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RAY NKONYENI MUNICIPALITY

TREASURY DEPARTMENT

MONTHLY BUDGET STATEMENT FOR THE PERIOD ENDED 31 OCTOBER 2023 (M04)

Prepared By: Budget and Treasury Office

STATEMENT OF FINANCIAL PERFORMANCE AND THE IMPLEMENTATION OF THE 2023/2024 BUDGET FOR THE PERIOD ENDING 31 OCTOBER 2023

1. PURPOSE

The purpose of the report is to submit to the Mayor the statement of financial performance and implementation of the 2023/24 Budget of the Ray Nkonyeni Municipality for the period ending 31 October 2023 in line with the statutory requirements of S71 of the Municipal Finance Management Act (2003).

2. AUTHORITY

Mayor

3. LEGAL / STATUTORY REQUIREMENTS

Municipal Finance Management Act No 56, 2003 Chapter 8, Section 71.

4. BACKGROUND

In terms of Section 71(1), (2) and (3) of the MFMA No 56, 2003 Chapter 8, the Accounting Officer of a municipality must by no later than 10 working days after the end of each month submit to the mayor of the municipality and the relevant provincial treasury a statement on the financial performance of that municipality.

5. EXECUTIVE SUMMARY

The monthly budget statement in terms of section 71 of the Municipal Finance Management Act for the period ended 31 October 2023 is detailed below. The monthly budget statement is divided into the following:

5.1 Statement of Financial Performance

5.2 Revenue By source

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5.1 Monthly Budget Statement of Financial Performance

This table provides an overview of the monthly actual, year to date actual and year to date Budget of revenue by Source and expenditure by type.

KZN216 Ray Nkonyeni - Table C1 Monthly Budget Statement Summary - M04 - October

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	464 477	509 406	-	54 596	245 894	231 548	14 345	6%	509 406
Service charges	214 942	245 147	-	20 823	91 039	89 317	1 722	2%	245 147
Investment revenue	5 182	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational	5 182	8 511	-	905	4 025	2 837	1 188	42%	8 511
Other own revenue	394 584	488 043	-	14 684	155 349	162 681	(7 332)	-5%	-
Total Revenue (excluding capital transfers and contributions)	1 084 366	1 251 108	-	91 007	496 307	486 383	9 923	2%	1 251 108
Employee costs	438 981	483 929	-	39 334	157 068	140 438	16 630	-	483 929
Remuneration of Councillors	26 249	31 164	-	2 342	9 531	9 349	182	-	31 164
Depreciation and amortisation	94 081	104 756	-	(14 545)	29 090	34 964	(5 874)	-	104 756
Interest	20 742	9 958	-	0	480	3 310	(2 831)	-	9 958
Inventory consumed and bulk purchases	136 545	168 819	-	11 120	44 846	51 500	(6 655)	-	168 819
Transfers and subsidies	11 906	13 838	-	434	2 407	3 803	(1 396)	-37%	13 838
Other expenditure	399 325	440 726	-	34 255	114 889	143 552	(28 664)	-20%	440 726
Total Expenditure	1 127 829	1 253 191	-	72 941	358 310	386 917	(28 607)	-7%	1 253 191
Surplus/(Deficit)	(43 463)	(2 083)	-	18 067	137 997	99 466	38 530	39%	(2 083)
Transfers and subsidies - capital (monetary allocations)	158 945	109 848	-	42 873	42 873	36 616	6 257	17%	109 848
Transfers and subsidies - capital (in-kind)	6 597	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & Share of surplus/ (deficit) of associate	122 079	107 765	-	60 939	180 869	136 082	44 787	33%	107 765
Surplus/ (Deficit) for the year	122 079	107 765	-	60 939	180 869	136 082	44 787	33%	107 765
Capital expenditure & funds sources									
Capital expenditure	211 153	154 893	-	16 174	49 525	44 978	4 547	10%	154 893
Capital transfers recognised	141 090	95 520	-	11 467	37 729	27 856	9 873	35%	95 520
Borrowing	1 867	21 452	-	-	-	6 436	(6 436)	-100%	21 452
Internally generated funds	33 256	37 921	-	4 708	11 796	10 687	1 109	10%	37 921
Total sources of capital funds	176 213	154 893	-	16 174	49 525	44 978	4 547	10%	154 893
Financial position									
Total current assets	620 585	645 023	-	-	918 795	-	-	-	645 023
Total non current assets	2 029 413	2 037 876	-	-	2 182 874	-	-	-	2 037 876
Total current liabilities	344 641	335 379	-	-	410 163	-	-	-	335 379
Total non current liabilities	191 699	158 975	-	-	197 237	-	-	-	158 975
Community wealth/Equity	2 115 346	2 188 546	-	-	2 494 270	-	-	-	2 188 546
Cash flows									
Net cash from (used) operating	86 106	86 106	-	24 546	137 158	240 108	102 950	43%	86 106
Net cash from (used) investing	(168 358)	(168 358)	-	(16 881)	(58 155)	412 215	470 370	114%	(168 358)
Net cash from (used) financing	(18 414)	(18 414)	-	(3 544)	(13 116)	412 215	425 331	103%	(18 414)
Cash/cash equivalents at the month/year end	30 925	30 925	-	-	65 887	1 196 129	1 130 242	94%	(100 666)
Debtors & creditors analysis									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	76 004	31 873	52 001	16 895	21 678	3 831	13 406	415 359	631 048
Creditors Age Analysis									
Total Creditors	39	-	-	-	-	-	-	-	39

5.2 Financial Performance -Revenue by Source

KZN216 Ray Nkonyeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 - October

Description	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		157 558	182 436	-	15 063	61 936	60 812	1 124	0	182 436
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		57 384	62 711	-	5 760	29 103	28 505	598	0	62 711
Sale of Goods and Rendering of Services		53 735	9 571	-	794	2 495	3 190	(695)	(0)	9 571
Agency services		4 965	5 371	-	443	1 891	1 790	101	0	5 371
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		5 554	6 982	-	616	2 357	2 327	29	0	6 982
Interest from Current and Non Current Assets		5 182	8 511	-	905	4 025	2 837	1 188	0	8 511
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		3 897	3 498	-	604	1 779	1 166	613	0	3 498
Licence and permits		269	636	-	50	202	212	(10)	(0)	636
Operational Revenue		1 149	1 106	-	78	199	369	(170)	(0)	1 106
Non-Exchange Revenue										
Property rates		464 477	509 406	-	54 596	245 894	231 548	14 345	0	509 406
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		30 190	31 062	-	65	5 530	10 354	(4 824)	(0)	31 062
Licence and permits		7 870	9 628	-	1 055	3 655	3 209	446	0	9 628
Transfers and subsidies - Operational		257 076	390 026	-	8 304	127 215	130 009	(2 793)	(0)	390 026
Interest		25 602	30 164	-	2 676	10 026	10 055	(29)	(0)	30 164
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		0	-	-	-	-	-	-	-	-
Other Gains		9 459	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		1 084 386	1 251 108	-	91 007	486 307	486 383	9 923	2%	1 251 108
Expenditure By Type										
Employee related costs		438 981	483 929	-	39 334	157 068	140 438	16 630	0	483 929
Remuneration of councillors		26 249	31 164	-	2 342	9 531	9 349	182	0	31 164
Bulk purchases - electricity		122 720	158 320	-	9 491	40 189	47 496	(7 307)	(0)	158 320
Inventory consumed		13 825	10 499	-	1 629	4 657	4 004	652	0	10 499
Debt impairment		23 235	-	-	-	-	-	-	-	-
Depreciation and amortisation		94 081	104 756	-	(14 545)	29 090	34 964	(5 874)	(0)	104 756
Interest		20 742	9 958	-	0	480	3 310	(2 831)	(0)	9 958
Contracted services		222 746	273 776	-	20 896	64 965	88 808	(23 843)	(0)	273 776
Transfers and subsidies		11 906	13 838	-	434	2 407	3 803	(1 396)	(0)	13 838
Irrecoverable debts written off		11 221	10 513	-	505	1 510	3 504	(1 995)	(0)	10 513
Operational costs		142 550	156 437	-	12 853	49 066	51 240	(2 174)	(0)	156 437
Losses on Disposal of Assets		(427)	-	-	-	(652)	-	(652)	#DIV/0!	-
Other Losses		-	-	-	-	-	-	-	-	-
Total Expenditure		1 127 829	1 253 191	-	72 941	358 310	386 917	(28 607)	-7%	1 253 191
Surplus/(Deficit)		(43 483)	(2 083)	-	18 067	137 997	99 466	38 530	0	(2 083)
Transfers and subsidies - capital (monetary allocations)		158 945	109 848	-	42 873	42 873	36 616	6 257	0	109 848
Transfers and subsidies - capital (in-kind)		6 597	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		122 079	107 785	-	60 939	180 869	136 082			107 785
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		122 079	107 785	-	60 939	180 869	136 082			107 785
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		122 079	107 785	-	60 939	180 869	136 082			107 785
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year		122 079	107 785	-	60 939	180 869	136 082			107 785

The above revenue by source and expenditure by type can be explained in detail as per the table below:

Revenue

This table provides an overview of the monthly actual, year to date actual and year to date Budget of Exchange and Non-Exchange Revenue and details explained below.

KZN216 Ray Nkonyeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 - October

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		157 558	182 436	–	15 063	61 936	60 812	1 124	0	182 436
Service charges - Water		–	–	–	–	–	–	–	–	–
Service charges - Waste Water Management		–	–	–	–	–	–	–	–	–
Service charges - Waste management		57 384	62 711	–	5 760	29 103	28 505	598	0	62 711
Sale of Goods and Rendering of Services		53 735	9 571	–	794	2 495	3 190	(695)	(0)	9 571
Agency services		4 965	5 371	–	443	1 891	1 790	101	0	5 371
Interest		–	–	–	–	–	–	–	–	–
Interest earned from Receivables		5 554	6 982	–	616	2 357	2 327	29	0	6 982
Interest from Current and Non Current Assets		5 182	8 511	–	905	4 025	2 837	1 188	0	8 511
Dividends		–	–	–	–	–	–	–	–	–
Rent on Land		–	–	–	–	–	–	–	–	–
Rental from Fixed Assets		3 897	3 498	–	604	1 779	1 166	613	0	3 498
Licence and permits		269	636	–	50	202	212	(10)	(0)	636
Operational Revenue		1 149	1 106	–	78	199	369	(170)	(0)	1 106
Non-Exchange Revenue										
Property rates		464 477	509 406	–	54 596	245 894	231 548	14 345	0	509 406
Surcharges and Taxes		–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits		30 190	31 062	–	65	5 530	10 354	(4 824)	(0)	31 062
Licence and permits		7 870	9 628	–	1 055	3 655	3 209	446	0	9 628
Transfers and subsidies - Operational		257 076	390 026	–	8 304	127 215	130 009	(2 793)	(0)	390 026
Interest		25 602	30 164	–	2 676	10 026	10 055	(29)	(0)	30 164
Fuel Levy		–	–	–	–	–	–	–	–	–
Operational Revenue		–	–	–	–	–	–	–	–	–
Gains on disposal of Assets		0	–	–	–	–	–	–	–	–
Other Gains		9 459	–	–	–	–	–	–	–	–
Discontinued Operations		–	–	–	–	–	–	–	–	–
Total Revenue (excluding capital transfers and contributions)		1 084 386	1 251 108	–	91 007	486 307	486 383	9 923	2%	1 251 108

Revenue from Exchange Transactions

Service charges - Electricity

The YTD Actual for electricity billing for the period ended 31 October 2023 is R61.9 million while the YTD Budget is R60.8 million. There is a positive variance of R1.1 million between the YTD actual and YTD budget. The YTD actual is in line with the budget.

Service charges – Waste Management

The overall YTD actual billing for refuse removals is R29.1 million and the YTD Budget billing is R28.5 million, with indicates a positive variance of R598 thousand.

Sale of goods and Rendering of Services

The YTD actual amounts to R2.4 million with a YTD budget of R3.1 million. The 695 thousand negative variances attributed to seasonal revenue streams such as beach parking which will show a rise in revenue between the end and beginning of the 2nd and 3rd quarter respectively.

Agency Services

Agency services comprise of driver's license application, learners license application and renewal fees, this is the commission earned by the municipality on the services performed by the municipality on behalf of the Department of transport and third parties on payroll section. The annual projected revenue is R5.4 million, with the YTD actual of R1.89 million showing a positive variance of R101 thousand variance.

Interest earned from receivables

The YTD budget amounts to R2.3 million compared to the YTD actual amount of R2.3 million, YTD actual performance is in line with budgeted projections.

Interest from Investments

The YTD actual is R4 million and a YTD budget of R2.8 million. This shows a positive variance since there was more interest earned than the amount anticipated mainly from the main bank account, this shows that the municipality's cash cycle is managed well.

Rental from fixed assets

Rental of facilities amounts annual budget is R3.5 million, this is the rental of fixed asset revenue such as halls, airport hangers, skip hire and garages. The YTD actuals for the rental of facilities is R1.7 million compared to YTD budget of R1.1 thousand, resulting to a 613 thousand positive variance. This indicates that more rental revenue was collected than anticipated.

Licenses and Permits

Licenses and permits for exchange revenue actuals to date amounts to R202 thousand with a YTD budget of R212 thousand and there is a 10 thousand variance. Revenue is in line with the projected revenue.

Revenue from Non-exchange transactions

Property Rates

Property rates comprise of multiple categories under the jurisdiction of Ray Nkonyeni Municipality, the bulk revenue is billed on three categories: Residential properties, Business and Commercial properties as well as State owned properties. The annual budget for Property rates is R509.4 million and the YTD actual billing is R245.8 million, compared to the YTD budget of R231.5 million and a positive variance of R14.3 million due to the application of annual rate payers for public benefit organizations, residential properties, and state-owned entities.

Fines

Fines, Penalties, and forfeits are derived from Building fines, illegal connections, overdue books, and the bulk budget being on traffic fines and the total budget being R31 million. The YTD actual is R5.5 million compared to a YTD budget of R10.3 million. The variance is mainly caused by low collection of building fines in the first quarter. Fines are expected to be reconciled during peak season to match budget versus actual figures.

Licenses and Permits

Licenses and permits for non-exchange revenue performance to date amount to R3.6 million with a YTD budget of R3.2 million. The YTD actual revenue mainly comprises of public driver permits and taxi rank fees and is performing in line with the budget.

Transfers and Subsidies -Operational

The YTD as of 31 October 2023 for operational grant recognized /received to date amounts to R127.2 million, YTD Budget is R130 million with a variance of R2.79 million as operational conditional grants are recognized as revenue when conditions being met as per the set guidelines which results in the YTD variance.

Interest on Property Rates

The YTD actual amounts to 10 million compared to YTD budget of R10 million. The item is in line with budget projections.

Total Revenue

The YTD Actual revenue excluding capital transfers is R496.3 million for the period ending 31 October 2023, YTD Budget is R486.3 million, the variance is caused by the differences within the different revenue streams as stated above and how they have been performing.

5.3 Expenditure by Type

KZN216 Ray Nkonyeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 - October

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Expenditure By Type										
Employee related costs		438 981	483 929	–	39 334	157 068	140 438	16 630	0	483 929
Remuneration of councillors		26 249	31 164	–	2 342	9 531	9 349	182	0	31 164
Bulk purchases - electricity		122 720	158 320	–	9 491	40 189	47 496	(7 307)	(0)	158 320
Inventory consumed		13 825	10 499	–	1 629	4 657	4 004	652	0	10 499
Debt impairment		23 235	–	–	–	–	–	–	–	–
Depreciation and amortisation		94 081	104 756	–	(14 545)	29 090	34 964	(5 874)	(0)	104 756
Interest		20 742	9 958	–	0	480	3 310	(2 831)	(0)	9 958
Contracted services		222 746	273 776	–	20 896	64 965	88 808	(23 843)	(0)	273 776
Transfers and subsidies		11 906	13 838	–	434	2 407	3 803	(1 396)	(0)	13 838
Irrecoverable debts written off		11 221	10 513	–	505	1 510	3 504	(1 995)	(0)	10 513
Operational costs		142 550	156 437	–	12 853	49 066	51 240	(2 174)	(0)	156 437
Losses on Disposal of Assets		(427)	–	–	–	(652)	–	(652)	#DIV/0!	–
Other Losses		–	–	–	–	–	–	–	–	–
Total Expenditure		1 127 829	1 253 191	–	72 941	358 310	386 917	(28 607)	-7%	1 253 191

Employee related costs and Remuneration of Councillors

The YTD actuals for employee related costs amount to R157 million as of 31 October 2023 which comprises of salaries, bonuses and various allowances amongst other items that are directly attributable to employee remuneration. Remuneration of councillors YTD actuals are sitting at R9.5 million. Employee-related cost is further detailed under table 5.9 Salaries Expenditure Details.

Contracted Services

Contracted services are made up of various operational projects such as Repairs and maintenance and typical work stream. Contracted services YTD actuals for the period ended 31 October 2023 amounts to R64.9 million, the YTD Budget is R88 million. The R23 million variance is due to a delay in the implementation of road maintenance projects which expenditure has begun from the month of October which will account for the variance in upcoming months as the projects continue.

Inventory Consumed

YTD Inventory consumed amounts to R4.6 million as of 31 October 2023 with the YTD Budget being R4 million. The consumption of inventory is in line with budget projections.

Depreciation and Amortization

The YTD actual for this item has been calculated for the quarter as R29 million compared to the YTD budget of R34.9 million. The variance between the budgeted figure and the actual figure is due to depreciation being accounted for on assets that are currently in use, and the budget being based on additional assets planned to be procured during the financial year.

Transfers and Subsidies

Transfers and subsidies relate to donations made by the municipality to fund local economic development such as SMME development, Cooperative's development, and poverty alleviation projects with the jurisdiction of Ray Nkonyeni Municipality. The YTD actual for October 2023 stands at R2.4 million with a YTD budget of R3.8 million. The annual budget for transfers and subsidies is R13.8 million.

Overall expenditure budget

The overall expenditure YTD Actual is R358.3 million, YTD Budget is R386.9 million. There is R28.6 million variance, due to the trends of different types of expenditure as explained above such as transfers and subsidies and contracted services which reflect a large variance compared to YTD budget.

Surplus/ (Deficit)

Total Revenue less Total Expenditure equals to Surplus (Deficit). The YTD Surplus excluding capital transfers is R137.9 million compared to the YTD Budget surplus of R99.4 million due to the performance of the various line items detailed above.

5.4 Debtors Age Analysis

KZN216 Ray Nkonyeni - Supporting Table SC3 Monthly Budget Statement - aged debtors - M04 - October

Description	NT Code	Budget Year 2023/24									Total	Total over 90 days
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dya	151-180 Dya	181 Dya-1 Yr	Over 1Yr			
R thousands												
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Water	1200	20	22	4	28	29	18	34	901	1 057	1 011	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	17 346	7 206	2 174	1 947	915	754	585	12 023	42 351	15 626	
Receivables from Non-exchange Transactions - Property Rates	1400	48 978	18 368	41 161	10 256	1 398	79	8 351	252 802	381 392	272 886	
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	0	0	0	
Receivables from Exchange Transactions - Waste Management	1600	5 589	3 088	5 516	1 818	14	0	1 429	49 562	67 017	52 824	
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	
Interest on Arrear Debtor Accounts	1810	3 293	3 007	2 917	2 914	19 088	2 913	2 888	89 123	126 145	116 928	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	
Other	1900	778	182	228	531	232	66	118	10 948	13 084	11 895	
Total By Income Source	2000	76 004	31 873	52 001	16 895	21 678	3 831	13 406	415 359	631 048	471 170	
2022/23 - totals only		62 742	27 182	49 161	14 957	4 365	3 433	55 648	336 447	553 936	414 851	
Debtors Age Analysis By Customer Group												
Organs of State	2200	11 422	1 152	21 477	711	951	386	565	35 517	72 181	38 129	
Commercial	2300	25 748	10 324	6 897	4 149	4 094	890	2 936	76 948	131 985	89 017	
Households	2400	38 834	20 398	23 627	12 035	16 633	2 556	9 905	302 894	426 882	344 023	
Other	2500	-	-	-	-	-	-	-	-	-	-	
Total By Customer Group	2600	76 004	31 873	52 001	16 895	21 678	3 831	13 406	415 359	631 048	471 170	

Details on the consumer debtors are presented under revenue section report and detailed presentation is done by the revenue management.

5.5 Creditors Age Analysis

KZN216 Ray Nkonyeni - Supporting Table SC4 Monthly Budget Statement - aged creditors - M04 - October

Description	NT Code	Budget Year 2023/24								Total
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	
R thousands										
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	39	-	-	-	-	-	-	-	39
Auditor General	0800	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	39	-	-	-	-	-	-	-	39


Details on outstanding creditors are presented under expenditure section report and detailed presentation is done by the expenditure management.

5.6 Capital Expenditure

KZN216 Ray Nkonyeni - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M04 - October										
Vote Description	Ref	2022/23		Budget Year 2023/24						
		Audited	Original	Adjusted	Monthly actual	YearTD actual	YearTD	YTD	YTD %	Full Year
R thousands										
Multi-Year expenditure appropriation	2									
Vote 1 - Mayor and Council		-	-	-	-	-	-	-	-	-
Vote 2 - Finance and Administration		-	-	-	-	-	-	-	-	-
Vote 3 - Internal Audit		-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social Services		-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 7 - Housing		-	-	-	-	-	-	-	-	-
Vote 8 - Health		-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		-	-	-	-	-	-	-	-	-
Vote 10 - Road Transport		-	-	-	-	-	-	-	-	-
Vote 11 - Environment Protection		-	-	-	-	-	-	-	-	-
Vote 12 - Energy Sources		-	-	-	-	-	-	-	-	-
Vote 13 - Other		-	-	-	-	-	-	-	-	-
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - Mayor and Council		130	-	-	-	-	-	-	-	-
Vote 2 - Finance and Administration		39 132	3 801	-	11	163	300	(137)	-46%	3 801
Vote 3 - Internal Audit		115	200	-	-	160	67	93	139%	200
Vote 4 - Community and Social Services		7 814	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		7 014	4 340	-	9	1 651	1 503	149	10%	4 340
Vote 7 - Housing		115	180	-	48	51	54	(3)	-5%	180
Vote 8 - Health		-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		98 976	115 220	-	12 616	41 071	33 656	7 415	22%	115 220
Vote 10 - Road Transport		51 919	7 200	-	3 491	5 979	2 180	3 799	174%	7 200
Vote 11 - Environment Protection		-	500	-	-	-	167	(167)	-100%	500
Vote 12 - Energy Sources		2 599	22 952	-	-	-	6 886	(6 886)	-100%	22 952
Vote 13 - Other		3 108	-	-	-	-	-	-	-	-
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		232	500	-	-	451	167	285	171%	500
Total Capital single-year expenditure	4	211 153	154 893	-	16 174	49 525	44 978	4 547	10%	154 893
Total Capital Expenditure		211 153	154 893	-	16 174	49 525	44 978	4 547	10%	154 893
Capital Expenditure - Functional Classification										
Governance and administration		39 432	4 001	-	11	322	367	(44)	-12%	4 001
Executive and council		186	-	-	-	-	-	-	-	-
Finance and administration		39 154	3 801	-	11	163	300	(137)	(0)	3 801
Internal audit		92	200	-	-	160	67	93	0	200
Community and public safety		14 454	4 520	-	57	1 702	1 557	145	9%	4 520
Community and social services		7 814	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		6 525	4 340	-	9	1 651	1 503	149	0	4 340
Housing		115	180	-	48	51	54	(3)	(0)	180
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		151 328	122 920	-	16 107	47 049	36 003	11 047	31%	122 920
Planning and development		98 920	115 220	-	12 616	41 071	33 656	7 415	0	115 220
Road transport		52 408	7 200	-	3 491	5 979	2 180	3 799	0	7 200
Environmental protection		-	500	-	-	-	167	(167)	(0)	500
Trading services		2 831	23 452	-	-	451	7 052	(6 601)	-94%	23 452
Energy sources		2 599	22 952	-	-	-	6 886	(6 886)	(0)	22 952
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		232	500	-	-	451	167	285	0	500
Other		3 108	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	211 153	154 893	-	16 174	49 525	44 978	4 547	10%	154 893
Funded by:										
National Government		123 508	93 781	-	11 467	37 729	27 334	10 395	0	93 781
Provincial Government		6 697	1 739	-	-	-	522	(522)	(0)	1 739
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Net / Prov Departm Agencies,		10 885	-	-	-	-	-	-	-	-
Transfers recognised - capital		141 090	95 520	-	11 467	37 729	27 856	9 873	35%	95 520
Borrowing	6	1 867	21 452	-	-	-	6 436	(6 436)	(0)	21 452
Internally generated funds		33 256	37 921	-	4 708	11 796	10 687	1 109	0	37 921
Total Capital Funding		176 213	154 893	-	16 174	49 525	44 978	4 547	10%	154 893

The above table give details of YTD actual capital expenditure and the funding. The YTD Actual capital expenditure is R49.5 million, the YTD budgeted is R44 million and there is R4.5 million variance. R33.3 million of YTD actuals for capital expenditure, R37.7 million is funded by national grants, and R11.7 million from internally generated funds.

5.7 Transfers and Grants Receipts

 KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER						
KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER SEP 2023						
Name of grant	Opening Balance as at	Receipts	Expenditure: Operating (Revenue Recognised)/GRAP 23	Expenditure: Capital (Revenue Recognised)/GRAP 23	Internally Funded	Closing Balance as at
INTEGRATED URBAN DEVELOPMENT (IUDG)	R 311 285	R 35 500 000	R -	R 28 662 620	R -	R 7 148 664
NEIGHBOURHOOD GRANT	R 1 200 663	R 14 292 000	R -	R 14 209 917	R -	R 1 282 746
ENERGY EFFICIENT & DEMAND SIDE MANAGEMENT	R -	R -	R -	R -	R -	R -
EXPANDED PUBLIC WORKS PROGRAMME (EPWP)	R -	R 1 271 000	R 1 271 000	R -	R 1 830 317	R -
MUNICIPAL DISASTER RESPONSE	R 101 768	R -	R -	R -	R -	R 101 768
MUNICIPAL DISASTER RECOVERY	R -	R 31 000 000	R 6 919 236	R -	R -	R 24 080 764
INTERMODAL FACILITIES GRANT	R 13 590	R -	R -	R -	R -	R 13 590
INTEGRATED NATIONAL ELECTRIFICATION PROGRAMME (INEP)	R 326 520	R -	R -	R -	R -	R 326 520
FINANCIAL MANAGEMENT GRANT (FMG)	R -	R 1 950 000	R 113 533	R -	R -	R 1 836 467
MUSEUM GRANT	R -	R 476 000	R -	R -	R -	R -
AIRPORT GRANT	R 3 763 374	R -	R -	R -	R -	R 3 763 374
COGTA ELECT GRANT	R 784 811	R -	R -	R -	R -	R 784 811
MARKET STALLS GRANT	R 2 452 315	R -	R -	R -	R -	R 2 452 315
TOTAL	R 8 954 324	R 84 489 000	R 8 303 769	R 42 872 537	R 1 830 317	R 42 267 018

Transfers and Grants Receipts


The total grants received to date for period ending 31 October 2023 amounts to R53 million, which include R35.5 million from Integrated Urban Development Grant, R14.3 million from Neighborhood Development Grant, R1.27 million from EPWP and R1.95 million from FMG and R31 million disaster recovery grant.

Opening Balances -Grant Register

The total unspent grants as of 30 June 2023 is **R 8 954 323.00**. They are shown on the register as the Opening balances. The committee should note that the municipality has applied for a rollover of funds for these grants. Following is the list of the unspent grants:

- Integrated Urban Development – R311 285
- Neighborhood Grant – R1 200 663
- Municipal Disaster Response – R101 768
- Intermodal Facilities Grant – R13 590
- Integrated National Electrification Programme (INEP) – R326 520
- Airport Grant – R3 763 374
- COGTA Electrification Grant – R784 811
- Market Stalls Grant – R2 452 315

5.8 Transfers and Grants Expenditure



KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER

KZN216 RAY NKONYENI MUNICIPALITY GRANT REGISTER SEP 2023						
Name of grant	Opening Balance as at	Receipts	Expenditure: Operating (Revenue Recognised)/GRAP 23	Expenditure: Capital (Revenue Recognised)/GRAP 23	Internally Funded	Closing Balance as at
INTEGRATED URBAN DEVELOPMENT (IUDG)	R 311 285	R 35 500 000	R -	R 28 662 620	R -	R 7 148 664
NEIGHBOURHOOD GRANT	R 1 200 663	R 14 292 000	R -	R 14 209 917	R -	R 1 282 746
ENERGY EFFICIENT & DEMAND SIDE MANAGANEMENT	R -	R -	R -	R -	R -	R -
EXPANDED PUBLIC WORKS PROGRAMME (EPWP)	R -	R 1 271 000	R 1 271 000	R -	R 1 830 317	R -
MUNICIPAL DISASTER RESPONSE	R 101 768	R -	R -	R -	R -	R 101 768
MUNICIPAL DISASTER RECOVERY	R -	R 31 000 000	R 6 919 236	R -	R -	R 24 080 764
INTERMODAL FACILITIES GRANT	R 13 590	R -	R -	R -	R -	R 13 590
INTEGRATED NATIONAL ELECTRIFICATION PROGRAMME (INEP)	R 326 520	R -	R -	R -	R -	R 326 520
FINANCIAL MANAGEMENT GRANT (FMG)	R -	R 1 950 000	R 113 533	R -	R -	R 1 836 467
MUSEUM GRANT	R -	R 476 000	R -	R -	R -	R -
AIRPORT GRANT	R 3 763 374	R -	R -	R -	R -	R 3 763 374
COGTA ELECT GRANT	R 784 811	R -	R -	R -	R -	R 784 811
MARKET STALLS GRANT	R 2 452 315	R -	R -	R -	R -	R 2 452 315
TOTAL	R 8 954 324	R 84 489 000	R 8 303 749	R 42 872 537	R 1 830 317	R 42 267 018

Transfers and Grants Expenditure

Grants are monitored monthly, and Grant's register is communicated/ shared with management to ensure effective management of grants and 100% expenditure. As of 31 October 2023, there is R8 303 769 operating expenditure recorded and capital expenditure amounting to R42 872 537.

Grant's expenditure

- **Integrated Urban Development Grant (IUDG)**

An amount of R35.5 million has been received to date for the IUDG. This is a capital grant and the YTD actual for the period ended 31 October 2023 is R28 662 620 million and has been spent on various capital projects.

- **Neighborhood Development Partnership Grant**

An amount of R14 292 000 has been received for the Neighborhood Development Partnership Grant together with an unspent amount of R1.2 million from the previous year which the municipality needs to apply for rollover. This is a capital grant and the YTD actual for the period ended 31 October 2023 is R14 209 917 million.

- **Expanded Public Works Programme**

An amount of R1 271 000 has been received for the EPWP grant. This is an operational grant and the YTD actual for the period ended 31 October 2023 is R3 101 317 million, with R1 830 317 being internally funded until the second tranche is received.

- **Finance Management Grant**

An amount of R1 950 000 has been received for the FMG grant. This is an operational grant and the YTD actual for the period ended 31 October 2023 is R R113 533.

- **Museum Subsidy Grant**

An amount of R476 000 has been received for the museum grant. This is an operational grant.

- **Disaster Recovery Grant**

An amount of R31 000 000 has been received for the disaster grant. This is an operational grant and the YTD actual for the period ended 31 October 2023 is R6 919 236.

5.9 Salaries Expenditure details

KZN216 Ray Nkonyeni - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M04 - October

Summary of Employee and Councillor remuneration	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C					D	
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		-	19 040	-	1 301	5 397	5 712	(315)	-6%	19 040
Pension and UIF Contributions		-	758	-	63	250	227	23	10%	758
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		-	2 815	-	238	962	845	118	14%	2 815
Housing Allowances		-	5 953	-	486	1 932	1 786	147	8%	5 953
Other benefits and allowances		-	2 599	-	254	990	780	210	27%	2 599
Sub Total - Councillors		-	31 164	-	2 342	9 531	9 349	182	2%	31 164
% increase	4		#DIV/0!							#DIV/0!
Senior Managers of the Municipality										
Basic Salaries and Wages	3	7 328	3 946	-	239	1 070	1 184	(113)	-10%	3 946
Pension and UIF Contributions		80	192	-	8	24	58	(34)	-59%	192
Medical Aid Contributions		72	230	-	7	30	69	(39)	-56%	230
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		866	1 059	-	-	-	318	(318)	-100%	1 059
Motor Vehicle Allowance		495	1 060	-	71	197	318	(121)	-38%	1 060
Cellphone Allowance		109	114	-	7	22	34	(12)	-36%	114
Housing Allowances		1 425	3 275	-	154	586	983	(397)	-40%	3 275
Other benefits and allowances		0	1	-	0	0	0	(0)	-27%	1
Payments in lieu of leave		239	332	-	16	(132)	100	(231)	-232%	332
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		10 815	10 209	-	501	1 798	3 083	(1 285)	-41%	10 209
% increase	4		-3.8%							-3.8%
Other Municipal Staff										
Basic Salaries and Wages		266 176	289 060	-	24 078	96 171	86 733	9 439	11%	289 060
Pension and UIF Contributions		49 382	50 460	-	4 334	17 437	15 138	2 299	15%	50 460
Medical Aid Contributions		18 869	20 668	-	1 723	6 939	6 200	738	12%	20 668
Overtime		18 959	18 985	-	1 692	6 217	5 695	522	9%	18 985
Performance Bonus		21 372	22 473	-	2 437	8 465	6 742	1 723	26%	22 473
Motor Vehicle Allowance		17 850	18 975	-	1 663	6 702	5 693	1 009	18%	18 975
Cellphone Allowance		993	1 007	-	82	337	302	35	12%	1 007
Housing Allowances		3 771	4 059	-	281	1 126	1 218	(92)	-8%	4 059
Other benefits and allowances		4 903	6 038	-	433	1 660	1 811	(151)	-8%	6 038
Payments in lieu of leave		3 802	22 480	-	1 818	7 052	6 744	308	5%	22 480
Long service awards		7 027	2 751	-	206	1 559	825	733	89%	2 751
Post-retirement benefit obligations	2	14 654	15 852	-	-	1 187	-	1 187	#DIV/0!	15 852
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		609	912	-	86	417	274	144	53%	912
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		428 386	473 720	-	38 834	155 270	137 375	17 894	13%	473 720
% increase	4		10.6%							10.6%
Total Parent Municipality		438 981	515 094	-	41 676	166 599	149 787	16 811	11%	515 094

Councillors Remuneration

The annual budget is R31.16 million with a monthly budget of R2.4 million. The YTD actual performance stands at R9.5 million which is in line with the YTD budget for this item.

Senior Managers of the Municipality

The head of departments on the municipality including the Municipal manager are classified under this subheading with a YTD actual of R1.7 million and a YTD budget of R3 million. The variance is attributed to the vacant post of senior management.

Other Municipal Staff

The annual budget is R473.7 million with a monthly budget of R39.5 million. The YTD actual of R155.2 million is in line with the YTD budget for this item.

5.10 Long-term Loans

RAY NKONYENI MUNICIPALITY
LONG TERM LOANS REGISTER : 31 OCTOBER 2023



DETAILS	%	REDEEMABLE	PROJECT NUMBER	CAPITAL OPENING BALANCE	LOAN ADVANCE	LOAN INTEREST CHARGED	INTEREST PAID	LOAN REPAYMENT	CLOSING BALANCE
				01 October 2023					31 October 2023
				R				R	R
DBSA	9.36%	31-Mar-31	61007684	-R 10 647 036.07					-R 10 647 036.07
DBSA	12.67%	22-Nov-30	61007761	-R 7 711 087.73					-R 7 711 087.73
TOTAL DBSA LOANS				-R 18 358 123.80	R -	R -	R -	R -	-R 18 358 123.80
TOTAL LOANS				-R 18 358 123.80	R -	R -	R -	R -	-R 18 358 123.80

The municipality currently has a structured unsecured loan with the Development Bank of Southern Africa (DBSA), The Municipality entered into a loan agreement for the funding of Capital infrastructure projects, in the 2020/21 financial year the first drawdown of R3.5 million was received, as well as the second drawdown of R8.47, as well as the third drawdown of R7.9 million and current loan balance outstanding is R18.8 million as of 31 October 2023. The municipality is still able to make loan repayments as and when they fall due. The capital projects funded by borrowings in the 2023/24 financial year have been funded by a portion of unspent borrowing. The loan agreement from DBSA is spread across four years funding various capital projects the application was made at the end of last financial year and was received on the 1st month of the financial year.

ANNEXURE B: PROGRAMME/PROJECTS DESCRIPTION

PROJECTS TO BE INCLUDED IN RNLM BUDGET	Year 1			Year 2			Year 3			Totals	Year 4		Total
	Year 1	Year 2	Year 3	Year 1	Year 2	Year 3	Year 1	Year 2	Year 3		Year 4	Total	
Electricity Meters Replacement	3,000,000	2,000,000	2,000,000							7,000,000			
Network infrastructure studies	500,000												
Electrical Cables Replacement	-	1,000,000	500,000							1,500,000			
Mini-substations Replacement	-	1,000,000	1,000,000							2,000,000			
Inter-switches (RMU) Replacement	-	1,000,000	1,000,000							2,000,000			
11kV Interconnector - Marburg to Port Shepstone Substation	-	-	-							-		14,500,000.00	
Memorial & Reynolds Sw/Sta Refurbishment & Replace Switchgear	-	3,476,000	3,476,000							6,952,000		6,952,000.00	
Totals	R 3,500,000.00	R 8,476,000.00	R 7,976,000.00	R 19,952,000.00								21,452,000.00	41,404,000.00

5.11 Performance Indicators

KZN216 Ray Nkonyeni - Supporting Table SC2 Monthly Budget Statement - performance indicators - M04 - October

Description of financial indicator	Basis of calculation	Ref	2022/23	Budget Year 2023/24			
			Actual	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
Borrowing Management							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		0.2%	9.2%	0.0%	0.1%	3.3%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.9%	13.8%	0.0%	0.0%	43.3%
Safety of Capital							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/		16.4%	14.0%	0.0%	14.0%	14.0%
Clearing	Long Term Borrowing/ Funds & Reserves		0.0%	0.0%	0.0%	0.0%	0.0%
Liquidity							
Current Ratio	Current assets/current liabilities	1	180.1%	192.3%	0.0%	224.0%	192.3%
Liquidity Ratio	Monetary Assets/Current Liabilities		38.1%	12.1%	0.0%	41.1%	12.1%
Revenue Management							
Annual Debtors Collection Rate	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		34.6%	0.0%	0.0%	0.0%	0.0%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors >		0.0%	0.0%	0.0%	0.0%	0.0%
Creditors Management							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
Funding of Provisions							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
Other Indicators							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2					
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2					
Employee costs	Employee costs/Total Revenue - capital revenue		40.5%	38.7%	0.0%	31.6%	38.7%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		4.8%	15.5%	0.0%	6.8%	15.5%
Interest & Depreciation	I&D/Total Revenue - capital revenue		10.6%	9.2%	0.0%	0.1%	3.3%
IDP regulation financial viability indicators							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year						
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue						
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational						

The above table gives an overview of the financial indicators of the municipality for the period ended 31 October 2023 and the indicators are broken down below.

Borrowing Management

The outstanding amount in the loan from DBSA is currently sitting at R18 358 123.80 as of 31 October 2023.

Liquidity

Current Ratio: is calculated by a total of Current Assets/ Current Liabilities.

Budgeted Current Ratio: R645 023 000/R335 379 000= **1.92:1**

Actual Current Ratio as of 31 October 2023: R918 795 000/ 410 163 000 = **2.24:1**

The current ratio is a liquidity ratio used to measure whether the municipality has enough resources to meet its short-term obligations. A good ratio is R1.5-R2 for every R1 owed. The budget showed a R1.92: R1 ratio and the actual ratio as of 31 October 2023 is: R2.24: R1 which is above the norm.

Acid test Ratio: Current Assets- Inventory/Current Liabilities.

Budgeted Acid test Ratio: (R645 023 000 - R2 559 000)/R335 379 000 = **1.91:1**

Actual Acid test Ratio as 31 October 2023:(R918 795 000-10 581 000)/ 410 163 000 = R2.21:1.

The acid-test ratio, commonly known as the quick ratio, uses an organization’s balance sheet data as an indicator of whether it has sufficient short-term assets to cover its short-term liabilities. The acid-test ratio disregards current assets that are difficult to quickly liquidate such as inventory. The acid-test ratio may not give a reliable picture of an organization’s financial condition if the municipality has accounts receivable that take longer than usual to collect or current liabilities that are due but have no immediate payment needed. A good ratio is R1 for every R1 owed. Both budgeted and actual to date acid test ratio are more than R1:R1 which shows that the municipality would be able to pay it short term liabilities with its easily liquidated short term assets.

5.12 Investment Register

KZN216 Ray Nkonyeni - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M04 - October

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate %	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
		Yrs/Months												
Municipality														
STANDARD BANK - CALL -378692984011										10 253	72			10 325
STANDARD BANK - CALL -378692984003										660	5			665
STANDARD BANK - CALL -378692984004										1 096	8			1 103
STANDARD BANK - CALL -378692984005										348	2			350
STANDARD BANK - CALL -378692984006										13	0			13
STANDARD BANK - CALL -378692984007										82	0			82
STANDARD BANK - CALL -378692984008										82	0			82
STANDARD BANK - CALL -378692984009										1 551	11			1 562
STANDARD BANK - CALL -378692984010										154	1			155
STANDARD BANK - CALL -378692984012										35 047	246			35 292
STANDARD BANK - CALL -378692984013										261	2			263
STANDARD BANK - CALL -378692984014										12 402	87			12 489
STANDARD BANK - CALL -378692984015										562	4			566
INVESTEC - CALL-74873852518										11 052	75			11 127
STANDARD BANK-CALL-378692984016										53	0			53
STANDARD BANK-CALL-378692984017										12	0			12
FNB - CALL-82726614151										42 162	650	(84 500)	89 000	47 313
FNB-74873852518										3 681	25			3 706
NEDBANK-37881000791										27 674	182			27 856
Municipality sub-total										147 144	1 371	(84 500)	89 000	153 015

The Investment register as of 31 October 2023 has the closing balance of R153 million, with R1.3 million total interest earned for the month from which R905 thousand was made on primary investment and various investment accounts as shown in the above register.

6.1 Monthly Budget Statement Summary

KZN216 Ray Nkonyeni - Table C1 Monthly Budget Statement Summary - M04 - October

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	464 477	509 406	-	54 596	245 894	231 548	14 345	6%	509 406
Service charges	214 942	245 147	-	20 823	91 039	89 317	1 722	2%	245 147
Investment revenue	5 182	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational	5 182	8 511	-	905	4 025	2 837	1 188	42%	8 511
Other own revenue	394 584	488 043	-	14 684	155 349	162 681	(7 332)	-5%	-
Total Revenue (excluding capital transfers and contributions)	1 084 366	1 251 108	-	91 007	496 307	486 383	9 923	2%	1 251 108
Employee costs	438 981	483 929	-	39 334	157 068	140 438	16 630	-	483 929
Remuneration of Councillors	26 249	31 164	-	2 342	9 531	9 349	182	-	31 164
Depreciation and amortisation	94 081	104 756	-	(14 545)	29 090	34 964	(5 874)	-	104 756
Interest	20 742	9 958	-	0	480	3 310	(2 831)	-	9 958
Inventory consumed and bulk purchases	136 545	168 819	-	11 120	44 846	51 500	(6 655)	-	168 819
Transfers and subsidies	11 906	13 838	-	434	2 407	3 803	(1 396)	-37%	13 838
Other expenditure	399 325	440 726	-	34 255	114 889	143 552	(28 664)	-20%	440 726
Total Expenditure	1 127 829	1 253 191	-	72 941	358 310	386 917	(28 607)	-7%	1 253 191
Surplus/(Deficit)	(43 463)	(2 083)	-	18 067	137 997	99 466	38 530	39%	(2 083)
Transfers and subsidies - capital (monetary allocations)	158 945	109 848	-	42 873	42 873	36 616	6 257	17%	109 848
Transfers and subsidies - capital (in-kind)	6 597	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers &	122 079	107 765	-	60 939	180 869	136 082	44 787	33%	107 765
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	122 079	107 765	-	60 939	180 869	136 082	44 787	33%	107 765
Capital expenditure & funds sources									
Capital expenditure	211 153	154 893	-	16 174	49 525	44 978	4 547	10%	154 893
Capital transfers recognised	141 090	95 520	-	11 467	37 729	27 856	9 873	35%	95 520
Borrowing	1 867	21 452	-	-	-	6 436	(6 436)	-100%	21 452
Internally generated funds	33 256	37 921	-	4 708	11 796	10 687	1 109	10%	37 921
Total sources of capital funds	176 213	154 893	-	16 174	49 525	44 978	4 547	10%	154 893
Financial position									
Total current assets	620 585	645 023	-	-	918 795	-	-	-	645 023
Total non current assets	2 029 413	2 037 876	-	-	2 182 874	-	-	-	2 037 876
Total current liabilities	344 641	335 379	-	-	410 163	-	-	-	335 379
Total non current liabilities	191 699	158 975	-	-	197 237	-	-	-	158 975
Community wealth/Equity	2 115 346	2 188 546	-	-	2 494 270	-	-	-	2 188 546
Cash flows									
Net cash from (used) operating	86 106	86 106	-	24 546	137 158	240 108	102 950	43%	86 106
Net cash from (used) investing	(168 358)	(168 358)	-	(16 881)	(58 155)	412 215	470 370	114%	(168 358)
Net cash from (used) financing	(18 414)	(18 414)	-	(3 544)	(13 116)	412 215	425 331	103%	(18 414)
Cash/cash equivalents at the month/year end	30 925	30 925	-	-	65 887	1 196 129	1 130 242	94%	(100 666)
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	76 004	31 873	52 001	16 895	21 678	3 831	13 406	415 359	631 048
Creditors Age Analysis									
Total Creditors	39	-	-	-	-	-	-	-	39

The above table provides a concise overview of the monthly actual, year to date actual of the operating expenditure, capital expenditure, and age analysis. The full year forecast as seen the table above takes in the account the original budget less the YTD budget plus the YTD actual, this therefore gives a projection based on the YTD performance on how the municipality will perform for the financial year in terms of the original budget.

6.2 Statement of Financial Performance (Revenue and Expenditure)

KZN216 Ray Nkonyeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 - October

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		157 558	182 436	-	15 063	61 936	60 812	1 124	0	182 436
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		57 384	62 711	-	5 760	29 103	28 505	598	0	62 711
Sale of Goods and Rendering of Services		53 735	9 571	-	794	2 495	3 190	(695)	(0)	9 571
Agency services		4 965	5 371	-	443	1 891	1 790	101	0	5 371
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		5 554	6 982	-	616	2 357	2 327	29	0	6 982
Interest from Current and Non Current Assets		5 182	8 511	-	905	4 025	2 837	1 188	0	8 511
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		3 897	3 498	-	604	1 779	1 166	613	0	3 498
Licence and permits		269	636	-	50	202	212	(10)	(0)	636
Operational Revenue		1 149	1 106	-	78	199	369	(170)	(0)	1 106
Non-Exchange Revenue										
Property rates		464 477	509 406	-	54 596	245 894	231 548	14 345	0	509 406
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		30 190	31 062	-	65	5 530	10 354	(4 824)	(0)	31 062
Licence and permits		7 870	9 628	-	1 055	3 655	3 209	446	0	9 628
Transfers and subsidies - Operational		257 076	390 026	-	8 304	127 215	130 009	(2 793)	(0)	390 026
Interest		25 602	30 164	-	2 676	10 026	10 055	(29)	(0)	30 164
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		0	-	-	-	-	-	-	-	-
Other Gains		9 459	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		1 084 366	1 251 108	-	91 007	486 307	486 383	9 823	2%	1 251 108
Expenditure By Type										
Employee related costs		438 981	483 929	-	39 334	157 068	140 438	16 630	0	483 929
Remuneration of councillors		26 249	31 164	-	2 342	9 531	9 349	182	0	31 164
Bulk purchases - electricity		122 720	158 320	-	9 491	40 189	47 496	(7 307)	(0)	158 320
Inventory consumed		13 825	10 499	-	1 629	4 657	4 004	652	0	10 499
Debt impairment		23 235	-	-	-	-	-	-	-	-
Depreciation and amortisation		94 081	104 756	-	(14 545)	29 090	34 964	(5 874)	(0)	104 756
Interest		20 742	9 958	-	0	480	3 310	(2 831)	(0)	9 958
Contractual services		222 746	273 776	-	20 896	64 965	88 808	(23 843)	(0)	273 776
Transfers and subsidies		11 906	13 838	-	434	2 407	3 803	(1 396)	(0)	13 838
Irrecoverable debts written off		11 221	10 513	-	505	1 510	3 504	(1 995)	(0)	10 513
Operational costs		142 550	156 437	-	12 853	49 066	51 240	(2 174)	(0)	156 437
Losses on Disposal of Assets		(427)	-	-	-	(652)	-	(652)	#DIV/0!	-
Other Losses		-	-	-	-	-	-	-	-	-
Total Expenditure		1 127 829	1 253 191	-	72 941	358 310	386 917	(28 607)	-7%	1 253 191
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations)		158 945	109 848	-	42 873	42 873	36 616	6 257	0	109 848
Transfers and subsidies - capital (in-kind)		6 597	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		122 079	107 785	-	60 939	180 889	136 082			107 785
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		122 079	107 785	-	60 939	180 889	136 082			107 785
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		122 079	107 785	-	60 939	180 889	136 082			107 785
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		122 079	107 785	-	60 939	180 889	136 082			107 785

The table provides an overview of the monthly actual, year to date actual and year to date Budget of revenue by Source and Expenditure by Type for the period ended 31 October 2023. The full year forecast provides a guideline in terms of overall performance, and it gives an overview of whether the municipality will be able to spend as per budget.

6.3 Capital Expenditure

KZN216 Ray Nkonyeni - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M04 - October

Vote Description	Ref	2022/23		Budget Year 2023/24						
		Audited	Original	Adjusted	Monthly actual	YearTD actual	YearTD	YTD	YTD %	Full Year
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Mayor and Council		-	-	-	-	-	-	-	-	-
Vote 2 - Finance and Administration		-	-	-	-	-	-	-	-	-
Vote 3 - Internal Audit		-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social Services		-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 7 - Housing		-	-	-	-	-	-	-	-	-
Vote 8 - Health		-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		-	-	-	-	-	-	-	-	-
Vote 10 - Road Transport		-	-	-	-	-	-	-	-	-
Vote 11 - Environment Protection		-	-	-	-	-	-	-	-	-
Vote 12 - Energy Sources		-	-	-	-	-	-	-	-	-
Vote 13 - Other		-	-	-	-	-	-	-	-	-
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - Mayor and Council		130	-	-	-	-	-	-	-	-
Vote 2 - Finance and Administration		39 132	3 801	-	11	163	300	(137)	-46%	3 801
Vote 3 - Internal Audit		115	200	-	-	160	67	93	139%	200
Vote 4 - Community and Social Services		7 814	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		7 014	4 340	-	9	1 651	1 503	149	10%	4 340
Vote 7 - Housing		115	180	-	48	51	54	(3)	-6%	180
Vote 8 - Health		-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		98 976	115 220	-	12 616	41 071	33 656	7 415	22%	115 220
Vote 10 - Road Transport		51 919	7 200	-	3 491	5 979	2 180	3 799	174%	7 200
Vote 11 - Environment Protection		-	500	-	-	-	167	(167)	-100%	500
Vote 12 - Energy Sources		2 599	22 952	-	-	-	6 886	(6 886)	-100%	22 952
Vote 13 - Other		3 108	-	-	-	-	-	-	-	-
Vote 14 - Waste Water Management		-	-	-	-	-	-	-	-	-
Vote 15 - Waste Management		232	500	-	-	451	167	285	171%	500
Total Capital single-year expenditure	4	211 153	154 893	-	16 174	49 525	44 978	4 547	10%	154 893
Total Capital Expenditure		211 153	154 893	-	16 174	49 525	44 978	4 547	10%	154 893
Capital Expenditure - Functional Classification										
Governance and administration		39 432	4 001	-	11	322	367	(44)	-12%	4 001
Executive and council		186	-	-	-	-	-	-	-	-
Finance and administration		39 154	3 801	-	11	163	300	(137)	(0)	3 801
Internal audit		92	200	-	-	160	67	93	0	200
Community and public safety		14 454	4 520	-	57	1 702	1 557	145	9%	4 520
Community and social services		7 814	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		6 525	4 340	-	9	1 651	1 503	149	0	4 340
Housing		115	180	-	48	51	54	(3)	(0)	180
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		151 328	122 920	-	16 107	47 049	36 003	11 047	31%	122 920
Planning and development		98 920	115 220	-	12 616	41 071	33 656	7 415	0	115 220
Road transport		52 408	7 200	-	3 491	5 979	2 180	3 799	0	7 200
Environmental protection		-	500	-	-	-	167	(167)	(0)	500
Trading services		2 831	23 452	-	-	451	7 052	(6 601)	-94%	23 452
Energy sources		2 599	22 952	-	-	-	6 886	(6 886)	(0)	22 952
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		232	500	-	-	451	167	285	0	500
Other		3 108	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	211 153	154 893	-	16 174	49 525	44 978	4 547	10%	154 893
Funded by:										
National Government		123 508	93 781	-	11 467	37 729	27 334	10 395	0	93 781
Provincial Government		6 697	1 739	-	-	-	522	(522)	(0)	1 739
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies,		10 885	-	-	-	-	-	-	-	-
Transfers recognised - capital		141 090	95 520	-	11 467	37 729	27 856	9 873	35%	95 520
Borrowing	6	1 867	21 452	-	-	-	6 436	(6 436)	(0)	21 452
Internally generated funds		33 256	37 921	-	4 708	11 796	10 687	1 109	0	37 921
Total Capital Funding		176 213	154 893	-	16 174	49 525	44 978	4 547	10%	154 893

This table provides an overview of actuals to date of the capital expenditure on monthly basis of the municipality for the period ended 31 October 2023.

6.4 Statement Cash Flow

KZN216 Ray Nkonyeni - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M04 - October

Description	Ref	Budget Year 2023/24												2023/24 Medium Term Revenue & Expenditure Framework			
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2023/24	Budget Year 2023/25	Budget Year 2024/26	
R thousands	1	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget				
Cash Receipts by Source																	
Property rates		19 097	36 335	55 066	45 420	40 328	40 328	40 328	40 328	40 328	40 328	40 328	40 328	483 936	507 649	531 508	
Service charges - Electricity revenue		13 666	16 718	16 743	17 899	14 443	14 443	14 443	14 443	14 443	14 443	14 443	14 443	173 314	181 806	190 351	
Service charges - Water revenue		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Service charges - Waste Management		3 035	4 964	7 643	6 419	4 965	4 965	4 965	4 965	4 965	4 965	4 965	4 965	59 576	62 495	65 432	
Rental of facilities and equipment		281	627	309	443	291	291	291	291	291	291	291	291	3 498	3 669	3 842	
Interest earned - external investments		1 123	1 030	765	833	709	709	709	709	709	709	709	709	8 511	8 928	9 348	
Interest earned - outstanding debtors		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Fines, penalties and forfeits		51	215	158	144	-	-	-	-	-	-	-	-	-	-	-	
Licences and permits		121	1 953	1 089	1 270	855	855	855	855	855	855	855	855	10 263	10 766	11 272	
Agency services		445	457	331	443	448	448	448	448	448	448	448	448	5 371	5 634	5 899	
Transfers and Subsidies - Operational		118 915	3 223	389	488	68 539	23 954	23 954	23 954	53 082	23 954	23 954	23 954	390 290	328 465	336 498	
Other revenue		850	8 260	8 067	4 141	625	625	625	625	625	625	625	625	7 495	7 863	8 232	
Cash Receipts by Source		156 201	72 127	89 486	76 223	130 202	85 617	85 617	85 617	114 745	85 617	85 617	85 617	1 130 245	1 104 678	1 149 193	
Other Cash Flows by Source																	
Transfers and subsidies - capital (monetary allocations) (National /		49 792	-	2 000	31 000	36 616	-	-	-	36 616	-	-	-	109 848	91 688	85 144	
Transfers and subsidies - capital (monetary allocations) (Nat / Prov		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Department Agencies, Households, Non-profit Institutions, Private		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Enterprises, Public Corporations, Higher Educ Institutions)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Proceeds on Disposal of Fixed and Intangible Assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Short term loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Borrowing long term/financing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Cash Receipts by Source		205 993	72 127	91 486	107 223	166 818	85 617	85 617	85 617	151 361	85 617	85 617	85 617	1 240 093	1 196 366	1 234 337	
Cash Payments by Type																	
Employee related costs		40 639	40 387	39 367	38 769	48 893	48 893	48 893	48 893	48 893	64 745	47 096	-	504 783	529 399	554 696	
Remuneration of councillors		-	-	1 588	1 582	3 116	3 116	3 116	3 116	3 116	3 116	3 116	-	31 164	32 691	34 228	
Interest		-	-	479	-	834	834	834	834	834	834	834	808	9 968	10 446	10 937	
Bulk purchases - Electricity		159	17 976	17 678	11 091	16 271	16 271	16 271	16 271	16 271	16 271	16 271	-	162 706	170 679	178 701	
Acquisitions - water & other inventory		1 068	3 720	5 030	2 186	1 574	1 574	1 574	1 574	1 574	1 574	1 574	1 574	6 000	6 294	6 590	
Contracted services		10 859	14 425	12 913	19 830	26 121	26 121	26 121	26 121	26 121	26 121	21 448	6 111	273 427	193 378	202 467	
Transfers and subsidies - other municipalities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfers and subsidies - other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other expenditure		27 190	11 521	13 481	10 495	14 321	14 671	14 321	14 321	14 671	14 321	11 711	5 004	153 569	160 728	168 371	
Cash Payments by Type		79 915	88 029	90 536	83 953	111 130	111 480	111 130	111 130	111 480	126 981	102 048	13 496	1 141 607	1 103 614	1 155 988	
Other Cash Flows/Payments by Type																	
Capital assets		13 176	13 482	14 617	16 881	19 377	16 608	16 407	16 607	16 407	16 407	16 303	308	168 358	113 160	107 625	
Repayment of borrowing		3 286	3 219	3 067	3 544	1 987	1 987	1 987	1 987	1 987	1 987	1 987	(726)	18 414	28 456	29 794	
Other Cash Flows/Payments		555	481	1 612	-	2 069	2 069	2 069	2 069	5 436	2 069	2 069	168	24 390	23 590	23 755	
Total Cash Payments by Type		96 931	105 211	109 832	104 379	134 962	132 143	131 592	131 792	135 309	147 444	122 406	13 247	1 352 769	1 268 820	1 317 162	
NET INCREASE/DECREASE IN CASH HELD		109 061	(33 084)	(18 346)	2 845	32 256	(46 525)	(45 979)	(46 175)	16 051	(61 826)	(36 789)	72 370	(112 675)	(72 454)	(82 824)	
Cash/cash equivalents at the month/year beginning:		-	109 061	75 977	57 632	60 476	92 732	46 207	232	(45 943)	(29 892)	(91 718)	(128 507)	-	(112 675)	(185 129)	
Cash/cash equivalents at the month/year end:		109 061	75 977	57 632	60 476	92 732	46 207	232	(45 943)	(29 892)	(91 718)	(128 507)	(56 136)	(112 675)	(185 129)	(267 955)	

A cash flow statement provides data regarding all cash inflows a municipality receives from its ongoing operations and external investment sources.

6.5 Statement financial Position

KZN216 Ray Nkonyeni - Table C6 Monthly Budget Statement - Financial Position - M04 - October

Description	Ref	Budget Year 2023/24				
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		131 186	40 427	–	168 406	40 427
Trade and other receivables from exchange transactions		90 671	143 554	–	131 644	143 554
Receivables from non-exchange transactions		280 843	333 984	–	456 511	333 984
Current portion of non-current receivables		–	–	–	–	–
Inventory		7 058	2 559	–	10 581	2 559
VAT		107 350	121 348	–	147 184	121 348
Other current assets		3 477	3 151	–	4 469	3 151
Total current assets		620 585	645 023	–	918 795	645 023
Non current assets						
Investments		–	–	–	–	–
Investment property		345 006	307 811	–	354 869	307 811
Property, plant and equipment		1 681 345	1 726 164	–	1 824 831	1 726 164
Biological assets		–	–	–	–	–
Living and non-living resources		–	–	–	–	–
Heritage assets		2 205	2 205	–	2 210	2 205
Intangible assets		857	1 697	–	965	1 697
Trade and other receivables from exchange transactions		–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets		–	–	–	–	–
Total non current assets		2 029 413	2 037 876	–	2 182 874	2 037 876
TOTAL ASSETS		2 649 998	2 682 899	–	3 101 670	2 682 899
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		14 580	28 891	–	4 253	28 891
Consumer deposits		32 846	32 846	–	36 559	32 846
Trade and other payables from exchange transactions		133 406	112 595	–	120 057	112 595
Trade and other payables from non-exchange transactions		49 104	46 376	–	75 371	46 376
Provision		35 473	35 473	–	43 927	35 473
VAT		74 611	74 576	–	125 157	74 576
Other current liabilities		4 622	4 622	–	4 839	4 622
Total current liabilities		344 641	335 379	–	410 163	335 379
Non current liabilities						
Financial liabilities		49 160	16 435	–	51 154	16 435
Provision		41 487	41 487	–	47 192	41 487
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		101 052	101 052	–	98 891	101 052
Total non current liabilities		191 699	158 975	–	197 237	158 975
TOTAL LIABILITIES		536 340	494 353	–	607 400	494 353
NET ASSETS	2	2 113 658	2 188 546	–	2 494 270	2 188 546
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		2 115 346	2 188 546	–	2 494 270	2 188 546
Reserves and funds		–	–	–	–	–
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	2 115 346	2 188 546	–	2 494 270	2 188 546

The statement of financial position indicates the financial health of the municipality as the assets and liabilities are listed to measure the solvency of the municipality for the period ended 31 October 2023. Total assets are R3.1 billion over the total liabilities of R607.4 million this therefore mean the municipality is still able to meet its financial obligations.