

Description	Ref	2018/19	Budget Year 2019/20							
		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:		376,793	427,996	463,996	99,704	406,569	441,409	(34,840)	-7.9%	463,996
Local Government Equitable Share		341,408	373,648	373,648	93,412	365,355	373,648	(8,293)	-2.2%	373,648
Water Services Operating Subsidy		-	-	-	-	-	-	-	-	-
EPWP Incentive		3,127	3,098	3,098	90	3,091	2,324	768	33.0%	3,098
Integrated National Electrification Programme		-	14,000	14,000	-	-	10,500	(10,500)	-100.0%	14,000
Finance Management		1,700	1,700	1,700	817	1,262	1,275	(13)	-1.1%	1,700
Water Services Infrastructure Grant (WSIG)		-	10,800	20,800	1,292	8,476	15,600	(7,124)	-45.7%	20,800
Energy Efficiency and Demand side Management Grant		15,000	-	6,000	-	-	4,500	(4,500)	-100.0%	6,000
Municipal Systems Improvement		-	1,750	1,750	-	-	1,313	(1,313)	-100.0%	1,750
Massification		-	-	20,000	3,270	14,478	15,000	(522)	-3.5%	20,000
Municipal Infrastructure Grant (MIG)		15,557	23,000	23,000	824	13,907	17,250	(3,343)	-19.4%	23,000
Provincial Government:		13,316	99,379	105,944	13,445	73,579	79,458	(5,879)	-7.4%	105,944
Level 2 accreditation		7,073	7,620	7,620	449	4,412	5,715	(1,303)	-22.8%	7,620
Recapitalisation of Community Libraries		6,234	-	-	-	-	-	-	-	-
Museums Services		-	386	386	-	14	290	(276)	-95.3%	386
Community Library Services Grant		-	-	-	-	-	-	-	-	-
Sport and Recreation		9	-	-	-	-	-	-	-	-
Housing		-	84,577	91,392	12,037	63,760	68,544	(4,784)	-7.0%	91,392
COGTA Support Scheme		-	250	-	-	-	-	-	-	-
Provincialisation of Libraries		-	6,546	6,546	959	5,394	4,910	484	9.9%	6,546
Health subsidy		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>		-	-	-	-	-	-	-	-	-
Other grant providers:		1,050	-	-	-	-	-	-	-	-
COGTA Grant		-	-	-	-	-	-	-	-	-
<i>Tirelo Boshha Grant</i>		1,050	-	-	-	-	-	-	-	-
<i>EED Housing Grant</i>		27,393	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		391,158	527,375	569,940	113,150	480,148	520,867	(40,718)	-7.8%	569,940
Capital expenditure of Transfers and Grants										
National Government:		88,878	149,039	139,039	5,360	50,681	104,279	(53,598)	-51.4%	139,039
Neighbourhood Development Partnership		-	30,259	30,259	-	6,021	22,694	(16,674)	-73.5%	30,259
Municipal Infrastructure Grant (MIG)		53,648	89,580	89,580	5,360	42,858	67,185	(24,327)	-36.2%	89,580
Integrated National Electrification Programme		-	-	-	-	-	-	-	-	-
Emergency efficiency & demand side management		-	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant (WSIG)		35,230	29,200	19,200	-	1,802	14,400	(12,598)	-87.5%	19,200
MWIG		-	-	-	-	-	-	-	-	-
Provincial Government:		12,138	9,471	1,228	221	1,788	921	867	94.1%	1,228
Level 2 accreditation		-	-	-	-	-	-	-	-	-
Recapitalisation of Community Libraries		-	-	-	-	-	-	-	-	-
Sport and Recreation		636	8,243	-	-	-	-	-	-	-
Community Library		11,502	1,228	1,228	221	1,788	921	867	94.1%	1,228
Museum		-	-	-	-	-	-	-	-	-
Sport and Recreation		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
European Union		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		101,016	158,510	140,267	5,581	52,469	105,200	(52,731)	-50.1%	140,267
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		492,174	685,885	710,207	118,731	532,617	626,067	(93,450)	-14.9%	710,207

KZN252 Newcastle - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M09 March

Description	Ref	Budget Year 2019/20				
		Approved Rollover 2018/19	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands						
EXPENDITURE						
Operating expenditure of Approved Roll-overs						
National Government:		2,772	416	2,772	-	
Local Government Equitable Share					-	
Water Services Operating Subsidy					-	
EPWP Incentive					-	
Integrated National Electrification Programme					-	
Finance Management					-	
Museums Services					-	
Massification		2,772	416	2,772	-	
Provincial Government:		3,524	-	2,492	1,032	29.3%
Provincialisation of Libraries		2,181	-	1,166	1,014	46.5%
Museums Services		-	-	-	-	
Community Library Services Grant		1,344	-	1,326	18	1.3%
Sport and Recreation					-	
Health subsidy					-	
District Municipality:		-	-	-	-	
<i>[insert description]</i>					-	
Other grant providers:		-	-	-	-	
Grant skill development		-	-	-	-	
COGTA Grant					-	
Total operating expenditure of Approved Roll-overs		6,296	416	5,264	1,032	16.4%
Capital expenditure of Approved Roll-overs						
National Government:		-	-	-	-	
Neighbourhood Development Partnership		-	-	-	-	
Water Services Infrastructure Grant (WSIG)					-	
Massification					-	
Other capital transfers <i>[insert description]</i>					-	
Provincial Government:		-	-	-	-	
Corridor Development					-	
District Municipality:		-	-	-	-	
Other grant providers:		-	-	-	-	
Total capital expenditure of Approved Roll-overs		-	-	-	-	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS		6,296	416	5,264	1,032	16.4%

Overtime										
Performance Bonus										
Motor Vehicle Allowance										
Cellphone Allowance										
Housing Allowances										
Other benefits and allowances										
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations										
Sub Total - Other Staff of Entities		-	-	-	-	-	-	-	-	
% Increase	4									
Total Municipal Entities		-	-	-	-	-	-	-	-	
TOTAL SALARY, ALLOWANCES & BENEFITS		582,519	618,166	599,911	44,408	435,157	449,933	(14,776)	-3%	599,911
% Increase	4		6.1%	3.0%						3.0%
TOTAL MANAGERS AND STAFF		557,861	591,321	573,086	42,224	415,735	429,799	(14,064)	-3%	573,066

KZN252 Newcastle - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M09 March

Description	Ref	Budget Year 2019/20												2019/20 Medium Term Revenue & Expenditure Framework			
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22	
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget				
Cash Receipts By Source																	
Property rates		17,776	22,304	22,617	26,490	26,490	23,354	25,409	21,548	22,229		53,313	261,530	277,623	288,728		
Service charges - electricity revenue		49,316	52,844	69,379	61,864	49,334	56,836	47,043	54,659	48,860		300,043	790,177	817,730	834,085		
Service charges - water revenue		8,956	8,648	8,921	10,374	15,683	9,490	15,778	11,054	8,615		29,823	127,342	132,034	138,636		
Service charges - sanitation revenue		5,702	5,660	5,626	5,917	8,984	5,651	8,907	6,565	5,644		3,849	62,486	64,206	67,416		
Service charges - refuse		5,099	5,511	5,492	5,661	2,690	3,804	6,559	5,809	5,359		14,272	60,256	62,824	65,965		
Service charges - other		-	-	-	-	-	-	-	-	-		-	-	-	-		
Rental of facilities and equipment		677	651	580	679	685	696	604	807	635		2,645	8,661	9,094	9,549		
Interest earned - external investments		84	207	257	129	218	141	513	209	251		2,032	4,041	4,243	4,455		
Interest earned - outstanding debtors		929	1,338	378	507	326	513	427	17,957	467		(17,952)	4,890	10,269	10,782		
Dividends received		-	-	-	-	-	-	-	-	-		-	-	-	-		
Fines, penalties and forfeits		717	776	529	1,873	1,866	1,287	876	1,042	861		(5,444)	4,383	4,602	4,833		
Licences and permits		1	0	0	1	1	1	1	0	1		8	14	15	16		
Agency services		-	-	-	-	-	-	-	-	-		-	-	-	-		
Transfer receipts - operating		-	165,162	-	2,000	19,594	8,327	168,385	928	112,377		(45,055)	431,718	453,304	477,846		
Other revenue		5,057	1,325	1,621	17,507	315	7,000	701	2,999	11,342		(11,743)	36,124	37,498	38,954		
Cash Receipts by Source		94,313	264,415	115,401	133,002	126,185	117,100	275,204	123,570	216,642		325,791	1,791,623	1,873,442	1,941,264		
Other Cash Flows by Source																	
Transfer receipts - capital		-	64,000	-	-	-	2,160	70,032	-	-		36,997	173,189	5,431	-		
Contributions & Contributed assets		-	-	-	-	-	-	-	4,562	-		-	-	-	-		
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-		(2,230)	2,332	2,472	2,620		
Short term loans		-	-	-	-	-	-	-	-	-		-	-	-	-		
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-		-	-	-	-		
Increase in consumer deposits		-	-	-	-	-	-	-	-	-		-	-	-	-		
Receipt of non-current debtors		-	-	-	-	-	-	-	-	-		356	356	1,236	1,302		
Receipt of non-current receivables		-	-	-	-	-	-	-	-	-		66,420	66,420	70,406	71,110		
Change in non-current investments		-	-	-	-	-	-	-	-	-		31,068	31,068	1,040	-		
Total Cash Receipts by Source		94,313	328,415	115,401	133,002	126,185	119,260	345,236	128,132	216,642		458,401	2,064,988	1,954,026	2,016,296		
Cash Payments by Type																	
Employee related costs		50,648	53,544	46,851	44,269	53,857	39,407	42,978	42,041	42,224		175,500	591,321	639,687	697,259		
Remuneration of councillors		1,992	2,021	2,179	2,188	2,185	1,991	2,178	2,198	2,183		7,729	26,846	28,453	30,161		
Interest paid		-	9,691	3,802	3,843	5,405	3,836	3,627	5,346	3,684		5,808	45,042	47,474	50,038		
Bulk purchases - Electricity		-	64,958	-	41,500	40,631	-	-	-	-		449,905	596,983	638,782	683,497		
Bulk purchases - Water & Sewer		-	-	-	-	-	-	-	-	-		87,081	87,081	92,306	98,768		
Other materials		42	167	141	150	89	153	813	-	-		2,755	4,310	4,470	4,783		
Contracted services		1,508	15,548	6,723	16,511	13,811	29,317	15,724	64,693	32,221		(93,217)	102,838	46,163	49,394		
Grants and subsidies paid - other municipalities		-	-	-	-	-	-	-	-	-		-	-	-	-		
Grants and subsidies paid - other		-	-	-	-	-	-	-	-	-		-	-	-	-		
General expenses		1,549	35,193	49,346	14,947	1,015	15,864	97,732	42,677	60,359		(55,453)	263,229	334,876	354,969		
Cash Payments by Type		55,739	181,122	109,042	123,408	116,992	90,568	163,052	156,956	140,671		580,109	1,717,659	1,832,211	1,968,868		
Other Cash Flows/Payments by Type																	
Capital assets		3,493	14,718	7,840	5,798	6,110	11,129	15,605	9,896	(349)		132,879	207,119	6,931	-		
Repayment of borrowing		-	10,821	10,689	(1,273)	(3,371)	(5,183)	28,945	(3,608)	(1,181)		(10,241)	25,598	28,757	31,894		
Other Cash Flows/Payments		-	141,923	-	-	-	-	116,255	-	-		(166,179)	92,000	83,000	-		
Total Cash Payments by Type		59,231	348,583	127,572	127,933	119,731	96,514	323,858	163,243	139,141		536,568	2,042,376	1,950,900	2,000,752		
NET INCREASE/(DECREASE) IN CASH HELD		35,081	(20,168)	(12,171)	5,070	6,454	22,746	21,378	(36,112)	77,501		(78,167)	22,612	3,127	15,544		
Cash/cash equivalents at the month/year beginning:		9,999	45,081	24,913	12,742	17,811	24,265	47,011	68,389	33,277		110,778	9,989	32,611	35,738		
Cash/cash equivalents at the month/year end:		45,081	24,913	12,742	17,811	24,265	47,011	68,389	33,277	110,778		110,778	32,611	35,738	51,282		

KZN252 Newcastle - NOT REQUIRED - municipality does not have entities or this is the parent municipality's budget - M09 March

Description	Ref	Budget Year 2019/20								
		2018/19 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		287,110	313,499	318,139	27,195	240,424	238,604	1,820	1%	318,139
Service charges - electricity revenue		630,194	811,903	589,558	45,410	460,135	442,169	17,966	4%	589,558
Service charges - water revenue		176,507	186,097	179,642	15,044	135,684	134,731	953	1%	179,642
Service charges - sanitation revenue		108,894	110,794	111,918	8,916	82,879	83,939	(1,060)	-1%	111,918
Service charges - refuse revenue		88,291	83,960	83,446	6,902	59,839	62,585	(2,745)	-4%	83,446
Service charges - other		-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		8,141	8,661	8,091	635	6,027	6,068	(41)	-1%	8,091
Interest earned - external investments		4,961	4,041	2,356	251	1,919	1,767	152	9%	2,356
Interest earned - outstanding debtors		8,015	9,780	6,024	467	4,365	4,518	(153)	-3%	6,024
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		8,589	8,117	12,490	861	9,048	9,367	(319)	-3%	12,490
Licences and permits		12	14	14	1	7	11	(4)	-39%	14
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		498,547	431,718	588,769	122,355	555,187	555,187	-	-	588,769
Other revenue		23,627	31,810	31,404	1,180	14,133	23,553	(9,420)	-40%	31,404
Gains on disposal of PPE		-	2,332	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		1,842,887	2,002,724	1,931,849	229,219	1,569,647	1,562,498	7,150	0%	1,931,849
Expenditure By Type										
Employee related costs		557,861	591,321	573,066	42,224	415,735	429,799	(14,064)	-3%	573,066
Remuneration of councillors		24,657	26,845	26,845	2,183	19,422	20,134	(712)	-4%	26,845
Debt impairment		89,608	174,245	174,245	68,166	134,492	130,684	3,808	3%	174,245
Depreciation & asset impairment		361,880	491,982	396,592	28,350	254,356	297,444	(43,088)	-14%	396,592
Finance charges		61,665	45,042	45,042	3,684	40,848	33,781	7,067	21%	45,042
Bulk purchases		524,211	684,074	619,030	65,656	399,487	464,272	(64,786)	-14%	619,030
Other materials		5,975	4,310	2,929	104	1,985	2,197	(212)	-10%	2,929
Contracted services		74,012	54,249	214,189	32,221	160,386	160,642	(255)	0%	214,189
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Other expenditure		306,101	332,640	303,508	24,311	203,687	227,631	(23,944)	-11%	303,508
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Expenditure		2,005,971	2,404,708	2,355,445	266,899	1,630,398	1,766,584	(136,186)	-8%	2,355,445
Surplus/(Deficit)		(163,084)	(401,983)	(423,596)	(37,680)	(60,750)	(204,086)	143,336	-70%	(423,596)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		127,639	173,189	122,596	(8,895)	47,823	91,947	(44,124)	-48%	122,596
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(35,445)	(228,795)	(301,000)	(46,576)	(12,927)	(112,139)	99,212	-88%	(301,000)
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		(35,445)	(228,795)	(301,000)	(46,576)	(12,927)	(112,139)	99,212	-88%	(301,000)

KZN252 Newcastle - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M09 March

Month	2018/19	Budget Year 2019/20							
	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	3,436	17,260	15,677	3,493	3,493	15,677	12,184	77.7%	2%
August	10,348	17,260	15,677	12,343	15,835	31,353	15,518	49.5%	8%
September	2,174	17,260	15,677	6,817	22,652	47,030	24,378	51.8%	11%
October	12,590	17,260	15,677	9,161	31,813	62,706	30,893	49.3%	15%
November	15,784	17,260	15,677	9,742	41,555	78,383	36,828	47.0%	20%
December	18,715	17,260	15,677	7,532	49,087	94,059	44,972	47.8%	24%
January	13,575	17,260	15,677	3,516	52,604	109,736	57,132	52.1%	25%
February	5,177	17,260	15,677	9,896	62,499	125,412	62,913	50.2%	30%
March	14,177	17,260	10,759	5,713	68,213	136,172	67,959	49.9%	33%
April	7,248	17,260	10,759	-	-	146,931	-	-	-
May	14,835	17,260	10,759	-	-	157,690	-	-	-
June	40,833	17,260	7,509	-	-	165,199	-	-	-
Total Capital expenditure	158,893	207,119	165,199	68,213					

KZN252 Newcastle - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M09 March

Description	Ref	Budget Year 2019/20								
		2018/19 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		60,975	137,886	73,697	(2,317)	34,699	55,273	20,574	37.2%	73,697
Roads Infrastructure		37,899	115,966	71,403	2,033	33,915	53,552	19,637	36.7%	71,403
Roads		37,899	115,966	71,403	2,033	33,915	53,552	19,637	36.7%	71,403
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		3,625	-	-	-	-	-	-	-	-
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		-	-	-	-	-	-	-	-	-
LV Networks		3,625	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		13,707	21,420	-	(4,350)	783	-	(783)	#DIV/0!	-
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-
Water Treatment Works		13,707	5,420	-	237	783	-	(783)	#DIV/0!	-
Bulk Mains		-	-	-	-	-	-	-	-	-
Distribution		-	16,000	-	(4,587)	-	-	-	-	-
Distribution Points		-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		5,943	500	2,294	-	-	1,721	1,721	100.0%	2,294
Pump Station		-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
Waste Water Treatment Works		5,943	-	-	-	-	-	-	-	-
Outfall Sewers		-	-	-	-	-	-	-	-	-
Toilet Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	500	2,294	-	-	1,721	1,721	100.0%	2,294
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Landfill Sites		-	-	-	-	-	-	-	-	-
Waste Transfer Stations		-	-	-	-	-	-	-	-	-
Waste Processing Facilities		-	-	-	-	-	-	-	-	-
Waste Drop-off Points		-	-	-	-	-	-	-	-	-
Waste Separation Facilities		-	-	-	-	-	-	-	-	-
Electricity Generation Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Rail Lines		-	-	-	-	-	-	-	-	-
Rail Structures		-	-	-	-	-	-	-	-	-
Rail Furniture		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Sand Pumps		-	-	-	-	-	-	-	-	-
Piers		-	-	-	-	-	-	-	-	-
Revetments		-	-	-	-	-	-	-	-	-
Promenades		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Data Centres		-	-	-	-	-	-	-	-	-
Core Layers		-	-	-	-	-	-	-	-	-
Distribution Layers		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Community Assets		23,948	11,442	13,317	32	322	9,988	9,666	96.8%	13,317
Community Facilities		23,948	11,442	13,317	32	322	9,988	9,666	96.8%	13,317
Halls		-	-	-	-	-	-	-	-	-
Centres		-	-	-	-	-	-	-	-	-
Crèches		-	-	-	-	-	-	-	-	-
Clinics/Care Centres		-	-	-	-	-	-	-	-	-
Fire/Ambulance Stations		-	-	-	-	-	-	-	-	-
Testing Stations		-	-	-	-	-	-	-	-	-
Museums		-	-	-	-	-	-	-	-	-
Galleries		52	-	-	-	-	-	-	-	-
Theatres		-	-	-	-	-	-	-	-	-
Libraries		17,040	11,442	13,317	32	322	9,988	9,666	96.8%	13,317

Cemeteries/Crematoria	-	-	-	-	-	-	-	-	-	
Police	-	-	-	-	-	-	-	-	-	
Parks	-	-	-	-	-	-	-	-	-	
Public Open Space	-	-	-	-	-	-	-	-	-	
Nature Reserves	-	-	-	-	-	-	-	-	-	
Public Ablution Facilities	-	-	-	-	-	-	-	-	-	
Markets	-	-	-	-	-	-	-	-	-	
Stalls	6,855	-	-	-	-	-	-	-	-	
Abattoirs	-	-	-	-	-	-	-	-	-	
Airports	-	-	-	-	-	-	-	-	-	
Taxi Ranks/Bus Terminals	-	-	-	-	-	-	-	-	-	
Capital Spares	-	-	-	-	-	-	-	-	-	
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-	
Indoor Facilities	-	-	-	-	-	-	-	-	-	
Outdoor Facilities	-	-	-	-	-	-	-	-	-	
Capital Spares	-	-	-	-	-	-	-	-	-	
Heritage assets	-	-	150	-	-	113	113	100.0%	150	
Monuments	-	-	-	-	-	-	-	-	-	
Historic Buildings	-	-	100	-	-	75	75	100.0%	100	
Works of Art	-	-	50	-	-	38	38	100.0%	50	
Conservation Areas	-	-	-	-	-	-	-	-	-	
Other Heritage	-	-	-	-	-	-	-	-	-	
Investment properties	-	4,500	409	-	-	307	307	100.0%	409	
Revenue Generating	-	4,500	409	-	-	307	307	100.0%	409	
Improved Property	-	4,500	409	-	-	307	307	100.0%	409	
Unimproved Property	-	-	-	-	-	-	-	-	-	
Non-revenue Generating	-	-	-	-	-	-	-	-	-	
Improved Property	-	-	-	-	-	-	-	-	-	
Unimproved Property	-	-	-	-	-	-	-	-	-	
Other assets	-	500	600	-	-	450	450	100.0%	600	
Operational Buildings	-	500	600	-	-	450	450	100.0%	600	
Municipal Offices	-	500	600	-	-	450	450	100.0%	600	
Pay/Enquiry Points	-	-	-	-	-	-	-	-	-	
Building Plan Offices	-	-	-	-	-	-	-	-	-	
Workshops	-	-	-	-	-	-	-	-	-	
Yards	-	-	-	-	-	-	-	-	-	
Stores	-	-	-	-	-	-	-	-	-	
Laboratories	-	-	-	-	-	-	-	-	-	
Training Centres	-	-	-	-	-	-	-	-	-	
Manufacturing Plant	-	-	-	-	-	-	-	-	-	
Depots	-	-	-	-	-	-	-	-	-	
Capital Spares	-	-	-	-	-	-	-	-	-	
Housing	-	-	-	-	-	-	-	-	-	
Staff Housing	-	-	-	-	-	-	-	-	-	
Social Housing	-	-	-	-	-	-	-	-	-	
Capital Spares	-	-	-	-	-	-	-	-	-	
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	
Intangible Assets	-	-	1,759	-	-	1,319	1,319	100.0%	1,759	
Servitudes	-	-	-	-	-	-	-	-	-	
Licences and Rights	-	-	1,759	-	-	1,319	1,319	100.0%	1,759	
Water Rights	-	-	-	-	-	-	-	-	-	
Effluent Licenses	-	-	-	-	-	-	-	-	-	
Solid Waste Licenses	-	-	-	-	-	-	-	-	-	
Computer Software and Applications	-	-	1,759	-	-	1,319	1,319	100.0%	1,759	
Load Settlement Software Applications	-	-	-	-	-	-	-	-	-	
Unspecified	-	-	-	-	-	-	-	-	-	
Computer Equipment	-	-	-	-	-	-	-	-	-	
Computer Equipment	-	-	-	-	-	-	-	-	-	
Furniture and Office Equipment	1,256	2,280	2,777	27	213	2,083	1,870	89.8%	2,777	
Furniture and Office Equipment	1,256	2,280	2,777	27	213	2,083	1,870	89.8%	2,777	
Machinery and Equipment	132	5,450	4,164	678	1,502	3,123	1,621	51.9%	4,164	
Machinery and Equipment	132	5,450	4,164	678	1,502	3,123	1,621	51.9%	4,164	
Transport Assets	-	700	250	-	-	188	188	100.0%	250	
Transport Assets	-	700	250	-	-	188	188	100.0%	250	
Land	-	2,000	1,500	-	1,302	1,125	(177)	-15.7%	1,500	
Land	-	2,000	1,500	-	1,302	1,125	(177)	-15.7%	1,500	
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	
Total Capital Expenditure on new assets	1	86,310	164,758	98,624	(1,580)	38,037	73,968	35,931	48.6%	98,624

Fire/Ambulance Stations	-	-	-	-	-	-	-	-	-	-
Testing Stations	-	-	-	-	-	-	-	-	-	-
Museums	-	-	-	-	-	-	-	-	-	-
Galleries	-	-	-	-	-	-	-	-	-	-
Theatres	-	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria	-	-	-	-	-	-	-	-	-	-
Police	-	-	-	-	-	-	-	-	-	-
Ports	-	-	-	-	-	-	-	-	-	-
Public Open Space	-	-	-	-	-	-	-	-	-	-
Nature Reserves	-	-	-	-	-	-	-	-	-	-
Public Ablution Facilities	-	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-	-
Stalls	-	-	-	-	-	-	-	-	-	-
Abattoirs	-	-	-	-	-	-	-	-	-	-
Airports	-	-	-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-	-
Indoor Facilities	-	-	-	-	-	-	-	-	-	-
Outdoor Facilities	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-	-
Monuments	-	-	-	-	-	-	-	-	-	-
Historic Buildings	-	-	-	-	-	-	-	-	-	-
Works of Art	-	-	-	-	-	-	-	-	-	-
Conservation Areas	-	-	-	-	-	-	-	-	-	-
Other Heritage	-	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-	-
Other assets	-	-	966	-	-	725	725	100.0%	966	-
Operational Buildings	-	-	-	-	-	-	-	-	-	-
Municipal Offices	-	-	-	-	-	-	-	-	-	-
Pay/Enquiry Points	-	-	-	-	-	-	-	-	-	-
Building Plan Offices	-	-	-	-	-	-	-	-	-	-
Workshops	-	-	-	-	-	-	-	-	-	-
Yards	-	-	-	-	-	-	-	-	-	-
Stores	-	-	-	-	-	-	-	-	-	-
Laboratories	-	-	-	-	-	-	-	-	-	-
Training Centres	-	-	-	-	-	-	-	-	-	-
Manufacturing Plant	-	-	-	-	-	-	-	-	-	-
Depots	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-
Housing	-	-	966	-	-	725	725	100.0%	966	-
Staff Housing	-	-	966	-	-	725	725	100.0%	966	-
Social Housing	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-
Intangible Assets	-	-	-	-	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-	-	-	-	-
Licences and Rights	-	-	-	-	-	-	-	-	-	-
Water Rights	-	-	-	-	-	-	-	-	-	-
Effluent Licenses	-	-	-	-	-	-	-	-	-	-
Solid Waste Licenses	-	-	-	-	-	-	-	-	-	-
Computer Software and Applications	-	-	-	-	-	-	-	-	-	-
Load Settlement Software Applications	-	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure on renewal of existing assets	1	46,912	21,400	17,309	1,687	10,423	12,982	2,558	19.7%	17,309

Zoo's Marine and Non-biological Animals										
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure	1	85,673	118,817	84,469	7,357	41,937	63,352	21,415	33.8%	84,469

Zoo's Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals										
Total Depreciation	1	381,880	491,982	396,592	28,350	254,356	297,444	43,088	14.5%	396,592

Crèches	-	-	-	-	-	-	-	-	-	
Clinics/Care Centres	-	-	-	-	-	-	-	-	-	
Fire/Ambulance Stations	-	-	-	-	-	-	-	-	-	
Testing Stations	-	-	-	-	-	-	-	-	-	
Museums	-	-	-	-	-	-	-	-	-	
Galleries	-	-	-	-	-	-	-	-	-	
Theatres	-	-	-	-	-	-	-	-	-	
Libraries	3,335	-	-	-	-	-	-	-	-	
Cemeteries/Crematoria	-	-	-	-	-	-	-	-	-	
Police	-	-	-	-	-	-	-	-	-	
Parks	-	-	-	-	-	-	-	-	-	
Public Open Space	-	-	-	-	-	-	-	-	-	
Nature Reserves	-	-	-	-	-	-	-	-	-	
Public Ablution Facilities	-	-	-	-	-	-	-	-	-	
Markets	-	-	-	-	-	-	-	-	-	
Stalls	-	-	-	-	-	-	-	-	-	
Abattoirs	-	-	-	-	-	-	-	-	-	
Airports	-	-	-	-	-	-	-	-	-	
Taxi Ranks/Bus Terminals	-	-	-	-	-	-	-	-	-	
Capital Spares	-	-	-	-	-	-	-	-	-	
Sport and Recreation Facilities	561	8,243	-	-	-	-	-	-	-	
Indoor Facilities	561	-	-	-	-	-	-	-	-	
Outdoor Facilities	-	8,243	-	-	-	-	-	-	-	
Capital Spares	-	-	-	-	-	-	-	-	-	
Heritage assets	-	-	-	-	-	-	-	-	-	
Monuments	-	-	-	-	-	-	-	-	-	
Historic Buildings	-	-	-	-	-	-	-	-	-	
Works of Art	-	-	-	-	-	-	-	-	-	
Conservation Areas	-	-	-	-	-	-	-	-	-	
Other Heritage	-	-	-	-	-	-	-	-	-	
Investment properties	-	-	-	-	-	-	-	-	-	
Revenue Generating	-	-	-	-	-	-	-	-	-	
Improved Property	-	-	-	-	-	-	-	-	-	
Unimproved Property	-	-	-	-	-	-	-	-	-	
Non-revenue Generating	-	-	-	-	-	-	-	-	-	
Improved Property	-	-	-	-	-	-	-	-	-	
Unimproved Property	-	-	-	-	-	-	-	-	-	
Other assets	27	-	-	-	-	-	-	-	-	
Operational Buildings	-	-	-	-	-	-	-	-	-	
Municipal Offices	-	-	-	-	-	-	-	-	-	
Pay/Enquiry Points	-	-	-	-	-	-	-	-	-	
Building Plan Offices	-	-	-	-	-	-	-	-	-	
Workshops	-	-	-	-	-	-	-	-	-	
Yards	-	-	-	-	-	-	-	-	-	
Stores	-	-	-	-	-	-	-	-	-	
Laboratories	-	-	-	-	-	-	-	-	-	
Training Centres	-	-	-	-	-	-	-	-	-	
Manufacturing Plant	-	-	-	-	-	-	-	-	-	
Depots	-	-	-	-	-	-	-	-	-	
Capital Spares	-	-	-	-	-	-	-	-	-	
Housing	27	-	-	-	-	-	-	-	-	
Staff Housing	27	-	-	-	-	-	-	-	-	
Social Housing	-	-	-	-	-	-	-	-	-	
Capital Spares	-	-	-	-	-	-	-	-	-	
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	
Intangible Assets	-	-	-	-	-	-	-	-	-	
Servitudes	-	-	-	-	-	-	-	-	-	
Licences and Rights	-	-	-	-	-	-	-	-	-	
Water Rights	-	-	-	-	-	-	-	-	-	
Effluent Licenses	-	-	-	-	-	-	-	-	-	
Solid Waste Licenses	-	-	-	-	-	-	-	-	-	
Computer Software and Applications	-	-	-	-	-	-	-	-	-	
Local Settlement Software Applications	-	-	-	-	-	-	-	-	-	
Unspecified	-	-	-	-	-	-	-	-	-	
Computer Equipment	-	-	-	-	-	-	-	-	-	
Computer Equipment	-	-	-	-	-	-	-	-	-	
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-	
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-	
Machinery and Equipment	-	-	-	-	-	-	-	-	-	
Machinery and Equipment	-	-	-	-	-	-	-	-	-	
Transport Assets	-	-	-	-	-	-	-	-	-	
Transport Assets	-	-	-	-	-	-	-	-	-	
Land	-	-	-	-	-	-	-	-	-	
Land	-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	
Total Capital Expenditure on upgrading of existing assets	1	25,671	20,961	49,266	(6,615)	19,752	36,950	17,198	46.5%	49,266

References

1. Total Capital Expenditure on new assets (SC13a) plus Total Capital Expenditure on renewal of existing assets (SC13b) plus Total Capital Expenditure on upgrading of existing assets (SC13c) must reconcile to total capital exp

check balance

-

-

0

-

-

0

0

0

Copy Tax Invoice

uThukela Water (Pty) Ltd
79 Harding Street
Newcastle
2940
Email: debtors@uthukelawater.co.za



**uthukela
water**

Tax Registration	4270212725
Telephone	034 328 5000
Invoice No	INV00002430
Date	02/03/2020

Bill to:

N003 Newcastle Municipality - WSA Private Bag X 6621 Newcastle	VAT No: 4000791824
---	---------------------------

<u>Item Description</u>	<u>Quantity</u>	<u>Price (Ex)</u>	<u>Tax</u>
MARCH 2020 BULK INVOICE	2,556,428.00	3.48	1,334,455.42

Deposit Banking Details
uThukela Water (Pty) Ltd
Acc No: 061938939 Standard Bank Newcastle
Branch Code: 057724
Terms strictly 30 days from date of invoice

Total (Excl)	8,896,369.44
Tax	1,334,455.42
Total	10,230,824.86

F. Moola

F. MOOLA
ACT. CHIEF FINANCIAL OFFICER
for and on behalf of uThukela Water (Pty) Ltd

Directors: P.S. Naidoo (Chairperson); B. Ndlovu; A. Evetts; M.Msiwa
uThukela Water (Pty) Ltd Reg No. 2003/0299/16/07 Shareholders: Amajuba, Newcastle and Umzinyathi Municipalities

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

 CONTACT CENTRE: (0860) 037566
 FAX NO: 0862 437 566
 E-MAIL: customerservices@eskom.co.za
 WEB: WWW.ESKOM.CO.ZA

 TEL: 08600 37566
 SMS: 35328

 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: 5085014329

 NEWCASTLE MUNICIPALITY
 PRIVATE BAG X6621
 NEWCASTLE
 2940

YOUR ACCOUNT NO	5578885631
SECURITY HELD	1.36
BILLING DATE	2020-04-01
TAX INVOICE NO	557333416811
ACCOUNT MONTH	MARCH 2020
CURRENT DUE DATE	2020-05-02
VAT REG NO	4000791824

TAX INVOICE

 E-MAIL: electric@newcastle.gov.za

ACCOUNT TRANSACTION SUMMARY

ADMINISTRATION CHARGE		R	4,272.73
TRANSMISSION NETWORK CAPACITY		R	1,358,750.00
URBAN LOW VOLTAGE SUBSIDY		R	1,935,000.00
ANCILLARY SERVICE (ALL)		R	124,661.23
ENERGY CHARGE (STD)	13,348,389.00	R	9,343,872.30
ENERGY CHARGE (PEAK)	5,546,819.00	R	5,641,669.60
ENERGY CHARGE (OFF)	13,910,380.00	R	6,177,599.76
ELECTRIFICATION AND RURAL SUBS (ALL)		R	2,814,719.36
SERVICE CHARGE		R	133,792.59
TOTAL CHARGES FOR BILLING PERIOD		R	27,534,337.57

ACCOUNT SUMMARY FOR MARCH 2020

BALANCE BROUGHT FORWARD	(Due Date 2020-04-01)	R	319,892,469.77
PAYMENT(S) RECEIVED	Direct Deposit - 2020-03-13	R	-34,701,172.24
TOTAL CHARGES FOR BILLING PERIOD		R	27,534,337.57
ADJUSTMENT	Interest on overdue account	R	384.88
ADJUSTMENT	Interest on overdue account	R	263.40
ADJUSTMENT	WHEELING/3RD PARTY WHEELING CHARGES	R	-45,167.24
ADJUSTMENT	Interest on overdue account	R	1,002,784.46
ADJUSTMENT	Interest on overdue account	R	1,820,703.66
VAT RAISED ON ITEMS AT 14%		R	0.00
VAT RAISED ON ITEMS AT 15%		R	4,123,375.55

COPY ONLY

ACCOUNT NO / REFERENCE NO

5578885631
NAME
 NEWCASTLE MUNICIPALITY
FAX NUMBER
 0343129697

0934 5578885631

11341 5578885631



^^^^ 9207 0557 8885 6313 ^^^^

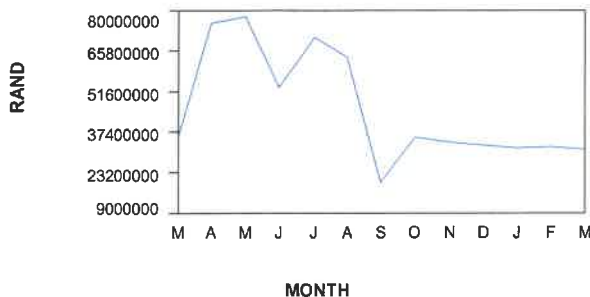


TOTAL AMOUNT DUE

319,627,979.80

ARREARS				CURRENT	TOTAL DUE R	319,627,979.81
>90 DAYS	61-90 DAYS	31-60 DAYS	16-30 DAYS			
214,474,137.	0.00	70,671,992.57	0.00	34,481,849.52		

Account OVERDUE - Subject to Disconnection



Message
 Eskom can optimise your electrical load to free up energy you could use to expand your business. Eskom can suggest funding agencies for your expansion. E mail advisoryservice@eskom.co.za. To fast track a reply, write "URGENT ENQUIRY" in the subject!

PAYMENT ARRANGEMENT

INSTALMENT

0.00

ARREARS (Due Immediately)

285,146,130.2

DUE DATE (For Current Amount)

2020-05-02

AMOUNT PAID
LATE PAYMENT CHARGES WILL BE ADDED TO OVERDUE ACCOUNT

PAGE RUN NO	EP 1
BILL GROUP	
BILL PAGE	1 OF 2

CONTACT CENTRE: (0860) 037566
 FAX NO: 0862 437 566
 E-MAIL: customerservices@eskom.co.za
 WEB: WWW.ESKOM.CO.ZA

NEWCASTLE MUNICIPALITY
 PRIVATE BAG X6621
 NEWCASTLE
 2940

YOUR ACCOUNT NO	5578885631
BILLING DATE	2020-04-01
TAX INVOICE NO	557333416811
ACCOUNT MONTH	MARCH 2020
CURRENT DUE DATE	2020-05-02
VAT REG NO	4000791824
NOTIFIED MAX DEMAND	125,000.00
UTILISED CAPACITY	125,000.00

CONSUMPTION DETAILS (2020-03-01 - 2020-03-31)

ENERGY CONSUMPTION OFF PEAK kWh	13,910,379.82
ENERGY CONSUMPTION STD kWh	13,348,388.62
ENERGY CONSUMPTION PEAK kWh	5,546,818.66
ENERGY CONSUMPTION ALL kWh	32,805,587.10
DEMAND CONSUMPTION - OFF PEAK	64,005.28
DEMAND CONSUMPTION - STD	67,542.10
DEMAND CONSUMPTION - PEAK	67,011.46
DEMAND READING - KW/KVA	67,542.10
REACTIVE ENERGY - OFF PEAK	4,377,022.96
REACTIVE ENERGY - STD	4,330,189.20
REACTIVE ENERGY - PEAK	1,687,895.66
LOAD FACTOR	69.00

PREMISE ID NUMBER

5578885383

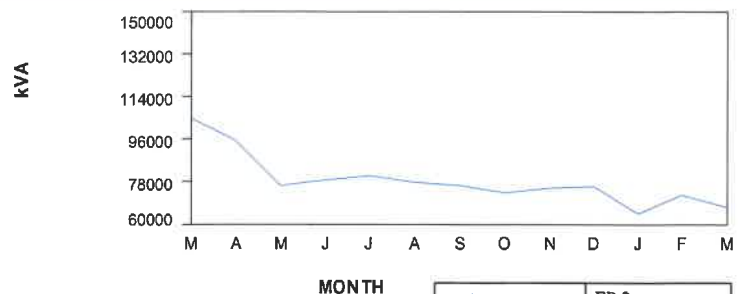
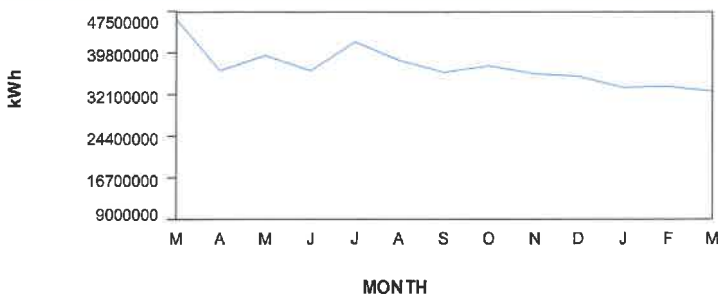
TARIFF NAME: Megaflex

INST 08861 BULK SUPPLY 1 NEWCASTLE CIVIC CENTRE 37 MURCHISON BULK SUPPLY TO NEWCASTLE MUNICIPALITY

Administration Charge @ R137.83 per day for 31 days	R	4,272.73
TX Network Capacity Charge 125,000 kVa @ R10.87 : = R10.87/kVA	R	1,358,750.00
Urban Low Voltage Subsidy 125,000 kVa @ R15.48 : = R15.48/kVA	R	1,935,000.00
Ancillary Service Charge 32,805,587 kWh @ R0.0038 /kWh	R	124,661.23
Low Season Standard Energy Charge 13,348,389 kWh @ R0.70 /kWh	R	9,343,872.30
Low Season Peak Energy Charge 5,546,819 kWh @ R1.0171 /kWh	R	5,641,669.60
Low Season Off Peak Energy Charge 13,910,380 kWh @ R0.4441 /kWh	R	6,177,599.76
Electrification and Rural Subsidy 32,805,587 kWh @ R0.0858 /kWh	R	2,814,719.36
SERVICE CHARGE	R	133,792.59

TOTAL CHARGES

R **27,534,337.57**



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BILL GROUP	
BILL PAGE	2 OF 2

SUMMARY OF INVESTMENTS FOR NEWCASTLE FOR MARCH 2020

Name Of Investment	Account Number	Opening Balance	Investment Made	Investment Matured	Withdrawals Made	Interest Received	Interest Capitalized	Bank Charges Vat & Other	Balance
Self Insurance Reserve Fund	Standard Bank 068450354/015	R 1,028,806.91					R 49,358.57		R 1,078,165.48
Housing Development Fund	Standard Bank 068450354/016	R 811,947.99	R 54,000,000.00		R 27,000,000.00		R 601,877.67		R 28,413,825.66
Provincialisation	Standard Bank 068450354/035	R 41,066.22	R 0.00		R 0.00		R 1,988.37		R 43,064.59
MIG	Standard Bank 068450354/036	R 446,925.98	R 77,000,000.00		R 77,000,000.00		R 145,156.12		R 592,082.10
NDPG	Standard Bank 068450354/037	R 387,723.63	R 8,000,000.00		R 8,000,000.00		R 30,265.15		R 417,988.78
Electrification Grant	Standard Bank 068450354/038	R 57,157.79	R 0.00		R 0.00		R 2,781.42		R 59,939.21
FGM	Standard Bank 068450354/039	R 76,423.25	R 0.00		R 0.00		R 1,743.54		R 78,166.79
Titel deed low cost housing	Standard Bank 068450354/040	R 1,251,397.91	R 4,000,000.00		R 0.00		R 245,912.04		R 5,497,909.95
Capacity Building	Absa: 9288456248	R 65,729.53			R 0.00	R 2,874.97		R 713.00	R 65,015.53
VAT Refund	Absa 9300506428	R 500,843.34	R 0.00		R 0.00		R 22,386.63		R 523,229.97
Council Funds	Nedbank 037648555441 46	R 106.84	R 0.00		R 0.00		R 5.51		R 112.35
Council Funds	Nedbank 037648555441 47	R 106.84	R 0.00		R 0.00		R 5.51		R 112.35
Council Funds	Nedbank 037648555441 48	R 106.84	R 0.00		R 0.00		R 5.51		R 112.35
Council Funds	Nedbank 037648555441 49	R 106.84	R 0.00		R 0.00		R 5.51		R 112.35
Post Office Guarantee	Nedbank 037648555441 51	R 367,924.31					R 22,453.22		R 390,377.53
Council Funds	Nedbank 037648555441 52	R 0.00	R 67,000,000.00		R 15,000,000.00		R 102,704.13		R 52,102,704.13
Total as '2020/02/29		R 5,036,373.22	R 210,000,000.00	R 0.00	R 127,000,000.00	R 2,874.97	R 1,226,658.90	R 713.00	R 89,262,319.12

(not added to capital)

C MOORE

CHIEF CLARK: FINANCIAL ACCOUNTING

2020/02/05

N KHUMALO

ACTING MANAGER: FINANCIAL REPORTING

MS NDLOVU

DIRECTOR: BUDGET & FINANCIAL REFORMS

S M NIKOSI

SED: BUDGET & TREASURY OFFICE

BALANCE PER GENERAL LEDGER '2020/02/29 (030997010001)

Interest capitalised

2020/03/04

JV31174

Standard Bank

0684503540/015

36,728,378.38

5,174.96

Interest capitalised

2020/03/04

JV31179

Standard Bank

0684503540/016

136,380.09

Interest capitalised	JV31172	Standard Bank	0684503540/035	207.51
Interest capitalised	JV31171	Standard Bank	0684503540/036	75,607.23
Interest capitalised	JV31170	Standard Bank	0684503540/037	2,006.25
Interest capitalised	JV31175	Standard Bank	0684503540/038	288.82
Interest capitalised	JV31169	Standard Bank	0684503540/039	176.23
Interest capitalised	JV31168	Standard Bank	0684503540/040	26,385.87
Interest capitalised	JV31227	Nedbank	37648555411 46	0.58
Interest capitalised	JV31228	Nedbank	37648555411 47	0.58
Interest capitalised	JV31229	Nedbank	37648555411 48	0.58
Interest capitalised	JV31290	Nedbank	37648555411 49	0.58
Interest capitalised	JV31179	Nedbank	37648555411 51	2,367.80
Bank charges	JV31166	ABSA	9288456248	(32.00)
Interest capitalised	JV31009	ABSA	9300506428	2,327.70
				36,979,271.16

BALANCE PER GENERAL LEDGER '2020/02/29 (020101000064)				(2,291.88)
Interest received	JV31167	ABSA	9288456248	(293.28)
				(2,585.16)

BALANCE PER GENERAL LEDGER '2020/02/29 (020101000075)				(692,622.16)
Interest Capitalised	JV31010	Standard Bank	068450351/015	(5,174.96)
Interest Capitalised	JV31174	Standard Bank	068450351/016	(136,380.09)
Interest Capitalised	JV31173	Standard Bank	068450351/035	(207.51)
Interest Capitalised	JV31172	Standard Bank	068450351/036	(75,607.23)
Interest Capitalised	JV31171	Standard Bank	068450351/037	(2,006.25)
Interest Capitalised	JV31175	Standard Bank	068450351/038	(288.82)
Interest Capitalised	JV31169	Standard Bank	068450351/039	(176.23)
Interest Capitalised	JV31168	Standard Bank	068450351/040	(26,385.87)
Interest Capitalised	JV31011	ABSA	9300506428	(2,536.14)
Interest Capitalised	JV31002	Nedbank	37648555411 46	(0.62)
Interest Capitalised	JV31001	Nedbank	37648555411 47	(0.62)
Interest Capitalised	JV30999	Nedbank	37648555411 48	(0.62)
Interest Capitalised	JV31000	Nedbank	37648555411 49	(0.62)
Interest Capitalised	JV30998	Nedbank	37648555411 51	(2,531.09)
				(943,918.83)

Newcastle Municipality Grant Register for March 2020

Number	Vote number	Description	Opening balance	Rec'd	Expenditure for MAR	Adjustments	Total Expenditure before Vat	VAT FOR THE MONTH	Total Vat Amount	Total Expenditure after Vat	Closing balance
1	00095200108	Environmental Management Framework	(90,877.43)								(90,877.43)
2	000952005408	I.T. - Tloko Bocha Project					86,196.92		13,943.48	100,000.00	100,000.00
3	00095200709	Chenwell Town	(82,875.11)								(82,875.11)
4	000952043901	Ecocrafton Grant		(7,000,000.00)		5,000,000.00					(2,000,000.00)
5	000952001901	Tilo Deces Resurrection Grant	(1,072,071.53)		(2,454,722.22)		(1,935,614.96)	4,639.13	11,113.04	(1,924,501.92)	(2,946,573.45)
6	000952002901	Equipped PWWorks Incentive		(3,050,000.00)	89,912.89		3,000,892.39		187.63	3,001,180.71	(3,049,791.29)
7	000952003901	Financial Management Grant (FMG)		(1,700,000.00)	809,494.73		1,249,242.27	10,043.25	13,923.89	1,263,166.16	(438,456.04)
8	000952003901	Grant Skill Development	(998,546.80)				1,787,696.09			1,787,696.09	(998,546.80)
9	000952003901	Community Entry Services Grant	(1,342,795.97)		221,451.46		30,900.00			35,851.46	(1,191,394.51)
10	000952003901	Energy Proof Process	(1,353,300.00)		3,080.00		30,900.00			33,980.00	(1,319,320.00)
11	000952003901	St. B's Maintenance Facilities Grant	(40,935.00)		5,838,709.45		49,933,113.82	344,987.00	6,082,311.26	66,705,496.50	(10,250,000.00)
12	000952003901	NIG		(95,032,000.00)							(95,032,000.00)
13	000952003901	Orkney Art Centre	(31,836.00)								(31,836.00)
14	000952003901	Orkney Development	(1,171,874.65)								(1,171,874.65)
15	000952001909	Protektakaba	(2,180,751.65)		658,800.88		5,344,825.28	5,647.12	46,166.94	6,069,379.30	(131,074.64)
16	000952001909	Charmika Art Gallery	(1,189,171.30)				13,700.00			13,700.00	(1,189,171.30)
17	000952001909	Fort Amal Museum	(2,772,038.29)								(2,772,038.29)
18	000952001909	Community Building Housing	(4,709,012.70)		449,892.19		4,410,874.17		1,087.29	4,411,961.46	(595,453.33)
19	000952001909	Newcastle Airport	(1,815,281.39)								(1,815,281.39)
20	000952002401	Neighbourhood Development Partnership Grant		(8,000,000.00)			5,235,295.69		785,292.85	6,020,588.54	(1,979,411.46)
21	000952002409	Municipal Water Trns Grant	(3,278,300.23)		1,123,349.00		6,038,335.45	100,502.315	1,340,301.13	10,278,726.88	(19,744,576.61)
22	000952002409	Mosselbom	(2,772,038.29)	(20,000,000.00)	3,205,340.89	3,283,000.00	12,851,465.39		1,942,719.81	14,804,185.20	(7,877,852.97)
23	000952002409	All Housing Grants	(4,288,812.79)	(83,759,548.32)	12,037,032.93		83,759,548.32			63,769,548.32	(4,288,812.79)
24	000952002409	Sport and Recreation	(1,880,417.89)								(1,880,417.89)
25	000952002409	Energy Efficiency and Demand Side Management Grant		(6,000,000.00)							(6,000,000.00)
26	000952043901	TOTAL	(33,439,272.69)	(245,681,548.32)	22,273,312.79	8,293,000.00	154,881,845.88	1,011,416.91	11,018,566.97	165,891,382.83	(102,843,428.11)

PREPARED BY:

C HARIPARSAD

ACCOUNTANT

DATE:

REVIEWED BY:

B.N KHUMALO

MANAGER

DATE:

REVIEWED BY:

M.S NDLOVU

DIRECTOR: BUDGET & FINANCIAL REFORMS

DATE:

AUTHORIZED BY:

S.M NKOSI

STRATEGIC EXECUTIVE DIRECTOR: BUDGET & TREASURY OFFICE

DATE:



NEWCASTLE MUNICIPALITY
(Registration number KZ252)

**INTERIM FINANCIAL STATEMENTS
FOR THE 9 MONTHS ENDED 31 MARCH 2020**

Newcastle Municipality

Interim Financial Statements for the 9 Months ended 31 March 2020

Statement of Financial Position as at 31 March 2020

	Note(s)	31 March 2020	June 2019
Assets			
Current Assets			
Inventories	9	14 166 207	14 040 157
Other financial assets	7	508	1 646
Receivables from exchange transactions	10	27 752 724	81 288 653
Receivables from non-exchange transactions	11	22 499 156	14 335 398
Consumer debtors from exchange transactions	12	588 704 005	487 534 819
Consumer debtors from non-exchange	12	118 070 370	103 098 282
Cash and cash equivalents	13	110 778 366	9 999 201
		881 971 336	710 298 156
Non-Current Assets			
Investment property	2	355 563 618	355 813 618
Property, plant and equipment	3	6 603 861 446	6 787 874 567
Intangible assets	4	1 126 814	3 001 185
Heritage assets	5	11 488 232	11 488 232
Investments in associates	6	234 927 851	234 927 851
		7 206 967 961	7 393 105 453
Total Assets		8 088 939 297	8 103 403 609
Liabilities			
Current Liabilities			
Other financial liabilities	16	13 363 525	25 598 172
Finance lease obligation	14	401 398	852 924
Payables from exchange transactions	19	716 935 072	735 890 350
VAT payable	20	5 265 006	9 783 001
Consumer deposits	21	16 990 322	23 497 275
Unspent conditional grants and receipts	15	96 943 427	33 439 273
Defined benefit plan	17	8 667 735	8 667 735
		858 566 485	837 728 730
Non-Current Liabilities			
Other financial liabilities	16	376 233 295	400 805 603
Finance lease obligation	14	844 044	392 517
Defined benefit plan	17	148 355 252	148 355 252
Provision for rehabilitation of landfill site	18	28 843 889	28 843 889
		554 276 480	578 397 261
Total Liabilities		1 412 842 965	1 416 125 991
Net Assets		6 676 096 332	6 687 277 618
Reserves			
Housing Development fund		28 726 111	28 021 720
Self insurance reserve		518 324	497 014
Accumulated surplus		6 646 851 897	6 658 758 884
Total Net Assets		6 676 096 332	6 687 277 618

Newcastle Municipality

Interim Financial Statements for the 9 Months ended 31 March 2020

Statement of Financial Performance

	Note(s)	9 Months ended 31 March 2020	Year ended June 2019
Revenue			
Service charges	23	737 830 523	996 977 844
Rental of facilities and equipment	24	6 026 737	11 803 212
Sundry revenue	26	8 654 741	2 915 580
Other income	26	589 065	766 901
Fee income	26	5 602 607	9 151 834
Interest received	27	6 283 762	12 907 083
Property Rates	28	240 424 321	287 110 172
Government grants & subsidies	29	555 187 356	509 802 892
Fines	25	9 048 270	8 650 101
Total revenue		1 569 647 382	1 840 085 619
Expenditure			
Employee costs	30	415 734 857	567 840 894
Remuneration of councillors	31	19 422 030	24 481 651
Depreciation and amortisation	32	254 355 887	369 427 699
Finance costs	34	40 848 018	79 777 180
Debt Impairment	35	134 491 815	179 747 429
Collection costs		928 158	778 122
Bulk purchases	36	399 486 568	521 388 272
Contracted services	37	160 386 348	116 099 751
General Expenses	38	155 623 955	269 242 169
Total expenditure		1 581 277 636	2 128 783 167
Operating deficit		(11 630 254)	(288 697 548)
Share of deficit in investment in associates		-	(35 071 678)
Actuarial gains/losses	8	-	10 765 537
Fair value adjustments to investment property	39	-	15 370 000
Impairment loss	33	-	(16 205 077)
Profit/(Loss) on Sale of Assets		(99 739)	3 382 489
		(99 739)	(21 758 729)
Deficit for the 9 Months		(11 729 993)	(310 456 277)

Newcastle Municipality

Interim Financial Statements for the 9 Months ended 31 March 2020

Statement of Changes in Net Assets

	Housing Development Fund	Self Insurance Reserve	Total reserves	Accumulated surplus	Total net assets
Balance at 01 July 2018	26 076 953	472 159	26 549 112	6 971 119 275	6 997 668 387
Changes in net assets					
Deficit for the year	-	-	-	(310 456 277)	(310 456 277)
Transfer from Self Insurance Reserves	1 944 767	-	1 944 767	(1 944 767)	-
Prior year error	-	24 855	24 855	(24 855)	-
Prior Year Adjustment - Heritage Asset	-	-	-	65 508	65 508
Total changes	1 944 767	24 855	1 969 622	(312 360 391)	(310 390 769)
Balance at 01 July 2019	28 021 720	497 014	28 518 734	6 658 581 890	6 687 100 624
Deficit for the year	-	-	-	(11 729 993)	(11 729 993)
Transfer of income surplus to trust capital	704 391	-	704 391	-	704 391
Transfer of capital surplus to trust capital	-	21 310	21 310	-	21 310
Total changes	704 391	21 310	725 701	(11 729 993)	(11 004 292)
Balance at 31 March 2020	28 726 111	518 324	29 244 435	6 646 851 897	6 676 096 332

Newcastle Municipality

Interim Financial Statements for the 9 Months ended 31 March 2020

Cash Flow Statement

	Note(s)	9 Months ended 31 March 2020	Year ended June 2019
Cash flows from operating activities			
Receipts			
Sale of goods and services		892 129 806	1 095 714 453
Grants		617 329 548	529 560 695
Interest income		6 283 762	12 907 083
		<u>1 515 743 116</u>	<u>1 638 182 231</u>
Payments			
Employee costs and Councillors remuneration		(435 156 887)	(592 322 545)
Suppliers		(833 443 999)	(876 408 367)
Finance costs		(40 848 018)	(79 777 180)
		<u>(1 309 448 904)</u>	<u>(1 548 508 092)</u>
Net cash flows from operating activities	41	<u>206 294 212</u>	<u>89 674 139</u>
Cash flows from investing activities			
Purchase of property, plant and equipment	3	(74 240 460)	(146 656 618)
Proceeds from sale of property, plant and equipment	3	-	4 426 740
Proceeds from sale of Investment property	2	4 563 304	5 374 381
Purchase of other intangible assets	4	-	(120 650)
Purchases of Heritage Assets	5	-	(31 200)
Proceeds from sale of financial assets		1 138	-
		<u>(69 676 018)</u>	<u>(137 007 347)</u>
Net cash flows from investing activities		<u>(69 676 018)</u>	<u>(137 007 347)</u>
Cash flows from financing activities			
Net movements in long term loans		(36 806 955)	(5 650 833)
Movement in Consumer Deposits		967 926	4 530 750
Movement on finance lease		-	987 621
		<u>(35 839 029)</u>	<u>(132 462)</u>
Net cash flows from financing activities		<u>(35 839 029)</u>	<u>(132 462)</u>
Net increase/(decrease) in cash and cash equivalents		<u>100 779 165</u>	<u>(47 465 670)</u>
Cash and cash equivalents at the beginning of the year		9 999 201	57 464 871
Cash and cash equivalents at the end of the year	13	<u>110 778 366</u>	<u>9 999 201</u>