

Ndlambe

Province: Eastern Cape

1. Financial Sustainability Index

	2019	2020	2021	2022	2023
Operating performance	-3	-10	-10	-25	-25
Liquidity management	37	1	68	47	30
Debt governance	88	89	90	88	85
Budget position	60	48	68	51	55
Financial stability	42	26	54	40	33
Affordability	45	45	42	41	44
Infrastructure development	74	65	82	83	87
Sustainability Index score	49	36	58	49	46

(100 = maximum)

2. General information

Provincial population	6 712 276	6 734 001	6 676 590	6 676 691	6 743 458
Provincial GDP (Rm - estimate)	390 509	406 129	426 435	447 757	470 145
Provincial GDP per capita (R - estimate)	58 178	60 310	63 870	67 063	69 719
Municipal population (estimate)	66 888	67 639	68 397	69 165	69 941
Municipal area (km ²)	1 842	1 842	1 842	1 842	1 842
Household income as % of Nat'l average	71	70	70	69	69

3. Audit opinion

AFS unaudited					
AFS audited - Unqualified opinion				✓	✓
AFS audited - Qualified opinion	✓	✓	✓		
AFS audited - Adverse opinion					
AFS audited - Disclaimer of opinion					

4. Property tax base

	R'000	R'000	R'000	R'000	R'000
Property valuations					
Total valuation	12 747 034	14 179 131	14 154 175	14 251 553	14 691 390
Property rates received					
Total rates received	101 277	119 177	124 563	134 329	143 573
Average rate earned (Cents)					
Total average	0.795	0.841	0.880	0.943	0.977

5. Electricity services

Sales of electricity only	65 031	67 854	69 753	84 727	80 662
Bulk purchases	48 472	49 780	50 647	64 075	67 179
Gross electricity surplus	16 559	18 074	19 107	20 652	13 483
Gross electricity margin (%)	25.5	26.6	27.4	24.4	16.7
Total electricity-related revenue	n/a	n/a	n/a	n/a	n/a
Cost	n/a	n/a	n/a	n/a	n/a
Segmental electricity surplus	n/c	n/c	n/c	n/c	n/c
Segmental electricity margin (%)	n/c	n/c	n/c	n/c	n/c

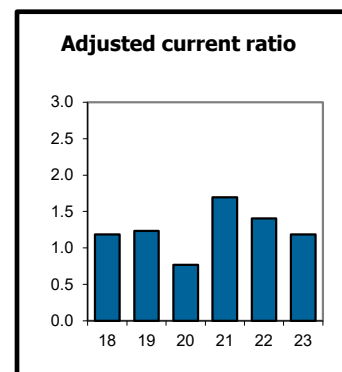
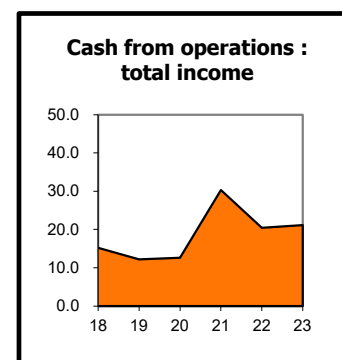
6. Water services

Sales of water only	36 842	42 191	50 331	49 073	64 111
Bulk purchases	11 545	11 641	14 944	17 591	22 017
Gross water surplus	25 297	30 550	35 387	31 482	42 094
Gross water margin (%)	68.7	72.4	70.3	64.2	65.7
Total water-related revenue	n/a	n/a	n/a	n/a	n/a
Cost	n/a	n/a	n/a	n/a	n/a
Segmental water surplus	n/c	n/c	n/c	n/c	n/c
Segmental water margin (%)	n/c	n/c	n/c	n/c	n/c

FINANCIAL POSITION

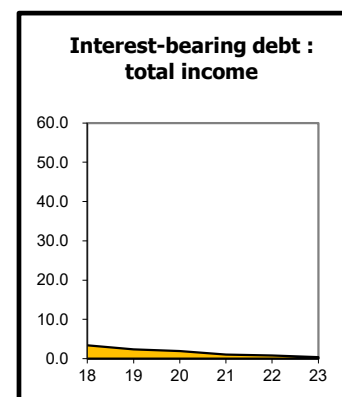
Year ended 30 June (R million)

	2021	% Δ	2022	% Δ	2023
Accumulated surplus and Reserves	1 237.0	2.6	1 269.3	5.7	1 342.0
Long-term liabilities	4.4	(43.9)	2.5	(59.8)	1.0
Consumer deposits & other	52.5	19.7	62.9	0.1	63.0
Employee benefit obligation	64.4	1.4	65.2	(3.4)	63.0
	1 358.2	3.1	1 399.9	4.9	1 468.9
Property plant and equipment	1 040.4	5.1	1 093.7	8.4	1 185.3
Investments	-	-	-	-	-
Other non-current assets	260.2	0.5	261.4	(1.0)	258.8
Net current assets	57.6	(22.3)	44.8	(44.7)	24.8
Current assets	131.9	2.9	135.7	(2.7)	132.0
Inventory	1.1	4.7	1.1	3.3	1.2
Debtors	39.7	25.0	49.6	0.8	49.9
Bank and investments	77.1	0.9	77.8	(13.6)	67.2
Other	14.0	(48.8)	7.2	89.3	13.6
Current liabilities	74.2	22.4	90.9	18.0	107.2
Creditors and provisions	72.4	22.7	88.9	18.9	105.7
Short term liabilities	1.8	9.5	2.0	(26.1)	1.5
	1 358.2	3.1	1 399.9	4.9	1 468.9



FINANCIAL PERFORMANCE

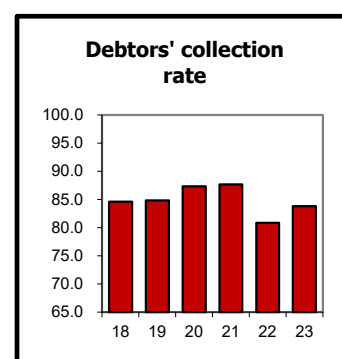
Revenue	590.5	(7.5)	546.2	18.6	647.8
Property rates	124.6	7.8	134.3	6.9	143.6
Electricity sales	69.8	21.5	84.7	(4.8)	80.7
Water sales	50.3	(2.5)	49.1	30.6	64.1
Other service charges	29.5	10.2	32.5	13.7	37.0
Other income	26.9	12.6	30.2	72.4	52.1
Own revenue	301.0	9.9	330.9	14.1	377.5
Operating grants	128.9	(10.2)	115.8	10.8	128.3
Operating revenue	429.9	3.9	446.7	13.2	505.8
Capital & conditional grants	160.6	(38.0)	99.5	42.7	142.0



Expenditure	472.2	10.4	521.1	9.7	571.6
Employee costs	170.9	0.7	172.2	11.8	192.5
Debt impairment	36.5	29.8	47.3	26.4	59.8
Bulk purchases	65.6	24.5	81.7	9.2	89.2
Depreciation	45.5	4.5	47.5	3.1	49.0
Repairs & maintenance	16.1	10.9	17.8	21.8	21.7
Other expenses	133.1	11.1	147.9	2.4	151.4
Operating expenditure	467.6	10.0	514.4	9.6	563.6
Interest paid	4.6	46.6	6.7	19.0	8.0
Fair value adjustments & tax	-	-	-	-	-
Net income / (deficit)	118.4	(78.8)	25.2	202.9	76.2

CASH FLOW STATEMENT

Cash from operations	179.0	(37.6)	111.7	22.7	137.0
Cash generated by operations	174.1	(37.8)	108.3	17.7	127.5
Investment income	9.4	6.8	10.0	74.2	17.5
Finance costs	(4.6)	46.6	(6.7)	22.5	145.0
Cash from investing activities	(130.6)	(16.4)	(109.2)	33.3	(145.6)
Additions to fixed assets	(131.7)	(16.3)	(110.3)	32.2	(145.8)
Proceeds on sale of fixed assets	1.0	1.8	1.1	(80.6)	0.2
(Increase) / decrease in investments	-	-	-	-	-
Other	-	-	-	-	-
Net cash flow	48.3	(94.9)	2.4	(452.8)	(8.6)
Loans raised	-	-	-	-	-
Loans repaid	(2.0)	(12.9)	(1.7)	10.5	(1.9)
Consumer deposits increase	-	-	-	-	-
Cash resources (increase) / decrease	(46.3)	(98.5)	(0.7)	+++	10.6
Cash from financing activities	(48.3)	(94.9)	(2.4)	(452.8)	8.6



RATIO ANALYSIS

Net income / income (%)	20.05		4.60		11.76
Employee cost / revenue (%)	28.94		31.52		29.72
Repairs & maintenance / revenue (%)	2.72		3.27		3.36
Cash from operations / income (%)	30.31		20.44		21.15
Debtors collection rate (%)	87.64		80.85		83.81
Current ratio (:1)	1.72		1.45		1.20
Interest-bearing debt / Opr revenue (%)	1.43		0.99		0.48
Net cash flow / int-bearing debt (%)	7.84		0.55		(3.54)
Cash generated / interest paid	40.20		17.68		18.20

