AUDITED ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

I am responsible for the preparation of these Annual Financial Statements, which are set out on pages 1 to 81, in terms of Section 126(1) of the Municipal Finance Management Act No. 56 of 2003 and which I have signed on behalf of the Municipality.

I certify that the salaries, allowances and benefits of Councillors as disclosed in note 29 of these Annual Financial Statements are within the upper limits of the framework envisaged in Section 219 of the Constitution of South Africa Act No.108 of 1996, read with the Remuneration of Public Officer Bearers Act No. 20 of 1998 and the Minister of Provincial and Local Government's determination in accordance with this Act.

N J MDAKANE
MUNICIPAL MANAGER

Date

Annual Financial Statements

for

KWADUKUZA MUNICIPALITY

for the year ended	30 June 2021
Province:	KwaZulu Natal
AFS rounding:	R

Contact Information:

Name of Municipal Manager:	Mr N J Mdakane
Name of Chief Financial Officer:	Mr S M Rajcoomar
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Name of relevant Auditor:	The Auditor-General
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Name of contact at National Treasury:	Ms Elsabe Rossouw
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KWADUKUZA MUNICIPALITY
AUDITED ANNUAL FINANCIAL STATEMENTS
for the year ended 30 June 2021

General information

Members of the Council

G Govender	Mayor
L R Makhatini	Deputy Mayor
O L Nhaca	Speaker
N R Khumalo	Member of the Executive Committee
M S Sing	Member of the Executive Committee
T V Ntuli	Member of the Executive Committee
J A Vallan	Member of the Executive Committee
J S Phahla	Member of the Executive Committee
M S C M Motala	Member of the Executive Committee
T P Du Toit	Member of the Executive Committee
D W Ndimande	Chief Whip
V Govender	Councillor
M E Ngidi	Councillor
I P Dube	Councillor
N J Mpanza	Councillor
H Mbatha	Councillor
S W Ntuli	Councillor
M Suleman	Councillor
M S Mhlongo	Councillor
T T Dube	Councillor
C D Mthembu	Councillor
V V Mdluli	Councillor
M Ndlela	Councillor
N R Shezi	Councillor
T S Ngidi	Councillor
P B Mabaso	Councillor
B I Dindi	Councillor
S L Cele	Councillor
N Qwabe	Councillor
A L Sahadew	Councillor
T Colley	Councillor
V Pillay	Councillor
S Naidoo	Councillor
A L Nzama	Councillor
P Naidoo	Councillor
N Dasrath	Councillor
D H Mthembu	Councillor
L I Mthembu	Councillor
T Nkosi	Councillor
C M Ntleko	Councillor
M M Madlala	Councillor
N Zulu	Councillor
N P Dube	Councillor
E B Majola	Councillor
G J Van Whye	Councillor
R Singh	Councillor
T K Gumede	Councillor
A K Dawood	Councillor
S M R Mfeka	Councillor
G Z Mngomezulu	Councillor
I T Nxumalo	Councillor
B Mvulana	Councillor
M M Sibisi	Councillor
Z M Mncube	Councillor
M Vembali	Councillor
E E Dlamini	Councillor
V Mathonsi	Traditional Leader
D Z Gumede	Traditional Leader
A M Zulu	Traditional Leader
M B Cele	Traditional Leader
H K Dube	Traditional Leader
V S Mthembu	Traditional Leader

General information (continued)

Municipal Manager

Mr N J Mdakane

Chief Financial Officer

Mr S M Rajcoomar

Grading of Local Authority

Category 4

Auditors

Auditor General South Africa (AGSA)

Primary Bankers

ABSA Bank

Registered Office:	KwaDukuza Municipality
Physical address:	14 Chief Albert Luthuli Street KwaDukuza 4450
Postal address:	PO BOX 72 KwaDukuza 4450
Telephone number:	(032) 437 5000
E-mail address:	municipalm@kwadukuza.gov.za

KWADUKUZA MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

INDEX

KWADUKUZA MUNICIPALITY
AUDITED STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2021

	Note	2021 R	2020 Restated R
ASSETS			
Current assets		**1 214 675 273**	**1 031 186 488**
Inventories	8	9 877 909	4 773 157
Receivables from exchange transactions	9	105 901 590	111 141 549
Receivables from non-exchange transactions	10	106 064 440	118 095 215
VAT receivable	11	6 997 303	9 625 147
Current portion of long-term receivables	7	22 313	35 523
Short term investments	12	150 572 381	143 899 677
Cash and cash equivalents	13	835 239 337	643 616 220
Non-current assets		**2 447 076 562**	**2 368 066 678**
Investment properties	2	171 625 000	170 100 000
Property, plant and equipment	3	2 273 160 651	2 194 731 667
Intangible assets	4	1 565 873	2 519 719
Heritage Assets	5	105 386	105 386
Long-term receivables	7	619 652	609 906
Total Assets		***3 661 751 835***	***3 399 253 166***
LIABILITIES			
Current liabilities		**429 269 915**	**416 630 433**
Leases	16	870 986	1 040 740
Employee benefit obligations	6	3 309 000	3 253 000
Trade and other payables	20	329 053 783	319 421 620
Unspent conditional grants, receipts and Public contributions	17	42 853 042	42 372 618
Current provisions	18	1 941 467	1 837 706
Consumer Deposits	21	36 991 209	35 326 269
Long service awards	6	2 613 000	2 607 000
Current portion of long term liabilities	19	11 637 428	10 771 480
Non-current liabilities		**327 968 208**	**321 169 850**
Leases	16	53 776	561 585
Employee benefit obligations	6	96 661 000	79 840 000
Non-current provisions	18	20 302 298	19 629 703
Long service awards	6	22 262 000	20 812 000
Long-term liabilities	19	188 689 134	200 326 562
Total Liabilities		***757 238 123***	***737 800 283***
Net Assets		***2 904 513 713***	***2 661 452 887***
NET ASSETS			
Reserves			
Revaluation reserve	14	18 313 137	18 313 137
Housing Operating Account	15	8 728 156	8 728 156
Accumulated surplus		2 877 472 423	2 634 411 593
Total Net Assets		***2 904 513 713***	***2 661 452 887***

KWADUKUZA MUNICIPALITY
AUDITED STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2021

	Note	2021 R	2020 Restated R
REVENUE			
Revenue from exchange transactions			
Service charges	22	948 659 842	908 383 051
Rental of facilities and equipment		1 938 237	2 549 502
Interest earned outstanding debtors		4 471 515	7 842 191
Other income	23	65 255 848	43 493 216
Interest received - investments	24	29 453 425	43 548 079
Total revenue from exchange transactions		**1 049 778 867**	**1 005 816 039**
Taxation revenue			
Property rates	25	522 690 862	492 048 557
Property rates - penalties imposed	25	9 785 339	19 792 877
Licences and permits (Non-exchange)		9 915 254	7 512 760
Transfer and other revenue			
Government grants, subsidies & Public Contributions	26 & 27	301 677 939	251 453 508
Donations	3	25 972 693	575 440
Fines	43	4 048 596	11 445 971
Employee and Long Services Gains	6	-	10 713 315
Total revenue from non-exchange transactions		**874 090 684**	**793 542 427**
Total Revenue		**1 923 869 550**	**1 799 358 466**
EXPENDITURE			
Employee related costs	28	426 158 240	405 910 414
Remuneration of councillors	29	22 847 709	22 560 037
Adjustments to Provisions	18	776 357	1 344 527
Depreciation and amortisation	30	77 133 344	73 514 128
Impairment loss	31	23 992 839	7 796 883
Finance costs	32	20 023 659	21 503 557
Debt Impairment and write offs	33	12 165 160	60 520 091
Bulk purchases	34	778 234 052	716 028 548
Contracted services	44	168 604 288	162 907 428
General Expenses	35	129 380 478	134 278 798
Employee and Long Services Benefits	6	18 333 000	2 332 125
Total Expenditure		1 677 649 125	1 608 696 536
Operating Surplus		246 220 425	190 661 930
Loss on disposal of assets and liabilities	3	(4 684 595)	(2 691 061)
Fair value adjustments	36	1 525 000	(5 330 000)
		(3 159 595)	(8 021 061)
SURPLUS FOR THE YEAR		**243 060 830**	**182 640 870**

KWADUKUZA MUNICIPALITY
AUDITED STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED 30 JUNE 2021

	Revaluation Reserve R	Housing Operating Account	Total Reserves	Accumulated Surplus R	Total Net Assets R
Restated Surplus for the year 2018/2019				250 119 263	**250 119 263**
Adjustment to Rates Revenue prior to 2019/2020 due to S78 and other related adjustments				-3 239 182	**-3 239 182**
Adjustments to Depreciation - capitalisation of Woodmead Road				-600 256	**-600 256**
Adjustments to Depreciation - Woodmead				-455 329	**-455 329**
Balance at 30 June 2019	**18 313 137**	**8 728 156**	**27 041 293**	**2 451 770 802**	**2 478 812 013**
Surplus for the year 2019/2020	**-**	**-**	**-**	182 640 870	**182 640 870**
Balance at 30 June 2020	**18 313 137**	**8 728 156**	**27 041 293**	**2 634 411 593**	**2 661 452 883**
Surplus for the year 2020/2021	**-**	**-**	**-**	243 060 830	**243 060 830**
Balance at 30 June 2021	**18 313 137**	**8 728 156**	**27 041 293**	**2 877 472 423**	**2 904 513 713**
Note(s)	14	15			

Note 41 provides further details of adjustments pertaining to the 2018/2019 and 2019/2020 financials years.

Figures in Rand	Note	2021	2020 Restated
Cash flows from operating activities			
Receipts			
Interest income		29 453 425	43 548 079
Cash received		1 871 123 600	1 677 644 447
		1 900 577 025	1 721 192 527
Payments			
Finance costs		(20 023 659)	(21 503 557)
Cash paid		(1515 160 217)	(1433 406 192)
		(1535 183 876)	(1454 909 749)
Net cash flows from operating activities	42	**365 393 150**	**266 282 777**
Cash flows from investing activities			
Purchase of Property, Plant & Equipment	3	(157 265 226)	(168 518 703)
Proceeds from sale of property, plant and equipment	3	-	-
Purchase of other intangible assets	4	(47 999)	-
Movement in short term investments		(6 672 704)	(11 142 830)
Net cash flows from investing activities		**(163 985 928)**	**(179 661 532)**
Cash flows from financing activities			
Consumer deposits		1 664 940	1 825 652
Movement in long term liabilities		(10 771 480)	(9 830 016)
Finance lease payments		(677 563)	(939 758)
Net cash flows from financing activities		**(9 784 103)**	**(8 944 122)**
Net increase/(decrease) in cash and cash equivalents		**191 623 118**	**77 677 123**
Cash and cash equivalents at the beginning of the year		643 616 219	565 939 097
Cash and cash equivalents at the end of the year	13	**835 239 336**	**643 616 219**

KWADUKUZA MUNICIPALITY
AUDITED STATEMENT OF COMPARISON OF BUDGET & ACTUAL AMOUNTS
FOR THE YEAR ENDED 30 JUNE 2021

	Approved Budget	Adjustments	Adjustments Budget		30 June 2021 Final Budget	Actual amounts	Difference between final budget and actual	Percentage Variance	Note Reference
Statement of Financial Performance									
Revenue									
Revenue from Exchange Transactions:									
Service Charges	984 895 125	-25 409 035	959 486 089	-	959 486 089	948 659 842	-10 826 247	-1%	
Rental of facilities & Equipment	4 086 504	35 000	4 121 504	-	4 121 504	1 938 237	-2 183 267	-53%	58.1
Interest earned outstanding debtors	11 900 004	-2 500 000	9 400 004	-	9 400 004	4 471 515	-4 928 489	-52%	58.2
Other Income	41 974 848	7 186 666	49 161 514	-	49 161 514	65 255 848	16 094 334	33%	58.3
Gains on disposal of property, plant and equipment	-	-	-	-	-	-	-	0%	
Interest received - investments	38 703 672	-4 858 935	33 844 737	-	33 844 737	29 453 425	-4 391 311	-13%	
TOTAL REVENUE FROM EXCHANGE TRANSACTIONS	**1 081 560 153**	**-25 546 305**	**1 056 013 848**	**-**	**1 056 013 848**	**1 049 778 867**	**-6 234 981**		
Revenue from Non-Exchange Transactions:									
Taxation Revenue									
Property rates	527 978 184	-	527 978 184	-	527 978 184	522 690 862	-5 287 322	-1%	
Property rates - penalties imposed	-	-	-	-	-	9 785 339	9 785 339	100%	58.4
Licences & permits (including agency fees)	447 756	120 000	567 756	-	567 756	9 915 254	9 347 498	1646%	58.5
Transfer and Other Revenue									
Government grants and subsidies	220 387 836	31 811 008	252 198 844	-	252 198 844	234 388 536	-17 810 309	-7%	
Public contributions and donations	-	-	-	-	-	25 972 693	25 972 693	100%	58.6
Fines	45 421 032	-8 500 000	36 921 032	-	36 921 032	4 048 596	-32 872 436	-89%	58.7
Employee and Long Services Gains	-	-	-		-	-	-		
TOTAL REVENUE FROM NON-EXCHANGE TRANSACTIONS:	**794 234 808**	**23 431 008**	**817 665 816**	**-**	**817 665 816**	**806 801 280**	**-10 864 536**		
Total Revenue	**1 875 794 961**	**-2 115 297**	**1 873 679 664**	**-**	**1 873 679 664**	**1 856 580 147**	**-17 099 517**		
Expenditure									
Employee Related Costs	474 992 328	-2 867 713	472 124 615	-	472 124 615	426 158 240	-45 966 375	-10%	
Remuneration of Councillors	25 357 932	-298 317	25 059 615	-	25 059 615	22 847 709	-2 211 906	-9%	
Depreciation, amortisation and impairment / reversal of impairment	95 176 356	-	95 176 356	-	95 176 356	101 126 183	5 949 827	6%	
Finance Costs	30 152 400	-9 150 179	21 002 221	-	21 002 221	20 023 659	-978 562	-5%	
Debt Impairment and write offs	162 631 920	-10 000 000	152 631 920	-	152 631 920	12 165 160	-140 466 760	-92%	58.8
Bulk purchases	783 831 276	-21 976 932	761 854 344	-	761 854 344	778 234 052	16 379 708	2%	
Contracted services	174 009 576	48 794 193	222 803 769	-	222 803 769	168 604 288	-54 199 481	-24%	58.9
Other Expenditure	137 897 424	-5 918 871	131 978 553	-	131 978 553	148 489 835	16 511 282	13%	
Loss on disposal of assets	-	-	-	-	-	4 684 595	4 684 595	100%	58.10
Transfers and subsidies	6 900 012	-926 000	5 974 012		5 974 012	-	-5 974 012	-100%	58.11

Total Expenditure	**1 890 949 224**	**-2 343 819**	**1 888 605 405**	**-**	**1 888 605 405**	**1 682 333 721**	**-206 271 684**		
Operating Surplus									
Transfers recognised - capital	83 949 744	678 870	84 628 614	-	84 628 614	54 962 125	-29 666 489	-35%	58.12
Contributions recognised - capital	15 247 716	11 166 848	26 414 564	-	26 414 564	12 327 278	-14 087 286	-53%	58.13
Fair Value Adjustments	-	-	-	-	-	1 525 000	1 525 000		
	99 197 460	**11 845 718**	**111 043 178**	**-**	**111 043 178**	**68 814 404**	**-42 228 774**		
Surplus before taxation	**84 043 197**	**12 074 240**	**96 117 437**	**-**	**96 117 437**	**243 060 830**	**146 943 393**		
Actual Amount on Comparable Basis as Presented in the Budget and Actual Comparative Statement									
Surplus for the year	**84 043 197**	**12 074 240**	**96 117 437**	**-**	**96 117 437**	**243 060 830**	**146 943 393**		
Funding of Capital									
Non-Current Assets									
Transfers recognised - capital	76 717 504	888 212	77 605 716	-	77 605 716	54 962 125	-22 643 591		
Internally generated funds	158 133 179	-33 503 392	124 629 787	-	124 629 787	89 975 822	-34 653 965		
Public Contributions and Donations	18 531 622	-500 000	18 031 622	-	18 031 622	12 327 278	-5 704 344		
Borrowings	42 000 000	-27 000 000	15 000 000	-	15 000 000	-	-15 000 000		
Total Sources of capital funds	**295 382 305**	**-60 115 180**	**235 267 125**	**-**	**235 267 125**	**157 265 226**	**-78 001 900**	-33%	58.14
Cash Flow Statement									
Cash flows from operating activities									
Payments									
Net cash from/(used) - Operating activities	**293 621 944**	**71 753 733**	**365 375 677**		**365 375 677**	**365 393 150**	**17 473**		
Cash flows from investing activities									
Net cash from/(used) - Investing activities	-272 945 852	56 285 420	-216 660 432	-	-216 660 432	-163 985 928	52 674 504		
Net increase/(decrease) in cash and cash equivalents	11 632 167	141 807 257	153 439 425	-	153 439 425	191 623 118	38 183 693		
Net cash from/(used) - Financing activities	-9 043 925	13 768 105	4 724 180	-	4 724 180	-9 784 103	-14 508 283		
Cash/cash equivalents at the year end	**669 652 167**	**271 303 154**	**940 955 322**		**940 955 322**	**643 616 219**	**-297 339 102**		

KWADUKUZA MUNICIPALITY

AUDITED REPORTABLE SEGMENTS

FOR THE YEAR ENDED 30 JUNE 2021

For management purposes, the municipality is organised and operates in nine key functional segments (or business units). To this end, management monitors the operating results of these business units for the purpose of making decisions about resource allocations and assessment of performance.
Revenues and expenditures relating to these business units are allocated at a transactional level.

	Corporate Services	Youth Development	Chief Operations Officer	Community Services & Public amenities	Community Safety	Finance	Economic Development & Planning	Civil Engineering & Human Settlements	Electrical Engineering Services	Total
	R	R	R	R	R	R	R	R	R	R
Segment Revenue										
External revenue from non- exchange transactions	106 473 261	5 957 664	9 739 500	76 509 167	17 628 478	538 212 344	18 627 930	64 093 785	38 373 555	875 615 684
External revenue from exchange transactions	3 918 245	-	-3 936	73 677 108	128 629	29 533 176	17 257 568	1 098 739	894 715 913	1 020 325 441
Revenue from transactions with other segments	-	-	-	491 763	-	-	-		11 526 123	12 017 885
Interest revenue	-	-	-	-		29 444 751	-	8 674		29 453 425
Gain on disposal of property, plant and equipment										-
Segment Expenses										
Total segment expenses	-105 685 293	-5 330 659	-46 586 870	-219 387 235	-144 736 255	-60 098 595	-43 111 126	-68 033 220	-892 207 465	-1 585 176 718
Depreciation and amortisation	-1 628 649	-44 292	-127 378	-16 920 749	-2 089 458	-933 370	-1 089 808	-29 383 954	-24 915 686	-77 133 344
Interest expense	-	-	-	-	-	-	-	-6 967 076	-13 056 583	-20 023 659
Internal charges	-2 575 213	-	-4 300	-415 210	-360 978	-329 107	-107 983	-332 889	-7 892 206	-12 017 885
Surplus / deficit for the year	**502 351**	**582 713**	**-36 982 985**	**-86 045 156**	**-129 429 584**	**535 829 199**	**-8 423 419**	**-39 515 941**	**6 543 651**	**243 060 830**
Other Information										
Segment assets	164 686 584	-10 281 549	-64 985 788	12 614 947	193 925 314	2 810 018 593	113 722 133	-353 067 880	795 119 481	3 661 751 835
Segment liabilities	36 039 786	282 955	46 015 708	1 247 570	3 001 094	408 669 557	9 309 262	110 224 461	142 447 730	757 238 123
Additions to non-current assets	2 366 861	2 872 861	-	23 408 202	24 280 665	103 714	681 836	77 501 175	52 070 602	183 285 917
Non-cash revenue (included above)	25 972 693	-	-	-	-	1 525 000	-	-	-	27 497 693
Non-cash expense (included above)	23 325 526	44 292	127 378	41 792 119	3 130 790	2 417 521	1 089 808	33 125 267	32 032 595	137 085 295
Cash flows from operating activities	27 487 053	958 985	-43 423 976	-43 621 319	-129 124 347	510 589 813	-121 993	-4 843 671	47 492 603	365 393 148
Cash flows for investing activities	-2 366 861	-2 872 861	-	-23 408 202	-24 280 665	-6 776 418	-681 836	-55 501 175	-48 097 909	-163 985 928
Cash flows from financing activities	-56 317	-	-	-32 755	-	1 715 688	-7	-3 165 483	-8 245 230	-9 784 104

2 Investment Properties

	2021			2020		
	COST	ACCUMULATED AMORTISATION AND IMPAIRMENT	CARRYING VALUE	COST	ACCUMULATED AMORTISATION AND IMPAIRMENT	CARRYING VALUE
INVESTMENT PROPERTY	171 625 000	-	171 625 000	170 100 000	-	170 100 000
	171 625 000	**-**	**171 625 000**	**170 100 000**	**-**	**170 100 000**

RECONCILIATION OF INVESTMENT PROPERTY- 2021

	OPENING BALANCE	FAIR VALUE ADJUSTMENTS	TRANSFERS	CLOSING BALANCE
INVESTMENT PROPERTY	170 100 000	1 525 000	-	**171 625 000**
	170 100 000	**1 525 000**	**-**	**171 625 000**

Rent income received on the above investment properties during 2020/2021 financial year is R863 007.20
There is no expenditure relating to repairs and maintenance in the investment properties.

RECONCILIATION OF INVESTMENT PROPERTY- 2020

	OPENING BALANCE	FAIR VALUE ADJUSTMENTS	TRANSFERS	CLOSING BALANCE
INVESTMENT PROPERTY	175 430 000	(5 330 000)	-	**170 100 000**
	175 430 000	**(5 330 000)**	**-**	**170 100 000**

The decrease in the fair value is as a result of expansion of informal settlements into a municipal owned property.

3 Property, Plant and equipment

	2021			2020-restated		
	COST	ACCUMULATED DEPRECIATION AND IMPAIRMENT	CARRYING VALUE	COST	ACCUMULATED DEPRECIATION AND IMPAIRMENT	CARRYING VALUE
BUILDINGS	336 918 833	(113 708 905)	223 209 928	306 289 099	(95 130 548)	211 158 551
SOLID WASTE	7 730 302	(2 989 837)	4 740 465	7 550 951	(2 524 683)	5 026 268
VEHICLES	90 011 828	(52 343 297)	37 668 531	84 284 006	(47 657 094)	36 626 912
INFRASTRUCTURE ROADS	1 077 753 167	(305 020 621)	772 732 546	1 013 224 007	(256 862 397)	756 361 609
INFRASTRUCTURE STORMWATER	270 478 668	(88 401 274)	182 077 394	269 498 500	(82 653 467)	186 845 033
INFRASTRUCTURE ELECTRICAL	903 503 212	(293 148 177)	610 355 034	855 880 981	(273 154 259)	582 726 722
FURNITURE & FITTINGS	70 101 232	(53 774 256)	16 326 976	63 022 749	(49 840 002)	13 182 746
CEMETRIES	16 813 189	(4 918 238)	11 894 951	14 592 514	(4 343 446)	10 249 068
LAND	411 162 974	-	411 162 974	389 477 974	-	389 477 974
HOUSING	9 283 091	(7 719 084)	1 564 007	8 972 974	(7 392 004)	1 580 970
LEASED ASSETS	3 898 102	(2 470 255)	1 427 847	3 302 526	(1 806 713)	1 495 813
	3 197 654 596	**(924 493 944)**	**2 273 160 651**	**3 016 096 281**	**(821 364 614)**	**2 194 731 667**

RECONCILIATION OF PROPERTY,PLANT AND EQUIPMENT-2021

	OPENING BALANCE	ADDITIONS	ASSETS PREVIOUSLY NOT RECOGNISED	DONATIONS	RECOGNITION OF EXPENSED ITEMS	DERECOGNITION OF ASSETS	ASSETS WRITTEN OFF	DEPRECIATION	IMPAIRMENT LOSS	IMPAIRMENT REVERSAL	CLOSING BALANCE
Buildings	**211 158 551**	30 629 735						(15 294 047)	(3 284 311)		**223 209 927**
Solid Waste	**5 026 268**	179 350.40						(465 154)			**4 740 464**
Vehicles	**36 626 913**	5 772 832			12 990		(46 389)	(4 697 814)			**37 668 531**
Infrastructure Roads	**756 361 609**	64 051 966					(3 506 033)	(24 891 215)	(20 257 994)		**771 758 333**
Infrastructure Stormwater	**186 844 988**	1 954 379						(5 724 729)	(23 077)		**183 051 561**
Infrastructure Electrical	**582 726 722**	36 868 221		3 972 693	7 563 396		(782 079)	(19 921 450)	(72 468)		**610 355 034**
Furniture & Fittings	**13 182 748**	7 105 990					(15 845)	(3 945 744.97)	(171)		**16 326 977**
Cemeteries	**10 249 068**	2 220 674.33						(574 791)			**11 894 951**
Land	**389 477 974**	-		22 000 000		(315 000)					**411 162 974**
Housing	**1 580 970**	310 117						(327 081)			**1 564 007**
Leased Assets	**1 495 812**	595 576						(663 541)			**1 427 847**
	2 194 731 622	**149 688 840**	**-**	**25 972 693**	**7 576 386**	**(315 000)**	**(4 350 346)**	**(76 505 568)**	**(23 638 021)**	**-**	**2 273 160 651**

Classification of Assets Under Construction 2020/2021:

	Opening Balance	Additions	Completed Projects	Write Offs	Accumulated Impairment	Closing Balance
Buildings	41 297 153	21 532 757	(16 190 349)		(3 284 311)	43 355 249
Cemeteries	1 537 129	2 385 707	(833 307)			3 089 529
Electricity	37 946 629	36 079 495	(14 331 568)	(782 079)		58 912 477
Roads	109 742 289	76 425 864	(57 286 484)	(3 355 543)	-19 918 489	105 607 638
Solid Waste	431 823	1 320 469	(1 752 292)			-
Total Assets under construction	**190 955 023**	**137 744 291**	**(90 393 999)**	**(4 137 622)**	**(23 202 800)**	**210 964 892**

Loss on disposal as reflected on the Statement of Financial Performance consists of :

	2020/2021
Derecognition of Assets	(315 000)
Assets Written Off	(4 350 346)
Intangible Assets	(19 250)
	(4 684 595)

RECONCILIATION OF PROPERTY,PLANT AND EQUIPMENT-2020 RESTATED

	OPENING BALANCE	ADDITIONS	ASSETS PREVIOUSLY NOT RECOGNISED	DONATIONS	RECOGNITION OF EXPENSED ITEMS	DERECOGNITION OF ASSETS	ASSETS WRITTEN OFF	DEPRECIATION	IMPAIRMENT LOSS	IMPAIRMENT REVERSAL	CLOSING BALANCE
Buildings	**212 491 623**	16 015 186					(643 210)	(14 651 225)	(2 053 824)		**211 158 551**
Solid Waste	**4 320 488**	1 074 758						(368 979)			**5 026 268**
Vehicles	**26 388 203**	13 210 766						(2 972 056)			**36 626 913**
Infrastructure Roads	**681 861 859**	104 499 839					(1 170 182)	(23 638 116)	(5 191 789)		**756 361 609**
Infrastructure Stormwater	**186 754 839**	6 301 797						(5 742 467)	(469 182)		**186 844 988**
Infrastructure Electrical	**577 867 893**	20 253 693		575 440	3 698 579		(307 668)	(19 302 495)	(58 719)		**582 726 722**
Furniture & Fittings	**13 937 426**	3 375 832						(4 107 141)	(28 161)	4 792	**13 182 748**
Cemeteries	**10 735 987**	88 253						(575 172)			**10 249 068**
Land	**390 047 974**					(570 000)					**389 477 974**
Housing	**1 914 779**							(333 808)			**1 580 970**
Leased Assets	**2 496 634**							(1 000 822)			**1 495 812**
	2 108 817 705	**164 820 124**	**-**	**575 440**	**3 698 579**	**(570 000)**	**(2 121 061)**	**(72 692 281)**	**(7 801 675)**	**4 792**	**2 194 731 667**

Classification of Assets Under Construction 2019/2020 Restated:

	Opening Balance	Additions	Completed Projects	Write Offs	Accumulated Impairment	Closing Balance
Buildings	29 979 320	15 409 510	(1 187 431)	(643 210)	(2 261 037)	41 297 152.59
Cemeteries	1 448 876	88 253	-	-	-	1 537 129.37
Electricity	39 986 079	24 802 106	(26 533 888)	(307 668)	-	37 946 628.64
Roads	84 051 692	113 615 241	(83 791 677)	(598 315)	(3 534 651)	109 742 289.41
Solid Waste	534 375	2 605 924	(2 708 476)	-	-	431 822.74
Total Assets under construction	**156 000 342**	**156 521 033**	**(114 221 472)**	**(1 549 194)**	**(5 795 688)**	**190 955 023**

Loss on disposal as reflected on the Statement of Financial Performance consists of :

	2019/20
Derecognition of Assets	-570 000
Assets Written Off	-2 121 061
	-2 691 061

4 Intangible Assets

	2021			2020		
	COST	ACCUMULATED AMORTISATION AND IMPAIRMENT	CARRYING VALUE	COST	ACCUMULATED AMORTISATION AND IMPAIRMENT	CARRYING VALUE
Intangible Assets	21 008 960	(20 015 206)	993 754	21 178 828	(19 538 047)	1 640 781
Intangible Assets - Under Development	926 937	(354 818)	572 119	878 938	-	878 938
	21 935 897	**(20 370 024)**	**1 565 873**	**22 057 766**	**(19 538 047)**	**2 519 719**

Reconciliation of Intangible Assets - 2021

	OPENING BALANCE	ADDITIONS	ASSET UNDER CONSTRUCTION BROUGHT INTO USE	ASSETS WRITTEN OFF	AMORTISATION	IMPAIRMENT LOSS	CLOSING BALANCE
Intangible Assets	1 640 781	-	-	(19 250)	(627 777)	-	**993 754**
Intangible Assets - Under Development	878 938	572 119	(524 120)	-	-	(354 818)	**572 119**
	2 519 719	**572 119**	**(524 120)**	**(19 250)**	**(627 777)**	**(354 818)**	**1 565 873**

Reconciliation of Intangible Assets - 2020

	OPENING BALANCE	ADDITIONS	ASSET UNDER CONSTRUCTION BROUGHT INTO USE	ASSETS WRITTEN OFF	AMORTISATION	IMPAIRMENT LOSS	CLOSING BALANCE
Intangible Assets	2 462 628	-	-	-	(821 847)	-	**1 640 781**
Intangible Assets - Under Development	878 938	-	-	-	-	-	**878 938**
	3 341 566	**-**	**-**	**-**	**(821 847)**	**-**	**2 519 719**

5 Heritage Assets

	2021			2020		
	COST	ACCUMULATED AMORTISATION AND IMPAIRMENT	CARRYING VALUE	COST	ACCUMULATED AMORTISATION AND IMPAIRMENT	CARRYING VALUE
	105 386	-	105 386	105 386	-	105 386
Historical Monuments	**105 386**	**-**	**105 386**	**105 386**	**-**	**105 386**

6 EMPLOYEE BENEFIT OBLIGATIONS

6.1 Pension benefits

The Municipality's personnel are members of one of the Natal Joint Municipal Pension retirement funds, namely the Superannuation, Retirement and Provident Funds. As the aforementioned funds are multi-employer funds, the allocation of any surplus/deficit to individual municipalities cannot be determined. Furthermore disclosure of further details such as actuarial assumptions, cannot be attributed to any specific municipality and is of no relevance to users of the municipality's financial statements. Below is a synopsis of the most recent pension fund reports.

Superannuation

The interim valuation carried out on the Superannuation Fund as at 31 March 2020 reflected:

•The valuation reveals that the fund is 92.4% funded on the "best estimate" Funding basis as at the valuation date, and is also not fully funded on the alternative basis as set out in PF Notice No. 2 of 2016.
•Asset composition on valuation date appropriate to nature of the liabilities.
•Investment strategy suitable for the Fund.
•The view of the valuator is that the fund is not in a sound financial position as at the valuation date, but because this was mainly due to the impact of the Covid 19 epidemic on financial markets, which has since partially recovered. No further action required during the market recovery process.

Provident Fund

The interim valuation carried out on the Provident Fund as at 31 March 2020 reflected:

• The Fund is financially sound at valuation date
The valuation reveals that the Fund is 101.1% funded as at the valuation date
The contribution rate allocated towards risk benefits and expenses in the year following the valuation date is expected to be sufficient to cover the cost of these benefits and expenses.
• Asset composition appropriate to the nature of the liabilities
• Investment strategy suitable for Fund
• The fund self-insures its death benefits and disability benefits

Retirement Fund

The latest statutory valuation of the Retirement Fund (defined benefit) as at 31 March 2020 reflected:

The fund is 93.5% funded on the "best estimate" Funding basis as at the valuation date, and it is not fully funded on the alternative bases as set out in PF Notice No. 2 of 2016.
Asset composition appropriate to the nature of the liabilities
Investment strategy suitable for the Fund
Fund's self insures its risk benefits
Fund is not in a sound financial position as at valuation date, but the reduction in funding level was mainly due to the impact of the Covid19 epidemic on financial markets, which has since partially recovered.

	2021 R	2020 Restated R

6.2 Post-employment medical benefits

The municipality operates on 5 accredited medical aid schemes, namely Bonitas, Key Health, LA Health, Samwumed and HosMed.

Pensioners continue on the option they belonged to on the day of their retirement. The independent valuers, Arch Actuarial Consulting , carry out a statutory valuation on an annual basis.

The principal actuarial assumptions used were as follows:

In estimating the liability for post-employment medical aid benefits a number of assumptions are required as per GRAP 25. APN 30 states that the assumptions should be realistic and mutually compatible. The most relevant actuarial assumptions used in this valuation are discussed below.

	2021	2020 Restated
Discount rate per annum	10.20%	10.55%
Health care cost inflation rate	6.85%	6.59%
Net effective discount rate	3.14%	3.72%
Average retirement age	62	62
Proportion continuing membership at retirement	75%	75%
Mortality during employment	SA 85-90	SA 85-90
Mortality post-retirement	PA (90)-1 with a 1% mortality improvement p.a from 2010	PA (90)-1

(No explicit assumption was made about additional mortality or health care costs due to AIDS).

Percentage of in-service members withdrawing before retirement:	Males	Females	Males	Females
Age 20 - 24	9%	9%	9%	9%
Age 25 - 29	8%	8%	8%	8%
Age 30 - 34	6%	6%	6%	6%
Age 35 - 39	5%	5%	5%	5%
Age 40 - 44	5%	5%	5%	5%
Age 45 - 49	4%	4%	4%	4%
Age 50 - 54	3%	3%	3%	3%
Age 55 - 59	0%	0%	0%	0%
Age 60+	0%	0%	0%	0%

Discount Rate:
GRAP 25 stipulates that the choice of this rate should be derived from government bond yields consistent with the estimated term of the post-employment liabilities. A discount rate of 10.20% per annum has been used. The corresponding index-linked yield at this term is 4.13%. These rates do not reflect any adjustment for taxation. These rates were deduced from the interest rate data obtained from the Johannesburg Stock Exchange after the market close on 30 June 2021.

	2021	2020 Restated
The amounts recognised in the Statement of Financial Position were determined as being the present value of the obligation:	**99 970 000**	**83 093 000**

Movement in the defined benefit obligation is as follows:

	2021	2020 Restated
Balance at beginning of the year	83 093 000	93 806 315
Current service cost	2 911 000	3 629 591
Interest cost	8 599 000	8 760 836
Benefit payments	(3 253 000)	(3 048 712)
Actuarial (gains)/losses	8 620 000	(20 055 030)
Balance at end of year	**99 970 000**	**83 093 000**

The amounts recognised in the Statement of Financial Performance were as follows:

	2021 R	2020 Restated R
Current service cost	2 911 000	3 629 591
Interest cost	8 599 000	8 760 836
Benefit payments	(3 253 000)	(3 048 712)
Actuarial (gains)/losses	8 620 000	(20 055 030)
TOTAL	**16 877 000**	**(10 713 315)**

SENSITIVITY ANALYSIS

The results presented are based on a number of assumptions. The extent to which the actual liability faced in the future by the Municipality differs from these results, will depend on the extent to which actual experience differs from the assumptions made.

The assumption which tends to have the greatest impact on the results is the rate of health care cost inflation relative to the discount rate.

SENSITIVITY RESULTS

The liability at the Valuation Date was recalculated to show the effect of:
(1) A 1% increase and decrease in the assumed rate of health care cost inflation;
(2) A 1% point increase and decrease in the discount rate;
(3) A one-year age increase and decrease in the assumed rates of post-employment mortality
(4) A one-year decrease in the assumed average retirement age
(5) A 10% decrease in the assumed proportion of in-service members that remain members at retirement.

Sensitivity Analysis on the Accrued Liability

Assumption	Change	Eligible Employees	Continuation Members	Total	% Change
Central assumptions		59.227	40.743	99.970	
Health care inflation rate	+1%	65.664	42.842	108.506	9%
	-1%	51.428	38.253	89.681	-10%
Discount rate	+1%	49.112	37.331	86.443	-14%
	-1%	72.323	44.754	117.077	17%
Post-employment mortality	+1 yr	57.850	39.555	97.405	-3%
	-1 yr	60.577	41.921	102.498	3%
Average retirement age	-1 yr	62.735	40.743	103.478	4%
Membership continuation	-10%	51.901	40.743	92.644	-7%

Note: The post-retirement mortality adjustment "-1 yr", for example, assumes that someone aged 70 will experience the mortality of someone aged 69. The liability is expected to increase under this scenario because members are expected to live longer.

The table above indicates, for example, that if medical inflation is 1% point greater than the long-term assumption made, the liability will be 9% higher than that shown.

Table 2 summarises the results of this analysis on the Current - service and Interest Costs

	2021 R	2020 Restated R

Sensitivity Analysis on Current-service and Interest Costs

Assumption	Change	Current-Svc. Cost	Interest Cost	Total	% Change
Central assumptions		2,911,000	8,599,000	11,510,000	
Health care inflation rate	+1%	3,306,000	9,345,000	12,651,000	10%
	-1%	2,423,000	7,719,000	10,142,000	-12%
Discount rate	+1%	2,337,000	8,182,000	10,519,000	-9%
	-1%	3,671,000	9,062,000	12,733,000	11%
Post-employment mort.	-1 yr	2,970,000	8,811,000	11,781,000	2%
Average retirement age	-1 yr	3,085,000	8,894,000	11,979,000	4%
Membership continuation	-10%	2,569,000	8,013,000	10,582,000	-8%

HISTORY OF LIABILITIES, ASSETS AND EXPERIENCE ADJUSTMENTS

The following table summarises the accrued liabilities and the plan assets for the current period and the previous four periods.

History of liabilities and assets (R millions)

Liability History	30/06/2017	30/06/2018	30/06/2019	30/06/2020	30/06/2021
Accrued liability	90.463	94.726	93.806	83.093	99.970
Fair value of plan asset	0.000	0.000	0.000	0.000	0.000
Surplus / (Deficit)	**(90.463)**	**(94.726)**	**(93.806)**	**(83.093)**	**(99.970)**

6.3 Long service awards and retirement gifts

The independent valuers, Arch Actuarial Consulting, carry out a statutory valuation on an annual basis.

The principal actuarial assumptions used were as follows:

In estimating the liability for long service leave benefits, a number of assumptions are required as per GRAP 25. These assumptions should be realistic and mutually compatible. The most relevant actuarial assumptions used in this valuation are discussed below.

	2021	2020 Restated
Discount rate per annum	9.44%	7.40%
General Salary Inflation (long term)	5.84%	4.03%
Net effective discount rate	3.40%	3.24%
Examples of mortality rates used were as follows:		
Average retirement age	62 years	62 years
Mortality during employment	SA85-90	SA85-90

Members withdrawn from service:	Males (2021)	Females (2021)	Males (2020)	Females (2020)
Age 20 - 24	9%	9%	9%	9%
Age 25 - 29	8%	8%	8%	8%
Age 30 - 34	6%	6%	6%	6%
Age 35 - 39	5%	5%	5%	5%
Age 40 - 44	5%	5%	5%	5%
Age 45 - 49	4%	4%	4%	4%
Age 50 - 54	3%	3%	3%	3%
Age 55 - 59	0%	0%	0%	0%
Age 60+	0%	0%	0%	0%

	2021 R	2020 Restated R

Discount Rate:

GRAP 25 stipulates that the choice of this rate should be derived from government bond yields consistent with the estimated term of the employee benefit liabilities. A discount rate of 9.44% per annum has been used. The first step in the derivation of this yield is to calculate the liability-weighted average of the yields corresponding to the actual terms until payment of long service awards, for each employee. The 7.40% is then derived as the liability-weighted average of the yields derived in the first step. The corresponding liability-weighted index-linked yield is 3.91%. These rates do not reflect any adjustment for taxation. These rates were deduced from the interest rate data obtained from the JSE after the market close on 30 June 2021.

The amounts recognised in the Statement of Financial Position were determined as follows:

	2021 R	2020 Restated R
Liability in the Statement of Financial Position	**24 875 000**	**23 419 000**

Movement in the defined benefit obligation is as follows:

	2021 R	2020 Restated R
Balance at beginning of the year	23 419 000	21 086 875
Current service cost	2 309 000	2 255 793
Interest cost	1 638 000	1 659 566
Actuarial (Gain)/losses	116 000	197 721
Benefit payments	(2 607 000)	(1 780 955)
Balance at end of year	**24 875 000**	**23 419 000**

The amounts recognised in the Statement of Financial Performance were as follows:

	2021 R	2020 Restated R
Current service cost	2 309 000	2 255 793
Interest cost	1 638 000	1 659 566
Actuarial (Gain)/losses	116 000	197 721
Benefit payments	(2 607 000)	(1 780 955)
TOTAL	**1 456 000**	**2 332 125**

In conclusion:

	2021 R	2020 Restated R
Statement of Financial Position obligation for:		
Post-employment medical benefits	99 970 000	83 093 000
Current Portion	3 309 000	3 253 000
Non- Current Portion	96 661 000	79 840 000
Long Service Award	24 875 000	23 419 000
Current Portion	2 613 000	2 607 000
Non- Current Portion	22 262 000	20 812 000
	124 845 000	**106 512 000**
Statement of Financial Performance obligation for:		
Post-employment medical benefits	16 877 000	(10 713 315)
Long Service Award loss	1 456 000	2 332 125
	18 333 000	**(8 381 190)**

	2021 R	2020 Restated R

SENSITIVITY ANALYSIS

The results presented are based on a number of assumptions. The extent to which the actual liability faced in the future by the Municipality differs from these results, will depend on the extent to which actual experience differs from the assumptions made.

The assumption which tends to have the greatest impact on the results are:

(1) The general salary inflation rate assumption
(2) The discount rate assumption
(3) The average retirement age of employees
(4) Assumed rates of withdrawal of employees from service

SENSITIVITY RESULTS

The liability at the Valuation date was recalculated to show the effect of:

(1) A 1% increase and decrease in the assumed general salary inflation rate.

(2) A 1% increase and decrease in the discount rate.

(3) A two-year decrease and increase in the assumed average retirement age of eligible employees.

(4) A two-fold increase and a 50% decrease in the assumed rates of withdrawal from service.

Tables 1 summarises the results of the sensitivity analysis.

Sensitivity Analysis of the Unfunded Accrued Liability (in R Millions)

Assumption	Change	Liability	% Change
Central assumptions		24,875,000	
General earnings inflation rate	+1%	26,446,000	6%
	-1%	23,457,000	-6%
Discount rate	+1%	23,347,000	-6%
	-1%	26,596,000	7%
Average retirement age	+2 yrs	26,120,000	5%
	-2 yrs	23,484,000	-6%
Withdrawal rates	x2	20,150,000	-19%
	x0.5	28,119,000	13%

The table above indicates, for example, that if salary inflation is 1% greater than the long-term assumption made, the liability will be 6% higher.

Table 2 summarises the results of this analysis on the Current-service and Interest Costs for the year ending 30 June 2021

Sensitivity Analysis on Current-service and Interest Costs

Assumption	Change	Current-Svc. Cost	Interest Cost	Total	% Change
Central assumptions		2,309,000	1,638,000	3,947,000	
General earnings inflation rate	+1%	2,503,000	1,751,000	4,254,000	8%
	-1%	2,137,000	1,537,000	3,674,000	-7%
Discount rate	+1%	2,143,000	1,734,000	3,877,000	-2%
	-1%	2,500,000	1,526,000	4,026,000	2%
Average retirement age	+2 yrs	2,417,000	1,733,000	4,150,000	5%
	-2 yrs	2,192,000	1,529,000	3,721,000	-6%
Withdrawal rates	x2	1,684,000	1,298,000	2,982,000	-24%
	x0.5	2,766,000	1,874,000	4,640,000	18%

	2021 R	2020 Restated R

HISTORY OF LIABILITIES,ASSETS AND EXPERIENCE ADJUSTMENTS

The table below summarises the accrued liabilities and the plan assets for the current period and the previous four periods.

History of liabilities and assets (R millions)

Liability History	30/06/2017	30/06/2018	30/06/2019	30/06/2020	30/06/2021
Accrued liability	14.692	17.293	21.087	23.419	24.875
Fair value of plan asset	0.000	0.000	0.000	0.000	0.000
Surplus / (Deficit)	**(14.692)**	**(17.293)**	**(21.087)**	**(23.419)**	**(24.875)**

7 LONG-TERM RECEIVABLES

	2021 R	2020 Restated R
Housing selling scheme loans	3 726 531	3 788 222
Less: Allowance for impairment and future housing discounts	(3 084 565)	(3 142 793)
Total	641 965	645 429
Transfer to Current Portion		
Less: Current portion transferred to current receivables	(22 313)	(35 523)
Total Receivables	**619 652**	**609 906**
Written - off during the year	48 038	195 880

HOUSING SELLING SCHEME LOANS

Loans have been granted to individuals who qualified in terms of the KwaZulu-Natal Department of Housing' s programme. The loans are repayable over terms ranging from 5 to 30 years at interest rates varying between 11.25% and 13.5%

8 INVENTORIES

	2021 R	2020 Restated R
Housing Inventory	142 490	142 490
Consumable stores	1 412 583	705 617
Mechanical spares	38 807	26 552
Electrical maintenance spares	8 142 628	3 757 098
Fuel	141 401	141 401
Total Inventories	**9 877 909**	**4 773 157**

Periodically, physical stock counts are carried out.

9. RECEIVABLES FROM EXCHANGE TRANSACTIONS

	2021 R	2020 Restated R
Electricity	113 289 743	117 070 102
Estate	89 901	85 287
Refuse	22 458 899	20 168 975
VAT on Consumer debtors	22 134 856	21 546 466
Legal Fees	6 253 752	6 283 763
Encroachment and plot clearing	519 594	513 105
Sundry Adjustments	(124 865)	(283 456)
Interest	10 014 964	10 048 913
Add back credits included above	935 206	335 355
Less: Allowance for impairment	(69 670 460)	(64 626 961)
	105 901 590	**111 141 549**
Electricity		
Current (0 – 30 days)	96 185 515	87 791 447
31 - 60 Days	5 523 434	9 306 614
61 - 90 Days	3 183 601	4 730 152
91 - 120 Days	2 086 607	3 924 803
Greater than 120 days	6 310 586	11 317 086
Total	**113 289 743**	**117 070 102**
Estate		
Current (0 – 30 days)	1 869	1 791
31 - 60 Days	1 413	1 086
61 - 90 Days	1 105	1 086
91 - 120 Days	1 086	1 086
Greater than 120 days	84 428	80 238
Total	**89 901**	**85 287**
Refuse		
Current (0 – 30 days)	7 343 986	3 336 636
31 - 60 Days	1 039 482	1 268 144
61 - 90 Days	801 840	1 024 209
91 - 120 Days	724 316	755 233
Greater than 120 days	12 549 275	13 784 753
Total	**22 458 899**	**20 168 975**

9. RECEIVABLES FROM EXCHANGE TRANSACTIONS (Continued)

	2021 R	Restated 2020 R
VAT on Consumer Debtors		
Current (0 – 30 days)	15 595 741	13 597 289
31 - 60 Days	879 963	1 609 530
61 - 90 Days	579 487	875 976
91 - 120 Days	411 582	706 732
Greater than 120 days	4 668 083	4 756 939
Total	**22 134 856**	**21 546 466**
Legal Fees		
Current (0 – 30 days)	359 183	481 243
31 - 60 Days	127 808	1 826
61 - 90 Days	104 749	323 682
91 - 120 Days	142 622	130 021
Greater than 120 days	5 519 390	5 346 991
Total	**6 253 752**	**6 283 763**
Encroachment and plot clearing		
Current (0 – 30 days)	5 390	168
31 - 60 Days	388	-
61 - 90 Days	-	9 442
91 - 120 Days	5 145	-
Greater than 120 days	508 672	503 495
Total	**519 594**	**513 105**
Sundry Adjustments		
Current (0 – 30 days)	(77 248)	(366 051)
31 - 60 Days	(41 613)	49
61 - 90 Days	(16 908)	(6 906)
91 - 120 Days	(3 396)	222
Greater than 120 days	14 300	89 230
Total	**(124 865)**	**(283 456)**
Interest		
Current (0 – 30 days)	551 806	661 926
31 - 60 Days	343 966	467 200
61 - 90 Days	322 071	429 975
91 - 120 Days	301 899	421 169
Greater than 120 days	8 495 222	8 068 643
Total	**10 014 964**	**10 048 913**
Add: credits included above		
Current (0 – 30 days)	19 890 065	9 830 309
31 - 60 Days	(972 144)	(1 024 275)
61 - 90 Days	(781 520)	(1 010 618)
91 - 120 Days	(7 330 412)	(864 043)
Greater than 120 days	(9 870 783)	(6 596 018)
Total	**935 206**	**335 355**

	2021 R	Restated 2020 R

9. RECEIVABLES FROM EXCHANGE TRANSACTIONS (Continued)

Reconciliation of the Allowance for Impairment

	2021 R	Restated 2020 R
Balance at beginning of the year		
Receivables from exchange transactions	64 626 961	49 675 158
Long term receivables	3 142 793	3 264 855
Receivables from non-exchange transactions	209 604 737	168 748 798
Total balance at beginning of the year	**277 374 492**	**221 688 812**
(Release from) / Contribution to provision		
Receivables from exchange transactions	5 043 499	14 951 803
Long term receivables	(58 228)	(122 062)
Receivables from non-exchange transactions	2 951 557	40 855 939
Total (Release from) / Contribution to provision	**7 936 828**	**55 685 680**
Balance at end of year		
Receivables from exchange transactions	69 670 460	64 626 961
Long term receivables	3 084 565	3 142 793
Receivables from non-exchange transactions	212 556 294	209 604 737
Total Balance at end of year	**285 311 320**	**277 374 492**
Bad debts written off		
Bad debts written off - Exchange Transactions	729 190	3 922 516
Bad debts written off - Non - Exchange Transactions	3 451 104	716 015
Total Bad debts written off	**4 180 294**	**4 638 531**

10. RECEIVABLES FROM NON-EXCHANGE TRANSACTIONS

	2021 R	Restated 2020 R
Rates	164 283 515	168 367 481
Other debtors	152 578 481	157 386 436
Department of Housing - RDP projects	251 934	251 934
Operating leases	1 506 804	1 694 100
less: Allowance for impairment	(212 556 294)	(209 604 737)
	106 064 440	**118 095 215**

	2021 R	Restated 2020 R
Rates		
Current (0 – 30 days)	23 417 480	25 455 873
31 - 60 Days	9 467 945	15 955 400
61 - 90 Days	7 030 175	10 756 840
91 - 120 Days	5 845 826	8 577 290
Greater than 120 days	118 522 088	107 622 078
Total	**164 283 515**	**168 367 481**

Other Debtors:

Included in Other Debtors are:

	2021 R	Restated 2020 R
Traffic Fines Debtor	112 253 277	108 475 614
Accrued Income	3 597 349	2 704 663
Ilembe water deposits	56 491	56 491
Sundry Debtors - R&G	33 519 617	32 731 156
Prepaid expenditure	1 064 966	1 069 192
Housing bridge financing and medical aid	146 104	9 480
Over payment of contractors	1 416 672	12 339 841
Department of Transport (DOT) - Motor vehicle licensing commission	524 005	-
	152 578 481	**157 386 436**

	2021 R	Restated 2020 R

11 VAT Receivable

VAT	**6 997 303**	**9 625 147**

VAT is recognised / (accounted for) on a payments basis. Once payment is received from debtors VAT is paid over to SARS.

12 Short term investments

The municipality has the following short term investments

	2021 R	Restated 2020 R
Investec Bank Account - Durban Branch Account Number 1100-482666-451	-	30 000 000
Standard Bank Account - Durban Branch Account Number 058756442-088/091	-	22 231 436
Standard Bank Account - Durban Branch Account Number 058756442-087/090	14 539 872	14 156 295
Nedbank Bank Account - Treasury Branch Account Number 03/7881022337/162/163/164	25 076 511	24 447 947
ABSA Bank Account - Stanger Branch Account Number 2079270909	28 757 700	27 000 000
Nedbank Bank Account - Treasury Branch Account Number 03/7881022337/165	26 734 095	26 064 000
Nedbank Bank Account - Treasury Branch Account Number 03/7881164077/000002	23 464 203	-
ABSA Bank Account - Stanger Branch Account Number 2079680324	32 000 000	-
	150 572 381	**143 899 677**

13 Cash and cash equivalents

Cash and cash equivalents consist of:	**Bank statement balances 2021**	**Bank statement balances 2020**	**Cash book balances 2021**	**Cash book balances 2020**
Bank Balances and short term deposits	832 403 650	644 073 882	835 239 337	643 616 220

The municipality had the following Investment and Bank accounts

Account number / description		**Bank statement balances 2021**	**Bank statement balances 2020**	**Cash book balances 2021**	**Cash book balances 2020**
Nedbank Bank Account - Stanger Branch Account Number 31337173-9975: Call Account		-	9 137 986	-	9 137 986
First National Bank Account - Stanger Branch Account Number 62288308672		659 218	646 652	659 218	646 652
First National Bank Account - Stanger Branch Account Number 62288306147		328 912	322 643	328 912	322 643
First National Bank Account - Stanger Branch Account Number 62363519251		17 448 167	17 116 879	17 448 167	17 116 879
ABSA Account - Durban Branch Account Number 93 1800 0892		67 759 384	65 562 294	67 759 384	65 562 294
ABSA Bank Account - Stanger Branch Account Number 9330098057		113 977 478	213 898 817	113 977 478	213 898 817
ABSA Bank Account - Stanger Branch Account Number 932 12992298		801 108	777 606	801 108	777 606
ABSA Bank Account - Stanger Branch Account Number 932 1890676		240 309	233 287	240 309	233 287
ABSA Bank Account - Stanger Branch Account Number 932 1890529		889 200	863 110	889 200	863 110
ABSA Bank Account - Stanger Branch Account Number 932 1063433		3 047 778	2 958 043	3 047 778	2 958 043
ABSA Bank Account - Stanger Branch Account Number 932 1889635		4 056 936	3 937 475	4 056 936	3 937 475
ABSA Bank Account - Stanger Branch Account Number 932 1890113		276 471	268 386	276 471	268 386
ABSA Bank Account - Stanger Branch Account 932 3556707		12 854 848	12 464 703	12 854 848	12 464 703
ABSA Bank Account - Stanger Branch Account Number 932 6885911		6 267 370	6 082 799	6 267 370	6 082 799
First National Bank Account - Stanger Branch Account Number 53730256310: Cheque Account	**13.1**	149 143 536	35 942 503	-423 770 711	-307 270 711

13 Cash and cash equivalents (Continued)

Account number / description		**Bank statement balances**		**Cash book balances**	
		2021	**2020**	**2021**	**2020**
Primary Bank Account ABSA Bank Stanger Branch Account Number 4087 627126	**13.1**	75 504 350	29 467 560	648 524 598	371 577 927
Fines Bank Account First National Bank Account - Stanger Branch Account Number 62079758268: Cheque Account		1 372 542	1 331 505	1 372 542	1 331 505
Grants Bank Account (2) ABSA- Stanger Branch Account Number 408 8893526: Cheque Account		61 419 315	60 184 133	61 419 315	60 184 133
ABSA Bank - Stanger Branch Account Number 408 8890536		2 355 303	1 366 838	4 291 637	1 366 838
ABSA Bank - Stanger Branch Account Number 408 8890196		5 383 915	1 841 251	5 383 915	1 841 251
ABSA Bank - Stanger Branch Account Number 408 889105		11 091 192	19 836 868	11 091 192	19 836 868
ABSA Bank - Stanger Branch Account Number 408 8891427		39 684	45 388	39 684	45 388
ABSA Bank - Stanger Branch Account Number 408 8892732		54 107	60 963	54 107	60 963
ABSA Bank - Stanger Branch Account Number 408 8893047		142 719	157 312	142 719	157 312
ABSA Bank - Stanger Branch Account Number 408 8893306		32 116	37 166	32 116	37 166
ABSA Bank - Stanger Branch Account Number 93 5527 2791		14 960 206	14 825 624	14 960 206	14 825 624
ABSA Bank - Stanger Branch Account Number 9357410284		15 592 901	16 383 322	15 592 901	16 383 322
ABSA Bank Account - Stanger Branch Account Number 93 3046 2759		2 567 989	2 492 386	2 567 989	2 492 386
ABSA Bank Account - Stanger Branch Account Number 93 3924 6273		14 002 358	13 577 381	14 002 358	13 577 381
ABSA Bank Account - Stanger Branch Account Number 93 3252 2727		6 042 888	5 864 929	6 042 888	5 864 929
ABSA Bank Account - Stanger Branch Account Number 40 9577 4472		99 108 226	65 865 645	99 108 226	65 865 645
Nedbank Account - Stanger Branch Account Number 9996-19832841		-	125 824	-	125 824
Nedbank Account - Stanger Branch Account Number 9997-19832841		-	219 397	-	219 397
First National Bank Account - Stanger Branch		-	40 177 205	-	40 177 205
Standard Bank Account - Durban Branch Account Number 058756442-092		41 915 557	-	41 915 557	-
Standard Bank Account - Durban Branch Account Number 058756442-094		49 142 487	-	49 142 487	-
Nedbank Account - Stanger Branch Account Number 03/7881022337/166		9 789 885	-	9 789 885	-
Investec Bank Account - Durban Branch Account Number 1100-482666-620		41 402 313	-	41 402 313	-
ABSA Bank Account - Stanger Branch Account Number 4100653842		2 732 881	-	2 732 881	-
Petty Cash & Cash on hand		-	-	793 351	645 184
		832 403 650	**644 073 882**	**835 239 337**	**643 616 220**

13.1 The cash book totals for FNB (Account 53730256310) , (R423 770 710.94), and ABSA (Account 4087627126), R 648 524 598, are aggregated to the ABSA account. Due to the interlinked nature of these accounts ,the above fairly presents the financial state of the municipality as at 30 June 2021

	2021 R	Restated 2020 R

14 Revaluation reserve

Opening balance	18 313 137	18 313 137
Movement for the year	-	-
Closing balance	**18 313 137**	**18 313 137**

15 HOUSING OPERATING ACCOUNT

The Housing Operating Account is represented by the following assets and liabilities:

Fixed Assets	1 564 007	1 580 970
Housing Inventory	142 490	142 490
Debtors	626 446	346 278
Debtors: Department of Human Settlements	251 934	251 934
Accumulations	6 276 395	6 576 360
Prepaid debtors	(133 116)	(169 878)
	8 728 156	**8 728 156**

16 LEASES

Minimum Finance lease payments due:		
Within one year	904 077	1 156 986
Later than 1 year and no later than 5 years	54 264	578 493
	958 341	1 735 479
less: Future finance charges	(33 579)	(133 154)
Present value of minimum lease payments	924 762	1 602 325

Present value of minimum Finance lease payments due:		
Within one year	870 986	1 040 740
Later than 1 year and no later than 5 years	53 776	561 585
	924 762	1 602 325

The municipality has entered into lease agreement with Motswako Office Solutions for the use of photocopy machines, effective 01 January 2019. The lease runs for a period of 3 years.
The municipality has entered into lease agreement with Vodacom for the use of tablets effective 01 September 2020. The lease runs for a period of 2 years.

OPERATING LEASES - RECEIVABLES (Municipality as a Lessor)
The future minimum lease payments receivable under operating leases for the actual receivables are as follows:

No later than 1 year	746 766	711 205
Later than 1 year and no later than 5 years	3 379 586	3 218 653
Later than 5 years	-	907 698
	4 126 351	**4 837 557**

Salient leases

The municipality has entered into a non-cancellable lease with a private contractor to operate the Dolphin Caravan park. The lease runs for a period of 25 years, starting 1 July 2001. Real rental income escalates at 5% per annum.

	2021 R	Restated 2020 R
OPERATING LEASES - PAYABLES (Municipality as a Lessee)		
The future minimum lease payments payable under operating leases for the actual payables are as follows:		
No later than 1 year	392 734	363 643
Later than 1 year and no later than 5 years	-	-
Later than 5 years	-	-
	392 734	**363 643**

The municipality has entered into lease agreement with Shann Investments (PTY) LTD for the occupation of premises. The lease runs for a period of 3 years, which terminated on the 31 August 2018, with an option to extend for a further 2 years. Real rental expense escalates at 8% per annum. The municipality has extended the lease agreement for the second year.

17 Unspent conditional grants, receipts and Public contributions

Unspent conditional grants and receipts comprises of:

	2021 R	Restated 2020 R
Unspent conditional grants and receipts:		
Municipal Infrastructure Grant	4 940 243	2 423 939
Museum	6 419 725	2 101 717
New library	16 678	184 394
Small Town Rehabilitation Grant	-	2 382 150
Housing Accreditation	10 161 422	11 749 891
Disaster Relief Grant	-	894 000
Ballito Junction Road	9 873 612	9 873 612
IFA Hulletts Sports Facility	97 810	275 934
IFA Hulletts Beach Node Development	330 485	2 748 970
KwaDukuza Mall Development	-	9 738 012
Neighbourhood Development Partnership Grant (SCADA)	4 724 568	-
Neighbourhood Development Partnership Grant (Ease of Business)	3 567 500	-
Title Deeds Restoration Grant	2 721 000	-
	42 853 042	**42 372 618**

Further details of amounts recognised in Revenue - refer to Note 26

18 Provisions

	2021 R	Restated 2020 R
Reconciliation of Current provision		
Reimbursement of Developers Contribution		
Opening balance	-	-
Transfer to current provisions	-	-
Utilised during the year	-	-
Total	-	-
Rehabilitation of Landfill Site		
Opening balance	1 837 706	1 890 591
Additions /(Decrease) to provisions	103 762	(52 885)
Total	1 941 467	1 837 706
Total Current Provision:	**1 941 467**	**1 837 706**

	2021 R	Restated 2020 R
Reconciliation of Non - Current provision - 2020:		
1. Rehabilitation of Landfill Site		
Opening balance	11 045 449	9 648 036
Additions / (Decrease) to provisions	672 595	1 397 413
Total	**11 718 044**	**11 045 449**
2. Developers Contribution		
Opening balance	5 259 222	3 932 546
Additions / (Decrease) to provisions	460 830	1 326 676
Utilised during the year	-	-
Total	**5 720 051**	**5 259 222**
3. Deferred Interest		
Opening balance	3 325 033	4 651 709
Additions / (Decrease) to provisions	(460 830)	(1 326 676)
Utilised during the year	-	-
Total	**2 864 203**	**3 325 033**
Total Non - Current Provision:	**20 302 298**	**19 629 703**
Total Current Provision:	1 941 467	1 837 706
Total Non - Current Provision	20 302 298	19 629 703
Total Provisions:	**22 243 766**	**21 467 409**
Net adjustments to Provisions	**776 357**	**1 344 527**

The provision created for the rehabilitation of the landfill site is based on a professional study conducted by Ecological and Environmental Services of the rehabilitation costs of the Shakaville dumpsite.

The provision reflects a total of R13 659 511.33 as the present value.

19 Long term Liabilities

Loans - Bank Loans

Bear interest at 6.83% to 9.73% and is redeemed in bi-annual instalments, including interest, over varying periods until 2032.

Please refer to Appendix A for further details.

	2021	Restated 2020
Loans	200 326 562	211 098 042
Current portion transferred to Current Liabilities	(11 637 428)	(10 771 480)
Total Long Term Liabilities	**188 689 134**	**200 326 562**

	2021 R	Restated 2020 R

20 TRADE & OTHER PAYABLES

	2021 R	Restated 2020 R
Trade payables	162 109 765	155 342 522
Payments received in advance	42 333 389	28 027 449
Other creditors	19 293 825	26 104 710
Housing Agency Creditor - Department of Human Settlements (Refer to Note 59)	47 107 534	52 676 287
Cheques payments not yet presented to bank	489 612	191 392
Deposits - other	4 319 874	4 722 233
Staff leave	22 561 928	21 558 599
Staff bonus	10 478 047	9 963 881
Retentions	20 359 809	20 834 546
	329 053 783	**319 421 620**

Payments in advance includes prepaid electricity accruals

21 Consumer Deposits

	2021 R	Restated 2020 R
Consumer Deposits in respect of:		
Electricity	**36 991 209**	**35 326 269**

22 Service charges

	2021 R	Restated 2020 R
Sale of electricity	879 902 721	842 687 628
Refuse removal	68 757 122	65 695 423
	948 659 842	**908 383 051**

23 Other Income

	2021 R	Restated 2020 R
Contributions demand based	10 754 685	13 484 249
Building plan fees	9 616 847	7 245 240
Sundries	11 969 288	3 731 490
Admin charges	1 422 066	1 127 808
Sundry income	17 637 415	6 781 719
Special Rating Areas Income	10 855 548	10 815 027
Foreign exchange gains	-	307 683
DCWM Re-Imbursement	3 000 000	-
	65 255 848	**43 493 216**

24 Investment revenue

Interest revenue

	2021 R	Restated 2020 R
Interest Earned on Investments & Bank Accounts	**29 453 425**	**43 548 079**

25 PROPERTY RATES

	2021 R	Restated 2020 R
Residential	278 741 575	256 962 799
Commercial	146 605 977	137 782 310
Residential for commercial purposes	1 664 579	1 407 287
Education and State	7 826 200	7 323 729
Agriculture	3 450 609	3 251 730
Vacant	83 326 143	84 528 302
Public Service Infrastructure	23 978	792 400
Illegal Use/Unauthorised Use	1 051 800	-
Total Actual Assessment Rates	522 690 862	492 048 557
Property rates - penalties imposed	9 785 339	19 792 877
Assessment rates including Penalties	**532 476 202**	**511 841 434**
Property Valuations		
Residential	42 200 374 900	40 533 900 500
Commercial	6 166 306 600	6 187 946 000
Residential for commercial purposes	190 040 000	190 040 000
Education and State	316 526 000	329 706 000
Municipal	765 187 000	655 543 000
Agriculture	3 519 269 000	3 443 005 000
Vacant	3 704 376 000	3 988 072 000
Land reform	1 007 695 000	1 074 820 000
Monuments	2 019 000	2 019 000
Public Service Infrastructure	3 211 258 000	3 209 990 000
Worship / Public Benefit Organisations	171 534 000	169 614 000
Illegal Use/Unauthorised Use	21 036 000	-
Total Property Valuations	**61 275 621 500**	**59 784 655 500**

The last general valuation came into effect on: 01.07.2014

Property rates levied in terms of the Local Government: Municipal Property Rates Act No. 6 of 2004 (MPRA) with effect from 01/07/2007

Adjustments to the valuation roll in terms of Section 78 of the MPRA (as amended) are effected on an on-going basis. The adjustments take into account consolidations and subdivisions as well as property category changes.

Assessment rates: Cents in the rand on market valuation as follows:		
Residential, informal settlements, land reform, monuments	0.824	0.800
Residential for commercial purposes	0.903	0.877
Agricultural	0.207	0.201
Industrial, business and commercial, vacant, public infrastructure, Municipal owned and worship	2.549	2.475
Properties used by an organ of state and used for public service purposes	2.549	2.475
Guest houses	2.307	2.240
Public service infrastructure	0.207	0.201
Illegal Use/Unauthorised Use	5.000	

The first R100 000 of the valuation of residential properties are exempt from the calculation of rates
The first 30% of the valuation of public service infrastructure properties are exempt from the calculation of rates

	2021 R	Restated 2020 R
Rebates:		
Land reform, worship, state land, PBO's, monuments, informal settlements and municipal owned property	100%	100%
Additional rebates applicable:		
Excluded services	15%	15%
All Pensioners		
Pensioners under 65 years	25%	25%
Pensioners between 65 & 75 years	30%	30%
Pensioners older than 75 years	35%	35%
Industrial incentives including:		
In the first and second year, thereafter phased out by 10% per annum	100%	100%
Residential Developers incentives		
In first & second year thereafter phased out by 10% per annum	100%	100%
Bonafide Agricultural properties		

Rates are levied as follows (in terms of Section 26 of the Municipal Property Rates Act No. 6 of 2004) for the 2020/2021 financial year:		
On an annual basis, by application, and the final date of payment being:	30 September 2020	30 September 2019
On a monthly basis, and the final dates of payment being the last working day of the month from August 2020 to June 2021.		
Interest is levied on outstanding rates per annum at :	15.5% per annum	15.5% per annum
Plus collection charges two months after the final date of payment in respect of annual rate payers and 01 July in respect of monthly rate payers:	10%	10%

26 GOVERNMENT GRANTS AND SUBSIDIES

	2021 R	Restated 2020 R
Operating grants		
Equitable Share	219 085 000	167 408 000
Municipal Infrastructure Grant	48 200 696	50 652 364
Financial Management Grant	1 800 000	1 800 000
Department of Minerals and Energy	5 000 000	10 000 000
New Library Grant	845 716	785 367
Library Subsidy	5 427 000	5 279 000
Museum	895 992	1 100 283
Small Town Rehabilitation Grant	2 382 150	6 628 188
Energy Efficiency & Demand Side Management Grant	-	-
Expanded Public Works Programme	1 465 000	1 729 000
Housing Accreditation	2 775 645	5 368 647
Municipal Assistance Programme (MAP)	-	92 235
Department of Sports and Recreation	-	23 288
Disaster Relief Grant	894 000	-
Neighbourhood Development Partnership Grant (SCADA)	572 119	-
Neighbourhood Development Partnership Grant (Ease of Business)	-	-
Title Deeds Restoration Grant	-	-
	289 343 318	**250 866 372**

	2021 R	Restated 2020 R
Equitable Share		
Balance unspent at the beginning of year	-	-
Current year receipts	219 085 000	167 408 000
Conditions met – transferred to revenue	(219 085 000)	(167 408 000)
	-	-

In terms of the Constitution, this grant is used to subsidise the provision of basic services to indigent community members.

	2021 R	Restated 2020 R
Municipal Infrastructure Grant		
Balance unspent at beginning of year	2 423 939	1 392 303
Current year receipts	50 717 000	51 684 000
Conditions met - transferred to revenue	(48 200 696)	(50 652 364)
Conditions still to be met - remain liabilities (see note 17)	**4 940 243**	**2 423 939**

This grant was used for road & storm water infrastructure, including the construction of community halls and sports fields.

	2021 R	Restated 2020 R
Financial Management Grant		
Current year receipts	1 800 000	1 800 000
Conditions met - transferred to revenue	(1 800 000)	(1 800 000)
Conditions still to be met - remain liabilities (see note 17)	-	-

This grant is used to assist the municipality to implement financial reforms required by the MFMA.

	2021 R	Restated 2020 R
Department of Minerals and Energy Grant		
Balance unspent at beginning of year	-	612 997
Current year receipts	5 000 000	10 000 000
Conditions met - transferred to revenue	(5 000 000)	(10 000 000)
Paid back to the National Revenue Fund	-	(612 997)
Conditions still to be met - remain liabilities (see note 17)	**-**	**-**

This grant is used for electrification projects as part of upgrading of informal settlement areas.

	2021 R	Restated 2020 R
New Library Grant		
Balance unspent at beginning of year	184 394	336 761
Current year receipts	678 000	633 000
Conditions met - transferred to revenue	(845 716)	(785 367)
Conditions still to be met - remain liabilities (see note 17)	**16 678**	**184 394**

This Grant is used for the payment of the cyber cadets at the Shakaskraal, Stanger Manor and KwaDukuza libraries.

	2021 R	Restated 2020 R

Department of Sports and Recreation

Balance unspent at beginning of year	-	23 288
Current year receipts	-	-
Conditions met - transferred to revenue	-	(23 288)
Conditions still to be met - remain liabilities (see note 17)	**-**	**-**

This grant is used to pay for Caretakers for the maintenance and upkeep of sports facilities.

Municipal Assistance Program

Balance unspent at beginning of year	-	92 235
Current year receipts	-	-
Conditions met - transferred to revenue	-	(92 235)
Conditions still to be met - remain liabilities (see note 17)	**-**	**-**

This grant is used to strengthen credit control and debt collection processes.

Museum

Balance unspent at beginning of year	2 101 717	-
Current year receipts	5 214 000	3 202 000
Conditions met - transferred to revenue	(895 992)	(1 100 283)
Conditions still to be met - remain liabilities (see note 17)	**6 419 725**	**2 101 717**

This grant is for the Museum expenditure incurred.

Small Town Rehabilitation

Balance unspent at beginning of year	2 382 150	4 010 338
Current year receipts	-	5 000 000
Conditions met - transferred to revenue	(2 382 150)	(6 628 188)
Conditions still to be met - remain liabilities (see note 17)	**-**	**2 382 150**

This grant is for the upgrade of Theunissen Park.

Energy Efficiency & Demand Side Management

Balance unspent at beginning of year	-	358 995
Current year receipts	-	-
Conditions met - transferred to revenue	-	-
Paid back to the National Revenue Fund	-	(358 995)
Conditions still to be met - remain liabilities (see note 17)	**-**	**-**

This grant is for community upliftment

Expanded Public Works Program

Balance unspent at beginning of year	-	-
Current year receipts	1 465 000	1 729 000
Conditions met - transferred to revenue	(1 465 000)	(1 729 000)
Conditions still to be met - remain liabilities (see note 17)	**-**	**-**

EPWP grant funding is used to expand job creation efforts in specific focus areas where labour intensive delivery methods can be measured.

	2021 R	Restated 2020 R

26 Government grants and subsidies (continued)

Library Subsidy

	2021 R	Restated 2020 R
Balance unspent at beginning of year	-	-
Current year receipts	5 427 000	5 279 000
Conditions met - transferred to revenue	(5 427 000)	(5 279 000)
Conditions still to be met - remain liabilities (see note 17)	**-**	**-**

This grant is used to fund operational expenditure within the various libraries in KwaDukuza.

Housing Accreditation Grant

	2021 R	Restated 2020 R
Balance unspent at beginning of year	11 749 891	17 118 539
Current year receipts	1 187 176	-
Conditions met - transferred to revenue	(2 775 645)	(5 368 647)
Conditions still to be met - remain liabilities (see note 17)	**10 161 422**	**11 749 891**

This grant is for community upliftment

Disaster Relief Grant

	2021 R	Restated 2020 R
Balance unspent at beginning of year	894 000	-
Current year receipts	-	894 000
Conditions met - transferred to revenue	(894 000)	-
Conditions still to be met - remain liabilities (see note 17)	**-**	**894 000**

This grant is to assist with Covid 19 expenditure

Neighbourhood Development Partnership Grant (SCADA)

	2021 R	Restated 2020 R
Balance unspent at beginning of year	-	-
Current year receipts	5 296 687	-
Conditions met - transferred to revenue	(572 119)	-
Conditions still to be met - remain liabilities (see note 17)	**4 724 568**	**-**

This grant is for Economic Development and Planning.

Neighbourhood Development Partnership Grant (Ease of Business)

	2021 R	Restated 2020 R
Balance unspent at beginning of year	-	-
Current year receipts	3 567 500	-
Conditions met - transferred to revenue	-	-
Conditions still to be met - remain liabilities (see note 17)	**3 567 500**	**-**

This grant is for Economic Development and Planning.

Title Deeds Restoration Grant

	2021 R	Restated 2020 R
Balance unspent at beginning of year	-	-
Current year receipts	2 721 000	-
Conditions met - transferred to revenue	-	-
Conditions still to be met - remain liabilities (see note 17)	**2 721 000**	**-**

This grant is to be used to fund expenses in respect of property transfers.

		2021 R	Restated 2020 R
27	**Public Contributions**		
	IFA Hulletts Sports Facility	178 124	-
	Ballito Junction Road	-	-
	IFA Hulletts Beach Node Development	2 418 485	-
	KwaDukuza Mall Development	9 738 012	587 136
		12 334 621	**587 136**
	Balance unspent at beginning of year	22 636 528	18 623 663
	Current-year receipts	-	4 600 000
	Conditions met - transferred to revenue	(12 334 621)	(587 136)
	Balance unspent at end of year (Note 16)	**10 301 907**	**22 636 528**

Conditions still to be met - remain liabilities (see note 17)

		2021 R	Restated 2020 R
28	**Employee related costs**		
	Basic	244 123 626	232 250 564
	Bonus	18 967 553	18 208 253
	Medical aid - company contributions	25 536 261	23 623 517
	UIF	1 804 161	1 689 397
	Industrial council levies	121 810	115 922
	Leave pay provision charge	7 597 567	6 102 306
	Leave & bonus provision expense	1 517 495	4 721 635
	Travelling allowances	15 423 443	15 438 565
	Overtime payments	49 738 863	48 011 181
	Housing benefits and allowances	1 065 704	990 704
	Group Life Assurance	1 781 435	1 748 024
	Pension Contributions	45 191 212	42 109 348
	Standby, Uniform, Telephone and Tool allowances	13 289 110	10 900 998
		426 158 240	**405 910 414**
	Remuneration of the Municipal Manager		
	Salary and Allowances	1 458 443	1 458 476
	Back pay	-	-
	Travel Allowance	96 000	96 000
	Cell Allowance	17 160	17 160
	Performance Bonus	-	67 943
	Acting allowance	-	-
	Pension	142 198	142 201
	Pension Surcharge	-	-
	Other contributions	14 262	15 459
		1 728 063	**1 797 239**
	Remuneration of the Chief Financial Officer		
	Salary and Allowances	1 072 393	1 082 823
	Back pay	-	-
	Travel Allowance	475 104	475 104
	Cell Allowance	14 520	14 520
	Performance Bonus	-	117 120
	Acting allowance	-	-
	Pension	170 560	197 690
	Pension Surcharge	36 036	-
	Other contributions	12 795	13 710
		1 781 407	**1 900 967**

	2021 R	Restated 2020 R
Executive Director: Economic Development & Planning		
Salary and Allowances	1 141 824	1 141 536
Ex Gratia	-	520 717
Back pay	-	-
Travel Allowance	96 000	96 000
Cell Allowance	14 520	14 520
Performance Bonus	-	111 086
Acting allowance	-	-
Pension	187 703	227 754
Pension Surcharge	39 658	-
Other contributions	11 540	17 667
	1 491 245	**2 129 280**

	2021 R	Restated 2020 R
Executive Director: Corporate Services		
Salary and Allowances	443 185	1 329 563
Back pay	-	-
Travel Allowance	32 000	96 000
Cell Allowance	4 840	14 520
Leave Pay	115 669	-
Performance Bonus	-	97 201
Acting allowance	-	-
Pension	-	-
Pension Surcharge	-	-
Other contributions	4 308	14 921
	600 002	**1 552 205**

The Executive Directive: Corporate Services resigned on the 31 October 2020.

	2021 R	Restated 2020 R
Executive Director: Community Safety		
Salary and Allowances	1 305 527	1 305 563
Back pay	-	-
Travel Allowance	120 000	120 000
Cell Allowance	14 520	14 520
Performance Bonus	-	69 429
Acting allowance	-	-
Pension	-	-
Pension Surcharge	-	-
Other contributions	13 733	14 877
	1 453 780	**1 524 389**

	2021 R	Restated 2020 R
Executive Director: Community Services & Public Amenities		
Salary and Allowances	1 055 531	1 055 562
Back pay	-	-
Travel Allowance	180 000	180 000
Cell Allowance	14 520	14 520
Performance Bonus	-	111 086
Acting allowance	-	-
Pension	189 996	190 001
Pension Surcharge	-	-
Other contributions	11 236	12 131
	1 451 283	**1 563 300**

	2021 R	Restated 2020 R
Chief Operations Officer		
Salary and Allowances	1 077 794	1 084 565
Back pay	-	-
Travel Allowance	185 400	185 400
Cell Allowance	14 520	14 520
Performance Bonus	-	97 201
Acting allowance	10 744	-
Pension	162 333	197 149
Pension Surcharge	34 298	-
Other contributions	11 800	12 698
	1 496 889	**1 591 533**
Executive Director: Civil Engineering & Human Settlements		
Salary and Allowances	1 126 718	1 126 748
Back pay	-	-
Travel Allowance	96 000	96 000
Cell Allowance	14 520	14 520
Performance Bonus	-	55 543
Acting allowance	-	-
Pension	202 809	202 815
Pension Surcharge	-	-
Other contributions	11 215	12 107
	1 451 262	**1 507 733**
Executive Director: Electrical Engineering Services		
Salary and Allowances	1 055 537	971 610
Back pay	-	748 498
Travel Allowance	180 000	180 000
Cell Allowance	14 520	14 520
Performance Bonus	-	41 657
Acting allowance	-	-
Pension	189 997	309 619
Pension Surcharge	-	-
Other contributions	11 236	18 936
	1 451 290	**2 284 840**

29 REMUNERATION OF COUNCILLORS

Mayor	804 153	-
Deputy Mayor	575 865	755 878
Speaker	441 738	755 878
Executive Committee (EXCO)	6 013 319	5 993 501
Councillors	13 145 189	13 890 186
Councillors’ pension contribution	1 861 445	1 157 394
Traditional leaders	6 000	7 200
	22 847 709	**22 560 037**

The Mayor was appointed on the 08 October 2020.

30 Depreciation and amortisation

Property, Plant & Equipment	76 505 568	72 692 281
Intangible assets	627 777	821 847
	77 133 345	**73 514 128**

		2021 R	Restated 2020 R
31	**Impairment of assets**		
	Impairments / (Impairment Reversals)		
	Property, Plant & Equipment	**23 992 839**	**7 796 883**
32	**Finance costs**		
	Finance costs on borrowings	**20 023 659**	**21 503 557**
33	**Debt impairment and write offs**		
	Contributions to debt impairment provision	7 936 828	55 685 680
	Bad debts written off	4 228 332	4 834 411
		12 165 160	**60 520 091**
34	**Bulk purchases**		
	Electricity	**778 234 052**	**716 028 548**

Bulk Purchases are the cost of commodities not generated by the municipality, which the municipality distributes in the municipal area for resale to the consumers. Electricity is purchased from Eskom and Nersa approved a 6.9% tariff hike in favour of Eskom for the 2020/2021 financial year.

35 GENERAL EXPENSES

Included in general expenses is the following: -

	2021 R	Restated 2020 R
Replacement of faulty meters	1 338 378	196 849
Indigent support - parks and gardens	15 148 638	22 595 456
Indigent support - waste management	10 728 457	2 054 129
Call out to consumer complaints	439 887	61 878
Legal costs	7 103 976	5 531 420
Marketing	104 732	90 000
Audit fee - external audit	3 778 471	3 510 796
Bank charges	2 611 920	2 789 655
Insurance general	3 937 005	3 287 644
Refuse bags/contract	892 175	767 142
Ward Committee	4 162 200	3 681 000
Ballito Pro expenditure	-	6 529 901
Advertising	2 582 116	2 235 514
Printing, Stationery & postage	2 840 488	2 340 542
Subscriptions	5 148 890	3 767 588
Water & Sanitation	4 387 914	5 287 262
Sundry Oils & Fuels	8 991 290	8 820 485
Street lighting consumption	705 419	1 234 884
Staff & councillor training costs and bursaries	1 635 317	2 058 417
Travelling & subsistence	1 193 627	1 762 217
Telephone calls / rentals	4 491 298	5 093 865
Protective clothing	4 466 460	5 340 682
Non standard service connection	770 322	44 585
Software support & licences and agreements	5 016 695	4 937 695
Miscellaneous Expenses	14 696 816	16 527 951
Special Rating Area Expenditure	11 002 057	11 249 560
Rent of Property / Offices / House	2 563 353	2 154 919
EPWP	2 084 943	3 755 484
Public Affairs	343 344	256 857
Sukuma Sakhe	495 779	1 136 397
KwaDukuza Music Festival	-	189 000

	2021 R	Restated 2020 R
Kwanaloga Games	186 026	254 680
Workman's Compensation	2 595 787	1 951 634
Skills Development Levy	2 936 698	2 768 987
Loss on foreign currency	-	13 725
TOTAL GENERAL EXPENSES	**129 380 478**	**134 278 798**

36 Fair value adjustment

	2021 R	Restated 2020 R
Investment property (Fair value model)	**1 525 000**	**(5 330 000)**

37 Commitments

Authorised capital expenditure

	2021 R	Restated 2020 R
Approved and Contracted for:		
Infrastructure	103 711 755	71 869 007
Community	43 859 844	49 976 342
	147 571 599	**121 845 349**
Total capital commitments		
Approved and Contracted for:	**147 571 599**	**121 845 349**

Capital Commitments are exclusive of VAT

38 Contingent liabilities

Details of Contingent Liabilities

	2021 R	Restated 2020 R
Reimbursement of capital costs of bulk supply to developers: (Vat Exc) The reimbursement is dependent on the developers meeting future targets as set out in the service level agreements. The timing and outcome of the reimbursements cannot presently be determined and therefore no provision for any liability that may result has been made in the financial statements.	107 371 310	107 371 310
Municipality is being sued arising out of a minor child sustaining injuries allegedly after being electrocuted when she touched a light pole in Hulett Street.	-	260 000
Municipality is being sued by S Govender pertaining to a collision involving a vehicle owned by the Municipality.	-	130 000
S T B Dlamini -Allegations of the Municipality's contractors encroaching onto grave sites.	-	100 000
Gift - Municipality is being sued for damages - plaintiff shot in leg by municipal employee using a municipal firearm. (Unlawful arrest)	18 794 000	-
SMADA Construction - municipality is being sued for contractual damages due to cancellation of contract.	18 841 161	200 000
R Lutchman - Claim against the municipality due to damages to vehicle caused by pot holes.	-	8 192
Ibhongo Consulting - the supplier claims that certain construction work undertaken has not been paid.	-	418 352
V Govender - municipality is being sued due to plaintiff suffering damages after falling into uncovered manhole.	-	135 000

	2021 R	Restated 2020 R
R I Marais - Claim against the municipality for certain maintenance and repair work done on a public road on behalf of the municipality and not being compensated for this.	3 750 000	-
N N P SHINGA - claim against the municipality due to a dispute in a Purchase and Sale Agreement.	655 897	655 897
Ranesh Naidoo -claim against the municipality due to damages to vehicle caused by pot holes	-	31 986
B S P Pillay - the Plaintiff is suing a municipal employee in her personal capacity for the damages, who was acting under her course and scope of employment.	100 000	-
The municipality has been named as first respondent in a dispute among contractor, sub-contractor and liquidators. The municipality is being interdicted to hold retention monies in respect of respective contracts until the court determines on the matter . The municipality has agreed to abide by the decision to hold retention monies until judgement has been granted .	-	7 600 000
Gabade Building & Projects CC - Adjudication proceedings in respect of work done by contractor	673 563	-
Salt Rock Beach Estates - Valuation appeals board decision in respect of valuation of ERF 900 Salt Rock	201 000	-
Rejoice T Ndlovu - claim against the municipality for damages suffered in the removal of a fence	200 000	-
Lorris L Sunker - claim against the municipality from damages to vehicle by pot holes	16 330	-
Nomagugu Fakude - claim against the municipality - motor vehicle collission	132 858	-
Vusa Isipho Enterprises - claim against the municipality - breach of contract	3 500 000	-
Wandile Nicolson Ndaba - claim against the municipality for breach of agreement - duplication of sale of property ERF 56 Shakaville.	50 000	-
	154 286 119	**116 910 737**

39 Related parties and close family members

Related Parties

	2021 R	Restated 2020 R
Staff member: P Murugan		
General Expenses for the year:	151 483	142 402

Nature of Transaction: The brother of the employee provide pest control services to the municipality.

	2021 R	Restated 2020 R
Councillor: R Singh		
General Expenses for the year:	-	2 588

Nature of Transaction: A close family member of the Councillor owns a company that provide printing services. Council conducts business with this company.

	2021 R	Restated 2020 R
Councillor: N Dasrath		
General Expenses for the year:	-	2 588
Nature of Transaction: A close family member of the Councillor owns a company that provide printing services. Council conducts business with this company.		
Councillor: G Govender		
General Expenses for the year:	42 240	6 900
Nature of Transaction: The son of the Councillor owns a company that provides panel beating and spray painting services.		
Staff member: C M Naicker		
General Expenses for the year:	1 096 527	-
Nature of Transaction: The son of the employee provided uniform and protective clothing services to the municipality.		
Staff member: R Bidesi		
General Expenses for the year:	22 793	18 277
Nature of Transaction: The relative of the employee provides electrical services to the municipality.		
Staff member: M Naidoo		
General Expenses for the year:	20 182	87 935
Nature of Transaction: The relative of the employee provides airconditioning services to the municipality.		
Staff member: S Kuber		
General Expenses for the year:	-	6 004
Nature of Transaction: The father of the employee provides printing services to the municipality.		
Staff member: N Nxumalo		
General Expenses for the year:	104 400	307 430
Nature of Transaction: The partner of the employee provides fixtures and fittings to the municipality.		
Staff member: J Sewdular		
General Expenses for the year:	2 253 090	1 769 469
Nature of Transaction: The spouse of the employee provides consultancy services in respect of various capital projects.		

Payments of remuneration to Senior Managers and Councillors - details of payments are set out in Notes 28 & 29

	2021 R	Restated 2020 R

Awards to close family members of persons in the Service of the State:	**2021**
Particulars of Award	SMEC
Expenditure	R1 250 724
Individual's name / Service Provider	M Phosa
Relation in Service of the State	Spouse
State Employer	National Assembly
Particulars of Award	Conlog
Expenditure	R20 182
Individual's name / Service Provider	Mr Moodley & Mr Gaxeni
Relation in Service of the State	Spouse
State Employer	KZN Dept. of Health / Eskom
Particulars of Award	Rocky Park Hardware
Expenditure	R636 708
Individual's name / Service Provider	L Naidoo
Relation in Service of the State	Spouse
State Employer	Dept Of Education
Particulars of Award	Singh's Hardware
Expenditure	R293 087
Individual's name / Service Provider	Mrs Divesh
Relation in Service of the State	Spouse
State Employer	Dept Of Education
Particulars of Award	IT Maintenance
Expenditure	R4 134
Individual's name / Service Provider	S Nundlall
Relation in Service of the State	Daughter
State Employer	Dept of Environmental Affairs (Cape Town)
Particulars of Award	Munsoft
Expenditure	R2 989 838
Individual's name / Service Provider	M Rerani
Relation in Service of the State	Daughter
State Employer	Office of Chief Justice
Particulars of Award	Kilo Amp
Expenditure	R89 700
Individual's name / Service Provider	N Mthembu
Relation in Service of the State	Wife
State Employer	Medical Doctor - Ethekweni

	2021 R	Restated 2020 R

40 Change in estimate

Property, Plant and equipment

The Municipality reviewed the useful lives of items of property, plant and equipment and intangible assets. Adjustments to these usefull lives affect the amount of depreciation for the current year and is expected to affect future periods as well. As a result of this adjustment, the current year total depreciation decreased by a net R2 242 329 and will continue to affect annual depreciation for the remainder of these assets' useful lives. The detail breakdown of the depreciation adjustment is as follows:

	2021 R	Restated 2020 R
Buildings		(13 498)
Housing Assets		(23 809)
Electricity Infrastructure		(21 860)
Storm water		(1 093)
Roads Infrastructure		(232 898)
Furniture and Fittings		(935 661)
Vehicles		(578 905)
Intangible Assets		(183 063)
Leased Assets		(251 542)
		(2 242 329)

41 Prior period errors

The comparatives for 2019/20 have been restated in respect of the following errors:

41.1 Restatement of Trade & other payables (Note 20)

	2021 R	Restated 2020 R
Trade & other payables as previously reported.		**318 627 342**
Adjustment to General expenses - Refund of prior year street deposit		562
Adjustment to General expenses - return of various sundry items to stores		(2 841)
Adjustment to Retentions in respect of overpayment to contractors		796 557
Restated balance as at 30 June 2020		**319 421 620**

41.2 Restatement of Non-Exchange Receivables (Note 10)

	2021 R	Restated 2020 R
Non - exchange receivables as previously reported		**107 602 416**
Adjustments to Rates Revenue 2019/2020 in respect of S78 & other related adjustments		1 392 140
Adjustments to Rates Revenue prior 2019/2020 in respect of S78 & other related adjustments		(3 239 182)
Overpayment of contractors - raising debtor		12 339 841
Restated balance as at 30 June 2020		**118 095 215**

	2021 R	Restated 2020 R
41.3 Restatement of Property, Plant & Equipment (Note 3)		**2 206 089 072**
Property, Plant & Equipment as previously reported:		
Recognition of Roads and Stormwater from AUC - Woodmead Road		9 976 840
Recognition of Roads and Stormwater from AUC - Woodmead Road		(9 976 840)
Depreciation adjustments 2019/2020 - Woodmead Road		(54 777)
Depreciation adjustments prior 2019/2020 - Woodmead Road		(600 256)
Adjustment to Assets in respect of overpayment to contractors		(10 037 638)
Depreciation adjustments 2019/2020 - Woodmead Road		(213 603)
Depreciation adjustments prior 2019/2020 - Woodmead Road		(455 329)
Depreciation adjustment 2019/2020 - Stormwater		4 196
Restated balance as at 30 June 2020		**2 194 731 667**
41.4 VAT receivable (Note 11)		
VAT Receivable as previously reported:		**11 130 793**
Adjustments to VAT on retentions 2019/20 - overpayment to contractor		(1 505 646)
Restated balance as at 30 June 2020		**9 625 147**
41.5 Unspent conditional grants, receipts and Public contributions (Note 17)		
Unspent conditional grants, receipts and Public contributions as previously reported:		**39 948 679**
Adjustment to MIG Grant in respect of overpayment to contractors		2 423 939
Restated balance as at 30 June 2020		**42 372 618**
Reconciliation of Adjusted 2019/2020 Surplus:		
Surplus for the year as previously stated		**183 934 574**
Property rates		
Adjustments to Rates Revenue 2019/2020 in respect of S78 & other related adjustments		1 392 140
General Expenses		
Adjustment to General expenses - Refund of prior year street deposit		(562)
Reallocation of General Expenses in line with mSCOA classification - 2019/2020 - Service Charges		1 264 632
Adjustment to General expenses - return of various sundry items to stores		2 841
Depreciation		
Adjustment to 19/20 depreciation - Capitalisation of Woodmead Road		(54 777)
Adjustment to 19/20 depreciation - Woodmead		(213 603)
Adjustment to 19/20 depreciation - Stormwater		4 196
Government grants, subsidies & Public Contributions		
Adjustment to grant revenue stemming from various MIG overpayments		(2 423 939)

	2021 R	Restated 2020 R
Other Income		
Reallocation of Other Income in line with mSCOA classification - 2019/2020 - Rental of Facilities and equipment		(284 398)
Reallocation of Other Income in line with mSCOA classification - 2019/2020 - Service Charges		(3 878 086)
Rental of facilities and equipment		
Reallocation of Rental of facilities and equipment in line with mSCOA classification - 2019/2020		284 398
Service Charges		
Reallocation of Service Charges in line with mSCOA classification - 2019/2020 - Other Income		3 878 086
Reallocation of Service Charges in line with mSCOA classification - 2019/2020 - General Expenses		(1 264 632)
Restated Surplus as at 30 June 2020		**182 640 870**

42 Cash flows from Operating Activities:

	2021 R	Restated 2020 R
Operating Surplus before working capital		
Total Surplus for the year	**243 060 830**	**182 640 870**
Adjustment for:		
Depreciation of Property, Plant and Equipment	76 505 568	72 692 281
Donations of assets	(25 972 693)	(575 440)
Loss on Disposal	4 684 595	2 691 061
Impairment loss	23 992 839	7 796 883
Amortisation of intangible assets	627 777	821 847
Contribution to provision	776 357	1 344 527
Retirement obligation	16 877 000	(10 713 315)
Long service award	1 456 000	2 332 125
Investment Properties - Fair Value	(1 525 000)	5 330 000
Allowance for impairment	7 936 828	55 685 680
Bad debts written off	4 180 294	4 638 531
	352 600 395	**324 685 051**
Cash Generated by Operations		
Operating Surplus before working capital	**352 600 395**	**324 685 051**
Movement in current assets and liabilities		
(Increase)/decrease in inventory	(5 104 752)	593 100
Increase/(decrease) in conditional grants and receipts	480 423	(196 500)
(Increase)/decrease in trade and other receivables	5 157 075	(78 337 492)
Increase/(decrease) in Trade and Other Payables	9 632 164	19 384 727
Increase/decrease in VAT	2 627 845	153 892
Net cash flows from operating activities	**365 393 150**	**266 282 778**
Interest earned on Investments	(29 453 425)	(43 548 079)
Finance expense	20 023 659	21 503 557

43 Fines

	2021 R	Restated 2020 R
Total revenue from Fines Income	**4 048 596**	**11 445 971**

Fines are issued in terms of S341 & S56 of the Criminal Procedures Act 51 of 1977

	2021 R	Restated 2020 R

44 Contracted Services

Refuse removal	35 334 037	36 090 393
Grass cutting	17 143 588	18 641 198
Specialist financial and GRAP related services	1 247 891	806 125
Storm water	3 402 552	3 868 398
Pothole repairs	3 919 302	4 681 475
Other Contracted Services	12 972 849	14 144 404
Dump charges	17 374 697	19 394 098
Security Services	29 393 479	27 402 559
Shark Control Expenditure	4 355 369	4 187 855
Valuation and Valuation Rolls	2 901 071	1 581 183
Professional Fees	4 951 331	2 664 900
Commission on Electricity vending	6 391 187	6 325 694
Maintenance of building facilities and equipment	16 388 819	15 707 533
Electrical Mains Repairs	12 828 116	7 411 614
	168 604 288	**162 907 428**

46 Events after the reporting date

NERSA has approved a 17.8% increase in Eskom bulk purchase tariffs for 2021/2022. Apart from the above effect, due to the variable nature of the Eskom expenditure, the municipality is unable to determine any further financial impact.

47 Unauthorised expenditure

Impairment of debt - (Non-Cash)	-	22 092 288
Impairment of assets - (Non-Cash)	6 589 537	-
Bad Debts Written Off - (Non-Cash)	299 194	-
Bulk Purchases - (Cash)	5 509 371	-
Disposal of Fixed and Intangible Assets - (Non-Cash)	4 684 595	-
	17 082 697	**22 092 288**

Reconciliation of Unauthorised expenditure written off		
Opening Balance	22 092 288	-
Incurred for the year	17 082 697	22 092 288
Written off by council	(22 092 288)	-
Remaining to be considered	**17 082 697**	**22 092 288**

48 Fruitless and wasteful expenditure

Fruitless and wasteful expenditure	**-**	**-**

Reconciliation of Fruitless and Wasteful expenditure written-off by Council		
Opening Balance	3 718 033	3 718 033
Incurred for the year	-	-
Written Off by Council	-	-
Remaining to be considered	**3 718 033**	**3 718 033**

	2021 R	Restated 2020 R

49 Irregular Expenditure:

Other goods and/or services not procured through competitive bidding processes.	3 383 742	1 141 920
Irregular expenditure pertaining to grass cutting contracts.	13 620 951	31 684 642
Section 36 approvals subsequently reclassified as irregular expenditure.	4 573 970	25 536 061
Irregular expenditure pertaining to Section 32 appointments	-	7 106 643
Irregular expenditure pertaining to the procurement of refuse removal services.	19 418 946	60 326 771
Irregular expenditure pertaining to the procurement of security services.	27 756 241	29 738 634
	68 753 850	**155 534 671**

Reconciliation of Irregular Expenditure Written-off by Council

Opening Balance	277 849 471	122 314 800
Incurred for the year	68 753 850	155 534 671
Written-off by Council	(124 225 417)	-
Remaining to be considered	**222 377 904**	**277 849 471**

The write off of irregular expenditure is pending Council decision

50 Deviation from supply chain management regulations

Emergency	16 602 259	23 930 923
Sole Provider	-	1 080 247
Any other exceptional case which it is impractical to follow the official procurement process	4 390 973	2 915 235
Section 36 deviation transferred to irregular expenditure	(4 573 970)	(25 536 061)
Total Section 36 deviations for the financial year	**16 419 262**	**2 390 343**

51 Repairs and Maintenance

Buildings	2 294 217	20 476 803
Solid waste	-	7 050
Electrical	28 111 870	13 719 333
Furniture and fittings	2 850 826	1 226 206
Refuse	24 000	-
Roads	5 649 966	6 598 403
Storm water	3 402 552	3 868 398
Vehicles	8 383 769	7 928 553
	50 717 200	**53 824 746**

The above note is provided for disclosure purposes only. The underlying accounts aggregated to the above is reflected under the categories of the nature of the expense they relate to on the Statement of Financial Performance , i.e.. Contracted Services and General Expenses.

	2021 R	Restated 2020 R

52 Material losses incurred

Electricity distribution losses	181 211 586	152 560 007
Bad debts written off	4 228 332	4 834 411

Electricity energy losses of 153 728 734 kWh as at June 2021 (June 2020: 137 297 168 kWh) occurred during the year which resulted in revenue loss amounting to R181 211 586 (June 2020: R 152 560 007). The National norm for electricity losses ranges from 6% to 12%. The energy loss incurred by the municipality as at June 2021 is 22.82% (June 2020: 20.95%) and is mainly due to transmission/distribution losses and illegal connections.

53 Councillor's Arrear consumer Accounts as at 30 June 2021

In terms of Section 124 (1) (b) the following particulars are disclosed in respect of any owed by individual councillors during the financial year: The following councillor had debt in excess of 90 days for the months stipulated below:

Councillor: V Govender

July 2020		442 540
August 2020		447 237
September 2020		452 254
October 2020		457 999
November 2020		463 129
December 2020		468 566
January 2021		473 994
February 2021		479 402
March 2021		484 723
April 2021		489 957
May 2021		495 720
June 2021		501 608

In terms of S124 (1) (b) the above are disclosed is respect of any arrears owed by individual Councillors during the financial year. In terms of clause 30.2 of KwaDukuza Municipality Credit Control & Debt Collection Policy, this matter has been consistently reported to the Office of the Speaker. The Councillor had debt in excess of 90 days for the months as stipulated. The above account is under dispute and is currently being reviewed and dealt with by the Office of the Speaker, Electricity Business Unit and Legals.

Due to the above uncertainties this debt has been fully impaired.

54 Contributions to Organised Local Government

Amount paid current year	4 975 893	-

Expenditure related to the 2019/2020 year was prepaid in the prior year.

Audit Fees

Amount paid - current year	3 778 471	4 037 416

	2021 R	Restated 2020 R

55 VAT

VAT received for the year	29 164 741	36 000 052
VAT paid for year	1 487 924	5 750 782

VAT input receivables and VAT output payables are shown in Note 11.

All VAT returns have been submitted by the due date throughout the year.

56 PAYE and UIF

Current year payroll deductions	71 521 899	67 925 593

57 Pension and Medical Aid deductions

Current year payroll deductions and council contributions	110 095 579	102 657 000

58 Budget verses Actual variances

A high level overview of significant Operating Variances between the 30 June final budget and Actual amounts are summarised below :

Significant for the purposes of this note is defined as greater than 15% and R 1 000 000.

Revenue:

58.1 Rental of facilities & Equipment

The additional budget was intended to cover rentals on new residential units currently in development. We have many housing projects currently in development but Covid-19 has hindered progress resulting in the variance.

58.2 Interest earned outstanding debtors

The variance is due to the roll out and implementation of the COVID 19 debt relief scheme.

58.3 Other Income

Major variances are due to long outstanding unidentified deposits recognised as revenue, increase in revenue from tampering fees, roads masterplan, advertising application fees and town planning fees.

58.4 Property rates - penalties imposed

The variance is due to the roll out and implementation of the COVID 19 debt relief scheme.

58.5 Licences & permits (including agency fees)

Vehicle licensing fees and testing fees are budgeted for under Other Income.

58.6 Public contributions and donations

Donations are unforeseen and unplanned and therefore have not been budgeted for.

58.7 Fines

Covid-19 has had a high impact on operations and issuing of fines have been impacted. We are hopeful that normal operations and recoveries resume as the pandemic slowly subsides.

Expenditure

	2021 R	Restated 2020 R

58.8 Debt Impairment and write offs

The impact of COVID-19 and forseen reduced collection rates was considered when budgeting. However, collections were on target with the vigorous debt collection processes such as handing over accounts, calling of Customers, the COVID -19 debt relief scheme and disconnections that commenced in around July 2020

58.9 Contracted services

Due to allocation differences in between contracted services and general expenses. The net variance between these categories is 10% and therefore below the threshold.

58.10 Loss on disposal of assets

Decommissioning of existing layers on roads to be rehabilitated and land disposal.

58.11 Transfers and subsidies

The municipality did not provide any transfers and subsidies to any external organisations.

58.12 Transfers recognised - capital

Delays in construction work due to lockdown is one of the primary reasons for the underspending on internally funded capital expenditure.

58.13 Contributions recognised - capital

Certain projects funded by public contributions were delayed due to COVID 19

58.14 Capital Budget

Delays in construction work due to lockdown is one of the primary reasons for the underspending on internally funded capital expenditure.

59 Accounting by Principals and Agents

Housing Development Project

The municipality is a party to a principal-agent arrangement in terms of the Housing Development Project. The municipality is considered to be an agent in accordance with GRAP 109, with the Provincial Department of Human Settlements being the principal in this arrangement.

Details of the arrangement is as follows:

The purpose of the arrangement is to construct low-cost houses for the identified beneficiaries. The funding is provided by the Provincial Department of Human Settlements.

Significant terms and conditions of the arrangement are as follows:

Design the product in consultation with all stakeholders.
Prepare detailed Top Structure foundation designs in accordance to the varying geotechnical conditions.
Construct the Top Structure in accordance with the drawings and specifications within the period of the agreement.
Hand constructed houses over to beneficiaries.

	2021 R	Restated 2020 R

Significant risks have been identified as follows:

The significant risks identified are delays in funding approval, Social unrest, Inadequate funding to meet the requirements, and environmental risks

Mitigation strategies and benefits associated with the relationship are as follows:

Ensuring compliance with the agreements to ensure speedy release of the funding Constant communication with the community and ensuring public participation

Be pro-active in the feasibility study to be aware of the environmental pre-conditions

Entity as agent

Resources held on behalf of the principal(s), but recognised in the entity's own financial statements

Current year movements:

Amounts received from DOHS in respect of Housing projects		**53 675 622**
Amounts paid to Contractors and suppliers		-60 705 591
Net current year movement		-7 029 969

(Further details are provided in the Housing Agency Account)

Revenue recognised

The municipality does not receive compensation for the transactions carried out on behalf of the principal, in terms of the arrangement, and hence no revenue has been recognised in the current and prior financial year

Liabilities and corresponding rights of reimbursement recognised as assets

Liabilities which were incurred on behalf of the principal have been settled in full during the financial year. No amounts are outstanding as at year-end.

Resources (including assets and liabilities) of the entity under the custodianship of the agent

Resources have been recognised by the agent in its financial statements related to the outstanding payable of R47 107 534, being the creditor as disclosed in terms of note 20.

During the period, the municipality constructed houses in (Sokesimbone, Sakhamkhanya, Lloyds, Ntshawini, Nyathikazi, Mgigimbe, Senzangakhona, Steve Biko, and Etete,) with the total expenditure incurred being **R60 705 590.62**

The municipality co-ordinates the houses being constructed, which will be transferred to the beneficiaries upon completion of the project, on behalf of Provincial Department of Human Settlements. The estimated transfer date is June 2022.

	2021 R	Restated 2020 R

Motor Vehicle Registrations

The municipality is a party to a principal-agent arrangement in terms of motor vehicle registrations and licensing. The municipality is considered to be an agent in accordance with GRAP 109, with the Provincial Department of Transport being the principal in this arrangement.

Details of the arrangement

The purpose of the principal-agent relationship is to provide a service to the community and to enhance the municipality's revenue.

Significant terms and conditions of the arrangement are as follows:

The Provincial Department shall issue the motor vehicle license renewal form to the respective owners of the motor vehicles, indicating the amount due for the year.

The municipality provide facilities for owners of motor vehicles to pay their licenses. The Provincial Department provide the municipality with access to its IT systems to enable capturing of the amounts received and issuing of the motor vehicle licenses on their behalf. The system automatically generates the motor vehicle license upon capturing the payment of the fees due.

The municipality collects the fees due from motor vehicle owners and simultaneously issues the new licenses on behalf of the Department.

The municipality is required to pay over any revenue (cash) collected to the Department in respect of motor vehicle licenses. The municipality is entitled to retain 8.55% of the cash collected for undertaking this activity on behalf of the Department.

Significant risks have been identified as follows:

The significant risks relates to the possible loss of any monies during transit and potential theft by employees.

Mitigation strategies and benefits associated with the relationship are as follows:
Monies collected are banked daily.
Security – Segregation of duties, each operator must have own username and password for banking details.

Resources held on behalf of the principal, but recognised in the entity's own financial statements

	2021	2020
Total collections for the year	73 516 287	54 727 025
Amount recognised as revenue	6 288 045	4 679 161
Total Collected on behalf of DOT	67 228 242	50 047 865
Total paid to DOT	67 228 242	50 047 865
Debtor as at year end	524 005	-
Creditor at year end	68 532	-

	2021 R	Restated 2020 R

Liabilities and corresponding rights of reimbursement recognized as assets

No liabilities were incurred on behalf of the principal during the financial year, and hence no outstanding payments were recorded at year end.

No corresponding rights of reimbursement that have been recognized at year end.

Resources (including assets and liabilities) of the entity under the custodianship of the agent

No resources have been recognized by the agent in its financial statements. The equipment supplied by the department should be returned to DOT when the agreement is terminated.

45 FINANCIAL RISK MANAGEMENT

Financial Risk Management Objectives

Due to the largely non-trading nature of activities and the way in which they are financed, municipalities are not exposed to the degree of financial risk faced by business entities.
The municipality's Corporate Treasury function provides services to the business, co-ordinates access to domestic financial markets, monitors and manages the financial risks relating to the operations of the municipality. These risks include market risk (including, fair value and interest rate risk), credit risk and liquidity risk.
The use of financial derivatives is governed by the municipality's policies approved by the Council, which provide written principles on interest rate risk, credit risk, the use of financial derivatives and non-derivative financial instruments, and the investment of excess liquidity. The municipality does not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

45.1 *Liquidity risk*

The municipality's risk to liquidity is a result of the funds available to cover future commitments. The municipality manages liquidity risk through an ongoing review of future commitments and credit facilities.

Cash flow forecasts are prepared and adequate utilised borrowing facilities are monitored.
The table below analyses the municipality's financial liabilities into relevant maturity groupings based on the remaining period at the Statement of Financial Position to the contractual maturity date. The amounts disclosed in the table are the undiscounted cash flows.

2021	**1 Year or less**	**Greater than 1 year**	**Total**
Gross finance lease obligations	870 986	53 776	924 762
Long Term Borrowings	11 637 428	188 689 134	200 326 562
Trade and other payables	329 053 783	-	329 053 783
Consumer deposits	36 991 209	-	36 991 209
Foreign Currency	-	-	-
Government Grants	42 853 042	-	42 853 042
	421 406 447	**188 742 910**	**610 149 357**

2020	**1 Year or less**	**Greater than 1 year**	**Total**
Gross finance lease obligations	1 040 740	561 585	1 602 325
Long Term Borrowings	10 771 480	200 326 562	211 098 042
Trade and other payables	319 421 620	-	319 421 620
Consumer deposits	35 326 269	-	35 326 269
Foreign Currency	-	-	-
Government Grants	42 372 618	-	42 372 618
	408 932 727	**200 888 147**	**609 820 874**

45.2 *Maximum credit risk exposure*

Credit rate risk consist mainly of cash deposits, cash equivalents and trade debtors. The municipality only deposits cash with major banks with high quality credit standing and limits exposure to any one counter-party

Except as detailed below, the carrying amount of financial assets recorded in the Annual Financial Statements, which is net of impairment losses, represents the municipality's maximum exposure to credit risk without taking account of the value of any collateral obtained:

The maximum credit exposure in respect of the relevant financial instruments is as follows (domestic exposure only)

	2021	**2020**
Short term Investments	150 572 381	143 899 677
Cash and Cash Equivalents	835 239 337	643 616 220
Interest rate swaps	-	-
Financial guarantees	-	-
Trade and other receivables	212 607 996	229 882 193

45.3 Market Risk:

Interest rate risk

As the municipality has no significant interest-bearing assets, the municipality's income and operating cash flows are substantially independent of changes in the market interest r

At year end, financial instruments exposed to interest rate risk were as follows:

	2021	**2020**
Bank balances and cash	835 239 337	643 616 220
Short term Investments	150 572 381	143 899 677
Maximum Interest exposure	**985 811 718**	**787 515 897**

Price risk

The municipality is not exposed to equity price risks arising from equity investments as the municipality does not trade these investments.

KWADUKUZA MUNICIPALITY
UNAUDITED APPENDIX A: SCHEDULE OF EXTERNAL LOANS FOR THE YEAR ENDED 30 JUNE 2021

DESCRIPTION	Loan Number	Interest Rate	Date Repayable	Balance at 30/06/2020	Received during the year	Redeemed / Adjustments / (Interest Capitalised) during this period	Balance at 30/06/2021
		%		R	R	R	R
Loans							
DBSA R43M LOAN	101267/1	6.83%	31/03/2026	12 498 271.67	-	2 083 045	10 415 226
DBSA R28.9M (ELECT)	61006918/19	9.73%	30/09/2030	126 243 334.65	-	5 522 952	120 720 383
DBSA: R5.888 LOAN	61006918/19	9.73%	31/12/2032	72 356 435.53	-	3 165 483	69 190 953
TOTAL EXTERNAL LOANS				**211 098 042**	**-**	**10 771 480**	**200 326 562**

KWADAKUZA MUNICIPALITY
UNAUDITED APPENDIX B: ANALYSIS OF PROPERTY PLANT AND EQUIPMENT FOR THE YEAR ENDED 30 JUNE 2021

	COST /REVALUATION								ACCUMULATED DEPRECIATION						
	Opening Balance	Additions	WIP brought into use	Assets fair valued	Assets Donated	Recognition of expensed items	Disposals	Closing Balance	Opening Balance	Additions	Disposals	Impairment	Transfers	Closing Balance	Carrying Value
Infrastructure Roads	903 481 717	465 779.92	44 446 805.73	-	-	-	-676 126	947 718 177	-256 862 397	-24 891 215	525 636	-339 505	-	281 567 481	666 150 696
Buildings	262 730 910	511 274.00	24 776 052.83	-	-	-	-	288 018 237	-92 869 512	-15 294 047	-	-	-	108 163 558	179 854 678
Cemetries	13 055 385	-	668 275	-	-	-	-	13 723 659	-4 343 446	-574 791	-	-	-	4 918 238	8 805 421
Solid Waste	7 119 128	-	611 173.14	-	-	-	-	7 730 301	-2 524 684	-465 154	-	-	-	2 989 837	4 740 464
Housing Assets	8 972 974	310 117.00	-	-	-	-	-	9 283 091	-7 392 004	-327 081	-	-	-	7 719 084	1 564 007
Stormwater Infrastructure	269 498 500	-	1 954 379.14	-	-	-	-	271 452 880	-82 652 070	-5 726 127	-	-23 077	-	88 401 273	183 051 606
Land	389 477 974	-	-	-	22 000 000	-	(315 000.00)	411 162 974	-	-	-	-	-	-	411 162 974
Electricity Infrastructure	817 934 352	-	15 120 294.08	-	3 972 693.06	7 563 395.88	-	844 590 735	-273 154 259	-19 921 450	-	-72 468	-	293 148 178	551 442 558
Vehicles	84 284 006	5 772 831.55	-	-	-	12 990	-58 000	90 011 828	-47 657 093	-4 697 814	11 611	-	-	52 343 296	37 668 531
Leased Assets	3 302 526	595 576	-	-	-	-	-	3 898 102	-1 806 713	-663 541	-	-	-	2 470 255	1 427 847
Assets under Construction	196 750 710	137 744 291.35	(90 393 998.70)	-	-	-	(4 137 622.00)	239 963 381	-5 795 688	-	-	-19 918 489	-	25 714 177	214 249 204
Furniture and Fittings	63 022 749	3 764 850.71	3 341 139.27	-	-	-	(27 507.00)	70 101 232	-49 840 001	-3 945 745	11 662.26	-171	-	53 774 255	16 326 978
	3 019 630 932	**149 164 720**	**524 120**	**-**	**25 972 693**	**7 576 386**	**-5 214 255**	**3 197 654 597**	**-824 897 868**	**-76 506 965**	**548 909**	**-20 353 710**	**-**	**921 209 633**	**2 276 444 962**

KWADAKUZA MUNICIPALITY

UNAUDITED APPENDIX C : SEGMENTAL ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT FOR THE YEAR ENDED 30 JUNE 2021

	COST / REVALUATION						ACCUMULATED DEPRECIATION					
	OPENING BALANCE	ADDITIONS		DISPOSALS	CLOSING BALANCE		OPENING BALANCE	ADDITIONS	DISPOSALS	IMPAIRMENT	CLOSING BALANCE	CARRYING VALUE
EXECUTIVE AND COUNCIL	11 667 189	2 890 981		(342 507)	14 215 663		(2 642 335)	(468 010)	11 662		(3 098 683)	11 116 980
FINANCE AND ADMINISTRATION	16 706 136	103 714			16 809 851		(7 755 162)	(7 275 552)			(15 030 713)	1 779 138
PLANNING AND DEVELOPMENT	22 281 453	681 836			22 963 289		(10 035 300)	(1 093 910)			(11 129 210)	11 834 079
COMMUNITY AND SOCIAL SERVICES	658 608 240	23 408 202			682 016 442		(91 543 088)	(15 513 358)		171	(107 056 275)	574 960 167
PUBLIC SAFETY	49 772 672	24 280 665			74 053 337		(30 054 765)	(1 573 162)			(31 627 927)	42 425 410
ROAD TRANSORT	1 355 138 143	77 501 175		(4 031 669)	1 428 607 650		(343 049 163)	(30 615 852)	525 636	-20 281 412.53	(393 420 792)	1 035 186 858
ELECTRICITY	904 285 291	51 498 483		(840 079)	954 943 694		(339 121 103)	(19 921 450)	11 611	-72 468.04	(359 103 410)	595 840 284
YOUTH DEVELOPMENT	1 170 410	2 872 861			4 043 272		(696 996)	(44 292)			(741 288)	3 301 984
		-										
Grand Total	**3 019 629 535**	**183 237 918**	**-**	**(5 214 255)**	**3 197 653 198**		**(824 897 912)**	**(76 505 586)**	**548 909**	**(20 353 709)**	**(921 208 298)**	**2 276 444 962**

KWADUKUZA MUNICIPALITY
UNAUDITED APPENDIX D : GRANTS AND SUBSIDIES RECEIVED - 2020/2021

Name of Grants	Name of organ of state or municipal entity	Unspent portion 2019/2020 financial statements	Returned to National Treasury	Quarterly Receipts July to Sept 1	Quarterly Receipts Oct to Dec 2	Quarterly Receipts Jan to Mar 3	Quarterly Receipts April to June 4	**Total Receipts**	Quarterly Expenditure July to Sept 1	Quarterly Expenditure Oct to Dec 2	Quarterly Expenditure Jan to Mar 3	Quarterly Expenditure April to June 4	**Total Expenditure**	Unspent portion 2020/2021 financial statements	Grants and Subsidies delayed / withheld	Reason for delay withholding of funds	Did your municipality comply with the grant conditions in terms of grant framework in the latest Division of Revenue Act	Reason for non-compliance
Equitable Share	National Treasury	-	-	83 645 000	88 970 000	46 470 000	-	**219 085 000**	83 645 000	88 970 000	46 470 000	-	**219 085 000**	-	NO	N/A	YES	N/A
Municipal Infrastructure Grant (MIG)	COGTA	2 423 939	-	18 999 999	20 000 000	11 717 001	-	**50 717 000**	8 341 446	3 772 610	24 356 809	11 729 831	**48 200 696**	4 940 243	NO	N/A	YES	N/A
INEP Grant	Integrated National Electrification Grant	-	-	1 500 000	3 500 000	-	-	**5 000 000**	2 715 709	2 284 291	-	-	**5 000 000**	-	NO	N/A	YES	N/A
Finance Management Grant	National Treasury	-	-	1 800 000	-	-	-	**1 800 000**	476 977	227 420	228 935	866 667	**1 800 000**	-	NO	N/A	YES	N/A
EPWP	National Treasury	-	-	367 000	659 000	439 000	-	**1 465 000**	629 194	690 880	144 925	-	**1 465 000**	-	NO	N/A	YES	N/A
Disaster Relief Grant	National Treasury	894 000	-	-	-	-	-	**-**	267 754	139 609	397 921	88 716	**894 000**	-	No	N/A	YES	N/A
Museum	Office Of the Premier	2 101 717	-	-	5 214 000	-	-	**5 214 000**	42 934	296 810	-	556 248	**895 992**	6 419 725	NO	N/A	YES	N/A
New Library	Department of Arts & Culture	184 394	-	-	678 000	-	-	**678 000**	164 454	225 501	208 272	247 489	**845 716**	16 678	NO	N/A	YES	N/A
Housing Accreditation	Department Of Human Settlements	11 749 890	-	-	-	-	1 187 176	**1 187 176**	804 647.64	819 784	2 098 221	(947 007)	**2 775 645**	10 161 421	YES	Non expenditure on underlaying housing projects	YES	N/A
Library Subsidy	Department of Arts & Culture	-	-	-	5 427 000	-	-	**5 427 000**	2 464 264	1 920 651	1 042 085	-	**5 427 000**	-	NO	N/A	YES	N/A
Small Town Rehabilitation Grant	COGTA	2 382 150	-	-	-	-	-	**-**	-	-	2 382 150	-	**2 382 150**	-	NO	N/A	YES	N/A
Neighbourhood Development Partnership Grant- (NDPG)- EASE OF BUSINESS	Foreign Donor Fund	-	-	-	-	3 567 500	-	**3 567 500**	-	-	-	-	**-**	3 567 500	NO	N/A	YES	N/A
Neighbourhood Development Partnership Grant (NDPG)- SCADA	Foreign Donor Fund	-	-	-	-	5 296 687	-	**5 296 687**	-	-	-	572 119	**572 119**	4 724 568	NO	N/A	YES	N/A
Title Deeds Restoration Grant	Department Of Human Settlements	-	-	-	-	-	2 721 000	**2 721 000**	-	-	-	-	**-**	2 721 000	NO	N/A	YES	N/A
		19 736 089	**-**	**106 311 999**	**124 448 000**	**67 490 188**	**3 908 176**	**302 158 363**	**99 552 379**	**99 347 557**	**77 329 318**	**13 114 064**	**289 343 319**	**32 551 134**				