AUDITED ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30 JUNE 2024

I am responsible for the preparation of these Annual Financial Statements, which are set out on pages 1 to 90, 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 Cooperative Governance and Traditional Affairs in accordance with the relevant regulations

N J MDAKANE **Date**
MUNICIPAL MANAGER

Annual Financial Statements

for

KWADUKUZA LOCAL MUNICIPALITY

for the year ended	30 June 2024
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
Contact telephone number:	032 - 4375500
Contact e-mail address:	cfo@kwadukuza.gov.za
Name of contact at Provincial Treasury:	Mr Sandeep Gobind
Contact telephone number:	033 - 897 4354
Contact e-mail address:	SANDEEP.GOBIND@kzntreasury.gov.za
Name of relevant Auditor:	The Auditor-General
Contact telephone number:	033 - 264 7400
Contact e-mail address:	NOMALUNGELOM@agsa.co.za
Name of contact at National Treasury:	Ms Una Rautenbach
Contact telephone number:	012 - 315 5534
Contact e-mail address:	Una.Rautenbach@treasury.gov.za

KWADUKUZA LOCAL MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

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KWADUKUZA LOCAL MUNICIPALITY
AUDITED FINANCIAL STATEMENTS
for the period ended 30 June 2024

General information
Members of the Council

O L Nhaca	Mayor
Vacant	Deputy Mayor
G Govender	Speaker
S L Cele	Member of the Executive Committee
C M Ntleko	Member of the Executive Committee
D H Mthembu	Member of the Executive Committee
M M Sibisi	Member of the Executive Committee
N Sewraj	Member of the Executive Committee
N C Mdletshe	Member of the Executive Committee
H Mbatha	Chief Whip
T Mkhize	MPAC Chairperson
S K Shandu	Councillor
D N Ngema	Councillor
S O Nxele	Councillor
J M Banda	Councillor
A M Baardman	Councillor
B C Fakazi	Councillor
M E Ngidi	Councillor
N J Mpanza	Councillor
T T Dube	Councillor
S Sithole	Councillor
N Qwabe	Councillor
W N Mntambo	Councillor
B P Ndlovu	Councillor
S S Mthiyane	Councillor
C M Naicker	Councillor
S B Ntuli	Councillor
N S Bhengu	Councillor
N H Sithole	Councillor
V Mwandla	Councillor
S P Khuzwayo	Councillor
TC Nxele	Councillor
S G Mcineka	Councillor
V Govender	Councillor
K Naidoo	Councillor
B Mvulana	Councillor
M Vembali	Councillor
N A Singh	Councillor
R Pooran	Councillor
T N Mthethwa	Councillor
P Naidoo	Councillor
F Abrahams	Councillor
N J Mbonambi	Councillor
M M Madlala	Councillor
P S Shezi	Councillor
E M Kolia	Councillor
J F Magwaza	Councillor
P F Masuku	Councillor
S Zungu	Councillor
S C Mwandla	Councillor
A A Singh	Councillor
S C Pandaram	Councillor
S P Ashworth	Councillor
C P Dumakude	Councillor
T Sithole	Councillor
M Mthiyane	Councillor
S Kheswa	Councillor
N Dube	Councillor
S Khuzwayo	Councillor
V Mathonsi	Traditional Leader
D Gumede	Traditional Leader
A Zulu	Traditional Leader
B Cele	Traditional Leader
H Dube	Traditional Leader
L Magwaza	Traditional Leader
V 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
AUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2024

	Note	2024 R	2023 Restated R
ASSETS			
Current assets		**1 909 697 496**	**2 328 123 497**
Inventories	8	18 163 638	11 164 795
Receivables from exchange transactions	9	227 935 820	192 929 764
Receivables from non-exchange transactions	10	183 334 533	162 354 165
VAT receivable	11	44 097 192	72 107 994
Current portion of long-term receivables	7	75 174	45 712
Short term investments	12	80 374 769	84 239 862
Cash and cash equivalents	13	1 355 716 370	1 805 281 205
Non-current assets		**3 888 157 657**	**3 169 392 606**
Investment properties	2	180 940 000	187 816 000
Property, plant and equipment	3	3 705 825 341	2 980 135 965
Intangible assets	4	848 059	880 224
Heritage Assets	5	105 386	105 386
Long-term receivables	7	438 871	455 030
Total Assets		***5 797 855 153***	***5 497 516 103***
LIABILITIES			
Current liabilities		**1 057 379 530**	**1 567 603 644**
Leases	16	1 021 753	20 710
Employee benefit obligations	6	4 762 000	4 082 000
Trade and other payables	20	554 239 740	504 018 356
Unspent conditional grants, receipts and Public contributions	17	433 424 830	994 768 912
Current provisions	18	3 001 573	2 869 573
Consumer Deposits	21	43 888 198	43 891 727
Long service awards	6	2 336 000	4 264 000
Current portion of long term liabilities	19	14 705 436	13 688 366
Non-current liabilities		**318 597 134**	**309 433 402**
Leases	16	1 647 203	40 380
Employee benefit obligations	6	118 285 000	103 844 000
Non-current provisions	18	20 370 961	19 852 616
Long service awards	6	30 592 000	23 289 000
Long-term liabilities	19	147 701 970	162 407 406
Total Liabilities		***1 375 976 664***	***1 877 037 046***
Net Assets		***4 421 878 490***	***3 620 479 057***
NET ASSETS			
Reserves			
Revaluation reserve	14	18 313 137	18 313 137
Housing Operating Account	15	8 728 156	8 728 156
Accumulated surplus		4,394,837,194	3,593,437,858
Total Net Assets		***4 421 878 490***	***3 620 479 151***

KWADUKUZA LOCAL MUNICIPALITY
AUDITED STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2024

	Note	2024 R	2023 Restated R
REVENUE			
Revenue from exchange transactions			
Service charges	22	1 334 608 088	1 140 348 327
Rental of facilities and equipment		2 341 824	2 455 598
Interest earned - outstanding debtors		9 573 627	6 162 069
Operational Revenue (Other Income)	23	59 006 497	44 537 658
Gain / recognition of property, plant and equipment	3	1 730 000	124 550
Interest earned - investments	24	142 346 192	92 384 206
Housing development construction contract revenue	60	4 929 822	9 530 279
Agency Services	63	12 504 712	10 499 210
Total revenue from exchange transactions		**1 567 040 760**	**1 306 041 897**
Revenue from non-exchange transactions			
Taxation revenue			
Property rates	25	703 402 702	626 523 197
Licences and permits (Non-exchange)		886 301	560 114
Transfer and other revenue			
Government grants, subsidies & Public Contributions - Operational allocation	26 & 27	293 321 192	248 851 902
Transfers & subsidies - Capital Allocation	26 & 27	662 162 749	533 299 049
Transfers & subsidies - Capital (In - Kind)	3	75 468 485	856,064
Fines, Penalties and Forfeits	43	38 135 544	32 517 186
Employee and Long Services Gains	6	-	3 067 000
Total revenue from non-exchange transactions		**1 773 376 973**	**1 445 674 513**
Total Revenue		**3 340 417 733**	**2 751 716 410**
EXPENDITURE			
Employee related costs	28	550 825 030	505 091 558
Remuneration of councillors	29	30 667 422	32 811 634
Adjustments to Provisions	18	650 345	33 214
Depreciation and amortisation	30	119 830 902	93 486 127
Impairment loss	31	1 379 142	4 909 419
Finance costs	32	16 842 555	18 001 678
Debt Impairment and write offs	33	20 325 003	16 776 626
Bulk purchases	34	1 240 642 730	1 020 839 395
Contracted services	44	362 555 110	315 107 889
General Expenses	35	129 020 579	111 211 673
Employee and Long Services Benefits	6	20 496 000	188 000
Housing development construction contract expenditure	60	4 929 822	9 530 279
Transfers & subsidies	61	14 164 193	9 874 651
Inventory consumed	62	16 654 952	16 149 636
Operating Leases	64	5 015 200	3 597 849
Total Expenditure		**2 533 998 985**	**2 157 609 628**
Operating Surplus		806 418 748	594 106 782
Loss on disposal /Derecognition of assets	3 & 8	(9 313 412)	(15 130 587)
Fair value adjustments	36	4 294 000	7 746 000
		(5 019 412)	(7 384 587)
SURPLUS FOR THE YEAR		**801 399 336**	**586 722 194**

KWADUKUZA LOCAL MUNICIPALITY
AUDITED STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED 30 JUNE 2024

	Revaluation Reserve R	Housing Operating Account	Total Reserves	Accumulated Surplus R	Total Net Assets R
Balance at 30 June 2022 as previously reported	**18,313,137**	**8,728,156**	**27,041,293**	**3,000,906,150**	**3,027,947,440**
Adjustment to Trade & Other receivables - exchange transactions - Service Charges - electricity back-billing prior 2022/2023 (Note 41)				5,809,087	**5,809,087**
Balance at 30 June 2022 as restated	**18,313,137**	**8,728,156**	**27,041,293**	**3,006,715,236**	**3,033,756,526**
Surplus for the year 2022/2023	**-**	**-**	**-**	**586,722,621**	**586,722,621**
As previously reported				590,094,299	590,094,299
Restatement of comparatives (Note 41)				(3 371 678)	(3 371 678)
Balance at 30 June 2023	**18,313,137**	**8,728,156**	**27,041,293**	**3,593,437,858**	**3,620,479,148**
Surplus for the year 2023/2024	**-**	**-**	**-**	801,399,336	**801,399,336**
Balance at 30 June 2024	**18,313,137**	**8,728,156**	**27,041,293**	**4,394,837,194**	**4,421,878,490**
Note(s)	14	15			

Note 41 provides further details of adjustments pertaining to the 2021/2022 and 2022/2023 financials years.

	Note	2024 R	2023 Restated R
Cash flows from operating activities			
Receipts			
Sale of goods and services		1 423 932 093	1 121 435 239
Taxation		682 074 037	599 518 378
Grants		394 139 859	1 711 422 567
Interest Income		142 346 192	92 384 206
Consumer deposits		-	4 013 895
		2 642 492 181	**3 528 774 285**
Payments			
Payments to suppliers		(1717 831 379)	(1294 107 382)
Employee costs & councillors remunerations		(581 492 452)	(537 903 192)
Finance costs		(16 842 555)	(18 001 678)
Consumer deposits		(3 530)	-
		(2316 169 916)	**(1850 012 252)**
Net cash flows from operating activities	42	**326 322 265**	**1 678 762 033**
Cash flows from investing activities			
Purchase of Property, Plant & Equipment	3	(765 437 073)	(729 985 123)
Proceeds from sale of property, plant and equipment	3	-	2 480 084
Purchase of other intangible assets	4	(75 300)	-
Net cash flows from investing activities		**(765 512 373)**	**(727 505 039)**
Cash flows from financing activities			
Movement in long term liabilities		(13 688 366)	(12 593 362)
Finance lease payments		(551 458)	(6 382)
Net cash flows from financing activities		**(14 239 824)**	**(12 599 744)**
Net increase/(decrease) in cash and cash equivalents		**(453 429 931)**	**938 657 251**
Cash and cash equivalents at the beginning of the year		1 889 521 067	950 863 817
Cash and cash equivalents at the end of the year	12/13	**1 436 091 139**	**1 889 521 067**

KWADUKUZA LOCAL MUNICIPALITY
AUDITED STATEMENT OF COMPARISON OF BUDGET & ACTUAL AMOUNTS
FOR THE YEAR ENDED 30 JUNE 2024

	Approved Budget	Adjustments	Final Budget	30 June 2024 Final Budget	Actual amounts as per restated Budget	Actual Outcomes	Variance	Percentage Variance	Note Reference
Statement of Financial Performance									
Revenue									
Revenue from Exchange Transactions:									
Service Charges - Electricity	1,234,386,072	22,400,000	1,256,786,072	1,256,786,072	1,236,948,642	1,236,948,642	(19 837 430)	-2%	
Service Charges - Refuse	99,659,940	-2,500,000	97,159,940	97,159,940	97,659,446	97,659,446	499 506	1%	
Rental of facilities & Equipment	3,333,408	3,000	3,336,408	3,336,408	2,341,824	2,341,824	(994 584)	-30%	
Interest earned outstanding debtors	10,119,996	3,000,000	13,119,996	13,119,996	9,572,133	9,573,627	(3 546 369)	-27%	58.1
Operational Revenue (Other Income & Sale of goods & rendering of services)	121,932,504	-54,384,484	67,548,020	67,548,020	70,707,974	59,006,497	(8 541 523)	-13%	
Agency services	14,124,000	-	14,124,000	14,124,000	12,504,712	12,504,712	(1 619 288)	-11%	
Interest received - investments	79,539,424	49,477,731	129,017,155	129,017,155	142,347,685	142,346,192	13 329 037	10%	
Housing development construction contract revenue	-	-	-	-		4,929,822	4 929 822	100%	
TOTAL REVENUE FROM EXCHANGE TRANSACTIONS	**1,563,095,344**	**17,996,247**	**1,581,091,591**	**1,581,091,591**	**1,572,082,416**	**1,565,310,760**	**-15,780,831**		
Revenue from Non-Exchange Transactions:									
Taxation Revenue									
Property rates	688,865,606	8,000,000	696,865,606	696,865,606	690,234,592	703,402,702	6 537 096	1%	
Licences & permits	833,604	100,000	933,604	933,604	886,301	886,301	(47 303)	-5%	
Transfer and Other Revenue									
Transfers & subsidies - Operational	281,754,496	11,637,518	293,392,014	293,392,014	293,789,677	293,321,192	(70 822)	0%	
Fines, penalties & forfeits	33,464,856	7,600,000	41,064,856	41,064,856	44,531,999	38,135,544	(2 929 312)	-7%	
Gains on disposal of assets	-	-			2,536,919	1,730,000	1 730 000	100%	
Other gains (Investment Property)	5,000,004	-	5,000,004	5,000,004	4,294,000	4,294,000	(706 004)	-14%	
TOTAL REVENUE FROM NON-EXCHANGE TRANSACTIONS:	**1,009,918,566**	**27,337,518**	**1,037,256,084**	**1,037,256,084**	**1,036,273,486**	**1,041,769,739**	**4 513 655**		
Total Revenue	**2,573,013,910**	**45,333,765**	**2,618,347,675**	**2,618,347,675**	**2,608,355,902**	**2,607,080,499**	**(11 267 176)**		

Expenditure									
Employee Related Costs	585,513,385	(20 532 011)	564,981,374	564,360,599	550,825,030	550,825,030	(14 156 344)	-3%	
Remuneration of Councillors	35,392,297	-2,955	35,389,342	34,450,106	30,667,421	30,667,422	(4 721 920)	-13%	
Depreciation, amortisation and impairment / reversal of impairment	164,406,885	-2,994,498	161,412,387	160,412,387	122,081,472	121,210,045	(40 202 342)	-25%	58.2
Finance Costs	22,046,544	-4,345,981	17,700,563	17,700,563	16,842,555	16,842,555	(858 008)	-5%	
Debt Impairment and write offs	16,340,016	14,348,236	30,688,252	30,688,252	20,325,003	20,325,003	(10 363 249)	-34%	58.3
Bulk purchases	1,116,230,876	80,800,000	1,197,030,876	1,197,030,876	1,240,642,730	1,240,642,730	43 611 854	4%	
Contracted services	357,546,464	27,409,388	384,955,852	385,085,875	362,555,110	362,555,110	(22 400 742)	-6%	
Other Expenditure (General Expenditure)	152,479,990	792,774	153,272,764	151,838,586	134,686,123	129,020,579	(24 252 185)	-16%	58.8
Losses on disposal of assets	10,250,000	-	10,250,000	10,250,000	9,301,591	9,313,412	(936 588)	-9%	
Transfers and subsidies	71,506,350	-44,059,166	27,447,184	27,484,189	19,094,015	14,164,193	(13 282 991)	-48%	58.4
Inventory consumed	26,528,325	-4,930,867	21,597,458	25,424,619	16,654,952	16,654,952	(4 942 506)	-23%	58.5
Other losses	14,552,760	-1,000,000	13,552,760	13,552,760	22,173,313	21,146,345	7 593 585	56%	58.6
Operating leases	-	-	-			5,015,200	5 015 200	100%	58.7
Housing development construction contract expenditure	-	-	-	-	-	4,929,822	4 929 822	100%	58.4
Total Expenditure	**2,572,793,892**	**45,484,920**	**2,618,278,812**	**2,618,278,812**	**2,545,849,315**	**2,543,312,397**	**(74 966 415)**		
Operating Surplus	**220,018**	**-151,155**	**68,863**	**68,863**	**62,506,587**	**63,768,102**	**63,699,239**		
Transfers & subsidies - Capital (Monetary allocation)	803,477,653	212,118,976	1,015,596,629	1,015,596,629	662,162,749	662,162,749	(353 433 880)	-35%	
Transfers & subsidies - Capital (In - Kind)		-	-	-	76,730,000	75,468,485	75,468,485	0%	
	803,477,653	**212,118,976**	**1,015,596,629**	**1,015,596,629**	**738,892,749**	**737,631,234**	**-277,965,395**		
Surplus/(Deficit) After Capital Transfers and Contributions	**803,697,671**	**211,967,821**	**1,015,665,492**	**1,015,665,492**	**801,399,336**	**801,399,336**	**-214,266,156**		
Surplus / (Deficit) for the year	**803,697,671**	**211,967,821**	**1,015,665,492**	**1,015,665,492**	**801,399,336**	**801,399,336**	**-214,266,156**		

Capital Expenditure and Fund Source										
Transfers recognised - capital	700,432,772	184,026,840	884,459,612		884,459,612	573,893,130	662,162,749	-222,296,863	-25%	
Internally generated funds	220,465,245	7 250 301	227,715,546		227,715,546	184,297,511	-662,162,749	-889,878,295	-391%	
Public Contributions and Donations		-	-		-	-	-	-	0%	
Borrowings	30,000,000	(20 000 000)	10,000,000		10,000,000	-	-	-10,000,000	-100%	
Financial Position										
Total current assets	1,930,521,192	-200,509,147	1,730,012,045		1,730,012,045	1,967,476,173	1,909,697,496	-179,685,451	-10%	
Total non-current assets	3,785,006,364	174,271,639	3,959,278,003		3,959,278,003	3,887,658,786	3,888,157,657	71,120,346	2%	
Total current liabilities	1,325,237,570	-218,205,329	1,107,032,241		1,107,032,241	1,159,394,039	1,057,379,530	49,652,711	4%	
Total non-current liabilities	315,882,091	-20,000,000	295,882,091		295,882,091	266,506,991	318,597,134	-22,715,043	-8%	
Community wealth/equity	4,074,407,899	211,967,821	4,286,375,720		4,286,375,720	4,429,233,929	4,421,878,490	-135,502,770	-3%	
Cash Flow										
Net cash from / (used) - Operating activities	1,276,787,000	14,409,000	1,291,196,000		1,291,196,000	1,379,130,000	326,322,265	-964,873,735		
Net cash from / (used) - Investing activities	(860 774 533)	(161 147 578)	(1021 922 111)		(1021 922 111)	(724 422 091)	(765 512 373)	256,409,738		
Net cash from / (used) - Financing activities	30 313 700	(7 780 701)	22 532 999		22 532 999	52 736	(14 239 824)	-36,772,823		
Net increase / decrease in cash held	1 267 493 521	(154 519 521)	1 112 974 000		1 112 974 000	2 523 119 447	(453 429 931)	-1,566,403,931		

KWADUKUZA LOCAL MUNICIPALITY
AUDITED REPORTABLE SEGMENTS
FOR THE YEAR ENDED 30 JUNE 2024

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.

REPORTABLE SEGMENTS - 30 JUNE 2024

	Corporate Services	Youth Development	Chief Operations Officer	Community Services & Public amenities	Community Safety	Finance	Economic Development & Planning	Civil Engineering	Electrical Engineering Services	Total
	R	R	R	R	R	R	R	R	R	R
Segment Revenue										
External revenue from non- exchange transactions	152,851,579	7,788,156	12,731,976	95,744,163	19,175,963	566,630,536	59,026,123	645,062,616	66,488,904	1,625,500,016
External revenue from exchange transactions	8,749,243	-	-	99,596,471	12,834,330	161,599,366	25,997,910	1,231,059	1,262,074,037	1,572,082,416
Revenue from transactions with other segments	-	-	-	-	-	-	-	-	-	-
Interest revenue	-	-	-	-	-	140,521,767	1,493	582,040	-	141,105,301
Loss on disposal / recognition of assets and liabilities	1,730,000					-		-	-	1,730,000
Segment Expenses										-
Total segment expenses	(132,665,844)	(13,233,455)	(71,678,538)	(308,178,532)	(186,415,518)	(75,607,253)	(88,440,215)	(73,845,757)	(1,410,085,117)	(2,360,150,228)
Depreciation and amortisation	(3,020,102)	(74,804)	(185,844)	(21,639,448)	(2,629,466)	(656,262)	(1,880,015)	(54,678,605)	(35,066,356)	(119,830,902)
Interest expense	-	-	-	-	-	-	-	(5,904,359)	(10,938,196)	(16,842,555)
Internal charges	(3,788,261)	-	(4,300)	46,389	(619,551)	(649,858)	(599,863)	(108,816)	5,724,259	(0)
Gain on disposal / recognition of assets and liabilities	(10,293,868)	-	-	(642,188)	(6,363,396)	(3,250,368)	(50,017)	(4,593,427)	(17,001,447)	(42,194,711)
Surplus / deficit for the year	**13,562,747**	**(5,520,103)**	**(59,136,705)**	**(135,073,145)**	**(164,017,638)**	**788,587,927**	**(5,944,584)**	**507,744,752**	**(138,803,916)**	**801,399,336**
Other Information										
Segment assets	459 998 540	36 640 531	(45 614 712)	105 810 868	44 765 541	1 209 619 072	206 054 918	2 141 627 167	1 637 849 912	5 796 751 837
Segment liabilities	(104 087 698)	(2 818 546)	(24 563 919)	(78 819 280)	(98 176 519)	(344 546 034)	(93 153 331)	(501 436 240)	(119 916 340)	(1367 517 907)
Additions to non-current assets	7 849 506	-	5 651 355	10 651 966	32 322 144	193 896	643 567	566 585 831	136 473 410	760 371 675
Non-cash revenue (included above)	-	-	-	-	-	4 294 000	-	-	-	(16 202 000)
Non-cash expense (included above)	13 313 969	74 804	185 844	22 281 636	8 992 862	4 637 477	1 930 033	59 272 032	52 067 803	167 050 460
Cash flows from operating activities	238 667	(1 803 010)	(31 533 323)	(49 445 445)	(55 147 284)	421 175 218	71 468 769	9 761 155	(38 392 481)	326 322 265
Cash flows for investing activities	-	-	(75 300)	-	-	3 865 093	-	(758 967 998)	(6 469 075)	(761 647 280)
Cash flows from financing activities	-	-	(3 159 324)	-	-	34 008 691	-	(25 517 122)	(19 572 069)	(14 239 824)

RESTATED REPORTABLE SEGMENTS - 30 JUNE 2023

	Corporate Services	Youth Development	Chief Operations Officer	Community Services & Public amenities	Community Safety	Finance	Economic Development & Planning	Civil Engineering	Electrical Engineering Services	Total
	R	R	R	R	R	R	R	R	R	R
Segment Revenue										
External revenue from non- exchange transactions	77,868,184	6,855,924	11,395,964	84,584,970	27,732,022	627,094,474	28,693,915	543,131,548	42,252,452	1,449,609,453
External revenue from exchange transactions	1,886,286	-	-	93,079,221	467,818	23,833,473	15,827,739	10,544,749	1,071,704,915	1,217,344,200
Revenue from transactions with other segments	-	-	-	-	-	-	-	-	-	-
Interest revenue	-	-	-	-	-	91,189,306	-	1,194,900	-	92,384,206
Gain on disposal of property, plant and equipment	509	-	-	294	-	64,764	-	-	58,984	124,550
										-
Segment Expenses										-
Total segment expenses	(119 003 192)	(9 740 870)	(62 111 760)	(273 783 364)	(171 272 211)	(94 846 094)	(63 526 635)	(103 331 621)	(1163 636 669)	(2061 252 411)
Depreciation and amortisation	(3 047 984)	(106 165)	(255 148)	(20 616 639)	(2 133 959)	(734 004)	(1 260 630)	(35 801 808)	(29 529 788)	(93 486 127)
Interest expense	-	-	-	-	-	-	-	-6,303,304	-11,698,374	(18 001 678)
Internal charges	(3 121 111)	-	(4 300)	(4 037 069)	(857 967)	(505 379)	(118 753)	(362 568)	9,007,146	-
Surplus / deficit for the year	**(45 417 308)**	**(2 991 112)**	**(50 975 245)**	**(120 772 586)**	**(146 064 297)**	**646 096 540**	**(20 384 364)**	**409 071 896**	**(81 841 334)**	**586 722 195**
Other Information										
Segment assets	370 210 430	36 670 892	(30 336 258)	144 137 506	67 409 153	1 128 428 350	159 056 263	2 024 305 806	1 597 645 135	5 497 527 278
Segment liabilities	(55 394 614)	747 875	992 137	(10 810 880)	(3 457 363)	(586 923 348)	(6 220 573)	(1091 570 345)	(124 399 933)	(1877 037 045)
Additions to non-current assets	18 764 424	-	122 357	56 182 064	6 368 553	109 260	15 714 575	528 164 946	119 138 110	744 564 289
Non-cash revenue (included above)	7 896 509	-	3 067 000	856 358	-	(85 236)	-	-	58 984	11 793 615
Non-cash expense (included above)	1 240 151	106 165	3 323 917	24 266 495	2 506 021	29 999 459	1 261 742	36 712 664	31 091 946	130 508 560
Cash flows from operating activities	(40 107 129)	46 913 223	(94 710 662)	(119 780 541)	(191 569 583)	662 258 166	(16 675 565)	1 570 362 389	(142 802 938)	1 673 887 360
Cash flows for investing activities	(18 764 424)	-	(122 357)	(56 182 064)	(6 368 553)	(3 442 441)	(15 714 575)	(528 164 946)	(103 487 845)	(732 247 206)
Cash flows from financing activities	(47 903)	-	(1 276)	(36 663)	-	4 638 270	(6 209)	(3 829 255)	(9 513 069)	(8 796 105)

2 Investment Properties

	2024			2023		
	COST	ACCUMULATED AMORTISATION AND IMPAIRMENT	CARRYING VALUE	COST	ACCUMULATED AMORTISATION AND IMPAIRMENT	CARRYING VALUE
INVESTMENT PROPERTY	180,940,000	-	180,940,000	187,816,000	-	187,816,000
	180,940,000	**-**	**180,940,000**	**187,816,000**	**-**	**187,816,000**

RECONCILIATION OF INVESTMENT PROPERTY- 2024

	OPENING BALANCE	FAIR VALUE ADJUSTMENTS	TRANSFERS/DISPOSALS	CLOSING BALANCE
INVESTMENT PROPERTY	187,816,000	4,294,000	(11,170,000)	**180,940,000**
	187,816,000	**4,294,000**	**(11,170,000)**	**180,940,000**

The last effective date of the fair value adjustment was June 2024. The valuations were performed by a Professional Valuer. The valuation was based on the estimated amount for which an asset should exchange on the date of evaluation between a willing buyer and willing seller in an arm's length transaction after proper marketing wherein the parties had each acted knowledgeably, prudently and without compulsion. The municipal valuer has extensive experience in the location and category of investment property valued with the necessary qualifications.

Rent income received on the above investment properties during 2023/2024 financial year is R898 919.57

There is no expenditure relating to repairs and maintenance in the investment properties.

RECONCILIATION OF INVESTMENT PROPERTY- 2023

	OPENING BALANCE	FAIR VALUE ADJUSTMENTS	TRANSFERS/DISPOSALS	CLOSING BALANCE
INVESTMENT PROPERTY	192,670,000	7,746,000	(12,600,000)	**187,816,000**
	192,670,000	**7,746,000**	**(12,600,000)**	**187,816,000**

The last effective date of the fair value adjustment was June 2023. The valuations were performed by a Professional Valuer. The valuation was based on the estimated amount for which an asset should exchange on the date of evaluation between a willing buyer and willing seller in an arm's length transaction after proper marketing wherein the parties had each acted knowledgeably, prudently and without compulsion. The municipal valuer has extensive experience in the location and category of investment property valued with the necessary qualifications.

Rent income received on the above investment properties during 2022/2023 financial year is R1 653 242

There is no expenditure relating to repairs and maintenance in the investment properties.

3 Property, Plant and equipment

	2024			2023 - restated		
	COST	ACCUMULATED DEPRECIATION AND IMPAIRMENT	CARRYING VALUE	COST	ACCUMULATED DEPRECIATION AND IMPAIRMENT	CARRYING VALUE
COMMUNITY ASSETS	482,225,380	(179,034,277)	303,191,102	461,757,960	(159,318,773)	302,439,187
SOLID WASTE	6,437,135	(2,216,321)	4,220,814	6,437,135	(1,881,347)	4,555,788
VEHICLES	138,049,454	(67,276,636)	70,772,819	114,680,688	(57,870,922)	56,809,766
INFRASTRUCTURE ROADS AND STORMWATER	2,525,981,459	(504,342,414)	2,021,639,045	1,941,296,809	(449,350,316)	1,491,946,493
INFRASTRUCTURE ELECTRICAL	1,199,253,139	(366,531,045)	832,722,094	1,081,941,662	(337,601,202)	744,340,461
FURNITURE & FITTINGS	100,348,235	(70,211,596)	30,136,639	88,938,906	(61,854,759)	27,084,146
LAND	440,310,618	-	440,310,618	352,410,618	-	352,410,618
LEASED ASSETS	3,226,796	(394,671)	2,832,125	3,965,574	(3,416,065)	549,509
	4,895,832,215	**(1,190,006,960)**	**3,705,825,341**	**4,051,429,352**	**(1,071,293,384)**	**2,980,135,965**

RECONCILIATION OF PROPERTY,PLANT AND EQUIPMENT-2024

	OPENING BALANCE	ADDITIONS	RECLASSIFICATION OF CAPITALISED AUC	RECLASSIFICATION OF ASSETS	DONATIONS	RECOGNITION OF EXPENSED ITEMS	DERECOGNITION OF ASSETS	ASSETS WRITTEN OFF	DEPRECIATION	IMPAIRMENT LOSS	IMPAIRMENT REVERSAL	CLOSING BALANCE
Community Assets	**302,439,186**	37,195,513	(13,566,281)		468,485		-	(3,437,967)	(19,169,330)	(738,506)		**303,191,101**
Solid Waste	**4,555,788**								(334,974)			**4,220,814**
Vehicles	**56,809,766**	23,368,766							(9,405,713)			**70,772,819**
Infrastructure Roads & Stormwater	**1,491,946,491**	585,115,560	1,242,421				-	(1,673,331)	(54,341,532)	(650,566)		**2,021,639,043**
Infrastructure Electrical	**744,340,461**	101,664,763	9,506,688			10,030,021		(3,889,996)	(28,177,309)	(752,534)		**832,722,094**
Furniture & Fittings	**27,084,146**	8,062,449	2,817,172	155,248				(37,526)	(7,835,888)	(108,963)		**30,136,639**
Land	**352,410,618**	1,730,000		11,170,000	75,000,000							**440,310,618**
Leased Assets	**549,509**	3,159,324		(155,248)				(262,771)	(458,688)			**2,832,125**
	2,980,135,965	**760,296,375**	**-**	**11,170,000**	**75,468,485**	**10,030,021**	**-**	**(9,301,591)**	**(119,723,434)**	**(2,250,569)**	**-**	**3,705,825,341**

Classification of Assets Under Construction 2023/2024:

CLASS	OPENING BALANCE	ACCUMMULATED IMPAIRMENT	ADDITIONS	TRANSFERRED OUT OF AUC	WRITE OFF	CLOSING BALANCE
Community Assets	85,335,884		36,637,355	**(83 105 828)**	(3 352 247)	35,515,164
Infrastructure Electrical	57,404,173		95,100,315	**(62 467 678)**	(3 889 996)	86,146,814
Furniture & Fittings	1,644,487					1,644,487
Solid Waste	1,295,797					1,295,797
Roads & Stormwater	154,006,967		583,571,840	**(230 239 520)**	(1 673 331)	505,665,956
	-					-
	299,687,309	**-**	**715,309,510**	**(375 813 026)**	**(8 915 574)**	**630,268,217**

Disclosure of Slow Moving Assets under Construction

Project	Value	Reason for Delay
Motor Licencing & testing centre	974,517	Finalisation of land acqusition processes
Chief Albert Luthuli Sports Complex	4,567,220	Awaiting environmental authorisation

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

	2023/2024
Derecognition of Assets	-
Assets Written Off	(9,301,591)
Auction Assets	-
	(9,301,591)

Gain on recognition of assets as reflected on the Statement of Financial Performance consists of :

	2023/2024
Recognition of Land	1,730,000
Assets Written Off	-
Auction Assets	-
	1,730,000

RECONCILIATION OF PROPERTY,PLANT AND EQUIPMENT-2023 - RESTATED

	OPENING BALANCE	ADDITIONS	RECLASSIFICATION OF CAPITALISED AUC	RECLASSIFICATION OF ASSETS	DONATIONS	RECOGNITION OF EXPENSED ITEMS	DERECOGNITION OF ASSETS	ASSETS WRITTEN OFF	DEPRECIATION	IMPAIRMENT LOSS	IMPAIRMENT REVERSAL	CLOSING BALANCE
Community Assets	**252,691,830**	77,780,038	(7,031,127)				-		(18,356,611)	(2,644,944)		**302,439,186**
Solid Waste	**4,192,749**	1,771,797.09					(994,072)		(414,686)			**4,555,788**
Vehicles	**41,935,307**	22,840,968					(1,196,024)	(210,493)	(6,559,856)	(136)		**56,809,766**
Infrastructure Roads & Stormwater	**1,009,166,968**	523,315,230	(2,930,961)				-		(37,183,763)	(420,983)		**1,491,946,491**
Infrastructure Electrical	**668,973,818**	80,387,790	9,901,088			10,698,826	(1,216,574)		(23,612,032)	(792,455)		**744,340,461**
Furniture & Fittings	**20,335,808**	10,157,208	61,000		856,064	2,965,794	(277,694)	(35,461)	(6,956,318)	(22,255)		**27,084,146**
Land	**353,370,618**	-					(960,000)					**352,410,618**
Leased Assets	**731,056**	67,472							(249,019)			**549,509**
	2,351,398,154	**716,320,503**	**-**	**-**	**856,064**	**13,664,620**	**(4,644,364)**	**(245,955)**	**(93,332,285)**	**(3,880,773)**	**-**	**2,980,135,965**

Classification of Assets Under Construction 2022/2023:

	OPENING BALANCE	ACCUMMULATED IMPAIRMENT	ADDITIONS	TRANSFERRED OUT OF AUC	IMPAIRMENT	CLOSING BALANCE
Community Assets	50,776,704		63,673,515	(29,114,334)	-	85,335,884
Infrastructure Electrical	70,754,095		80,387,790	(93,737,712)		57,404,173
Furniture & Fittings	1,644,487		-			1,644,487
Solid Waste	-		1,295,797			1,295,797
Roads & Stormwater	51,625,892		523,179,798	(420,798,723)		154,006,967
TOTAL	**174,801,178**	**-**	**668,536,899**	**(543,650,769)**	**-**	**299,687,309**

Disclosure of Slow Moving Assets under Construction

Project	Value	Reason for Delay
Vlakspruit Cemetery	1,160,618	Technical specifications for the project has been completed. Project is awaiting funding availability to proceed.

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

	2022/2023
Derecognition of Assets	12,506,206
Assets Written Off	615,955
Auction Assets	2,008,427
	15,130,587

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

	2022/2023
Derecognition of Assets	-
Assets Written Off	-
Auction Assets	124,550
	124,550

4 Intangible Assets

	2024			2023		
	COST	ACCUMULATED AMORTISATION AND IMPAIRMENT	CARRYING VALUE	COST	ACCUMULATED AMORTISATION AND IMPAIRMENT	CARRYING VALUE
Intangible Assets	21,084,260	(20,808,320)	275,940	21,008,960	(20,700,854)	308,105
Intangible Assets - Under Development	926,937	(354,818)	572,119	926,937	(354,818)	572,119
	22,011,197	**(21,163,138)**	**848,059**	**21,935,897**	**(21,055,672)**	**880,224**

Reconciliation of Intangible Assets - 2024

	OPENING BALANCE	ADDITIONS	ASSET UNDER CONSTRUCTION BROUGHT INTO USE	WIP RECLASSIFICATION TO PPE	AMORTISATION	IMPAIRMENT LOSS	CLOSING BALANCE
Intangible Assets	308,105	75,300			(107,465)		**275,940**
Intangible Assets - Under Development	572,119						**572,119**
	880,224	**75,300**	**-**	**-**	**(107,465)**	**-**	**848,059**

Reconciliation of Intangible Assets - 2023

	OPENING BALANCE	ADDITIONS	ASSET UNDER CONSTRUCTION BROUGHT INTO USE	WIP RECLASSIFICATION TO PPE	AMORTISATION	IMPAIRMENT LOSS	CLOSING BALANCE
Intangible Assets	461,947				(153,842)		**308,105**
Intangible Assets - Under Development	572,119	15,650,265		(15,650,265)			**572,119**
	1,034,066	**15,650,265**	**-**	**(15,650,265)**	**(153,842)**	**-**	**880,224**

WIP transfer to PPE:
An amount of R15 650 265 has been transferred from Intangible assets to PPE. The reason for this reclassification is as a result of the assets procured predominately being of a tangible nature.

5 Heritage Assets

	2024			2023		
	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**

	2024	2023 - Restated
	R	R

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 2023 reflected:

•The valuation reveals that the fund is 107.6% funded on the "best estimate" Funding basis as at the valuation date, and is also 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 in a sound financial position as at the valuation date.

Provident Fund

The interim valuation carried out on the Provident Fund as at 31 March 2023 reflected:

• The Fund is financially sound at valuation date
The valuation reveals that the Fund is 100.6% 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 2023 reflected:

The Fund is financially sound at valuation date
The fund is 106.8% 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

	2024	2023 - Restated
	R	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, ZAQ Consultants and Actuaries , carry out a statutory valuation on an annual basis as at 30 June 2024.

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.

	2024	2023
Discount rate per annum	13.70%	12.51%
Health care cost inflation rate	9.59%	8.12%
Net effective discount rate	3.75%	4.06%
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)	PA (90)
CPI (Consumer Price Inflation)	8.09%	
(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 defines the determination of the Discount rate assumption to be used as follows: “The discount rate that reflects the time value of money is best approximated by reference to market yields at the reporting date on government bonds. Where there is no deep market in government bonds with a sufficiently long maturity to match the estimated maturity of all the benefit payments, an entity uses current market rates of the appropriate term to discount shorter term payments, and estimates the discount rate for longer maturities by extrapolating current market rates along the yield curve.”

The nominal and real zero curve as at 28 June 2024 supplied by the JSE to determine the discounted rates and the CPI assumptions at each relevant time period was used.

	2024 R	2023 - Restated R

Maturity Profile:

The implied duration of the liabiltiy for this valuation is 15.30 years. It is however important to note that this is solely for indicative purposes as we use the entire yeald curve to obtain the financial variables.

Maturity Analysis

Liability Value:

Within one year from valuation date	4,762,000
Between 1 and 5 years from valuation date	15,978,000
Longer than 5 years from valuation date	102,307,000
Total	**123,047,000**

	2024 R	2023 - Restated R
The amounts recognised in the Statement of Financial Position were determined as being the present value of the obligation:	**123 047 000**	**107 926 000**
Movement in the defined benefit obligation is as follows:		
Balance at beginning of the year	107 926 000	110 993 000
Current service cost	3 724 000	3 980 000
Interest cost	13 254 000	11 337 000
Benefit payments	(4 082 000)	(3 757 000)
Actuarial (gains)/losses	2 225 000	(14 627 000)
Balance at end of year	**123,047,000**	**107,926,000**
The amounts recognised in the Statement of Financial Performance were as follows:		
Current service cost	3,724,000	3 980 000
Interest cost	13,254,000	11 337 000
Benefit payments	-4,082,000	(3 757 000)
Actuarial (gains)/losses	2,225,000	(14 627 000)
TOTAL	**15 121 000**	**(3 067 000)**

SENSITIVITY RESULTS

In order to illustrate the sensitivity of the results to changes in certain key variables, the liability has been recalculated using the following assumptions:

(1) A 20% increase / decrease in the assumed level of mortality

(2) A 1% increase / decrease in the medical aid inflation

Mortality Rate

Deviations from the assumed level of mortality experience of the current employees and the continuation members (pensioners) will have a large impact on the actual cost to the Municipality. If the actual rates of mortality turn out higher than the rates assumed in the valuation basis, the cost to the Municipality in the form of subsidies will reduce and vice versa.

Illustrated below is the effect of higher and lower mortality rates by increasing and decreasing the mortality rates by 20%. The effect is as follows:

	-20% Mortality rate	Valuation Assumption	+20% Mortality rate
Total Accrued Liability	R 132 008 000	R 123 047 000	R 115 492 000
Interest Cost	R 18 064 000	R 16 813 000	R 15 758 000
Service Cost	R 4 347 000	R 4 006 000	R 3 714 000

Medical Aid Inflation

The cost of the subsidy after retirement is dependent on the increase in the contributions to the medical aid scheme before and after retirement. The rate at which these contributions increase will thus have a direct effect on the liability of future retirees.

The effect of a 1% p.a. change in the medical aid inflation assumption was tested. The effect is as follows:

	-1% Medical aid inflation	Valuation Assumption	+1% Medical aid inflation
Total Accrued Liability	R 110 399 000	R 123 047 000	R 135 449 000
Interest Cost	R 15 033 000	R 16 813 000	R 18 559 000
Service Cost	R 3 322 000	R 4 006 000	R 4 690 000

Discount Rate

The value of the liability is directly dependent on the level of the discount rate used to discount the future expected cashflows. If the discount rate is higher the present value of the liability will be lower and vice versa.

The effect of a 1% p.a. change in the discount rate assumption was tested. The effect is as follows:

	-1% Discount rate	Valuation Assumption	+1% Discount rate
Total Accrued Liability	R 141 245 000	R 123 047 000	R 108 266 000
Interest Cost	R 19 372 000	R 16 813 000	R 14 737 000
Service Cost	R 4 972 000	R 4 006 000	R 3 259 000

	2024 R	2023 - Restated R

Average retirement age

The liability value is directly influenced by the assumption about the average retirement age of members as this determines the length these benefits are paid out to members.

The effect of a one-year increase and decrease in the assumed average retirement age was tested. The effect is as follows:

	-1-year Average Retirement Age	Valuation Assumption	+1-year Average Retirement Age
Total Accrued Liability	R 128 588 000	R 123 047 000	R 117 351 000
Interest Cost	R 17 577 000	R 16 813 000	R 16 019 000
Service Cost	R 4 322 000	R 4 006 000	R 3 678 000

6.3 Long service awards and retirement gifts

The independent valuers, ZAQ Consultants and Actuaries, carry out a statutory valuation on an annual basis as at 30 June 2024.

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.

	2024	2023 - Restated
Discount rate per annum	10.35%	11.38%
CPI (Consumer Price inflation)	5.33%	6.62%
General Salary Inflation (long term)	6.33%	4.47%
Net effective discount rate	3.78%	

Examples of mortality rates used were as follows:

	2024	2023 - Restated
Average retirement age		
Mortality during employment	62 years	62 years
	SA85-90	SA85-90

Members withdrawn from service:

	2024 Males	2024 Females	2023 Males	2023 Females
Age 20 - 24	Males	Females	Males	Females
Age 25 - 29	9%	9%	9%	9%
Age 30 - 34	8%	8%	8%	8%
Age 35 - 39	6%	6%	6%	6%
Age 40 - 44	5%	5%	5%	5%
Age 45 - 49	5%	5%	5%	5%
Age 50 - 54	4%	4%	4%	4%
Age 55 - 59	3%	3%	3%	3%
Age 60+	0%	0%	0%	0%
	0%	0%	0%	0%

	2024 R	2023 - Restated R

Discount Rate:

GRAP 25 defines the determination of the Discount rate assumption to be used as follows: “The discount rate that reflects the time value of money is best approximated by reference to market yields at the reporting date on government bonds. Where there is no deep market in government bonds with a sufficiently long maturity to match the estimated maturity of all the benefit payments, an entity uses current market rates of the appropriate term to discount shorter term payments, and estimates the discount rate for longer maturities by extrapolating current market rates along the yield curve.”

The nominal and real zero curves as at 30 June 2024 supplied by the JSE to determine the discounted rates and the CPI assumptions at each relevant time period has been applied.

Maturity Profile:

The implied duration of the liabiltiy for this valuation is 5.52 years. It is however important to note that this is solely for indicative purposes as we use the entire yeald curve to obtain the financial variables.

Maturity Analysis

Liability Value:

Within one year from valuation date	2,336,000
Between 1 and 5 years from valuation date	12,636,000
Longer than 5 years from valuation date	17,956,000
Total	**32,928,000**

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

	2024	2023 - Restated
Liability in the Statement of Financial Position	**32 928 000**	**27 553 000**

Movement in the defined benefit obligation is as follows:

	2024	2023 - Restated
Balance at beginning of the year	27 553 000	27 365 000
Current service cost	2 535 000	2 530 000
Interest cost	2 900 000	3 242 000
Actuarial (Gain)/losses	3 537 056	(1 549 000)
Benefit payments	(3 597 056)	(4 035 000)
Balance at end of year	**32 928 000**	**27 553 000**

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

	2024	2023 - Restated
Current service cost	2 535 000	2 530 000
Interest cost	2 900 000	3 242 000
Actuarial (Gain)/losses	3 537 056	(1 549 000)
Benefit payments	(3 597 056)	(4 035 000)
TOTAL	**5 375 000**	**188 000**

	2024 R	2023 - Restated R

Summary:

	2024	2023 - Restated
Statement of Financial Position obligation for:		
Post-employment medical benefits	123 047 000	107 926 000
Current Portion	4 762 000	4 082 000
Non- Current Portion	118 285 000	103 844 000
Long Service Award	32 928 000	27 553 000
Current Portion	2 336 000	4 264 000
Non- Current Portion	30 592 000	23 289 000
	155 975 000	**135 479 000**
Statement of Financial Performance obligation for:		
Post-employment medical benefits	15 121 000	(3 067 000)
Long Service Award loss	5 375 000	188 000
	20 496 000	**(2 879 000)**

SENSITIVITY ANALYSIS

In order to illustrate the sensitivity of our results to changes in certain key variables, the liabilities were recalculated using the following assumptions: -

(1) 20% increase / decrease in the assumed level of withdrawal rates.
(2) 1% increase/decrease in the Normal Salary cost inflation

Mortality rate

Deviations from the assumed level of mortality experience of the current employees and the continuation members (pensioners) will have a large impact on the actual cost to the Municipality. If the actual rates of mortality turn out higher than the rates assumed in the valuation basis, the cost to the Municipality in the form of subsidies will reduce and vice versa.

Illustrated below is the effect of higher and lower mortality rates by increasing and decreasing the mortality rates by 20%. The effect is as follows:

	-20% Mortality rate	Valuation Assumption	+20% Mortality rate
Total Accrued Liability	R 132 008 000	R 123 047 000	R 115 492 000
Interest Cost	R 18 064 000	R 16 813 000	R 15 758 000
Service Cost	R 4 347 000	R 4 006 000	R 3 714 000

	2024	2023 - Restated
	R	R

Medical aid inflation

The cost of the subsidy after retirement is dependent on the increase in the contributions to the medical aid scheme before and after retirement. The rate at which these contributions increase will thus have a direct effect on the liability of future retirees.

The effect of a 1% p.a. change in the medical aid inflation assumption was tested. The effect is as follows:

	-1% Medical aid inflation	Valuation Assumption	+1% Medical aid inflation
Total Accrued Liability	R 110 399 000	R 123 047 000	R 135 449 000
Interest Cost	R 15 033 000	R 16 813 000	R 18 559 000
Service Cost	R 3 322 000	R 4 006 000	R 4 690 000

Discount rate

The value of the liability is directly dependent on the level of the discount rate used to discount the future expected cashflows. If the discount rate is higher the present value of the liability will be lower and vice versa.

The effect of a 1% p.a. change in the discount rate assumption was tested. The effect is as follows:

	-1% Discount rate	Valuation Assumption	+1% Discount rate
Total Accrued Liability	R 141 245 000	R 123 047 000	R 108 266 000
Interest Cost	R 19 372 000	R 16 813 000	R 14 737 000
Service Cost	R 4 972 000	R 4 006 000	R 3 259 000

Average retirement age

The liability value is directly influenced by the assumption about the average retirement age of members as this determines the length these benefits are paid out to members.

The effect of a one-year increase and decrease in the assumed average retirement age was tested. The effect is as follows:

	-1-year Average Retirement Age	Valuation Assumption	+1-year Average Retirement Age
Total Accrued Liability	R 128 588 000	R 123 047 000	R 117 351 000
Interest Cost	R 17 577 000	R 16 813 000	R 16 019 000
Service Cost	R 4 322 000	R 4 006 000	R 3 678 000

	2024 R	2023 - Restated R

7 LONG-TERM RECEIVABLES

	2024 R	2023 - Restated R
Housing selling scheme loans	2 737 059	2 715 848
Less: Allowance for impairment and future housing discounts	(2 223 014)	(2 215 105)
Total	514 045	500 742
Transfer to Current Portion		
Less: Current portion transferred to current receivables	(75 174)	(45 712)
Total Receivables	**438 871**	**455 030**
Written - off during the year	-	441 690

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

	2024 R	2023 - Restated R
Housing Inventory	123,406	135,227
Consumable stores	1,551,277	2,479,221
Mechanical spares	21,689	33,893
Electrical maintenance spares	16,467,266	8,516,453
Fuel	-	-
Total Inventories	**18 163 638**	**11 164 795**

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

Loss on Housing Inventory transfer	**11,821**	**-**

Periodically, physical stock counts are carried out.

9. RECEIVABLES FROM EXCHANGE TRANSACTIONS

	2024 R	2023 - Restated R
Electricity	219 078 917	184 947 220
Estate	103 145	98 356
Refuse	24 812 773	24 790 674
VAT on Consumer debtors	36 891 496	33 759 488
Legal Fees	7 655 994	7 601 457
Encroachment and plot clearing	475 354	530 309
Sundry Adjustments	154 029	182 248
Interest	17 049 796	13 193 151
Add back credits included above	616 410	1 314 450
Less: Allowance for impairment	(78 902 092)	(73 487 589)
	227 935 820	**192 929 764**

	2024 R	2023 - Restated R
Electricity		
Current (0 – 30 days)	154 275 748	146 558 220
31 - 60 Days	9 913 083	6 383 672
61 - 90 Days	3 980 112	2 713 710
91 - 120 Days	2 583 792	1 258 734
Greater than 120 days	48 326 181	28 032 884
Total	**219 078 917**	**184 947 220**
Estate		
Current (0 – 30 days)	2 123	1 869
31 - 60 Days	1 413	1 413
61 - 90 Days	1 413	1 179
91 - 120 Days	1 197	1 086
Greater than 120 days	97 000	92 809
Total	**103 145**	**98 356**
Refuse		
Current (0 – 30 days)	4 873 606	4 905 141
31 - 60 Days	1 233 109	1 515 664
61 - 90 Days	1 161 325	1 085 097
91 - 120 Days	979 438	1 029 559
Greater than 120 days	16 565 295	16 255 213
Total	**24 812 773**	**24 790 674**

9. RECEIVABLES FROM EXCHANGE TRANSACTIONS (Continued)

	2024 R	2023 - Restated R
VAT on Consumer Debtors - Statutory Receivables		
Current (0 – 30 days)	23 535 976	24 466 390
31 - 60 Days	1 705 872	1 214 794
61 - 90 Days	810 888	630 661
91 - 120 Days	552 899	356 682
Greater than 120 days	10 285 861	7 090 962
Total	**36 891 496**	**33 759 488**
Legal Fees		
Current (0 – 30 days)	83 028	784 562
31 - 60 Days	230 682	160 895
61 - 90 Days	113 232	432 349
91 - 120 Days	22 663	1 961
Greater than 120 days	7 206 390	6 221 690
Total	**7 655 994**	**7 601 457**
Encroachment and plot clearing		
Current (0 – 30 days)	29 100	43 616
31 - 60 Days	-	-
61 - 90 Days	-	-
91 - 120 Days	-	-
Greater than 120 days	446 254	486 694
Total	**475 354**	**530 309**
Sundry Adjustments		
Current (0 – 30 days)	362 575	447 918
31 - 60 Days	(30 091)	(49 322)
61 - 90 Days	(5 021)	(117 831)
91 - 120 Days	(6 041)	(29 325)
Greater than 120 days	(167 393)	(69 193)
Total	**154 029**	**182 248**
Interest		
Current (0 – 30 days)	951 892	617 443
31 - 60 Days	718 864	452 005
61 - 90 Days	610 119	378 323
91 - 120 Days	567 882	322 101
Greater than 120 days	14 201 038	11 423 280
Total	**17 049 796**	**13 193 151**

	2024 R	2023 - Restated R
Nett Credits included above		
Total	**616 410**	**1 314 450**

Statutory receivables included in receivables from Exchange transactions are as follows;

	2024 R	2023 - Restated R
Gross Debtors:		
VAT on Consumer Debtors	**36 891 496**	**32 591 148**
	36 891 496	**32 591 148**
Impairment:		
VAT on Consumer Debtors impairment	**(6 005 984)**	**(6 383 106)**
	(6 005 984)	**(6 383 106)**
Net Debtors:		
VAT on Consumer Debtors	**30 885 511**	**26 208 042**

Reconciliation of the Allowance for Impairment

	2024 R	2023 - Restated R
Balance at beginning of the year		
Receivables from exchange transactions	73 487 589	65 912 575
Long term receivables	2 215 105	2 728 659
Receivables from non-exchange transactions	229 521 783	223 415 851
Total balance at beginning of the year	**305 224 478**	**292 057 084**
(Release from) / Contribution to provision		
Receivables from exchange transactions	5 414 503	7 575 015
Long term receivables	7 909	(513 554)
Receivables from non-exchange transactions	9 889 566	6 105 933
Total (Release from) / Contribution to provision	**15 311 978**	**13 167 393**

	2024 R	2023 - Restated R
Balance at end of year		
Receivables from exchange transactions	78 902 092	73 487 589
Long term receivables	2 223 014	2 215 105
Receivables from non-exchange transactions	239 411 349	229 521 783
Total Balance at end of year	**320 536 455**	**305 224 478**
Bad debts written off		
Bad debts written off - Exchange Transactions	1 485 151	864 382
Bad debts written off - Non - Exchange Transactions	3 527 875	2 303 160
Total Bad debts written off	**5 013 025**	**3 167 542**

10. RECEIVABLES FROM NON-EXCHANGE TRANSACTIONS

	2024 R	2023 - Restated R
Rates - Statutory Receivables	223 595 897	204 447 864
Other debtors	198 173 697	186 152 396
Department of Housing - RDP projects	251 934	251 934
Operating leases	724 354	1 023 754
less: Allowance for impairment	(239 411 349)	(229 521 783)
	183 334 533	**162 354 165**
Rates		
Current (0 – 30 days)	33 436 940	32 865 406
31 - 60 Days	14 264 642	12 408 247
61 - 90 Days	11 845 746	9 981 435
91 - 120 Days	8 394 686	7 842 465
Greater than 120 days	155 653 884	141 350 311
Total	**223 595 897**	**204 447 864**
Other Debtors:		
Included in Other Debtors are:		
Traffic Fines Debtor - Statutory Receivables	143 913 092	132 166 256
Accrued Income	12 758 660	14 356 455
iLembe water deposits	56 491	56 491
Sundry Debtors - R&G	37 973 509	36 196 361
Prepaid expenditure	2 625 578	2 599 502
Housing bridge financing and medical aid	158 062	162 656
Over payment of contractors	224 052	224 052
Department of Transport (DOT) - Motor vehicle licensing commission	464 255	390 623
	198 173 697	**186 152 396**

Statutory receivables included in receivables from non-exchange transactions are as follows;

	2024 R	2023 - Restated R
Gross Debtors:		
Traffic Fines	**143 913 092**	**132 166 256**
Property Rates	**223 595 897**	**204 447 864**
	367 508 989	**336 614 120**
Impairment:		
Traffic Fines impairment	**(95 071 916)**	**(88 729 720)**
Property Rates impairment	**(100 596 415)**	**(132 615 008)**
	(195 668 331)	**(221 344 728)**
Net Debtors:		
Traffic Fines	**48 841 176**	**43 436 536**
Property Rates	**122 999 482**	**71 832 856**
	171 840 659	**115 269 392**

Traffic fines constitute both spot fines and summonses. They are issued in terms of the Criminal Procedures Act, hence this is therefore recognised as a statutory receivable. Revenue from traffic fines is initially measured on the value stipulated on the notice, summons or equivalent document. The revenue from traffic fines is subject to further judicial process which is outside the municipality's control. These reductions are not considered in measuring the revenue and receivable on initial recognition. This is because of the high degree of uncertainty in estimating the likely outcome of this process. Once this separated process has been concluded, any reductions are accounted for as a change in estimated revenue and in accordance with IGRAP1.

Property rates is levied in terms of the Municipal Properties Rates Act, hence this is therefore recognised as a statutory receivable. The receivable is calculated by applying the Council approved rates randage against the valuation of the individual properties within the municipal jurisdiction. Council approved rebates and exemptions are further applied to reduce the receivable. Interest and admin charges are applied on outstanding debt as per council's approved tariff of charges.

The basis of impairment takes into account the following:
1. The estimate was determined in accordance with the Credit Control Policy of the municipality, and the impairment methodology.
2. In assessing whether statutory receivables are impaired, management considered both individual receivables that may be impaired as well as groups of similar receivables that may be impaired.
3. The total debtors were further separated into groups of similar receivables with similar risk profiles and assessed for impairment (indigent, in liquidation, accounts not paid for 3 months or longer, handed-over and deemed not recoverable and handed over accounts that have not been paid in the last 3 months and longer - 100%)

	2024 R	2023 - Restated R

11 VAT Receivable

	2024	2023 - Restated
VAT	**44 097 192**	**72 107 994**

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

These amounts are receivable by the municipality as a result of transaction attracting value added tax (VAT) as legislated under the Value Added Tax Act 89 of 1991 from the South African Revenue Services.
VAT is deemed as Statutory Receivables

No impairments against the VAT receivables.

12 Short term investments

The municipality has the following short term investments

	2024	2023 - Restated
ABSA Bank Account - Stanger Branch Account Number 2079270909	32,512,741	32,512,741
ABSA Bank Account - Stanger Branch Account Number 2080460797	-	25,829,730
Nedbank Bank Account - Treasury Branch Account Number 03/7881022337/000169/000171	-	15,897,390
Nedbank Bank Account - Treasury Branch Account Number 03/7881022337/173	10,862,027	10,000,000
Nedbank Bank Account - Treasury Branch Account Number 03/7881022337/174	27,000,000	-
ABSA Bank Account - Stanger Branch Account Number 2081342297	10,000,000	-
	80 374 769	**84 239 862**

13 Cash and cash equivalents

Cash and cash equivalents consist of:	Bank statement balances 2024	Bank statement balances 2023	Cash book balances 2024	Cash book balances 2023
Bank Balances and short term deposits	1,348,438,691	1,790,899,695	1,355,716,370	1,805,281,205

The municipality had the following Investment and Bank accounts

Account number / description	Bank statement balances 2024	Bank statement balances 2023	Cash book balances 2024	Cash book balances 2023
First National Bank Account - Stanger Branch Account Number 62288308672	757,440	708,710	757,440	708,710
First National Bank Account - Stanger Branch Account Number 62288306147	376,653	353,606	376,653	353,606
First National Bank Account - Stanger Branch Account Number 62363519251	-	18,784,858	-	18,784,858
ABSA Account - Durban Branch Account Number 93 1800 0892	1,240,328	74,687,597	1,240,328	74,687,597
ABSA Bank Account - Stanger Branch Account Number 9330098057	42,334,194	39,139,697	42,334,194	39,139,697
ABSA Bank Account - Stanger Branch Account Number 932 12992298	947,980	877,758	947,980	877,758
ABSA Bank Account - Stanger Branch Account Number 932 1890676	284,367	263,302	284,367	263,302
ABSA Bank Account - Stanger Branch Account Number 932 1890529	1,052,223	974,278	1,052,223	974,278
ABSA Bank Account - Stanger Branch Account Number 932 1063433	3,606,547	3,339,387	3,606,547	3,339,387
ABSA Bank Account - Stanger Branch Account Number 932 1889635	4,800,721	4,445,101	4,800,721	4,445,101
ABSA Bank Account - Stanger Branch Account Number 932 1890113	327,159	302,924	327,159	302,924
ABSA Bank Account - Stanger Branch Account 932 3556707	15,257,143	14,112,882	15,257,143	14,112,882
ABSA Bank Account - Stanger Branch Account Number 932 6885911	7,416,409	6,867,028	7,416,409	6,867,028
First National Bank Account - Stanger Branch Account Number 53730256310: Cheque Account	-	-	-	1,329,289

13 Cash and cash equivalents (Continued)

Account number / description	Bank statement balances 2024	Bank statement balances 2023	Cash book balances 2024	Cash book balances 2023
Primary Bank Account ABSA Bank Stanger Branch Account Number 4087 627126	160,044,541	30,410,721	167,044,541	43,188,883
Grants Bank Account (2) ABSA- Stanger Branch Account Number 408 8893526: Cheque Account	70,372,484	65,781,284	70,372,484	65,781,284
ABSA Bank - Stanger Branch Account Number 408 8890536	5,581,749	2,879,445	5,581,749	2,879,445
ABSA Bank - Stanger Branch Account Number 408 8890196	1,919,727	4,148,020	1,919,727	4,148,020
ABSA Bank - Stanger Branch Account Number 408 889105	13,533,619	12,647,823	13,533,619	12,647,823
ABSA Bank - Stanger Branch Account Number 408 8891427	39,640	38,875	39,640	38,875
ABSA Bank - Stanger Branch Account Number 408 8892732	56,230	54,382	56,230	54,382
ABSA Bank - Stanger Branch Account Number 408 8893047	158,151	149,651	158,151	149,651
ABSA Bank - Stanger Branch Account Number 408 8893306	30,946	30,744	30,946	30,744
ABSA Bank - Stanger Branch Account Number 93 5527 2791	9,905,725	9,171,945	9,905,725	9,171,945
ABSA Bank - Stanger Branch Account Number 9357410284	17,242,244	16,154,881	17,242,244	16,154,881
ABSA Bank Account - Stanger Branch Account Number 93 3046 2759	3,038,795	2,813,692	3,038,795	2,813,692
ABSA Bank Account - Stanger Branch Account Number 93 3924 6273	16,619,097	15,372,692	16,619,097	15,372,692
ABSA Bank Account - Stanger Branch Account Number 93 3252 2727	-	6,621,068	-	6,621,068
ABSA Bank Account - Stanger Branch Account Number 40 9577 4472	222,007,694	111,835,203	222,007,694	111,835,203
Standard Bank Account - Durban Branch Account Number 058756442-092	50,498,077	46,731,729	50,498,077	46,731,729
Standard Bank Account - Durban Branch Account Number 058756442-094	59,204,775	54,789,046	59,204,775	54,789,046
Nedbank Account - Stanger Branch Account Number 03/7881022337/166	75,168,297	69,392,406	75,168,297	69,392,406
Investec Bank Account - Durban Branch Account Number 1100-482666-620	50,902,512	46,595,151	50,902,512	46,595,151
ABSA Bank Account - Stanger Branch Account Number 4100653842	3,220,351	2,973,959	3,220,351	2,973,959
Nedbank Bank Account - Treasury Branch Account Number 03/7881022337/163	-	2,670	-	2,670
Petty Cash & Cash on hand	-	-	277,680	274,059
ABSA Bank Account - Stanger Branch Account Number 93 7782 6059 (Disaster R&R Grant)	475,451,031	1,059,700,030	475,451,031	1,059,700,030
ABSA Bank Account - Stanger Branch Account Number 93 734 01425 (Disaster R Grant)	14,444,248	67,747,149	14,444,248	67,747,149
Investec Bank Account - Durban Branch Account Number 1100-482666-621	20,597,594	-	20,597,594	-
	1,348,438,691	**1,790,899,695**	**1,355,716,370**	**1,805,281,205**

	2024 R	2023 - Restated 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	2 656 820	3 030 015
Housing Inventory	123 406	135 227
Debtors	316 112	474 581
Debtors: Department of Human Settlements	251 934	251 934
Accumulations	5 512 911	5 020 371
Prepaid debtors	(133 028)	(183 972)
	8 728 156	**8 728 156**

16 LEASES

Minimum Finance lease payments due:		
Within one year	1,281,491	26,796
Later than 1 year and no later than 5 years	1,795,349	44,660
	3,076,840	**71,456**
less: Future finance charges	(407 884)	(10 366)
Present value of minimum lease payments	**2,668,956**	**61,090**

Present value of minimum Finance lease payments due:		
Within one year	1,021,753	20,710
Later than 1 year and no later than 5 years	1,647,203	40,380
	2,668,956	**61,090**

The municipality has entered into a lease agreement with Vodacom for the use of tablets effective March 2023.

The municipality had entered into lease agreement with Motswako Office Solutions for the use of photocopy machines, effective 01 December 2023. The lease runs for a period of 3 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	864 475	823 309
Later than 1 year and no later than 5 years	907 698	1 772 173
Later than 5 years	-	-
	1 772 173	**2 595 482**

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. Rental income escalates at 5% per annum.

	2024 R	2023 - Restated 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	-	-
Later than 1 year and no later than 5 years	-	-
Later than 5 years	-	-
	-	**-**

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. Rental expense escalates at 8% per annum. The lease is currently month to month.

17 Unspent conditional grants, receipts and Public contributions

Unspent conditional grants and receipts comprises of:

	2024 R	2023 - Restated R
Unspent conditional grants and receipts:		
Energy Efficiency and Demand Side Management Grant	1,051	-
Municipal Infrastructure Grant	-	148,777
Department of Minerals and Energy DME (INEP)	485,348	1,145,832
New library	-	508,000
Housing Accreditation	15 467	3,300,988
Ballito Junction Road	9,873,612	9,873,612
IFA Hulletts Sports Facility	97,810	97,810
IFA Hulletts Beach Node Development	20,725	20,725
KZN EDTEA - Prize Money cleanest town	477,223	1,000,000
Title Deeds Restoration Grant	2,688,225	2,688,225
Natural Resource Management Project Grant (EDTEA)	212,868	192,437
Housing Grant (DOHS)	51,688,383	48,249,726
Municipal Disaster Response Grant	20,317,734	26,823,089
Municipal Disaster Recovery Grant (R&R)	338,048,171	899,719,693
CETA Candidacy grant	-	-
Municipal Employment Initiative Grant	77,913	1,000,000
Energy Loss Project (EDTEA) Vuthela Project	9,420,300	-
	433,424,830	**994,768,912**

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

18 Provisions

	2024 R	2023 - Restated 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	2,869,573	2,760,651
Additional provision raised	132,000	108,922
Increases (Passage of Time/Discounted Rate)	-	-
Decreases (Passage of Time/Discounted Rate)	-	-
Total	3,001,573	2,869,573
Total Current Provision:	**3,001,573**	**2,869,573**

	2024 R	2023 - Restated R
Reconciliation of Non - Current provision		
1. Rehabilitation of Landfill Site		
Opening balance	11,268,362	11,344,069
Additions / (Decrease) to provisions	518,345	(75,708)
Increases (Passage of Time/Discounted Rate)	-	-
Decreases (Passage of Time/Discounted Rate)	-	-
Total	**11,786,706**	**11,268,362**
2. Developers Contribution		
Opening balance	5,504,431	5,775,147
Additions / (Decrease) to provisions	646,771	(270,716)
Utilised during the year	-	-
Total	**6,151,202**	**5,504,431**
3. Deferred Interest		
Opening balance	3,079,823	2,809,107
Additions / (Decrease) to provisions	(646,771)	270,716
Utilised during the year	-	-
Total	**2,433,052**	**3,079,823**
Total Non - Current Provision:	**20,370,961**	**19,852,616**
Total Current Provision:	3,001,573	2,869,573
Total Non - Current Provision	20,370,961	19,852,616
Total Provisions:	**23,372,534**	**22,722,189**
Net adjustments to Provisions	650,345	33,214

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 R14 788 279 as the present value.

The provision created for the Developers Contribution is based on potential reimbursement of bulk infrastructure development undertaken by the respective developers. These are in terms of agreements signed between the municipality and the relevant developers and reimbursements will only occur when various conditions have been met.

19 Long term Liabilities

Loans - Bank Loans

Bear interest at 9.73% to 11.36% and is redeemed in bi-annual instalments, including interest, over varying periods until 2032.

Please refer to Appendix A for further details.

	2024 R	2023 - Restated R
Loans	162,407,406	176,095,772
Current portion transferred to Current Liabilities	(14,705,436)	(13,688,366)
Total Long Term Liabilities	**147,701,970**	**162,407,406**

	2024 R	2023 - Restated R

20 TRADE & OTHER PAYABLES

	2024 R	2023 - Restated R
Trade payables	355 748 529	358 895 998
Payments received in advance	37 248 806	36 931 890
Other creditors	32 736 213	21 274 225
Housing Agency Creditor - Department of Human Settlements	(6 079)	(6 079)
Expenditure captured on Cash Book but not released	11,067	4,762,803
Deposits - other	5 138 415	3 543 235
Staff leave	29 553 900	28 792 044
Staff bonus	12 725 822	12 185 648
Retentions	81 083 067	37 638 592
	554 239 740	**504 018 356**

Payments in advance includes prepaid electricity accruals

21 Consumer Deposits

	2024 R	2023 - Restated R
Consumer Deposits in respect of:		
Electricity	43,700,118	43,728,074
Other	188 079	163 653
	43 888 198	**43 891 727**

22 Service charges

	2024 R	2023 - Restated R
Sale of electricity	1,236,948,642	1,049,156,971
Refuse removal	97,659,446	91,191,356
	1,334,608,088	**1,140,348,327**

23 Other Income

	2024 R	2023 - Restated R
Contributions demand based	23,430,315	20,204,845
Building plan fees	12,266,168	9,373,236
Sundries	469,408	426,701
Proceeds from Insurance	6,650,998	365,082
Admin charges	2,010,616	1,941,187
Miscellaneous income	5,507,498	6,243,115
Special Rating Areas Income	-	-
Advertising	5,360,139	4,069,722
Road Master Plans	1,845,664	1,045,452
Burial Fees	863,292	868,318
Staff recoveries	602,400	-
	59 006 497	**44 537 658**

24 Investment revenue

	2024 R	2023 - Restated R
Interest revenue		
Interest Earned on Investments & Bank Accounts	**142 346 192**	**92 384 206**

	2024 R	2023 - Restated R

25 PROPERTY RATES

	2024 R	2023 - Restated R
Residential	368 557 156	337 780 830
Business and Commercial	150 054 185	131 103 955
Industrial	34 330 025	32 361 331
Mining	205 229	192 708
Education and State	12 059 843	11 324 787
Agriculture	3 455 392	1 534 309
Vacant	107 755 267	92 439 976
Public Service Infrastructure	18 801	17 387
Illegal Use/Unauthorised Use	13 168 110	6 562 101
Special rating areas	13 798 695	13 205 814
Total Actual Assessment Rates	**703 402 702**	**626 523 197**

Property Valuations		
Residential	63 574 170 586	61 625 157 586
Commercial	9 207 343 000	8 818 763 000
Education and State	564 179 000	564 379 000
Municipal	1 468 603 000	1 461 117 000
Agriculture	4 363 352 000	4 280 007 000
Vacant	5 406 465 000	4 973 752 600
Land reform	1 251 442 000	1 252 242 000
Monuments	2 620 000	2 620 000
Public Service Infrastructure	1 607 352 000	1 607 352 000
Worship / Public Benefit Organisations	262 840 000	236 190 000
Illegal Use/Unauthorised Use	262 076 000	243 260 000
Total Property Valuations	**87 970 442 586**	**85 064 840 186**

The last general valuation came into effect on 01July 2021

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

	2024	2023
Residential, informal settlements, land reform, monuments	0.921	0.865
Residential for commercial purposes	2.850	0.948
Agricultural	0.231	0.217
Industrial, business and commercial, vacant, public infrastructure, Municipal owned and worship	2.850	2.676
Properties used by an organ of state and used for public service purposes	2.850	2.676
Guest houses	2.850	2.422
Public service infrastructure	0.231	0.217
Illegal Use/Unauthorised Use	0.050	0.050

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.

	2024 R	2023 - Restated 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	50%	50%

Rates are levied as follows (in terms of Section 26 of the Municipal Property Rates Act No. 6 of 2004) for the 2023/2024 financial year:

On an annual basis, by application, and the final date of payment being:	30 September 2023	30 September 2022
On a monthly basis, and the final dates of payment being the last working day of the month from August 2023 to June 2024.		
Interest is levied on outstanding rates per annum at :	10% per annum	10% per annum
Plus administration 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

	2024 R	2023 - Restated R
Equitable Share	259 016 143	228 012 000
Municipal Infrastructure Grant	40 788 776	68 722 222
Financial Management Grant	1 750 000	1 750 000
Department of Minerals and Energy - INEP	11 460 484	14 272 168
Community Library Services Grant	1 270 000	762 000
Library Subsidy	5 890 000	5 890 000
Title Deeds Restoration Grant	-	-
Museum	249 000	235 000
Energy Efficiency & Demand Side Management Grant	6 998 949	-
Expanded Public Works Programme	1 624 000	1 868 000
Housing Accreditation	5 200 245	5 533 779
Natural Resource Management Project Grant (EDTEA)	1 479 568	1 507 563
Municipal Disaster Response Grant	28 532 355	82 219 911
Municipal Disaster Recovery Grant (R&R)	561 671 522	371 378 307
CETA Candidacy grants	-	-
General Budget Support - GBS Grant (SCADA)	15 630 264	-
General Budget Support - GBS Grant (Ease of Business)	12 477 771	-
Municipal Employment Initiative Grant	922 087	-
KZN EDTEA - Cleanest town Prize money	522 777	-
Energy Loss Project (EDTEA) Vuthela Project	-	-
	955 483 941	**782 150 951**

	2024 R	2023 - Restated R

Equitable Share

Balance unspent at the beginning of year	-	-
Current year receipts	259 016 143	228 012 000
Conditions met – transferred to revenue	(259 016 143)	(228 012 000)
	-	-

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

Municipal Infrastructure Grant

Balance unspent at beginning of year	148 755	
Current year receipts	40 640 000	68 871 000
Conditions met - transferred to revenue	(40 788 776)	(68 722 245)
Paid back to the National Revenue Fund	-	-
Conditions still to be met - remain liabilities (see note 17)	**(21)**	**148 755**

This grant was used for municipal infrastructure.
The original allocation was reduced via the adjustments DORA Government Notice No. 4540

Financial Management Grant

Current year receipts	1 750 000	1 750 000
Conditions met - transferred to revenue	(1 750 000)	(1 750 000)
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.

Department of Minerals and Energy Grant - INEP

Balance unspent at beginning of year	1 145 832	-
Current year receipts	10 800 000	15 418 000
Conditions met - transferred to revenue	(11 460 484)	(14 272 168)
Conditions still to be met - remain liabilities (see note 17)	**485 348**	**1 145 832**

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

Community Library services grant

Balance unspent at beginning of year	508 000	-
Current year receipts	762 000	1 270 000
Conditions met - transferred to revenue	(1 270 000)	(762 000)
Conditions still to be met - remain liabilities (see note 17)	**-**	**508,000**

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

Museum

	2024 R	2023 - Restated R
Balance unspent at beginning of year	-	-
Current year receipts	249 000	235 000
Conditions met - transferred to revenue	(249 000)	(235 000)
Conditions still to be met - remain liabilities (see note 17)	**-**	**-**

This grant is for the Museum expenditure incurred.

Energy Efficiency & Demand Side Management

	2024 R	2023 - Restated R
Balance unspent at beginning of year	-	-
Current year receipts	7 000 000	-
Conditions met - transferred to revenue	(6 998 949)	-
Paid back to the National Revenue Fund	-	-
Conditions still to be met - remain liabilities (see note 17)	**1,051**	**-**

This grant is for community upliftment

Expanded Public Works Program

	2024 R	2023 - Restated R
Balance unspent at beginning of year	-	-
Current year receipts	1 624 000	1 868 000
Conditions met - transferred to revenue	(1 624 000)	(1 868 000)
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.

26 Government grants and subsidies

Library Subsidy

	2024 R	2023 - Restated R
Balance unspent at beginning of year	-	-
Current year receipts	5 890 000	5 890 000
Conditions met - transferred to revenue	(5 890 000)	(5 890 000)
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

	2024 R	2023 - Restated R
Balance unspent at beginning of year	3 300 988	6 550 354
Current year receipts / transfers in	1 914 724	2 284 412
Conditions met - transferred to revenue	(5 200 245)	(5 533 779)
Conditions still to be met - remain liabilities (see note 17)	**15 467**	**3 300 988**

This grant is for community upliftment

General Budget Support - GBS Grant (SCADA)

	2024 R	2023 - Restated R
Balance unspent at beginning of year	-	-
Current year receipts	15 630 264	-
Conditions met - transferred to revenue	(15 630 264)	-
Paid back to the National Revenue Fund	-	-
Conditions still to be met - remain liabilities (see note 17)	**-**	**-**

This grant is for Electricity Network Management.

General Budget Support - GBS Grant (Ease of Business)

	2024 R	2023 - Restated R
Balance unspent at beginning of year	-	-
Current year receipts	12 477 771	-
Conditions met - transferred to revenue	(12 477 771)	-
Paid back to the National Revenue Fund	-	-
Conditions still to be met - remain liabilities (see note 17)	**-**	**-**

This grant is for Economic Development and Planning.

Title Deeds Restoration Grant

	2024 R	2023 - Restated R
Balance unspent at beginning of year	2 688 225	2 688 225
Current year receipts	-	-
Conditions met - transferred to revenue	-	-
Conditions still to be met - remain liabilities (see note 17)	**2 688 225**	**2 688 225**

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

Natural Resource Management Project Grant (EDTEA)

	2024 R	2023 - Restated R
Balance unspent at beginning of year	192 437	1 700 000
Current year receipts	1 500 000	-
Conditions met - transferred to revenue	(1 479 568)	(1 507 563)
Conditions still to be met - remain liabilities (see note 17)	**212 868**	**192 437**

This grant is in respect of the Mavivane Transformative Riverine Management Project (TRMP) dealing with the rehabilitation of river catchments and addressing the issues of climate change.

Municipal Disaster Response Grant

	2024 R	2023 - Restated R
Balance unspent at beginning of year	26 823 089	-
Current year receipts	22 027 000	109 043 000
Conditions met - transferred to revenue	(28 532 355)	(82 219 911)
Conditions still to be met - remain liabilities (see note 17)	**20 317 734**	**26 823 089**

Municipal Disaster Recovery Grant (R&R)

	2024 R	2023 - Restated R
Balance unspent at beginning of year	899 719 693	-
Current year receipts	-	1 271 098 000
Conditions met - transferred to revenue	(561 671 522)	(371 378 307)
Conditions still to be met - remain liabilities (see note 17)	**338 048 171**	**899 719 693**

CETA Candidacy Grant

	2024 R	2023 - Restated R
Balance unspent at beginning of year	-	-
Current year receipts	-	-
Conditions met - transferred to revenue	-	-
Conditions still to be met - remain liabilities (see note 17)	**-**	**-**

Municipal Employment Initiative Grant

	2024 R	2023 - Restated R
Balance unspent at beginning of year	1 000 000	1 000 000
Current year receipts	-	-
Conditions met - transferred to revenue	(922 087)	-
Conditions still to be met - remain liabilities (see note 17)	**77 913**	**1 000 000**

	2024 R	2023 - Restated R
Energy Loss Project (EDTEA) Vuthela Project		
Balance unspent at beginning of year	-	-
Current year receipts	9 420 300	-
Conditions met - transferred to revenue	-	-
Conditions still to be met - remain liabilities (see note 17)	**9 420 300**	**-**

		2024 R	2023 - Restated R
27	**Public Contributions**		
	IFA Hulletts Sports Facility	-	-
	Ballito Junction Road	-	-
	IFA Hulletts Beach Node Development	-	-
	KwaDukuza Mall Development	-	-
	KZN EDTEA - Cleanest town Prize money	(522 777)	-
		(522 777)	**-**
	Balance unspent at beginning of year	10 992 147	9 992 147
	Current-year receipts	-	1,000,000
	Conditions met - transferred to revenue	(522,777)	-
	Balance unspent at end of year (Note 16)	**10 469 370**	**10 992 147**
	Conditions still to be met - remain liabilities (see note 17)		
28	**Employee related costs**		
	Basic	310,112,953	281,973,055
	Bonus	23,969,392	21,814,499
	Medical aid - company contributions	30,240,183	27,722,117
	UIF	2,303,219	2,199,285
	Industrial council levies	149,875	136,069
	Leave pay provision charge	9,318,370	9,474,814
	Leave & bonus provision expense	1,302,029	5,241,571
	Travelling allowances	18,228,052	17,726,345
	Overtime payments	76,484,959	66,657,454
	Housing benefits and allowances	1,207,652	1,148,983
	Group Life Assurance	3,184,122	2,860,673
	Pension Contributions	55,003,653	52,150,195
	Standby, Uniform, Telephone and Tool allowances	19,320,572	15,986,498
		550,825,030	**505,091,558**

	2024 R	2023 - Restated R
Remuneration of the Municipal Manager		
Salary and Allowances	1,955,496	1,525,037
Travel Allowance	96,000	96,000
Cell Allowance	17,160	17,160
Performance Bonus	145,441	68,962
Pension	180,459	146,708
Other contributions	2,125	2,125
Leave Pay Out	-	-
	2 396 681	**1 855 992**

	2024 R	2023 - Restated R
Remuneration of the Chief Financial Officer		
Salary and Allowances	1 105 804	1 028 749
Travel Allowance	612 558	569 864
Cell Allowance	14 520	14 520
Performance Bonus	-	122 205
Pension	237 758	212 673
Other contributions	2 125	2 125
	1 972 765	**1 950 136**
Executive Director: Economic Development & Planning		
Salary and Allowances	1 372 222	1 197 213
Travel Allowance	186 000	96 000
Cell Allowance	14 520	14 520
Performance Bonus	166 932	101 421
Pension	250 657	236 544
Other contributions	2 125	915
	1 992 456	**1 646 613**
Executive Director: Corporate Services		
Salary and Allowances	1 665 245	1 243 468
Travel Allowance	89 242	-
Cell Allowance	121 611	11 765
Leave Pay	-	-
Performance Bonus	-	-
Pension	-	-
Other contributions	2 303	1 948
	1 878 401	**1 257 181**
Executive Director: Community Safety		
Salary and Allowances	1 686 427	1 368 497
Travel Allowance	120 000	120 000
Cell Allowance	14 520	14 520
Performance Bonus	133 546	72 444
Pension	-	-
Other contributions	2 125	2 125
	1 956 618	**1 577 586**
Executive Director: Community Services & Public Amenities		
Salary and Allowances	1 423 708	1 022 539
Travel Allowance	180 000	180 000
Cell Allowance	14 520	14 520
Performance Bonus	166 932	101 421
Pension	233 490	196 499
Other contributions	2 125	3 335
	2 020 776	**1 518 314**
Chief Operations Officer		
Salary and Allowances	1 450 142	1 158 446
Travel Allowance	135 000	164 400
Cell Allowance	14 520	14 520
Performance Bonus	133 546	72 444
Pension	230 784	210 338
Other contributions	2 125	2 125
	1 966 118	**1 622 272**

	2024 R	2023 - Restated R
Executive Director: Civil Engineering & Human Settlements		
Salary and Allowances	195 621	1 039 350
Travel Allowance	50 000	80 000
Cell Allowance	2 420	12 100
Performance Bonus	-	43 466
Pension	23 912	174 971
Other contributions	177	1 948
	272 130	**1 351 836**

The Executive Director: Civil Engineering & Human Settlements was appointed on the 01 May 2024.

	2024 R	2023 - Restated R
Executive Director: Electrical Engineering Services		
Salary and Allowances	1 384 534	1 178 885
Travel Allowance	180 000	180 000
Cell Allowance	14 520	14 520
Performance Bonus	116 852	72 444
Pension	233 490	196 499
Other contributions	2 125	2 125
	1 931 522	**1 644 472**

29 REMUNERATION OF COUNCILLORS

	2024 R	2023 - Restated R
Mayor	1 092 451	1 155 510
Deputy Mayor	-	788 732
Speaker	883 049	964 138
Executive Committee (EXCO)	8 362 871	7 434 247
Councillors	17 668 678	19 600 460
Councillors’ pension contribution	2 639 572	2 835 748
Traditional leaders	20 800	32 800
	30,667,422	**32,811,634**

The post of the Deputy Mayor was vacant in 2023/2024 financial year.

30 Depreciation and amortisation

	2024 R	2023 - Restated R
Property, Plant & Equipment	119 723 434	93 332 285
Intangible assets	107 465	153 842
	119 830 899	**93 486 128**

31 Impairment Loss

	2024 R	2023 - Restated R
Impairments / (Impairment Reversals)		
Property, Plant & Equipment	2,250,569	3,880,773
Inventory	- 871,427	1,028,646
	1,379,142	**4,909,419**

32 Finance costs

	2024 R	2023 - Restated R
Finance costs on borrowings	**16 842 555**	**18 001 678**

	2024 R	2023 - Restated R
33 Debt impairment and write offs		
Receivables from exchange transactions		
Debt impairment movement for the year	5,197,947	1,246,191
Bad debt written off	1,485,151	880,515
	6,683,098	**2,126,706**
Receivables from non-exchange transactions		
Debt impairment movement for the year	3,758,491	11,549,140
Bad debt written off	3,527,875	2,728,718
	7,286,366	**14,277,858**
Traffic fines		
Debt impairment movement for the year	6,355,540	372,062
	6,355,540	**372,062**
Total for the year	**20,325,003**	**16,776,626**
Summary:		
Contributions to debt impairment provision	15 311 978	13 167 393
Bad debts written off	5 013 025	3 609 233
	20 325 003	**16 776 626**
34 Bulk purchases		
Electricity	**1 240 642 730**	**1 020 839 395**

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 an 18.49% tariff hike in favour of Eskom for the 2023/2024 financial year.

	2024 R	2023 - Restated R

35 GENERAL EXPENSES

Included in general expenses is the following: -

	2024 R	2023 - Restated R
Replacement of faulty meters	415 373	387 268
Marketing and social responsibility	2 458 940	1 628 068
Audit fee - external audit	6 860 292	5 048 522
Bank charges	4 796 933	4 170 389
Insurance general	8 062 312	6 573 070
Ward Committee	4 960 500	3 945 290
Advertising	4 070 548	3 886 568
Printing, Stationery & postage	4 568 703	4 849 604
SALGA Subscriptions	6 465 949	5 814 238
Water & Sanitation	11 272 199	11 141 763
Sundry Oils & Fuels	15 977 821	15 803 315
Staff & councillor training costs and bursaries	4 836 361	2 336 735
Travelling & subsistence	2 053 985	3 998 290
Telephone calls / rentals	2 736 013	5 225 595
Software support & licences and agreements	13 591 514	6 200 581
Miscellaneous Expenses	2 798 963	2 995 581
Special Rating Area Expenditure	14 889 993	12 242 978
Public Affairs	2 065 457	180 000
Workman's Compensation	3 823 956	3 040 237
Skills Development Levy	4 521 671	4 110 593
Commission on Electricity vending	4 013 582	4 448 656
Indigent Support - Grass cutting	3 779 515	3 184 333
TOTAL GENERAL EXPENSES	**129 020 579**	**111 211 673**

36 Fair value adjustment

	2024 R	2023 - Restated R
Investment property (Fair value model)	**4 294 000**	**7 746 000**

37 Commitments

Authorised capital expenditure

	2024 R	2023 - Restated R
Approved and Contracted for:		
Infrastructure	676 265 977	420 922 921
Community	29 748 866	65 431 555
	706 014 842	**486 354 476**

	2024 R	2023 - Restated R
Total capital commitments		
Approved and Contracted for:	**706 014 842**	**486 354 476**

Capital Commitments are exclusive of VAT

38 Contingent liabilities

Details of Contingent Liabilities

	2024 R	2023 - Restated 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
SMADA Construction - municipality is being sued for contractual damages due to cancellation of contract.	18,841,161	18,841,161
B S P Pillay - the Plaintiff is suing a municipal employee in her personal capacity for the damages, who was acting under her scope of employment.	149,640	149,640
Rejoice T Ndlovu - claim against the municipality for damages suffered in the removal of a fence	300,000	250,000
Lorris L Sunker - claim against the municipality from damages to vehicle by pot holes	26,330	26,330
Wandile Nicolson Ndaba - claim against the municipality for breach of agreement - duplication of sale of property ERF 56 Shakaville.	50,000	50,000
Catide Investments (Pty) Ltd- claim against the municipality in respect of services rendered in the Sakhamkhaya Housing Project.	1,341,626	1,125,751
T P Ngcobo & Associates - this matter is linked to the Sakhamkhaya Housing project.	3,033,723	1,078,603
Keith A MacVicar - claim against the municipality - stormwater damage to the plaintiffs property	180,000	100,000
Edison Power (PTY) Ltd - this is a claim against the municipality in respect of a tender.	550,000	-
Dladla & others - claim against the municipality for overtime worked	457,472	-
Performance bonuses for Section 57 managers	772,287	402,064
The performance bonus provision relating to Section 57 managers reporting to the Municipal Manager and Municipal Manager is payable after the approval of annual performance assessment report for the period 2023/2024 financial year. The bonus is based on the assessment outcome.		
Contingent Liability for Salaries, Allowances and Benefits of Different Members of Municipal Councils		
Contingent liability payable to municipal councils upon publishing of Gazette by the Minister for Cooperative Governance and Traditional Affairs – determination of upper limits of the salaries, allowances and benefits of the different members of municipal councils on an annual basis.	1,606,807	1,120,433
	134 680 356	**130 515 291**

	2024 R	2023 - Restated R

39 Related parties and close family members

Related Parties

Staff member: P Murugan		
General Expenses for the year:	167,416	257,546
Contract Value	167,416	257,546

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

Councillor: G Govender		
General Expenses for the year:	25,818	46,920
Contract Value	25,818	46,920

Nature of Transaction: The son of the Councillor owns a company that provides panel beating and spray painting services.

Councillor: C M Naicker		
General Expenses for the year:	1,671,838	1,926,321
Contract Value	1,671,838	1,926,321

Nature of Transaction: The son of the Councillor provided uniform and protective clothing services to the municipality.

Staff member: M Naidoo		
General Expenses for the year:	39,767	5,635
Contract Value	39,767	5,635

Nature of Transaction: The relative of the employee provides air-conditioning services to the municipality.

Staff member: N Nxumalo		
General Expenses for the year:	1,984,096	2,437,644
Contract Value	1,984,096	2,437,644

Nature of Transaction: The partner of the employee provides fixtures and fittings to the municipality.

Staff member: J Sewdular		
General Expenses for the year:	12,767,919	7,289,113
Contracted Value	12,767,919	7,289,113

Nature of Transaction: The spouse of the employee provides consultancy services in respect of various projects.

	2024 R	2023 - Restated R
Staff member: L Mwandla		
General Expenses for the year:	150,525	205,150
Contracted Value	150,525	205,150

Nature of Transaction: The partner of the employee provides construction services to the municipality.

Staff member: T Ntuli		
General Expenses for the year:	10,500	
Contracted Value	10,500	

Nature of Transaction: The spouse of the employee provides sound equipment hire services to the municipality.

Staff member: B Mchune		
General Expenses for the year:	8,400	
Contracted Value	8,400	

Nature of Transaction: The spouse of the employee provides catering services to the municipality.

Staff member: Mr Mkhize		
General Expenses for the year:	21,264	
Contracted Value	21,264	

Nature of Transaction: The spouse of the employee provides building maintenance services to the municipality.

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

Awards to close family members of persons in the Service of the State:	**2024**
Particulars of Award	Conlog
Expenditure	R24 810
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	R747 827
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	R351 901.78
Individual's name / Service Provider	Mrs Divesh
Relation in Service of the State	Spouse
State Employer	Dept. Of Education
Particulars of Award	Munsoft
Expenditure	R2 608 011
Individual's name / Service Provider	M Rerani
Relation in Service of the State	Daughter
State Employer	Office of Chief Justice

	2024 R	2023 - Restated R

Awards to close family members of persons in the Service of the State: - Cont.	**2024**
Particulars of Award	PSA Africa
Expenditure	R7 245
Individual's name / Service Provider	T Frost
Relation in Service of the State	Spouse
State Employer	Dept. Of Justice
Particulars of Award	Allied Hardware
Expenditure	R147 983
Individual's name / Service Provider	Dr A Kazi
Relation in Service of the State	Son
State Employer	Intern Doctor - Stanger Hospital
Particulars of Award	Amanganga Power
Expenditure	R17 743
Individual's name / Service Provider	N Dlamini
Relation in Service of the State	Mother
State Employer	Educator - Lee Primary

40 Change in estimate

Property, Plant and equipment

The Municipality reviewed the remaining useful lives of items of property, plant and equipment and intangible assets. Adjustments to these useful 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 R4 446 902 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:

	2024
Community Assets	(939 996)
Electricity Infrastructure	(220 418)
Roads and Storm water	(374 101)
Furniture and Fittings	(1 750 321)
Vehicles	(1 091 358)
Intangible Assets	(51 375)
Solid Waste	(19 334)
	(4 446 902)

	2024 R	2023 - Restated R
41 Prior Period Errors		
Errors and reclassification in terms in mSCOA prescripts		
The comparatives for 2022/2023 have been restated in respect of the following reallocations:		
41.1 Restatement of General Expenses (Note 35)		**166,210,102**
General expenses as previously reported		
Reallocation of General Expenses to Contracted Services		(33 582 555)
Reallocation of General Expenses from Contracted Services		8,326,066
Reallocation of General Expenses to Bulk Purchases		(125 590)
Reallocation of General Expenses to Transfers & Subsidies - Expenditure		(9 874 651)
Reallocation of General Expenses to Inventory consumed		(16 149 636)
Reallocation of Operating lease expenditure to Operating leases		3,604,231
Restated balance as at 30 June 2023		**118,407,969**
41.2 Restatement of Contracted Services (Note 44)		**285,955,713**
Reallocation of Contracted Services from General Expenses		33,582,555
Reallocation of Contracted Services to General Expenses		(8 326 066)
Restated balance as at 30 June 2023		**311,212,201**
41.3 Restatement of Bulk Purchases (Note 34)		**1,020,713,805**
Reallocation of Bulk Purchases from General Expenses		125,590
Restated balance as at 30 June 2023		**1,020,839,395**
41.4 Restatement of Transfers & Subsidies - Expenditure (Note 61)		**-**
Reallocation of Transfers & Subsidies - Expenditure from General Expenses		9,874,651
Restated balance as at 30 June 2023		**9,874,651**
41.5 Restatement of Other Income (Note 23)		**58,910,750**
Reallocation of Other Income to Property Rates		(13 205 814)
Reallocation of Other Income to Service Charges		(62 822)
Reallocation of Other Income to Fines, Penalties & Forfeits		(1 104 456)
		44,537,658
41.6 Restatement of Property Rates (Note 25)		**613,317,383**
Reallocation of Property Rates from Other Income		13,205,814
		626,523,197

	2024 R	2023 - Restated R
41.7 Restatement of Service Charges (Note 22)		**1,138,305,661**
Reallocation of Service Charges from Other Income		62,822
		1,138,368,483
41.8 Restatement of Fines, Penalties & Forfeits (Note 43)		**12,673,538**
Reallocation of Fines, Penalties & Forfeits from Other Income		1,104,456
Reallocation of Fines, Penalties & Forfeits from Property Rates - penalties imposed		18,739,192
		32,517,186
41.9 Restatement of Property Rates - penalties imposed (Note 25)		**18,739,192**
Reallocation of Property rates - penalties imposed to Fines, Penalties & Forfeits		(18 739 192)
		-
41.10 Restatement of Inventory consumed (Note 62)		**-**
Reallocation of Inventory consumed from General expenses		16,149,636
		16,149,636
41.11 Restatement of Licences & permits (Note 59)		**11,059,325**
Reallocation of licences and permits to Agency services		(10 499 210)
		560,114
41.12 Restatement of Agency services (Note 63)		**-**
Reallocation of Agency services from Licences and permits		10,499,210
		10,499,210
41.13 Restatement of Operating Leases		**-**
Reallocation of Inventory consumed from General expenses		3,604,231
		3,604,231
41.14 Restatement of Consumer Deposits (Note 21)		**43,728,074**
Reallocation of Consumer Deposits from Trade & Other Payables (Other Deposits)		161,461
		43,889,535
41.15 Restatement of Trade & Other Payables (Note 20)		**497,903,844**

	2024 R	2023 - Restated R
Reallocation of Trade & Other Payables (Other deposits) to Consumer Deposits		(161 461)
		497,742,383

The above represents reclassifications to ensure alignment with mSCOA prescripts and must be read in conjunction with below prior period errors for restated comparatives.

Prior Period errors

	2024 R	2023 - Restated R
41.16 Restatement of Trade & Other Receivables Exchange (Note 9)		**183,972,493**
Adjustment to Trade & Other receivables - exchange transactions - Back billing of electricity Service Charges 2022/2023 due to faulty meters being subsequently replaced. The consumption was monitored over a period and adjustments were processed in terms of Section 57 of the Electricity bylaws. Various consumer debtors accounts were adjusted accordingly.		2,276,821
Adjustment to Trade & Other receivables - exchange transactions - Back billing of electricity Service Charges Prior 2022/2023 - due to faulty meters being subsequently replaced. The consumption was monitored over a period and adjustments were processed in terms of Section 57 of the Electricity bylaws. Various consumer debtors accounts were adjusted accordingly.		6,680,450
		192,929,764
41.17 Restatement of Trade & Other Receivables Non-Exchange (Note 10)		**162,219,687**
Recognition of trade & other receivables in respect of interest and admin fee earned on monies paid to Shepstone & Wylie for the transfer of the OK Mall building. Prior year accrued income was adjusted accordingly.		134,478
		162,354,165
41.18 Restatement of VAT Receivable (Note 11)		**72,639,619**
Adjustment to VAT receivables - Back billing of electricity Service Charges 2022/2023 due to faulty meters being subsequently replaced. The consumption was monitored over a period and adjustments were processed in terms of Section 57 of the Electricity bylaws.		(296 977)
Adjustment to VAT receivables - Back billing of electricity Service Charges Prior 2022/2023 due to faulty meters being subsequently replaced. The consumption was monitored over a period and adjustments were processed in terms of Section 57 of the Electricity bylaws.		(871 363)
Adjustment to Input VAT 2022/2023 - Adjustment to invoice by refuse contractor, Dolphin Coast Waste Management for escalation charges after conducting refuse surveys for domestic and commercial properties on refuse collection in the 2022/2023 financial year. Prior year VAT was adjusted accordingly.		585,382
Adjustment to Input VAT Accrual 2022/2023 - in respect of retentions that was not previously raised - Yebo YS Projects - MN 92/2020 KwaDukuza Municipality Replacement of Grid Protection relays - contractor Claim No 7. Prior year VAT was adjusted accordingly.		39,301
Adjustment to Input VAT 2022/2023 - Return of various items to stores - GRV 10902; GRV 87346; GRV 95799		(3 316)

	2024 R	2023 - Restated R
Adjustment to Input VAT 2022/2023 - Payment to CIGFARO on Invoice 8627 for attendance at CIGFARO Conference in November 2022. Prior year VAT was adjusted accordingly.		2,002
Adjustment to Input VAT Accrual 2022/2023 in respect of retentions that was not previously raised - Nap Holdings (Pty) Ltd - MN134/2022 Construction of Stormwater Culvert Bridges In Ward 18 - contractor claim No 8. Prior year VAT was adjusted accordingly.		12,163
Adjustment to Input VAT Accrual 2022/2023 - VAT on admin fee expense in respect of monies paid to Shepstone & Wylie for the transfer of the OK Mall building.		1,182
		72,107,994
41.19 Restatement of Trade & Other Payables (Note 20)		**497,742,383**
Adjustment to Trade & Other payables (Trade Creditors) - Adjustment to invoice by refuse contractor, Dolphin Coast Waste Management for escalation charges after conducting refuse surveys for domestic and commercial properties on refuse collection in the 2022/2023 financial year. The effect of this is an increase in trade payables, VAT and contracted services expenditure. Prior year accruals were adjusted accordingly.		4,487,925
Adjustment to Trade & Other payables 2022/2023 - in respect of retentions that was not previously raised - Yebo YS Projects - MN 92/2020 KwaDukuza Municipality Replacement of Grid Protection relays - contractor Claim No 7. Prior year accruals were adjusted accordingly.		301,309
Adjustment to Trade & Other payables (Trade Creditors)- Pension fund adjustment 2022.2023 - Revaluation of staff appointment.		1,569,902
Adjustment to Trade & Other payables (Trade Creditors) 2022/2023 - return of various items to stores - GRV 10902; GRV 87346; GRV 95799		(26 792)
Adjustment to Trade & Other payables (Trade Creditors) 2022/2023 - Payment to CIGFARO on Invoice 8627 for a CIGFARO Conference in November 2022. Prior year accruals were adjusted accordingly.		15,352
Adjustment to Trade & Other payables 2022/2023 - in respect of retentions that was not previously raised - Nap Holdings (Pty) Ltd - MN134/2022 Construction of Stormwater Culvert Bridges In Ward 18 - contractor claim No 8.		93,249
Adjustment to Trade & Other payables 2022/2023 - Raising retentions for capital project - Fencing at Woodmead taxi rank - 2022/2023 (capital project)		660,531
Adjustment to Trade & Other payables 2022/2023 - Housing Agency Creditor (DOHS). Correction of Duplicated Interest and Bank charges Fees transactions from Housing Bank Accounts		(825 504)
		504,018,356
41.20 Property, Plant & Equipment (Note 3)		**2,963,429,683**
Adjustment to Property, Plant & Equipment - in respect of retentions that was not previously raised in 2022/2023 - Yebo YS Projects - MN 92/2020 KwaDukuza Municipality Replacement of Grid Protection relays - contractor Claim No 7.		262,008
Adjustment to Property, Plant & Equipment Accumulated Depreciation adjustment (2022/2023) (Community Assets)		4,032
Adjustment to Property, Plant & Equipment Accumulated Depreciation adjustment (2022/2023) (Electrical Assets)		2,633
Adjustment to Property, Plant & Equipment Accumulated Depreciation adjustment (2022/2023) (Machinery & Equipment)		1,413
Adjustment to Property, Plant & Equipment - Cost adjustment(2022/2023) (Machinery & Equipment)		(401)
Adjustment to Property, Plant & Equipment Accumulated Depreciation adjustment (2022/2023) (Roads Infrastructure)		2,570

	2024 R	2023 - Restated R
41.20 Property, Plant & Equipment (Note 3) Cont.		
Adjustment to Property, Plant & Equipment , Retentions not previously raised 2022/2023 Nap Holdings (Pty) Ltd - MN134/2022 Construction of Stormwater Culvert Bridges In Ward 18 - contractor claim No 8.		81,086
Adjustment to Property, Plant & Equipment - Capitalisation of the fence at Woodmead taxi rank - 2022/2023 (capital project)		660,531
Adjustment to Property, Plant & Equipment , Accumulated Depreciation leg for capitalised fence at Woodmead taxi rank - 2022/2023 (capital project)		(145)
Adjustment to Property, Plant & Equipment , 2022/2023 Cost - recognition of leases (Tablets).		67,472
Adjustment to Property, Plant & Equipment , 2022/2023 Accumulated depreciation leg on capitalised leases (tablets).		(5 541)
41.20 Property, Plant & Equipment (Note 3)		
Prior year completed projects now being capitalised in 2022/2023 cost - These projects are made up of electrical infills; roads rehabs projects and refurbishment of basket ball court.		10,810,993
Prior year completed projects now being capitalised in 2022/2023 WIP transferred.		(10 810 993)
Prior year completed projects now being capitalised in 2022/2023 Accumulated depreciation leg for electrical infills; roads rehabs projects and refurbishment of basket ball court.		(19 547)
Transfer from Intangible assets to PPE - SCADA project - 2022/2023. The reclassification is as a result of the assets procured predominately being of a tangible nature.		15,650,265
		2,980,136,059
41.21 Restatement of Intangible Assets (Note 4)		**16,530,489**
Transfer from Intangible assets to PPE - SCADA project - 2022/2023. The reclassification is as a result of the assets procured predominately being of a tangible nature.		(15 650 265)
		880,224
41.22 Restatement of Consumer Deposits (Note 21)		**43,889,535**
Reallocation of 2022/2023 hall hire rental deposit from Other Income to Consumer deposits Liability due to misallocation of receipts 0433179 for R1 708.70 & 0416236 for R483.48		2,192
		43,891,727

	2024 R	2023 - Restated R
41.22 Restatement of Unspent conditional grants, receipts and Public contributions (Note17)		**993,929,340**
Reallocation of grant receipt from the CETA Candidacy Grant to the Municipal Employment initiative grant . The grant receipt was incorrectly posted against the CETA candidacy grant liability data string.		14,068
Reallocation of grant receipt from the CETA Candidacy Grant to the Municipal Employment initiative grant . The grant receipt was incorrectly posted against the CETA candidacy grant liability data string.		(1 000 000)
Reversal of Grant revenue recognition on the CETA candidacy grant due to incorrect posting of receipt.		1,000,000
Adjustment to Unspent conditional grants, receipts and Public contributions 2022/2023 - Housing Agency Creditor (DOHS). Correction of Duplicated Interest and Bank charges Fees transactions from Housing Bank Accounts		825,504
		993,943,408
41.23 Restatement of Leases (Note 16)		-
Liability raised in respect of tablets for the 2022/2023 financial year.		67,472
Redemption in respect of tablets for the 2022/2023 financial year.		(8 932)
Adjusting for the current portion of leases (tablets) 2022/2023 financial year		2 550
		61,090
Reconciliation of Adjusted 2022/2023 Surplus:		
Surplus for the year as previously stated		
Surplus for the year as previously stated:		**590,094,299**
Service Charges		
Back billing of electricity Service Charges 2022/2023 - various meters were faulty and subsequently replaced. The consumption was monitored over a period and adjustments were processed in terms of Section 57 of the Electricity bylaws and the accounts electricity back-billing.		1,979,844
Contracted Services		
Adjustment to invoice by refuse contractor, Dolphin Coast Waste Management for escalation charges after conducting refuse surveys for domestic and commercial properties on refuse collection in the 2022/2023 financial year. The effect of this is an increase in trade payables and contracted services expenditure.		(3 902 544)
Adjustment to Contracted Services 2022/2023 - return of various sundry items to stores - GRV 10902; GRV 87346; GRV 95799		22,294
Adjustment to Contracted Services 2022/2023 - Admin fee expense in respect of monies paid to Shepstone & Wylie for the transfer of the OK Mall building.		(15 438)
Employee Related Costs		
Adjustment to Employee Related Cost 2022/2023 - pension fund payments		(1 569 902)
General Expenses		
Adjustment to General Expenses 2022/2023 - return of various sundry items to stores - GRV 10902; GRV 87346; GRV 95799		1,183
Adjustment to General Expenses 2022/2023 - Payment to CIGFARO on Invoice 8627 for a CIGFARO Conference attended in November 2022.		(13 350)

	2024 R	2023 - Restated R
Depreciation and amortisation		
Adjustment to Depreciation 2022/2023 - Reallocation of accumulated depreciation.		10,648
Adjustment to Depreciation 2022/2023 - Depreciation on capitalised fence at Woodmead taxi rank		(145)
Adjustment to Depreciation 2022/2023 - Depreciation on capitalised Leases (tablets)		(5 541)
Adjustment to Depreciation 2022/2023 - Prior year completed projects depreciation of electrical infills; roads rehabs projects and refurbishment of basket ball court.		(19 547)
Loss on disposal of assets and liabilities		
Adjustment to loss on disposal of assets 2022/2023		(401)
Other Income		
Reallocation of 2022/2023 hall hire rental deposit from Other Income to Consumer deposits Liability due to misallocation of receipts 0433179 for R1708.70 & 0416236 for R483.48		(2 192)
Reallocation of 2022/2023 revenue between Other Income & Rental of facilities and equipment due to misallocation of receipts 0433179 for R1708.70 & 0416236 for R483.48		2,192
Rental of facilities and equipment		
Reallocation of 2022/2023 revenue between Other Income & Rental of facilities and equipment due to misallocation of receipts 0433179 for R1708.70 & 0416236 for R483.48		(2 192)
Government grants, subsidies & Public Contributions		
Reversal of Grant revenue recognition 2022/2023 on the CETA candidacy grant due to incorrect posting of receipt. Revenue could not be recognised in terms of GRAP 23 as grant funds were not received.		(14 068)
Operating Leases		6,382
Being redemption on leases (tablets) for the 2022/2023 financial year		
Interest earned - investments		
Adjustment to interest earned 2022/2023 - being interest earned on monies paid to Shepstone & Wylie for the transfer of the OK Mall building.		151,099
Restated Surplus as at 30 June 2023		**586,722,621**

42 Cash flows from Operating Activities:

	2024 R	2023 - Restated R
Operating Surplus before working capital		
Total Surplus for the year	**801,399,336**	**586,722,194**
Adjustment for:		
Depreciation of Property, Plant and Equipment	119,723,434	93,332,285
Donations of assets	(75,468,485)	(856,064)
Gains on disposal of assets	(1,730,000)	(124,550)
Loss on disposal of assets	9,313,412	15,130,587
Impairment loss	1,379,142	4,909,419
Amortisation of intangible assets	107,465	153,842
Contribution to provision	650,345	33,214
Retirement obligation	20,496,000	(3,067,000)
Long service award	-	188,000
Investment Properties - Fair Value	(4,294,000)	(7,746,000)
Allowance for impairment	15,311,978	13,167,393
Bad debts written off	5,013,025	3,609,233
Donation expense		
	891,901,653	**705,452,553**

	2024 R	2023 - Restated R
Cash Generated by Operations		
Operating Surplus before working capital	**891,901,653**	**705,452,553**
Movement in current assets and liabilities		
(Increase)/decrease in inventory	(6,139,237)	(1,967,642)
Increase/(decrease) in conditional grants and receipts	(561,344,082)	929,271,616
(Increase)/decrease in trade and other receivables	(76,675,908)	(75,282,656)
Increase/(decrease) in Trade and Other Payables	41,751,561	182,673,711
Increase/decrease in VAT	29,114,119	(65,399,444)
Increase/(decrease) in Consumer Deposits	(3,530)	4,013,895
Net cash flows from operating activities	**318,604,579**	**1,678,762,033**
Interest earned on Investments	(142,346,192)	(92,384,206)
Finance expense	16,842,555	18,001,678

43 Fines, Penalties and Forfeits

Traffic Fines	13,932,600	12,673,538
Property Rates Penalties & collection charges	21,945,814	18,739,192
Meter tampering Fees	2,249,532	1,092,891
Other Fines, penalties and forfeits	7,598	11,566
Total revenue from Fines Income	**38 135 544**	**32 517 186**

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

44 Contracted Services

Refuse removal	112 302 984	103 648 312
Grass cutting	38 351 069	34 355 495
Specialist services	798 732	470 644
Storm water	9 705 843	7 414 363
Pothole repairs	7 484 500	4 931 985
Other Contracted Services	19 049 321	5 050 809
Dump charges	17 417 988	16 022 896
Security Services	44 326 415	42 158 735
Shark Control Expenditure	5 042 291	4 703 630
Valuation and Valuation Rolls	202 900	388 048
Professional Fees	2 690 018	16 741 849
Maintenance of building facilities and equipment	42 394 293	29 457 069
Electrical Mains Repairs	20 737 158	16 573 372
Replacement of faulty meters	3 304 782	2 833 968
Legal costs	9 316 470	7 064 570
Refuse bags contract	3 392 476	2 256 574
Ballito Pro Expenditure	11 390 179	11 781 529
Software support & licences and agreements	1 435 052	1 399 384
Salga games	2 030 535	1 369 844
Ease of Doing business expenditure	2 140 142	-
Revenue protection programme	9 041 961	6 484 813
	362 555 110	**315 107 889**

	2024 R	2023 - Restated R

45 Refer to Page 94

46 Events after the reporting date

NERSA has approved an 12.72% increase in Eskom bulk purchase tariffs for 2024/2025. 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

	2024 R	2023 - Restated R
Bad debts write off (Non cash)	2,173,017	-
Bulk Purchases - (Cash)	43,611,854	35,075,477
Actuarial and Other Non Cash Losses (Non Cash)	7,672,144	-
Capitalised Lease (Non Cash)	2,263,638	-
Expenses exceeding Budget (Cash)	-	4,116,467
Transfers and subsidies	-	4,355,334
	55,720,653	**43,547,278**
Unauthorised budgeted overspending - Municipal vote		
Finance Business Unit (Non Cash)	**-**	**3,189,239**
Analysed as follows:		
Provision for bad debts - (Non-Cash)	-	3,189,239
Less: Provision for bad debts Non cash recognised under item analysis	-	-
Electrical Business Unit (Cash)	**1,528,034**	**-**
Analysed as follows:		
Total Unauthorised - (Cash)	30,902,542	-
Less: Bulk Purchases already recognised above	-29,374,508	-
The above unauthorised balance is attributable to expenditures which exceeded the vote		
Total authorised expenditure for the year	**57,248,687**	**46,736,517**
Reconciliation of Unauthorised expenditure written off		
Opening Balance	59,207,458	27,014,115
Incurred for the year	57,248,687	46,736,517
Written off by council	(15 845)	(14 543 174)
Remaining to be considered	**116,440,300**	**59,207,458**

48 Fruitless and wasteful expenditure

	2024 R	2023 - Restated R
Fruitless and wasteful expenditure	**-**	**481,002**
Reconciliation of Fruitless and Wasteful expenditure written-off by Council		
Opening Balance	1,861,262	1,380,260
Incurred for the year	-	481 002
Written Off by Council	-	-
Remaining to be considered	**1 861 262**	**1 861 262**
Bank Charges on FNB bank account	-	6,719
Interest on water and sanitation for long outstanding debtor accounts	-	474,283
	-	**481,002**

	2024 R	2023 - Restated R
Fruitless and Wasteful expenditure under Investigation:		
Alleged Fraudulent payment of ward committee stipends	602,400	602,400
Alleged Fraudulent payment of ward committee stipends recovered	(602,400)	-
Alleged Fraudulent payments of fictitious contractor invoices	785,436	785,436
	785,436	**1,387,836**

49 Irregular Expenditure:

	2024 R	2023 - Restated R
Other goods and/or services not procured through competitive bidding processes.	-	9,370,427
Irregular expenditure pertaining to grass cutting contracts.	-	-
Section 36 approvals subsequently reclassified as irregular expenditure.	295,998	114,750
Irregular expenditure pertaining to the procurement of security services.	-	36,584,006
irregular expenditure due to non-compliance with legislation	2,994,176	6,056,344
	3,290,174	**52,125,526**

Reconciliation of Irregular Expenditure Written-off by Council

	2024 R	2023 - Restated R
Opening Balance	65 466 998	98 287 145
Irregular expenditure incurred - Current Period	3,290,174	52,125,526
Written-off by Council	(65 466 998)	(84 945 674)
Current	-	(45 967 728)
Previous period	(65 466 998)	(38 977 946)
Remaining to be considered	**3 290 174**	**65 466 998**

The closing balance of R 3 290 174 is inclusive of matters for the period 2023/24 have been reported to Council however still pending investigation by the Investigating committee.

Amounts Written off :

After the Council's committee investigations, Council resolved to write-off R 65 466 998 from the total irregular expenditure amount as it was found that there was no financial loss, the municipality received value and the services were delivered to the municipality.

50 Deviation from supply chain management regulations

	2024 R	2023 - Restated R
Emergency	295,000	482,234
Sole Provider	-	895,249
Any other exceptional case which it is impractical to follow the official procurement process	450,000	43,300
Section 36 deviation transferred to irregular expenditure	(295,998)	(114,750)
Total Section 36 deviations for the financial year	**449,002**	**1,306,033**

	2024 R	2023 - Restated R

51 Repairs and Maintenance

Buildings	5,772,821	5,418,464
Solid waste	81,949	-
Electrical	40,769,897	25,882,306
Furniture and fittings	4,588,704	4,179,233
Refuse	206,960	10,500
Roads	15,525,153	11,347,470
Storm water	9,705,843	7,414,363
Vehicles	14,599,884	13,655,571
	91,251,209	**67,907,907**

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.

52 Material losses incurred

Electricity distribution losses	321,190,087	262,542,086
Bad debts written off	5,013,025	3,609,233

Electricity energy losses of 181 278 588 kWh as at June 2024 (June 2023: 172 096 301 kWh) occurred during the year which resulted in revenue loss amounting to R321 190 087 (June 2023: R 262 542 086). The National norm for electricity losses ranges from 6% to 12%. The energy loss incurred by the municipality as at June 2024 is 25.67% (June 2023: 25.39%) and is predominantly due to transmission/distribution losses and non-technical line losses.

53 Councillor's Arrear consumer Accounts as at 30 June 2024

In terms of Section 124 (1) (b) the following particulars are disclosed in respect of any arrears 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 2023	646,679
August 2023	630,054
September 2023	632,848
October 2023	635,642
November 2023	638,436
December 2023	641,230
January 2024	644,024
February 2024	646,818
March 2024	649,612
April 2024	362,592
May 2024	321,727
June 2024	264,863

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 has been under dispute and after an extensive audit, it had been finalised in 2023/2024. Councillor has been making regular payments on the account.

	2024 R	2023 - Restated R
54 Contributions to Organised Local Government		
Amount paid current year	6,116,016	5,546,840
Audit Fees		
Amount paid - current year	6,860,292	5,048,522
55 VAT		
VAT received for the year	168,002,348	58,909,615
VAT paid for year	-	495,023

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.

	2024 R	2023 - Restated R
56 PAYE and UIF		
Current year payroll deductions	89,820,095	87,395,557
57 Pension and Medical Aid deductions		
Current year payroll deductions and Council contributions	125,945,826	115,381,571

58 Budget verses Actual variances

Below is a reconciliation between the Annual Financial Statements and the Budget Statement. All restatements are as a result of the Annual Financial Statements being based on the nature of the transactions.

Interest earned outstanding debtors	
As per Budget Statement	9,572,133
Reconciling items:	
026025085 Protea Heights Interest on Installment	1,493
As per Statement of Financial Performance	9,573,627
Operational Revenue (Other Income & Sale of goods & rendering of services)	
As per Budget Statement	70,707,974
Reconciling items:	
Housing development construction contract revenue	(4 929 822)
Operational Revenue: Collection Charges	(6 771 656)
As per Statement of Financial Performance	59,006,497
Interest received - investments	
As per Budget Statement	142,347,685
Reconciling items:	
026025085 Protea Heights Interest on Installment	(1 493)
As per Statement of Financial Performance	142,346,192
Housing development construction contract revenue	
As per Budget Statement	-
Reconciling items:	
Housing development construction contract revenue	4,929,822
As per Statement of Financial Performance	4,929,822

	2024 R	2023 - Restated R
Property rates		
As per Budget Statement	690,234,592	
Reconciling items:		
Revenue Fines, Penalties & Forfeits - Illegal Unauthorised Use	13,168,110	
As per Statement of Financial Performance	703,402,702	
Transfers & subsidies - Operational		
As per Budget Statement	293,789,677	
Reconciling items:		
Transfers and Subsidies - Operational - Allocation in Kind	(468 485)	
As per Statement of Financial Performance	293,321,192	
Fines Revenue		
As per Budget Statement	44,531,999	
Reconciling items:		
Revenue Fines, Penalties & Forfeits - Illegal Unauthorised Use	(13 168 110)	
Operational Revenue: Collection Charges	6,771,656	
As per Statement of Financial Performance	38,135,544	
Gains on disposal of assets		
As per Budget Statement	2,536,919	
Reconciling items:		
Gains :Inventory Write Offs	(2 536 919)	
Umsekeli Municipal Support Service (mapped under losses)	1,730,000	
As per Statement of Financial Performance	1,730,000	
Depreciation, amortisation and impairment / reversal of impairment		
As per Budget Statement	122,081,472	
Reconciling items:		
Gains and Losses:Inventory:Decrease in net-realisable Value	1,665,491	
Gains and Losses:Inventory:Increase to net-realisable Value	(2 536 919)	
As per Statement of Financial Performance	121,210,044	
Other Expenditure (General Expenditure)		
As per Budget Statement	134,686,123	
Reconciling items:		
Operational Cost:Contribution to Provisions:Decommissioning: Restoration and Similar Liabilities:Landfill Sites	(650 345)	
Operating Leases:Community Assets	(2 928 995)	
Operating Leases:Community Assets	(324 689)	
Operating Leases:Furniture and Office Equipment	(1 074 562)	
Operating Leases:Furniture and Office Equipment	(41 191)	
Operating Leases:Machinery and Equipment	(12 500)	
Operating Leases:Machinery and Equipment	(279 731)	
Operating Leases:Machinery and Equipment	(34 000)	
Operating Leases:Machinery and Equipment	(277 000)	
Operating Leases:Machinery and Equipment	(17 300)	
Operating Leases:Machinery and Equipment	(25 232)	
As per Statement of Financial Performance	129,020,579	
Losses on disposal of assets		
As per Budget Statement	9,301,591	
Reconciling items:		
Loss on sales of Housing Stock	11,821	
As per Statement of Financial Performance	9,313,412	

	2024 R	2023 - Restated R
Transfers & subsidies		
As per Budget Statement	19,094,015	
Reconciling items:		
Housing development construction contract expenditure	(4 929 822)	
As per Statement of Financial Performance	14,164,193	
Other losses		
As per Budget Statement	22,173,313	
Reconciling items:		
Loss on sales of Housing Stock	(11 821)	
Operational Cost:Contribution to Provisions:Decommissioning: Restoration and Similar Liabilities:Landfill Sites	650,345	
Gains and Losses:Inventory:Decrease in net-realisable Value	(1 665 491)	
As per Statement of Financial Performance	21,146,345	
Operating leases		
As per Budget Statement	-	
Reconciling items:		
Operating Leases:Community Assets	2,928,995	
Operating Leases:Community Assets	324,689	
Operating Leases:Furniture and Office Equipment	1,074,562	
Operating Leases:Furniture and Office Equipment	41,191	
Operating Leases:Machinery and Equipment	12,500	
Operating Leases:Machinery and Equipment	279,731	
Operating Leases:Machinery and Equipment	34,000	
Operating Leases:Machinery and Equipment	277,000	
Operating Leases:Machinery and Equipment	17,300	
Operating Leases:Machinery and Equipment	25,232	
As per Statement of Financial Performance	5,015,200	
Housing development construction contract expenditure		
As per Budget Statement	-	
Reconciling items:		
Housing development construction contract expenditure	4,929,822	
As per Statement of Financial Performance	4,929,822	
Contributions recognised - capital		
As per Budget Statement	76,730,000	
Reconciling items:		
Transfers and Subsidies - Operational - Allocation in Kind	468,485	
Umsekeli Municipal Support Service (mapped under losses)	(1 730 000)	
As per Statement of Financial Performance	75,468,485	

A high level overview of significant Operating Variances between the budget as at 30 June 2024 and Actual amounts are summarised below :

Significant for the purposes of this note is defined as greater than 15% and R1 000 000.

58.1 Interest on Outstanding Debtors

Increased collections resulted in lower interest on debtors.

58.2 Depreciation, amortisation and impairment / reversal of impairment

The variance is as a result of delays in completion of projects which has influenced the capitalization and subsequent depreciation of these assets.

	2024	2023 - Restated
	R	R

58.3 Debt Impairment and write offs

Debt Impairment was lower than anticipated.

58.4 Transfers and subsidies

DOHS Construction expenditure was R4,9m incurred by year end which is allocated as a sperate line item as per the AFS.

58.5 Inventory consumed

Due to the nature of the work undertaken these have been classified as capital resulting in lower operating expenses

58.6 Other losses

The over expenditure under the category is as a result of the actuarial assessments for Long service and post retirement medical benefits.

58.7 Operating leases

Budget variance is due to technical mSCOA classification changes between the budget and AFS.

58.8 Other Expenditure (General Expenditure)

Variance due to various operational savings.

59 Accounting for Principals and Agents

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 issues 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 provides 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 payment by the Department of 10% of the cash collected for undertaking this activity on behalf of the Department.

	2024 R	2023 - Restated R

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 has their own username and password for banking details.

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

	2024	2023
Total collections for the year	90,960,451	83,878,718
Amount recognised as revenue	7,935,986	6,287,257
Total Collected on behalf of DOT	83,024,464	77,591,461
Total paid to DOT	83,024,464	77,591,461
Debtor as at year end	511,226	437,595
Cash received	26,382	46,971

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 municipality in its financial statements. The equipment supplied by the department must be returned to DOT when the agreement is terminated.

60 Housing development construction contract revenue and expenditure

Housing Grant (DOHS)

	2024	2023
Housing development construction contract revenue	4 929 822	9 530 279
Housing development construction contract expenditure	(4 929 822)	(9 530 279)
Conditions still to be met - remain liabilities (see note 17)	-	-

The Housing Development Construction contracts relate to agreements entered between the Municipality and the KwaZulu-Natal Department of Housing in respect of housing projects where the Municipality is a project developer in this arrangement. This arrangement is accounted for in line with the accounting policy for National Housing programmes. The Housing Development Construction Contract Expenses consists mainly of contracted services wherein the Municipality procures the services of building contractors and other consultants in the construction of the houses on its behalf.

		2024 R	2023 - Restated R

The Housing Development Construction Contract Revenue is recognised on a stage of completion based on the costs incurred. There are no contracts accounted for as work in progress given that costs are expensed when incurred. The amounts received in advance for work to be done is recognised as a liability and disclosed on Note 17: Payables from exchange transactions.

		2024 R	2023 - Restated R
61	**Transfers & Subsidies - Expenditure**		
	Operational		
	Allocation in-kind	105,100	102,450
	Monetary allocations	14,059,093	9,772,201
	Total transfers and subsidies - Operational	**14,164,193**	**9,874,651**
61.1	**Allocation in-kind - Operational**		
	Households	**105,100**	**102,450**
61.2	**Monetary allocations - Operational**		
	Higher Educational Institutions	840,300	576,000
	Households	10,695,821	7,585,119
	Non-profit Institutions	154,761	70,718
	Provincial Government	2,368,212	1,540,363
		14,059,093	**9,772,201**
62	**Inventory Consumed**		
	Cleansing material	1,310,006	955,038
	Mains repairs & maintenance	6,546,863	6,730,870
	Street light maintenance	1,384,991	1,145,615
	Protective clothing	4,755,301	4,953,903
	Miscellaneous inventory items	2,657,791	2,364,210
		16,654,952	**16,149,636**
63	**Agency Services**		
	District Municipality	-	-
	National	-	-
	Provincial	12,504,712	10,499,210
	Total	**12,504,712**	**10,499,210**
64	**Operating Leases**		
	Rent of Property / Offices / House - OK Mall	3,253,684	2,783,905
	Lease office Machinery & Equipment	1,115,753	433,836
	Miscellaneous operating lease expenditure	645,763	380,109
		5,015,200	**3,597,849**

	2024	2023 - Restated
	R	R

65 Going Concern

Going Concern assessment

The current adverse economic conditions have resulted in consumers defaulting on paying municipal accounts due to a reduction in their disposable income, retrenchments and unemployment. The following interventions are being implemented which have resulted in the improvement of the collection rates:

• Telephonic or email follow ups on outstanding debt, however there is a need for establishment of a call centre or interim employment of temporary staff , in order to ensure that follow ups are done regularly to all arrear debtors that are recorded on KDM financial system and optimize the revenue collection.
• Increased use of SMSs to notify debtors about collection campaigns and disconnections/blocking. All customers with cell phone numbers recorded on the billing system are sent SMS messages on a monthly basis to notify them of any amounts outstanding.
• Educating staff members about work streams that they perform regularly for consistent applications.
• Data cleansing and meter audit primarily to ensure correct billing thereby eliminating debtor queries. This is carried out on an ongoing basis.
• Credit Control utilises the debtors ageing report that is extracted from Munsoft financial system to identify monthly defaulters for follow up. The list is scrutinized and submitted to staff for contacting debtors.
• Disconnection of electricity meters on arrears debtors. Continuous enhancements and internal workshops are carried out to review and improve internal processes for a more effective approach. This has proven to be extremely effective.
• Accounts where a prepaid meter has been linked, that are outstanding for more than 30 days, are flagged automatically and instituted with a 40% partial block from purchasing prepaid electricity.
• Total block of prepaid electricity meters on arrears debtors. Similar to the conventional meters process, the consumer age analysis is scrutinized and accounts with prepaid meters are submitted to the service provider for full blocking.
• Encouraging debtors to enrol on the ACB payment platform.
• Encouraging debtors who have email addresses to receive their invoices via emails.
• Encouraging consumers to register on the e-Portal Platform to view and download statements.

Amid the current economic conditions, the Municipality is still able to pay its creditors as and when payments are due and still maintains a healthy financial position.

Conclusion

Based on the above the KwaDukuza Municipality will continue operating in the foreseeable future, thus supporting the going concern basis of accounting.

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.

2024	1 Year or less	Greater than 1 year	Total
Gross finance lease obligations	-	-	-
Long Term Borrowings	14,705,436	147,701,970	162,407,406
Trade and other payables	554,239,740	-	554,239,740
Consumer deposits	43,888,198	-	43,888,198
Government Grants	433,424,830	-	433,424,830
	1,046,258,204	**147,701,970**	**1,193,960,174**

2023	1 Year or less	Greater than 1 year	Total
Gross finance lease obligations	-	-	-
Long Term Borrowings	13,688,366	162,407,406	176,095,772
Trade and other payables	504,018,356	-	504,018,356
Consumer deposits	43,891,727	-	43,891,727
Government Grants	994,768,912	-	994,768,912
	1,556,367,361	**162,407,406**	**1,718,774,767**

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)

	2024	2023
Short term Investments	80,374,769	84,239,862
Cash and Cash Equivalents	1,355,716,370	1,805,281,205
Trade and other receivables	411,784,398	355,784,672

Consumer Debtors to the value of R 1,108,362 which are neither past due not impaired are deemed as highly collectable. Should there be any change in the credit quality this shall trigger a reassessment and impairment to the extent necessary.

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 rates.

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

	2024	2023
Bank balances and cash	1,355,716,370	1,805,281,205
Short term Investments	80,374,769	84,239,862
Maximum Interest exposure	**1,436,091,139**	**1,889,521,067**

Price risk

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

KWADUKUZA LOCAL MUNICIPALITY

UNAUDITED APPENDIX A: SCHEDULE OF EXTERNAL LOANS FOR THE YEAR ENDED 30 JUNE 2024

DESCRIPTION	Loan Number	Interest Rate	Date Repayable	Balance at 30/06/2023	Received during the year	Redeemed during the year	Balance at 30/06/2024
		%		R	R	R	R
Loans							
DBSA R43M LOAN	101267/1	11.36%	31/03/2026	6,249,136	-	2 083 045	4 166 091
DBSA R28.9M (ELECT)	61006918/19	9.73%	30/09/2030	107,965,914	-	7 377 120	100 588 794
DBSA: R5.888 LOAN	61006918/19	9.73%	31/12/2032	61,880,722	-	4 228 200	57 652 521
TOTAL EXTERNAL LOANS				**176 095 772**	**-**	**13 688 366**	**162 407 406**

KWADUKUZA LOCAL MUNICIPALITY
UNAUDITED APPENDIX B: GRANTS AND SUBSIDIES RECEIVED 2023/2024

Name of Grants	Name of organ of state or municipal entity	Unspent portion 2022/2023 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 2023/2024 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	-	-	107,923,000	86,339,143	64,754,000	-	**259,016,143**	107,923,000	86,339,143	64,754,000	-	**259,016,143**	-	NO	N/A	YES	N/A
Municipal Infrastructure Grant (MIG)	COGTA	148,777	-	32,000,000		8,640,000		**40,640,000**	6,611,021	20,642,715	3,344,093	10,190,948	**40,788,777**	-	YES		YES	N/A
INEP Grant	Integrated National Electrification Grant	1,145,832	-	2,900,000	3,300,000	4,600,000		**10,800,000**	3,912,576	2,663,118	155,846	4,728,944	**11,460,484**	485,348	NO	N/A	YES	N/A
Finance Management Grant	National Treasury	-	-	1,750,000				**1,750,000**	290,130	158,806	212,745	1,088,320	**1,750,000**	-	NO	N/A	YES	N/A
EPWP	National Treasury	-	-	405,000	731,000	488,000		**1,624,000**	629,198	608,303	386,499		**1,624,000**	-	NO	N/A	YES	N/A
Disaster Relief Grant	National Treasury	-	-	22,027,000				**22,027,000**		6,607,605	3,278,277	1,642,293	**11,528,175**	10,498,825	No	N/A	YES	N/A
Museum	Office Of the Premier	-	-			249,000		**249,000**	140,586	108,414	-	-	**249,000**	-	NO	N/A	YES	N/A
New Library	Department of Arts & Culture	508,000	-		762,000			**762,000**	277,725	357,213	299,521	335,541	**1,270,000**	-	NO	N/A	YES	N/A
Housing Accreditation	Department Of Human Settlements	2,475,483	-	532,064	3,344,825		770,486	**4,647,375**	1,371,078	1,249,527	1,163,064	1,416,576	**5,200,245**	1,922,613	NO	N/A	YES	N/A
Library Subsidy	Department of Arts & Culture	-	-		5,890,000			**5,890,000**	173,692	148,999	4,856,325	710,983	**5,890,000**	-	NO	N/A	YES	N/A
Neighbourhood Development Partnership Grant- (NDPG)- EASE OF BUSINESS	National Treasury	-	-		12,477,771			**12,477,771**	12,138,621			339,150	**12,477,771**	-	NO	N/A	YES	N/A
Neighbourhood Development Partnership Grant (NDPG)- SCADA	National Treasury	-	-		15,630,264			**15,630,264**	15,630,264				**15,630,264**	-	NO	N/A	YES	N/A
Title Deeds Restoration Grant	Department Of Human Settlements	2,688,225	-		10,547	19,500	1,308,283	**1,338,330**	-	-	-	-	**-**	4,026,555	NO	N/A	YES	N/A
EDTEA	Dept Of Enviromental Affairs	192,437	-		1,500,000			**1,500,000**	-	-	153,355	1,326,213	**1,479,568**	212,868	NO	N/A	YES	N/A
Municipal Employment Initiative		-						**-**		922,087		-	**922,087**	(922,087)	NO	N/A	YES	N/A
Disaster Recovery Grant	National Treasury - Disaster Management	26,823,089	-				-	**-**	266,564	4,823,895	5,209,804	5,379,934	**15,680,198**	11,142,891	NO	N/A	YES	N/A
Disaster Rehabilitation & Relief Grant	National Treasury - Disaster Management	899,719,693						**-**	18,658,857	154,105,196	131,749,677	212,101,552	**516,615,281**	383,104,412	NO	N/A	YES	
Energy Efficiency and Demand Side Management Grant (EEE	National Treasury			2,000,000	2,000,000	3,000,000		**7,000,000**	3,860,331	1,139,314		1,999,303	**6,998,949**	1,051				
Integrated National Electrification Programme (EDTEA)	Dept Of Enviromental Affairs				9,420,300			**9,420,300**	-	-	-	-	**-**	9,420,300				
		933,701,536	**-**	**169,537,064**	**141,405,850**	**81,750,500**	**2,078,769**	**394,772,183**	**171,883,643**	**279,874,336**	**215,563,206**	**241,259,758**	**908,580,943**	**419,892,775**				