

**SECTION 52(d): QUARTERLY BUDGET STATEMENT: NATIONAL REPORTING STANDARD: MONTH SIX: 31 DECEMBER 2018: (T 6/1/1-2018/2019): BUDGET AND TREASURY OFFICE**



**REPORT TO THE NEWCASTLE MUNICIPAL COUNCIL**

File Reference:  
Report Number:

Author: M S Ndlovu  
Designation: Director: Budget and Financial Reporting

FOR CONSIDERATION

1<sup>st</sup> Level: PORTFOLIO COMMITTEE  
2<sup>nd</sup> Level: EXECUTIVE COMMITTEE  
3<sup>rd</sup> Level: COUNCIL

**SUBJECT: DECEMBER 2018 QUARTERLY SECTION52(d) REPORT**

**PURPOSE**

The purpose of the report is to apprise the council of the Section 52(d) of the Municipal Finance Management Act 56 of 2003 (MFMA) which states that; the mayor must, within 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality. This report is submitted to both the National and Provincial Treasuries through a series of MFMA returns that were designed by the National Treasury.

**1. ANNEXURES**

- 1.1. Financial Reports as at 31 December 2018
- 1.2. Eskom invoice for bulk
- 1.3. Grant register
- 1.4. uThukela Water Financial Performance report
- 1.5. Quality Certificate

**2. ANALYSIS OF FINANCIAL RESULTS**

The financial analysis comprise of the operating budget performance, capital budget performance, analysis of financial position as well as the cash flows. Where differences are noted between the financial statement and the quarterly tables, the figures reflected in the Section 52(d) report must be regarded as a true and realistic picture of the state of finances of the municipality for the reporting period. Major variances and those items with an impact on these categories are discussed in the analysis below.

## Table C1: Monthly budget statements summary

The table below provides a high-level summation of the municipality's operating and capital budget and actuals to date, financial position and cash flow position.

### 2.1 Operating budget performance-revenue

KZN252 Newcastle - Table C1 Monthly Budget Statement Summary - Q2 Second Quarter

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									
<b>Financial Performance</b>									
Properly rates	252 934	296 785	-	24 243	152 227	147 892	4 334	3%	296 785
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
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>1 626 259</b>	<b>1 768 722</b>	<b>-</b>	<b>244 475</b>	<b>1 045 160</b>	<b>1 021 109</b>	<b>24 051</b>	<b>2%</b>	<b>1 768 722</b>
Employee costs	538 871	537 171	-	47 747	272 497	268 585	3 912	1%	537 171
Remuneration of Councilors	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
<b>Total Expenditure</b>	<b>2 097 674</b>	<b>2 237 008</b>	<b>-</b>	<b>151 072</b>	<b>956 149</b>	<b>1 118 504</b>	<b>(162 355)</b>	<b>-15%</b>	<b>2 237 008</b>
<b>Surplus/(Deficit)</b>	<b>(471 415)</b>	<b>(468 287)</b>	<b>-</b>	<b>93 403</b>	<b>89 011</b>	<b>(97 395)</b>	<b>186 406</b>	<b>-191%</b>	<b>(468 287)</b>
Transfers and subsidies - capital (monetary allocations)	158 481	166 736	-	13 504	53 183	83 368	(30 185)	-38%	166 736
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(312 934)</b>	<b>(301 551)</b>	<b>-</b>	<b>106 908</b>	<b>142 194</b>	<b>(14 027)</b>	<b>156 221</b>	<b>-1114%</b>	<b>(301 551)</b>
Share of surplus/ (deficit) of associates	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>(312 934)</b>	<b>(301 551)</b>	<b>-</b>	<b>106 908</b>	<b>142 194</b>	<b>(14 027)</b>	<b>156 221</b>	<b>-1114%</b>	<b>(301 551)</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>179 893</b>	<b>205 576</b>	<b>-</b>	<b>18 715</b>	<b>63 047</b>	<b>102 788</b>	<b>(39 740)</b>	<b>-39%</b>	<b>205 576</b>
Capital transfers recognised	158 481	166 736	-	13 504	53 183	83 368	(30 185)	-38%	166 736
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	21 412	38 840	-	5 211	9 864	19 420	(9 556)	-49%	38 840
<b>Total sources of capital funds</b>	<b>179 893</b>	<b>205 576</b>	<b>-</b>	<b>18 715</b>	<b>63 047</b>	<b>102 788</b>	<b>(39 740)</b>	<b>-39%</b>	<b>205 576</b>
<b>Financial position</b>									
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
<b>Community wealth/Equity</b>	<b>7 059 591</b>	<b>7 049 216</b>	<b>-</b>	<b>-</b>	<b>6 789 639</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7 049 216</b>
<b>Cash flows</b>									
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)
<b>Cash/cash equivalents at the month/year end</b>	<b>57 019</b>	<b>1 265</b>	<b>-</b>	<b>-</b>	<b>87 642</b>	<b>76 008</b>	<b>(11 634)</b>	<b>-15%</b>	<b>25 479</b>
<b>Debtors &amp; creditors analysis</b>									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
<b>Debtors Age Analysis</b>									
Total By Income Source	90 589	46 105	52 838	39 563	41 925	29 170	140 313	840 232	1 280 736
<b>Creditors Age Analysis</b>									
Total Creditors	72 988	42 735	74 536	39 993	16 556	-	1	5 038	251 845

2.1.1 The municipality generated a total revenue of R1 045 160 000 of the original budget of R1 768 722 000, representing 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. Although the aggregate performance on revenue generated shows over performance of 2, it is however necessary to explain reasons which attributed to such variance.

2.1.2 The municipality generated R33 347 000 (7%) more revenue from service charges than the year-to-date budget of R504 275 000 for the period under review. All service charges are performing above target, with electricity, water, sanitation and refuse over-performing by R5.4 million, R9.1 million, R8.6 million and R10.1 million respectively.

2.1.3 The municipality generated R4 334 000 (3%) more revenue from property rates than the year-to-date budget of R147 892 000 for the period under review. This is due to government departments billed for the annual rates in July and the municipal properties that has been sold.

2.1.4 The municipality generated R646 000 (32%) more revenue from interest on investments than the year-to-date budget of R2 020 000 for the period under review. This is due to investments made by the municipality during the month of December 2018 after receiving the equitable share.

2.1.5 The municipality recorded R329 115 000 for operational and R53 183 000 for capital transfers and subsidies. It is noted that capital grant expenditure is under-performing by 36%, departments are urged to accelerate spending of government grants.

2.1.6 The municipality generated R14 276 000 (-38%) less revenue from sundry revenue than a pro-rata budget of R37 806 000 for the period under review. This is as a result of the projected revenue of R22m from sale of houses and land which was over-stated in the approved budget. This has been noted and will be corrected during adjustment budget process.

## **2.2 Operating performance – expenditure**

2.2.1 The summary of the operating expenditure is reflected in C1 and C4 tables of the Schedule C attached hereto. As at the end of the second quarter, the municipality incurred the total expenditure of R956 149 000 of the original budget of R2 237 008 000, which represents 42 percent. The variance between the pro-rata expenditure budget and the actual expenditure incurred for the same period amounts to R162 355 000, representing under-expenditure of 15 percent.

2.2.2 The main attributing factors to the variance are non-cash items, being debt impairment, depreciation and other expenditure. Debt impairment and depreciation are accounting items, which are required to reflect on capital charges that compensate for doubtful debtors and assets which deteriorate in value. Depreciation has under-performed by 30 percent (R79.7 million) in the sixth month of the financial year due to the very low capital expenditure. Debt impairment under-performed by 43 percent (R35 million) due to the review of indigent register.

2.2.3 The municipality spent R29 961 000 (-10%) less on the bulk purchases than the year-to-date budget of R309 365 000. This is due to the fluctuating electricity consumption, particular from the SACC demand, since the company has not fully recovered.

2.2.4 The municipality spent R840 000 (-45%) less on materials than a pro-rata budget of R1 881 000. This is mainly due to the culture of cost containment which has been inculcated.

2.2.5 The municipality spent R5 351 000 (31%) more on contracted services than a pro-rata budget of R17 473 000. Included in the budget for contracted services is the provision for security services which has since been observed to be accelerating. The council and officials are urged to introduce measures to cut down on security.

2.2.6 The municipality spent R3 912 000 (1%) more on employee related costs than a pro-rata budget of R268 585 000. While this looks acceptable it is important to note that over-time is still over-performing by 76%. Management is urged to introduce measures to contain overtime.

## 2.3 Capital budget performance

**Table C5: Monthly budget statements – Capital Expenditure (municipal vote, standard classification and funding)**

The table below reflects the municipality's capital programme in relation to capital expenditure by municipal vote, capital expenditure by standard classification; and funding sources required to fund the capital budget, including information on capital transfers from National and Provincial departments:

**KZN252 Newcastle - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Q2 Second Quarter**

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
<b>R thousands</b>	1									
<b>Multi-Year expenditure appropriation</b>	2									
Vote 1 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
Vote 2 - COMMUNITY SERVICES		-	-	-	-	-	-	-	-	-
Vote 3 - BUDGET AND TREASURY		-	-	-	-	-	-	-	-	-
Vote 4 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENTS		-	-	-	-	-	-	-	-	-
Vote 6 - TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	4,7	-	-	-	-	-	-	-	-	-
<b>Single Year expenditure appropriation</b>	2									
Vote 1 - CORPORATE SERVICES		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]		-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	4	179 893	205 576	-	18 715	63 047	102 788	(39 740)	-39%	205 576
<b>Total Capital Expenditure</b>		179 893	205 576	-	18 715	63 047	102 788	(39 740)	-39%	205 576
<b>Capital Expenditure - Functional Classification</b>										
<i>Governance and administration</i>		1 955	1 000	-	119	636	500	136	27%	1 000
<i>Executive and council</i>		-	-	-	-	-	-	-	-	-
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		8 048	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	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	179 893	205 576	-	18 715	63 047	102 788	(39 740)	-39%	205 576
<b>Funded by:</b>										
National Government		133 909	148 032	-	12 080	46 428	74 016	(27 588)	-37%	148 032
Provincial Government		8 926	18 704	-	1 424	6 755	9 352	(2 597)	-28%	18 704
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		15 646	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>		158 481	166 736	-	13 504	53 183	83 368	(30 185)	-36%	166 736
<b>Public contributions &amp; donations</b>	5	-	-	-	-	-	-	-	-	-
<b>Borrowing</b>	6	-	-	-	-	-	-	-	-	-
<b>Internally generated funds</b>		21 412	38 840	-	5 211	9 864	19 420	(9 556)	-49%	38 840
<b>Total Capital Funding</b>		179 893	205 576	-	18 715	63 047	102 788	(39 740)	-39%	205 576

2.3.1 Capital expenditure for the sixth month of the financial year amounted to R63 047 000, which represents 31% of the approved capital budget of R205 576 000. Comparison between the year-to-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 percent less than the year-to-date budget for the same period. It is important to note that of the 39% that is under spending, the bulk of this are grants which are under-spending by 36%.

## 2.4 Financial position

**Table C6: Monthly budget statements – Financial Position**

Table C6 below reflects the performance to date in relation to the financial position of the municipality.

**KZN252 Newcastle - Table C6 Monthly Budget Statement - Financial Position - Q2 Second Quarter**

Description	Ref	2017/18	Budget Year 2018/19			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	1					
<b>ASSETS</b>						
<b>Current assets</b>						
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
<b>Total current assets</b>		<b>794 427</b>	<b>366 049</b>	<b>-</b>	<b>798 328</b>	<b>366 049</b>
<b>Non current assets</b>						
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
<b>Total non current assets</b>		<b>7 396 359</b>	<b>7 515 728</b>	<b>-</b>	<b>7 287 017</b>	<b>7 515 728</b>
<b>TOTAL ASSETS</b>		<b>8 190 786</b>	<b>7 881 777</b>	<b>-</b>	<b>8 085 345</b>	<b>7 881 777</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
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
<b>Total current liabilities</b>		<b>533 860</b>	<b>297 641</b>	<b>-</b>	<b>757 165</b>	<b>297 641</b>
<b>Non current liabilities</b>						
Borrowing		431 733	373 941		393 333	373 941
Provisions		165 602	160 980		145 207	160 980
<b>Total non current liabilities</b>		<b>597 335</b>	<b>534 920</b>	<b>-</b>	<b>538 540</b>	<b>534 920</b>
<b>TOTAL LIABILITIES</b>		<b>1 131 195</b>	<b>832 561</b>	<b>-</b>	<b>1 295 706</b>	<b>832 561</b>
<b>NET ASSETS</b>	2	<b>7 059 591</b>	<b>7 049 216</b>	<b>-</b>	<b>6 789 639</b>	<b>7 049 216</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		7 032 915	7 046 945		6 762 246	7 046 945
Reserves		26 676	2 271		27 393	2 271
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>7 059 591</b>	<b>7 049 216</b>	<b>-</b>	<b>6 789 639</b>	<b>7 049 216</b>

2.4.1 As at the end of the second quarter of the financial year, the municipality showed a favourable equity position, with a net asset effect of R6.789 billion. While this picture looks good, it is however important to point out major reasons to such a favourable equity position, being consumer debtors and the property plant and equipment (assets), which cannot instantly be converted into cash. The following provides a closer look on some of critical financial position items:

2.4.2 The municipality's debtors aging as reflected in table SC3 is a total of R1.28 billion as at the end of the second quarter. The bulk of this amount (R1 091 million) is debt owing for more than 90 days, while R950 million of the total debt is owed by households. It must be noted that the total figure of debtors is inclusive of indigent. Debtors seem to be accumulating in each and every month, however the community outreach programme run by finance in urging the consumers to pay, is yielding positive results.

2.4.3 Property Plant and Equipment (Assets) comprise of R6.6 billion of the total assets of R8.1 billion as reflected in table C6. These assets comprise of roads, community assets, water infrastructure, electricity infrastructure, other plants and equipment which the municipality has acquired for service delivery as well as for its own use. Service delivery of the municipal is majored by its ability to provide these services to communities. It is however important to note that the majority of these assets may not be easily converted to cash and cash equivalent.

2.4.4 The municipality closed with a balance of cash and cash equivalent of R87.6 million as at the end of the second quarter of the financial year which was made up of R34.2 million for cash and R53.3million from investments. It must be noted that included in the investment is the housing development fund of R26.9 million which belongs to KZN Department of Human Settlements. The short-term obligations are sitting at R251.8 million as illustrated on SC4, while unspent conditional grants amount to R76 million, representing a cash short-fall of R267.1 million. Table SC4 reflects that the municipality was owing creditors to the tune of R251.8 million. Included under creditors is Eskom for R187.6 million, Uthukela Water for R19 million, Dr Pixely KaSeme Municipality for R5.0 million, SARS for R8.8 million, Pension funds for R7.1 million, Auditor General for R732 thousand and other trade creditors for R21.7 million.

Looking at the cash position as mentioned above the municipality is currently not in the position to cover it short-term obligations, including unspent conditional grants.

## 2.5 Cash flow analysis

**Table C7: Monthly budget statements – Cash Flow**

The municipality's cash flow position and cash/cash equivalent outcome is shown on the table below:

**KZN252 Newcastle - Table C7 Monthly Budget Statement - Cash Flow - Q2 Second Quarter**

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										
1										
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
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	423 785	(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	80%	9 328
Dividends										
<b>Payments</b>										
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		-								
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>209 574</b>	<b>151 264</b>	<b>-</b>	<b>57 295</b>	<b>118 366</b>	<b>150 945</b>	<b>32 579</b>	<b>22%</b>	<b>151 264</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
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		-	-					-		-
<b>Payments</b>										
Capital assets		(155 174)	(205 576)		(18 730)	(63 048)	(102 788)	(39 739)	39%	(205 576)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(155 174)</b>	<b>(151 250)</b>	<b>-</b>	<b>(18 730)</b>	<b>(60 593)</b>	<b>(92 188)</b>	<b>(31 594)</b>	<b>34%</b>	<b>(151 250)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-						-		
Borrowing long term/refinancing		-						-		
Increase (decrease) in consumer deposits								-		
<b>Payments</b>										
Repayment of borrowing		(47 889)	(32 000)		(18 110)	(27 595)	(16 000)	11 595	-72%	(32 000)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>(47 889)</b>	<b>(32 000)</b>	<b>-</b>	<b>(18 110)</b>	<b>(27 595)</b>	<b>(16 000)</b>	<b>11 595</b>	<b>-72%</b>	<b>(32 000)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>6 512</b>	<b>(31 986)</b>	<b>-</b>	<b>20 456</b>	<b>30 177</b>	<b>42 757</b>			<b>(31 986)</b>
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

2.5.3 The municipality opened with a cash and cash equivalent balance of R57.5 million at the beginning of the financial year and closed with a balance of R87.6 million as at the end of the second quarter which represents a cash increase of R30.1 million.

2.5.2 Cash flows from operating activities yielded a net cash inflow of R118 million as result of receipts from services charges, property rates, government grants as well as other sundry receipts. This net cash inflows was after the municipality paid its suppliers for services rendered, remunerated its employees and councillors and paid the portion of the outstanding interest on loans.

2.5.3 Cash flows from investing activities recorded net cash outflows of R60.6 million due to capital expenditure.

2.5.4 Cash flows from financing activities recorded net cash outflows of R27.6 million. This was due to the net movements of loans by the municipality.

### **3. CONCLUSION**

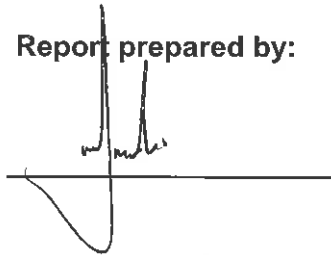
The under-expenditure on operational budget is acceptable if it is due to the introduction of cost-containment. However, it is important to emphasise that the expenditure on maintenance should not be compromised as it seems to be under-performing by 6%, this has a negative impact on service delivery. The issues that still reflect material variances in the budget and the financial state of affairs report must be monitored and managed to ensure that the municipality operates within the approved budget.

Furthermore, the municipality should continue to explore and implement effective credit control measures in order to strengthen its cash base, especially from individual consumers. Other revenue enhancement strategies over and above those currently yielding revenue will have to be explored with a view to widen the revenue and cash base as these seem to be the solution to turn the cash-flow situation around.

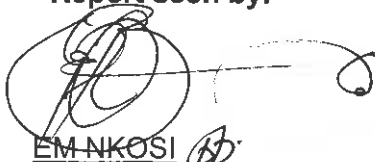
### **4. RECOMMENDED**

- (a) That the MFMA Section 52(d) report for the second quarter ended 31 December 2018 be noted;

**Report prepared by:**



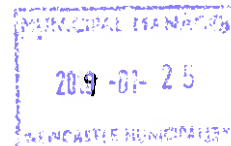
**Report seen by:**



EM NKOSI  
PORTFOLIO COUNCILLOR  
BUDGET AND TREASURY OFFICE



SM NKOSI  
ACTING STRATEGIC EXECUTIVE DIRECTOR:  
BUDGET AND TREASURY OFFICE





KZN252 Newcastle - Table C1 Monthly Budget Statement Summary - Q2 Second Quarter

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
<b>R thousands</b>									
<b>Financial Performance</b>									
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
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>1,626,259</b>	<b>1,768,722</b>	<b>-</b>	<b>244,475</b>	<b>1,045,160</b>	<b>1,021,109</b>	<b>24,051</b>	<b>2%</b>	<b>1,768,722</b>
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
<b>Total Expenditure</b>	<b>2,097,674</b>	<b>2,237,008</b>	<b>-</b>	<b>151,072</b>	<b>956,149</b>	<b>1,118,504</b>	<b>(162,355)</b>	<b>-15%</b>	<b>2,237,008</b>
<b>Surplus/(Deficit)</b>	<b>(471,415)</b>	<b>(468,287)</b>	<b>-</b>	<b>93,403</b>	<b>89,011</b>	<b>(97,395)</b>	<b>186,406</b>	<b>-191%</b>	<b>(468,287)</b>
Transfers and subsidies - capital (monetary allocations)	158,481	166,736	-	13,504	53,183	83,368	(30,185)	-36%	166,736
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(312,934)</b>	<b>(301,551)</b>	<b>-</b>	<b>106,908</b>	<b>142,194</b>	<b>(14,027)</b>	<b>156,221</b>	<b>-1114%</b>	<b>(301,551)</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>(312,934)</b>	<b>(301,551)</b>	<b>-</b>	<b>106,908</b>	<b>142,194</b>	<b>(14,027)</b>	<b>156,221</b>	<b>-1114%</b>	<b>(301,551)</b>
<b>Capital expenditure &amp; funds sources</b>									
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
<b>Total sources of capital funds</b>	<b>179,893</b>	<b>205,576</b>	<b>-</b>	<b>18,715</b>	<b>63,047</b>	<b>102,788</b>	<b>(39,740)</b>	<b>-39%</b>	<b>205,576</b>
<b>Financial position</b>									
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
<b>Community wealth/Equity</b>	<b>7,059,591</b>	<b>7,049,216</b>	<b>-</b>	<b>-</b>	<b>6,789,639</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,049,216</b>
<b>Cash flows</b>									
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)
<b>Cash/cash equivalents at the month/year end</b>	<b>57,019</b>	<b>1,265</b>	<b>-</b>	<b>-</b>	<b>87,642</b>	<b>76,008</b>	<b>(11,634)</b>	<b>-15%</b>	<b>25,479</b>
<b>Debtors &amp; creditors analysis</b>									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
<b>Debtors Age Analysis</b>									
Total By Income Source	90,589	46,105	52,838	39,563	41,925	29,170	140,313	840,232	1,280,736
<b>Creditors Age Analysis</b>									
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) - Q2 Second Quarter

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									
<b>Revenue - Functional</b>											
<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
<b>Total Revenue - Functional</b>	2	1,784,740	1,935,457	-	257,980	1,098,343	1,104,477	(6,134)	-1%		1,935,457
<b>Expenditure - Functional</b>											
<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
<b>Total Expenditure - Functional</b>	3	2,097,674	2,237,008	-	151,072	956,149	1,118,504	(162,355)	-15%		2,237,008
<b>Surplus/ (Deficit) for the year</b>		(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) - Q2 Second Quarter**

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
<b>R thousands</b>										
<b>Revenue by Vote</b>										
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]		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	<b>2</b>	<b>1,784,740</b>	<b>1,935,458</b>	<b>-</b>	<b>257,980</b>	<b>1,098,343</b>	<b>1,104,477</b>	<b>(6,134)</b>	<b>-0.6%</b>	<b>1,935,458</b>
<b>Expenditure by Vote</b>										
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]		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	<b>2</b>	<b>2,097,674</b>	<b>2,237,008</b>	<b>-</b>	<b>151,072</b>	<b>956,149</b>	<b>1,118,504</b>	<b>(162,355)</b>	<b>-14.5%</b>	<b>2,237,008</b>
<b>Surplus/ (Deficit) for the year</b>	<b>2</b>	<b>(312,934)</b>	<b>(301,551)</b>	<b>-</b>	<b>106,908</b>	<b>142,194</b>	<b>(14,027)</b>	<b>156,221</b>	<b>-1113.7%</b>	<b>(301,551)</b>

KZN252 Newcastle - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q2 Second Quarter

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
<b>R thousands</b>										
<b>Revenue By Source</b>										
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	8,642		598	4,111	4,321	(210)	-5%	8,642
Interest earned - external investments		4,826	4,041		788	2,696	2,020	646	32%	4,041
Interest earned - outstanding debtors		11,595	13,218		869	4,780	6,609	(1,829)	-28%	13,218
Dividends received		-	-		-	-	-	-	-	-
Fines, penalties and forfeits		6,103	8,710		6	1,073	4,355	(3,277)	-75%	8,710
Licences and permits		19	13		1	7	6	0	5%	13
Agency services		-	-		-	-	-	-	-	-
Transfers and subsidies		365,726	384,734		130,754	329,116	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		-	-		-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>1,626,259</b>	<b>1,768,722</b>	<b>-</b>	<b>244,475</b>	<b>1,045,160</b>	<b>1,021,109</b>	<b>24,051</b>	<b>2%</b>	<b>1,768,722</b>
<b>Expenditure By Type</b>										
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		30,606	183,088	262,789	(79,701)	-30%	525,578
Finance charges		35,358	43,979		2,409	19,328	21,990	(2,662)	-12%	43,979
Bulk purchases		530,968	618,730		30,152	273,404	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	264,777		30,182	118,442	142,389	(23,947)	-17%	264,777
Loss on disposal of PPE		-	-		-	-	-	-	-	-
<b>Total Expenditure</b>		<b>2,097,674</b>	<b>2,237,008</b>	<b>-</b>	<b>151,072</b>	<b>956,149</b>	<b>1,118,504</b>	<b>(162,355)</b>	<b>-15%</b>	<b>2,237,008</b>
<b>Surplus/(Deficit)</b>										
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		(471,415)	(468,287)		93,403	89,011	(97,395)	186,406	(0)	(468,287)
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		158,481	166,736		13,504	53,183	83,368	(30,185)	(0)	166,736
Transfers and subsidies - capital (in-kind - all)		-	-		-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>(312,934)</b>	<b>(301,551)</b>	<b>-</b>	<b>106,908</b>	<b>142,194</b>	<b>(14,027)</b>			<b>(301,551)</b>
Taxation		-	-		-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>		<b>(312,934)</b>	<b>(301,551)</b>	<b>-</b>	<b>106,908</b>	<b>142,194</b>	<b>(14,027)</b>			<b>(301,551)</b>
Attributable to minorities		-	-		-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>(312,934)</b>	<b>(301,551)</b>	<b>-</b>	<b>106,908</b>	<b>142,194</b>	<b>(14,027)</b>			<b>(301,551)</b>
Share of surplus/ (deficit) of associate		-	-		-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>(312,934)</b>	<b>(301,551)</b>	<b>-</b>	<b>106,908</b>	<b>142,194</b>	<b>(14,027)</b>			<b>(301,551)</b>

KZN252 Newcastle - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Q2 Second Quarter

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									
<b>Multi-Year expenditure appropriation</b>	2									
Vote 1 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
Vote 2 - COMMUNITY SERVICES		-	-	-	-	-	-	-	-	-
Vote 3 - BUDGET AND TREASURY		-	-	-	-	-	-	-	-	-
Vote 4 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENTS		-	-	-	-	-	-	-	-	-
Vote 6 - TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	4,7	-	-	-	-	-	-	-	-	-
<b>Single Year expenditure appropriation</b>	2									
Vote 1 - CORPORATE SERVICES		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]		-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	4	179,893	205,576	-	18,715	63,047	102,788	(39,740)	-39%	205,576
<b>Total Capital Expenditure</b>		179,893	205,576	-	18,715	63,047	102,788	(39,740)	-39%	205,576
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		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		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		9,455	2,640	-	945	1,730	1,320	410	31%	2,640
Community and social services		8,048	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		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		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		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		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		-	-	-	-	-	-	-	-	-
<b>Other</b>		15,646	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	179,893	205,576	-	18,715	63,047	102,788	(39,740)	-39%	205,576
<b>Funded by:</b>										
National Government		133,909	148,032	-	12,080	46,428	74,016	(27,588)	-37%	148,032
Provincial Government		8,926	18,704	-	1,424	6,755	9,352	(2,597)	-28%	18,704
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		15,646	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>		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
<b>Total Capital Funding</b>		179,893	205,576	-	18,715	63,047	102,788	(39,740)	-39%	205,576

KZN252 Newcastle - Table C6 Monthly Budget Statement - Financial Position - Q2 Second Quarter

Description	Ref	2017/18	Budget Year 2018/19			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	1					
<b>ASSETS</b>						
<b>Current assets</b>						
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
<b>Total current assets</b>		<b>794,427</b>	<b>366,049</b>	<b>-</b>	<b>798,328</b>	<b>366,049</b>
<b>Non current assets</b>						
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
<b>Total non current assets</b>		<b>7,396,359</b>	<b>7,515,728</b>	<b>-</b>	<b>7,287,017</b>	<b>7,515,728</b>
<b>TOTAL ASSETS</b>		<b>8,190,786</b>	<b>7,881,777</b>	<b>-</b>	<b>8,085,345</b>	<b>7,881,777</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
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
<b>Total current liabilities</b>		<b>533,860</b>	<b>297,641</b>	<b>-</b>	<b>757,165</b>	<b>297,641</b>
<b>Non current liabilities</b>						
Borrowing		431,733	373,941		393,333	373,941
Provisions		165,602	160,980		145,207	160,980
<b>Total non current liabilities</b>		<b>597,335</b>	<b>534,920</b>	<b>-</b>	<b>538,540</b>	<b>534,920</b>
<b>TOTAL LIABILITIES</b>		<b>1,131,195</b>	<b>832,561</b>	<b>-</b>	<b>1,295,706</b>	<b>832,561</b>
<b>NET ASSETS</b>	2	<b>7,059,591</b>	<b>7,049,216</b>	<b>-</b>	<b>6,789,639</b>	<b>7,049,216</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		7,032,915	7,046,945		6,762,246	7,046,945
Reserves		26,676	2,271		27,393	2,271
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>7,059,591</b>	<b>7,049,216</b>	<b>-</b>	<b>6,789,639</b>	<b>7,049,216</b>

KZN252 Newcastle - Table C7 Monthly Budget Statement - Cash Flow - Q2 Second Quarter

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
<b>R thousands</b>	1									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
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								-		
<b>Payments</b>										
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		-						-		
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>209,574</b>	<b>151,264</b>	<b>-</b>	<b>57,295</b>	<b>118,366</b>	<b>150,945</b>	<b>32,579</b>	<b>22%</b>	<b>151,264</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
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		-	-					-		-
<b>Payments</b>										
Capital assets		(155,174)	(205,576)		(18,730)	(63,048)	(102,788)	(39,739)	39%	(205,576)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(155,174)</b>	<b>(151,250)</b>	<b>-</b>	<b>(18,730)</b>	<b>(60,593)</b>	<b>(92,188)</b>	<b>(31,594)</b>	<b>34%</b>	<b>(151,250)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-						-		
Borrowing long term/refinancing		-						-		
Increase (decrease) in consumer deposits								-		
<b>Payments</b>										
Repayment of borrowing		(47,889)	(32,000)		(18,110)	(27,595)	(16,000)	11,595	-72%	(32,000)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>(47,889)</b>	<b>(32,000)</b>	<b>-</b>	<b>(18,110)</b>	<b>(27,595)</b>	<b>(16,000)</b>	<b>11,595</b>	<b>-72%</b>	<b>(32,000)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>6,512</b>	<b>(31,986)</b>	<b>-</b>	<b>20,456</b>	<b>30,177</b>	<b>42,757</b>			<b>(31,986)</b>
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

**KZ/252 Newcastle - Supporting Table SC1 Material variance explanations - Q2 Second Quarter**

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



**KZN252 Newcastle - Supporting Table SC2 Monthly Budget Statement - performance indicators - Q2 Second Quarter**

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
<b><u>Borrowing Management</u></b>							
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%
<b><u>Safety of Capital</u></b>							
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%
<b><u>Liquidity</u></b>							
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%
<b><u>Revenue Management</u></b>							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		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%
<b><u>Creditors Management</u></b>							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
<b><u>Funding of Provisions</u></b>							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
<b><u>Other Indicators</u></b>							
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%
<b><u>IDP regulation financial viability indicators</u></b>							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)						
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services						
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure						

**KZN252 Newcastle - Supporting Table SC3 Monthly Budget Statement - aged debtors - Q2 Second Quarter**

Description		Budget Year 2018/19										Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy	
		NT Code	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 DYS-1 Yr	Over 1Yr	Total					
<b>R thousands</b>																
<b>Debtors Age Analysis By Income Source</b>																
	1200	21,303	9,023	9,433	9,491	7,541	6,912	42,288	210,718	316,708	276,950	1,709				
	1300	50,237	8,891	15,041	6,137	681	585	1,963	10,465	94,108	19,840	148				
	1400	26,850	7,668	7,083	6,817	10,755	5,644	27,019	144,055	235,893	194,231	480				
	1500	14,581	6,505	6,164	6,129	6,048	5,375	25,811	169,922	240,536	213,285	831				
	1600	11,147	4,459	4,334	4,129	3,303	3,695	14,531	72,333	118,592	98,652	351				
	1700	714	168	109	154	106	83	461	2,234	4,029	3,038	13				
	1810	1,650	933	904	889	732	739	4,998	45,880	56,724	53,237	32				
	1820	-	-	-	-	-	-	-	-	-	-	-				
	1900	(35,894)	8,358	9,771	5,818	12,099	6,126	23,244	184,625	214,147	231,912	577				
	<b>2000</b>	<b>90,589</b>	<b>46,105</b>	<b>52,838</b>	<b>39,563</b>	<b>41,925</b>	<b>29,170</b>	<b>140,313</b>	<b>840,232</b>	<b>1,280,736</b>	<b>1,091,204</b>	<b>4,140</b>				
<b>Total By Income Source</b>																
<b>2017/18 - totals only</b>																
<b>Debtors Age Analysis By Customer Group</b>																
	2200	(3,842)	4,168	5,368	1,581	11,656	743	4,339	34,420	58,432	52,739	-				
	2300	36,983	10,200	16,247	7,088	4,176	2,197	13,454	48,478	136,813	75,373	0				
	2400	62,516	29,295	28,775	26,653	25,887	26,088	121,616	748,106	1,070,946	950,360	4,140				
	2500	(5,078)	2,443	2,448	2,261	197	143	904	9,228	12,545	12,732	-				
	<b>2600</b>	<b>90,589</b>	<b>46,105</b>	<b>52,838</b>	<b>39,563</b>	<b>41,925</b>	<b>29,170</b>	<b>140,313</b>	<b>840,232</b>	<b>1,280,736</b>	<b>1,091,204</b>	<b>4,140</b>				
<b>Total By Customer Group</b>																

KZN252 Newcastle - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q2 Second Quarter

R thousands	Description	NT Code	Budget Year 2018/19										Prior year totals for chart (same period)	
			0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total			
	<b>Creditors Age Analysis By Customer Type</b>													
	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	26	35	-	-	-	-	-	-	21,735
	Auditor General	0800	732	-	-	-	-	-	-	-	-	-	-	732
	Other	0900	-	-	-	-	-	-	-	-	-	-	-	-
	<b>Total By Customer Type</b>	<b>1000</b>	<b>72,988</b>	<b>42,735</b>	<b>74,536</b>	<b>39,993</b>	<b>16,556</b>	<b>-</b>	<b>1</b>	<b>5,038</b>	<b>-</b>	<b>-</b>	<b>251,845</b>	

KZN252 Newcastle - Supporting Table SC5 Monthly Budget Statement - investment portfolio - Q2 Second Quarter

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 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
		Yrs	Months							
<b>R thousands</b>										
<b>Municipality</b>										
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
<b>Municipality sub-total</b>						<b>2,378</b>		<b>47,407</b>	<b>5,972</b>	<b>53,379</b>
<b>Entities</b>										
<b>Entities sub-total</b>										
<b>TOTAL INVESTMENTS AND INTEREST</b>	<b>2</b>					<b>2,378</b>		<b>47,407</b>	<b>5,972</b>	<b>53,379</b>

KZN252 Newcastle - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Q2 Second Quarter

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
<b>R thousands</b>										
<b>RECEIPTS:</b>	1,2									
<b>Operating Transfers and Grants</b>										
<b>National Government:</b>		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	3	-								
Water Services Infrastructure Grant (WSIG)		2,500	-							15,000
Municipal Infrastructure Grant (MIG)		18,265	7,500							7,500
Energy Efficiency and Demand side Management Grant		9,000	15,000		7,500	15,000	15,000			
Other transfers and grants [insert description]										
<b>Provincial Government:</b>		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
Museums Services		350	368							368
Community Library Services Grant	4	554								
Sport and Recreation		-	58							58
Health subsidy		-								
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
[insert description]										
<b>Other grant providers:</b>		1,850	-	-	-	-	-	-	-	-
COGTA Grant		1,000								
Tirelo Basha Grant		850								
<b>Total Operating Transfers and Grants</b>	5	370,546	382,904	-	121,303	281,230	281,230	-		382,904
<b>Capital Transfers and Grants</b>										
<b>National Government:</b>		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		-								
Energy 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]										
<b>Provincial Government:</b>		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		-								
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
[insert description]										
<b>Other grant providers:</b>		19,076	-	-	-	-	-	-	-	-
European Union		19,076								
<b>Total Capital Transfers and Grants</b>	5	193,571	162,729	-	2,617	67,189	67,189	-		162,729
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	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 - Q2 Second Quarter

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										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
<b>National Government:</b>		353,549	368,807	-	120,077	270,709	269,756	953	0.4%	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	650	(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	4,116	7,500	(3,384)	-45.1%	15,000
Municipal Infrastructure Grant (MIG)		18,265	7,500		3,523	7,500	3,750	3,750	100.0%	7,500
<b>Provincial Government:</b>		11,989	14,097	-	593	9,878	7,049	(287)	-4.1%	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			6,234
Museums Services		343	368				184	(184)	-100.0%	368
Community Library Services Grant		527								
Sport and Recreation			58				29	(29)	-100.0%	58
Health subsidy		-								
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
<b>Other grant providers:</b>		1,850	-	-	-	-	-	-	-	-
COGTA Grant		1,000								
Tirelo Boshia Grant		850								
<b>Total operating expenditure of Transfers and Grants:</b>		367,388	382,904	-	120,669	280,587	276,804	666	0.2%	382,904
<b>Capital expenditure of Transfers and Grants</b>										
<b>National Government:</b>		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		-								
<i>Other capital transfers [insert description]</i>										
<b>Provincial Government:</b>		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	(3,280)	-83.6%	7,850
Community Library		2,297	12,147		1,684	1,684	6,074	(4,389)	-72.3%	12,147
Museum		-								
Corridor Development		-								
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
<i>Other capital transfers [insert description]</i>										
<b>Other grant providers:</b>		17,533	-	-	-	-	-	-	-	-
European Union		17,533								
<b>Total capital expenditure of Transfers and Grants</b>		182,198	162,729	-	33,058	46,456	81,365	(34,908)	-42.9%	162,729
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		549,586	545,633	-	153,727	327,043	358,169	(34,242)	-9.6%	545,633

KZN252 Newcastle - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - Q2 Second Quarter

Description	Ref	Budget Year 2018/19				
		Approved Rollover 2017/18	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands						
<b>EXPENDITURE</b>						
<b>Operating expenditure of Approved Roll-overs</b>						
<b>National Government:</b>		6,000	-	-	-	
Local Government Equitable Share						
Water Services Operating Subsidy						
EPWP Incentive						
Integrated National Electrification Programme						
Finance Management						
Municipal Systems Improvement						
Massification		6,000				
Energy Efficiency and Demand side Management Grant		-				
<b>Provincial Government:</b>		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						
<b>District Municipality:</b>		-	-	-	-	
<i>[insert description]</i>						
<b>Other grant providers:</b>		-	-	-	-	
COGTA Grant						
<b>Total operating expenditure of Approved Roll-overs</b>		<b>20,116</b>	<b>1,080</b>	<b>5,641</b>	<b>8,474</b>	<b>42.1%</b>
<b>Capital expenditure of Approved Roll-overs</b>						
<b>National Government:</b>		5,000	-	-	5,000	100.0%
Neighbourhood Development Partnership						
Water Services Infrastructure Grant (WSIG)						
Integrated National Electrification Programme						
Massification		5,000			5,000	100.0%
Other capital transfers <i>[insert description]</i>						
<b>Provincial Government:</b>		-	-	-	-	
Recapitalisation of Community Libraries						
Corridor Development						
<b>District Municipality:</b>		-	-	-	-	
<b>Other grant providers:</b>		-	-	-	-	
<b>Total capital expenditure of Approved Roll-overs</b>		<b>5,000</b>	<b>-</b>	<b>-</b>	<b>5,000</b>	<b>100.0%</b>
<b>TOTAL EXPENDITURE OF APPROVED ROLL-OVERS</b>		<b>25,116</b>	<b>1,080</b>	<b>5,641</b>	<b>13,474</b>	<b>53.6%</b>





Performance Bonus										
Motor Vehicle Allowance										
Cellphone Allowance										
Housing Allowances										
Other benefits and allowances										
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations										
<b>Sub Total - Other Staff of Entities</b>		-	-	-	-	-	-	-	-	
% Increase	4									
<b>Total Municipal Entities</b>		-	-	-	-	-	-	-	-	
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>		560,398	561,289	-	49,939	285,063	280,645	4,419	2%	561,330
% increase	4		0.2%							0.2%
<b>TOTAL MANAGERS AND STAFF</b>		538,871	537,171	-	47,747	272,467	266,585	3,912	1%	537,171

KZN252 Newcastle - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - Q2 Second Quarter

Ref	Description	Budget Year 2018/19												2018/19 Medium Term Revenue & Expenditure Framework				
		July	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21		
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget					
<b>R thousands</b>																		
	<b>Cash Receipts By Source</b>																	
	Property rates	14,613	16,203	18,667	22,077	18,197	17,668										97,637	234,776
	Service charges - electricity revenue	45,178	60,623	68,744	62,379	55,440	54,277										287,998	726,596
	Service charges - water revenue	7,612	7,614	7,572	8,880	7,995	8,369										77,905	144,196
	Service charges - sanitation revenue	3,923	4,306	4,208	5,121	4,233	4,184										54,269	91,868
	Service charges - refuse	3,438	3,569	3,740	3,868	4,116	3,597										42,740	74,497
	Service charges - other	-	-	-	-	-	-										-	-
	Rental of facilities and equipment	680	613	767	759	693	598										3,217	8,059
	Interest earned - external investments	-	634	0	271	973	788										1,395	11,370
	Interest earned - outstanding debtors	711	670	825	779	906	889										(1,255)	7,587
	Dividends received	-	-	-	-	-	-										-	-
	Fines, penalties and forfeits	90	915	22	27	19	6										483	6,849
	Licences and permits	2	1	1	2	0	1										5	15
	<b>Agency services</b>																	
	Transfer receipts - operating	114,467	13,714	16,573	13,734	1,913	121,303										49,795	321,688
	Other revenue	7,096	5,240	4,647	2,896	9,222	12,402										(13,182)	20,944
	<b>Cash Receipts by Source</b>	<b>187,815</b>	<b>114,100</b>	<b>125,767</b>	<b>120,792</b>	<b>103,707</b>	<b>224,083</b>										<b>600,928</b>	<b>1,651,310</b>
	<b>Other Cash Flows by Source</b>																	
	Transfer receipts - capital	39,000	-	-	25,573	-	2,617										148,497	222,540
	Contributions & Contributed assets	-	-	-	-	-	-										-	-
	Proceeds on disposal of PPE	-	-	-	-	-	2,454										(442)	2,000
	Short term loans	-	-	-	-	-	-										-	-
	Borrowing long term/financing	-	-	-	-	-	-										-	-
	Increase in consumer deposits	-	-	-	-	-	-										-	-
	Receipt of non-current debtors	-	-	-	-	-	-										1,705	670
	Receipt of non-current receivables	-	-	-	-	-	-										-	-
	Change in non-current investments	-	-	-	-	-	-										-	-
	<b>Total Cash Receipts by Source</b>	<b>236,815</b>	<b>114,100</b>	<b>125,767</b>	<b>146,365</b>	<b>103,707</b>	<b>229,153</b>										<b>750,667</b>	<b>1,876,308</b>
	<b>Cash Payments by Type</b>																	
	Employee related costs	37,532	45,071	51,918	46,447	44,332	47,747										197,768	499,225
	Remuneration of councillors	2,075	1,834	1,792	2,025	2,100	2,192										9,038	23,458
	Interest paid	3,875	3,812	3,532	3,968	1,743	2,408										30,984	53,785
	Bulk purchases - Electricity	11	-	10,000	24,788	322	66,349										383,469	589,715
	Bulk purchases - Water & Sewer	-	6,911	6,911	-	-	13,823										40,579	633,450
	Other materials	94	141	236	269	151	150										2,502	3,932
	Contracted services	-	-	2,585	4,198	7,162	6,814										18,073	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										223,437	333,292
	<b>Cash Payments by Type</b>	<b>50,691</b>	<b>74,118</b>	<b>94,110</b>	<b>106,935</b>	<b>72,155</b>	<b>169,865</b>										<b>905,849</b>	<b>1,602,455</b>
	<b>Other Cash Flows/Payments by Type</b>																	
	Capital assets	3,436	10,348	2,174	12,590	15,764	18,715										156,065	222,540
	Repayment of borrowing	-	523	2,118	3,931	2,913	18,110										1,780	41,351
	Other Cash Flows/Payments	155,629	46,826	24,072	38,885	-	-										(267,413)	-
	<b>Total Cash Payments by Type</b>	<b>209,756</b>	<b>133,815</b>	<b>98,402</b>	<b>147,529</b>	<b>129,737</b>	<b>206,490</b>										<b>796,281</b>	<b>1,666,345</b>
	<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>27,059</b>	<b>(19,716)</b>	<b>27,365</b>	<b>(1,168)</b>	<b>(26,030)</b>	<b>22,663</b>										<b>(45,994)</b>	<b>9,982</b>
	Cash/cash equivalents at the month/year beginning:	57,465	84,524	64,808	92,173	91,008	64,979	87,642	87,642	87,642	87,642	87,642	87,642	87,642	87,642	87,642	57,465	42,048
	Cash/cash equivalents at the month/year end:	84,524	64,808	92,173	91,008	64,979	87,642	87,642	87,642	87,642	87,642	87,642	87,642	87,642	87,642	87,642	42,048	(32,064)

KZN252 Newcastle - NOT REQUIRED - municipality does not have entities or this is the parent municipality's budget - Q2 Second Quarter

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
<b>R thousands</b>	1									
<b>Revenue By Source</b>										
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	8,642		598	4,111	4,321	(210)	-5%	8,642
Interest earned - external investments		4,828	4,041		788	2,666	2,020	646	32%	4,041
Interest earned - outstanding debtors		11,595	13,218		869	4,780	6,609	(1,829)	-28%	13,218
Dividends received		-	-		-	-	-	-	-	-
Fines, penalties and forfeits		6,103	6,710		6	1,078	4,355	(3,277)	-75%	6,710
Licences and permits		10	13		1	7	6	0	5%	13
Agency services		-	-		-	-	-	-	-	-
Transfers and subsidies		365,726	364,734		130,754	329,115	329,115	-	-	364,734
Other revenue		14,848	45,029		1,448	13,554	22,514	(8,961)	-40%	45,029
Gains on disposal of PPE		-	-		-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>1,626,259</b>	<b>1,768,722</b>	<b>-</b>	<b>244,475</b>	<b>1,045,160</b>	<b>1,021,109</b>	<b>24,051</b>	<b>2%</b>	<b>1,768,722</b>
<b>Expenditure By Type</b>										
Employee related costs		538,671	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	183,085	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		6,814	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		-	-		-	-	-	-	-	-
<b>Total Expenditure</b>		<b>2,097,674</b>	<b>2,237,008</b>	<b>-</b>	<b>151,072</b>	<b>956,149</b>	<b>1,118,504</b>	<b>(162,355)</b>	<b>-15%</b>	<b>2,237,008</b>
<b>Surplus/(Deficit)</b>		<b>(471,415)</b>	<b>(468,287)</b>	<b>-</b>	<b>93,403</b>	<b>89,011</b>	<b>(97,395)</b>	<b>186,406</b>	<b>-191%</b>	<b>(468,287)</b>
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)		-	-		-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>(312,934)</b>	<b>(301,551)</b>	<b>-</b>	<b>106,908</b>	<b>142,194</b>	<b>(14,027)</b>	<b>156,221</b>	<b>-1114%</b>	<b>(301,551)</b>
Taxation		-	-		-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>		<b>(312,934)</b>	<b>(301,551)</b>	<b>-</b>	<b>106,908</b>	<b>142,194</b>	<b>(14,027)</b>	<b>156,221</b>	<b>-1114%</b>	<b>(301,551)</b>

KZN252 Newcastle - NOT REQUIRED - municipality does not have entities or this is the parent municipality's budget - Q2 Second Quarter

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
<b>R thousands</b>										
<b>Revenue By Municipal Entity</b>										
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								-		
<b>Total Operating Revenue</b>	1	<b>78,793</b>	<b>82,934</b>	<b>-</b>	<b>6,911</b>	<b>41,467</b>	<b>41,467</b>	<b>-</b>		<b>82,934</b>
<b>Expenditure By Municipal Entity</b>										
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	(298)	-12%	5,108
Repairs & Maintenance					-	-	2,674	(2,674)	-100%	32,087
Other Expenditure		25,034	32,431		2,120	14,522	16,216	(1,694)	-10%	345
					-	-	-	-		
<b>Total Operating Expenditure</b>	2	<b>127,689</b>	<b>75,875</b>	<b>-</b>	<b>5,463</b>	<b>36,099</b>	<b>40,611</b>	<b>(4,512)</b>	<b>-11%</b>	<b>75,875</b>
<b>Surplus/ (Deficit) for the yr/period</b>		<b>(48,896)</b>	<b>7,059</b>	<b>-</b>	<b>1,448</b>	<b>5,368</b>	<b>856</b>	<b>(4,512)</b>	<b>-527%</b>	<b>7,059</b>
<b>Capital Expenditure By Municipal Entity</b>										
Service charges - water revenue								-		
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								-		
<b>Total Capital Expenditure</b>	3	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>

KZN252 Newcastle - Supporting Table SC:12 Monthly Budget Statement - capital expenditure trend - Q2 Second Quarter

R thousands	Month	Budget Year 2018/19								
		2017/18	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
<b>Monthly expenditure performance trend</b>										
	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	-		
	<b>Total Capital expenditure</b>	<b>179,893</b>	<b>205,576</b>	<b>-</b>	<b>63,047</b>					

KZN252 Newcastle - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - Q2 Second Quarter

Description	Ref	2017/18	Budget Year 2018/19							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands										
1										
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		74,850	107,732	-	8,060	22,126	53,866	31,740	58.9%	107,732
Roads Infrastructure		27,783	68,232	-	1,682	3,751	34,116	30,365	89.0%	68,232
Roads		27,685	68,232	-	1,682	3,751	34,116	30,365	89.0%	68,232
Road Structures										
Road Furniture										
Capital Spares	99									
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Drainage Collection										
Storm water Conveyance										
Attenuation										
Electrical Infrastructure		1,499	4,500	-	407	771	2,250	1,479	65.7%	4,500
Power Plants										
HV Substations										
HV Switching Station										
HV Transmission Conductors										
MV Substations										
MV Switching Stations										
MV Networks	1,499									
LV Networks			4,500		407	771	2,250	1,479	65.7%	4,500
Capital Spares										
Water Supply Infrastructure		38,268	35,000	-	4,232	12,756	17,500	4,744	27.1%	35,000
Dams and Weirs										
Boreholes										
Reservoirs										
Pump Stations										
Water Treatment Works		38,268	35,000	-	4,232	12,756	17,500	4,744	27.1%	35,000
Bulk Mains										
Distribution										
Distribution Points										
PRV Stations										
Capital Spares										
Sanitation Infrastructure		7,299	-	-	1,740	4,847	-	(4,847)	#DIV/0!	-
Pump Station										
Reticulation		7,299			1,740	4,847		(4,847)	#DIV/0!	
Waste Water Treatment Works										
Outfall Sewers										
Toilet Facilities										
Capital Spares										
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Landfill Sites										
Waste Transfer Stations										
Waste Processing Facilities										
Waste Drop-off Points										
Waste Separation Facilities										
Electricity Generation Facilities										
Capital Spares										
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Rail Lines										
Rail Structures										
Rail Furniture										
Drainage Collection										
Storm water Conveyance										
Attenuation										
MV Substations										
LV Networks										
Capital Spares										
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Sand Pumps										
Piers										
Revetments										
Promenades										
Capital Spares										
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Data Centres										
Core Layers										
Distribution Layers										
Capital Spares										
<b>Community Assets</b>		4,598	21,344	-	1,088	5,650	10,672	5,022	47.1%	21,344
Community Facilities		4,598	21,344	-	1,088	5,650	10,672	5,022	47.1%	21,344
Halls		2,378								
Centres										
Crèches										
Clinics/Care Centres										
Fire/Ambulance Stations										
Testing Stations										
Museums										
Galleries										
Theatres										
Libraries		2,221	19,684		1,088	5,650	9,847	4,197	42.6%	19,684

Cemeteries/Crematoria										
Police										
Purfs										
Public Open Space										
Nature Reserves										
Public Ablution Facilities										
Markets										
Stalls		1,650				825	825	100.0%	1,650	
Abattoirs										
Airports										
Taxi Ranks/Bus Terminals										
Capital Spares										
Sport and Recreation Facilities										
<b>Indoor Facilities</b>										
<b>Outdoor Facilities</b>										
Capital Spares										
<b>Heritage assets</b>										
Monuments										
Historic Buildings										
Works of Art										
Conservation Areas										
Other Heritage										
<b>Investment properties</b>										
Revenue Generating										
Improved Property										
Unimproved Property										
Non-revenue Generating										
Improved Property										
Unimproved Property										
<b>Other assets</b>		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										
<b>Biological or Cultivated Assets</b>										
Biological or Cultivated Assets										
<b>Intangible Assets</b>										
Servitudes										
Licences and Rights										
Water Rights										
Effluent Licenses										
Solid Waste Licenses										
Computer Software and Applications										
Local Settlement Software Applications										
Unspecified										
<b>Computer Equipment</b>										
Computer Equipment										
<b>Furniture and Office Equipment</b>		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
<b>Machinery and Equipment</b>										
Machinery and Equipment										
<b>Transport Assets</b>										
Transport Assets										
<b>Libraries</b>										
Libraries										
<b>Zoo's, Marine and Non-biological Animals</b>										
Zoo's, Marine and Non-biological Animals										
<b>Total Capital Expenditure on new assets</b>	1	97,403	130,076		9,300	28,537	65,038	36,501	56.1%	130,076







Machinery and Equipment										
<b>Transport Assets</b>										
Transport Assets										
<b>Libraries</b>										
Libraries										
<b>Zoo's, Marine and Non-biological Animals</b>										
Zoo's, Marine and Non-biological Animals										
<b>Total Capital Expenditure on renewal of existing assets</b>	1	56,746	58,000	-	4,876	23,627	29,000	5,373	18.5%	58,000



Piers									
Revetments									
Promenades									
Capital Spares									
Information and Communication Infrastructure									
Data Centres									
Core Layers									
Distribution Layers									
Capital Spares									
<b>Community Assets</b>	<b>2,520</b>	<b>13,239</b>	<b>-</b>	<b>89</b>	<b>424</b>	<b>6,620</b>	<b>6,196</b>	<b>93.6%</b>	<b>13,239</b>
Community Facilities	2,520	13,239	-	89	424	6,620	6,196	93.6%	13,239
Halls	322	400	-	59	366	200	(166)	-82.8%	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	-	36	-	-	-	18	18	100.0%	36
Theatres	-	-	-	-	-	-	-	-	-
Libraries	54	250	-	-	1	125	124	99.4%	250
Cemeteries/Crematoria	-	-	-	-	-	-	-	-	-
Police	-	-	-	-	-	-	-	-	-
Parks	-	-	-	-	-	-	-	-	-
Public Open Space	1,054	2,054	-	30	57	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	1,091	3,093	-	-	-	1,546	1,546	100.0%	3,093
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-
Indoor Facilities	-	-	-	-	-	-	-	-	-
Outdoor Facilities	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>	<b>130</b>	<b>2</b>	<b>-</b>	<b>0</b>	<b>11</b>	<b>1</b>	<b>(10)</b>	<b>-961.6%</b>	<b>2</b>
Monuments	130	-	-	-	-	-	-	-	-
Historic Buildings	-	-	-	0	11	-	(11)	#DIV/0!	-
Works of Art	-	2	-	-	-	1	1	100.0%	2
Conservation Areas	-	-	-	-	-	-	-	-	-
Other Heritage	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Revenue Generating	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	<b>341</b>	<b>4,885</b>	<b>-</b>	<b>352</b>	<b>1,507</b>	<b>2,442</b>	<b>936</b>	<b>38.3%</b>	<b>4,885</b>
Operational Buildings	41	3,894	-	352	1,507	1,947	440	22.6%	3,894
Municipal Offices	41	1,008	-	352	1,507	504	(1,003)	-198.8%	1,008
Pay/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	-	-	-	-	-	-	-	-	-	
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-	
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	
<b>Intangible Assets</b>	<b>2,940</b>	<b>4,925</b>	-	-	<b>1,177</b>	<b>2,463</b>	<b>1,286</b>	<b>52.2%</b>	<b>4,925</b>	
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	
Load Settlement Software Applications	-	-	-	-	-	-	-	-	-	
Unspecified	-	-	-	-	-	-	-	-	-	
<b>Computer Equipment</b>	-	-	-	-	-	-	-	-	-	
Computer Equipment	-	-	-	-	-	-	-	-	-	
<b>Furniture and Office Equipment</b>	-	<b>4,794</b>	-	-	-	<b>2,397</b>	<b>2,397</b>	<b>100.0%</b>	<b>4,794</b>	
Furniture and Office Equipment	-	4,794	-	-	-	2,397	2,397	100.0%	4,794	
<b>Machinery and Equipment</b>	<b>2,887</b>	<b>6,161</b>	-	<b>502</b>	<b>2,571</b>	<b>3,081</b>	<b>510</b>	<b>16.6%</b>	<b>6,161</b>	
Machinery and Equipment	2,887	6,161	-	502	2,571	3,081	510	16.6%	6,161	
<b>Transport Assets</b>	-	-	-	-	-	-	-	-	-	
Transport Assets	-	-	-	-	-	-	-	-	-	
<b>Libraries</b>	-	-	-	-	-	-	-	-	-	
Libraries	-	-	-	-	-	-	-	-	-	
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	
<b>Total Repairs and Maintenance Expenditure</b>	<b>1</b>	<b>121,344</b>	<b>68,123</b>	<b>-</b>	<b>3,380</b>	<b>18,901</b>	<b>34,062</b>	<b>15,160</b>	<b>44.5%</b>	<b>68,123</b>





Staff Housing										
Social Housing										
Capital Spares										
<b>Biological or Cultivated Assets</b>										
Biological or Cultivated Assets										
<b>Intangible Assets</b>	1,952	-	-	197	1,338	-	(1,338)	#DIV/0!		
Servitudes										
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!		
Load Settlement Software Applications										
Unspecified										
<b>Computer Equipment</b>	1,103	-	-	109	713	-	(713)	#DIV/0!		
Computer Equipment	1,103			109	713		(713)	#DIV/0!		
<b>Furniture and Office Equipment</b>	1,607	-	-	224	1,360	-	(1,360)	#DIV/0!		
Furniture and Office Equipment	1,607			224	1,360		(1,360)	#DIV/0!		
<b>Machinery and Equipment</b>	5,442	-	-	561	3,588	-	(3,588)	#DIV/0!		
Machinery and Equipment	5,442			561	3,588		(3,588)	#DIV/0!		
<b>Transport Assets</b>	6,113	-	-	517	3,455	-	(3,455)	#DIV/0!		
Transport Assets	6,113			517	3,455		(3,455)	#DIV/0!		
<b>Libraries</b>										
Libraries										
<b>Zoo's, Marine and Non-biological Animals</b>										
Zoo's, Marine and Non-biological Animals										
<b>Total Depreciation</b>	1	452,759	525,578	-	30,806	183,088	262,789	79,701	30.3%	525,578







<b>Transport Assets</b>		-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-
<b>Libraries</b>		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on upgrading of existing assets</b>	<b>1</b>	<b>25,744</b>	<b>17,500</b>	<b>-</b>	<b>4,540</b>	<b>10,883</b>	<b>8,750</b>	<b>(2,133)</b>	<b>-24.4%</b>	<b>17,500</b>

- Table F2 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December 2018

NEWCASTLE MUNICIPALITY									
Description	2017/18	Current Year 2018/19							
	Unaudited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>R thousands</b>								%	
<b>Revenue By Source</b>									
Service charges - water revenue	78,793	82,934		6,911	41,467	41,467	-	0.0%	82,934
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									
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>78,793</b>	<b>82,934</b>	<b>-</b>	<b>6,911</b>	<b>41,467</b>	<b>41,467</b>	<b>-</b>	<b>0.0%</b>	<b>82,934</b>
<b>Expenditure By Type</b>									
Employee related costs	4,226	12,142		973	6,365	6,071	293	4.8%	12,142
Remuneration of Directors	-	-		-	-	-	-	-	-
Debt impairment	-	-		-	-	-	-	-	-
Depreciation & asset impairment	77,705	681		57	341	341	(0)	0.0%	681
Finance charges	-	-		-	-	-	-	-	-
Bulk purchases	14,944	25,512		2,053	12,616	12,756	(140)	-1.1%	25,512
Other materials	5,781	5,108		260	2,256	2,554	(298)	-11.7%	5,108
Contracted services									
Transfers and grants									
Other expenditure	25,034	32,431		2,120	14,522	16,216	(1,694)	-10.4%	32,431
Loss on disposal of PPE	-	-		-	-	-	-	-	-
<b>Total Expenditure</b>	<b>127,689</b>	<b>75,875</b>	<b>-</b>	<b>5,463</b>	<b>36,099</b>	<b>37,937</b>	<b>(1,838)</b>	<b>-4.8%</b>	<b>75,875</b>
<b>Recharge</b>									
Head Office Recharge		30,253		2,206	16,522	15,127	1,395	9.2%	30,253
<b>Surplus/(Deficit)</b>	<b>(48,896)</b>	<b>(23,194)</b>	<b>-</b>	<b>(758)</b>	<b>(11,154)</b>	<b>(11,597)</b>			<b>(23,194)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)									
Transfers and subsidies - capital (in-kind - all)									
<b>Surplus/(Deficit) for the year</b>	<b>(48,896)</b>	<b>(23,194)</b>	<b>-</b>	<b>(758)</b>	<b>(11,154)</b>	<b>(11,597)</b>			<b>(23,194)</b>

- Table F2 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December 2018

Description	2017/18	Current Year 2018/19							
	Unaudited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Revenue By Source</b>									
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-
Service charges - water revenue	114,978	118,440	-	9,679	58,855	59,220	(365)	-0.6%	118,440
Service charges - other	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	116	-	-	17	93	-	93	-	560
Interest earned - external investments	1,176	1,105	-	159	1,118	552	566	102.4%	1,105
Interest earned - outstanding debtors	-	-	-	-	-	-	-	-	-
Agency services	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other revenue	1,323	795	-	42	90	397	(307)	-77.4%	795
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>117,593</b>	<b>120,339</b>	<b>-</b>	<b>9,896</b>	<b>60,157</b>	<b>60,170</b>	<b>(13)</b>	<b>0.0%</b>	<b>120,900</b>
<b>Expenditure By Type</b>									
Employee related costs	41,348	44,298	-	3,692	24,593	22,149	2,444	11.0%	44,298
Remuneration of Directors	-	-	-	-	-	-	-	-	-
Debt impairment	326	-	-	-	-	-	-	-	-
Depreciation & asset impairment	105,587	1,561	-	130	780	780	(0)	0.0%	1,561
Finance charges	1,387	1,479	-	107	643	740	(97)	-13.1%	1,479
Bulk purchases	15,010	26,460	-	1,977	12,935	13,230	(295)	-2.2%	26,460
Other materials	7,208	7,555	-	669	3,757	3,778	(21)	-0.6%	7,555
Contracted services	3,456	2,268	-	148	1,414	1,134	280	24.7%	2,268
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	35,257	55,574	-	2,921	22,767	27,787	(5,020)	-18.1%	55,574
Loss on disposal of PPE	-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>	<b>209,580</b>	<b>139,196</b>	<b>-</b>	<b>9,645</b>	<b>66,890</b>	<b>69,598</b>	<b>(2,708)</b>	<b>-3.9%</b>	<b>139,196</b>
<b>Surplus/(Deficit)</b>	<b>(91,987)</b>	<b>(18,857)</b>	<b>-</b>	<b>251</b>	<b>(6,734)</b>	<b>(9,428)</b>	<b>2,695</b>	<b>-28.6%</b>	<b>(18,297)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non profit Institutions, Private Enterprises, Public Corporations, Transfers and subsidies - capital (in-kind - all))	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) before taxation</b>	<b>(91,987)</b>	<b>(18,857)</b>	<b>-</b>	<b>251</b>	<b>(6,734)</b>	<b>(9,428)</b>	<b>2,695</b>	<b>-28.6%</b>	<b>(18,297)</b>
Taxation	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) for the year</b>	<b>(91,987)</b>	<b>(18,857)</b>	<b>-</b>	<b>251</b>	<b>(6,734)</b>	<b>(9,428)</b>	<b>2,695</b>		<b>(18,297)</b>

**References**

1. Revenue includes sales of: (insert description)
2. Bulk purchases - electricity
2. Bulk purchases - water
3. Expenditure includes repairs & maintenance of:
4. Previously described as 'bad or doubtful debts' - amounts shown should reflect the change in the provision for debt impairment
5. All materials not part of 'bulk' e.g. road making materials, pipe, cable etc.



**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
<b>Assets</b>			
<b>Current Assets</b>			
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>
<b>Non-Current Assets</b>			
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>
<b>Total Assets</b>		<u><b>8,085,345,068</b></u>	<u><b>8,040,159,654</b></u>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
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 Landfil site		31,292,755	31,292,755
		<u>757,165,430</u>	<u>791,729,174</u>
<b>Non-Current Liabilities</b>			
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>
<b>Total Liabilities</b>		<u><b>1,295,705,892</b></u>	<u><b>1,339,531,312</b></u>
<b>Net Assets</b>		<u><b>6,789,639,176</b></u>	<u><b>6,700,628,342</b></u>
<b>Reserves</b>			
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
<b>Total Net Assets</b>		<u><b>6,789,639,190</b></u>	<u><b>6,700,628,327</b></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
<b>Revenue</b>			
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
<b>Total revenue</b>		<b>1 045 160 065</b>	<b>1 817 350 775</b>
<b>Expenditure</b>			
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
<b>Total expenditure</b>		<b>956 149 202</b>	<b>2 233 239 462</b>
<b>Operating surplus (deficit)</b>		<b>89 010 863</b>	<b>(415 888 687)</b>
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
		-	<b>(17 711 198)</b>
<b>Surplus (deficit) for the six months</b>		<b>89 010 863</b>	<b>(433 599 885)</b>



## 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
<b>Balance at 01 July 2017</b>	<b>25,071,001</b>	<b>530,020</b>	<b>25,601,021</b>	<b>7,108,684,886</b>	<b>7,134,285,907</b>
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)
<b>Total changes</b>	<b>1,005,952</b>	<b>(57,861)</b>	<b>948,091</b>	<b>(434,605,671)</b>	<b>(433,657,580)</b>
<b>Balance at 01 July 2018</b>	<b>26,076,953</b>	<b>472,159</b>	<b>26,549,112</b>	<b>6,674,079,215</b>	<b>6,700,628,327</b>
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)	-
<b>Total changes</b>	<b>825,170</b>	<b>18,483</b>	<b>843,653</b>	<b>88,167,210</b>	<b>89,010,863</b>
<b>Balance at 31 December 2018</b>	<b>26,902,123</b>	<b>490,642</b>	<b>27,392,765</b>	<b>6,762,246,425</b>	<b>6,789,639,190</b>

# 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
<b>Cash flows from operating activities</b>			
<b>Receipts</b>			
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>
<b>Payments</b>			
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>
<b>Net cash flows from operating activities</b>		<u>118,365,719</u>	<u>232,639,364</u>
<b>Cash flows from investing activities</b>			
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)
		<u>(60,593,427)</u>	<u>(178,372,903)</u>
<b>Cash flows from financing activities</b>			
Net movements in long term loans		(27,490,708)	(47,163,407)
Movement on finance lease		(104,408)	(145,942)
		<u>(27,595,116)</u>	<u>(47,309,349)</u>
<b>Net increase/(decrease) in cash and cash equivalents</b>		<u>30,177,176</u>	<u>6,957,112</u>
Cash and cash equivalents at the beginning of the year		57,464,870	50,507,758
<b>Cash and cash equivalents at the end of the year</b>		<u>87,642,046</u>	<u>57,464,870</u>

VARIANCE RECON - AS AT DECEMBER 2018/19

	JULY	AUG	SEP	OCT	NOV	DEC	YTD
<b>3 435 761,22</b>	<b>10 347 570,90</b>	<b>2 216 087,96</b>	<b>12 593 974,08</b>	<b>15 599 757,94</b>	<b>18 715 355,76</b>	<b>63 125 386,65</b>	
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	39 060,00	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	
<b>3 435 761,22</b>	<b>10 347 570,90</b>	<b>2 174 004,26</b>	<b>12 593 474,88</b>	<b>15 781 180,73</b>	<b>18 715 636,62</b>	<b>63 047 628,61</b>	
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	
<b>3 435 761,22</b>	<b>10 347 570,90</b>	<b>2 174 004,26</b>	<b>12 593 474,88</b>	<b>15 781 180,73</b>	<b>18 715 636,62</b>	<b>63 047 628,61</b>	

FUNDING SOURCE

CAPITAL EXPENDITURE AS PER THE SYSTEM

MIG

ASSET FINANCING RESERVE

CHECK

-0,00

0,00

0,00

0,00

PREPARED BY : .....

DATE : .....

CHECKED BY : .....

DATE : .....

AUTHORISED BY : .....

DATE : .....

REVIEWED BY : .....

DATE : .....

Newcastle Municipality Grant Register for December 2018												
Number	Vote number	Description	Opening balance	Expenditure for DEC 2018		Receipts	Adjustments	Total Expenditure before Vat	VAT FOR THE MONTH	Total Vat Amount	Total Expenditure after Vat	Closing balance
				2018	2018							
1	0305200010	Environmental Management Framework	(602,871.43)	-	-	-	-	-	-	-	-	(602,871.43)
2	0305200540	L1 - 1780 Sabis Project	-	-	-	-	-	-	-	-	-	-
3	0305200001	Chennai town	(823,876.11)	-	-	-	-	-	-	-	-	(823,876.11)
4	0305200380	Sanitification Grant	-	1,659,293.20	(16,000,000.00)	-	-	115,710.46	427,068.42	4,116,058.89	-	(933,375.11)
5	0305200130	Newcastle library internet project	-	363,897.81	(197,606.00)	-	-	-	-	-	-	(10,893,941.11)
6	0305200200	Expanded FYWorks Initiative	-	537,111.07	(2,240,000.00)	-	-	1,392.61	-	2,240,000.00	-	(197,000.00)
7	0305200490	Municipal Systems Improvement Grant	-	-	(1,700,000.00)	-	-	74,753.91	-	-	-	-
8	0305200500	Financial Management Grant (FMG)	(3,070,800.38)	-	(17,000,000.00)	-	-	-	-	-	-	(20,070,800.38)
9	0305200360	Grant Skill Development	-	-	(197,000.00)	-	-	-	-	-	-	(197,000.00)
10	0305200190	Madurai library internet project	-	-	(187,000.00)	-	-	-	-	-	-	(187,000.00)
11	0305200210	Ngogo Fresh produce	-	-	-	-	-	-	-	-	-	-
12	0305200240	Osweyn library internet project	-	-	-	-	-	-	-	-	-	-
13	0305200240	Repair construction storm damage IHS	-	24,992,883.23	(39,000,000.00)	-	-	3,946,461.85	5,092,047.28	37,827,069.18	-	(1,372,930.51)
14	0305200100	MIG	-	-	-	-	-	-	-	-	-	(36,320.00)
15	0305200320	Churweni Arts Centre	(36,320.00)	-	-	-	-	-	-	-	-	(36,320.00)
16	0305200320	Corridor Development	(131,074.64)	-	-	-	-	-	-	-	-	(131,074.64)
17	0305200700	JBC Housing Project	-	-	-	-	-	-	-	-	-	-
18	0305200800	Provincialek - All Libraries	(13,842,766.04)	2,549,425.44	(17,416,776.61)	-	-	214,846.31	899,549.18	9,990,330.66	-	(24,868,204.99)
19	0305201090	Carnegie Art Gallery	(279,870.84)	-	-	-	-	-	-	-	-	(279,870.84)
20	0305201870	Fort Annel Museum	(192,867.83)	-	-	-	-	-	-	-	-	(192,867.83)
21	0305201890	Capacity Building Housing	(8,414,668.22)	592,524.46	(8,822,192.76)	-	-	3,644,392.53	-	3,644,392.53	-	(4,770,273.89)
22	0305201900	Newcastle Airport	(1,915,281.39)	-	-	-	-	-	-	-	-	(1,915,281.39)
23	0305202400	Neighbourhood Development Partnership Grant	(12,189,797.00)	-	-	-	-	-	-	-	-	(12,189,797.00)
24	0305202460	Municipal Water Infra Grant	(11,000,000.00)	-	(14,000,000.00)	-	-	14,000,000.00	-	14,000,000.00	-	(11,000,000.00)
25	0305202500	Mesalitation	(4,761,127.91)	550,733.62	(4,210,394.29)	-	-	84,110.04	64,110.04	644,843.66	-	(4,365,550.63)
26	0305202001	Sport and Recreation	(66,719,817.43)	34,256,838.86	(92,833,853.81)	-	-	4,433,891.58	6,871,824.44	73,889,269.17	-	(74,093,912.07)
		<b>TOTAL</b>										

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
<b>Total as 2018/12/31</b>		<b>R 47,406,952.74</b>	<b>R 163,572,599.00</b>	<b>R 0.00</b>	<b>R 159,887,154.24</b>	<b>R 91,791.00</b>	<b>R 2,286,410.26</b>	<b>R 197.75</b>	<b>R 53,378,610.01</b>

(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 &amp; FINANCIAL REFORMS

S M NKOSI

ACTING SED: BUDGET &amp; TREASURY OFFICE

/BALANCE PER GENERAL LEDGER 2018/07/31 (030997010001	JV26141	Standard Bank	0684503540/015	47,406,952.74
Interest capitalised	2018/08/06	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	0684503540/036	39,000,000.00
Withdrawal from investment	2018/08/17	JV26027	Standard Bank	0684503540/035	6,000,000.00
Investment made	2018/08/17	JV26079	Standard Bank	0684503540/016	24,704,719.00
Investment made	2018/08/17	JV26078	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				
					<b>93,279,653.58</b>

**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				
					<b>338,785.91</b>



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	
<b>TOTAL CHARGES FOR BILLING PERIOD</b>		R	<b>29,164,489.10</b>	
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	
<b>COPY ONLY</b>				
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
<b>TOTAL DUE R 192,048,564.19</b>				
Account OVERDUE - Subject to Disconnection				

ACCOUNT NO / REFERENCE NO

5578885631

NAME

NEWCASTLE MUNICIPALITY

FAX NUMBER

0343129697

**0934 5578885631**

11341 5578885631



9207 0557 8885 6313



**TOTAL AMOUNT DUE**

**192,048,564.15**

PAYMENT ARRANGEMENT

INSTALMENT

4,000,000.00

ARREARS (Due Immediately)

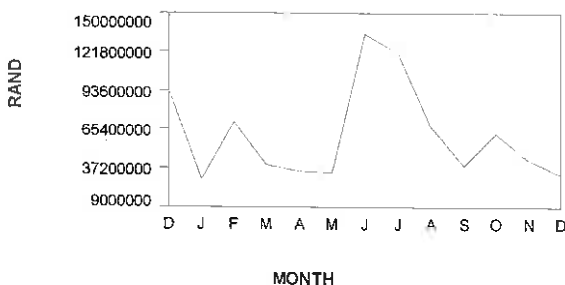
153,412,940.20

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





## 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	

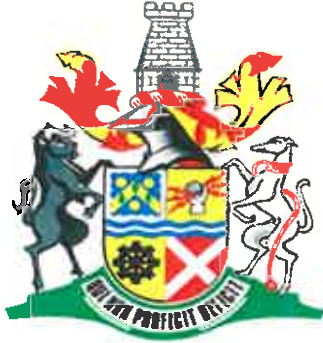
## Notice

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


## MUNICIPAL MANAGER'S QUALITY CERTIFICATE



I, **MJ Mayisela**, the Acting Municipal Manager of **Newcastle Municipality**, hereby certify that the quarterly report on the implementation of budget and financial state of affairs for the second quarter have been prepared in accordance with Section 52(d) of the Municipal Finance Management Act, No56 of 2003; and Regulation 31-32 of the Municipal Budget and Reporting Regulations.

**Print Name** : **MUZI JUSTICE MAYISELA**

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

**Signature** :  .....

**Date** : **10/01/2019** .....