

MID-YEAR ADJUSTMENTS BUDGET 2020/2021: FEBRUARY 2021 (T 6/1/1-2020/21): BUDGET AND TREASURY OFFICE: FEBRUARY 2021

1. EXECUTIVE SUMMARY

Section 28(1)(2) of the Municipal Finance Management Act 56 of 2003 states that a municipality may revise an approved budget through an adjustment budget. An adjustment budget:

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

RECOMMENDED:

- (a) that the mid-year Adjustments Budget for the 2020/21 financial year be approved;
- (b) that the Accounting Officer be mandated to submit the adjustments budget to National and Provincial Treasuries as required by section 28(7) of Municipal Finance Management Act No.56 of 2003;
- (c) that it be noted that the Integrated Development Plan (IDP) has been amended in line with the adjustments budget;
- (d) that the KZN Provincial Treasury Feedback Letter on the mid-year budget performance be noted;

2. PURPOSE

In line with the above mid-year review performance, the municipality has considered that it is necessary to perform an adjustments budget in order to deal with the variances identified at mid-year. Through this process, the municipality will also deal with the correction of data strings as discussed with the Provincial Treasury during the Mid-Year Review engagement. The aim of this adjustments budget is also to ensure that the municipality is operating within realistic revenue while it continues to provide minimum service delivery through payment of creditors. When tabled, the explanatory notes should be provided on how the original budget has been affected.

3. BACKGROUND

An assessment was conducted on the mid-year Budget and Performance Assessment Report that was submitted to Provincial Treasury to verify whether the Mid-Year Budget and Performance Assessment Report for 2020/21, as submitted to Council on 27 January 2021 conforms to the Municipal Budget and Reporting (MBRR) and provides the relevant information required to inform you're 2020/21 Adjustment Budget.

4. REPORT

The section below deals with the proposed adjustments in both the operational and capital budgets. The operating adjustments budget of the municipality is reflected in Annexure A and table B4 of the B Schedule attached hereto as required by the Municipal Budget and Reporting Regulations.

4.1 Operating revenue

Operating revenue has been adjusted downward mainly on Property Rates. Other revenue sources have also been slightly adjusted in line with the recent performance and correction of any omission that might have occurred during the preparation of the annual budget.

The total operating revenue has been adjustment downwards by R58.8 million from the budget of R2.189 billion to the adjusted budget of R2.130 billion. Adjustments per each revenue by source are explained below.

- 4.1.1. Fines have been adjusted downwards by R4.3 million from the budget of R13.1 million to the adjusted budget of R8.6 million. This is due to the impact of Covid-19 regulations, particularly the curfew. The municipality is in the process of feeling more traffic personnel in order to increase visibility and to ensure stricter law enforcement on the roads.
- 4.1.2 Interest on external investments has been adjusted downwards by R124 thousands to the adjusted budget of R2.4 million. This is due to the municipality unable to maintain its investments longer, due to cash flow challenges faced by the municipality.
- 4.1.3 Interest on outstanding debtors has been adjusted downwards by R1.2 million to the adjusted budget of R5.1 million. This is due to the incentive scheme being implemented by the municipality, where 50% of the outstanding debt is written-off.
- 4.1.4 Other revenue has been adjusted upwards by R3.1 million to the adjusted budget of R18.8 million. This is due to the increased cemetery and electricity reconnections linked to the Covid-19 pandemic.
- 4.1.5 Property rates has been adjusted downwards by R47.7 million to the adjusted budget of R348.8 million. This is due to the approved objections made on the new valuation roll and the increased number of indigents applicants due to the COVID pandemic.
- 4.1.6 Rental of facilities has been adjusted downwards by R1.0 million to the adjusted budget of R7.4 million. This is attributable some of the time lag when a property is being vacated and when the new tenant takes occupation.
- 4.1.7 Service charges: water has been adjusted downwards by R3.0 million to the adjusted budget of R187.5 million. This is attributable to the lockdown, which particularly affected commercial consumption.
- 4.1.8 Service charges: electricity has been adjusted upwards by R9.2 million to the adjusted budget of R619.1 million. This is attributable to fluctuating seasonal consumption. It is expected that consumption will also pick up during the winter months.

- 4.1.9 Service charges: refuse has been adjusted downwards by R3.1 million to the adjusted budget of R92.7 million. This is attributable to the lockdown, which particularly affected commercial consumption.
- 4.1.10 Service charges: sanitation has been adjusted downwards by R2.5 million to the adjusted budget of R116.3 million. This is attributable to the lockdown, which particularly affected commercial consumption.
- 4.1.11 Transfers recognized: operational has been adjusted downwards by R6.5 million to the adjusted budget of R724.4 million. This is attributable to the reduction of reduction of the municipality's equitable share due to the grant-roll over application that has been disapproved.

4.2 Operating expenditure

The total operating expenditure has been adjustment upwards by R7 million from the budget of R2.388 billion to the adjusted budget of R2.395 billion. Adjustments per each expenditure item are explained below.

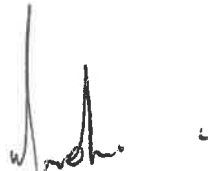
- 4.2.1 Electricity bulk purchases has been adjusted downwards by R34.8 million from the special adjusted budget of R534.4 million to the adjusted budget of R499.7. This is due to some of the major business consumer experiencing economic challenges due to lockdown regulations, as well as the impact of load shedding.
- 4.2.2 Water bulk purchases has not been adjusted since the last adjustments budget.
- 4.2.3 Contracted services has been increased by R45 million from R335 million to an adjusted budget of R380 million. This is particularly due to an increase in the allocation for housing projects, securing as well as the disputed collection fees (NICS).
- 4.2.4 Employee related costs have been adjusted downwards by R49.4 million from the budget of R596.3 million to the adjusted budget of R546.9 million. This is mainly due to positions budgeted and not filled in the seven six months of the financial year.
- 4.2.5 Materials has been adjusted upwards by R1.9 million from the budget of R4.6 million to the adjusted budget of R6.5 million. This particular due to additional chemicals required for water purification.
- 4.2.6 Other expenditure has been adjusted upwards by R6.6 million from the budget of R114.9 million to the adjusted budget of R121.6 million. This is particularly due to an increase in the departmental services, which are non-cash items.
- 4.2.7 Debt impairment has been upwards by R68.3 million from the budget of R184.6 million to the adjusted budget of R252.9 million. This is to the increase in consumers who are unable to pay for services due to Covid-19 impact on the economy. It must be noted that this is a no-cash item.
- 4.2.8 Depreciation has been adjusted downwards by R30.3 million from the budget of R420.3 million to the adjusted budget of R390.0 million. This is due to the low capital expenditure and projects not yet capitalised.

Given the a reduction in revenue, particularly on property rates and government grants, the municipality was challenged to takes cut on some of the key expenditure. These include employee costs as well and the bulk purchases. The performance of debtors and assets also necessitated that the debt impairment and depreciation be reduced. The pace of housing projects on the ground and other key service delivery also required that the expenditure budget be adjusted upwards so that the municipality continues to provide services.

5. CONCLUSION

This adjustments budget is a clear indication that the municipality is still ailing in a number of areas. Revenue has taken a knock, which requires management to tighten expenditure control. The capital expenditure is also performing poorly due to delays on some of the projects. Of concern is also the fact that the bulk of the capital programme is funded from conditional grants, which puts the municipality at the risk of funds being reverted to the National Revenue Fund if not spent at the end of the financial year. It is further acknowledged that the municipality is still operating with an unfunded budget, however, from the cash flow table B7, it is evident that the municipality will be able to provide minimum level of service. It is further noted that the impact of the Eskom debt continues to put more strain on the municipality's cash flow. Given these challenges, the municipality will continue to implement and monitor the adopted Budget Funding Plan during the year and beyond.

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



**EXTRACT FROM THE MINUTES OF THE VIRTUAL SPECIAL MEETING OF THE
NEWCASTLE MUNICIPAL COUNCIL, HELD ON THURSDAY, 25 FEBRUARY 2021 AT
14:00**

PRESENT

Councillor	S	A	Yende	:	Speaker
Councillor	V	V	Bam		
Councillor	L	L	Bosman		
Councillor	S	B	Buthelezi		
Councillor	E	J	C	Cronje	
Councillor	T	J	C	Danisa	
Councillor	X	N	M	Dladla	
Councillor	B	S		Dlamini	
Councillor	T	N		Dlamini	
Councillor	N	P		Dukashe	
Councillor	F	P		Gama	
Councillor	S	B		Hlatshwayo	
Councillor	A			Khoza	
Councillor	B	V		Khumalo	
Councillor	P	J		Khumalo	
Councillor	V	D		Kubeka	
Councillor	C	Y		Liu	
Councillor Dr	N	N	G	Mahlaba	:
Councillor	N	K		Majozi	Mayor
Councillor	A	P		Meiring	
Councillor	S	G		Miya	
Councillor	H	N		Mkhwanazi	
Councillor	T	P		Mkhwanazi	
Councillor	S	W		Mngomezulu	
Councillor	A	S		Mokoena	
Councillor	M	V		Molefe	
Councillor	R	M		Molelekoa	:
Councillor	P	B		Mwali	Deputy Mayor
Councillor	V	P		Mzima	
Councillor	T	M		Ndaba	
Councillor	R	B		Ndimma	
Councillor	M	S		Ndlovu	
Councillor	P	F		Ndlovu	
Councillor	B	C		Ngema	
Councillor	D	R		Ngema	
Councillor	S	E		Shabangu	
Councillor	M			Shunmugam	
Councillor	D	A		Sibilwane	
Councillor	L	T		Sikhosane	
Councillor	J	S		Sithole	
Councillor	N	H		Sitole	
Councillor	G	M	B	Thwala	
Councillor Dr	J	A		Vorster	
Councillor	M	F		Zikhali	
Councillor	V	G		Zondo	
Councillor	N	S		Zulu	
Councillor	S	Z		Zulu	
Councillor	T	M		Zulu	
Councillor	N	A		Zwane	
Nkosi	B	S		Radebe	Traditional Leader
Nkosi	B	D		Khumalo	Traditional Leader

(ii)

ABSENT WITH APOLOGY

Councillor	M	V	Buhali	:	issues logging in
Councillor	V	F	Hadebe	:	issues logging in
Councillor	F	A	Malinga	:	issues logging in
Councillor	N	G	Mnguni	:	other commitments
Councillor	D		Ngwenya	:	issues logging in
Councillor	J	B	Nkwanazi	:	issues logging in

ABSENT WITHOUT APOLOGY

Councillor	D	X	Dube		
Councillor	R	N	Mdluli		
Councillor	B	P	N	Mhlongo	
Councillor	M	S	Mlangeni		
Councillor	X	M	Msezane		
Councillor	M	V	Mthembu		
Councillor	S	S	Ndlangamandla		
Councillor	M	E	Ngcobo		
Councillor	S	J	Nhlapho		
Councillor	T	M	Nzuza		
Councillor	L	G	Thwala		
Nkosi	C	S	Kubheka	:	Traditional Leader

VACANCY

Ex PR Councillor : S M Thwala

3. MID-YEAR ADJUSTMENTS BUDGET 2020/2021 : (BTO 6/1/1 - 2020/2021)

RESOLVED

- (a) That the mid-year adjustments budget for the 2020/2021 financial year, be approved;
- (b) that the Accounting Officer be mandated to submit the adjustments budget to National and Provincial Treasuries as required by section 28(7) of the Municipal Finance Management Act, N°. 56 of 2003;
- (c) that it be noted that the Integrated Development Plan (IDP) has been amended in line with the adjustments budget;
- (d) that the KZN Provincial Treasury Feedback Letter on the mid-year budget performance, be noted.

I, the undersigned, **VISHANDERAN GOVENDER**, in my capacity as **ACTING MUNICIPAL MANAGER** to the Newcastle Municipal Council, hereby certify the above as a true extract from the minutes of the virtual special meeting held on 25 February 2021.


V. GOVENDER
ACTING MUNICIPAL MANAGER

Newcastle

SCHEDULE B TABLES

KZN252 Newcastle - Table B1 Adjustments Budget Summary -

Description	Budget Year 2020/21									Budget Year	Budget Year	
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2021/22	+2 2022/23	
	A	1 A1	2 B	3 C	4 D	5 E	6 F	7 G	8 H	Adjusted Budget	Adjusted Budget	
R thousands												
Financial Performance												
Property rates	396 522	396 522	-	-	-	-	(47 710)	(47 710)	348 812	369 741	391 925	
Service charges	1 015 136	1 015 136	-	-	-	-	498	498	1 015 634	1 098 377	1 171 053	
Investment revenue	2 497	2 497	-	-	-	-	(124)	(124)	2 373	2 647	2 806	
Transfers recognised - operational	662 833	730 951	-	-	-	(6 567)	-	(6 567)	724 384	579 227	584 669	
Other own revenue	43 701	43 701	-	-	-	-	(3 651)	(3 651)	40 049	49 631	52 608	
Total Revenue (excluding capital transfers and contributions)	2 120 688	2 188 806	-	-	-	(6 567)	(50 987)	(57 554)	2 131 252	2 099 622	2 203 062	
Employee costs	594 312	596 287	-	-	-	(795)	(48 639)	(49 434)	546 853	574 195	610 369	
Remuneration of councillors	28 456	28 456	-	-	-	-	(966)	(966)	27 460	29 107	30 854	
Depreciation & asset impairment	420 387	420 387	-	-	-	-	(30 352)	(30 352)	390 035	445 611	472 347	
Finance charges	42 882	42 882	-	-	-	-	-	-	42 882	45 114	42 088	
Materials and bulk purchases	665 230	665 230	-	-	-	163	(32 982)	(32 820)	632 410	676 644	738 829	
Transfers and grants	-	-	-	-	-	-	-	-	-	-	-	
Other expenditure	646 208	634 914	-	-	-	24 635	96 007	120 642	755 557	618 613	613 284	
Total Expenditure	2 397 474	2 388 156	-	-	-	24 003	(16 963)	7 040	2 395 196	2 389 284	2 507 770	
Surplus/(Deficit)	(276 785)	(199 349)	-	-	-	(30 570)	(34 025)	(64 594)	(263 943)	(289 662)	(304 708)	
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	90 548	90 548	-	-	-	18 356	-	18 356	108 904	174 290	187 136	
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	(186 237)	(108 801)	-	-	-	(12 213)	(34 025)	(46 238)	(155 039)	(115 372)	(117 572)	
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-	
Surplus/ (Deficit) for the year	(186 237)	(108 801)	-	-	-	(12 213)	(34 025)	(46 238)	(155 039)	(115 372)	(117 572)	
Capital expenditure & funds sources												
Capital expenditure	125 548	139 479	-	-	-	18 356	(6 945)	11 411	150 890	129 815	135 127	
Transfers recognised - capital	90 548	90 548	-	-	-	18 356	-	18 356	108 904	118 815	125 127	
Borrowing	-	-	-	-	-	-	-	-	-	-	-	
Internally generated funds	35 000	48 931	-	-	-	-	(6 945)	(6 945)	41 986	11 000	10 000	
Total sources of capital funds	125 548	139 479	-	-	-	18 356	(6 945)	11 411	150 890	129 815	135 127	
Financial position												
Total current assets	499 966	708 718	-	-	-	-	(167 447)	(167 447)	541 271	728 773	806 936	
Total non current assets	7 212 080	602 852	-	-	-	-	-	-	602 852	7 619 087	8 051 379	
Total current liabilities	429 185	510 331	-	-	-	-	-	-	510 331	647 048	694 860	
Total non current liabilities	583 382	791 498	-	-	-	-	-	-	791 498	726 010	663 514	
Community wealth/Equity	6 384 024	6 462 391	-	-	-	(12 213)	203 219	191 006	6 653 398	6 895 290	7 365 237	
Cash flows												
Net cash from (used) operating	150 288	115 865	-	-	-	12 792	(4 318)	8 474	124 339	155 667	193 061	
Net cash from (used) investing	(107 548)	(121 479)	-	-	-	18 356	(29 768)	(11 411)	(132 890)	(109 815)	(115 127)	
Net cash from (used) financing	(26 757)	(26 757)	-	-	-	-	-	-	(26 757)	(29 884)	(30 106)	
Cash/cash equivalents at the year end	44 043	3 873	-	-	-	31 148	(34 085)	(2 937)	936	16 904	64 732	
Cash backing/surplus reconciliation												
Cash and investments available	72 553	3 873	-	-	-	-	(31 447)	(31 447)	(27 574)	16 904	64 732	
Application of cash and investments	36 449	(88 075)	-	-	-	-	137 200	137 200	49 125	67 906	78 128	
Balance - surplus (shortfall)	36 105	91 948	-	-	-	-	(168 647)	(168 647)	(76 699)	(51 002)	(13 396)	
Asset Management												
Asset register summary (WDV)	6 638 512	771 625	-	-	-	-	-	-	771 625	7 036 823	7 459 032	
Depreciation & asset impairment	420 387	420 387	-	-	-	-	(30 352)	(30 352)	390 035	445 611	472 347	
Renewal and Upgrading of Existing Assets	83 477	88 904	-	-	-	7 420	(45 184)	(37 764)	51 140	80 615	77 427	
Repairs and Maintenance	96 637	96 589	-	-	-	-	(65 952)	(65 952)	30 637	143 232	129 475	
Free services												
Cost of Free Basic Services provided	35 967	35 967	-	-	-	-	8 736	8 736	44 703	38 125	40 413	
Revenue cost of free services provided	76 214	76 214	-	-	-	-	(10)	(10)	76 204	80 776	85 623	
Households below minimum service level												
Water:	307	307	-	-	-	-	-	-	307	324	341	
Sanitation/sewerage:	31	31	-	-	-	-	-	-	31	33	34	
Energy:	-	-	-	-	-	-	-	-	-	-	-	
Refuse:	31	31	-	-	-	-	-	-	31	32	34	

KZN252 Newcastle - Table B2 Adjustments Budget Financial Performance (functional classification) -

Standard Description	Ref	Budget Year 2020/21									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
R thousands	1, 4											
Revenue - Functional												
<i>Governance and administration</i>		515 968	584 867	--	--	--	--	(49 152)	(49 152)	535 715	495 441	548 477
Executive and council		8 310	77 209	--	--	--	--	(68 899)	(1 161)	7 149	8 891	9 165
Finance and administration		507 658	507 658	--	--	--	--	68 899	(47 991)	20 908	528 566	486 551
Internal audit		--	--	--	--	--	--	--	--	--	--	--
<i>Community and public safety</i>		202 896	202 115	--	--	--	1 802	715	2 517	204 632	140 769	148 320
Community and social services		9 917	9 917	--	--	--	1 802	1 173	2 975	12 893	10 097	10 265
Sport and recreation		697	697	--	--	--	--	--	--	697	738	783
Public safety		14 176	14 176	--	--	--	--	(4 500)	(4 500)	9 676	15 027	15 929
Housing		178 045	177 264	--	--	--	--	4 042	4 042	181 306	114 842	121 275
Health		61	61	--	--	--	--	--	--	61	64	68
<i>Economic and environmental services</i>		73 475	73 475	--	--	--	14 987	47 664	62 651	136 126	71 677	87 671
Planning and development		42 324	42 324	--	--	--	--	15 000	(33 002)	(18 002)	24 322	33 477
Road transport		31 151	31 151	--	--	--	--	(13)	80 666	80 653	111 804	38 200
Environmental protection		--	--	--	--	--	--	--	--	--	--	--
<i>Trading services</i>		1 418 730	1 418 730	--	--	--	(5 000)	(50 214)	(55 214)	1 363 516	1 603 116	1 651 621
Energy sources		698 157	698 157	--	--	--	--	(5 000)	9 234	4 234	702 391	818 864
Water management		347 971	347 971	--	--	--	--	--	(43 757)	(43 757)	304 215	384 863
Waste water management		237 307	237 307	--	--	--	--	--	(12 519)	(12 519)	224 788	255 172
Waste management		135 295	135 295	--	--	--	--	--	(3 172)	(3 172)	132 122	144 217
Other		167	167	--	--	--	--	--	--	167	177	187
Total Revenue - Functional	2	2 211 236	2 279 354	--	--	--	11 789	(50 987)	(39 198)	2 240 157	2 311 180	2 436 276
Expenditure - Functional												
<i>Governance and administration</i>		472 252	472 338	--	--	--	500	1 417	1 917	474 255	485 368	511 144
Executive and council		70 540	70 540	--	--	--	--	(996)	(996)	69 544	95 682	102 549
Finance and administration		393 755	393 842	--	--	--	500	2 808	3 308	397 149	387 576	406 318
Internal audit		7 956	7 956	--	--	--	--	(395)	(395)	7 562	2 110	2 278
<i>Community and public safety</i>		300 685	300 212	--	--	--	24 699	(509)	24 190	324 401	346 802	373 363
Community and social services		38 388	38 388	--	--	--	287	(2 153)	(1 866)	36 521	37 920	41 096
Sport and recreation		73 485	73 485	--	--	--	--	4 156	4 156	77 641	85 861	92 905
Public safety		63 029	63 029	--	--	--	--	(3 448)	(3 448)	59 581	88 683	96 218
Housing		117 341	116 868	--	--	--	24 412	849	25 261	142 129	126 205	134 351
Health		8 442	8 442	--	--	--	--	87	87	8 529	8 133	8 793
<i>Economic and environmental services</i>		342 130	343 665	--	--	--	1 304	(10 681)	(9 377)	334 287	378 589	415 710
Planning and development		102 357	102 357	--	--	--	--	(13 655)	(13 655)	88 702	118 416	138 967
Road transport		239 763	241 298	--	--	--	1 304	2 974	4 277	245 575	280 163	276 731
Environmental protection		10	10	--	--	--	--	--	--	10	11	11
<i>Trading services</i>		1 280 641	1 270 175	--	--	--	(2 500)	(6 449)	(8 949)	1 261 228	1 268 317	1 275 819
Energy sources		680 599	671 919	--	--	--	(5 000)	(35 578)	(40 578)	631 341	649 102	619 559
Water management		495 718	495 718	--	--	--	(1 000)	57 479	56 479	552 197	524 744	555 576
Waste water management		53 129	51 342	--	--	--	3 500	(13 375)	(9 875)	41 467	47 190	49 542
Waste management		51 196	51 196	--	--	--	--	(14 975)	(14 975)	36 221	47 282	51 143
Other		1 766	1 766	--	--	--	--	(740)	(740)	1 026	1 988	2 108
Total Expenditure - Functional	3	2 397 474	2 388 156	--	--	--	24 003	(16 963)	7 040	2 395 196	2 481 065	2 578 144
Surplus/ (Deficit) for the year		(186 237)	(108 801)	--	--	--	(12 213)	(34 025)	(46 238)	(155 039)	(169 886)	(141 868)

KZN252 Newcastle - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) -

Vote Description <i>[Insert departmental structure etc]</i>	Ref	Budget Year 2020/21									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
R thousands												
Revenue by Vote	1											
Vote 1 - CORPORATE SERVICES		78 201	147 100	-	-	-	-	(1 161)	(1 161)	145 940	84 402	84 694
Vote 2 - COMMUNITY SERVICES		160 511	160 511	-	-	-	1 802	(6 864)	(5 062)	155 449	170 144	177 368
Vote 3 - BUDGET AND TREASURY		436 267	436 267	-	-	-	-	(47 972)	(47 972)	388 294	409 540	463 283
Vote 4 - MUNICIPAL MANAGER		1 500	1 500	-	-	-	-	-	-	1 500	1 500	500
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENT		187 341	186 560	-	-	-	15 000	1 340	16 340	202 900	124 695	131 720
Vote 6 - TECHNICAL SERVICES		649 259	649 259	-	-	-	(13)	(5 564)	(5 577)	643 683	702 034	746 930
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		698 157	698 157	-	-	-	(5 000)	9 234	4 234	702 391	818 864	831 781
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	2 211 236	2 279 354	-	-	-	11 789	(50 987)	(39 198)	2 240 157	2 311 180	2 436 276
Expenditure by Vote	1											
Vote 1 - CORPORATE SERVICES		152 785	152 785	-	-	-	500	83	583	153 368	155 399	165 826
Vote 2 - COMMUNITY SERVICES		271 386	271 386	-	-	-	287	(8 908)	(8 621)	262 765	318 731	344 822
Vote 3 - BUDGET AND TREASURY		176 376	176 463	-	-	-	-	(2 101)	(2 101)	174 361	164 799	170 240
Vote 4 - MUNICIPAL MANAGER		82 435	82 435	-	-	-	-	10 027	10 027	92 462	88 625	94 019
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENT		150 587	150 114	-	-	-	24 412	1 708	26 120	176 234	170 310	173 935
Vote 6 - TECHNICAL SERVICES		859 324	859 072	-	-	-	3 804	31 770	35 574	894 646	908 237	982 213
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		704 582	695 902	-	-	-	(5 000)	(49 542)	(54 542)	641 360	674 964	647 089
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	2 397 474	2 388 156	-	-	-	24 003	(16 963)	7 040	2 395 196	2 481 065	2 578 144
Surplus/ (Deficit) for the year	2	(186 237)	(108 801)	-	-	-	(12 213)	(34 025)	(46 238)	(155 039)	(169 886)	(141 868)

KZN252 Newcastle - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) -

Description	Ref	Budget Year 2020/21									Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or Prov.	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Govt	Adjus.	Adjus.	Budget	Budget	Budget
R thousands	1	A	3	4	5	6	7	8	9	10		
			A1	B	C	D	E	F	G	H		
Revenue By Source												
Property rates	2	396 522	396 522	-	-	-	-	(47 710)	(47 710)	348 812	369 741	391 925
Service charges - electricity revenue	2	609 866	609 866	-	-	-	-	9 234	9 234	619 100	668 791	715 693
Service charges - water revenue	2	190 579	190 579	-	-	-	-	(3 044)	(3 044)	187 535	202 014	214 134
Service charges - sanitation revenue	2	118 793	118 793	-	-	-	-	(2 519)	(2 519)	116 274	125 921	133 476
Service charges - refuse revenue	2	95 898	95 898	-	-	-	-	(3 172)	(3 172)	92 725	101 651	107 750
Rental of facilities and equipment		8 495	8 495					(1 054)	(1 054)	7 441	8 961	9 519
Interest earned - external investments		2 497	2 497					(124)	(124)	2 373	2 647	2 806
Interest earned - outstanding debtors		6 325	6 325					(1 218)	(1 218)	5 107	6 704	7 106
Dividends received		-	-					-	-	-	-	-
Fines, penalties and forfeits		13 114	13 114					(4 500)	(4 500)	8 614	13 901	14 735
Licences and permits		38	38					(23)	(23)	15	40	43
Agency services		-	-					-	-	-	-	-
Transfers and subsidies		662 833	730 951				(6 567)	-	(6 567)	724 384	579 227	584 669
Other revenue	2	15 729	15 729	-	-	-	-	3 143	3 143	18 872	20 004	21 204
Gains		-	-					-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		2 120 688	2 188 806	-	-	-	(6 567)	(50 987)	(57 554)	2 131 252	2 099 622	2 203 062
Expenditure By Type												
Employee related costs		594 312	596 287	-	-	-	(795)	(48 639)	(49 434)	546 853	574 195	610 369
Remuneration of councillors		28 456	28 456					(996)	(996)	27 460	29 107	30 854
Debt impairment		184 700	184 700					68 300	68 300	253 000	195 782	207 529
Depreciation & asset impairment		420 387	420 387	-	-	-	-	(30 352)	(30 352)	390 035	445 611	472 347
Finance charges		42 882	42 882					-	-	42 882	45 114	42 088
Bulk purchases		660 671	660 671	-	-	-	-	(34 770)	(34 770)	625 901	673 449	735 441
Other materials		4 559	4 559				163	1 788	1 950	6 509	3 195	3 387
Contracted services		337 719	335 209	-	-	-	24 623	21 102	45 724	380 933	306 202	292 955
Transfers and subsidies		-	-					-	-	-	-	-
Other expenditure		123 788	115 005	-	-	-	12	6 605	6 618	121 623	116 628	112 789
Losses		1	1					-	-	1	1	1
Total Expenditure		2 397 474	2 388 156	-	-	-	24 003	(16 963)	7 040	2 395 196	2 389 284	2 507 770
Surplus/(Deficit)		(276 785)	(199 349)	-	-	-	(30 570)	(34 025)	(64 594)	(263 943)	(289 662)	(304 708)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		90 548	90 548				18 356		18 356	108 904	174 290	187 136
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-							-	-	-
Transfers and subsidies - capital (in-kind - all)		-	-							-	-	-
Surplus/(Deficit) before taxation		(186 237)	(108 801)	-	-	-	(12 213)	(34 025)	(46 238)	(155 039)	(115 372)	(117 572)
Taxation		-	-							-	-	-
Surplus/(Deficit) after taxation		(186 237)	(108 801)	-	-	-	(12 213)	(34 025)	(46 238)	(155 039)	(115 372)	(117 572)
Attributable to minorities		-	-							-	-	-
Surplus/(Deficit) attributable to municipality		(186 237)	(108 801)	-	-	-	(12 213)	(34 025)	(46 238)	(155 039)	(115 372)	(117 572)
Share of surplus/ (deficit) of associate		-	-							-	-	-
Surplus/ (Deficit) for the year		(186 237)	(108 801)	-	-	-	(12 213)	(34 025)	(46 238)	(155 039)	(115 372)	(117 572)

KZN252 Newcastle - Table B5 Adjustments Capital Expenditure Budget by vote and funding -

Description	Ref	Budget Year 2020/21									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
R thousands												
Capital expenditure - Vote												
<u>Multi-year expenditure to be adjusted</u>	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]		-	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	3	-	-	-	-	-	-	-	-	-	-	-
<u>Single-year expenditure to be adjusted</u>	2											
Vote 1 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - COMMUNITY SERVICES		1 865	6 299	-	-	-	2	(331)	(329)	5 970	-	-
Vote 3 - BUDGET AND TREASURY		1 000	3 404	-	-	-	-	-	-	3 404	1 000	1 000
Vote 4 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENT		18 000	21 722	-	-	15 000	(6 614)	8 386	30 107	-	-	-
Vote 6 - TECHNICAL SERVICES		104 683	108 054	-	-	3 355	-	3 355	111 409	128 815	134 127	-
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]		-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		125 548	139 479	-	-	-	18 356	(6 945)	11 411	150 890	129 815	135 127
Total Capital Expenditure - Vote		125 548	139 479	-	-	-	18 356	(6 945)	11 411	150 890	129 815	135 127
Capital Expenditure - Functional												
Governance and administration		1 000	3 404	-	-	-	-	-	-	3 404	1 000	1 000
Executive and council		-	-	-	-	-	-	-	-	-	-	-
Finance and administration		1 000	3 404	-	-	-	-	-	-	3 404	1 000	1 000
Internal audit		-	-	-	-	-	-	-	-	-	-	-
Community and public safety		1 865	6 871	-	-	2	681	683	7 554	-	-	-
Community and social services		365	3 982	-	-	2	(56)	(55)	3 927	-	-	-
Sport and recreation		1 500	198	-	-	-	(2)	(2)	196	-	-	-
Public safety		-	1 969	-	-	-	(260)	(260)	1 709	-	-	-
Housing		-	722	-	-	-	1 000	1 000	1 722	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		63 683	68 554	-	-	29 562	(7 614)	21 948	90 502	48 200	49 700	-
Planning and development		18 000	21 000	-	-	15 000	(7 614)	7 386	28 386	-	-	-
Road transport		45 683	47 554	-	-	14 562	-	14 562	62 116	48 200	49 700	-
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		59 000	60 650	-	-	(11 207)	(12)	(11 219)	49 431	80 615	84 427	-
Energy sources		-	-	-	-	-	-	-	-	-	-	-
Water management		43 000	43 000	-	-	(18 012)	-	(18 012)	24 988	63 201	74 700	-
Waste water management		16 000	17 500	-	-	6 805	-	6 805	24 305	17 414	9 727	-
Waste management		-	150	-	-	-	(12)	(12)	138	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	3	125 548	139 479	-	-	-	18 356	(6 945)	11 411	150 890	129 815	135 127
Funded by:												
National Government		90 183	90 183	-	-	3 355	-	3 355	93 538	118 815	125 127	-
Provincial Government		365	365	-	-	15 002	-	15 002	15 367	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	4	90 548	90 548	-	-	18 356	-	18 356	108 904	118 815	125 127	-
Borrowing		-	-	-	-	-	-	-	-	-	-	-
Internally generated funds		35 000	48 931	-	-	-	(6 945)	(6 945)	41 986	11 000	10 000	-
Total Capital Funding		125 548	139 479	-	-	-	18 356	(6 945)	11 411	150 890	129 815	135 127

KZN252 Newcastle - Table B6 Adjustments Budget Financial Position -

Description	Ref	Budget Year 2020/21									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
R thousands												
ASSETS												
Current assets												
Cash		44 043	3 873					(2 937)	(2 937)	936	16 904	64 732
Call investment deposits	1	28 510	-	-	-	-	-	(28 510)	(28 510)	-	-	-
Consumer debtors	1	377 278	691 330	-	-	-	-	(136 000)	(136 000)	555 330	697 908	727 614
Other debtors		36 838	-					-	-	36 838		
Current portion of long-term receivables		1	1					-	-	1	1	1
Inventory		13 296	13 514					-	-	13 514	13 960	14 589
Total current assets		499 966	708 718	-	-	-	-	(167 447)	(167 447)	606 619	728 773	806 936
Non current assets												
Long-term receivables			-							-		
Investments		-	-							-		
Investment property		355 564	355 564							355 564	373 342	392 009
Investment in Associate		204 693	234 928							234 928	194 946	185 663
Property, plant and equipment	1	6 638 512	-	-	-	-	-	-	-	6 638 512	7 036 823	7 459 032
Biological		-	-							-		
Intangible		1 823	690							690	1 914	2 010
Other non-current assets		11 488	11 670							11 670	12 063	12 666
Total non current assets		7 212 080	602 852	-	-	-	-	-	-	7 241 364	7 619 087	8 051 379
TOTAL ASSETS		7 712 046	1 311 570	-	-	-	-	(167 447)	(167 447)	7 847 983	8 347 860	8 858 315
LIABILITIES												
Current liabilities												
Bank overdraft		-								-		
Borrowing		28 757	-	-	-	-	-	-	-	28 757	31 884	32 106
Consumer deposits		24 738	24 914							24 914	26 738	28 738
Trade and other payables		367 022	475 665	-	-	-	-	-	-	475 665	579 324	624 460
Provisions		8 668	9 752							9 752	9 101	9 556
Total current liabilities		429 185	510 331	-	-	-	-	-	-	539 088	647 048	694 860
Non current liabilities												
Borrowing	1	375 896	584 012	-	-	-	-	-	-	584 012	505 076	430 383
Provisions	1	207 485	207 485	-	-	-	-	-	-	207 485	219 934	233 130
Total non current liabilities		583 382	791 498	-	-	-	-	-	-	791 498	726 010	663 514
TOTAL LIABILITIES		1 012 567	1 301 828	-	-	-	-	-	-	1 330 585	1 373 058	1 358 374
NET ASSETS	2	6 699 479	9 741	-	-	-	-	(167 447)	(167 447)	6 517 398	6 974 802	7 499 942
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)		6 355 514	6 432 951	-	-	-	(12 213)	203 219	191 006	6 623 957	6 865 069	7 333 203
Reserves		28 510	29 441	-	-	-	-	-	-	29 441	30 221	32 034
TOTAL COMMUNITY WEALTH/EQUITY		6 384 024	6 462 391	-	-	-	(12 213)	203 219	191 006	6 653 398	6 895 290	7 365 237

KZN252 Newcastle - Table B7 Adjustments Budget Cash Flows -

Description	Ref	Budget Year 2020/21									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
R thousands												
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates		318 058	277 259					(14 392)	(14 392)	262 868	299 490	325 298
Service charges		832 349	839 506					3 452	3 452	842 958	889 685	971 974
Other revenue		27 620	27 771					(160)	(160)	27 611	39 496	41 865
Transfers and Subsidies - Operational	1	662 833	730 951				(29 567)		(29 567)	701 384	579 227	584 669
Transfers and Subsidies - Capital	1	90 548	90 548				18 356		18 356	108 904	174 280	187 136
Interest		2 497	2 497					(124)	(124)	2 373	2 610	2 871
Dividends		-	-					-	-	-	-	-
Payments												
Suppliers and employees		(1 740 736)	(1 809 786)				24 003	6 905	30 908	(1 778 878)	(1 790 377)	(1 885 407)
Finance charges		(42 882)	(42 882)					-	-	(42 882)	(38 754)	(35 346)
Transfers and Grants	1	-	-					-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		150 288	115 865	-	-	-	12 792	(4 318)	8 474	124 339	155 667	193 061
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
Proceeds on disposal of PPE		18 000	18 000						-	18 000	20 000	20 000
Decrease (increase) in non-current receivables		-	-						-	-	-	-
Decrease (increase) in non-current investments		-	-						-	-	-	-
Payments												
Capital assets		(125 548)	(139 479)				18 356	(29 768)	(11 411)	(150 890)	(129 815)	(135 127)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(107 548)	(121 479)	-	-	-	18 356	(29 768)	(11 411)	(132 890)	(109 815)	(115 127)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans		-	-						-	-	-	-
Borrowing long term/refinancing		-	-						-	-	-	-
Increase (decrease) in consumer deposits		2 000	2 000						-	2 000	2 000	2 000
Payments												
Repayment of borrowing		(28 757)	(28 757)						-	(28 757)	(31 884)	(32 106)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(26 757)	(26 757)	-	-	-	-	-	-	(26 757)	(29 884)	(30 106)
NET INCREASE/ (DECREASE) IN CASH HELD		15 983	(32 372)	-	-	-	31 148	(34 085)	(2 937)	(35 308)	15 967	47 829
Cash/cash equivalents at the year begin:	2	28 060	36 244						-	36 244	936	16 904
Cash/cash equivalents at the year end:	2	44 043	3 873				31 148	(34 085)	(2 937)	936	16 904	64 732

KZN252 Newcastle - Table B8 Cash backed reserves/accumulated surplus reconciliation -

Description	Ref	Budget Year 2020/21									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H	+1 2021/22	+2 2022/23
R thousands												
Cash and investments available												
Cash/cash equivalents at the year end	1	44 043	3 873	--	--	--	31 148	(34 085)	(2 937)	936	16 904	64 732
Other current investments > 90 days		28 510	0	--	--	--	(31 148)	2 638	(28 510)	(28 510)	--	--
Non current assets - Investments	1	--	--	--	--	--	--	--	--	--	--	--
Cash and investments available:		72 553	3 873	--	--	--	--	(31 447)	(31 447)	(27 574)	16 904	64 732
Applications of cash and Investments												
Unspent conditional transfers		33 439	42 016	--	--	--	--	--	--	42 016	35 445	37 572
Unspent borrowing		--	--	--	--	--	--	--	--	--	--	--
Statutory requirements		(34 175)	(68 744)	--	--	--	--	62 450	62 450	(6 294)	(6 545)	(6 938)
Other working capital requirements		(1 620)	(110 033)	--	--	--	--	65 798	65 798	(44 235)	(21 103)	(16 222)
Other provisions	2	10 294	19 245	--	--	--	--	8 951	8 951	28 196	29 888	31 681
Long term investments committed		--	--	--	--	--	--	--	--	--	--	--
Reserves to be backed by cash/investments		28 510	28 441	--	--	--	--	--	--	29 441	30 221	32 034
Total Application of cash and Investments:		36 449	(88 075)	--	--	--	--	137 200	137 200	49 125	67 906	78 128
Surplus(shortfall)		36 105	91 948	--	--	--	--	(168 647)	(168 647)	(76 699)	(51 002)	(13 396)

TOTAL ASSET REGISTER SUMMARY - PPE (WDV)		5	6 638 512	771 625	-	-	-	-	-	6 638 512	7 036 823	7 459 032	
EXPENDITURE OTHER ITEMS													
Depreciation & asset impairment			420 387	420 387	-	-	-	-	(30 352)	(30 352)	390 035	445 611	472 347
Repairs and Maintenance by asset class	3		96 637	96 589	-	-	-	-	(65 952)	(65 952)	30 637	143 232	129 475
Roads Infrastructure			28 873	28 873	-	-	-	-	(27 925)	(27 925)	948	35 476	37 604
Storm water Infrastructure			-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure			6 254	6 254	-	-	-	-	(466)	(466)	5 788	9 357	9 919
Water Supply Infrastructure			19 010	19 010	-	-	-	-	(8 133)	(8 133)	10 877	25 262	25 458
Sanitation Infrastructure			27 274	27 274	-	-	-	-	(24 406)	(24 406)	2 868	25 876	38 823
Solid Waste Infrastructure			-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure			-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure			-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure			-	-	-	-	-	-	-	-	-	-	-
Infrastructure			81 411	81 411	-	-	-	-	(60 930)	(60 930)	20 481	95 971	111 804
Community Facilities			954	907	-	-	-	-	48	48	954	1 075	1 140
Sport and Recreation Facilities			298	298	-	-	-	-	-	-	298	316	335
Community Assets			1 252	1 205	-	-	-	-	48	48	1 252	1 391	1 474
Heritage Assets			-	-	-	-	-	-	-	-	-	-	-
Revenue Generating			-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating			-	-	-	-	-	-	-	-	-	-	-
Investment properties			-	-	-	-	-	-	-	-	-	-	-
Operational Buildings			-	-	-	-	-	-	-	-	-	-	-
Housing			233	233	-	-	-	-	-	-	233	247	262
Other Assets			233	233	-	-	-	-	-	-	233	247	262
Biological or Cultivated Assets			-	-	-	-	-	-	-	-	-	-	-
Servitudes			-	-	-	-	-	-	-	-	-	-	-
Licences and Rights			3 739	3 739	-	-	-	-	-	-	3 739	3 964	4 201
Intangible Assets			3 739	3 739	-	-	-	-	-	-	3 739	3 964	4 201
Computer Equipment			-	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment			-	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment			10 001	10 001	-	-	-	-	(5 070)	(5 070)	4 931	11 070	11 734
Transport Assets			-	-	-	-	-	-	-	-	-	-	-
Land			-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	6		-	-	-	-	-	-	-	-	-	30 590	-
TOTAL EXPENDITURE OTHER ITEMS to be adjusted			517 024	516 977	-	-	-	-	(96 304)	(96 304)	420 673	588 843	601 822
<i>Renewal and upgrading of Existing Assets as % of total capex</i>			59,0%	52,8%							33,9%	62,1%	57,3%
<i>Renewal and upgrading of Existing Assets as % of deprecn"</i>			19,9%	21,1%							13,1%	18,1%	16,4%
<i>R&M as a % of PPE</i>			1,5%	12,5%							0,5%	2,0%	1,7%
<i>Renewal and upgrading and R&M as a % of PPE</i>			2,7%	24,0%							1,2%	3,2%	2,8%

KZN252 Newcastle - Table B10 Basic service delivery measurement -

Description	Ref	Budget Year 2020/21										Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjus.	Total Adjus.	Adjusted Budget	Adjusted Budget	Adjusted Budget	
		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H			
Household service targets	1												
Water:													
Piped water inside dwelling		151 090	151090,3357							151	159249,2138	167848,6714	
Piped water inside yard (but not in dwelling)		114 439	114439,4434							114	120619,1733	127132,6087	
Using public tap (at least min.service level)	2	30 636	30636,25816							31	32290,61611	34034,30938	
Other water supply (at least min.service level)		2 062	2062,262754							2	2	2	
<i>Minimum Service Level and Above sub-total</i>		298	298							298	314	331	
Using public tap (< min.service level)	3	298 228	298228,3							298	314332,6282	331306,5902	
Other water supply (< min.service level)	3,4	-	0							-	0	0	
No water supply		8 744	8743,994077							9	9216,169757	9713,842924	
<i>Below Minimum Service Level sub-total</i>		307	307							307	324	341	
Total number of households	5	605	605							605	638	672	
Sanitation/sewerage:													
Flush toilet (connected to sewerage)		191 478	191478,4058							191 478	201818,2408	212716,4258	
Flush toilet (with septic tank)		6 111	6111,47084							6 111	6441,490265	6789,330739	
Chemical toilet		-	0							-	0	0	
Pit toilet (ventilated)		43 975	43974,615							43 975	46349,24421	48852,1034	
Other toilet provisions (> min.service level)		14 278	14278,03135							14 278	15049,04504	15861,89347	
<i>Minimum Service Level and Above sub-total</i>		255 843	255 843							255 843	269 658	284 220	
Bucket toilet		-	0							-	-	-	
Other toilet provisions (< min.service level)		30 928	30927,96374							30 928	32598,07378	34358,35976	
No toilet provisions		-	0							-	-	-	
<i>Below Minimum Service Level sub-total</i>		30 928	30 928							30 928	32 598	34 358	
Total number of households	5	286 770	286 770							286 770	302 258	318 578	
Energy:													
Electricity (at least min. service level)		42 272	42271,74							42 272	44554,41396	46960,35231	
Electricity - prepaid (> min.service level)		493	492,9							493	519,5166	547,5704964	
<i>Minimum Service Level and Above sub-total</i>		42 765	42 765							42 765	45 074	47 508	
Electricity (< min.service level)		-	0							-	-	-	
Electricity - prepaid (< min. service level)		-	0							-	-	-	
Other energy sources		-	0							-	-	-	
<i>Below Minimum Service Level sub-total</i>		-	-							-	-	-	
Total number of households	5	42 765	42 765							42 765	45 074	47 508	
Refuse:													
Removed at least once a week (min.service)		59199	59199							59 199	62395,746	65765,11628	
<i>Minimum Service Level and Above sub-total</i>		59 199	59 199							59 199	62 396	65 765	
Removed less frequently than once a week		2 066	2066							2 066	2177,564	2295,152456	
Using communal refuse dump		1 451	1451							1 451	1529,354	1611,939116	
Using own refuse dump		23 805	23805							23 805	25090,47	26445,35638	
Other rubbish disposal		2 334	2334							2 334	2480,036	2592,877944	
No rubbish disposal		1 024	1024							1 024	1079,296	1137,577984	
<i>Below Minimum Service Level sub-total</i>		30 680	30 680							30 680	32 337	34 083	
Total number of households	5	89 879	89 879							89 879	94 732	99 848	
Households receiving Free Basic Service	15												
Water (6 kilolitres per household per month)		9	9							9	9	9	
Sanitation (free minimum level service)		9	9							9	-	-	
Electricity/other energy (50kwh per household per month)		9	9							9	9	9	
Refuse (removed at least once a week)		9	9							9	9	9	
Cost of Free Basic Services provided (R'000)	16												
Water (6 kilolitres per indigent household per month)		5 990	5 990					3 044	3 044	9 035	6 350	6 731	
Sanitation (free sanitation service to indigent households)		10 759	10 759					2 519	2 519	13 278	11 405	12 089	
Refuse (removed once a week for indigent households)		8 136	8 136					-	-	8 136	8 624	9 142	
Cost of Free Basic Services provided - Informal Formal Settlements (R'000)		-	-					-	-	-	-	-	
Total cost of FBS provided		35 987	35 987					8 736	8 736	44 703	38 125	40 413	
Highest level of free service provided													
Property rates (R'000 value threshold)		479	479,19472							479	479,19472	479,19472	
Water (kilolitres per household per month)		6	6							6	6	6	
Sanitation (kilolitres per household per month)		6	6							6	6	6	
Sanitation (Rand per household per month)		225	224,56256							225	224,56256	224,56256	
Electricity (kw per household per month)		50	50							50	50	50	
Refuse (average litres per week)		1	1							1	1	1	
Revenue cost of free services provided (R'000)	17												
Property rates (tariff adjustment) (impermissible values per section 17 of MPRA)		-	-							-	-	-	
Property rates exemptions, reductions and rebates and impermissible values in excess of section 17 of MPRA		76 214	76 214					(10)	(10)	76 204	80 776	85 623	
Water (in excess of 6 kilolitres per indigent household per month)		-	-							-	-	-	
Sanitation (in excess of free sanitation service to indigent households)		-	-							-	-	-	
Electricity/other energy (in excess of 50 kwh per indigent household per month)		-	-							-	-	-	
households)		-	-							-	-	-	
Municipal Housing - rental rebates		-	-							-	-	-	
Housing - top structure subsidies		-	-							-	-	-	
Other		-	-							-	-	-	
Total revenue cost of subsidised services provided	6	76 214	76 214					(10)	(10)	76 204	80 776	85 623	