



REPORT TO THE NEWCASTLE MUNICIPAL COUNCIL

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FOR CONSIDERATION

1st Level: EXECUTIVE COMMITTEE
2nd Level: COUNCIL
3rd Level: PROVINCIAL AND NATIONAL TREASURY

**SUBJECT: MID-YEAR BUDGET REVIEW IN TERMS OF SECTION 72 OF THE MFMA
DATE: 21 JANUARY 2019**

1. PURPOSE

The purpose of this report is to comply with Section 72 of the Municipal Finance Management Act (MFMA) and section 33 of the Municipal Budget and Reporting Regulations as promulgated in the Government Gazette No.32141 dated 17 April 2009. This legislative framework requires that specific information be reported on and in the formats prescribed. In compliance with the same legislation, this report will be submitted to both National and KZN Provincial Treasuries for assessment. The report should be able to provide Council will adequate analysis in order to determine if the adjustments budget will be necessary and areas on which it shall focus.

2. ANNEXURES

The following annexures are attached in support of the Schedule C budget review tables:

- 2.1 uThukela Water Financial Performance report
- 2.2 Financial Reports as at 31 December 2018
 - 2.2.1 Monthly Financial Statements
 - 2.2.2 Employee Costs Reconciliation
 - 2.2.3 Grant register
 - 2.2.4 Investment register
 - 2.2.5 Eskom bulk electricity account
 - 2.2.6 Bank Statements

3. BACKGROUND

Section 72 of the Municipal Finance Management Act, No. 56 of 2003, read together with regulation 33 of the Municipal Budget and Reporting Regulations require, inter alia, that a report be submitted to the Mayor, Provincial and National Treasury by 25 January of each year. The report must as far as possible assess the performance and financial status of the municipality in relation to the approved budget at the end of the first half of the financial year. The same report must further be submitted by Mayor to Council by 31 January each year. This report is therefore submitted in compliance with the above provisions.

It is imperative to remind Council that the 2018/19 annual budget of the municipality was approved, however concerns were raised by both National and Provincial Treasuries that the budget was not funded. Furthermore, the monthly financial performance report (Section 71 reports) indicated challenges of cash flow very early in the financial year. This state of affairs is therefore challenging both political and administrative wings to use this opportunity to carefully analyse the performance in mid-point of the financial year, and address any such matters through an adjustments budget.

This report shall seek to exhaustively analyse the actual financial performance of the municipality for first six months of the financial year against the approved budget, provide reasons for major variances, where applicable, and provide guidance on areas that will need attention during the adjustments budget.

4. ASSESSMENT OF FINANCIAL RESULTS

The mid-year budget review report provides analysis of the operating budget performance, capital budget performance, position as well as the cash flows. Major variance and those items with an impact in each of these categories will be discussed in the analysis below.

4.1 Operating budget performance revenue

The operating budget performance focuses on the assessment of the operating revenue, operating expenditure as well as the net effect of the two, being surplus or the deficit. These are comprehensively discussed below. The summary of operating performance is shown in the tables C1 and C4 of the Schedule C and is summarised in Table 1 below:

4.1.1 Operating revenue

The summary of the operating revenue is reflected in Table 1 below and has been extracted from C4 table of the Schedule C attached. During the first half of the financial year, the municipality generated a total revenue of R1 045 160 000 of the approved budget of R1 768 722 000, which represents 59 percent. The variance between the year-to-date revenue budget and the actual revenue accrued for the same period amounts to R24 051 000, representing an over-performance of 2 percent in revenue generation during the period under review. Reasons which attributed to variances are explained below.

Table 1: Operating Revenue by Revenue Source

Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands								
Revenue By Source								
Property rates	252,934	295,785		24,243	152,227	147,892	4,334	3%
Service charges - electricity revenue	649,843	686,768		52,562	348,809	343,384	5,425	2%
Service charges - water revenue	156,568	161,896		15,546	90,058	80,948	9,110	11%
Service charges - sanitation revenue	90,849	95,532		9,997	56,465	47,766	8,699	18%
Service charges - refuse revenue	65,141	64,354		7,643	42,291	32,177	10,114	31%
Service charges - other	-	-		-	-	-	-	-
Rental of facilities and equipment	7,815	8,642		598	4,111	4,321	(210)	-5%
Interest earned - external investments	4,826	4,041		788	2,666	2,020	646	32%
Interest earned - outstanding debtors	11,595	13,218		889	4,780	6,609	(1,829)	-28%
Dividends received	-	-		-	-	-	-	-
Fines, penalties and forfeits	6,103	8,710		6	1,078	4,355	(3,277)	-75%
Licences and permits	10	13		1	7	6	0	5%
Agency services	-	-		-	-	-	-	-
Transfers and subsidies	365,726	384,734		130,754	329,115	329,115	-	-
Other revenue	14,848	45,029		1,448	13,554	22,514	(8,961)	-40%
Gains on disposal of PPE	-	-		-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)	1,626,259	1,768,722	-	244,475	1,045,160	1,021,109	24,051	2%

Property rates

The municipality generated R4 334 000 (3%) more revenue from property rates than the year-to-date budget of R147 892 000 during the period under review. The variance is attributable to government departments billed for the property rates in July for the entire year. This variance is expected to reduce gradually up to the end of the financial year. The variance is considered to be within acceptable level.

Service charges - electricity

The municipality generated R5 425 000 (2%) more revenue from electricity than the year-to-date budget of R343 384 000 for the period under review. The variance is attributable to the seasonal consumption which is fluctuating during the year, the variance is expected to reduce as the financial year progresses. Furthermore, the demand has started to improve with SACC as it still recovering from business rescue. There is need to relook and correct the budget for this item in line with the realistic demand and trends during the adjustments budget.

Service charges – water

The municipality generated R9 110 000 (11%) more revenue from water than the year-to-date budget of R80 948 000 for the period under review. The hot summer season, coupled with lower rain levels have resulted in more demand for water consumption. Indigent benefit in respect of water service has also not performed adequately due to the review of indigents, which is still underway. This has an impact on the revenue for service charges as this amount is net-off against the revenue. There is need to relook and correct the budget for this item in line with realistic consumption and trends during the adjustments budget.

Service charges – sanitation

The municipality generated R8 699 000 (18%) more revenue from sanitation than a pro-rata budget of R47 766 000 for the period under review. Business sewer is levied in accordance with water consumption. Indigent benefit in respect of water service has also not performed adequately due to the review of indigents, which is still underway. This has an impact on the revenue for service charges as this amount is net-off against the revenue. The additional

demand for water consumption as explained above has directly resulted in additional revenue for sanitation. There is need to adjust this item upwards during the adjustments budget.

Service charges – refuse

The municipality generated R10 114 000 (31%) more revenue from refuse removal than the year-to-date budget of R32 177 000 during the period under review. The audit of refuse has resulted in additional and accurate revenue being billed by the municipality during the past six months. Indigent benefit in respect of water service has also not performed adequately due to the review of indigents, which is still underway. This has an impact on the revenue for service charges as this amount is net-off against the revenue. There is need to adjust this item upwards during the adjustments budget.

Rental of facilities

The municipality generated R210 000 (>5%) less revenue from rental of facilities than the year-to-date budget of R4 321 000 during the period under review. This is due to a time lag when one tenant vacates the property and the time when the new tenant takes occupation of the property. The time when the property is not occupied and is being prepared for the next tenant results in less revenue. Furthermore, government assisted flats are being sold this year, which also contribute to less rental revenue being generated by the municipality. There is therefore a need to slight reduce this item during the adjustments budget.

Interest earned – external investments

The municipality generated R646 000 (32%) more revenue from interest on investments than a year-to-date budget of R2 020 000 for the period under review. The variance is attributable to additional investments made by the municipality during the first six months of the year, where conditional grants are received and ring-fenced. During that time when funds are invested, interest revenue is generated. This item will be closely monitored during the financial year since less conditional grants are expected over the next six months.

Interest earned – outstanding debtors

The municipality generated R1 829 000 (>28%) less revenue from interest on outstanding debtors than the year-to-date budget of R6 609 000 during the period under review. This charge is only applicable to business accounts which are in arrears. This variance is attributable to the effective incentive scheme which was implemented by the municipality over the past twelve months. This move has resulted in more business consumers coming forward for the scheme and some of the debt written on accordingly. There is a need to adjust this item downwards during the adjustments budget.

Fines

The municipality generated R3 277 000 (>75%) less revenue from fines than the year-to-date budget of R4 355 000 during the period under review. Fines are dependent on law enforcement and compliance of motorists thereto. There is need to reduce this item downwards during the adjustments budget due to the performance.

Transfers recognised – operational

The municipality generated R329 115 000 revenue from government grants and subsidies. This is in line with the expected revenue from government grants simply because grants are gazetted for and released to the municipality in terms of the National Treasury's payment schedule. Changes in the adjustments will only apply where new allocations, which were not

in the annual budget are made available to the municipality. Adjustments will also be effected where there are changes in national DORA and the provincial government allocations.

Other revenue

The municipality generated R 8 961 000 (>40%) less revenue from sundry revenue than THE year-to-date budget of R22 514 000 during the period under review. The variance is particularly due to an error in budgeting for the revenue from sale of houses and properties during the annual budget. This item will be adjusted downward during the adjustments budget in order to effect the correction.

4.1.2 Operating expenditure

The summary of the operating expenditure is reflected in Table 2 below and has been extracted from C4 table of the Schedule C attached. The municipality incurred the total expenditure of R956 149 000 of the approved budget of R2 237 008 000, which represents 43 percent. The variance between the year-to-date expenditure budget and the actual expenditure incurred for the same period amounts to R162 355 000, representing under-expenditure of 15 percent during the period under review. Variances and reasons which attributed to over/under expenditure in each item of expenditure are explain below.

Table 2: Operating Expenditure by Expenditure Type

Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands								
Expenditure By Type								
Employee related costs	538,871	537,171		47,747	272,497	268,585	3,912	1%
Remuneration of councillors	21,527	24,119		2,192	12,566	12,059	507	4%
Debt impairment	137,597	163,946		620	46,959	81,973	(35,014)	-43%
Depreciation & asset impairment	452,759	525,578		30,806	183,088	262,789	(79,701)	-30%
Finance charges	35,355	43,979		2,409	19,328	21,990	(2,662)	-12%
Bulk purchases	530,968	618,730		30,152	279,404	309,365	(29,961)	-10%
Other materials	6,673	3,763		150	1,041	1,881	(840)	-45%
Contracted services	53,171	34,945		6,814	22,824	17,473	5,351	31%
Transfers and subsidies	-	-		-	-	-	-	
Other expenditure	320,751	284,777		30,182	118,442	142,389	(23,947)	-17%
Loss on disposal of PPE	-	-		-	-	-	-	
Total Expenditure	2,097,674	2,237,008	-	151,072	956,149	1,118,504	(162,355)	-15%

Employee related costs

The municipality spent R3 912 000 (1%) more on employee related costs than the year-to-date budget of R268 585 000 during the period under review. The variance is attributable mainly to overtime and few positions that were filled but not budgeted for. The provision for employee costs needs to be adjusted upwards during the adjustments budget.

Remuneration of councillors

The municipality spent R507 000 (4%) more on the remuneration of Councillors than the year-to-date budget of R12 059 000 during the period under review. The variance is attributed to EXCO members which were budgeted as part-time but currently being remunerated as full-time councillors. This will be corrected during the adjustments budget.

Debt impairment

The municipality incurred R35 014 000 (>43%) less on debt impairment than the year-to-date budget of R81 973 000 during the period under review. This due to the fact that the full impact of debt impairment will be effected at the end of the financial year. Based on the current collection trends and audit of indigents, this item will still be looked at during the adjustments budget.

Depreciation and asset impairment

The municipality incurred R79 701 000 (>30%) less on depreciation and asset impairment than the year-to-date budget of R262 789 000 during the period under review. The variance is attributable to the slow capital expenditure as well as over-budgeting for depreciation of assets have already reached its useful life. This item will be adjusted downwards during the adjustments budget.

Finance charges

The municipality spent R2 662 000 (>12%) more on finance charges than the year-to-date budget of R21 990 000 during the period under review. The variance is attributable to restructuring of loans with both ABSA and DBSA. Which has resulted in additional finance charges. The granting of the payment holiday, with the term of the loan being kept the same, has attracted additional charges particularly with ABSA. Through the new amortisation schedules, this will be corrected during the adjustments budget.

Bulk purchases

The municipality spent R29 961 000 (>10%) less on bulk purchases than the year-to-date budget of R309 365 000 during the period under review. The variance is attributable to lower demand for consumption for electricity since most businesses in the jurisdiction are struggling economically. The municipality has also not incurred any expenditure in respect of bulk water to the Department of Water Affairs and budgeted for. This expenditure is expected to be incurred later in the financial year. This item will be looked closely in line with the consumption levels and trends during the adjustments budget.

Contracted services

The municipality spent R5 351 000 (31%) more on contracted services than the year-to-date budget of R17 473 000. This over expenditure is due to external security services (R11.5 million as well as the finance consultant fees (R5.4 million). Taking into consideration the year-to-date expenditure on security services, the full year forecast projection indicates that the municipality will require another R30 000 to accommodate this line item if no action is taken to curb it. Finance consultant fees were necessary for the compilation of a GRAP compliance AFS and the asset register, which will not be necessary for the remainder of the financial year. The municipality is urged to implement strict budget control measure in order to remain within the budget.

Other general expenditure

The municipality spent R23 947 000 (>17%) less on other general expenses than the year-to-date budget of R142 389 000 during the period under review. Stringent budget monitoring and expenditure curbing have been applied in order to deal with the current cash flow situation. Over expenditure has however been incurred in some of the line items within general expenditure. These include, but not limited to, the departmental charges, machinery hire, ward committees, VIP toilets, telephone and SALGA membership fees. General expenditure is recommended to be adjustment in line with the performance of each line item.

It is further recommended that cost containment and budget control measures are exercised under this expenditure item.

3.1.3 Net operating results (surplus)

The summary of the net operating results for the half of the financial year is reflected in Table 3 below.

Table 3: Summary statement of Financial Performance

Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance
R thousands								%
Total Operating Revenue	1,784,740	1,935,457	-	257,980	1,098,343	1,104,477	(6,134)	2%
Total Operating Expenditure	2,097,674	2,237,008	-	151,072	956,149	1,118,504	(162,355)	-15%
Surplus/(Deficit)	(471,415)	(468,287)	-	93,403	89,011	(97,395)	(168,489)	

As at 31 December 2018, the municipality recorded a surplus of R89 011 000, which is had initials expected a deficit of (R97 395 000). This after year-to-date revenue of R1 098 343 000 and expenditure of R956 149 000. Cognisance must be taken that, included in the total revenue is the revenue from transfers recognised – capital in the amount of R53 183 000.

The variance in actual performance and the budget is mainly due the under-expenditure of R162 355 000 during the period under review, reasons for which are provided in 2 above. The municipality needs to analyse the above in line with its realistic payment factor in order to ascertain is the surplus is able to result to cash since the revenue projected in 2 above is expressed in billing or levies.

4.2 Capital budget performance

The capital budget of the municipality seem to be performing very slowly. The capital expenditure for the first half of the financial year amounted to R63 047 000, which represents 31% of the approved total capital budget of R205 576 000. Comparison between the pro rata budget of R102 788 000 and actual expenditure for the period reflects an under expenditure of R39 740 000, which implies that the municipality spent 39% less than the budget for the same period. The under expenditure is mainly attributed to delay in the supply chain process as well as the cash-flow situation. Departments are encouraged to spend more on grants to avoid the reverting of conditional grants to the National Revenue Fund.

4.2.1 Capital expenditure by municipal vote

Table 4 below reflects the high-level summary of capital expenditure by municipal vote or department. Table clearly indicates that there is relatively low expenditure in Technical Services. This department is carrying about 98 percent of the capital budget of the entire municipality.

Table 4: Capital Expenditure by Municipal Vote

Vote Description	Budget Year 2018/19					
	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands						
Municipal Vote						
CORPORATE SERVICES	-	-	-	-	-	
COMMUNITY SERVICES	2,640	-	1,715	1,320	395	30%
BUDGET AND TREASURY	1,000	-	636	500	136	27%
MUNICIPAL MANAGER	-	-	-	-	-	
DEVELOPMENT PLANNING AND HUMAN SETTLEMENTS	-	-	15	-	15	0%
TECHNICAL SERVICES	197,436	-	59,910	98,718	(38,808)	-39%
ELECTRICAL AND MECHANICAL SERVICES	4,500	-	771	2,250	(1,479)	-66%
Total Capital Expenditure	205,576	-	63,047	102,788	(39,740)	-39%

4.2.2 Capital expenditure by funding source

Table 5 below reflects the high-level summary of capital expenditure by funding sources.

Table 5: Capital Expenditure by Funding Source

Vote Description	Budget Year 2018/19					
	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands						
Funding sources						
National Government	148,032	-	46,428	74,016	(27,588)	-37%
Provincial Government	18,704	-	6,755	9,352	(2,597)	-28%
Internally generated funds	38,840	-	9,864	19,420	(9,556)	-49%
Total Capital Funding	205,576	-	63,047	102,788	(39,740)	-39%

Internally funded projects

Approximately R38 840 000 of the capital projects are funded from internal reserves. As at the end of the first half of the financial year, the municipality had spent R9 864 000 (25%) of the internally funded projects. During the same period, the municipality spent R9 556 000 less on such funded projects than a pro-rata budget of R19 420 000, which represents under-performance of 49%. The projects that are under-spending are mainly roads resealing, land development (services), skips and skip truck, storm-water water management. Note should however be taken that orders have already been issued for most of the projects. The municipality will therefore need to assess its cash flow position and affordability during the adjustment budget.

Grant funded projects

Approximately R166 736 000 of the capital projects are funded from grants, with R148 032 000 and R18 704 000 from national and provincial governments respectively. Most of the funding for these grants have already been received by the municipality. As at the end of the first half of the financial year, the municipality had spent R53 183 000 (32%) of the grant funded projects. During the same period, the municipality spent R30 185 000 less on such funded projects than a pro-rata budget of R83 368 000, which represents under-performance of 36%. This was due to project and procurement plans as prepared by departments, slow SCM processes as well as the cash flow challenges faced by the

municipality. It is imperative that expenditure on these projects is fast-tracked in order to avoid funds being reverted to the National Revenue Fund at the end of the year.

4.3 Financial position

As at end the sixth month of the financial year, the municipality seemed to be showing a favourable equity position, with a net effect of R6.7 billion. While this picture looks good, it is however important to point out major contributors to such a favourable equity position being assets consumer debtors and the property plant and equipment, investment in associate as well as the liabilities such as long term loans, consumer deposits, trade and payables (inclusive of unspent conditional grants) and other provisions. The analysis of these financial position items will be discussed in comparison with the available cash and cash equivalent at the end of the review period. Table 6 below reflects the summary of financial position of the municipality as at 31 December 2018 as per C6 table:

Table 6: Statement of Financial Position

Description	2017/18	Budget Year 2018/19			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
ASSETS					
Current assets					
Cash	9,612	1,265		34,263	1,265
Call investment deposits	47,407	10,951		53,379	10,951
Consumer debtors	673,840	305,160		603,566	305,160
Other debtors	51,145	33,098		94,093	33,098
Current portion of long-term receivables	4	-		2	-
Inventory	12,420	15,575		13,025	15,575
Total current assets	794,427	366,049	-	798,328	366,049
Non current assets					
Long-term receivables	-	-		-	-
Investments	-	-		-	-
Investment property	365,272	361,651		379,606	361,651
Investments in Associate	301,163	298,182		275,279	298,182
Property, plant and equipment	6,716,697	6,840,820		6,620,451	6,840,820
Agricultural	-	-		-	-
Biological assets	-	-		-	-
Intangible assets	5,758	7,650		4,213	7,650
Other non-current assets	7,469	7,425		7,469	7,425
Total non current assets	7,396,359	7,515,728	-	7,287,017	7,515,728
TOTAL ASSETS	8,190,786	7,881,777	-	8,085,345	7,881,777
LIABILITIES					
Current liabilities					
Bank overdraft	-	-		-	-
Borrowing	-	33,987		11,384	33,987
Consumer deposits	18,965	16,867		22,527	16,867
Trade and other payables	514,895	240,096		683,964	240,096
Provisions	-	6,691		39,290	6,691
Total current liabilities	533,860	297,641	-	757,165	297,641
Non current liabilities					
Borrowing	431,733	373,941		393,333	373,941
Provisions	165,602	160,980		145,207	160,980
Total non current liabilities	597,335	534,920	-	538,540	534,920
TOTAL LIABILITIES	1,131,195	832,561	-	1,295,706	832,561
NET ASSETS	7,059,591	7,049,216	-	6,789,639	7,049,216
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	7,032,915	7,046,945		6,762,246	7,046,945
Reserves	26,676	2,271		27,393	2,271
TOTAL COMMUNITY WEALTH/EQUITY	7,059,591	7,049,216	-	6,789,639	7,049,216

4.3.1 Assets

Variances were noted between the budgeted values of assets and the actuals recorded at the end of the review period. As at the end of December 2018, the municipality recorded total assets of R8.0 billion, made up of R798.3 million and R7.2 billion for current assets and non-current assets respectively. Current assets are those assets that are likely to be converted into cash within twelve months, which non-current assets are likely to be received as cash over a long-term. The following asset items were noted to require attention during the adjustments budget.

Cash and investments

As at the end of December 2018, the municipality recorded cash and investments of R87.5 million at the end of the first half of the year. The projected cash and investments for year amounts to R12.1 million, a difference of R75.4 million. This is due to additional grants that the municipality has received and invested during first half of the financial year. These investments are expected to be utilised during the last half of the financial year. Based on the current payment factor and expenditure levels, the budget for cash and cash equivalents will still be looked at during the adjustments budget.

Consumer debtors

As at the end of December 2018, the municipality recorded consumer debtors of R603.5 million, representing about 7% of the total assets. Table SC3 of Schedule C reflects that gross consumer debtors amounted to R1.28 billion at the end of December. Looking at the annual budgeted consumer debtors of R305.1 million, consumer debtors appear to be understated by almost R298.4 million. This is due to the fact that the impact of debt impairment will be fully effected at the end of the financial year. This is also an indication of the rate at which consumer debtors are escalating. It will be important that council fast-track implementation of its credit control and debt collection strategies in order to collect the outstanding debtors. The municipality will need to estimate the projected annual debtors and the provision for debt impairment in order to accurately budget for the consumer debtors at the end of the financial year.

Inventory

As at the end of December 2018, the municipality recorded inventory to the value of R13.0 million. This is R2.5 million less the amount of R15.5 million projected for at the end of the financial year. This is due to the stock that the municipality has purchased during the first six months of the financial, which stock will be utilised during the remainder of the financial year for service delivery. However, the budget for inventory will be reviewed in line with the expected demand and requirements during the adjustments budget.

Investment Property

As at the end of December 2018, the municipality recorded investment properties to the value of R379.6 million. This is R18 million more than the amount of R361.6 million projected for at the end of the financial year. The variance is attributable to valuation of properties that was performed by the municipality for 2017/18 audit purposes. Adjustments will be made in line with the recent valuations in the adjustments budget.

Investment in Associate

As at the end of December 2018, the municipality recorded Investment in uThukela Water to the value of R275.2 million, representing 3% of the total assets. This is R22.9 million less than the amount of R298.1 million projected for at the end of the financial year. This is clear indication of the decrease in the net asset value of the entity based on its 2017/18 annual financial statements. Adjustments in the Investments in Associate will be made in line with the 2017/18 AFS in the adjustments budget.

Property Plant and Equipment (PPE)

Property Plant and Equipment comprised of R6.6 billion of the total assets of R8 billion, which represents 82% of the total assets. These assets comprise of roads and storm water, water and infrastructure, electricity infrastructure, community assets, and other plants and equipment which the municipality has acquired mainly for service delivery and for its own use. Service delivery of the municipal is majored by its ability to provide these services to communities.

As at the end of December 2018, the municipality recorded PPE to the value of R6.6 billion. This is R220.3 million less than the amount of R6.8 billion projected for at the end of the financial year. This is mainly due to the slow expenditure on capital budget, which will result in additional infrastructure. PPE need to be relooked in line with the projected CAPEX and depreciation during the adjustments budget.

Intangible Assets

As at the end of December 2018, the municipality recorded intangible assets to the value of R4.2 million. This is R3.4 million less than the amount of R7.6 million projected for at the end of the financial year. This is due to intangible assets that were written-off because they were no longer utilised by the municipality. The projection for the intangible assets will be an adjustment downwards in line with the updated asset register during the adjustments budget.

4.3.2 Liabilities

Variances were noted between the budgeted values of liabilities and the actuals recorded at the end of the review period. As at the end of December 2018, the municipality recorded total liabilities of R1.3 billion, made up of R757.1 million and R538.5 million for current liabilities and non-current liabilities respectively. Current liabilities are those liabilities that are payable by the municipality within the twelve months, while non-current liabilities are those liabilities that are payable over a period beyond twelve months. The following liability items were noted to require attention during the adjustments budget.

Borrowings

As at the end of December 2018, the municipality recorded total borrowings of R404.7 million, while the municipality had budgeted that borrowings will be standing at R407.9 million at the end financial year. It is therefore clear that the projection of R407.9 million is overstated since the balance all loans is already below this figure. This is even more so due to the fact that loan repayments are due to take place in March and June of the financial year. Based on the updated amortisation schedules, the projection for borrowings will be corrected during the adjustments budget.

Consumer deposits

As at the end of December 2018, the municipality recorded consumer deposits of R22.5 million. This figure is R5.7 million more than the budget of R16.8 million projected for at the end of the financial year. This is due to a resolution taken by council to increase deposits for new and defaulting consumers. The budget for consumer deposits will be corrected in line with the updated deposit register during the adjustments budget.

Trade and other payables

As at the end of December 2018, the municipality recorded trade and other payables amounting to R683.9 million. This amount includes, but limited to, trade creditors of R251.8 million, unspent conditional grants of R76 million, retentions of R37 million, leave provision of R50 million, bonus provision of R14 million, and vat levied of R186 million and salary accruals of R21 million. Important to note is the fact that cash and cash equivalents of R87.6 million as discussed in assets above was not adequate to honour these obligations. Taking into account trade creditors of R251.8 million, HDF of R27.3 million and unspent conditional grants of R76 million, this means that municipality is operating at a cash deficit of R267.5 million.

The municipality has projected trade and other payable of R240.0 million at the end of the financial year. The current balance of R683.9 million for trade and other payables seem to indicate that the budget of R240 million is understated. This is due to cash flow challenges faced by the municipality, which results in invoices not being paid on time. The municipality must make use of the adjustments budget to correctly project for trade and other payables at the end of the year. But also, it must use the same opportunity to ensure that budget is limited to realistic receipts. Measures must be implemented to ensure that purchase orders are only generated for goods and services for which cash will be available to honour.

Unspent conditional grants

As at the end of December 2018, the municipality had unspent conditional grants amounting to R76 million. It will be important that expenditure on conditional grants is fast-tracked in line with their conditions of grants so that the municipality does not lose such grants to National Treasury at the end of the financial year. As indicated above, the balance of cash and cash equivalent of R87.6 million indicates that conditional grants are not fully cash-backed, taking into account the HDF and trade creditors.

Provisions

As at the end of December 2018, the municipality recorded provisions amounting to R184.4 million. This is R16.9 million less than the budget of R167.5 million projected for provisions at the end of the financial year. These include provisions for landfill site and defined benefit plan. The variance between the budget and the actual is attributable to valuations that have been performed by the municipality at the end of the 2017/18 financial. There is therefore a need to update budget for provisions based on the recent valuations.

4.3.3 Net current assets

The municipality seemed to be enjoying a favourable net current position at the end of December 2018, with current assets (R789.3 million) exceeding current liabilities (R538.5 million) by R41.1 million. This represents a current ratio of 1.4, which is however below the National Treasury recommended norm of 1.5. This picture however indicates that, when converted into cash, the current assets of the municipality will be adequate to cover its short-

term obligations. It is also noted that consumer debtors represents about 76% of the current assets. This therefore implies that the municipality will need to focus on the collection of its consumer debtors in order to ensure that adequate cash is collected in order to pay its current liabilities over the next six months.

4.4 Cash flow analysis

Table 7 below reflected the summary of cash flow movements for the past six months as extracted from table C7 of the Schedule C.

Table 7: Cash Flow Statement

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates	180,280	233,985		17,668	107,426	116,993	(9,567)	-8%	233,985
Service charges	794,533	859,570		13,229	381,801	429,785	(47,984)	-11%	859,570
Other revenue	43,610	37,516		12,402	50,083	18,758	31,325	167%	37,516
Government - operating	345,816	384,734		121,303	281,703	281,703	-		384,734
Government - capital	217,288	162,426		2,617	67,189	67,189	-		162,426
Interest	16,036	9,328		1,677	7,446	4,664	2,782	60%	9,328
Dividends							-		
Payments									
Suppliers and employees	(1,355,861)	(1,492,315)		(109,191)	(757,955)	(746,158)	11,797	-2%	(1,492,315)
Finance charges	(32,127)	(43,979)		(2,408)	(19,328)	(21,960)	(2,662)	12%	(43,979)
Transfers and Grants	-						-		
NET CASH FROM/(USED) OPERATING ACTIVITIES	209,574	151,264	-	57,295	118,366	150,945	32,579	22%	151,264
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE		21,200			2,455	10,600	(8,145)	-77%	21,200
Decrease (Increase) in non-current debtors	-	-					-		-
Decrease (increase) other non-current receivables	-	33,125					-		33,125
Decrease (increase) in non-current investments	-	-					-		-
Payments									
Capital assets	(155,174)	(205,576)		(18,730)	(63,048)	(102,788)	(39,739)	39%	(205,576)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(155,174)	(151,250)	-	(18,730)	(60,593)	(92,188)	(31,594)	34%	(151,250)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-						-		
Borrowing long term/refinancing	-						-		
Increase (decrease) in consumer deposits							-		
Payments									
Repayment of borrowing	(47,889)	(32,000)		(18,110)	(27,595)	(16,000)	11,595	-72%	(32,000)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(47,889)	(32,000)	-	(18,110)	(27,595)	(16,000)	11,595	-72%	(32,000)
NET INCREASE/ (DECREASE) IN CASH HELD	6,512	(31,986)	-	20,456	30,177	42,757			(31,986)
Cash/cash equivalents at beginning:	50,508	33,251			57,465	33,251			57,465
Cash/cash equivalents at month/year end:	57,019	1,265			87,642	76,008			25,479

The municipality opened with a cash and cash equivalent balance of R57.4 million at the beginning of the financial year. As at the end of sixth month of the financial year, the municipality had a cash balance of R87.6 million, representing a cash increase of R30.1million. It is important to note that, although the cash indicate increase in cash over the review period, this amount could have been even more, if all unspent conditional grants were fully cash backed. No major variances were noted between budget cash flows and the actual receipts and payments over the review period.

4.4.1 Cash flows from operating activities

Operating activities are those receipts and payments that are received and paid by the municipality in the normal operations of the municipality. They include receipts from property rates, service charges, grants, all sundry revenue and payments of employees, service charges and finance charges. As at the end of the sixth month, the municipality recorded receipts and payments of R895.6 million and payments of R777.2 million from operating activities respectively. Cash flows from operating activities yielded a net cash inflow of R118 million. This is R32.6 million lower than the year-to-date budget of R150.9 million, which is due to low payment factor. There is a need look into the cash flow budget for operating activities during the adjustments budget.

4.4.2 Cash flows from investing activities

Investing activities are those receipts and payments that are received and paid by the municipality as a result of disposal or acquisition of its assets, collection or payments on non-current debtors and withdrawal or advancing of investments. As at the end of the sixth month, the municipality recorded payments of R60.5million from investing activities for the acquisition of assets in terms of the approved capital budget. No receipts were recorded for this purpose. This is R31.6 million lower than the year-to-date budget of R92.1, mainly due to low capital expenditure. There is a need look into the cash flow budget for investing activities in line with CAPEX during the adjustments budget.

4.4.3 Cash flows from financing activities

Financing activities are those receipts and payments that are received and paid by the municipality to acquire external loans and the repayment of such external loans. As at the end of the sixth month, the municipality recorded payments of R27.5 million from financing activities for the repayment. No receipts of external loans were recorded for this purpose. This is R11.5 million more than the year-to-date budget of R16 million, mainly due to incorrect budgeting. The budget for the cash flows from financing activities will be corrected during the adjustments budget.

5. CONCLUSION

Operating financial revenue seem to be performing fairly well overall however there is a need to correct other revenue items downwards during the adjustments budget, particularly fines, rental and other revenue. It will be critical to assess the collection rate and capacity of all revenue items in order to estimate and justify receipts and payments at the adjustments budget process. Again the budget under-performance of for debt impairment and depreciation on operating expenditure seem to be distorting the net operating results (surplus). It is important that these items are adjusted correctly at

the adjustment budget in order to give a true picture of operating performance. While the net operating results indicate that a surplus, this picture is highly likely to change in the adjustment budget and year-end if measures are not put in place to curb expenditure.

The financial position of the municipality indicates a favourable equity and net current asset positions at midyear. However, the review indicates a need to correct a number of both asset in liability items for a number of reasons indicated above. A number of adjustment are necessary to align with the recently audited 2017/18 AFS as well as the valuations performed for each relevant item.

Differences were also noted between the actual cash flows at mid-year and projected cash flows at the end of the financial for different cash flow activities. These will also be attended to via the adjustments budget. Furthermore, it was noted that cash at the reporting date was far less adequate to cover current obligations of the municipality. The municipality will need to be estimate realistic cash projections for receipts and payments in order to determine the projected cash at the end of the financial year.

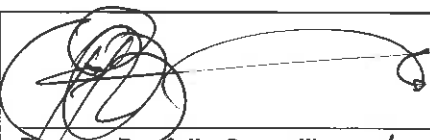
6. RECOMMENDATIONS

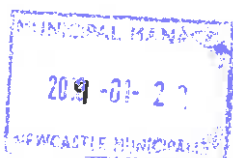
It is recommended:

- (a) that the mid-year budget review for the period ended 31 December 2018 be noted and approved;
- (b) that, based on the variances presented between the approved budget and actuals for the first half of the year, an adjustment budget is necessary;
- (c) that, subject to approval of recommendation of (b) above, that the Accounting Officer be mandated to prepare and submit the adjustment budget to Council for consideration;
- (d) that the Accounting Officer be mandated to submit the mid-year assessment report to National and Provincial Treasuries as required by S72(1)(b) of the Municipal Finance Management Act No.56 of 2003;
- (e) that departmental budgetary requirements be dealt with administratively and addressed in terms of the approved virement policy pending approval of the adjustments budget;


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KZN252 Newcastle - Table C1 Monthly Budget Statement Summary - Mid-Year Assessment

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	252,934	295,785	-	24,243	152,227	147,892	4,334	3%	295,785
Service charges	962,401	1,008,550	-	85,747	537,622	504,275	33,347	7%	1,008,550
Investment revenue	4,826	4,041	-	788	2,666	2,020	646	32%	4,041
Transfers and subsidies	365,726	384,734	-	130,754	329,115	329,115	-	-	384,734
Other own revenue	40,372	75,611	-	2,943	23,530	37,806	(14,276)	-38%	75,611
Total Revenue (excluding capital transfers and contributions)	1,626,259	1,768,722	-	244,475	1,045,160	1,021,109	24,051	2%	1,768,722
Employee costs	538,871	537,171	-	47,747	272,497	268,585	3,912	1%	537,171
Remuneration of Councillors	21,527	24,119	-	2,192	12,566	12,059	507	4%	24,119
Depreciation & asset impairment	452,759	525,578	-	30,806	183,088	262,789	(79,701)	-30%	525,578
Finance charges	35,355	43,979	-	2,409	19,328	21,990	(2,662)	-12%	43,979
Materials and bulk purchases	537,642	622,493	-	30,301	280,445	311,246	(30,801)	-10%	622,493
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	511,520	483,668	-	37,617	188,224	241,834	(53,610)	-22%	483,668
Total Expenditure	2,097,674	2,237,008	-	151,072	956,149	1,118,504	(162,355)	-15%	2,237,008
Surplus/(Deficit)	(471,415)	(468,287)	-	93,403	89,011	(97,395)	186,406	-191%	(468,287)
Transfers and subsidies - capital (monetary allocations)	158,481	166,736	-	13,504	53,183	83,368	(30,185)	-36%	166,736
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(312,934)	(301,551)	-	106,908	142,194	(14,027)	156,221	-1114%	(301,551)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(312,934)	(301,551)	-	106,908	142,194	(14,027)	156,221	-1114%	(301,551)
Capital expenditure & funds sources									
Capital expenditure	179,893	205,576	-	18,715	63,047	102,788	(39,740)	-39%	205,576
Capital transfers recognised	158,481	166,736	-	13,504	53,183	83,368	(30,185)	-36%	166,736
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	21,412	38,840	-	5,211	9,864	19,420	(9,556)	-49%	38,840
Total sources of capital funds	179,893	205,576	-	18,715	63,047	102,788	(39,740)	-39%	205,576
Financial position									
Total current assets	794,427	366,049	-	-	798,328	-	-	-	366,049
Total non current assets	7,396,359	7,515,728	-	-	7,287,017	-	-	-	7,515,728
Total current liabilities	533,860	297,641	-	-	757,165	-	-	-	297,641
Total non current liabilities	597,335	534,920	-	-	538,540	-	-	-	534,920
Community wealth/Equity	7,059,591	7,049,216	-	-	6,789,639	-	-	-	7,049,216
Cash flows									
Net cash from (used) operating	209,574	151,264	-	57,295	118,366	150,945	32,579	22%	151,264
Net cash from (used) investing	(155,174)	(151,250)	-	(18,730)	(60,593)	(92,188)	(31,594)	34%	(151,250)
Net cash from (used) financing	(47,889)	(32,000)	-	(18,110)	(27,595)	(16,000)	11,595	-72%	(32,000)
Cash/cash equivalents at the month/year end	57,019	1,265	-	-	87,642	76,008	(11,634)	-15%	25,479
Debtors & creditors analysis									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	90,589	46,105	52,838	39,563	41,925	29,170	140,313	840,232	1,280,736
Creditors Age Analysis									
Total Creditors	72,988	42,735	74,536	39,993	16,556	-	1	5,038	251,845

KZN252 Newcastle - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Mid-Year Assessment

Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue - Functional										
<i>Governance and administration</i>		360,307	412,281	-	53,961	228,587	206,140	22,446	11%	412,281
Executive and council		11,473	8,717	-	2,037	5,952	4,359	1,593	37%	8,717
Finance and administration		348,834	403,564	-	51,924	222,635	201,782	20,853	10%	403,564
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		32,639	55,083	-	2,899	20,904	27,542	(6,638)	-24%	55,083
Community and social services		18,274	29,534	-	1,604	12,854	14,767	(1,913)	-13%	29,534
Sport and recreation		541	698	-	630	736	349	386	111%	698
Public safety		6,942	11,450	-	72	1,619	5,725	(4,106)	-72%	11,450
Housing		6,836	13,331	-	591	5,675	6,665	(990)	-15%	13,331
Health		47	71	-	1	20	35	(16)	-45%	71
<i>Economic and environmental services</i>		109,277	87,648	-	21,159	48,643	43,824	4,819	11%	87,648
Planning and development		70,898	22,907	-	806	4,510	11,454	(6,943)	-61%	22,907
Road transport		38,379	64,741	-	20,352	44,133	32,370	11,762	36%	64,741
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		1,282,385	1,380,276	-	179,949	800,141	826,886	(26,745)	-3%	1,380,276
Energy sources		718,633	770,528	-	75,833	419,905	424,600	(4,695)	-1%	770,528
Water management		290,791	316,642	-	44,673	187,375	197,657	(10,282)	-5%	316,642
Waste water management		176,687	195,371	-	40,694	125,541	137,022	(11,481)	-8%	195,371
Waste management		96,274	97,735	-	18,749	67,321	67,608	(287)	0%	97,735
<i>Other</i>	4	132	169	-	12	68	84	(16)	-19%	169
Total Revenue - Functional	2	1,784,740	1,935,457	-	257,980	1,098,343	1,104,477	(6,134)	-1%	1,935,457
Expenditure - Functional										
<i>Governance and administration</i>		541,588	412,389	-	39,794	178,519	206,194	(27,675)	-13%	412,389
Executive and council		190,702	81,497	-	7,907	41,516	40,748	768	2%	81,497
Finance and administration		350,886	330,892	-	31,887	137,003	165,446	(28,444)	-17%	330,892
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		181,581	223,369	-	18,543	101,200	111,685	(10,485)	-9%	223,369
Community and social services		26,192	29,016	-	2,249	13,917	14,508	(591)	-4%	29,016
Sport and recreation		68,213	76,393	-	6,844	36,638	38,196	(1,558)	-4%	76,393
Public safety		58,141	65,757	-	5,982	30,924	32,878	(1,954)	-6%	65,757
Housing		25,358	44,877	-	2,881	16,394	22,439	(6,044)	-27%	44,877
Health		3,678	7,327	-	587	3,326	3,664	(338)	-9%	7,327
<i>Economic and environmental services</i>		250,510	264,341	-	29,296	171,885	132,171	39,714	30%	264,341
Planning and development		24,167	27,477	-	1,387	9,766	13,738	(3,973)	-29%	27,477
Road transport		226,343	236,865	-	27,909	162,119	118,432	43,687	37%	236,865
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		1,123,847	1,335,639	-	63,426	504,493	667,819	(163,326)	-24%	1,335,639
Energy sources		608,813	708,833	-	38,214	312,645	354,416	(41,772)	-12%	708,833
Water management		383,390	493,851	-	18,167	154,586	246,926	(92,340)	-37%	493,851
Waste water management		60,109	65,969	-	1,029	2,981	32,984	(30,004)	-91%	65,969
Waste management		71,534	66,986	-	6,016	34,282	33,493	789	2%	66,986
<i>Other</i>		148	1,270	-	12	52	635	(583)	-92%	1,270
Total Expenditure - Functional	3	2,097,674	2,237,008	-	151,072	956,149	1,118,504	(162,355)	-15%	2,237,008
Surplus/ (Deficit) for the year		(312,934)	(301,551)	-	106,908	142,194	(14,027)	156,221	-1114%	(301,551)

KZN252 Newcastle - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Mid-Year Assessment

Vote Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote										
Vote 1 - CORPORATE SERVICES	1	66,746	68,030	-	21,730	50,386	34,015	16,371	48.1%	68,030
Vote 2 - COMMUNITY SERVICES		130,826	139,488	-	21,057	82,550	69,744	12,806	18.4%	139,488
Vote 3 - BUDGET AND TREASURY		293,561	344,251	-	32,231	178,774	172,125	6,649	3.9%	344,251
Vote 4 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMEN		77,865	36,407	-	1,410	10,254	18,203	(7,950)	-43.7%	36,407
Vote 6 - TECHNICAL SERVICES		497,109	576,754	-	105,719	372,126	385,789	(13,663)	-3.5%	576,754
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		718,633	770,528	-	75,833	404,254	424,600	(20,346)	-4.8%	770,528
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	1,784,740	1,935,458	-	257,980	1,098,343	1,104,477	(6,134)	-0.6%	1,935,458
Expenditure by Vote										
Vote 1 - CORPORATE SERVICES	1	239,523	146,473	-	13,869	51,497	73,237	(21,740)	-29.7%	146,473
Vote 2 - COMMUNITY SERVICES		284,594	291,202	-	26,974	143,764	145,601	(1,837)	-1.3%	291,202
Vote 3 - BUDGET AND TREASURY		162,888	152,792	-	13,615	69,749	76,396	(6,647)	-8.7%	152,792
Vote 4 - MUNICIPAL MANAGER		70,952	62,110	-	6,010	29,491	31,055	(1,564)	-5.0%	62,110
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMEN		59,379	79,124	-	5,290	29,223	39,562	(10,339)	-26.1%	79,124
Vote 6 - TECHNICAL SERVICES		671,525	796,474	-	47,099	314,146	398,237	(84,091)	-21.1%	796,474
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		608,813	708,833	-	38,214	318,279	354,416	(36,137)	-10.2%	708,833
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	2,097,674	2,237,008	-	151,072	956,149	1,118,504	(162,355)	-14.5%	2,237,008
Surplus/ (Deficit) for the year	2	(312,934)	(301,551)	-	106,908	142,194	(14,027)	156,221	-1113.7%	(301,551)

KZN252 Newcastle - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Mid-Year Assessment

Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates		252,934	295,785		24,243	152,227	147,892	4,334	3%	295,785
Service charges - electricity revenue		649,843	686,768		52,562	348,809	343,384	5,425	2%	686,768
Service charges - water revenue		156,568	161,896		15,546	90,058	80,948	9,110	11%	161,896
Service charges - sanitation revenue		90,849	95,532		9,997	56,465	47,766	8,699	18%	95,532
Service charges - refuse revenue		65,141	64,354		7,643	42,291	32,177	10,114	31%	64,354
Service charges - other		-	-		-	-	-	-	-	-
Rental of facilities and equipment		7,815	6,642		598	4,111	4,321	(210)	-5%	6,642
Interest earned - external investments		4,826	4,041		788	2,666	2,020	646	32%	4,041
Interest earned - outstanding debtors		11,595	13,218		680	4,780	6,609	(1,829)	-28%	13,218
Dividends received		-	-		-	-	-	-	-	-
Fines, penalties and forfeits		6,103	8,710		6	1,076	4,355	(3,277)	-75%	8,710
Licences and permits		10	13		1	7	6	0	5%	13
Agency services		-	-		-	-	-	-	-	-
Transfers and subsidies		365,726	384,734		130,754	329,115	329,115	-	-	384,734
Other revenue		14,848	45,029		1,448	13,554	22,514	(8,961)	-40%	45,029
Gains on disposal of PPE		-	-		-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		1,626,259	1,768,722	-	244,475	1,045,160	1,021,109	24,051	2%	1,768,722
Expenditure By Type										
Employee related costs		538,871	537,171		47,747	272,497	268,585	3,912	1%	537,171
Remuneration of councillors		21,527	24,119		2,192	12,566	12,059	507	4%	24,119
Debt impairment		137,597	163,946		620	46,959	81,973	(35,014)	-43%	163,946
Depreciation & asset impairment		452,759	525,578		30,806	183,088	262,789	(79,701)	-30%	525,578
Finance charges		35,355	43,979		2,409	19,328	21,990	(2,662)	-12%	43,979
Bulk purchases		530,968	618,730		30,152	279,404	309,365	(29,961)	-10%	618,730
Other materials		6,673	3,763		150	1,041	1,881	(840)	-45%	3,763
Contracted services		53,171	34,945		6,614	22,624	17,473	5,351	31%	34,945
Transfers and subsidies		-	-		-	-	-	-	-	-
Other expenditure		320,751	284,777		30,182	118,442	142,389	(23,947)	-17%	284,777
Loss on disposal of PPE		-	-		-	-	-	-	-	-
Total Expenditure		2,097,674	2,237,008	-	151,072	956,149	1,118,504	(162,355)	-15%	2,237,008
Surplus/(Deficit)		(471,415)	(468,287)	-	93,403	89,011	(97,395)	186,406	(0)	(468,287)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		158,481	166,736		13,504	53,183	83,368	(30,185)	(0)	166,736
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-		-	-	-	-	(0)	-
Transfers and subsidies - capital (in-kind - all)		-	-		-	-	-	-	(0)	-
Surplus/(Deficit) after capital transfers & contributions		(312,934)	(301,551)	-	106,908	142,194	(14,027)			(301,551)
Taxation		-	-		-	-	-	-	-	-
Surplus/(Deficit) after taxation		(312,934)	(301,551)	-	106,908	142,194	(14,027)			(301,551)
Attributable to minorities		-	-		-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(312,934)	(301,551)	-	106,908	142,194	(14,027)			(301,551)
Share of surplus/ (deficit) of associate		-	-		-	-	-	-	-	-
Surplus/ (Deficit) for the year		(312,934)	(301,551)	-	106,908	142,194	(14,027)			(301,551)

KZN252 Newcastle - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Mid-Year Assessment

Vote Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
Vote 2 - COMMUNITY SERVICES		-	-	-	-	-	-	-	-	-
Vote 3 - BUDGET AND TREASURY		-	-	-	-	-	-	-	-	-
Vote 4 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENTS		-	-	-	-	-	-	-	-	-
Vote 6 - TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - CORPORATE SERVICES		1,955	-	-	-	-	-	-	-	-
Vote 2 - COMMUNITY SERVICES		8,912	2,640	-	945	1,715	1,320	395	30%	2,640
Vote 3 - BUDGET AND TREASURY		-	1,000	-	119	636	500	136	27%	1,000
Vote 4 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENTS		36,701	-	-	-	15	-	15	#DIV/0!	-
Vote 6 - TECHNICAL SERVICES		130,826	197,436	-	17,245	59,910	98,718	(38,808)	-39%	197,436
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		1,499	4,500	-	407	771	2,250	(1,479)	-66%	4,500
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	179,893	205,576	-	18,715	63,047	102,788	(39,740)	-39%	205,576
Total Capital Expenditure		179,893	205,576	-	18,715	63,047	102,788	(39,740)	-39%	205,576
Capital Expenditure - Functional Classification										
<i>Governance and administration</i>		1,955	1,000	-	119	636	500	136	27%	1,000
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		1,955	1,000	-	119	636	500	136	27%	1,000
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		9,455	2,640	-	945	1,730	1,320	410	31%	2,640
Community and social services		6,048	990	-	384	1,154	495	659	133%	990
Sport and recreation		766	1,650	-	561	561	825	(264)	-32%	1,650
Public safety		99	-	-	-	-	-	-	-	-
Housing		543	-	-	-	15	-	15	#DIV/0!	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		46,849	142,436	-	10,690	27,341	71,218	(43,877)	-62%	142,436
Planning and development		20,512	-	-	-	-	-	-	-	-
Road transport		26,337	142,436	-	10,690	27,341	71,218	(43,877)	-62%	142,436
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		105,987	59,500	-	6,961	33,340	29,750	3,590	12%	59,500
Energy sources		1,499	4,500	-	407	771	2,250	(1,479)	-66%	4,500
Water management		104,489	55,000	-	6,554	32,569	27,500	5,069	18%	55,000
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>		15,646	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	179,893	205,576	-	18,715	63,047	102,788	(39,740)	-39%	205,576
Funded by:										
National Government		133,909	148,032	-	12,080	46,428	74,016	(27,588)	-37%	148,032
Provincial Government		6,926	18,704	-	1,424	6,755	9,352	(2,597)	-28%	18,704
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		15,646	-	-	-	-	-	-	-	-
Transfers recognised - capital		158,481	166,736	-	13,504	53,183	83,368	(30,185)	-36%	166,736
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		21,412	38,840	-	5,211	9,864	19,420	(9,556)	-49%	38,840
Total Capital Funding		179,893	205,576	-	18,715	63,047	102,788	(39,740)	-39%	205,576

References

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

KZN252 Newcastle - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - A - Mid-Year Assessment

Vote Description	Ref	2017/18	Budget Year 2018/19							
			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
Capital expenditure - Municipal Vote										
Expenditure of single-year capital appropriation	1									
Vote 1 - CORPORATE SERVICES		1,955	-	-	-	-	-	-	-	-
1.1 - Administration		1,955	-	-	-	-	-	-	-	-
1.2 - Human Resources		-	-	-	-	-	-	-	-	-
Vote 2 - COMMUNITY SERVICES		8,912	2,640	-	945	1,715	1,320	395	30%	2,640
2.1 - Culture & Amenities		5,814	2,640	-	945	1,715	1,320	395	30%	2,640
2.2 - community services		99	-	-	-	-	-	-	-	-
Vote 3 - BUDGET AND TREASURY		-	1,000	-	119	636	500	136	27%	1,000
3.1 - Financial Services		-	1,000	-	119	636	500	136	27%	1,000
3.2 - Data Processing		-	-	-	-	-	-	-	-	-
Supply Chain Unit		-	-	-	-	-	-	-	-	-
Vote 4 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Municipal Manager		-	-	-	-	-	-	-	-	-
Internal Audit Unit		-	-	-	-	-	-	-	-	-
Integrated Development Planning		-	-	-	-	-	-	-	-	-
Legal Services		-	-	-	-	-	-	-	-	-
Mayoral Services		-	-	-	-	-	-	-	-	-
Public Relations Office		-	-	-	-	-	-	-	-	-
Governance		-	-	-	-	-	-	-	-	-
Performance Manager		-	-	-	-	-	-	-	-	-
Information Technology		-	-	-	-	-	-	-	-	-
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENTS		36,701	-	-	-	15	-	15	#DIV/0!	-
Economic Development		15,646	-	-	-	-	-	-	-	-
Housing and Land		543	-	-	-	15	-	15	#DIV/0!	-
Town Planning		20,512	-	-	-	-	-	-	-	-
Vote 6 - TECHNICAL SERVICES		130,826	197,436	-	17,245	59,910	98,718	(38,808)	-39%	197,436
Civil Services		26,337	182,436	-	10,650	27,341	91,218	(63,877)	-70%	182,436
Water and Sanitation Services		104,489	15,000	-	6,554	32,569	7,500	25,069	334%	15,000
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		1,499	4,500	-	407	771	2,250	(1,479)	-66%	4,500
Electrical Services		1,499	4,500	-	407	771	2,250	(1,479)	-66%	4,500

Total single-year capital expenditure	179,893	205,576	-	18,715	63,047	102,788	(39,740)	(0)	205,576
Total Capital Expenditure	179,893	205,576	-	18,715	63,047	102,788	(39,740)	(0)	205,576

References

1. Insert 'Vote', e.g. Department, if different to standard structure

KZN252 Newcastle - Table C6 Monthly Budget Statement - Financial Position - Mid-Year Assessment

Description	Ref	2017/18	Budget Year 2018/19			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		9,612	1,265		34,263	1,265
Call investment deposits		47,407	10,951		53,379	10,951
Consumer debtors		673,840	305,160		603,566	305,160
Other debtors		51,145	33,098		94,093	33,098
Current portion of long-term receivables		4	-		2	-
inventory		12,420	15,575		13,025	15,575
Total current assets		794,427	366,049	-	798,328	366,049
Non current assets						
Long-term receivables		-	-		-	-
Investments		-	-		-	-
Investment property		365,272	361,651		379,606	361,651
Investments in Associate		301,163	298,182		275,279	298,182
Property, plant and equipment		6,716,697	6,840,820		6,620,451	6,840,820
Agricultural		-	-		-	-
Biological		-	-		-	-
Intangible		5,758	7,650		4,213	7,650
Other non-current assets		7,469	7,425		7,469	7,425
Total non current assets		7,396,359	7,515,728	-	7,287,017	7,515,728
TOTAL ASSETS		8,190,786	7,881,777	-	8,085,345	7,881,777
LIABILITIES						
Current liabilities						
Bank overdraft		-	-		-	-
Borrowing		-	33,987		11,384	33,987
Consumer deposits		18,965	16,867		22,527	16,867
Trade and other payables		514,895	240,096		683,964	240,096
Provisions		-	6,691		39,290	6,691
Total current liabilities		533,860	297,641	-	757,165	297,641
Non current liabilities						
Borrowing		431,733	373,941		393,333	373,941
Provisions		165,602	160,980		145,207	160,980
Total non current liabilities		597,335	534,920	-	538,540	534,920
TOTAL LIABILITIES		1,131,195	832,561	-	1,295,706	832,561
NET ASSETS	2	7,059,591	7,049,216	-	6,789,639	7,049,216
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		7,032,915	7,046,945		6,762,246	7,046,945
Reserves		26,676	2,271		27,393	2,271
TOTAL COMMUNITY WEALTH/EQUITY	2	7,059,591	7,049,216	-	6,789,639	7,049,216

KZN252 Newcastle - Table C7 Monthly Budget Statement - Cash Flow - Mid-Year Assessment

Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		180,280	233,985		17,668	107,426	116,993	(9,567)	-8%	233,985
Service charges		794,533	859,570		13,229	381,801	429,785	(47,984)	-11%	859,570
Other revenue		43,610	37,516		12,402	50,083	18,758	31,325	167%	37,516
Government - operating		345,816	384,734		121,303	281,703	281,703	-		384,734
Government - capital		217,288	162,426		2,617	67,189	67,189	-		162,426
Interest		16,036	9,328		1,677	7,446	4,664	2,782	60%	9,328
Dividends							-	-		
Payments										
Suppliers and employees		(1,355,861)	(1,492,315)		(109,191)	(757,955)	(746,158)	11,797	-2%	(1,492,315)
Finance charges		(32,127)	(43,979)		(2,408)	(19,328)	(21,990)	(2,662)	12%	(43,979)
Transfers and Grants		-					-	-		
NET CASH FROM/(USED) OPERATING ACTIVITIES		209,574	151,264	-	57,295	118,366	150,945	32,579	22%	151,264
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE			21,200			2,455	10,600	(8,145)	-77%	21,200
Decrease (increase) in non-current debtors		-	-					-		-
Decrease (increase) other non-current receivables		-	33,125					-		33,125
Decrease (increase) in non-current investments		-	-					-		-
Payments										
Capital assets		(155,174)	(205,576)		(18,730)	(63,048)	(102,788)	(39,739)	39%	(205,576)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(155,174)	(151,250)	-	(18,730)	(60,593)	(92,188)	(31,594)	34%	(151,250)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-					-	-		
Borrowing long term/refinancing		-					-	-		
Increase (decrease) in consumer deposits							-	-		
Payments										
Repayment of borrowing		(47,889)	(32,000)		(18,110)	(27,595)	(16,000)	11,595	-72%	(32,000)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(47,889)	(32,000)	-	(18,110)	(27,595)	(16,000)	11,595	-72%	(32,000)
NET INCREASE/ (DECREASE) IN CASH HELD		6,512	(31,986)	-	20,456	30,177	42,757			(31,986)
Cash/cash equivalents at beginning:		50,508	33,251			57,465	33,251			57,465
Cash/cash equivalents at month/year end:		57,019	1,265			87,642	76,008			25,479

KZN252 Newcastle - Supporting Table SC1 Material variance explanations - Mid-Year Assessment

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Fines, penalties and forfeits	-75%	Strict law enforcement.	
	Licences and permits	24%	Dependent on the consumer's reaction	
	Service charges - water revenue	11%	Governmental Department make payments in the first month.	
	Service charges - sanitation revenue	18%	Governmental Department make payments in the first month.	
	Service charges - refuse revenue	31%	Governmental Department make payments in the first month	
	Interest earned - external investments	32%	Due to an increase on our debtors book.	
	Interest earned - outstanding debtors	-28%	Interest on investments has not been recognised.	
	Other Revenue	-40%	Other revenue is dependent on levels of consumption and therefore fluctuates every month.	
2	Expenditure By Type			
	Depreciation & asset impairment	-30%	Opening balances haven't been finalized due to year end	
	Debt Impairment	-43%	Bulk of the Debt Impairment is calculated bi-annually	
	Contracted Services	31%	Invoice from service providers haven't yet received	
	Other Material	-45%	Cross cut measures are implemented to reduce the expenditure for material	
	Finance charges	-12%	The arrangement with a financial institution with regards to our loans has decreased the finance charges	
	Other expenditure	-30%	Cross cut measures are implemented to reduce the expenditure for other expenditure	
3	Capital Expenditure			
	Grant funded projects	-39%	Delays in the SCM process, particularly on appointment consultants, incapacity of contractors	Fast track SCM processes and management of contractors
	Internally funded projects	-49%	Most of projects rolled over from 2016/17, with no need for new SCM processes	None
	Repairs and maintenance	45%	Under-budgeting due to cash-flow challenges.	None
4	Financial Position			
	Property Plant and Equipment		Slow capital expenditure and depreciation	
	Investment property		Revaluation, which was finalised after financial budget was approved	
	Investment in Associate		Decrease in Net Asset Value of the Entity, which was confirmed after annual budget was approved	
	Consumer Debtors		Change in bad debt provision due to cleaning up of debtors and indegent books	
	Trade and other payables		Error during annual budgeting	
5	Cash Flow			
	Net Cash from Operating Activities	22%	Equitable Share and other grants bulk of it received early in the financial year	
	Net Cash Used from Investing Activities	41%	Slow capital expenditure	
	Net Cash Used from Financial Activities	-72%	Based on amortisation schedules	None
6	Measureable performance			
7	Municipal Entities			

KZN252 Newcastle - Supporting Table SC2 Monthly Budget Statement - performance indicators - Mid-Year Assessment

Description of financial indicator	Basis of calculation	Ref	2017/18	Budget Year 2018/19			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<u>Borrowing Management</u>							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		-0.6%	25.5%	0.0%	2.0%	3.0%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.0%	0.0%	0.0%	0.0%	0.0%
<u>Safety of Capital</u>							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		13.4%	9.2%	0.0%	16.0%	9.2%
Gearing	Long Term Borrowing/ Funds & Reserves		1618.4%	16463.8%	0.0%	1435.9%	16463.8%
<u>Liquidity</u>							
Current Ratio	Current assets/current liabilities	1	148.8%	123.0%	0.0%	105.4%	123.0%
Liquidity Ratio	Monetary Assets/Current Liabilities		10.7%	4.1%	0.0%	11.6%	4.1%
<u>Revenue Management</u>							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		44.6%	19.1%	0.0%	66.8%	19.1%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
<u>Creditors Management</u>							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
<u>Funding of Provisions</u>							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
<u>Other Indicators</u>							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2	3.5%				
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2	44.0%				
Employee costs	Employee costs/Total Revenue - capital revenue		33.1%	30.4%	0.0%	26.1%	30.4%
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		30.0%	32.2%	0.0%	1.8%	3.9%
<u>IDP regulation financial viability indicators</u>							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)						
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services						
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure						

KZN252 Newcastle - Supporting Table SC3 Monthly Budget Statement - aged debtors - Mid-Year Assessment

Description	NT Code	Budget Year 2018/19										Total	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 Days-1 Yr	Over 1Yr	Total	Total over 90 days				
R thousands															
Debtors Age Analysis By Income Source															
Trade and Other Receivables from Exchange Transactions - Water	1200	21,303	9,023	9,433	9,491	7,541	6,912	42,288	210,718	316,708	276,950	1,709			
Trade and Other Receivables from Exchange Transactions - Electricity	1300	50,237	8,991	15,041	6,137	681	595	1,963	10,465	94,108	19,840	148			
Receivables from Non-exchange Transactions - Property Rates	1400	26,850	7,668	7,083	5,817	10,755	5,644	27,019	144,055	235,893	194,291	480			
Receivables from Exchange Transactions - Waste Water Management	1500	14,581	6,505	6,164	6,129	6,048	5,376	25,811	169,922	240,536	213,265	831			
Receivables from Exchange Transactions - Waste Management	1600	11,147	4,459	4,334	4,129	3,963	3,655	14,531	72,333	118,592	98,652	351			
Receivables from Exchange Transactions - Property Rental Debtors	1700	714	168	109	154	106	83	461	2,234	4,029	3,038	13			
Interest on Arrear Debtor Accounts	1810	1,650	933	904	889	732	739	4,998	45,880	56,724	53,237	32			
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-			
Other	1900	(35,894)	8,358	9,771	5,818	12,099	6,126	23,244	184,625	214,147	231,912	577			
Total By Income Source	2000	90,589	46,105	52,838	39,563	41,925	29,170	140,313	840,232	1,280,736	1,091,204	4,140			
2017/18 - totals only															
Debtors Age Analysis By Customer Group															
Organs of State	2200	(3,842)	4,168	5,368	1,581	11,656	743	4,339	34,420	58,432	52,739	-			
Commercial	2300	36,993	10,200	16,247	7,068	4,176	2,197	13,454	48,478	138,813	75,373	0			
Households	2400	62,516	29,295	28,775	28,653	25,897	26,088	121,616	748,106	1,070,946	950,360	4,140			
Other	2500	(5,078)	2,443	2,448	2,261	197	143	904	9,228	12,545	12,732	-			
Total By Customer Group	2600	90,589	46,105	52,838	39,563	41,925	29,170	140,313	840,232	1,280,736	1,091,204	4,140			

KZN252 Newcastle - Supporting Table SC4 Monthly Budget Statement - aged creditors - Mid-Year Assessment

Description	NT Code	Budget Year 2018/19								Total
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	
R thousands										
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	29,164	34,493	67,529	39,966	16,521	-	-	-	187,674
Bulk Water	0200	6,911	6,911	6,911	-	-	-	-	5,038	25,771
PAYE deductions	0300	8,782	-	-	-	-	-	-	-	8,782
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	7,151	-	-	-	-	-	-	-	7,151
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	20,247	1,330	95	28	35	-	1	-	21,735
Auditor General	0800	732	-	-	-	-	-	-	-	732
Other	0900	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	72,988	42,735	74,536	39,993	16,556	-	1	5,038	251,845

KZN252 Newcastle - Supporting Table SC5 Monthly Budget Statement - investment portfolio - Mid-Year Assessment

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
R thousands		Yrs/Months							
Municipality									
Nedbank		12 months	Call Account	Call account	2	-	-	352	352
Standard Bank		12 months	Call Account	Call account	2,172	2	44,167	5,507	49,675
ABSA		12 months	Call Account	Call account	204	2	3,240	112	3,352
Municipality sub-total					2,378		47,407	5,972	53,379
Entities									
Entities sub-total					-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2				2,378		47,407	5,972	53,379

KZN252 Newcastle - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Mid-Year Assessment

Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:										
Operating Transfers and Grants										
National Government:		353,098	368,807	-	121,303	274,996	274,996	-		368,807
Local Government Equitable Share		317,467	341,408		113,803	256,056	256,056	-		341,408
Water Services Operating Subsidy		-								
EPWP Incentive		4,166	3,199		-	2,240	2,240			3,199
Integrated National Electrification Programme		-								
Finance Management		1,700	1,700		-	1,700	1,700			1,700
Municipal Systems Improvement		-								
Water Services Infrastructure Grant (WSIG)		2,500	-							-
Municipal Infrastructure Grant (MIG)		18,265	7,500							7,500
Energy Efficiency and Demand Management		9,000	15,000		7,500	15,000	15,000			15,000
Other transfers and grants [insert description]										
Provincial Government:		15,598	14,097	-	-	6,234	6,234	-		14,097
Provincialisation of Libraries		5,923	6,234		-	6,234	6,234			6,234
Level 2 accreditation		8,761	7,437							7,437
Museum Services		350	368							368
Community Library Services Grant		564								
Sport and Recreation		-	58							58
Health subsidy		-								
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]										
Other grant providers:		1,850	-	-	-	-	-	-	-	-
COGTA Grant		1,000								
Tirelo Bosha Grant		850								
Total Operating Transfers and Grants	5	370,546	382,904	-	121,303	281,230	281,230	-		382,904
Capital Transfers and Grants										
National Government:		173,606	142,732	-	-	53,000	53,000	-		142,732
Neighbourhood Development Partnership		34,767								
Municipal Infrastructure Grant (MIG)		96,339	102,732			39,000	39,000			102,732
Integrated National Electrification Programme		-								
Emergency efficiency & demand side management		-								
Municipal water infrastructure		-								
Water Services Infrastructure Grant (WSIG)		42,500	40,000		-	14,000	14,000			40,000
Other capital transfers [insert description]										
Provincial Government:		890	19,997	-	2,617	14,189	14,189	-		19,997
Level 2 accreditation		-								
Recapitalisation of Community Libraries		-								
Sport and Recreation		890	7,850		2,617	2,617	2,617			7,850
Community Library Service		-	12,147		-	11,573	11,573			12,147
Museum		-								
Corridor Development		-								
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]										
Other grant providers:		19,076	-	-	-	-	-	-	-	-
European Union		19,076								
Total Capital Transfers and Grants	5	193,571	162,729	-	2,617	67,189	67,189	-		162,729
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	564,117	545,633	-	123,920	348,419	348,419	-		545,633

KZN252 Newcastle - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - Mid-Year Assessment

Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		353,549	368,807	-	120,077	270,709	269,756	4,337	1.6%	368,807
Local Government Equitable Share		317,467	341,408		113,803	256,056	256,056	-		341,408
Water Services Operating Subsidy		-								
EPWP Incentive		4,166	3,199		364	2,240	1,600	641	40.0%	3,199
Integrated National Electrification Programme		-								
Finance Management		1,700	1,700		612	797	850	(53)	-6.3%	1,700
Water Services Infrastructure Grant (WSIG)		2,500								
Energy Efficiency and Demand side Management Grant		9,451	15,000		1,775	4,115	7,500			15,000
Municipal Infrastructure Grant (MIG)		18,265	7,500		3,523	7,500	3,750	3,750	100.0%	7,500
Provincial Government:		11,989	14,097	-	593	9,878	7,049	2,859	40.6%	14,097
Level 2 accreditation		5,196	7,437		593	3,644	3,719	(74)	-2.0%	7,437
Recapitalisation of Community Libraries		5,923	6,234			6,234	3,117	3,117	100.0%	6,234
Museums Services		343	368				184	(184)	-100.0%	368
Community Library Services Grant		527								
Sport and Recreation			58				29			58
Health subsidy		-								
District Municipality:		-								
[insert description]										
Other grant providers:		1,850	-							
COGTA Grant		1,000								
Tirelo Boshu Grant		850								
Total operating expenditure of Transfers and Grants:		367,388	382,904	-	120,669	280,587	276,804	7,196	2.6%	382,904
Capital expenditure of Transfers and Grants										
National Government:		161,487	142,732	-	30,729	44,127	71,366	(27,239)	-38.2%	142,732
Neighbourhood Development Partnership		22,648								
Municipal Infrastructure Grant (MIG)		96,339	102,732		25,416	30,127	51,366	(21,239)	-41.3%	102,732
Integrated National Electrification Programme		-								
Energy efficiency & demand side management		-								
Water Services Infrastructure Grant (WSIG)		42,500	40,000		5,312	14,000	20,000	(6,000)	-30.0%	40,000
MWIG										
Provincial Government:		3,177	19,997	-	2,329	2,329	9,999	(7,669)	-76.7%	19,997
Level 2 accreditation		-								
Recapitalisation of Community Libraries		-								
Sport and Recreation		881	7,850		645	645	3,925			7,850
Community Library		2,297	12,147		1,684	1,684	6,074			12,147
Museum		-								
Sport and Recreation		-								
District Municipality:		-								
[insert description]										
Other grant providers:		17,533	-							
European Union		17,533								
Total capital expenditure of Transfers and Grants		182,198	162,729	-	33,058	46,456	81,365	(34,908)	-42.9%	162,729
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		549,586	545,633	-	153,727	327,043	358,169	(27,712)	-7.7%	545,633

KZN252 Newcastle - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - Mid-Year Assessment

Description	Ref	Budget Year 2018/19				
		Approved Rollover 2017/18	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands						%
EXPENDITURE						
Operating expenditure of Approved Roll-overs						
National Government:		6,000	-	-	-	
Local Government Equitable Share						
Water Services Operating Subsidy						
EPWP Incentive						
Integrated National Electrification Programme						
Finance Management						
Museums Services						
Massification		6,000				
Other transfers and grants [insert description]						
Provincial Government:		14,116	1,080	5,641	8,474	60.0%
Provincialisation of Libraries		13,643	1,080	5,641	8,002	58.7%
Museums Services		473			473	100.0%
Community Library Services Grant						
Sport and Recreation						
Health subsidy						
District Municipality:						
[insert description]						
Other grant providers:						
COGTA Grant						
Total operating expenditure of Approved Roll-overs		20,116	1,080	5,641	8,474	42.1%
Capital expenditure of Approved Roll-overs						
National Government:		5,000	-	-	5,000	100.0%
Neighbourhood Development Partnership						
Water Services Infrastructure Grant (WSIG)						
Massification		5,000			5,000	100.0%
Other capital transfers [insert description]						
Provincial Government:						
Corridor Development						
District Municipality:						
Other grant providers:						
Total capital expenditure of Approved Roll-overs		5,000	-	-	5,000	100.0%
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS		25,116	1,080	5,641	13,474	53.6%

Performance Bonus										
Motor Vehicle Allowance										
Cellphone Allowance										
Housing Allowances										
Other benefits and allowances										
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations										
Sub Total - Other Staff of Entities		-	-	-	-	-	-	-	-	
% Increase	4									
Total Municipal Entities		-	-	-	-	-	-	-	-	
TOTAL SALARY, ALLOWANCES & BENEFITS		560,398	561,289	-	49,939	285,063	280,645	4,419	2%	561,289
% increase	4		0.2%							0.2%
TOTAL MANAGERS AND STAFF		538,871	537,171	-	47,747	272,497	268,585	3,912	1%	537,171

KZN252 Newcastle - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - Mid-Year Assessment

R thousands	Description	Ref	Budget Year 2018/19												2018/19 Medium Term Revenue & Expenditure Framework			
			July	Aug	Sept	Oct	Nov	Dec	Jan	Feb	March	April	May	June	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21	
			Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget				
Cash Receipts By Source																		
	Property rates		14,613	16,203	18,667	22,077	18,197	17,668								205,063	219,417	234,776
	Service charges - electricity revenue		45,178	60,623	68,744	62,379	55,440	54,277								634,638	682,551	726,596
	Service charges - water revenue		7,612	7,614	7,572	8,860	7,995	8,369								125,947	134,763	144,196
	Service charges - sanitation revenue		3,929	4,306	4,208	5,121	4,233	4,184								80,241	85,858	91,868
	Service charges - refuse		3,438	3,569	3,740	3,868	4,116	3,587								65,068	69,673	74,497
	Service charges - other																	
	Rental of facilities and equipment		680	613	767	759	693	588								7,326	8,059	8,865
	Interest earned - external investments			634	0	271	973	788								4,001	10,337	11,370
	Interest earned - outstanding debtors		711	670	825	779	906	869								3,525	6,897	7,587
	Dividends received																	
	Fines, penalties and forfeits		90	915	22	27	19	6								1,561	6,226	6,849
	Licences and permits		2	1	1	2	0	1								12	13	15
	Agency services																	
	Transfer receipts - operating		114,467	13,714	16,573	13,734	1,913	121,203								331,468	314,600	321,688
	Other revenue		7,096	5,240	4,647	2,896	9,222	12,402								28,321	20,944	23,003
	Cash Receipts by Source		197,815	114,100	125,767	120,792	103,707	224,083								1,487,191	1,559,288	1,654,310
Other Cash Flows by Source																		
	Transfer receipts - capital		39,000			25,573		2,617								215,686	184,662	222,540
	Contributions & Contributed assets																	
	Proceeds on disposal of PPE							2,454								2,012	2,000	2,000
	Short term loans																	
	Borrowing long term/refinancing																	
	Increase in consumer deposits																	
	Receipt of non-current debtors																	
	Receipt of non-current receivables															1,705	670	468
	Change in non-current investments																	
	Total Cash Receipts by Source		236,815	114,100	125,767	146,365	103,707	229,153								1,706,594	1,746,620	1,876,308
Cash Payments by Type																		
	Employee related costs		37,532	45,071	51,918	46,447	44,332	47,747								470,815	466,484	490,225
	Remuneration of councillors		2,075	1,834	1,792	2,025	2,100	2,192								21,065	22,076	23,466
	Interest paid		3,875	3,812	3,532	3,968	1,743	2,408								30,984	56,347	53,785
	Bulk purchases - Electricity		11		10,000	24,768	322	56,349								484,508	589,715	633,450
	Bulk purchases - Water & Sewer				6,911			13,833								68,224		
	Other materials		94	141	236	269	151	150								3,543	3,745	3,932
	Contracted services					2,586	4,198	6,814								38,832	53,355	55,313
	Grants and subsidies paid - other municipalities																	
	Grants and subsidies paid - other																	
	General expenses		7,105	16,349	17,136	25,250	16,345	30,182								335,804	322,720	333,292
	Cash Payments by Type		50,691	74,118	94,110	106,935	72,145	169,665								1,473,524	1,598,863	1,602,455
Other Cash Flows/Payments by Type																		
	Capital assets		3,436	10,348	2,174	12,590	15,784	18,715								156,065	184,662	222,540
	Repayment of borrowing			573	2,118	3,931	2,913	48,110								1,780	37,206	41,351
	Other Cash Flows/Payments		155,629	48,826	48,826	24,072	38,885									(287,413)		
	Total Cash Payments by Type		209,756	133,815	96,402	147,529	123,737	206,490								1,722,011	1,820,731	1,866,345
	NET INCREASE/(DECREASE) IN CASH HELD		27,059	(19,716)	27,365	(1,165)	(26,030)	22,663								(15,417)	(74,112)	9,962
	Cash/cash equivalents at the monthly/year beginning:		57,465	84,524	64,808	92,173	91,008	84,979								57,465	42,048	(32,064)
	Cash/cash equivalents at the monthly/year end:		84,524	64,808	92,173	91,008	64,979	87,642								42,048	(32,064)	(22,102)

KZN252 Newcastle - NOT REQUIRED - municipality does not have entities or this is the parent municipality's budget - Mid-Year Assessment

Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue By Source										
Property rates		252,934	295,785		24,243	152,227	147,892	4,334	3%	295,785
Service charges - electricity revenue		649,843	686,768		52,562	348,809	343,384	5,425	2%	686,768
Service charges - water revenue		156,568	161,896		15,546	90,058	80,948	9,110	11%	161,896
Service charges - sanitation revenue		90,849	95,532		9,997	56,465	47,765	8,699	18%	95,532
Service charges - refuse revenue		65,141	64,354		7,643	42,291	32,177	10,114	31%	64,354
Service charges - other		-	-		-	-	-	-		-
Rental of facilities and equipment		7,815	8,642		598	4,111	4,321	(210)	-5%	8,642
Interest earned - external investments		4,826	4,041		788	2,666	2,020	646	32%	4,041
Interest earned - outstanding debtors		11,595	13,218		889	4,780	6,609	(1,829)	-28%	13,218
Dividends received		-	-		-	-	-	-		-
Fines, penalties and forfeits		6,103	8,710		6	1,078	4,355	(3,277)	-75%	8,710
Licences and permits		10	13		1	7	6	0	5%	13
Agency services		-	-		-	-	-	-		-
Transfers and subsidies		365,726	384,734		130,754	329,115	329,115	-		384,734
Other revenue		14,848	45,029		1,448	13,554	22,514	(8,961)	-40%	45,029
Gains on disposal of PPE		-	-		-	-	-	-		-
Total Revenue (excluding capital transfers and contributions)		1,626,259	1,768,722	-	244,475	1,045,160	1,021,109	24,051	2%	1,768,722
Expenditure By Type										
Employee related costs		538,871	537,171		47,747	272,497	268,585	3,912	1%	537,171
Remuneration of councillors		21,527	24,119		2,192	12,566	12,059	507	4%	24,119
Debt impairment		137,597	163,946		620	46,959	81,973	(35,014)	-43%	163,946
Depreciation & asset impairment		452,759	525,578		30,806	183,088	262,789	(79,701)	-30%	525,578
Finance charges		35,355	43,979		2,409	19,378	21,990	(2,662)	-12%	43,979
Bulk purchases		530,968	618,730		30,152	279,404	309,365	(29,961)	-10%	618,730
Other materials		6,673	3,763		150	1,041	1,881	(840)	-45%	3,763
Contracted services		53,171	34,945		6,814	22,824	17,473	5,351	31%	34,945
Transfers and subsidies		-	-		-	-	-	-		-
Other expenditure		320,751	284,777		30,182	118,442	142,389	(23,947)	-17%	284,777
Loss on disposal of PPE		-	-		-	-	-	-		-
Total Expenditure		2,097,674	2,237,008	-	151,072	956,149	1,118,504	(162,355)	-15%	2,237,008
Surplus/(Deficit)		(471,415)	(468,287)	-	93,403	89,011	(97,395)	186,406	-191%	(468,287)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		158,481	166,736		13,504	53,183	83,368	(30,185)	-36%	166,736
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-		-	-	-	-		-
Transfers and subsidies - capital (in-kind - all)		-	-		-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions		(312,934)	(301,551)	-	106,908	142,194	(14,027)	156,221	-1114%	(301,551)
Taxation		-	-		-	-	-	-		-
Surplus/(Deficit) after taxation		(312,934)	(301,551)	-	106,908	142,194	(14,027)	156,221	-1114%	(301,551)

KZN252 Newcastle - NOT REQUIRED - municipality does not have entities or this is the parent municipality's budget - Mid-Year Assessment

Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Municipal Entity										
Service charges - water revenue		78,793	82,934		6,911	41,467	41,467	-		82,934
Service charges - sanitation revenue								-		
Service charges - other								-		
Rental of facilities and equipment								-		
Interest earned - external investments								-		
Interest earned - outstanding debtors								-		
Agency services								-		
Transfers recognised - operational								-		
Other revenue								-		
Gains on disposal of PPE								-		
Total Operating Revenue	1	78,793	82,934	-	6,911	41,467	41,467	-		82,934
Expenditure By Municipal Entity										
Employee Related Cost		4,226	12,142		973	6,365	6,071	293	5%	12,142
Debt Impairment		-						-		
Collection Costs		-						-		
Depreciation		77,705	681		57	341	341	(0)	0%	681
Finance Charges		-						-		
Bulk Purchases		14,944	25,512		2,053	12,616	12,756	(140)	-1%	25,512
Other Material		5,781	5,108		260	2,256	2,554			5,108
Repairs & Maintenance							2,674			
Other Expenditure		25,034	32,431		2,125	14,522	16,216	(1,694)	-10%	32,431
Total Operating Expenditure	2				-	-		-		75,875
Surplus/ (Deficit) for the yr/period		78,793	82,934	-	6,911	41,467	41,467	-		7,059
Capital Expenditure By Municipal Entity										
Service charges - water revenue								-		
Service charges - sanitation revenue								-		
Service charges - other								-		
Rental of facilities and equipment								-		
Interest earned - external investments								-		
Interest earned - outstanding debtors								-		
Other revenue								-		
Gains on disposal of PPE								-		
#REF!								-		
Total Capital Expenditure	3	-	-	-	-	-	-	-		-

KZN252 Newcastle - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - Mid-Year Assessment

Month	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
R thousands									
<u>Monthly expenditure performance trend</u>									
July	382	17,131		3,436	3,436	17,131	13,696	79.9%	2%
August	6,685	17,131		10,348	13,783	34,263	20,479	59.8%	7%
September	16,817	17,131		2,174	15,957	51,394	35,437	69.0%	8%
October	10,827	17,131		12,590	28,548	68,525	39,977	58.3%	14%
November	16,130	17,131		15,784	44,332	85,656	41,324	48.2%	22%
December	16,899	17,131		18,715	63,047	102,788	39,740	38.7%	31%
January	15,359	17,131				119,919	-		
February	16,694	17,131				137,050	-		
March	14,498	17,131				154,182	-		
April	13,418	17,131				171,313	-		
May	7,386	17,131				188,444	-		
June	44,798	17,131				205,576	-		
Total Capital expenditure	179,893	205,576	-	63,047					

Markets										
Stalls		1,650				625	825	100.0%	1,650	
Abattoirs										
Airports										
Taxi Panks/Bus Terminals										
Capital Spares										
Sport and Recreation Facilities										
Indoor Facilities										
Outdoor Facilities										
Capital Spares										
Heritage assets										
Monuments										
Historic Buildings										
Works of Art										
Conservation Areas										
Other Heritage										
Investment properties										
Revenue Generating										
Improved Property										
Unimproved Property										
Non-revenue Generating										
Improved Property										
Unimproved Property										
Other assets		15,677								
Operational Buildings		15,677								
Municipal Offices		15,677								
Pay/Enquiry Points										
Building Plan Offices										
Workshops										
Yards										
Stores										
Laboratories										
Training Centres										
Manufacturing Plant										
Depots										
Capital Spares										
Housing										
Staff Housing										
Social Housing										
Capital Spares										
Biological or Cultivated Assets										
Biological or Cultivated Assets										
Intangible Assets										
Servitudes										
Licences and Rights										
Water Rights										
Effluent Licenses										
Solid Waste Licenses										
Computer Software and Applications										
Lead Settlement Software Applications										
Unspecified										
Computer Equipment										
Computer Equipment										
Furniture and Office Equipment		2,278	1,000		151	762	500	(262)	-52.3%	1,000
Furniture and Office Equipment		2,278	1,000		151	762	500	(262)	-52.3%	1,000
Machinery and Equipment										
Machinery and Equipment										
Transport Assets										
Transport Assets										
Land										
Land										
Zoo's, Marine and Non-biological Animals										
Zoo's, Marine and Non-biological Animals										
Total Capital Expenditure on new assets	1	97,403	130,076		9,300	28,537	65,036	26,501	56.1%	130,076

Cemeteries/Crematoria										
Police										
Parks										
Public Open Space										
Nature Reserves										
Public Ablution Facilities										
Markets										
Stalls										
Abattoirs										
Airports										
Taxi Ranks/Bus Terminals										
Capital Spares										
Sport and Recreation Facilities										
Indoor Facilities										
Outdoor Facilities										
Capital Spares										
Heritage assets										
Monuments										
Historic Buildings										
Works of Art										
Conservation Areas										
Other Heritage										
Investment properties										
Revenue Generating										
Improved Property										
Unimproved Property										
Non-revenue Generating										
Improved Property										
Unimproved Property										
Other assets										
Operational Buildings										
Municipal Offices										
Pay/Enquiry Points										
Building Plan Offices										
Workshops										
Yards										
Stores										
Laboratories										
Training Centres										
Manufacturing Plant										
Depots										
Capital Spares										
Housing										
Staff Housing										
Social Housing										
Capital Spares										
Biological or Cultivated Assets										
Biological or Cultivated Assets										
Intangible Assets										
Servitudes										
Licences and Rights										
Water Rights										
Effluent Licenses										
Solid Waste Licenses										
Computer Software and Applications										
Load Settlement Software Applications										
Unspecified										
Computer Equipment										
Computer Equipment										
Furniture and Office Equipment										
Furniture and Office Equipment	2,278									
	2,278									
Machinery and Equipment										
Machinery and Equipment										
Transport Assets										
Transport Assets										
Land										
Land										
Zoo's, Marine and Non-biological Animals										
Zoo's, Marine and Non-biological Animals										
Total Capital Expenditure on renewal of existing assets	1	58,746	58,000	-	4,876	23,627	29,000	5,373	18.5%	58,000

References

1. Total Capital Expenditure on new assets (SC13a) plus Total Capital Expenditure on renewal of existing assets (SC13b) plus Total Capital Expenditure on upgrading of existing assets (SC13c) must reconcile to total capital expenditure in Table C1

check balance

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KZN252 Newcastle - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - Mid-Year Assessment

Description	Ref	Budget Year 2018/19								
		2017/18 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure	1	112,526	34,116	-	2,437	13,212	17,058	3,846	22.5%	34,116
Roads Infrastructure		38,142	9,506	-	758	6,585	4,754	(1,811)	-38.1%	9,508
Roads		38,142	8,808	-	758	6,585	4,404	(2,161)	-49.1%	8,808
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	700	-	-	-	350	350	100.0%	700
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		28,615	16,208	-	517	3,678	8,104	4,426	54.6%	16,208
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-
HV Switching Station		-	2,300	-	-	-	1,150	1,150	100.0%	2,300
HV Transmission Conductors		27,902	8,908	-	62	305	4,454	4,148	93.1%	8,908
MV Substations		80	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		-	-	-	-	-	-	-	-	-
LV Networks		664	5,000	-	455	3,371	2,500	(871)	-34.9%	5,000
Capital Spares		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		45,768	8,400	-	1,162	2,970	4,200	1,230	29.3%	8,400
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-
Pump Stations		-	3,000	-	1,162	2,970	1,500	(1,470)	-98.0%	3,000
Water Treatment Works		21,446	-	-	-	-	-	-	-	-
Bulk Mains		-	-	-	-	-	-	-	-	-
Distribution		-	-	-	-	-	-	-	-	-
Distribution Points		-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-
Capital Spares		24,321	5,400	-	-	-	2,700	2,700	100.0%	5,400
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-
Pump Station		-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
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		-	-	-	-	-	-	-	-	-
Revolvements		-	-	-	-	-	-	-	-	-
Promenades		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Data Centres		-	-	-	-	-	-	-	-	-
Core Layers		-	-	-	-	-	-	-	-	-
Distribution Layers		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Community Assets		2,520	13,239	-	89	424	6,620	6,196	93.6%	13,239
Community Facilities		2,520	13,239	-	89	424	6,620	6,196	93.6%	13,239
Halls		322	400	-	59	366	200	(166)	-52.8%	400
Centres		-	-	-	-	-	-	-	-	-
Crèches		-	-	-	-	-	-	-	-	-
Clinics/Care Centres		-	31	-	-	-	15	15	100.0%	31

Fire/Ambulance Stations	-	-	-	-	-	-	-	-	-		
Testing Stations	-	-	-	-	-	-	-	-	-		
Museums	-	50	-	-	25	25	100.0%	50	-		
Galleries	-	38	-	-	18	18	100.0%	38	-		
Theatres	-	-	-	-	-	-	-	-	-		
Libraries	54	250	-	1	125	124	99.4%	250	-		
Cemeteries/Crematoria	-	-	-	-	-	-	-	-	-		
Police	-	-	-	-	-	-	-	-	-		
Parks	-	-	-	-	-	-	-	-	-		
Public Open Space	1,054	2,054	30	5*	1,027	969	94.4%	2,054	-		
Nature Reserves	-	-	-	-	-	-	-	-	-		
Public Ablution Facilities	-	7,127	-	-	3,563	3,563	100.0%	7,127	-		
Markets	-	-	-	-	-	-	-	-	-		
Stalls	-	100	-	-	50	50	100.0%	100	-		
Abattoirs	-	-	-	-	-	-	-	-	-		
Airports	-	-	-	-	-	-	-	-	-		
Taxi Ranks/Bus Terminals	-	100	-	-	50	50	100.0%	100	-		
Capital Spares	1,551	3,093	-	-	1,546	1,546	100.0%	3,093	-		
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-		
Indoor Facilities	-	-	-	-	-	-	-	-	-		
Outdoor Facilities	-	-	-	-	-	-	-	-	-		
Capital Spares	-	-	-	-	-	-	-	-	-		
Heritage assets	130	2	-	11	1	(11)	-61.9%	2	-		
Monuments	130	-	-	-	-	-	-	-	-		
Historic Buildings	-	-	0	11	-	(11)	-100.0%	-	-		
Works of Art	-	2	-	-	-	1	100.0%	2	-		
Conservation Areas	-	-	-	-	-	-	-	-	-		
Other Heritage	-	-	-	-	-	-	-	-	-		
Investment properties	-	-	-	-	-	-	-	-	-		
Revenue Generating	-	-	-	-	-	-	-	-	-		
Improved Property	-	-	-	-	-	-	-	-	-		
Unimproved Property	-	-	-	-	-	-	-	-	-		
Non-revenue Generating	-	-	-	-	-	-	-	-	-		
Improved Property	-	-	-	-	-	-	-	-	-		
Unimproved Property	-	-	-	-	-	-	-	-	-		
Other assets	341	4,885	-	352	1,507	2,442	936	38.3%	4,885	-	
Operational Buildings	41	3,894	-	352	1,507	1,947	440	22.8%	3,894	-	
Municipal Offices	41	1,008	-	382	1,507	504	(1,003)	-198.8%	1,008	-	
Play/Enquiry Points	-	-	-	-	-	-	-	-	-	-	
Building Plan Offices	-	-	-	-	-	-	-	-	-	-	
Workshops	-	50	-	-	-	25	25	100.0%	50	-	
Yards	-	-	-	-	-	-	-	-	-	-	
Stores	-	143	-	-	-	72	72	100.0%	143	-	
Laboratories	-	-	-	-	-	-	-	-	-	-	
Training Centres	-	-	-	-	-	-	-	-	-	-	
Manufacturing Plant	-	-	-	-	-	-	-	-	-	-	
Depots	-	2,693	-	-	-	1,346	1,346	100.0%	2,693	-	
Capital Spares	-	-	-	-	-	-	-	-	-	-	
Housing	300	991	-	-	-	496	496	100.0%	991	-	
Staff Housing	300	486	-	-	-	243	243	100.0%	486	-	
Social Housing	-	505	-	-	-	253	253	100.0%	505	-	
Capital Spares	-	-	-	-	-	-	-	-	-	-	
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-	
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-	
Intangible Assets	2,940	4,925	-	1,177	2,463	1,286	52.2%	4,925	-	-	
Servitudes	-	-	-	-	-	-	-	-	-	-	
Licences and Rights	2,940	4,925	-	1,177	2,463	1,286	52.2%	4,925	-	-	
Water Rights	-	-	-	-	-	-	-	-	-	-	
Effluent Licenses	-	-	-	-	-	-	-	-	-	-	
Solid Waste Licenses	-	-	-	-	-	-	-	-	-	-	
Computer Software and Applications	2,940	4,925	-	1,177	2,463	1,286	52.2%	4,925	-	-	
Local Settlement Software Applications	-	-	-	-	-	-	-	-	-	-	
Unspecified	-	-	-	-	-	-	-	-	-	-	
Computer Equipment	-	-	-	-	-	-	-	-	-	-	
Computer Equipment	-	-	-	-	-	-	-	-	-	-	
Furniture and Office Equipment	-	4,794	-	-	-	2,397	2,397	100.0%	4,794	-	
Furniture and Office Equipment	-	4,794	-	-	-	2,397	2,397	100.0%	4,794	-	
Machinery and Equipment	2,887	6,161	-	502	2,571	3,081	510	16.6%	6,161	-	
Machinery and Equipment	2,887	6,161	-	502	2,571	3,081	510	16.6%	6,161	-	
Transport Assets	-	-	-	-	-	-	-	-	-	-	
Transport Assets	-	-	-	-	-	-	-	-	-	-	
Land	-	-	-	-	-	-	-	-	-	-	
Land	-	-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-	
Total Repairs and Maintenance Expenditure	1	121,344	68,128	-	3,380	18,901	34,062	15,160	44.5%	68,123	-

Fire/Ambulance Stations	123	231	15	93	116	23	19.9%	231	
Testing Stations									
Museums									
Galleries									
Theatres									
Libraries	120	225	93	90	113	22	19.9%	225	
Cemeteries/Crematoria	431	694	93	278	347	69	19.9%	664	
Police									
Parks		2,154	104	633	1,567	934	59.6%	3,134	
Public Open Space	841								
Nature Reserves									
Public Ablution Facilities									
Markets									
Stalls									
Abattoirs									
Airports									
Taxi Ranks/Bus Terminals									
Capital Spares									
Sport and Recreation Facilities	845		104	637		(637)	#DIV/0!		
Indoor Facilities									
Outdoor Facilities	845		104	637		(637)	#DIV/0!		
Capital Spares									
Heritage assets	130		11	11		(11)	#DIV/0!		
Monuments	130								
Historic Buildings			0	11		(11)	#DIV/0!		
Works of Art									
Conservation Areas									
Other Heritage									
Investment properties									
Revenue Generating									
Improved Property									
Unimproved Property									
Non-revenue Generating									
Improved Property									
Unimproved Property									
Other assets	44,629	75,403	1,141	6,957	37,701	30,744	81.5%	75,403	
Operational Buildings	44,629	75,403	1,141	6,957	37,701	30,744	81.5%	75,403	
Municipal Offices	44,629	75,403	1,141	6,957	37,701	30,744	81.5%	75,403	
Pay/Enquiry Points									
Building Plan Offices									
Workshops									
Yards									
Stores									
Laboratories									
Training Centres									
Manufacturing Plant									
Depots									
Capital Spares									
Housing									
Staff Housing									
Social Housing									
Capital Spares									
Biological or Cultivated Assets									
Biological or Cultivated Assets									
Intangible Assets	1,952		197	1,338		(1,338)	#DIV/0!		
Service Marks									
Licences and Rights	1,952		197	1,338		(1,338)	#DIV/0!		
Water Rights									
Effluent Licenses									
Solid Waste Licenses									
Computer Software and Applications	1,952		197	1,338		(1,338)	#DIV/0!		
Land Settlement Software Applications									
Unspecified									
Computer Equipment	1,103		109	713		(713)	#DIV/0!		
Computer Equipment	1,103		109	713		(713)	#DIV/0!		
Furniture and Office Equipment	1,607		224	1,360		(1,360)	#DIV/0!		
Furniture and Office Equipment	1,607		224	1,360		(1,360)	#DIV/0!		
Machinery and Equipment	5,442		561	3,588		(3,588)	#DIV/0!		
Machinery and Equipment	5,442		561	3,588		(3,588)	#DIV/0!		
Transport Assets	6,113		517	3,455		(3,455)	#DIV/0!		
Transport Assets	6,113		517	3,455		(3,455)	#DIV/0!		
Land									
Land									
Zoo's, Marine and Non-biological Animals									
Zoo's, Marine and Non-biological Animals									
Total Depreciation	1	452,889	525,578	30,806	183,098	262,789	79,691	30.3%	525,578

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

Description	Ref	Budget Year 2018/19								
		2017/18 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class										
Infrastructure		18,961	17,500	-	3,635	9,208	8,758	(458)	-5.2%	17,500
Roads Infrastructure		5,212	9,000	-	2,386	7,960	4,500	(3,460)	-76.9%	9,000
Roads		5,212	9,000	-	2,386	7,960	4,500	(3,460)	-76.9%	9,000
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		13,750	8,500	-	1,249	1,249	4,250	3,001	70.6%	8,500
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-
Water Treatment Works		13,750	8,500	-	1,249	1,249	4,250	3,001	70.6%	8,500
Bulk Mains		-	-	-	-	-	-	-	-	-
Distribution		-	-	-	-	-	-	-	-	-
Distribution Points		-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-
Pump Station		-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
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		-	-	-	-	-	-	-	-	-
HV 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		-	-	-	-	-	-	-	-	-
Community Assets		6,225	-	-	905	1,675	-	(1,675)	#DIV/0!	-
Community Facilities		5,460	-	-	344	1,114	-	(1,114)	#DIV/0!	-
Halls		-	-	-	-	-	-	-	-	-
Centres		-	-	-	-	-	-	-	-	-
Crèches		-	-	-	-	-	-	-	-	-
Clinics/Care Centres		-	-	-	-	-	-	-	-	-
Fire/Ambulance Stations		-	-	-	-	-	-	-	-	-
Testing Stations		-	-	-	-	-	-	-	-	-
Museums		-	-	-	-	-	-	-	-	-
Galleries		-	-	-	-	-	-	-	-	-
Theatres		-	-	-	-	-	-	-	-	-
Libraries		5,460	-	-	344	1,114	-	(1,114)	#DIV/0!	-

Cemeteries/Crematoria										
Police										
Parks										
Public Open Space										
Nature Reserves										
Public Ablution Facilities										
Markets										
Stalls										
Abattoirs										
Airports										
Taxi Ranks/Bus Terminals										
Capital Spares										
Sport and Recreation Facilities	766	-	-	561	561	-	(561)	#DIV/0!	-	-
Indoor Facilities										
Outdoor Facilities	706			561	561		(561)	#DIV/0!		
Capital Spares										
Heritage assets	257									
Monuments	257									
Historic Buildings										
Works of Art										
Conservation Areas										
Other Heritage										
Investment properties	-	-	-	-	-	-	-	-	-	-
Revenue Generating										
Improved Property										
Unimproved Property										
Non-revenue Generating										
Improved Property										
Unimproved Property										
Other assets	300									
Operational Buildings										
Municipal Offices										
Pay/Enquiry Points										
Building Plan Offices										
Workshops										
Yards										
Stores										
Laboratories										
Training Centres										
Manufacturing Plant										
Depots										
Capital Spares										
Housing	300									
Staff Housing	300									
Social Housing										
Capital Spares										
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets										
Intangible Assets	-	-	-	-	-	-	-	-	-	-
Servitudes										
Licences and Rights										
Water Rights										
Effluent Licenses										
Solid Waste Licenses										
Computer Software and Applications										
Land Settlement Software Applications										
Unspecified										
Computer Equipment	-	-	-	-	-	-	-	-	-	-
Computer Equipment										
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment										
Machinery and Equipment	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment										
Transport Assets	-	-	-	-	-	-	-	-	-	-
Transport Assets										
Land	-	-	-	-	-	-	-	-	-	-
Land										
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals										
Total Capital Expenditure on upgrading of existing assets	1	25,744	17,500	-	4,540	10,883	6,750	(2,133)	-24.4%	17,500

References

1. Total Capital Expenditure on new assets (SC13a) plus Total Capital Expenditure on renewal of existing assets (SC13b) plus Total Capital Expenditure on upgrading of existing assets (SC13c) must reconcile to total capital expenditure in Table C

check balance

-0



NEWCASTLE MUNICIPALITY
(Registration number KZ252)

**INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 31 DECEMBER 2018**

Newcastle Municipality

Interim Financial Statements for the six months ended 31 December 2018

Statement of Financial Position as at 31 December 2018

Figures in Rand	Note(s)	31 December 2018	30 June 2018
Assets			
Current Assets			
Inventories		13,025,120	12,462,150
Other financial assets		2,038	3,621
Receivables from exchange transactions		65,754,289	64,591,613
Receivables from non-exchange transactions		14,101,371	13,287,220
VAT receivable		14,237,361	-
Consumer debtors from exchange transactions		603,565,554	483,690,209
Cash and cash equivalents		87,642,046	57,464,870
		<u>798,327,779</u>	<u>631,499,683</u>
Non-Current Assets			
Investment property		379,606,000	379,606,000
Property, plant and equipment		6,620,450,603	6,740,721,091
Intangible assets		4,213,070	5,585,264
Heritage assets		7,468,510	7,468,510
Investments in associates		275,279,106	275,279,106
		<u>7,287,017,289</u>	<u>7,408,659,971</u>
Total Assets		<u>8,085,345,068</u>	<u>8,040,159,654</u>
Liabilities			
Current Liabilities			
Financial liabilities		11,254,949	29,483,981
Finance lease obligation		129,103	233,511
Payables from exchange transactions		607,869,702	645,662,370
VAT payable		-	1,775,605
Consumer deposits		22,527,395	18,966,524
Unspent conditional grants and receipts		76,093,913	56,316,815
Defined benefit plan		7,997,613	7,997,613
Provision of rehabilitation of Landfill site		31,292,755	31,292,755
		<u>757,165,430</u>	<u>791,729,174</u>
Non-Current Liabilities			
Financial liabilities		393,308,951	402,570,627
Finance lease obligation		24,309	24,309
Defined benefit plan		145,207,202	145,207,202
		<u>538,540,462</u>	<u>547,802,138</u>
Total Liabilities		<u>1,295,705,892</u>	<u>1,339,531,312</u>
Net Assets		<u>6,789,639,176</u>	<u>6,700,628,342</u>
Reserves			
Housing Development fund		26,902,123	26,076,953
Self insurance reserve		490,642	472,159
Accumulated surplus		6,762,246,425	6,674,079,215
Total Net Assets		<u>6,789,639,190</u>	<u>6,700,628,327</u>

Newcastle Municipality

Interim Financial Statements for the six months ended 31 December 2018

Statement of Financial Performance

Figures in Rand	Note(s)	six months ended 31 December 2018	Year ended 30 June 2018
Revenue			
Service charges		537 622 482	959 936 419
Rental of facilities and equipment		4 110 646	7 814 644
Profit on sale of Assets		2 454 887	-
Sundry revenue		11 105 747	17 350 956
Interest received		7 446 191	15 420 561
Property Rates		152 226 536	253 485 719
Government grants & subsidies		329 115 269	556 662 414
Fines		1 078 307	6 680 062
Total revenue		1 045 160 065	1 817 350 775
Expenditure			
Employee costs		272 497 472	548 805 318
Remuneration of councillors		12 566 063	23 164 255
Depreciation and amortisation		183 088 110	449 661 715
Impairment of assets		-	4 372 191
Finance costs		19 327 983	49 571 016
Lease rentals on operating lease		702 870	3 081 352
Debt Impairment		46 958 605	208 940 574
Collection costs		438 240	1 657 929
Bulk purchases		279 403 713	540 941 513
Contracted services		40 150 052	90 574 430
General Expenses		101 016 094	312 469 169
Total expenditure		956 149 202	2 233 239 462
Operating surplus (deficit)		89 010 863	(415 888 687)
Share of deficit in investment in associates		-	(26 501 493)
Actuarial gains/losses		-	(5 793 705)
Fair value adjustments to investment property		-	14 584 000
		-	(17 711 198)
Surplus (deficit) for the six months		89 010 863	(433 599 885)

Newcastle Municipality

Interim Financial Statements for the six months ended 31 December 2018

Statement of Changes in Net Assets

Figures in Rand	Housing Development fund	Insurance reserve	Total reserves	Accumulated surplus	Total net assets
Balance at 01 July 2017	25,071,001	530,020	25,601,021	7,108,684,886	7,134,285,907
Changes in net assets					
Deficit for the year	-	-	-	(433,599,885)	(433,599,885)
Transfer to Housing Development fund	1,005,952	-	1,005,952	(1,005,952)	-
Transfer from Self Insurance Reserves	-	(57,861)	(57,861)	57,861	-
Prior Adjustments on assets	-	-	-	(57,695)	(57,695)
Total changes	1,005,952	(57,861)	948,091	(434,605,671)	(433,657,580)
Balance at 01 July 2018	26,076,953	472,159	26,549,112	6,674,079,215	6,700,628,327
Deficit for the year	-	-	-	89,010,863	89,010,863
Transfer to housing development fund	825,170	-	825,170	(825,170)	-
Transfer to self insurance reserve	-	18,483	18,483	(18,483)	-
Total changes	825,170	18,483	843,653	88,167,210	89,010,863
Balance at 31 December 2018	26,902,123	490,642	27,392,765	6,762,246,425	6,789,639,190

Newcastle Municipality

Interim Financial Statements for the six months ended 31 December 2018

Cash Flow Statement

Figures in Rand	Note(s)	six months ended 31 December 2018	Year ended 30 June 2018
Cash flows from operating activities			
Receipts			
Sale of goods and services		539,309,769	1,059,516,765
Grants		348,892,364	571,242,725
Interest income		7,446,191	15,420,561
		<u>895,648,324</u>	<u>1,646,180,051</u>
Payments			
Employee costs and Councilors remuneration		(285,063,535)	(571,969,573)
Suppliers		(472,891,087)	(792,000,098)
Finance costs		(19,327,983)	(49,571,016)
		<u>(777,282,605)</u>	<u>(1,413,540,687)</u>
Net cash flows from operating activities		118,365,719	232,639,364
Cash flows from investing activities			
Purchase of property, plant and equipment		(63,048,314)	(178,368,024)
Proceeds from sale of property, plant and equipment		2,454,887	-
Purchase of other intangible assets		-	(4,879)
Net cash flows from investing activities		(60,593,427)	(178,372,903)
Cash flows from financing activities			
Net movements in long term loans		(27,490,708)	(47,163,407)
Movement on finance lease		(104,408)	(145,942)
Net cash flows from financing activities		(27,595,116)	(47,309,349)
Net increase/(decrease) in cash and cash equivalents		30,177,176	6,957,112
Cash and cash equivalents at the beginning of the year		57,464,870	50,507,758
Cash and cash equivalents at the end of the year		87,642,046	57,464,870

VARIANCE RECON - AS AT DECEMBER 2018/19

	JULY	AUG	SEP	OCT	NOV	DEC	YTD
3 435 761,22	10 347 570,90	2 216 082,96	12 593 974,08	15 816 641,73	18 715 355,76	63 125 386,65	
WIP	10 280 510,90	2 091 762,28	12 391 859,15	15 599 757,94	18 555 859,65	62 355 511,14	
COMPUTER EQUIPMENT	39 080,00	62 842,00	151 608,39	181 422,79	127 478,22	562 411,40	
INTANGIBLE	28 000,00	19 399,98	50 007,34		32 298,75	129 706,07	
FURNITURE & FITTINGS							
PLANT AND EQUIPMENT							
OTHER ASSETS	67 060,00	82 241,98	201 615,73	181 422,79	159 776,97	692 117,47	
COST RECOGNISED AS CAPEX	10 347 570,90	2 174 004,26	12 593 474,88	15 781 180,73	18 715 636,62	63 047 628,61	
LESS: EXCLUSIONS							
VIP TOILETS							
EXCLUSION		499,20		405,00		904,20	
VAT INPUT						-280,86	
ITEMS DELIVERED BUT NOT YET PAID FOR							
ASSETS NOT DELIVERED		42 078,70			35 056,00	77 134,70	
OPEX - TRAFFIC SIGNS							
		42 078,70	499,20	35 461,00	-280,86	77 758,04	
ASSETS REGISTER	10 347 570,90	2 174 004,26	12 593 474,88	15 781 180,73	18 715 636,62	63 047 628,61	

FUNDING SOURCE

CAPITAL EXPENDITURE AS PER THE SYSTEM

WIP
COMPUTER EQUIPMENT
INTANGIBLE
FURNITURE & FITTINGS
PLANT AND EQUIPMENT
OTHER ASSETS
COST RECOGNISED AS CAPEX

LESS: EXCLUSIONS
VIP TOILETS
EXCLUSION
VAT INPUT
ITEMS DELIVERED BUT NOT YET PAID FOR
ASSETS NOT DELIVERED
OPEX - TRAFFIC SIGNS

M/G
ASSET FINANCING RESERVE

ASSETS REGISTER

CHECK

0,00

-0,00

0,00

0,00

0,00

0,00

PREPARED BY :

DATE :

CHECKED BY :

DATE :

AUTHORISED BY :

DATE :

REVIEWD BY :

DATE :

Newcastle Municipality Grant Register for December 2018

Number	Vote number	Description	Opening balance	Expenditure for DEC 2018		Receipts	Total Expenditure before Vat	Vat	Total Vat Amount	Total Expenditure after Vat	Closing balance
				Adjustments							
1	0395200101	Environmental Management Framework	(602,871.43)	-	-	-	-	-	-	(602,871.43)	
2	039520565001	IT - Theko Beaba Project	-	-	-	-	-	-	-	-	
3	0395200701	Channel town	(821,975.11)	-	-	-	-	-	-	(821,975.11)	
4	03952043801	Biofiltration Grail	-	1,659,263.20	-	1,659,263.20	3,694,989.47	115,710.46	4,116,058.89	(10,853,841.11)	
5	039520015801	Newcastle library internet project	(197,000.00)	-	-	-	-	-	-	(197,000.00)	
6	039520020001	Expanded FYWorks Initiative	(2,440,000.00)	363,897.81	-	363,897.81	2,238,617.39	1,362.61	2,240,000.00	(187,000.00)	
7	039520054001	Municipal Systems Improvement Grant	-	-	-	-	-	-	-	-	
8	039520059001	Financial Management Grant (FMG)	(1,700,000.00)	537,111.07	-	537,111.07	721,910.53	74,763.91	796,874.24	(903,825.78)	
9	039520119001	Manildra library internet project	(3,076,800.39)	-	-	-	-	-	-	(3,076,800.39)	
10	039520119001	Manildra library internet project	(87,000.00)	-	-	-	-	-	-	(87,000.00)	
11	039520210001	Engage fresh produce	(11,353.39)	-	-	-	-	-	-	(11,353.39)	
12	039520235001	Osipoven library internet project	-	-	-	-	-	-	-	-	
13	039520244001	Repair construction storm damage HS	-	-	-	-	-	-	-	-	
14	039520010001	MUG	(38,000,000.00)	24,992,683.23	-	24,992,683.23	32,535,071.91	3,946,461.65	37,627,099.19	(1,372,810.91)	
15	039520020001	Orkney Arts Centre	-	-	-	-	-	-	-	-	
16	039520107001	Corridor Development	(26,820.00)	-	-	-	-	-	-	(26,820.00)	
17	039520107001	J&C Housing Project	(131,074.64)	-	-	-	-	-	-	(131,074.64)	
18	039520108001	Provincialisation - All Libraries	(13,642,766.04)	2,549,423.44	-	2,549,423.44	9,061,762.46	214,846.31	9,890,390.69	(23,859,206.99)	
19	039520109001	Carriega Art Gallery	(79,876.84)	-	-	-	-	-	-	(79,876.84)	
20	039520107001	Fort Ararat Museum	(182,867.83)	-	-	-	-	-	-	(182,867.83)	
21	039520118001	Capacity Building Housing	(8,414,666.23)	592,524.46	-	592,524.46	3,641,302.53	-	3,644,392.53	(4,776,273.99)	
22	039520180001	Newcastle Airport	(1,515,291.36)	-	-	-	-	-	-	(1,515,291.36)	
23	039580024001	Neighbouring Development Partnership Grant	(42,118,787.00)	-	-	-	-	-	-	(42,118,787.00)	
24	039680024001	Municipal Water Info Grant	-	-	-	-	-	-	-	-	
25	039680024001	Municipal Water Info Grant	(11,000,000.00)	-	-	-	-	-	-	(11,000,000.00)	
26	039680024001	Municipal Water Info Grant	(4,268,812.79)	-	-	-	-	-	-	(4,268,812.79)	
28	039520021001	Short and Resilient	(8,781.32)	560,733.62	-	560,733.62	841,100.04	-	841,100.04	(4,268,812.79)	
		TOTAL	(66,218,817.43)	31,226,838.86	-	31,226,838.86	65,487,347.73	4,436,891.69	73,069,295.17	(76,093,812.47)	

PREPARED BY:

C HARIPARSAD
ACCOUNTANT:
GENERAL
ACCOUNT &
ADMIN
SERVICES

REVIEWED BY:

S.P HLATSHWAYO
ACTING
MANAGER:
FINANCIAL
REPORTING

REVIEWED BY:

M.S NDLOVU
DIRECTOR:
BUDGET &
FINANCIAL
REFORMS

AUTHORIZED BY:

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

SUMMARY OF INVESTMENTS FOR NEWCASTLE FOR DECEMBER 2018

Name Of Investment	Account Number	Opening Balance	Investment Made	Investment Matured	Withdrawals Made	Interest Received	Interest Capitalized	Bank Charges Vat & Other	Balance
Self Insurance Reserve Fund	Standard Bank 068450354/015	R 964,057.43					R 31,532.63		R 995,590.06
Housing Development Fund	Standard Bank 068450354/016	R 21,631,574.14	R 40,704,719.00		R 36,000,000.00		R 816,491.07		R 27,152,784.21
Provincialisation	Standard Bank 068450354/035	R 77,670.14	R 22,017,480.00		R 4,595,718.83		R 404,152.65		R 17,903,583.96
MIG	Standard Bank 068450354/036	R 44,677.38	R 53,000,000.00		R 53,112,175.81		R 499,994.62		R 432,496.19
NDPG	Standard Bank 068450354/037	R 18,599,892.15	R 0.00		R 18,500,000.00		R 275,313.14		R 375,205.29
Electrification Grant	Standard Bank 068450354/038	R 1,076,293.88	R 7,500,000.00		R 7,679,259.60		R 101,792.81		R 998,827.09
FGM	Standard Bank 068450354/039	R 1,773,159.02	R 0.00				R 42,899.33		R 1,816,058.35
Capacity Building	Absa: 9288456248	R 2,866,231.28			R 0.00	R 91,791.00		R 197.75	R 2,866,033.53
VAT Refund	Absa 9300506428	R 373,397.32	R 40,000,000.00		R 40,000,000.00		R 112,439.79		R 485,837.11
Council Funds	Nedbank 037648555441 46	R 0.00	R 100.00		R 0.00		R 3.24		R 103.24
Council Funds	Nedbank 037648555441 47	R 0.00	R 100.00				R 3.24		R 103.24
Council Funds	Nedbank 037648555441 48	R 0.00	R 100.00				R 3.24		R 103.24
Council Funds	Nedbank 037648555441 49	R 0.00	R 100.00				R 3.24		R 103.24
Council Funds	Nedbank 037648555441 50		R 350,000.00				R 1,781.26		R 351,781.26
Total as 2018/12/31		R 47,406,952.74	R 163,572,599.00	R 0.00	R 159,887,154.24	R 91,791.00	R 2,286,410.26	R 197.75	R 53,378,610.01

(not added to capital)

R 53,378,610.01

C MOORE

CHIEF CLARK: FINANCIAL ACCOUNTING

SP HLATSHWAYO

ACTING MANAGER: FINANCIAL REPORTING

MS NDLOVU

DIRECTOR: BUDGET & FINANCIAL REFORMS

S M NKOSI

ACTING SED: BUDGET & TREASURY OFFICE

	JV26141	Standard Bank	0684503540/015	47,406,952.74
/BALANCE PER GENERAL LEDGER 2018/07/31 (030997010001	JV26138	Standard Bank	0684503540/016	5,199.31
Interest capitalised	2018/08/06	Standard Bank	0684503540/035	117,477.39
Interest capitalised	2018/08/06	Standard Bank	0684503540/036	19,207.93
Interest capitalised	2018/08/06	Standard Bank	0684503540/037	95,229.99
Interest capitalised	2018/08/06	Standard Bank	0684503540/038	86,916.13
Interest capitalised	2018/08/06	Standard Bank	0684503540/039	5,804.61
Interest capitalised	2018/08/06	Nedbank	37648555411.46	7,078.06
				0.35

Interest capitalised	2018/08/06	JV26143	Nedbank	37648555411 47	0.35
Interest capitalised	2018/08/06	JV26144	Nedbank	37648555411 48	0.35
Interest capitalised	2018/08/06	JV26145	Nedbank	37648555411 49	0.35
Interest capitalised	2018/08/06	JV26148	ABSA	9288456248	(28.25)
Interest capitalised	2018/08/06	JV26146	ABSA	9300506428	1,871.08
Bank charges	2018/08/06	JV26026	Standard Bank	0684503540/016	(20,000,000.00)
Interest capitalised	2018/08/06	JV26026	Standard Bank	0684503540/037	(3,500,000.00)
Withdrawal from investment	2018/08/17	JV26030	Standard Bank	0684503540/036	(671,175.81)
Withdrawal from investment	2018/08/17	JV26028	Standard Bank	0684503540/035	6,000,000.00
Withdrawal from investment	2018/08/17	JV26027	Standard Bank	0684503540/016	24,704,719.00
Investment made	2018/08/17	JV26079	Nedbank	37648555411 46	100.00
Investment made	2018/08/17	JV26078	Nedbank	37648555411 47	100.00
Investment made	7/30/2018	JV26080	Nedbank	37648555411 48	100.00
Investment made	7/30/2018	JV26081	Nedbank	37648555411 49	100.00
Investment made	7/30/2018				93,279,653.58

15,336.17
15,336.17

ABSA 9288456248

JV26147

BALANCE PER GENERAL LEDGER '2018/07/31 (020101000064)

Interest received 2018/08/06

Interest Capitalised	2018/08/06	JV26141	Standard Bank	068450351/015	5,199.31
Interest Capitalised	2018/08/06	JV26138	Standard Bank	068450351/016	117,477.39
Interest Capitalised	2018/08/06	JV26137	Standard Bank	068450351/035	19,207.93
Interest Capitalised	2018/08/06	JV26136	Standard Bank	068450351/036	95,229.99
Interest Capitalised	2018/08/06	JV24813	Standard Bank	068450351/037	86,916.13
Interest Capitalised	2018/08/06	JV26134	Standard Bank	068450351/038	5,804.62
Interest Capitalised	2018/08/06	JV26133	Standard Bank	068450351/039	7,078.06
Interest Capitalised	2018/08/06	JV26146	ABSA	9300506428	1,871.08
Interest Capitalised	2018/08/06	JV26146	Nedbank	37648555411 46	0.35
Interest Capitalised	2018/08/06	JV26146	Nedbank	37648555411 47	0.35
Interest Capitalised	2018/08/06	JV26146	Nedbank	37648555411 48	0.35
Interest Capitalised	2018/08/06	JV26146	Nedbank	37648555411 49	0.35
Interest Capitalised	2018/08/06				338,785.91



EASTERN REGION
PRIVATE BAG X16 WESTVILLE 3630



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

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

TEL: 08600 37566
SMS: 35328

NEWCASTLE MUNICIPALITY
PRIVATE BAG X6621
NEWCASTLE
2940

YOUR ACCOUNT NO	5578885631
SECURITY HELD	1.23
BILLING DATE	2019-01-03
TAX INVOICE NO	557560086244
ACCOUNT MONTH	DECEMBER 2018
CURRENT DUE DATE	2019-02-02
VAT REG NO	4000791824

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

EASTERN REGION
PRIVATE BAG X16 WESTVILLE 3630

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

TAX INVOICE

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

ACCOUNT TRANSACTION SUMMARY					
ADMINISTRATION CHARGE		R	3,695.20		
TRANSMISSION NETWORK CAPACITY		R	1,175,000.00		
URBAN LOW VOLTAGE SUBSIDY		R	1,673,750.00		
ANCILLARY SERVICE (ALL)		R	143,189.68		
ENERGY CHARGE (STD)	15,452,319.00	R	9,354,833.92		
ENERGY CHARGE (PEAK)	5,544,983.00	R	4,877,367.05		
ENERGY CHARGE (OFF)	22,393,510.00	R	8,601,347.19		
ELECTRIFICATION AND RURAL SUBS (ALL)		R	3,219,598.25		
SERVICE CHARGE		R	115,707.81		
TOTAL CHARGES FOR BILLING PERIOD		R	29,164,489.10		
ACCOUNT SUMMARY FOR DECEMBER 2018					
BALANCE BROUGHT FORWARD	(Due Date 2019-01-04)	R	153,412,940.20		
TOTAL CHARGES FOR BILLING PERIOD		R	29,164,489.10		
ADJUSTMENT	Interest on overdue account	R	1,096,461.53		
PAYMENT ARRANGEMENT	5578885539 (Balance o/s R 28,555,194.81)	R	4,000,000.00		
VAT RAISED ON ITEMS AT 14%		R	0.00		
VAT RAISED ON ITEMS AT 15%		R	4,374,673.36		
TOTAL DUE		R	192,048,564.19		
ARREARS					
>90 DAYS	61-90 DAYS	31-60 DAYS	16-30 DAYS	CURRENT	
43,900,573.5	64,337,008.35	0.00	45,175,358.34	38,635,623.99	
TOTAL DUE				R	192,048,564.19
Account OVERDUE - Subject to Disconnection					

ACCOUNT NO / REFERENCE NO

5578885631
NAME
NEWCASTLE MUNICIPALITY
FAX NUMBER
0343129697

	0934 5578885631
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11341 5578885631



9207 0557 8885 6313



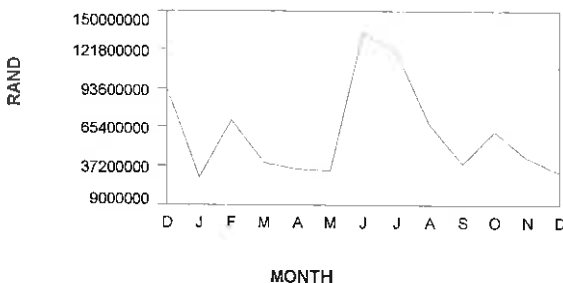
TOTAL AMOUNT DUE

192,048,564.15

PAYMENT ARRANGEMENT

INSTALMENT	4,000,000.00
ARREARS (Due Immediately)	153,412,940.20
DUE DATE (For Current Amount)	2019-02-02
AMOUNT PAID	

LATE PAYMENT CHARGES WILL BE
ADDED TO OVERDUE ACCOUNT



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



Statement Enquiry

Date: 17/01/2019 Time: 12:35:25 PM

Account description: *NEWCASTLE LOCAL MUNICIPALITY

Account number: 1162667338

Statement: 459

Date	Transactions	Debit	Credit	Balance	VAT # ENC *
31/12/2018	BROUGHT FORWARD			20,457,386.03	
31/12/2018	NetBank Bus: User maintenance	-30.26		20,457,355.77	#
31/12/2018	NetBank Bus: User maintenance	-30.26		20,457,325.51	#
31/12/2018	NetBank Bus: User maintenance	-30.26		20,457,295.25	#
31/12/2018	NBB Collection Unpays	-21.18		20,457,274.07	#
31/12/2018	MERCH D - 02960755	-39,093.27		20,418,180.80	
31/12/2018	MERCH D - 02961274	-1,499.95		20,416,680.85	
31/12/2018	MERCH D - 02960730	-803.86		20,415,876.99	
31/12/2018	MERCH D - 02960698	-803.85		20,415,073.14	
31/12/2018	MERCH D - 02960722	-803.85		20,414,269.29	
31/12/2018	MERCH D - 02960748	-803.85		20,413,465.44	
31/12/2018	MERCH D - 02960672	-498.74		20,412,966.70	
31/12/2018	MERCH D - 02997799	-460.00		20,412,506.70	
31/12/2018	NBB collect payment fee(01/12-	-3,852.00		20,408,654.70	#
31/12/2018	NBB: 1-day dated payment EFT	-2,726.40		20,405,928.30	#
31/12/2018	NBB payment fee(01/12-31/12)	-732.00		20,405,196.30	#
31/12/2018	NetBank Bus: RTL	-242.10		20,404,954.20	#
31/12/2018	CM SWP FROM-1162660066		1,761,473.92	22,166,428.12	
31/12/2018	CARRIED FORWARD			22,166,428.12	

Notice

Whilst every effort has been made to ensure that the information on this statement is accurate, Nedbank Limited takes no responsibility for any loss or damage suffered by any person as a result of their reliance upon the information contained in this statement and the contents should be verified against the final statement to be provided by Nedbank to the client.

- VAT is applicable for this transaction

* - Uncleared Effect (ENC) is applicable for this transaction

Profile name:NEWCASTLE LOCAL MUNICIPALITY
Profile number:4000449203

User name:CHRISTA MOORE
User ID:18



Statement Enquiry

Date: 17/01/2019 Time: 12:34:10 PM

Account description: *NEWCASTLE LOCAL MUNICIPALITY

Account number: 1162660066

Statement: 2540

Date	Transactions	Debit	Credit	Balance	VAT # ENC *
31/12/2018	BROUGHT FORWARD			1,752,645.20	
31/12/2018	190010001187		2,350.00	1,754,995.20	
31/12/2018	160010001135		2,250.00	1,757,245.20	
31/12/2018	200001135342		2,150.00	1,759,395.20	
31/12/2018	230001170029		1,770.00	1,761,165.20	
31/12/2018	330001227795		1,742.00	1,762,907.20	
31/12/2018	210001220616		1,278.38	1,764,185.58	
31/12/2018	160010020721		1,246.07	1,765,431.65	
31/12/2018	160010028120		937.04	1,766,368.69	
31/12/2018	220010020479		876.00	1,767,244.69	
31/12/2018	240010019614		710.00	1,767,954.69	
31/12/2018	180010015079		676.53	1,768,631.22	
31/12/2018	170010014113		136.20	1,768,767.42	
31/12/2018	000000006648320 30	-499.90		1,768,267.52	
31/12/2018	000000006184893 30	-150.00		1,768,117.52	
31/12/2018	EASYPAY EASYP 2253000321	-4,277.26		1,763,840.26	
31/12/2018	EASYPAY EASYP 2254000678	-1,288.64		1,762,551.62	
31/12/2018	EASYPAY EASYP 2255001007	-1,077.70		1,761,473.92	
31/12/2018	CM SWP TO-1162667338	-1,761,473.92		0.00	
31/12/2018	CARRIED FORWARD			0.00	

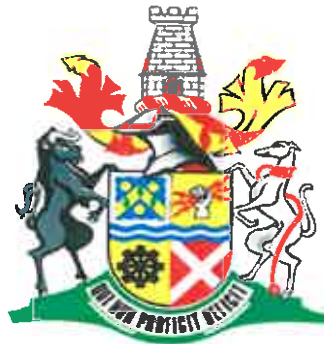
Notice

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- VAT is applicable for this transaction

* - Uncleared Effect (ENC) is applicable for this transaction

MUNICIPAL MANAGER'S QUALITY CERTIFICATE



I, **MJ Mayisela**, the Acting Municipal Manager of **Newcastle Municipality**, hereby certify that the mid-year review budget and supporting documentation of the 2018/2019 Operational and Capital Budget have been prepared in accordance with Section 72(1)(a)(b) of the Municipal Finance Management Act, No56 of 2003; and Regulation 56-59 of the Municipal Budget and Reporting Regulations.

Print Name : **MUZI JUSTICE MAYISELA**

Acting Municipal Manager : **NEWCASTLE MUNICIPALITY**

Signature : 

Date : 