

20. SECTION 71: MONTHLY BUDGET STATEMENT: NATIONAL REPORTING STANDARD: MONTH THREE: 30 SEPTEMBER 2020: (T 6/1/1-2020/2021): BUDGET AND TREASURY OFFICE



REPORT TO THE NEWCASTLE MUNICIPAL COUNCIL

File Reference:
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FOR CONSIDERATION

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

SUBJECT: SEPTEMBER 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 30 September 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 30 September 2020
- 1.5. Investment register
- 1.6. Grant register
- 1.7. 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 differences between the Financial Statements and S71 report. The differences may be due to timing differences in closing the financial systems. It should also be noted that the figures presented on this report are preliminary, until the audited Annual Financial Statements are produced.

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 - M03 September

Description	2019/20		Budget Year 2020/21						
	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	319 656	396 522	396 522	29 051	92 148	99 131	(6 982)	-7%	396 522
Service charges	950 968	1 015 136	1 015 136	95 677	278 717	253 784	24 933	10%	1 015 136
Investment revenue	2 690	2 497	2 497	233	410	624	(214)	-34%	2 497
Transfers and subsidies	611 725	662 833	730 951	7 684	225 744	225 744	-		730 951
Other own revenue	53 667	43 701	43 701	3 804	7 152	10 925	(3 773)	-35%	43 701
Total Revenue (excluding capital transfers and contributions)	1 938 707	2 120 688	2 188 806	136 450	604 171	590 207	13 964	2%	2 188 806
Employee costs	540 376	594 312	596 287	46 068	132 861	149 072	(16 211)	-11%	596 287
Remuneration of Councillors	25 106	28 456	28 456	2 112	6 322	7 114	(791)	-11%	28 456
Depreciation & asset impairment	338 886	420 387	420 387	27 035	83 833	105 097	(21 264)	-20%	420 387
Finance charges	51 592	42 882	42 882	3 556	10 744	10 720	23	0%	42 882
Materials and bulk purchases	526 370	665 230	665 230	44 074	172 618	166 307	6 310	4%	665 230
Transfers and subsidies	-	-	-	-	-	-	-		-
Other expenditure	567 261	646 208	634 914	59 653	106 875	158 729	(51 854)	-33%	634 914
Total Expenditure	2 049 591	2 397 474	2 388 156	182 498	513 252	597 039	(83 787)	-14%	2 388 156
Surplus/(Deficit)	(110 884)	(276 785)	(199 349)	(46 048)	90 920	(6 831)	97 751	-1431%	(199 349)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	76 576	90 548	90 548	5 307	6 138	22 637	(16 499)	-73%	90 548
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	(34 308)	(186 237)	(108 801)	(40 741)	97 058	15 806	81 252	514%	(108 801)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	(34 308)	(186 237)	(108 801)	(40 741)	97 058	15 806	81 252	514%	(108 801)
Capital expenditure & funds sources									
Capital expenditure	105 605	125 548	139 479	5 971	6 919	34 870	(27 951)	-80%	139 479
Capital transfers recognised	76 576	90 548	90 548	5 307	6 138	22 637	(16 499)	-73%	90 548
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	29 029	35 000	48 931	664	781	12 233	(11 452)	-94%	48 931
Total sources of capital funds	105 605	125 548	139 479	5 971	6 919	34 870	(27 951)	-80%	139 479
Financial position									
Total current assets	908 359	499 966	708 718		819 072				708 718
Total non current assets	7 175 844	7 212 080	7 241 364		6 933 847				7 241 364
Total current liabilities	978 251	429 185	539 088		900 568				539 088
Total non current liabilities	566 829	583 382	791 498		551 473				791 498
Community wealth/Equity	6 539 123	6 699 479	6 619 496		6 300 879				6 619 496
Cash flows									
Net cash from (used) operating	152 459	150 288	115 865	36 768	70 411	111 706	41 295	37%	115 865
Net cash from (used) investing	(101 042)	(107 548)	(121 479)	(6 088)	(6 919)	(30 370)	(23 451)	77%	(121 479)
Net cash from (used) financing	(25 871)	(26 757)	(26 757)	(22 217)	(24 614)	(6 689)	17 924	-268%	(26 757)
Cash/cash equivalents at the month/year end	35 546	44 043	3 873	-	74 424	110 891	36 468	33%	3 174
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	73 753	43 857	31 344	41 617	30 088	31 806	168 406	1 182 365	1 603 256
Creditors Age Analysis									
Total Creditors	76 104	25 371	16 294	23 870	12 705	10 933	96 406	214 476	476 160

2.1 Operating budget performance-revenue

2.1.1 The municipality generated a total revenue of R604.1 million of the adjusted budget of R2.1 billion, representing 27.6 percent. The variance between the year-to-date revenue budget and the actual revenue accrued for the same period amounts to R13.9 million. Although the aggregate performance on revenue generated shows a variance of 2 percent, it is however necessary to explain reasons which attributed to the figurative variance.

2.1.2 The municipality generated R24.9 million (10%) more revenue from service charges than the year-to-date budget of R253.7 million for the period under review. Electricity and refuse over-performed by R25.3 million and R496 thousand respectively. Water and sanitation are all under-performed below target by R712 thousand and R127 thousand respectively.

2.1.3 The municipality generated R6.9 million (7%) less revenue from property rates than the year-to-date budget of R99.1 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 as the year progresses.

2.1.4 The municipality generated R214 thousand (-34%) less revenue from interest on investments than the year-to-date budget of R624 thousand for the period under review.

2.1.5 The municipality recorded R225.7 million for operational and R6.1 million for capital transfers and subsidies. It is noted that capital grant expenditure is under-performing by 73%. The under spending is due to the SCM processes which are still at initial stages and well delays in opening the financial system due to mSCOA changes.

2.1.6 The municipality generated R4.8 million (-67%) less revenue from sundry revenue than a pro-rata budget of R7.2 million for the period under review.

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 September 2020, the municipality incurred the total expenditure of R513.2 million of the adjusted budget of R2.3 billion, which represents 21.4 percent. The variance between the pro-rata expenditure budget and the actual expenditure incurred for the same period amounts to R83.7 million, representing under-expenditure of 14 percent.

2.2.2 Depreciation has under-performed by R21.2 million (-20%) in the third month of the financial year due to the very low capital expenditure and projects still under work in progress (not yet capitalised). Debt impairment under-performed by R29.2million (-63%) due to the indigent register being reviewed.

2.2.3 The municipality spent R4.5 million (3%) more on the bulk purchases than the year-to-date budget of R165.1 million. This could be due to cold winter months escalating the budget as a result of the more demand. This variance is expected to decrease as the season gets warmer.

2.2.4 The municipality spent R1.7 million (156%) more on materials than the year-to-date budget of R1.1 million. This is mainly due to the recognition of the purchase of machinery cost fuel.

2.2.5 The municipality spent R25.8 million (-31%) less on contracted services than the year-to-date budget of R83.8 million. This is mainly due to the SCM processes which are still at initial stages and the delays in opening the financial system due to the mSCOA changes.

2.2.6 The municipality spent R16.2 million (-11%) less on employee related costs than a pro-rata budget of R149 million, which is mainly due to certain positions budgeted for but not yet filled.

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:

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

Vote Description	Ref	Budget Year 2020/21								
		2019/20 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
Vote 2 - COMMUNITY SERVICES		-	-	-	-	-	-	-	-	-
Vote 3 - BUDGET AND TREASURY		-	-	-	-	-	-	-	-	-
Vote 4 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENTS		-	-	-	-	-	-	-	-	-
Vote 6 - TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
Vote 2 - COMMUNITY SERVICES		1,964	1,865	6,299	145	145	1,575	(1,430)	-91%	6,299
Vote 3 - BUDGET AND TREASURY		360	1,000	3,404	249	366	851	(485)	-57%	3,404
Vote 4 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENTS		19,038	18,000	21,722	283	283	5,430	(5,147)	-95%	21,722
Vote 6 - TECHNICAL SERVICES		83,819	104,683	108,054	5,294	6,125	27,014	(20,888)	-77%	108,054
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		424	-	-	-	-	-	-	-	-
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	105,605	125,548	139,479	5,971	6,919	34,870	(27,951)	-80%	139,479
Total Capital Expenditure		105,605	125,548	139,479	5,971	6,919	34,870	(27,951)	-80%	139,479
Capital Expenditure - Functional Classification										
Governance and administration		360	1,000	3,404	249	366	851	(485)	-57%	3,404
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		360	1,000	3,404	249	366	851	(485)	-57%	3,404
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		1,719	1,865	6,871	428	428	1,718	(1,290)	-75%	6,871
Community and social services		861	365	3,982	145	145	995	(851)	-85%	3,982
Sport and recreation		230	1,500	198	-	-	50	(50)	-100%	198
Public safety		448	-	1,969	-	-	492	(492)	-100%	1,969
Housing		180	-	722	283	283	180	103	57%	722
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		97,564	63,683	68,554	1,296	1,871	17,139	(15,267)	-89%	68,554
Planning and development		18,858	18,000	21,000	(576)	-	5,250	(5,250)	-100%	21,000
Road transport		78,706	45,683	47,554	1,871	1,871	11,889	(10,017)	-84%	47,554
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		5,962	59,000	60,650	3,999	4,254	15,163	(10,909)	-72%	60,650
Energy sources		424	-	-	-	-	-	-	-	-
Water management		5,113	43,000	43,000	163	1,626	10,750	(9,124)	-85%	43,000
Waste water management		425	16,000	17,500	3,836	2,628	4,375	(1,747)	-40%	17,500
Waste management		-	-	150	-	-	38	(38)	-100%	150
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	105,605	125,548	139,479	5,971	6,919	34,870	(27,951)	-80%	139,479
Funded by:										
National Government		76,576	90,183	90,183	5,294	6,125	22,546	(16,421)	-73%	90,183
Provincial Government		-	365	365	13	13	91	(78)	-86%	365
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial: Departmental Agencies, Households, Non-profit Institutions, Private		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		76,576	90,548	90,548	5,307	6,138	22,637	(16,499)	-73%	90,548
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		29,029	35,000	48,931	664	781	12,233	(11,452)	-94%	48,931
Total Capital Funding		105,605	125,548	139,479	5,971	6,919	34,870	(27,951)	-80%	139,479

2.3.1 Capital expenditure for the third month of the financial year was R6.9 million which represents 4.9% of the adjusted capital budget of R139.4 million. Comparison between the year-to-budget of R34.8 million and actual expenditure for the period reflects an under expenditure of (R27.9 million) which implies that the municipality spent 80% less than the year-to-date budget for the same period. This is due to SCM processes being at initial stages and the lays opening of the financial system due to implementation of mSCOA reforms.

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 - M03 September

Description	Ref	2019/20	Budget Year 2020/21			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		–	44,043	3,873	36,407	3,873
Call investment deposits		35,545	28,510	–	38,017	–
Consumer debtors		617,310	377,278	691,330	644,711	691,330
Other debtors		241,621	36,838	–	86,263	–
Current portion of long-term receivables		0	1	1	0	1
Inventory		13,883	13,296	13,514	13,675	13,514
Total current assets		908,359	499,966	708,718	819,072	708,718
Non current assets						
Long-term receivables		–	–	–	–	–
Investments		–	–	–	–	–
Investment property		355,564	355,564	355,564	162,031	355,564
Investments in Associate		234,928	204,693	234,928	234,928	234,928
Property, plant and equipment		6,573,347	6,638,512	6,638,512	6,522,662	6,638,512
Biological		–	–	–	–	–
Intangible		517	1,823	690	2,557	690
Other non-current assets		11,488	11,488	11,670	11,670	11,670
Total non current assets		7,175,844	7,212,080	7,241,364	6,933,847	7,241,364
TOTAL ASSETS		8,084,203	7,712,046	7,950,082	7,752,919	7,950,082
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Borrowing		12,149	28,757	28,757	27,499	28,757
Consumer deposits		24,493	24,738	24,914	25,555	24,914
Trade and other payables		932,941	367,022	475,665	837,761	475,665
Provisions		8,668	8,668	9,752	9,752	9,752
Total current liabilities		978,251	429,185	539,088	900,568	539,088
Non current liabilities						
Borrowing		389,630	375,896	584,012	349,009	584,012
Provisions		177,199	207,485	207,485	202,464	207,485
Total non current liabilities		566,829	583,382	791,498	551,473	791,498
TOTAL LIABILITIES		1,545,080	1,012,567	1,330,585	1,452,040	1,330,585
NET ASSETS	2	6,539,123	6,699,479	6,619,496	6,300,879	6,619,496
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		6,510,091	6,670,969	6,590,056	6,271,798	6,590,056
Reserves		29,032	28,510	29,441	29,081	29,441
TOTAL COMMUNITY WEALTH/EQUITY	2	6,539,123	6,699,479	6,619,496	6,300,879	6,619,496

2.4.1 As at the end of the third month of the financial year, the municipality showed a favourable equity position, with a net asset effect of R6.3 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 R1.6 billion as at the end of the third month. The bulk of this amount (R1.4 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 was a decrease of R13.1 million from R86.8 million in August to R73.7 million in September. 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

2.4.3 Property Plant and Equipment (Assets) comprise of R6.5 billion of the total assets of R8 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 R74.4 million as at the end of the third month of the financial year, of which R36.4 million was at the current account and R38.0 million was from was from the call investments. It must be noted that the municipality had an obligation of R28 million relating to the HDF. The short-term obligations are sitting at R476.1 million as illustrated on SC4, while unspent conditional grants amount to R108.1 million, representing a cash short-fall of R538 million. Table SC4 reflects that the municipality was owing creditors to the tune of R476.1 million. Included under creditors is Eskom for R300.4 million, uThukela Water for R102.1 million, SARS – PAYE for R7.2 million, pension and other employee benefits for R16.3 million and other trade creditors for R50 million.

It must be mentioned that the liquidity position of the municipality keeps not favourable. 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 R6.3 billion, while the net current asset is –R81.4 million. The net current ratio indicates that the municipality's current will not be adequate to cover for the current liabilities 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 8.3% as reflected in 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 0.15%, since the municipality needs R476.1 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

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 - M03 September

Description	Ref	2019/20	Budget Year 2020/21							
		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		247,108	318,058	277,259	34,041	110,603	69,315	41,288	60%	277,259
Service charges		1,096,265	832,349	839,506	73,484	290,759	209,877	80,883	39%	839,506
Other revenue		84,390	27,620	27,771	3,445	5,710	6,943	(1,233)	-18%	27,771
Transfers and Subsidies - Operational		535,551	662,833	730,951	26,013	208,115	208,115	-		730,951
Transfers and Subsidies - Capital		119,740	90,548	90,548	40,000	80,000	80,000	-		90,548
Interest		8,444	2,497	2,497	544	1,749	624	1,125	180%	2,497
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(1,887,448)	(1,740,736)	(1,809,786)	(137,204)	(615,781)	(452,446)	163,334	-36%	(1,809,786)
Finance charges		(51,592)	(42,882)	(42,882)	(3,556)	(10,744)	(10,720)	23	0%	(42,882)
Transfers and Grants		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) OPERATING ACTIVITIES		152,459	150,288	115,865	36,768	70,411	111,706	41,295	37%	115,865
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	18,000	18,000	-	-	4,500	(4,500)	-100%	18,000
Decrease (increase) in non-current receivables		4,563	-	-	-	-	-	-		-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		-
Payments										
Capital assets		(105,605)	(125,548)	(139,479)	(6,088)	(6,919)	(34,870)	(27,951)	80%	(139,479)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(101,042)	(107,548)	(121,479)	(6,088)	(6,919)	(30,370)	(23,451)	77%	(121,479)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	2,000	2,000	-	-	500	(500)	-100%	2,000
Payments										
Repayment of borrowing		(25,871)	(28,757)	(28,757)	(22,217)	(24,614)	(7,189)	17,424	-242%	(28,757)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(25,871)	(26,757)	(26,757)	(22,217)	(24,614)	(6,689)	17,924	-268%	(26,757)
NET INCREASE/ (DECREASE) IN CASH HELD		25,547	15,983	(32,372)	8,463	38,879	74,647			(32,372)
Cash/cash equivalents at beginning:		9,999	28,060	36,244		35,545	36,244			35,545
Cash/cash equivalents at month/year end:		35,546	44,043	3,873		74,424	110,891			3,174

2.5.1 The municipality opened with a cash and cash equivalent balance of R35.5 million at the beginning of the financial year and closed with a balance of R74.4 million as at the end of September 2020 which represents a cash increase of R38.8 million since the beginning of the financial year.

2.5.2 Cash flows from operating activities yielded a net cash inflow of R70.4 million 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 R6.9 million due to capital expenditure not being incurred during the month.

2.5.4 Cash flows from financing activities recorded net cash outflows of R24.6 million. This was due to the capital repayment of loans by the municipality during the period.

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 88.8%. 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. RECOMMENDATIONS

4.1 That the municipality implements the costs containment strategies in line with its regulations and the policies of Council;

4.2 That municipality prioritise the payment of Eskom, Uthukela Water, SARS and external loans in order to reduce its debts and not incur fruitless and wasteful expenditure;

4.3 That the municipality prioritise the payment of grant related invoices in order not to revert funds to National Treasury;

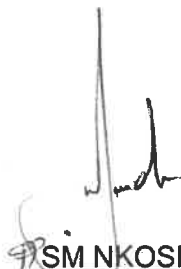
4.3 That the municipality resuscitate its debt collection strategies in order to improve its collection rate;

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 - M03 September

Description	2019/20	Budget Year 2020/21							
	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	319 656	396 522	396 522	29 051	92 148	99 131	(6 982)	-7%	396 522
Service charges	950 968	1 015 136	1 015 136	95 677	278 717	253 784	24 933	10%	1 015 136
Investment revenue	2 690	2 497	2 497	233	410	624	(214)	-34%	2 497
Transfers and subsidies	611 725	662 833	730 951	7 684	225 744	225 744	-		730 951
Other own revenue	53 667	43 701	43 701	3 804	7 152	10 925	(3 773)	-35%	43 701
Total Revenue (excluding capital transfers and contributions)	1 938 707	2 120 688	2 188 806	136 450	604 171	590 207	13 964	2%	2 188 806
Employee costs	540 376	594 312	596 287	46 068	132 861	149 072	(16 211)	-11%	596 287
Remuneration of Councillors	25 106	28 456	28 456	2 112	6 322	7 114	(791)	-11%	28 456
Depreciation & asset impairment	338 886	420 387	420 387	27 035	83 833	105 097	(21 264)	-20%	420 387
Finance charges	51 592	42 882	42 882	3 556	10 744	10 720	23	0%	42 882
Materials and bulk purchases	526 370	665 230	665 230	44 074	172 618	166 307	6 310	4%	665 230
Transfers and subsidies	-	-	-	-	-	-	-		-
Other expenditure	567 261	646 208	634 914	59 653	106 875	158 729	(51 854)	-33%	634 914
Total Expenditure	2 049 591	2 397 474	2 388 156	182 498	513 252	597 039	(83 787)	-14%	2 388 156
Surplus/(Deficit)	(110 884)	(276 785)	(199 349)	(46 048)	90 920	(6 831)	97 751	-1431%	(199 349)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	76 576	90 548	90 548	5 307	6 138	22 637	(16 499)	-73%	90 548
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)	-	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions	(34 308)	(186 237)	(108 801)	(40 741)	97 058	15 806	81 252	514%	(108 801)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	(34 308)	(186 237)	(108 801)	(40 741)	97 058	15 806	81 252	514%	(108 801)
Capital expenditure & funds sources									
Capital expenditure	105 605	125 548	139 479	5 971	6 919	34 870	(27 951)	-80%	139 479
Capital transfers recognised	76 576	90 548	90 548	5 307	6 138	22 637	(16 499)	-73%	90 548
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	29 029	35 000	48 931	664	781	12 233	(11 452)	-94%	48 931
Total sources of capital funds	105 605	125 548	139 479	5 971	6 919	34 870	(27 951)	-80%	139 479
Financial position									
Total current assets	908 359	499 966	708 718		819 072				708 718
Total non current assets	7 175 844	7 212 080	7 241 364		6 933 847				7 241 364
Total current liabilities	978 251	429 185	539 088		900 568				539 088
Total non current liabilities	566 829	583 382	791 498		551 473				791 498
Community wealth/Equity	6 539 123	6 699 479	6 619 496		6 300 879				6 619 496
Cash flows									
Net cash from (used) operating	152 459	150 288	115 865	36 768	70 411	111 706	41 295	37%	115 865
Net cash from (used) investing	(101 042)	(107 548)	(121 479)	(6 088)	(6 919)	(30 370)	(23 451)	77%	(121 479)
Net cash from (used) financing	(25 871)	(26 757)	(26 757)	(22 217)	(24 614)	(6 689)	17 924	-268%	(26 757)
Cash/cash equivalents at the month/year end	35 546	44 043	3 873	-	74 424	110 891	36 468	33%	3 174
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	73 753	43 857	31 344	41 617	30 088	31 806	168 406	1 182 385	1 603 256
Creditors Age Analysis									
Total Creditors	76 104	25 371	16 294	23 870	12 705	10 933	96 406	214 476	476 160

KZN252 Newcastle - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M03 September

Description	Ref	2019/20	Budget Year 2020/21								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
R thousands	1										
Revenue - Functional											
<i>Governance and administration</i>		435,104	515,968	584,867	32,417	140,829	146,217	(5,389)	-4%	584,867	
Executive and council		8,859	8,310	77,209	723	3,468	19,302	(15,834)	-82%	77,209	
Finance and administration		426,246	507,658	507,658	31,694	137,361	126,915	10,445	8%	507,658	
Internal audit		-	-	-	-	-	-	-	-	-	
<i>Community and public safety</i>		106,328	202,896	202,115	1,260	28,325	74,841	(46,516)	-62%	202,115	
Community and social services		12,704	9,917	9,917	932	2,944	2,479	465	19%	9,917	
Sport and recreation		410	697	697	-	-	174	(174)	-100%	697	
Public safety		10,596	14,176	14,176	34	123	3,544	(3,421)	-97%	14,176	
Housing		82,579	178,045	177,264	270	25,229	68,629	(43,400)	-63%	177,264	
Health		39	61	61	24	29	15	14	90%	61	
<i>Economic and environmental services</i>		180,902	73,475	73,475	6,975	18,932	29,248	(10,316)	-35%	73,475	
Planning and development		18,647	42,324	42,324	5,104	6,182	10,581	(4,399)	-42%	42,324	
Road transport		162,256	31,151	31,151	1,871	12,750	18,667	(5,917)	-32%	31,151	
Environmental protection		-	-	-	-	-	-	-	-	-	
<i>Trading services</i>		1,292,795	1,418,730	1,418,730	101,083	422,177	362,496	59,680	16%	1,418,730	
Energy sources		655,124	698,157	698,157	59,303	212,166	174,539	37,627	22%	698,157	
Water management		309,037	347,971	347,971	18,231	86,736	86,993	(256)	0%	347,971	
Waste water management		209,851	237,307	237,307	14,580	81,100	67,141	13,960	21%	237,307	
Waste management		118,782	135,295	135,295	8,969	42,174	33,824	8,351	25%	135,295	
<i>Other</i>	4	154	167	167	21	47	42	5	12%	167	
Total Revenue - Functional	2	2,015,283	2,211,236	2,279,354	141,757	610,309	612,844	(2,535)	0%	2,279,354	
Expenditure - Functional											
<i>Governance and administration</i>		392,249	472,252	472,338	36,681	104,060	118,085	(14,024)	-12%	472,338	
Executive and council		65,659	70,540	70,540	11,614	24,557	17,635	6,922	39%	70,540	
Finance and administration		325,857	393,755	393,842	25,067	79,503	98,460	(18,957)	-19%	393,842	
Internal audit		733	7,956	7,956	-	-	1,989	(1,989)	-100%	7,956	
<i>Community and public safety</i>		266,880	300,685	300,212	37,731	66,224	75,053	(8,829)	-12%	300,212	
Community and social services		27,069	38,388	38,388	2,277	6,818	9,597	(2,779)	-29%	38,388	
Sport and recreation		67,072	73,485	73,485	6,354	16,303	18,371	(2,068)	-11%	73,485	
Public safety		68,334	63,029	63,029	4,730	12,151	15,757	(3,606)	-23%	63,029	
Housing		98,365	117,341	116,868	23,641	28,927	29,217	(290)	-1%	116,868	
Health		6,040	8,442	8,442	730	2,024	2,111	(86)	-4%	8,442	
<i>Economic and environmental services</i>		304,847	342,130	343,665	44,673	85,785	85,916	(132)	0%	343,665	
Planning and development		86,389	102,357	102,357	15,438	28,049	25,589	2,459	10%	102,357	
Road transport		218,450	239,763	241,298	29,235	57,729	60,325	(2,596)	-4%	241,298	
Environmental protection		8	10	10	-	7	3	5	183%	10	
<i>Trading services</i>		1,083,921	1,280,641	1,270,175	63,412	257,152	317,544	(60,392)	-19%	1,270,175	
Energy sources		552,417	680,599	671,919	39,210	163,810	167,980	(4,170)	-2%	671,919	
Water management		408,372	495,718	495,718	20,749	80,398	123,929	(43,531)	-35%	495,718	
Waste water management		56,658	53,129	51,342	207	5,736	12,836	(7,100)	-55%	51,342	
Waste management		66,474	51,196	51,196	3,246	7,208	12,799	(5,591)	-44%	51,196	
<i>Other</i>		1,694	1,766	1,766	-	31	441	(410)	-93%	1,766	
Total Expenditure - Functional	3	2,049,591	2,397,474	2,388,156	182,498	513,252	597,039	(83,787)	-14%	2,388,156	
Surplus/ (Deficit) for the year		(34,308)	(186,237)	(108,801)	(40,741)	97,058	15,806	81,252	514%	(108,801)	

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

Vote Description	Ref	2019/20	Budget Year 2020/21							
		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		73,749	78,201	147,100	502	34,641	36,775	(2,134)	-5.8%	147,100
Vote 2 - COMMUNITY SERVICES		142,531	160,511	160,511	9,959	45,271	40,128	5,143	12.8%	160,511
Vote 3 - BUDGET AND TREASURY		361,355	436,267	436,267	31,935	106,208	109,067	(2,860)	-2.6%	436,267
Vote 4 - MUNICIPAL MANAGER		-	1,500	1,500	-	-	375	(375)	-100.0%	1,500
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENT		101,380	187,341	186,560	360	25,847	70,953	(45,106)	-63.6%	186,560
Vote 6 - TECHNICAL SERVICES		681,144	649,259	649,259	39,698	186,177	181,007	5,170	2.9%	649,259
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		655,124	698,157	698,157	59,303	212,166	174,539	37,627	21.6%	698,157
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	2,015,283	2,211,236	2,279,354	141,757	610,309	612,844	(2,535)	-0.4%	2,279,354
Expenditure by Vote	1									
Vote 1 - CORPORATE SERVICES		121,205	152,785	152,785	11,085	30,873	38,196	(7,323)	-19.2%	152,785
Vote 2 - COMMUNITY SERVICES		287,455	271,386	271,386	20,895	53,929	67,846	(13,917)	-20.5%	271,386
Vote 3 - BUDGET AND TREASURY		139,996	176,376	176,463	12,784	41,113	44,116	(3,002)	-6.8%	176,463
Vote 4 - MUNICIPAL MANAGER		78,740	82,435	82,435	6,991	18,064	20,609	(2,544)	-12.3%	82,435
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENT		125,741	150,587	150,114	25,630	35,019	37,528	(2,510)	-6.7%	150,114
Vote 6 - TECHNICAL SERVICES		744,037	859,324	859,072	63,642	165,823	214,768	(48,945)	-22.8%	859,072
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		552,417	704,582	695,902	41,470	168,430	173,975	(5,545)	-3.2%	695,902
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	2,049,591	2,397,474	2,388,156	182,498	513,252	597,039	(83,787)	-14.0%	2,388,156
Surplus/ (Deficit) for the year	2	(34,308)	(186,237)	(108,801)	(40,741)	97,057	15,806	81,252	514.1%	(108,801)

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

Description	Ref	2019/20	Budget Year 2020/21							
		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		319 656	396 522	396 522	29 051	92 148	99 131	(6 982)	-7%	396 522
Service charges - electricity revenue		581 207	609 866	609 866	59 303	177 786	152 467	25 319	17%	609 866
Service charges - water revenue		178 594	190 579	190 579	16 656	46 932	47 645	(712)	-1%	190 579
Service charges - sanitation revenue		108 915	118 793	118 793	10 754	29 571	29 698	(127)	0%	118 793
Service charges - refuse revenue		82 251	95 898	95 898	8 964	24 428	23 974	453	2%	95 898
Rental of facilities and equipment		7 817	8 495	8 495	566	1 792	2 124	(332)	-16%	8 495
Interest earned - external investments		2 690	2 497	2 497	233	410	624	(214)	-34%	2 497
Interest earned - outstanding debtors		5 754	6 325	6 325	1 742	1 339	1 581	(242)	-15%	6 325
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		9 054	13 114	13 114	17	108	3 279	(3 171)	-97%	13 114
Licences and permits		8	38	38	15	24	9	14	150%	38
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		611 725	662 833	730 951	7 684	225 744	225 744	-	-	730 951
Other revenue		31 034	15 729	15 729	1 465	3 890	3 932	(42)	-1%	15 729
Gains		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		1 936 707	2 120 688	2 188 806	136 450	604 171	590 207	13 964	2%	2 188 806
Expenditure By Type										
Employee related costs		540 376	594 312	596 287	46 068	132 861	149 072	(16 211)	-11%	596 287
Remuneration of councillors		25 106	28 456	28 456	2 112	6 322	7 114	(791)	-11%	28 456
Debt impairment		137 893	184 700	184 700	1 535	16 931	46 175	(29 244)	-63%	184 700
Depreciation & asset impairment		338 886	420 387	420 387	27 035	83 833	105 097	(21 264)	-20%	420 387
Finance charges		51 592	42 882	42 882	3 556	10 744	10 720	23	0%	42 882
Bulk purchases		524 253	660 671	660 671	41 623	169 702	165 168	4 534	3%	660 671
Other materials		2 117	4 559	4 559	2 450	2 916	1 140	1 776	156%	4 559
Contracted services		215 154	337 719	335 209	44 492	57 961	83 802	(25 841)	-31%	335 209
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Other expenditure		214 115	123 788	115 005	13 626	31 983	28 751	3 231	11%	115 005
Losses		100	1	1	-	-	0	(0)	-100%	1
Total Expenditure		2 049 591	2 397 474	2 388 156	182 498	513 252	597 039	(83 787)	-14%	2 388 156
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		(110 884)	(276 785)	(199 349)	(46 048)	90 920	(6 831)	97 751	(0)	(199 349)
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		76 576	90 548	90 548	5 307	6 138	22 637	(16 499)	(0)	90 548
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(34 308)	(186 237)	(108 801)	(40 741)	97 058	15 806			(108 801)
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		(34 308)	(186 237)	(108 801)	(40 741)	97 058	15 806			(108 801)
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(34 308)	(186 237)	(108 801)	(40 741)	97 058	15 806			(108 801)
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		(34 308)	(186 237)	(108 801)	(40 741)	97 058	15 806			(108 801)

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

Vote Description	Ref	Budget Year 2020/21								
		2019/20 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		1,964	1,865	6,299	145	145	1,575	(1,430)	-91%	6,299
Vote 3 - BUDGET AND TREASURY		360	1,000	3,404	249	366	851	(485)	-57%	3,404
Vote 4 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENT		19,038	18,000	21,722	283	283	5,430	(5,147)	-95%	21,722
Vote 6 - TECHNICAL SERVICES		83,819	104,683	108,054	5,294	6,125	27,014	(20,888)	-77%	108,054
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		424	-	-	-	-	-	-	-	-
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	105,605	125,548	139,479	5,971	6,919	34,870	(27,951)	-80%	139,479
Total Capital Expenditure		105,605	125,548	139,479	5,971	6,919	34,870	(27,951)	-80%	139,479
Capital Expenditure - Functional Classification										
Governance and administration		380	1,000	3,404	249	366	851	(485)	-57%	3,404
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		360	1,000	3,404	249	366	851	(485)	-57%	3,404
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		1,719	1,885	6,871	428	428	1,718	(1,290)	-75%	6,871
Community and social services		861	365	3,982	145	145	995	(851)	-85%	3,982
Sport and recreation		230	1,500	198	-	-	50	(50)	-100%	198
Public safety		448	-	1,969	-	-	492	(492)	-100%	1,969
Housing		180	-	722	283	283	180	103	57%	722
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		97,564	83,883	68,554	1,298	1,871	17,139	(15,267)	-89%	68,554
Planning and development		18,858	18,000	21,000	(576)	-	5,250	(5,250)	-100%	21,000
Road transport		78,706	45,683	47,554	1,871	1,871	11,889	(10,017)	-84%	47,554
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		5,962	58,000	60,650	3,999	4,254	15,163	(10,909)	-72%	60,650
Energy sources		424	-	-	-	-	-	-	-	-
Water management		5,113	43,000	43,000	163	1,626	10,750	(9,124)	-85%	43,000
Waste water management		425	16,000	17,500	3,836	2,628	4,375	(1,747)	-40%	17,500
Waste management		-	-	150	-	-	38	(38)	-100%	150
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	105,605	125,548	139,479	5,971	6,919	34,870	(27,951)	-80%	139,479
Funded by:										
National Government		76,576	90,183	90,183	5,294	6,125	22,546	(16,421)	-73%	90,183
Provincial Government		-	365	365	13	13	91	(78)	-86%	365
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		76,576	90,548	90,548	5,307	6,138	22,637	(16,499)	-73%	90,548
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		29,029	35,000	48,931	664	781	12,233	(11,452)	-94%	48,931
Total Capital Funding		105,605	125,548	139,479	5,971	6,919	34,870	(27,951)	-80%	139,479

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
- 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 - M03 September

Description	Ref	2019/20	Budget Year 2020/21			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		–	44,043	3,873	36,407	3,873
Call investment deposits		35,545	28,510	–	38,017	–
Consumer debtors		617,310	377,278	691,330	644,711	691,330
Other debtors		241,621	36,838	–	86,263	–
Current portion of long-term receivables		0	1	1	0	1
Inventory		13,883	13,296	13,514	13,675	13,514
Total current assets		908,359	499,966	708,718	819,072	708,718
Non current assets						
Long-term receivables		–	–	–	–	–
Investments		–	–	–	–	–
Investment property		355,564	355,564	355,564	162,031	355,564
Investments in Associate		234,928	204,693	234,928	234,928	234,928
Property, plant and equipment		6,573,347	6,638,512	6,638,512	6,522,662	6,638,512
Biological		–	–	–	–	–
Intangible		517	1,823	690	2,557	690
Other non-current assets		11,488	11,488	11,670	11,670	11,670
Total non current assets		7,175,844	7,212,080	7,241,364	6,933,847	7,241,364
TOTAL ASSETS		8,084,203	7,712,046	7,950,082	7,752,919	7,950,082
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Borrowing		12,149	28,757	28,757	27,499	28,757
Consumer deposits		24,493	24,738	24,914	25,555	24,914
Trade and other payables		932,941	367,022	475,665	837,761	475,665
Provisions		8,668	8,668	9,752	9,752	9,752
Total current liabilities		978,251	429,185	539,088	900,568	539,088
Non current liabilities						
Borrowing		389,630	375,896	584,012	349,009	584,012
Provisions		177,199	207,485	207,485	202,464	207,485
Total non current liabilities		566,829	583,382	791,498	551,473	791,498
TOTAL LIABILITIES		1,545,080	1,012,567	1,330,585	1,452,040	1,330,585
NET ASSETS	2	6,539,123	6,699,479	6,619,496	6,300,879	6,619,496
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		6,510,091	6,670,969	6,590,056	6,271,798	6,590,056
Reserves		29,032	28,510	29,441	29,081	29,441
TOTAL COMMUNITY WEALTH/EQUITY	2	6,539,123	6,699,479	6,619,496	6,300,879	6,619,496

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

Description	Ref	2019/20	Budget Year 2020/21							
		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		247,108	318,058	277,259	34,041	110,603	69,315	41,288	60%	277,259
Service charges		1,096,265	832,349	839,506	73,484	290,759	209,877	80,883	39%	839,506
Other revenue		84,390	27,620	27,771	3,445	5,710	6,943	(1,233)	-18%	27,771
Transfers and Subsidies - Operational		535,551	662,833	730,951	26,013	208,115	208,115	-		730,951
Transfers and Subsidies - Capital		119,740	90,548	90,548	40,000	80,000	80,000	-		90,548
Interest		8,444	2,497	2,497	544	1,749	624	1,125	180%	2,497
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(1,887,448)	(1,740,736)	(1,809,786)	(137,204)	(615,781)	(452,446)	163,334	-36%	(1,809,786)
Finance charges		(51,592)	(42,882)	(42,882)	(3,556)	(10,744)	(10,720)	23	0%	(42,882)
Transfers and Grants		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) OPERATING ACTIVITIES		152,459	150,288	115,865	36,768	70,411	111,706	41,295	37%	115,865
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	18,000	18,000	-	-	4,500	(4,500)	-100%	18,000
Decrease (increase) in non-current receivables		4,563	-	-	-	-	-	-		-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		-
Payments										
Capital assets		(105,605)	(125,548)	(139,479)	(6,088)	(6,919)	(34,870)	(27,951)	80%	(139,479)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(101,042)	(107,548)	(121,479)	(6,088)	(6,919)	(30,370)	(23,451)	77%	(121,479)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	2,000	2,000	-	-	500	(500)	-100%	2,000
Payments										
Repayment of borrowing		(25,871)	(28,757)	(28,757)	(22,217)	(24,614)	(7,189)	17,424	-242%	(28,757)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(25,871)	(26,757)	(26,757)	(22,217)	(24,614)	(6,689)	17,924	-268%	(26,757)
NET INCREASE/ (DECREASE) IN CASH HELD										
		25,547	15,983	(32,372)	8,463	38,879	74,647			(32,372)
Cash/cash equivalents at beginning:		9,999	28,060	36,244		35,545	36,244			35,545
Cash/cash equivalents at month/year end:		35,546	44,043	3,873		74,424	110,891			3,174

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

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
1	R thousands Revenue By Source Service charges - electricity revenue Rental of facilities and equipment Interest earned - external investments Interest earned - outstanding debtors Fines, penalties and forfeits Licences and permits	17% -16% -34% -15% -97% 150%	The over performance of this service is due to consumers reaction during the cold winter month. The variance is due to there being vacant facilities, furthermore due to the lockdown restrictions certain municipal facilities aren't being utilized to generate revenue. Due to slow spending investments are accumulating more interest then anticipated Due to an increase on our debtors book. Dependent on the consumers reaction Dependent on the consumers reaction	This item will be monitored during the course of the year whether an adjustment would be required. This item will be monitored during the course of the year whether an adjustment would be required. This item will be monitored during the course of the year whether an adjustment would be required. This item will be monitored during the course of the year whether an adjustment would be required. This item will be monitored during the course of the year whether an adjustment would be required.
2	Expenditure By Type Remuneration of councillors Employee related costs Debt impairment Depreciation & asset impairment Other materials Contracted services Other expenditure	-11% -11% -63% -20% 156% -31% 11%	Death and dismissal of two councillors respectively has resulted to this variance. mainly due certain positions budgeted for but not yet filled Only debt impairment for indigents is calculated monthly all other debtors is Biannually This is due to the very low capital expenditure and projects still under work in progress (not yet capitalised) Purchasing of materials for the operational running of the municipality Invoice from service providers haven't yet received Coost containment measures	This item will be monitored during the course of the year whether an adjustment would be required. This item will be monitored during the course of the year whether an adjustment would be required. This item will be monitored during the course of the year whether an adjustment would be required. This item will be monitored during the course of the year whether an adjustment would be required.
3	Capital Expenditure Grant funded projects Internally funded projects Repairs and maintenance	-73% -94% 89%	Due to SCM processe being at initial stages Due to SCM processe being at initial stages Due to SCM processe being at initial stages	Fast track SCM processes and management of contractors Fast track SCM processes and management of contractors Fast track SCM processes and management of contractors
4	Financial Position			
5	Cash Flow Net Cash from Operating Activities Net Cash Used from Investing Activities Net Cash Used from Financial Activities	37% 77% -268%	Equitable Share and other grants bulk of it received early in the financial year Slow capital expenditure Based on amortisation schedules	None None None
6	Measureable performance			
7	Municipal Entities			

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

Description of financial Indicator	Basis of calculation	Ref	2019/20	Budget Year 2020/21			
			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		1.3%	19.3%	19.4%	2.1%	3.0%
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		20.4%	11.5%	16.4%	19.3%	16.4%
Gearing	Long Term Borrowing/ Funds & Reserves		1342.1%	1318.5%	1983.7%	1200.1%	1983.7%
<u>Liquidity</u>							
Current Ratio	Current assets/current liabilities	1	92.9%	116.5%	131.5%	91.0%	131.5%
Liquidity Ratio	Monetary Assets/Current Liabilities		3.6%	16.9%	0.7%	8.3%	0.7%
<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		44.3%	19.5%	31.6%	121.0%	31.6%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
<u>Creditors Management</u>							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
<u>Funding of Provisions</u>							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
<u>Other Indicators</u>							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2					
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2					
Employee costs	Employee costs/Total Revenue - capital revenue		27.9%	28.0%	27.2%	22.0%	27.2%
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		20.1%	21.8%	21.2%	1.8%	3.3%
<u>IDP regulation financial viability indicators</u>							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)						
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services						
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure						

KZN252 Newcastle - Supporting Table SC3 Monthly Budget Statement - aged debtors - MD3 September

Description	NT Code	Budget Year 2020/21										Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 DYS-1 Yr	Over 1Yr	Total				
R thousands														
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	1200	26,314	8,140	7,667	9,929	7,957	7,978	46,086	320,333	434,405	392,284	690		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	51,496	1,773	1,068	7,179	740	1,009	3,581	51,029	117,876	63,538	141		
Receivables from Non-exchange Transactions - Property Rates	1400	36,680	19,246	9,062	8,700	8,360	8,182	40,118	181,935	312,272	247,284	303		
Receivables from Exchange Transactions - Waste Water Management	1500	15,955	6,172	5,682	6,148	5,542	5,550	33,233	249,733	328,016	300,207	435		
Receivables from Exchange Transactions - Waste Management	1600	12,351	4,555	4,329	4,579	4,172	4,119	24,433	125,740	184,279	163,044	213		
Receivables from Exchange Transactions - Property Rental Debtors	1700	583	181	161	162	143	134	877	3,468	5,659	4,774	36		
Interest on Arrear Debtor Accounts	1810	1,068	407	371	381	365	433	2,590	37,263	42,878	41,032	10		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	(70,693)	3,383	3,004	4,539	2,817	4,401	17,487	212,894	177,832	242,139	249		
Total By Income Source	2000	73,753	43,857	31,344	41,617	30,088	31,806	188,406	1,182,385	1,603,256	1,454,301	2,078		
2019/20 - totals only														
Debtors Age Analysis By Customer Group														
Organs of State	2200	7,473	10,155	933	564	474	1,902	2,633	17,879	42,013	23,452	-		
Commercial	2300	(16,257)	4,897	3,491	9,856	3,053	3,365	12,934	109,985	131,323	139,193	-		
Households	2400	82,523	28,752	26,878	31,129	26,534	26,454	152,751	1,053,826	1,428,847	1,230,694	2,078		
Other	2500	15	53	43	67	26	86	88	695	1,073	962	-		
Total By Customer Group	2600	73,753	43,857	31,344	41,617	30,088	31,806	188,406	1,182,385	1,603,256	1,454,301	2,078		

KZN252 Newcastle - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 September

Description	NT Code	Budget Year 2020/21										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	31,753	5,315	-	-	-	-	-	-	-	70,125	193,226	300,419
Bulk Water	0200	11,351	12,350	12,868	10,628	10,919	10,933	-	-	-	21,405	11,676	102,130
PAYE deductions	0300	16,375	-	-	-	-	-	-	-	-	-	-	16,375
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	7,217	-	-	-	-	-	-	-	-	-	-	7,217
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	9,409	7,706	3,426	13,242	1,786	-	-	-	-	4,876	9,574	50,019
Auditor General	0800	-	-	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	76,104	25,371	16,294	23,870	12,705	10,933	96,406	214,476	476,160			

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

Investments by maturity Name of institution & investment ID	Ref	Period of Investment		Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed Interest rate		Interest Rate	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
		Yrs/Months														
R thousands																
Municipality																
Nedbank		12 months		Call Account							Call account	1,332	254	(141,000)	140,000	586
Standard Bank		12 months		Call Account							Call account	36,546	282	(26,000)	26,000	36,828
ABSA		12 months		Call Account							Call account	595	7	-	-	601
Municipality sub-total												38,473	543	(167,000)	166,000	38,016
Entities																
Entities sub-total																
TOTAL INVESTMENTS AND INTEREST	2											38,473	543	(167,000)	166,000	38,016

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

Description	Ref	2019/20	Budget Year 2020/21							
		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:		463,996	477,793	546,692	1,700	183,802	183,802	-		546,692
Local Government Equitable Share		373,648	403,064	471,963		181,378	181,378	-		471,963
Energy Efficiency and Demand Management		6,000	-							
Integrated National Electrification Programme		14,000	12,000	12,000						12,000
Finance Management		1,700	1,700	1,700	1,700	1,700	1,700			1,700
Municipal Systems Improvement		1,750	1,500	1,500						1,500
Water Services Infrastructure Grant (WSIG)		20,800	19,000	19,000						19,000
Municipal Infrastructure Grant (MIG)	3	23,000	37,634	37,634						37,634
Massification		20,000	-	-						-
EPWP Incentive		3,098	2,895	2,895	-	724	724			2,895
Other transfers and grants [insert description]										
Provincial Government:		105,944	187,562	187,562	24,313	24,313	24,313	-		187,562
Health subsidy		-	-	-						-
Level 2 accreditation		7,620	-	-						-
Museums Services		386	42	42						42
Community Library Services Grant		-	2,312	2,312						2,312
Sport and Recreation		-	-	-						-
Spatial Development Framework Support		-	1,500	1,500						1,500
Housing		91,392	170,140	170,140	24,313	24,313	24,313			170,140
Title Deeds		-	3,000	3,000						3,000
COGTA Support Scheme		-	-	-						-
Provincialisation of Libraries	4	6,546	6,729	6,729						6,729
Neighbourhood Development Partnership		-	-	-						-
Accredited municipalities		-	3,839	3,839						3,839
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Tirelo Boshu Grant		-	-	-						-
EED Housing Grant		-	-	-						-
Total Operating Transfers and Grants	5	569,940	665,355	734,254	26,013	208,115	208,115	-		734,254
Capital Transfers and Grants										
National Government:		139,039	90,183	90,183	40,000	80,000	80,000	-		90,183
Neighbourhood Development Partnership		30,259	-	-						-
Municipal Infrastructure Grant (MIG)		89,580	74,183	74,183	40,000	70,000	70,000			74,183
Integrated National Electrification Programme		-	-	-						-
Emergency efficiency & demand side management		-	-	-						-
Municipal water infrastructure		-	16,000	16,000						16,000
Water Services Infrastructure Grant (WSIG)		19,200	-	-		10,000	10,000			-
Other capital transfers [insert description]										
Provincial Government:		1,228	365	365	-	-	-	-		365
Level 2 accreditation		-	-	-						-
Recapitalisation of Community Libraries		-	-	-						-
Sport and Recreation		-	-	-						-
Museum		-	365	365						365
Community Library Service		1,228	-	-						-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]										
Total Capital Transfers and Grants	5	140,267	90,548	90,548	40,000	80,000	80,000	-		90,548
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	710,207	755,903	824,802	66,013	288,115	288,115	-		824,802

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

Description	Ref	2019/20	Budget Year 2020/21							
		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:		463,996	477,793	546,692	9,152	190,616	193,833	(2,735)	-1.4%	546,692
Local Government Equitable Share		373,648	403,064	471,963		181,378	181,378	-		471,963
Integrated National Electrification Programme		14,000	12,000	12,000			2,000	(2,000)	-100.0%	12,000
Finance Management		1,700	1,700	1,700	44	129	283	(154)	-54.4%	1,700
Municipal Systems Improvement		1,750	1,500	1,500			250	(250)	-100.0%	1,500
Water Services Infrastructure Grant (WSIG)		20,800	19,000	19,000			3,167	(3,167)	-100.0%	19,000
Municipal Infrastructure Grant (MIG)		23,000	37,634	37,634	9,108	9,108	6,272	2,836	45.2%	37,634
Massification		20,000	-	-			-	-		-
EPWP Incentive		3,098	2,895	2,895			483	-		2,895
Energy Efficiency and Demand Management		6,000	-	-			-	-		-
Provincial Government:		105,944	184,562	187,562	24,954	26,357	30,760	(889)	-2.9%	187,562
Health subsidy		-	-	-			-	-		-
Housing		91,392	170,140	170,140	24,313	24,313	28,357	-		170,140
Spatial Development Framework Support		-	1,500	1,500			250	(250)	-100.0%	1,500
Title Deeds		-	-	3,000	18	58	-	-		3,000
Provincialisation of Libraries		6,546	6,729	6,729	366	1,122	1,122	1	0.1%	6,729
Level 2 Accreditation		7,620	-	-			-	-		-
Museum Services		386	42	42			7	-		42
Community Services		-	2,312	2,312	257	865	385	-		2,312
Accredited municipalities		-	3,839	3,839			640	(640)	-100.0%	3,839
District Municipality:		-	-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
<i>Tirelo Boshu Grant</i>		-	-	-	-	-	-	-		-
Total operating expenditure of Transfers and Grants:		569,940	662,355	734,254	34,106	216,973	224,593	(3,624)	-1.6%	734,254
Capital expenditure of Transfers and Grants										
National Government:		139,039	90,183	90,183	8,771	8,771	15,030	(6,260)	-41.6%	90,183
Neighbourhood Development Partnership		30,259	-	-			-	-		-
Water Services Infrastructure Grant (WSIG)		19,200	-	-			-	-		-
Municipal Infrastructure Grant (MIG)		89,580	74,183	74,183	7,381	7,381	12,364	(4,982)	-40.3%	74,183
Municipal water infrastructure		-	16,000	16,000	1,389	1,389	2,667	(1,277)	-47.9%	16,000
Emergency efficiency & demand side management		-	-	-			-	-		-
Other capital transfers [insert description]		-	-	-			-	-		-
Provincial Government:		1,228	365	365	13	13	61	(48)	-78.7%	365
Level 2 accreditation		-	-	-			-	-		-
Museums Services		-	365	365	13	13	61	-		365
Provincialisation of Libraries		-	-	-			-	-		-
Housing		-	-	-			-	-		-
GOGTA Support Scheme		-	-	-			-	-		-
Sport and Recreation		-	-	-			-	-		-
Community Library Service		1,228	-	-			-	-		-
District Municipality:		-	-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
Total capital expenditure of Transfers and Grants		140,267	90,548	90,548	8,784	8,784	15,091	(6,308)	-41.8%	90,548
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		710,207	752,903	824,802	42,890	225,757	239,685	(9,931)	-4.1%	824,802

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

Summary of Employee and Councillor remuneration	Ref	Budget Year 2020/21								
		2018/20 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		15,302	16,060	16,060	1,182	3,459	4,015	(556)	-14%	16,060
Pension and UIF Contributions		1,838	1,949	1,949	159	480	487	(7)	-1%	1,949
Medical Aid Contributions		103	109	109	7	20	27	(7)	-26%	109
Motor Vehicle Allowance		5,525	6,137	6,137	462	1,381	1,534	(143)	-9%	6,137
Cellphone Allowance		2,870	3,042	3,042	221	888	761	(94)	-12%	3,042
Housing Allowances		1,092	1,158	1,158	102	306	289	17	8%	1,158
Other benefits and allowances		114	-	-	-	-	-	-	-	-
Sub Total - Councillors		26,845	28,456	28,456	2,112	6,322	7,114	(791)	-11%	28,456
% Increase	4		6.0%	6.0%						6.0%
Senior Managers of the Municipality										
Basic Salaries and Wages	3	7,349	7,885	7,885	450	1,566	1,896	(401)	-20%	7,885
Pension and UIF Contributions		1,673	1,817	1,817	50	169	454	(286)	-58%	1,817
Medical Aid Contributions		150	163	163	8	27	41	(14)	-35%	163
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		840	912	912	82	253	228	24	11%	912
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		1	-	-	-	-	-	-	-	-
Other benefits and allowances		241	262	262	160	308	66	242	370%	-
Payments in lieu of leave		-	-	-	-	-	-	-	-	262
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		10,263	11,139	11,139	730	2,371	2,785	(414)	-15%	11,139
% Increase	4		8.6%	8.5%						8.6%
Other Municipal Staff										
Basic Salaries and Wages		320,850	355,595	357,565	27,833	62,178	89,391	(7,215)	-9%	355,595
Pension and UIF Contributions		64,728	70,324	70,324	5,004	15,166	17,581	(2,415)	-14%	70,324
Medical Aid Contributions		27,690	30,085	30,085	2,360	8,886	7,521	(636)	-9%	30,085
Overtime		31,791	34,801	34,801	3,820	6,551	8,650	(2,099)	-24%	34,801
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		24,197	26,290	26,290	1,807	5,305	6,572	(1,268)	-18%	26,290
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		9,422	10,237	10,237	576	1,737	2,559	(822)	-32%	10,237
Other benefits and allowances		50,328	19,311	19,311	3,918	11,365	4,828	6,537	135%	19,311
Payments in lieu of leave		29,258	31,788	31,788	-	-	7,947	(7,947)	-100%	31,788
Long service awards		4,552	4,846	4,846	295	1,303	1,237	66	5%	4,846
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		562,813	583,177	585,148	45,714	130,489	146,287	(15,798)	-11%	583,177
% Increase	4		3.8%	4.0%						3.8%
Total Parent Municipality		599,911	622,772	624,743	48,557	139,183	156,186	(17,003)	-11%	622,772
			3.8%	4.1%						3.8%
Unpaid salary, allowances & benefits in arrears:										
Board Members of Entities										
Basic Salaries and Wages		-	-	-	-	-	-	-	-	-
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Board Fees		-	-	-	-	-	-	-	-	-
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Sub Total - Board Members of Entities	2	-	-	-	-	-	-	-	-	-
% Increase	4									
Senior Managers of Entities										
Basic Salaries and Wages		-	-	-	-	-	-	-	-	-
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Entities		-	-	-	-	-	-	-	-	-
% Increase	4									
Other Staff of Entities										
Basic Salaries and Wages		-	-	-	-	-	-	-	-	-
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Sub Total - Other Staff of Entities		-	-	-	-	-	-	-	-	-
% Increase	4									
Total Municipal Entities		-	-	-	-	-	-	-	-	-
TOTAL SALARY, ALLOWANCES & BENEFITS		599,911	622,772	624,743	48,557	139,183	156,186	(17,003)	-11%	622,772
% Increase	4		3.8%	4.1%						3.8%
TOTAL MANAGERS AND STAFF		573,066	594,316	596,287	46,445	132,861	149,072	(16,211)	-11%	594,316

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

R thousands	Description	Ref	Budget Year 2020/21												2020/21 Medium Term Revenue & Expenditure Framework				
			July	August	Sept	October	Nov	Dec	January	February	March	April	May	June	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23		
			Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget				
Cash Receipts by Source																			
	Property rates		43,795	32,766	34,041											207,455	318,058	349,864	349,864
	Service charges - electricity revenue		34,802	62,979	59,863											441,201	598,844	646,752	672,622
	Service charges - water revenue		13,347	16,755	16,650											59,985	106,737	112,074	117,678
	Service charges - sanitation revenue		10,877	10,764	10,752											33,290	65,683	68,967	73,105
	Service charges - refuse		8,968	8,981	8,964											34,173	61,085	64,139	64,139
	Rental of facilities and equipment		611	608	-											7,254	8,472	9,005	9,545
	Interest earned - external investments		178	1,564	566											189	2,497	2,647	2,806
	Interest earned - outstanding debtors		435	(972)	233											304	-	6,704	7,106
	Dividends received		-	-	1,742											(1,742)	-	-	-
	Fines, penalties and forfeits		59	92	17											3,241	3,410	9,737	10,321
	Licences and permits		3	8	15											(16)	10	16	17
	Agency services		-	-	-											-	-	-	-
	Transfers and Subsidies - Operational		181,378	724	26,013											-	662,833	620,150	675,031
	Other revenue		963	1,664	1,465											11,637	15,729	20,738	21,982
	Cash Receipts by Source		295,415	135,933	160,321											1,251,690	1,843,358	1,910,792	2,004,216
	Other Cash Flows by Source																		
	Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		40,000		40,000												90,548	112,015	105,827
	Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)																		
	Proceeds on Disposal of Fixed and Intangible Assets																		
	Short term loans																		
	Borrowing long term/financing																		
	Increase (decrease) in consumer deposits																		
	Decrease (increase) in non-current receivables																2,000	2,000	2,000
	Decrease (increase) in non-current investments																		
	Total Cash Receipts by Source		335,415	135,933	200,321											1,282,238	1,953,906	2,044,807	2,132,043
	Cash Payments by Type																		
	Employee related costs		45,767	40,649	46,068												592,716	622,352	665,917
	Remuneration of councillors		2,115	2,095	2,112												28,456	30,163	31,973
	Interest paid		3,594	3,594	3,556												42,882	38,754	35,346
	Bulk purchases - Electricity		55,868	69,706	63,124												534,445	566,512	623,163
	Bulk purchases - Water & Sewer		11,190	12,350	-												126,226	133,799	140,489
	Other materials		217	248	2,450												4,559	3,195	3,387
	Contracted services		2,197	11,272	44,492												338,222	355,133	335,031
	Grants and subsidies paid - other municipalities																		
	Grants and subsidies paid - other																		
	General expenses		10,019	6,097	13,625												116,113	123,080	129,234
	Cash Payments by Type		130,966	146,012	175,429											1,331,211	1,783,618	1,872,989	1,964,540
	Other Cash Flow/Payments by Type																		
	Capital assets																		
	Repayment of borrowing																		
	Other Cash Flows/Payments		29,251	(26,855)	(27,010)												125,548	123,015	124,827
	Total Cash Payments by Type		71,885	89,672	43,438											(204,995)	28,757	31,884	32,106
	NET INCREASE/(DECREASE) IN CASH HELD		232,102	208,829	191,858											1,305,134	1,937,923	2,027,888	2,121,472
	Cash/cash equivalents at the month/year beginning:		103,312	(72,896)	8,463												15,993	16,919	10,971
	Cash/cash equivalents at the month/year end:		35,545	138,958	65,961												35,545	51,528	68,447
	Cash/cash equivalents at the month/year end:		138,858	65,961	74,424												51,528	68,447	79,018

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

Description	Ref	2019/20	Budget Year 2020/21							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands	1									
Revenue By Source										
Property rates		319,656	396,522	396,522	29,051	92,148	99,131	(6,982)	-7%	396,522
Service charges - electricity revenue		581,207	609,866	609,866	59,303	177,786	152,467	25,319	17%	609,866
Service charges - water revenue		178,594	190,579	190,579	16,656	46,932	47,645	(712)	-1%	190,579
Service charges - sanitation revenue		108,915	118,793	118,793	10,754	29,571	29,698	(127)	0%	118,793
Service charges - refuse revenue		82,251	95,898	95,898	8,964	24,470	23,974	496	2%	95,898
Rental of facilities and equipment		7,817	8,495	8,495	566	1,792	2,124	(332)	-16%	8,495
Interest earned - external investments		2,690	2,497	2,497	233	410	624	(214)	-34%	2,497
Interest earned - outstanding debtors		5,754	6,325	6,325	1,742	1,339	1,581	(242)	-15%	6,325
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		9,054	13,114	13,114	17	108	3,279	(3,171)	-97%	13,114
Licences and permits		8	38	38	15	24	9	14	150%	38
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		611,725	662,833	730,951	7,684	225,744	225,744	-	-	730,951
Other revenue		31,034	15,729	15,729	1,465	3,848	3,932	(84)	-2%	15,729
Gains		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		1,938,707	2,120,688	2,188,806	136,450	604,171	590,207	13,964	2%	2,188,806
Expenditure By Type										
Employee related costs		540,376	594,312	596,287	46,068	132,861	149,072	(16,211)	-11%	596,287
Remuneration of councillors		25,106	28,456	28,456	2,112	6,322	7,114	(791)	-11%	28,456
Debt impairment		137,893	184,700	184,700	1,535	16,931	46,175	(29,244)	-63%	184,700
Depreciation & asset impairment		338,886	420,387	420,387	27,035	83,833	105,097	(21,264)	-20%	420,387
Finance charges		51,592	42,882	42,882	3,556	10,744	10,720	23	0%	42,882
Bulk purchases		524,253	660,671	660,671	41,623	169,702	165,168	4,534	3%	660,671
Other materials		2,117	4,559	4,559	2,450	2,916	1,140	1,776	156%	4,559
Contracted services		215,154	337,719	335,209	44,482	57,961	83,802	(25,841)	-31%	335,209
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Other expenditure		214,115	123,788	115,005	13,626	31,983	28,751	3,231	11%	115,005
Losses		100	1	1	-	-	0	(0)	-100%	1
Total Expenditure		2,049,591	2,397,474	2,388,156	182,498	513,252	597,039	(83,787)	-14%	2,388,156
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		(110,884)	(276,785)	(199,349)	(46,048)	90,920	(6,831)	97,751	-1431%	(199,349)
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		76,576	90,548	90,548	5,307	6,138	22,637	(16,499)	-73%	90,548
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(34,308)	(186,237)	(108,801)	(40,741)	97,058	15,806	81,252	514%	(108,801)
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		(34,308)	(186,237)	(108,801)	(40,741)	97,058	15,806	81,252	514%	(108,801)

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

Month	2019/20	Budget Year 2020/21							
	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	3,493	10,462	10,462	0	0	10,462	10,462	100.0%	0%
August	12,343	10,462	10,462	948	948	20,925	19,977	95.5%	1%
September	6,817	10,462	11,855	5,971	6,919	32,780	25,861	78.9%	6%
October	9,161	10,462	11,855			44,636	-		
November	9,742	10,462	11,855			56,491	-		
December	7,532	10,462	11,855			68,346	-		
January	3,516	10,462	11,855			80,202	-		
February	9,896	10,462	11,855			92,057	-		
March	5,713	10,462	11,855			103,913	-		
April	3,101	10,462	11,855			115,768	-		
May	7,252	10,462	11,855			127,624	-		
June	27,039	10,462	11,855			139,479	-		
Total Capital expenditure	105,605	125,548	139,479	6,919					

Fire/Ambulance Stations	-	-	-	-	-	-	-	-	-	-
Testing Stations	-	-	-	-	-	-	-	-	-	-
Museums	-	-	-	-	-	-	-	-	-	-
Galleries	-	-	-	-	-	-	-	-	-	-
Theatres	-	-	-	-	-	-	-	-	-	-
Libraries	861	-	5,430	94	94	1,357	1,264	93.1%	-	5,430
Cemeteries/Crematoria	-	-	-	-	-	-	-	-	-	-
Police	-	-	-	-	-	-	-	-	-	-
Parks	-	-	-	-	-	-	-	-	-	-
Public Open Space	-	-	-	-	-	-	-	-	-	-
Nature Reserves	-	-	-	-	-	-	-	-	-	-
Public Ablution Facilities	-	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-	-
Stalls	-	-	198	-	-	50	50	100.0%	-	198
Abattoirs	-	-	-	-	-	-	-	-	-	-
Airports	-	-	-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-	-
Indoor Facilities	-	-	-	-	-	-	-	-	-	-
Outdoor Facilities	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-
Heritage assets	-	350	500	-	-	125	125	100.0%	-	500
Monuments	-	-	-	-	-	-	-	-	-	-
Historic Buildings	-	300	500	-	-	125	125	100.0%	-	500
Works of Art	-	50	-	-	-	-	-	-	-	-
Conservation Areas	-	-	-	-	-	-	-	-	-	-
Other Heritage	-	-	-	-	-	-	-	-	-	-
Investment properties	55	3,254	-	-	-	-	-	-	-	-
Revenue Generating	-	3,254	-	-	-	-	-	-	-	-
Improved Property	-	3,254	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating	55	-	-	-	-	-	-	-	-	-
Improved Property	55	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	-	-	-	-	-
Operational Buildings	-	-	-	-	-	-	-	-	-	-
Municipal Offices	-	-	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-	-	-
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	471	1,200	1,820	37	154	455	301	66.1%	-	1,820
Furniture and Office Equipment	471	1,200	1,820	37	154	455	301	66.1%	-	1,820
Machinery and Equipment	1,716	2,515	2,252	-	-	563	563	100.0%	-	2,252
Machinery and Equipment	1,716	2,515	2,252	-	-	563	563	100.0%	-	2,252
Transport Assets	-	-	3,250	-	-	813	813	100.0%	-	3,250
Transport Assets	-	-	3,250	-	-	813	813	100.0%	-	3,250
Land	1,302	-	-	-	-	-	-	-	-	-
Land	1,302	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	1	58,569	42,071	76,183	2,634	3,327	19,046	15,718	82.5%	76,183

Parks	-	-	-	-	-	-	-	-	-	-
Public Open Spaces	-	-	-	-	-	-	-	-	-	-
Nature Reserves	-	-	-	-	-	-	-	-	-	-
Public Abattoir 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	69	-	-	-	-	-	-	-	-	-
Operational Buildings	-	-	-	-	-	-	-	-	-	-
Municipal Offices	-	-	-	-	-	-	-	-	-	-
Pay/Enquiry Points	-	-	-	-	-	-	-	-	-	-
Building Plan Offices	-	-	-	-	-	-	-	-	-	-
Workshops	-	-	-	-	-	-	-	-	-	-
Yards	-	-	-	-	-	-	-	-	-	-
Stores	-	-	-	-	-	-	-	-	-	-
Laboratories	-	-	-	-	-	-	-	-	-	-
Training Centres	-	-	-	-	-	-	-	-	-	-
Manufacturing Plant	-	-	-	-	-	-	-	-	-	-
Depots	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-
Housing	69	-	-	-	-	-	-	-	-	-
Staff Housing	69	-	-	-	-	-	-	-	-	-
Social Housing	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-
Intangible Assets	-	-	-	-	-	-	-	-	-	-
Sevitudes	-	-	-	-	-	-	-	-	-	-
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	-	-	252	219	219	63	(156)	-247.8%	252	-
Transport Assets	-	-	252	219	219	63	(156)	-247.8%	252	-
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	14,092	32,746	10,123	219	219	2,531	2,312	91.4%	10,123

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

Zoo's Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure	1	73,296	96,637	96,637	1,986	2,694	24,159	21,465	88.8%	96,637

Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Total Depreciation	1	338,886	420,387	420,387	27,035	83,833	105,097	21,264	20.2%	420,387

Testing Stations	-	-	-	-	-	-	-	-	-	-
Museums	-	-	-	-	-	-	-	-	-	-
Galleries	-	-	-	-	-	-	-	-	-	-
Theatres	-	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria	-	-	-	-	-	-	-	-	-	-
Police	-	-	-	-	-	-	-	-	-	-
Pubs	-	-	-	-	-	-	-	-	-	-
Public Open Space	-	-	-	-	-	-	-	-	-	-
Nature Reserves	-	-	-	-	-	-	-	-	-	-
Public Abolition Facilities	-	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-	-
Stalls	-	-	-	-	-	-	-	-	-	-
Abattoirs	-	-	-	-	-	-	-	-	-	-
Airports	-	-	-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	-	-	44	44	44	11	(33)	-295.8%	-	44
Indoor Facilities	-	-	44	44	44	11	(33)	-295.8%	-	44
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	-	-	3,679	283	283	920	636	69.2%	-	3,679
Operational Buildings	-	-	3,679	283	283	920	636	69.2%	-	3,679
Municipal Offices	-	-	3,679	283	283	920	636	69.2%	-	3,679
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	-	-	-	-	-	-	-	-	-	-
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	-	-	150	-	-	38	38	100.0%	-	150
Machinery and Equipment	-	-	150	-	-	38	38	100.0%	-	150
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	32,943	50,731	53,174	3,118	3,373	13,293	9,921	74.6%	53,174

References

Newcastle Municipality Grant Register for September 2020

Number	Vote number	Description	Opening balance	Receipts	Expenditure for JULY	Expenditure for AUG	Expenditure for SEP	Adjustments	Total Expenditure before Vat	VAT FOR THE MONTH	Total Vat Amount	Total Expenditure after Vat	Closing balance
1	03095200103	Environmental Management Framework	(90,871.43)										(90,871.43)
2	03095200104	U-T-Timbo Estates Project											
3	03095200105	Electricity Grant	(823,976.11)										(823,976.11)
4	03095200106	Title Deeds Revolving Grant	(9,267,693.96)										(9,267,693.96)
5	03095200107	Financial PMV Grants	(6,736.27)										(6,736.27)
6	03095200108	General SMI Development	(1,700,000.00)										(1,700,000.00)
7	03095200109	Community Library Services Grant	(1,300,765.39)										(1,300,765.39)
8	03095200110	Community Library Services Grant	(1,300,765.39)										(1,300,765.39)
9	03095200111	Community Library Services Grant	(1,300,765.39)										(1,300,765.39)
10	03095200112	Community Library Services Grant	(1,300,765.39)										(1,300,765.39)
11	03095200113	Community Library Services Grant	(1,300,765.39)										(1,300,765.39)
12	03095200114	Community Library Services Grant	(1,300,765.39)										(1,300,765.39)
13	03095200115	Community Library Services Grant	(1,300,765.39)										(1,300,765.39)
14	03095200116	Community Library Services Grant	(1,300,765.39)										(1,300,765.39)
15	03095200117	Community Library Services Grant	(1,300,765.39)										(1,300,765.39)
16	03095200118	Community Library Services Grant	(1,300,765.39)										(1,300,765.39)
17	03095200119	Community Library Services Grant	(1,300,765.39)										(1,300,765.39)
18	03095200120	Community Library Services Grant	(1,300,765.39)										(1,300,765.39)
19	03095200121	Community Library Services Grant	(1,300,765.39)										(1,300,765.39)
20	03095200122	Community Library Services Grant	(1,300,765.39)										(1,300,765.39)
21	03095200123	Community Library Services Grant	(1,300,765.39)										(1,300,765.39)
22	03095200124	Community Library Services Grant	(1,300,765.39)										(1,300,765.39)
23	03095200125	Community Library Services Grant	(1,300,765.39)										(1,300,765.39)
24	03095200126	Community Library Services Grant	(1,300,765.39)										(1,300,765.39)
25	03095200127	Community Library Services Grant	(1,300,765.39)										(1,300,765.39)
26	03095200128	Community Library Services Grant	(1,300,765.39)										(1,300,765.39)
27	03095200129	Community Library Services Grant	(1,300,765.39)										(1,300,765.39)
		TOTAL	(69,283,602.97)	(108,738,671.46)	75,046.60	(1,631,451.41)	(39,920,181.43)	(7,290,388.44)	42,307,676.44	1,846,266.90	2,070,883.35	44,378,660.79	(110,641,600.76)

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:

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	2020-10-05
TAX INVOICE NO	557177176919
ACCOUNT MONTH	SEPTEMBER 2020
CURRENT DUE DATE	2020-11-04
VAT REG NO	4000791824
NOTIFIED MAX DEMAND	125,000.00
UTILISED CAPACITY	125,000.00

CONSUMPTION DETAILS (2020-09-01 - 2020-09-30)

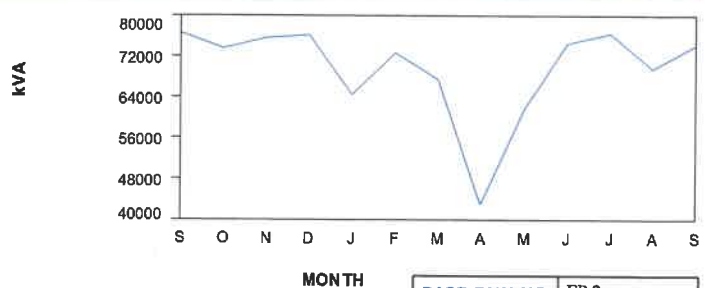
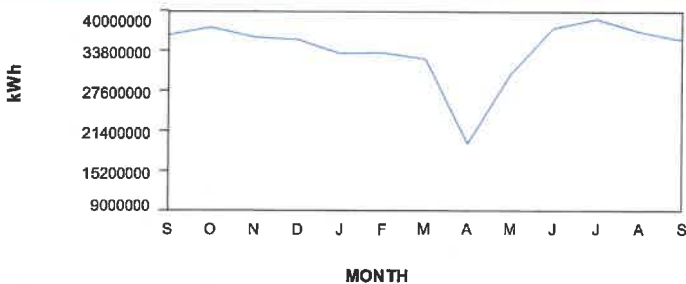
ENERGY CONSUMPTION OFF PEAK kWh	15,197,698.54
ENERGY CONSUMPTION STD kWh	14,511,254.60
ENERGY CONSUMPTION PEAK kWh	6,059,895.14
ENERGY CONSUMPTION ALL kWh	35,768,848.28
DEMAND CONSUMPTION - OFF PEAK	62,093.86
DEMAND CONSUMPTION - STD	74,190.56
DEMAND CONSUMPTION - PEAK	70,684.49
DEMAND READING - kW/KVA	74,190.56
REACTIVE ENERGY - OFF PEAK	4,895,069.36
REACTIVE ENERGY - STD	4,510,160.58
REACTIVE ENERGY - PEAK	1,762,904.76
LOAD FACTOR	70.00

PREMISE ID NUMBER **TARIFF NAME:** Megaflex

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

Administration Charge @ R147.34 per day for 30 days	R	4,420.20
TX Network Capacity Charge 125,000 kVa @ R11.62 : = R11.62/kVA	R	1,452,500.00
Urban Low Voltage Subsidy 125,000 kVa @ R16.55 : = R16.55/kVA	R	2,068,750.00
Ancillary Service Charge 35,768,848 kWh @ R0.0041 /kWh	R	146,652.28
Low Season Standard Energy Charge 14,511,255 kWh @ R0.7483 /kWh	R	10,858,772.12
Low Season Peak Energy Charge 6,059,895 kWh @ R1.0873 /kWh	R	6,588,923.83
Low Season Off Peak Energy Charge 15,197,699 kWh @ R0.4747 /kWh	R	7,214,347.72
Electrification and Rural Subsidy 35,768,848 kWh @ R0.0917 /kWh	R	3,280,003.36
SERVICE CHARGE	R	138,410.70

TOTAL CHARGES R **31,752,780.21**



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

Statement

uThukela Water (Pty) Ltd
79 Harding Street
Newcastle
2940



uthukela
water

Telephone	034 328 5000
Fax	034 326 3388
Date	01/09/2020
Amount Due	90,458,960.60

N003
Newcastle Municipality - WSA
Private Bag X 6621
Newcastle
2940

Date	Reference	Description	Allocated To	Debit	Credit	Balance
01/05/2017	IVC00001935			1,251.63		1,251.63
07/06/2017	IVC00001980			1,627.78		2,879.41
30/06/2017	IVC00002017			1,924.05		4,803.46
01/10/2018	INV00002262	Invoice		9,284,356.01		9,289,159.47
28/02/2019	Newcastle Munic	Newcastle Municipality - WSA			7,947,858.15	1,341,301.32
01/11/2019	INV00002376	Invoice		10,347,491.16		11,688,792.48
02/12/2019	INV00002391	Invoice		10,735,457.05		22,424,249.53
13/12/2019	Newcastle Munic	Newcastle Municipality - WSA			10,329,237.27	12,095,012.26
02/01/2020	INV00002407	Invoice		10,497,514.13		22,592,526.39
03/02/2020	INV00002421	Invoice		11,173,963.09		33,766,489.48
02/03/2020	INV00002430	Invoice		10,230,824.86		43,997,314.34
03/04/2020	INV00002433	Invoice		10,932,591.56		54,929,905.90
01/05/2020	INV00002443	Invoice		10,919,120.83		65,849,026.73
01/06/2020	INV00002447	Invoice		10,628,271.48		76,477,298.21
01/07/2020	INV00002452	Invoice		12,726,481.22		89,203,779.43

180 Days	150 Days	120 Days	90 Days	60 Days	30 Days	Current	Amount Due
31,907,105.55	10,932,591.56	10,919,120.83	10,628,271.48	12,868,118.94	1,852,633.40	11,351,118.84	90,458,960.60

Deposit Banking Details

uThukela Water (Pty) Ltd
Account Number: 61938939
Bank Name: Standard Bank
Branch Code: 057724

180 Days	150 Days	120 Days	90 Days	60 Days	30 Days	Current	Amount Due
31,907,105.55	10,932,591.56	10,919,120.83	10,628,271.48	12,868,118.94	1,852,633.40	11,351,118.84	90,458,960.60

Statement

uThukela Water (Pty) Ltd
 79 Harding Street
 Newcastle
 2940



**uthukela
water**

Telephone	034 328 5000
Fax	034 326 3388
Date	01/09/2020
Amount Due	90,458,960.60

N003
Newcastle Municipality - WSA
 Private Bag X 6621
 Newcastle
 2940

<u>Date</u>	<u>Reference</u>	<u>Description</u>	<u>Allocated To</u>	<u>Debit</u>	<u>Credit</u>	<u>Balance</u>
		Brought forward from previous page				89,203,779.43
01/07/2020	CRN0054	Invoice			12,726,481.22	76,477,298.21
01/07/2020	INV00002454	Invoice		12,868,118.94		89,345,417.15
13/07/2020	Newcastle Munic	Newcastle Municipality - WSA			21,082,948.21	68,262,468.94
03/08/2020	INV00002456	Invoice		12,350,147.53		80,612,616.47
26/08/2020	Newcastle Munic	Newcastle Municipality - WSA			10,497,514.13	70,115,102.34
01/09/2020	INV00002461	Invoice		11,351,118.84		81,466,221.18

180 Days	150 Days	120 Days	90 Days	60 Days	30 Days	Current	Amount Due
31,907,105.55	10,932,591.56	10,919,120.83	10,628,271.48	12,868,118.94	1,852,633.40	11,351,118.84	90,458,960.60

Deposit Banking Details

uThukela Water (Pty) Ltd
Account Number: 61938939
Bank Name: Standard Bank
Branch Code: 057724

180 Days	150 Days	120 Days	90 Days	60 Days	30 Days	Current	Amount Due
31,907,105.55	10,932,591.56	10,919,120.83	10,628,271.48	12,868,118.94	1,852,633.40	11,351,118.84	90,458,960.60

Tax Invoice

Page 1 of 1

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	INV00002461
Date	01/09/2020

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>
SEPTEMBER 2020 BULK INVOICE	2,577,164.00	3.83	1,480,580.72

Deposit Banking Details

uThukela Water (Pty) Ltd
Acc No: 061938839 Standard Bank Newcastle
Branch Code: 057724
Terms strictly 30 days from date of invoice

Total (Excl)	9,870,538.12
Tax	1,480,580.72
Total	11,351,118.84

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

- Table F2 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 Sep 2020

		NEWCASTLE MUNICIPALITY							
Description	2019/20	Current Year 2020/21							
	Unaudited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
								%	
R thousands									
Revenue By Source									
Service charges - water revenue	111,420	126,581		9,871	31,799	31,645	154	0.5%	126,581
Service charges - other									
Rental of facilities and equipment									
Interest earned - external investments									
Interest earned - outstanding debtors									
Agency services									
Transfers recognised - operational									
Other revenue									
Gains on disposal of PPE									
Total Revenue (excluding capital transfers and contributions)	111,420	126,581	-	9,871	31,799	31,645	154	0.5%	126,581
Expenditure By Type									
Employee related costs	13,643	14,462		1,175	3,769	3,616	154	4.3%	14,462
Remuneration of Directors	-	-		-	-	-	-		-
Debt impairment	-	-		-	-	-	-		-
Depreciation & asset impairment	729	780		65	195	195	0	0.0%	780
Finance charges	-	-		-	-	-	-		-
Bulk purchases	24,507	26,276		2,190	6,569	6,569	0	0.0%	26,276
Materials and Supplies	5,248	5,848		740	1,494	1,462	32	2.2%	5,848
Contracted services	3,203	10,494		377	1,019	2,623	(1,604)	-61.2%	10,494
Transfers and grants	-	-		-	-	-	-		-
Other expenditure	35,830	31,364		2,999	9,822	7,841	1,980	25.3%	31,364
Loss on disposal of PPE	-	-		-	-	-	-		-
Total Expenditure	83,160	89,224	-	7,546	22,868	22,306	562	2.5%	89,224
Recharge									
Head Office Recharge	31,131	26,235		2,525	7,825	6,559	1,266	19.3%	46,840
Surplus/(Deficit)	(2,871)	11,122	-	(201)	1,107	2,780			(9,483)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)									
Transfers and subsidies - capital (in-kind - all)									
Surplus/(Deficit) for the year	(2,871)	11,122	-	(201)	1,107	2,780			(9,483)

SUMMARY OF INVESTMENTS FOR NEWCASTLE FOR SEPT 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 1,089,089.93					R 9,402.03		R 1,098,491.96
Housing Development Fund	Standard Bank 068450354/016	R 28,701,727.14	R 26,000,000.00		R 26,000,000.00		R 216,834.77		R 28,918,561.91
Provincialisation	Standard Bank 068450354/035	R 43,254.44	R 0.00		R 0.00		R 64.26		R 43,318.70
MIG	Standard Bank 068450354/036	R 598,081.34	R 0.00		R 0.00		R 5,163.20		R 603,244.54
NDPPG	Standard Bank 068450354/037	R 422,224.02	R 1,169.38		R 0.00		R 2,475.65		R 425,869.05
Electrification Grant	Standard Bank 068450354/038	R 60,264.43	R 0.00		R 0.00		R 165.60		R 60,430.03
FGM	Standard Bank 068450354/039	R 78,433.71	R 0.00		R 0.00		R 215.51		R 78,649.22
Titel deed low cost housing	Standard Bank 068450354/040	R 5,553,011.13	R 0.00		R 0.00		R 47,938.74		R 5,600,949.87
Capacity Building	Absa: 9288456248	R 64,919.53			R 0.00	R 465.66		R 96.00	R 64,823.53
VAT Refund	Absa 9300506428	R 529,582.25	R 0.00		R 0.00		R 6,500.37		R 536,082.62
Council Funds	Nedbank 037648555441 46	R 113.40	R 0.00		R 0.00		R 0.92		R 114.32
Council Funds	Nedbank 037648555441 47	R 113.40	R 0.00				R 0.92		R 114.32
Council Funds	Nedbank 037648555441 48	R 113.40	R 0.00				R 0.92		R 114.32
Council Funds	Nedbank 037648555441 49	R 113.40	R 0.00				R 0.92		R 114.32
Council Funds	Nedbank 037648555441 52	R 965,440.32	R 140,000,000.00		R 141,000,000.00		R 249,237.03		R 214,677.35
Council Funds	Nedbank 037648555441 53	R 46.87	R 0.00		R 0.00	R 0.00	R 0.00		R 46.87
Post Office Guarantee	Nedbank 037648555441 54	R 366,308.77	R 0.00				R 4,809.28		R 371,118.05
Total as '2020/09/30		R 38,472,637.48	R 166,001,169.38	R 0.00	R 167,000,000.00	R 465.66	R 542,810.12	R 96.00	R 38,016,720.98

(not added to capital)

C MOORE

CHIEF CLARK: FINANCIAL ACCOUNTING

N KHUMALO
ACTING MANAGER: FINANCIAL REPORTING

MS NDLOVU

DIRECTOR: BUDGET & FINANCIAL REFORMS

S M NKOSI

SED: BUDGET & TREASURY OFFICE



NEWCASTLE MUNICIPALITY
(Registration number KZ252)

**INTERIM FINANCIAL STATEMENTS
FOR THE 3 MONTHS ENDED 30 SEPTEMBER 2020**

Newcastle Municipality

Interim Financial Statements for the 3 months ended 30 September 2020

Statement of Financial Position as at 30 September 2020

	Note(s)	September 2020	June 2020
Assets			
Current Assets			
Inventories	9	13 674 620	13 882 980
Other financial assets	7	106	277
Receivables from exchange transactions	10	70 779 753	82 165 224
Receivables from non-exchange transactions	11	15 483 166	22 499 156
Consumer debtors from exchange transactions	12	489 194 948	617 309 583
Consumer debtors from non-exchange transactions	12	155 515 670	136 956 485
Cash and cash equivalents	13	74 424 016	38 511 005
		819 072 279	911 324 710
Non-Current Assets			
Investment property	2	162 030 618	355 563 618
Property, plant and equipment	3	6 522 661 731	6 573 346 702
Intangible assets	4	2 556 668	517 384
Heritage assets	5	11 670 232	11 488 232
Investments in associates	6	234 927 851	234 927 851
		6 933 847 100	7 175 843 787
Total Assets		7 752 919 379	8 087 168 497
Liabilities			
Current Liabilities			
Other financial liabilities	16	27 117 988	11 747 226
Finance lease obligation	14	380 764	401 398
Payables from exchange transactions	19	726 589 005	871 381 348
VAT payable	20	531 070	2 571 095
Consumer deposits	21	25 555 283	24 493 127
Unspent conditional grants and receipts	15	110 641 423	58 988 630
Defined benefit plan	17	9 752 000	8 667 735
Bank overdraft	13	-	2 965 923
		900 567 533	981 216 482
Non-Current Liabilities			
Other financial liabilities	16	348 801 644	388 785 921
Finance lease obligation	14	207 241	844 044
Defined benefit plan	17	150 357 002	148 355 252
Provision for rehabilitation of landfill site	18	52 106 817	28 843 889
		551 472 704	566 829 106
Total Liabilities		1 452 040 237	1 548 045 588
Net Assets		6 300 879 142	6 539 122 909
Reserves			
Housing Development fund		28 545 983	28 515 270
Self insurance reserve		535 061	516 824
Accumulated surplus		6 271 798 098	6 510 090 815
Total Net Assets		6 300 879 142	6 539 122 909

Newcastle Municipality

Interim Financial Statements for the 3 months ended 30 September 2020

Statement of Financial Performance

	Note(s)	Month ended September 2020	Year ended June 2020
Revenue			
Service charges	23	278 717 273	950 967 805
Rental of facilities and equipment	24	1 791 525	7 817 357
Sundry revenue	26	860 977	8 760 957
Other income	26	184 676	663 785
Fee income	26	2 868 480	6 027 710
Interest received	27	1 749 149	8 444 465
Property Rates	28	92 148 109	319 656 446
Government grants & subsidies	29	225 743 599	611 724 961
Donation received		-	15 589 293
Fines	25	107 600	9 054 231
Total revenue		604 171 388	1 938 707 010
Expenditure			
Employee costs	30	132 860 600	540 376 159
Remuneration of councillors	31	6 322 495	25 106 016
Depreciation and amortisation	32	83 832 641	338 885 720
Finance costs	34	10 743 654	51 591 650
Debt Impairment	35	16 931 325	137 893 104
Collection costs		280 308	1 175 179
Bulk purchases	36	169 701 987	524 253 064
Contracted services	37	39 398 893	215 153 722
General Expenses	38	53 179 915	215 156 167
Total expenditure		513 251 818	2 049 590 781
Operating surplus (deficit)		90 919 570	(110 883 771)
Impairment loss	33	-	(10 821)
Profit/(Loss) on Sale of Assets		-	(99 739)
		-	(110 560)
Surplus (deficit) for the 3 months		90 919 570	(110 994 331)

Newcastle Municipality

Interim Financial Statements for the 3 months ended 30 September 2020

Statement of Changes in Net Assets

	Housing Development Fund	Self Insurance Reserves	Total reserves	Accumulated surplus	Total net assets
Balance at 01 July 2019	28 021 720	497 014	28 518 734	6 621 085 146	6 649 603 880
Changes in net assets					
Deficit for the year	-	-	-	(110 994 331)	(110 994 331)
Transfer to Housing Development Fund	493 550	-	493 550	-	493 550
Transfer to self Insurance Reserves	-	19 810	19 810	-	19 810
Total changes	493 550	19 810	513 360	(110 994 331)	(110 480 971)
Balance at 01 July 2020	28 515 270	516 824	29 032 094	6 180 878 528	6 209 910 622
Deficit for the year	-	-	-	90 919 570	90 919 570
Transfer of Housing Development Fund	30 713	-	30 713	-	30 713
Transfer to Self Insurance Reserves	-	18 237	18 237	-	18 237
Total changes	30 713	18 237	48 950	90 919 570	90 968 520
Balance at 30 September 2020	28 545 983	535 061	29 081 044	6 271 798 098	6 300 879 142

Newcastle Municipality

Interim Financial Statements for the 3 months ended 30 September 2020

Cash Flow Statement

	Note(s)	Month ended September 2020	Year ended June 2020
Cash flows from operating activities			
Receipts			
Sale of goods and services		407 071 930	1 139 410 108
Grants		288 114 571	654 534 604
Interest income		1 749 149	8 444 465
		<u>696 935 650</u>	<u>1 802 389 177</u>
Payments			
Employee costs and Councillors remuneration		(139 183 095)	(565 482 175)
Suppliers		(476 597 569)	(1 032 857 335)
Finance costs		(10 743 654)	(51 591 650)
		<u>(626 524 318)</u>	<u>(1 649 931 160)</u>
Net cash flows from operating activities	41	<u>70 411 332</u>	<u>152 458 017</u>
Cash flows from investing activities			
Purchase of property, plant and equipment	3	(6 918 883)	(105 604 812)
Proceeds from sale of Investment property	2	-	4 563 304
Net cash flows from investing activities		<u>(6 918 883)</u>	<u>(101 041 508)</u>
Cash flows from financing activities			
Net movements in long term loans		(24 613 515)	(25 870 628)
Net cash flows from financing activities		<u>(24 613 515)</u>	<u>(25 870 628)</u>
Net increase/(decrease) in cash and cash equivalents		38 878 934	25 545 881
Cash and cash equivalents at the beginning of the year		35 545 082	9 999 201
Cash and cash equivalents at the end of the year	13	<u>74 424 016</u>	<u>35 545 082</u>

MUNICIPAL MANAGER'S QUALITY CERTIFICATE



I, **MJ Mayisela**, the Acting Municipal Manager of **Newcastle Municipality**, hereby certify that the monthly budget statement for the month of September 2020/21 financial year; have been prepared in accordance with the Municipal Finance Management Act, No56 of 2003;and Regulation 27 of the Budget and Reporting Regulations

Print Name : **MUZI JUSTICE MAYISELA**

Acting Municipal Manager : **NEWCASTLE MUNICIPALITY**

Signature :

Date :

A handwritten signature in black ink, appearing to read "Muzi Justice Mayisela", written over a dotted line.

14/10/2020