

SECTION 71: MONTHLY BUDGET STATEMENT: NATIONAL REPORTING STANDARD: MONTH SIX: 31 DECEMBER 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

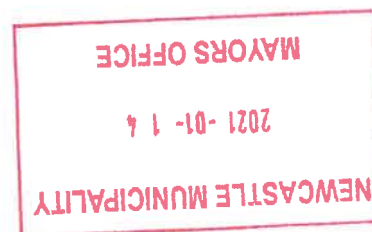
SUBJECT: DECEMBER 2020 MONTHLY SECTION71 REPORT

PURPOSE

The purpose of this report is to apprise the Finance Portfolio Committee, Executive Committee and Council of the monthly financial performance of the municipality as required by Section 71 of the Municipal Finance Management Act 56 of 2003 (MFMA) for the period ended 31 December 2020 which states that; the accounting officer of a municipality must by no later than 10 working days after the end of the month submit to the mayor of the municipality and the relevant provincial treasury a statement in the prescribed format on the state of the municipality's budget. This report is submitted to both the National and Provincial Treasuries in C Schedule format and through a series of MFMA returns that were designed for the purpose of uploading into the National Treasury database.

1. ANNEXURES

- 1.1. uThukela Water Financial Performance report
- 1.2. Eskom invoice for bulk
- 1.3. uThukela invoice for bulk
- 1.4. Financial Statements as at 31 December 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 - M06 December									
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	27,916	174,406	198,261	(23,855)	-12%	396,522
Service charges	950,968	1,015,136	1,015,136	80,543	521,821	507,568	14,253	3%	1,015,136
Investment revenue	2,690	2,497	2,497	370	1,186	1,248	(62)	-5%	2,497
Transfers and subsidies	611,725	662,833	730,951	205,750	459,628	465,895	(6,267)	-1%	730,951
Other own revenue	53,667	43,701	43,701	8,609	23,265	21,850	1,415	6%	43,701
Total Revenue (excluding capital transfers and contributions)	1,938,707	2,120,688	2,188,806	323,188	1,180,307	1,194,823	(14,517)	-1%	2,188,806
Employee costs	540,376	594,312	596,287	45,341	270,202	298,143	(27,942)	-9%	596,287
Remuneration of Councillors	25,106	28,456	28,456	2,159	12,729	14,228	(1,499)	-11%	28,456
Depreciation & asset impairment	338,886	420,387	420,387	31,950	173,099	210,194	(37,095)	-18%	420,387
Finance charges	51,592	42,882	42,882	3,580	21,446	21,441	5	0%	42,882
Materials and bulk purchases	526,370	665,230	665,230	75,130	294,484	332,615	(38,131)	-11%	665,230
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	567,261	646,208	634,914	56,426	258,312	317,457	(59,146)	-19%	634,914
Total Expenditure	2,049,591	2,397,474	2,388,156	214,586	1,030,270	1,194,078	(163,807)	-14%	2,388,156
Surplus/(Deficit)	(110,884)	(276,785)	(199,349)	108,602	150,036	745	149,291	20028%	(199,349)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	76,576	90,548	90,548	7,343	22,262	45,274	(23,012)	-51%	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)	115,945	172,298	46,019	126,279	274%	(108,801)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(34,308)	(186,237)	(108,801)	115,945	172,298	46,019	126,279	274%	(108,801)
Capital expenditure & funds sources									
Capital expenditure	105,605	125,548	139,479	10,537	33,757	69,740	(35,983)	-52%	139,479
Capital transfers recognised	76,576	90,548	90,548	7,343	22,262	45,274	(23,012)	-51%	90,548
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	29,029	35,000	48,931	3,194	11,495	24,466	(12,970)	-53%	48,931
Total sources of capital funds	105,605	125,548	139,479	10,537	33,757	69,740	(35,983)	-52%	139,479
Financial position									
Total current assets	908,359	499,966	708,718		903,713				708,718
Total non current assets	7,175,844	7,212,428	7,241,364		6,936,998				7,241,364
Total current liabilities	978,251	429,185	539,088		858,201				539,088
Total non current liabilities	566,829	583,382	791,498		541,520				791,498
Community wealth/Equity	6,539,123	6,699,827	6,619,496		6,440,990				6,619,496
Cash flows									
Net cash from (used) operating	152,459	150,288	115,865	120,390	160,684	173,308	12,624	7%	115,865
Net cash from (used) investing	(101,042)	(107,548)	(121,479)	(10,515)	(33,757)	(60,740)	(26,983)	44%	(121,479)
Net cash from (used) financing	(25,871)	(26,757)	(26,757)	(29,394)	(46,772)	(13,378)	33,393	-250%	(26,757)
Cash/cash equivalents at the month/year end	35,546	44,043	3,873	-	116,424	135,434	19,010	14%	3,897
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	26,802	43,234	36,004	36,063	35,872	28,643	180,276	1,362,287	1,749,180
Creditors Age Analysis									
Total Creditors	65,659	45,838	13,952	13,579	19,537	14,382	80,603	207,305	460,855

2.1 Operating budget performance-revenue

2.1.1 The municipality generated a total revenue of R1.1 billion of the adjusted budget of R2.1 billion, representing 53.9 percent. The variance between the year-to-date revenue budget and the actual revenue accrued for the same period amounts to R14.5 million. Although the aggregate performance on revenue generated shows a variance of 1 percent, it is however necessary to explain reasons which attributed to the figurative variance.

2.1.2 The municipality generated R14.2 million (3%) more revenue from service charges than the year-to-date budget of R507.5 million for the period under review. Electricity over- performed by R21.2 million. Water, Sanitation and Refuse under-performed below target by R2.2 million, R3.2 million and R1.5 million respectively.

2.1.3 The municipality generated R23.8 million (-12%) less revenue from property rates than the year-to-date budget of R198.2 million during the period under review. The variance is attributable to the finalisation of objections on valuations of properties.

2.1.4 The municipality generated R358 thousand (-29%) less revenue from interest on investments than the year-to-date budget of R1.2 million for the period under review. This is due to the loss of funds invested from originally anticipated.

2.1.5 The municipality recorded R459.6 million for operational and R22.2 million for capital transfers and subsidies. It must be noted that the second trench for equitable share was reduced by R6.3 million for the electrification roll over not approved from 2019/20 to 2020/21.

2.1.6 The municipality generated R1.6 million (8%) more revenue from sundry revenue than a pro-rata budget of R21.8 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 December 2020, the municipality incurred the total expenditure of R1 billion of the adjusted budget of R2.3 billion, which represents 43.1 percent. The variance between the pro-rata expenditure budget and the actual expenditure incurred for the same period amounts to R163.8 million, representing under-expenditure of 14 percent.

2.2.2 Depreciation has under-performed by R37 million (-18%) in the sixth 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 R67.2million (-73%) due to the fact that the municipality is recognising debt impairment on indigents only during the year, all other impairments are done at year-end.

2.2.3 The municipality spent R37.8 million (-11%) less on the bulk purchases than the year-to-date budget of R330.3 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 R288 thousand (-13%) less on materials than the year-to-date budget of R1.8 million. This is mainly due to the cost containment measures in place.

2.2.5 The municipality spent R10.4 million (6%) less on contracted services than the year-to-date budget of R167.6 million. It must be toted that this category comprises of projects which are funded by grants. It must be further noted that the actual might seem too high due to mSCOA classification, previously the Repairs and Maintenance (R/M) were classified as other general expenditure in line with the mSCOA requirement all R/M which are outsources should be classified as contracted services.

2.2.6 The municipality spent R27.9 million (-9%) less on employee related costs than a pro-rata budget of R298.1 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) - M06 December

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	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	829	1,996	3,160	(1,153)	-37%	6,299
Vote 3 - BUDGET AND TREASURY		360	1,000	3,404	22	629	1,702	(1,074)	-63%	3,404
Vote 4 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENTS		19,038	18,000	21,722	29	4,029	10,861	(6,832)	-63%	21,722
Vote 6 - TECHNICAL SERVICES		83,819	104,683	108,054	9,658	27,104	54,027	(26,924)	-50%	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	10,537	33,757	69,740	(35,983)	-62%	139,479
Total Capital Expenditure		105,605	125,548	139,479	10,537	33,757	69,740	(35,983)	-62%	139,479
Capital Expenditure - Functional Classification										
Governance and administration		360	1,000	3,404	22	629	1,702	(1,074)	-63%	3,404
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		360	1,000	3,404	22	629	1,702	(1,074)	-63%	3,404
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		1,719	1,865	6,871	829	2,408	3,435	(1,027)	-30%	6,871
Community and social services		861	365	3,982	107	589	1,991	(1,402)	-70%	3,982
Sport and recreation		230	1,500	198	-	196	99	97	98%	198
Public safety		448	-	1,969	722	1,211	985	227	23%	1,969
Housing		180	-	722	-	412	361	51	14%	722
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		97,564	63,683	68,554	6,898	16,543	34,277	(17,734)	-52%	68,554
Planning and development		18,858	18,000	21,000	29	3,617	10,500	(6,883)	-66%	21,000
Road transport		78,706	45,683	47,554	6,869	12,926	23,777	(10,851)	-46%	47,554
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		5,982	59,000	60,650	2,788	14,177	30,325	(16,148)	-53%	60,650
Energy sources		424	-	-	-	-	-	-	-	-
Water management		5,113	43,000	43,000	3,130	9,444	21,500	(12,056)	-56%	43,000
Waste water management		425	16,000	17,500	(342)	4,733	8,750	(4,017)	-46%	17,500
Waste management		-	-	150	-	-	75	(75)	-100%	150
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	105,605	125,548	139,479	10,537	33,757	69,740	(35,983)	-62%	139,479
Funded by:										
National Government		76,576	90,183	90,183	7,246	22,010	45,081	(23,082)	-51%	90,183
Provincial Government		-	365	365	97	252	183	70	38%	365
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households Non-profit institutions, Private		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		78,576	90,548	90,548	7,343	22,262	45,274	(23,012)	-51%	90,548
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		29,029	35,000	48,931	3,194	11,495	24,466	(12,970)	-53%	48,931
Total Capital Funding		105,605	125,548	139,479	10,537	33,757	69,740	(35,983)	-62%	139,479

2.3.1 Capital expenditure for the sixth month of the financial year was R33.7 million which represents 24.2% of the adjusted capital budget of R139.4 million. Comparison between the year-to-budget of R69.7 million and actual expenditure for the period reflects an under expenditure of (R35.9 million) which implies that the municipality spent 52% less than the year-to-date budget for the same period. This is due to SCM processes being at initial stages. It is further noted with concern that capital grant expenditure is under-performing by 51%. The Strategic Executive Directors are advised to develop plans to deal with under spending to avoid grants being reverted to National Treasury.

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 - M06 December

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	17,912	3,873
Call investment deposits		35,545	28,510	–	98,511	–
Consumer debtors		617,310	377,278	691,330	694,384	691,330
Other debtors		241,621	36,838	–	77,687	–
Current portion of long-term receivables		0	1	1	–	1
Inventory		13,883	13,296	13,514	15,218	13,514
Total current assets		908,359	499,966	708,718	903,713	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	6,449,288	6,638,512
Biological		–	–	–	–	–
Intangible		517	1,823	690	1,546	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	6,936,998	7,241,364
TOTAL ASSETS		8,084,203	7,712,393	7,950,082	7,840,711	7,950,082
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Borrowing		12,149	28,757	28,757	15,349	28,757
Consumer deposits		24,493	24,738	24,914	27,011	24,914
Trade and other payables		932,941	367,022	475,665	806,089	475,665
Provisions		8,668	8,668	9,752	9,752	9,752
Total current liabilities		978,251	429,185	539,088	858,201	539,088
Non current liabilities						
Borrowing		389,630	375,896	584,012	339,056	584,012
Provisions		177,199	207,485	207,485	202,464	207,485
Total non current liabilities		566,829	583,382	791,498	541,520	791,498
TOTAL LIABILITIES		1,545,080	1,012,567	1,330,585	1,399,721	1,330,585
NET ASSETS	2	6,539,123	6,699,827	6,619,496	6,440,990	6,619,496
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		6,510,091	6,671,317	6,590,056	6,411,176	6,590,056
Reserves		29,032	28,510	29,441	29,813	29,441
TOTAL COMMUNITY WEALTH/EQUITY	2	6,539,123	6,699,827	6,619,496	6,440,990	6,619,496

2.4.1 As at end the end of the sixth month of the financial year, the municipality showed a favourable equity position, with a net asset effect of R6.4 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 R1.7 billion as at the end of the sixth month. The bulk of this amount (R1.6 billion) is debt owing for more than 90 days, while R1.4 billion of the total debt is owed by households. When you drill into aged debtors less than 30 days there was a decrease of R23.8 million from R50.6 million in November to R26.8 million in December 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 R7.8 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 R116.4 million as at the end of the sixth month of the financial year, of which R17.9 million was at the current account and R98.5 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 R460.8 million as illustrated on SC4, while unspent conditional grants amount to R83.7 million, representing a cash short-fall of R456.1 million. Table SC4 reflects that the municipality was owing creditors to the tune of R460.8 million. Included under creditors is Eskom for R283.6 million, uThukela Water for R121.4 million, SARS – PAYE for R15.8 million, pension and other employee benefits for R7.1 million and other trade creditors for R32.7 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 R6.4 billion, while the net current asset is R45.5 million. The net current ratio indicates that the municipality's current will 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 13.6% 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 0.25%, since the municipality needs R460.8 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 - M06 December

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	27,916	199,049	138,630	60,419	44%	277,259
Service charges		1,096,265	832,349	839,506	150,505	384,072	419,753	(35,681)	-9%	839,506
Other revenue		84,390	27,620	27,771	6,496	14,497	13,885	612	4%	27,771
Transfers and Subsidies - Operational		535,551	662,833	730,951	184,855	433,493	439,760	(6,267)	-1%	730,951
Transfers and Subsidies - Capital		119,740	90,548	90,548	-	86,365	86,365	-		90,548
Interest		8,444	2,497	2,497	1,019	3,740	1,248	2,491	200%	2,497
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(1,887,448)	(1,740,736)	(1,809,786)	(246,820)	(939,086)	(904,893)	34,193	-4%	(1,809,786)
Finance charges		(51,592)	(42,882)	(42,882)	(3,580)	(21,446)	(21,441)	5	0%	(42,882)
Transfers and Grants		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) OPERATING ACTIVITIES		152,459	150,288	115,865	120,390	160,684	173,308	12,624	7%	115,865
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	18,000	18,000	-	-	9,000	(9,000)	-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)	(10,515)	(33,757)	(69,740)	(35,983)	52%	(139,479)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(101,042)	(107,548)	(121,479)	(10,515)	(33,757)	(60,740)	(26,983)	44%	(121,479)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	2,000	2,000	-	-	1,000	(1,000)	-100%	2,000
Payments										
Repayment of borrowing		(25,871)	(28,757)	(28,757)	(29,394)	(46,772)	(14,378)	32,393	-225%	(28,757)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(25,871)	(26,757)	(26,757)	(29,394)	(46,772)	(13,378)	33,393	-250%	(26,757)
NET INCREASE/ (DECREASE) IN CASH HELD		25,547	15,983	(32,372)	80,481	80,156	99,190			(32,372)
Cash/cash equivalents at beginning:		9,999	28,060	36,244		36,268	36,244			36,268
Cash/cash equivalents at month/year end:		35,546	44,043	3,873		116,424	135,434			3,897

2.5.1 The municipality opened with a cash and cash equivalent balance of R36.2 million at the beginning of the financial year and closed with a balance of R116.4 million as at the end of December 2020 which represents a cash increase of R80.1 million since the beginning of the financial year. This is due to receipt of Equitable Share.

2.5.2 Cash flows from operating activities yielded a net cash inflow of R160.6million 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 R33.7 million due to capital expenditure not being incurred during the month.
- 2.5.4 Cash flows from financing activities recorded net cash outflows of R46.7 million. This was due to the capital repayment of loans by the municipality during the period.

3. CONCLUSION

The under-expenditure on operational budget is acceptable if it is due to the introduction of cost-containment. However, it is important to emphasise that the expenditure on maintenance should not be compromised as it seems to be under-performing by 81.3%. 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 Council note the submission of S71 for the month ended 31 December 2020.
- 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:

A handwritten signature in black ink, appearing to be 'N. Mahlaba', written over a horizontal line.

COUNICLLOR DR NNG MAHLABA
PORTFOLIO COUNICLLOR
BUDGET AND TREASURY OFFICE

A handwritten signature in black ink, appearing to be 'S. Nkosi', written over a horizontal line.

SM NKOSI
STRATEGIC EXECUTIVE DIRECTOR:
BUDGET AND TREASURY OFFICE

KZN252 Newcastle - Table C1 Monthly Budget Statement Summary - M06 December

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	27,916	174,406	198,261	(23,855)	-12%	396,522
Service charges	950,968	1,015,136	1,015,136	80,543	521,821	507,568	14,253	3%	1,015,136
Investment revenue	2,690	2,497	2,497	370	1,186	1,248	(62)	-5%	2,497
Transfers and subsidies	611,725	662,833	730,951	205,750	459,628	465,895	(6,267)	-1%	730,951
Other own revenue	53,667	43,701	43,701	8,609	23,265	21,850	1,415	6%	43,701
Total Revenue (excluding capital transfers and contributions)	1,938,707	2,120,688	2,188,806	323,188	1,180,307	1,194,823	(14,517)	-1%	2,188,806
Employee costs	540,376	594,312	596,287	45,341	270,202	298,143	(27,942)	-9%	596,287
Remuneration of Councillors	25,106	28,456	28,456	2,159	12,729	14,228	(1,499)	-11%	28,456
Depreciation & asset impairment	338,886	420,387	420,387	31,950	173,099	210,194	(37,095)	-18%	420,387
Finance charges	51,592	42,882	42,882	3,580	21,446	21,441	5	0%	42,882
Materials and bulk purchases	526,370	665,230	665,230	75,130	294,484	332,615	(38,131)	-11%	665,230
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	567,261	646,208	634,914	56,426	258,312	317,457	(59,146)	-19%	634,914
Total Expenditure	2,049,591	2,397,474	2,388,156	214,586	1,030,270	1,194,078	(163,807)	-14%	2,388,156
Surplus/(Deficit)	(110,884)	(276,785)	(199,349)	108,602	150,036	745	149,291	20028%	(199,349)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	76,576	90,548	90,548	7,343	22,262	45,274	(23,012)	-51%	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)	115,945	172,298	46,019	126,279	274%	(108,801)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(34,308)	(186,237)	(108,801)	115,945	172,298	46,019	126,279	274%	(108,801)
Capital expenditure & funds sources									
Capital expenditure	105,605	125,548	139,479	10,537	33,757	69,740	(35,983)	-52%	139,479
Capital transfers recognised	76,576	90,548	90,548	7,343	22,262	45,274	(23,012)	-51%	90,548
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	29,029	35,000	48,931	3,194	11,495	24,466	(12,970)	-53%	48,931
Total sources of capital funds	105,605	125,548	139,479	10,537	33,757	69,740	(35,983)	-52%	139,479
Financial position									
Total current assets	908,359	499,966	708,718		903,713				708,718
Total non current assets	7,175,844	7,212,428	7,241,364		6,936,998				7,241,364
Total current liabilities	978,251	429,185	539,088		858,201				539,088
Total non current liabilities	566,829	583,382	791,498		541,520				791,498
Community wealth/Equity	6,539,123	6,699,827	6,619,496		6,440,990				6,619,496
Cash flows									
Net cash from (used) operating	152,459	150,288	115,865	120,390	160,684	173,308	12,624	7%	115,865
Net cash from (used) investing	(101,042)	(107,548)	(121,479)	(10,515)	(33,757)	(60,740)	(26,983)	44%	(121,479)
Net cash from (used) financing	(25,871)	(26,757)	(26,757)	(29,394)	(46,772)	(13,378)	33,393	-250%	(26,757)
Cash/cash equivalents at the month/year end	35,546	44,043	3,873	-	116,424	135,434	19,010	14%	3,897
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	26,802	43,234	36,004	36,063	35,872	28,643	180,276	1,362,287	1,749,180
Creditors Age Analysis									
Total Creditors	65,659	45,838	13,952	13,579	19,537	14,382	80,603	207,305	460,855

KZN252 Newcastle - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December

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	80,949	280,165	292,434	(12,269)	-4%	584,867
Executive and council		8,859	8,310	77,209	2,212	7,269	38,605	(31,336)	-81%	77,209
Finance and administration		426,246	507,658	507,658	78,737	272,896	253,829	19,067	8%	507,658
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		106,328	202,896	202,115	9,422	54,686	101,058	(46,371)	-46%	202,115
Community and social services		12,704	9,917	9,917	1,065	5,828	4,959	869	18%	9,917
Sport and recreation		410	697	697	5	22	348	(326)	-94%	697
Public safety		10,596	14,176	14,176	1,087	2,978	7,088	(4,111)	-58%	14,176
Housing		82,579	178,045	177,264	7,262	45,812	88,632	(42,820)	-48%	177,264
Health		39	61	61	3	47	30	17	55%	61
<i>Economic and environmental services</i>		180,902	73,475	73,475	13,035	50,052	36,738	13,314	36%	73,475
Planning and development		18,647	42,324	42,324	13,035	38,644	21,162	17,482	83%	42,324
Road transport		162,256	31,151	31,151	-	11,408	15,575	(4,168)	-27%	31,151
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		1,292,795	1,418,730	1,418,730	227,111	817,566	809,785	7,781	1%	1,418,730
Energy sources		655,124	698,157	698,157	84,032	396,462	387,884	8,578	2%	698,157
Water management		309,037	347,971	347,971	56,266	193,101	212,791	(19,690)	-9%	347,971
Waste water management		209,851	237,307	237,307	60,556	145,348	141,464	3,884	3%	237,307
Waste management		118,782	135,295	135,295	26,257	82,656	67,647	15,008	22%	135,295
<i>Other</i>	4	154	167	167	14	99	83	16	19%	167
Total Revenue - Functional	2	2,015,283	2,211,236	2,279,354	330,531	1,202,568	1,240,097	(37,529)	-3%	2,279,354
Expenditure - Functional										
<i>Governance and administration</i>		392,249	472,252	472,338	29,780	198,207	236,169	(37,962)	-16%	472,338
Executive and council		65,659	70,540	70,540	6,138	43,413	35,270	8,143	23%	70,540
Finance and administration		325,857	393,755	393,842	23,546	154,566	196,921	(42,355)	-22%	393,842
Internal audit		733	7,956	7,956	96	228	3,978	(3,751)	-94%	7,956
<i>Community and public safety</i>		266,880	300,685	300,212	43,783	162,004	150,106	11,898	8%	300,212
Community and social services		27,069	38,388	38,388	2,593	14,907	19,194	(4,286)	-22%	38,388
Sport and recreation		67,072	73,485	73,485	6,289	35,082	36,742	(1,661)	-5%	73,485
Public safety		68,334	63,029	63,029	4,854	25,990	31,514	(5,525)	-18%	63,029
Housing		98,365	117,341	116,868	29,425	81,932	58,434	23,498	40%	116,868
Health		6,040	8,442	8,442	622	4,093	4,221	(128)	-3%	8,442
<i>Economic and environmental services</i>		304,847	342,130	343,665	43,690	202,917	171,832	31,084	18%	343,665
Planning and development		86,389	102,357	102,357	13,853	66,542	51,178	15,364	30%	102,357
Road transport		218,450	239,763	241,298	29,837	136,366	120,649	15,717	13%	241,298
Environmental protection		8	10	10	-	9	5	4	79%	10
<i>Trading services</i>		1,083,921	1,280,641	1,270,175	97,333	467,109	635,087	(167,978)	-26%	1,270,175
Energy sources		552,417	680,599	671,919	71,295	282,636	335,959	(53,324)	-16%	671,919
Water management		408,372	495,718	495,718	20,469	146,025	247,859	(101,834)	-41%	495,718
Waste water management		56,658	53,129	51,342	3,673	24,168	25,671	(1,503)	-6%	51,342
Waste management		66,474	51,196	51,196	1,895	14,280	25,598	(11,317)	-44%	51,196
<i>Other</i>		1,694	1,766	1,766	-	33	883	(850)	-96%	1,766
Total Expenditure - Functional	3	2,049,591	2,397,474	2,388,156	214,586	1,030,270	1,194,078	(163,807)	-14%	2,388,156
Surplus/ (Deficit) for the year		(34,308)	(186,237)	(108,801)	115,945	172,298	46,019	126,279	274%	(108,801)

KZN252 Newcastle - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates		319,656	396,522	396,522	27,916	174,406	198,261	(23,855)	-12%	396,522
Service charges - electricity revenue		581,207	609,866	609,866	48,077	326,151	304,933	21,218	7%	609,866
Service charges - water revenue		178,594	190,579	190,579	15,367	93,079	95,289	(2,210)	-2%	190,579
Service charges - sanitation revenue		108,915	118,793	118,793	9,359	56,180	59,396	(3,216)	-5%	118,793
Service charges - refuse revenue		82,251	95,898	95,898	7,740	46,410	47,949	(1,539)	-3%	95,898
Rental of facilities and equipment		7,817	8,495	8,495	643	3,671	4,248	(577)	-14%	8,495
Interest earned - external investments		2,690	2,497	2,497	370	1,186	1,248	(62)	-5%	2,497
Interest earned - outstanding debtors		5,754	6,325	6,325	444	2,553	3,162	(609)	-19%	6,325
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		9,054	13,114	13,114	1,023	3,612	6,557	(2,945)	-45%	13,114
Licences and permits		8	38	38	2	38	19	19	100%	38
Agency services		-	-	-	-	-	-	-	-	0.00%
Transfers and subsidies		611,725	662,833	730,951	205,750	459,628	465,895	(6,267)	-1%	730,951
Other revenue		31,034	15,729	15,729	6,496	13,344	7,864	5,480	70%	15,729
Gains		-	-	-	0	47	-	47	#DIV/0!	-
Total Revenue (excluding capital transfers and contributions)		1,938,707	2,120,688	2,188,806	323,188	1,180,307	1,194,823	(14,517)	-1%	2,188,806
Expenditure By Type										
Employee related costs		540,376	594,312	596,287	45,341	270,202	298,143	(27,942)	-9%	596,287
Remuneration of councillors		25,106	28,456	28,456	2,159	12,729	14,228	(1,499)	-11%	28,456
Debt impairment		137,893	184,700	184,700	1,586	25,118	92,350	(67,231)	-73%	184,700
Depreciation & asset impairment		338,886	420,387	420,387	31,950	173,099	210,194	(37,095)	-18%	420,387
Finance charges		51,592	42,882	42,882	3,580	21,446	21,441	5	0%	42,882
Bulk purchases		524,253	660,671	660,671	74,611	292,492	330,335	(37,843)	-11%	660,671
Other materials		2,117	4,559	4,559	519	1,992	2,279	(288)	-13%	4,559
Contracted services		215,154	337,719	335,209	50,561	178,080	167,604	10,475	6%	335,209
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Other expenditure		214,115	123,788	115,005	4,278	55,113	57,502	(2,389)	-4%	115,005
Losses		100	1	1	-	-	1	(1)	-100%	1
Total Expenditure		2,049,591	2,397,474	2,388,156	214,586	1,030,270	1,194,078	(163,807)	-14%	2,388,156
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		(110,884)	(276,785)	(199,349)	108,602	150,036	745	149,291	0	(199,349)
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		76,576	90,548	90,548	7,343	22,262	45,274	(23,012)	(0)	90,548
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(34,308)	(186,237)	(108,801)	115,945	172,298	46,019			(108,801)
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		(34,308)	(186,237)	(108,801)	115,945	172,298	46,019			(108,801)
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(34,308)	(186,237)	(108,801)	115,945	172,298	46,019			(108,801)
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		(34,308)	(186,237)	(108,801)	115,945	172,298	46,019			(108,801)

KZN252 Newcastle - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06 December

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	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	829	1,996	3,150	(1,153)	-37%	6,299
Vote 3 - BUDGET AND TREASURY		360	1,000	3,404	22	629	1,702	(1,074)	-63%	3,404
Vote 4 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENT		19,038	18,000	21,722	29	4,029	10,861	(6,832)	-63%	21,722
Vote 6 - TECHNICAL SERVICES		83,819	104,683	108,054	9,658	27,104	54,027	(26,924)	-50%	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	10,537	33,757	69,740	(35,983)	-52%	139,479
Total Capital Expenditure		105,605	125,548	139,479	10,537	33,757	69,740	(35,983)	-52%	139,479
Capital Expenditure - Functional Classification										
Governance and administration		360	1,000	3,404	22	629	1,702	(1,074)	-63%	3,404
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		360	1,000	3,404	22	629	1,702	(1,074)	-63%	3,404
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		1,719	1,865	6,871	829	2,408	3,435	(1,027)	-30%	6,871
Community and social services		861	365	3,982	107	589	1,891	(1,402)	-70%	3,982
Sport and recreation		230	1,500	198	-	196	99	97	98%	198
Public safety		448	-	1,969	722	1,211	965	227	23%	1,969
Housing		180	-	722	-	412	361	51	14%	722
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		97,564	63,683	68,554	6,898	16,543	34,277	(17,734)	-52%	68,554
Planning and development		18,858	18,000	21,000	29	3,617	10,500	(6,883)	-66%	21,000
Road transport		78,706	45,683	47,554	6,869	12,926	23,777	(10,851)	-46%	47,554
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		5,982	59,000	60,650	2,788	14,177	30,325	(16,148)	-53%	60,650
Energy sources		424	-	-	-	-	-	-	-	-
Water management		5,113	43,000	43,000	3,130	9,444	21,500	(12,056)	-56%	43,000
Waste water management		425	16,000	17,500	(342)	4,733	8,750	(4,017)	-46%	17,500
Waste management		-	-	150	-	-	75	(75)	-100%	150
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	105,605	125,548	139,479	10,537	33,757	69,740	(35,983)	-52%	139,479
Funded by:										
National Government		76,576	90,183	90,183	7,246	22,010	45,091	(23,082)	-51%	90,183
Provincial Government		-	365	365	97	252	183	70	38%	365
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		76,576	90,548	90,548	7,343	22,262	45,274	(23,012)	-51%	90,548
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		29,029	35,000	48,931	3,194	11,495	24,466	(12,970)	-53%	48,931
Total Capital Funding		105,605	125,548	139,479	10,537	33,757	69,740	(35,983)	-52%	139,479

References

- Municipalities may choose to appropriate for capital expenditure for three years or for one year (if one year appropriation projected expenditure required for yr2 and yr3).
- Include capital component of PPP unitary payment
- Capital expenditure by functional classification must reconcile to the total of multi-year and single year appropriations
- Include expenditure on investment property, intangible and biological assets
- Include finance leases and PPP capital funding component of unitary payment - total borrowing/repayments to reconcile to changes in Table SA17

KZN252 Newcastle - Table C6 Monthly Budget Statement - Financial Position - M06 December

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	17,912	3,873
Call investment deposits		35,545	28,510	-	98,511	-
Consumer debtors		617,310	377,278	691,330	694,384	691,330
Other debtors		241,621	36,838	-	77,687	-
Current portion of long-term receivables		0	1	1	-	1
Inventory		13,883	13,296	13,514	15,218	13,514
Total current assets		908,359	499,966	708,718	903,713	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	6,449,288	6,638,512
Biological		-	-	-	-	-
Intangible		517	1,823	690	1,546	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	6,936,998	7,241,364
TOTAL ASSETS		8,084,203	7,712,393	7,950,082	7,840,711	7,950,082
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		12,149	28,757	28,757	15,349	28,757
Consumer deposits		24,493	24,738	24,914	27,011	24,914
Trade and other payables		932,941	367,022	475,665	806,089	475,665
Provisions		8,668	8,668	9,752	9,752	9,752
Total current liabilities		978,251	429,185	539,088	858,201	539,088
Non current liabilities						
Borrowing		389,630	375,896	584,012	339,056	584,012
Provisions		177,199	207,485	207,485	202,464	207,485
Total non current liabilities		566,829	583,382	791,498	541,520	791,498
TOTAL LIABILITIES		1,545,080	1,012,567	1,330,585	1,399,721	1,330,585
NET ASSETS	2	6,539,123	6,699,827	6,619,496	6,440,990	6,619,496
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		6,510,091	6,671,317	6,590,056	6,411,176	6,590,056
Reserves		29,032	28,510	29,441	29,813	29,441
TOTAL COMMUNITY WEALTH/EQUITY	2	6,539,123	6,699,827	6,619,496	6,440,990	6,619,496

KZN252 Newcastle - Table C7 Monthly Budget Statement - Cash Flow - M06 December

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	27,916	199,049	138,630	60,419	44%	277,259
Service charges		1,096,265	832,349	839,506	150,505	384,072	419,753	(35,681)	-9%	839,506
Other revenue		84,390	27,620	27,771	6,496	14,497	13,885	612	4%	27,771
Transfers and Subsidies - Operational		535,551	662,833	730,951	184,855	433,493	439,760	(6,267)	-1%	730,951
Transfers and Subsidies - Capital		119,740	90,548	90,548	-	86,365	86,365	-		90,548
Interest		8,444	2,497	2,497	1,019	3,740	1,248	2,491	200%	2,497
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(1,887,448)	(1,740,736)	(1,809,786)	(246,820)	(939,086)	(904,893)	34,193	-4%	(1,809,786)
Finance charges		(51,592)	(42,882)	(42,882)	(3,580)	(21,446)	(21,441)	5	0%	(42,882)
Transfers and Grants		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) OPERATING ACTIVITIES		152,459	150,288	115,865	120,390	160,684	173,308	12,624	7%	115,865
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	18,000	18,000	-	-	9,000	(9,000)	-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)	(10,515)	(33,757)	(69,740)	(35,983)	52%	(139,479)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(101,042)	(107,548)	(121,479)	(10,515)	(33,757)	(60,740)	(26,983)	44%	(121,479)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	2,000	2,000	-	-	1,000	(1,000)	-100%	2,000
Payments										
Repayment of borrowing		(25,871)	(28,757)	(28,757)	(29,394)	(46,772)	(14,378)	32,393	-225%	(28,757)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(25,871)	(26,757)	(26,757)	(29,394)	(46,772)	(13,378)	33,393	-250%	(26,757)
NET INCREASE/ (DECREASE) IN CASH HELD		25,547	15,983	(32,372)	80,481	80,156	99,190			(32,372)
Cash/cash equivalents at beginning:		9,999	28,060	36,244		36,268	36,244			36,268
Cash/cash equivalents at month/year end:		35,546	44,043	3,873		116,424	135,434			3,897

KZN252 Newcastle - Table C7 Monthly Budget Statement - Cash Flow - M06 December

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	27,916	199,049	138,630	60,419	44%	277,259
Service charges		1,096,265	832,349	839,506	150,505	384,072	419,753	(35,681)	-9%	839,506
Other revenue		84,390	27,620	27,771	6,496	14,497	13,885	612	4%	27,771
Transfers and Subsidies - Operational		535,551	662,833	730,951	184,855	433,493	439,760	(6,267)	-1%	730,951
Transfers and Subsidies - Capital		119,740	90,548	90,548	-	86,365	86,365	-	-	90,548
Interest		8,444	2,497	2,497	1,019	3,740	1,248	2,491	200%	2,497
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(1,887,448)	(1,740,736)	(1,809,786)	(246,820)	(939,086)	(904,893)	34,193	-4%	(1,809,786)
Finance charges		(51,592)	(42,882)	(42,882)	(3,580)	(21,446)	(21,441)	5	0%	(42,882)
Transfers and Grants		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		152,459	150,288	115,865	120,390	160,684	173,308	12,624	7%	115,865
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	18,000	18,000	-	-	9,000	(9,000)	-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)	(10,515)	(33,757)	(69,740)	(35,983)	52%	(139,479)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(101,042)	(107,548)	(121,479)	(10,515)	(33,757)	(60,740)	(26,983)	44%	(121,479)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	2,000	2,000	-	-	1,000	(1,000)	-100%	2,000
Payments										
Repayment of borrowing		(25,871)	(28,757)	(28,757)	(29,394)	(46,772)	(14,378)	32,393	-225%	(28,757)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(25,871)	(26,757)	(26,757)	(29,394)	(46,772)	(13,378)	33,393	-250%	(26,757)
NET INCREASE/ (DECREASE) IN CASH HELD		25,547	15,983	(32,372)	80,481	80,156	99,190			(32,372)
Cash/cash equivalents at beginning:		9,999	28,060	36,244		36,268	36,244			36,268
Cash/cash equivalents at month/year end:		35,546	44,043	3,873		116,424	135,434			3,897

KZN252 Newcastle - Supporting Table SC.1 Material variance explanations - M06 December

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
1	R thousands Revenue By Source Property rates Rental of facilities and equipment Interest earned - external investments Interest earned - outstanding debtors Fines, penalties and forfeits Licences and permits Expenditure By Type Remuneration of councillors Debt impairment Depreciation & asset impairment Other materials	-12% -14% -29% -19% -45% 100% -11% -73%	The variance is due to there being vacant facilities, furthermore due to the lockdown restrictions certain municipal facilities aren't being utilized to generate revenue. Due to slow spending investments are accumulating more interest than anticipated Due to an increase on our debtors book. Dependent on the consumers reaction Dependent on the consumers reaction Death and dismissal of two councillors respectively has resulted to this variance. Only debt impairment for indigents is calculated monthly all other debtors is Biannually	This item will be monitored during the course of the year whether an adjustment would be required. This item will be monitored during the course of the year whether an adjustment would be required. This item will be monitored during the course of the year whether an adjustment would be required. This item will be monitored during the course of the year whether an adjustment would be required.
2	Depreciation & asset impairment Other materials	-18% -13%	This is due to the very low capital expenditure and projects still under work in progress (not yet capitalised) Cross out measures are implemented to reduce the expenditure for material	This item will be monitored during the course of the year whether an adjustment would be required. This item will be monitored during the course of the year whether an adjustment would be required.
3	Capital Expenditure Grant funded projects Internally funded projects Repairs and maintenance	-51% -53% 81%	Due to SCM processe being at initial stages Due to SCM processe being at initial stages Due to SCM processe being at initial stages	Fast track SCM processes and management of contractors Fast track SCM processes and management of contractors Fast track SCM processes and management of contractors
4	Financial Position			
5	Cash Flow Net Cash from Operating Activities Net Cash Used from Investing Activities Net Cash Used from Financial Activities	7% 44% -250%	Equitable Share and other grants bulk of it received early in the financial year Slow capital expenditure Based on amotisation schedules	None None None
6	Measurable performance			
7	Municipal Entities			

KZN252 Newcastle - Supporting Table SC2 Monthly Budget Statement - performance indicators - M06 December

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
Borrowing Management							
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%
Safety of Capital							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		20.4%	11.5%	16.4%	18.0%	16.4%
Gearing	Long Term Borrowing/ Funds & Reserves		1342.1%	1318.5%	1983.7%	1137.3%	1983.7%
Liquidity							
Current Ratio	Current assets/current liabilities	1	92.9%	116.5%	131.5%	105.3%	131.5%
Liquidity Ratio	Monetary Assets/Current Liabilities		3.6%	16.9%	0.7%	13.6%	0.7%
Revenue Management							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		44.3%	19.5%	31.6%	65.4%	31.6%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
Creditors Management							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
Funding of Provisions							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
Other Indicators							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2					
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2					
Employee costs	Employee costs/Total Revenue - capital revenue		27.9%	28.0%	27.2%	22.9%	27.2%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		0.0%	0.0%	0.0%	0.0%	0.0%
Interest & Depreciation	I&D/Total Revenue - capital revenue		20.1%	21.8%	21.2%	1.8%	3.3%
IDP regulation financial viability indicators							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year						
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services						
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure						

KZN252 Newcastle - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December

R thousands	Description	NT Code	Budget Year 2020/21										Total	Over 1Yr	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.o Council Policy	
			0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dys-1 Yr									
Debtors Age Analysis By Income Source																		
	Trade and Other Receivables from Exchange Transactions - Water	1200	24,605	10,799	9,033	9,945	7,534	7,252	48,792	366,579	484,538	440,101	418					
	Trade and Other Receivables from Exchange Transactions - Electricity	1300	45,676	1,906	1,919	1,206	895	637	10,032	58,819	121,079	71,578	5					
	Receivables from Non-exchange Transactions - Property Rates	1400	34,402	9,921	9,129	9,256	13,768	7,913	42,043	216,768	343,199	289,747	186					
	Receivables from Exchange Transactions - Waste Water Management	1500	15,126	6,294	6,025	6,701	5,867	5,466	33,039	285,666	364,203	336,758	306					
	Receivables from Exchange Transactions - Waste Management	1600	11,738	4,700	4,522	4,604	4,287	4,138	24,422	149,211	207,682	186,662	125					
	Receivables from Exchange Transactions - Property Rental Debtors	1700	544	165	142	156	156	140	769	4,442	6,514	5,663	1					
	Interest on Arrear Debtor Accounts	1810	917	482	412	549	377	352	2,415	44,173	49,678	47,867	17					
	Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-					
	Other	1900	(106,207)	8,908	4,821	3,648	2,978	2,745	18,765	236,630	172,287	264,766	192					
	Total By Income Source	2000	26,802	43,234	36,004	36,063	35,872	28,643	180,276	1,362,287	1,749,180	1,643,141	1,250					
	2019/20 - totals only																	
Debtors Age Analysis By Customer Group																		
	Organs of State	2200	(25,339)	6,649	2,099	759	5,763	450	2,816	18,562	11,759	28,350	-					
	Commercial	2300	(20,059)	4,830	4,510	3,158	3,220	2,719	20,863	129,198	149,458	159,177	-					
	Households	2400	72,331	31,719	29,363	32,088	26,864	25,461	156,462	1,212,180	1,586,468	1,453,055	1,250					
	Other	2500	(131)	36	32	58	24	14	116	2,347	2,495	2,559	0					
	Total By Customer Group	2600	26,802	43,234	36,004	36,063	35,872	28,643	180,276	1,362,287	1,749,180	1,643,141	1,250					

KZN252 Newcastle - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

Description	NT Code	Budget Year 2020/21											Total	
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year					
Creditors Age Analysis By Customer Type														
Bulk Electricity	0100	30,881	24,291	-	-	-	-	-	-	-	-	30,000	198,526	283,697
Bulk Water	0200	9,138	20,756	11,671	11,351	12,350	12,868	43,654	(297)	-	-	-	-	121,492
PAYE deductions	0300	15,809	-	-	-	-	-	-	-	-	-	-	-	15,809
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	7,146	-	-	-	-	-	-	-	-	-	-	-	7,146
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	2,685	791	2,281	2,228	7,187	1,514	6,949	9,076	-	-	-	-	32,711
Auditor General	0800	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	65,659	45,838	13,952	13,579	19,537	14,382	80,603	207,305	460,855				

KZN252 Newcastle - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M06 December

Investments by maturity Name of institution & investment ID R thousands	Ref	Period of Investment		Type of Investment	Capital Guarantee (Yes/No)	Variable or Fixed interest rate	Interest Rate *	Commission Paid (Rands)	Commission Recipient	Expiry date of Investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
		Yrs	Months												
Municipality															
Nedbank		12	months	Call Account						Call account	1,332	471	(201,000)	260,000	60,803
Standard Bank		12	months	Call Account						Call account	36,546	557	(51,000)	51,000	37,104
ABSA		12	months	Call Account						Call account	595	10	-	-	605
Municipality sub-total											38,473	1,038	(252,000)	311,000	98,511
Entities															
Entities sub-total															
TOTAL INVESTMENTS AND INTEREST	2										38,473	1,038	(252,000)	311,000	98,511

KZN252 Newcastle - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M06 December

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		463,996	477,793	546,692	184,855	380,657	386,924	(6,267)	-1.6%	546,692
Local Government Equitable Share		373,648	403,064	471,963	183,552	364,930	371,197	(6,267)	-1.7%	471,963
Energy Efficiency and Demand Management		6,000	-	-	-	-	-	-	-	-
Integrated National Electrification Programme		14,000	12,000	12,000	-	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	-	-	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	1,303	2,027	2,027	-	-	2,895
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
Provincial Government:		105,944	187,562	187,562	-	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
Sport and Recreation		-	-	-	-	-	-	-	-	-
Spatial Development Framework Support		-	1,500	1,500	-	-	-	-	-	1,500
Housing		91,392	170,140	170,140	-	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
Neighbourhood Development Partnership		-	-	-	-	-	-	-	-	-
Accredited municipalities		-	3,839	3,839	-	-	-	-	-	3,839
District Municipality:		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Tirelo Bosha Grant		-	-	-	-	-	-	-	-	-
EED Housing Grant		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	569,940	665,355	734,254	184,855	433,493	439,760	(6,267)	-1.4%	734,254
Capital Transfers and Grants										
National Government:		139,039	90,183	90,183	-	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	-	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	-	86,365	86,365	-	-	90,548
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	710,207	755,903	824,802	184,855	519,858	526,125	(6,267)	-1.2%	824,802

KZN252 Newcastle - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06 December

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	132,973	331,437	402,334	(71,178)	-17.7%	546,692
Local Government Equitable Share		373,648	403,064	471,963	123,125	298,236	371,197	(72,961)	-19.7%	471,963
Integrated National Electrification Programme		14,000	12,000	12,000	2,449	2,449	5,000	(2,551)	-51.0%	12,000
Finance Management		1,700	1,700	1,700	45	261	708	(447)	-63.1%	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	531	2,330	7,917	(5,587)	-70.6%	19,000
Municipal Infrastructure Grant (MIG)		23,000	37,634	37,634	6,394	26,674	15,681	10,993	70.1%	37,634
Massification		20,000	-	-			-	-		-
EPWP Incentive		3,098	2,895	2,895	429	1,486	1,206			2,895
Energy Efficiency and Demand Management		6,000	-	-			-	-		-
Provincial Government:		105,944	184,562	187,562	882	48,287	78,151	(2,481)	-3.2%	187,562
Health subsidy		-	-	-			-	-		-
Housing		91,392	170,140	170,140	-	43,753	70,892			170,140
Spatial Development Framework Support		-	1,500	1,500			625	(625)	-100.0%	1,500
Title Deeds		-	-	3,000	19	313	1,250			3,000
Provincialisation of Libraries		6,546	6,729	6,729	607	2,548	2,804	(256)	-9.1%	6,729
Level 2 Accreditation		7,620	-	-			-	-		-
Museum Services		386	42	42			18			42
Community Services		-	2,312	2,312	256	1,674	963			2,312
Accredited municipalities		-	3,839	3,839			1,600	(1,600)	-100.0%	3,839
District Municipality:		-	62,699	-	-	-	10,450	(10,450)	-100.0%	-
			62,699				10,450	(10,450)	-100.0%	
Other grant providers:		-	-	-	-	-	-	-	-	-
<i>Tirelo Basha Grant</i>										
Total operating expenditure of Transfers and Grants:		569,940	725,054	734,254	133,856	379,724	490,935	(84,108)	-17.1%	734,254
Capital expenditure of Transfers and Grants										
National Government:		139,039	90,183	90,183	8,331	28,841	37,576	(8,735)	-23.2%	90,183
Neighbourhood Development Partnership		30,259	-	-			-	-		-
Water Services Infrastructure Grant (WSIG)		19,200	-	-			-	-		-
Municipal Infrastructure Grant(MIG)		89,580	74,183	74,183	7,324	23,492	30,910	(7,417)	-24.0%	74,183
Municipal water infrastructure		-	16,000	16,000	1,007	5,349	6,667	(1,318)	-19.8%	16,000
Emergency efficiency & demand side management		-	-	-			-	-		-
Other capital transfers [insert description]		-	-	-			-	-		-
Provincial Government:		1,228	365	365	116	364	152	212	139.4%	365
Level 2 accreditation		-	-	-			-	-		-
Museums Services		-	365	365	116	364	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	8,446	29,205	37,728	(8,523)	-22.6%	90,548
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		710,207	815,602	824,802	142,302	408,929	528,663	(92,631)	-17.5%	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		565,462	622,772	624,743	47,500	282,931	312,371	(29,440)	-9%	622,772
% Increase	4		10.1%	10.5%						10.1%
TOTAL MANAGERS AND STAFF		540,376	594,316	596,287	45,341	270,202	286,143	(27,942)	-9%	594,316

KZN252 Newcastle - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M06 December

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	Outcome	Budget	Budget	Budget	Budget	Budget	Budget			
Cash Receipts By Source																	
43,795	32,766	34,041	34,041	28,489	27,916										277,259	349,864	349,864
34,802	29,889	26,773	31,467	31,814	31,562										589,705	646,752	672,822
13,347	16,755	16,650	16,650	13,422	15,367										115,945	112,074	117,678
10,877	10,764	10,752	10,752	7,942	9,359										66,988	68,967	73,105
8,968	8,981	8,964	8,964	6,467	7,740										66,868	64,139	64,139
611	608	566	647	591	643										8,495	9,005	9,545
178	1,564	233	0	111	370										2,497	2,647	2,806
435	(972)	1,742	445	460	444										-	6,704	7,106
59	92	17	86	1,463	1,023										-	-	-
3	8	15	8	5	2										3,410	9,737	10,321
															4	16	17
181,378	724	26,013	12,562	27,981	184,855										730,951	620,150	675,031
963	1,564	1,465	1,137	6,496											15,862	20,738	21,982
295,415	102,843	127,231	116,759	116,745	285,777										1,877,984	1,910,792	2,004,216
Other Cash Flows by Source																	
40,000		40,000	365	6,000											90,548	112,015	105,827
Total Cash Receipts by Source																	
335,415	102,843	167,231	117,124	122,745	285,777										1,968,532	2,044,807	2,132,043
Cash Payments by Type																	
45,767	40,649	46,068	45,050	47,327	45,341										665,887	622,352	665,917
2,115	2,095	2,112	2,165	2,062	2,159										28,456	30,163	31,973
3,594	3,594	3,556	3,579	3,543	3,580										42,882	38,754	36,346
55,868	69,706	63,124	41,703	42,574	40,525										534,445	566,512	623,163
11,190	12,350	-	-	-	-										126,226	133,799	140,489
217	248	2,450	411	411	519										4,559	3,195	3,387
2,197	11,272	44,492	40,225	29,333	44,294										335,209	355,133	335,031
10,019	6,097	13,626	7,954	6,026	4,277										115,005	123,080	129,234
130,966	146,012	175,429	140,675	131,296	140,697										1,852,667	1,872,989	1,964,540
Other Cash Flows/Payments by Type																	
831	5,971	1,909	1,909	14,531	10,515										139,479	123,015	124,827
29,251	(26,855)	(27,010)	3,694	3,542	(29,394)										28,757	31,884	32,106
71,885	86,841	37,467															
232,102	208,829	191,858	146,278	149,369	121,818										2,020,903	2,027,888	2,121,472
103,312	(105,996)	(24,627)	(28,155)	(26,624)	163,959										(32,372)	16,919	10,571
35,545	136,858	32,871	8,244	(20,911)	(47,535)										35,545	3,174	20,093
138,858	32,871	8,244	(20,911)	(47,535)	116,424										3,174	20,093	30,683
NET INCREASE/(DECREASE) IN CASH HELD																	
Cash/cash equivalents at the monthly/year beginning:																	
Cash/cash equivalents at the monthly/year end:																	

KZN252 Newcastle - NOT REQUIRED - municipality does not have entities or this is the parent municipality's budget - M06 December

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									
Revenue By Source										
Property rates		319,656	396,522	396,522	27,916	174,406	198,261	(23,855)	-12%	396,522
Service charges - electricity revenue		581,207	609,866	609,866	48,077	326,151	304,933	21,218	7%	609,866
Service charges - water revenue		178,594	190,579	190,579	15,367	93,079	95,289	(2,210)	-2%	190,579
Service charges - sanitation revenue		108,915	118,793	118,793	9,359	56,180	59,396	(3,216)	-5%	118,793
Service charges - refuse revenue		82,251	95,898	95,898	7,740	46,410	47,949	(1,539)	-3%	95,898
Rental of facilities and equipment		7,817	8,495	8,495	643	3,671	4,248	(577)	-14%	8,495
Interest earned - external investments		2,690	2,497	2,497	370	1,186	1,248	(62)	-5%	2,497
Interest earned - outstanding debtors		5,754	6,325	6,325	444	2,553	3,162	(609)	-19%	6,325
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		9,054	13,114	13,114	1,023	3,612	6,557	(2,945)	-45%	13,114
Licences and permits		8	38	38	2	38	19	19	100%	38
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		611,725	662,833	730,951	205,750	459,628	465,895	(6,267)	-1%	730,951
Other revenue		31,034	15,729	15,729	6,496	13,344	7,864	5,480	70%	15,729
Gains		-	-	-	0	47	-	47	#DIV/0!	-
Total Revenue (excluding capital transfers and contributions)		1,938,707	2,120,688	2,188,806	323,188	1,180,307	1,194,823	(14,517)	-1%	2,188,806
Expenditure By Type										
Employee related costs		540,376	594,312	596,287	45,341	270,202	298,143	(27,942)	-9%	596,287
Remuneration of councillors		25,106	28,456	28,456	2,159	12,729	14,228	(1,499)	-11%	28,456
Debt impairment		137,893	184,700	184,700	1,586	25,118	92,350	(67,231)	-73%	184,700
Depreciation & asset impairment		338,886	420,387	420,387	31,950	173,099	210,194	(37,095)	-18%	420,387
Finance charges		51,592	42,882	42,882	3,580	21,446	21,441	5	0%	42,882
Bulk purchases		524,253	660,671	660,671	74,611	292,492	330,335	(37,843)	-11%	660,671
Other materials		2,117	4,559	4,559	519	1,992	2,279	(288)	-13%	4,559
Contracted services		215,154	337,719	335,209	50,561	178,080	167,604	10,475	6%	335,209
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Other expenditure		214,115	123,788	115,005	4,278	55,113	57,502	(2,389)	-4%	115,005
Losses		100	1	1	-	-	1	(1)	-100%	1
Total Expenditure		2,049,591	2,397,474	2,388,156	214,586	1,030,270	1,194,078	(163,807)	-14%	2,388,156
Surplus/(Deficit)		(110,884)	(276,785)	(199,349)	108,602	150,036	745	149,291	20028%	(199,349)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		76,576	90,548	90,548	7,343	22,262	45,274	(23,012)	-51%	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)	115,945	172,298	46,019	126,279	274%	(108,801)
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		(34,308)	(186,237)	(108,801)	115,945	172,298	46,019	126,279	274%	(108,801)

KZN252 Newcastle - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M06 December

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	10,515	33,757	68,346	34,590	50.6%	27%
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	33,757					

Fire/Ambulance Stations	-	-	-	-	-	-	-	-	-	
Testing Stations	-	-	-	-	-	-	-	-	-	
Museums	-	-	-	-	-	-	-	-	-	
Galleries	-	-	-	-	-	-	-	-	-	
Theatres	-	-	-	-	-	-	-	-	-	
Libraries	861	-	5,430	107	538	2,715	2,177	80.2%	5,430	
Cemeteries/Crematoria	-	-	-	-	-	-	-	-	-	
Police	-	-	-	-	-	-	-	-	-	
Parks	-	-	-	-	-	-	-	-	-	
Public Open Space	-	-	-	-	-	-	-	-	-	
Nature Reserves	-	-	-	-	-	-	-	-	-	
Public Ablution Facilities	-	-	-	-	-	-	-	-	-	
Markets	-	-	-	-	-	-	-	-	-	
Stalls	-	-	198	-	196	99	(97)	-97.5%	198	
Abattoirs	-	-	-	-	-	-	-	-	-	
Airports	-	-	-	-	-	-	-	-	-	
Taxi Ranks/Bus Terminals	-	-	-	-	-	-	-	-	-	
Capital Spares	-	-	-	-	-	-	-	-	-	
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-	
Indoor Facilities	-	-	-	-	-	-	-	-	-	
Outdoor Facilities	-	-	-	-	-	-	-	-	-	
Capital Spares	-	-	-	-	-	-	-	-	-	
Heritage assets	-	350	500	-	-	250	250	100.0%	500	
Monuments	-	-	-	-	-	-	-	-	-	
Historic Buildings	-	300	500	-	-	250	250	100.0%	500	
Works of Art	-	50	-	-	-	-	-	-	-	
Conservation Areas	-	-	-	-	-	-	-	-	-	
Other Heritage	-	-	-	-	-	-	-	-	-	
Investment properties	55	3,254	-	-	-	-	-	-	-	
Revenue Generating	-	3,254	-	-	-	-	-	-	-	
Improved Property	-	3,254	-	-	-	-	-	-	-	
Unimproved Property	-	-	-	-	-	-	-	-	-	
Non-revenue Generating	55	-	-	-	-	-	-	-	-	
Improved Property	55	-	-	-	-	-	-	-	-	
Unimproved Property	-	-	-	-	-	-	-	-	-	
Other assets	-	-	-	-	-	-	-	-	-	
Operational Buildings	-	-	-	-	-	-	-	-	-	
Municipal Offices	-	-	-	-	-	-	-	-	-	
Pay/Enquiry Points	-	-	-	-	-	-	-	-	-	
Building Plan Offices	-	-	-	-	-	-	-	-	-	
Workshops	-	-	-	-	-	-	-	-	-	
Yards	-	-	-	-	-	-	-	-	-	
Stores	-	-	-	-	-	-	-	-	-	
Laboratories	-	-	-	-	-	-	-	-	-	
Training Centres	-	-	-	-	-	-	-	-	-	
Manufacturing Plant	-	-	-	-	-	-	-	-	-	
Depots	-	-	-	-	-	-	-	-	-	
Capital Spares	-	-	-	-	-	-	-	-	-	
Housing	-	-	-	-	-	-	-	-	-	
Staff Housing	-	-	-	-	-	-	-	-	-	
Social Housing	-	-	-	-	-	-	-	-	-	
Capital Spares	-	-	-	-	-	-	-	-	-	
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	
Intangible Assets	-	-	-	-	-	-	-	-	-	
Servitudes	-	-	-	-	-	-	-	-	-	
Licences and Rights	-	-	-	-	-	-	-	-	-	
Water Rights	-	-	-	-	-	-	-	-	-	
Effluent Licenses	-	-	-	-	-	-	-	-	-	
Solid Waste Licenses	-	-	-	-	-	-	-	-	-	
Computer Software and Applications	-	-	-	-	-	-	-	-	-	
Load Settlement Software Applications	-	-	-	-	-	-	-	-	-	
Unspecified	-	-	-	-	-	-	-	-	-	
Computer Equipment	-	-	-	-	-	-	-	-	-	
Computer Equipment	-	-	-	-	-	-	-	-	-	
Furniture and Office Equipment	471	1,200	1,820	740	1,034	910	(124)	-13.6%	1,820	
Furniture and Office Equipment	471	1,200	1,820	740	1,034	910	(124)	-13.6%	1,820	
Machinery and Equipment	1,716	2,515	2,252	18	248	1,126	878	78.0%	2,252	
Machinery and Equipment	1,716	2,515	2,252	18	248	1,126	878	78.0%	2,252	
Transport Assets	-	-	3,250	-	490	1,625	1,135	69.9%	3,250	
Transport Assets	-	-	3,250	-	490	1,625	1,135	69.9%	3,250	
Land	1,302	-	-	-	500	-	(500)	#DIV/0!	-	
Land	1,302	-	-	-	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	58,568	42,071	76,183	5,462	17,606	38,091	20,486	53.8%	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	-	-	-	-	-	-	-	-	-	-
Local Settlement Software Applications	-	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	252	-	219	126	(93)	-73.9%	252	-
Transport Assets	-	-	252	-	219	126	(93)	-73.9%	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	1,851	4,752	5,061	309	6.1%	10,123

Crèches	-	-	-	-	-	-	-	-	-	
Clinics/Care Centres	-	-	-	-	-	-	-	-	-	
Fire/Ambulance Stations	-	-	-	-	-	-	-	-	-	
Testing Stations	-	-	-	-	-	-	-	-	-	
Museums	-	-	-	-	-	-	-	-	-	
Galleries	-	-	-	-	-	-	-	-	-	
Theatres	-	-	-	-	-	-	-	-	-	
Libraries	-	-	-	-	-	-	-	-	-	
Cemeteries/Crematoria	-	-	-	-	-	-	-	-	-	
Police	-	-	-	-	-	-	-	-	-	
Parks	-	-	-	-	-	-	-	-	-	
Public Open Space	-	106	106	-	-	53	53	100.0%	106	
Nature Reserves	-	-	-	-	-	-	-	-	-	
Public Ablution Facilities	-	-	-	-	-	-	-	-	-	
Markets	-	-	-	-	-	-	-	-	-	
Stalls	-	-	-	-	-	-	-	-	-	
Abattoirs	-	-	-	-	-	-	-	-	-	
Airports	800	801	801	-	33	400	367	91.7%	801	
Taxi Ranks/Bus Terminals	-	-	-	-	-	-	-	-	-	
Capital Spares	30	48	48	5	25	24	(1)	-2.9%	48	
Sport and Recreation Facilities	166	298	298	-	62	149	87	58.6%	298	
Indoor Facilities	-	183	183	-	34	91	58	63.1%	183	
Outdoor Facilities	163	115	115	-	28	57	29	51.3%	115	
Capital Spares	2	-	-	-	-	-	-	-	-	
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	177	233	233	42	59	117	58	49.6%	233	
Operational Buildings	-	-	-	-	-	-	-	-	-	
Municipal Offices	-	-	-	-	-	-	-	-	-	
Pay/Enquiry Points	-	-	-	-	-	-	-	-	-	
Building Plan Offices	-	-	-	-	-	-	-	-	-	
Workshops	-	-	-	-	-	-	-	-	-	
Yards	-	-	-	-	-	-	-	-	-	
Stores	-	-	-	-	-	-	-	-	-	
Laboratories	-	-	-	-	-	-	-	-	-	
Training Centres	-	-	-	-	-	-	-	-	-	
Manufacturing Plant	-	-	-	-	-	-	-	-	-	
Depots	-	-	-	-	-	-	-	-	-	
Capital Spares	-	-	-	-	-	-	-	-	-	
Housing	177	233	233	42	59	117	58	49.6%	233	
Staff Housing	177	233	233	42	59	117	58	49.6%	233	
Social Housing	-	-	-	-	-	-	-	-	-	
Capital Spares	-	-	-	-	-	-	-	-	-	
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	
Intangible Assets	3,899	3,739	3,739	309	1,661	1,870	209	11.2%	3,739	
Servitudes	-	-	-	-	-	-	-	-	-	
Licences and Rights	3,899	3,739	3,739	309	1,661	1,870	209	11.2%	3,739	
Water Rights	-	-	-	-	-	-	-	-	-	
Effluent Licenses	-	-	-	-	-	-	-	-	-	
Solid Waste Licenses	-	-	-	-	-	-	-	-	-	
Computer Software and Applications	3,899	3,739	3,739	309	1,661	1,870	209	11.2%	3,739	
Load Settlement Software Applications	-	-	-	-	-	-	-	-	-	
Unspecified	-	-	-	-	-	-	-	-	-	
Computer Equipment	-	-	-	-	-	-	-	-	-	
Computer Equipment	-	-	-	-	-	-	-	-	-	
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-	
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-	
Machinery and Equipment	5,728	10,001	10,001	530	2,295	5,001	2,706	54.1%	10,001	
Machinery and Equipment	5,728	10,001	10,001	530	2,295	5,001	2,706	54.1%	10,001	
Transport Assets	-	-	-	-	-	-	-	-	-	
Transport Assets	-	-	-	-	-	-	-	-	-	
Land	-	-	-	-	-	-	-	-	-	
Land	-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	
Total Repairs and Maintenance Expenditure	1	73,296	96,637	96,637	1,560	9,017	48,318	39,301	81.3%	96,637

Crèches	-	-	-	-	-	-	-	-	-	-
Clinics/Care Centres	-	-	-	-	-	-	-	-	-	-
Fire/Ambulance Stations	137	-	-	15	51	-	-	(91)	#DIV/0!	-
Testing Stations	-	-	-	-	-	-	-	-	-	-
Museums	-	-	-	-	-	-	-	-	-	-
Galleries	-	-	-	-	-	-	-	-	-	-
Theatres	-	-	-	-	-	-	-	-	-	-
Libraries	133	-	-	15	89	-	-	(89)	#DIV/0!	-
Cemeteries/Crematoria	3,278	-	-	364	2,186	-	-	(2,186)	#DIV/0!	-
Police	-	-	-	-	-	-	-	-	-	-
Parks	1,400	-	-	156	934	-	-	(934)	#DIV/0!	-
Public Open Space	546	-	-	61	354	-	-	(364)	#DIV/0!	-
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	10,232	-	-	1,137	6,821	-	-	(6,821)	#DIV/0!	-
Operational Buildings	10,232	-	-	1,137	6,821	-	-	(6,821)	#DIV/0!	-
Municipal Offices	10,232	-	-	1,137	6,821	-	-	(6,821)	#DIV/0!	-
Pay/Enquiry Points	-	-	-	-	-	-	-	-	-	-
Building Plan Offices	-	-	-	-	-	-	-	-	-	-
Workshops	-	-	-	-	-	-	-	-	-	-
Yards	-	-	-	-	-	-	-	-	-	-
Stores	-	-	-	-	-	-	-	-	-	-
Laboratories	-	-	-	-	-	-	-	-	-	-
Training Centres	-	-	-	-	-	-	-	-	-	-
Manufacturing Plant	-	-	-	-	-	-	-	-	-	-
Depots	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-	-
Staff Housing	-	-	-	-	-	-	-	-	-	-
Social Housing	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-
Intangible Assets	1,773	-	-	197	1,182	-	-	(1,182)	#DIV/0!	-
Servitudes	-	-	-	-	-	-	-	-	-	-
Licences and Rights	1,773	-	-	197	1,182	-	-	(1,182)	#DIV/0!	-
Water Rights	-	-	-	-	-	-	-	-	-	-
Effluent Licenses	-	-	-	-	-	-	-	-	-	-
Solid Waste Licenses	-	-	-	-	-	-	-	-	-	-
Computer Software and Applications	1,773	-	-	197	1,182	-	-	(1,182)	#DIV/0!	-
Load Settlement Software Applications	-	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-	-
Computer Equipment	963	-	-	107	642	-	-	(642)	#DIV/0!	-
Computer Equipment	963	-	-	107	642	-	-	(642)	#DIV/0!	-
Furniture and Office Equipment	2,008	-	-	223	1,339	-	-	(1,339)	#DIV/0!	-
Furniture and Office Equipment	2,008	-	-	223	1,339	-	-	(1,339)	#DIV/0!	-
Machinery and Equipment	2,720	-	-	302	1,813	-	-	(1,813)	#DIV/0!	-
Machinery and Equipment	2,720	-	-	302	1,813	-	-	(1,813)	#DIV/0!	-
Transport Assets	4,657	-	-	517	3,104	-	-	(3,104)	#DIV/0!	-
Transport Assets	4,657	-	-	517	3,104	-	-	(3,104)	#DIV/0!	-
Land	-	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-	-
Zoo's Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-
Total Depreciation	1	338,886	420,387	420,387	31,950	173,099	210,194	37,095	17.6%	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	22	(22)	-97.9%	44	
Indoor Facilities	-	-	44	-	44	22	(22)	-97.9%	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	1	284	1,839	1,556	84.6%	3,679	
Operational Buildings	-	-	3,679	1	284	1,839	1,556	84.6%	3,679	
Municipal Offices	-	-	3,679	1	284	1,839	1,556	84.6%	3,679	
Pay/Enquiry Points	-	-	-	-	-	-	-	-	-	
Building Plan Offices	-	-	-	-	-	-	-	-	-	
Workshops	-	-	-	-	-	-	-	-	-	
Yards	-	-	-	-	-	-	-	-	-	
Stores	-	-	-	-	-	-	-	-	-	
Laboratories	-	-	-	-	-	-	-	-	-	
Training Centres	-	-	-	-	-	-	-	-	-	
Manufacturing Plant	-	-	-	-	-	-	-	-	-	
Depots	-	-	-	-	-	-	-	-	-	
Capital Spares	-	-	-	-	-	-	-	-	-	
Housing	-	-	-	-	-	-	-	-	-	
Staff Housing	-	-	-	-	-	-	-	-	-	
Social Housing	-	-	-	-	-	-	-	-	-	
Capital Spares	-	-	-	-	-	-	-	-	-	
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	
Intangible Assets	-	-	-	-	-	-	-	-	-	
Servitudes	-	-	-	-	-	-	-	-	-	
Licences and Rights	-	-	-	-	-	-	-	-	-	
Water Rights	-	-	-	-	-	-	-	-	-	
Effluent Licenses	-	-	-	-	-	-	-	-	-	
Solid Waste Licenses	-	-	-	-	-	-	-	-	-	
Computer Software and Applications	-	-	-	-	-	-	-	-	-	
Local Settlement Software Applications	-	-	-	-	-	-	-	-	-	
Unspecified	-	-	-	-	-	-	-	-	-	
Computer Equipment	-	-	-	-	-	-	-	-	-	
Computer Equipment	-	-	-	-	-	-	-	-	-	
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-	
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-	
Machinery and Equipment	-	-	150	-	-	75	75	100.0%	150	
Machinery and Equipment	-	-	150	-	-	75	75	100.0%	150	
Transport Assets	-	-	-	-	-	-	-	-	-	
Transport Assets	-	-	-	-	-	-	-	-	-	
Land	-	-	-	-	-	-	-	-	-	
Land	-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	
Total Capital Expenditure on upgrading of existing assets	1	32,943	50,731	53,174	3,224	11,399	26,587	15,188	57.1%	53,174

- Table F2 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 Dec 2020

Description	2019/20	Current Year 2020/21				
	Unaudited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget
R thousands						
Financial Performance						
Property rates	–	–	–	–	–	–
Service charges	148 550	170 263	–	12 561	81 786	85 132
Investment revenue	1 488	107	–	56	418	54
Rental of facilities and equipment	209	–	–	17	108	–
Transfers recognised - operational	–	–	–	–	–	–
Other revenue	69	779	–	16	28	390
Total Revenue (excluding capital transfers and contributions)	150 317	171 150	–	12 650	82 340	85 575
Employee costs	52 754	59 640	–	4 682	29 371	29 820
Remuneration of Board Members	–	–	–	–	–	–
Depreciation and asset impairment	79 911	1 787	–	149	894	894
Finance charges	22 022	–	–	(1)	6	–
Operating Lease	1 326	1 488	–	118	706	744
Bulk purchases	27 750	26 276	–	–	10 948	13 138
Materials and Supplies	6 392	8 650	–	609	5 059	4 325
Contracted Services	3 894	21 144	–	501	3 196	10 572
Provision for Doubtful Debt	(15)	–	–	–	–	–
Other expenditure	48 334	50 851	–	3 457	24 451	25 425
Loss on disposal of PPE	–	–	–	–	–	–
Total Expenditure	242 368	169 835	–	9 515	74 631	84 918
Surplus/(Deficit)	(92 051)	1 314	–	3 134	7 709	657
Transfers recognised - capital	–	–	–	–	–	–
Contributions & Contributed assets	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	(92 051)	1 314	–	3 134	7 709	657
Taxation	–	–	–	–	–	–
Surplus/ (Deficit) for the year	(92 051)	1 314	–	3 134	7 709	657
Capital expenditure & funds sources						
Capital expenditure	1 649	–	–	–	11 199	–
Transfers recognised - capital	222	–	–	–	–	–
Public contributions & donations	–	–	–	–	–	–
Borrowing	–	–	–	–	–	–
Internally generated funds	1 426	–	–	–	11 199	–
Total sources of capital funds	1 649	–	–	–	11 199	–
Financial position						
Total current assets	150 832	–	–	1 330	166 854	–
Total non current assets	937 191	–	–	160	867 815	–
Total current liabilities	(349 572)	–	–	(3 708)	(377 923)	–
Total non current liabilities	(10 192)	–	–	–	(9 821)	–
Share capital	0	–	–	–	0	–
Accumulated funds	728 259	–	–	2 218	646 924	–
Cash flows						
Net cash from (used) operating	–	–	–	–	–	–
Net cash from (used) investing	–	–	–	–	–	–
Net cash from (used) financing	–	–	–	–	–	–
Cash/cash equivalents at the year end	20 058	–	–	15 677	26 482	–

SUMMARY OF LOAN REGISTER FOR DECEMBER 2020

Account number	Interest Rate	LOAN AMOUNT	Opening balance as at 01.12.2020	Total Capital Payments	Interest Capitalised to Date	Interest Capitalised for the month	Total Interest Payments	Balance
Loan Account: 61000536	9.37%	24,285,550.00	5,914,561.36	2,593,052.07	268,816.41	45,289.72	592,810.20	4,367,500.16
Loan Account: 61000654	9.10%	25,993,166.00	8,709,401.20	1,217,933.73	421,213.41	66,258.74	446,708.12	8,775,659.94
Loan Account: 61000826	11.29%	12,750,000.00	4,562,723.90	432,625.14	266,988.08	42,907.52	277,781.35	4,605,631.42
Loan Account: 61000827	11.25%	1,975,000.00	1,434,006.31	44,432.10	81,032.53	13,439.95	81,845.21	1,447,448.26
Loan Account: 61000919	10.09%	800,000.00	65,169.24	0.00	0.00	0.00	0.00	65,169.24
Loan Account: 61000920	10.69%	7,000,000.00	5,153,354.16	473,596.29	265,640.07	44,754.58	466,783.29	4,731,917.65
Loan Account: 61000921	10.83%	1,850,000.00	1,275,422.09	43,461.19	66,568.91	11,215.41	133,575.91	1,198,118.95
Loan Account: 61007325	5.00%	11,980,174.80	6,888,840.27	874,854.25	169,140.54	28,496.50	347,236.65	6,306,291.32
Loan Account: 61007195	10.40%	122,185,000.00	102,015,831.30	6,093,416.71	5,122,041.41	862,952.63	10,343,817.25	94,660,166.95
Loan Account: 3042598105	11.44%	284,899,999.00	246,696,311.16	13,898,093.47	14,776,399.02	2,462,733.17	29,782,042.97	227,318,976.11
Totals			382,715,622.99	25,671,466.95	21,437,840.38	3,578,048.22	42,464,600.95	353,476,880.00

BALANCE PER GENERAL LEDGER

353,877,292.14

DIFF - STATEMENT VS GEN LED

400,412.14

TOTAL

(400,412.06)

VARIANCE - LOAN 61000825 - REDEEMED ON 30.10.2018 - AS PER DBSA STATEMENT								(223,890.16)
LOAN 61007238: AMOUNT SET OFF AGAINST CAPITAL AMOUNT- SEE NOV STATEMENT								(105,407.72)
LOAN 61007238: AMOUNT SET OFF AGAINST CAPITAL PORTION - SEE NOV STATEMENT								(145,502.13)
OVERPAYMENT MADE TO DBSA - TYPING ERROR. PAID R 11 054 198,97 INSTEAD OF R 11 053 198,97 IN JULY 2019 FOR JUNE 2019 INTEREST AND PENALTIES PAID IN JULY 2020 FOR JUNE 2020								1,000.00
INTEREST AND PENALTIES PAID IN SEPT 2020								25,309.98
INTEREST AND PENALTIES PAID IN DEC 2020								8,602.71
								39,475.26

VARIANCE - ROUNDING OFF

0.08

PREPARED BY:

REVIEWED BY:

REVIEWED BY:

AUTHORIZED BY:

C HARIPARSAD

BN KHUMALO

MS NDLOVU

SM NKOSI

ACCOUNTANT: GEN ACCOUNT & ADMIN SERVICES

MANAGER

DIRECTOR: BUDGET & FINANCIAL REFORMS

STRATEGIC EXECUTIVE DIRECTOR: BUDGET & TREASURY OFFICE

DATE:

DATE:

DATE:

DATE:



NEWCASTLE MUNICIPALITY
(Registration number KZ252)

**INTERIM FINANCIAL STATEMENTS
FOR THE 6 MONTHS ENDED 31 DECEMBER 2020**

Newcastle Municipality

Interim Financial Statements for the 6 months ended 31 December 2020

Statement of Financial Position as at 31 December 2020

	Note(s)	31 December 2020	30 June 2020 Restated*
Assets			
Current Assets			
Inventories	10	15 217 906	13 514 303
Other financial assets	8	-	277
Receivables from exchange transactions	11	59 308 956	76 970 991
Receivables from non-exchange transactions	12	18 378 448	15 480 338
Consumer debtors from exchange transactions	13	533 993 657	457 527 377
Consumer debtors from non-exchange transactions	13	160 390 467	117 395 734
Cash and cash equivalents	14	116 423 513	36 268 498
		903 712 947	717 157 518
Non-Current Assets			
Investment property	3	257 160 127	256 890 618
Property, plant and equipment	4	6 449 288 324	6 587 528 535
Intangible assets	5	1 545 996	2 224 606
Heritage assets	6	11 670 232	11 670 232
Investments in associates	7	217 333 222	217 333 222
		6 936 997 901	7 075 647 213
Total Assets		7 840 710 848	7 792 804 731
Liabilities			
Current Liabilities			
Other financial liabilities	17	14 968 643	11 747 226
Finance lease obligation	15	380 764	392 517
Payables from exchange transactions	20	713 885 976	827 413 480
VAT payable	21	8 485 460	7 961 686
Consumer deposits	22	27 011 284	24 939 318
Unspent conditional grants and receipts	16	83 717 084	45 749 330
Defined benefit plan	18	9 752 000	9 752 000
		858 201 211	927 955 557
Non-Current Liabilities			
Other financial liabilities	17	338 908 649	388 901 682
Finance lease obligation	15	147 576	135 823
Defined benefit plan	18	150 357 002	150 357 002
Provision for rehabilitation of landfill site	19	52 106 817	52 106 817
		541 520 044	591 501 324
Total Liabilities		1 399 721 255	1 519 456 881
Net Assets		6 440 989 593	6 273 347 850
Reserves			
Housing Development fund		29 266 214	28 807 982
Self insurance reserve		546 987	532 983
Accumulated surplus		6 411 176 392	6 244 006 883
Total Net Assets		6 440 989 593	6 273 347 848

* See Note 47

Newcastle Municipality

Interim Financial Statements for the 6 months ended 31 December 2020

Statement of Financial Performance

	Note(s)	6 Months ended 31 December 2020	Year ended 30 June 2020 Restated*
Revenue			
Revenue from exchange transactions			
Service charges	24	521 576 989	948 732 668
Rental of facilities and equipment	25	3 670 925	7 794 524
Other Revenue	27	13 625 554	10 113 462
Interest received	28	3 739 646	8 517 417
Total revenue from exchange transactions		542 613 114	975 158 071
Revenue from non-exchange transactions			
Taxation revenue			
Property rates	29	174 405 719	319 656 446
Transfer revenue			
Government grants & subsidies	30	481 890 272	560 539 037
Public contributions and donations	31	-	15 589 293
Fines, Penalties and Forfeits	26	3 612 095	10 506 938
Total revenue from non-exchange transactions		659 908 086	906 291 714
Total revenue	23	1 202 521 200	1 881 449 785
Expenditure			
Employee costs	32	270 201 923	550 175 286
Remuneration of councillors	33	12 728 898	25 935 889
Depreciation and amortisation	34	173 098 660	345 298 647
Finance costs	36	21 445 600	70 302 231
Debt Impairment	37	25 118 424	315 021 521
Collection costs		500 658	1 285 179
Bulk purchases	38	292 492 326	515 427 307
Contracted services	39	132 587 755	177 617 481
General Expenses	40	102 096 250	200 695 479
Total expenditure		1 030 270 494	2 201 759 020
Operating surplus (deficit)		172 250 706	(320 309 235)
Share of deficit in investment in associates		-	(27 972 811)
Actuarial gains/losses	9	-	9 608 477
Impairment loss	35	-	(22 841 959)
Profit/(Loss) on Sale of Assets		47 261	5 552 913
		47 261	(35 653 380)
Surplus (deficit) for the 6 months		172 297 967	(355 962 615)

* See Note 47

Newcastle Municipality

Interim Financial Statements for the 6 months ended 31 December 2020

Cash Flow Statement

	Note(s)	6 Months ended 31 December 2020	Year ended 30 June 2020 Restated*
Cash flows from operating activities			
Receipts			
Sale of goods and services		597 617 526	1 130 641 544
Grants		519 858 027	560 539 037
Interest income		3 739 646	8 517 417
		<u>1 121 215 199</u>	<u>1 699 697 998</u>
Payments			
Employee costs and Councillors remuneration		(284 425 799)	(579 845 029)
Suppliers		(654 660 287)	(900 434 358)
Finance costs		(21 445 600)	(70 302 231)
		<u>(960 531 686)</u>	<u>(1 550 581 618)</u>
Undefined difference compared to the cash generated from operations note		-	(1)
Net cash flows from operating activities	43	<u>160 683 513</u>	<u>149 116 379</u>
Cash flows from investing activities			
Purchase of property, plant and equipment	4	(33 756 883)	(117 053 532)
Proceeds from sale of investment property	3	-	6 721 994
Purchase of other intangible assets	5	-	(172 929)
Purchases of Heritage Assets	6	-	(182 000)
		<u>(33 756 883)</u>	<u>(110 686 467)</u>
Cash flows from financing activities			
Net movements in long term loans		(46 771 616)	(11 903 921)
Movement on finance lease		-	(256 694)
		<u>(46 771 616)</u>	<u>(12 160 615)</u>
Net increase/(decrease) in cash and cash equivalents		80 155 014	26 269 297
Cash and cash equivalents at the beginning of the year		36 268 498	9 999 201
Cash and cash equivalents at the end of the year	14	<u>116 423 512</u>	<u>36 268 498</u>

* See Note 47

Newcastle Municipality

Interim Financial Statements for the 6 months ended 31 December 2020

Statement of Changes in Net Assets

	Housing Development Fund	Self Insurance Reserve	Total reserves	Accumulated surplus	Total net assets
Balance at 01 July 2019	28 021 720	497 014	28 518 734	6 602 055 680	6 630 574 414
Changes in net assets					
Deficit for the year	-	-	-	(355 962 615)	(355 962 615)
Transfer of income surplus to trust capital	786 262	-	786 262	(786 262)	-
Transfer of capital surplus to trust capital	-	35 969	35 969	(35 969)	-
Other 1	-	-	-	(1 263 951)	(1 263 951)
Total changes	786 262	35 969	822 231	(358 048 797)	(357 226 566)
Restated* Balance at 01 July 2020	28 807 982	532 983	29 340 965	6 244 006 884	6 273 347 849
Deficit for the year	-	-	-	172 297 967	172 297 967
Transfer to Housing Development Fund	458 232	-	458 232	(458 232)	-
Transfer to Self Insurance Reserves	-	14 004	14 004	(14 004)	-
Other 1	-	-	-	(4 656 223)	(4 656 223)
Other 2	-	-	-	-	-
Total changes	458 232	14 004	472 236	167 169 508	167 641 744
Balance at 31 December 2020	29 266 214	546 987	29 813 201	6 411 176 392	6 440 989 593

* See Note 47

Newcastle Municipality Grant Register for December 2020

Number	Vote number	Description	Expenditure for DEC	Total Expenditure before Vat	VAT FOR THE MONTH	Total Vat Amount	Total Expenditure after Vat	Closing balance
1	03095200108	Environmental Management Framework						
2	030952005408	I.T. - Title Boaha Project						(502,871.43)
3	03095200709	Charnock Town						
4	030952004311	Electrification Grant: Opening Balance	2,129,780.43	2,129,780.43	319,467.07	319,467.07	2,449,247.50	(823,975.11)
	030952004312	Electrification Grant: Receipts - OPEX			319,467.07	319,467.07		
5	030952003811	Closing Balance						(550,846.45)
	030952003812	Title Deeds Restoration Grant: Opening Balance	19,381.92	287,262.28		25,597.82	312,860.10	
	030952003812	Title Deeds Restoration Grant: Receipts - OPEX						
6	030952002011	Closing Balance						(1,724,184.71)
	030952002012	EPWP: Opening Balance	429,254.24	1,486,487.53			1,486,487.53	
	030952002012	EPWP: Receipts - OPEX						
7	030952006011	Closing Balance						(547,260.74)
	030952006012	FMG: Opening Balance	44,810.23	261,051.01			261,051.01	
	030952006012	FMG: Receipts - OPEX						
8	030952006511	Closing Balance						(1,438,948.99)
	030952006512	Grant Skill Development: Opening Balance						
	030952006512	Grant Skill Development: Receipts - OPEX						
	030952006512	Closing Balance						(905,455.80)
9	030952013911	Community Library Services Grant: Opening Balance		1,673,504.85			1,673,504.85	
	030952013912	Community Library Services Grant: Receipts - CAPEX						
	030952013912	Community Library Services Grant: Receipts - OPEX	255,867.71					
	030952013912	Closing Balance						(1,928,201.07)
10	030952021001	Ingogo Fresh Produce						
11	030952023001	Sports Maintenance Facilities Grant						
12	030952001211	ING: Opening Balance	6,370,812.07	44,700,471.35	1,494,464.49	5,465,761.46	50,166,232.81	(11,363.39)
	030952001312	ING: Receipts - CAPEX						(10,290.00)
	030952001212	ING: Receipts - OPEX	5,953,019.56		541,092.68			
	030952001212	Closing Balance						(19,833,767.19)
13	03095200208	Citizen Arts Centre						
14	030952009301	Corridor Development						
15	030952021811	Provincialisation: Opening Balance	451,620.70	2,516,032.73	19,388.02	31,607.05	2,547,639.78	(131,074.64)
	030952021812	Provincialisation: Receipts - OPEX			2,963.82			
	030952021812	Provincialisation: Receipts - CAPEX	135,915.50		16,404.20			
	030952021812	Closing Balance						(6,639,675.80)
16	030952010511	Carmelo Art Gallery: Opening Balance	59,200.00	87,150.00			87,150.00	
	030952011912	Carmelo Art Gallery: Receipts - CAPEX						
	030952011912	Closing Balance						(397,971.34)
17	030952028711	Fort Amal Museum: Opening Balance	56,305.19	274,423.26		2,409.98	276,833.24	
	030952028712	Fort Amal Museum: Receipts - OPEX						
	030952028712	Fort Amal Museum: Receipts - CAPEX						
	030952028712	Closing Balance						(404,540.59)
18	030952010911	Capacity Building: Opening Balance						
	030952010912	Capacity Building: Receipts - CAPEX						
	030952010912	Closing Balance						
19	030952010001	Nowcastle Airport						
20	030952024001	Neighbouring Development Partnership Grant						
21	0309520324611	HWIG: Opening Balance	875,467.65	6,676,920.33	200,545.18	1,001,538.05	7,678,458.98	
	0309520324612	HWIG: Receipts - CAPEX	461,500.00		131,320.18			
	0309520324612	HWIG: Receipts - OPEX			69,225.00			
	0309520324612	Closing Balance						(634,517,689.17)
22	030952024601	Manufacturing						
23	030952030611	All Housing Grants: Opening Balance		43,753,027.17			43,753,027.17	
	030952030612	All Housing Grants: Receipts - CAPEX						
	030952030612	All Housing Grants: Receipts - OPEX						
	030952030612	Closing Balance						
24	030952002109	Sport and Recreation						
25	030952043901	Energy Efficiency and Demand Side Management Grant						
26	030952001002	Disaster Relief Grant						
27	030952002601	Title Deeds Restoration Grant - Post	17,142,935.40	103,846,110.94	2,033,864.76	6,646,461.43	110,692,572.37	(5,196,326.30)
		TOTAL						(83,717,784.53)

Statement

uThukela Water (Pty) Ltd
79 Harding Street
Newcastle
2940



**uthukela
water**

Telephone	034 328 5000
Fax	034 326 3388
Date	01/12/2020
Amount Due	121,491,539.00

N003
Newcastle Municipality - WSA
Private Bag X 6621
Newcastle
2940

<u>Date</u>	<u>Reference</u>	<u>Description</u>	<u>Allocated To</u>	<u>Debit</u>	<u>Credit</u>	<u>Balance</u>
		Brought forward from previous page				61,868,916.07
03/02/2020	INV00002418	Invoice		9,772,654.32		71,641,570.39
07/02/2020	CRN0049	Invoice			9,772,654.32	61,868,916.07
03/02/2020	INV00002421	Invoice		11,173,963.09		73,042,879.16
02/03/2020	INV00002430	Invoice		10,230,824.86		83,273,704.02
17/03/2020	Newcastle Munic	Newcastle Municipality - WSA		30,283,650.26		52,990,053.76
03/04/2020	INV00002433	Invoice		10,932,591.56		63,922,645.32
01/05/2020	INV00002443	Invoice		10,919,120.83		74,841,766.15
01/06/2020	INV00002447	Invoice		10,628,271.48		85,470,037.63
01/07/2020	INV00002452	Invoice		12,726,481.22		98,196,518.85
01/07/2020	CRN0054	Invoice			12,726,481.22	85,470,037.63
01/07/2020	INV00002454	Invoice		12,868,118.94		98,338,156.57
13/07/2020	Newcastle Munic	Newcastle Municipality - WSA		21,082,948.21		77,255,208.36
03/08/2020	INV00002456	Invoice		12,350,147.53		89,605,355.89
26/08/2020	Newcastle Munic	Newcastle Municipality - WSA		10,497,514.13		79,107,841.76

180 Days	150 Days	120 Days	90 Days	60 Days	30 Days	Current	Amount Due
53,889,575.29	12,868,118.94	12,350,147.53	11,351,118.84	11,670,929.58	8,852,701.21	10,508,947.61	121,491,539.00

Deposit Banking Details

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

180 Days	150 Days	120 Days	90 Days	60 Days	30 Days	Current	Amount Due
53,889,575.29	12,868,118.94	12,350,147.53	11,351,118.84	11,670,929.58	8,852,701.21	10,508,947.61	121,491,539.00

Statement

uThukela Water (Pty) Ltd
79 Harding Street
Newcastle
2940



**uthukela
water**

Telephone	034 328 5000
Fax	034 326 3388
Date	01/12/2020
Amount Due	121,491,539.00

N003
Newcastle Municipality - WSA
Private Bag X 6621
Newcastle
2940

<u>Date</u>	<u>Reference</u>	<u>Description</u>	<u>Allocated To</u>	<u>Debit</u>	<u>Credit</u>	<u>Balance</u>
		Brought forward from previous page				79,107,841.76
01/09/2020	INV00002461	Invoice		11,351,118.84		90,458,960.60
01/10/2020	INV00002470	Invoice		11,670,929.58		102,129,890.18
02/11/2020	INV00002477	Invoice		10,852,701.21		112,982,591.39
19/11/2020	Newcastle Munic	Newcastle Municipality - WSA			2,000,000.00	110,982,591.39
01/12/2020	INV00002478	Invoice		10,508,947.61		121,491,539.00

180 Days	150 Days	120 Days	90 Days	60 Days	30 Days	Current	Amount Due
53,889,575.29	12,868,118.94	12,350,147.53	11,351,118.84	11,670,929.58	8,852,701.21	10,508,947.61	121,491,539.00

Deposit Banking Details

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

180 Days	150 Days	120 Days	90 Days	60 Days	30 Days	Current	Amount Due
53,889,575.29	12,868,118.94	12,350,147.53	11,351,118.84	11,670,929.58	8,852,701.21	10,508,947.61	121,491,539.00

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	INV00002478
Date	01/12/2020

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>
DECEMBER 2020 BULK INVOICE	2,385,957.00	3.83	1,370,732.30

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)	9,138,215.31
Tax	1,370,732.30
Total	10,508,947.61



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

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

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

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

TEL: 08600 37566
SMS: 35328

NEWCASTLE MUNICIPALITY
PRIVATE BAG X6621
NEWCASTLE
2940

YOUR ACCOUNT NO	5578885631
SECURITY HELD	1.36
BILLING DATE	2021-01-04
TAX INVOICE NO	557046577819
ACCOUNT MONTH	DECEMBER 2020
CURRENT DUE DATE	2021-02-03
VAT REG NO	4000791824

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

EASTERN REGION
PRIVATE BAG X16 WESTVILLE 3630

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

TAX INVOICE

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

ACCOUNT TRANSACTION SUMMARY

ADMINISTRATION CHARGE		R	4,567.54
TRANSMISSION NETWORK CAPACITY		R	1,452,500.00
URBAN LOW VOLTAGE SUBSIDY		R	2,068,750.00
ANCILLARY SERVICE (ALL)		R	144,074.53
ENERGY CHARGE (STD)	13,669,766.00	R	10,229,085.90
ENERGY CHARGE (PEAK)	5,590,127.00	R	6,078,145.09
ENERGY CHARGE (OFF)	15,880,236.00	R	7,538,348.03
ELECTRIFICATION AND RURAL SUBS (ALL)		R	3,222,349.92
SERVICE CHARGE		R	143,024.39

TOTAL CHARGES FOR BILLING PERIOD R **30,880,845.40**

ACCOUNT SUMMARY FOR DECEMBER 2020

BALANCE BROUGHT FORWARD	(Due Date 2021-01-02)	R	293,389,393.26
PAYMENT(S) RECEIVED	Cash - 2020-12-15	R	-40,525,444.17
TOTAL CHARGES FOR BILLING PERIOD		R	30,880,845.40
ADJUSTMENT	WHEELING/3RD PARTY WHEELING CHARGES	R	-47,599.19
VAT RAISED ON ITEMS AT 14%		R	0.00
VAT RAISED ON ITEMS AT 15%		R	4,624,986.93

COPY ONLY

ARREARS

>90 DAYS	61-90 DAYS	31-60 DAYS	16-30 DAYS	CURRENT	TOTAL DUE R
180,114,114.	37,387,475.24	35,314,760.49	0.00	35,505,832.33	288,322,182.23

Account OVERDUE - Subject to Disconnection

ACCOUNT NO / REFERENCE NO

5578885631

NAME

NEWCASTLE MUNICIPALITY

FAX NUMBER

0343129697

0934 5578885631

11341 5578885631

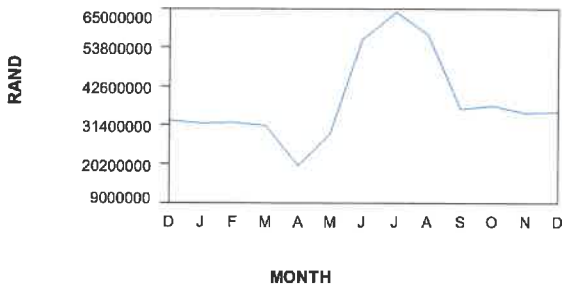


^^^>>> 9207 0557 8885 6313



TOTAL AMOUNT DUE

288,322,182.20



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)

252,816,349.90

DUE DATE (For Current Amount)

2021-02-03

AMOUNT PAID

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

LATE PAYMENT CHARGES WILL BE ADDED TO OVERDUE ACCOUNT

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	2021-01-04
TAX INVOICE NO	557046577819
ACCOUNT MONTH	DECEMBER 2020
CURRENT DUE DATE	2021-02-03
VAT REG NO	4000791824
NOTIFIED MAX DEMAND	125,000.00
UTILISED CAPACITY	125,000.00

CONSUMPTION DETAILS (2020-12-01 - 2020-12-31)

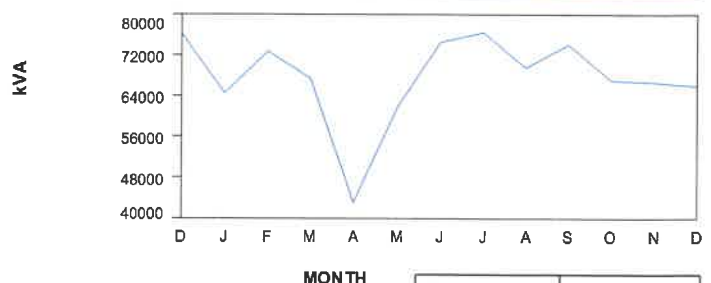
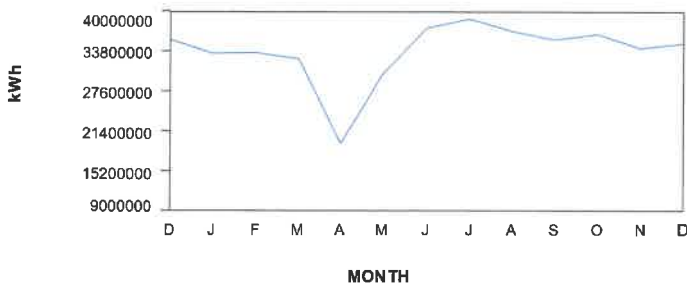
ENERGY CONSUMPTION OFF PEAK kWh	15,880,235.94
ENERGY CONSUMPTION STD kWh	13,669,766.30
ENERGY CONSUMPTION PEAK kWh	5,590,127.42
ENERGY CONSUMPTION ALL kWh	35,140,129.66
DEMAND CONSUMPTION - OFF PEAK	59,554.28
DEMAND CONSUMPTION - STD	66,132.83
DEMAND CONSUMPTION - PEAK	65,268.27
DEMAND READING - KW/KVA	66,132.83
REACTIVE ENERGY - OFF PEAK	5,731,974.64
REACTIVE ENERGY - STD	4,901,228.06
REACTIVE ENERGY - PEAK	1,922,948.30
LOAD FACTOR	76.00

PREMISE ID NUMBER 5578885383 **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 31 days	R	4,567.54
TX Network Capacity Charge 125,000 kVa @ R11.62 : = R11.62/kVA	R	1,452,500.00
Urban Low Voltage Subsidy 125,000 kVa @ R16.55 : = R16.55/kVA	R	2,068,750.00
Ancillary Service Charge 35,140,130 kWh @ R0.0041 /kWh	R	144,074.53
Low Season Standard Energy Charge 13,669,766 kWh @ R0.7483 /kWh	R	10,229,085.90
Low Season Peak Energy Charge 5,590,127 kWh @ R1.0873 /kWh	R	6,078,145.09
Low Season Off Peak Energy Charge 15,880,236 kWh @ R0.4747 /kWh	R	7,538,348.03
Electrification and Rural Subsidy 35,140,130 kWh @ R0.0917 /kWh	R	3,222,349.92
SERVICE CHARGE	R	143,024.39

TOTAL CHARGES R **30,880,845.40**



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BILL GROUP	
BILL PAGE	2 OF 2

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 December 2020/2021 financial year; have been prepared in accordance with the Municipal Finance Management Act, No56 of 2003; and Regulation 27 of the Municipal Budget and Reporting Regulations.

Print Name : **MUZI JUSTICE MAYISELA**

Municipal Manager : **NEWCASTLE MUNICIPALITY**

Signature : 

Date : 