

MANDENI MUNICIPALITY (KZN 291)



FOURTH QUARTER REPORT SECTION 52(D) (mSCOA) 2022/23 FINANCIAL YEAR

JULY– JUNE 2023

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1.1 MAYORS' FOREWORD

Attached

1.2 COUNCIL RESOLUTION

Resolution No: C

Refer to the recommendations contained in this report.

1.3 EXECUTIVE SUMMARY

LEGAL REQUIREMENTS

In terms of section 52(d) of the MFMA, *the Mayor of a municipality must, within 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and the financial state affairs of the municipality.*

Quarterly reports are submitted in a prescribed format on the state of the municipality's budget reflecting the following particulars for that quarter and for the financial year up to the end of that quarter.

- Actual revenue, per revenue source;
- Actual expenditure, per vote;
- Actual capital expenditure, per vote;
- The amount of any allocations received and actual expenditure on grant allocations excluding expenditure on the equitable share.
- the actual expenditure on those allocations
- when necessary, an explanation of—
- any material variances from the municipality's projected revenue by source, and from the municipality's expenditure projections per vote;
- any material variances from the service delivery and budget implementation plan; and
- Any remedial or corrective steps taken or to be taken to ensure that projected revenue and expenditure remain within the municipality's approved budget.

1.3.1 FINANCIAL PERFORMANCE

BUDGET SUMMARY

The following table represents an executive summary for the Fourth Quarter of the financial year ended 30th June 2023:

KZN291 Mandeni - Table C1 Monthly Budget Statement Summary - Q4 Fourth Quarter									
Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Total Revenue (excluding capital transfers and contributions)	341,567	328,592	344,324	7,431	362,068	344,324	17,744	5%	328,592
Total Expenditure	306,106	361,725	371,753	37,336	331,314	371,916	(40,602)	-11%	361,725
Surplus/(Deficit)	35,461	(33,133)	(27,429)	(29,905)	30,754	(27,593)	58,347	-211%	(33,133)
Surplus/ (Deficit) for the year	80,560	5,329	27,997	(25,244)	68,658	27,833	40,825	147%	5,329
Capital expenditure & funds sources									
Capital expenditure	30,411	78,311	86,666	22,127	73,090	86,666	(13,576)	-16%	78,311
Capital transfers recognised	5,762	32,693	33,980	5,374	32,604	33,980	(1,377)	-4%	32,693
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	24,649	45,619	52,686	16,753	40,486	52,686	(12,200)	-23%	45,619
Total sources of operational & ca	336,517	440,036	458,419	59,463	404,404	458,582	(54,179)	-27%	440,036

As can be seen from the table above, Actual surplus for the quarter ended 30th June 2023 is significantly more than the Budgeted Surplus. Quarterly budget statement summary (Table C1), for the fourth quarter of the year, July – June 2023 (year to date actual), shows a surplus of R68.7 million against YTD budget of R27.8 million which reflects more than 100% performance.

Currently there are no financial problems and major risks facing the municipality. A total amount of R115 million is invested by the municipality to the approved banking institutions, while the Investment register closing balance as at June 2023, R244.9 million.

1.4 IN- YEAR BUDGET STATEMENT TABLES

Table 1

Table C1 below provides a summary of the overall performance of the Municipality

KZN291 Mandeni - Table C1 Monthly Budget Statement Summary - Q4 Fourth Quarter									
Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	43,600	48,880	48,880	(3,519)	47,056	48,880	(1,824)	-4%	48,880
Service charges	56,776	44,328	44,328	5,861	61,813	44,328	17,485	39%	44,328
Investment revenue	10,694	5,700	19,200	1,722	20,010	19,200	810	4%	5,700
Transfers and subsidies	220,162	224,045	223,389	1,598	223,107	223,389	(282)	-0%	224,045
Other own revenue	10,334	5,639	8,527	1,769	10,082	8,527	1,555	18%	5,639
Total Revenue (excluding capital transfers and	341,567	328,592	344,324	7,431	362,068	344,324	17,744	5%	328,592
Employee costs	107,713	124,828	124,828	10,822	116,032	124,828	(8,796)	-7%	124,828
Remuneration of Councillors	13,798	14,682	14,682	1,162	13,767	14,682	(915)	-6%	14,682
Depreciation & asset impairment	35,256	33,747	33,747	-	30,497	33,747	(3,249)	-10%	33,747
Finance charges	58	410	410	-	260	410	(150)	-37%	410
Inventory consumed and bulk purchase	37,998	37,937	44,143	9,159	49,347	44,143	5,204	12%	37,937
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	111,283	150,121	153,943	16,192	121,411	154,106	(32,696)	-21%	150,121
Total Expenditure	306,106	361,725	371,753	37,336	331,314	371,916	(40,602)	-11%	361,725
Surplus/(Deficit)	35,461	(33,133)	(27,429)	(29,905)	30,754	(27,593)	58,347	-211%	(33,133)
Transfers and subsidies - capital (monetary allocations) (National	45,099	38,462	55,426	4,660	37,904	55,426	(17,522)	-32%	38,462
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	80,560	5,329	27,997	(25,244)	68,658	27,833	40,825	147%	5,329
Share of surplus/ (deficit) of	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	80,560	5,329	27,997	(25,244)	68,658	27,833	40,825	147%	5,329
Capital expenditure & funds sources									
Capital expenditure	30,411	78,311	86,666	22,127	73,090	86,666	(13,576)	-16%	78,311
Capital transfers recognised	5,762	32,693	33,980	5,374	32,604	33,980	(1,377)	-4%	32,693
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	24,649	45,619	52,686	16,753	40,486	52,686	(12,200)	-23%	45,619
Total sources of capital funds	30,411	78,311	86,666	22,127	73,090	86,666	(13,576)	-16%	78,311
Financial position									
Total current assets	246,082	102,933	197,792	-	334,235	-	-	-	102,933
Total non current assets	573,428	625,190	626,347	-	616,024	-	-	-	625,190
Total current liabilities	49,357	37,001	(36,173)	-	77,356	-	-	-	37,001
Total non current liabilities	18,003	27,394	22,795	-	18,003	-	-	-	27,394
Community wealth/Equity	752,151	663,728	837,517	-	854,900	-	-	-	663,728
Cash flows									
Net cash from (used) operating	110,198	76,547	46,464	248,833	140,418	46,464	(93,955)	-202%	(317,232)
Net cash from (used) investing	302,868	(90,058)	(99,666)	(25,447)	(84,053)	(99,666)	(15,613)	16%	(78,311)
Net cash from (used) financing	-	(324)	(225)	31	219	(225)	(444)	197%	(599)
Cash/cash equivalents at the mo	493,067	144,601	154,555	-	264,566	154,555	(110,011)	-71%	(188,161)
Debtors & creditors analysis									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dvs	151-180 Dvs	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	3,943	1,796	3,305	2,806	5,092	(154)	26,424	160,224	203,437
Creditors Age Analysis									
Total Creditors	17,300	-	-	-	-	-	-	2	17,303

Table 2

Table C2 provides the statement of financial performance by standard classification.

KZN291 Mandeni - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Q4 Fourth Quarter										
Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1								%	
Revenue - Functional										
Governance and administration		273,272	272,442	286,954	(1,267)	286,590	286,954	(364)	0%	272,442
Executive and council		-	7,806	7,806	-	-	7,806	(7,806)	-100%	7,806
Finance and administration		273,272	264,636	279,148	(1,267)	286,590	279,148	7,442	3%	264,636
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		6,070	4,643	20,951	1,856	5,500	20,951	(15,451)	-74%	4,643
Community and social services		4,421	4,643	20,951	1,856	5,500	20,951	(15,451)	-74%	4,643
Sport and recreation		1,649	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		48,723	44,548	46,425	5,467	43,990	46,425	(2,435)	-5%	44,548
Planning and development		46,731	43,589	44,266	4,497	42,442	44,266	(1,824)	-4%	43,589
Road transport		1,992	959	2,159	970	1,548	2,159	(611)	-28%	959
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		58,601	45,420	45,420	6,036	63,893	45,420	18,472	41%	45,420
Energy sources		46,103	36,068	36,068	4,894	50,442	36,068	14,374	40%	36,068
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		12,498	9,353	9,353	1,142	13,451	9,353	4,098	44%	9,353
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	386,666	367,054	399,750	12,092	399,972	399,750	223	0%	367,054
Expenditure - Functional										
Governance and administration		150,187	187,729	192,855	15,789	164,501	193,019	(28,518)	-15%	187,729
Executive and council		43,112	52,611	55,072	5,947	52,131	55,072	(2,941)	-5%	52,611
Finance and administration		107,076	135,119	137,783	9,842	112,370	137,946	(25,577)	-19%	135,119
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		34,617	36,843	36,399	3,436	34,041	36,399	(2,359)	-6%	36,843
Community and social services		22,685	25,878	24,369	2,743	25,702	24,369	1,332	5%	25,878
Sport and recreation		11,517	9,873	10,938	693	8,315	10,938	(2,623)	-24%	9,873
Public safety		399	1,073	1,073	-	-	1,073	(1,073)	-100%	1,073
Housing		16	20	20	-	24	20	4	22%	20
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		65,500	79,416	79,505	8,722	68,028	79,505	(11,477)	-14%	79,416
Planning and development		15,904	23,148	22,974	4,225	19,742	22,974	(3,232)	-14%	23,148
Road transport		46,432	52,589	52,852	4,074	45,087	52,852	(7,765)	-15%	52,589
Environmental protection		3,164	3,680	3,680	422	3,199	3,680	(480)	-13%	3,680
Trading services		55,802	57,736	62,994	9,389	64,744	62,994	1,751	3%	57,736
Energy sources		45,697	45,688	49,768	7,612	53,298	49,768	3,530	7%	45,688
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	2,800	2,800	-	2,488	2,800	(312)	-11%	2,800
Waste management		10,105	9,248	10,426	1,777	8,959	10,426	(1,467)	-14%	9,248
Other		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	306,106	361,725	371,753	37,336	331,314	371,916	(40,602)	-11%	361,725
Surplus/ (Deficit) for the year		80,560	5,329	27,997	(25,244)	68,658	27,833	40,825	147%	5,329

Table 3

Table C3 Quarterly Budget Statement – Financial Performance and expenditure by municipal vote

KZN291 Mandeni - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Q4										
Vote Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - Executive and council		-	7,806	7,806	-	-	7,806	(7,806)	-100.0%	7,806
Vote 2 - Finance and administration		273,272	264,636	279,148	(1,267)	286,590	279,148	7,442	2.7%	264,636
Vote 3 - Internal audit		-	-	-	-	-	-	-		-
Vote 4 - Community and social services		4,421	4,643	20,951	1,856	5,500	20,951	(15,451)	-73.7%	4,643
Vote 5 - Sport and Recreation		1,649	-	-	-	-	-	-		-
Vote 6 - Public safety		-	-	-	-	-	-	-		-
Vote 7 - Housing		-	-	-	-	-	-	-		-
Vote 8 - Planning and Development		46,731	43,589	44,266	4,497	42,442	44,266	(1,824)	-4.1%	43,589
Vote 9 - Road transport		1,992	959	2,159	970	1,548	2,159	(611)	-28.3%	959
Vote 10 - Energy sources		46,103	36,068	36,068	4,894	50,442	36,068	14,374	39.9%	36,068
Vote 11 - Waste Management		12,498	9,353	9,353	1,142	13,451	9,353	4,098	43.8%	9,353
Vote 12 - Environmental Protection		-	-	-	-	-	-	-		-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-		-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-		-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-		-
Total Revenue by Vote	2	386,666	367,054	399,750	12,092	399,972	399,750	223	0.1%	367,054
Expenditure by Vote	1									
Vote 1 - Executive and council		43,112	52,611	55,072	5,947	52,131	55,072	(2,941)	-5.3%	52,611
Vote 2 - Finance and administration		107,076	135,119	137,783	9,842	112,370	137,946	(25,577)	-18.5%	135,119
Vote 3 - Internal audit		-	-	-	-	-	-	-		-
Vote 4 - Community and social services		22,685	25,878	24,369	2,743	25,702	24,369	1,332	5.5%	25,878
Vote 5 - Sport and Recreation		11,517	9,873	10,938	693	8,315	10,938	(2,623)	-24.0%	9,873
Vote 6 - Public safety		399	1,073	1,073	-	-	1,073	(1,073)	-100.0%	1,073
Vote 7 - Housing		16	20	20	-	24	20	4	22.3%	20
Vote 8 - Planning and Development		15,904	23,148	22,974	4,225	19,742	22,974	(3,232)	-14.1%	23,148
Vote 9 - Road transport		46,432	55,389	55,652	4,074	47,574	55,652	(8,077)	-14.5%	55,389
Vote 10 - Energy sources		45,697	45,688	49,768	7,612	53,298	49,768	3,530	7.1%	45,688
Vote 11 - Waste Management		10,105	9,248	10,426	1,777	8,959	10,426	(1,467)	-14.1%	9,248
Vote 12 - Environmental Protection		3,164	3,680	3,680	422	3,199	3,680	(480)	-13.1%	3,680
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-		-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-		-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-		-
Total Expenditure by Vote	2	306,106	361,725	371,753	37,336	331,314	371,916	(40,602)	-10.9%	361,725
Surplus/ (Deficit) for the year	2	80,560	5,329	27,997	(25,244)	68,658	27,833	40,825	146.7%	5,329

Table 4 provides information on the planned revenue and operational expenditures against the actual results for the period ending 30th June 2023

This report analyses each major component under following headings;

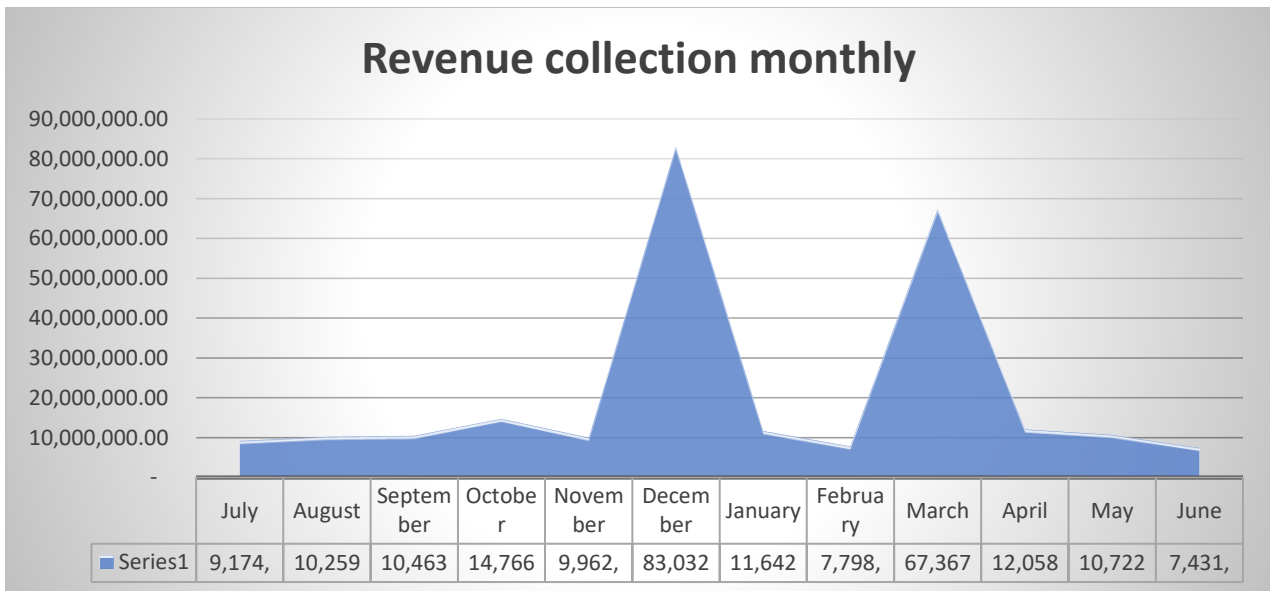
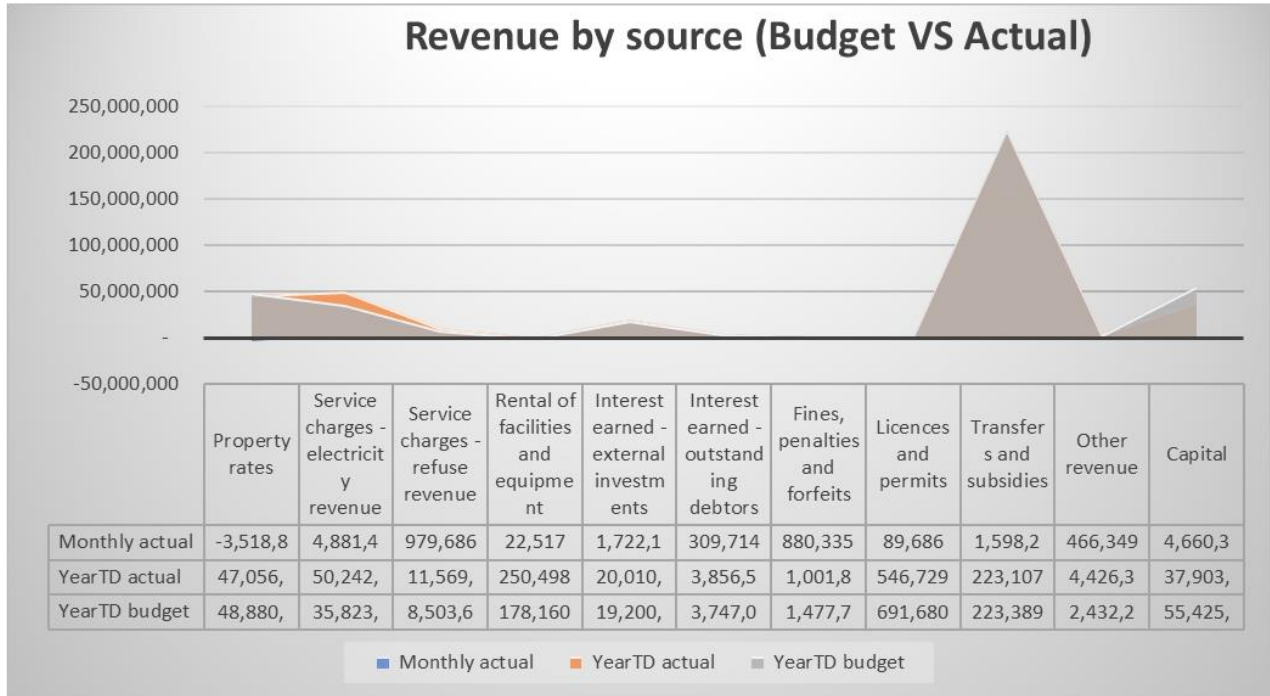
- Revenue by Source
- Operational Expenditure by Type, and

KZN291 Mandeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q4 Fourth Quarter										
Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates		43,600	48,880	48,880	(3,519)	47,056	48,880	(1,824)	-4%	48,880
Service charges - electricity revenue		45,958	35,824	35,824	4,881	50,243	35,824	14,419	40%	35,824
Service charges - water revenue		—	—	—	—	—	—	—	—	—
Service charges - sanitation revenue		—	—	—	—	—	—	—	—	—
Service charges - refuse revenue		10,818	8,504	8,504	980	11,570	8,504	3,066	36%	8,504
Rental of facilities and equipment		150	178	178	23	250	178	72	41%	178
Interest earned - external investments		10,694	5,700	19,200	1,722	20,010	19,200	810	4%	5,700
Interest earned - outstanding debtors		3,387	3,747	3,747	310	3,857	3,747	109	3%	3,747
Dividends received		—	—	—	—	—	—	—	—	—
Fines, penalties and forfeits		1,202	278	1,478	880	1,002	1,478	(476)	-32%	278
Licences and permits		791	692	692	90	547	692	(145)	-21%	692
Agency services		—	—	—	—	—	—	—	—	—
Transfers and subsidies		220,162	224,045	223,389	1,598	223,107	223,389	(282)	0%	224,045
Other revenue		1,228	744	2,432	466	4,426	2,432	1,994	82%	744
Gains		3,577	—	—	—	—	—	—	—	—
Total Revenue (excluding capital transfers and contributions)		341,567	328,592	344,324	7,431	362,068	344,324	17,744	5%	328,592
Expenditure By Type										
Employee related costs		107,713	124,828	124,828	10,822	116,032	124,828	(8,796)	-7%	124,828
Remuneration of councillors		13,798	14,682	14,682	1,162	13,767	14,682	(915)	-6%	14,682
Debt impairment		20,430	42,548	42,548	—	21,003	42,548	(21,545)	-51%	42,548
Depreciation & asset impairment		35,256	33,747	33,747	—	30,497	33,747	(3,249)	-10%	33,747
Finance charges		58	410	410	—	260	410	(150)	-37%	410
Bulk purchases - electricity		36,575	33,950	39,050	6,476	45,194	39,050	6,144	16%	33,950
Inventory consumed		1,424	3,987	5,093	2,683	4,153	5,093	(940)	-18%	3,987
Contracted services		50,051	63,868	64,587	9,697	57,683	64,591	(6,908)	-11%	63,868
Transfers and subsidies		—	—	—	—	—	—	—	—	—
Other expenditure		39,894	43,705	45,809	6,467	42,983	45,968	(2,985)	-6%	43,705
Losses		908	—	1,000	29	(257)	1,000	(1,257)	-126%	—
Total Expenditure		306,106	361,725	371,753	37,336	331,314	371,916	(40,602)	-11%	361,725
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations) (National /		45,099	38,462	55,426	4,660	37,904	55,426	(17,522)	(0)	38,462
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions,		—	—	—	—	—	—	—	—	—
Transfers and subsidies - capital (in-kind - a		—	—	—	—	—	—	—	—	—
Surplus/(Deficit) after capital transfers & contributions		80,560	5,329	27,997	(25,244)	68,658	27,833			5,329
Taxation		—	—	—	—	—	—	—	—	—
Surplus/(Deficit) after taxation		80,560	5,329	27,997	(25,244)	68,658	27,833			5,329
Attributable to minorities		—	—	—	—	—	—	—	—	—
Surplus/(Deficit) attributable to		80,560	5,329	27,997	(25,244)	68,658	27,833			5,329
Share of surplus/ (deficit) of associate		—	—	—	—	—	—	—	—	—
Surplus/ (Deficit) for the year		80,560	5,329	27,997	(25,244)	68,658	27,833			5,329

Table 4.1

▪ **Total Operating Revenue from (July- June 2023)**

The table below reflects trend of the revenue from July to June 2023



Revenue:

- The Year to Date (YTD) total revenue earned is R362.1 million for the period ending 30th June 2023 excluding capital conditional grant income of R 37.9 million. The YTD Budget is R 344.3 million; therefore, this reflects an over performance against the revenue projected by 5%, this is a reflection that the municipality has achieved its revenue performance against budget.

Property Rates

- The municipality accounts for Property Rates on an invoice basis in line with GRAP requirements and the total amount billed is R47.1 million (current month – (-R3.5 million) which equates to an under billing by 4% when compared to the total R48.9 million pro-rata property rates revenue budgeted.
- Revenue is recognized when the bills are performed. The municipality took a decision to Bill rates for 10 months and the process does not have any negative effect on revenue but it has just been compressed to cater for window period July and June, no income foregone in the process. This is to encourage people to pay and pause during window period provided they are up to date and catch up if they are in arrears.

The actual cash collected being R 2.5 million for the month ended June 2023.

Service Charges: Electricity

- As indicated above, also revenue for service charges- electricity is recognized on an invoice basis and the total amount billed is R50.2 million (current month – R4.9 million) which equates to an over billing by 40% when compared to the total R35.8 million electricity revenue budgeted. A number of customers moved to prepaid system which resulted in lesser billing on electricity and also this is due to seasonal fluctuations of electricity consumption which increases in winter months as compared to summer months. Further to that meter audit that was conducted which identified over 30 meters on the ground that were not billed due to dysfunctional DCUs.

The actual cash collected is R3.3 million for the month ended June 2023.

Service Charges: Refuse

- As indicated above, also revenue for service charges- refuse is recognized on an invoice basis and the total amount billed is R11.6 million (current month – R980 thousand) which equates to an over billing by 36% when compared to the total R8.5 million refuse revenue budgeted. This variance is due to additional properties that were billed as identified in the Supplementary Valuation Roll which expected to

have a significant impact at the end of the financial year. The variance is acceptable, business refuse always increases during the more economic active months.

The actual cash collected is R431 thousand for the quarter ended June 2023.

Planned Interventions to Increase Collections (Property rates and Service Charges)

- On a weekly basis, a list of top 20 debtors (businesses, government and domestic) is extracted from the debtors list.
- Debtors selected are encouraged to come and make arrangements for payment;
- In the event that they still default on payments, these debtors are written final demand letters and if no positive response is received, a process of effecting service disconnections ensues in line with our credit control policy.
-

ACCOUNTS WITH LETTERS OF FINAL DEMAND FOR PAYMENT SENT OUT					
ACC. NO.	TOWN	ERF NO.	DEBTORS NAME	DEBT TYPE	AMOUNT R
001001792	SUNDUMBILI A	179	MR MNGOMEZULU	REFUSE	43,417.63
001001862	SUNDUMBILI A	186	MR DLAMINI	REFUSE	45,083.01
001002100	SUNDUMBILI A	21	MS ZULU	REFUSE/RATES	92,783.01
001002242	SUNDUMBILI A	224	MR XULU	REFUSE	43,277.93
001002400	SUNDUMBILI A	24	MR ZULU	RATES/REFUSE	56,897.89
001001742	SUNDUMBILI A	174	MR MTHETHWA	REFUSE	41,022.14
001019000	SUNDUMBILI A	190	MS MKHWANAZI	RATES/REFUSE	43,001.86
001001400	SUNDUMBILI A	14	MR MASONDO	RATES/REFUSE	15,982.45
001001372	SUNDUMBILI A	137	MR NGEMA	REFUSE	34,023.09
001063100	SUNDUMBILI A	631	MR MADELA	RATES/REFUSE	73,203.19
001064500	SUNDUMBILI A	645	MS ZUNGU	RATES/REFUSE	10,624.49
001065000	SUNDUMBILI A	650	MS NTSHANGASE	RATES/REFUSE	58,539.33
0010656	SUNDUMBILI A	656	MR MANQELE	RATES/REFUSE	33,969.58
001069300	SUNDUMBILI A	693	MR WILLIAMSON	RATES/REFUSE	17,857.56
001069900	SUNDUMBILI A	699	MS NGOBESE	RATES/REFUSE	4,457.45
001071300	SUNDUMBILI A	713	MR SANGWENI	RATES/REFUSE	12,744.48
001070800	SUNDUMBILI A	708	MR BELE	RATES/REFUSE	26,014.76
001071200	SUNDUMBILI A	712	KKLK PROPERTY INV.	RATES/REFUSE	52,596.97
001073500	SUNDUMBILI A	735	MS MBINGLA	RATES/REFUSE	9,055.61
001073600	SUNDUMBILI A	736	MR SIBIYA	RATES/REFUSE	17,623.19
TOTAL					732,175.62

ARRANGEMENTS					
ACC. NO.	TOWN	ERF. NO.	DEBTORS NAME	DEBT TYPE	AMOUNT R
001070700	SUNDUMBILI A	707	MRS GCALEKA	RATES/REFUSE	-
009801201	MANDINI EXT. 001	278	MR NGCOBO	RATES/REFUSE	22,315.63
004001932	MANDINI EXT. 006	916	MR KANNI	ELEC/REFUSE	20,477.47
001095000	SUNDUMBILI A	950	MR MASONDO	RATES	6,304.26
002700821	MANDINI EXT. 007	994	MR SIBIYA S S	ELECTRICITY	-
009500781	MANDINI EXT. 007	994	MR SIBIYA S S	RATES/ELEC	142,839.11
009701331	MANDII EXT. 005	776	MR THABETHE	RATES/REFUSE	964.36
002145600	SUDUMBILI B	1456	MR MTHEMBU	RATES/REFUSE	14,731.09
009900602	MANDINI EXT.090	60	MS BAKER	RATES/REFUSE	1,325.20
002136900	SUNDUMBILI B	1369	MR VILAKAZI	RATES/REFUSE	54,840.65
001022500	SUNDUMBILI A	225	MR MBATHA	RATES/REFUSE	11,881.33
001072500	SUNDUMBILI A	725	MR SHANGE	RATES/REFUSE	27,059.61
002037500	SUNDUMBILI B	375	Ms SHANGE	RATES/REFUSE	10,430.16
002242500	SUNDUMBILI B	2425	MR MDLULI	RATES	56,951.97
'001077100	SUNDUMBILI A	771	MR MTHEMBU	RATES/REFUSE	2,403.23
001107800	SUNDUMBILI A	1078	MR SKOSANA	RATES/REFUSE	14,851.73
002160000	SUNDUMBILI B	1600	MR SHANGE	RATES/ REFUSE	23,561.89
002067800	SUNDUMBILI B	678	MS MPUNGOSE	RATES/REFUSE	32,742.36
001073600	SUNDUMBILI A	736	MR SIBIYA	RATES/REFUSE	17,623.19
009903601	MANDINI EXT. 002	360	MR MWANDLA	RATES/REFUSE	21,874.94
TOTAL					483,178.18

DISCONNECTIONS					
ACCOUNT NO.	TOWN	ERF NO.	DEBTORS NAME	DEBT TYPE	AMOUNT R
002600432	MANDINI	1426 EXT. 006	ASSOCIATED SPINNERS	RATES/ELEC	-
004001952	MANDINI	744 EXT. 005	BASIC BEST PROP	ELECTRICITY	18.83
008400851	MANDINI	835	ELASTICO	RATES/ELEC	6,505.43
009600501	MANDINI	699	MR EUSHEN	RATES/ELEC	93,301.02
008800681	MANDINI	98	MR GETKATE	RATES/ELEC	8,262.21
002400241	MANDINI	444 EXT. 002	M3 HOLDINGS	RATES/ELEC	-
003000102	MANDINI	307	MR MBUYISA	RATES/ELEC	73,105.44
002800131	MANDINI	448 EXT. 002	MR MVULA	RATES/ELEC	5,772.81
002300031	MANDINI	746 EXT. 005	MR MCHUNU X S	ELECTRICITY	787.01
009907461	MANDINI	746 EXT. 005	MR MCHUNU X S	RATES/ELEC	3,236.70
002601032	MANDINI	805 EXT. 005	MR BUTHELEZI	ELECT.	-
008000421	MANDINI	805 EXT. 005	MR BUTHELEZI	RATES/ELEC	7,359.66
008801301	MANDINI	77	MR PIETERS	RATES/ELEC	1,325.58
002701212	MANDINI	28	MS NTULI	RATES/ELEC	28,462.20
008903411	MANDINI	469 EXT. 002	MR RADEBE L P	RATES/ELEC	72,349.32
002900232	MANDINI	911 EXT. 006	MR RADEBE	RATES/ELEC	69,753.51
002700941	MANDINI	46 EXT. 090	MR KUBHEKA	RATES/ELEC	336.87
004001932	MANDINI	916 EXT. 006	MR KANNI	RATES/ELEC	20,477.47
002701091	MANDINI	405 EXT. 002	MS HORSLEY-DALIL	RATES/ELEC	23,412.85
009300771	MANDINI	786/02 FLAT	MR FOURIE	RATES/ELEC	10,042.51
002800902	MANDENI	786/10 FLAT	MR GOPAL	RATES/ELEC	5,831.11
TOTAL					430,340.53

Rental of facilities & Equipment

- Revenue from rental of facilities recognised amounts to R250 thousand in comparison with the year-to-date budget amount of R178 thousand thus indicating an over performance of R72 thousand or 41 percent. Variance is due to level of demand in the usage of municipal facilities (Municipal sports fields, municipal halls) when comparing to the projections.

Interest earned _external investments.

- Investment revenue is the amount of interest earned on the amount invested with various financial institutions registered with South African Banking Council. The amount collected to date as interest earned amounts to R20.0 million resulting in an over performance of 4 per cent over collection of the budget to date. Variance is due to the cash available from previous year cash backed reserves and additional grants received.
- In line with the investment policy, funds are invested on call accounts with institutions offering the highest possible interest rates.

Interest earned outstanding debtors

- In line with council adopted credit control policy, the municipality charges interest on arrear debtors.
- Interest earned on outstanding debtors amounts to R3.9 million in comparison with the year-to-date budget of R3.7 million, thus indicating an over performance by - R109 thousand or 3 percent, variance is based on the outstanding debtors for that period. Interest on outstanding debtors has been charged at a rate of 2% as approved by Council.

Fines, Penalties and forfeits

- Fines have underperformed by -32 percent or R476 thousand, with an actual amount of R1.0 million variance against year-to-date budget projections of R1.5 million. This is mainly due to the culture of non-payment and adverse economic conditions Revenue reported to date is on cash basis, as the municipality accounts for fines in terms of iGRAP 1 during year end.

Licences and permits

- Licences and permits have underperformed by -21 percent or R145 thousand with an actual amount of R547 thousand as compared to budget of R692 thousand, variance is due performance by Traffic Department on issuing of licences which has been affected by load shedding which has an impact on the functioning of the office.

Transfers & subsidies

- Transfers and subsidies recognised operational amounts to R223.1 million in comparison with the year-to-date budget of R223.4 million, thus indicating an under performance by R282 thousand or 0 percent, variance is mainly attributable to the municipality receiving all grants as publicized in DORA and meeting conditions of the grant.
- Transfers and subsidies capital amounts to R37.9 million in comparison with the year-to-date budget of R55.4 million with an under performance of R17.5 million, variance is due to not fully spending Disaster Relief Grant as the grant was transferred in April also there was an agreement with the transferring department to utilise this grant in the next financial year.

Other Revenue

The majority of the Council own funded sources are budgeted under this category.

The year-to-date performance in Other Revenue amounts to R4.4 million more than anticipated YTD budget of R2.4 million, thus indicating an over- performance of R1.9 million or 82 percent, variance is mainly due to seasonal fluctuations and level of demand for these items e.g, tender fees, connection and disconnection fees.

Another contributing factor to this variance is due to revenue received from LG Seta of R676 thousand and insurance refund of R1.9 million.

Overall revenue budget to date

The overall Operational revenue to date totals to R362.1 million (current month – R7.4 million) which equates to an over collection of 5% when compared to pro-rata budget of R344.3 million.

Table 4.3

▪ **Total Operating Expenditure from (July – June 2023)**

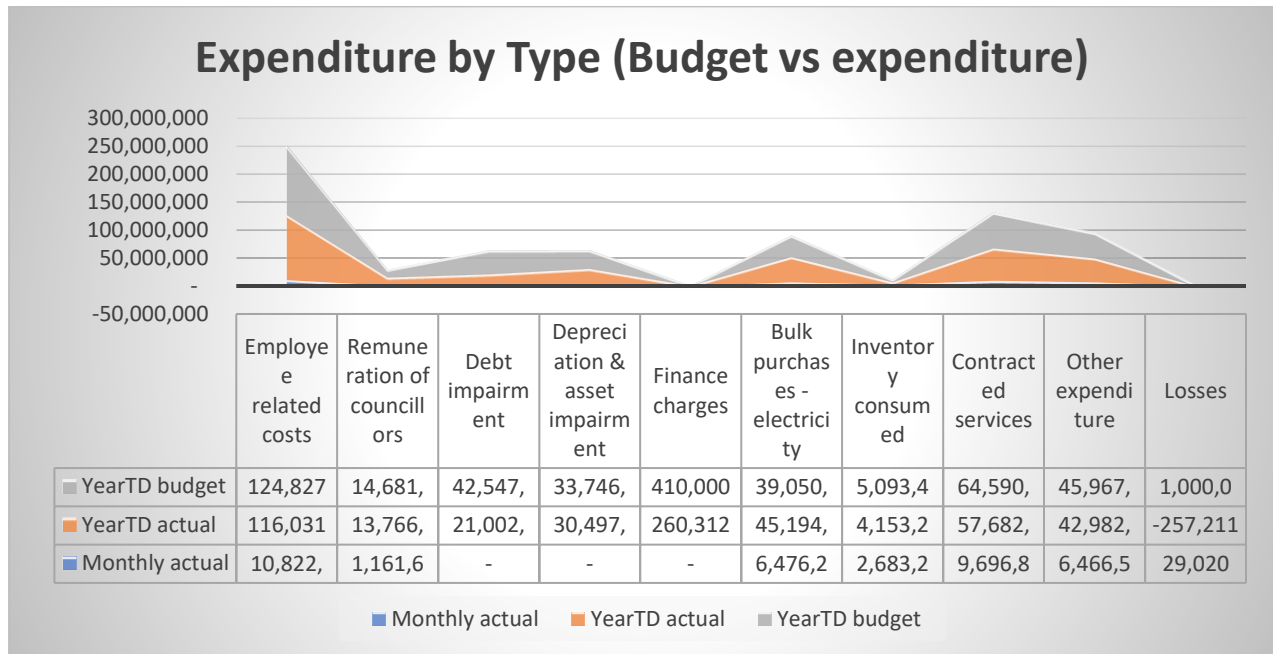
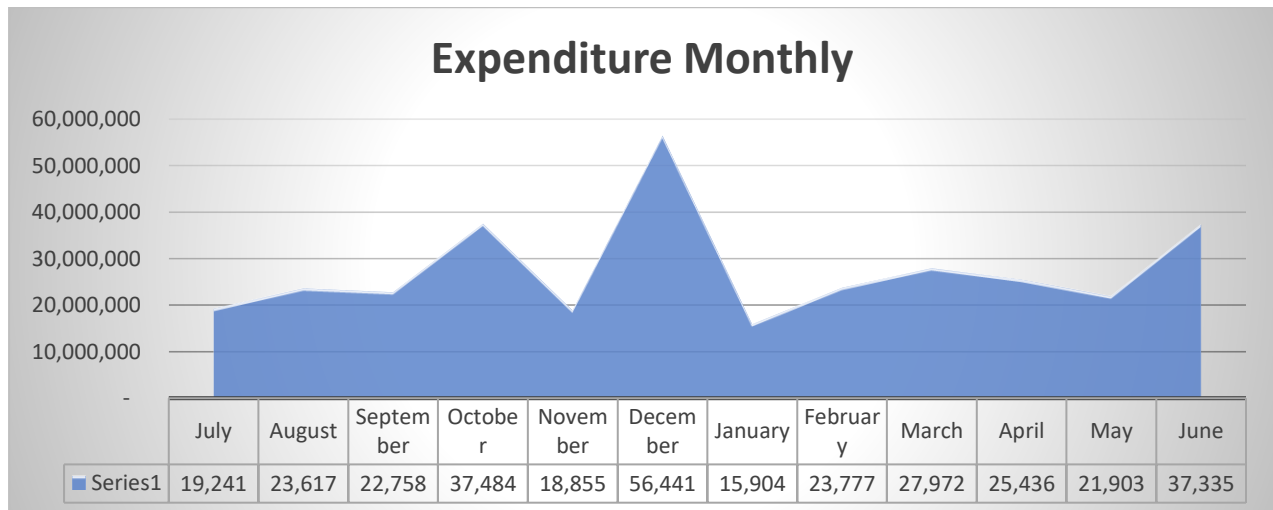


Table 4.4

▪ **Operating Expenditure from July-June 2023**

The table below reflects trend of expenditure for the 4th quarter of the financial year



Operating Expenditure:

- The total operational expenditure YTD Actual for the period ending 30th June 2023 amounted to R 331.3 million against the planned target of YTD budget is R 371.9 million. As at the end of June the operational expenditure budget has been under spent by -11% or -R40.6 million. However, it should be noted that since we have approached year end which has an impact on reporting for AFS there are reconciliations that are still being done these include calculation of Debt Impairment and Depreciation which are still going to be updated for the month of June 2023. *Detailed expenditure analysis is below:*

Employee Related Costs

- Employee related costs YTD expenditure for the period ending 30th June 2023 amounted to R116.0 million while the YTD budget was R124.8 million with an underspending of R8.8 million at -7 per cent. Variance is due to positions that were prioritised in the budget which have not been filled. However, recruitment processes have been started and almost close to being finalised for filling of these position.
- Furthermore, to that it should be noted that employee bonuses are now being paid on their birth month.

Remuneration of Councilors

- The expenditure on councilor allowances as of 30th June 2023 was under spent by R 915 thousand. The YTD Remuneration of Councilor's budget is R14.7 million whilst the actual expenditure is R13.8 million which resulted in underspending by -6% YTD expenditure performance. Variance is due to Cllrs upper limits which have not been affected as the municipality has not received approval from COGTA.

Debt Impairment

- The provision for bad debt is reflecting an under performance by 51 percent or R21.5 million from YTD budget of R42.5 million against the YTD actual of R21.0 million. Debt impairment calculation has assumed the method below. Further to that it should be noted that since we have approached year end as the department we are still busy with these calculation as they have an impact on AFS reporting.
- The assumption is that you exclude all debtors with credit balances when calculating the provision. Provision for Bad debt is therefore calculated using the collection rate of 65% for debt within 90 days and 20% for any debt older than 90 days for all categories except electricity. With Electricity the assumption is that 90% of the debt older than 90 days is still collectable.

Depreciation and Asset Impairment

- Depreciation and asset impairment are reflecting an under performance by 10 percent or R3.2 million against YTD actual of R30.5 million against the YTD budget of R33.7 million, variance is due to year end processes as the department is still busy with these calculation as they have an impact on AFS reporting, the figures reported may change when final run of depreciation has been calculated for the month of June 2023.

Finance Charges

- Finance charges reflects an under performance by -37 percent or R150 thousand against YTD actual of R260 variance is due to interest paid towards Wesbank for Finance Lease. Further to that it should be noted that the Instatement contract agreement for 1 Toyota Avanza has come to an end in the month of September 2022.
- Another contributing factor to finance charges is the reclassification of retirement benefit obligation interest costs in accordance with GRAP 25, this calculation will be done during year end after assessment by Actuarial Report has been completed for the year.

Bulk Purchases

- Bulk purchases relate to electricity purchases that the municipality purchases from Eskom for revenue generation stream, as the municipality has the license authority within ward 3. To date the expenditure on bulk purchases totals to R45.2 million (current month – R6.5 million) when compared to the projected budget of R39.1 million, variance is R6.1 million with an over expenditure of 6 percent. Variance is due to level of demand for electricity.
- Further to that it should be noted that this line item has exceeded budget which results in Unauthorized expenditure, this will be tabled to MPAC.

Inventory Consumed

- Inventory Consumed are reflecting an underperformance by 18 percent or R940 thousand from YTD budget of R5.1 million against the YTD Actual of R4.2 million, variance is due to the implementation of procurement plan. The municipality has reviewed its repairs and maintenance plan so as to ensure that the infrastructure of the municipality is regularly monitored for its aging.

Contracted Services

- Contracted services expenditure is reflecting an under expenditure by -11 percent or R6.9 million from YTD budget of R64.6 million against the YTD actual of R57.7 million, variance is due to the implementation of procurement plan. This item included all the contracted and outsourced services by the municipality.

Transfers & Subsidies

- Transfers & Subsidies has been reclassified under other expenditure so as to consider findings raised by mSCOA Co-Ordinator. Therefore, this expenditure is part of Other Expenditure.

Other expenditure

- Other expenditure has underspent by -6 percent or -R2.9 million from YTD budget of R45.9 million against the YTD actual of R42.9 million, variance is due to activities that took place in the 4th quarter of the financial year and the implementation of cost cutting measures.
- Other expenditure - The majority of items are not a straight-line expenditure some are paid where it is needed e.g. printing and stationery, mayoral projects, external services etc. Certain expenditure items are based on a seasonal commitment.

Table 5

Table C5 Quarterly Budget Statement – Capital Expenditure

KZN291 Mandeni - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Q4 Fourth Quarter										
Vote Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Single Year expenditure appropriation	2									
Vote 1 - Executive and council		(826)	527	527	25	443	527	(84)	-16%	527
Vote 2 - Finance and administration		13,868	7,395	4,662	683	5,329	4,662	668	14%	7,395
Vote 3 - Internal audit		-	-	-	-	-	-	-	-	-
Vote 4 - Community and social services		9,674	6,779	6,011	2,203	4,937	6,011	(1,074)	-18%	6,779
Vote 5 - Sport and Recreation		4,074	13,509	11,840	2,066	8,618	11,840	(3,223)	-27%	13,509
Vote 6 - Public safety		-	-	-	4	4	-	4	#DIV/0!	-
Vote 7 - Housing		-	-	-	-	-	-	-	-	-
Vote 8 - Planning and Development		(533)	18,479	17,006	2,342	9,883	17,006	(7,124)	-42%	18,479
Vote 9 - Road transport		(1,174)	20,326	33,009	12,059	30,625	33,009	(2,384)	-7%	20,326
Vote 10 - Energy sources		5,328	6,095	8,704	2,384	6,831	8,704	(1,873)	-22%	6,095
Vote 11 - Waste Management		-	5,202	4,907	361	6,420	4,907	1,513	31%	5,202
Vote 12 - Environmental Protection		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	30,411	78,311	86,666	22,127	73,090	86,666	(13,576)	-16%	78,311
Total Capital Expenditure		30,411	78,311	86,666	22,127	73,090	86,666	(13,576)	-16%	78,311
Capital Expenditure - Functional Classification										
Governance and administration		13,041	7,922	5,189	708	5,772	5,189	584	11%	7,922
Executive and council		(826)	527	527	25	443	527	(84)	-16%	527
Finance and administration		13,868	7,395	4,662	683	5,329	4,662	668	14%	7,395
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		13,748	20,288	17,852	4,273	13,558	17,852	(4,293)	-24%	20,288
Community and social services		9,674	6,779	6,011	2,203	4,937	6,011	(1,074)	-18%	6,779
Sport and recreation		4,074	13,509	11,840	2,066	8,618	11,840	(3,223)	-27%	13,509
Public safety		-	-	-	4	4	-	4	#DIV/0!	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		(1,706)	38,805	50,015	14,401	40,507	50,015	(9,507)	-19%	38,805
Planning and development		(533)	18,479	17,006	2,342	9,883	17,006	(7,124)	-42%	18,479
Road transport		(1,174)	20,326	33,009	12,059	30,625	33,009	(2,384)	-7%	20,326
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		5,328	11,297	13,611	2,746	13,251	13,611	(360)	-3%	11,297
Energy sources		5,328	6,095	8,704	2,384	6,831	8,704	(1,873)	-22%	6,095
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	5,202	4,907	361	6,420	4,907	1,513	31%	5,202
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	3	30,411	78,311	86,666	22,127	73,090	86,666	(13,576)	-16%	78,311
Funded by:										
National Government		5,762	32,370	33,702	4,895	32,085	33,702	(1,618)	-5%	32,370
Provincial Government		0	323	278	479	519	278	241	87%	323
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies,		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		5,762	32,693	33,980	5,374	32,604	33,980	(1,377)	-4%	32,693
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		24,649	45,619	52,686	16,753	40,486	52,686	(12,200)	-23%	45,619
Total Capital Funding		30,411	78,311	86,666	22,127	73,090	86,666	(13,576)	-16%	78,311

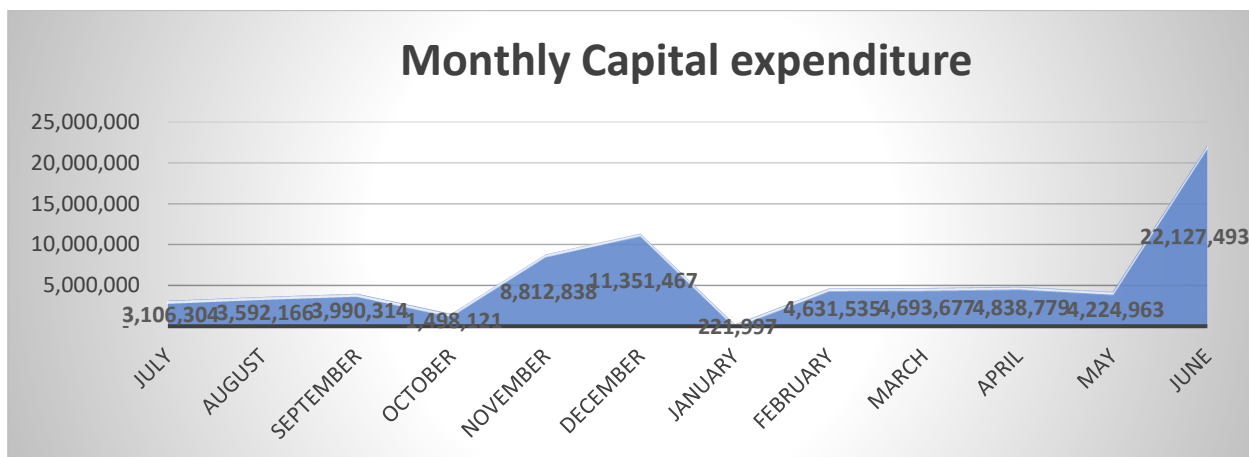
Capital Expenditure Analysis:

The YTD capital expenditure budget is R 73.1 million against YTD actual Capital expenditure amounted to R 86.7 million resulting in an under performance of (-16%) on capital expenditure. Variance in capital expenditure is due to projects that are funded internally which are still in progress and they will rollover in the next financial year. *(Detail Report on Implementation of Capital Projects below)*

Table 4.4

▪ **Capital Expenditure from July-June 2023**

The table below reflects trend of expenditure for the 4th quarter of the financial year



- Capital grants funded by the National Government for MIG and Disaster Relief Grant actual is R32.1 million versus YTD Budget of R33.7million as at June 2023. Variance of R1.6 million.
- Capital grants funded by Provincial Government actual is R519 thousand versus YTD Budget of R278 thousand as at June 2023 variance of 84% reflects an over expenditure on this grant. Variance is due to an adjustment that was done based on the revised allocation for Library. However, we can confirm that expenditure for Library was within the grant. Therefore, library grant has been fully spent as at June 2023.
- Capital grants funded Internally actual is R40.5 million versus YTD Budget of R52.7 million as at June 2023 variance of -23% reflects and under expenditure on this item. However, it should be noted that there are ongoing projects which are in progress in relation to this funding such as DLTC Establishment and Upgrading of municipal offices roofing which will overlap in the next financial year.

KZN 291 Mandeni Municipality Monthly budget statement ended 30th June 2023

PROJECTS STATUS QUO / PROGRESS REPORT AS AT 30 JUNE 2023 – MIG FUNDED PROJECTS

2020/2021 FINANCIAL YEAR ROLL OVER CAPITAL PROJECTS (MIG)

No	Project Name	Ward	Brief Description	Consultant/ Contractor	Approved MIG Funding	Status/ Progress	Anticipated Date	Challenges / Comments
01	Upgrade of Link Road between Masomonce Bus Route (Ward 10) and Enembe/Isithebe Link Road (Ward 12)	10/12	This project entails the construction of the new scope of work to prioritize the Storm-water, retaining wall, sidewalk and fixing the damage sections of the road.	Consultant Iqhina Consulting Engineers Contractor	R2 000 000.00	Documentation stage		The new Consultant Iqhina consulting Engineers has been appointed to deal with the finishing of the project since the previous Consultant Leletu Consulting Engineers pulled out of the project.
02	Construction of a Sports field in Enembe, Ward 5	5	Project Scope: The scope of works is as follows: Construction of a soccer field, Installation of clear view Fencing, Construction of Change rooms and ablution facility as well as the septic tank and Construction of grand stands	Consultant Sivest Consulting Engineers Contractor Sholo Trading	R7 962 614.60	Project is Complete.	December 2022	Project is at Defect Liability Period ending 14 December 2023.

KZN 291 Mandeni Municipality Monthly budget statement ended 30th June 2023

No	Project Name	Ward	Brief Description	Consultant/ Contractor	Approved MIG Funding	Status/ Progress	Anticipated Date	Challenges / Comments
<u>2022/2023 FINANCIAL YEAR CAPITAL PROJECTS (MIG)</u>								
03	Rural Roads Phase 4(a) - Upgrade of Gravel Roads in Ward 11	11	The scope of works includes the following activities: mass earthworks, construction of pavement layers (G4 material compacted to 97% of MDD, G7 material compacted to 93 & of MDD, 160mm unreinforced 35MPA concrete), construction of stormwater drainage and installation of road signs	Consultant: BVI Consulting Contractor: Onombuthu (PTY) LTD	R 4,867,775.44	Project is Complete.	October 2022	The project is currently under the defect liability period ending October 2023.
04	Rural Roads Phase 4(b) - Upgrade of a Gravel Road in Ward 6	6	The scope of works includes the following activities: mass earthworks, construction of pavement layers (G4 material compacted to 97% of MDD, G7 material compacted to 93 & of MDD, 160mm unreinforced 35MPA concrete), construction of stormwater drainage and installation of road signs	Consultant: BVI Consulting Contractor: Zisayini Trading Enterprise	R3,517,436.07	Project is Complete.	September 2022	The project is currently under the defect liability period ending September 2023.
05	Khenana and Hlomendlini	4, 10, 16, 17	7 x new high mast lighting including the following:	Consultant: BVI Consulting	R5,924,861.03	The project is practical complete.	January 2023	Six out of seven High Mast Lights have been energized. The seventh

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No	Project Name	Ward	Brief Description	Consultant/ Contractor	Approved MIG Funding	Status/ Progress	Anticipated Date	Challenges / Comments
	High Mast Lights	and 18	<ul style="list-style-type: none"> - 40A single phase supply kiosk per mast. - Electrical cable reticulation including all trenches, sleeves, joints, and terminations as detailed in the electrical bill of quantities. - 25m high-mast pole including concrete base as detailed in the electrical bill of quantities. - 8 x 400w LED luminaires per mast using an 8-way spigot. 	Contractor: Yakhalungisa Engineering Services				high mast will be energized as soon as Eskom provide the connection point (Transformer).
06	Construction of a Community Hall in Ward 13	13	The scope of works includes the following activities: mass earthworks, platforms, reinforced foundations, brick work superstructure, plumbing, roof construction and covering, plaster and painting, electrical wiring, fencing and parking area.	Consultant: SMA Consulting Contractor: Sanoqwabe Consultants	R10,417,173.70	Project is Complete.	November 2022	The project is under the defect liability period ending December 2023.
07	Ward 3 Access Roads Rehabilitatio n	3	The scope of works will entail the following: <ul style="list-style-type: none"> - Rehabilitation of 2.867 kms of road (Plover Road, Inyala Road, Impunzi Road, Impala Road, Trogon Road and Sandpiper Road) 	Consultant: Morula Consulting Contractor: Bheka Phezulu Investments	R13,057,500.00	Project is Complete.	November 2022	The project is under the defect liability period ending November 2023.

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No	Project Name	Ward	Brief Description	Consultant/ Contractor	Approved MIG Funding	Status/ Progress	Anticipated Date	Challenges / Comments
			<ul style="list-style-type: none"> - Construction of curbs - Surfacing using 30mm asphalt - Construction of storm water drainage - Road marking - Installation of road signs 					
08	Upgrade of Manono Road in Ward 15	15	<p>The scope of works is as follows:</p> <ul style="list-style-type: none"> - Box Cut 900m Long x 480mm Depth x 5m wide (to upgrade this road to a 2 Lane) - 900m x 150mm G7 (Sub Grade) - 900m x 150mm C4 (G5 Cement Stabilized Sub Base) - 900m x 150mm G2 (Base) - 900m x 5m Prime - 900m x 5m Tack and 30mm Asphalt - 900m Concrete V Drains on one side (Left or Right Pending Crossfall) - 900m Kerbing on one side (Left or Right Pending Crossfall) - Stormwater Pipe Concrete 100m x 600mm Diameter with Manholes and Outlets 	<p>Consultant: SKYV</p> <p>Contractor: The Curve Behind Trading 219 Cc</p>	R 6,804,889.83	Project is Complete.	January 2023	The project is under the defect liability period ending July 2024.

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No	Project Name	Ward	Brief Description	Consultant/ Contractor	Approved MIG Funding	Status/ Progress	Anticipated Date	Challenges / Comments
			- Road Marking & Signs					
09	Swimming Pool Area Additions in Ward 15	15	<p>The project scope entails the following activities:</p> <ul style="list-style-type: none"> - Construction of a 76m2 change room, with 4 female and 2 male toilets and 2 urinals (male) - Construction of extra 33m2 ablutions block for usage during peak seasons with 6 toilets - Construction of a 20m2 guard house with cashier space - Construction of life guard house stand - Construction of external works - Construction of block paved parking area (25 bays) - Construction of approximately 1500m2 block paved walkways and waiting area - Children play area with specialized equipment - Beach volley ball sand area 400m2 - Landscaping 	<p>Consultant: Hi Tech Consulting</p> <p>Contractor: Umhlathuze Builders Emporium</p>	R3,685,154.52	Project is Complete.	November 2022	The project reached is complete Completion stage in November 2022 and is currently under the defect liability period ending in November 2023.

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No	Project Name	Ward	Brief Description	Consultant/ Contractor	Approved MIG Funding	Status/ Progress	Anticipated Date	Challenges / Comments
			<ul style="list-style-type: none"> - Provision of gates - Provision of outside lighting - Construction of a 50mm HDPE pipeline water supply, and - Construction of sewer pipeline, 110mm uPVC approximately 150m long 					
10	Highview Park and Padianagar Court Additions	3 & 4	<p>The scope of works will entail the following:</p> <ul style="list-style-type: none"> - Construction of an Ablution Block (40m² x 2) -Construction of Guardhouse (20m² x 2) -Construction of Palisade Steel Fence Combo Court Rehabilitation (500m² x 2) -Construction of Conservancy (30m²) -Water Supply (150m) -Provision of sanitation (90m) -Construction of blocked paved parking (110m² x 2) -Provisions of electricity 	<p>Consultant: Hi Tech Consulting</p> <p>Contractor: Lamazwide Projects</p>	R2,300,098.90	Project is Complete.	February 2023	The project is under the defect liability period ending June 2024.

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No	Project Name	Ward	Brief Description	Consultant/ Contractor	Approved MIG Funding	Status/ Progress	Anticipated Date	Challenges / Comments
11	Construction of Hlomendlini Sportfield, Ward 4	4	Site Establishment. Setting out of works. Bulk earthworks to the various elements of infrastructure on side. Construction of a soccer field (110m x 75m). Construction of a combi court (38m x 19.5m). Construction of an ablution facility (10 toilet units), with change rooms (4 toilet units), public toilets (6 toilet units) and office/first aid room including water, sewage, and electrical supply. Construction of a grandstand with a minimum of 5 rows of seats (length of 25m). Installation of fencing including gate house (pedestrian and vehicle gates). Construction of an unpaved parking area.	Consultant: SRK Consulting Contractor: Zithinzuzo Trading Enterprise cc	R8,041,369.71	Project is 41% complete	October 2023	There were delays with the contractor meeting contractual obligations, appointment of the ECO who ensures that the WULA conditions are adhered to on site.
12	Installation of High Mast Lights in Mandeni, Phase 2	3,5,9, 11 and 12	Supply and Install of 6 x 30m high mast lighting. Installation and Commissioning of street and high mast lighting. Certifying all the installations for compliance.	Consultant: Africoast JBFE Project Manager Contractor:	R5,046,311.80	Project is 90% complete.	May 2023	Awaiting Eskom to energize the installation of high mast lights.

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No	Project Name	Ward	Brief Description	Consultant/ Contractor	Approved MIG Funding	Status/ Progress	Anticipated Date	Challenges / Comments
			Submitting project report, designs/drawings and quality stacks on project handover.	R Busisiwe (Pty) LTD				
13	Rehabilitation of Internal Roads and Upgrade of Associated Stormwater in Sundumbili, Ward 13 Phase 1	13	Site establishment. Site clearance. Mass Earthworks. Road Bed Preparation. Clearing Existing Stormwater Infrastructure. New Stormwater Infrastructure. New Pavement Layerworks. Road Surfacing. Kerbs and Channels. Road Restraint Systems. Road Signs. Road Marking. Finishing of road reserve.	Consultant: DLV Project Managers & Engineers (Pty) Ltd Contractor:	R13,681,029.49	Tenders closed 31 March 2023 and are being evaluated and adjudicated by BEC/BAC.		
14	Rehabilitation of Internal Roads and Upgrade of Associated Stormwater in Sundumbili, Ward 13 Phase 2 and Ward 14		Milling of existing asphalt. Removal of existing layerworks and box cut to 340mm. 300mm undercut to spoil and replace with G7 backfill at unsuitable founding conditions. Rip and compact Roadbed. Construct 150mm Gravel Subgrade: with in-situ material. Construct 150mm Subbase: G5 with material from commercial sources. Construct 150mm Base G2 with material from	Consultant: Singh Govender Associates Contractor:	R12,528,622,33	Tenders closed 31 March 2023 and are being evaluated and adjudicated by BEC/BAC.		

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No	Project Name	Ward	Brief Description	Consultant/ Contractor	Approved MIG Funding	Status/ Progress	Anticipated Date	Challenges / Comments
	White City Section		commercial sources. Construct 40mm Asphalt (Mix D). Construction of Concrete V-Drains & Kerbing. Construction of Stormwater pipelines utilising 600mmØ and 450mmØ Concrete Pipes.					
15	Rehabilitation of Internal Roads and Upgrade of Associated Stormwater in Sundumbili, Ward 15		Establishment on site. Clearing & grubbing. Traffic accommodation facilities. Milling and stockpiling of existing surface on strategic sections with minimal degree of surface failure. Insitu recycling (BSM2) on strategic sections with severe degree of surface failures. Patching. Heavy Rehabilitation. Construction of stormwater infrastructure. Replace with 40mm thick medium mix asphalt for the entire length of the road. Erection of Kerbing and Channel along either side of the road. Clearing of road reserve.	Consultant: Libeko (Pty) Ltd Contractor:	R10,874,582.92	Tenders closed 31 March 2023 and are being evaluated and adjudicated by BEC/BAC.		

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2022/2023 FINANCIAL YEAR CAPITAL ROLL OVER PROJECTS (INEP)

No.	Project Name	Ward	Brief Description	Consultant & Contractor	Approved INEP Funding	Status/Progress	Anticipated Completion Date	Challenges / Comments
16	Completion of Okhovothe Electrification Project	12	Supply, delivery, installation and commissioning of a new MV and LV infrastructure to 105 households' electricity connections	Consultant: BVI Engineers Contractor: Onombuthu Pty LTD	R1 152 933.57	The project is 54% complete.	August 2023	
17	Hlanzani Electrification Project	7	Supply, delivery, installation and commissioning of a new MV and LV infrastructure to 105 households' electricity connections	Consultant: BVI Engineers Contractor: Shanti's Electrical	R1,640,000.00	The project is 99% complete. Eskom's outages were successfully completed. Contractor is finalising the IC's to be submitted to the consultant by 30 January 2023.	January 2023	3 meters got burnt, 1 pole got burnt and 200m of airdac got burnt. A meeting was held with the consultant to discuss a way forward with regards to this issue and the consultant promised to buy the damaged material and the contractor agreed to provide free labour to do the work.
18	Dendethu / Wetane Electrification Project	5 & 15	Supply, delivery, installation and commissioning of a new MV and LV	Consultant: Veritas Engineers	R2,034,054.94	The project is 99% complete.	February 2023	Awaiting Eskom to energize 16 outstanding customers.

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No.	Project Name	Ward	Brief Description	Consultant & Contractor	Approved INEP Funding	Status/Progress	Anticipated Completion Date	Challenges / Comments
			infrastructure to electricity to 170 households' connections	Contractor: Afrilectrical Consulting Engineers				
19	Emhlangeni Electrification	5	Supply, delivery, installation and commissioning of a new MV and LV infrastructure to electricity to 100 households' connections	Consultant: PSMT Consulting Engineers Contractor: R Busisiwe (Pty) LTD	R2,908,456.61	Project is 48% complete.	July 2023	Awaiting Eskom to energize 70 installed connections.

2022/2023 FINANCIAL YEAR INTERNALLY FUNDED CAPITAL PROJECTS

No.	Project Name	Ward	Brief Description	Consultant & Consultant	Approved Internal Funding	Status/Progress	Anticipated Completion Date	Challenges / Comments
20	Construction of DLTC and DMC Administration	3	Construction of a Drivers Licence Testing centre	Consultant: Nzamazhuze Holdings	R14,017,239.00	Project is 57% Complete.	July 2023	The subcontractor started with fencing activity, but was stopped due to not conforming to

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	Offices - Phase 1		administration offices and Testing Ground	Contractor: Mlombomvu Projects CC				the specification's requirements. There ha been a slow progress on the project and the contractor is behind the programme. Consultant has requested that the Contractor submits the recovery plan.
21	Rehabilitation of Msomuhle Road	15	250m Road Rehabilitation Length Box Cut to 480mm. Dump Rock infilling at soft spots. Rip and compact Roadbed Construct 150mm Gravel Subgrade: G7 with material from commercial sources. Construct 150mm Subbase: C4 with material from commercial sources. Construct 150mm Base G2 with material	Consultant: SKYV Consulting Contractor: Big O Trading 298	R3,222,236.46	Project is Complete.	January 2023	The project is under the defect liability period ending May 2024.

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			<p>from commercial sources.</p> <p>Construct 30mm Asphalt G2 with material from commercial sources.</p> <p>Construction of Concrete V-Drains & Kerbing</p> <p>Construction of Stormwater pipelines utilising 600mm Pipes.</p>					
22	Repair and Renovation of Civic Centre and Roof Replacement	3	<p>Replacement of Existing roof.</p> <p>Replacing existing ceiling. Treatment of Rising damp by Specialists.</p> <p>Installation of Energy saving Components and the replacement of all existing Electrical Components and Wiring. Upon Replacement of Existing Roofs,</p>	<p>Consultant: LZM Africa Holdings</p> <p>Contractor: Uhlanga Trading Enterprise</p>	R10,993,497.45	Project is 60% complete	July 2023	There has been a slow progress due to the delays with regards to the commencement of Phase 2 due to the Relocation of the Mandeni Library service. Further delays have been encountered as a result of a re-design of the Electrical Works along with the IT Services portion.

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			<p>The networking and Security cabling will be exposed to damages therefore re-routing and the installation of cable trays is recommendable.</p> <p>Damaged Walls with visible rising damp has to restored and re-painted.</p>				
23	Construction of Mechanical Workshop	3	<p>Demolition of existing pavement and structures, earthworks, construction of a Mechanical workshop, construction of a new office block, paving front of the workshop, construction of a drainage channel, installation of water and sewer, installation of electrical,</p>	<p>Consultant: Ukwakha Consulting Engineers</p> <p>Contractor: Bheka Phezulu Investments and Sales</p>	R14,590,742.56	Project to commence mid July 2023.	Project awarded to Bheka Phezulu Investments and Sales on the 6th of June 2023, construction to resume in mid July 2023 after the official launch.

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			mechanical and associated works. The site comprises an abundant building that will be demolished and an area to be used for the construction of the new office block.					
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2022/2023 FINANCIAL YEAR CAPITAL PROJECTS (MASSIFICATION)

No.	Project Name	Ward	Brief Description	Consultant & Contractor	Approved Massification Funding	Status/Progress	Anticipated Completion Date	Challenges / Comments
24	Khenana Electrification Phase 5	10	Supply, delivery, installation and commissioning of a new MV and LV infrastructure to electricity to 100 households' connections	Consultant: Veritas Engineers Contractor: Godide Engineering Services (Pty)	R1,500,000.00	Project to commence mid July 2023.	September 2023	
25	Mantshangula Mhlubulweni Electrification	2 and 9	Supply, delivery, installation and commissioning of a	Consultant:	R 3,260,653.00	Out on tender. Briefing is scheduled for 5 July 2023,	TBA	

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No.	Project Name	Ward	Brief Description	Consultant & Contractor	Approved Massification Funding	Status/Progress	Anticipated Completion Date	Challenges / Comments
			new MV and LV infrastructure to 105 households' connections	PSMT Consulting Engineers Contractor: TBA		tender closing 11 July 2023.		

**Table 6
FINANCIAL POSITION**

Table C6 displays the financial position of the municipality as at 30th June 2023

KZN291 Mandeni - Table C6 Monthly Budget Statement - Financial Position - Q4 Fourth Quarter						
Description	Ref	2021/22	Budget Year 2022/23			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		199,732	43,480	15,857	9,952	43,480
Call investment deposits		8,435	30,756	155,000	254,614	30,756
Consumer debtors		57,455	28,024	20,749	62,218	28,024
Other debtors		(20,347)	–	5,378	6,737	–
Current portion of long-term receivables		–	–	–	–	–
Inventory		807	673	807	714	673
Total current assets		246,082	102,933	197,792	334,235	102,933
Non current assets						
Long-term receivables		–	–	–	–	–
Investments		–	–	–	–	–
Investment property		88,164	84,587	88,164	88,164	84,587
Investments in Associate		–	–	–	–	–
Property, plant and equipment		484,788	540,035	537,707	527,454	540,035
Biological		–	–	–	–	–
Intangible		477	568	477	407	568
Other non-current assets		–	–	–	–	–
Total non current assets		573,428	625,190	626,347	616,024	625,190
TOTAL ASSETS		819,511	728,123	824,139	950,259	728,123
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Borrowing		5,760	326	(14)	6,241	326
Consumer deposits		277	199	(275)	239	199
Trade and other payables		41,039	36,476	(35,884)	68,597	36,476
Provisions		2,280	–	–	2,280	–
Total current liabilities		49,357	37,001	(36,173)	77,356	37,001
Non current liabilities						
Borrowing		–	–	–	–	–
Provisions		18,003	27,394	22,795	18,003	27,394
Total non current liabilities		18,003	27,394	22,795	18,003	27,394
TOTAL LIABILITIES		67,359	64,395	(13,378)	95,359	64,395
NET ASSETS	2	752,151	663,728	837,517	854,900	663,728
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		549,479	661,592	835,381	652,228	661,592
Reserves		202,672	2,136	2,136	202,672	2,136
TOTAL COMMUNITY WEALTH/EQUIT	2	752,151	663,728	837,517	854,900	663,728

FINANCIAL RATIOS AND NORMS

Current ratio: The municipality’s current assets are 4 (four) times that of current liabilities. **4.32**

The ratio measures the short-term liquidity, that is, the extent to which the current liabilities can be paid from current assets. The higher the ratio, the healthier is the situation. The ratio of 4.32 is favorable as it is above the norm of 1:1 normally set for municipalities. This indicates that there is sufficient cash to meet creditor obligations.

Liquidity ratio: The cash and cash equivalents are four time of the current liabilities.

Creditors’ system efficiency: 95 percent of the creditors outstanding are less than 30 days.

Creditor’s payment: it takes the municipality 29 days to pay its creditors.

Outstanding debtors: billing far exceeds the collection on outstanding debt at the rate of 81 percent.

Collection days: 568 days it takes the municipality to collect outstanding debt.

Cost coverage: on average the municipality has sustained its existence for the period of 8 month without any grant funding.

Debtors collection rate: as at fourth quarter is **81%**

	8 Month
Cash and cash equivalents	9 951 795
Unspent Conditional Grants	26 265 036
Overdraft	-
Short Term Investments	244 970 326
Total Annual Operational Expenditure	331 314 055

	4.32
Current Assets	334 235 077
Current Liabilities	77 356 066

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	28 days
Trade Creditors	17 302 783
Contracted Services	46 135 276
Repairs and Maintenance	15 700 444
General expenses	42 982 501
Bulk Purchases	45 194 040
	73 089 658

	39%
Employee/personnel related cost	116 031 934
Councillors Remuneration	13 766 629
Total Operating Expenditure	331 314 055
Taxation Expense	

	17%
Contracted Services	57 682 509
Total Operating Expenditure	331 314 055
Taxation Expense	

	81%
Gross Debtors closing balance	203 420 225
Gross Debtors opening balance	181 350 281
Bad debts written Off	-
Billed Revenue	117 167 172

	568 days
Gross debtors	203 420 225
Bad debts Provision	21 000 000
Billed Revenue	117 167 172

1.4.4 PERFORMANCE INDICATOR

Table 7

Table C7 below display the Cash Flow Statement for the quarter ending 30th June 2023

KZN291 Mandeni - Table C7 Monthly Budget Statement - Cash Flow - Q4 Fourth Quarter										
Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		(40,697)	24,440	21,996	5,365	36,665	21,996	14,669	67%	-
Service charges		(42,282)	44,540	44,040	907	53,787	44,040	9,747	22%	-
Other revenue		3,195	34,355	18,443	1,077	21,218	18,443	2,775	15%	-
Transfers and Subsidies - Operational		299,620	246,207	235,589	252,409	223,107	235,589	(12,482)	-5%	-
Transfers and Subsidies - Capital		(118,865)	38,462	39,118	40,569	57,067	39,118	17,949	46%	-
Interest		14,081	5,775	19,275	611	20,010	19,275	736	4%	-
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(639)	(316,822)	(331,588)	(52,104)	(280,071)	(331,588)	(51,517)	16%	(316,822)
Finance charges		-	(410)	(410)	-	-	(410)	(410)	100%	(410)
Transfers and Grants		(4,214)	-	-	-	-	-	-		-
NET CASH FROM/(USED) OPERATING ACTIVITIES		110,198	76,547	46,464	248,833	131,784	46,464	(85,320)	-184%	(317,232)
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-		-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		-
Payments										
Capital assets		302,868	(90,058)	(99,666)	(25,447)	(84,053)	(99,666)	(15,613)	16%	(78,311)
NET CASH FROM/(USED) INVESTING ACTIVITIES		302,868	(90,058)	(99,666)	(25,447)	(84,053)	(99,666)	(15,613)	16%	(78,311)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	76	-	31	219	-	219	#DIV/0!	(199)
Payments										
Repayment of borrowing		-	(400)	(225)	-	-	(225)	(225)	100%	(400)
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	(324)	(225)	31	219	(225)	(444)	197%	(599)
NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS		413,067	(13,835)	(53,427)	223,418	47,950	(53,427)			(396,143)
Cash/cash equivalents at beginning:		80,000	158,436	207,982		207,982	207,982			207,982
Cash/cash equivalents at month/year end:		493,067	144,601	154,555		255,931	154,555			(188,161)

Cash and cash equivalent at the beginning of 2022/23 financial year was R207.9 million as per audited AFS and cash and cash equivalent at the end of 30th June 2023 is R255.9 million.

Table C7 shows the expected level of cash in-flow versus cash out-flow that is likely to result from the implementation of the budget.

Revenue -Receipts

- Property rates collection rate to date is 60% or R36.7 million of the billed revenue as at June 2023. The municipality is implementing strategies as per credit control and debt collection policy which has ensured that there is improved collection.
- Service Charges: Electricity and Refuse is 82% or R53.7 million of billed revenue as at June 2023 collection rate is within the limits of budgeted collection rate.
- Other Revenue collected to date is R21.2 million, which is due to collection of rentals of properties, licenses and permits and other sources of revenue. Further to that the additional revenue from VAT refunds received as at June of R16.8 million.
- Government Operating received to date as at June 2023 is R223.1 million all the grant as published in DORA were received by the municipality in the applicable financial year.
- Government Capital: received to date is R57.1 million for MIG and Disaster Relief Grant have been received fully as publicized.
- Interest earned on external investments amounts to R20.1 million in comparison with the year to date budget of R19.3 million.

Payments

- Suppliers and employees for cash outflows of R280.1 million does not corresponds with table A4 as it has also considered payments for prior year creditors of R7.3 million as per the 2021/22 audited AFS which were paid in this current financial year. Further to that suppliers and employees cash flow have included INEP payments of R6.1 million and Title Deed Grant of R982 thousand as we adhere to GRAP 109 as the municipality serves as an agent.
- Finance charges reflect an under performance by 37 percent or R150 thousand against YTD actual of R260 thousand, variance on this line item is also immaterial.
- Capital Assets of R84.1 million on C5 excludes VAT whilst C7 includes VAT.

PART 2 – SUPPORTING DOCUMENTATION

2.1 DEBTOR'S ANALYSIS

Table 8

KZN291 Mandeni - Supporting Table SC3 Monthly Budget Statement - aged debtors - Q4 Fourth Quarter												
Description	NT Code	Budget Year 2022/23									Total	Total over 90 days
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr			
R thousands												
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions	1200	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Property Related	1300	4,387	(8)	104	48	105	(144)	709	3,366	8,568	4,084	
Receivables from Non-exchange Transactions - Property Related	1400	(3,183)	1,844	2,014	1,563	2,638	(1)	17,877	72,501	95,253	94,578	
Receivables from Exchange Transactions - Waste Water	1500	-	-	-	-	-	-	-	-	-	-	
Receivables from Exchange Transactions - Waste Management	1600	1,942	(41)	854	859	1,675	(9)	5,707	49,515	60,502	57,747	
Receivables from Exchange Transactions - Property Related	1700	23	1	10	10	28	-	41	242	354	321	
Interest on Arrear Debtor Accounts	1810	668	-	323	327	646	1	2,089	27,516	31,569	30,578	
Recoverable unauthorised, irregular, fruitless and wasted	1820	-	-	-	-	-	-	-	-	-	-	
Other	1900	106	-	-	-	-	-	-	7,084	7,190	7,084	
Total By Income Source	2000	3,943	1,796	3,305	2,806	5,092	(154)	26,424	160,224	203,437	194,393	
2021/22 - totals only												
Debtors Age Analysis By Customer Group												
Organs of State	2200	(72)	248	(745)	351	636	-	6,595	17,722	24,734	25,304	
Commercial	2300	2,431	745	571	509	927	(144)	8,812	18,286	32,136	28,390	
Households	2400	1,287	753	3,334	1,800	3,238	(10)	10,074	122,820	143,295	137,922	
Other	2500	298	51	145	146	292	-	942	1,397	3,271	2,778	
Total By Customer Group	2600	3,943	1,796	3,305	2,806	5,092	(154)	26,424	160,224	203,437	194,393	

The total Consumer debtors outstanding as 30th June 2023 is **R 203 437**

- Debt book indicates 13% increase from to 1 July 2022 to 30 June 2023, the debt book is very high.
- Debtors collection rate at June 2023 is 81%
- We are however maintaining and ensuring the collection of the current debt but our biggest challenge is the historic debt. We have since appointed three Debt Collectors to follow up on outstanding debtors, Debt collectors are operating Debt pack while telephoning Debtors, printing section 29 and Final demands, we will soon be moving to legal in order to further our collection measured on consumers that are resistant to pay nor respond to our Debt collectors.
- Our Debt collectors have embarked on an exercise where different households are being visited in order to assess the state affordability of each household, this exercise is aimed at assisting the Municipality to classify its debt book in terms of collectability or non-collectability of the debt, the program is ongoing.
- There is a challenge of high level of debt that calls for reassessments of the debtors, impairments.
- It is quite a challenge to collect satisfactory revenue from Sundumbili since we do not have any leverage to restrict in order to encourage regular payments from consumers thereon. I.e. Eskom is licensed to supply electricity.
- The high debt is mainly due to non-payment by Household in Sundumbili.

- Interventions have been made which are expected that they will change the current status, as the municipality is placing every effort in ensuring that we collect and recover the outstanding debt.
- We are currently undergoing the process of categorizing our book per various customers so that we know which ones to chase once our debt management system is up and running.
- We have also initiated a meter audit exercise, through Conlog, in order to ensure that we receive all the funds due for electricity supplied without any household tampering with our meter and steal electricity, the program is currently o
- Debt collection measures have been improved after the policy review by issuing summons with the intention to attach movable property. This initiative is however a slow process because of sheriff's involvement. They cannot cope with the number of summons to be served, upon attachment of movable properties for sale in execution, the sheriff returns with "nulla bona" which defeats the entire process. Property owners are not regular domiciles of properties indebted to council and have since left with no possible trace, legal proceedings cannot be extended further since courts are reluctant in granting intended judgement (section 66 declaring properties especially executable) as the said properties are primary residents to the latte's relatives or dependents.

Auditor General's matter of emphasis

- It should be noted that the issue of Material impairments to debtors is one of the factors that affected our audit opinion
- It was also noted that we are having a challenge in identifying and eliminating indigent cheaters
- The audit Further identified the billing discrepancies relating to interest charged for outstanding debt and property rates
- It should be noted if things were to carry on this way this institution is going to lose it credibility and this will subsequently affect it going concern and we will soon be regarded as a grant dependent Municipality
- We should also put an emphasis that this issue is not entirely dependent on the Revenue team but requires a collective effort of each and every member of the Mandeni family to play a meaningful role so as to ensure that we redeem ourselves from these challenges.
- We have formulated a plan of collection going forward and our plan has been highlighted in the AG's management latter
- The plan provided is more operational but we have highlighted that strategic interventions need to be put in place so as to uplift the standard of living of our communities, attract and retain investment.
- Open opportunities for more job creation so as to ensure that we are serving the community that can afford to pay for our services.
- We need to ensure that we deal with the low hanging fruits in as far as basic service delivery is concerned. Fix potholes, streetlights, maintain roads clean our town and collect our waste on time.

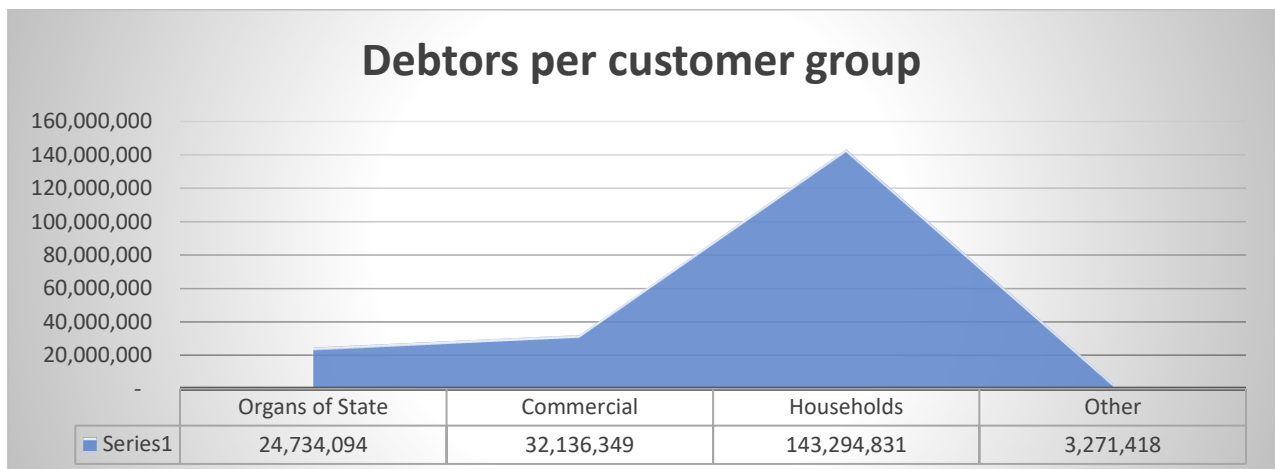
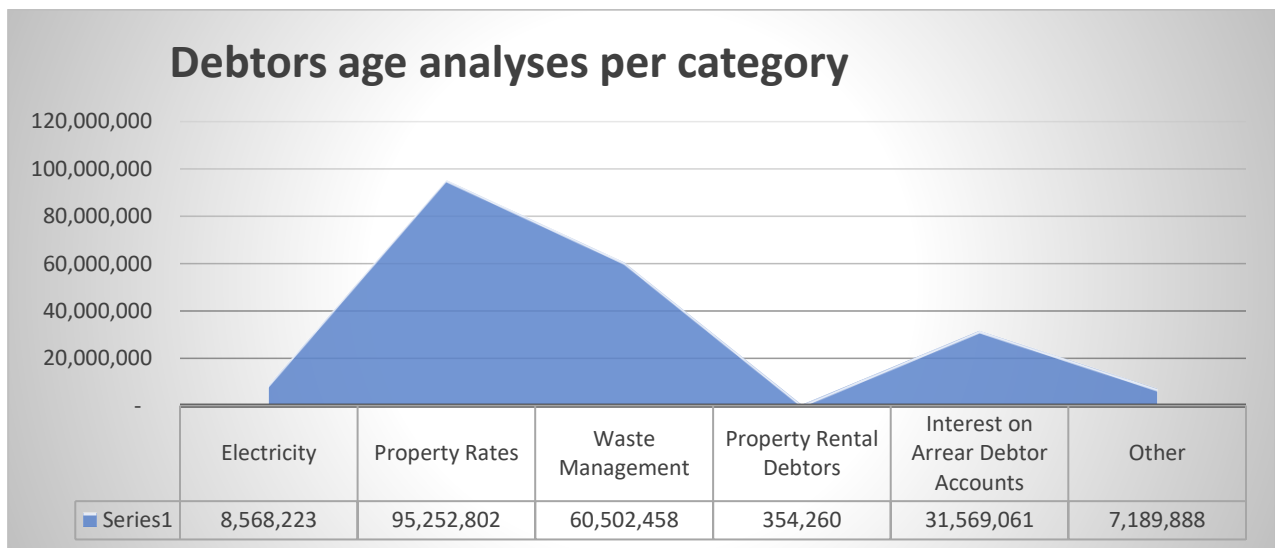
- It is the above few things that encourage our people to come forward and assist their Municipality when they can see that their Municipality is working for them.

2022/23 Debt Collection

- For this financial year, despite the challenges we anticipate reaching our target and collect nothing less than **R40 ml**
- We are determined and resolute that such shall happen judging from the recent collection trends and our projections.

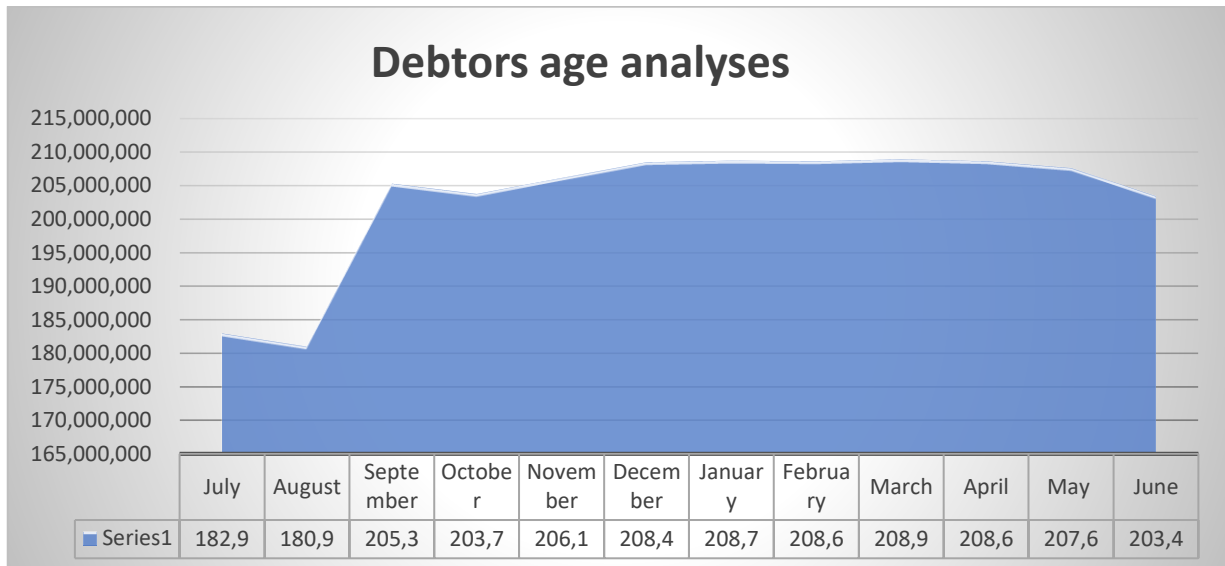
Table 8.1

- **Debtors outstanding per Service**



The municipal debtors have reduced from R207.6 million to R 203.4 million that is from July until 30th June 2023. This reduction is between Household debtors of 70% and it is followed by business Commercial of 17% and Organ of state is 12% compared to another debtors' type.

▪ **Total Outstanding Debtors Age Analysis**



Councilors and Employees in Arrear

- Debt outstanding on Councilors as at June 2023 is R 203,593.
- Staff Accounts in arrears as at June 2023 is R 39,651.
- However, it should be noted that both Councilors and Staff have made arrangement with the municipality to settle this outstanding debt.


2.2 CREDITORS ANALYSIS

Table 9

KZN291 Mandeni - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q4 Fourth Quarter											Prior year totals for
Description	NT Code	Budget Year 2022/23								Total	
R thousands		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120	121 - 150	151 - 180	181 Days -	Over 1 Year		
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	4,991	-	-	-	-	-	-	-	4,991	4,991
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement dedu	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	3,276	-	-	-	-	-	-	-	3,276	3,276
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	9,033	-	-	-	-	-	-	2	9,036	9,036
Total By Customer Type	1000	17,300	-	-	-	-	-	-	2	17,303	17,303

- Creditors as at 30th June 2023 amounts to **R17.3 million**
- 95% of the creditors are on current as per our age analysis, we ensure that creditors are paid within 28 days as stipulated by the MFMA.

2.3 BANK RECONCILIATION _ JUNE 2023

		Mandeni Municipality	
BANK RECONCILIATION STATEMENT FOR JUNE 2023			
Main Account :52940480587			
Opening FNB Bank Balance as on 1 JUNE 2023	1,933,170.68	1,933,170.68	
PLUS: Deposits Banked	7,514,453.41		
PLUS: Interest received	11,750.17		
PLUS: Transfers In	48,388,591.33		
PLUS: Interest received From Call 1	599,493.68		
PLUS: Unpaid	6,128.00		
PLUS: MATURED INVESTMENTS	31,017,123.29		
PLUS: SARS REFUND	1,077,388.66		
PLUS: GRANTS RECEIVED	-		
Total Deposits	88,614,928.54	88,614,928.54	
Less: Total payments	- 80,596,304.06	- 80,596,304.06	
LESS: EFT Payments	- 48,855,988.23		
Plus :MAY 2023 outstanding (reconciled)	- 107,614.62		
LESS: Bank Charges	- 19,825.30		
LESS: Cheques Paid Out	-		
LESS: Transfers Out	- 31,017,123.29		
LESS: NEW INVESTMENTS	-		
LESS: Debit Orders	- 595,752.62		
Closing FNB Bank Balance as on 30 JUNE 2023		9,951,795.16	
Cashbook Reconciliation for 30 JUNE 2023			
Cashbook Balance as on 1 JUNE 2023-D0001/IA09567/F0001/X049/R0099/001/FIN	1,332,372,032.81		
Less: Cashbook Balance as on 1 JUNE 2023-D0001/IA09850/F0001/X049/R0099/001/f-	1,329,691,945.48		
PLUS: Deposits Banked for JUNE 2023	7,520,581.41		
LESS: EFT Payments for JUNE 2023	- 49,304,650.61		
Less: Bank Charges to date	- 1,118,856.63		
Less: Payments not yet paid during JUNE 2023	-		
PLUS: Interest received to date	307,000.03		
PLUS: Interest received From Call 1-JUNE 2023	599,493.68		
PLUS MATURED INVESTMENT	31,017,123.29		
PLUS :SARS REFUND	1,077,388.66		
PLUS :TRANSFER IN	48,388,591.33		
LESS: TRANSFER OUT	- 31,017,123.29		
LESS: Debit Orders for JUNE 2023	- 595,752.62		
Closing Cashbook Balance as on 30 JUNE 2023	9,553,882.58	9,553,882.58	
Reconciling Items			
	Amount		
LESS: Deposits on Cashbook but not on Bank statement (unreconciled JUNE 2023)	397,856.05	397,856.05	
Less: Deposits on Cashbook not on Bank Statement	-		
ADJUSTED MONTH END CASHBOOK BALANCE- 30 JUNE 2023		9,951,738.63	
MONTH END BALANCE PER BANK STATEMENT-30 JUNE 2023		9,951,795.16	
DIFFERENCE		- 56.53	

2.4 INVESTMENT PORTFOLIO ANALYSIS _ JUNE 2023

Table 10

The following information presents the short-term investments balances broken down per investment type as at 30th June 2023

KZN291 Mandeni - Supporting Table SC5 Monthly Budget Statement										
Investments by maturity Name of institution & investment ID	Ref	Period of Investment Yrs/Mo	Capital Guarantee (Yes/No)	Variable or Fixed interest	Interest Rate %	Opening balance	Interest to be realised	Partial / Premature Withdrawal	Investment Top Up	Closing Balance
R thousands										
Municipality										
call 1-internal grant			No	Fixed	2.45	110,636	3,917	(40,599)	27,699	101,653
Call account 2 -HOUSING			Yes	Fixed	2.45	1,877	108	-	-	1,985
Call account 3-MIG			Yes	Fixed	2.45	6,540	403	(6,739)	-	204
Call account 5-TMT			No	Fixed	2.45	426	59	(114)	19	390
Call account 6-INEP			No	Fixed	2.45	2,308	376	(2,549)	1,500	1,635
Call account 7-AR			Yes	Fixed	2.45	2,279	145	(2,068)	2,543	2,898
Call account 8- Title Deed			Yes	Fixed	2.45	6,306	354	(1,108)	-	5,552
Call account 9-Disaster Recovery			Yes	Fixed	6.7	16,655	249	(1,587)	337	15,653
NEDBANK		549 DAYS	Yes	Fixed	8.8	65,000			-	65,000
NEDBANK		365 DAYS	Yes	Fixed	5.5	50,000			-	50,000
NEDBANK		150 DAYS	Yes	Fixed	8.25	30,000	1,017	(31,017)		0
Municipality sub-total						292,027	6,628	(85,782)	32,098	244,970
Entities										
										-
										-
										-
										-
										-
Entities sub-total						-	-	-	-	-
TOTAL INVESTMENTS AND INTEREST	2					292,027	6,628	(85,782)	32,098	244,970

The cash flow situation is still a critical aspect for the Municipality and is being constantly monitored. However, the liquidity ratios have almost reached the acceptable standard norms but still need to be monitored on a continuous basis.

Closing balance for call investment deposits as of 30th June 2023 is R244.9 million with a cumulative interest generated as at 30th June 2023 of R6.6 million and accrued interest for investment which have not matured of R9.7 million.

The municipality has re-invested additional money market investment accounts with Nedbank and invested an amount of R115 million from its cash backed reserves of previous years. The municipality took a decision to increase its revenue source by re-investing its cash back reserves from institutions which offered better interest rates. Preserving the investment in existing infrastructure needs to be considered a significant strategy in ensuring the future sustainability of infrastructure and the municipality's revenue base.

2.5 ALLOCATION OF GRANT RECEIPTS AND EXPENDITURE
Table 11

KZN291 Mandeni - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Q4 Fourth Quarter										
Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		195,434	226,202	226,202	-	226,203	226,202	-		226,202
EPWP Incentive	-	2,435	2,372	2,372	-	2,372	2,372	-		2,372
Finance Management	-	1,850	1,850	1,850	-	1,850	1,850	-		1,850
Integrated National Electrification Program	-	-	7,200	7,200	-	7,200	7,200	-		7,200
Local Government Equitable Share	-	191,149	212,818	212,818	-	212,818	212,818	-		212,818
Municipal Infrastructure Grant	-	-	1,962	1,962	-	1,962	1,962	-		1,962
	-							-		
	-							-		
Other transfers and grants [insert description]								-		
Provincial Government:		(2,097)	20,385	9,183	-	9,183	9,183	-		9,183
KwaZulu-Natal Capacity Building and Other	-	(2,097)	20,385	3,183	-	3,183	3,183	-		3,183
EDTEA Grant	-			1,000		1,000	1,000	-		1,000
Massification Grant	-			5,000		5,000	5,000	-		5,000
District Municipality:		-	-	-	-	-	-	-		-
[insert description]								-		
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		
	-							-		
	-							-		
	-							-		
Total Operating Transfers and Grants	5	193,337	246,587	235,385	-	235,386	235,385	-		235,385
Capital Transfers and Grants										
National Government:		43,949	38,082	55,105	-	55,105	55,105	-		55,105
Municipal Infrastructure Grant (MIG)	-	43,949	38,082	38,082	-	38,082	38,082	-		38,082
Disaster Relief Grant (DRG)	-			17,023		17,023	17,023	-		17,023
Integrated National Electrification Program	-			-		-	-	-		-
Rural Transport Services and Infrastructure	-			-		-	-	-		-
Water Services Infrastructure Grant	-			-		-	-	-		-
	-							-		
Other capital transfers [insert description]								-		
Provincial Government:		-	1,130	525	-	525	525	-		525
[insert description]								-		
Library Capital	-	-	1,130	525	-	525	525	-		525
	-							-		
District Municipality:		-	-	-	-	-	-	-		-
[insert description]								-		
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		
	-							-		
Total Capital Transfers and Grants	5	43,949	39,212	55,630	-	55,630	55,630	-		55,630
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	237,286	285,799	291,015	-	291,015	291,015	-		291,015

Grant Receipts Analysis:

The total operational YTD grant receipts as of 30th June 2023 is R 291.1 million, which has been allocated as follows:

- Equitable Share received 3rd trenches to the value of R58.9 million in the month of June, therefore total grant of R212.8 million has been received as publicized.
- FMG of R1.9 million has been fully received as publicized in DORA.
- EPWP of R2.8 million has been fully received as publicized in DORA
- Library Grant of R4.4 has been revised to R3.7 million. Grant has been fully transferred by the Department of Arts & Culture in April 2023.
- INEP received to date is R4.8 million with 2nd trench of R1.9 million, remaining balance of R2.4 million. INEP rollover application of R2.9 million which was not fully spent in 2021/22 financial year was not approved by National Treasury it was set off against second trench.
- Department of Human Settlement -Title deed Grant of R5.8 million which was not fully spent in the last financial year. The municipality serves as an agent in relation to this grant.
- Massification grant of R5 million has been fully received by the municipality as it was gazetted.

The total capital YTD grant receipts as at 30th June 2023 is R 40.0 million which has been allocated as follows:

- MIG grant of R40.0 million has been fully received as publicized in DORA
- Disaster Relief Grant of R17,02 has been fully received by the municipality as publicized.

Table 12: Transfers and Grant Expenditure

KZN291 Mandeni - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - Q4 Fourth Quarter										
Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		195,434	219,002	226,203	2,665	225,072	219,003	6,070	2.8%	226,203
Expanded Public Works Programme Integrat	-	2,435	2,372	2,372	(137)	2,372	2,372	-		2,372
Integrated National Electrification Program	-	-	-	7,200	2,456	6,148	-	6,148	#DIV/0!	7,200
Local Government Financial Management C	-	1,850	1,850	1,850	200	1,850	1,850	-		1,850
Municipal Infrastructure Grant	-	-	1,962	1,962	146	1,884	1,962	(78)	-4.0%	1,962
Local Government Equitable Share	-	191,149	212,818	212,818		212,818	212,818	-		212,818
0										
Other transfers and grants [insert description]										
Provincial Government:		-	5,423	9,183	1,570	4,422	5,387	(965)	-17.9%	9,183
KwaZulu-Natal	-	-	5,423	3,183	331	3,183	4,387	(1,204)	-27.4%	3,183
EDTEA Grant	-			1,000	1,000	1,000	1,000	-		1,000
Massification Grant	-			5,000	239	239		239	#DIV/0!	5,000
District Municipality:		-	-	-	-	-	-	-	-	-
KwaZulu-Natal-DC 21 - Ugu-Capacity Build	-	-	-	-	-	-	-	-	-	-
0										
Other grant providers:		-	-	-	-	-	-	-	-	-
Social Security Payments-Social Relief-Tra		-	-	-	-	-	-	-	-	-
[insert description]										
Total operating expenditure of Transfers and G		195,434	224,425	235,386	4,236	229,494	224,390	5,105	2.3%	235,386
Capital expenditure of Transfers and Grants										
National Government:		43,354	38,082	55,105	6,442	39,627	55,105	(15,478)	-28.1%	55,105
Municipal Infrastructure Grant	-	(1,717)	38,082	38,082	5,495	38,160	38,082	78	0.2%	38,082
Municipal Disaster Recovery Grant	-	-	-	17,023	946	1,467	17,023	(15,556)	-91.4%	17,023
Municipal Infrastructure Grant	-	45,072	-	-	-	-	-	-		-
0										
0										
Other capital transfers [insert description]										
Provincial Government:		6,207	1,130	525	479	525	525	-	-	525
KwaZulu-Natal	-	6,207	1,130	525	479	525	525	-		525
0										
District Municipality:		-	-	-	-	-	-	-	-	-
KwaZulu-Natal-DC 21 - Ugu-Infrastructure	-	-	-	-	-	-	-	-	-	-
0										
Other grant providers:		-	-	-	-	-	-	-	-	-
National Departmental Agencies-Immigran		-	-	-	-	-	-	-	-	-
0										
Total capital expenditure of Transfers and Gran		49,561	39,212	55,630	6,921	40,152	55,630	(15,478)	-27.8%	55,630
TOTAL EXPENDITURE OF TRANSFERS AND G		244,995	263,637	291,015	11,156	269,647	280,020	(10,373)	-3.7%	291,015

Grant Expenditure Analysis:

The total operational YTD grant expenditure as at 30th June 2023 is R269.6 million which has been split between conditional and unconditional grants. Conditional Grants YTD expenditure as 30th June 2023 is R56.8 million and Equitable share as unconditional Grant expenditure as at 30th June 2023, YTD R212.8 million.

- FMG expenditure year to date is R1.9 million which has been fully spent at 100%.
- EPWP expenditure year to date is R2.4 million at (100%). Expenditure towards this grant is has exceed budget as per quarter 4 performance, this is due to payments paid towards epwp beneficiaries and the increase that was approved by Public Works. With performance reported the municipality has co-funded this project so as to ensure that the municipality eliminates unauthorized expenditure.
- Library expenditure to date is R3.8 million which has been fully spent at 100%.
- INEP expenditure to date is R6.1million which is 85per cent spent. *Detailed explanation of the grants has been provided below under service delivery performance and progress on spending of grants.*
- EDTEA expenditure to date is R1 million which has been fully spent at 100%.
- Massification to date is R239 thousand which is 4.8%. However,it should be noted that the grant was transferred to the municipality in December 2022 and there was an agreement between the transferring department that these funds will rollover in the next financial year up until December 2023.
- MIG operational expenditure (PMU) to date is R1.9 million which has been fully spent at 100%.

The total capital YTD grant expenditure as at 30th June 2023 is R 40.2 million which has been split as follows:

- MIG capital expenditure to date is R38.2 million which has been fully spent at 100%.
- Disaster Relief grant expenditure to date is R1.5 million which is 8.6%, however grant was received by the municipality in April 2023 and there was an agreement with the transferring department that these funds will rollover in the next financial year.
- Library capital expenditure to date is R46 thousand which has been fully spent at 100%.

3.COUNCILORS AND BOARD MEMBER ALLOWNCES AND EMPLOYEE BENEFITS

Table 13

KZN291 Mandeni - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - Q4 Fourth Quarter										
Description of Employee and Councillor remuneration	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		11,306	11,854	11,854	980	11,623	11,854	(231)	-2%	11,854
Pension and UIF Contributions		—	—	—	—	—	—	—	—	—
Medical Aid Contributions		—	—	—	—	—	—	—	—	—
Motor Vehicle Allowance		719	876	876	46	543	876	(333)	-38%	876
Cellphone Allowance		1,432	1,512	1,512	120	1,419	1,512	(94)	-6%	1,512
Housing Allowances		340	439	439	15	182	439	(257)	-59%	439
Other benefits and allowances		—	—	—	—	—	—	—	—	—
Sub Total - Councillors		13,798	14,682	14,682	1,162	13,767	14,682	(915)	-6%	14,682
% increase	4		6.4%	6.4%						6.4%
Senior Managers of the Municipality										
Basic Salaries and Wages		5,197	5,513	5,513	375	4,204	5,513	(1,308)	-24%	5,513
Pension and UIF Contributions		0	11	11	1	1	11	(10)	-89%	11
Medical Aid Contributions		—	—	—	—	—	—	—	—	—
Overtime		—	—	—	—	—	—	—	—	—
Performance Bonus		1,048	476	476	583	583	476	107	22%	476
Motor Vehicle Allowance		737	737	737	60	645	737	(92)	-12%	737
Cellphone Allowance		186	186	186	16	182	186	(4)	-2%	186
Housing Allowances		264	269	269	22	256	269	(14)	-5%	269
Other benefits and allowances		1	1	1	0	1	1	(0)	-7%	1
Payments in lieu of leave		—	—	—	—	—	—	—	—	—
Long service awards		—	—	—	—	—	—	—	—	—
Post-retirement benefit obligations	2	345	30	30	—	—	30	(30)	-100%	30
Sub Total - Senior Managers of Municipality		7,778	7,223	7,223	1,056	5,873	7,223	(1,350)	-19%	7,223
% increase	4		-7.1%	-7.1%						-7.1%
Other Municipal Staff										
Basic Salaries and Wages		71,436	79,546	80,242	6,582	74,961	80,242	(5,281)	-7%	79,546
Pension and UIF Contributions		11,179	12,197	12,197	1,029	12,303	12,197	106	1%	12,197
Medical Aid Contributions		5,273	5,500	5,500	480	5,406	5,500	(94)	-2%	5,500
Overtime		1,826	1,140	1,140	195	2,388	1,140	1,248	109%	1,140
Performance Bonus		4,104	5,556	5,556	420	5,437	5,556	(119)	-2%	5,556
Motor Vehicle Allowance		4,063	4,746	4,746	420	4,672	4,746	(74)	-2%	4,746
Cellphone Allowance		452	531	531	50	530	531	(1)	0%	531
Housing Allowances		289	299	299	25	306	299	7	2%	299
Other benefits and allowances		1,041	1,089	1,089	86	828	1,089	(262)	-24%	1,089
Payments in lieu of leave		585	1,719	1,719	369	2,367	1,719	648	38%	1,719
Long service awards		832	1,246	1,246	110	962	1,246	(284)	-23%	1,246
Post-retirement benefit obligations	2	(1,143)	4,035	3,339	—	—	3,339	(3,339)	-100%	4,035
Sub Total - Other Municipal Staff		99,934	117,605	117,605	9,766	110,159	117,605	(7,445)	-6%	117,605
% increase	4		17.7%	17.7%						17.7%
Total Parent Municipality		121,510	139,510	139,510	11,984	129,799	139,510	(9,711)	-7%	139,510
			14.8%	14.8%						14.8%
Unpaid salary, allowances & benefits in arrears:										
TOTAL SALARY, ALLOWANCES &		121,510	139,510	139,510	11,984	129,799	139,510	(9,711)	-7%	139,510
% increase	4		14.8%	14.8%						14.8%
TOTAL MANAGERS AND STAFF		107,713	124,828	124,828	10,822	116,032	124,828	(8,796)	-7%	124,828

3. EXPENDITURE MANAGEMENT

3.1 LEGAL FRAMEWORK

As part of the Quarter Four Report the analysis of expenditure pattern and the cash flow is highlighted.

The reflection is critical on issues that impact on unauthorized expenditure, irregular expenditure and fruitless and wasteful expenditure. Circular 97 give guidance and caution to practices that might lead to these expenditure categories.

As we give details to these categories it is important to briefly give proper meaning of the terms to avoid misinterpretation. And in order to provide appropriate corrective measures.

3.2 COST CONTAINMENT MEASURES

In terms of Cost Containment Regulation and Circular 97 on Cost containment measured must be implemented to eliminate wasteful expenditure, reprioritize spending and ensure savings on various focus areas including events, advertising and sponsorship.

We have identified quite a number of areas that require urgent attention if we are to remain financially stable;

- S & T and Accommodation
- Catering services
- Study programmes
- Excessive staff and Interns
- SALGA Games
- Excessive use of consultants
- Unbudgeted requests from community & government agencies
- Unfunded mandates

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4.INSURANCE REGISTER JUNE 2023

INSURANCE CLAIM REGISTER: JUNE 2023										BROKER : KUNENE MAKOPO RISK SOLUTIONS INSURER : OLD MUTUAL INSURANCE	
NATURE OF CLAIM	NATURE OF ACCIDENT	REFERENCE	VEHICLE REG.	MAKE OR MODEL	RESPONSIBLE OFFICIAL	INCIDENT DATE	CHEAPEST QUOTE	EXCESS	TO BE SETTLED BY INSURANCE	COMMENTS	REMARKS
STATED BENEFITS	FORMER CLR MRS NF NTULI GOT INJURED	123429177			NF NTULI	04/10/2020				SETTLEMENT RECEIVED AND PAID OVER TO THE BENEFICIARY	FILE CLOSED
STATED BENEFITS	MIR MT CELE WAS INVOLVED IN A CAR ACCIDENT	123693854			MT CELE	20/05/2021				SETTLEMENT RECEIVED AND PAID OVER TO THE BENEFICIARY	FILE CLOSED
STATED BENEFITS	MIR SB ZULU INVOLVED IN A CAR ACCIDENT	123710511			SB ZULU	13/10/2021				SETTLEMENT RECEIVED AND PAID OVER TO THE BENEFICIARY	FILE CLOSED
MOTOR ACCIDENT	TIPPER TRUCK OVERTURNED	123872238	NZ22058	NISSAN UD TRUCK	ZL MTHETHWA	07/06/2022	337,110.48	17,015.78	R320,094.70	SETTLED	FILE CLOSED
MOTOR ACCIDENT	CHERRY PICKER NZ20004 COLLIDED WITH A TRUCK	123903237	NZ20004	FORD RANGER	D NAIDU	01/07/2022	53,486.10	25,000.00	28,486.10	SETTLED	FILE CLOSED
BUSINESS ALL RISK CLAIM	2 X LAPTOPS STOLEN AT THE OFFICE	123882481	02976, 03279	LENOVO	PS DLAMINI, PN MANZI	26/05/2022	36,915.00			SETTLED	FILE CLOSED
BUSINESS ALL RISK CLAIM	LAPTOP STOLEN DURING VEHICLE THEFT	123909520	03215	LENOVO	NN MNGOMEZULU	23/07/2022	R25,905.00	R2,590.50	R23,314.50	SETTLED	FILE CLOSED
MOTOR ACCIDENT	NZ20885 HIT THE PEDESTRIAN	123920773	NZ20885	TOYOTA PRADO	LP GUMA	01/09/2022	R813,100.00	R40,655.00	R772,445.00	SETTLED	FILE CLOSED
BUSINESS ALL RISK CLAIM	COMPUTERS STOLEN AT SUNDUMBILI LIBRARY	123945780			LM DHLODHLO	28/08/2022	R199,640.00	R19,964.00	R179,676.00	SETTLED	FILE CLOSED
MOTOR ACCIDENT	TIPPER TRUCK DAMAGED BY STONE	124000693	NZ22058	NISSAN UD TRUCK	MC ZONDI	03/12/2022	R4,019.24	R1,004.81	R3,014.43	SETTLED	FILE CLOSED
MOTOR ACCIDENT	NZ16856 COLLIDED WITH 3RD PARTY	123998178	NZ16586	ISUZU 250 HO D/CAB	CG NTOMBELA	10/12/2022	R130,245.60	R6,512.28	R123,733.32	SETTLED	FILE CLOSED
BUSINESS ALL RISK CLAIM	LAPTOP STOLEN FROM OFFICE	124086233	02977	LENOVO THINKPAD G2	SL MTHEMBU	13/01/2023	R15,833.00	R2,500.00	R13,333.00	SETTLED	FILE CLOSED
BUSINESS ALL RISK CLAIM	3X LAPTOPS STOLEN FROM ICT OFFICE	124086553	03657,02975	LENOVO THINKPAD G2	L NDWANDWE	09/01/2023	R39,104.80	R3,910.48	R35,194.32	SETTLED	FILE CLOSED
STATED BENEFITS	LC MAGWAZA INVOLVED IN AN ACCIDENT	124070587	1589		LC MAGWAZA	25/05/2022				SETTLED AND WILL BE TRANSFERRED TO THE BENEFICIARY	FILE CLOSED
MOTOR ACCIDENT	NZ14058 SIDE MIRROR DAMAGED	124069688	NZ14058	TOYOTA HILUX	T SHEZI	17/02/2023				MIRROR HAS BEEN REPLACED	FILE OPEN
MOTOR ACCIDENT	NZ13133 COLLIDED WITH A MINIBUS TAXI	124109834	NZ13133	TOYOTA COROLLA QUEST	SSG MTHALI	11/04/2023				REPAIRS HAS BEEN APPROVED WITH WINCLO	FILE OPEN
MOTOR ACCIDENT	NZ20887 REAR SIDE GLASS HIT BY A STONE	124136398	NZ20887	TOYOTA FORTUNER	LP GUMA	05/06/2023	R2,700.88	R675.22	R2,025.66	CLAIM APPROVED FOR REPAIRS	FILE OPEN

5. Municipal manager's quality certificate

I **S.G KHUZWAYO**, municipal manager of Mandeni Municipality, hereby certify that the:

▪ **FOURTH QUARTER REPORT Section 52 (D)**

has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act,

Print Name **Mr S.G. Khuzwayo**

Municipal manager of Mandeni Municipality (KZN 291)

Signature: _____

Date: **31st July 2022**