

**SECTION 71: MONTHLY BUDGET STATEMENT: NATIONAL REPORTING STANDARD: MONTH TEN:  
30 APRIL 2023**

Ref. No	: T 6/1/1 (2022/23)
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1 <sup>st</sup> Level	: Finance Portfolio Committee
2 <sup>nd</sup> Level	: Executive Committee
3 <sup>rd</sup> Level	: Council
4 <sup>th</sup> Level	: KZN Provincial Treasury

## **1. PURPOSE**

The purpose of this report is to appraise Council on the state of finances of the municipality for the period ended 30 April 2023. This report is prescribed in terms of section 71 of the Municipal Finance Management Act 56 of 2003 (MFMA), which requires the Accounting Officer to submit a report to the Mayor on a monthly basis on the state of municipality's actual performance against the approved budget. The report allows council to exercise its oversight on the implementation of the budget and also serves as a tool for future planning. The report is also be submitted to the Provincial Treasuries as required by the same section of the Act. In the main, the report seeks council to note the implementation of the budget, and the implementation of the measures which seek to ensure that the state of finance of the municipality improve continuously.

## **2. BACKGROUND**

Prior to the enactment of the MFMA, municipalities used to prepare budgets in different formats. Once the budgets were approved, municipalities were also not prescribed by law to report regularly on the performance of their budget to councils. The promulgation of the MFMA prescribed a standardised system to modernise the of local government financial management as well as the reporting framework. National Treasury then prescribed the reporting format to all municipalities in the form of schedules.

National Treasury further introduced a reform (mSCOA) to assist with inconsistencies to ensure that reporting is in compliance with GRAP standards. As a result, municipalities are now required to report on schedule C, which is directly extracted from the financial system in version 6.5. This report, however, is presented on the manually captured schedule C, Version 6.4. It is important to appraise this council that there's still discrepancies between these two reports which are being challenged by the following:

- System closure before capturing of all transactions of that particular month
- Incorrect use of movements accounts
- Delayed response from phoenix to resolve problems encountered when reports are generated
- Pre-Audit actuals not pulling in most schedules
- No integration between other systems to phoenix system
- Budget module still incomplete, as a result some tables on version 6.5 are not populated

For the purpose of submission to the Finance Portfolio Committee, the MPAC and Council, a manual version of the report will be submitted until the discrepancies between the two reported have been addressed. This is even more so because the manual version presents a more realistic perspective of the finances of the municipality.

### 3. DISCUSSION

This section will provide details of the actual performance against the approved budget of the municipality for the reporting period. It will cover the operating performance (operating revenue and operating expenditure), capital expenditure, financial position and cash flow position of the municipality.

Newcastle Municipality approved the Mid Tear Adjustment Budget which has been considered in the Section 71 report (Schedule C). This month's financial analysis comprises of the Section 71 will be reflected version 6.4 which is manually captured.

**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 - M10 April**

Description	Budget Year 2022/23								
	2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	352,585	363,413	376,103	30,577	315,180	313,420	1,761	1%	376,103
Service charges	1,110,882	1,176,842	1,211,782	88,306	964,628	1,009,802	(45,174)	-4%	1,211,762
Investment revenue	4,445	3,131	5,330	345	4,418	4,442	(24)	-1%	5,330
Transfers and subsidies	490,501	1,112,707	626,424	7,437	555,263	555,263	-	-	626,424
Other own revenue	45,199	37,169	28,782	2,769	25,578	23,985	1,592	7%	28,782
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>2,003,613</b>	<b>2,693,263</b>	<b>2,248,402</b>	<b>129,434</b>	<b>1,865,067</b>	<b>1,906,912</b>	<b>(41,845)</b>	<b>-2%</b>	<b>2,248,402</b>
Employee costs	585,366	601,653	636,414	52,459	541,016	530,345	10,671	2%	636,414
Remuneration of Councillors	23,742	29,060	27,163	2,111	22,760	22,636	124	1%	27,163
Depreciation & asset impairment	348,804	363,160	363,160	27,888	284,179	302,633	(18,454)	-6%	363,160
Finance charges	64,353	35,846	35,846	2,945	30,044	29,872	173	1%	35,846
Materials and bulk purchases	786,545	758,296	717,179	35,134	575,076	597,649	(22,574)	-4%	717,179
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	410,168	1,222,862	667,298	27,096	403,582	556,082	(152,500)	-27%	667,298
<b>Total Expenditure</b>	<b>2,218,978</b>	<b>3,010,876</b>	<b>2,447,060</b>	<b>147,633</b>	<b>1,856,657</b>	<b>2,039,217</b>	<b>(182,560)</b>	<b>-9%</b>	<b>2,447,060</b>
<b>Surplus/(Deficit)</b>	<b>(215,366)</b>	<b>(317,613)</b>	<b>(198,658)</b>	<b>(18,199)</b>	<b>8,410</b>	<b>(132,305)</b>	<b>140,715</b>	<b>-106%</b>	<b>(198,658)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	122,888	191,032	189,605	8,019	134,354	158,004	(23,650)	-15%	189,605
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(92,478)</b>	<b>(126,581)</b>	<b>(9,053)</b>	<b>(10,180)</b>	<b>142,764</b>	<b>25,700</b>	<b>117,065</b>	<b>456%</b>	<b>(9,053)</b>
Share of surplus/ (deficit) of associate	(45,141)	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>(137,618)</b>	<b>(126,581)</b>	<b>(9,053)</b>	<b>(10,180)</b>	<b>142,764</b>	<b>25,700</b>	<b>117,065</b>	<b>456%</b>	<b>(9,053)</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>149,637</b>	<b>209,033</b>	<b>214,299</b>	<b>8,635</b>	<b>125,070</b>	<b>178,583</b>	<b>(53,513)</b>	<b>-30%</b>	<b>214,299</b>
Capital transfers recognised	122,780	318,234	189,605	6,979	114,243	168,605	(54,362)	-32%	189,605
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	26,749	18,001	24,694	1,656	13,067	20,578	(7,511)	-36%	24,694
<b>Total sources of capital funds</b>	<b>149,529</b>	<b>336,235</b>	<b>214,299</b>	<b>8,635</b>	<b>127,310</b>	<b>189,183</b>	<b>(61,873)</b>	<b>-33%</b>	<b>214,299</b>
<b>Financial position</b>									
Total current assets	1,003,641	676,443	610,223	-	1,137,705	-	-	-	610,223
Total non current assets	6,722,953	7,238,673	7,238,673	-	6,539,747	-	-	-	7,238,673
Total current liabilities	977,242	692,762	873,249	-	928,725	-	-	-	873,249
Total non current liabilities	545,070	351,099	351,099	-	538,108	-	-	-	351,099
Community wealth/Equity	6,204,281	6,871,255	6,624,547	-	6,210,619	-	-	-	6,624,547
<b>Cash flows</b>									
Net cash from (used) operating	236,944	164,505	176,433	(40,699)	139,365	315,919	176,554	56%	176,433
Net cash from (used) investing	(139,765)	(209,033)	(199,459)	(8,743)	(121,657)	(149,594)	(27,937)	19%	(199,459)
Net cash from (used) financing	(30,512)	(32,106)	(47,260)	(2,949)	(39,372)	(35,445)	3,927	-11%	(47,260)
<b>Cash/cash equivalents at the month/year end</b>	<b>76,168</b>	<b>(14,037)</b>	<b>5,881</b>	<b>-</b>	<b>54,503</b>	<b>207,047</b>	<b>152,544</b>	<b>74%</b>	<b>5,881</b>
<b>Debtors &amp; creditors analysis</b>									
	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	114,001	35,921	37,159	37,641	31,410	36,678	168,593	1,144,175	1,605,577
<b>Creditors Age Analysis</b>									
Total Creditors	81,926	9,846	-	-	-	-	1,859	215,143	308,774



## Table C4: Monthly Budget Statement

The table below provides the municipality's Financial Performance reflecting the operating revenue and expenditure of the municipality.

KZN252 Newcastle - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M10 April

Description	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue By Source</b>										
Property rates		352,585	363,413	376,103	30,577	315,180	313,420	1,761	1%	376,103
Service charges - electricity revenue		705,057	751,862	767,251	52,584	593,306	639,376	(46,070)	-7%	767,251
Service charges - water revenue		186,622	199,933	212,835	16,626	178,801	177,363	1,438	1%	212,835
Service charges - sanitation revenue		118,993	123,818	127,901	10,534	106,386	106,584	(199)	0%	127,901
Service charges - refuse revenue		98,211	101,229	103,774	8,563	86,136	86,479	(343)	0%	103,774
Rental of facilities and equipment		8,372	9,452	8,306	687	6,998	6,922	76	1%	8,306
Interest earned - external investments		4,445	3,131	5,330	345	4,418	4,442	(24)	-1%	5,330
Interest earned - outstanding debtors		3,792	4,001	5,877	565	5,272	4,898	374	8%	5,877
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		5,353	4,180	4,557	551	4,571	3,798	773	20%	4,557
Licences and permits		46	48	32	5	44	27	18	65%	32
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		490,501	1,112,707	626,424	7,437	555,263	555,263	-	-	626,424
Other revenue		15,939	19,487	8,010	960	8,385	6,675	1,711	26%	8,010
Gains		11,698	-	2,000	-	307	1,667	(1,360)	-82%	2,000
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>2,003,613</b>	<b>2,693,263</b>	<b>2,248,402</b>	<b>129,434</b>	<b>1,865,067</b>	<b>1,906,912</b>	<b>(41,845)</b>	<b>-2%</b>	<b>2,248,402</b>
<b>Expenditure By Type</b>										
Employee related costs		585,366	601,653	636,414	52,459	541,016	530,345	10,671	2%	636,414
Remuneration of councillors		23,742	29,060	27,163	2,111	22,760	22,636	124	1%	27,163
Debt impairment		130,120	286,041	299,957	5,387	66,984	249,964	(182,980)	-73%	299,957
Depreciation & asset impairment		348,804	363,160	363,160	27,888	284,179	302,633	(18,454)	-6%	363,160
Finance charges		64,353	35,846	35,846	2,945	30,044	29,872	173	1%	35,846
Bulk purchases		649,750	605,107	563,502	34,744	463,454	469,585	(6,131)	-1%	563,502
Other materials		136,795	153,188	153,677	391	111,622	128,064	(16,442)	-13%	153,677
Contracted services		253,442	818,629	248,981	13,963	234,503	207,484	27,018	13%	248,981
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Other expenditure		25,960	118,192	118,360	7,745	102,095	98,633	3,462	4%	118,360
Losses		646	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>2,218,978</b>	<b>3,010,876</b>	<b>2,447,060</b>	<b>147,633</b>	<b>1,856,657</b>	<b>2,039,217</b>	<b>(182,560)</b>	<b>-9%</b>	<b>2,447,060</b>
<b>Surplus/(Deficit)</b>		<b>(215,366)</b>	<b>(317,613)</b>	<b>(198,658)</b>	<b>(18,199)</b>	<b>8,410</b>	<b>(132,305)</b>	<b>140,715</b>	<b>(0)</b>	<b>(198,658)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		122,888	191,032	189,605	8,019	134,354	158,004	(23,650)	(0)	189,605
(National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>(92,478)</b>	<b>(126,581)</b>	<b>(9,053)</b>	<b>(10,180)</b>	<b>142,764</b>	<b>25,700</b>			<b>(9,053)</b>
Taxation		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>		<b>(92,478)</b>	<b>(126,581)</b>	<b>(9,053)</b>	<b>(10,180)</b>	<b>142,764</b>	<b>25,700</b>			<b>(9,053)</b>
Attributable to minorities		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>(92,478)</b>	<b>(126,581)</b>	<b>(9,053)</b>	<b>(10,180)</b>	<b>142,764</b>	<b>25,700</b>			<b>(9,053)</b>
Share of surplus/ (deficit) of associate		(45,141)	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>(137,618)</b>	<b>(126,581)</b>	<b>(9,053)</b>	<b>(10,180)</b>	<b>142,764</b>	<b>25,700</b>			<b>(9,053)</b>

### 3.1. Operating budget performance-revenue

- The municipality generated a total revenue of R1.8 billion of the adjusted budget of R2.2 billion, representing 83% percent. The variance between the year-to-date revenue budget and the actual revenue accrued for the same period amounts to R41.8 million. Although the aggregate performance on revenue generated shows a variance of negative 2 percent, it is however necessary to explain reasons which attributed to the variance.

- The municipality generated R45.1 million (-4%) less revenue from service charges than the year-to-date budget of R964.6 million for the period under review. Electricity, sanitation and refuse under-performed above target by R46 million, R199 thousand and R343 thousand respectively, whereas water overperformed by R1.4 million. Furthermore, it must be noted that the alignment of S71 report figures is net of indigents while the monthly collection rate report reflects gross amounts.
- The municipality generated revenue from property rates which is R1.7 million (1%) more than the year-to-date budget of R313.4 million during the period under review. It must be mentioned that government departments are billed a bulk amount for property rates in the first month of the financial year.
- The municipality generated R24 thousand (-1%) less revenue from interest on investments than the year-to-date budget of R4.4 million for the period under review. This is due to additional investments made during the year.
- The municipality recorded R555.2 million for operational and R134.3 million for capital transfers and subsidies. This is due to the grants received in line with the grant's payment schedule. The third trench of the Equitable share grant was received in March which as had an impact in the favourable financials reported this month.
- The municipality generated R1.5 million (7%) more revenue from sundry revenue than a pro-rata budget of R23.9 million for the period under review. The sundry items comprise of rental of facilities, interest earned from outstanding debtors, fines, licences and other revenue.

### **3.2. Operating performance – expenditure**

- The summary of the operating expenditure is reflected in C1 and C4 tables of Schedule C attached hereto. As at the end of April 2023, the municipality incurred the total expenditure of R1.8 billion of the adjusted budget of R2.4 billion, which represents 76 percent. The variance between the pro-rata expenditure budget and the actual expenditure incurred for the same period amounts to R182.5 million, representing under-expenditure of 9 percent.
- The municipality spent R10.6 million (2%) more on employee-related costs than a year-to-date budget of R530.3 million. This is due to the compensation of backpay of the increment due to employees which was removed on special adjustments budget in July 2022 and the salary consideration in respect of the reinstated employees.
- Depreciation has under-performed by R18.4 million (-6%) in the tenth month of the financial year due to the very low capital expenditure and projects still under work in progress (not yet capitalized). Debt impairment under-performed by R182.9 million (-73%) since the municipality is recognizing debt impairment on indigents only during the year, all other impairments are done at the compilation of Annual Financial Statements at year-end.
- The municipality spent R6.1 million (1%) more on the bulk purchases than the year-to-date budget of R469.5 million. This is due to colder month's season and performance is expected to stabilize gradually as it gets colder. The cost is generally averaging lower in the remaining months of the financial year.

The impact of load shedding is also expected to reduce the consumption of bulk purchases during the year.

- Included on the Material item is bulk water in line with Circular 98 of the MFMA. Material seems to be performing R16.4 million (-13%) less than the year-to-date budget of R128 million, this is due to the realignment of water purchases to be allocated under inventory in the Statement of Financial Position as required in circular 115.
- The municipality spent R27 million (13%) more on contracted services than the year-to-date budget of R207.4 million. It must be mentioned that the housing grants have been reduced in adjusted Provincial gazette and which impacted in the Mid-Year Adjustments Budget, however the municipality was still obligated to complete the housing project from the previous financial year commitment.

### 3.2.1 Operational expenditure by function

The table below reflects the municipality's operational expenditure of the municipality by standards function.

**KZN252 Newcastle - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M10 April**

Description	Ref	2021/22		Budget Year 2022/23						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>Expenditure - Functional</b>										
<i>Governance and administration</i>		466,817	469,276	516,248	35,647	400,323	430,207	(29,884)	-7%	516,248
Executive and council		93,820	101,198	101,254	6,971	84,588	84,378	210	0%	101,254
Finance and administration		372,369	367,328	414,251	28,612	314,991	345,209	(30,218)	-9%	414,251
Internal audit		628	750	744	64	744	620	124	20%	744
<i>Community and public safety</i>		507,769	827,731	333,565	20,188	237,934	277,971	(40,037)	-14%	333,565
Community and social services		37,498	43,629	42,205	3,851	35,644	35,171	473	1%	42,205
Sport and recreation		67,860	73,339	72,935	5,348	59,912	60,779	(867)	-1%	72,935
Public safety		65,732	70,215	78,507	6,480	69,482	65,423	4,059	6%	78,507
Housing		327,112	630,591	129,716	3,702	64,945	108,096	(43,151)	-40%	129,716
Health		9,566	9,956	10,202	809	7,951	8,501	(551)	-6%	10,202
<i>Economic and environmental services</i>		220,976	266,056	266,069	6,729	231,561	221,724	9,837	4%	266,069
Planning and development		78,093	85,041	85,664	6,756	71,480	71,387	93	0%	85,664
Road transport		142,876	181,008	180,398	(27)	160,076	150,331	9,745	6%	180,398
Environmental protection		7	7	7	-	6	6	(0)	-3%	7
<i>Trading services</i>		1,065,293	1,444,445	1,328,036	84,827	984,454	1,106,697	(122,243)	-11%	1,328,036
Energy sources		619,934	742,466	712,622	40,496	560,646	593,852	(33,205)	-6%	712,622
Water management		350,885	597,907	402,925	10,367	296,686	335,771	(39,085)	-12%	402,925
Waste water management		53,873	60,542	110,304	27,740	65,987	91,920	(25,933)	-28%	110,304
Waste management		40,601	43,530	102,185	6,224	61,135	85,154	(24,019)	-28%	102,185
<i>Other</i>		3,265	3,369	3,142	242	2,385	2,618	(234)	-9%	3,142
<b>Total Expenditure - Functional</b>	<b>3</b>	<b>2,264,119</b>	<b>3,010,876</b>	<b>2,447,060</b>	<b>147,633</b>	<b>1,856,657</b>	<b>2,039,217</b>	<b>(182,560)</b>	<b>-9%</b>	<b>2,447,060</b>
<b>Surplus/ (Deficit) for the year</b>		<b>(137,618)</b>	<b>(126,581)</b>	<b>(9,053)</b>	<b>(10,180)</b>	<b>142,764</b>	<b>25,700</b>	<b>117,065</b>	<b>456%</b>	<b>(9,053)</b>

- Presentation of the operating performance function is required by National Treasury (NT) to be done by all municipality to achieve standardization and uniformity. The functions are regulated by the constitution and in line with MSCOA requirements.
- The table above reflects that some of the functions have been over-spending when compared with the year-to-date budget. Governance and Administration is underspent by R29.8 million (-7%), Community and Public Safety is underspent by R40 million (-14%), Trading services are underspent by R122.2 million (-11%) and Other Services are underspent by R234 thousand (-9%), whilst Economic and

Environmental Services is overspent by R9.8 million (4%) mainly due to the cost containment measures put in place and spending on the housing projects as mentioned above. Strategic Executive Directors of relevant functions must ensure that they operate within their approved budget to avoid unauthorized expenditure at year-end.

### 3.3. Capital expenditure

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) - M10 April										
Vote Description	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Multi-Year expenditure appropriation</b>	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]		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	4,7	-	-	-	-	-	-	-	-	-
<b>Single Year expenditure appropriation</b>	2									
Vote 1 - CORPORATE SERVICES		-	-	582	-	-	485	(485)	-100%	582
Vote 2 - COMMUNITY SERVICES		5,583	11,345	12,197	51	658	10,164	(9,508)	-94%	12,197
Vote 3 - BUDGET AND TREASURY		1,748	2,900	3,330	67	1,375	2,775	(1,400)	-50%	3,330
Vote 4 - MUNICIPAL MANAGER		243	-	-	-	-	-	-	-	-
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENTS		13,195	25,001	29,366	215	13,205	24,471	(11,266)	-46%	29,366
Vote 6 - TECHNICAL SERVICES		128,859	169,788	168,824	8,302	108,831	140,887	(30,855)	-22%	168,824
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		2,208	-	-	-	-	-	-	-	-
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]		-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	4	149,637	209,033	214,299	8,635	125,070	178,583	(53,513)	-30%	214,299
<b>Total Capital Expenditure</b>		149,637	209,033	214,299	8,635	125,070	178,583	(53,513)	-30%	214,299
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		4,199	2,900	3,912	67	1,375	3,260	(1,885)	-58%	3,912
Executive and council		243	-	-	-	-	-	-	-	-
Finance and administration		3,956	2,900	3,912	67	1,375	3,260	(1,885)	-58%	3,912
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		5,025	11,345	13,186	51	732	10,988	(10,256)	-93%	13,186
Community and social services		1,162	345	642	1	156	535	(379)	-71%	642
Sport and recreation		3,367	11,000	11,544	50	503	8,620	(9,117)	-95%	11,544
Public safety		-	-	-	-	-	-	-	-	-
Housing		466	-	1,000	-	74	833	(759)	-91%	1,000
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		41,959	118,141	73,808	2,098	41,153	61,506	(20,353)	-33%	73,808
Planning and development		12,778	25,101	28,466	215	13,181	23,721	(10,540)	-44%	28,466
Road transport		29,181	93,040	45,342	1,883	27,972	37,785	(9,813)	-26%	45,342
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		98,454	76,648	123,393	6,419	84,050	102,828	(18,778)	-18%	123,393
Energy sources		-	-	-	-	-	-	-	-	-
Water management		60,525	49,648	97,361	5,354	61,713	81,134	(19,421)	-24%	97,361
Waste water management		36,874	27,000	26,021	1,065	22,337	21,684	653	3%	26,021
Waste management		1,054	-	11	-	-	9	(9)	-100%	11
<b>Other</b>		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	149,637	209,033	214,299	8,635	127,310	178,583	(51,273)	-29%	214,299
<b>Funded by:</b>										
National Government		112,988	174,688	171,638	6,191	111,141	143,032	(31,891)	-22%	171,638
Provincial Government		9,890	16,345	17,967	788	3,102	14,972	(11,870)	-79%	17,967
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departments, Agencies, Households, Non-profit Institutions, Private Entities, etc.)		(108)	127,202	-	-	-	10,600	(10,600)	-100%	-
<b>Transfers recognised - capital</b>	6	122,769	318,234	189,605	6,979	114,243	168,605	(54,362)	-32%	189,605
<b>Borrowing</b>		-	-	-	-	-	-	-	-	-
<b>Internally generated funds</b>	6	26,749	18,001	24,694	1,656	13,067	20,578	(7,511)	-36%	24,694
<b>Total Capital Funding</b>	0	149,529	336,235	214,299	8,635	127,310	189,183	(61,873)	-33%	214,299



- Capital expenditure for the tenth month of the financial year was R127.3 million which represents 59% of the adjusted capital budget of R214.2 million. Comparison between the year-to-budget of R189.1 million and actual expenditure for the period reflects an under expenditure of R61.8 million, which implies that the municipality spent 33% less than the year-to-date budget for the same period. The Strategic Executive Directors are advised to develop plans to deal with underspending to avoid grants being reverted to the National Treasury.

### 3.3.1 Capital and Operational Grant Reporting

The table below reflects the grant performance when the full year budget and actuals are compared. A further comparison is also displayed between the year-to-date actuals vs. allocations received. The grant expenditure reflects adequate spending in some grants on both operational and capital grants while others are delayed, fast tracking of the grants needs to be made to avoid withholding of unspent grants, over all expenditure of the grants is as follows. Furthermore, Treasury is assessing expenditure on a quarterly basis, therefore council and management were previously advised to ensure they have spent beyond 75% target as this report is on 10 months expenditure.

<b>GRANT RECONCILIATION - FOR APRIL 2023</b>							
	TOTAL GRANT BUDGET	ALLOCATIONS RECEIVED	ROLL OVERS	TOTAL RECEIPTS	YEAR TO DATE EXPENDITURE (Incl VAT)	% SPENT ON ALLOCATIONS RECEIVED	% SPENT ON GRANT BUDGET
<b>GRANT NAME</b>							
<b>NATIONAL GRANTS</b>							
Expanded Public Works Programme Integrated Grant	3,753,000.00	3,753,000.00		3,753,000.00	3,157,998	84%	84%
Financial Management Grant	1,850,000.00	1,850,000.00		1,850,000.00	813,423.91	44%	44%
Water Service Infrastructure Grant	48,000,000.00	48,000,000.00		48,000,000.00	38,397,894.00	80%	80%
Neighbourhood Development Partnership Grant	30,000,000.00	20,000,000.00		20,000,000.00	14,377,268.82	72%	48%
Municipal Infrastructure Grant	129,141,000.00	129,141,000.00		129,141,000.00	98,099,327.17	76%	76%
<b>PROVINCIAL GRANTS</b>							
Community Library Grant	2,595,000.00	2,595,000.00	18,925.00	2,613,925.00	2,215,888.16	85%	85%
Housing Accreditation Grant	22,015,180.00	3,509,961.59	15,939,707.46	19,449,669.05	11,415,517.25	325%	52%
Housing Grant	123,885,000.00	2,747,643.63		2,747,643.63	42,317,097.26	1540%	34%
Museum Art Gallery Grant	449,000.00	449,000.00	539,434.00	988,434.00	189,836.20	42%	42%
Provincialisation Grant	6,992,000.00	6,992,000.00	46,194.00	7,038,194.00	5,749,833.00	82%	82%
LGSETA	-	582,467.41	930,688.00	1,513,155.41	680,560.46	117%	0%
EDTEA : Airport Grant	3,000,000.00	3,000,000.00		3,000,000.00	-	0%	0%
EDTEA: MUNICIPAL EMPLOYEMENT INITIATIVE	2,000,000.00	-		-	414,193.08	0%	21%
Sport, Recreation Grant	11,000,000.00	-		-	569,250.00	0%	5%
Water Intervention Grant			2,313,319.76	2,313,319.76	3,303,950.00	0%	143%
Title Deeds			2,000,000.00	2,000,000.00	412,803.01	0%	21%
Greenest Town			11,335.00	11,335.00		0	0%
EDTEA: HAWKER STALLS			950,000.00	950,000.00		0%	0%



### 3.4. 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 - M10 April**

Description	Ref	2021/22	Budget Year 2022/23			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	1					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash		29,936	(14,037)	5,881	58,484	5,881
Call investment deposits		46,232		–	(3,981)	–
Consumer debtors		805,744	594,134	507,995	980,999	507,995
Other debtors		97,185	81,351	81,351	77,826	81,351
Current portion of long-term receivables		–	–	–	–	–
Inventory		24,544	14,995	14,995	24,377	14,995
<b>Total current assets</b>		<b>1,003,641</b>	<b>676,443</b>	<b>610,223</b>	<b>1,137,705</b>	<b>610,223</b>
<b>Non current assets</b>						
Long-term receivables		–	–	–	–	–
Investments		–	–	–	–	–
Investment property		372,224	341,874	341,874	367,609	341,874
Investments in Associate		141,741	217,333	217,333	142,171	217,333
Property, plant and equipment		6,196,783	6,666,531	6,666,531	6,017,938	6,666,531
Biological		–	–	–	–	–
Intangible		382	1,224	1,224	106	1,224
Other non-current assets		11,823	11,711	11,711	11,923	11,711
<b>Total non current assets</b>		<b>6,722,953</b>	<b>7,238,673</b>	<b>7,238,673</b>	<b>6,539,747</b>	<b>7,238,673</b>
<b>TOTAL ASSETS</b>		<b>7,726,594</b>	<b>7,915,116</b>	<b>7,848,895</b>	<b>7,677,452</b>	<b>7,848,895</b>
<b>LIABILITIES</b>						
Bank overdraft		–	–	–	–	–
Borrowing		47,260	(32,106)	32,106	14,610	32,106
Consumer deposits		33,418	27,095	27,095	35,289	27,095
Trade and other payables		885,459	688,021	804,297	873,422	804,297
Provisions		11,105	9,752	9,752	5,404	9,752
<b>Total current liabilities</b>		<b>977,242</b>	<b>692,762</b>	<b>873,249</b>	<b>928,725</b>	<b>873,249</b>
<b>Non current liabilities</b>						
Borrowing		315,490	260,654	260,654	308,768	260,654
Provisions		229,580	90,445	90,445	229,340	90,445
<b>Total non current liabilities</b>		<b>545,070</b>	<b>351,099</b>	<b>351,099</b>	<b>538,108</b>	<b>351,099</b>
<b>TOTAL LIABILITIES</b>		<b>1,522,312</b>	<b>1,043,861</b>	<b>1,224,348</b>	<b>1,466,833</b>	<b>1,224,348</b>
<b>NET ASSETS</b>	2	<b>6,204,281</b>	<b>6,871,255</b>	<b>6,624,547</b>	<b>6,210,619</b>	<b>6,624,547</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		6,203,958	6,841,013	6,593,660	6,178,940	6,593,660
Reserves		323	30,242	30,887	31,679	30,887
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>6,204,281</b>	<b>6,871,255</b>	<b>6,624,547</b>	<b>6,210,619</b>	<b>6,624,547</b>

- As at end of the tenth month of the financial year, the municipality showed a favorable equity position, with a net asset effect of R6.2 billion.
- While this picture looks good, it is however important to point out major reasons to such a favorable 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:

- The municipality's debtors aging as reflected in table SC3 is a total of R1.6 billion as at the end of the tenth month. The bulk of the debtor's ageing amount (R1.4 billion) was for debt owing for more than 90 days, while R1.3 billion of the total debt is owed by households. It must be noted that the total figure of debtors is inclusive of indigent.
- Property Plant and Equipment (Assets) comprise of R6 billion of the total assets of R7.7 billion as reflected in table C6. These assets comprise of roads, community assets, water infrastructure, electricity infrastructure, other plants, and equipment which the municipality has acquired for service delivery as well as for its own use. Service delivery of the municipal is majored by its ability to provide these services to communities. It is however important to note that most of these assets may not be easily converted to cash and cash equivalent.
- The municipality closed with a balance of cash and cash equivalent of R54.5 million at the end of the tenth month of the financial year, with R58.4 million from call investments and -R3.9 million cash at the bank. It must be noted that the municipality had an obligation of R31.3 million relating to the HDF. The short-term obligations are sitting at R308.7 million as illustrated on SC4, while unspent conditional grants amount to R213.7 million, representing a cash shortfall of R499.2 million. Included under creditors is Eskom for R86.2 million, uThukela Water for R194 million, SARS – PAYE for R7.9 million, pension and other employee benefits for R13.8 million, and other trade creditors for R6.5 million. Looking at the cash position as mentioned above the municipality is currently not in the position to cover its short-term obligations, including unspent conditional grants.
- The net asset value (assets minus liabilities) of the municipality indicates that the municipality is still a going concern. The **going concern** principle seeks to establish whether an entity will be in existence over the next twelve months or whether it will be liquidated. In terms of table C6, the total net asset of the municipality is R6.2 billion. The net current ratio indicates that the municipality's current assets will be adequate to cover the current liabilities over the next twelve months. Due to the standing of the municipality by virtue of it 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.
- The **liquidity ratio** of the municipality is currently sitting at 5.9% as reflected in table SC2. As per paragraph 2.4.4 above, however, if one considers the impact of the HDF, conditional grants and creditors, the liquidity ratio is estimated at 18%, since the municipality needs R308.7 million in order to pay all its short-term obligations. Again, this is a bad reflection on the state of finances of the municipality. As with the going concern principle, the liquidity state of the municipality is more likely to negatively impact the image of the municipality to public, business sector and other spheres of government.

### 3.5. Cash flow position

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 - M10 April

Description	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
1										
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates		348,289	272,560	282,077	25,073	212,069	211,558	511	0%	282,077
Service charges		870,208	989,000	1,015,802	72,411	813,801	761,852	51,949	7%	1,015,802
Other revenue		13,234	315,172	294,327	1,823	38,811	220,745	(181,934)	-82%	294,327
Transfers and Subsidies - Operational		628,249	1,112,707	510,460	565	512,821	521,921	(9,100)	-2%	510,460
Transfers and Subsidies - Capital		148,615	191,032	186,286	-	184,234	184,234	-	-	186,286
Interest		8,308	3,131	5,330	566	9,690	3,998	5,692	142%	5,330
Dividends		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Suppliers and employees		(1,737,665)	(2,683,251)	(2,082,004)	(138,193)	(1,602,016)	(1,561,503)	40,513	-3%	(2,082,004)
Finance charges		(42,293)	(35,846)	(35,846)	(2,945)	(30,044)	(26,884)	3,160	-12%	(35,846)
Transfers and Grants		-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>236,944</b>	<b>164,505</b>	<b>176,433</b>	<b>(40,699)</b>	<b>139,365</b>	<b>315,919</b>	<b>176,554</b>	<b>56%</b>	<b>176,433</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		9,872	-	14,841	0	5,653	11,130	(5,477)	-49%	14,841
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Capital assets		(149,637)	(209,033)	(214,299)	(8,743)	(127,310)	(160,724)	(33,414)	21%	(214,299)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(139,765)</b>	<b>(209,033)</b>	<b>(199,459)</b>	<b>(8,743)</b>	<b>(121,657)</b>	<b>(149,594)</b>	<b>(27,937)</b>	<b>19%</b>	<b>(199,459)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		0	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Repayment of borrowing		(30,512)	(32,106)	(47,260)	(2,949)	(39,372)	(35,445)	3,927	-11%	(47,260)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>(30,512)</b>	<b>(32,106)</b>	<b>(47,260)</b>	<b>(2,949)</b>	<b>(39,372)</b>	<b>(35,445)</b>	<b>3,927</b>	<b>-11%</b>	<b>(47,260)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>66,667</b>	<b>(76,633)</b>	<b>(70,286)</b>	<b>(52,391)</b>	<b>(21,664)</b>	<b>130,880</b>			<b>(70,286)</b>
Cash/cash equivalents at beginning:		9,500	62,596	76,167		76,167	76,167			76,167
Cash/cash equivalents at month/year end:		76,168	(14,037)	5,881		54,503	207,047			5,881

- The municipality opened with a cash and cash equivalent balance of R76.1 million at the beginning of the financial year and closed with a balance of R54.5 million as at the end of April 2023 which represents a cash increase of 21.6 million since the beginning of the financial year. This is mainly due to the third trench of the equitable share received.
- Cash flows from operating activities yielded a net cash inflow of R139.3 million as a result of receipts from services charges, property rates, and government grants as well as other sundry receipts. This net cash inflow 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.
- Cash flows from investing activities recorded net cash outflows of R121.6 million this is due to the capital expenditure incurred.

- Cash flows from financing activities recorded net outflows of R39.3 million due to the repayment of borrowings.

#### **4. LEGAL IMPLICATIONS**

The submission of the S71 report is a requirement of the MFMA. Failure by the Accounting Officer to submit this report to the Mayor and to the National and Provincial Treasuries within 10 working days after the end of each month constitute non-compliance with the law. If such non-compliance is not rectified, National Treasury may invoke section 38(1)(a) of the MFMA which states that National Treasury may stop the transfer of funds due to a municipality as its share of local government's equitable share referred to in Section 214(1)(a) of the Constitution.

#### **5. POLICY IMPLICATIONS**

The submission of the S71 report is also a requirement and compliance with the approved Budget Policy of Council, which is reviewed annually as part of the budget-related policies.

#### **6. FINANCIAL IMPLICATIONS**

There are no financial implications associated with the approval of this report. The report is intended to appraise council of the budget implementation to allow the council to monitor and take remedial steps should there be any material variances.

#### **7. RISKS**

There are no risks appreciated with the submission and approval of this report. It is however important that the report is submitted within the legislated timeframes in order to ensure compliance. Risk of non-compliance with S71 of the MFMA, should the report not reach the Mayor, Provincial Treasury and National Treasury within 10 working days after the end of the month.

#### **8. MANAGEMENT OF RISKS**

All month-end processes must be done in time to allow the Budget and Treasury Office to prepare and submit report timeously.

#### **9. RECOMMENDATIONS**

9.1 That the Council notes the submission of S71 for the month ended 30 April 2023  
**(Annexure A);**

9.2 That the management prioritize spending of grant funded projects in order to ensure that the municipality does not revert funds to National Treasury;

9.3 That the municipality continue to implement the incentive schemes in order improve its collection rate.

**SED: BTO**

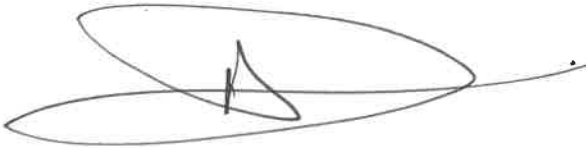
9.4 That municipality prioritises the payment of Eskom and uThukela Water.

9.5 That the Provincial Treasury's letter on early warning signals be noted (**Annexure B**)

**Report prepared by:**

  
\_\_\_\_\_

**Report seen by:**



DX DUBE  
PORTFOLIO COUNCILLOR  
BUDGET AND TREASURY OFFICE



M.S NDLOVU  
ACTING STRATEGIC EXECUTIVE DIRECTOR:  
BUDGET AND TREASURY OFFICE

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# **ANNEXURE A**

Section 71- C Schedule Tables and supporting  
documentation



KZN252 Newcastle - Table C1 Monthly Budget Statement Summary - M10 April

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	352,585	363,413	376,103	30,577	315,180	313,420	1,761	1%	376,103
Service charges	1,110,882	1,176,842	1,211,762	88,306	964,628	1,009,802	(45,174)	-4%	1,211,762
Investment revenue	4,445	3,131	5,330	345	4,418	4,442	(24)	-1%	5,330
Transfers and subsidies	490,501	1,112,707	626,424	7,437	555,263	555,263	-		626,424
Other own revenue	45,199	37,169	28,782	2,769	25,578	23,985	1,592	7%	28,782
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>2,003,613</b>	<b>2,693,263</b>	<b>2,248,402</b>	<b>129,434</b>	<b>1,865,067</b>	<b>1,906,912</b>	<b>(41,845)</b>	<b>-2%</b>	<b>2,248,402</b>
Employee costs	585,366	601,653	636,414	52,459	541,016	530,345	10,671	2%	636,414
Remuneration of Councillors	23,742	29,060	27,163	2,111	22,760	22,636	124	1%	27,163
Depreciation & asset impairment	348,804	363,160	363,160	27,888	284,179	302,633	(18,454)	-6%	363,160
Finance charges	64,353	35,846	35,846	2,945	30,044	29,872	173	1%	35,846
Materials and bulk purchases	786,545	758,296	717,179	35,134	575,076	597,649	(22,574)	-4%	717,179
Transfers and subsidies	-	-	-	-	-	-	-		-
Other expenditure	410,168	1,222,862	667,298	27,096	403,582	556,082	(152,500)	-27%	667,298
<b>Total Expenditure</b>	<b>2,218,978</b>	<b>3,010,876</b>	<b>2,447,060</b>	<b>147,633</b>	<b>1,856,657</b>	<b>2,039,217</b>	<b>(182,560)</b>	<b>-9%</b>	<b>2,447,060</b>
<b>Surplus/(Deficit)</b>	<b>(215,366)</b>	<b>(317,613)</b>	<b>(198,658)</b>	<b>(18,199)</b>	<b>8,410</b>	<b>(132,305)</b>	<b>140,715</b>	<b>-106%</b>	<b>(198,658)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	122,888	191,032	189,605	8,019	134,354	158,004	(23,650)	-15%	189,605
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)	-	-	-	-	-	-	-		-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(92,478)</b>	<b>(126,581)</b>	<b>(9,053)</b>	<b>(10,180)</b>	<b>142,764</b>	<b>25,700</b>	<b>117,065</b>	<b>456%</b>	<b>(9,053)</b>
Share of surplus/ (deficit) of associate	(45,141)	-	-	-	-	-	-		-
<b>Surplus/ (Deficit) for the year</b>	<b>(137,618)</b>	<b>(126,581)</b>	<b>(9,053)</b>	<b>(10,180)</b>	<b>142,764</b>	<b>25,700</b>	<b>117,065</b>	<b>456%</b>	<b>(9,053)</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>149,637</b>	<b>209,033</b>	<b>214,299</b>	<b>8,635</b>	<b>125,070</b>	<b>178,583</b>	<b>(53,513)</b>	<b>-30%</b>	<b>214,299</b>
Capital transfers recognised	122,780	318,234	189,605	6,979	114,243	168,605	(54,362)	-32%	189,605
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	26,749	18,001	24,694	1,656	13,067	20,578	(7,511)	-36%	24,694
<b>Total sources of capital funds</b>	<b>149,529</b>	<b>336,235</b>	<b>214,299</b>	<b>8,635</b>	<b>127,310</b>	<b>189,183</b>	<b>(61,873)</b>	<b>-33%</b>	<b>214,299</b>
<b>Financial position</b>									
Total current assets	1,003,641	676,443	610,223		1,137,705				610,223
Total non current assets	6,722,953	7,238,673	7,238,673		6,539,747				7,238,673
Total current liabilities	977,242	692,762	873,249		928,725				873,249
Total non current liabilities	545,070	351,099	351,099		538,108				351,099
Community wealth/Equity	6,204,281	6,871,255	6,624,547		6,210,619				6,624,547
<b>Cash flows</b>									
Net cash from (used) operating	236,944	164,505	176,433	(40,699)	139,365	315,919	176,554	56%	176,433
Net cash from (used) investing	(139,765)	(209,033)	(199,459)	(8,743)	(121,657)	(149,594)	(27,937)	19%	(199,459)
Net cash from (used) financing	(30,512)	(32,106)	(47,260)	(2,949)	(39,372)	(35,445)	3,927	-11%	(47,260)
<b>Cash/cash equivalents at the month/year end</b>	<b>76,168</b>	<b>(14,037)</b>	<b>5,881</b>	<b>-</b>	<b>54,503</b>	<b>207,047</b>	<b>152,544</b>	<b>74%</b>	<b>5,881</b>
<b>Debtors &amp; creditors analysis</b>									
	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
<b>Debtors Age Analysis</b>									
Total By Income Source	114,001	35,921	37,159	37,641	31,410	36,678	168,593	1,144,175	1,605,577
<b>Creditors Age Analysis</b>									
Total Creditors	81,926	9,846	-	-	-	-	1,859	215,143	308,774

KZN252 Newcastle - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M10 April

Description	Ref	Budget Year 2022/23									
		2021/22	Original Budget		Adjusted Budget		Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands	1	Audited Outcome									
<b>Revenue - Functional</b>											
<i>Governance and administration</i>		469,582	514,453	534,732	32,817	455,219	445,610	9,610	2%	534,732	
Executive and council		8,676	12,367	14,566	699	12,337	12,138	199	2%	14,566	
Finance and administration		460,906	502,086	520,166	32,118	442,882	433,472	9,410	2%	520,166	
Internal audit		-	-	-	-	-	-	-	-	-	
<i>Community and public safety</i>		300,140	640,739	146,058	4,670	72,601	121,715	(49,114)	-40%	146,058	
Community and social services		14,854	13,877	12,360	862	10,127	10,300	(173)	-2%	12,360	
Sport and recreation		4,711	11,139	11,139	76	889	9,283	(8,394)	-90%	11,139	
Public safety		5,164	4,138	4,488	585	4,441	3,740	701	19%	4,488	
Housing		275,319	611,581	118,066	3,146	57,136	98,389	(41,253)	-42%	118,066	
Health		91	4	4	0	9	3	6	173%	4	
<i>Economic and environmental services</i>		141,205	168,208	159,079	8,604	117,226	132,566	(15,340)	-12%	159,079	
Planning and development		102,901	39,067	29,938	715	18,987	18,987	(5,961)	-24%	29,938	
Road transport		38,305	129,141	129,141	7,890	98,239	107,618	(9,379)	-9%	129,141	
Environmental protection		-	-	-	-	-	-	-	-	-	
<i>Trading services</i>		1,215,404	1,560,710	1,597,954	91,346	1,354,226	1,364,872	(10,645)	-1%	1,597,954	
Energy sources		698,454	835,626	851,014	52,584	679,921	709,179	(29,257)	-4%	851,014	
Water management		225,940	337,581	350,483	19,063	309,920	303,151	6,770	2%	350,483	
Waste water management		151,972	243,101	249,498	11,127	233,574	218,996	14,578	7%	249,498	
Waste management		139,038	144,402	146,958	8,573	130,811	133,546	(2,736)	-2%	146,958	
<i>Other</i>	4	169	184	184	16	148	154	(6)	-4%	184	
<b>Total Revenue - Functional</b>	2	2,126,501	2,884,295	2,438,007	137,453	1,999,421	2,064,916	(65,495)	-3%	2,438,007	
<b>Expenditure - Functional</b>											
<i>Governance and administration</i>		466,817	469,276	516,248	35,647	400,323	430,207	(29,884)	-7%	516,248	
Executive and council		93,820	101,198	101,254	6,971	84,588	84,378	210	0%	101,254	
Finance and administration		372,369	367,328	414,251	28,612	314,991	345,209	(30,218)	-9%	414,251	
Internal audit		628	750	744	64	744	620	124	20%	744	
<i>Community and public safety</i>		507,769	827,731	333,565	20,188	237,934	277,971	(40,037)	-14%	333,565	
Community and social services		37,498	43,629	42,205	3,851	35,644	35,171	473	1%	42,205	
Sport and recreation		67,860	73,339	72,935	5,348	59,912	60,779	(867)	-1%	72,935	
Public safety		65,732	70,215	78,507	6,480	69,482	65,423	4,059	6%	78,507	
Housing		327,112	630,591	129,716	3,702	64,945	108,096	(43,151)	-40%	129,716	
Health		9,566	9,956	10,202	809	7,951	8,501	(551)	-6%	10,202	
<i>Economic and environmental services</i>		220,976	266,056	266,069	6,729	231,561	221,724	9,837	4%	266,069	
Planning and development		78,093	85,041	85,664	6,756	71,480	71,387	93	0%	85,664	
Road transport		142,876	181,008	180,398	(27)	160,076	150,331	9,745	6%	180,398	
Environmental protection		7	7	7	-	6	6	(0)	-3%	7	
<i>Trading services</i>		1,065,293	1,444,445	1,328,036	84,827	984,454	1,106,697	(122,243)	-11%	1,328,036	
Energy sources		619,934	742,466	712,622	40,496	560,646	593,852	(33,205)	-6%	712,622	
Water management		350,885	597,907	402,925	10,367	296,686	335,771	(39,085)	-12%	402,925	
Waste water management		53,873	60,542	110,304	27,740	65,987	91,920	(25,933)	-28%	110,304	
Waste management		40,601	43,530	102,185	6,224	61,135	85,154	(24,019)	-28%	102,185	
<i>Other</i>		3,265	3,369	3,142	242	2,385	2,618	(234)	-9%	3,142	
<b>Total Expenditure - Functional</b>	3	2,264,119	3,010,876	2,447,060	147,633	1,856,657	2,039,217	(182,560)	-9%	2,447,060	
<b>Surplus/ (Deficit) for the year</b>		(137,618)	(126,581)	(9,053)	(10,180)	142,764	25,700	117,065	456%	(9,053)	

KZN252 Newcastle - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M10 April

Vote Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue by Vote</b>										
	1									
Vote 1 - CORPORATE SERVICES		89,576	113,447	117,159	906	101,790	97,633	4,157	4.3%	117,159
Vote 2 - COMMUNITY SERVICES		163,905	173,608	174,969	10,102	146,285	156,889	(10,604)	-6.8%	174,969
Vote 3 - BUDGET AND TREASURY		391,006	401,006	417,572	31,911	353,430	347,977	5,453	1.6%	417,572
Vote 4 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENTS		281,341	647,031	144,416	3,533	73,104	120,347	(47,243)	-39.3%	144,416
Vote 6 - TECHNICAL SERVICES		503,219	713,576	732,676	38,418	644,891	632,892	11,999	1.9%	732,676
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		698,454	835,626	851,014	52,584	679,921	709,179	(29,257)	-4.1%	851,014
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]		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	<b>2,126,501</b>	<b>2,884,295</b>	<b>2,438,007</b>	<b>137,453</b>	<b>1,999,421</b>	<b>2,064,916</b>	<b>(65,495)</b>	<b>-3.2%</b>	<b>2,438,007</b>
<b>Expenditure by Vote</b>										
	1									
Vote 1 - CORPORATE SERVICES		96,250	106,832	107,805	9,377	88,105	89,838	(1,733)	-1.9%	107,805
Vote 2 - COMMUNITY SERVICES		289,990	306,664	370,022	27,946	299,560	308,351	(8,791)	-2.9%	370,022
Vote 3 - BUDGET AND TREASURY		194,989	192,074	243,196	13,420	166,177	202,664	(36,486)	-18.0%	243,196
Vote 4 - MUNICIPAL MANAGER		90,316	89,335	91,426	7,308	71,102	76,169	(5,087)	-6.7%	91,426
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENTS		357,987	662,848	158,627	5,538	88,111	132,189	(44,079)	-33.3%	158,627
Vote 6 - TECHNICAL SERVICES		607,199	895,287	746,972	42,815	568,611	622,477	(53,865)	-8.7%	746,972
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		625,388	757,837	729,012	41,229	574,991	607,510	(32,519)	-5.4%	729,012
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]		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	<b>2,264,119</b>	<b>3,010,876</b>	<b>2,447,060</b>	<b>147,633</b>	<b>1,856,657</b>	<b>2,039,217</b>	<b>(182,560)</b>	<b>-9.0%</b>	<b>2,447,060</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>(137,618)</b>	<b>(126,581)</b>	<b>(9,053)</b>	<b>(10,180)</b>	<b>142,764</b>	<b>25,699</b>	<b>117,065</b>	<b>455.5%</b>	<b>(9,053)</b>

KZN252 Newcastle - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M10 April

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue By Source</b>										
Property rates		352,585	363,413	376,103	30,577	315,180	313,420	1,761	1%	376,103
Service charges - electricity revenue		705,057	751,862	767,251	52,584	593,306	639,376	(46,070)	-7%	767,251
Service charges - water revenue		188,622	199,933	212,835	16,626	178,801	177,363	1,438	1%	212,835
Service charges - sanitation revenue		118,993	123,818	127,901	10,534	106,386	106,584	(199)	0%	127,901
Service charges - refuse revenue		98,211	101,229	103,774	8,563	86,136	86,479	(343)	0%	103,774
Rental of facilities and equipment		8,372	9,452	8,306	687	6,998	6,922	76	1%	8,306
Interest earned - external investments		4,445	3,131	5,330	345	4,418	4,442	(24)	-1%	5,330
Interest earned - outstanding debtors		3,792	4,001	5,877	565	5,272	4,898	374	8%	5,877
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		5,353	4,180	4,557	551	4,571	3,798	773	20%	4,557
Licences and permits		46	48	32	5	44	27	18	65%	32
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		490,501	1,112,707	626,424	7,437	555,263	555,263	-	-	626,424
Other revenue		15,939	19,487	8,010	960	8,385	6,675	1,711	26%	8,010
Gains		11,698	-	2,000	-	307	1,667	(1,360)	-82%	2,000
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>2,003,613</b>	<b>2,693,263</b>	<b>2,248,402</b>	<b>129,434</b>	<b>1,865,067</b>	<b>1,906,912</b>	<b>(41,845)</b>	<b>-2%</b>	<b>2,248,402</b>
<b>Expenditure By Type</b>										
Employee related costs		585,366	601,653	636,414	52,459	541,016	530,345	10,671	2%	636,414
Remuneration of councillors		23,742	29,060	27,163	2,111	22,760	22,636	124	1%	27,163
Debt impairment		130,120	286,041	299,957	5,387	66,984	249,964	(182,980)	-73%	299,957
Depreciation & asset impairment		348,804	363,160	363,160	27,888	284,179	302,633	(18,454)	-6%	363,160
Finance charges		64,353	35,846	35,846	2,945	30,044	29,872	173	1%	35,846
Bulk purchases		649,750	605,107	563,502	34,744	463,454	469,585	(6,131)	-1%	563,502
Other materials		136,795	153,188	153,677	391	111,622	128,064	(16,442)	-13%	153,677
Contracted services		253,442	818,629	248,981	13,963	234,503	207,484	27,018	13%	248,981
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Other expenditure		25,960	118,192	118,360	7,745	102,095	98,633	3,462	4%	118,360
Losses		646	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>2,218,978</b>	<b>3,010,876</b>	<b>2,447,060</b>	<b>147,633</b>	<b>1,856,657</b>	<b>2,039,217</b>	<b>(182,560)</b>	<b>-9%</b>	<b>2,447,060</b>
<b>Surplus/(Deficit)</b>										
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		(215,366)	(317,613)	(198,658)	(18,199)	8,410	(132,305)	140,715	(0)	(198,658)
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		122,888	191,032	189,605	8,019	134,354	158,004	(23,650)	(0)	189,605
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>(92,478)</b>	<b>(126,581)</b>	<b>(9,053)</b>	<b>(10,180)</b>	<b>142,764</b>	<b>25,700</b>			<b>(9,053)</b>
Taxation		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>		<b>(92,478)</b>	<b>(126,581)</b>	<b>(9,053)</b>	<b>(10,180)</b>	<b>142,764</b>	<b>25,700</b>			<b>(9,053)</b>
Attributable to minorities		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>(92,478)</b>	<b>(126,581)</b>	<b>(9,053)</b>	<b>(10,180)</b>	<b>142,764</b>	<b>25,700</b>			<b>(9,053)</b>
Share of surplus/ (deficit) of associate		(45,141)	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>(137,618)</b>	<b>(126,581)</b>	<b>(9,053)</b>	<b>(10,180)</b>	<b>142,764</b>	<b>25,700</b>			<b>(9,053)</b>

KZN252 Newcastle - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M10 April

Vote Description	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Multi-Year expenditure appropriation</b>	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]		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	4,7	-	-	-	-	-	-	-	-	-
<b>Single Year expenditure appropriation</b>	2									
Vote 1 - CORPORATE SERVICES		-	-	582	-	-	485	(485)	-100%	582
Vote 2 - COMMUNITY SERVICES		5,583	11,345	12,197	51	658	10,164	(9,506)	-94%	12,197
Vote 3 - BUDGET AND TREASURY		1,748	2,900	3,330	67	1,375	2,775	(1,400)	-50%	3,330
Vote 4 - MUNICIPAL MANAGER		243	-	-	-	-	-	-	-	-
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENTS		13,195	25,001	29,366	215	13,205	24,471	(11,266)	-46%	29,366
Vote 6 - TECHNICAL SERVICES		126,659	169,788	168,824	8,302	108,831	140,687	(30,855)	-22%	168,824
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		2,208	-	-	-	-	-	-	-	-
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]		-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	4	149,637	209,033	214,299	8,635	125,070	178,583	(53,513)	-30%	214,299
<b>Total Capital Expenditure</b>		149,637	209,033	214,299	8,635	125,070	178,583	(53,513)	-30%	214,299
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		4,199	2,900	3,912	67	1,375	3,260	(1,885)	-58%	3,912
Executive and council		243	-	-	-	-	-	-	-	-
Finance and administration		3,956	2,900	3,912	67	1,375	3,260	(1,885)	-58%	3,912
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		5,025	11,345	13,186	51	732	10,988	(10,256)	-93%	13,186
Community and social services		1,162	345	642	1	156	535	(379)	-71%	642
Sport and recreation		3,367	11,000	11,544	50	503	9,620	(9,117)	-95%	11,544
Public safety		-	-	-	-	-	-	-	-	-
Housing		496	-	1,000	-	74	833	(759)	-91%	1,000
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		41,959	118,141	73,808	2,098	41,153	61,506	(20,353)	-33%	73,808
Planning and development		12,778	25,101	28,466	215	13,181	23,721	(10,540)	-44%	28,466
Road transport		29,181	93,040	45,342	1,883	27,972	37,785	(9,813)	-26%	45,342
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		98,454	76,648	123,393	6,419	84,050	102,828	(18,778)	-18%	123,393
Energy sources		-	-	-	-	-	-	-	-	-
Water management		60,525	49,648	97,361	5,354	61,713	81,134	(19,421)	-24%	97,361
Waste water management		36,874	27,000	26,021	1,065	22,337	21,684	653	3%	26,021
Waste management		1,054	-	11	-	-	9	(9)	-100%	11
<b>Other</b>		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	149,637	209,033	214,299	8,635	127,310	178,583	(51,273)	-29%	214,299
<b>Funded by:</b>										
National Government		112,998	174,688	171,638	6,191	111,141	143,032	(31,891)	-22%	171,638
Provincial Government		9,890	16,345	17,967	786	3,102	14,972	(11,870)	-79%	17,967
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		(108)	127,202	-	-	-	10,600	(10,600)	-100%	-
Transfers recognised - capital		122,780	318,234	189,605	6,979	114,243	168,605	(54,362)	-32%	189,605
<b>Borrowing</b>	6	-	-	-	-	-	-	-	-	-
Internally generated funds		26,749	18,001	24,694	1,656	13,067	20,578	(7,511)	-36%	24,694
<b>Total Capital Funding</b>	0	149,529	336,235	214,299	8,635	127,310	189,183	(61,873)	-33%	214,299

**KZN252 Newcastle - Table C6 Monthly Budget Statement - Financial Position - M10 April**

Description	Ref	2021/22	Budget Year 2022/23			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	1					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash		29,936	(14,037)	5,881	58,484	5,881
Call investment deposits		46,232			(3,981)	
Consumer debtors		805,744	594,134	507,995	980,999	507,995
Other debtors		97,185	81,351	81,351	77,826	81,351
Current portion of long-term receivables						
Inventory		24,544	14,995	14,995	24,377	14,995
<b>Total current assets</b>		<b>1,003,641</b>	<b>676,443</b>	<b>610,223</b>	<b>1,137,705</b>	<b>610,223</b>
<b>Non current assets</b>						
Long-term receivables						
Investments						
Investment property		372,224	341,874	341,874	367,609	341,874
Investments in Associate		141,741	217,333	217,333	142,171	217,333
Property, plant and equipment		6,196,783	6,666,531	6,666,531	6,017,938	6,666,531
Biological						
Intangible		382	1,224	1,224	106	1,224
Other non-current assets		11,823	11,711	11,711	11,923	11,711
<b>Total non current assets</b>		<b>6,722,953</b>	<b>7,238,673</b>	<b>7,238,673</b>	<b>6,539,747</b>	<b>7,238,673</b>
<b>TOTAL ASSETS</b>		<b>7,726,594</b>	<b>7,915,116</b>	<b>7,848,895</b>	<b>7,677,452</b>	<b>7,848,895</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft						
Borrowing		47,260	(32,106)	32,106	14,610	32,106
Consumer deposits		33,418	27,095	27,095	35,289	27,095
Trade and other payables		885,459	688,021	804,297	873,422	804,297
Provisions		11,105	9,752	9,752	5,404	9,752
<b>Total current liabilities</b>		<b>977,242</b>	<b>692,762</b>	<b>873,249</b>	<b>928,725</b>	<b>873,249</b>
<b>Non current liabilities</b>						
Borrowing		315,490	260,654	260,654	308,768	260,654
Provisions		229,580	90,445	90,445	229,340	90,445
<b>Total non current liabilities</b>		<b>545,070</b>	<b>351,099</b>	<b>351,099</b>	<b>538,108</b>	<b>351,099</b>
<b>TOTAL LIABILITIES</b>		<b>1,522,312</b>	<b>1,043,861</b>	<b>1,224,348</b>	<b>1,466,833</b>	<b>1,224,348</b>
<b>NET ASSETS</b>	2	<b>6,204,281</b>	<b>6,871,255</b>	<b>6,624,547</b>	<b>6,210,619</b>	<b>6,624,547</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		6,203,958	6,841,013	6,593,660	6,178,940	6,593,660
Reserves		323	30,242	30,887	31,679	30,887
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>6,204,281</b>	<b>6,871,255</b>	<b>6,624,547</b>	<b>6,210,619</b>	<b>6,624,547</b>



KZN252 Newcastle - Table C7 Monthly Budget Statement - Cash Flow - M10 April

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>1</b>										
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates		348,289	272,560	282,077	25,073	212,069	211,558	511	0%	282,077
Service charges		870,208	989,000	1,015,802	72,411	813,801	761,852	51,949	7%	1,015,802
Other revenue		13,234	315,172	294,327	1,823	38,811	220,745	(181,934)	-82%	294,327
Transfers and Subsidies - Operational		628,249	1,112,707	510,460	565	512,821	521,921	(9,100)	-2%	510,460
Transfers and Subsidies - Capital		148,615	191,032	186,286	-	184,234	184,234	-	-	186,286
Interest		8,308	3,131	5,330	566	9,690	3,988	5,692	142%	5,330
Dividends		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Suppliers and employees		(1,737,665)	(2,683,251)	(2,082,004)	(138,193)	(1,602,016)	(1,561,503)	40,513	-3%	(2,082,004)
Finance charges		(42,293)	(35,846)	(35,846)	(2,945)	(30,044)	(26,884)	3,160	-12%	(35,846)
Transfers and Grants		-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>236,944</b>	<b>164,505</b>	<b>176,433</b>	<b>(40,699)</b>	<b>139,365</b>	<b>315,919</b>	<b>176,554</b>	<b>56%</b>	<b>176,433</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		9,872	-	14,841	0	5,653	11,130	(5,477)	-49%	14,841
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Capital assets		(149,637)	(209,033)	(214,299)	(8,743)	(127,310)	(160,724)	(33,414)	21%	(214,299)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(139,765)</b>	<b>(209,033)</b>	<b>(199,459)</b>	<b>(8,743)</b>	<b>(121,657)</b>	<b>(149,594)</b>	<b>(27,937)</b>	<b>19%</b>	<b>(199,459)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		0	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Repayment of borrowing		(30,512)	(32,106)	(47,260)	(2,949)	(39,372)	(35,445)	3,927	-11%	(47,260)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>(30,512)</b>	<b>(32,106)</b>	<b>(47,260)</b>	<b>(2,949)</b>	<b>(39,372)</b>	<b>(35,445)</b>	<b>3,927</b>	<b>-11%</b>	<b>(47,260)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>66,667</b>	<b>(76,633)</b>	<b>(70,286)</b>	<b>(52,391)</b>	<b>(21,664)</b>	<b>130,880</b>			<b>(70,286)</b>
Cash/cash equivalents at beginning:		9,500	62,596	76,167		76,167	76,167			76,167
Cash/cash equivalents at month/year end:		76,168	(14,037)	5,881		54,503	207,047			5,881

KZN252 Newcastle - Supporting Table SC1 Material variance explanations - M09 March

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
1	<b>R thousands</b> <b>Revenue By Source</b> Fines, penalties and forfeits Other revenue Licenses and permits <b>Expenditure By Type</b> Debt impairment Other materials Contracted services	20% 26% 65% -73% -13% 13%	Dependent on the consumers reaction Consumer reaction due to the increased number of death. Dependent on the consumers reaction Only debt impairment for indigent is calculated monthly all other debtors is Biannually Cost containment measures in place have reduced the expenditure Delays in the appointment of service providers	
2	<b>Capital Expenditure</b> Grant funded projects Internally funded projects Repairs and maintenance	-28% -38% -1%	Due to SCM processes being at initial stages Due to SCM processes being at initial stages Due to SCM processes 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
3	<b>Financial Position</b>			
4	<b>Cash Flow</b> Net Cash from Operating Activities Net Cash Used from Investing Activities Net Cash Used from Financial Activities	56% 19% -11%	Main attribute is property rates due to increased number of new properties & conversion of household to business category Slow capital expenditure Based on amortisation schedules	None None None
5	<b>Measureable performance</b>			
6	<b>Municipal Entities</b>			

KZN252 Newcastle - Supporting Table SC2 Monthly Budget Statement - performance indicators - M10 April

Description of financial indicator	Basis of calculation	Ref	2021/22	Budget Year 2022/23			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>Borrowing Management</b>							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		1.5%	13.3%	16.3%	1.6%	2.6%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.0%	0.0%	0.0%	0.0%	0.0%
<b>Safety of Capital</b>							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		20.1%	13.3%	16.6%	19.3%	16.6%
Gearing	Long Term Borrowing/ Funds & Reserves		97691.6%	861.9%	843.9%	974.7%	843.9%
<b>Liquidity</b>							
Current Ratio	Current assets/current liabilities	1	102.7%	97.6%	69.9%	122.5%	69.9%
Liquidity Ratio	Monetary Assets/Current Liabilities		7.8%	-2.0%	0.7%	5.9%	0.7%
<b>Revenue Management</b>							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		45.1%	25.1%	26.2%	56.8%	26.2%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
<b>Creditors Management</b>							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
<b>Funding of Provisions</b>							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
<b>Other Indicators</b>							
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		29.2%	22.3%	28.3%	29.0%	28.3%
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		20.6%	14.8%	17.7%	1.6%	2.8%
<b>IDP regulation financial viability indicators</b>							
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 - M10 April

Description		Budget Year 2022/23										Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy	
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dys-1 Yr	Over 1Yr	Total						
NT Code																
<b>R: thousands</b>																
<b>Debtors Age Analysis By Income Source</b>																
1200	Trade and Other Receivables from Exchange Transactions - Water	29,095	10,318	10,277	13,639	8,402	8,788	43,424	349,674	473,618	423,927	1,234				
1300	Trade and Other Receivables from Exchange Transactions - Electricity	31,909	1,209	715	788	630	601	3,166	13,782	52,810	18,977	350				
1400	Receivables from Non-exchange Transactions - Property Rates	36,256	8,526	8,277	7,761	7,651	7,851	38,757	105,322	220,403	167,342	1,816				
1500	Receivables from Exchange Transactions - Waste Water Management	18,571	6,582	6,418	6,343	6,289	7,219	35,968	341,152	428,543	396,972	1,262				
1600	Receivables from Exchange Transactions - Waste Management	13,531	4,901	4,790	4,723	4,716	5,315	26,199	142,614	206,788	183,566	504				
1700	Receivables from Exchange Transactions - Property Rental Debtors	615	192	134	129	149	113	543	2,974	4,850	3,908	-				
1810	Interest on Arrear Debtor Accounts	1,203	553	538	490	441	437	1,981	13,916	19,558	17,264	76				
1820	Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-	-				
1900	Other	(17,181)	3,640	6,010	3,758	3,132	6,353	18,554	174,742	199,008	206,539	622				
<b>2000</b>	<b>Total By Income Source</b>	<b>114,001</b>	<b>35,921</b>	<b>37,159</b>	<b>37,641</b>	<b>31,410</b>	<b>36,678</b>	<b>168,593</b>	<b>1,144,175</b>	<b>1,605,577</b>	<b>1,418,496</b>	<b>5,864</b>				
<b>2019/20 - totals only</b>																
<b>Debtors Age Analysis By Customer Group</b>																
2200	Origins of State	3,704	427	298	337	274	259	3,777	6,769	15,844	11,415	-				
2300	Commercial	36,437	3,166	2,854	2,422	2,250	2,232	11,008	57,850	118,219	75,762	272				
2400	Households	91,353	32,192	31,376	34,737	28,738	31,178	152,400	1,068,285	1,470,259	1,315,338	5,550				
2500	Other	(17,494)	136	2,632	145	149	3,009	1,408	11,271	1,255	15,981	43				
<b>2600</b>	<b>Total By Customer Group</b>	<b>114,001</b>	<b>35,921</b>	<b>37,159</b>	<b>37,641</b>	<b>31,410</b>	<b>36,678</b>	<b>168,593</b>	<b>1,144,175</b>	<b>1,605,577</b>	<b>1,418,496</b>	<b>5,864</b>				

KZN252 Newcastle - Supporting Table SC4 Monthly Budget Statement - aged creditors - M10 April

R thousands	Description	NT Code	Budget Year 2022/23										Total	Over 1 Year	181 Days - 1 Year	151 - 180 Days	121 - 150 Days	91 - 120 Days	61 - 90 Days	31 - 60 Days	0 - 30 Days	Prior year totals for chart (same period)
			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												
	<b>Creditors Age Analysis By Customer Type</b>																					
	Bulk Electricity	0100	40,016	593	-	-	-	-	-	-	-	1,859	43,808	86,276	-							
	Bulk Water	0200	14,002	8,770	-	-	-	-	-	-	-	-	171,324	194,096	-							
	PAYE deductions	0300	7,914	-	-	-	-	-	-	-	-	-	-	7,914	-							
	VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-	-	-	-							
	Pensions / Retirement deductions	0500	13,899	-	-	-	-	-	-	-	-	-	-	13,899	-							
	Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	-	-	-							
	Trade Creditors	0700	6,096	482	-	-	-	-	-	-	-	-	11	6,588	-							
	Auditor General	0800	-	-	-	-	-	-	-	-	-	-	-	-	-							
	Other	0900	-	-	-	-	-	-	-	-	-	-	-	-	-							
	<b>Total By Customer Type</b>	<b>1000</b>	<b>81,926</b>	<b>9,846</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,859</b>	<b>215,143</b>	<b>308,774</b>	<b>-</b>							

KZN252 Newcastle - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M10 April

R thousands	Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate *	Commission Paid (Rands)	Commission Recipient	Expiry date of Investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
	Municipality														
	Nextbank			Call Account						Call account	856	1,397	(246,235)	246,500	518
	Standard Bank			Call Account						Call account	414,815	2,010	(89,835)	100,388	57,381
	ABSA			Call Account						Call account	561	25	-	-	586
	Municipality sub-total										46,232	3,435	(338,070)	346,888	58,484
	Entities														
	Entities sub-total										-	-	-	-	-
	<b>TOTAL INVESTMENTS AND INTEREST</b>	2									46,232	3,435	(338,070)	346,888	58,484



KZN252 Newcastle - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M10 April

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>RECEIPTS:</b>										
<b>Operating Transfers and Grants</b>										
<b>National Government:</b>		448,972	494,958	489,448	-	489,573	498,673	(9,100)	-1.8%	489,448
Local Government Equitable Share		403,334	466,902	457,760	-	457,725	466,825	(9,100)	-1.9%	457,760
Energy Efficiency and Demand Management		4,000	-	-	-	-	-	-	-	-
Integrated National Electrification Programme		-	-	-	-	-	-	-	-	-
Finance Management		1,650	1,850	1,660	-	1,850	1,850	-	-	1,660
Municipal Systems Improvement		-	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant (WSIG)		29,000	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant (MIG)	3	8,040	22,453	26,245	-	26,245	26,245	-	-	26,245
Massification		-	-	-	-	-	-	-	-	-
EPWP Incentive		2,948	3,753	3,753	-	3,753	3,753	-	-	3,753
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
<b>Provincial Government:</b>		440,244	617,749	21,012	565	17,541	17,541	-	-	21,012
Health subsidy		-	-	-	-	-	-	-	-	-
Level 2 accreditation		-	5,439	8,129	-	6,006	6,006	-	-	8,129
Museums Services		429	105	111	-	111	111	-	-	111
Community Library Services Grant		2,475	2,595	2,849	254	2,849	2,849	-	-	2,849
Sport and Recreation		-	-	-	-	-	-	-	-	-
Spatial Development Framework Support		-	-	-	-	-	-	-	-	-
Housing		411,185	123,885	-	-	-	-	-	-	-
Title Deeds		-	-	-	-	-	-	-	-	-
COGTA Support Scheme		-	-	-	-	-	-	-	-	-
Provincialisation of Libraries	4	6,757	6,992	6,992	-	6,992	6,992	-	-	6,992
ISU Partnership Grant		-	478,733	-	-	-	-	-	-	-
Accredited municipalities		19,021	-	-	-	-	-	-	-	-
EDTEA Grant(Trade Stalls)		-	-	2,000	-	1,000	1,000	-	-	2,000
LGSETA Grant		377	-	931	311	582	582	-	-	931
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b>		-	-	-	-	-	-	-	-	-
EED Housing Grant		-	-	-	-	-	-	-	-	-
<b>Total Operating Transfers and Grants</b>	5	889,216	1,112,707	510,460	565	507,114	516,214	(9,100)	-1.8%	510,460
<b>Capital Transfers and Grants</b>										
<b>National Government:</b>		138,282	174,688	171,056	-	180,896	184,888	10,000	5.4%	171,056
Neighbourhood Development Partnership		7,440	20,000	20,000	-	30,000	20,000	10,000	50.0%	20,000
Municipal Infrastructure Grant (MIG)		111,142	106,688	102,896	-	102,896	116,688	-	-	102,896
Integrated National Electrification Programme		-	-	-	-	-	-	-	-	-
Energy efficiency & demand side management		-	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant (WSIG)		11,000	48,000	48,000	-	48,000	48,000	-	-	48,000
Neighbourhood Development Partnership		-	-	-	-	-	-	-	-	-
Water Intervention Project		8,700	-	-	-	-	-	-	-	-
Finance Management Grant		-	-	160	-	-	-	-	-	160
<b>Provincial Government:</b>		7,333	11,345	12,230	-	338	486	(149)	-30.6%	12,230
Housing Accreditation Grant		-	-	310	-	-	52	(52)	-100.0%	310
Greenest Town		-	-	-	-	-	-	-	-	-
Sport and Recreation		7,333	11,000	11,000	-	-	-	-	-	11,000
Museum		-	345	338	-	338	338	-	-	338
Community Library Service		-	-	-	-	-	-	-	-	-
LGSETA Grant		-	-	582	-	-	97	(97)	-100.0%	582
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b>		3,000	5,000	2,000	-	3,000	3,000	-	-	2,000
EDTEA Grant(AIRPORT UPGRADE)		2,000	2,000	2,000	-	3,000	3,000	-	-	2,000
EDTEA Grant(TRADE STALLS)		1,000	3,000	-	-	-	-	-	-	-
<b>Total Capital Transfers and Grants</b>	5	148,615	191,032	185,286	-	184,234	188,174	9,851	5.2%	185,286
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	5	1,037,831	1,303,739	695,747	565	691,347	704,387	751	0.1%	695,747

KZN252 Newcastle - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M10 April

Description	Ref	2021/22		Budget Year 2022/23						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
National Government:		437,303	494,958	489,448	3,258	480,803	490,591	(9,788)	-2.0%	489,448
Local Government Equitable Share		403,334	466,902	457,760	-	457,725	466,825	(9,100)	-1.9%	457,760
Water Services Infrastructure Grant (WSIG)		21,948	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant (MIG)		7,420	22,453	26,245	2,817	19,121	19,684	(562)	-2.9%	26,245
Energy Efficiency and Demand Management		299	-	-	-	-	-	-	-	-
Integrated National Electrification Programme		-	-	-	-	-	-	-	-	-
Finance Management Grant		1,453	1,850	1,690	102	799	1,268	(468)	-37.0%	1,690
Massification		-	-	-	-	-	-	-	-	-
EPWP Incentive		2,848	3,753	3,753	339	3,157	2,815	342	12.2%	3,753
Municipal Systems Improvement		-	-	-	-	-	-	-	-	-
Provincial Government:		281,209	617,749	21,012	3,496	19,014	13,561	5,087	0	21,012
Health subsidy		-	-	-	-	-	-	-	-	-
Housing		265,998	123,885	-	-	-	-	-	-	-
ISU Partnership Grant		-	478,733	-	-	-	-	-	-	-
Title Deeds		-	-	-	-	-	-	-	-	-
Provincialisation of Libraries		6,698	6,992	6,992	530	5,748	5,244	504	9.6%	6,992
Level 2 Accreditation		-	5,439	8,129	2,538	10,866	6,097	4,769	78.2%	8,129
Museum Services		86	105	111	-	25	84	(58)	-69.7%	111
Community Library Services Grant		2,466	2,595	2,849	214	2,008	2,137	(128)	-6.0%	2,849
Accredited municipalities		5,961	-	-	-	-	-	-	-	-
EDTEA Grant(Trade Stalls)		-	-	2,000	215	366	-	-	-	2,000
LGSETA Grant		-	-	931	-	-	-	-	-	931
District Municipality:		-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-
Other grant providers:		1,381	-	-	-	-	-	-	-	-
#REF!		1,381	-	-	-	-	-	-	-	-
<b>Total operating expenditure of Transfers and Grants:</b>		<b>719,893</b>	<b>1,112,707</b>	<b>510,460</b>	<b>6,754</b>	<b>499,817</b>	<b>504,152</b>	<b>(4,701)</b>	<b>-0.9%</b>	<b>510,460</b>
<b>Capital expenditure of Transfers and Grants</b>										
National Government:		118,473	174,688	171,056	6,236	112,278	128,172	(15,939)	-12.4%	171,056
Neighbourhood Development Partnership		2,610	20,000	20,000	-	12,502	15,000	(2,498)	-16.7%	20,000
Municipal Infrastructure Grant(MIG)		97,473	106,688	102,896	4,074	66,342	77,172	(10,830)	-14.0%	102,896
Water Services Infrastructure Grant (WSIG)		12,835	48,000	48,000	2,117	33,389	36,000	(2,611)	-7.3%	48,000
Emergy efficiency & demand side management		-	-	-	-	-	-	-	-	-
Water Intervention Project		5,554	-	-	-	-	-	-	-	-
Finance Management Grant		-	-	160	45	45	-	-	-	160
Provincial Government:		3,116	11,345	12,230	51	652	9,173	(8,521)	-92.9%	12,230
Housing Accreditation Grant		-	-	310	-	-	233	(233)	-100.0%	310
Museums Services		-	345	338	1	157	253	-	-	338
Provincialisation of Libraries		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Greenest Town		-	-	-	-	-	-	-	-	-
Sport and Recreation		3,116	11,000	11,000	50	495	8,250	(7,755)	-94.0%	11,000
Community Library Service		-	-	-	-	-	-	-	-	-
LGSETA Grant		-	-	582	-	-	437	(437)	-100.0%	582
District Municipality:		-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-
Other grant providers:		-	5,000	2,000	-	43	1,500	(1,457)	-97.1%	2,000
EDTEA Grant(AIRPORT UPGRADE)		-	2,000	2,000	-	43	1,500	(1,457)	-97.1%	2,000
EDTEA Grant(TRADE STALLS)		-	3,000	-	-	-	-	-	-	-
<b>Total capital expenditure of Transfers and Grants</b>		<b>121,589</b>	<b>191,032</b>	<b>185,286</b>	<b>6,286</b>	<b>112,973</b>	<b>138,845</b>	<b>(25,916)</b>	<b>-18.7%</b>	<b>185,286</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		<b>841,482</b>	<b>1,303,739</b>	<b>695,747</b>	<b>13,041</b>	<b>612,790</b>	<b>642,997</b>	<b>(30,617)</b>	<b>-4.8%</b>	<b>695,747</b>

KZN252 Newcastle - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M10 April

Description	Ref	Budget Year 2022/23				
		Approved Rollover 2021/22	Monthly actual	YearTD actual	YTD variance	YTD variance %
<b>R thousands</b>						
<b>EXPENDITURE</b>						
<b>Operating expenditure of Approved Roll-overs</b>						
<b>National Government:</b>		-	-	-	-	
Local Government Equitable Share					-	
Integrated National Electrification Programme					-	
Finance Management					-	
Municipal Systems Improvement					-	
Water Services Infrastructure Grant (WSIG)					-	
Municipal Infrastructure Grant (MIG)					-	
Other transfers and grants (insert description)					-	
<b>Provincial Government:</b>		539	-	1	539	99.9%
Museums Services		539		1	539	99.9%
Spatial Development Framework Support					-	
Provincialisation of Libraries		-	-	-	-	
ISU Partnership Grant					-	
Accredited municipalities					-	
Housing Grant					-	
LGSETA Grant		931	-	473	458	49.2%
<b>District Municipality:</b>		-	-	-	-	
0					-	
<b>Other grant providers:</b>		-	-	-	-	
					-	
<b>Total operating expenditure of Approved Roll-overs</b>		<b>539</b>	<b>-</b>	<b>1</b>	<b>539</b>	<b>99.9%</b>
<b>Capital expenditure of Approved Roll-overs</b>						
<b>National Government:</b>		3,904	522	2,012	1,893	48.5%
Neighbourhood Development Partnership					-	
Water Services Infrastructure Grant (WSIG)					-	
					-	
Water Intervention Project		3,904	522	2,012	1,893	48.5%
<b>Provincial Government:</b>		-	-	-	-	
Provincialisation of Libraries					-	
Community Library Service					-	
Museums Services					-	
<b>District Municipality:</b>		-	-	-	-	
0					-	
<b>Other grant providers:</b>		-	-	-	-	
0					-	
<b>Total capital expenditure of Approved Roll-overs</b>		<b>3,904</b>	<b>522</b>	<b>2,012</b>	<b>1,893</b>	<b>48.5%</b>
<b>TOTAL EXPENDITURE OF APPROVED ROLL-OVERS</b>		<b>4,444</b>	<b>522</b>	<b>2,012</b>	<b>2,431</b>	<b>54.7%</b>



% increase	4									
<b>Other Staff of Entities</b>										
Basic Salaries and Wages								-		
Pension and UIF Contributions								-		
Medical Aid Contributions								-		
Overtime								-		
Performance Bonus								-		
Motor Vehicle Allowance								-		
Cellphone Allowance								-		
Housing Allowances								-		
Other benefits and allowances								-		
Payments in lieu of leave								-		
Long service awards								-		
Post-retirement benefit obligations								-		
<b>Sub Total - Other Staff of Entities</b>		-	-	-	-	-	-	-		-
% increase	4									
<b>Total Municipal Entities</b>		-	-	-	-	-	-	-		-
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>		609,108	630,713	663,577	54,636	563,776	552,981	10,795	2%	663,577
% increase	4		3.5%	8.9%						8.9%
<b>TOTAL MANAGERS AND STAFF</b>		585,366	601,653	636,414	52,525	541,016	530,345	10,671	2%	636,414



KZN252 Newcastle - Supporting Table SCS Monthly Budget Statement - actuals and revised targets for cash receipts - M10 April

Ref	Description	Budget Year 2022/23												2022/23 Medium Term Revenue & Expenditure Framework																																																																																																																																																																																				
		July		August		Sept		October		Nov		Dec		January		Feb		March		April		May		June		Budget Year 2022/23		Budget Year +1 2023/24		Budget Year +2 2024/25																																																																																																																																																																				
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome																																																																																																																																																																				
1	<b>Cash Receipts By Source</b>	26,781	26,389	25,837	30,142	25,612	28,030	19,351	22,919	25,701	25,073	18,928	272,560	300,807	308,487	45,718	91,974	59,195	56,610	47,594	43,307	43,118	215,348	727,051	822,647	904,912	12,401	13,655	15,098	18,434	15,419	16,320	11,037	13,724	15,070	13,633	(23,212)	121,559	130,432	129,810	7,614	8,731	8,940	10,602	9,080	7,992	9,097	8,638	(16,551)	69,833	81,046	84,661	5,894	7,484	7,304	8,564	7,314	8,221	4,516	7,022	7,180	7,022	70,557	68,842	69,850	Rental of facilities and equipment	679	880	672	723	708	733	684	697	737	687	2,454	9,452	9,868	10,312	235	653	742	493	292	257	465	345	(1,283)	3,191	2,510	2,623	Interest earned - external investments	47	376	539	438	487	703	461	106	320	551	(3,132)	836	873	1,268	Fines, penalties and forfeits	2	4	1	1	4	2	11	8	7	5	3	48	46	48	Licences and permits	182,091	2,789	3,366	-	12,747	1,794	146,812	3,621	142,594	565	614,329	1,112,707	869,077	945,028	Agency services	820	638	825	847	4,546	592	791	426	823	960	293,367	304,836	265,231	263,943	Transfers and Subsidies - Operational	282,281	153,550	122,230	127,104	123,993	120,542	219,451	96,664	246,300	100,597	1,100,857	2,892,970	2,546,347	2,720,939	Other revenue																										
	<b>Cash Receipts by Source</b>	345,881	153,550	163,230	146,691	143,538	145,887	228,113	96,664	281,188	100,597	1,078,263	2,893,002	2,706,530	2,825,889	63,800	-	41,000	19,567	19,545	35,888	-	(16,932)	191,032	157,183	104,950	Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)																																																																																																																																																																							
	<b>Other Cash Flows by Source</b>	44,068	48,672	54,414	57,389	57,996	59,259	53,820	54,833	59,025	52,459	60,919	601,653	628,125	656,536	1,929	1,929	4,063	2,143	2,127	2,111	2,124	2,111	6,300	29,060	30,339	31,704	Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)																																																																																																																																																																						
	<b>Proceeds on Disposal of Fixed and Intangible Assets</b>	3,043	3,038	657	(206)	13	2,163	2,163	3	21,286	2,945	2,904	35,846	37,423	39,107	83,497	85,591	52,740	53,332	49,800	47,818	46,231	52,933	81,456	605,107	631,732	660,160	Proceeds on disposal of fixed and intangible assets																																																																																																																																																																						
	<b>Short term loans</b>	1,271	13,182	13,550	24,993	14,593	19,583	6,901	7,642	26,821	391	30,280	163,188	159,886	167,079	15,043	21,153	26,582	9,323	37,992	28,757	13,963	573,737	793,629	519,023	538,055	Borrowing long term/refinancing																																																																																																																																																																							
	<b>Increase (decrease) in consumer deposits</b>																											Increase (decrease) in consumer deposits																																																																																																																																																																						
	<b>Decrease (increase) in non-current receivables</b>																											Decrease (increase) in non-current receivables																																																																																																																																																																						
	<b>Decrease (increase) in non-current investments</b>																											Decrease (increase) in non-current investments																																																																																																																																																																						
	<b>Total Cash Receipts by Source</b>	345,881	153,550	163,230	146,691	143,538	145,887	228,113	96,664	281,188	100,597	1,078,263	2,893,002	2,706,530	2,825,889	63,800	-	41,000	19,567	19,545	35,888	-	(16,932)	191,032	157,183	104,950	Employee related costs																																																																																																																																																																							
	<b>Cash Payments by Type</b>	44,068	48,672	54,414	57,389	57,996	59,259	53,820	54,833	59,025	52,459	60,919	601,653	628,125	656,536	1,929	1,929	4,063	2,143	2,127	2,111	2,124	2,111	6,300	29,060	30,339	31,704	Remuneration of councillors																																																																																																																																																																						
	<b>Interest paid</b>	3,043	3,038	657	(206)	13	2,163	2,163	3	21,286	2,945	2,904	35,846	37,423	39,107	83,497	85,591	52,740	53,332	49,800	47,818	46,231	52,933	81,456	605,107	631,732	660,160	Bulk purchases - Electricity																																																																																																																																																																						
	<b>Bulk purchases - Water &amp; Sewer</b>	1,271	13,182	13,550	24,993	14,593	19,583	6,901	7,642	26,821	391	30,280	163,188	159,886	167,079	15,043	21,153	26,582	9,323	37,992	28,757	13,963	573,737	793,629	519,023	538,055	Other material ails																																																																																																																																																																							
	<b>Contracted services</b>	69,215	1,288	1,988	9,018	5,805	3,656	14,883	8,726	9,841	16,494	(22,532)	118,192	122,885	128,437	134,569	172,760	188,876	154,388	171,267	125,795	187,480	141,296	733,065	2,123,414	2,221,078	Grants and subsidies paid - other municipalities																																																																																																																																																																							
	<b>Grants and subsidies paid - other</b>	11,489	13,007	13,619	15,292	12,896	7,048	12,298	13,293	19,625	8,743	93,923	221,233	170,083	177,860	205,280	209,280	150,320	114,011	94,242	37,992	81,497	100,996	54,503	54,503	36,049	92,723	Repayment of borrowing																																																																																																																																																																						
	<b>Other Cash Flows/Payments</b>	53,140	26,743	(956)	(3,200)	(3,070)	(2,546)	13,190	1,802	10,359	(2,949)	276,996	330,136	322,277	426,642	199,198	212,509	199,539	166,460	181,083	165,181	217,464	147,090	1,096,717	2,910,150	2,649,556	2,800,727	Other Cash Flows/Payments																																																																																																																																																																						
	<b>Total Cash Payments by Type</b>	146,664	(58,960)	(36,308)	(19,770)	(37,556)	(19,294)	44,104	(44,225)	83,724	(46,483)	(18,455)	(26,547)	56,674	25,162	82,596	150,320	114,011	94,242	37,992	81,497	100,996	54,503	54,503	36,049	92,723	NET INCREASE/(DECREASE) IN CASH HELD																																																																																																																																																																							
	<b>Cash/cash equivalents at the month/year beginning:</b>	208,280	150,320	114,011	94,242	56,666	37,992	81,497	37,272	100,996	54,503	36,049	92,723	117,885	117,885	82,596	150,320	114,011	94,242	37,992	81,497	100,996	54,503	54,503	36,049	92,723	Cash/cash equivalents at the month/year beginning:																																																																																																																																																																							
	<b>Cash/cash equivalents at the month/year end:</b>	208,280	150,320	114,011	94,242	56,666	37,992	81,497	37,272	100,996	54,503	36,049	92,723	117,885	117,885	82,596	150,320	114,011	94,242	37,992	81,497	100,996	54,503	54,503	36,049	92,723	Cash/cash equivalents at the month/year end:																																																																																																																																																																							



KZN252 Newcastle - NOT REQUIRED - municipality does not have entities or this is the parent municipality's budget - M10 April

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>Revenue By Source</b>										
Property rates		352,585	363,413	376,103	30,577	315,180	313,420	1,761	1%	376,103
Service charges - electricity revenue		705,057	751,862	767,251	52,584	593,306	639,376	(46,070)	-7%	767,251
Service charges - water revenue		188,622	199,833	212,835	16,626	178,801	177,363	1,438	1%	212,835
Service charges - sanitation revenue		118,993	123,818	127,901	10,534	106,386	106,584	(199)	0%	127,901
Service charges - refuse revenue		98,211	101,229	103,774	8,563	86,136	86,479	(343)	0%	103,774
Rental of facilities and equipment		8,372	9,452	8,306	687	6,998	6,922	76	1%	8,306
Interest earned - external investments		4,445	3,131	5,330	345	4,418	4,442	(24)	-1%	5,330
Interest earned - outstanding debtors		3,792	4,001	5,877	585	5,272	4,898	374	8%	5,877
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		5,353	4,180	4,557	551	4,571	3,798	773	20%	4,557
Licences and permits		46	48	32	5	44	27	18	65%	32
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		490,501	1,112,707	626,424	7,437	555,263	555,263	-	-	626,424
Other revenue		15,939	19,487	8,010	960	8,385	6,675	1,711	26%	8,010
Gains		11,698	-	2,000	-	307	1,667	(1,360)	-82%	2,000
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>2,003,613</b>	<b>2,693,263</b>	<b>2,248,402</b>	<b>129,434</b>	<b>1,865,067</b>	<b>1,906,912</b>	<b>(41,845)</b>	<b>-2%</b>	<b>2,248,402</b>
<b>Expenditure By Type</b>										
Employee related costs		585,366	601,653	636,414	52,459	541,016	530,345	10,671	2%	636,414
Remuneration of councillors		23,742	29,060	27,163	2,111	22,760	22,636	124	1%	27,163
Debt impairment		130,120	286,041	299,957	5,387	66,984	249,964	(182,980)	-73%	299,957
Depreciation & asset impairment		348,804	363,160	363,160	27,888	284,179	302,633	(18,454)	-6%	363,160
Finance charges		64,353	35,846	35,846	2,945	30,044	29,872	173	1%	35,846
Bulk purchases		649,750	605,107	563,502	34,744	463,454	469,585	(6,131)	-1%	563,502
Other materials		136,795	153,188	153,677	391	111,622	128,064	(16,442)	-13%	153,677
Contracted services		253,442	818,629	248,981	13,963	234,503	207,484	27,018	13%	248,981
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Other expenditure		25,960	118,192	118,360	7,745	102,095	98,633	3,462	4%	118,360
Losses		646	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>2,218,978</b>	<b>3,010,876</b>	<b>2,447,060</b>	<b>147,633</b>	<b>1,856,657</b>	<b>2,039,217</b>	<b>(182,560)</b>	<b>-9%</b>	<b>2,447,060</b>
<b>Surplus/(Deficit)</b>										
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		(215,366)	(317,613)	(198,658)	(18,199)	8,410	(132,305)	140,715	-106%	(198,658)
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		122,888	191,032	189,605	8,019	134,354	158,004	(23,650)	-15%	189,605
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>(92,478)</b>	<b>(126,581)</b>	<b>(9,053)</b>	<b>(10,180)</b>	<b>142,764</b>	<b>25,700</b>	<b>117,065</b>	<b>456%</b>	<b>(9,053)</b>
Taxation		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>		<b>(92,478)</b>	<b>(126,581)</b>	<b>(9,053)</b>	<b>(10,180)</b>	<b>142,764</b>	<b>25,700</b>	<b>117,065</b>	<b>456%</b>	<b>(9,053)</b>





KZN252 Newcastle - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M10 April

Description	Ref	2021/22		Budget Year 2022/23						Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
<b>R thousands</b>	1									
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		55,598	97,941	77,295	2,497	52,269	64,413	12,144	18.9%	77,295
Roads Infrastructure		23,114	77,941	26,982	380	18,880	22,485	3,606	16.0%	26,982
Roads		23,114	77,941	26,982	380	18,880	22,485	3,606	16.0%	26,982
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		31,310	20,000	50,313	2,117	33,389	41,928	8,538	20.4%	50,313
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-
Water Treatment Works		-	-	-	-	-	-	-	-	-
Bulk Mains		12,921	20,000	48,000	-	-	40,000	40,000	100.0%	48,000
Distribution		18,389	-	2,313	2,117	33,389	1,928	(31,462)	-1632.0%	2,313
Distribution Points		-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		1,174	-	-	-	-	-	-	-	-
Pump Station		-	-	-	-	-	-	-	-	-
Reticulation		1,174	-	-	-	-	-	-	-	-
Waste Water Treatment Works		-	-	-	-	-	-	-	-	-
Outfall Sewers		-	-	-	-	-	-	-	-	-
Toilet Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Landfill Sites		-	-	-	-	-	-	-	-	-
Waste Transfer Stations		-	-	-	-	-	-	-	-	-
Waste Processing Facilities		-	-	-	-	-	-	-	-	-
Waste Drop-off Points		-	-	-	-	-	-	-	-	-
Waste Separation Facilities		-	-	-	-	-	-	-	-	-
Electricity Generation Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Rail Lines		-	-	-	-	-	-	-	-	-
Rail Structures		-	-	-	-	-	-	-	-	-
Rail Furniture		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Sand Pumps		-	-	-	-	-	-	-	-	-
Piers		-	-	-	-	-	-	-	-	-
Revetments		-	-	-	-	-	-	-	-	-
Promenades		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Data Centres		-	-	-	-	-	-	-	-	-
Core Layers		-	-	-	-	-	-	-	-	-
Distribution Layers		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
<b>Community Assets</b>		2,206	345	1,718	1	290	1,431	1,142	79.8%	1,718
Community Facilities		2,206	345	1,718	1	290	1,431	1,142	79.8%	1,718

Halls	-	-	-	-	-	-	-	-	-	
Centres	-	-	-	-	-	-	-	-	-	
Crèches	-	-	-	-	-	-	-	-	-	
Clinics/Care Centres	-	-	-	-	-	-	-	-	-	
Fire/Ambulance Stations	-	-	-	-	-	-	-	-	-	
Testing Stations	-	-	25	-	-	20	20	100.0%	25	
Museums	76	-	-	1	1	-	(1)	#DIV/0!	-	
Galleries	-	-	-	-	-	-	-	-	-	
Theatres	-	-	1,158	-	-	965	965	100.0%	1,158	
Libraries	2,075	345	-	-	281	-	(281)	#DIV/0!	-	
Cemeteries/Crematoria	-	-	-	-	-	-	-	-	-	
Police	-	-	-	-	-	-	-	-	-	
Parks	-	-	-	-	-	-	-	-	-	
Public Open Space	-	-	-	-	-	-	-	-	-	
Nature Reserves	-	-	-	-	-	-	-	-	-	
Public Abution Facilities	-	-	-	-	-	-	-	-	-	
Markets	-	-	535	-	-	445	446	100.0%	535	
Stalls	54	-	-	-	8	-	(8)	#DIV/0!	-	
Abattoirs	-	-	-	-	-	-	-	-	-	
Airports	-	-	-	-	-	-	-	-	-	
Taxi Ranks/Bus Terminals	-	-	-	-	-	-	-	-	-	
Capital Spares	-	-	-	-	-	-	-	-	-	
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-	
Indoor Facilities	-	-	-	-	-	-	-	-	-	
Outdoor Facilities	-	-	-	-	-	-	-	-	-	
Capital Spares	-	-	-	-	-	-	-	-	-	
<b>Heritage assets</b>	-	-	150	-	-	125	125	100.0%	150	
Monuments	-	-	-	-	-	-	-	-	-	
Historic Buildings	-	-	150	-	-	125	125	100.0%	150	
Works of Art	-	-	-	-	-	-	-	-	-	
Conservation Areas	-	-	-	-	-	-	-	-	-	
Other Heritage	-	-	-	-	-	-	-	-	-	
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-	
Revenue Generating	-	-	-	-	-	-	-	-	-	
Improved Property	-	-	-	-	-	-	-	-	-	
Unimproved Property	-	-	-	-	-	-	-	-	-	
Non-revenue Generating	-	-	-	-	-	-	-	-	-	
Improved Property	-	-	-	-	-	-	-	-	-	
Unimproved Property	-	-	-	-	-	-	-	-	-	
<b>Other assets</b>	-	-	-	-	-	-	-	-	-	
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	-	-	-	-	-	-	-	-	-	
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-	
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	
<b>Intangible Assets</b>	-	-	-	-	-	-	-	-	-	
Servitudes	-	-	-	-	-	-	-	-	-	
Licences and Rights	-	-	-	-	-	-	-	-	-	
Water Rights	-	-	-	-	-	-	-	-	-	
Effluent Licenses	-	-	-	-	-	-	-	-	-	
Solid Waste Licenses	-	-	-	-	-	-	-	-	-	
Computer Software and Applications	-	-	-	-	-	-	-	-	-	
Local Settlement Software Applications	-	-	-	-	-	-	-	-	-	
Unspecified	-	-	-	-	-	-	-	-	-	
<b>Computer Equipment</b>	-	-	-	-	-	-	-	-	-	
Computer Equipment	-	-	-	-	-	-	-	-	-	
<b>Furniture and Office Equipment</b>	813	2,900	1,348	-	303	1,124	820	73.0%	1,348	
Furniture and Office Equipment	813	2,900	1,348	-	303	1,124	820	73.0%	1,348	
<b>Machinery and Equipment</b>	2,711	5,200	3,595	67	1,207	2,996	1,789	59.7%	3,595	
Machinery and Equipment	2,711	5,200	3,595	67	1,207	2,996	1,789	59.7%	3,595	
<b>Transport Assets</b>	243	-	4,000	164	1,898	3,333	1,435	43.1%	4,000	
Transport Assets	243	-	4,000	164	1,898	3,333	1,435	43.1%	4,000	
<b>Land</b>	-	-	-	-	-	-	-	-	-	
Land	-	-	-	-	-	-	-	-	-	
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	
<b>Total Capital Expenditure on new assets</b>	1	61,569	106,386	88,106	2,729	55,967	73,422	17,456	23.8%	88,106





Halls	-	-	-	-	-	-	-	-	-	-
Centres	-	-	-	-	-	-	-	-	-	-
Crèches	-	-	-	-	-	-	-	-	-	-
Clinics/Care Centres	-	-	-	-	-	-	-	-	-	-
Fire/Ambulance Stations	-	-	-	-	-	-	-	-	-	-
Testing Stations	-	-	-	-	-	-	-	-	-	-
Museums	-	-	-	-	-	-	-	-	-	-
Galleries	-	-	-	-	-	-	-	-	-	-
Theatres	-	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria	-	-	-	-	-	-	-	-	-	-
Police	-	-	-	-	-	-	-	-	-	-
Purts	-	-	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-	-
Monuments	-	-	-	-	-	-	-	-	-	-
Historic Buildings	-	-	-	-	-	-	-	-	-	-
Works of Art	-	-	-	-	-	-	-	-	-	-
Conservation Areas	-	-	-	-	-	-	-	-	-	-
Other Heritage	-	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	-	-	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>	-	-	-	-	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-	-	-	-	-
Licences and Rights	-	-	-	-	-	-	-	-	-	-
Water Rights	-	-	-	-	-	-	-	-	-	-
Effluent Licenses	-	-	-	-	-	-	-	-	-	-
Solid Waste Licenses	-	-	-	-	-	-	-	-	-	-
Computer Software and Applications	-	-	-	-	-	-	-	-	-	-
Load Settlement Software Applications	-	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>	-	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-	-
<b>Furniture and Office Equipment</b>	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-	-
<b>Machinery and Equipment</b>	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-	-
<b>Transport Assets</b>	2,208	-	-	-	-	-	-	-	-	-
Transport Assets	2,208	-	-	-	-	-	-	-	-	-
<b>Land</b>	-	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on renewal of existing assets</b>	1	9,794	10,000	19,360	2,256	9,484	16,133	6,649	41.2%	19,360



KZN252 Newcastle - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M10 April

Description	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		57,955	58,677	32,412	263	29,545	27,010	(2,535)	-9.4%	32,412
Roads Infrastructure		4,266	4,697	4,197	-	4,320	3,497	(822)	-23.5%	4,197
Roads		4,266	4,697	4,197	-	4,320	3,497	(822)	-23.5%	4,197
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		19,349	16,786	13,726	14	12,757	11,438	(1,319)	-11.5%	13,726
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		19,349	16,786	13,726	14	12,757	11,438	(1,319)	-11.5%	13,726
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		7,615	9,433	8,933	249	6,340	7,444	1,104	14.8%	8,933
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		7,615	9,433	1,750	-	439	1,468	1,019	69.9%	1,750
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	223	1,092	-	(1,092)	#DIV/0!	-
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		-	-	2,368	25	1,998	1,973	(25)	-1.3%	2,368
LV Networks		-	-	4,815	1	2,811	4,012	1,201	29.9%	4,815
Capital Spares		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		7,898	4,750	3,296	-	3,795	2,746	(1,049)	-38.2%	3,296
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-
Pump Stations		2,914	3,675	2,371	-	3,359	1,976	(1,384)	-70.0%	2,371
Water Treatment Works		4,292	-	-	-	-	-	-	-	-
Bulk Mains		-	-	-	-	-	-	-	-	-
Distribution		692	1,075	925	-	436	771	335	43.5%	925
Distribution Points		-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		18,828	23,011	2,261	-	2,333	1,884	(449)	-23.8%	2,261
Pump Station		-	-	-	-	-	-	-	-	-
Reticalation		1,704	2,561	2,261	-	2,333	1,884	(449)	-23.8%	2,261
Waste Water Treatment Works		5,048	10,000	-	-	-	-	-	-	-
Outfall Sewers		-	-	-	-	-	-	-	-	-
Toilet Facilities		12,077	10,450	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Landfill Sites		-	-	-	-	-	-	-	-	-
Waste Transfer Stations		-	-	-	-	-	-	-	-	-
Waste Processing Facilities		-	-	-	-	-	-	-	-	-
Waste Drop-off Points		-	-	-	-	-	-	-	-	-
Waste Separation Facilities		-	-	-	-	-	-	-	-	-
Electricity Generation Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Rail Lines		-	-	-	-	-	-	-	-	-
Rail Structures		-	-	-	-	-	-	-	-	-
Rail Furniture		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Sand Pumps		-	-	-	-	-	-	-	-	-
Piers		-	-	-	-	-	-	-	-	-
Revetments		-	-	-	-	-	-	-	-	-
Promenades		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Data Centres		-	-	-	-	-	-	-	-	-
Core Layers		-	-	-	-	-	-	-	-	-
Distribution Layers		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
<b>Community Assets</b>		1,804	1,733	1,322	78	828	1,101	273	24.8%	1,322
Community Facilities		1,649	1,465	1,054	78	800	878	78	8.9%	1,054

Halls	203	171	213	36	248	177	(71)	-39.8%	213	
Centres	-	-	-	-	-	-	-	-	-	
Crèches	-	-	-	-	-	-	-	-	-	
Clinics/Care Centres	-	-	-	-	-	-	-	-	-	
Fire/Ambulance Stations	-	-	-	-	-	-	-	-	-	
Testing Stations	-	-	-	-	-	-	-	-	-	
Museums	103	7	7	1	1	6	5	82.2%	7	
Galleries	-	-	-	-	-	-	-	-	-	
Theatres	-	-	-	-	-	-	-	-	-	
Libraries	112	117	83	1	52	69	17	24.1%	83	
Cemeteries/Crematoria	-	-	-	-	-	-	-	-	-	
Police	-	-	-	-	-	-	-	-	-	
Parks	-	-	-	-	-	-	-	-	-	
Public Open Space	517	457	469	29	366	391	23	5.9%	469	
Nature Reserves	-	-	-	-	-	-	-	-	-	
Public Ablution Facilities	-	-	-	-	-	-	-	-	-	
Markets	-	-	-	-	-	-	-	-	-	
Stalls	66	72	72	-	72	60	(12)	-20.0%	72	
Abattoirs	-	-	-	-	-	-	-	-	-	
Airports	293	361	211	11	59	175	116	66.3%	211	
Taxi Ranks/Bus Terminals	-	-	-	-	-	-	-	-	-	
Capital Spares	333	262	-	-	-	-	-	-	-	
Sport and Recreation Facilities	155	268	268	-	28	223	195	87.3%	268	
Indoor Facilities	128	166	166	-	2	139	136	98.4%	166	
Outdoor Facilities	28	102	102	-	26	85	58	69.1%	102	
Capital Spares	-	-	-	-	-	-	-	-	-	
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-	
Monuments	-	-	-	-	-	-	-	-	-	
Historic Buildings	-	-	-	-	-	-	-	-	-	
Works of Art	-	-	-	-	-	-	-	-	-	
Conservation Areas	-	-	-	-	-	-	-	-	-	
Other Heritage	-	-	-	-	-	-	-	-	-	
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-	
Revenue Generating	-	-	-	-	-	-	-	-	-	
Improved Property	-	-	-	-	-	-	-	-	-	
Unimproved Property	-	-	-	-	-	-	-	-	-	
Non-revenue Generating	-	-	-	-	-	-	-	-	-	
Improved Property	-	-	-	-	-	-	-	-	-	
Unimproved Property	-	-	-	-	-	-	-	-	-	
<b>Other assets</b>	3,355	4,057	4,398	137	2,721	3,665	944	25.8%	4,398	
Operational Buildings	2,366	3,378	3,455	120	2,104	2,879	776	26.9%	3,455	
Municipal Offices	2,249	3,281	-	120	2,036	-	(2,036)	#DIV/0!	-	
Pay/Enquiry Points	-	-	-	-	-	-	-	-	-	
Building Plan Offices	-	-	3,352	-	-	2,793	2,793	100.0%	3,352	
Workshops	42	39	39	-	26	32	6	18.9%	39	
Yards	-	-	-	-	-	-	-	-	-	
Stores	75	59	49	0	25	40	15	37.1%	49	
Laboratories	-	-	-	-	-	-	-	-	-	
Training Centres	-	-	-	-	-	-	-	-	-	
Manufacturing Plant	-	-	-	-	-	-	-	-	-	
Depots	-	-	-	-	-	-	-	-	-	
Capital Spares	-	-	16	-	16	13	(3)	-20.0%	16	
Housing	989	679	943	17	617	786	168	21.4%	943	
Staff Housing	563	291	411	4	397	342	(55)	-16.1%	411	
Social Housing	426	388	532	13	220	444	223	50.3%	532	
Capital Spares	-	-	-	-	-	-	-	-	-	
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-	
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	
<b>Intangible Assets</b>	3,737	3,784	2,928	187	2,103	2,440	337	13.8%	2,928	
Servitudes	-	-	-	-	-	-	-	-	-	
Licences and Rights	3,737	3,784	2,928	187	2,103	2,440	337	13.8%	2,928	
Water Rights	-	-	-	-	-	-	-	-	-	
Effluent Licenses	-	-	-	-	-	-	-	-	-	
Solid Waste Licenses	-	-	-	-	-	-	-	-	-	
Computer Software and Applications	3,737	3,784	2,928	187	2,103	2,440	337	13.8%	2,928	
Local Settlement Software Applications	-	-	-	-	-	-	-	-	-	
Unspecified	-	-	-	-	-	-	-	-	-	
<b>Computer Equipment</b>	2,262	2,300	-	-	-	-	-	-	-	
Computer Equipment	2,262	2,300	-	-	-	-	-	-	-	
<b>Furniture and Office Equipment</b>	14	33	33	-	6	28	22	77.4%	33	
Furniture and Office Equipment	14	33	33	-	6	28	22	77.4%	33	
<b>Machinery and Equipment</b>	6,927	6,122	6,377	476	4,757	5,314	557	10.5%	6,377	
Machinery and Equipment	6,927	6,122	6,377	476	4,757	5,314	557	10.5%	6,377	
<b>Transport Assets</b>	-	-	-	-	-	-	-	-	-	
Transport Assets	-	-	-	-	-	-	-	-	-	
<b>Land</b>	-	-	-	-	-	-	-	-	-	
Land	-	-	-	-	-	-	-	-	-	
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	
<b>Total Repairs and Maintenance Expenditure</b>	1	76,056	76,707	47,470	1,141	39,961	39,558	(402)	-1.0%	47,470

KZN252 Newcastle - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M10 April

Description	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Depreciation by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		323,975	305,403	305,403	24,275	255,502	229,052	(26,449)	-11.5%	305,403
Roads Infrastructure		213,478	158,307	158,307	10,454	118,253	118,730	477	0.4%	158,307
Roads		213,478	25,953	25,953	10,454	89,672	19,465	(70,207)	-360.7%	25,953
Road Structures		-	132,354	132,354	-	28,561	99,265	70,684	71.2%	132,354
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		15,961	-	-	1,922	15,374	-	(15,374)	#DIV/0!	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		15,961	-	-	1,922	15,374	-	(15,374)	#DIV/0!	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		41,246	57,403	57,403	3,973	31,781	43,053	11,272	26.2%	57,403
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-
HV Switching Station		-	48,747	48,747	3,973	31,781	36,560	4,779	13.1%	48,747
HV Transmission Conductors		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		41,246	1,311	1,311	-	-	984	984	100.0%	1,311
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		-	7,345	7,345	-	-	5,509	5,509	100.0%	7,345
Water Supply Infrastructure		23,119	47,698	47,698	4,103	59,510	35,774	(23,736)	-86.4%	47,698
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-
Pump Stations		-	4,909	4,909	-	-	3,682	3,682	100.0%	4,909
Water Treatment Works		23,119	-	-	-	-	-	-	-	-
Bulk Mains		-	42,789	42,789	4,103	58,510	32,092	(27,418)	-85.4%	42,789
Distribution		-	-	-	-	-	-	-	-	-
Distribution Points		-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		30,171	39,766	39,766	3,464	27,708	29,824	2,116	7.1%	39,766
Pump Station		-	3,038	3,038	-	-	2,279	2,279	100.0%	3,038
Reticulation		30,171	15,333	15,333	3,464	27,708	11,500	(16,208)	-140.9%	15,333
Waste Water Treatment Works		-	-	-	-	-	-	-	-	-
Outfall Sewers		-	21,395	21,395	-	-	16,046	16,046	100.0%	21,395
Toilet Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	2,229	2,229	359	2,876	1,672	(1,204)	-72.0%	2,229
Landfill Sites		-	2,229	2,229	359	2,876	1,672	(1,204)	-72.0%	2,229
Waste Transfer Stations		-	-	-	-	-	-	-	-	-
Waste Processing Facilities		-	-	-	-	-	-	-	-	-
Waste Drop-off Points		-	-	-	-	-	-	-	-	-
Waste Separation Facilities		-	-	-	-	-	-	-	-	-
Electricity Generation Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Rail Lines		-	-	-	-	-	-	-	-	-
Rail Structures		-	-	-	-	-	-	-	-	-
Rail Furniture		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Sand Pumps		-	-	-	-	-	-	-	-	-
Piers		-	-	-	-	-	-	-	-	-
Revetments		-	-	-	-	-	-	-	-	-
Promenades		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Data Centres		-	-	-	-	-	-	-	-	-
Core Layers		-	-	-	-	-	-	-	-	-
Distribution Layers		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
<b>Community Assets</b>		4,960	15,998	15,998	984	7,870	11,998	4,129	34.4%	15,998
Community Facilities		4,960	10,937	10,937	652	5,218	8,202	2,985	36.4%	10,937

Halls	76	2,273	2,273	99	794	1,705	910	53.4%	2,273
Centres	-	-	-	-	-	-	-	-	-
Crèches	-	-	-	-	-	-	-	-	-
Clinics/Care Centres	-	-	-	-	-	-	-	-	-
Fire/Ambulance Stations	122	725	725	50	404	544	140	25.7%	725
Testing Stations	-	-	-	-	-	-	-	-	-
Museums	-	-	-	-	-	-	-	-	-
Galleries	-	-	-	-	-	-	-	-	-
Theatres	-	-	-	-	-	-	-	-	-
Libraries	118	977	977	185	1,479	733	(746)	-101.9%	977
Cemeteries/Crematoria	2,914	1,920	1,920	76	604	1,440	836	58.0%	1,920
Police	-	-	-	-	-	-	-	-	-
Parks	1,245	-	-	-	-	-	-	-	1,623
Public Open Space	485	1,623	1,623	7	56	1,217	1,161	95.4%	-
Nature Reserves	-	-	-	-	-	-	-	-	-
Public Ablution Facilities	-	120	120	-	-	90	90	100.0%	120
Markets	-	-	-	-	-	-	-	-	-
Stalls	-	375	375	-	-	281	281	100.0%	375
Abattoirs	-	-	-	-	-	-	-	-	-
Airports	-	2,922	2,922	235	1,881	2,191	311	14.2%	2,922
Taxi Ranks/Bus Terminals	-	2	2	-	-	1	1	100.0%	2
Capital Spares	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	-	5,061	5,061	331	2,652	3,796	1,144	30.1%	5,061
Indoor Facilities	-	2,728	2,728	28	227	2,046	1,819	88.9%	2,728
Outdoor Facilities	-	2,333	2,333	303	2,425	1,750	(675)	-38.5%	2,333
Capital Spares	-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
Monuments	-	-	-	-	-	-	-	-	-
Historic Buildings	-	-	-	-	-	-	-	-	-
Works of Art	-	-	-	-	-	-	-	-	-
Conservation Areas	-	-	-	-	-	-	-	-	-
Other Heritage	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	9,095	16,724	16,724	1,269	10,152	12,543	2,391	19.1%	16,724
Operational Buildings	9,095	16,724	16,724	1,269	10,152	12,543	2,391	19.1%	16,724
Municipal Offices	9,095	16,724	16,724	1,269	10,152	12,543	2,391	19.1%	16,724
Pay/Enquiry Points	-	-	-	-	-	-	-	-	-
Building Plan Offices	-	-	-	-	-	-	-	-	-
Workshops	-	-	-	-	-	-	-	-	-
Yards	-	-	-	-	-	-	-	-	-
Stores	-	-	-	-	-	-	-	-	-
Laboratories	-	-	-	-	-	-	-	-	-
Training Centres	-	-	-	-	-	-	-	-	-
Manufacturing Plant	-	-	-	-	-	-	-	-	-
Depots	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Staff Housing	-	-	-	-	-	-	-	-	-
Social Housing	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>	1,576	-	-	78	625	-	(625)	#DIV/0!	-
Servitudes	-	-	-	-	-	-	-	-	-
Licences and Rights	1,576	-	-	78	625	-	(625)	#DIV/0!	-
Water Rights	-	-	-	-	-	-	-	-	-
Effluent Licenses	-	-	-	-	-	-	-	-	-
Solid Waste Licenses	-	-	-	-	-	-	-	-	-
Computer Software and Applications	1,576	-	-	78	625	-	(625)	#DIV/0!	-
Load Settlement Software Applications	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>	856	2,366	2,366	304	2,210	1,774	(435)	-24.5%	2,366
Computer Equipment	856	2,366	2,366	304	2,210	1,774	(435)	-24.5%	2,366
<b>Furniture and Office Equipment</b>	1,785	2,422	2,422	194	1,553	1,816	263	14.5%	2,422
Furniture and Office Equipment	1,785	2,422	2,422	194	1,553	1,816	263	14.5%	2,422
<b>Machinery and Equipment</b>	2,418	15,095	15,095	275	2,202	11,321	9,118	80.5%	15,095
Machinery and Equipment	2,418	15,095	15,095	275	2,202	11,321	9,118	80.5%	15,095
<b>Transport Assets</b>	4,139	5,111	5,111	508	4,066	3,833	(232)	-6.1%	5,111
Transport Assets	4,139	5,111	5,111	508	4,066	3,833	(232)	-6.1%	5,111
<b>Land</b>	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>	-	42	42	-	-	31	31	100.0%	42
Zoo's, Marine and Non-biological Animals	-	42	42	-	-	31	31	100.0%	42
<b>Total Depreciation</b>	1	348,804	363,160	27,888	284,179	272,370	(11,810)	-4.3%	363,160



KZN252 Newcastle - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - M10 April

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Capital expenditure on upgrading of existing assets by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		70,831	76,648	76,019	2,182	52,839	63,349	10,511	16.6%	76,019
Roads Infrastructure		2,610	20,000	21,661	-	12,766	18,051	5,286	29.3%	21,661
Roads		2,610	20,000	21,661	-	12,766	18,051	5,286	29.3%	21,661
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		37,367	29,648	29,048	1,117	17,874	24,206	6,332	26.2%	29,048
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-
Water Treatment Works		-	-	-	-	-	-	-	-	-
Bulk Mains		27,947	13,000	8,400	609	5,167	7,000	1,833	26.2%	8,400
Distribution		9,419	16,648	20,648	508	12,707	17,206	4,500	26.2%	20,648
Distribution Points		-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		30,854	27,000	25,310	1,065	22,199	21,092	(1,107)	-5.2%	25,310
Pump Station		-	-	-	-	-	-	-	-	-
Reliculation		-	-	-	-	-	-	-	-	-
Waste Water Treatment Works		30,854	27,000	25,310	1,065	22,199	21,092	(1,107)	-5.2%	25,310
Outfall Sewers		-	-	-	-	-	-	-	-	-
Toilet Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Landfill Sites		-	-	-	-	-	-	-	-	-
Waste Transfer Stations		-	-	-	-	-	-	-	-	-
Waste Processing Facilities		-	-	-	-	-	-	-	-	-
Waste Drop-off Points		-	-	-	-	-	-	-	-	-
Waste Separation Facilities		-	-	-	-	-	-	-	-	-
Electricity Generation Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Rail Lines		-	-	-	-	-	-	-	-	-
Rail Structures		-	-	-	-	-	-	-	-	-
Rail Furniture		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Sand Pumps		-	-	-	-	-	-	-	-	-
Piers		-	-	-	-	-	-	-	-	-
Revetments		-	-	-	-	-	-	-	-	-
Promenades		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Data Centres		-	-	-	-	-	-	-	-	-
Core Layers		-	-	-	-	-	-	-	-	-
Distribution Layers		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
<b>Community Assets</b>		3,116	16,000	27,009	1,468	6,780	22,507	15,727	69.9%	27,009
Community Facilities		-	5,000	3,000	215	366	2,500	2,134	85.4%	3,000

Halls	-	-	-	-	-	-	-	-	-	-
Centres	-	-	-	-	-	-	-	-	-	-
Crèches	-	-	-	-	-	-	-	-	-	-
Clinics/Care Centres	-	-	-	-	-	-	-	-	-	-
Fire/Ambulance Stations	-	-	-	-	-	-	-	-	-	-
Testing Stations	-	-	-	-	-	-	-	-	-	-
Museums	-	-	-	-	-	-	-	-	-	-
Galleries	-	-	-	-	-	-	-	-	-	-
Theatres	-	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria	-	-	-	-	-	-	-	-	-	-
Police	-	-	-	-	-	-	-	-	-	-
Parks	-	-	-	-	-	-	-	-	-	-
Public Open Space	-	-	-	-	-	-	-	-	-	-
Nature Reserves	-	-	-	-	-	-	-	-	-	-
Public Ablution Facilities	-	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-	-
Stalls	-	3,000	-	215	385	-	(386)	#DIV/0!	-	-
Abattoirs	-	-	-	-	-	-	-	-	-	-
Airports	-	2,000	3,000	-	-	2,500	2,500	100.0%	3,000	-
Taxi Ranks/Bus Terminals	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	3,116	11,000	24,009	1,253	6,415	20,007	13,593	67.9%	24,009	-
Indoor Facilities	3,116	-	-	-	-	-	-	-	-	-
Outdoor Facilities	-	11,000	24,009	1,253	6,415	20,007	13,593	67.9%	24,009	-
Capital Spares	-	-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-	-
Monuments	-	-	-	-	-	-	-	-	-	-
Historic Buildings	-	-	-	-	-	-	-	-	-	-
Works of Art	-	-	-	-	-	-	-	-	-	-
Conservation Areas	-	-	-	-	-	-	-	-	-	-
Other Heritage	-	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	4,327	-	3,805	-	-	3,171	3,171	100.0%	3,805	-
Operational Buildings	4,327	-	3,805	-	-	3,171	3,171	100.0%	3,805	-
Municipal Offices	4,327	-	3,805	-	-	3,171	3,171	100.0%	3,805	-
Pay/Enquiry Points	-	-	-	-	-	-	-	-	-	-
Building Plan Offices	-	-	-	-	-	-	-	-	-	-
Workshops	-	-	-	-	-	-	-	-	-	-
Yards	-	-	-	-	-	-	-	-	-	-
Stores	-	-	-	-	-	-	-	-	-	-
Laboratories	-	-	-	-	-	-	-	-	-	-
Training Centres	-	-	-	-	-	-	-	-	-	-
Manufacturing Plant	-	-	-	-	-	-	-	-	-	-
Depots	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-	-
Staff Housing	-	-	-	-	-	-	-	-	-	-
Social Housing	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>	-	-	-	-	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-	-	-	-	-
Licences and Rights	-	-	-	-	-	-	-	-	-	-
Water Rights	-	-	-	-	-	-	-	-	-	-
Effluent Licenses	-	-	-	-	-	-	-	-	-	-
Solid Waste Licenses	-	-	-	-	-	-	-	-	-	-
Computer Software and Applications	-	-	-	-	-	-	-	-	-	-
Local Settlement Software Applications	-	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>	-	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-	-
<b>Furniture and Office Equipment</b>	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-	-
<b>Machinery and Equipment</b>	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-	-
<b>Transport Assets</b>	-	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-	-
<b>Land</b>	-	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on upgrading of existing assets</b>	<b>1</b>	<b>78,274</b>	<b>92,648</b>	<b>106,833</b>	<b>3,650</b>	<b>59,619</b>	<b>89,027</b>	<b>29,408</b>	<b>33.0%</b>	<b>106,833</b>



**NEWCASTLE MUNICIPALITY**  
(Registration number KZN252)

**ANNUAL FINANCIAL STATEMENTS  
FOR THE 10 MONTHS ENDED 30 APRIL 2023**



# Newcastle Municipality

Annual Financial Statements for the 10 Months ended 30 April 2023

## Statement of Financial Position as at 30 April 2023

Figures in Rand	Note(s)	30 April 2023	30 June 2022
<b>Assets</b>			
<b>Current Assets</b>			
Inventories		24 376 766	24 543 871
Receivables from exchange transactions		57 328 028	84 427 130
Receivables from non-exchange transactions		20 498 043	16 630 103
Consumer debtors from exchange transactions		845 257 415	666 712 885
Consumer debtors from non-exchange transactions		135 741 542	120 735 153
Cash and cash equivalents		54 503 181	76 167 306
		<b>1 137 704 975</b>	<b>989 216 448</b>
<b>Non-Current Assets</b>			
Investment property		367 608 690	372 224 056
Property, plant and equipment		6 017 937 912	6 174 453 795
Intangible assets		106 477	382 212
Heritage assets		11 922 732	11 822 732
Investments in associates		142 171 037	142 171 037
		<b>6 539 746 848</b>	<b>6 701 053 832</b>
		<b>7 677 451 823</b>	<b>7 690 270 280</b>
<b>Total Assets</b>			
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Financial liabilities		14 367 055	46 652 953
Finance lease obligation		243 080	606 923
Payables from exchange transactions		654 599 098	776 470 314
VAT payable		5 087 149	3 037 875
Consumer deposits		35 289 164	33 418 184
Unspent conditional grants and receipts		213 735 414	206 298 387
Defined Benefit Plan		5 403 906	11 105 000
		<b>928 724 866</b>	<b>1 077 589 636</b>
<b>Non-Current Liabilities</b>			
Financial liabilities		307 143 396	314 367 835
Finance lease obligation		1 624 502	1 122 219
Defined Benefit Plan		164 128 001	164 128 001
Provision for rehabilitation of landfill site		65 212 118	65 212 118
		<b>538 108 017</b>	<b>544 830 173</b>
		<b>1 466 832 883</b>	<b>1 622 419 809</b>
<b>Total Liabilities</b>			
<b>Net Assets</b>			
Reserves			
Housing Development fund		31 370 369	30 563 967
Self-insurance reserve		308 514	322 945
Accumulated surplus		6 178 940 057	6 036 963 561
		<b>6 210 618 940</b>	<b>6 067 850 473</b>
<b>Total Net Assets</b>			

# Newcastle Municipality

Annual Financial Statements for the 10 Months ended 30 April 2023

## Statement of Financial Performance

Figures in Rand	Note(s)	30 April 2023	30 June 2022
<b>Revenue</b>			
<b>Revenue from exchange transactions</b>			
Service charges		964 882 994	1 128 488 051
Rental of facilities and equipment		6 997 808	8 372 974
Other Revenue		8 437 464	12 064 156
Interest received		9 689 697	8 308 003
<b>Total revenue from exchange transactions</b>		<b>990 007 963</b>	<b>1 157 233 184</b>
<b>Revenue from non-exchange transactions</b>			
<b>Taxation revenue</b>			
Property rates		315 180 369	353 326 627
Licences and Permits		44 472	45 824
<b>Transfer revenue</b>			
Government grants & subsidies		689 617 087	611 797 759
Fines, Penalties and Forfeits		4 571 014	5 352 730
<b>Total revenue from non-exchange transactions</b>		<b>1 009 412 942</b>	<b>970 522 940</b>
<b>Total revenue</b>		<b>1 999 420 905</b>	<b>2 127 756 124</b>
<b>Expenditure</b>			
Employee related costs		541 016 051	665 630 377
Remuneration of councillors		22 759 826	23 742 260
Depreciation and amortisation		284 179 190	348 817 502
Finance costs		30 044 246	64 412 397
Debt Impairment		-	123 924 694
Bad debts written off		66 984 199	24 492 046
Bulk purchases		463 453 755	649 750 143
Contracted services		213 606 540	240 901 289
General Expenses		235 096 018	143 927 248
<b>Total expenditure</b>		<b>1 857 139 825</b>	<b>2 285 597 956</b>
<b>Operating surplus (deficit)</b>		<b>142 281 080</b>	<b>(157 841 832)</b>
Share of deficit in investment in associates		-	(31 756 845)
Actuarial gains/losses		-	3 450 182
Fair value adjustments to investment property		-	49 372 929
Impairment loss		-	(109 689 804)
Inventories losses/write-downs		(732 071)	(645 854)
Profit/(Loss) on Sale of Assets		1 037 640	3 113 641
Public contributions and donations		177 471	-
		<b>483 040</b>	<b>(86 155 751)</b>
<b>Surplus ( Deficit)</b>		<b>142 764 120</b>	<b>(243 997 583)</b>

# Newcastle Municipality

Annual Financial Statements for the 10 Months ended 30 April 2023

## Statement of Changes in Net Assets

Figures in Rand	Housing Development Fund	Insurance reserve	Total reserves	Accumulated surplus	Total net assets
<b>Balance at 01 July 2021</b>	<b>29 806 660</b>	<b>435 241</b>	<b>30 241 901</b>	<b>6 280 894 981</b>	<b>6 311 136 882</b>
Changes in net assets					
Deficit for the year	-	-	-	(243 997 583)	(243 997 583)
Transfer to housing Development fund	757 307	-	757 307	(757 307)	-
Transfer from insurance reserve	-	(112 296)	(112 296)	112 296	-
Prior year error Salary overpayment	-	-	-	(622 568)	(622 568)
Prior year error Creditor payments	-	-	-	1 333 742	1 333 742
Total changes	757 307	(112 296)	645 011	(243 931 420)	(243 286 409)
<b>Balance at 01 July 2022</b>	<b>30 563 967</b>	<b>322 945</b>	<b>30 886 912</b>	<b>6 036 967 908</b>	<b>6 067 854 820</b>
Profit for the year	-	-	-	142 764 120	142 764 120
Transfers to Housing Development fund	806 402	-	806 402	(806 402)	-
Transfers from Insurance Reserves	-	(14 431)	(14 431)	14 431	-
Total changes	806 402	(14 431)	791 971	141 972 149	142 764 120
<b>Balance at 30 April 2023</b>	<b>31 370 369</b>	<b>308 514</b>	<b>31 678 883</b>	<b>6 178 940 057</b>	<b>6 210 618 940</b>

# Newcastle Municipality

Annual Financial Statements for the 10 Months ended 30 April 2023

## Cash Flow Statement

Figures in Rand	Note(s)	30 April 2023	30 June 2022
<b>Cash flows from operating activities</b>			
<b>Receipts</b>			
Sale of goods and services		1 064 681 145	1 229 841 918
Grants		697 054 114	779 965 988
Interest income		9 689 697	8 308 003
		<u>1 771 424 956</u>	<u>2 018 115 909</u>
<b>Payments</b>			
Employee costs and Councillors remuneration		(511 394 959)	(589 991 308)
Suppliers		(1 090 620 886)	(1 148 046 837)
Finance costs		(30 044 246)	(43 350 276)
		<u>(1 632 060 091)</u>	<u>(1 781 388 421)</u>
<b>Net cash flows from operating activities</b>		<b><u>139 364 865</u></b>	<b><u>236 727 488</u></b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment		(127 210 101)	(149 372 864)
Proceeds from sale of property, plant and equipment		300	251 860
Proceeds from sale of Investment property		5 652 706	9 679 964
Purchase of other intangible assets		-	(42 244)
Purchases of Heritage Assets		(100 000)	(64 800)
<b>Net cash flows from investing activities</b>		<b><u>(121 657 095)</u></b>	<b><u>(139 548 084)</u></b>
<b>Cash flows from financing activities</b>			
Net movements in long term loans		(39 510 337)	(31 977 999)
Movement on finance lease		138 440	1 465 602
<b>Net cash flows from financing activities</b>		<b><u>(39 371 897)</u></b>	<b><u>(30 512 397)</u></b>
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b><u>(21 664 127)</u></b>	<b><u>66 667 007</u></b>
Cash and cash equivalents at the beginning of the year		<u>76 167 306</u>	<u>9 500 299</u>
<b>Cash and cash equivalents at the end of the year</b>		<b><u>54 503 179</u></b>	<b><u>76 167 306</u></b>



EASTERN REGION  
PRIVATE BAG X16 WESTVILLE 3630



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

**TEL:** 08600 37566  
**SMS:** 35328

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

NEWCASTLE LOCAL MUNICIPALITY  
PRIVATE BAG X6621  
NEWCASTLE  
2940

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

EASTERN REGION  
PRIVATE BAG X16 WESTVILLE 3630

<b>YOUR ACCOUNT NO</b>	<b>5578885631</b>
<b>SECURITY HELD</b>	1.54
<b>BILLING DATE</b>	2023-05-02
<b>TAX INVOICE NO</b>	557967858189
<b>ACCOUNT MONTH</b>	APRIL 2023
<b>CURRENT DUE DATE</b>	2023-06-01
<b>VAT REG NO</b>	4000791824

<b>DIRECT DEPOSIT DETAIL</b>	
<b>BANK:</b>	First National Bank
<b>BRANCH CODE:</b>	223626
<b>BANK ACC NO:</b>	50850143295

## TAX INVOICE

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

### ACCOUNT TRANSACTION SUMMARY

ADMINISTRATION CHARGE	R	5,655.30
TRANSMISSION NETWORK CAPACITY	R	1,858,750.00
URBAN LOW VOLTAGE SUBSIDY	R	2,647,500.00
ANCILLARY SERVICE (ALL)	R	163,854.99
ENERGY CHARGE (STD)	10,961,996.00	R 10,495,014.97
ENERGY CHARGE (PEAK)	4,186,323.00	R 5,823,593.93
ENERGY CHARGE (OFF)	16,362,256.00	R 9,936,798.07
ELECTRIFICATION AND RURAL SUBS (ALL)	R	3,696,190.45
SERVICE CHARGE	R	177,086.40

**TOTAL CHARGES FOR BILLING PERIOD** R **34,804,444.11**

### ACCOUNT SUMMARY FOR APRIL 2023

BALANCE BROUGHT FORWARD	(Due Date 2023-05-04)	R	99,254,042.28
PAYMENT(S) RECEIVED	Cash - 2023-04-14	R	-52,933,026.75
TOTAL CHARGES FOR BILLING PERIOD		R	34,804,444.11
ADJUSTMENT	WHEELING/3RD PARTY WHEELING CHARGES	R	-60,909.44
VAT RAISED ON ITEMS AT 14%		R	0.00
VAT RAISED ON ITEMS AT 15%		R	5,211,530.20

COPY ONLY

### ACCOUNT NO / REFERENCE NO

**5578885631**

### NAME

NEWCASTLE LOCAL MUNICIPALITY

### FAX NUMBER

0343129697

 **0934 5578885631**

11341 5578885631



11341 5578885631

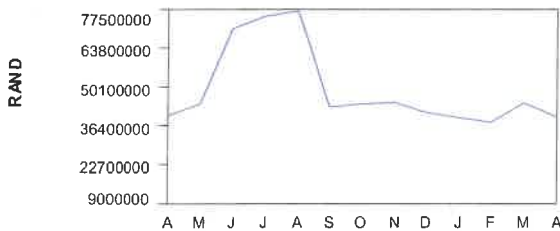


### TOTAL AMOUNT DUE

**86,276,080.40**

ARREARS				
>90 DAYS	61-90 DAYS	31-60 DAYS	16-30 DAYS	CURRENT
0.00	1,569,452.25	0.00	44,690,653.84	40,015,974.31
				<b>TOTAL DUE R 86,276,080.40</b>

Account OVERDUE - Subject to Disconnection



MONTH

<b>PAGE RUN NO</b>	EP 5
<b>BILL GROUP</b>	
<b>BILL PAGE</b>	1 OF 2

### PAYMENT ARRANGEMENT

**INSTALMENT**

0.00

**ARREARS (Due Immediately)**

46,260,106.09

**DUE DATE (For Current Amount)**

2023-06-01

**AMOUNT PAID**

LATE PAYMENT CHARGES WILL BE ADDED TO OVERDUE ACCOUNT



EASTERN REGION  
PRIVATE BAG X16 WESTVILLE 3630

CONTACT CENTRE: (0860) 037566

FAX NO: 0862 437 566

E-MAIL: customerservices@eskom.co.za

WEB: WWW.ESKOM.CO.ZA

NEWCASTLE LOCAL MUNICIPALITY  
PRIVATE BAG X6621  
NEWCASTLE  
2940

YOUR ACCOUNT NO	5578885631
BILLING DATE	2023-05-02
TAX INVOICE NO	557967858189
ACCOUNT MONTH	APRIL 2023
CURRENT DUE DATE	2023-06-01
VAT REG NO	4000791824
NOTIFIED MAX DEMAND	125,000.00
UTILISED CAPACITY	125,000.00

**CONSUMPTION DETAILS (2023-04-01 - 2023-04-30)**

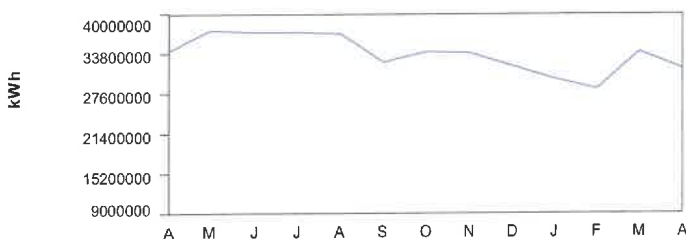
ENERGY CONSUMPTION OFF PEAK kWh	16,362,255.96
ENERGY CONSUMPTION STD kWh	10,961,995.86
ENERGY CONSUMPTION PEAK kWh	4,186,323.24
ENERGY CONSUMPTION ALL kWh	31,510,575.06
DEMAND CONSUMPTION - OFF PEAK	60,709.43
DEMAND CONSUMPTION - STD	68,201.12
DEMAND CONSUMPTION - PEAK	70,461.17
DEMAND READING - kW/KVA	70,461.17
REACTIVE ENERGY - OFF PEAK	5,536,078.32
REACTIVE ENERGY - STD	3,597,839.92
REACTIVE ENERGY - PEAK	1,288,376.58
LOAD FACTOR	65.00

PREMISE ID NUMBER  TARIFF NAME: Megaflex

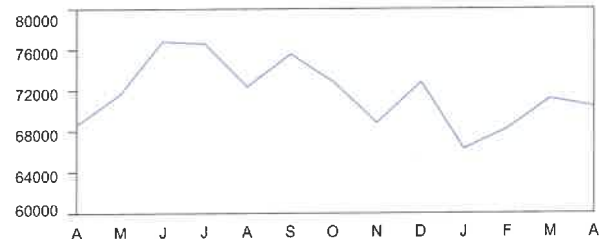
INST 08881 BULK SUPPLY 1 NEWCASTLE CIVIC CENTRE 37 MURCHISON BULK SUPPLY TO NEWCASTLE MUNICIPALITY

Administration Charge @ R188.51 per day for 30 days	R	5,655.30
TX Network Capacity Charge 125,000 kVa @ R14.87 : = R14.87/kVA	R	1,858,750.00
Urban Low Voltage Subsidy 125,000 kVa @ R21.18 : = R21.18/kVA	R	2,647,500.00
Ancillary Service Charge 31,510,575 kWh @ R0.0052 /kWh	R	163,854.99
Low Season Standard Energy Charge 10,961,996 kWh @ R0.9574 /kWh	R	10,495,014.97
Low Season Peak Energy Charge 4,186,323 kWh @ R1.3911 /kWh	R	5,823,593.93
Low Season Off Peak Energy Charge 16,362,256 kWh @ R0.6073 /kWh	R	9,936,798.07
Electrification and Rural Subsidy 31,510,575 kWh @ R0.1173 /kWh	R	3,696,190.45
SERVICE CHARGE	R	177,086.40

**TOTAL CHARGES** R **34,804,444.11**



MONTH



MONTH

PAGE RUN NO	EP 6
BILL GROUP	
BILL PAGE	2 OF 2

ESKOM HOLDING SOC LTD REPORT FOR THE FINANCIAL YEAR 2022/2023

JULY 2022 PAYMENT

ESKOM BALANCE BROUGHT FORWARD-JULY 2022	199,377,150.00	PAYMENT ON CURRENT ACCOUNT ARRANGEMENT	(71,317,118.65)	PAYMENT ON ARREARS ARRANGEMENT	(1,300,000.00)	BALANCE	126,960,000.12
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AUG 2022 PAYMENT

ESKOM BALANCE BROUGHT FORWARD-AUG 2022	196,218,377.90	PAYMENT ON CURRENT ACCOUNT ARRANGEMENT	(75,197,362.31)	PAYMENT ON ARREARS ARRANGEMENT	(8,300,000.00)	BALANCE	112,651,000.59
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SEPT 2022 PAYMENT

ESKOM BALANCE BROUGHT FORWARD-SEPT 2022	190,011,734.55	PAYMENT ON CURRENT ACCOUNT ARRANGEMENT	(77,290,716.99)	PAYMENT ON ARREARS ARRANGEMENT	(8,300,000.00)	BALANCE	104,329,002.58
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OCT 2022 PAYMENT

ESKOM BALANCE BROUGHT FORWARD-OCT 2022	147,629,802.55	PAYMENT ON CURRENT ACCOUNT ARRANGEMENT	(43,908,797.02)	PAYMENT ON ARREARS ARRANGEMENT	(9,300,000.00)	BALANCE	96,121,005.53
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NOV 2022 PAYMENT

ESKOM BALANCE BROUGHT FORWARD-NOV 2022	140,561,305.69	PAYMENT ON CURRENT ACCOUNT ARRANGEMENT	(44,440,200.11)	PAYMENT ON ARREARS ARRANGEMENT	(8,300,000.00)	BALANCE	87,729,970.74
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DEC 2022 PAYMENT

ESKOM BALANCE BROUGHT FORWARD-DEC 2022	132,952,676.77	PAYMENT ON CURRENT ACCOUNT ARRANGEMENT	(45,081,660.20)	PAYMENT ON ARREARS ARRANGEMENT	(8,300,000.00)	BALANCE	79,450,983.03
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JAN 2023 PAYMENT

ESKOM BALANCE BROUGHT FORWARD-JAN 2023	121,020,746.03	PAYMENT ON CURRENT ACCOUNT ARRANGEMENT	(41,697,750.46)	PAYMENT ON ARREARS ARRANGEMENT	(8,300,000.00)	BALANCE	71,156,983.79
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FEB 2023 PAYMENT

ESKOM BALANCE BROUGHT FORWARD-FEB 2023	110,739,446.55	PAYMENT ON CURRENT ACCOUNT ARRANGEMENT	(59,518,480.02)	PAYMENT ON ARREARS ARRANGEMENT	(8,300,000.00)	BALANCE	62,851,000.74
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MARCH 2023 PAYMENT

ESKOM BALANCE BROUGHT FORWARD-MARCH 2023	100,832,429.93	PAYMENT ON CURRENT ACCOUNT ARRANGEMENT	(57,931,414.46)	PAYMENT ON ARREARS ARRANGEMENT	(8,300,000.00)	BALANCE	54,551,000.40
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APRIL 2023 PAYMENT

ESKOM BALANCE BROUGHT FORWARD-APRIL 2023	99,154,042.25	PAYMENT ON CURRENT ACCOUNT ARRANGEMENT	(64,083,026.75)	PAYMENT ON ARREARS ARRANGEMENT	(8,300,000.00)	BALANCE	46,240,100.09
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Prepared: Ilko O  
 Junior Accountant: Creditline  
 Reviewed: GN Kubhele  
 Manager: Expenditure  
 Reviewed: S T Shela  
 Director: Expenditure and Financial Management  
 Reviewed: M S NDLOU  
 ACTING STRATEGIC EXECUTIVE DIRECTOR: BTO

Date: 08/05/2023  
 Date: 08/05/2023  
 Date: 9/5/2023  
 Date: 09/5/2023



# Statement

**uThukela Water (Pty) Ltd**  
79 Harding Street  
Newcastle  
2940



**uthukela  
water**

Telephone	034 328 5000
Fax	034 326 3388
Date	2023/04/30
Amount Due	194 096 394.75

**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>
2023/01/02		Balance Brought Forward		180 092 065.59		180 092 065.59
2023/01/13	Newcastle Munic	Newcastle Municipality - WSA			7 500 000.00	172 592 065.59
2023/01/25	Newcastle Munic	Newcastle Municipality - WSA			15 201 712.86	157 390 352.73
23/02/01	INV00002829	Invoice		15 319 865.70		172 710 218.43
2023/02/17	Newcastle Munic	Newcastle Municipality - WSA			7 642 180.99	165 068 037.44
2023/03/15	Newcastle Munic	Newcastle Municipality - WSA			20 362 849.78	144 705 187.66
2023/01/02	INV00002814	Invoice		15 128 952.25		159 834 139.91
2023/01/31	January 2023	Int Interest		1 035 784.20		160 869 924.11
2023/02/28	February 2023	In Interest		1 084 690.00		161 954 614.11
2023/03/01	INV00002834	Invoice		16 025 850.42		177 980 464.53
2023/04/03	INV00002864	Invoice		14 001 802.40		191 982 266.93
2023/03/31	March 2023	Inter Interest		1 057 063.91		193 039 330.84
2023/04/30	April 2023	Interes: Interest		1 057 063.91		194 096 394.75

180 Days	150 Days	120 Days	90 Days	60 Days	30 Days	Current	Amount Due
147 676 961.27	987 188.82	1 084 021.65	11 121 752.37	1 084 690.00	17 082 914.33	15 058 866.31	194 096 394.75

## 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
147 676 961.27	987 188.82	1 084 021.65	11 121 752.37	1 084 690.00	17 082 914.33	15 058 866.31	194 096 394.75

# UTHUKELA WATER REPORT FOR THE FINANCIAL YEAR 2022/2023


## REPORT ON OUTSTANDING DEBT FOR UTHUKELA WATER AS AT 30 APRIL 2023


Date	Details	AMOUNT EXCL VAT	VAT AMOUNT	INTEREST ON OVERDUE ACCOUNT	BALANCES
1/Jul/2022	Opening Balance	132,826,889.67	19,924,033.45	3,886,186.19	156,637,109.31
	Invoices raised previous months	119,973,712.28	17,996,056.85	9,203,674.23	147,105,616.17
	Invoice raised during the month	12,175,480.35	1,826,322.05	1,057,063.91	15,058,866.31
	<b>Total Invoices for the year</b>	<b>132,149,192.63</b>	<b>19,822,378.90</b>	<b>10,260,738.14</b>	<b>162,164,482.48</b>
	Payments made previous months	(128,188,213.96)	(19,218,696.57)		(124,705,197.66)
15/Apr/2023	Payment made during the month				-
	<b>Total payments for the year</b>	<b>(128,188,213.96)</b>	<b>(19,218,696.57)</b>		<b>(124,705,197.66)</b>
30/Apr/2023	Closing Balance	136,787,868.34	20,527,715.78	14,146,924.33	194,096,394.75


JUNE RECON


(B)

(C)

Preparer: Ikho  Junior Accountant: Creditors Date: 03/05/2023

Reviewer: CN Kubheka  Manager: Expenditure Date: 04/05/2023

Reviewer: S T Bivela  Director: Expenditure and Revenue Enhancement Date: 4/5/2023

Reviewer: S M Nkosi  STRATEGIC EXECUTIVE DIRECTOR: BTO Date: 05/05/2023

NEWCASTLE MUNICIPALITY GRANT REGISTER FOR APRIL 2023										
Number	Description	Opening balance	Receipts	Adjustments	Expenditure for APRIL	MONTH	Total Expenditure for APRIL	Total Expenditure before VAT	Total Expenditure after VAT	Closing balance
1	Environmental Management Framework	(502,871.43) (833,575.21)								(502,871.43) (833,575.21)
2	Cleanest Town Electrification Grant									
3	Title Deeds Restoration Grant	(2,270,487.58)			25,914.03	730.43	27,644.46	369,890.30	412,803.01	(1,857,684.57)
4	Expanded P/Works Incentive		(3,753,000.00)		338,695.89		338,695.89	3,157,998.37		(595,001.63)
5	Financial Management Grant (FMG)		(1,850,000.00)		102,478.03	6,010.44	108,488.47	799,054.92	813,423.91	(1,036,576.09)
6	Grant Skill Development	(930,687.71)	(893,112.80)		173,885.32	7,734.05	181,619.37	646,495.94	890,560.46	(1,143,240.05)
7	Community Library Services Grant	(18,925.11) (11,353.39)	(2,849,000.00)		207,485.19		207,485.19	2,215,888.16	2,215,888.16	(652,036.95) (11,353.39)
8	Injico Fresh Produce Sports Maintenance	(10,220.00)								(10,220.00)
9	Facilities Grant	0.00								0.00
10	MIG	(36,920.00)	(129,141,000.00)		6,890,372.12	989,350.77	7,889,722.89	85,463,015.77	98,099,327.17	(31,041,672.83) (36,920.00)
11	Osizweni Arts Centre									
12	Corridor Development	(131,074.64)								(131,074.64)
13	Provincialisation	(46,194.19)	(6,892,000.00)		529,628.78		529,628.78	5,748,387.89	5,749,833.04	(1,288,361.15)
14	Fort Amiel Museum	(539,434.05)	(449,000.00)		1,294.30		1,294.30	181,698.81	189,835.20	(798,597.85)
15	Capacity Building									
16	Housing	(15,939,707.46)	(6,005,666.94)		2,537,614.77	295,851.96	2,833,466.73	10,896,081.33	11,415,517.25	(10,529,847.15)
17	Newcastle Airport	(1,815,281.36)	(1,000,000.00)		215,276.44	25,767.97	241,044.41	855,840.50	414,193.08	(1,815,281.36) (1,585,806.92)
18	Hawker Stalls	(1,000,000.00)	(3,000,000.00)							(1,000,000.00)
19	Newcastle Airport	(2,000,000.00)								(2,000,000.00)
20	Neighbourhood Development Partnership Grant	(2,738,677.78)	(30,000,000.00)	2,738,033.00				12,501,972.89	14,377,268.82	(15,623,375.96)
21	Water Services	(2,746,627.76)	(48,000,000.00)	2,746,627.66	2,116,837.10	317,525.56	2,434,362.66	33,389,477.31	38,397,894.40	(9,602,105.70)
22	Infrastructure Grant	(152,572,537.34)	(5,360,343.33)					42,317,087.26	42,317,087.26	(115,615,793.41)
23	All Housing Grants Sport and Recreation	(9,396,908.29)			49,500.00	7,425.00	56,925.00	495,000.00	569,250.00	(8,827,658.29)
24	Title Deeds Restoration Grant - Post	(5,196,326.30)								(5,196,326.30)
25	Energy Efficiency and Demand Side Management Grant	(3,656,339.34)		3,656,339.34						
26	Water Intervention Grant	(3,904,250.45)			521,952.64	78,293.05	600,245.69	3,304,953.64	3,904,196.69	(53.76)
	<b>TOTAL</b>	(206,298,399.39)	(239,293,113.07)	9,141,000.00	13,711,945.61	1,738,689.23	15,450,634.84	201,932,033.62	222,715,087.82	(213,735,424.64)

PREPARED BY:

AUTHORIZED BY:

(213,735,424.64)

C HARIPARSAD

M.S MDLOVU  
ACTING STRATEGIC  
EXECUTIVE DIRECTOR:  
BUDGET & TREASURY  
OFFICE

ACCOUNTANT

DATE:

DATE:



Month Recon

Apr-23

Investments Reconciliation Statement as at 30 April 2023

Details	Closing Balance
030997070308	1,280,792.48
030997080308	(1,000,000.00)
030997090308	32,148.95
030997070302	61,243,974.82
030997080302	(62,600,000.00)
030997090302	1,444,452.26
030997070303	64,759,834.86
030997080303	(47,900,000.00)
030997090303	122,816.55
030997070304	16,918,581.74
030997080304	(16,835,442.31)
030997090304	402,433.46
030997070309	1,000,000.00
030997090309	10,979.41
030997070305	577,195.97
030997090305	5,658.42
030997070306	246,956,212.56
030997080306	(283,235,000.00)
030997090306	1,396,671.63
030997070307	399,821.39
<b>Closing Balance as per GL as at 30 April 2023</b>	<b>(15,018,867.81)</b>
<b>Closing Balance as per Bank Statement at 30 April 2023</b>	<b>58,484,270.02</b>
STD 068450354/015	312,941.43
STD 068450354/016	30,588,427.08
STD 068450354/036	16,982,651.41
STD 068450354/040	8,485,572.89
STD 068450354/041	1,010,979.41
ABSA 9300506428	585,992.22
NEDBANK 03/7648555441/052	117,884.19
NEDBANK 03/7648555441/058	399,821.39
<b>Reconciling Amount</b>	<b>73,503,137.83</b>
<b>Reconciling Items</b>	<b>Amount</b>
JV41506	8,000,000.00
JV41507	35,000,000.00
JV41508	30,500,000.00
JV41635	3,137.83
<b>Total</b>	<b>73,503,137.83</b>

Prepared by: S Langa  
FMG Intern  
Budget & Treasury Office

Checked by: SE SIBIYA  
Accountant: Financial Reporting  
Budget & Treasury Office

Reviewed by: B N KHUMALO  
Acting Director: Budget and Financial Reforms  
Budget & Treasury Office

Approved by: M S NDLOVU  
Acting Strategic Executive Director:  
Budget & Treasury Office

NEWCASTLE LOCAL MUNICIPALITY

INVESTMENTS REGISTER FOR APRIL 2023

Name Of Investment	Account Number	Opening Balance	Investment Made	Investment Matured	Withdrawals Made	Accrued Interest	Interest Capitalized	Balance
Self Insurance Reserve Fund	Standard Bank 068450354/015	R 1,168,669.39	R 112,123.09		R 1,000,000.00		R 32,148.95	R 312,941.43
Housing Development Fund	Standard Bank 068450354/016	R 30,725,304.02	R 30,518,670.80		R 32,100,000.00		R 1,444,452.26	R 30,588,427.08
Provincialisation	Standard Bank 068450354/035	R 0.00	R 0.00		R 0.00		R 0.00	R 0.00
MIG	Standard Bank 068450354/036	R 4,007,289.86	R 60,752,545.00		R 47,900,000.00		R 122,816.55	R 16,982,651.41
NDPG	Standard Bank 068450354/037	R 0.00	R 0.00		R 0.00		R 0.00	R 0.00
Electrification Grant	Standard Bank 068450354/038	R 0.00	R 0.00		R 0.00		R 0.00	R 0.00
FGM	Standard Bank 068450354/039	R 0.00	R 0.00		R 0.00		R 0.00	R 0.00
Titel deed low cost housing	Standard Bank 068450354/040	R 8,913,659.72	R 8,004,922.02		R 8,835,442.31		R 402,433.46	R 8,485,572.89
Housing_JBC	Standard Bank 068450354/041	R 0.00	R 1,000,000.00		R 0.00		R 10,979.41	R 1,010,979.41
Capacity Building	Absa: 9288456248	R 0.00	R 0.00		R 0.00		R 0.00	R 0.00
Council Funds	Absa Bank : 9956019602	R 0.00	R 0.00		R 0.00		R 0.00	R 0.00
VAT Refund	Absa Bank : 9300506428	R 560,758.77	R 0.00		R 0.00		R 25,233.45	R 585,992.22
Council Funds	Nedbank 037648555441 46	R 0.00	R 0.00		R 0.00		R 0.00	R 0.00
Council Funds	Nedbank 037648555441 47	R 0.00	R 0.00		R 0.00		R 0.00	R 0.00
Council Funds	Nedbank 037648555441 48	R 0.00	R 0.00		R 0.00		R 0.00	R 0.00
Council Funds	Nedbank 037648555441 49	R 0.00	R 0.00		R 0.00		R 0.00	R 0.00
Council Funds	Nedbank 037648555441 52	R 456,212.56	R 246,500,000.00		R 248,235,000.00		R 1,396,671.63	R 117,884.19
Council Funds	Nedbank 037648555441 53	R 0.00	R 0.00		R 0.00		R 0.00	R 0.00
Post Office Guarantee	Nedbank 037648555441 56	R 0.00	R 0.00	R 0.00	R 0.00		R 0.00	R 0.00
Council Funds	Nedbank 037648555441 57	R 0.00	R 0.00		R 0.00		R 0.00	R 0.00
Post Office Guarantee	Nedbank 037648555441 58	R 399,821.39	R 0.00		R 0.00		R 19,010.66	R 399,821.39
<b>Total</b>		<b>R 46,231,715.71</b>	<b>R 346,888,260.91</b>	<b>R 0.00</b>	<b>R 338,070,442.31</b>	<b>R 19,010.66</b>	<b>R 3,434,735.71</b>	<b>R 58,484,270.02</b>

Balance as per Bank Statements as at 30 April 2023

(not added to capital)

R 56,484,270.02

**SUMMARY OF LOAN REGISTER FOR APRIL 2023**

Account number	Interest Rate	Original Loan Amount	Opening balance as at the beginning of the year	Total Capital Payments to date	Interest Capitalised to Date	Interest Paid on Overdue accounts	Total Interest Payments	Closing Balance as at 30 April 2023
Loan Account: 61000536	9.37%	24,285,550.00	1,593,511.36	1,522,756.58		1,985.56	70,754.78	(0.00)
Loan Account: 61000654	9.10%	25,993,166.00	4,675,435.26	2,979,326.95	258,145.40		349,956.77	1,604,296.94
Loan Account: 61000826	11.29%	12,750,000.00	3,106,754.34	1,110,026.68	243,471.74		310,786.29	1,929,413.11
Loan Account: 61000827	11.25%	1,975,000.00	1,292,075.60	114,268.89	113,599.13		138,285.73	1,153,120.11
Loan Account: 61000920	10.69%	7,000,000.00	4,517,762.43	487,797.86	351,904.25	6,169.79	444,583.12	3,937,285.70
Loan Account: 61000921	10.83%	1,850,000.00	1,210,377.78	54,431.82	100,201.30		122,605.30	1,133,541.96
Loan Account: 61007325	5.00%	10,854,998.70	5,481,026.13	967,396.46	194,699.96	4,218.73	254,694.46	4,453,635.17
Loan Account: 61007195	10.40%	122,185,000.00	92,356,911.01	7,520,567.11	7,155,894.45	100,514.81	8,916,666.87	83,075,571.48
Loan Account: 302598105	11.44%	284,839,959.00	246,786,934.17	17,529,325.93	21,116,788.76		26,150,810.51	224,223,586.49

CLOSING BALANCE AS PER LOAN REGISTER

(321,510,451)

CLOSING BALANCE AS PER GENERAL LEDGER

(321,510,451)

DIFF - STATEMENT VS GEN LED

0.00

PREPARED BY: \_\_\_\_\_

CHECKED BY: \_\_\_\_\_

REVIEWED BY: \_\_\_\_\_

AUTHORIZED BY: \_\_\_\_\_

S. LANGA

N. SILUMA

BN.KHUMALO

MS.NDLOVU

FMG Intern: BUDGET & FINANCIAL REFORMS

ACCOUNTANT: FINANCIAL REPORTING

(ACTING) DIRECTOR: BUDGET & FINANCIAL REFORMS

(ACTING) STRATEGIC EXECUTIVE DIRECTOR: BUDGET & TREASURY OFFICE

DATE: \_\_\_\_\_

DATE: \_\_\_\_\_

DATE: \_\_\_\_\_

DATE: \_\_\_\_\_



**Newcastle Local Municipality**

37 Murchison Street Newcastle 2940

**Bank Reconciliation Statement****Month Recon**

April 2023

**Bank Reconciliation Statement as at 30th April 2023**

<b>Closing Bank Balance as per Cash book at 30th April 2023</b>	<b>73,778,402.35</b>
Vote no:030996099911	(50,952,983.24)
Vote no:030996099912	2,316,763,831.46
Vote no:030996099913	(2,268,084,048.75)
Vote no:030996099914	1,021,721.51
Vote no:030996099915	(2,478,816.96)
Vote no:030996099921	50,647,055.11
Vote no:030996099922	(2,957,953.40)
Vote no:030996099924	(353.63)
Vote no:030996099901	918,725.75
Vote no:030993000101	31,120,200.31
Vote no:030992099301	691,584.49
Vote no:030996199901	(2,910,560.30)
<b>Closing Bank Balance as per Nedbank at 30th April 2023</b>	<b>(3,995,873.64)</b>
Account No: 1162667338	(3,995,873.64)
Account No: 1162660066	-

**Reconciling Amount** **(77,774,275.99)**

<b>Reconciling Items</b>	
Bank Charges & Commission not Recorded on Cashbook as at 30 April 2023	(472,563.64)
Direct Deposit not Recorded on Cashbook as at 30 April 2023	2,288,180.85
Direct Payments not Recorded on Cashbook as at 30 April 2023	(4,209,979.90)
JV41624, JV41623 & JV41505	(73,500,000.00)
Outstanding Deposit made by Easypay & Cashiers as at 30 April 2023	(1,965,829.19)
Payment was made on the system but not at the Bank	86,473.89
Shortage made by cashiers as at 30 April 2023	(558.00)
	<b>(77,774,275.99)</b>

Prepared by: S E SIBIYA  
Accountant: Financial Reporting  
Budget & Treasury Office

Reviewed by: B N KHUMALO  
Acting Director: Budget and Financial Reforms  
Budget & Treasury Office

Approved by: M S NDLOVU  
Acting Strategic Executive Director:  
Budget & Treasury Office





THE FINANCIAL MANAGER  
 \*NEWCASTLE LOCAL MUNICIPALITY  
 PRIMARY BANK ACCOUNT  
 X6621  
 NEWCASTLE  
 2940

135 Rivonia Road, Sandown, 2196  
 P O Box 1144, Johannesburg, 2000, South Africa

Bank VAT Reg No 4320116074  
 Lost cards 0800 110 929  
 Client Solution Desk 0860 555 333  
 nedbank.co.za

Computer-generated tax invoice

**Some of our fees will change on 1 January 2023.**  
 For more information, go to nedbank.co.za or consult your business manager.

Please examine this statement soonest. If no error is reported within 30 days after receipt, the statement will be considered as being correct.

### Account summary

Account type	Account number
Current account	1162667338
Statement date:	29/04/2023
Statement period:	31/03/2023 – 29/04/2023
Statement frequency:	Month-end
Envelope:	1 of 1
Total pages:	21
Client VAT number:	

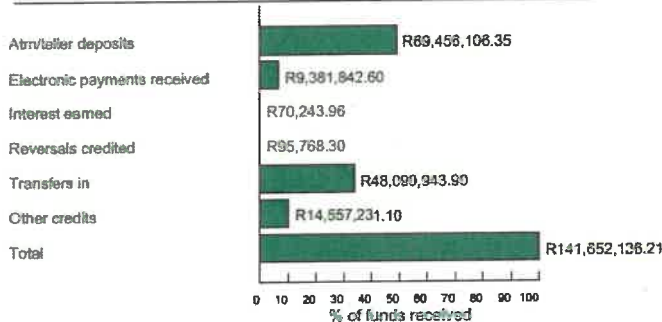
### Bank charges summary

Other charges	R0.00
Bank charge(s) (total)	R0.00
*VAT inclusive @	15.000%
VAT calculated monthly	

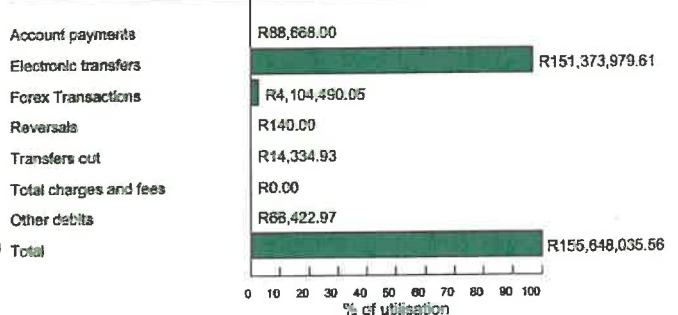
### Cashflow

Opening balance	R10,000,025.71
Funds received/Credits	R141,652,136.21
Funds used/Debits	R155,648,035.56
Closing balance	-R3,995,873.64
Annual credit interest rate	0.000%

### Total funds received/credits R141,652,136.21



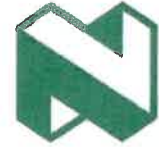
### Total funds used/debits R155,648,035.56



see money differently

**NEDBANK**

We subscribe to the Code of Banking Practice of The Banking Association South Africa and, for unresolved disputes, support resolution through the Ombudsman for Banking Services. Authorised financial services and registered credit provider (NCRCP16). Nedbank Ltd Reg No 1951/00009/08. Page 1 of 21



THE FINANCIAL MANAGER  
 \*NEWCASTLE LOCAL MUNICIPALITY  
 COLLECTION ACCOUNT  
 X6621  
 NEWCASTLE  
 2940

135 Rivonia Road, Sandown, 2196  
 P O Box 1144, Johannesburg, 2000, South Africa

Bank VAT Reg No 4320116074  
 Lost cards 0800 110 929  
 Client Solution Desk 0860 555 333  
 nedbank.co.za

Computer-generated tax invoice

**Some of our fees will change on 1 January 2023.**  
 For more information, go to nedbank.co.za or consult your business manager.

Please examine this statement soonest. If no error is reported within 30 days after receipt, the statement will be considered as being correct.

### Account summary

Account type	Account number
Current account	1162660066
Statement date:	29/04/2023
Statement period:	31/03/2023 – 29/04/2023
Statement frequency:	Month-end
Envelope:	1 of 1
Total pages:	181
Client VAT number:	

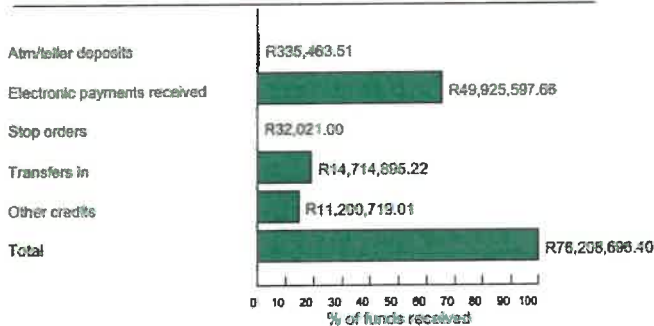
### Bank charges summary

Other charges	R0.00
Bank charge(s) (total)	R0.00
*VAT inclusive @	15.000%
VAT calculated monthly	

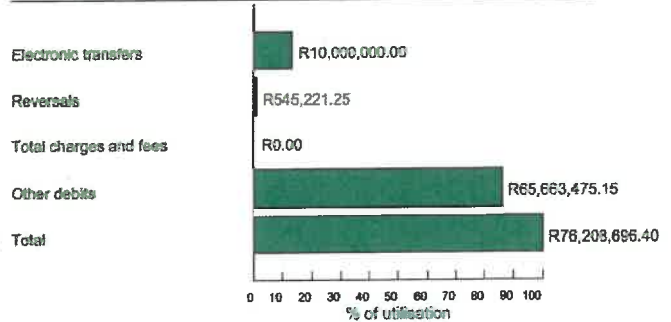
### Cashflow

Opening balance	R0.00
Funds received/Credits	R76,208,696.40
Funds used/Debits	R76,208,696.40
Closing balance	R0.00
Annual credit interest rate	0.000%

Total funds received/credits **R76,208,696.40**



Total funds used/debits **R76,208,696.40**



see money differently

**NEDBANK**

We subscribe to the Code of Banking Practice of The Banking Association South Africa and, for unresolved disputes, support resolution through the Ombudsman for Banking Services. Authorised financial services and registered credit provider (NCRCP16). Nedbank Ltd Reg No 1951/00009408. Page 1 of 181

# **ANNEXURE B**

KZN Provincial Treasury early warning signal  
correspondence



## KWAZULU-NATAL PROVINCE

TREASURY  
REPUBLIC OF SOUTH AFRICA

### DIRECTORATE: HEAD OF DEPARTMENT

P. O. Box 3613, Pietermaritzburg, 3200  
Treasury House, 145 Chief Albert Luthuli Street, Pietermaritzburg, 3201  
Tel: 033 897 4307/4583 Fax: 033 342 2486  
Website: www.kzntreasury.gov.za  
E-mail address: carol.coetzee@kzntreasury.gov.za

Reference: 11/6/13/1(KZN252)-2023  
Enquiries: Mr. F. Cassimjee  
Date: 25 April 2023

**THE MUNICIPAL MANAGER  
NEWCASTLE LOCAL MUNICIPALITY  
PRIVATE BAG X6621  
NEWCASTLE  
2940**

**Fax No: 034 312 7089**

Dear Mr. Z.W. Mcineka

#### **EARLY WARNING SIGNALS FOR THE MUNICIPALITIES MEETING THE CRITERIA OF FINANCIAL PROBLEMS**

Section 71(1) of the Municipal Finance Management Act, Act No. 56 of 2003 (MFMA) requires that *the Accounting Officer of a municipality must by no later than 10 working days after the end of each 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 reflecting the following particulars for that month and for the financial year up to the end of that month.*

The purpose of the MFMA Section 71 report is amongst others, to serve as an early warning system to identify and assist municipalities facing financial problems, including any emerging or impending financial problems.

Section 138 of the MFMA specifies criteria for determining serious financial problems at municipalities. As per Section 138 of the MFMA, the following factors, singly or in combination, may indicate a serious financial problem:

- (a) *The municipality has failed to make payments as and when due;*
- (b) *the municipality has defaulted on financial obligations for financial reasons;*
- (c) *the actual current expenditure of the municipality has exceeded the sum of its actual current revenue plus available surpluses for at least two consecutive financial years;*
- (d) *the municipality had an operating deficit in excess of five per cent of revenue in the most recent financial year for which financial information is available;*
- (e) *the municipality is more than 60 days late in submitting its annual financial statements to the Auditor-General in accordance with Section 126 [of the MFMA];*
- (f) *the Auditor-General has withheld an opinion or issued a disclaimer due to inadequacies in the financial statements or records of the municipality, or has issued an opinion which identifies a serious financial problem in the municipality;*



## KWAZULU-NATAL PROVINCE

TREASURY  
REPUBLIC OF SOUTH AFRICA

- (g) any of the above conditions exists in a municipal entity under the municipality's sole control, or in a municipal entity for whose debts the municipality may be responsible, and the municipality has failed to intervene effectively; or
- (h) any other material condition exists which indicates that the municipality, or a municipal entity under the municipality's sole control, is likely to be unable for financial reasons to meet its obligations.

Additionally, Section 140 of the MFMA specifies criteria for determining serious or persistent breach of financial commitments. As per Section 140(2) of the MFMA, the following factors, singly or in combination, may indicate that a municipality is in serious material breach of its obligations to meet its financial commitments:

- (a) The municipality has failed to make any payment to a lender or investor as and when due;
- (b) the municipality has failed to meet a contractual obligation which provides security in terms of Section 48 [of the MFMA];
- (c) the municipality has failed to make any other payment as and when due, which individually or in the aggregate is more than an amount as may be prescribed or, if none is prescribed, more than two per cent of the municipality's budgeted operating expenditure; or
- (d) the municipality's failure to meet its financial commitments has impacted, or is likely to impact, on the availability or price of credit to other municipalities.

In this regard, the National and Provincial Treasuries are utilising the criteria as per Sections 138 and 140 of the MFMA to identify and monitor municipalities that display **one or more** of the indicators of serious financial problems on a quarterly basis based on the MFMA Section 71 (data string) reports.

Based on the MFMA Section 71 reports as at 19 April 2023, your municipality has met the criteria listed below in terms of Sections 138 and 140 of the MFMA which could indicate that your municipality may be facing serious financial problems. **It should be noted that in instances of inaccurate and incomplete MFMA Section 71 reporting by municipalities, other relevant criteria for financial problems may not have been triggered and met.**

- **Section 138(a) of the MFMA - Failure to make payments for amounts in excess of R1 million which are outstanding for longer than 90 days**

The municipality has amounts in excess of R1 million that are outstanding for longer than 90 days as reflected in Table 1. The municipality has thus failed to make payments as and when due as per Section 138(a) of the MFMA. Furthermore, Section 65(2)(e) of the MFMA requires that the Accounting Officer of the municipality take all reasonable steps to ensure *that all money owing by the municipality be paid within 30 days of receiving the relevant invoice or statement, unless prescribed otherwise for certain categories of expenditure.*

**Table 1: Failure to make payments for amounts in excess of R1 million which are outstanding for longer than 90 days**

Name of municipality R'000	Total creditors owed > 90 days	Indicator
Newcastle	174 986	TRUE

Source: KZN Provincial Treasury

The municipality previously indicated that the bulk of the Creditors outstanding as at 31 March 2023 in the over 90 days' category is attributable to amounts owing to Eskom and uThukela Water as the municipality is currently facing cash flow challenges. The municipality further indicated that it has a signed payment agreement with Eskom to pay the arrear amount over a period of time with the final instalment being due in August 2023. The municipality has further confirmed that even though they owe uThukela Water for bulk water supply, there is however no payment arrangement in place to settle this debt.





**KWAZULU-NATAL PROVINCE**

TREASURY  
REPUBLIC OF SOUTH AFRICA

The municipality has indicated that the discussions between the Newcastle Local Municipality and uThukela Water regarding the payment agreement with respect to the arrear debt are still underway and have not been finalised.

The municipality has understated their Trade creditors total as their MFMA Section 71 Creditors Quarter three data string does not include the aged Bulk electricity debt owed to Eskom and the aged Bulk water owed to uThukela Water as at 31 March 2023.

The municipality further approved an unfunded Adjustments Budget for the 2022/23 financial year together with an updated Budget funding plan which was assessed as being credible by Provincial Treasury.

The municipality is advised to fast track this process and conclude the discussions as the municipality reported the same in the second quarter of the 2022/23 financial year.

- **Section 140(2)(c) of the MFMA - Failure to make any other payment as and when due, which individually or in the aggregate is more than an amount as may be prescribed or, if none is prescribed (40 percent as prescribed by National Treasury), more than two per cent of the municipality's budgeted operating expenditure**

As per Table 2, the municipality has failed to make payments as and when due, which individually or in the aggregate is more than more than two per cent and 40 percent of the municipality's budgeted Operating expenditure as per Section 140(2)(c) of the MFMA.

**Table 2: Failure to make any other payment as and when due**

Name of Municipality	Bulk electricity					Bulk water					Total creditors			
	Operating expenditure Budget	Bulk electricity creditors > 90 days	Bulk electricity creditors > 90 days as % Opex Budget	Indicator (> 2%)	Indicator (> 40%)	Operating expenditure Budget	Bulk water creditors > 90 days	Bulk water creditors > 90 days as % Opex Budget	Indicator (> 2%)	Indicator (> 40%)	Total creditors > 90 days	Total creditors > 90 days as % Opex Budget	Indicator (> 2%)	Indicator (> 40%)
<b>R000</b>														
Newcastle	2 446 078	-	-	-	-	-	-	-	-	-	174 966	7.2	TRUE	-

Source: KZN Provincial Treasury

The municipality indicated that the bulk of the Creditors outstanding as at 31 March 2023 in the over 90 days' category is attributable to amounts owing to Eskom and uThukela Water as the municipality is currently facing cash flow challenges.

The municipality further indicated that it has a signed payment agreement with Eskom to pay the arrear amount over a period of time with the final instalment being due in August 2023.

The municipality has further confirmed that even though they owe uThukela Water for bulk water supply, there is however no payment arrangement in place to settle this debt.

The municipality has indicated that the discussions between the Newcastle Local Municipality and uThukela Water regarding the payment agreement with respect to the arrear debt are still under way and have not been finalised.

The municipality has understated their Trade creditors total as their MFMA Section 71 Creditors Quarter three data string does not include the aged Bulk electricity debt owed to Eskom and the aged Bulk water owed to uThukela Water as at 31 March 2023.

The municipality further approved an unfunded Adjustments Budget for the 2022/23 financial year together with an updated Budget funding plan which was assessed as being credible by Provincial Treasury.

Please refer to the recommendation as per Section 138(a) of the MFMA criteria above which would apply in this instance.



## KWAZULU-NATAL PROVINCE

TREASURY  
REPUBLIC OF SOUTH AFRICA

Provincial Treasury is alerting you to the above findings and the municipality is required to take the necessary steps to rectify the situation.

It should be noted that your municipality also met some of the triggers in the previous quarter ended 31 December 2022 of the 2022/23 financial year as listed below as communicated in our Provincial Treasury letter dated 26 January 2023:

- Section 138(a) of the MFMA - Failure to make payments for amounts in excess of R1 million which are outstanding for longer than 90 days.
- Section 138(d) of the MFMA - Operating deficit in excess of five percent of Revenue.
- Section 140(2)(c) of the MFMA - Failure to make any other payment as and when due, which individually or in the aggregate is more than an amount as may be prescribed or, if none is prescribed (40 percent as prescribed by National Treasury), more than two per cent of the municipality's budgeted operating expenditure.

It is noted with concern that your municipality has to date not submitted a Council resolution for the tabling of Provincial Treasury's letter dated 26 January 2023 in respect of the early warning signals.

The municipality should note that according to Section 62(1)(b) of the MFMA, *the Accounting Officer of a municipality is responsible for managing the financial administration of the municipality, and must for this purpose take all reasonable steps to ensure that full and proper records of the financial affairs of the municipality are kept in accordance with any prescribed norms and standards.* Furthermore, Section 135(1) of the MFMA clearly states that *the primary responsibility to avoid, identify and resolve financial problems in a municipality rests with the municipality itself.* However, as part of Provincial Treasury's oversight responsibilities, the municipality is hereby notified that the conditions for serious financial problems have been triggered as at the end of Quarter 3 of the 2022/23 financial year.

In addition, the municipality is reminded that in terms of Section 135(3) of the MFMA, if a municipality encounters a serious financial problem or anticipates problems in meeting its financial commitments, it must immediately:

- seek solutions for the problem;
- notify the MEC for Local Government and the MEC for Finance in the province; and
- notify organised local government.

The findings above are based on the MFMA Section 71 reports submitted by the municipality, therefore, it is paramount that each Municipal Manager and Chief Financial Officer verify the accuracy of the MFMA Section 71 reports prior to their submission to the National Treasury GoMuni Upload Portal. Therefore, any queries on the figures reflected in this correspondence must be referred to your Chief Financial Officer.

Please note that your municipality's performance will be monitored over the next quarter. The municipality is notified that all municipalities that meet the criteria of Sections 138 and 140 of the MFMA with the relevant reasons and explanations are reported to the Provincial Legislature for their attention on a quarterly basis as part of the MFMA Section 71(7) report.

The municipality is therefore required to investigate the reported performance as at the end of Quarter 3 of the 2022/23 financial year and take the necessary steps to rectify the situation.

The municipality is requested to do the following to address the findings identified in this letter:

- formally respond to Provincial Treasury on the remedial actions implemented by the municipality to rectify the findings by no later than 19 May 2023;
- table this letter at the next Council meeting together with the remedial actions taken by the municipality; and





**KWAZULU-NATAL PROVINCE**

**TREASURY**  
REPUBLIC OF SOUTH AFRICA

- forward a copy of the signed Council resolution to Provincial Treasury within a week of tabling the letter to Council.

Yours faithfully

**Ms. C. Coetzee**  
**Head of Department – KZN Provincial Treasury**

CC: Mayor  
Acting Chief Financial Officer  
Audit Committee Chairperson  
Mr. J. Hattingh – National Treasury



**NEWCASTLE MUNICIPALITY  
KWAZULU-NATAL**

**Private Bag X6621  
2940 Newcastle**

REFERENCE : 6/1/1 (2022/23)  
ENQUIRIES : MS Ndlovu  
TEL : (034) 328 7752  
E-mail : mfanafuthi.ndlovu@newcastle.gov.za

Head of Department  
KZN Provincial Treasury:  
Municipal Finance Management  
145 Chief Albert Luthuli Road  
Pietermaritzburg  
3201

Dear Ms. C. Coetzee

**RE: RESPONSE ON THE COMMUNICATION RECEIVED ON THE EARLY  
WARNING SIGNALS FOR THE MUNICIPALITIES MEETING THE CRITERIA  
OF FINANCIAL PROBLEMS**

Your correspondence dated 25 April 2023 (ref: 11/6/13/1 KZN252 2023) has reference.

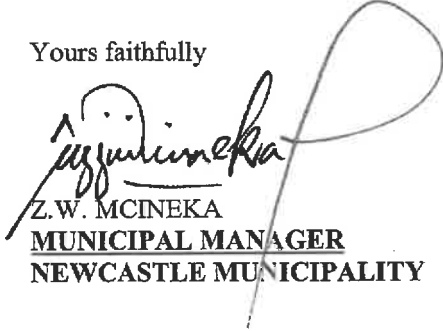
Provincial Treasury performed an assessment alerting the municipality of findings and raised concerns in terms Section 138 of the Municipal Finance Management Act, Act No. 56 of 2003 (MFMA). Newcastle Municipality acknowledges the communication received and would like to respond as follows.

The payment of Eskom debts over 90 days steady decreasing. As of 31 March 2023, the amount was sitting at R54 563 million which is the result of paying arrangement on time. With regards to uThukela water, we haven't met since quarter two and we commit to fast-track the process in May 2023, we will then advice Treasury of the progress thereof.

In addition, the comments regarding the understatement of creditors by 31 March 2023 is also noted. However, the report from data strings is still unable to populate SC4, we have engaged our financial system vendor as previously communicated and they have advised that the paraments can only be changed at year-end and unfortunately even our quarter four will have same challenge however, this will be resolved by 1<sup>st</sup> July 2023 and we will have the improved report in the next financial year, 2023/24.

The Council has approved the budget funding plan and we are committing to improve our revenue base and decrease excessive non-essential expenditure to have a credible budget going forward. It is hoped that with this continuous engagement and advises from Provincial Treasury, commitment of management and council will assist in addressing the dire situation and be able to bring our municipality to stable condition.

Yours faithfully



Z.W. MCINEKA  
**MUNICIPAL MANAGER**  
**NEWCASTLE MUNICIPALITY**

DATE: 23/05/2023

## MUNICIPAL MANAGER'S QUALITY CERTIFICATE



I, **Z W Mcineka**, the Municipal Manager of **Newcastle Municipality**, hereby certify that the monthly budget statement for the month of April 2022/2023 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** : **ZAMOKWAKHE WESLEY MCINEKA**

**Municipal Manager** : **NEWCASTLE MUNICIPALITY**

**Signature** : 

**Date** : **08 / 05 / 2023**