

SECTION 71: MONTHLY BUDGET STATEMENT: NATIONAL REPORTING STANDARD: MONTH FIVE: 30 NOVEMBER 2020: (T 6/1/1-2020/2021): BUDGET AND TREASURY OFFICE



REPORT TO THE NEWCASTLE MUNICIPAL COUNCIL

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FOR CONSIDERATION

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

SUBJECT: NOVEMBER 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 November 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 November 2020
- 1.5. Investment register
- 1.6. Loan register
- 1.7. Grant register
- 1.8. 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.

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 - M05 November

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	26,489	146,490	165,218	(18,728)	-11%	396,522
Service charges	950,968	1,015,136	1,015,136	76,220	441,053	422,973	18,080	4%	1,015,136
Investment revenue	2,690	2,497	2,497	111	612	1,040	(428)	-41%	2,497
Transfers and subsidies	611,725	662,833	730,951	13,840	257,984	257,984	-		730,951
Other own revenue	53,667	43,701	43,701	4,573	14,302	18,209	(3,907)	-21%	43,701
Total Revenue (excluding capital transfers and contributions)	1,938,707	2,120,688	2,188,806	121,233	860,441	865,424	(4,983)	-1%	2,188,806
Employee costs	540,376	594,312	596,287	47,327	225,987	248,453	(22,466)	-9%	596,287
Remuneration of Councillors	25,106	28,456	28,456	2,082	10,570	11,857	(1,287)	-11%	28,456
Depreciation & asset impairment	338,886	420,387	420,387	29,861	141,149	175,161	(34,013)	-19%	420,387
Finance charges	51,592	42,882	42,882	3,543	17,865	17,867	(2)	-0%	42,882
Materials and bulk purchases	526,370	665,230	665,230	72,988	253,945	277,179	(23,234)	-8%	665,230
Transfers and subsidies	-	-	-	-	-	-	-		-
Other expenditure	567,261	646,208	634,914	42,622	196,847	264,548	(67,701)	-26%	634,914
Total Expenditure	2,049,591	2,397,474	2,388,156	198,425	846,363	995,065	(148,702)	-15%	2,388,156
Surplus/(Deficit)	(110,884)	(276,785)	(199,349)	(77,192)	14,078	(129,641)	143,719	-111%	(199,349)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	76,576	90,548	90,548	7,226	14,918	37,728	(22,810)	-60%	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	-	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions	(34,308)	(186,237)	(108,801)	(69,966)	28,997	(91,912)	120,909	-132%	(108,801)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	(34,308)	(186,237)	(108,801)	(69,966)	28,997	(91,912)	120,909	-132%	(108,801)
Capital expenditure & funds sources									
Capital expenditure	105,605	125,548	139,479	14,281	23,242	58,116	(34,875)	-60%	139,479
Capital transfers recognised	76,576	90,548	90,548	7,226	14,918	37,728	(22,810)	-60%	90,548
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	29,029	35,000	48,931	7,056	8,323	20,388	(12,065)	-59%	48,931
Total sources of capital funds	105,605	125,548	139,479	14,281	23,242	58,116	(34,875)	-60%	139,479
Financial position									
Total current assets	908,359	499,966	708,718		799,466				708,718
Total non current assets	7,175,844	7,212,428	7,241,364		6,957,350				7,241,364
Total current liabilities	978,251	429,185	539,088		899,774				539,088
Total non current liabilities	566,829	583,382	791,498		558,649				791,498
Community wealth/Equity	6,539,123	6,699,827	6,619,496		6,298,393				6,619,496
Cash flows									
Net cash from (used) operating	152,459	150,288	115,865	689	40,294	40,989	694	2%	115,865
Net cash from (used) investing	(101,042)	(107,548)	(121,479)	(14,281)	(23,242)	(50,616)	(27,375)	54%	(121,479)
Net cash from (used) financing	(25,871)	(26,757)	(26,757)	3,542	(17,378)	(11,149)	6,229	-56%	(26,757)
Cash/cash equivalents at the month/year end	35,546	44,043	3,873	-	35,220	15,468	(19,752)	-128%	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	50,639	38,387	37,178	36,643	29,177	39,976	169,557	1,281,057	1,682,615
Creditors Age Analysis									
Total Creditors	75,667	14,866	13,822	20,760	14,505	32,672	69,984	232,770	475,045

2.1 Operating budget performance-revenue

2.1.1 The municipality generated a total revenue of R860.4 million of the adjusted budget of R2.1 billion, representing 39.3 percent. The variance between the year-to-date revenue budget and the actual revenue accrued for the same period amounts to R4.9 million. Although the aggregate performance on revenue generated shows a variance of 1 percent lower, it is however necessary to explain reasons which attributed to the figurative variance.

2.1.2 The municipality generated R18.7 million (4%) more revenue from service charges than the year-to-date budget of R422.9 million for the period under review. Electricity over-performed by R23.9 million. Water, Sanitation and Refuse under-performed below target by R1.6 million, R2.6 million and R1.2 million respectively.

2.1.3 The municipality generated R18.0 million (-11%) less revenue from property rates than the year-to-date budget of R165.2 million during the period under review. The variance is attributable objections, which have been approved but were included in the budget.

2.1.4 The municipality generated R428 thousand (-41%) less revenue from interest on investments than the year-to-date budget of R1 million for the period under review. This is due to less funds being invested than originally anticipated.

2.1.5 The municipality recorded R257.9 million for operational and R14.9 million for capital transfers and subsidies. It is noted that capital grant expenditure is under-performing by 60%. The under spending is due to the SCM processes which are still at initial stages.

2.1.6 The municipality generated R3.9 million (-21%) less revenue from sundry revenue than a pro-rata budget of R18.2 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 November 2020, the municipality incurred the total expenditure of R846.3 million of the adjusted budget of R2.3 billion, which represents 35.4 percent. The variance between the pro-rata expenditure budget and the actual expenditure incurred for the same period amounts to R148.7 million, representing under-expenditure of 15 percent.

2.2.2 Depreciation has under-performed by R34 million (-19%) in the fifth 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 R53.4million (-69%) due to the indigent register being reviewed.

2.2.3 The municipality spent R22.8 million (-8%) less on the bulk purchases than the year-to-date budget of R252.4 million. This is due to the fact that warm spring months declined the consumption as a result of the less consumption.

2.2.4 The municipality spent R427 thousand (-22%) less on materials than the year-to-date budget of R1.8 million. This is mainly due to the journalising the expenditure accordingly.

2.2.5 The municipality spent R63.6 million (-46%) less on contracted services than the year-to-date budget of R139.6 million. This is mainly due to the SCM processes which are still at initial stages.

2.2.6 The municipality spent R22.4 million (-9%) less on employee related costs than a pro-rata budget of R248.4 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) - M05 November

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	750	1,168	2,625	(1,457)	-56%	6,299
Vote 3 - BUDGET AND TREASURY		360	1,000	3,404	-	628	1,418	(790)	-56%	3,404
Vote 4 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENTS		19,038	18,000	21,722	3,717	4,000	9,051	(5,051)	-56%	21,722
Vote 6 - TECHNICAL SERVICES		83,819	104,683	108,054	9,814	17,446	45,023	(27,577)	-61%	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	14,281	23,242	58,116	(34,875)	-60%	139,479
Total Capital Expenditure		105,605	125,548	139,479	14,281	23,242	58,116	(34,875)	-60%	139,479
Capital Expenditure - Functional Classification										
Governance and administration		360	1,000	3,404	-	628	1,418	(790)	-56%	3,404
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		360	1,000	3,404	-	628	1,418	(790)	-56%	3,404
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		1,719	1,865	6,871	879	1,580	2,863	(1,283)	-45%	6,871
Community and social services		861	365	3,982	261	482	1,659	(1,177)	-71%	3,982
Sport and recreation		230	1,500	198	-	196	83	113	137%	198
Public safety		448	-	1,969	490	490	821	(331)	-40%	1,969
Housing		180	-	722	129	412	301	111	37%	722
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		97,564	63,683	68,554	7,366	9,645	28,564	(18,919)	-66%	68,554
Planning and development		18,858	18,000	21,000	3,588	3,588	8,750	(5,162)	-59%	21,000
Road transport		78,706	45,683	47,554	3,799	6,057	19,814	(13,757)	-69%	47,554
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		5,982	59,000	60,650	6,016	11,389	25,271	(13,882)	-55%	60,650
Energy sources		424	-	-	-	-	-	-	-	-
Water management		5,113	43,000	43,000	3,569	6,314	17,917	(11,602)	-65%	43,000
Waste water management		425	16,000	17,500	2,447	5,075	7,292	(2,217)	-30%	17,500
Waste management		-	-	150	-	-	63	(63)	-100%	150
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	105,605	125,548	139,479	14,281	23,242	58,116	(34,875)	-60%	139,479
Funded by:										
National Government		76,576	90,183	90,183	7,132	14,763	37,576	(22,813)	-61%	90,183
Provincial Government		-	365	365	94	155	152	3	2%	365
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Entities, Public Companies, etc.)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		76,576	90,548	90,548	7,226	14,918	37,728	(22,810)	-60%	90,548
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		29,029	35,000	48,931	7,056	8,323	20,388	(12,065)	-59%	48,931
Total Capital Funding		105,605	125,548	139,479	14,281	23,242	58,116	(34,875)	-60%	139,479

2.3.1 Capital expenditure for the fifth month of the financial year was R23.2 million which represents 16.6% of the adjusted capital budget of R139.4 million. Comparison between the year-to-budget of R58.1 million and actual expenditure for the period reflects an under expenditure of (R34.8 million) which implies that the municipality spent 60% less than the year-to-date budget for the same period. This is due to SCM processes being at initial stages.

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 - M05 November

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	22,004	3,873
Call investment deposits		35,545	28,510	–	13,216	–
Consumer debtors		617,310	377,278	691,330	672,145	691,330
Other debtors		241,621	36,838	–	77,894	–
Current portion of long-term receivables		0	1	1	0	1
Inventory		13,883	13,296	13,514	14,207	13,514
Total current assets		908,359	499,966	708,718	799,466	708,718
Non current assets						
Long-term receivables		–	348	–	–	–
Investments		–	–	–	–	–
Investment property		355,564	355,564	355,564	257,160	355,564
Investments in Associate		234,928	204,693	234,928	217,333	234,928
Property, plant and equipment		6,573,347	6,638,512	6,638,512	6,469,533	6,638,512
Biological		–	–	–	–	–
Intangible		517	1,823	690	1,654	690
Other non-current assets		11,488	11,488	11,670	11,670	11,670
Total non current assets		7,175,844	7,212,428	7,241,364	6,957,350	7,241,364
TOTAL ASSETS		8,084,203	7,712,393	7,950,082	7,756,816	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	26,197	24,914
Trade and other payables		932,941	367,022	475,665	836,327	475,665
Provisions		8,668	8,668	9,752	9,752	9,752
Total current liabilities		978,251	429,185	539,088	899,774	539,088
Non current liabilities						
Borrowing		389,630	375,896	584,012	356,185	584,012
Provisions		177,199	207,485	207,485	202,464	207,485
Total non current liabilities		566,829	583,382	791,498	558,649	791,498
TOTAL LIABILITIES		1,545,080	1,012,567	1,330,585	1,458,423	1,330,585
NET ASSETS	2	6,539,123	6,699,827	6,619,496	6,298,393	6,619,496
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		6,510,091	6,671,317	6,590,056	6,268,996	6,590,056
Reserves		29,032	28,510	29,441	29,396	29,441
TOTAL COMMUNITY WEALTH/EQUITY	2	6,539,123	6,699,827	6,619,496	6,298,393	6,619,496

2.4.1 As at end the end of the fifth month of the financial year, the municipality showed a favourable equity position, with a net asset effect of R6.3 billion. It must mentioned that financial statements were still in the process of being finalized which is why there has been a fluctuation under non-current assets in relation to last month's financial statement. 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 fifth month. The bulk of this amount (R1.5 billion) is debt owing for more than 90 days, while R1.3 billion of the total debt is owed by households. When you drill into aged debtors less than 30 days there was a decrease of R5.5 million from R56.1 million in October to R50.6 million in November, due to the easing of Covid 19 lockdown regulations. It must be noted that the total figure of debtors is inclusive of indigent

2.4.3 Property Plant and Equipment (Assets) comprise of R6.4 billion of the total assets of R7.7 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 R35.2 million as at the end of the fifth month of the financial year, of which R22 million was at the current account and R13.2 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 R475 million as illustrated on SC4, while unspent conditional grants amount to R107.8 million, representing a cash short-fall of R575.6 million. Table SC4 reflects that the municipality was owing creditors to the tune of R475 million. Included under creditors is Eskom for R288.7 million, uThukela Water for R110.9 million, SARS – PAYE for R16 million, pension and other employee benefits for R7.1 million and other trade creditors for R52 million.

It must be mentioned that the liquidity position of the municipality keeps not being favourable. Looking at the cash position as mentioned above the municipality is currently not in the position to cover it 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 R6.2 billion, while the net current asset is –R100.3 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 3.9% 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 0.07%, since the municipality needs R475 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 - M05 November

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	26,489	171,133	115,525	55,609	48%	277,259
Service charges		1,096,265	832,349	839,506	(138,297)	233,567	349,794	(116,227)	-33%	839,506
Other revenue		84,390	27,620	27,771	1,154	8,001	11,571	(3,570)	-31%	27,771
Transfers and Subsidies - Operational		535,551	662,833	730,951	27,961	248,638	248,638	-		730,951
Transfers and Subsidies - Capital		119,740	90,548	90,548	6,000	86,365	86,365	-		90,548
Interest		8,444	2,497	2,497	553	2,721	1,040	1,681	162%	2,497
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(1,887,448)	(1,740,736)	(1,809,786)	80,371	(692,266)	(754,077)	(61,811)	8%	(1,809,786)
Finance charges		(51,592)	(42,882)	(42,882)	(3,543)	(17,865)	(17,867)	(2)	0%	(42,882)
Transfers and Grants		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) OPERATING ACTIVITIES		152,459	150,288	115,865	689	40,294	40,989	694	2%	115,865
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	18,000	18,000	-	-	7,500	(7,500)	-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)	(14,281)	(23,242)	(58,116)	(34,875)	60%	(139,479)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(101,042)	(107,548)	(121,479)	(14,281)	(23,242)	(50,616)	(27,375)	54%	(121,479)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	2,000	2,000	-	-	833	(833)	-100%	2,000
Payments										
Repayment of borrowing		(25,871)	(28,757)	(28,757)	3,542	(17,378)	(11,982)	5,396	-45%	(28,757)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(25,871)	(26,757)	(26,757)	3,542	(17,378)	(11,149)	6,229	-56%	(26,757)
NET INCREASE/ (DECREASE) IN CASH HELD		25,547	15,983	(32,372)	(10,050)	(325)	(20,776)			(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		35,220	15,468			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 R35.2 million as at the end of November 2020 which represents a cash decrease of R325 thousand since the beginning of the financial year.

2.5.2 Cash flows from operating activities yielded a net cash inflow of R40.2million as result of receipts from services charges, property rates, and government grants as well as other sundry receipts. This net cash inflows was after the municipality paid its suppliers for services rendered, remunerated its employees and councillors and paid the portion of the outstanding interest on loans.

- 2.5.3 Cash flows from investing activities recorded net cash outflows of R23.2 million due to capital expenditure not being incurred during the month.
- 2.5.4 Cash flows from financing activities recorded net cash outflows of R17.3million. This was due to the capital repayment of loans by the municipality during the period.

3. CONCLUSION

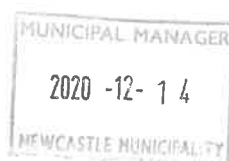
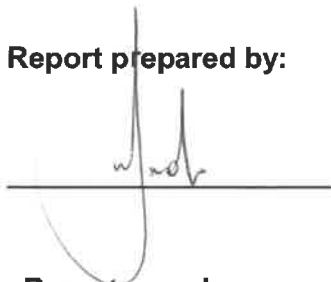
The under-expenditure on operational budget is acceptable if it is due to the introduction of cost-containment. However, it is important to emphasise that the expenditure on maintenance should not be compromised as it seems to be under-performing by 81.5%. The issues that still reflect material variances 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:



COUNCILLOR 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 - M05 November

Description	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									
Financial Performance									
Property rates	319 656	396 522	396 522	26 489	146 490	165 218	(18 728)	-11%	396 522
Service charges	950 968	1 015 136	1 015 136	76 220	441 053	422 973	18 080	4%	1 015 136
Investment revenue	2 690	2 497	2 497	111	612	1 040	(428)	-41%	2 497
Transfers and subsidies	611 725	662 833	730 951	13 840	257 984	257 984	-		730 951
Other own revenue	53 667	43 701	43 701	4 573	14 302	18 209	(3 907)	-21%	43 701
Total Revenue (excluding capital transfers and contributions)	1 938 707	2 120 688	2 188 806	121 233	860 441	865 424	(4 983)	-1%	2 188 806
Employee costs	540 376	594 312	596 287	47 327	225 987	248 453	(22 466)	-9%	596 287
Remuneration of Councillors	25 106	28 456	28 456	2 082	10 570	11 857	(1 287)	-11%	28 456
Depreciation & asset impairment	338 886	420 387	420 387	29 861	141 149	175 161	(34 013)	-19%	420 387
Finance charges	51 592	42 882	42 882	3 543	17 865	17 867	(2)	-0%	42 882
Materials and bulk purchases	526 370	665 230	665 230	72 988	253 945	277 179	(23 234)	-8%	665 230
Transfers and subsidies	-	-	-	-	-	-	-		-
Other expenditure	567 261	646 208	634 914	42 622	196 847	264 548	(67 701)	-26%	634 914
Total Expenditure	2 049 591	2 397 474	2 388 156	198 425	846 363	995 065	(148 702)	-15%	2 388 156
Surplus/(Deficit)	(110 884)	(276 785)	(199 349)	(77 192)	14 078	(129 641)	143 719	-111%	(199 349)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	76 576	90 548	90 548	7 226	14 918	37 728	(22 810)	-60%	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)	(69 966)	28 997	(91 912)	120 909	-132%	(108 801)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	(34 308)	(186 237)	(108 801)	(69 966)	28 997	(91 912)	120 909	-132%	(108 801)
Capital expenditure & funds sources									
Capital expenditure	105 605	125 548	139 479	14 281	23 242	58 116	(34 875)	-60%	139 479
Capital transfers recognised	76 576	90 548	90 548	7 226	14 918	37 728	(22 810)	-60%	90 548
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	29 029	35 000	48 931	7 056	8 323	20 388	(12 065)	-59%	48 931
Total sources of capital funds	105 605	125 548	139 479	14 281	23 242	58 116	(34 875)	-60%	139 479
Financial position									
Total current assets	908 359	499 966	708 718		799 466				708 718
Total non current assets	7 175 844	7 212 428	7 241 364		6 957 350				7 241 364
Total current liabilities	978 251	429 185	539 088		899 774				539 088
Total non current liabilities	566 829	583 382	791 498		558 649				791 498
Community wealth/Equity	6 539 123	6 699 827	6 619 496		6 298 393				6 619 496
Cash flows									
Net cash from (used) operating	152 459	150 288	115 865	689	40 294	40 989	694	2%	115 865
Net cash from (used) investing	(101 042)	(107 548)	(121 479)	(14 281)	(23 242)	(50 616)	(27 375)	54%	(121 479)
Net cash from (used) financing	(25 871)	(26 757)	(26 757)	3 542	(17 378)	(11 149)	6 229	-56%	(26 757)
Cash/cash equivalents at the month/year end	35 546	44 043	3 873	-	35 220	15 468	(19 752)	-128%	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	50 639	38 387	37 178	36 643	29 177	39 976	169 557	1 281 057	1 682 615
Creditors Age Analysis									
Total Creditors	75 667	14 866	13 822	20 760	14 505	32 672	69 984	232 770	475 045

KZN252 Newcastle - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M05 November

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	29,013	199,216	243,695	(44,479)	-18%	584,867
Executive and council		8,859	8,310	77,209	1,221	5,057	32,170	(27,114)	-84%	77,209
Finance and administration		426,246	507,658	507,658	27,792	194,159	211,524	(17,365)	-8%	507,658
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		106,328	202,896	202,115	15,483	52,425	77,055	(24,630)	-32%	202,115
Community and social services		12,704	9,917	9,917	979	5,003	3,892	1,110	29%	9,917
Sport and recreation		410	697	697	7	17	290	(274)	-94%	697
Public safety		10,596	14,176	14,176	1,477	1,891	5,907	(4,016)	-68%	14,176
Housing		82,579	178,045	177,264	13,014	45,470	66,940	(21,469)	-32%	177,264
Health		39	61	61	8	44	25	18	73%	61
<i>Economic and environmental services</i>		180,902	73,475	73,475	8,290	45,139	23,361	21,779	93%	73,475
Planning and development		18,647	42,324	42,324	8,290	25,609	17,635	7,974	45%	42,324
Road transport		162,256	31,151	31,151	-	19,530	5,726	13,804	241%	31,151
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		1,292,795	1,418,730	1,418,730	75,657	578,496	558,973	19,523	3%	1,418,730
Energy sources		655,124	698,157	698,157	48,389	305,888	290,899	14,989	5%	698,157
Water management		309,037	347,971	347,971	12,864	120,516	112,823	7,693	7%	347,971
Waste water management		209,851	237,307	237,307	7,924	95,693	98,878	(3,184)	-3%	237,307
Waste management		118,782	135,295	135,295	6,481	56,398	56,373	25	0%	135,295
<i>Other</i>	4	154	167	167	14	85	69	15	22%	167
Total Revenue - Functional	2	2,015,283	2,211,236	2,279,354	128,459	875,360	903,152	(27,793)	-3%	2,279,354
Expenditure - Functional										
<i>Governance and administration</i>		392,249	472,252	472,338	32,899	168,426	196,808	(28,381)	-14%	472,338
Executive and council		65,659	70,540	70,540	6,376	37,276	29,392	7,884	27%	70,540
Finance and administration		325,857	393,755	393,842	26,481	131,019	164,101	(33,081)	-20%	393,842
Internal audit		733	7,956	7,956	42	132	3,315	(3,184)	-96%	7,956
<i>Community and public safety</i>		266,880	300,685	300,212	22,796	118,221	125,088	(6,867)	-5%	300,212
Community and social services		27,069	38,388	38,388	3,180	12,314	15,995	(3,681)	-23%	38,388
Sport and recreation		67,072	73,485	73,485	5,745	28,793	30,619	(1,826)	-6%	73,485
Public safety		68,334	63,029	63,029	4,323	21,135	26,262	(5,127)	-20%	63,029
Housing		98,365	117,341	116,868	8,839	52,507	48,695	3,812	8%	116,868
Health		6,040	8,442	8,442	709	3,472	3,518	(46)	-1%	8,442
<i>Economic and environmental services</i>		304,847	342,130	343,665	40,355	159,226	143,194	16,033	11%	343,665
Planning and development		86,389	102,357	102,357	11,490	52,689	42,649	10,040	24%	102,357
Road transport		218,450	239,763	241,298	28,864	106,529	100,541	5,988	6%	241,298
Environmental protection		8	10	10	-	9	4	5	115%	10
<i>Trading services</i>		1,083,921	1,280,641	1,270,175	102,373	400,455	529,239	(128,784)	-24%	1,270,175
Energy sources		552,417	680,599	671,919	69,551	242,019	279,966	(37,947)	-14%	671,919
Water management		408,372	495,718	495,718	26,239	125,556	206,549	(80,993)	-39%	495,718
Waste water management		56,658	53,129	51,342	3,644	20,496	21,393	(897)	-4%	51,342
Waste management		66,474	51,196	51,196	2,939	12,385	21,332	(8,947)	-42%	51,196
<i>Other</i>		1,694	1,766	1,766	2	33	736	(702)	-95%	1,766
Total Expenditure - Functional	3	2,049,591	2,397,474	2,388,156	198,425	846,363	995,065	(148,702)	-15%	2,388,156
Surplus/ (Deficit) for the year		(34,308)	(186,237)	(108,801)	(69,966)	28,997	(91,912)	120,909	-132%	(108,801)

KZN252 Newcastle - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M05 November

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	414	35,171	61,292	(26,121)	-42.6%	147,100
Vote 2 - COMMUNITY SERVICES		142,531	160,511	160,511	8,951	63,353	66,640	(3,287)	-4.9%	160,511
Vote 3 - BUDGET AND TREASURY		361,355	436,267	436,267	28,599	164,065	181,778	(17,713)	-9.7%	436,267
Vote 4 - MUNICIPAL MANAGER		-	1,500	1,500	-	-	625	(625)	-100.0%	1,500
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENT		101,380	187,341	186,560	13,247	46,603	70,813	(24,210)	-34.2%	186,560
Vote 6 - TECHNICAL SERVICES		681,144	649,259	649,259	28,859	260,281	231,106	29,174	12.6%	649,259
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		655,124	698,157	698,157	48,389	305,888	290,899	14,989	5.2%	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	128,459	875,360	903,152	(27,793)	-3.1%	2,279,354
Expenditure by Vote	1									
Vote 1 - CORPORATE SERVICES		121,205	152,785	152,785	6,031	42,463	63,660	(21,197)	-33.3%	152,785
Vote 2 - COMMUNITY SERVICES		287,455	271,386	271,386	21,814	97,681	113,077	(15,397)	-13.6%	271,386
Vote 3 - BUDGET AND TREASURY		139,996	176,376	176,463	14,489	72,951	73,526	(575)	-0.8%	176,463
Vote 4 - MUNICIPAL MANAGER		78,740	82,435	82,435	6,623	30,066	34,348	(4,282)	-12.5%	82,435
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENT		125,741	150,587	150,114	11,070	62,896	62,547	348	0.6%	150,114
Vote 6 - TECHNICAL SERVICES		744,037	859,324	859,072	67,976	294,849	357,947	(63,097)	-17.6%	859,072
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		552,417	704,582	695,902	70,421	245,457	289,959	(44,502)	-15.3%	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	198,424	846,363	995,065	(148,702)	-14.9%	2,388,156
Surplus/ (Deficit) for the year	2	(34,308)	(186,237)	(108,801)	(69,966)	28,997	(91,912)	120,909	-131.5%	(108,801)

KZN252 Newcastle - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M05 November

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										
Revenue By Source										
Property rates		319 656	396 522	396 522	26 489	146 490	165 218	(18 728)	-11%	396 522
Service charges - electricity revenue		581 207	609 866	609 866	48 389	277 850	254 111	23 739	9%	609 866
Service charges - water revenue		178 594	190 579	190 579	13 422	77 712	79 408	(1 696)	-2%	190 579
Service charges - sanitation revenue		108 915	118 793	118 793	7 942	46 821	49 497	(2 676)	-5%	118 793
Service charges - refuse revenue		82 251	95 898	95 898	6 467	38 670	39 957	(1 287)	-3%	95 898
Rental of facilities and equipment		7 817	8 495	8 495	591	3 031	3 540	(509)	-14%	8 495
Interest earned - external investments		2 690	2 497	2 497	111	612	1 040	(428)	-41%	2 497
Interest earned - outstanding debtors		5 754	6 325	6 325	460	2 109	2 635	(526)	-20%	6 325
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		9 054	13 114	13 114	1 483	1 609	5 464	(3 856)	-71%	13 114
Licences and permits		8	38	38	5	36	16	20	128%	38
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		611 725	662 833	730 951	13 840	257 984	257 984	-	-	730 951
Other revenue		31 034	15 729	15 729	1 154	7 470	6 554	916	14%	15 729
Gains		-	-	-	881	47	-	47	#DIV/0!	-
Total Revenue (excluding capital transfers and contributions)		1 938 707	2 120 688	2 188 806	121 233	860 441	865 424	(4 983)	-1%	2 188 806
Expenditure By Type										
Employee related costs		540 376	594 312	596 287	47 327	225 987	248 453	(22 466)	-9%	596 287
Remuneration of councillors		25 106	28 456	28 456	2 082	10 570	11 857	(1 287)	-11%	28 456
Debt impairment		137 893	184 700	184 700	4 063	23 532	76 958	(53 426)	-69%	184 700
Depreciation & asset impairment		338 886	420 387	420 387	29 861	141 149	175 161	(34 013)	-19%	420 387
Finance charges		51 592	42 882	42 882	3 543	17 865	17 867	(2)	0%	42 882
Bulk purchases		524 253	660 671	660 671	72 577	252 473	275 280	(22 806)	-8%	660 671
Other materials		2 117	4 559	4 559	411	1 472	1 899	(427)	-22%	4 559
Contracted services		215 154	337 719	335 209	29 333	75 974	139 670	(63 697)	-46%	335 209
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Other expenditure		214 115	123 788	115 005	9 226	97 341	47 919	49 422	103%	115 005
Losses		100	1	1	-	-	0	(0)	-100%	1
Total Expenditure		2 049 591	2 397 474	2 388 156	198 425	846 363	995 065	(148 702)	-15%	2 388 156
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations)		(110 884)	(276 785)	(199 349)	(77 192)	14 078	(129 641)	143 719	(0)	(199 349)
(National / Provincial and District)		76 576	90 548	90 548	7 226	14 918	37 728	(22 810)	(0)	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)	(69 966)	28 997	(91 912)			(108 801)
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		(34 308)	(186 237)	(108 801)	(69 966)	28 997	(91 912)			(108 801)
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(34 308)	(186 237)	(108 801)	(69 966)	28 997	(91 912)			(108 801)
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		(34 308)	(186 237)	(108 801)	(69 966)	28 997	(91 912)			(108 801)

KZN252 Newcastle - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M05 November

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	750	1,168	2,625	(1,457)	-56%	6,299
Vote 3 - BUDGET AND TREASURY		360	1,000	3,404	-	628	1,418	(790)	-56%	3,404
Vote 4 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENT		19,038	18,000	21,722	3,717	4,000	9,051	(5,051)	-56%	21,722
Vote 6 - TECHNICAL SERVICES		83,819	104,683	108,054	9,814	17,446	45,023	(27,577)	-81%	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	14,281	23,242	58,116	(34,875)	-80%	139,479
Total Capital Expenditure		105,605	125,548	139,479	14,281	23,242	58,116	(34,875)	-80%	139,479
Capital Expenditure - Functional Classification										
Governance and administration		360	1,000	3,404	-	628	1,418	(790)	-56%	3,404
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		360	1,000	3,404	-	628	1,418	(790)	-56%	3,404
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		1,719	1,865	6,871	879	1,580	2,863	(1,283)	-45%	6,871
Community and social services		861	365	3,982	261	482	1,659	(1,177)	-71%	3,982
Sport and recreation		230	1,500	198	-	196	83	113	137%	198
Public safety		448	-	1,969	490	490	821	(331)	-40%	1,969
Housing		180	-	722	129	412	301	111	37%	722
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		97,564	63,683	68,554	7,386	9,645	28,584	(18,919)	-66%	68,554
Planning and development		18,858	18,000	21,000	3,588	3,588	8,750	(5,162)	-59%	21,000
Road transport		78,706	45,683	47,554	3,799	6,057	19,814	(13,757)	-69%	47,554
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		5,982	59,000	60,650	6,016	11,389	25,271	(13,882)	-55%	60,650
Energy sources		424	-	-	-	-	-	-	-	-
Water management		5,113	43,000	43,000	3,569	6,314	17,917	(11,602)	-65%	43,000
Waste water management		425	16,000	17,500	2,447	5,075	7,292	(2,217)	-30%	17,500
Waste management		-	-	150	-	-	63	(63)	-100%	150
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	105,605	125,548	139,479	14,281	23,242	58,116	(34,875)	-60%	139,479
Funded by:										
National Government		76,576	90,183	90,183	7,132	14,763	37,576	(22,813)	-61%	90,183
Provincial Government		-	365	365	94	155	152	3	2%	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	6	76,576	90,548	90,548	7,226	14,918	37,728	(22,810)	-60%	90,548
Borrowing		-	-	-	-	-	-	-	-	-
Internally generated funds		29,029	35,000	48,931	7,056	8,323	20,388	(12,065)	-59%	48,931
Total Capital Funding		105,605	125,548	139,479	14,281	23,242	58,116	(34,875)	-60%	139,479

References

1. 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).

2. Include capital component of PPP unitary payment

3. Capital expenditure by functional classification must reconcile to the total of multi-year and single year appropriations

4. Include expenditure on investment property, intangible and biological assets

6. 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 - M05 November

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	22,004	3,873
Call investment deposits		35,545	28,510	–	13,216	–
Consumer debtors		617,310	377,278	691,330	672,145	691,330
Other debtors		241,621	36,838	–	77,894	–
Current portion of long-term receivables		0	1	1	0	1
Inventory		13,883	13,296	13,514	14,207	13,514
Total current assets		908,359	499,966	708,718	799,466	708,718
Non current assets						
Long-term receivables		–	348	–	–	–
Investments		–	–	–	–	–
Investment property		355,564	355,564	355,564	257,160	355,564
Investments in Associate		234,928	204,693	234,928	217,333	234,928
Property, plant and equipment		6,573,347	6,638,512	6,638,512	6,469,533	6,638,512
Biological		–	–	–	–	–
Intangible		517	1,823	690	1,654	690
Other non-current assets		11,488	11,488	11,670	11,670	11,670
Total non current assets		7,175,844	7,212,428	7,241,364	6,957,350	7,241,364
TOTAL ASSETS		8,084,203	7,712,393	7,950,082	7,756,816	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	26,197	24,914
Trade and other payables		932,941	367,022	475,665	836,327	475,665
Provisions		8,668	8,668	9,752	9,752	9,752
Total current liabilities		978,251	429,185	539,088	899,774	539,088
Non current liabilities						
Borrowing		389,630	375,896	584,012	356,185	584,012
Provisions		177,199	207,485	207,485	202,464	207,485
Total non current liabilities		566,829	583,382	791,498	558,649	791,498
TOTAL LIABILITIES		1,545,080	1,012,567	1,330,585	1,458,423	1,330,585
NET ASSETS	2	6,539,123	6,699,827	6,619,496	6,298,393	6,619,496
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		6,510,091	6,671,317	6,590,056	6,268,996	6,590,056
Reserves		29,032	28,510	29,441	29,396	29,441
TOTAL COMMUNITY WEALTH/EQUITY	2	6,539,123	6,699,827	6,619,496	6,298,393	6,619,496

KZN252 Newcastle - Table C7 Monthly Budget Statement - Cash Flow - M05 November

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	26,489	171,133	115,525	55,609	48%	277,259
Service charges		1,096,265	832,349	839,506	(138,297)	233,567	349,794	(116,227)	-33%	839,506
Other revenue		84,390	27,620	27,771	1,154	8,001	11,571	(3,570)	-31%	27,771
Transfers and Subsidies - Operational		535,551	662,833	730,951	27,961	248,638	248,638	-		730,951
Transfers and Subsidies - Capital		119,740	90,548	90,548	6,000	86,365	86,365	-		90,548
Interest		8,444	2,497	2,497	553	2,721	1,040	1,681	162%	2,497
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(1,887,448)	(1,740,736)	(1,809,786)	80,371	(692,266)	(754,077)	(61,811)	8%	(1,809,786)
Finance charges		(51,592)	(42,882)	(42,882)	(3,543)	(17,865)	(17,867)	(2)	0%	(42,882)
Transfers and Grants		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) OPERATING ACTIVITIES		152,459	150,288	115,865	689	40,294	40,989	694	2%	115,865
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	18,000	18,000	-	-	7,500	(7,500)	-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)	(14,281)	(23,242)	(58,116)	(34,875)	60%	(139,479)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(101,042)	(107,548)	(121,479)	(14,281)	(23,242)	(50,616)	(27,375)	54%	(121,479)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	2,000	2,000	-	-	833	(833)	-100%	2,000
Payments										
Repayment of borrowing		(25,871)	(28,757)	(28,757)	3,542	(17,378)	(11,982)	5,396	-45%	(28,757)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(25,871)	(26,757)	(26,757)	3,542	(17,378)	(11,149)	6,229	-56%	(26,757)
NET INCREASE/ (DECREASE) IN CASH HELD		25,547	15,983	(32,372)	(10,050)	(325)	(20,776)			(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		35,220	15,468			3,174

KZN252 Newcastle - Supporting Table SC1 Material variance explanations - M05 November

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
1	<p>R thousands</p> <p>Revenue By Source</p> <p>Property rates</p> <p>Rental of facilities and equipment</p> <p>Interest earned - external investments</p> <p>Interest earned - outstanding debtors</p> <p>Fines, penalties and forfeits</p> <p>Licenses and permits</p> <p>Expenditure By Type</p> <p>Remuneration of councillors</p> <p>Debt impairment</p> <p>Depreciation & asset impairment</p> <p>Other materials</p> <p>Contracted services</p> <p>Other expenditure</p> <p>Capital Expenditure</p> <p>Grant funded projects</p> <p>Internally funded projects</p> <p>Repairs and maintenance</p>	<p>-11%</p> <p>-14%</p> <p>-41%</p> <p>-20%</p> <p>-71%</p> <p>128%</p> <p>-11%</p> <p>-6%</p> <p>-19%</p> <p>-22%</p> <p>-46%</p> <p>103%</p> <p>-60%</p> <p>-5%</p> <p>81%</p>	<p>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.</p> <p>Due to slow spending investments are accumulating more interest than anticipated</p> <p>Due to an increase on our debtors book.</p> <p>Dependent on the consumers reaction</p> <p>Dependent on the consumers reaction</p> <p>Death and dismissal of two councillors respectively has resulted to this variance.</p> <p>Only debt impairment for indigents is calculated monthly all other debtors is Biannually</p> <p>This is due to the very low capital expenditure and projects still under work in progress (not yet capitalised)</p> <p>Cross cut measures are implemented to reduce the expenditure for material</p> <p>Invoice from service providers haven't yet received</p> <p>Coost containment measures</p> <p>Due to SCM processe being at initial stages</p> <p>Due to SCM processe being at initial stages</p> <p>Due to SCM processe being at initial stages</p>	<p>This item will be monitored during the course of the year whether an adjustment would be required.</p> <p>This item will be monitored during the course of the year whether an adjustment would be required.</p> <p>This item will be monitored during the course of the year whether an adjustment would be required.</p> <p>This item will be monitored during the course of the year whether an adjustment would be required.</p> <p>This item will be monitored during the course of the year whether an adjustment would be required.</p> <p>This item will be monitored during the course of the year whether an adjustment would be required.</p> <p>This item will be monitored during the course of the year whether an adjustment would be required.</p> <p>This item will be monitored during the course of the year whether an adjustment would be required.</p> <p>This item will be monitored during the course of the year whether an adjustment would be required.</p> <p>Fast track SCM processes and management of contractors</p> <p>Fast track SCM processes and management of contractors</p> <p>Fast track SCM processes and management of contractors</p>
2	<p>Financial Position</p>	<p>2%</p> <p>54%</p> <p>-56%</p>	<p>Equitable Share and other grants bulk of it received early in the financial year</p> <p>Slow capital expenditure</p> <p>Based on amortisation schedules</p>	<p>None</p> <p>None</p> <p>None</p>
3	<p>Cash Flow</p> <p>Net Cash from Operating Activities</p> <p>Net Cash Used from Investing Activities</p> <p>Net Cash Used from Financial Activities</p>			
4	<p>Measureable performance</p>			
5	<p>Municipal Entities</p>			

KZN252 Newcastle - Supporting Table SC2 Monthly Budget Statement - performance indicators - M05 November

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%	19.4%	16.4%
Gearing	Long Term Borrowing/ Funds & Reserves		1342.1%	1318.5%	1983.7%	1211.7%	1983.7%
<u>Liquidity</u>							
Current Ratio	Current assets/current liabilities	1	92.9%	116.5%	131.5%	88.9%	131.5%
Liquidity Ratio	Monetary Assets/Current Liabilities		3.6%	16.9%	0.7%	3.9%	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%	87.2%	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%	26.3%	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%	2.1%	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 - MD5 November

Description		Budget Year 2020/21										Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy	
		NT Code	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					
R thousands																
Debtors Age Analysis By Income Source																
	1200	26,260	9,472	10,102	7,632	7,346	9,613	46,965	345,600	462,990	417,156	851				
	1300	43,986	2,322	1,487	987	699	7,018	3,730	55,001	115,229	67,434	196				
	1400	37,567	9,898	9,621	14,166	8,151	8,022	41,164	200,373	328,961	271,875	822				
	1500	15,261	6,218	6,793	5,942	5,511	6,030	32,759	269,742	348,255	319,983	1,043				
	1600	11,872	4,739	4,678	4,335	4,177	4,450	24,179	139,167	197,597	176,308	365				
	1700	548	166	161	158	143	145	754	3,966	6,043	5,166	-				
	1810	929	429	560	384	357	366	2,470	40,883	46,379	44,461	21				
	1820	-	-	-	-	-	-	-	-	-	-	-				
	1900	(85,785)	5,142	3,775	3,040	2,794	4,332	17,535	226,327	177,161	254,028	398				
	2000	50,639	38,387	37,178	36,643	29,177	39,976	169,557	1,281,057	1,682,615	1,556,410	3,696				
2019/20 - totals only																
Debtors Age Analysis By Customer Group																
	2200	(3,338)	2,734	889	5,885	502	535	2,874	18,012	28,092	27,808	-				
	2300	(21,064)	5,508	3,485	3,484	2,870	9,305	13,764	120,251	137,601	149,673	-				
	2400	75,100	30,092	32,735	27,245	25,786	30,097	152,823	1,141,369	1,515,246	1,377,320	3,696				
	2500	(58)	54	69	29	19	39	96	1,425	1,675	1,609	0				
	2600	50,639	38,387	37,178	36,643	29,177	39,976	169,557	1,281,057	1,682,615	1,556,410	3,696				

KZN252 Newcastle - Supporting Table SC4 Monthly Budget Statement - aged creditors - M05 November

R thousands	Description	NT Code	Budget Year 2020/21										Over 1 Year	Total		
			0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year							
	Creditors Age Analysis By Customer Type															
	Bulk Electricity	0100	30,679	-	-	-	-	-	-	-	-	34,166	223,950	288,795		
	Bulk Water	0200	9,437	11,671	11,351	12,350	12,868	21,547	32,337	(580)				110,983		
	PAYE deductions	0300	16,008	-	-	-	-	-	-	-	-	-	-	16,008		
	VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-	-	-		
	Pensions / Retirement deductions	0500	7,170	-	-	-	-	-	-	-	-	-	-	7,170		
	Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	-	-		
	Trade Creditors	0700	12,373	3,195	2,470	8,410	1,637	11,124	3,481	9,399			52,090			
	Auditor General	0800	-	-	-	-	-	-	-	-	-	-	-	-		
	Other	0900	-	-	-	-	-	-	-	-	-	-	-	-		
	Total By Customer Type	1000	75,667	14,866	13,822	20,760	14,505	32,672	69,984	232,770			475,045			

KZN252 Newcastle - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M05 November

R thousands	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 ^a	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												
	<u>Municipality</u>															
	Nedbank		12 months		Call Account						Call account	1,332	259	(141,000)	140,000	591
	Standard Bank		12 months		Call Account						Call account	36,546	475	(51,000)	26,000	12,021
	ABSA		12 months		Call Account						Call account	595	9	-	-	604
	Municipality sub-total											38,473	743	(192,000)	166,000	13,216
	<u>Entities</u>															
	Entities sub-total															
	TOTAL INVESTMENTS AND INTEREST	2										38,473	743	(192,000)	166,000	13,216

KZN252 Newcastle - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M05 November

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										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		463,996	477,793	546,692	12,000	195,802	195,802	-		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	3,000	3,000	3,000			12,000
Finance Management		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	9,000	9,000	9,000			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	15,961	52,836	52,836	-		187,562
Health subsidy		-	-	-				-		-
Level 2 accreditation		7,620	-	-						-
Museums Services		386	42	42	-	42	42			42
Community Library Services Grant		-	2,312	2,312	2,312	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	6,920	43,753	43,753			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	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	27,961	248,638	248,638	-		734,254
Capital Transfers and Grants										
National Government:		139,039	90,183	90,183	6,000	86,000	86,000	-		90,183
Neighbourhood Development Partnership		30,259	-	-				-		-
Municipal Infrastructure Grant (MIG)		89,580	74,183	74,183	-	70,000	70,000			74,183
Integrated National Electrification Programme		-	-	-						-
Energy efficiency & demand side management		-	-	-						-
Municipal water infrastructure		-	-	-						16,000
Water Services Infrastructure Grant (WSIG)		19,200	16,000	16,000	6,000	16,000	16,000	-		16,000
Other capital transfers [insert description]										
Provincial Government:		1,228	365	365	-	365	365	-		365
Level 2 accreditation		-	-	-				-		-
Recapitalisation of Community Libraries		-	-	-						-
Sport and Recreation		-	-	-						-
Museum		-	365	365	-	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	6,000	86,365	86,365	-		90,548
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	710,207	755,903	824,802	33,961	335,003	335,003	-		824,802

KZN252 Newcastle - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M05 November

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	7,054	204,730	212,515	(7,636)	-3.6%	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			5,000	(5,000)	-100.0%	12,000
Finance Management		1,700	1,700	1,700	44	216	708	(492)	-69.5%	1,700
Municipal Systems Improvement		1,750	1,500	1,500			625	(625)	-100.0%	1,500
Water Services Infrastructure Grant (WSIG)		20,800	19,000	19,000	1,799	1,799	7,917	(6,118)	-77.3%	19,000
Municipal Infrastructure Grant (MIG)		23,000	37,634	37,634	4,543	20,280	15,681	4,599	29.3%	37,634
Massification		20,000	-	-			-	-		-
EPWP Incentive		3,098	2,895	2,895	668	1,057	1,206	-		2,895
Energy Efficiency and Demand Management		6,000	-	-			-	-		-
Provincial Government:		105,944	184,562	187,562	4,614	40,484	78,151	(3,088)	-4.0%	187,562
Health subsidy		-	-	-			-	-		-
Housing		91,392	170,140	170,140	3,920	36,833	70,892	-		170,140
Spatial Development Framework Support		-	1,500	1,500			625	(625)	-100.0%	1,500
Title Deeds		-	-	3,000	20	293	1,250	-		3,000
Provincialisation of Libraries		6,546	6,729	6,729	417	1,941	2,804	(863)	-30.8%	6,729
Level 2 Accreditation		7,620	-	-			-	-		-
Museum Services		386	42	42			18	-		42
Community Services		-	2,312	2,312	257	1,418	963	-		2,312
Accredited municipalities		-	3,839	3,839			1,600	(1,600)	-100.0%	3,839
District Municipality:		-	-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
<i>Tirelo Basha Grant</i>		-	-	-	-	-	-	-		-
Total operating expenditure of Transfers and Grants:		569,940	662,355	734,254	11,669	245,215	290,666	(10,723)	-3.7%	734,254
Capital expenditure of Transfers and Grants										
National Government:		139,039	90,183	90,183	8,946	20,510	37,576	(17,066)	-45.4%	90,183
Neighbourhood Development Partnership		30,259	-	-			-	-		-
Water Services Infrastructure Grant (WSIG)		19,200	-	-			-	-		-
Municipal Infrastructure Grant(MIG)		89,580	74,183	74,183	7,733	16,168	30,910	(14,742)	-47.7%	74,183
Municipal water infrastructure		-	16,000	16,000	1,214	4,342	6,667	(2,325)	-34.9%	16,000
Emergency efficiency & demand side management		-	-	-			-	-		-
Other capital transfers [insert description]		-	-	-			-	-		-
Provincial Government:		1,228	365	365	182	258	152	105	69.4%	365
Level 2 accreditation		-	-	-			-	-		-
Museums Services		-	365	365	182	258	152	-		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	9,129	20,768	37,728	(16,961)	-45.0%	90,548
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		710,207	752,903	824,802	20,797	265,982	328,394	(27,684)	-8.4%	824,802

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	49,409	236,557	260,309	(23,753)	-9%	622,772
% increase	4		3.8%	4.1%						3.8%
TOTAL MANAGERS AND STAFF		573,066	594,316	596,287	47,327	225,987	248,453	(22,466)	-9%	594,316

KZN252 Newcastle - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M05 November

R thousands	Description	Ref	Budget Year 2020/21												2020/21 Medium Term Revenue & Expenditure Framework		
			July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
			Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget
Cash Receipts By Source			43,795	32,766	34,041	34,041	26,489								277,259	349,864	349,864
	Property rates		34,802	62,979	59,863	31,467	48,389								589,705	646,752	672,622
	Service charges - electricity revenue		13,347	16,755	16,650	16,650	13,422								115,945	112,074	117,678
	Service charges - water revenue		10,877	10,764	10,752	10,752	7,942								66,988	68,967	73,105
	Service charges - sanitation revenue		8,968	8,981	8,964	8,964	6,467								66,868	64,139	64,139
	Service charges - refuse		611	608	566	647	591								8,495	9,005	9,545
	Rental of facilities and equipment		178	1,564	233	0	111								2,497	2,647	2,806
	Interest earned - external investments		435	(972)	1,742	445	460								-	6,704	7,106
	Interest earned - outstanding debtors																
	Dividends received		59	92	17	86	1,483								3,410	9,737	10,321
	Fines, penalties and forfeits		3	8	15	8	5							4	18	17	
	Licences and permits																
	Agency services		181,378	724	26,013	12,562	27,961							730,951	620,150	675,031	
	Transfers and Subsidies - Operational		983	1,664	1,465	1,137								15,862	20,738	21,982	
	Other revenue		295,415	135,933	160,321	116,759	133,320							1,877,984	1,910,792	2,004,216	
Cash Receipts by Source																	
Other Cash Flows by Source			40,000		40,000	365	6,000								90,548	112,015	105,827
	Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)																
	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/refinancing																
	Increase (decrease) in consumer deposits																
	Decrease (increase) in non-current receivables																
	Increase (decrease) in non-current investments																
	Decrease (increase) in non-current investments																
	Total Cash Receipts by Source		335,415	135,933	200,321	117,124	139,320								1,988,532	2,044,807	2,132,043
Cash Payments by Type			45,767	40,649	46,068	45,050	47,327								665,887	622,352	665,917
	Employee related costs		2,115	2,095	2,112	2,165	2,082								28,456	30,163	31,973
	Remuneration of councillors		3,594	3,594	3,556	3,579	3,543								42,882	38,754	35,346
	Interest paid		55,868	69,706	63,124	41,703	42,574								534,445	566,512	623,163
	Bulk purchases - Electricity		11,190	12,350	-										126,226	133,799	140,489
	Bulk purchases - Water & Sewer		217	248	2,450	411	411								4,559	3,195	3,387
	Other materials		2,197	11,272	44,492	40,225	29,333								335,209	355,133	335,031
	Contracted services																
	Grants and subsidies paid - other municipalities																
	Grants and subsidies paid - other																
	General expenses		10,019	6,097	13,626	7,954	6,026								115,005	123,080	129,234
	Cash Payments by Type		130,966	146,012	175,429	140,675	131,296								1,852,667	1,872,989	1,964,540
Other Cash Flows/Payments by Type																	
	Capital assets																
	Repayment of borrowing		29,251	(26,855)	(27,010)	3,694	3,542								139,479	123,015	124,827
	Other Cash Flows/Payments		71,885	88,841	37,467										28,757	31,884	32,106
	Total Cash Payments by Type		232,102	208,829	191,858	146,278	149,369								2,020,903	2,027,886	2,121,472
	NET INCREASE/(DECREASE) IN CASH HELD		103,312	(72,896)	8,463	(29,155)	(10,049)								(32,372)	16,919	10,571
	Cash/cash equivalents at the monthly/year beginning:		35,545	138,858	66,961	74,424	45,269	35,220	35,220	35,220	35,220	35,220	35,220	35,220	35,545	3,174	20,093
	Cash/cash equivalents at the monthly/year end:		138,858	65,961	74,424	45,269	35,220	35,220	35,220	35,220	35,220	35,220	35,220	35,220	3,174	20,093	30,663

KZN252 Newcastle - NOT REQUIRED - municipality does not have entities or this is the parent municipality's budget - M05 November

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	26,489	146,490	165,218	(18,728)	-11%	396,522
Service charges - electricity revenue		581,207	609,866	609,866	48,389	277,850	254,111	23,739	9%	609,866
Service charges - water revenue		178,594	190,579	190,579	13,422	77,712	79,408	(1,696)	-2%	190,579
Service charges - sanitation revenue		108,915	118,793	118,793	7,942	46,821	49,497	(2,676)	-5%	118,793
Service charges - refuse revenue		82,251	95,898	95,898	6,467	38,670	39,957	(1,287)	-3%	95,898
Rental of facilities and equipment		7,817	8,495	8,495	591	3,031	3,540	(509)	-14%	8,495
Interest earned - external investments		2,690	2,497	2,497	111	612	1,040	(428)	-41%	2,497
Interest earned - outstanding debtors		5,754	6,325	6,325	460	2,109	2,635	(526)	-20%	6,325
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		9,054	13,114	13,114	1,483	1,609	5,464	(3,856)	-71%	13,114
Licences and permits		8	38	38	5	36	16	20	128%	38
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		611,725	662,833	730,951	13,840	257,984	257,984	-	-	730,951
Other revenue		31,034	15,729	15,729	1,154	7,470	6,554	916	14%	15,729
Gains		-	-	-	881	47	-	47	#DIV/0!	-
Total Revenue (excluding capital transfers and contributions)		1,938,707	2,120,688	2,188,806	121,233	860,441	865,424	(4,983)	-1%	2,188,806
Expenditure By Type										
Employee related costs		540,376	594,312	596,287	47,327	225,987	248,453	(22,466)	-9%	596,287
Remuneration of councillors		25,106	28,456	28,456	2,082	10,570	11,857	(1,287)	-11%	28,456
Debt impairment		137,893	184,700	184,700	4,063	23,532	76,958	(53,426)	-69%	184,700
Depreciation & asset impairment		338,886	420,387	420,387	29,861	141,149	175,161	(34,013)	-19%	420,387
Finance charges		51,592	42,882	42,882	3,543	17,865	17,867	(2)	0%	42,882
Bulk purchases		524,253	660,671	660,671	72,577	252,473	275,280	(22,806)	-8%	660,671
Other materials		2,117	4,559	4,559	411	1,472	1,899	(427)	-22%	4,559
Contracted services		215,154	337,719	335,209	29,333	75,974	139,670	(63,697)	-46%	335,209
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Other expenditure		214,115	123,788	115,005	9,226	97,341	47,919	49,422	103%	115,005
Losses		100	1	1	-	-	0	(0)	-100%	1
Total Expenditure		2,049,591	2,397,474	2,388,156	198,425	846,363	995,065	(148,702)	-15%	2,388,156
Surplus/(Deficit)		(110,884)	(276,785)	(199,349)	(77,192)	14,078	(129,641)	143,719	-111%	(199,349)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		76,576	90,548	90,548	7,226	14,918	37,728	(22,810)	-60%	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)	(69,966)	28,997	(91,912)	120,909	-132%	(108,801)
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		(34,308)	(186,237)	(108,801)	(69,966)	28,997	(91,912)	120,909	-132%	(108,801)

KZN252 Newcastle - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M05 November

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	2,042	8,960	44,636	35,675	79.9%	7%
November	9,742	10,462	11,855	14,281	23,242	56,491	33,249	58.9%	19%
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	23,242					

Fire/Ambulance Stations	-	-	-	-	-	-	-	-	-
Testing Stations	-	-	-	-	-	-	-	-	-
Museums	-	-	-	-	-	-	-	-	-
Galleries	-	-	-	-	-	-	-	-	-
Theatres	-	-	-	-	-	-	-	-	-
Libraries	851	-	5,430	261	431	2,262	1,831	80.9%	5,430
Cemeteries/Crematoria	-	-	-	-	-	-	-	-	-
Police	-	-	-	-	-	-	-	-	-
Parks	-	-	-	-	-	-	-	-	-
Public Open Space	-	-	-	-	-	-	-	-	-
Nature Reserves	-	-	-	-	-	-	-	-	-
Public Ablution Facilities	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Stalls	-	-	198	-	196	83	(113)	-137.1%	198
Abattoirs	-	-	-	-	-	-	-	-	-
Airports	-	-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-
Indoor Facilities	-	-	-	-	-	-	-	-	-
Outdoor Facilities	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Heritage assets	-	350	500	-	-	208	208	100.0%	500
Monuments	-	-	-	-	-	-	-	-	-
Historic Buildings	-	300	500	-	-	208	208	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	-	-	-	-	-	-	-	-	-
Local Settlement Software Applications	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	471	1,200	1,820	129	316	758	443	58.4%	1,820
Furniture and Office Equipment	471	1,200	1,820	129	316	758	443	58.4%	1,820
Machinery and Equipment	1,716	2,515	2,252	-	230	939	709	75.5%	2,252
Machinery and Equipment	1,716	2,515	2,252	-	230	939	709	75.5%	2,252
Transport Assets	-	-	3,250	490	490	1,354	865	63.8%	3,250
Transport Assets	-	-	3,250	490	490	1,354	865	63.8%	3,250
Land	1,302	-	-	500	500	-	(500)	#DIV/0!	-
Land	1,302	-	-	500	500	-	(500)	#DIV/0!	-
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	6,797	12,166	31,743	61.7%	76,183

Fire/Ambulance Stations	-	-	-	-	-	-	-	-	-	-
Testing Stations	-	-	-	-	-	-	-	-	-	-
Museums	-	-	-	-	-	-	-	-	-	-
Galleries	-	-	-	-	-	-	-	-	-	-
Theatres	-	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria	-	-	-	-	-	-	-	-	-	-
Police	-	-	-	-	-	-	-	-	-	-
Parks	-	-	-	-	-	-	-	-	-	-
Public Open Space	-	-	-	-	-	-	-	-	-	-
Nature Reserves	-	-	-	-	-	-	-	-	-	-
Public Ablution Facilities	-	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-	-
Stalls	-	-	-	-	-	-	-	-	-	-
Abattoirs	-	-	-	-	-	-	-	-	-	-
Airports	-	-	-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-	-	-	-	-
Licences and Rights	-	-	-	-	-	-	-	-	-	-
Water Rights	-	-	-	-	-	-	-	-	-	-
Effluent Licenses	-	-	-	-	-	-	-	-	-	-
Solid Waste Licenses	-	-	-	-	-	-	-	-	-	-
Computer Software and Applications	-	-	-	-	-	-	-	-	-	-
Load Settlement Software Applications	-	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	252	-	219	105	(114)	-108.7%	252	-
Transport Assets	-	-	252	-	219	105	(114)	-108.7%	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	2,682	2,901	4,218	1,317	31.2%	10,123

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	3,308	7,457	40,265	32,808	81.5%	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	29,861	141,149	175,161	34,013	19.4%	420,387

Testing Stations	-	-	-	-	-	-	-	-	-	
Museums	-	-	-	-	-	-	-	-	-	
Galleries	-	-	-	-	-	-	-	-	-	
Theatres	-	-	-	-	-	-	-	-	-	
Libraries	-	-	-	-	-	-	-	-	-	
Cemeteries/Crematoria	-	-	-	-	-	-	-	-	-	
Police	-	-	-	-	-	-	-	-	-	
Parks	-	-	-	-	-	-	-	-	-	
Public Open Space	-	-	-	-	-	-	-	-	-	
Nature Reserves	-	-	-	-	-	-	-	-	-	
Public Ablution Facilities	-	-	-	-	-	-	-	-	-	
Markets	-	-	-	-	-	-	-	-	-	
Stalls	-	-	-	-	-	-	-	-	-	
Abattoirs	-	-	-	-	-	-	-	-	-	
Airports	-	-	-	-	-	-	-	-	-	
Taxi Ranks/Bus Terminals	-	-	-	-	-	-	-	-	-	
Capital Spares	-	-	-	-	-	-	-	-	-	
Sport and Recreation Facilities	-	-	44	-	44	18	(25)	-137.5%	44	
Indoor Facilities	-	-	44	-	44	18	(25)	-137.5%	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	1,533	1,250	81.5%	3,679	
Operational Buildings	-	-	3,679	-	283	1,533	1,250	81.5%	3,679	
Municipal Offices	-	-	3,679	-	283	1,533	1,250	81.5%	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	-	-	-	-	-	-	-	-	-	
Services	-	-	-	-	-	-	-	-	-	
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	-	-	150	-	-	63	63	100.0%	150	
Machinery and Equipment	-	-	150	-	-	63	63	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	4,802	8,175	22,156	13,981	63.1%	53,174

References

- Table F2 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M05 Nov 2020

Description	NEWCASTLE MUNICIPALITY								
	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		9,437	51,385	52,742	(1,357)	-2.6%	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	-	9,437	51,385	52,742	(1,357)	-2.6%	126,581
Expenditure By Type									
Employee related costs	13,792	14,462		1,764	6,618	6,026	592	9.8%	14,462
Remuneration of Directors	-	-		-	-	-	-		-
Debt impairment	-	-		-	-	-	-		-
Depreciation & asset impairment	59,455	780		65	325	325	0	0.0%	780
Finance charges	-	-		-	-	-	-		-
Bulk purchases	27,730	26,276		2,470	10,948	10,948	0	0.0%	26,276
Materials and Supplies	5,342	5,848		1,364	2,835	2,437	398	16.3%	5,848
Contracted services	2,322	10,494		283	1,406	4,372	(2,967)	-67.8%	10,494
Transfers and grants	-	-		-	-	-	-		-
Other expenditure	31,266	31,364		2,608	15,156	13,069	2,088	16.0%	31,364
Loss on disposal of PPE	-	-		-	-	-	-		-
Total Expenditure	139,907	89,224	-	8,554	37,288	37,177	111	0.3%	89,224
Recharge									
Head Office Recharge	48,145	26,235		3,498	13,643	10,931	2,712	24.8%	46,840
Surplus/(Deficit)	(76,632)	11,122	-	(2,616)	454	4,634			(9,483)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)									
Transfers and subsidies - capital (in-kind - all)									
Surplus/(Deficit) for the year	(76,632)	11,122	-	(2,616)	454	4,634			(9,483)



NEWCASTLE MUNICIPALITY
(Registration number KZ252)

**INTERIM FINANCIAL STATEMENTS
FOR THE 5 MONTHS ENDED 30 NOVEMBER 2020**

Newcastle Municipality

Interim Financial Statements for the 5 months ended 30 November 2020

Statement of Financial Position as at 30 November 2020

	Note(s)	November 2020	June 2020
Assets			
Current Assets			
Inventories	9	14 206 585	13 882 980
Other financial assets	7	5	277
Receivables from exchange transactions	10	61 049 073	82 165 224
Receivables from non-exchange transactions	11	16 845 388	22 499 156
Consumer debtors from exchange transactions	12	544 955 731	617 309 583
Consumer debtors from non-exchange transactions	12	127 188 964	136 956 485
Cash and cash equivalents	13	35 220 072	38 511 005
		799 465 818	911 324 710
Non-Current Assets			
Investment property	2	257 159 618	355 563 618
Property, plant and equipment	3	6 469 532 540	6 573 346 702
Intangible assets	4	1 654 344	517 384
Heritage assets	5	11 670 232	11 488 232
Investments in associates	6	217 333 222	234 927 851
		6 957 349 956	7 175 843 787
Total Assets		7 756 815 774	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	722 372 623	871 381 348
VAT payable	20	6 104 301	2 571 095
Consumer deposits	21	26 197 022	24 493 127
Unspent conditional grants and receipts	15	107 849 584	58 988 630
Defined benefit plan	17	9 752 000	8 667 735
Bank overdraft	13	-	2 965 923
		899 774 282	981 216 482
Non-Current Liabilities			
Other financial liabilities	16	356 037 523	388 785 921
Finance lease obligation	14	147 576	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
		558 648 918	566 829 106
Total Liabilities		1 458 423 200	1 548 045 588
Net Assets		6 298 392 574	6 539 122 909
Reserves			
Housing Development fund		28 858 201	28 515 270
Self insurance reserve		538 169	516 824
Accumulated surplus		6 268 996 209	6 510 090 815
Total Net Assets		6 298 392 579	6 539 122 909

Newcastle Municipality

Interim Financial Statements for the 5 months ended 30 November 2020

Statement of Financial Performance

	Note(s)	Month ended November 2020	Year ended June 2020
Revenue			
Service charges	23	441 053 269	950 967 805
Rental of facilities and equipment	24	3 030 985	7 817 357
Sundry revenue	26	2 442 221	8 760 957
Other income	26	386 904	663 785
Fee income	26	4 724 041	6 027 710
Interest received	27	2 721 010	8 444 465
Property Rates	28	146 489 969	319 656 446
Government grants & subsidies	29	272 902 772	611 724 961
Donation received		-	15 589 293
Fines	25	1 608 645	9 054 231
Total revenue		875 359 816	1 938 707 010
Expenditure			
Employee costs	30	225 987 052	543 218 379
Remuneration of councillors	31	10 569 653	25 106 016
Depreciation and amortisation	32	141 148 879	338 885 720
Finance costs	34	17 865 392	51 591 650
Debt Impairment	35	23 532 168	137 893 104
Collection costs		431 381	1 175 179
Bulk purchases	36	252 473 265	524 253 064
Contracted services	37	75 973 690	215 153 722
General Expenses	38	98 381 559	212 313 947
Total expenditure		846 363 039	2 049 590 781
Operating surplus (deficit)		28 996 777	(110 883 771)
Impairment loss	33	-	(10 821)
Profit/(Loss) on Sale of Assets		47 261	(99 739)
		47 261	(110 560)
Surplus (deficit) for the 5 months		29 044 038	(110 994 331)

Newcastle Municipality

Interim Financial Statements for the 5 months ended 30 November 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	6 239 952 171	6 268 984 265
Deficit for the year	-	-	-	29 044 038	29 044 038
Transfer of Housing Development Fund	342 931	-	342 931	-	342 931
Transfer to Self Insurance Reserves	-	21 345	21 345	-	21 345
Total changes	342 931	21 345	364 276	29 044 038	29 408 314
Balance at 30 November 2020	28 858 201	538 169	29 396 370	6 268 996 209	6 298 392 579

Newcastle Municipality

Interim Financial Statements for the 5 months ended 30 November 2020

Cash Flow Statement

	Note(s)	Month ended November 2020	Year ended June 2020
Cash flows from operating activities			
Receipts			
Sale of goods and services		412 701 707	1 139 410 108
Grants		335 003 027	654 534 604
Interest income		2 721 010	8 444 465
		<u>750 425 744</u>	<u>1 802 389 177</u>
Payments			
Employee costs and Councillors remuneration		(236 556 705)	(565 482 175)
Suppliers		(455 709 242)	(1 032 857 335)
Finance costs		(17 865 392)	(51 591 650)
		<u>(710 131 339)</u>	<u>(1 649 931 160)</u>
Net cash flows from operating activities	41	<u>40 294 405</u>	<u>152 458 017</u>
Cash flows from investing activities			
Purchase of property, plant and equipment	3	(23 241 779)	(105 604 812)
Proceeds from sale of Investment property	2	-	4 563 304
Net cash flows from investing activities		<u>(23 241 779)</u>	<u>(101 041 508)</u>
Cash flows from financing activities			
Net movements in long term loans		(17 377 636)	(25 870 628)
Net cash flows from financing activities		<u>(17 377 636)</u>	<u>(25 870 628)</u>
Net increase/(decrease) in cash and cash equivalents		(325 010)	25 545 881
Cash and cash equivalents at the beginning of the year		<u>35 545 082</u>	<u>9 999 201</u>
Cash and cash equivalents at the end of the year	13	<u>35 220 072</u>	<u>35 545 082</u>

Newcastle Municipality Grant Register for November 2020

Number	Vote number	Description	Opening balance	Receipts	Expenditure for NOV	Adjustments	Total Expenditure before Vat	VAT FOR THE MONTH	Total Vat Amount	Total Expenditure after Vat	Closing balance
1	030652000109	Environmental Management Framework	(802 871.43)								(802 871.43)
2	030652006409	IT - Tirolo Baha Project									
3	030652007009	Cleanest Town	(823 975.11)								(823 975.11)
4	030652004901	Electrification Grant	(8 267 083.85)								(8 267 083.85)
5	030652001501	Title Deeds Restoration Grant	(7 233 371.11)		20 303.94	5 198 328.30	287 880.38		25 597.82	283 478.18	(1 743 566.03)
6	030652002001	Expanded PWorks Incentive	(6 738.27)	(724 000.00)	687 770.55		1 057 233.29			1 057 233.29	326 495.02
7	030652006501	Financial Management Grant (FMG)		(1 700 000.00)	44 044.02		216 240.78			216 240.78	(1 483 759.22)
8	030652008501	Grant Skill Development	(905 455.46)		256 590.67		1 417 637.14			1 417 637.14	(605 455.80)
9	030652013801	Community Library Services Grant	(1 943 705.82)								(1 943 705.82)
10	030652021001	Ingoqo Fresh Produce	(11 353.39)								(11 353.39)
11	030652023901	Sports Maintenance Facilities Grant	(10 220.00)								(10 220.00)
12	030652001201	MG	0.00	(70 000 000.00)	10 880 212.88		32 476 636.72	1 415 757.14	3 671 266.97	36 447 638.69	(33 552 063.11)
13	030652009209	Olizweni Arts Centre	(36 920.00)								(36 920.00)
14	030652009301	Corridor Development	(31 074.84)								(31 074.84)
15	030652021809	Provincialisation	(2 458 316.56)	(6 728 000.00)	410 480.49		1 928 496.53	6 684.00	12 219.03	1 940 715.56	(7 246 600.02)
16	030652010809	Carnegie Art Gallery	(378 121.34)	(107 000.00)	15 000.00		27 950.00			27 950.00	(457 171.34)
17	030652029709	Fort Amiel Museum	(381 453.83)	(300 000.00)	164 804.49		227 119.07	2 489.88	2 489.88	228 608.05	(451 845.78)
18	030652011808	Capacity Building Housing	0.00								0.00
19	030652011901	Newcastle Airport	(1 815 261.26)								(1 815 261.26)
20	030683024001	Neighbouring Development Partnership Grant									
21	030683724609	Water Services Infrastructure Grant	(17 166 147.55)	(25 000 000.00)	3 012 784.00		5 339 852.46	451 917.80	800 982.87	6 140 945.35	(30 952 202.20)
22	030683024501	Massification									
23	030652034809	All Housing Grants	(4 266 812.79)	(43 753 027.17)		6 020 418.82	36 832 607.55			36 832 607.55	(4 266 812.79)
24	030652002109	Sport and Recreation	(1 880 417.86)								(1 880 417.86)
25	030652049801	Energy Efficiency and Demand Side Management Grant									
26	030652001002	Disaster Relief Grant									
27	030652002501	Title Deeds Restoration Grant - Post									
		TOTAL	(45 746 328.73)	(153 625 027.17)	15 451 971.05	(5 186 328.30)	79 791 755.92	1 876 848.72	4 512 598.67	84 604 352.59	(5 186 328.30)
						8 920 418.62					(107 649 564.60)

PREPARED BY:

REVIEWED BY:

REVIEWED BY:

AUTHORIZED BY:

C HARIPARSAD

B.N KHUMALO

M.S NDLOVU

S.M NKOSI

ACCOUNTANT

MANAGER

DIRECTOR:

DIRECTOR: BUDGET & TREASURY OFFICE

DATE:

DATE:

DATE:

DATE:

SUMMARY OF INVESTMENTS FOR NEWCASTLE FOR Nov 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 15,560.69		R 1,104,650.62
Housing Development Fund	Standard Bank 068450354/016	R 28,701,727.14	R 26,000,000.00		R 51,000,000.00		R 385,198.53		R 4,066,925.67
Provincialisation	Standard Bank 068450354/035	R 43,254.44	R 0.00		R 0.00		R 104.09		R 43,358.53
MIG	Standard Bank 068450354/036	R 598,081.34	R 0.00		R 0.00		R 8,545.26		R 606,626.60
NDPPG	Standard Bank 068450354/037	R 422,224.02	R 0.00		R 0.00		R 6,032.64		R 428,256.66
Electrification Grant	Standard Bank 068450354/038	R 60,264.43	R 0.00		R 0.00		R 271.69		R 60,536.12
FGM	Standard Bank 068450354/039	R 78,433.71	R 0.00		R 0.00		R 353.59		R 78,787.30
Titel deed low cost housing	Standard Bank 068450354/040	R 5,553,011.13	R 0.00		R 0.00		R 79,340.26		R 5,632,351.39
Capacity Building	Absa: 9288456248	R 64,919.53			R 0.00	R 767.27		R 160.00	R 64,759.53
VAT Refund	Absa 9300506428	R 529,582.25	R 0.00		R 0.00		R 9,125.81		R 538,708.06
Council Funds	Nedbank 037648555441 46	R 113.40	R 0.00		R 0.00		R 1.53		R 114.93
Council Funds	Nedbank 037648555441 47	R 113.40	R 0.00		R 0.00		R 1.53		R 114.93
Council Funds	Nedbank 037648555441 48	R 113.40	R 0.00		R 0.00		R 1.53		R 114.93
Council Funds	Nedbank 037648555441 49	R 113.40	R 0.00		R 0.00		R 1.53		R 114.93
Council Funds	Nedbank 037648555441 52	R 965,440.32	R 140,000,000.00		R 141,000,000.00		R 250,512.51		R 215,952.83
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 0.00		R 7,998.04		R 374,306.81
Total as '2020/09/30		R 38,472,837.48	R 166,000,000.00	R 0.00	R 192,000,000.00	R 767.27	R 743,049.23	R 160.00	R 13,215,726.71

(not added to capital)

Z MADUNA
ACCOUNTANT: FINANCIAL REPORTING

N KHUMALO
MANAGER: CASH & DEBT MANAGEMENT

MS NDLOVU
DIRECTOR: BUDGET & FINANCIAL REFORMS

S M NKOSI
SED: BUDGET & TREASURY OFFICE

BALANCE PER GENERAL LEDGER '2020/02/29 (030997010001)					
Interest capitalised	2020/03/04	JV31174	Standard Bank	0684503540/015	36,728,378.38
Interest capitalised		JV31173	Standard Bank	0684503540/016	5,174.96
Interest capitalised	2020/03/04	JV31172	Standard Bank	0684503540/035	136,380.09
Interest capitalised		JV31171	Standard Bank	0684503540/036	207.51
Interest capitalised	2020/03/04	JV31170	Standard Bank	0684503540/037	75,607.23
Interest capitalised		JV31175	Standard Bank	0684503540/038	2,006.25
Interest capitalised	2020/03/04	JV31169	Standard Bank	0684503540/039	288.82
Interest capitalised		JV31168	Standard Bank	0684503540/040	176.23
Interest capitalised	2020/03/04	JV31227	Nedbank	06845035411 46	26,385.87
Interest capitalised		JV31228	Nedbank	37648555411 47	0.58
Interest capitalised	2020/03/04	JV31229	Nedbank	37648555411 48	0.58
Interest capitalised	2020/02/12	JV31230	Nedbank	37648555411 49	0.58
Interest capitalised	2020/02/12	JV31179	Nedbank	37648555411 51	2,367.80
Bank charges	2020/02/12	JV31166	ABSA	9288456248	(92.00)
Interest capitalised	2020/02/12	JV31009	ABSA	9300506428	2,327.70
					36,979,271.16

BALANCE PER GENERAL LEDGER '2020/02/29 (020101000064)					
Interest received	2020/03/04	JV31167	ABSA	9288456248	(2,291.88)
					(293.28)
					(2,585.16)

BALANCE PER GENERAL LEDGER '2020/02/29 (020101000075)					
Interest Capitalised	2020/02/12	JV31010	Standard Bank	068450351/015	(692,622.16)
Interest Capitalised	2020/02/12	JV31174	Standard Bank	068450351/016	(5,174.96)
Interest Capitalised	2020/02/12	JV31173	Standard Bank	068450351/035	(136,380.09)
Interest Capitalised	2020/02/12	JV31172	Standard Bank	068450351/036	(207.51)
Interest Capitalised	2020/02/12	JV31171	Standard Bank	068450351/037	(75,607.23)
Interest Capitalised	2020/02/12	JV31175	Standard Bank	068450351/038	(2,006.25)
Interest Capitalised	2020/02/12	JV31169	Standard Bank	068450351/039	(288.82)
Interest Capitalised	2020/02/12	JV31168	Standard Bank	068450351/040	(176.23)
Interest Capitalised	2020/02/12	JV31011	ABSA	9300506428	(26,385.87)
Interest Capitalised	2020/02/12	JV31002	Nedbank	37648555411 46	(2,536.14)
Interest Capitalised	2020/02/12	JV31001	Nedbank	37648555411 47	(0.62)
Interest Capitalised	2020/02/12	JV30999	Nedbank	37648555411 48	(0.62)
Interest Capitalised	2020/02/12	JV31000	Nedbank	37648555411 49	(0.62)
Interest Capitalised	2020/02/12	JV30998	Nedbank	37648555411 51	(0.62)
					(943,918.83)



EASTERN REGION
PRIVATE BAG X16 WESTVILLE 3630



TEL: 08600 37566
SMS: 35328

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

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

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

EASTERN REGION
PRIVATE BAG X16 WESTVILLE 3630

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

NEWCASTLE MUNICIPALITY
PRIVATE BAG X6621
NEWCASTLE
2940

YOUR ACCOUNT NO	5578885631
SECURITY HELD	1.36
BILLING DATE	2020-12-02
TAX INVOICE NO	557354188374
ACCOUNT MONTH	NOVEMBER 2020
CURRENT DUE DATE	2021-01-02
VAT REG NO	4000791824

TAX INVOICE

E-MAIL: amanda.ngcobo@newcastle.gov.za

ACCOUNT TRANSACTION SUMMARY

ADMINISTRATION CHARGE	R	4,420.20	
TRANSMISSION NETWORK CAPACITY	R	1,452,500.00	
URBAN LOW VOLTAGE SUBSIDY	R	2,068,750.00	
ANCILLARY SERVICE (ALL)	R	141,385.37	
ENERGY CHARGE (STD)	13,890,757.00	R	10,394,453.46
ENERGY CHARGE (PEAK)	5,779,897.00	R	6,284,482.01
ENERGY CHARGE (OFF)	14,813,583.00	R	7,032,007.85
ELECTRIFICATION AND RURAL SUBS (ALL)	R	3,162,204.53	
SERVICE CHARGE	R	138,410.70	

TOTAL CHARGES FOR BILLING PERIOD R **30,678,614.12**

ACCOUNT SUMMARY FOR NOVEMBER 2020

BALANCE BROUGHT FORWARD	(Due Date 2020-12-03)	R	300,737,587.02
PAYMENT(S) RECEIVED	Cash - 2020-11-13	R	-42,573,637.93
TOTAL CHARGES FOR BILLING PERIOD		R	30,678,614.12
ADJUSTMENT	WHEELING/3RD PARTY WHEELING CHARGES	R	-47,793.10
VAT RAISED ON ITEMS AT 14%		R	0.00
VAT RAISED ON ITEMS AT 15%		R	4,594,623.15

COPY ONLY

ACCOUNT NO / REFERENCE NO

5578885631
NAME
NEWCASTLE MUNICIPALITY
FAX NUMBER
0343129697

0934 5578885631

11341 5578885631



9207 0557 8885 6313

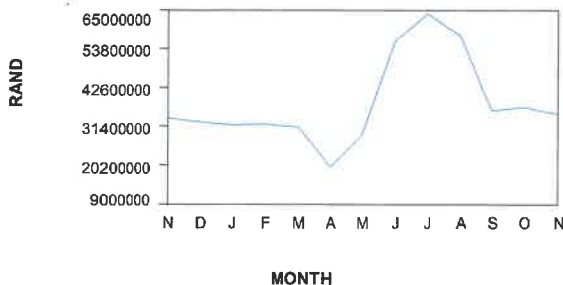


TOTAL AMOUNT DUE

293,389,393.25

ARREARS					CURRENT	TOTAL DUE R	293,389,393.26
>90 DAYS	61-90 DAYS	31-60 DAYS	16-30 DAYS				
6,960,717.17	0.00	213,726,440.36	37,387,475.24	35,314,760.49			

Account OVERDUE - Subject to Disconnection



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

PAYMENT ARRANGEMENT

INSTALMENT
0.00
ARREARS (Due Immediately)
258,074,632.77
DUE DATE (For Current Amount)
2021-01-02
AMOUNT PAID

LATE PAYMENT CHARGES WILL BE ADDED TO OVERDUE ACCOUNT

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



EASTERN REGION
PRIVATE BAG X16 WESTVILLE 3630

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	2020-12-02
TAX INVOICE NO	557354188374
ACCOUNT MONTH	NOVEMBER 2020
CURRENT DUE DATE	2021-01-02
VAT REG NO	4000791824
NOTIFIED MAX DEMAND	125,000.00
UTILISED CAPACITY	125,000.00

CONSUMPTION DETAILS (2020-11-01 - 2020-11-30)

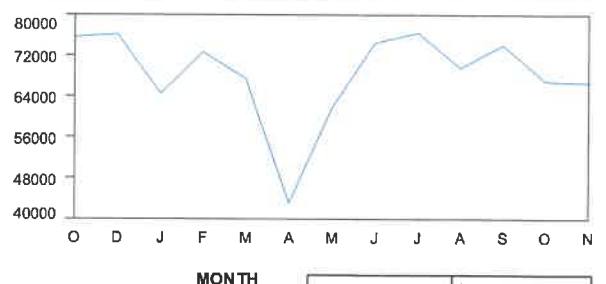
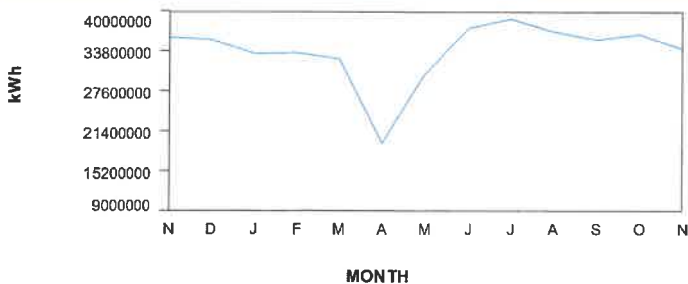
ENERGY CONSUMPTION OFF PEAK kWh	14,813,582.84
ENERGY CONSUMPTION STD kWh	13,890,757.10
ENERGY CONSUMPTION PEAK kWh	5,779,897.24
ENERGY CONSUMPTION ALL kWh	34,484,237.18
DEMAND CONSUMPTION - OFF PEAK	60,904.69
DEMAND CONSUMPTION - STD	66,880.37
DEMAND CONSUMPTION - PEAK	66,810.50
DEMAND READING - KW/KVA	66,880.37
REACTIVE ENERGY - OFF PEAK	4,871,977.40
REACTIVE ENERGY - STD	4,478,955.12
REACTIVE ENERGY - PEAK	1,774,186.04
LOAD FACTOR	75.00

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 34,484,237 kWh @ R0.0041 /kWh	R	141,385.37
Low Season Standard Energy Charge 13,890,757 kWh @ R0.7483 /kWh	R	10,394,453.46
Low Season Peak Energy Charge 5,779,897 kWh @ R1.0873 /kWh	R	6,284,482.01
Low Season Off Peak Energy Charge 14,813,583 kWh @ R0.4747 /kWh	R	7,032,007.85
Electrification and Rural Subsidy 34,484,237 kWh @ R0.0917 /kWh	R	3,162,204.53
SERVICE CHARGE	R	138,410.70

TOTAL CHARGES R **30,678,614.12**



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

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	INV00002477
Date	02/11/2020

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>
NOVEMBER 2020 BULK INVOICE	2,464,003.00	3.83	1,415,569.72

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

Total (Excl)	9,437,131.49
Tax	1,415,569.72
Total	10,852,701.21


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

MUNICIPAL MANAGER'S QUALITY CERTIFICATE

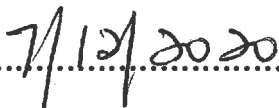


I, **MJ Mayisela**, the Acting Municipal Manager of **Newcastle Municipality**, hereby certify that the monthly budget statement for the month of November 2020/21 financial year; have been prepared in accordance with the Municipal Finance Management Act, No56 of 2003; and Regulation 27 of the Budget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

Print Name : **MUZI JUSTICE MAYISELA**

Acting Municipal Manager : **NEWCASTLE MUNICIPALITY**

Signature : .....

Date : .....