

MANDENI MUNICIPALITY

KZN291



BUDGET & TREASURY DEPARTMENT

MONTHLY BUDGET STATEMENT FOR THE PERIOD ENDED NOVEMBER 2025/26 FINANCIAL YEAR

STATEMENT OF FINANCIAL PERFORMANCE AND THE IMPLEMENTATION OF THE 2025/26 BUDGET FOR THE PERIOD ENDING 30 NOVEMBER 2025.

1. PURPOSE

The purpose of the report is to submit to the Mayor the statement of financial performance and implementation of the 2025/26 Budget of the Mandeni Municipality for the period ending 30 NOVEMBER 2025 in line with the statutory requirements of S71 of the Municipal Finance Management Act (2003).

2. AUTHORITY

Mayor

3. LEGAL / STATUTORY REQUIREMENTS

Municipal Finance Management Act No 56, 2003 Chapter 7, Section 71.

4. BACKGROUND

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

5. EXECUTIVE SUMMARY

The monthly budget statement in terms of section 71 of the Municipal Finance Management Act for the period ending 30 November is detailed below. The monthly budget statement is divided into the following:

- 5.1 Statement of Financial Performance
- 5.2 Capital Expenditure
- 5.3 DORA Receipts
- 5.4 DORA Grants Expenditure
- 5.5 Debtors Age Analysis
- 5.6 Employee Costs and Councilors' Remuneration
- 5.7 Investment Portfolio
- 5.8 Long-term Borrowing
- 5.9 Performance Indicators
- 6. Creditor's Age Analysis
- 6.1 Bank Reconciliation Statement
- 7. Supporting Tables
- 8. Municipal Managers quality certificate

1.1 FINANCIAL PERFORMANCE

BUDGET SUMMARY

KZN291 Mandeni - Table C1 Monthly Budget Statement Summary - M05 November								
Description	2024/25	Budget Year 2025/26						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands							%	
Financial Performance								
Total Revenue (excluding capital transfers and	430 705	454 622	16 034	190 316	189 426	891	0%	454 622
Total Expenditure	474 482	487 944	36 482	179 462	209 125	(29 663)	-14%	487 944
Surplus/(Deficit)	(43 776)	(33 322)	(20 447)	10 854	(19 699)	30 554	-155%	(33 322)
Transfers and subsidies - capital (monetary allocations)	47 668	46 017	(14 324)	15 473	19 174	(3 701)	-19%	46 017
Surplus/(Deficit) after capital transfers & contributions	3 892	12 694	(34 771)	26 327	(526)	26 853	-5109%	12 694
Surplus/ (Deficit) for the year	3 892	12 694	(34 771)	26 327	(526)	26 853	-5109%	12 694
Capital expenditure & funds sources								
Capital expenditure	126 192	130 596	8 479	33 063	57 612	(24 549)	-43%	130 596
Capital transfers recognised	42 242	40 058	2 568	16 026	19 888	(3 861)	-19%	40 058
Borrowing	—	—	—	—	—	—	—	—
Internally generated funds	83 950	90 538	5 911	17 037	37 724	(20 688)	-55%	90 538
Total sources of capital funds	126 192	130 596	8 479	33 063	57 612	(24 549)	-43%	130 596
TOTAL BUDGET	600 674	618 540	44 961	212 524	266 737	(54 212)	(0)	618 540

As can be seen from the table above, Actual surplus for the period ended 30 November 2025 is more than the Budgeted Surplus. Monthly budget statement summary (Table C1), for the period ending 30 November 2025 (year to date actual), shows a surplus of R26.4million against YTD budget of -R526thousand which reflects an over performance of more than 100%.

Currently there are no financial challenges and major risks facing the municipality.

Table 1

Table C1 below provides a summary of the overall performance of the municipality.

KZN291 Mandeni - Table C1 Monthly Budget Statement Summary - M05 November								
Description	2024/25	Budget Year 2025/26						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands							%	
Financial Performance								
Property rates	63 942	64 913	5 127	31 589	27 047	4 542	17%	64 913
Service charges	77 826	97 399	9 165	43 322	40 583	2 739	7%	97 399
Investment revenue	19 863	25 000	785	5 666	10 417	(4 751)	-46%	25 000
Transfers and subsidies - Ope	253 010	254 956	99	106 263	106 232	31	0%	254 956
Other own revenue	16 064	12 353	860	3 477	5 147	(1 670)	-32%	12 353
Total Revenue (excluding capital transfers and	430 705	454 622	16 034	190 316	189 426	891	0%	454 622
Employee costs	160 030	167 901	13 057	67 193	69 959	(2 766)	-4%	167 901
Remuneration of Councillors	15 151	17 043	1 245	6 289	7 101	(813)	-11%	17 043
Depreciation and amortisation	46 319	36 240	3 261	16 595	15 100	1 496	-9%	36 240
Interest	0	3 050	–	–	1 271	(1 271)	-100%	3 050
Inventory consumed and bulk p	64 650	72 025	136	25 721	30 344	(4 623)	10%	72 025
Transfers and subsidies	2 450	–	1 050	1 050	–	1 050	#DIV/0!	–
Other expenditure	185 882	191 685	17 733	62 614	85 350	(22 736)	-27%	191 685
Total Expenditure	474 482	487 944	36 482	179 462	209 125	(29 663)	-14%	487 944
Surplus/(Deficit)	(43 776)	(33 322)	(20 447)	10 854	(19 699)	30 554	-155%	(33 322)
Transfers and subsidies - capital (monetary allocations)	47 668	46 017	(14 324)	15 473	19 174	(3 701)	-19%	46 017
Surplus/(Deficit) after capital transfers & contributions	3 892	12 694	(34 771)	26 327	(526)	26 853	-5109%	12 694
Surplus/ (Deficit) for the year	3 892	12 694	(34 771)	26 327	(526)	26 853	-5109%	12 694
Capital expenditure & funds sources								
Capital expenditure	126 192	130 596	8 479	33 063	57 612	(24 549)	-43%	130 596
Capital transfers recognised	42 242	40 058	2 568	16 026	19 888	(3 861)	-19%	40 058
Borrowing	–	–	–	–	–	–		–
Internally generated funds	83 950	90 538	5 911	17 037	37 724	(20 688)	-55%	90 538
Total sources of capital funds	126 192	130 596	8 479	33 063	57 612	(24 549)	-43%	130 596

1.1.1 Table 2

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

KZN291 Mandeni - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M05 November

Description	Ref	2024/25	Budget Year 2025/26						
		Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1							%	
Revenue - Functional									
Governance and administration		339 132	342 170	6 144	141 234	142 571	(1 336)	-1%	342 170
Executive and council		—	8 365	—	—	3 485	(3 485)	-100%	8 365
Finance and administration		339 132	333 805	6 144	141 234	139 085	2 149	2%	333 805
Internal audit		—	—	—	—	—	—		—
Community and public safety		6 994	6 128	48	1 964	2 553	(589)	-23%	6 128
Community and social services		5 270	5 719	46	1 752	2 383	(631)	-26%	5 719
Sport and recreation		1 707	—	—	204	—	204	#DIV/0!	—
Public safety		17	408	1	8	170	(162)	-95%	408
Housing		—	—	—	—	—	—		—
Health		—	—	—	—	—	—		—
Economic and environmental services		51 516	52 717	(13 880)	18 285	21 966	(3 680)	-17%	52 717
Planning and development		47 129	48 740	(13 988)	12 762	20 309	(7 546)	-37%	48 740
Road transport		4 387	3 977	108	5 523	1 657	3 866	233%	3 977
Environmental protection		—	—	—	—	—	—		—
Trading services		80 731	99 623	9 399	44 305	41 510	2 795	7%	99 623
Energy sources		66 249	83 081	7 726	37 177	34 617	2 560	7%	83 081
Water management		—	—	—	—	—	—		—
Waste water management		—	—	—	—	—	—		—
Waste management		14 482	16 543	1 673	7 128	6 893	236	3%	16 543
Other	4	—	—	—	—	—	—		—
Total Revenue - Functional	2	478 373	500 638	1 711	205 789	208 599	(2 810)	-1%	500 638
Expenditure - Functional									
Governance and administration		244 373	240 817	21 132	84 876	100 340	(15 464)	-15%	240 817
Executive and council		66 501	79 879	8 332	29 638	33 283	(3 645)	-11%	79 879
Finance and administration		177 872	160 937	12 801	55 238	67 057	(11 819)	-18%	160 937
Internal audit		—	—	—	—	—	—		—
Community and public safety		57 060	51 805	4 920	23 683	21 919	1 764	8%	51 805
Community and social services		41 974	36 398	3 470	18 277	15 499	2 777	18%	36 398
Sport and recreation		13 472	13 045	1 450	5 049	5 435	(386)	-7%	13 045
Public safety		1 462	2 148	—	327	895	(568)	-63%	2 148
Housing		152	214	—	30	89	(59)	-67%	214
Health		—	—	—	—	—	—		—
Economic and environmental services		83 973	92 410	8 424	35 527	38 455	(2 928)	-8%	92 410
Planning and development		23 562	26 477	2 568	8 688	11 249	(2 561)	-23%	26 477
Road transport		55 834	60 311	5 472	24 661	25 130	(469)	-2%	60 311
Environmental protection		4 577	5 622	384	2 178	2 076	102	5%	5 622
Trading services		88 785	102 391	2 055	35 312	48 193	(12 881)	-27%	102 391
Energy sources		72 643	75 903	765	29 526	33 547	(4 021)	-12%	75 903
Water management		—	—	—	—	—	—		—
Waste water management		3 063	3 048	249	1 267	1 270	(3)	0%	3 048
Waste management		13 078	23 440	1 041	4 520	13 377	(8 857)	-66%	23 440
Other		292	522	(50)	64	217	(154)	-71%	522
Total Expenditure - Functional	3	474 482	487 944	36 482	179 462	209 125	(29 663)	-14%	487 944
Surplus/ (Deficit) for the year		3 892	12 694	(34 771)	26 327	(526)	26 853	-5109%	12 694

Table 3

Table C3 provides the statement of financial performance by standard classification.

KZN291 Mandeni - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M05 November									
Vote Description	Ref	2024/25	Budget Year 2025/26						
		Audited Outcome	Original 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		–	8 365	–	–	3 485	(3 485)	-100.0%	8 365
Vote 2 - Finance and administration		339 132	333 805	6 144	141 234	139 085	2 149	1.5%	333 805
Vote 3 - Internal audit		–	–	–	–	–	–		–
Vote 4 - Community and social services		5 287	6 128	48	1 760	2 553	(793)	-31.1%	6 128
Vote 5 - Sport and Recreation		1 707	–	–	204	–	204	#DIV/0!	–
Vote 6 - Public safety		–	–	–	–	–	–		–
Vote 7 - Housing		–	–	–	–	–	–		–
Vote 8 - Planning and Development		47 129	48 740	(13 988)	12 762	20 309	(7 546)	-37.2%	48 740
Vote 9 - Road transport		4 387	3 977	108	5 523	1 657	3 866	233.3%	3 977
Vote 10 - Energy sources		66 249	83 081	7 726	37 177	34 617	2 560	7.4%	83 081
Vote 11 - Waste Management		14 482	16 543	1 673	7 128	6 893	236	3.4%	16 543
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	478 373	500 638	1 711	205 789	208 599	(2 810)	-1.3%	500 638
Expenditure by Vote	1								
Vote 1 - Executive and council		66 501	79 879	8 332	29 638	33 283	(3 645)	-11.0%	79 879
Vote 2 - Finance and administration		177 872	160 624	12 801	55 238	66 927	(11 688)	-17.5%	160 624
Vote 3 - Internal audit		–	313	–	–	130	(130)	-100.0%	313
Vote 4 - Community and social services		41 974	36 398	3 470	18 277	15 499	2 777	17.9%	36 398
Vote 5 - Sport and Recreation		13 472	13 045	1 450	5 049	5 435	(386)	-7.1%	13 045
Vote 6 - Public safety		1 462	2 148	–	327	895	(568)	-63.4%	2 148
Vote 7 - Housing		152	214	–	30	89	(59)	-66.6%	214
Vote 8 - Planning and Development		23 854	26 998	2 518	8 752	11 467	(2 715)	-23.7%	26 998
Vote 9 - Road transport		58 897	63 359	5 720	25 927	26 400	(472)	-1.8%	63 359
Vote 10 - Energy sources		72 643	75 903	765	29 526	33 547	(4 021)	-12.0%	75 903
Vote 11 - Waste Management		13 078	23 440	1 041	4 520	13 377	(8 857)	-66.2%	23 440
Vote 12 - Environmental Protection		4 577	5 622	384	2 178	2 076	102	4.9%	5 622
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–		–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–		–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–		–
Total Expenditure by Vote	2	474 482	487 944	36 482	179 462	209 125	(29 663)	-14.2%	487 944
Surplus/ (Deficit) for the year	2	3 892	12 694	(34 771)	26 327	(526)	26 853	-5108.7%	12 694

Table 4 provides information on the planned revenue and operational expenditures against the actual results for the period ending 30 November 2025.

This report analyses each major component under following headings;

- Revenue by Source
- Operational Expenditure by Type,

KZN291 Mandeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M05 November

Description	Ref	2024/25	Budget Year 2025/26						
		Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								%	
Revenue									
Exchange Revenue									
Service charges - Electricity		64 753	82 686	7 717	37 272	34 453	2 820	8%	82 686
Service charges - Water		—	—	—	—	—	—		—
Service charges - Waste Water		—	—	—	—	—	—		—
Service charges - Waste mana		13 073	14 713	1 448	6 050	6 130	(80)	-1%	14 713
Sale of Goods and Rendering o		2 282	1 513	111	468	630	(163)	-26%	1 513
Interest		—	—	—	—	—	—		—
Interest earned from Receivabl		1 487	2 016	134	639	840	(200)	-24%	2 016
Interest from Current and Non C		19 863	25 000	785	5 666	10 417	(4 751)	-46%	25 000
Dividends		—	—	—	—	—	—		—
Rent on Land		—	—	—	—	—	—		—
Rental from Fixed Assets		593	755	42	253	315	(61)	-19%	755
Licence and permits		—	—	—	—	—	—		—
Special rating levies		—	—	—	—	—	—		—
Operational Revenue		1 355	1 252	257	612	522	90	17%	1 252
Non-Exchange Revenue									
Property rates		63 942	64 913	5 127	31 589	27 047	4 542	17%	64 913
Surcharges and Taxes		—	—	—	—	—	—		—
Fines, penalties and forfeits		3 569	1 367	6	68	570	(501)	-88%	1 367
Licence and permits		969	998	8	318	416	(98)	-24%	998
Transfers and subsidies - Oper		253 010	254 956	99	106 263	106 232	31	0%	254 956
Interest		3 570	4 453	302	1 119	1 856	(737)	-40%	4 453
Other Gains		2 239	—	—	—	—	—		—
Discontinued Operations		—	—	—	—	—	—		—
Total Revenue (excluding capital transfers and subsidies)		430 705	454 622	16 034	190 316	189 426	891	0%	454 622
Expenditure By Type									
Employee related costs		160 030	167 901	13 057	67 193	69 959	(2 766)	-4%	167 901
Remuneration of councillors		15 151	17 043	1 245	6 289	7 101	(813)	-11%	17 043
Bulk purchases - electricity		58 515	66 107	—	25 185	27 545	(2 359)	-9%	66 107
Inventory consumed		6 135	5 918	136	535	2 799	(2 264)	-81%	5 918
Debt impairment		24 403	32 077	—	—	18 896	(18 896)	-100%	32 077
Depreciation and amortisation		46 319	36 240	3 261	16 595	15 100	1 496	10%	36 240
Interest		0	3 050	—	—	1 271	(1 271)	-100%	3 050
Contracted services		79 982	89 650	7 887	31 107	37 305	(6 198)	-17%	89 650
Transfers and subsidies		2 450	—	1 050	1 050	—	1 050	#DIV/0!	—
Irrecoverable debts written off		10 696	6 637	—	—	2 765	(2 765)	-100%	6 637
Operational costs		71 100	62 722	9 846	31 496	26 134	5 362	21%	62 722
Losses on Disposal of Assets		965	600	—	—	250	(250)	-100%	600
Other Losses		(1 264)	—	—	11	—	11	#DIV/0!	—
Total Expenditure		474 482	487 944	36 482	179 462	209 125	(29 663)	-14%	487 944
Surplus/(Deficit)		(43 776)	(33 322)	(20 447)	10 854	(19 699)	30 554	(0)	(33 322)
Transfers and subsidies - capital		47 668	46 017	(14 324)	15 473	19 174	(3 701)	(0)	46 017
Transfers and subsidies - operational		—	—	—	—	—	—		—
Surplus/(Deficit) after capital transfers & subsidies		3 892	12 694	(34 771)	26 327	(526)			12 694
Income Tax		—	—	—	—	—	—		—
Surplus/(Deficit) after income tax		3 892	12 694	(34 771)	26 327	(526)			12 694
Share of Surplus/Deficit attributable to other entities		—	—	—	—	—	—		—
Share of Surplus/Deficit attributable to the entity		—	—	—	—	—	—		—
Surplus/(Deficit) attributable to the entity		3 892	12 694	(34 771)	26 327	(526)			12 694
Share of Surplus/Deficit attributable to the entity		—	—	—	—	—	—		—
Intercompany/Parent subsidiary		—	—	—	—	—	—		—
Surplus/ (Deficit) for the year		3 892	12 694	(34 771)	26 327	(526)			12 694

The above revenue and expenditure sources can be graphically presenting in figure 1 and 2 below:

Figure 1

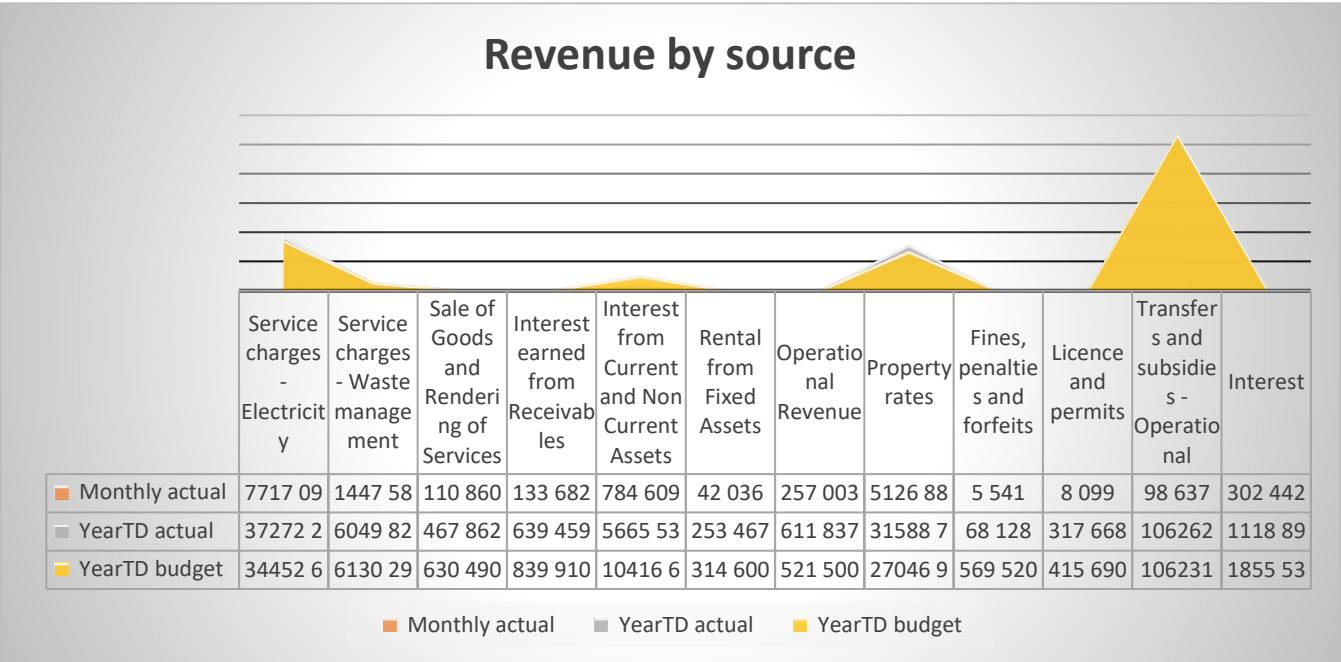
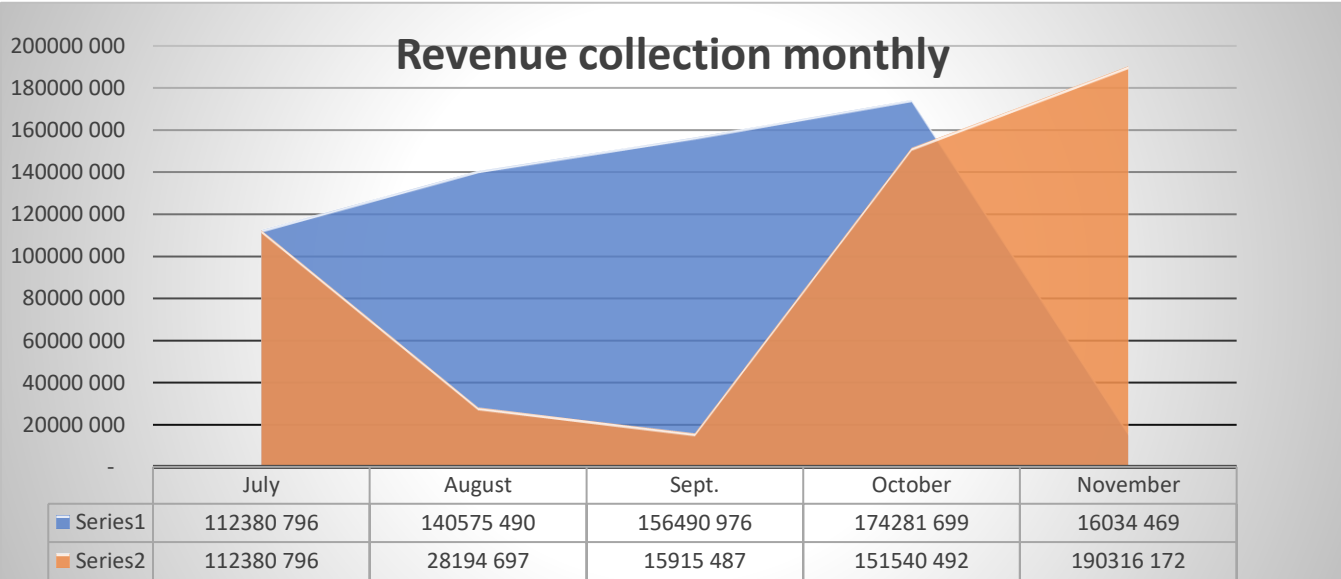


Figure 2



Revenue:

- The Year-to-Date (YTD) total revenue amounted to R190.3 million for the period ending 30 November 2025, excluding capital conditional grant income. The YTD budget of R189.4 million reflects an performance of 100percent.

EXCHANGE REVENUE

Service Charges: Electricity

- Revenue for electricity service charges is recognized on an invoice basis, with a total amount of R37.3million billed against a pro-rata budget of R34.5million, resulting in an over-performance of 8percent. This variance is mainly due to the installation of new meters, which has improved billing levels. The variance of R2.8 million is expected to decrease in the coming months.
-
- The actual cash collected amounted R5.8million for the month ended 30 November 2025.

Service Charges: Refuse

- The actual revenue from Service Charges Refuse as of 30 November 2025 is R6.1million against the budgeted income of R6.1million which is under performance by 1percent. This line item has reached its budget.
- The actual cash collected amounted R289thousand for the month of 30 November 2025.

Sale of Goods and rendering services

- Sales of Goods and Services amounted to R468 thousand, compared to the year-to-date budget of R630 thousand, resulting in an under-performance of R163 thousand or 26%. The variance is influenced by the nature of the revenue items under this vote, which are difficult to project and measure in advance. These include income from tender document sales, town planning fees, clearance certificates, library fines for overdue books, and building plan fees. Performance in this category is largely dependent on walk-in customers.

Interest earned from receivables.

- Interest earned from receivables amounts to R639thousand in comparison with the year-to-date budget of R840thousand, which is an under-performance by 24percent. The variance of R200 thousand is mainly due to customers honoring their credit agreements, which has resulted in lower interest charges than anticipated.

Interest from Current and Non-Current assets

- Interest earned on external investments amounts to R5.7million in comparison with the year-to-date budget of R10.4million, thus indicating an under performance by R4.8million or 46percent, This variance is due to the municipality having withdrawn investments before their maturity dates because of higher operational cash requirements.

Rental from fixed assets

- Revenue from the Rental of Facilities amounted to R253 thousand, compared to the year-to-date budget of R315 thousand, resulting in an under-performance of R61 thousand or 19%. This vote comprises a combination of rental income streams, including municipal halls, municipal stadiums, and staff houses. The variance is mainly attributable to fluctuations in the utilization of municipal facilities, which are not feasible to measure accurately in advance.

Operational Revenue

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

The year-to-date performance in Operational Revenue amounts to R612thousand under a pro-rata budget of R522thousand, the variance of R90thousand or -17%. This vote comprises collection charges, insurance refund and handling fees.

NON-EXCHANGE REVENUE

Property Rates

- The municipality accounts for Property Rates on an invoice basis in line with GRAP requirements.
The Year-to-Date (YTD) actual revenue for Rates amounts to R31.6million, compared to a YTD budget of R27.0million. This represents an over-billing of R4.5million, or 17%. This variance is a result of the increase in property rates as a result of legitimate Annual increase of Market Values, and the SV2 imported and implemented, and the correction of tariffs incorrectly linked.
- The actual cash collected amounted R2.3million for the month ended 30 November 2025.

Fines, Penalties and forfeits

- Fines for the month of 30 November is underperformed by -88%, amounting to R501thousand below the pro-rata budget of R570thousand. The underperformance is primarily attributed to a prevailing culture of non-payment and adverse economic conditions. It is important to note that revenue reported to date is on a cash basis, as the municipality accounts for fines in accordance with iGRAP 1 at year-end. This vote also includes library fine fees for overdue books.

Licences and permits.

- The variance of R98thousand or -24% underspend is mainly due to the department relying on walk-in customers who require services at the time. Additional contributing factors include network issues within the building and poor connectivity of the eNatis system when customers are present.

Transfers & subsidies

- Transfers and subsidies recognised operational amounts to R106.3million YTD Actual in

comparison with the pro-rata budget of R106.2million, thus indicating a performance of 100%. The target budget in this line vote is reached.

- Transfers and subsidies capital amounts to R15.5million in comparison with the pro-rata budget of R19.2 million, thus indicating an over performance by R3.7 million variance is mainly attributable by expenditure in MIG. *(Detailed report on MIG expenditure has been provided below)*

Interest earned from receivables.

- In line with council adopted credit control policy, the municipality charges interest on arrear debtors.
- Interest earned from receivables amounts to R1.1million in comparison with the pro-rata budget of R1.9million, thus indicating an under performance by R737thousand or 40percent.

Operating Expenditure from 30 November 2025

The table below reflects trend of expenditure for the period ended 30 November 2025

Figure 3

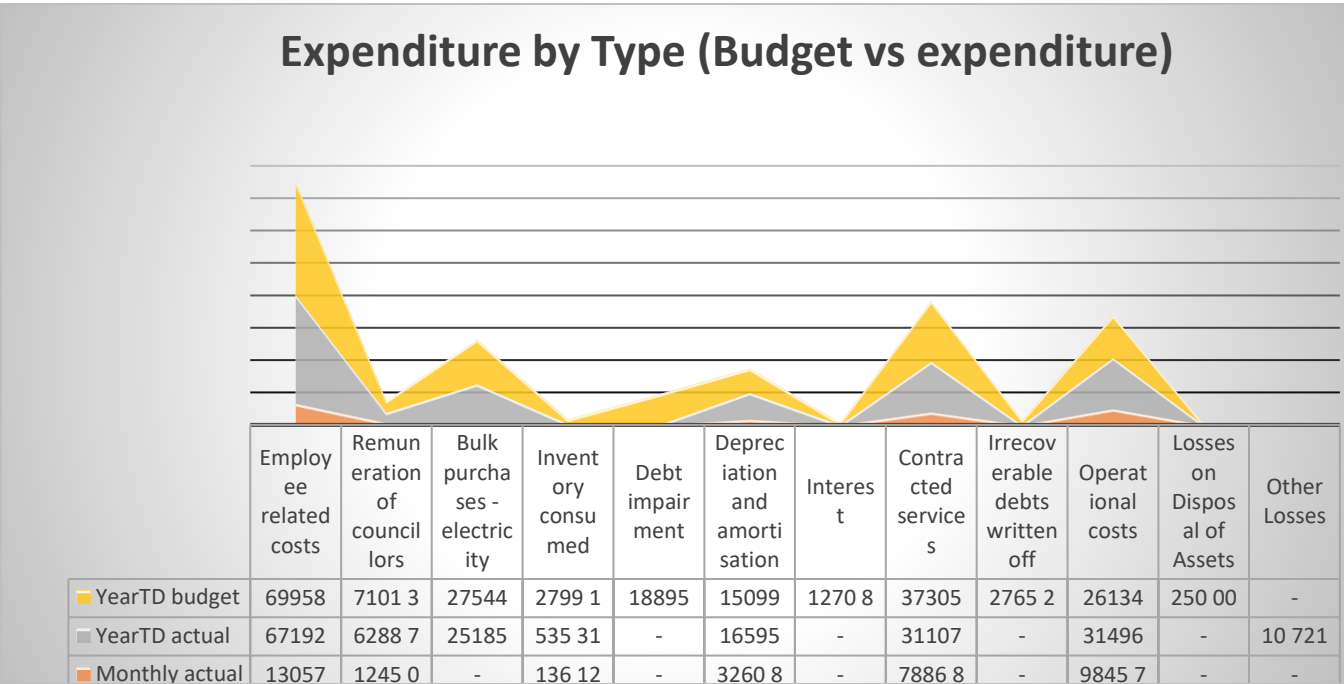
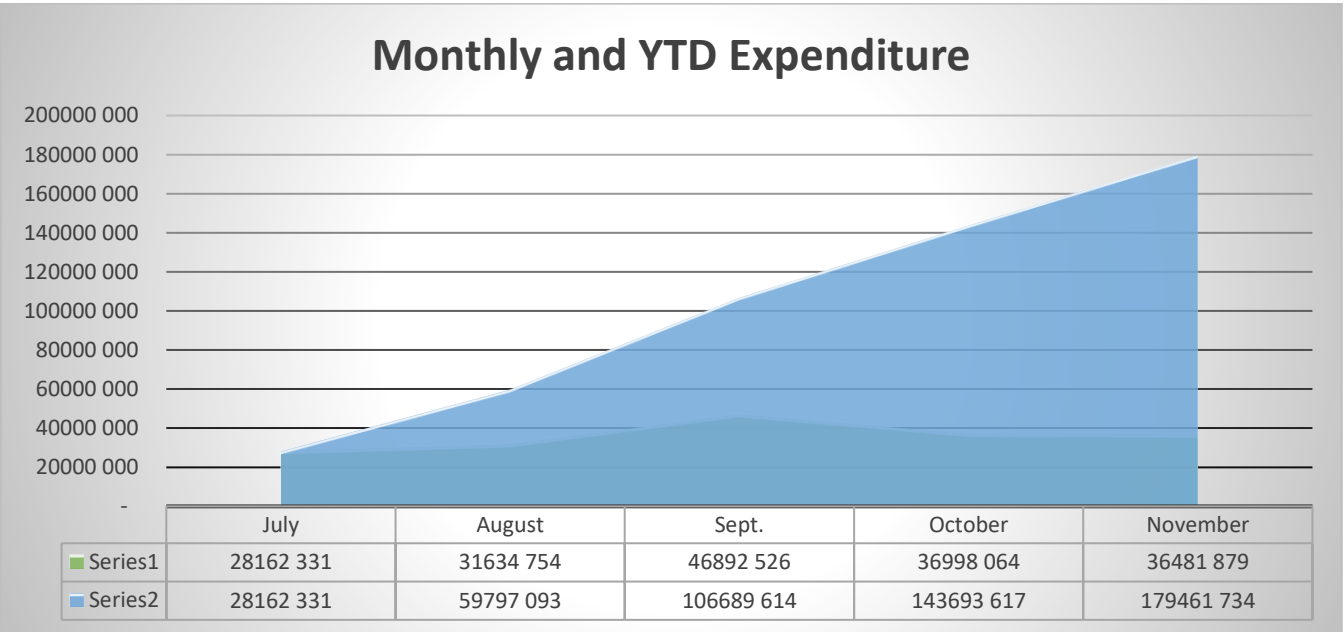


Figure 4



Operating Expenditure:

- The total operational expenditure YTD Actual for the period ending 30th November 2025 amounted to R36.5million against the planned target of R179.5million. As at the end of 30th November the operational expenditure budget has been under spent by -14% or -R29.7million. *Detailed expenditure analysis is below:*

Employee Related Costs

- Employee-related costs reflect a variance of R2.8 million or 4 per cent for the period ending 30 November 2025 when compared to the pro-rata budget of R70 million. The variance in this vote is considered immaterial.
- Furthermore, to that it should be noted that employee bonuses are now being paid on their birth month.

Remuneration of Councilors

- Councilors' allowances reflect a variance of R813 thousand or 11 per cent when compared to the pro-rata budget of R7.1 million. This variance is mainly attributable to savings realized in July and August, as the approved increases were only implemented in September 2025.

Bulk Purchases

- The YTD on Bulk purchases amounts to R25.2million which is an under performance when compared to pro-rata budget of R27.5million. The variance of 9% or R2.3million is due to an Invoice for November paid in December 2025.

Inventory Consumed

- Inventory Consumed are reflecting an underperformance by 81% or R2.3million, when compared to pro-rata budget of R2.8million against the Actual amount of R535thousand. This vote comprises items held in Stores, mainly for maintenance and repairs as well as stationery for the municipality. Performance in this vote is largely demand-driven, as consumption occurs only when requests are made and the need arises.

Debt Impairment

- The provision for bad debt is reflecting an under performance by 100percent. A journal to this vote is done bi-annually **(January and June 2026)**

When the provision for debt impairment is calculated, the following assumptions must be taken into consideration.

- Each debtor's account per age analysis must be analyzed.
- The frequency of payment must be analyses on each debtor.
- Indigent debtors, debtors with take on balances which cannot be explained, insolvent and debtors under administration of estate should be impaired 100%.
- The Municipality is guided by a write off policy when the assumptions are determined.
- Different services must be impaired separately.
- Different customers must be impaired separately.

Depreciation and Asset Impairment

- The YTD for Depreciation and Asset impairment is reflecting an over performance by 10percent. The depreciation variance is due to an increase in acquisitions of assets and commissioning of capital projects at year-end. The estimates were made before the later were taken into consideration.

Interest

- Finance charges reflect an underperformance by -100percent, this line item is journalized at year-end, in June 2026.
- 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.

Contracted Services

- Contracted Services Expenditure reflects an underspending of 17% or R6.2 million, with a YTD actual of R31.1 million against a pro-rata budget of R37.3million. This vote includes all contracted and outsourced services procured by the municipality, such as catering, transport, accommodation, and professional services. Expenditure in this category largely depends on the implementation of public programmes.

Transfers and Subsidies

- Transfers and grants expenditure amounting to R1.1million was incurred under this vote with no approved budget, as a correction of audit findings. The budget for this vote will be adjusted during the budget adjustment period.

Irrecoverable debts written off

- Irrecoverable debts written off have underperformed by 100% when compared to pro-rata budget of R2.8million. A journal entry will be processed in due time.

Operational Cost

- Other expenditure is overspent this month by 21% or R5.4million when compared to pro-rata budget of R26.1million.

Loss on disposal of assets

- The vote shows a 100% under-expenditure, primarily because disposal transactions are typically recorded at the end of the financial year

2. Capital Expenditure

Table C5 Monthly Budget Statement – Capital Expenditure

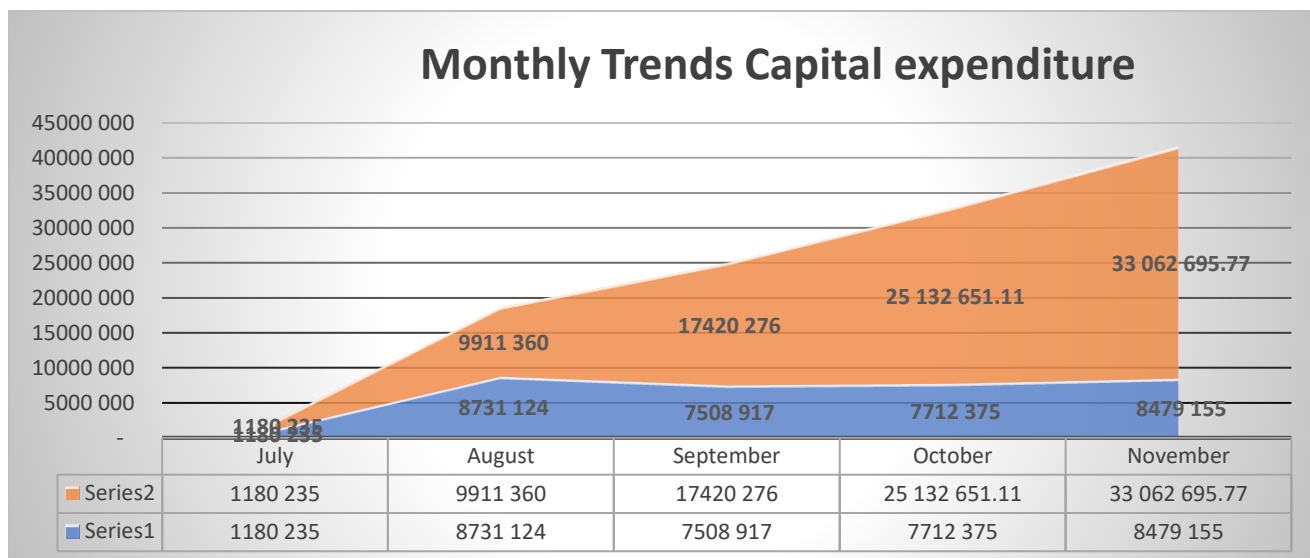
KZN291 Mandeni - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M05 November									
Vote Description	Ref	2024/25	Budget Year 2025/26						
		Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1							%	
Single Year expenditure appropriate	2								
Vote 1 - Executive and council		12 470	30 000	4 052	7 220	12 500	(5 280)	-42%	30 000
Vote 2 - Finance and administration		14 806	4 549	275	542	1 896	(1 354)	-71%	4 549
Vote 3 - Internal audit		—	—	—	—	—	—	—	—
Vote 4 - Community and social services		4 026	17 738	926	3 552	7 391	(3 838)	-52%	17 738
Vote 5 - Sport and Recreation		7 487	8 836	418	1 274	3 682	(2 408)	-65%	8 836
Vote 6 - Public safety		817	70	—	—	29	(29)	-100%	70
Vote 7 - Housing		—	—	—	—	—	—	—	—
Vote 8 - Planning and Development		7 313	7 522	—	988	3 134	(2 146)	-68%	7 522
Vote 9 - Road transport		75 324	55 386	2 808	19 089	26 274	(7 185)	-27%	55 386
Vote 10 - Energy sources		2 389	4 869	—	—	2 029	(2 029)	-100%	4 869
Vote 11 - Waste Management		1 560	1 626	—	397	677	(280)	-41%	1 626
Vote 12 - Environmental Protection		—	—	—	—	—	—	—	—
Total Capital single-year expenditure	4	126 192	130 596	8 479	33 063	57 612	(24 549)	-43%	130 596
Total Capital Expenditure		126 192	130 596	8 479	33 063	57 612	(24 549)	-43%	130 596
Capital Expenditure - Functional Classification									
Governance and administration		27 275	34 549	4 327	7 762	14 396	(6 634)	-46%	34 549
Executive and council		12 470	30 000	4 052	7 220	12 500	(5 280)	-42%	30 000
Finance and administration		14 806	4 549	275	542	1 896	(1 354)	-71%	4 549
Internal audit		—	—	—	—	—	—	—	—
Community and public safety		12 330	26 644	1 344	4 826	11 102	(6 275)	-57%	26 644
Community and social services		4 026	8 664	926	3 552	3 610	(58)	-2%	8 664
Sport and recreation		7 487	8 836	418	1 274	3 682	(2 408)	-65%	8 836
Public safety		817	9 143	—	—	3 810	(3 810)	-100%	9 143
Housing		—	—	—	—	—	—	—	—
Health		—	—	—	—	—	—	—	—
Economic and environmental services		82 638	62 038	2 808	20 078	29 046	(8 969)	-31%	62 038
Planning and development		7 313	7 522	—	988	3 134	(2 146)	-68%	7 522
Road transport		75 324	54 517	2 808	19 089	25 912	(6 823)	-26%	54 517
Environmental protection		—	—	—	—	—	—	—	—
Trading services		3 949	7 365	—	397	3 069	(2 671)	-87%	7 365
Energy sources		2 389	4 869	—	—	2 029	(2 029)	-100%	4 869
Water management		—	—	—	—	—	—	—	—
Waste water management		—	870	—	—	362	(362)	-100%	870
Waste management		1 560	1 626	—	397	677	(280)	-41%	1 626
Other		—	—	—	—	—	—	—	—
Total Capital Expenditure - Functional	3	126 192	130 596	8 479	33 063	57 612	(24 549)	-43%	130 596
Funded by:									
National Government		41 421	39 884	2 481	15 758	19 815	(4 057)	-20%	39 884
Provincial Government		821	174	86	268	72	195	269%	174
District Municipality		—	—	—	—	—	—	—	—
Transfers and subsidies - capital (monetary allocations) (Net /)		—	—	—	—	—	—	—	—
Transfers recognised - capital		42 242	40 058	2 568	16 026	19 888	(3 861)	-19%	40 058
Borrowing	6	—	—	—	—	—	—	—	—
Internally generated funds		83 950	90 538	5 911	17 037	37 724	(20 688)	-55%	90 538
Total Capital Funding		126 192	130 596	8 479	33 063	57 612	(24 549)	-43%	130 596

Capital Expenditure of 30 November 2025:

The YTD capital expenditure budget is R8.5million against YTD actual Capital expenditure amounting to R33.1million resulting in an under performance of (43%) on capital expenditure. The variance in capital expenditure were due to different reason (detail report on the progress on all capital projects has been provided below).

The capital expenditure year to date can be graphically presented as follows:

Capital Expenditure reported as at 30 November 2025



- Capital grants funded by National Government are actual for R15.8million versus pro-rata Budget of R19.8million, expenditure reported has been underspent by (-20%). A monthly expenditure of R2.5million is recorded this month.
- Capital grants funded by Provincial Government under-performed by 269%, which expenditure to date is R268thousand. a monthly expenditure of R86thousand is recorded this month for Library allocations.
- Capital grants funded Internally actual is R17.0million versus pro-rata Budget of R37.7million variance of 55% reflects and under expenditure on this item. A monthly expenditure of R5.9million is noticed this month.

2.2 Monthly Budget Statement – expenditure on Repairs and Maintenance

KZN291 Mandeni - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M05 November

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		13 925	16 237	-	2 488	6 952	6 765	(187)	-2.8%	16 237
Roads Infrastructure		8 864	8 426	-	1 147	4 078	3 511	(567)	-16.2%	8 426
Roads		8 569	7 948	-	1 147	4 078	3 312	(766)	-23.1%	7 948
Road Structures		269	304	-	-	-	127	127	100.0%	304
Road Furniture		26	174	-	-	-	72	72	100.0%	174
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		1 246	3 913	-	570	1 437	1 630	193	11.9%	3 913
Drainage Collection		1 246	3 913	-	570	1 437	1 630	193	11.9%	3 913
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		2 614	3 148	-	192	376	1 312	936	71.4%	3 148
Power Plants		40	130	-	-	3	54	51	94.0%	130
HV Substations		-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		169	870	-	-	50	362	312	86.2%	870
MV Substations		(3)	61	-	-	51	25	(26)	-102.2%	61
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		143	87	-	-	-	36	36	100.0%	87
LV Networks		949	1 130	-	25	29	471	442	93.8%	1 130
Capital Spares		1 317	870	-	167	242	362	120	33.2%	870
Information and Communication Infrastructure		1 201	750	-	579	1 062	313	(749)	-239.7%	750
Data Centres		-	-	-	-	-	-	-	-	-
Core Layers		1 201	750	-	579	1 062	313	(749)	-239.7%	750
Distribution Layers		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Community Assets		1 914	2 885	-	382	810	1 202	392	32.6%	2 885
Community Facilities		66	363	-	-	248	151	(97)	-64.1%	363
Libraries		46	213	-	-	46	89	43	48.3%	213
Cemeteries/Crematoria		-	-	-	-	-	-	-	-	-
Police		-	-	-	-	-	-	-	-	-
Purls		20	150	-	-	202	63	(140)	-223.8%	150
Public Open Space		-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		1 847	2 522	-	382	562	1 051	488	46.5%	2 522
Indoor Facilities		-	-	-	-	-	-	-	-	-
Outdoor Facilities		1 847	2 522	-	382	562	1 051	488	46.5%	2 522
Capital Spares		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Other assets		-	348	-	5	60	145	85	58.8%	348
Operational Buildings		-	348	-	5	60	145	85	58.8%	348
Municipal Offices		-	348	-	5	60	145	85	58.8%	348
Machinery and Equipment		8 094	10 438	-	552	2 011	4 349	2 338	53.8%	10 438
Machinery and Equipment		8 094	10 438	-	552	2 011	4 349	2 338	53.8%	10 438
Total Repairs and Maintenance Expenditure	1	23 933	29 907	-	3 427	9 833	12 461	2 628	21.1%	29 907

The ratio for Repairs and Maintenance measures the level of repairs to ensure adequate maintenance and to prevent breakdowns and interruptions to service delivery. Repairs and maintenance of municipal assets is required to ensure the continued provision of service.

4.1 Projects under The Municipal Infrastructure Grant (MIG) Funding:

2025/26 Financial Year MIG Allocation	R48 228 000
Less: Total Expenditure (incl. Retention)	R13 597 356.16
Balance	R34 630 643.84
Expenditure of as a %	R28.19%

Projects under Construction Stage for MIG

- Construction of a Sportsfield in Hlomendlini
- Rehabilitation of Internal Roads and Upgrade of Associated Stormwater in Sundumbili Ward 13 Phase 2 and Ward 14 White City Section (Phumla, Indumiso and Malandela).
- Nyoni Taxi Route Phase 4
- Rehabilitation of Internal Roads and Upgrade of Associated Stormwater in Sundumbili, Ward 13 Phase 1 (Mthombothi, Mbabala, Umgakla and Sondeza)
- The Rehabilitation of Bumbanani Road in Sundumbili: Ward 13, 14 & 15 - Phase1
- Upgrade of Machibini Link Road to Isithebe in Ward 10 and 12 Phase 2
- Construction of a Soccer Field and Combo Court in Khenana Township, Ward 10
- Construction of Community Hall in Ward 8
- Upgrade of Nhlahlonhle, Downtown and Khuthala Roads and Stormwater in Ward 14

Projects that are in the planning stage for MIG and awaiting registration

- Rehabilitation of Quartz Road and Portion of Platinum Road in Ward 4
- Construction of a Sportsfield in Ward 2, Mandeni
- Construction of a Sportsfield in Ward 1, Mandeni

4.2. Projects under Municipal Internal Funding

Projects under planning

- Completion of Extension of Mechanical / Technical Services Building Phase 1: Finalisation of document to procure new service provider.
- Construction of a Community Hall in Ward 3: Consultant has been appointed. Identified site has been identified as belonging to Department of Public Works. Alternative site is to be identified.
- Construction of a Community Hall in Ward 17: Awaiting appointment of consultant.
- Establishment of new Emergency Centre: Preliminary report completed, awaiting Municipality's approval
- Planning for installation of high masts in ward 1, 2, 6, 7, 13, 14 and 15: Preliminary report completed, awaiting Municipality's approval

4.3 Municipal Disaster Response Grant

2024/25 Financial Year MIG Allocation	R5 180 500
Less: Total Expenditure (incl. Retention)	R5 180 500
Balance	R0
Expenditure of as a %	100%

Projects under Construction

- The Re-gravelling of Thengela to Nazareth Temple in Ward 8, Mandeni
- Re-gravelling of Road Thulas to Ematshekesheni road in Ward 12.

5. **PROGRESS ON PROJECTS AND EXPENDITURE**

5.1 Municipal Infrastructure Grant

a) **Construction of a Hlomendlini Sportfield - Ward 4**

CATEGORY	APPROVED BUDGET	EXPENDITURE
Professional Fees	R 1 333 210.46	R 1 333 210.46
Construction Cost (incl. Retention)	R 7 951 934.33	R 5 059 345.48

Internal Funding (Professional and construction Fees)	R1 547 441.12	R 1 286 866.10
TOTALS (Incl. Vat)	R 10 832 585.91	R 7 679 422.04

Project Details

Name of Consultant: Siyazenzela Consulting
Name of Contractor: Sihawusethu Trading (Pty) Ltd
Project Commencement Date: January 2025
Contractual Completion Date: 5 May 2025
Revised Completion date: 25 September 2025

Project Scope

- Site Establishment and Setting out of works.
- Bulk earthworks to the various elements of infrastructure on site.
- 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 (3 toilet units), public toilets (2 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.

Current Status of Construction Progress 45% (Overall Progress 80%): Site Handover, Site Establishment 100%, Setting Out 100%, Site Clearance 90%, Subsoil 90%, Bulk Earthworks (Combo Court, Ablution & Guardhouse) 90%, Layerworks to Sportsfield 65%, Layerworks to Combo Court 50%, Access Road & Parking 30%, Grandstand 40%, Guardhouse 20%.

Performance of the Contractor remains unsatisfactory as the contractor is failing to achieve their set targets as per the approved E.O.T Claim No.2 (Expired 25th September 2025) and the revised Construction Programme. The Contractor was issued a Notice of Final Termination dated **Wednesday, 8th October 2025**.

Challenges: Poor performance by the Contractor due to poor workmanship caused by lack of supervision, planning and inadequate allocation of resources to execute the project accordingly. This has been a recurring issue that has been noted in the previous months with signs of minimal improvements that has not been enough to steer the project back on track to ensure project completion within time and quality. Poor quality of works and non-compliance towards their contractual and site obligations remains an area

b) Rehabilitation of Internal Roads and Upgrade of Associated Stormwater in Sundumbili Ward 13 Phase 2 and Ward 14 White City Section (Phumla, Indumiso and Malandela).

CATEGORY	APPROVED BUDGET	EXPENDITURE
Professional Fees	R 2 352 795.17	R 2 256 723.50
Construction Cost (incl. Retention)	R 16 257 859.82	R 16 126 099.66
Internal Funding (Professional/construction Fees)	R 400 352.92	R 400 352.92
TOTALS (Incl Vat)	R 19 011 007.91	R 18 783 176.08

Project Details

Name of Consultant:	Singh Govender & Associates cc
Name of Contractor:	MVI-SSSS Trading Enterprise cc
Project Commencement Date:	August 2023
Contractual Completion Date:	April 2024
Revised Practical Completion date:	September 2024
Final Termination of Contract:	February 2025

Project Scope

- Site Establishment: Establishment of offices, tools, plant, etc.

- General requirements for construction activities: Employment of Local Labour and CLO.
- Site clearance: removal of topsoil, cutting of trees and bushes, where required.
- The implementation of Traffic Accommodation facilities.
- Milling of the existing road asphalt to spoil.
- Excavation of the existing road layerworks to stockpile and spoil.
- Subgrade treatment: 300mm undercut to spoil and replace with G7 backfill at unsuitable founding conditions.
- Rip and recompact Roadbed (Subgrade) in preparation for layerworks.
- Installation of cable ducts - and protection to existing services where necessary.
- Import G5 and G2 material from commercial sources for layerworks.
- Construction of a 150mm Subbase layer with G5 material obtained from commercial sources.
- Construction of a 150mm Base layer with G2 material obtained from commercial sources.
- Pre-pulverising cement stabilising of the existing Base layer for areas with minimal degree of surface failures.
- Construction of concrete V-Drains and Kerbing and Channelling.
- Construction of a 40mm Asphalt layer- Mix D, obtained from commercial sources.
- Construction of speed humps.
- Construction of Stormwater pipelines utilising 600mmØ and 450mmØ concrete pipes. The installation of Sub-soil drains for subsurface drainage.
- Construction of Side Inlet Manholes along the roadways. Installation of Guardrails.
- Installation of Gabions.
- Installation of Retaining walls.
- Installation of Road Signs and painting of Road Markings.
- Clearing of the road reserve

Current Status Overall Construction progress 99%: Site establishment 90%, Setting Out of works is 100%, Traffic Accommodation 100%, Site Clearance 100% and Roadbed Preparation 100%, Stormwater Installation 100%, Manhole Construction 97%, Subsoil installation 95%, service crossing ducts 92%, Subsoil Drainage G5 material layer 100% for our subbase layer, G2 Base layer 100%, Asphalt Surfacing 100%, Road Signs & Marking 85%, Speed Humps 100%, Guardrails 100%, Kerbing and Channel 97.5%, Gabion Retaining Wall 60%.

Practical Completion was achieved on the **12th of September 2024** with Final Completion still outstanding as a result of the Contractor's Poor Performance in completing the identified

snag list. Subsequent to the Contractor's failure to complete the project and an Intention to Terminate the Contract a Final Termination to the Contractor has since been served dated **Friday, 21st February 2025**.

Bid Document for completion of outstanding works has been approved by SCM with a briefing session having taken place on **Thursday, 30th October 2025** and tenders are planned to close on **Friday, 7th November 2025**.

c) Rehabilitation of Bumbanani Road in Sundumbili - Wards 13, 14 & 15 Phase 1

CATEGORY	APPROVED BUDGET	EXPENDITURE
Professional Fees	R 2 243 837.65	R 2 243 764.93
Construction Cost (incl. Retention)	R 10 679 964.34	R 10 679 964.34
Internal Funds (Professional/construction fees)	R 4 629 230.16	R 3 707 772.29
TOTALS (Incl. Vat)	R 17 553 032.15	R 16 631 501.56

Project Details

Name of Consultant: Kukhanya Projects (Pty) Ltd

Name of Contractor: Iqhawe Elihle Trading

Project Commencement Date: May 2024

Contractual Completion Date: 10 February 2025

Revised Completion date: 31 July 2025

Project Scope

- Site establishment
- Site clearance
- Finishing Construction of 1km long, 7m width asphalt surface road.
- Construction of Kerb and channel where required.
- Construction of Kerb inlet, headwall and manholes where required.
- Construction of 967m stormwater pipes ranging from 450mm-900mm diameter.
- Construction of 874m long, 2m width asphalt finished sidewalk.
- Construction and preparation of bell mouth to tie in the existing internal access road in the vicinity of the proposed road.
- Milling of existing asphalt (to be stockpiled and re-used by the client) Construction of subsoil drain where required.

Current Status Overall Construction Progress 91%: Contractual Submissions 100%, Site Establishment 100%, Accommodation of Traffic 90% Road Construction Works 90%, Stormwater 99%, Kerb & Channel Works 98%, Sidewalk Construction 34% and Asphalt Laying 100%.

There has been some improvements in terms of works done but progress of works remains to be minimal within the month of October 2025 as the performance of the Contractor remains unsatisfactory as the contractor has failed to achieve set targets as per the approved E.O.T Claim (expired 31 July 2025) and current Construction programme. The Municipality imposed penalties from the 1st August 2025, reviewed them on the 31st August 2025 to extend them until the 30th September 2025. The Contractor was then served with an Intention to Terminate on **Monday, 29th September 2025** as a result of failure to meet their contractual obligation in bring the project to a Completion. Contractor's risk assessment is being evaluated to consider Termination Process being activated at this stage.

Challenges: Theft of Survey Pegs being a continuous issue on site along with water pipe bursts infrastructure due to the damages this causes to the road layer works because of leakages. Contractor has been issued with a Notice of slow progress because of the rate of construction works, poor planning and inadequate resource allocation on their end remains a recurring issue in delivery of the project. Inadequate resources and workmanship of appointed local Subcontractors have also contributed to the slow progress of works. The Transnet Gas Pipeline intersecting with the proposed stormwater along with an existing sewer line challenge has been resolved with the contractor being issued a site instruction to execute works.

d) Upgrade of Machibini Link Road to Isithebe in Ward 10 and 12 - Phase 2

CATEGORY	APPROVED BUDGET	EXPENDITURE
Professional Fees (MIG)	R 2 743 191.52	R 2 696 436.49
Construction Cost (MIG)	R 17 536 070.12	R 17 535 975.10
Internal Funds Professional/construction fees)	R 3 932 538.28	R 2 860 021.25
TOTALS (Incl. Vat)	R 24 211 799.92	R 23 092 342.84

Name of Consultant:	Urbanru (Pty) LTD
Name of Contractor:	Silo Construction
Project Commencement Date:	September 2024
Contractual Completion Date:	26 June 2025
Revised Completion date:	26 September 2025

Project Scope

- Establishment on site.
- Clearing & grubbing.
- Traffic accommodation facilities.
- Removal of layers and stockpiling for later use. (Earthworks)
- Demolish existing culverts.
- Construction of stormwater infrastructure.
- Construction of sidewalks.
- Construction of layer works
- Erection of Kerbing and Channel.
- Clearing of road reserve.
- Road marking, including road signs.
- Traffic calming measures.
- Finishing off, removal of site establishment and 12 months' maintenance of the works as stipulated per the defect liability period clause.

Current Status Overall Construction progress 97%: Contractor has established on site 100%. Contractor has planned alternate routes for traffic accommodation 100%. Clear and grub 100%. Removal of existing asphalt 100%. Earthworks 100%. Demolishing of existing concrete culverts at Ch 3+050 and Ch 3+500 100%. Portal Culvert at 3+050 earthworks 100%, portal culverts installation 100%, wingwalls 100%. Dump rock layer 100%. Importing of fill material to formation 100%. Layerworks G7 100%, G5 100%, G2 100%, Asphalt 100%. Concrete 1200mm diameter culvert installation at Ch 3+500 installation 100%, concrete wingwalls 100%. Stormwater concrete pipe culverts 100%. Kerb and channel 100%. Gabion baskets and reno mattresses 100%. Finishing off 25%. Performance of the contractor is satisfactory.

Challenges: N/A

e) Construction of a Sportsfield and Combo Court in Khenana: Ward 10 - Phases 1 & 2

CATEGORY	APPROVED BUDGET	EXPENDITURE
Professional Fees	R 1 441 758.19	R 1 072 692.41
Construction Cost (incl. Retention & Surety)	R 10 600 230.99	R 5 014 673.19
TOTALS (Incl. Vat)	R 12 041 989.18	R 6 087 365.60

Project Details

Name of Consultant: Impumelelo Consulting Engineers

Name of Contractor: Nikeresia Construction

Project Commencement Date: January 2025

Contractual Completion Date: March 2026

Revised Completion date: N/A

Project Scope

- Site establishment
- Site clearance
- Bulk earthworks / civils works
- Install Clear View Fencing Complete including gates
- Construction of a Guardhouse and Ablution Facility
- Construction of a Soccer Field
- Construction of a Open Brickwork and Concrete Grandstands
- Construction of a Outdoor Gym inclusive of gym equipment
- Construction of a Combo Court
- Stormwater Control Measures
- Installation of Highmast

Current Status Overall Construction progress 50%: Site Handover / Technical Meeting - 100%, Contractual Submissions 100%, Site Establishment - 100%, Clearing & Grubbing - 100%, Setting Out - 100%, Bulk Earthworks - 100%, Civil Works (Stormwater & Sewer) - 85%, Fencing 80%, Parking 10%, Combo Court 5%, Change room 5% and Grandstand 5%.

Performance of the Contractor remains as unsatisfactory with minimal improvements and little progress in the current month of reporting as this has been a continuous challenge. Notices of poor planning resulting in slow progress, non-compliance and inadequate

resource allocation have been issued to the Contractor on ***Monday, 6th October 2025*** and ***Monday, 27th October 2025***.

Challenges: Poor planning, Slow Progress, Non-Compliance, inadequate resource allocation have contributed to the Contractor's poor performance.

f) Construction of a Community Hall in the Wangu Area, Ward 8.

CATEGORY	APPROVED BUDGET	EXPENDITURE
Professional Fees	R 1 281 229.81	R 1 059 585.20
Construction Cost (incl. Retention & Surety)	R 7 180 245.34	R 3 894 782.20
TOTALS (Incl. Vat)	R 8 461 475.15	R 4 954 367.40

Project Details

Name of Consultant: GIBB (Pty) LTD
Name of Contractor: Siyaroro Trading
Project Commencement Date: June 2025
Contractual Completion Date: March 2026
Revised Completion date: N/A

Project Scope

- Establishment on site
- Site clearance
- Concrete work (Foundations and floor slabs)
- Brickwork
- Plaster
- Painting
- Installation of ironmongery
- Ceiling installation
- Installation of sanitary fittings
- Installation of doors and windows
- Tiling
- Plumbing and drainage.
- Electrical installations
- HVAC installations

- Timber roof trusses and roof sheeting.
- Roadworks
- Asphalt surfacing for parking area
- Installation of kerbs
- Landscaping
- Fencing
- Specialist signage
- Borehole
- General cleaning

Current Status Overall Construction progress 45%: Establishment on site 100%, Site Clearance 100%, Hall Superstructure Earthworks 100%, Hall Superstructure Foundations including Concrete 100%, Hall Superstructure Floor Slab 100%, Hall Superstructure Brickwork 60%, Guardhouse earthworks 80%, Guardhouse foundations including concrete 50%, Guardhouse Floor Slab 0%, Guardhouse Brickwork 0%, Plaster 0%, Painting 0%, Installation of ironmongery 0%, Ceiling installation 0%, Installation of sanitary fittings 0%, Installation of doors and windows 0%, Tiling 0%, Plumbing and drainage 0%, Septic tank & sewer pipes 20%, Electrical installations 0%, HVAC installations 0%, Timber roof trusses 0%, Roof sheeting 0%, Roadworks 0%, Asphalt surfacing 0%, Installation of kerbs 0%, Stormwater drainage 20%, Water reticulation 50%, Landscaping 0%, Fencing 25%, Specialist signage 0% and Borehole installation 0%. Performance of the contractor is satisfactory

Challenges: Nil

G) Installation of High Mast Lights in Mandeni, Phase 2 (Ward 3, 5, 9, 11 and 12x2)

CATEGORY	APPROVED BUDGET	EXPENDITURE
Professional Fees	R 1 067 105.27	R 1 022 364.28

Construction Cost (incl. Retention + VAT) (V.O : R 367 004.50)	R 5 413 316.30	R 5 308 779.36
TOTALS (Incl. Vat)	R 6 480 421.57	R 6 331 143.64

Project Details

Name of Consultant: Africoast JBFE Project Manager
Name of Contractor: R Busisiwe (Pty) Ltd
Project Commencement Date: January 2023
Contractual Completion Date: July 2023
Revised Completion date: 20 May 2024

Project Scope

- Supply and install 6 x 30m high mast lighting.
- Installation and Commissioning of street and high mast lighting.
- Certifying all the installations for compliance.
- Submitting project report, designs/drawings and quality stacks on project handover.

Current Status Overall Construction progress 100%: All six high masts have been commissioned and energized. Final completion certificate and Certificate of Compliance issued.

Challenges: N/A

H) Upgrade of Nhlalohle, Downtown and Khuthala Roads and Stormwater in Ward 14

CATEGORY	APPROVED BUDGET	EXPENDITURE
Professional Fees	R 1 554 123.29	R 953 319.18
Construction Cost Incl. (Retention)	R 12 312 111.04	R 0.00

TOTALS (Incl. Vat)	R 13 866 234.33	R 953 319.18
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Project Details

Name of Consultant:	Ngeja Consulting Engineers
Name of Contractor:	Progressive Choice Trading
Project Commencement Date:	10 October 2025
Contractual Completion Date:	10 July 2026
Revised Completion date:	N/A

Project Scope:

- Establishment on site.
- Clearing and grubbing.
- Traffic accommodation facilities.
- Removal of layers and stockpiling for later use. (Earthworks)
- Construction of stormwater infrastructure.
- Construction of layer works.
- Erection of kerbing and channel.
- Clearing of road reserve.
- Road marking, including road signs.
- Traffic calming measures.
- Finishing off, removal of site establishment and 12 months' maintenance of the works as stipulated per the defect liability period clause.

Current Status Overall Construction progress 20%: Establishment on site 90%, Setting out ongoing. Clearing and grubbing 30%

Challenges: Removal and destroying of Surveyor pegs by the community.

5.2 Municipal Disaster Response Grant

(a) The Re-gravelling of Thengela to Nazareth Temple in Ward 8, Mandeni

CATEGORY	TENDER AMOUNT	EXPENDITURE
Professional Fees	R 499 441.40	R 499 441.40
Construction Cost (Including retention)	R 1 979 445.84	R 1 979 445.84

TOTAL	R 2 478 887.24	R 2 478 887.24
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Project Details

Name of Consultant:	Libeko (Pty) Ltd
Name of Contractor:	Musa and Sons Trading Enterprise (Pty) Ltd
Project Commencement Date:	June 2025
Anticipated Completion Date:	October 2025
Revised Completion Date:	Nil

Project Scope:

- Site establishment
- Clearing and grabbing.
- Mass Earthworks (Cut to borrow to fill, cut to spoil)
- Layer works consisting of (G9, G7 & G5 Gravel materials)
- Concrete V-Drains and Subsoils
- Prefabricated Culverts
- Road signs
- Landscaping works, topsoiling and grassing

Current Status Overall Construction progress 100%: Site Establishment 100%, Setting out - 100 %, Clearing and grabbing - 100%, Installation of sub soil - 100%, Overhaul - 100%, concrete pipe installation and construction of Structure (Stormwater), Bulk earthworks (cut to fill & cut to spoil) - 100%, Preparation of the roadbed - 100%, Gravel subbase layer (G7) - 100%, Gravel wearing course (G5), - 100%, Installation of gabions and mattresses - 100%, Installation of signages - 100%, Clearing of road reserve 100% . Performance of the Contractor is satisfactory. Practical Completion Certificate was issued to the Contractor on ***Friday, 26th September 2025*** and subsequently the Completion Certificate was issued to the Contractor on ***Wednesday, 8th October 2025***.

Challenges: n/a

(b) Re-gravelling of Thulas to Ematsheketshehi road in Ward 12

CATEGORY	TENDER AMOUNT	EXPENDITURE
----------	---------------	-------------

Professional Fees	R 548 662.38	R 548 662.38
Construction Cost	R 2 206 084.81	R 2 206 084.81
TOTAL	R 2 800 000.0	R 2 754 747.19

Project Details

Name of Consultant: FDKL Engineering Consultants

Name of Contractor: Amathokozamahle (Pty) LTD

Project Commencement Date: June 2025

Completion Date: October 2025

Revised Completion Date: Nil

Project Scope:

- Site Establishment
- Temporary works including services relocation / protection, and traffic accommodation
- Clear and grubbing for roadworks
- Mass Earthworks (Cut to borrow to fill, cut to spoil)
- Layer works consisting of (G9, G7 & G5 Gravel materials)
- Concrete V-Drains and Subsoils
- Prefabricated Culverts
- Concrete Surfacing (25 MPa) of Steep areas
- Landscaping works, topsoiling and grassing

Current Status Overall Construction progress: Construction 100%: Site Establishment 100%, Clear and grubbing for roadworks 100%, Mass Earthworks 100%, Road formation 100%. Layer works consisting of (G9 - 100%, G7- 100% & G5 - 100% Gravel materials), Concrete V-Drains 100% and Subsoils 100%, Prefabricated Pipe Culverts including headwalls 95%, Concrete Surfacing (25 MPa) of Steep areas 100%, Landscaping works, topsoiling and grassing 60%. Finishing off 95%. Performance of the contractor is satisfactory. Completion certificate was issued to the Contractor on ***Friday, 17 October 2025***.

Challenges: n/a

5.2 Municipal Internal Funding

(a) Establishment of new office building at the Municipality's Main Office

CATEGORY	TENDER AMOUNT	EXPENDITURE
Professional Fees	R 27 520 466.21	R13 409 689.07 (2024/25FY) R1 552 944.36 (2025/26FY)
2025/26 FY Construction Cost (Including retention)	R33 500 000.0	R 2 234 621.58
Total Construction Cost (Including retention)	R112 455 957.18	R 2 234 621.58
TOTAL	R139 976 423.4	R 22 601 329.33

Project Details

Name of Consultant:	DLV Project Managers and Engineers
Name of Contractor:	High end JV Nap Holdings
Project Commencement Date:	1 September 2025
Anticipated Completion Date:	30 November 2027
Revised Completion Date:	N/A

Project Scope:

- Site establishment
- Site clearance
- Completion of Mass Earthworks
- Foundation excavations
- Pouring of reinforced concrete footings, slabs, and pile foundations
- Basement Construction
- Underground Services Installation
- Structural Framing
- Building construction
- Floor slabs
- Roofing
- Windows
- Cladding
- Door installation
- Mechanical, electrical and plumbing

- Floor finishes
- Ceiling systems
- HVAC systems
- Fire protection systems
- Wall and floor finishes
- MEP Testing
- Parking and External works
- Cleaning
- Finishing

Current Status Overall Construction progress 10%: Contractor appointed on the 29th of Jul

2025. Technical site handover meeting was conducted on 11th August 2025. Access to site to be granted on the 1st September 2025. Current progress achieved is as follows:- Contractual Matters 100%, Site Establishment 100%, Exposing Services 50%, Relocation of Existing Offices 100%, Survey Setting Out 100%, Clearing of Site 100% and Stormwater 2%.

Challenges: N/A

5.3 INEP GRANT

a) Okhovothe Electrification Project

CATEGORY	TENDER AMOUNT	EXPENDITURE
Professional Fees	R210 983.83	R128 424.94
Construction Cost Incl. (Retention)	R 899 998.72	R 582 773.82
TOTAL (Excl. Vat)	R1 363 717.39	R 814 698.63

Project Details

Name of Consultant: BVI Engineers
Name of Contractor: Onombuthu (Pty) Ltd
Project Commencement Date: May 2023
Completion Date: August 2023
Revised Completion Date: June 2024

Project Scope: Electrification of 100 households

Current Status: Overall construction progress is at 100%. project note electrified due to change in Key Change Tokens. Municipality has submitted application to DMRE for funding for purchasing of 105 meters.

Challenges: The commissioning of this project was scheduled to commence on the 14th of July 2025. This date was agreed upon at a preplanning meeting held on the 1st of July 2025. The commissioning has been unsuccessful because the Key Change Tokens for this project were issued in 2023 which back then Eskom was still using an old Supply Group Code (SGC) 100405 and Key Revision Number 1 (KRN1). The business has now migrated to KRN2 and to a new Supply Group Codes (100841, 100842 & 100843). The Eskom System has been blocked and can no longer allow meters to be reconfigured to KRN 2 and to the new SGC. The system also can no longer create any KRN1 tokens & old SGC's. This means that the meters could not be commissioned as planned.

5.3 Division of Revenue Act on Grants Receipts

KZN291 Mandeni - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M05 November									
Description	Ref	2024/25	Budget Year 2025/26						
		Audited Outcome	Original 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:		271 476	250 223	771	107 260	62 556	1	0.0%	250 223
EPWP Incentive	—	1 815	1 714	771	1 200	428	1	0.1%	1 714
Finance Management	—	1 850	1 900	—	1 900	475			1 900
Integrated National Electrification Pr	—	7 200	—	—	—	—			—
Local Government Equitable Share	—	243 588	244 198	—	101 749	61 049			244 198
Municipal Infrastructure Grant	—	17 023	2 411	—	2 411	603			2 411
	—						—		
							—		
							—		
							—		
Other transfers and grants [insert description]							—		
Provincial Government:		4 501	4 933	—	—	1 233	(1 233)	-100.0%	4 933
KwaZulu-Natal_Capacity Building an	—	4 501	4 933	—	—	1 233	(1 233)	-100.0%	4 933
							—		
	4						—		
							—		
Other transfers and grants [insert description]							—		
Total Operating Transfers and Grants	5	275 977	255 156	771	107 260	63 789	(1 233)	-1.9%	255 156
Capital Transfers and Grants									
National Government:		132 244	45 817	—	28 000	19 090	8 910	46.7%	45 817
Municipal Infrastructure Grant (MIG)	—	128 668	45 817	—	28 000	19 090	8 910	46.7%	45 817
Integrated National Electrification Pr	—	3 576	—	—	—	—			—
Other capital transfers [insert description]							—		
Provincial Government:		50 633	—	—	—	—	—		—
KwaZulu-Natal_Infrastructure_Infras	—	50 633	—	—	—	—	—		—
							—		
District Municipality:		—	—	—	848	—	848	#DIV/0!	—
KwaZulu-Natal_DC 29 - Ilembe_Infi	—	—	—	—	848	—	848	#DIV/0!	—
							—		
Other grant providers:		—	—	—	—	—	—		—
[insert description]							—		
							—		
							—		
Total Capital Transfers and Grants	5	182 877	45 817	—	28 848	19 090	9 757	51.1%	45 817

5.4 Division of Revenue Act on Grants Expenditure

KZN291 Mandeni - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M05 November

Description	Ref	2024/25	Budget Year 2025/26						
		Audited Outcome	Original 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:		271 476	251 013	22 663	156 112	83 671	50 100	59.9%	6 025
Expanded Public Works Program	—	1 815	1 714	248	1 170	571	500	87.5%	1 714
FMG	—	1 850	1 900	165	1 118	633	493	77.8%	1 900
INEP	—	7 200	—	—	—	—	—	—	—
EQUITABLESHARE	—	243 588	244 988	22 073	152 896	81 663	49 161	60.2%	—
Municipal Infrastructure Grant	—	17 023	2 411	178	928	804	(54)	-6.7%	2 411
0							—		
Other transfers and grants [insert description]							—		
Provincial Government:		4 282	4 933	393	1 861	1 644	(177)	-10.8%	4 933
KwaZulu-Natal_Capacity Building and Other_Specify (Add grant description)_Receipts							—		
KwaZulu-Natal	—	4 282	4 933	393	1 861	1 644	(177)	-10.8%	4 933
0							—		
0							—		
Other transfers and grants [insert description]							—		
District Municipality:		—	—	—	—	—	848	#DIV/0!	—
[insert description]							848	#DIV/0!	
Other grant providers:		—	—	—	—	—	—	—	—
[insert description]							—		
[insert description]							—		
Total operating expenditure of Transfers and Grants		275 758	255 946	30 633	157 973	85 315	50 771	59.5%	10 958
Capital expenditure of Transfers and Grants									
National Government:		135 667	50 328	3 498	16 656	16 776	(120)	-0.7%	45 817
Integrated National Electrification	—	2 553	—	—	—	—	—	—	—
Municipal Disaster Recovery Grant	—	15 556	4 511	76	4 529	1 504	2 479	164.8%	—
Municipal Infrastructure Grant	—	117 558	45 817	3 798	16 472	15 272	(2 598)	-17.0%	45 817
0							—		
0							—		
Other capital transfers [insert description]							—		
Provincial Government:		44 303	—	—	—	—	—	—	—
KwaZulu-Natal		44 303	—	—	—	—	—	—	—
0							—		
District Municipality:		—	—	—	549	—	549	#DIV/0!	—
KwaZulu-Natal-DC 29 - Ilembe	—	—	—	(549)	549	—	549	#DIV/0!	—
0							—		
Other grant providers:		—	—	—	—	—	—	—	—
0							—		
Total capital expenditure of Transfers and Grants		179 970	50 328	3 498	17 205	16 776	430	2.6%	45 817
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		455 728	306 274	34 131	175 178	102 091	51 200	50.2%	56 775

3. Debtors Age Analysis

Table SC3 Monthly Budget Statement_ Debtors Age Analysis

KZN291 Mandeni - Supporting Table SC3 Monthly Budget Statement - aged debtors - M05 November											
Description		Budget Year 2025/26									
	NT Code	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys 1 Yr	Over 1Yr	Total	Total over 90 days
R thousands											
Debtors Age Analysis By Income Source											
Trade and Other Receivables	1200	—	—	—	—	—	—	—	—	—	—
Trade and Other Receivables	1300	4 324	7	2 823	409	131	73	482	2 719	10 968	3 814
Receivables from Non-exchar	1400	9 070	91	2 508	15 133	(5)	63	8 214	103 896	138 969	127 301
Receivables from Exchange T	1500	—	—	—	—	—	—	—	—	—	—
Receivables from Exchange T	1600	2 613	(14)	963	982	926	928	5 798	61 138	73 334	69 772
Receivables from Exchange T	1700	55	—	7	(1 275)	(9)	(18)	(32)	127	(1 144)	(1 207)
Interest on Arrear Debtor Acco	1810	864	42	402	402	419	398	2 825	34 402	39 754	38 446
Recoverable unauthorised, irr	1820	—	—	—	—	—	—	—	—	—	—
Other	1900	4 827	21	14	8	12	10	(0)	5 416	10 308	5 445
Total By Income Source	2000	21 754	146	6 717	15 660	1 473	1 454	17 287	207 699	272 189	243 572
2024/25 - totals only										—	—
Debtors Age Analysis By Customer Group											
Organs of State	2200	3 840	664	786	373	149	148	1 460	33 550	40 970	35 680
Commercial	2300	9 572	(276)	2 412	12 478	132	260	3 065	27 279	54 921	43 213
Households	2400	7 952	(253)	3 370	2 604	1 055	892	11 856	140 882	168 357	157 288
Other	2500	390	13	149	205	137	154	906	5 988	7 941	7 390
Total By Customer Group	2600	21 754	146	6 717	15 660	1 473	1 454	17 287	207 699	272 189	243 572

The total Consumer debtors outstanding as 30th November is **R 272.2million**

- **Debt book indicates R6.4million increase from 1st July 2025 to 30 November 2025; within a month the debt book has accumulated a 2% increase.**
- Debtor's collection rate at 30 November 2025 is 86%

The culture of non-payment by ordinary households due to poor database and sanctioning tools is still a contributing factor to our poor revenue collection.

The growing municipal debt book is a cause for concern, with management focusing on data collection and cleansing as part of a broader strategy to enhance debt collection. By the end of the current financial year (2025/2026), the database is expected to reflect an accurate view of outstanding debts. Management plans to implement a debt collection strategy that includes engaging a third-party debt collection service, targeting debts older than 90 days (excluding government debt). To encourage timely payments, the Municipality is exploring the possibility of offering discounts to prompt-paying consumers.

As part of the revenue enhancement strategy, door-to-door visits are being conducted to collect outstanding debts, verify consumer data, and serve Section 129 demands. The indigent office is also actively engaging in an outreach program to collect indigent applications and ensure access to Free Basic Electricity. and will be expanded to other wards. Our visitations have resulted into serious dialogues with our community members, wherein they have raised serious concerns about refuse bags dispatching methodologies, non-existent of our satellite offices which are much closer to our people and high legal costs for property transfers.

The analysis of vacant properties is underway; the aim is to exhaust all necessary steps before the abandoned vacant properties are advertised for sale in execution.

Management have initiated the outreach program where Quarterly visits are carried out on different wards, the program is aimed at adding a number of indigent households who face challenge to access municipal Office.

The municipality has adopted the revenue enhancement strategy. This is being implemented. This strategy is a process that is mainly supported by external stakeholders. Its impact will be assessed going forward. At this point in time, it is important that an opportunity is given for its support.

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.	address	ERF NO.	DEBTORS NAME	DEBT TYPE	AMOUNT R
001072100	SUNDUMBILI A	721	SHANDU	RATES/REFUSE	R33 475.13
001072300	SUNDUMBILI A	723	GUMEDE	RATES/REFUSE	R85 262.18
001072400	SUNDUMBILI A	724	MKHWANAZI	RATES/REFUSE	R23 567.54
001072700	SUNDUMBILI A	727	NXUMALO	RATES/REFUSE	R65 475.47
001072800	SUNDUMBILI A	728	MASONDO	REFUSE/RATES	R42 600.91
001072900	SUNDUMBILI A	729	MTHETHWA	RATES/REFUSE	R18 268.50
001073000	SUNDUMBILI A	730	MYEZA	RATES/REFUSE	R110 048.19
001073100	SUNDUMBILI A	731	ZULU	RATES/REFUSE	R24 341.49
001073200	SUNDUMBILI A	732	DLUDLA	RATES/REFUSE	R6 639.52

001073300	SUNDUMBILI A	733	MABASO	RATES/REFUSE	R42 179.40
001073500	SUNDUMBILI A	735	MBINGLA	RATES/REFUSE	R19 348.03
001073600	SUNDUMBILI A	736	SIBIYA	RATES/REFUSE	R31 220.51
001073800	SUNDUMBILI A	738	MATHONSI	RATES/REFUSE	R34 593.72
001073900	SUNDUMBILI A	739	NKUKU	RATES/REFUSE	R124 388.86
001074000	SUNDUMBILI A	740	MANQELE	RATES/REFUSE	R54 746.80
001074200	SUNDUMBILI A	742	ZULU	RATES/REFUSE	R90 687.12
001074300	SUNDUMBILI A	743	MNOMIYA	RATES/REFUSE	R49 263.53
001074400	SUNDUMBILI A	744	MTHIYANE	RATES/REFUSE	R8 900.29
001074800	SUNDUMBILI A	748	MNGUNI	RATES/REFUSE	R18 160.02
001074900	SUNDUMBILI A	749	ZWANE	RATES/REFUSE	R42 824.77
TOTAL					R925 991.98

DISCONNECTIONS NOVEMBER 2025

NO.	ACCOUNT NO.	TOWN	ADDRESS	NAME	DEBT TYPE	AMOUNT R
1	009300382	MANDENI	23 DUBE	FOURIE	RATES/ELECTRICITY	R11 398.40
2	009903771	MANDENI	9 TROGON RD	MANYEPHISA	RATES/ELECTRICITY	R16 175.37
3	009900611	MANDENI	9 RICHARD CIRCLE	NAIDOO	RATES/ELECTRICITY	R25 456.17
4	008006139	MANDENI	9 KARAMI FLAT	NENE	RATES/ELECTRICITY	R19 450.06
5	009910561	MANDENI	9 ALOE RD	MKUZO	RATES/ELECTRICITY	R7 788.87
6	009908211	MANDENI	82 PATRYS RD	GUMEDE	RATES/ELECTRICITY	R73 030.68
7	009900711	MANDENI	82 ANDERSON RD	DLAMINI	RATES/ELECTRICITY	R14 301.70
8	009600421	MANDENI	8 SPRINGBOK RD	ZULU	RATES/ELECTRICITY	R8 933.76
9	009401621	MANDENI	8 RICHARD CIRCLE	DLAMINI	RATES/ELECTRICITY	R30 370.41
10	009911761	MANDENI	8 CYCAD PLACE	MZIMELA (GUESTHOUSE)	RATES/ELECTRICITY	R563 424.94
11	009903781	MANDENI	7 TROGON RD	DLAMINI	RATES/ELECTRICITY	R3 947.45
12	009990061	MANDENI	8 STRATTEN CIRCLE	KENYA PROPERTIES	RATES/ELECTRICITY	R3 417.93
13	004005232	MANDENI	8 WHIMBREL ROAD	ZHANG	RATES/ELECTRICITY	R6 815.00
14	008600081	MANDENI	83 ANDERSON	GINGINDLOVU LODGE	RATES/ELECTRICITY	R112 327.71
15	008007869	MANDENI	9 SUNDANCE FLATS	RAMNARES	RATES/ELECTRICITY	R2 327.25
16	008700192	MANDENI	OHARA ROAD	VIC REDDY CONSTRUCTION	RATES/ELECTRICITY	R56 893.38
17	009905683	MANDENI	14 LEONARD JOB CIRCLE	SAPPI KRAFT	RATES/ELECTRICITY	R4 579.08
18	009500611	MANDENI	14 MIMOSA PLACE	ZONDO	RATES/ELECTRICITY	R3 586.84
19	009904261	MANDENI	14 TEKWANE CRESCENT	ZONDI	RATES/ELECTRICITY	R14 478.22
20	009568151	MANDENI	15 LEONARD JOB CIRCLE	SAPPI KRAFT FLAT 15	RATES/ELECTRICITY	R4 579.08
21	008400651	MANDENI	15 ORIBI RD	MOONSAMY	RATES/ELECTRICITY	R6 468.77
22	008701281	MANDENI	15 PATRYS RD	MPANZA	RATES/ELECTRICITY	R26 832.60
23	008078614	MANDENI	15 SUNDANCE FLTS	HARITATOS	RATES/ELECTRICITY	R129 704.98
24	002904202	MANDENI	15 TROGON	GOVENDER	RATES/ELECTRICITY	R5 773.88
25	008005871	MANDENI	16 PLOVER CRESCENT	BOTES	RATES/ELECTRICITY	R3 178.06
26	009800882	MANDENI	17 INYALA ROAD	HARDING	RATES/ELECTRICITY	R25 466.67
27	008061317	MANDENI	17 KARAMI FLATS	DHLODHLO	RATES/ELECTRICITY	R2 058.32
28	009568171	MANDENI	17 LEONARD JOB	SHABANGU INVESTMENT	RATES/ELECTRICITY	R23 759.23
29	009909691	MANDENI	17 MIMOSA	RIVERA	RATES/ELECTRICITY	R29 441.92
30	008078615	MANDENI	17 SUNDANCE	NAIDOO	RATES/ELECTRICITY	R3 156.76
31	008802851	MANDENI	17 UMDONI PLACE	BOSHOFF	RATES/ELECTRICITY	R2 338.45
32	009901251	MANDENI	18 FARROW	GASA	RATES/ELECTRICITY	R25 852.54
33	009911991	MANDENI	14 ALOE RD	MTHIYANE	RATES/ELECTRICITY	R2 368.63
34	009910601	MANDENI	3 BEGONIA	MKHWANAZI	RATES/ELECTRICITY	R6 650.69
35	009911711	MANDENI	3 CYCAD PLACE	MTHETHWA	RATES/ELECTRICITY	R2 245.08
36	008500351	MANDENI	3 DUIKER	VAN DER WALT	RATES/ELECTRICITY	R3 172.05
37	009601242	MANDENI	30 INYATHI	GREENING	RATES/ELECTRICITY	R3 232.00
38	009999341	MANDENI	30 OHARA	MZIMELA	RATES/ELECTRICITY	R10 461.31
39	008800491	MANDENI	6 PHILLIP	MULHOLLAND	RATES/ELECTRICITY	R19 760.82
40	009911751	MANDENI	6 CYCAD PLACE	MANZINI	RATES/ELECTRICITY	R15 206.58
41	009002182	MANDENI	58 KUDU RD	MZIMELA	RATES/ELECTRICITY	R91 955.06

42	009300531	MANDENI	57 PATRYS RD	MINNIE	RATES/ELECTRICITY	R3 200.83
43	008700581	MANDENI	57 KUDU	MNQAYI	RATES/ELECTRICITY	R9 075.16
44	009902731	MANDENI	54 GREIG RD	MZIMELA	RATES/ELECTRICITY	R17 104.96
45	009900851	MANDENI	54 ANDERSON	NDLOVU/NXUMALO	RATES/ELECTRICITY	R12 964.91
46	002500882	MANDENI	5 PHILLIP	OLDHAM PROPERTIES	RATES/ELECTRICITY	R13 392.00
47	009910611	MANDENI	5 BEGONIA RD	MKHWANAZI	RATES/ELECTRICITY	R22 049.18
48	002901821	MANDENI	49 IMPUNZI RD	LANGA	RATES/ELECTRICITY	R14 891.18

R1 515 044.92

ARRANGEMENT - NOVEMBER 2025 REPORT						
NO.	ACCOUNT NUMBER	ADRESS	NAME	AMOUNT	AMOUNT TO BE PAID	COMMENTS
1	001039100	SUNDUMBILI B	NDABA	R23 405.94	R1 000.00	RATE/REFUSE
2	009901261	20 FARROW RD	GUMEDE	R10 623.42	R2 000.00	RATE/REFUSE
3	009902161	19 FYRE RD	SHANGE	R36 000.82	R2 000.00	RATE/REFUSE
4	008061310	10 KARAMI RD	MATABA	R8 037.25	R1 000.00	RATE/REFUSE
5	009907821	10 KUDU RD	MATTHEE	R8 922 553.00	R2 000.00	RATE/REFUSE
6	002095500	SUNDUMBILI B	MHLONGO	R23 010.99	R1 000.00	RATE/REFUSE
7	001074800	SUNDUMBILI A	MNGUNI	R18 160.02	R500.00	RATE/REFUSE
8	009908091	6 SPRINGBOK RD	SHANDU	R4 297.81	R1 500.00	RATE/REFUSE
9	001092200	SNDUMBILI A	NXUMALO	R19 183.81	R500.00	RATE/REFUSE
10	001075500	SUNDUMBILI	NTOMBELA	R29 639.86	R500.00	RATE/REFUSE
11	001095000	SUNDUMBILI A	AMXOLELE PTY LTD	R11 072.47	R2 000.00	RATE/REFUSE
12	001037600	SUNDUMBILI A	NONORTAINMENT	R5 875.54	R1 762.66	RATE/REFUSE
13	001008300	SUNDUMBILI A	EYENKWALIYENKOSI PROJECT (P	R94 050.28	R1 000.00	RATE/REFUSE
14	002199900	SUNDUMBILI B	ESAYTHINI PTY LTD	R49 186.78	R1 000.00	RATE/REFUSE
15	002141300	SUNDUMBILI B	MZINONHLA PTY LTD	R67 013.72	R1 000.00	RATE/REFUSE
16	002020500	SUNDUMBILI B	BLAQSPOT	R16 209.80	R4 800.00	RATE/REFUSE
17	009701331	22 KUDU RD	EKAMAXULU ENTERPRISE	R28 991.45	R8 697.44	RATE/REFUSE
18	001084700	SUNDUMBILI A	ONJINGILI PTY LTD	R127 453.26	R1 000.00	RATE/REFUSE
19	002073800	SUNDUMBILI	MNGOMEZULU	R77 202.41	R250.00	RATES/REFUSE
20	001045200	SUNDUMBILI	MKHWANAZI	R82 635.53	R300.00	RATES/REFUSE
21	009903001	17 TALBOT	DUBE	R19 774.31	R2 000.00	RATES/REFUSE
22	00990371	21 TROGON	MTHEMBU	R450 004.56	R215.87	RATES/REFUSE
23	008007864	4 SUNDANCE	NAIDOO	R7 249.75	R1 000.00	RATES/REFUSE
24	009909122	7 DUBE RD	VENTER	R6 104.99	R1 200.00	RATES/REFUSE
25	008300671	6 IMPALA	SOKHULU	R47 997.87	R2 000.00	RATES/REFUSE
26	002401202	30 READ	LOGANAYAGEE	R50 412.62	R215.87	RATES/REFUSE
27	009905161	49 TROGON	WYNNE	R9 838.86	R3 000.00	RATES/REFUSE
28	009903001	14 KUDU	SITHOLE	R26 117.73	R3 000.00	RATES/REFUSE
29	001094300	SUNDUMBILI	MTEMBU	R52 067.86	R1 000.00	RATES/REFUSE
30	008802641	4 JOHNSTON	SIBISI	R8 237.55	R2 000.00	RATES/REFUSE
31	009902501	53 GREIG	ZUNGU	R5 852.43	R820.00	RATES/REFUSE
32	002112300	SUNDUMBILI	NGUBENI	R90 558.88	R2 000.00	RATES/REFUSE
33	002031300	SUNDUMBILI	NDABOMKHULU	R1 927.92	R700.00	RATES/REFUSE
34	001016900	SUNDUMBILI	TSHOTSHOS	R5 382.69	R1 000.00	RATES/REFUSE
35	001118300	SUNDUMBILI	MALU VENTURES	R33 044.67	R1 000.00	RATES/REFUSE
36	001083400	SUNDUMBILI	SHAUNG	R16 672.24	R5 000.00	RATES/REFUSE
37	001038100	SUNDUMBILI	CHUBELIHLE SERVICES	R37 583.82	R7 000.00	RATES/REFUSE
38	002140000	SUNDUMBILI	NDWANDWE	R13 100.66	R3 000.00	RATES/REFUSE
39	001102700	SUNDUMBILI	UYOLO ENTIPRISE	R3 847.95	R450.00	RATES/REFUSE
40	002229400	SUNDUMBILI	BASINDAZWE	R1 773.23	R531.97	RATES/REFUSE
41	00242200	SUNDUMBILI	ZIKALALA	R10 045.69	R500.00	RATES/REFUSE
42	002031300	SUNDUMBILI	NDABOMKHULU	R1 927.92	R700.00	RATES/REFUSE
43	001016900	SUNDUMBILI	TSHOTSHOS	R5 382.69	R1 000.00	RATES/REFUSE
44	001118300	SUNDUMBILI	MALU VENTURES	R33 044.67	R1 000.00	RATES/REFUSE
45	001083400	SUNDUMBILI	SHAUNG	R16 672.24	R5 000.00	RATES/REFUSE
46	001038100	SUNDUMBILI	CHUBELIHLE SERVICES	R37 583.82	R7 000.00	RATES/REFUSE
47	002140000	SUNDUMBILI	NDWANDWE	R13 100.66	R3 000.00	RATES/REFUSE
48	001102700	SUNDUMBILI	UYOLO ENTIPRISE	R3 847.95	R450.00	RATES/REFUSE
49	002229400	SUNDUMBILI	BASINDAZWE	R1 773.23	R531.97	RATES/REFUSE
50	00242200	SUNDUMBILI	ZIKALALA	R10 045.69	R500.00	RATES/REFUSE
				R10 675 579.31	R90 625.78	

Figure 5

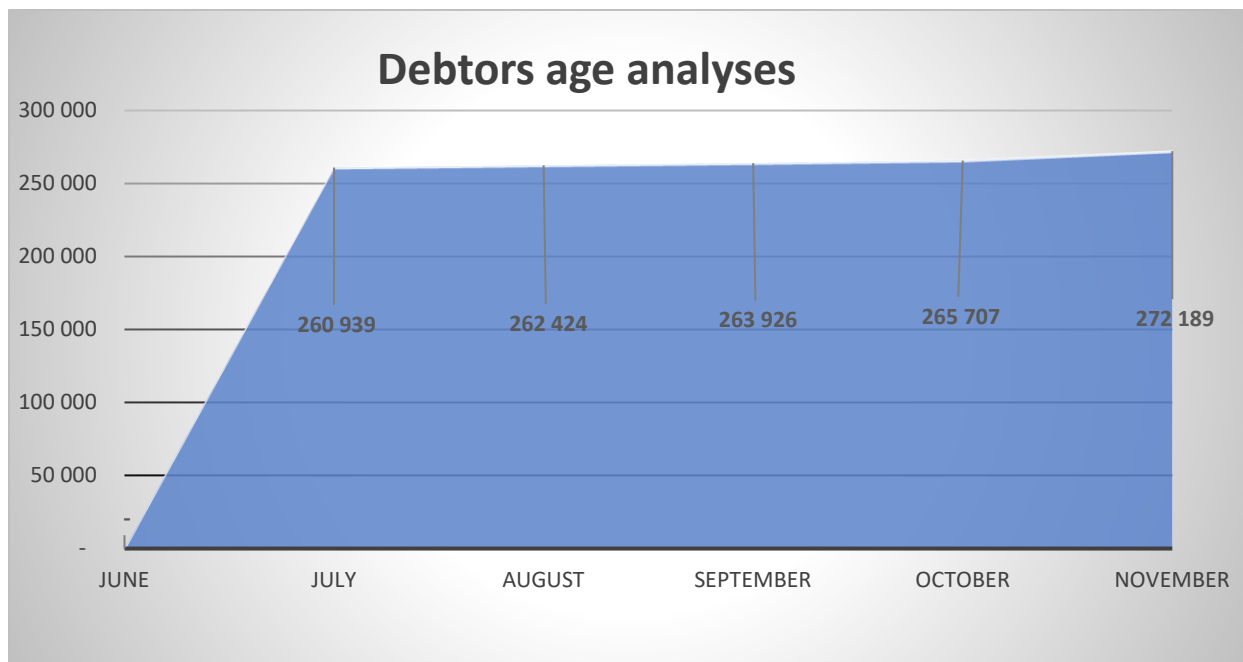
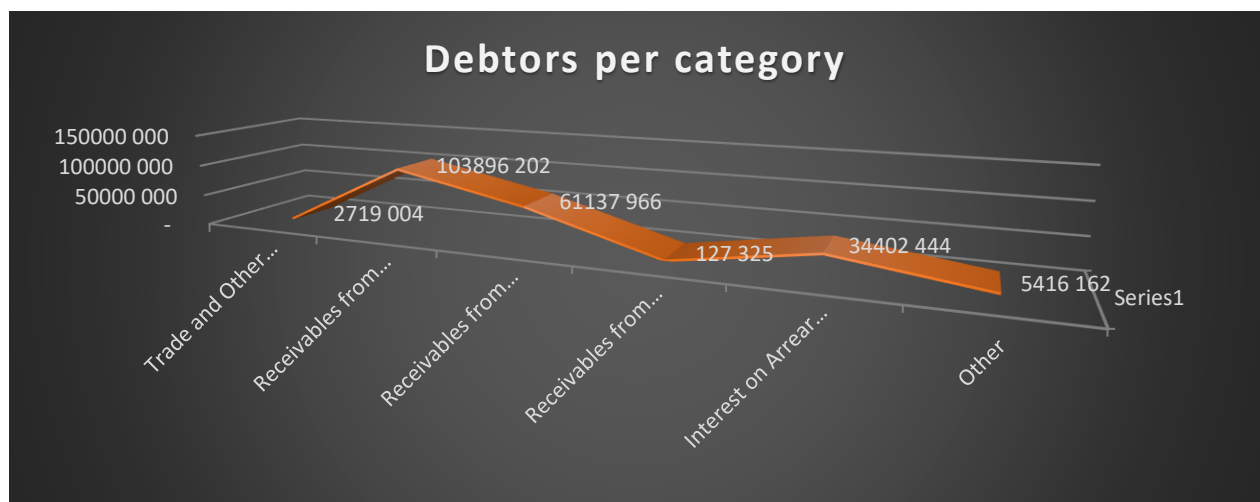


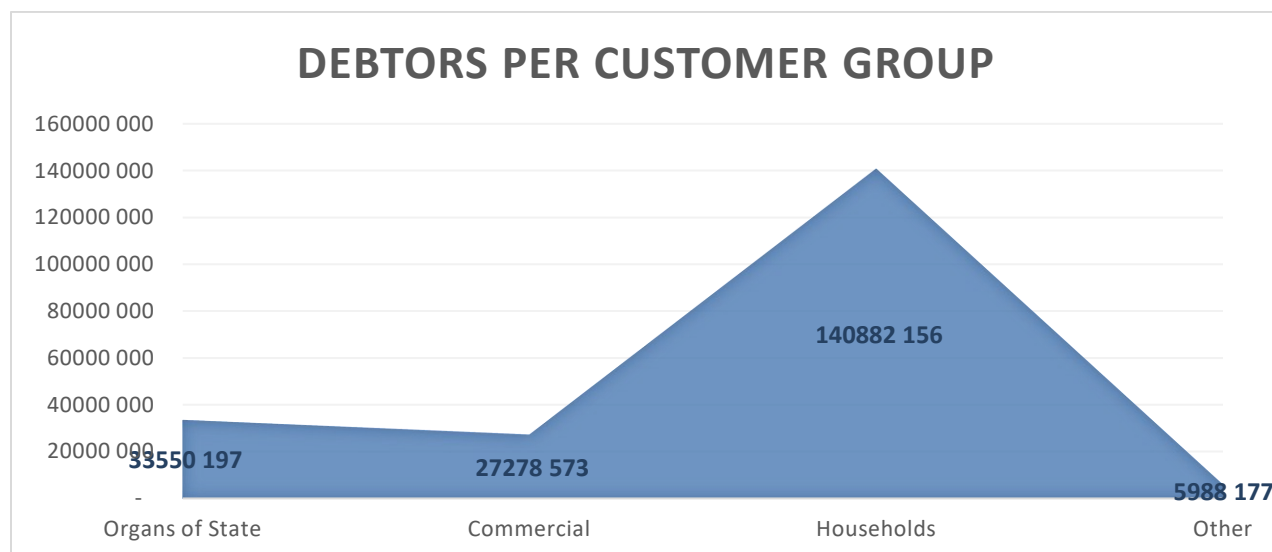
Figure 6



The municipal debtors have increased from R260.9 million to R272.2 million that is from July 2025 until 30 November 2025. This increase is between Household debtors of 65% and it is followed by Organs of State by 17 % and Business Commercial is 16% and lastly the other debtors with a percentage of 2%.

▪ **Total Outstanding Debtors from 30 November 2025**

Figure 7



Councilors and Employees in Arrear

- Debt outstanding on Staff as of 30 November is R72,483.23.
- Councillors Accounts in arrears as of 30 November is R174,523.57
- However, it should be noted that both Councilors and Staff have made arrangement with the municipality to settle these outstanding debts.

4. CREDITOR'S AGE ANALYSIS

Table SC4 Monthly Budget Statement_ Creditors Age Analysis

KZN291 Mandeni - Supporting Table SC4 Monthly Budget Statement - aged creditors - M05 November											
Description	NT Code	Budget Year 2025/26									Prior year totals for chart (same
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity		0100	—	—	—	—	—	—	—	—	
Bulk Water	0200	—	—	—	—	—	—	—	—	—	—
PAYE deductions	0300	—	—	—	—	—	—	—	—	—	—
VAT (output less input)	0400	—	—	—	—	—	—	—	—	—	—
Pensions / Retirement	0500	—	—	—	—	—	—	—	—	—	—
Loan repayments	0600	—	—	—	—	—	—	—	—	—	—
Trade Creditors	0700	—	—	—	—	—	—	—	—	—	—
Auditor General	0800	—	—	—	—	—	—	—	—	—	—
Other	0900	—	85	—	—	—	—	—	—	85	85
Medical Aid deductions	0950	—	—	—	—	—	—	—	—	—	—
Total By Customer Ty	1000	—	85	—	—	—	—	—	—	85	85

- Creditors aged at Nil as at 30 November 2025. (Age analysis listing attached)

Top 10 Creditors (November 2025)

Name	Amount
ESKOM HOLDING	R 312 411.75
EMALANGENI	R 757 545.60
DCLM	R 347 833.73
BAMBHANANI ENTERPRISE	R 404 881.21
MALUTHULI TRADING	R 108 000.00
EZAMALUNQA	R 1 504 799.84
CCG SYSTEMS	R 107 089.73
CITY OF CHOICE	R 139 622.37
ILEMBE MUNICIPALITY	R 121 079.71
MBD CONSULTING	R 368 066.85

5. MONTHLY BUDGET STATEMENT - FINANCIAL POSITION

Table C6 displays the financial position of the municipality as at 30 November 2025

KZN291 Mandeni - Table C6 Monthly Budget Statement - Financial Position - M05 November

Description	Ref	2024/25	Budget Year 2025/26		
		Audited Outcome	Original Budget	YearTD actual	Full Year Forecast
R thousands	1				
ASSETS					
Current assets					
Cash and cash equivalents		131 927	9 811	119 723	9 811
Trade and other receivables from exchange		56 701	43 899	62 334	43 899
Receivables from non-exchange transactions		20 402	44 829	19 635	44 829
Current portion of non-current receivables		—	—	—	—
Inventory		41 639	41 799	41 603	41 799
VAT		4 428	38 224	3 266	38 224
Other current assets		225	—	225	—
Total current assets		255 323	178 561	246 786	178 561
Non current assets					
Investments		—	—	—	—
Investment property		44 152	41 913	44 152	41 913
Property, plant and equipment		747 620	761 503	764 088	761 503
Biological assets		—	—	—	—
Living and non-living resources		—	—	—	—
Heritage assets		—	—	—	—
Intangible assets		2 124	1 928	2 124	1 928
Trade and other receivables from exchange		—	—	—	—
Non-current receivables from non-exchange		—	—	—	—
Other non-current assets		—	—	—	—
Total non current assets		793 896	805 344	810 364	805 344
TOTAL ASSETS		1 049 220	983 905	1 057 150	983 905
LIABILITIES					
Current liabilities					
Bank overdraft		—	—	—	—
Financial liabilities		9 025	—	9 025	—
Consumer deposits		196	162	250	162
Trade and other payables from exchange		56 434	46 847	25 761	46 847
Trade and other payables from non-exchange		5 292	2 058	15 068	2 058
Provision		5 380	17 141	5 380	17 141
VAT		9 837	22 133	12 283	22 133
Other current liabilities		—	—	—	—
Total current liabilities		86 164	88 340	67 767	88 340
Non current liabilities					
Financial liabilities		—	—	—	—
Provision		—	—	—	—
Long term portion of trade payables		—	—	—	—
Other non-current liabilities		22 198	25 770	22 198	25 770
Total non current liabilities		22 198	25 770	22 198	25 770
TOTAL LIABILITIES		108 362	114 110	89 965	114 110
NET ASSETS	2	940 858	869 795	967 185	869 795
COMMUNITY WEALTH/EQUITY					
Accumulated surplus/(deficit)		738 186	867 662	764 513	867 662
Reserves and funds		202 672	2 133	202 672	2 133
Other		—	—	—	—
TOTAL COMMUNITY WEALTH	2	940 858	869 795	967 185	869 795

RATIOS FOR THE MONTH

Current ratio: The municipality's current assets are (4) times that of current liabilities.

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 3.64:0.027c 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 the current liabilities, R3.64c

Creditors' system efficiency: 100 percent of the creditors outstanding are less than 30 days.

Creditor's payment: it takes the municipality 0 days to pay its creditors.

Outstanding debtors: billing far exceeds the collection on outstanding debt at the rate of 94%.

Collection days: 484.74days it takes the municipality to collect outstanding debt.

Cost coverage: on average the municipality has sustained its existence for the period of 3 months without any grant funding.

Debtors collection rate: as at the 05 month of 2025/26 at 86%

DEBT RATIOS NOVEMBER 2025					
					86.26
1	Collection Rate	(Gross Debtors Closing Balance + Billed Revenue -	95%		86.26240807
				Gross Debtors closing balance	272 189 061.68
				Gross Debtors opening balance	262 266 700.32
				Bad debts written Off	
				Billed Revenue	72 227 806.77
					62 305 445.41
2	Bad Debts Written-off as % of Provision	Bad Debts Written-off/Provision for Bad debts x 100	100%		-
				Consumer Debtors Bad debts written off	
				Consumer Debtors Current bad debt Provision	176 266 598.48
3	Net Debtors Days	((Gross Debtors - Bad debt Provision)/ Actual Billed	30 days		484.74
				Gross debtors	272 189 061.68
				Bad debts Provision	176 266 598.48
				Billed Revenue	72 227 806.77

C. Liquidity Management					
1	Cash / Cost Coverage Ratio (Excl. Unspent Conditional Grants)	((Cash and Cash Equivalents - Unspent Conditional Grants - Overdraft) + Short Term Investment) / Monthly Fixed Operational Expenditure excluding (Depreciation, Amortisation, Provision for	1 - 3 Months		3 Month
				Cash and cash equivalents	7 664 772
				Unspent Conditional Grants	9 444 992
				Overdraft	-
				Short Term Investments	112 027 415
				Total Annual Operational Expenditure	487 943 906
2	Current Ratio	Current Assets / Current Liabilities	1.5 - 2:1		3.64
				Current Assets	246 786 181
				Current Liabilities	67 766 802
3	Remuneration as % of Total Operating Expenditure	Remuneration (Employee Related Costs and Councillors' Remuneration) / Total Operating Expenditure x100	25% - 40%		15%
				Employee/personnel related cost	67 192 612
				Councillors Remuneration	6 288 769
				Total Operating Expenditure	487 943 906
				Taxation Expense	-
4	Contracted Services % of Total Operating Expenditure	Contracted Services / Total Operating Expenditure x100	2% - 5%		6%
				Contracted Services	31 107 123
				Total Operating Expenditure	487 943 906
				Taxation Expense	

6. MONTHLY BUDGET STATEMENT -CASH FLOW

Table C7 below display the Cash Flow Statement for the period ending 30 NOVEMBER 2025

KZN291 Mandeni - Table C7 Monthly Budget Statement - Cash Flow - M05 November										
Description	Ref	2024/25	Budget Year 2025/26							
		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		(52 870)	49 972	–	6 851	50 020	20 822	29 198	140%	49 972
Service charges		(63 799)	98 454	–	1 559	13 101	41 023	(27 922)	-68%	98 454
Other revenue		8 768	26 748	–	424	1 719	11 145	(9 426)	-85%	26 748
Transfers and Subsidies - Operational		314 621	254 956	–	771	104 078	106 232	(2 154)	-2%	254 956
Transfers and Subsidies - Capital		167 478	46 017	–	(549)	28 000	19 174	8 826	46%	46 017
Interest		–	25 232	–	87	546	10 513	(9 968)	-95%	25 232
Dividends		–	–	–	–	–	–	–		–
Payments										
Suppliers and employees		(469 507)	(430 531)	–	(30 375)	(171 616)	(161 509)	10 107	-6%	(436 031)
Interest		–	(3 050)	–	–	–	(1 271)	(1 271)	100%	(3 050)
Transfers and Subsidies		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) OPERATING ACTIVITIES		(95 309)	67 799	–	(21 233)	25 846	46 129	20 282	44%	62 299
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		(145 121)	(150 185)	–	(9 751)	(38 022)	(66 253)	(28 231)	43%	(144 685)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(145 121)	(150 185)	–	(9 751)	(38 022)	(66 253)	(28 231)	43%	(144 685)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		–	–	–	–	–	–	–		–
Borrowing long term/refinancing		–	–	–	–	–	–	–		–
Increase (decrease) in consumer deposits		–	–	–	–	–	–	–		–
Payments										
Repayment of borrowing		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) FINANCING ACTIVITIES		–	–	–	–	–	–	–		–
NET INCREASE/ (DECREASE) IN CASH HELD		(240 430)	(82 386)	–	(30 984)	(12 176)	(20 125)			–
Cash/cash equivalents at beginning:		230 188	92 208	–	–	131 899	92 208			131 899
Cash/cash equivalents at month/year end:		(10 242)	9 822	–	(30 984)	119 723	72 084			–

The net decrease in cash for the period ending 30 November 2025 is R12.2million. The municipality opened the financial year with cash and cash equivalents of R131.9 million as per the audited AFS and closed the month of November with a balance of R119.7 million.

Table C7 provides a projection of the anticipated cash inflows and outflows, illustrating the cash flow patterns likely to result from the implementation of the approved budget.


Revenue -Receipts

- The property collection rate to date is over-performed by 40% or R29.2million of the collected revenue in C7-as of 30th November 2025.
- Service Charges: Electricity and Refuse cash receipts are under collected by 68% or R27.9million from the revenue budget.
- Other Revenue collected from VAT refunds received as of 30th November totals R3.2million whereas a total amount of R11.8million and, Other Revenue receipt collected of R1.8million.
- Government grants received YTD total of R132.1million as of 30 November 2025 which includes Government grant Capital of R28million.
- Interest earned on external investments amounts to R5.7million in comparison with the pro-rata budget of R10.4million which is an under performance of 46%.

Payments


- Suppliers and employees for cash outflows of R171.6million.
- Finance charges reflect underperformance by 100 percent.
- Capital Assets of R9.8million with VAT for the month of 30th November 2025 shows an under-performance of 43% as of 30th November 2025.

6.1. BANK RECONCILIATION STATEMENT AS AT 30 NOVEMBER 2025

 Mandeni Municipality			
BANK RECONCILIATION STATEMENT FOR NOVEMBER 2025			
Main Account :52940480587			
Opening FNB Bank Balance as on NOVEMBER 2025	10 491 888.96	10 491 888.96	
PLUS: Deposits Banked	10 065 965.00		
PLUS: Interest received	14 480.48		
PLUS: Transfers In	30 663 243.67		
PLUS:Interest received From Call 1	72 673.98		
PLUS:Unpaid	8 300.00		
PLUS: MATURED INVESTMENTS	-		
PLUS: SARS REFUND	3 200 581.27		
PLUS: GRANTS RECEIVED	771 000.00		
Total Deposits	44 796 244.40	44 796 244.40	
Less:Total payments	- 47 708 391.48	- 47 708 391.48	
LESS: EFT Payments	- 46 916 260.27		
LESS: Bank Charges	- 22 387.83		
LESS: Transfers Out	-		
LESS: NEW INVESTMENTS	-		
LESS: Debit Orders	- 769 743.38		
Closing FNB Bank Balance as on 30 NOVEMBER 2025		7 579 741.88	
Cashbook Reconciliation for 30 NOVEMBER 2025			
OPENING BALANCE 1/07/2025	2 810 099 045.12		
OPENING BALANCE 1/07/2025	96 176 000.00		
OPENING BALANCE 1/07/2025	- 2 889 322 530.36		
OPENING BALANCE 1/07/2025-INTEREST	1 007 168.74		
OPENING BALANCE-1/7/2025 -BANK CHARGES	- 1 660 778.29		
TOTAL OPENING BALANCE 1/07/2025	16 298 905.21		
Cashbook Balance as on 1 NOV 2025-D0001/IA09567/F0001/X049/R0099/001/FIN	237 894 003.63		
Less:Cashbook Balance as on 1 NOV 2025-D0001/IA09850/F0001/X049/R0099/001/FIN	- 244 011 467.54		
Corrections to be made (JNL CR)	-		
Corrections to be made (JNL DR)	-		
PLUS: Deposits Banked for NOVEMBER 2025	10 074 265.00		
LESS: EFT Payments for NOVEMBER 2025	- 46 925 260.27		
Plus OCT 2025 outstanding (reconciled)	286 878.92		
Less: Bank Charges to date	- 107 628.82		
PLUS: Grant received	771 000.00		
Less : New investment	-		
Less: Payments not yet paid during NOVEMBER 2025			
PLUS: Interest received to date	109 290.39		
PLUS:Interest received From Call 1-NOVEMBER 2025	72 673.98		
PLUS MATURED INVESTMENT	-		
PLUS :SARS REFUND	3 200 581.27		
PLUS :TRANSFER IN	30 663 243.67		
LESS:TRANSFER OUT	-		
LESS: Debit Orders for -NOVEMBER 2025	- 769 743.38		
Closing Cashbook Balance as on 30 NOVEMBER 2025	7 556 742.06	7 556 742.06	
		23 000.00	
Reconciling Items	Amount		
ADD: Journal Debits - on Cashbook not on Bank Statement	23 000.00		
ADJUSTED MONTH END CASHBOOK BALANCE- 30 NOVEMBER 2025		7 579 742.06	
MONTH END BALANCE PER BANK STATEMENT- 30 NOVEMBER 2025		7 579 741.88	
DIFFERENCE		0.18	

6.2. MONTHLY BUDGET STATEMENT- INVESTMENT PORTFOLIO

The following information presents the short-term investments balances broken down per investment type as of 30 NOVEMBER 2025

<div>  INVESTMENT REGISTER FOR NOVEMBER 2025 </div>									
Name of grant	Bank account number	INTEREST RATES	Opening Balance as at	Re-Investments	Expenditure	interest	bank charges	Closing Balance as at	TOTAL INTEREST EARNED TO DATE
			2025/11/01					2025/11/30	
		%	R	R	R	R	R	R	R
call 1-internal grant	61294217372	7.20	22 000 000.00	-	22 072 673.98	72 673.98	-	(0.00)	752 242.08
Call account 2 - HOUSING	62028673219	7.20	2 198 214.52	-		11 108.51	-	2 209 323.03	55 085.69
Call account 3-MIG	62812286400	7.20	14 083 787.80	-	8 317 701.81	58 896.98		5 824 982.97	258 556.46
Call account 5-TMT	62113325882	7.20	564 818.21	-	-	2 855.09	17.24	567 656.06	14 018.68
Call account 6-INEP	62527527462	7.20	1 120.19	-	-	5.84	-	1 126.03	1 126.03
Call account 7-AR	62538203449	7.20	649 739.58	1 133 579.16	269 774.24	6 761.16	-	1 520 305.66	76 112.83
Call account 8-Title Deed	62812286963	7.20	1 752 597.09	-	-	8 450.88	-	1 761 047.97	52 348.26
Call account 9-Disaster Recovery	63048438097	7.20	1 350 506.02	-	1 209 346.78	1 814.10	-	142 973.34	61 720.43
ABSA BANK	208168-2978	9.78	-		-	-		-	-
NEDBANK	03/7881155450/000038	7.87	-		-	-		-	1 117 029.92
ABSA BANK	208213-3077	7.92	100 000 000.00	-	-	607 561.64		100 000 000.00	3 167 999.99
FNB-MAIN BANK	52940480587		-			14 480.48		-	109 290.39
TOTAL			142 600 783.41	1 133 579.16	(31 869 496.81)	784 608.66	(17.24)	112 027 415.06	5 665 530.76

7. MONTHLY BUDGET STATEMENT - Employee costs and councilors benefits (Section 66 MFMA)

KZN291 Mandeni - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M05 November										
Summary of Employee and Councillor remuneration	Ref	2024/25	Budget Year 2025/26							
		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
<u>Councillors (Political Office Bearers plus Other)</u>										
Basic Salaries and Wages		13 079	14 319	-	1 073	5 418	5 966	(548)	-9%	14 319
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		452	702	-	39	197	292	(95)	-32%	702
Cellphone Allowance		1 493	1 754	-	122	620	731	(111)	-15%	1 754
Housing Allowances		126	269	-	11	53	112	(59)	-53%	269
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Sub Total - Councillors		15 151	17 043	-	1 245	6 289	7 101	(813)	-11%	17 043
% increase	4		12.5%							12.5%
<u>Senior Managers of the Municipality</u>	3									
Basic Salaries and Wages		8 755	5 833	-	496	2 904	2 430	474	20%	5 833
Pension and UIF Contributions		-	11	-	-	-	4	(4)	-100%	11
Medical Aid Contributions		268	153	-	22	110	64	46	73%	153
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		570	399	-	-	-	166	(166)	-100%	399
Motor Vehicle Allowance		716	909	-	60	298	379	(80)	-21%	909
Cellphone Allowance		342	281	-	29	143	117	25	22%	281
Housing Allowances		170	292	-	14	71	122	(51)	-42%	292
Other benefits and allowances		482	485	-	40	201	202	(1)	-1%	485
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	5 617	3 923	-	-	-	1 634	(1 634)	-100%	3 923
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		16 920	12 285	-	661	3 726	5 119	(1 392)	-27%	12 285
% increase	4		-27.4%							-27.4%
<u>Other Municipal Staff</u>										
Basic Salaries and Wages		96 503	105 238	-	8 650	43 688	43 849	(161)	0%	105 238
Pension and UIF Contributions		15 787	17 150	-	1 361	6 865	7 146	(281)	-4%	17 150
Medical Aid Contributions		7 748	7 271	-	674	3 454	3 029	425	14%	7 271
Overtime		4 129	3 191	-	286	1 657	1 330	327	25%	3 191
Performance Bonus		8 019	5 711	-	474	3 209	2 380	829	35%	5 711
Motor Vehicle Allowance		4 999	6 161	-	414	2 126	2 567	(441)	-17%	6 161
Cellphone Allowance		758	832	-	67	341	347	(6)	-2%	832
Housing Allowances		340	405	-	27	146	169	(22)	-13%	405
Other benefits and allowances		2 185	1 052	-	218	1 208	438	769	176%	1 052
Payments in lieu of leave		3 327	2 798	-	156	540	1 166	(626)	-54%	2 798
Long service awards		439	1 498	-	67	233	624	(391)	-63%	1 498
Post-retirement benefit obligations	2	(1 123)	4 310	-	-	-	1 796	(1 796)	-100%	4 310
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		143 111	155 617	-	12 396	63 466	64 840	(1 374)	-2%	155 617
% increase	4		8.7%							8.7%
Total Parent Municipality		175 181	184 944	-	14 302	73 481	77 060	(3 579)	-5%	184 944

8. External Loan

NONE

9. Performance Indicators

KZN291 Mandeni - Supporting Table SC2 Monthly Budget Statement - performance indicators - M05 November							
Description of financial indicator	Basis of calculation	Ref	2024/25	Budget Year 2025/26			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<u>Borrowing Management</u>							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		0.0%	8.1%	0.0%	0.0%	4.1%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.0%	0.0%	0.0%	0.0%	0.0%
<u>Safety of Capital</u>							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		9.9%	8.6%	0.0%	7.4%	8.6%
Gearing	Long Term Borrowing/ Funds & Reserves		0.0%	0.0%	0.0%	0.0%	0.0%
<u>Liquidity</u>							
Current Ratio	Current assets/current liabilities	1	296.3%	202.1%	0.0%	364.2%	202.1%
Liquidity Ratio	Monetary Assets/Current Liabilities		153.1%	11.1%	0.0%	176.7%	11.1%
<u>Revenue Management</u>							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		18.0%	0.0%	0.0%	0.0%	0.0%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
<u>Creditors Management</u>							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
<u>Funding of Provisions</u>							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
<u>Other Indicators</u>							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2					
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2					
Employee costs	Employee costs/Total Revenue - capital revenue		37.2%	36.9%	0.0%	35.3%	36.9%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		5.6%	6.6%	0.0%	5.2%	6.6%
Interest & Depreciation	I&D/Total Revenue - capital revenue		10.8%	8.6%	0.0%	0.0%	4.4%
<u>IDP regulation financial viability indicators</u>							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)						
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services						
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure						

QUALITY CERTIFICATE

Regulation 27 prescribes that the Municipal Manager must sign a quality certificate in the format prescribed below;

I, Sizwe G. Khuzwayo the Municipal Manager of Mandeni Municipality KZN291, hereby certify that:

▪ **Monthly Budget Statements**

for the month of **November 2025** has been prepared in accordance with the Municipal Finance Management Act and regulations under that Act.

Print Name **Mr. Sizwe.G. Khuzwayo**

Municipal manager of Mandeni Municipality (KZN 291)

Signature_____

Date **11 December 2025**