

treasury

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Treasury
PROVINCE OF KWAZULU-NATAL

Municipal Finance Management 2nd Quarter Review 2018/19

MFQR: 31 December 2018

Compiled by: KZN Provincial Treasury

Data Source and Reliability

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All information in this report is based on the Section 71 MFMA reports that each Municipal Manager and Chief Financial Officer were required to verify, sign and submit to National Treasury. Therefore, any queries on the budget, revenue or expenditure figures reflected in the report must be referred to the relevant Municipal Manager or Chief Financial Officer.

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Methodology and Approach

The methodology and approach used for the compilation of this report included the following:

The data for the analysis used in this report was extracted from the 2018/19 Municipal Budget Information: Second Quarter Financial Results as at 31 December 2018. The non-delegated municipalities, namely, the eThekwini Metro, the Msunduzi and the uMhlathuze Local Municipalities are included in the report. By the time of publishing the second quarter information by National Treasury, some municipalities did not submit all the required monthly MFMA Section 71 performance returns. This has distorted the review of the budget performance as at the end of the second quarter for the respective municipalities, the district totals and the aggregated provincial total.

The mechanical straight line method of projection was used as the benchmark for expenditure and revenue as at the end of the second quarter. In terms of the straight line method of projection, all municipalities should have generated and spent approximately 50 percent of their Original Budgets as at the end of the second quarter.

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1. Introduction

This consolidated municipal budget performance review covers the financial performance of municipalities in KwaZulu-Natal as at the end of the second quarter of the 2018/19 financial year ending 31 December 2018.

The consolidated statement provides the in-year financial performance of municipalities against their budgeted revenue and expenditure. It includes the capital and operating budget performances as well as the debtors, creditors, conditional grants and compliance with the Division of Revenue Act (DoRA) and MFMA reporting requirements. It also provides a status report on the implementation of the Municipal Regulations on the Standard Chart of Accounts (mSCOA) and other municipal support and oversight.

Assessing the expenditure performance of municipalities assists in serving as a control and management tool and also serves as an early warning signal for the identification of financial problems.

Legislative Framework

In terms of Section 71(7) of the MFMA, the Provincial Treasury must, within 30 days after the end of each quarter, make public as may be prescribed, a consolidated statement in the prescribed format on the state of municipalities' budgets per municipality and per municipal entity. The MEC for Finance must submit such consolidated statement to the provincial legislature no later than 45 days after the end of each quarter.

2. Provincial and District Overview

2.1 Operating Revenue and Expenditure – Provincial Total

Table 1: Operating Revenue and Expenditure as at the end of Quarter 2 - 2018/19

				2018/19				2017	18	
	Budget	First Qu	arter	Second	Quarter	Year to	Date	Second (Quarter	
R '000	Main appropriation	Actual Expenditure	1st Q as % of Main appropriation	Actual Expenditure	2nd Q as % of Main appropriation	Actual Expenditure	Total Expenditure as % of main appropriation	Actual Expenditure	Total Expenditure as % of main appropriation	Q2 of 2017/18 to Q2 of 2018/19
Operating Revenue and Expenditure										
Operating Revenue	62 172 519	17 710 223	28.5	16 774 946	27.0	34 485 168	55.5	13 860 718	52.4	21.0
Property rates	11 627 374	3 222 121	27.7	3 050 894	26.2	6 273 015	54.0	2 632 293	54.6	15.9
Property rates - penalties and collection charges	23 431	17 220	73.5	9 425	40.2	26 645	113.7	19 831	52.5	(52.5)
Service charges - electricity revenue	20 001 213	4 578 507	22.9	4 643 423	23.2	9 221 929	46.1	4 285 668	47.4	8.3
Service charges - water revenue	6 746 722	1 631 192	24.2	1 964 392	29.1	3 595 584	53.3	1 631 549	50.5	20.4
Service charges - sanitation revenue	1 684 326	346 427	20.6	551 804	32.8	898 231	53.3	427 251	51.4	29.2
Service charges - refuse revenue	1 315 994	332 736	25.3	337 038	25.6	669 774	50.9	285 918	51.1	17.9
Service charges - other	4 427	43 033	972.1	20 673	467.0	63 706	1439.2	184 816	167.3	(88.8)
Rental of facilities and equipment	1 048 818	239 403	22.8	252 803	24.1	492 206	46.9	306 449	76.6	(17.5)
Interest earned - external investments	848 532	209 298	24.7	261 508	30.8	470 806	55.5	233 821	26.3	11.8
Interest earned - outstanding debtors	691 182	786 815	113.8	267 496	38.7	1 054 311	152.5	135 743	41.9	97.1
Dividends received	-	-	-	49	-	49	-	2 402	-	(98.0)
Fines	448 131	(34 017)	(7.6)	(45 625)	(10.2)	(79 643)	(17.8)	30 842	25.8	(247.9)
Licences and permits	128 801	26 215	20.4	60 373	46.9	86 589	67.2	23 127	40.3	161.1
Agency services	57 106	14 796	25.9	16 777	29.4	31 573	55.3	12 705	18.6	32.0
Transfers recognised - operational	16 077 909	6 027 240	37.5	5 052 487	31.4	11 079 727	68.9	3 481 934	64.3	45.1
Other own revenue	1 433 036	266 939	18.6	329 156	23.0	596 095	41.6	157 398	45.3	109.1
Gains on disposal of PPE	35 516	2 297	6.5	2 275	6.4	4 572	12.9	8 971	23	(74.6)
Operating Expenditure	63 263 739	12 732 491	20.1	16 641 810	26.3	29 374 301	46.4	13 372 486	45.7	24.4
Employee related costs	19 121 423	4 235 844	22.2	5 113 555	26.7	9 349 400	48.9	4 428 601	47.8	15.5
Remuneration of councillors	804 119	179 090	22.3	193 569	24.1	372 658	46.3	168 199	45.8	15.1
Debt impairment	1 927 464	75 061	3.9	211 815	11.0	286 876	14.9	295 137	29.9	(28.2)
Depreciation and asset impairment	5 701 305	1 056 096	18.5	1 234 235	21.6	2 290 331	40.2	1 206 872	49	2.3
Finance charges	1 141 559	50 554	4.4	442 393	38.8	492 947	43.2	380 480	25.5	16.3
Bulk purchases	17 413 749	4 220 258	24.2	4 674 519	26.8	8 894 777	51.1	2 985 212	47.8	56.6
Other Materials	1 861 540	215 686	11.6	610 452	32.8	826 138	44.4	277 839	54.5	119.7
Contracted services	8 526 990	1 604 649	18.8	2 493 951	29.2	4 098 600	48.1	2 114 021	49.8	18.0
Transfers and grants	784 441	129 436	16.5	153 299	19.5	282 735	36.0	217 160	56.1	(29.4)
Other expenditure	5 980 210	964 160	16.1	1 512 024	25.3	2 476 184	41.4	1 297 029	35.4	16.6
Loss on disposal of PPE	939	1 657	176.5	1 998	212.7	3 655	389.2	1 936	109.4	3.2
Surplus/(Deficit)	(1 091 220)	4 977 732		133 136		5 110 867		488 232		
Transfers recognised - capital	8 586 580	675 171	7.9	1 507 921	17.6	2 183 092	25.4	1 488 742	32.2	1.3
Contributions recognised - capital	-	-	-	-	-	-	-	-	-	-
Contributed assets	30 348	2 126	7.0	1 431	4.7	3 557	11.7	6 042	4.9	(76.3)
Surplus/(Deficit) after capital transfers and contributions	7 525 708	5 655 029		1 642 488		7 297 517		1 983 017		

- The municipalities in KwaZulu-Natal have generated Operating revenue amounting to R34.5 billion or 55.5 percent of the Approved Budget of R62.2 billion. The revenue generated is slightly above the expected straight line projection of 50 percent as at the end of the second quarter of the 2018/19 financial year.
- Sources of Operating revenue that generated more than 50 percent of their budgeted amounts include Property rates at R6.3 billion or 54 percent, Property rates penalties and collection charges at R26.6 million or 113.7 percent, Service charges water revenue at R3.6 billion or 53.3 percent, Service charges sanitation revenue at R698.2 million or 53.3 percent, Service charges refuse revenue at R669.8 million or 50.9 percent, Service charges other at R63.7 million or 1439.2 percent, Interest earned external investments at R470.8 million or 55.5 percent, Interest earned outstanding debtors at R1.1 billion or 152.5 percent, Licences and permits at R86.6 million or 67.2 percent, Agency services at R31.6 million or 55.3 percent and Transfers recognised operational at R11.1 billion or 68.9 percent,
- Municipalities in the province generated less than 50 percent against the Approved Budget for Service charges electricity revenue at R9.2 billion or 46.1 percent, Rental of facilities and equipment at R492.2 million or 46.9 percent, Other own revenue at R596.1 million or 41.6 percent while revenue generated from Gains on disposal of PPE was R4.6 million or 12.9 percent.
- The Big Five Hlabisa Local Municipality reported revenue of R49 000 for Dividends received during Quarter 2, which was not budgeted for in the Approved Budget.
- The eThekwini Metro reported negative Fines of R161.1 million which
 resulted in the province reflecting a negative performance of
 R79.6 million for Fines. When the performance of the province is
 considered without the Metro, revenue of R81.4 million (21.7 percent)
 has been generated for Fines against the approved budget of
 R375.3 million.
- The municipalities in KwaZulu-Natal have incurred Operating expenditure amounting to R29.4 billion or 46.4 percent of the total budgeted expenditure of R63.3 billion. The overall spending is below the projected baseline of 50 percent.
- Significantly low expenditure was recorded for *Debt impairment* at R286.9 million or 14.9 percent against an Approved Budget of R1.9 billion. Low expenditure was also recorded for *Depreciation and asset impairment* of R2.3 billion or 40.2 percent, *Finance charges* at R492.9 million or 43.2 percent, *Other materials* at R826.1 million or 44.4 percent, *Transfers and grants* at R282.7 million or 36 percent and *Other expenditure* at R2.5 billion or 41.4 percent as at the end of December 2018 against their respective budgets.
- A number of municipalities did not account for *Debt impairment* and Depreciation and asset impairment on a monthly basis. This has contributed to the overall low expenditure against the budget as at the end of December 2018.
- Loss on disposal of PPE at R3.7 million or 389.2 percent significantly exceeded the straight line projection of 50 percent as at the end of Quarter 2. This is mainly attributable to the Ugu District Municipality reporting R3.4 million as at the end of December 2018 against a nil budget.

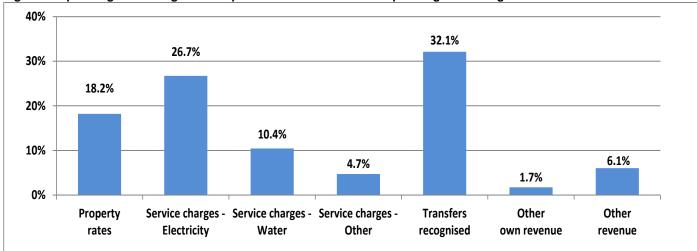
2.2 Operating Revenue – District Total

Table 2: Operating Revenue per source and per district as at the end of Quarter 2 - 2018/19

							Detail			
R'000	Original	Unaudited Actual	% Generated	Property rates		Service charges		Transfers recognised	Other own revenue	Other revenue ²
K000	Budget	Oliduulleu Actual	% Generateu		Electricity revenue	Water revenue	Other ¹	- operational		
eThekwini	35 175 463	18 541 535	52.7	3 720 780	5 975 390	2 414 190	932 898	3 816 893	344 830	1 336 554
Ugu	2 512 249	1 614 043	64.2	505 849	78 285	122 335	84 381	729 042	22 208	71 942
uMgungundlovu	6 801 668	3 803 849	55.9	687 720	1 122 239	430 359	153 484	1 060 969	99 251	249 828
uThukela	2 281 594	1 359 554	59.6	197 619	297 253	148 090	30 959	604 709	6 042	74 881
uMzinyathi	1 404 141	1 038 116	73.9	106 270	100 673	23 271	22 093	721 148	11 412	53 249
Amajuba	2 225 933	1 352 220	60.7	171 519	355 941	101 544	101 695	562 971	29 767	28 782
Zululand	1 913 673	1 104 607	57.7	125 271	108 968	34 358	85 526	706 880	13 585	30 020
uMkhanyakude	1 216 650	848 096	69.7	64 618	2 540	11 586	7 381	727 961	7 323	26 688
King Cetshwayo	4 525 678	2 461 549	54.4	302 620	782 867	233 039	133 526	870 460	22 249	116 788
iLembe	2 769 234	1 538 987	55.6	252 804	342 835	52 900	52 996	752 533	30 033	54 887
Harry Gwala	1 346 237	822 613	61.1	137 945	54 938	23 912	26 772	526 160	9 396	43 489
Total	62 172 519	34 485 168	55.5	6 273 015	9 221 929	3 595 584	1 631 711	11 079 727	596 095	2 087 108

Source: NT ladatabase

Figure 1: Operating Revenue generated per source as a % of Total Operating Revenue generated as at 31 December 2018



- The bulk of the Operating revenue as at the end of the second quarter was generated by the eThekwini Metro at R18.5 billion, followed by the uMgungundlovu District at R3.8 billion and the King Cetshwayo District at R2.5 billion.
- All districts exceeded the benchmark of 50 percent against their respective Approved Budgets for the second quarter. The uMzinyathi District recorded the highest percentage of 73.9 percent or R1 billion revenue generated against the Approved Budget of R1.4 billion.
- Transfers recognised operational at R11.1 billion or 32.1 percent contributed the most to total Operating revenue, followed by Service charges electricity revenue at R9.2 billion or 26.7 percent and Property rates (which includes Penalties and collection charges) at R6.3 billion or 18.3 percent.
- Operating revenue generated as at the end of the second quarter is largely due to grants for the uMkhanyakude and uMzinyathi, Districts where grants accounted for 85.8 percent and 69.5 percent respectively of their Operating revenue. The Harry Gwala and Zululand Districts both recorded 64 percent grant dependency rate. The eThekwini Metro, the uMgungundlovu, and King Cetshwayo are the least dependent on grant funding with grant dependency rates of 20.6 percent, 27.9 percent and 35.4 percent respectively.
- With the exception of the eThekwini Metro (R3.7 billion), the uMgungundlovu (R687.7 million) and Ugu (R505.8 million) Districts generated the largest amounts for *Property rates revenue*. The uMkhanyakude District (R64.6 million) contributed the least to total *Property rates* revenue.
- Excluding eThekwini Metro (R6 billion), the uMgungundlovu (R1.1 billion) and King Cetshwayo (R782.9 million) Districts generated the bulk of the *Service charges-electricity* revenue. The uMkhanyakude District (R2.5 million) generated the least towards the revenue for *Service charges-electricity*.
- Similar to *Service charges-electricity*, the uMgungundlovu (R430.4 million) and King Cetshwayo (R233 million) Districts contributed the most towards *Services charges-water* (without considering the eThekwini Metro), whilst the uMkhanyakude District (R11.6 million) contributed the least.

¹ Includes Service charges revenue for Sanitation, Refuse and Other

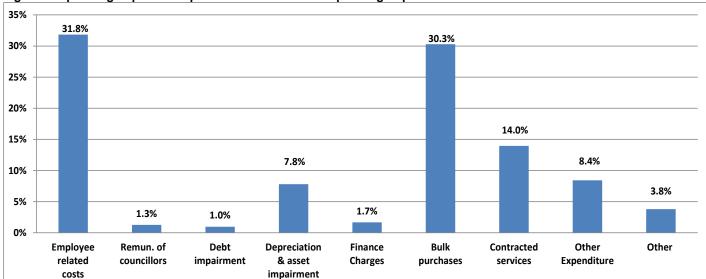
² Includes Rental offacilities and equipment, Interest earned on external investments & outstanding debtors, Dividends received, Fines, Licences and permits, Agency services and Gains on disposal of PPE

2.3 Operating Expenditure – District Total

Table 3: Operating Expenditure per item and per district as at the end of Quarter 2 – 2018/19

		-	_				De	tail				
R'000	Original Budget	Unaudited Actual	% Spent	Employee related costs	Remun. of councillors	Debt impairment	Depreciation and asset impairment	Finance charges	Bulk purchases	Contracted services	Other expenditure	Other ¹
eThekwini	35 227 111	16 423 968	46.6	5 206 840	61 344	2 461	1 274 969	349 065	5 761 800	2 087 208	950 039	730 242
Ugu	2 501 663	1 102 543	44.1	462 777	36 112	1 552	19 641	2 365	86 765	264 457	213 608	15 268
uMgungundlovu	6 751 660	3 480 525	51.6	899 892	43 901	49 535	274 737	52 466	1 295 386	524 421	233 703	106 484
uThukela	2 398 516	968 732	40.4	414 388	27 612	117 116	55 144	5 714	148 170	83 290	94 815	22 483
uMzinyathi	1 479 310	641 661	43.4	225 751	20 895	-	14 508	194	93 711	100 125	137 187	49 289
Amajuba	2 759 796	1 143 794	41.4	346 981	23 429	49 801	199 677	22 386	292 804	51 135	155 968	1 612
Zululand	2 059 806	924 689	44.9	324 569	26 460	1 276	37 470	3 746	158 990	201 954	145 723	24 499
uMkhanyakude	1 216 412	589 071	48.4	231 887	29 777	11 393	21 062	1 913	68 935	125 775	82 804	15 527
King Cetshwayo	4 666 531	2 288 892	49.0	621 834	43 271	38 695	251 060	36 748	571 513	425 534	208 725	91 512
iLembe	2 793 225	1 238 674	44.3	363 952	35 289	14 678	95 750	18 236	358 141	162 655	140 048	49 925
Harry Gwala	1 409 709	571 752	40.6	250 530	24 568	368	46 312	114	58 562	72 046	113 564	5 686
Total	63 263 739	29 374 301	46.4	9 349 400	372 658	286 876	2 290 331	492 947	8 894 777	4 098 600	2 476 184	1 112 528

Figure 2: Operating Expenditure per item as a % of Total Operating Expenditure as at 31 December 2018



- Municipalities in KwaZulu-Natal spent R29.4 billion or 46.4 percent of the total budgeted expenditure of R63.3 billion which is below the straight line projection of 50 percent as at the end of the second quarter.
- With the exception of the uMgungundlovu District with 51.6 percent, all other districts in the province reported Operating expenditure of below 50 percent, including the eThekwini Metro with 46.6 percent. The districts that reported the lowest expenditure rate as at the end of the second quarter are the uThukela District with 40.4 percent, the Harry Gwala District with 40.6 percent and Amajuba District with 41.4 percent.
- Employee related costs and Bulk purchases both contributed the
 most towards the total Operating expenditure at 31.8 percent or
 R9.3 billion and 30.3 percent or R8.9 billion respectively. It is
 expected that Bulk purchases will contribute significantly to
 Operating expenditure considering that revenue from Trading
 services, namely, Service charges electricity also contributed
 significantly towards Operating revenue.
- The majority of the municipalities (34) in the province have not reported against *Debt impairment*, hence the expenditure contributed only 1 percent to the total Operating expenditure. Furthermore, no municipality within the uMzinyathi District reported any expenditure against *Debt impairment* whilst 87 percent of Debtors in the district are in the *over 90 Days* category as at the end of the second quarter.
- In addition to the above, it was noted that 23 municipalities within the province did not reflect expenditure against *Depreciation and asset impairment*. With the exception of the uMdoni Local Municipality within the Ugu District and the uMvoti Local Municipality within the uMzinyathi District, none of the other municipalities in these two districts reported any expenditure against *Depreciation and asset impairment* as at the end of the second quarter. These factors imply that the reported Operating expenditure is possibly understated as at 31 December 2018.
- The Dannhauser (23.7 percent), uPhongolo (29.1percent) uMzumbe (31 percent), uMsinga (33.7 percent) and Alfred Duma (34.1 percent) Local Municipalities all reported significantly low Operating expenditure of less than 35 percent against their Approved Budgets at the end of the second quarter.
- The Richmond Local Municipality has reported over expenditure of 208.5 percent or R259.5 million against its Approved Budget of R124.5 million at the end of the second quarter. This is attributed to errors in the reported figures in the Section 71 report for *Contracted services, Other materials, Transfers grants* and *Other expenditure*.

¹ Includes Other Materials, Transfers and grants and Loss on disposal of PPE.

2.4 Capital Revenue and Expenditure - Provincial Total

Table 4: Capital Revenue and Expenditure as at the end of Quarter 2 - 2018/19

				2018/19				201	17/18	
	Budget	First (Quarter	Second	d Quarter	Year t	o Date	Second	d Quarter	Q2 of
	Main appropriation	Actual Expenditure	1st Q as % of Main appropriation	Actual Expenditure	2nd Q as % of Main appropriation	Actual Expenditure	Total Expenditure as % of main appropriation	Actual Expenditure	Total Expenditure as % of main appropriation	2017/18 to
R thousands										
Capital Revenue and Expenditure										
Source of Finance	14 164 647	1 702 354	12.0	2 787 734	19.7	4 490 088	31.7	2 581 103	30.4	8.0
National Government	7 781 448	946 650	12.2	1 469 613	18.9	2 416 263	31.1	1 632 878	33.6	(10.0)
Provincial Government	784 240	111 878	14.3	183 557	23.4	295 435	37.7	125 000	30.1	46.8
District Municipality	-	-	-	-	-		-	-	-	
Other transfers and grants	13 541	358	2.6	555	4.1	913	6.7	2 490	149.9	(77.7)
Transfers recognised - capital	8 579 229	1 058 886	12.3	1 653 725	19.3	2 712 611	31.6	1 760 369	33.3	(6.1)
Borrowing	1 548 975	48 326	3.1	71 787	4.6	120 113	7.8	36 367	4.2	97.4
Internally generated funds	4 013 843	595 143	14.8	1 056 598	26.3	1 651 740	41.2	781 137	32.8	35.3
Public contributions and donations	22 600	-	-	5 624	24.9	5 624	24.9	3 231	6.2	74.0
Capital Expenditure Standard Classification	14 164 647	1 702 354	12.0	2 787 734	19.7	4 490 088	31.7	2 581 103	30.4	8.0
Governance and Administration	1 230 804	159 840	13.0	239 124	19.4	398 964	32.4	153 757	27.9	55.5
Executive & Council	551 203	32 612	5.9	14 663	2.7	47 275	8.6	37 525	86.5	(60.9)
Budget & Treasury Office	611 029	54 317	8.9	110 380	18.1	164 698	27.0	73 018	20.6	51.2
Corporate Services	68 573	72 911	106.3	114 081	166.4	186 992	272.7	43 213	30.4	164.0
Community and Public Safety	2 487 441	269 814	10.8	474 615	19.1	744 429	29.9	319 841	25.6	48.4
Community & Social Services	659 085	88 327	13.4	98 867	15.0	187 194	28.4	78 084	21.6	26.6
Sport And Recreation	444 786	13 659	3.1	36 858	8.3	50 517	11.4	23 199	16.0	58.9
Public Safety	107 145	10 353	9.7	21 956	20.5	32 309	30.2	4 835	16.8	354.1
Housing	1 252 221	155 774	12.4	314 474	25.1	470 247	37.6	209 206	29.7	50.3
Health	24 204	1 702	7.0	2 460	10.2	4 162	17.2	4 517	45.3	(45.5)
Economic and Environmental Services	4 091 676	447 035	10.9	757 285	18.5	1 204 319	29.4	686 753	26.0	10.3
Planning and Development	681 630	111 674	16.4	214 239	31.4	325 913	47.8	142 520	22.6	50.3
Road Transport	3 398 156	335 361	9.9	541 636	15.9	876 997	25.8	544 173	26.9	(0.5)
Environmental Protection	11 890	-	-	1 409	11.9	1 409	11.9	61	5.3	2 208.5
Trading Services	6 172 636	823 030	13.3	1 313 478	21.3	2 136 508	34.6	1 417 032	36.5	(7.3)
Electricity	1 434 299	162 282	11.3	301 237	21.0	463 519	32.3	382 408	44.5	(21.2)
Water	3 511 316	400 297	11.4	598 478	17.0	998 775	28.4	737 397	32.7	(18.8)
Waste Water Management	1 094 256	246 014	22.5	391 144	35.7	637 158	58.2	278 351	43.9	40.5
Waste Management	132 765	14 438	10.9	22 619	17.0	37 057	27.9	18 875	14.6	19.8
Other	182 090	2 635	1.4	3 232	1.8	5 867	3.2	3 721	5.4	(13.1)

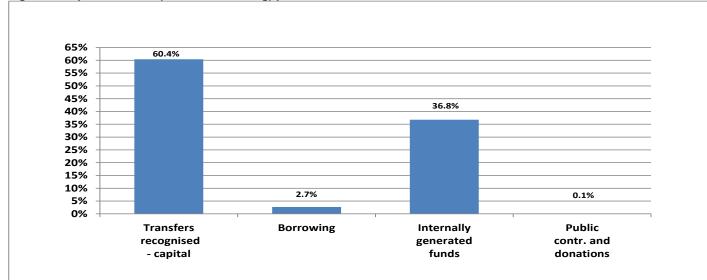
- The total Capital revenue recognised as at 31 December 2018 for the Province was R4.5 billion (31.7 percent).
- The highest contributor towards the total Capital sources of finance as at the end of Quarter two of the 2018/19 financial year was *National Government* transfers at R2.4 billion followed by *Internally generated funds* at R1.7 billion and *Provincial Government* transfers at R295.4 million. *Other transfers and grants, Borrowing and Public contributions and donations* with a total amount of R126.7 million made up the remaining Capital sources of finance.
- The Capital expenditure as at 31 December 2018 was R4.5 billion (31.7 percent) and it was below the expected benchmark of 50 percent at the end of the second quarter. However, this constitutes a slight increase in the spending rate as compared to the same period in the previous financial year which amounted to 30.4 percent.
- The bulk of the Capital expenditure spent as at the end of the second Quarter was on *Trading services* (R2.1 billion or 47.6 percent) of which R998.8 million was spent on *Water*, followed by R637.2 million spent on *Waste Water Management*, R463.5 million spent on *Electricity* and R37.1 million spent on *Waste Management*.
- Economic and Environmental Services (R1.2 billion or 26.8 percent) was the second largest contributor to total Capital expenditure, with Road Transport contributing R877 million and Planning and Development contributing R325.9 million in this expenditure category. Environmental protection contributed the least towards the expenditure category with R1.4 million.
- Community and Public Safety (R744.4 million or 16.6 percent) was the third largest contributor towards total Capital expenditure. This was mainly attributable to *Housing* of R470.2 million and Community and Social Services of R187.2 million.
- Governance and Administration contributed the second least towards total Capital expenditure (R399 million or 8.9 percent). The highest spending in this category was Corporate Services with R187 million.
- Other contributed the least towards total Capital expenditure with R5.9 million or 3.2 percent.

2.5 Capital Revenue - District Total

Table 5: Capital Revenue (Source of Finance) per district as at the end of Quarter 2 - 2018/19

					Deta	il	
R'000	Original Budget	Unaudited Actual	% Generated	Transfers recognised - capital ¹	Borrowing	Internally generated funds	Public contr. and donations
eThekwini	7 110 162	2 073 221	29.2	652 730	-	1 420 491	-
Ugu	725 523	280 027	38.6	264 671	-	9 733	5 624
uMgungundlovu	920 069	347 764	37.8	303 609	18 290	25 866	-
uThukela	624 802	193 738	31.0	179 720	-	14 017	-
uMzinyathi	682 174	224 096	32.9	207 338	-	16 758	-
Amajuba	426 061	181 721	42.7	135 250	7 360	39 112	-
Zululand	661 824	245 862	37.1	245 731	-	131	-
uMkhanyakude	426 037	161 484	37.9	159 803	-	1 680	-
King Cetshwayo	1 044 990	348 801	33.4	199 567	93 700	55 534	-
iLembe	870 824	207 050	23.8	167 903	763	38 384	-
Harry Gwala	672 183	226 324	33.7	196 288	-	30 036	-
Total	14 164 647	4 490 088	31.7	2 712 611	120 113	1 651 740	5 624

Figure 3: Capital Revenue (Source of Funding) per source as % of Total 'Source of Finance' as at 31 December 2018



- All districts in the province including the eThekwini Metro have recognised Capital revenue below the 50 percent straight line projection expected at the end of the second quarter.
- An overview of the Capital source of funding by district shows that municipalities in the province are dependent on grants to fund their Capital expenditure as *Transfers recognised – capital* contributes 60.4 percent or R2.7 billion of the R4.5 billion of the total Capital source of funding as at the end of the second quarter of the 2018/19 financial year.
- The second largest source of funding was *Internally generated funds* at 36.8 percent or R1.7 billion, followed by *Borrowing* at 2.7 percent or R120.1 million.
- The eThekwini Metro contributed R2.1 billion or 46.2 percent to total Capital revenue of R4.5 billion. The eThekwini Metro financed their Capital expenditure with *Internally generated funds* of R1.4 billion and *Transfers recognised capital* of R652.7 million.
- Four districts utilised *Borrowings* amounting to R120.1 million in total as at the end of the second quarter. The King Cetshwayo District utilised the highest *Borrowings* with an amount of R93.7 million followed by the uMgungundlovu District with an amount of R18.3 million, the Amajuba District with an amount of R7.4 million and the iLembe District with an amount of R763 000.
- The Ugu District was the only district to receive funding from the *Public contributions and donations* funding source with R5.6 million. This was mainly due to the Ray Nkonyeni Local Municipality which contributed R5.6 million of the total funding source. The uMuziwabantu Local Municipality has reported a negative amount of R31 000 against *Public contributions and donations* funding source.

¹ Includes National Government, Provincial Government, District Municipality and Other transfers and grants.

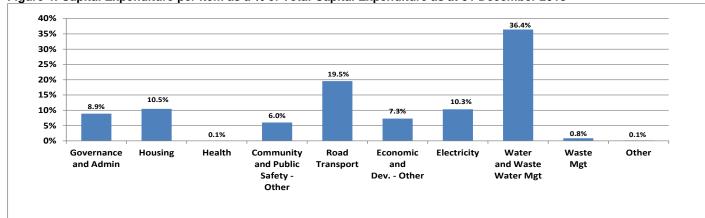
Capital Expenditure - District Total

Table 6: Capital Expenditure per item and per district as at the end of Quarter 2 – 2018/19

									Detail				
R'000	Original Budget	Unaudited Actual	% Spent	Governance and Admin. ¹	Commi	unity and Public S	Safety	Economic and Envi	ronmental Services		Trading Services		Other
	Duager		Орен		Housing	Health	Other ²	Road Transport	Other ³	Electricity	Water and Waste Water Mgt.	Waste Mgt	Other
eThekwini	7 110 162	2 073 221	29.2	166 218	434 792	4 162	127 242	332 768	140 410	289 667	548 343	27 504	2 115
Budget per category	-			628 057	1 107 235	23 604	656 318	1 838 413	326 606	802 601	1 518 954	99 474	108 900
Ugu	725 523	280 027	38.6	39 827	28 253	-	10 153	33 229	6 875	5 085	156 396	210	
Budget per category	-			31 500	128 320	-	81 199	136 695	34 476	32 273	276 389	1 620	3 051
uMgungundlov u	920 069	347 764	37.8	(1 736)	3 839	-	43 685	95 190	25 506	25 956	146 026	5 546	3 752
Budget per category	-			73 136	11 666	-	90 040	317 615	54 766	54 041	309 311	3 850	5 643
uThukela	624 802	193 738	31.0	12 210	-	-	790	23 669	33 665	7 967	115 415	22	
Budget per category	-			6 498	500	-	39 350	79 190	33 095	24 560	407 804	3 805	30 000
uMziny athi	682 174	224 096	32.9	7 602	-	-	8 624	37 379	1 277	35 804	132 673	738	
Budget per category	-			205 486	-	-	48 836	95 522	30 995	23 994	272 541	4 800	
Amajuba	426 061	181 721	42.7	2 452	15	-	1 715	31 612	49 041	1 573	95 313	-	
Budget per category	-			3 250	-	-	3 170	131 683	75 600	126 858	85 500	-	
Zululand	661 824	245 862	37.1	129 011	2 250	-	17 702	61 889	387	34 355	268	-	
Budget per category	-			19 027	-	-	10 369	153 144	26 830	44 050	408 363	40	
uMkhany akude	426 037	161 484	37.9	1 622	-	-	6 781	42 595	20 837	13 223	76 426	-	
Budget per category	-			25 919	-	-	29 629	93 230	3 300	18 000	254 859	1 100	
King Cetshway o	1 044 990	348 801	33.4	30 301	-	-	34 903	78 044	25 886	42 758	135 378	1 531	
Budget per category	-			113 850	-	-	142 753	219 763	5 153	121 182	436 804	4 885	600
Lembe	870 824	207 050	23.8	6 827	1 099	-	11 652	80 399	2 428	5 776	98 261	608	
Budget per category	-			95 684	4 500	600	69 535	204 931	14 919	153 376	292 564	4 342	30 374
Harry Gwala	672 183	226 324	33.7	4 629	-	-	6 772	60 224	21 010	1 357	131 435	897	
Budget per category	-			28 397	-	-	39 816	127 971	87 781	33 364	342 482	8 850	3 522
Total Source: NT lodatabase	14 164 647	4 490 088	31.7	398 964	470 247	4 162	270 020	876 997	327 322	463 519	1 635 932	37 057	5 867

Below straight line projection of 50 percent

Figure 4: Capital Expenditure per item as a % of Total Capital Expenditure as at 31 December 2018



- As at the end of the second quarter of the 2018/19 financial year, municipalities in the province spent R4.5 billion or 31.7 percent of their Capital Budgets of R14.2 billion which is below the 50 percent straight line projection expected at the end of the second quarter. The district with the largest percentage of Capital expenditure against their budget was the Amajuba District with 42.7 percent. The main contributor to the Capital expenditure was the Dannhauser Local Municipality with R50.8 million or 65.8 percent spent against the budget of R77.1 million.
- All the Districts in the province achieved capital expenditure of less than 50 percent as projected in the second quarter of the financial year. The iLembe District contributed the least to Capital expenditure followed by the eThekwini Metro with spending rates of 23.8 percent and 29.2 percent respectively.
- The bulk of the Capital expenditure was reported on Water and Waste Water Management of R1.6 billion or 36.4 percent with the eThekwini Metro recording the highest expenditure of R548.3 million against this category while the Zululand District recorded the least expenditure of R268 000.
- The second largest Capital expenditure was reported against Road *Transport* at R877 million or 19.5 percent. The eThekwini Metro recorded the largest spending against this category with R332.8 million followed by the uMgungundlovu District with an amount of R95.2 million and the iLembe District with R80.4 million. The uThukela District spent the least on Road *Transport* with R23.7 million.
- The least Capital expenditure of 0.1 percent was reported on both the Other and Health votes with R5.9 million and R4.2 million respectively. The only spending on the Health vote was the eThekwini Metro with R4.2 million and spending on Other was reported under the eThekwini Metro and the uMgungundlovu District with R2.1 million and R3.8 million respectively.

¹ Includes Executive & Council, Budget &Treasury Office and Corporate Services.

² Includes Community & Social Services, Sports And Recreation and Public Safety

³ Includes Planning and Development and Environmental Protection.

2.7 Comparatives: Capital vs Operating Expenditure

Figure 5: Comparatives: Capital vs Operating – as at the end of 31 December 2018

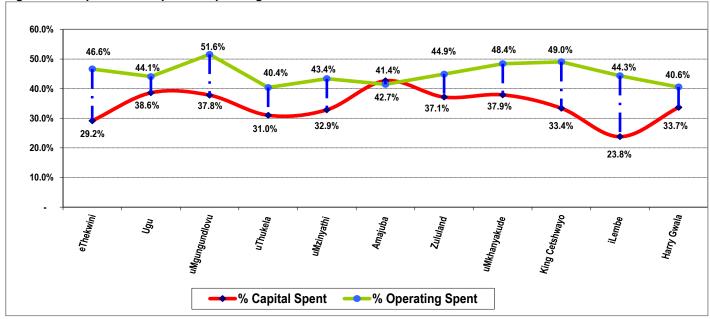
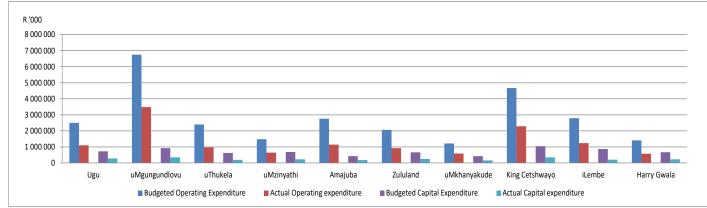


Figure 6: Budgeted/Actual Operating expenditure vs Budgeted/Actual Capital expenditure as at the end of 31 December 2018



- Figure 5 (including the 3 non-delegated municipalities) shows the comparatives of the Capital expenditure as a percentage of the Capital expenditure budget together with Operating expenditure as a percentage of the Operating expenditure budget as at the end of the second quarter of the 2018/19 financial year.
- With the exception of the Amajuba District, the comparatives between the average Capital expenditure and average Operating expenditure indicate that all other districts (including the eThekwini Metro) have spent less of their Capital expenditure budgets as compared to their Operating expenditure budgets. A significant gap of 20.6 percent between these categories of expenditure was noted for the iLembe District.
- Except for the uMgungundlovu District, no other district managed to spend 50 percent or more of their Operating expenditure budget for the period under review. The uThukela and Harry Gwala Districts reported the lowest Operating expenditure of 40.4 percent and 40.6 percent respectively against their budgets.
- The iLembe District reported the lowest Capital expenditure of 23.8 percent against their budget as at 31 December 2018.
- Figure 6 shows an overview of actual Operating expenditure against the Operating budget and the actual Capital Expenditure against the Capital budget.
- Excluding the eThekwini Metro, the uMgungundlovu District (R7.7 billion) and the King Cetshwayo District (R5.7 billion) had the largest total *Operating expenditure* budget and *Capital expenditure* consolidated budgets. The uMkhanyakude District (R1.6 billion), the Harry Gwala District (R2.1 billion) and the uMzinyathi District (R2.2 million) had the least consolidated *Operating expenditure* budgets and *Capital expenditure* budgets.

2.8 Debtors Age Analysis – Provincial Total

Table 7: Debtors Age Analysis as at the end of Quarter 2 - 2018/19

	0 - 30	Days	31 - 60 Days		61 - 90 Days		Over 90 Days		Total		Actual Bad Deb		Impairment -B Council	
R thousands	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	993 804	11.8	475 474	5.6	391 035	4.6	6 556 764	77.9	8 417 077	35.2	18 661	0.2	2 493 070	29.6
Trade and Other Receivables from Exchange Transactions - Electricity	1 206 504	43.4	400 735	14.4	126 458	4.5	1 046 941	37.7	2 780 638	11.6	1 517	0.1	915 385	32.9
Receivables from Non-exchange Transactions - Property Rates	708 561	11.0	394 609	6.1	195 773	3.0	5 137 997	79.8	6 436 940	27.0	18 477	0.3	1 974 579	30.7
Receivables from Exchange Transactions - Waste Water Management	206 062	14.4	90 233	6.3	70 061	4.9	1 066 542	74.4	1 432 898	6.0	10 477	0.7	423 261	29.5
Receivables from Exchange Transactions - Waste Management	98 441	11.1	44 970	5.1	28 061	3.2	713 872	80.6	885 344	3.7	4 510	0.5	188 664	21.3
Receivables from Exchange Transactions - Property Rental Debtors	16 163	4.7	9 183	2.7	8 881	2.6	309 014	90.0	343 241	1.4	639	0.2	144 202	42.0
Interest on Arrear Debtor Accounts	53 301	3.0	52 680	3.0	42 023	2.4	1 606 341	91.6	1 754 345	7.3	840		433 965	24.7
Recoverable unauthorised, irregular or fruitless and wasteful Expenditure	2	0.3	-		0	0.1	654	99.6	656		-		-	-
Other	4 397	0.2	24 985	1.4	65 830	3.6	1 734 915	94.8	1 830 127	7.7	2 474	0.1	690 696	37.7
Total By Income Source	3 287 235	13.8	1 492 868	6.3	928 123	3.9	18 173 040	76.1	23 881 267	100.0%	57 594	0.2	7 263 824	30.4

Source NT Igdatabase

Table 8: Debtors Age analysis by Customer Group as at the end of Quarter 2 - 2018/19

	0 - 30	Days	31 - 60 Days		61 - 90 Days		Over 90 Days		Total		Actual Bad Do		Impairment ito Counc	
R thousands	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Debtors Age Analysis By Customer Group														
Organs of State	512 878	22.8	168 618	7.5	75 214	3.3	1 489 278	66.3	2 245 988	9.4	(2 046)	(0.1)	536 186	23.9
Commercial	1 278 463	28.4	564 878	12.5	226 460	5.0	2 434 223	54.0	4 504 024	18.9	10 413	0.2	1 414 939	31.4
Households	1 358 736	8.8	703 582	4.6	578 439	3.8	12 748 684	82.8	15 389 441	64.4	36 231	0.2	4 888 823	31.8
Other	137 158	7.9	55 790	3.2	48 011	2.8	1 500 855	86.2	1 741 814	7.3	12 996	0.7	423 875	24.3
Total By Customer Group	3 287 235	13.8	1 492 868	6.3	928 123	3.9	18 173 040	76.1	23 881 267	100.0	57 594	0.2	7 263 824	30.4

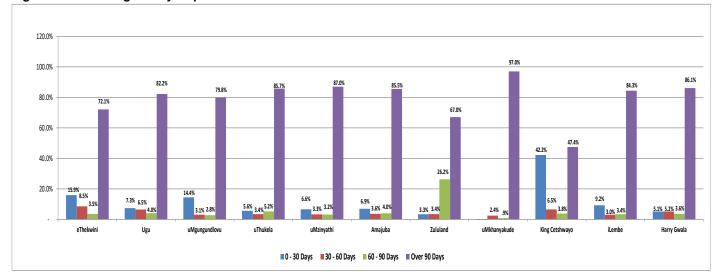
- The Debtors Age Analysis in Table 7 shows that the total amount of debt owed to all municipalities in the KwaZulu-Natal Province was R23.9 billion as at 31 December 2018.
- The Debtors Age Analysis by Income Source shows that a significant amount of R8.4 billion or 35.2 percent of the debt owed relates to *Water* followed by *Property rates* at R6.4 billion or 27 percent, Electricity at R2.8 billion or 11.6 percent and *Other* at R1.8 billion or 7.7 percent.
- The Debtors Age Analysis by Customer Group in Table 8 shows an amount of R15.4 billion or 64.4 percent of the total debt was owed by *Households*, followed by *Commercial* with an amount of R4.5 billion or 18.9 percent. The lowest portion was reported against *Other* at R1.7 billion or 7.3 percent.
- The high level of debt owed to municipalities, which is continually increasing, is noted with concern by Provincial Treasury as the municipalities should be implementing effective debt management and credit control measures in order to improve their debtors' collection rates, which in turn will have a positive impact on their cash flows.
- Municipalities are urged to ensure that they submit all their returns for the MFMA Section 71 reports. Information presented therein should also be credible to prevent distorted reporting at provincial and national levels. MFMA Section 71 reporting is critical in presenting the monthly performance against the budget, therefore all municipalities should strive to also ensure timely and accurate reporting.
- Of the total debt amount owed to municipalities, *Organs of state* contributed R2.2 billion or 9.4 percent. Besides the eThekwini Metro (R1 billion), the uMgungundlovu District (R271 million) was the district with the largest amount owed by *Organs of states*. This was attributed to Msunduzi Local Municipality which is owed a significant amount of R196.7 million by *Organs of states*. Furthermore, Jozini Local Municipality in uMkhanyakude District is owned R102.4 million by *Organs of states*.
- Provincial Treasury has noted with a concern that the greater portion of amount owed by Organs of states (R1.5 billion or 66.3 percent) was Over 90 Days.

2.9 Debtors Age Analysis – District Total

Table 9: Debtors Age Analysis per district (Total) as at the end of Quarter 2 - 2018/19

R'000	0 - 30 D	ays	30 - 60	Days	60- 90 I	Days	Over 90	Days	Total
K 000	Total	%	Total	%	Total	%	Total	%	IUlai
eThekw ini	1 973 677	15.9	1 064 368	8.5	441 588	3.5	8 971 022	72.1	12 450 655
Ugu	67 980	7.3	59 817	6.5	37 267	4.0	761 068	82.2	926 132
uMgungundlov u	599 127	14.4	127 398	3.1	114 707	2.8	3 314 217	79.8	4 155 448
uThukela	94 271	5.6	57 556	3.4	87 503	5.2	1 434 459	85.7	1 673 788
uMziny athi	33 655	6.6	16 722	3.3	16 274	3.2	444 548	87.0	511 200
Amajuba	95 580	6.9	49 723	3.6	54 733	4.0	1 179 020	85.5	1 379 056
Zululand	12 993	3.3	13 282	3.4	102 302	26.2	261 350	67.0	389 927
uMkhany akude	(1 315)	(0.3)	11 710	2.4	4 076	0.9	463 946	97.0	478 416
King Cetswayo	319 598	42.2	49 476	6.5	29 111	3.8	359 323	47.4	757 508
iLembe	72 453	9.2	23 525	3.0	27 078	3.4	662 677	84.3	785 732
Harry Gwala	19 217	5.1	19 291	5.2	13 486	3.6	321 411	86.1	373 405
Total	3 287 235	13.8	1 492 868	6.3	928 123	3.9	18 173 040	76.1	23 881 267

Figure 7: Debtors Age Analysis per district as at the end of 31 December 2018



- Of the total amount of R23.9 billion owed among all the Districts and the eThekwini Metro in the KZN Province, it was reported that the eThekwini Metro recorded the highest outstanding debtors amount of R12.5 billion or 52.1 percent which is followed by the uMgungundlovu District at R4.2 billion or 17.4 percent, the uThukela District at R1.7 billion or 7 percent and the Amajuba District at R1.4 billion or 5.8 percent.
- The Harry Gwala District recorded the least Debtors of R373.4 million or 1.6 percent of total Debtors.
- Excluding the eThekwini Metro, the uMgungundlovu District Municipality recorded the highest outstanding Debtors of R599.1 million or 18.2 percent in the 0-30 Days category, followed by the King Cetshwayo District Municipality which recorded R319.6 million or 9.7 percent
- It should be noted that the uMuziwabantu, Dannhauser, Mpofana, uPhongolo and AbaQulusi Local Municipalities did not report any debtors for the period under review.
- The uMkhanyakude District recorded debtors of negative R1.3 million in the 0-30 Days category which was mainly as a result of the uMhlabuyalingana Local Municipality showing negative R9.5 million thus rendering the reported figure questionable.
- As shown in Figure 7 all the districts in the province, including the eThekwini Metro, recorded their highest outstanding debtors in the Over 90 Days category. The uMkhanyakude District recorded 97 percent of their outstanding debtors in the Over 90 Days category. The uMzinyathi, Harry Gwala, uThukela, Amajuba, iLembe and Ugu Districts recorded over 80 percent of their outstanding debtors in the Over 90 Days category at 87 percent, 86.1 percent, 85.7 percent, 85.5 percent, 84.3 and 82.2 percent respectively. The King Cetshwayo District reflected the least debtors of 47.4 percent in the Over 90 category.
- A substantial amount of the total Debtors of R18.2 billion or 76.1 percent has been outstanding for *Over 90 Days*. Debt collection efforts must focus on these long outstanding debts, however, some of these debtors may still need to be written off as they may have arisen as a result of incorrect billing of indigent customers.

2.10 Debtors by Customer Group – District Total

Table 10: Debtors by Customer Group (Total) as at the end of Quarter 2- 2018/19

R'000	Organs of S	State	Commerci	al	Househo	ld	Other		Total
K 000	Total	%	Total	%	Total	%	Total	%	iotai
eThekwini	1 045 519	8.4	2 785 072	22.4	7 976 183	64.1	643 881	5.2	12 450 655
Ugu	99 942	10.8	151 387	16.3	637 544	68.8	37 260	4.0	926 132
uMgungundlovu	271 026	6.5	591 760	14.2	3 010 924	72.5	281 738	6.8	4 155 448
uThukela	179 908	10.7	99 166	5.9	851 116	50.8	543 598	32.5	1 673 788
uMzinyathi	100 167	19.6	51 004	10.0	345 901	67.7	14 128	2.8	511 200
Amajuba	67 592	4.9	144 022	10.4	1 138 416	82.6	29 027	2.1	1 379 056
Zululand	99 359	25.5	44 148	11.3	201 791	51.8	44 628	11.4	389 927
uMkhanyakude	146 149	30.5	99 386	20.8	210 706	44.0	22 174	4.6	478 416
King Cetshwayo	127 786	16.9	349 195	46.1	258 375	34.1	22 152	2.9	757 508
iLembe	68 482	8.7	138 319	17.6	507 872	64.6	71 059	9.0	785 732
Harry Gwala	40 058	10.7	50 564	13.5	250 612	67.1	32 170	8.6	373 405
Total	2 245 988	9.4	4 504 024	18.9	15 389 441	64.4	1 741 814	7.3	23 881 267

Figure 8: Debtors Age Analysis as at 31 December 2018

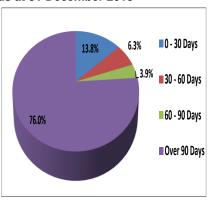


Figure 9: Debtors by Customer Group as at 31 December 2018

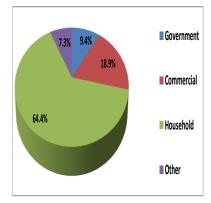
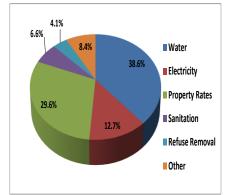


Figure 10: Debtors by Income Source as at 31 December 2018



- Table 10 shows that of the R23.9 billion that is owed to municipalities, R15.4 billion or 64.4 percent which is the largest portion, was owed by *Household* debtors. Municipalities in the province need to ensure that the indigent households are correctly accounted for in order to avoid the *Household* category being inflated with debt that may not be recoverable. Indigent registers must be updated and maintained accordingly by the municipalities.
- The eThekwini Metro, the uMgungundlovu and the Amajuba Districts contributed the most towards *Household* debtors with amounts of R8 billion, R3 billion and R1.1 billion, respectively.
- As at the end of the second quarter of the 2018/19 financial year, municipalities were owed a total of R4.5 billion or 18.9 percent by *Commercial* debtors. The eThekwini Metro, the uMgungundlovu and King Cetshwayo Districts contributed the most towards total debt owed by *Commercial* debtors at R2.8 billion, R591.8 million and R349.2 million respectively.
- Municipalities were owed a total of R2.2 billion or 9.4 percent by *Organs of State*. The eThekwini Metro, the uMgungundlovu and the uThukela Districts had significant debt owed by *Organs of State* which amounted to R1 billion, R271 million and R179.9 million respectively.
- Other debtors amounted to R1.7 billion or 7.3 percent, constituting the lowest customer category with outstanding debt.
- The Alfred Duma Local Municipality has not categorised their Debtors by Customer group, instead, they have reported all their Debtors under the *Other* category.
- The uMlalazi Local Municipality has reported a total amount of R69.6 million of their Debtors as *Organs of State* and no amounts were reported on *Commercial*, *Household* and *Other* customers. This indicates that the uMlalazi Local Municipality has not correctly categorised their customer groups.
- Municipalities are urged to ensure that their Debtors records are correctly reflected according to Customer Groups in order to implement proper strategies for collecting the debts from targeted groups.

2.11 Creditors Age Analysis – Provincial Total

Table 11: Creditors Age Analysis by Expenditure type as at the end of Quarter 2 - 2018/19

	0 - 30	Days	31 - 60 Days		61 - 9	0 Days	Over 9	0 Days	To	tal
R'000	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Creditor Age Analysis										
Bulk Electricity	1 029 454	68.9	33 947	2.3	90 869	6.1	339 127	22.7	1 493 396	30.4
Bulk Water	323 401	79.2	10 291	2.5	10 371	2.5	64 293	15.7	408 355	8.3
PAYE deductions	157 510	100.0	-	-	-	-	-	-	157 510	3.2
VAT (output less input)	139 323	100.0	4	-	-	-	(15)	-	139 311	2.8
Pensions / Retirement	158 698	100.0	-	-	1	-	-	-	158 699	3.2
Loan repayments	27 436	3.4	-	-	43 110	5.4	732 147	91.2	802 694	16.4
Trade Creditors	755 952	65.3	50 214	4.3	54 617	4.7	296 983	25.7	1 157 766	23.6
Auditor-General	5 250	69.9	821	10.9	(347)	-4.6	1 789	23.8	7 512	0.2
Other	514 839	88.9	7 823	1.4	3 466	0.6	53 173	9.2	579 302	11.8
Total	3 111 862	63.4	103 099	2.1	202 087	4.1	1 487 496	30.3	4 904 545	100.0

Figure 11: Creditors Age Analysis as at 31 December 2018

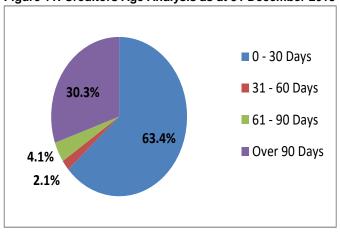
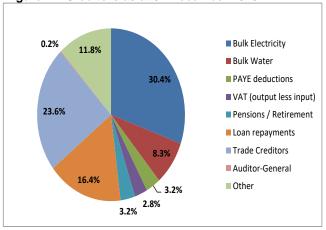


Figure 12: Creditors as at 31 December 2018



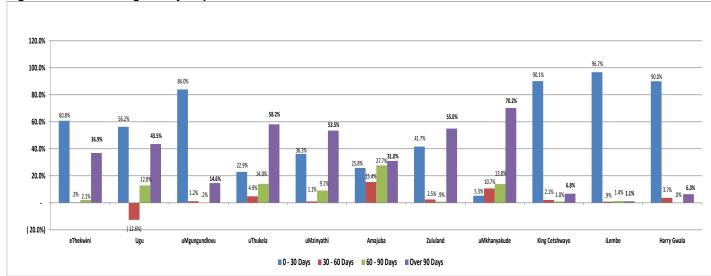
- As at the end of the second quarter performance review for the 2018/19 financial year, the outstanding Creditors balance for the KwaZulu-Natal municipalities amounted to R4.9 billion, with an outstanding balance of R3.1 billion or 63.4 percent outstanding within the *0-30 Days* period.
- Creditors amounting to R1.8 billion or 36.6 percent were in arrears for longer than 30 Days. This is in contravention of Section 65(2)(e) of the MFMA which requires that outstanding debt be paid within 30 days of receipt of the invoice. The Accounting Officers of municipalities must take all reasonable steps to ensure that all creditors due, are paid within 30 days.
- In some cases unpaid invoices and Creditors in the over 30 Days period are due to disputes with suppliers. However, in other cases it could be an indication of cash flow challenges being experienced by municipalities. Failure to pay creditors within 30 Days raises a serious concern for the KZN Provincial Treasury as municipalities may be liable for penalties and interest charges as a result thereof which is tantamount to fruitless and wasteful expenditure.
- The majority of the outstanding Creditors is within the *Bulk Electricity* category amounting to R1.5 billion or 30.4 percent. This is mainly due to the fact that the Mpofana Local Municipality owed Eskom R98.8 million as at 31 December 2018 and is currently negotiating a payment arrangement with Eskom. The Ulundi Local Municipality owes Eskom R91.3 million over a number of years for unpaid Electricity which is attributable to challenges with ageing infrastructure, inaccurate billing, high seasonal tariffs charged by Eskom and poor collection of outstanding debt by the municipality. Ulundi Local Municipality has entered into a 36 months payment arrangement with Eskom.
- The Newcastle Local Municipality owed Eskom R187.7 million as at 31 December 2018. The Department of Cooperative Governance and Traditional Affairs in KwaZulu Natal is currently assessing the municipality's budget and the sustainability of the proposed payment arrangement with Eskom.
- The iNkosi Langalibalele Local Municipality owed Eskom a further R82.2 million as at 31 December 2018 and the municipality has entered into a payment arrangement with Eskom.
- The second largest contributor to the Creditors was *Trade Creditors* category amounting to R1.2 billion.

2.12 Creditors Age Analysis – District Total

Table 12: Creditors Age Analysis per district (Total) as at the end of Quarter 2 - 2018/19

R'000	0 - 30 D	ays	30 - 60 Da	ays	60- 90 Da	ays	Over 90 D	ays	Total	
K 000	Total %		Total	%	Total	%	Total	%	iotai	
eThekwini	1 358 151	60.8	6 599	0.3	46 530	2.1	824 258	36.9	2 235 538	
Ugu	20 935	56.2	(4 683)	(12.6)	4 769	12.8	16 208	43.5	37 229	
uMgungundlovu	750 509	84.0	10 728	1.2	2 146	0.2	130 163	14.6	893 546	
uThukela	54 013	22.9	11 470	4.9	33 055	14.0	136 980	58.2	235 518	
uMzinyathi	39 464	36.3	1 159	1.1	9 930	9.1	58 231	53.5	108 784	
Amajuba	74 019	25.8	44 244	15.4	79 285	27.7	88 842	31.0	286 391	
Zululand	75 870	41.7	4 566	2.5	1 564	0.9	100 088	55.0	182 088	
uMkhanyakude	6 278	5.3	12 752	10.7	16 517	13.8	83 783	70.2	119 330	
King Cetshwayo	609 450	90.1	14 271	2.1	6 959	1.0	45 883	6.8	676 564	
iLembe	94 978	96.7	849	0.9	1 328	1.4	1 075	1.1	98 230	
Harry Gwala	28 195	90.0	1 145	3.7	3	0.0	1 985	6.3	31 328	
Total	3 111 862	63.4	103 099	2.1	202 087	4.1	1 487 496	30.3	4 904 545	

Figure 13: Creditors Age Analysis per district as at 31 December 2018



- As at the end of the second quarter, the eThekwini Metro reported the majority of the total outstanding Creditors balance at R2.2 billion or 45.6 percent of the total outstanding Creditors balance of R4.9 billion.
- Amongst the districts, the uMgungundlovu District reported the largest portion of the total outstanding Creditors of R893.5 million (18.2 percent). The Msunduzi Local Municipality contributed R759.4 million or 85 percent to the total outstanding debt of the uMgungundlovu District. The Harry Gwala District reported the least of Creditors amount with R31.3 million or 0.6 percent.
- Zululand (41.7 percent), uMzinyathi (36.3 percent), Amajuba (25.8 percent), uThukela (22.9 percent) and uMkhanyakude (5.3 percent) Districts, all other districts reported more than 50 per cent of their outstanding creditors in the *0-30 Days* period.
- As shown in Table 12, the uMkhanyakude (70.2 percent), the uThukela (58.2 percent), the Zululand (55 percent) and the uMzinyathi (53.5 percent) Districts recorded their highest outstanding creditors in the *Over 90 Days* category.
- Creditors were not reflected for the uMuziwabantu, uMshwathi, iMpendle, Richmond and Nquthu Local Municipalities and as a result, Creditors are understated.
- It should be indicated that uMzumbe and Nkandla local Municipalities reported a negative amounts of R10 000 and R2.6 million respectively and this has distorted the correct value of Creditors amounts owed by these municipalities.
- It is recommended that municipalities pay all their outstanding debts within 30 Days of receipt of invoices or statements as required by Section 65(2)(e) of the MFMA in order to avoid possible interest and penalties charges.

2.13 National Conditional Grants – Provincial Total (Summary)

Table 13: National Conditional Grants – Summary as at the end of Quarter 2 - 2018/19

				Unaudited A	ctual	Unaudited A	Actual
R'000	DoRA 2018 Total Avail.	Approved payment schedule	Transferred to municipalities for direct grants	Expenditure Nat. Deprt.	% Spent of Allocation	Expenditure Munis.	% Spent of Allocation
Direct Allocations							
Local Government Financial Management Grant	107 885	107 885	107 885	48 051	44.5	48 407	44.9
Infrastructure Skills Development Grant	37 300	16 700	16 700	11 569	31.0	5 169	13.9
Integrated City Development Grant	45 596	-	-	-	-	35 040	76.8
Neighbourhood Development Partnership (Schedule 5B)	50 787	40 210	20 755	7 193	14.2	7 968	15.7
Public Transport Network Grant	1 082 991	418 062	492 726	154 610	14.3	219 270	20.2
Rural Road Assets Management Systems Grant	24 180	16 928	16 928	6 360	26.3	8 622	35.7
Expanded Public Works Programme Integrated Grant (Municipality)	204 011	142 826	139 452	145 798	71.5	159 565	78.2
Integrated National Electrification Programme (Municipal) Grant	488 500	464 500	427 580	61 934	12.7	196 434	40.2
Energy Efficiency and Demand Side Management (Municipal) Grant	38 000	27 000	25 000	6 149	16.2	9 565	25.2
Regional Bulk Infrastructure Grant (Schedule 5B)	579 227	493 765	303 765	133 636	23.1	130 771	22.6
Municipal Water Infrastructure Grant (Schedule 5B)	900 000	459 496	302 800	151 075	16.8	-	-
Water Services Infrastructure Grant (Schedule 5B)	900 000	459 496	110 900	24 393	2.7	294 496	32.7
Municipal Infrastructure Grant	3 313 053	2 468 246	2 226 999	1 418 281	42.8	1 650 442	49.8
Sub-Total Vote	7 771 530	5 115 114	4 191 490	2 169 049	27.9	2 765 751	35.6
Allocation in kind							
Neighbourhood Development Partnership (Schedule 6B)	4 484	4 284	-	-	-	-	-
Municipal Systems Improvement Grant (Schedule 6B)	18 530	14 826	-	-	-	-	-
Integrated National Electrification Programme (Allocation in-kind) Grant	885 288	676 639	-	-	-	-	-
Regional Bulk Infrastructure Grant (Schedule 6B)	30 000	15 844	-	-	-	-	-
Sub-Total	938 302	711 593			•	-	•
Total	8 709 832	5 826 707	4 191 490	2 169 049	27.9	2 765 751	35.6

- In terms of the Division of Revenue Act (DoRA) of 2018, direct allocations to all 54 KwaZulu-Natal municipalities amounted to R7.8 billion, while allocations in-kind amounted to R938.3 million, totaling R8.7 billion.
- The grants expenditure figures reported in Table 13 are based on submissions by the municipalities. Despite this, there are differences in the figures reflected as *Expenditure National Departments* and *Expenditure Municipalities*. The analysis below looks at the expenditure by municipality column (*Expenditure Munis*.).
- Municipalities have reflected spending of R2.8 billion or 66 percent against the total amount transferred to date. However, when compared to the total DoRA allocation of R7.8 billion, only 35.6 percent has been spent.
- The Municipal Infrastructure Grant (MIG) DoRA allocation of R3.3 billion is the largest grant allocation. The Public Transport Network Grant (PTNG) of R1.1 billion is the second largest allocation.
- Expenditure reported by municipalities against MIG amounts to R1.7 billion and represents spending of 49.8 percent against the total DoRA allocation of R3.3 billion made to municipalities.
- There has been no transfer of funds for the Integrated City
 Development Grant (ICDG), however, total expenditure of
 R35 million has been recorded by the eThekwini Metro which is the
 only municipality in KwaZulu-Natal which receives this grant.
- The least expenditure was reported against the Infrastructure Skills
 Development Grant. Municipalities reported expenditure of
 R5.2 million which amounts to 13.9 percent in comparison to the
 allocation of R37.3 million for the Infrastructure Skills Development
 Grant for the 2018/19 financial year. There was no expenditure
 reported against Municipal Water Infrastructure Grant.
- The Rural Roads Assets Management Grant was allocated to all 10 district municipalities in the province. Only the uThukela District Municipality has not recorded any expenditure against this grant as at the end of quarter two.
- Of the 13 direct allocations to municipalities, only two conditional grants reflected expenditure of 50 percent or more against the total available DoRA allocations for the 2018/19 financial year. These two grants were the Expanded public works programme integrated grant (EPWP) of 78.2 percent and the Integrated city development grant (ICDG) of 76.8 percent. The remainder of the conditional grants reflected expenditure of less than the expected benchmark of 50 percent as at the end of the second quarter with the MWIG grant reflecting no expenditure.

2.14 National Conditional Grants – District Total

Table 14(a): National Conditional Grants as at the end of Quarter 2 - 2018/19

	Financi	ial Management Grant		Regiona	l Bulk Infrastructure Gr	ant	Municipal Infrastructure Grant			
R'000	DoRA 2018	Unaudited Actual		DoRA 2018	Unaudited /	Actual	DoRA 2018	Unaudited Actual		
	Total Avail.	Expenditure Munis.	% Spent	Total Avail.	Expenditure Munis.	% Spent	Total Avail.	Expenditure Munis.	% Spent	
eThekwini	1 000	1 000	100.0	-	-	-	-	-		
Ugu	13 580	5 929	43.7	-	-	-	382 705	195 546	51.1	
uMgungundlovu	14 180	5 705	40.2	-	- [-	400 322	226 492	56.6	
uThukela	10 715	4 770	44.5	142 283	2 176	1.5	314 723	153 222	48.7	
uMzinyathi	8 760	4 205	48.0	40 000	16 951	42.4	305 575	132 990	43.5	
Amajuba	7 140	4 014	56.2	-	-	-	181 132	84 918	46.9	
Zululand	10 550	4 550	43.1	131 498	50 085	38.1	364 373	236 378	64.9	
uMkhanyakude	10 710	4 007	37.4	-	-	-	333 496	136 464	40.9	
King Cetshwayo	12 140	6 903	56.9	120 000	3 629	3.0	396 367	171 910	43.4	
iLembe	8 570	2 893	33.8	75 446	24 808	32.9	325 083	156 963	48.3	
Harry Gwala	10 540	4 429	42.0	70 000	33 122	47.3	309 277	155 558	50.3	
Total	107 885	48 407	44.9	579 227	130 771	22.6	3 313 053	1 650 442	49.8	

Source: NT lgdatabase

Figure 14: FMG Expenditure vs. allocation as at 31 December 2018

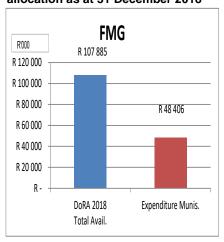


Figure 15: RBIG Expenditure vs. allocation as at 31 December 2018

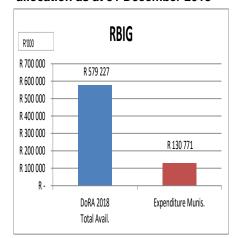
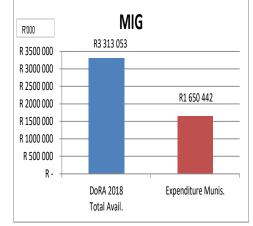


Figure 16: MIG Expenditure vs. allocation as at 31 December 2018



Financial Management Grant

- The aggregate conditional grant expenditure for all districts and the eThekwini Metro for the Financial Management Grant (FMG) was 44.9 percent or R48.4 million against the total available DoRA allocation of R107.9 million which was below the straight line projection of 50 percent at the end of the second quarter.
- The eThekwini Metro has reported the highest spending of 100 percent. The Amajuba (56.2 percent) and King Cetshwayo (56.9 percent) Districts reported expenditure exceeding the 50 percent straight line projection as at the end of the second quarter. The remaining 8 districts reported expenditure below the 50 percent benchmark.
- The lowest spending was reported for the iLembe and uMkhanyakude Districts with 33.8 percent and 37.4 percent respectively.

Regional Bulk Infrastructure Grant

- The Regional Bulk Infrastructure Grant (RBIG) was allocated to six districts in the province with a total spending of 22.6 percent or R130.8 million against the total DoRA allocation of R579.2 million which was below the straight line projection of 50 percent at the end of the second quarter.
- The district with the highest expenditure against the RBIG was
 the Harry Gwala District Municipality at 47.3 percent followed
 by the uMzinyathi District Municipality at 42.4 percent. The
 King Cetshwayo and uThukela District Municipalities both
 reflected expenditure of below 5 percent against their total
 allocations.

Municipal Infrastructure Grant

- The total conditional grant expenditure by all the districts for the Municipal Infrastructure Grant (MIG) was 49.8 percent or R1.7 billion against the total DoRA allocation of R3.3 billion as at the end of the second quarter.
- The highest spending on MIG was reported for the Zululand District with 64.9 percent followed by the uMgungundlovu, Ugu and Harry Gwala Districts with 56.6 percent, 51.1 percent and 50.3 percent respectively. The rest of the districts in the province spent less than the straight line projection of 50 percent at the end of the second quarter.
- The lowest spending was reported for the uMkhanyakude District with 40.9 percent.

2.14 National Conditional Grants - District Total / continued...

Table 14(b): National Conditional Grants as at the end of Quarter 2 - 2018/19

		tegrated National on Prog. (municipal) Grant	ł	Expa	nded Public Works Prog (municipal) Grant		Water Services Infrastucture Grant			
R'000	DoRA 2018	Unaudited A	ctual	DoRA 2018	Unaudited Actual		DoRA 2018	Unaudited Actual		
	Total Avail.	Expenditure Munis.	% Spent	Total Avail.	Expenditure Munis.	% Spent	Total Avail.	Expenditure Munis.	% Spent	
eThekwini	27 000	10 463	38.8	75 333	75 333	100.0	-	-	-	
Ugu	52 880	10 994	20.8	11 269	6 338	56.2	55 000	-		
uMgungundlovu	43 484	11 214	25.8	14 335	5 667	39.5	142 700	25 900	18.1	
uThukela	36 582	12 313	33.7	14 344	10 739	74.9	83 000	20 674	24.9	
uMzinyathi	47 994	26 590	55.4	13 366	12 761	95.5	55 000	73 267	133.2	
Amajuba	21 000	4 917	23.4	6 819	4 281	62.8	124 400	34 356	27.6	
Zululand	69 800	33 815	48.4	16 309	10 969	67.3	115 000	10 328	9.0	
uMkhanyakude	45 600	25 342	55.6	12 716	9 668	76.0	55 000	25 101	45.6	
King Cetshwayo	51 000	37 197	72.9	22 303	12 852	57.6	89 000	56 175	63.1	
iLembe	34 706	12 282	35.4	7 878	5 667	71.9	100 500	21 586	21.5	
Harry Gwala	58 454	11 306	19.3	9 339	5 291	56.7	80 400	27 110	33.7	
Total	488 500	196 434	40.2	204 011	159 565	78.2	900 000	294 496	32.7	

Source: NT ladatabase

Figure 17: INEP Expenditure vs. allocation as at 31 December 2018

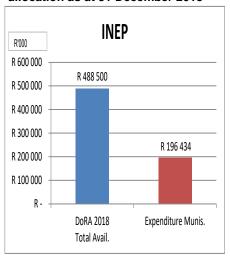


Figure 18: EPWP Expenditure vs. allocation as at 31 December 2018

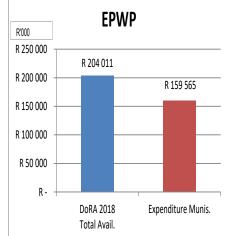
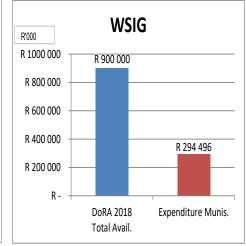


Figure 19: WSIG Expenditure vs. allocation as 31 December 2018



Integrated National Electrification Programme Grant (INEP)

- Expenditure of R196.4 million against the INEP represents 40.2 percent of the total allocation of R488.5 million as at the end of the second quarter.
- Three districts reported expenditure in excess of a straight line projection of 50 percent. The King Cetshwayo, uMkhanyakude and the uMzinyathi Districts reported expenditure of 72.9 percent, 55.6 percent and 55.4 percent respectively.

Expanded Public Works Programme (EPWP)

- The expenditure reported on the EPWP for the province is at 78.2 percent against the total DoRA allocation of R204 million which is above the 50 percent straight line projection.
- The eThekwini Metro recorded the highest percentage spent of 100 percent followed by the uMzinyathi District at 95.5 percent.
- The uMgungundlovu District (39.5 percent) is the only district that has reported spending of less than the 50 percent straight line projection.

Water Services Infrastructure Grant (WSIG)

- A low spending rate was noted against the WSIG which reflected only 32.7 percent or R294.5 million expenditure against the total allocation of R900 million as at the end of the second quarter.
- The uMzinyathi District reported spending in excess of 100 percent as at the end of the second quarter which is questionable. With the exception of the King Cetshwayo District which achieved 63.1 percent, all other districts spent below the straight line projection of 50 percent against their WSIG allocations as at the end of the second quarter.
- The Ugu District did not report any spending against their allocations as at the end of the second quarter; and the Zululand District reported the least expenditure of only 9 percent.
- Municipalities are reminded that poor performance against conditional grant allocations may result in municipalities surrendering the unspent portions of their conditional grants received to The National Revenue Fund. Under-spending on conditional grants negatively impacts on service delivery and infrastructure development.

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2.15 Non-Compliance with the DoRA and MFMA Reporting Requirements

Table 15(a): List of municipalities that did not comply with ALL MFMA and DoRA Reporting Requirements for the period July to December 2018. (As at dated 04 February 2019)

Monthly Returns - 2018/19	Monthly Conditional Grant Returns - 2018/19	Qua	arterly Returns - 2018/19
Ulundi	iMpendle	Nongoma	eMadlangeni
Mpofana	Nquthu	iMpendle	Dr. Nkosazana Dlamini Zuma
Dannhauser		Mpofana	uMdoni
AbaQulusi		uMsinga	Zululand DM
Mandeni		Okhahlamba	Maphumulo
Nongoma		Dannhauser	uMzumbe
iMpendle		Ugu DM	Nkandla
Nquthu		Big Five Hlabisa	Ray Nkonyeni
uThukela DM		Jozini	uMzinyathi
Mtubatuba		Nquthu	
Ugu DM		uMvoti	
eNdumeni		iNkosi Langalibalele	
uPhongolo		uThukela DM	
Richmond		Amajuba DM	

¹List of municipalities exclude the non-delegated municipalities.

- Non-compliance with the DoRA and MFMA reporting requirements is forwarded bi-annually, via a Provincial Treasury Circular by the office of the MEC for Finance to Mayors of all delegated KwaZulu-Natal municipalities. The issuing of the non-compliance circular bi-annually is over and above the weekly schedules which are sent to municipalities regarding their outstanding MFMA reports and returns by the Provincial Treasury.
- Despite these efforts, Tables 15(a), 15(b) and 15(c) show the municipalities that did not fully comply with all reporting requirements according to the National Treasury report reflecting the outstanding MFMA returns and reports as at 04 February 2019.
- Section 71 of the MFMA requires that 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 in the prescribed format on the state of the municipality's budget. However, 14 municipalities have not submitted all their monthly reports, two municipalities did not report on certain conditional grant expenditure. Furthermore, 23 municipalities did not submit their quarterly returns as at 04 February 2019.

Table 15(b): List of municipalities that did not comply with ALL MFMA and DoRA Reporting Requirements for the period July to December 2018. (As at dated 04 February 2019)

Annual Returns - 2018/19	Key Budget Deadlines-2019/20	Municipalities that did not published majority documents on their website as required by Section 75	Municipalities with less than 5 Interns
uMvoti	eNdumeni	uMuziwabantu	uMdoni
Dannhauser	eMadlangeni	Ugu DM	Ray Nkonyeni
uMshwathi	Dannhauser	Nquthu	Ugu DM
uThukela	Zululand DM	Dannhauser	eNdumeni
Harry Gwala DM	Dr. Nkosazana Dlamini Zuma	Zululand DM	uMzinyathi DM
Nquthu		uMfolozi	eMadlangeni
Maphumulo		Nkandla	
uMsinga		eDumbe	
Amajuba DM			
uBuhlebezwe			
uMfolozi			
Nkandla			
uMlalazi		800	
Ray Nkonyeni			
uMdoni			
uMzumbe			
iNkosi Langalibalele			
Ulundi		000	
Zululand DM			
iMpendle		000	
Richmond	88		
uMzinyathi DM			
iMpendle	300 000 000		
Ugu DM	000000	000	
uMlalazi	2000	2000000	
eDumbe	80000	N20000	

¹List of municipalities exclude the non-delegated municipalities.

Source: NT Igdatabase

Table 15(c): List of municipalities that did not comply with ALL MFMA and DoRA Reporting Requirements for the period July to December 2018. (As at dated 04 February 2019)

Signed Off Q1 Section 71 figures	Signed Off Q1 Borrowing Monitoring	Investment Monitoring	Non submission of Section 72 report by 25 January 2019
uMzinyathi DM	Newcastle	uMuziwabantu	uMshwathi
	iMpendle	Mpofana	uMkhanyakude
	Mpofana	Richmond	
	Nongoma	uMsinga	
		Nongoma	

¹List of municipalities exclude the non-delegated municipalities.

- As at 04 February 2019, 26 municipalities had still not submitted all the MFMA annual returns for the 2018/19 financial year in accordance with Section 22(b) of the MFMA which requires the Accounting Officer of the municipality to submit the annual budget in electronic format to the National and the Provincial Treasury.
- Section 21(1)(b) of the MFMA requires the Mayor of a municipality to table in council a time schedule outlining key deadlines by 31 August of each financial year. Five municipalities did not table their Time schedule outlining key deadlines by the prescribed deadline of 31 August 2018.
- Section 75 of the MFMA requires municipalities to place certain documents on their municipal websites. It was noted that as at 04 February 2019, eight municipalities had still not placed the majority of the required documents on their municipal websites.
- The conditions of the Financial Management Grant (FMG) requires that each municipality must appoint a minimum of five interns over a multi-year period. It was noted that as at 04 February 2019, six municipalities had still not appointed the required minimum number of five interns.
- It was noted in the past that there has been discrepancies in the data submitted to the Local Government Database by municipalities. To ensure that the figures published by National Treasury are reliable, it is imperative that municipalities scrutinize, verify and sign-off the verification schedules sent to them by National Treasury on a quarterly basis. One municipality failed to submit the signed Section 71 verification schedule, four municipalities failed to submit the signed Borrowing monitoring verification schedule and five municipalities failed to submit the signed Investment monitoring verification.
- Section 72(1)(a) of the MFMA requires that the Accounting Officer of a municipality assesses the performance of the municipality for the first half of the year. A report on such assessment must be performed and submitted to the Mayor of the municipality, National Treasury and the relevant Provincial Treasury by 25 January of each year as per Section 72(1)(b) of the MFMA. Two municipalities had failed to comply with Section 72(1)(b)(iii) as the 2018/19 Mid-Year Budget and Performance Assessments Reports were not submitted to Provincial Treasury in either the electronic or printed formats or both. The municipalities subsequently submitted their 2018/19 Mid-Year Budget and Performance Assessment Reports in the relevant formats to Provincial Treasury.

3. Implementation of the Municipal Regulations on the Standard Chart of Accounts (mSCOA)

The Minister of Finance promulgated Government Gazette No. 37577, Municipal Regulations on Standard Chart of Accounts (mSCOA), on 22 April 2014. All municipalities and related municipal entities were required to transact in compliance with the mSCOA Regulations from 01 July 2017.

Provincial Treasury continued with the implementation of mSCOA in the Province during the second quarter of the municipal financial year by means of providing onsite support and engagements.

A Schedule Validation of the Council Adopted Budget to the mSCOA Budget Data Submission

As previously reported in Quarter 1, there were no municipalities that had perfect alignment between the Council Approved Budget and the A Schedules. In order to address this, National Treasury issued a communication via email to all municipalities to correct this alignment issues by the deadline date of 03 October 2018. A further extension was provided till 12 October 2018.

There were various reasons cited by both the municipalities' and the Provincial Treasuries of challenges experienced in order to correct this alignment as at 12 October 2018. These challenges as extracted from a communication from National Treasury (email) to all municipalities dated 22 October 2018 included the following:

- "The root cause for the discrepancies in the adopted budgets is still the fact that the municipalities do not plan, test and generate the A1 Schedules directly from the financial systems but prepare the A1 Schedules manually on excel spreadsheets and then captured the tabled (TABB) and adopted (ORGB) budgets on the system (or worse, the core system vendor does it for them) after these were tabled and adopted in Council.
- Some municipalities prepared their TABBs in the financial system but made changes to it during community consultation and council meeting(s). These changes were affected to the A1 Schedule that served before council but never made on the financial system. Hence, the municipality started transacting against the TABB on the system instead of the ORGB.
- In some cases, the ORGBs are correct but the information on the adopted A1 Schedules are incorrect (once again the A1 Schedules that were submitted to Council were not prepared in and drawn from the system).
- Some municipalities have already approved and captured roll-over budgets which they are transacting against and therefore have already implemented an adjusted budget;
- Most municipalities do not use and combine the correct segments to populate an accurate cash flow statement;
- Municipalities do not know how to do balance sheet budgeting and as a result they are not populating Tables A2, A6 and A7 in the A1 Schedules correctly; and
- Municipalities are not using the segments correctly when they budget. e.g. Municipalities are not using the project segment as the departure point for all transactions and are not populating the funding segment correctly."

The communication dated 22 October 2018 further noted that in order to prevent alignment issues going forward, National Treasury will "discontinue to use of the budget return forms in the 2019/2020 financial year and will publish all budget related and Section 71 information directly from the data strings. Municipalities will continue to report on the old electronic returns until the end of the 2018/19 municipal financial year."

In order to assess the readiness of all municipalities as well as vendors, National Treasury requested that the vendors demonstrated the budget module and the reporting functionality between the periods of the 19-22 November 2018. During the demonstration the abovementioned module was assessed, and immediate feedback provided to the vendor on user friendliness of the module and challenges that were experienced by specific municipalities in relation to that particular vendor. It was however noted, that all vendors had the budget/IDP module and the reporting functionality, either in the form of a third-party integration or their own development, was already available to municipalities. Therefore, municipalities are in a position to meet the requirements as requested by National Treasury. More importantly, municipalities must ensure that they have tested the module and reporting functionality prior to March 2019 in order to ensure that they are able to comply.

Reporting in terms of Section 71 of the MFMA for 2018/2019 financial year

The accounting officer of a municipality is required to, 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 in the prescribed format the statutory monthly reporting for the municipality, which includes the electronic monthly mSCOA transactional information submissions. As of the 31 December 2018, Stage 1 validation status of the KwaZulu-Natal Province for the months of September 2018 to November 2018 is shown in Table 16.

Table 16: Municipalities submitted files in the correct structure within the required reporting time of as at the 28 February 2018

	16: Municipanties Subn	Month 3 (September	Month 4 (October 2018)	Month 5 (November			Month 3 (September	Month 4 (October	Month 5 (November
		2018) submissions	submissions	2018) submissions		Name of	2018) submissions	2018) submissions	2018) submissions
No.	Name of Municipality	Status of Submission	Status of Submission	Status of Submission	No.	Municipality	Status of Submission	Status of Submission	Status of Submission
1	AbaQulusi	Submitted Successfully	Submitted Successfully	Submitted Successfully	28	Ndw edw e	Submitted Successfully	Submitted Successfully	Submitted Successfully
2	Alfred Duma	Submitted Successfully	Submitted Successfully	Submitted Successfully	29	New castle	Submitted Successfully	Submitted Successfully	Submitted Successfully
3	Amajuba DM	Submitted Successfully	Submitted Successfully	Not submitted	30	Nkandla	Submitted Successfully	Submitted Successfully	Submitted Successfully
4	Dannhauser	Submitted Successfully	Submitted Successfully	Submitted Successfully	31	Nongoma	Submitted Successfully	Submitted Successfully	Not submitted
5	Dr Nkosazana Dlamini Zuma	Submitted Successfully	Submitted Successfully	Submitted Successfully	32	Nquthu	Submitted Successfully	Submitted Successfully	Not submitted
6	eDumbe	Submitted Successfully	Submitted Successfully	Submitted Successfully	33	Okhahlamba	Submitted Successfully	Submitted Successfully	Submitted with Errors
7	eMadlangeni	Submitted Successfully	Submitted Successfully	Submitted Successfully	34	Ray Nkonyeni	Submitted Successfully	Submitted Successfully	Not submitted
8	eNdumeni	Submitted Successfully	Submitted Successfully	Not submitted	35	Richmond	Submitted Successfully	Submitted Successfully	Submitted with Errors
9	eThekwini	Submitted Successfully	Submitted Successfully	Submitted Successfully	36	uBuhlebezw e	Submitted Successfully	Submitted Successfully	Submitted Successfully
10	Greater Kokstad	Submitted Successfully	Submitted Successfully	Submitted Successfully	37	Ugu DM	Submitted Successfully	Submitted Successfully	Submitted Successfully
11	Harry Gwala DM	Submitted Successfully	Submitted Successfully	Submitted Successfully	38	Ulundi	Submitted Successfully	Submitted Successfully	Submitted Successfully
12	Big Five Hlabisa	Submitted Successfully	Submitted Successfully	Not submitted	39	uMdoni	Submitted Successfully	Submitted Successfully	Submitted Successfully
13	iLembe DM	Submitted Successfully	Submitted Successfully	Not submitted	40	uMgungundlov u DM	Submitted Successfully	Submitted Successfully	Submitted Successfully
14	iMpendle	Submitted Successfully	Submitted Successfully	Not submitted	41	uMhlabuy alingana	Submitted Successfully	Submitted Successfully	Not submitted
15	iNkosi Langalibalele	Submitted Successfully	Submitted Successfully	Not submitted	42	uMhlathuze	Submitted Successfully	Submitted Successfully	Submitted Successfully
16	Jozini	Submitted Successfully	Submitted Successfully	Submitted Successfully	43	uMkhany akude DM	Submitted Successfully	Submitted Successfully	Submitted with Errors
17	King Cetshwayo DM	Submitted Successfully	Submitted Successfully	Submitted Successfully	44	uMlalazi	Submitted Successfully	Submitted Successfully	Not submitted
18	Kwa Dukuza	Submitted Successfully	Submitted Successfully	Not submitted	45	uMngeni	Submitted Successfully	Submitted Successfully	Submitted with Errors
19	Mandeni	Submitted Successfully	Submitted Successfully	Submitted Successfully	46	uMshw athi	Submitted Successfully	Submitted Successfully	Submitted Successfully
20	Maphumulo	Submitted Successfully	Submitted Successfully	Submitted Successfully	47	uMuziw abantu	Submitted Successfully	Submitted Successfully	Not submitted
21	uMfolozi	Submitted Successfully	Submitted Successfully	Submitted Successfully	48	uMv oti	Submitted Successfully	Submitted Successfully	Submitted Successfully
22	Mkhambathini	Submitted Successfully	Submitted Successfully	Submitted Successfully	49	uMzimkhulu	Submitted Successfully	Submitted Successfully	Submitted Successfully
23	Mpofana	Submitted Successfully	Submitted Successfully	Submitted Successfully	50	uMziny athi DM	Submitted Successfully	Submitted Successfully	Submitted Successfully
24	uMsinga	Submitted Successfully	Submitted Successfully	Submitted Successfully	51	uMzumbe	Submitted Successfully	Submitted Successfully	Submitted Successfully
25	Msunduzi	Submitted Successfully	Submitted Successfully	Not submitted	52	uPhongolo	Submitted Successfully	Submitted Successfully	Not submitted
26	Mthonjaneni	Submitted Successfully	Submitted Successfully	Submitted Successfully	53	uThukela DM	Submitted Successfully	Submitted Successfully	Not submitted
27	Mtubatuba	Submitted Successfully	Submitted Successfully	Not submitted	54	Zululand DM	Submitted Successfully	Submitted Successfully	Submitted Successfully

Monthly transactional data validation contains no errors
Monthly transactional data validation contains errors
Data file is outstanding
File Format is incorrect - not validated

Stage 1 - Validation Analysis

60.00
50.00
40.00
30.00
20.00
10.00

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Figure 20: Stage 1 Validations status of the KZN Province for the months of September to November 2018

Month 03 (September 2018) Submission Status:

As at the 31 December 2018, there were 54 municipalities that submitted the data strings successfully to the LG Portal. This is a 100 percent submission rate. There were 23 municipalities that submitted within the required deadline of 10 working days after month end.

Month 04 (October 2018) Submission Status:

As at the 31 December 2018, there were 54 municipalities that submitted the data strings successfully to the LG Portal. This is a 100 percent submission rate. There were 30 municipalities that submitted within the required deadline of 10 working days after month end. This was an improvement in comparison to month 3.

Month 05 (November 2018) Submission Status:

As at the 31 December 2018, there were 33 municipalities that submitted the data strings successfully to the LG Portal. This represented a 61 percent submission rate were the data strings were successful. Four (4) municipalities submitted data strings with errors and 17 municipalities did not submit. The municipalities that had outstanding submissions as at the 31 December 2018 are shown in Table 17 as following:

Table 17: Municipalities which did not submit their data strings to the LG Portal as at 31 December 2018

No	Name of Municipality								
1	Amajuba DM	5	iMpendle	9	Mtubatuba	13	uMhlabuyalingana	17	uThukela DM
2	eNdumeni	6	iNkosi Langalibalele	10	Nongoma	14	uMlalazi		
3	Big Five Hlabisa	7	KwaDukuza	11	Nguthu	15	uMuziwabantu		
4	iLembe DM	8	Msunduzi	12	Ray Nkonyeni	16	uPhongolo		

Month 06 (December 2018) Submission Status:

Due to the legislated deadline for the December 2018 monthly data submissions being 14 January 2019, the submission feedback will be reported in the Quarter 3 report of 2018/2019 Financial year.

Segment validation (Stage 2) of monthly mSCOA data submissions received

Subsequent to the receipt of the monthly mSCOA transactional data strings in the correct format, the National Treasury Local Government Portal conducted a segment validation of the data strings to ensure that the municipality has applied the correct segments in their transactional information, based on predetermined rules. Provincial Treasury had engaged municipalities on these errors and provided guidance to these municipalities in understanding these errors and what was required to clear these errors. The status of the segment validation (Stage 2) as at the 31 December 2018 is shown as follows as per Table 18:

Table 18: Status of segment validation (stage 2) as at 31 December 2018

No.	Name of Municipality	Month 3 (September 2018) submissions	Month 4 (October 2018) submissions	Month 5 (November 2018)	No.	Name of Municipality	Month 3 (September 2018) submissions	Month 4 (October 2018) submissions	Month 5 (November 2018) submissions
1	AbaQulusi	Validations contain no errors	Validations contain no errors	Validations contain no errors	28	Ndw edw e	Validations contain no errors	Validations contain no errors	Validations contain no errors
2	Alfred Duma	Validations contain no errors	Validations contain no errors	Validations contain no errors	29	New castle	Validations contain no errors	Validations contain no errors	Validations contain no errors
3	Amajuba DM	Validations contain no errors	Validations contain no errors	Data file is outstanding	30	Nkandla	Validations contain no errors	Validations contain no errors	Validations contain no errors
4	Dannhauser	Validations contain no errors	Validations contain no errors	Validations contain no errors	31	Nongoma	Validations contain no errors	Validations contain no errors	Data file is outstanding
5	Dr Nkosazana Dlamini Zuma	Validations contain no errors	Validations contain no errors	Validations contain no errors	32	Nquthu	Validations contain no errors	Validations contain no errors	Data file is outstanding
6	eDumbe	Validations contain no errors	Validations contain no errors	Validations contain no errors	33	Okhahlamba	Validations contain no errors	Validations contain no errors	v alidated
7	eMadlangeni	Validations contain no errors	Validations contain no errors	Validations contain no errors	34	Ray Nkonyeni	Validations contain no errors	Validations contain no errors	Data file is outstanding
8	eNdumeni	Validations contain no errors	Validations contain no errors	Data file is outstanding	35	Richmond	Validations contain no errors	Validations contain no errors	validated
9	eThekw ini	Validations contain no errors	Validations contain no errors	Validations contain no errors	36	uBuhlebezw e	Validations contain no errors	Validations contain no errors	Validations contain no errors
10	Greater Kokstad	Validations contain no errors	Validations contain no errors	Validations contain no errors	37	Ugu DM	Validations contain no errors	Validations contain no errors	Validations contain no errors
11	Harry Gwala DM	Validations contain no errors	Validations contain no errors	Validations contain no errors	38	Ulundi	Validations contain no errors	Validations contain no errors	Validations contain no errors
12	Big Five Hlabisa	Validations contain no errors	Validations contain errors	Data file is outstanding	39	uMdoni	Validations contain no errors	Validations contain no errors	Validations contain no errors
13	iLembe DM	Validations contain no errors	Validations contain no errors	Data file is outstanding	40	uMgungundlov u DM	Validations contain no errors	Validations contain no errors	Validations contain no errors
14	iMpendle	Validations contain no errors	Validations contain no errors	Data file is outstanding	41	uMhlabuy alingana	Validations contain no errors	Validations contain no errors	Validations contain no errors
15	iNkosi Langalibalele	Validations contain no errors	Validations contain no errors	Data file is outstanding	42	uMhlathuze	Validations contain no errors	Validations contain no errors	Validations contain errors
16	Jozini	Validations contain no errors	Validations contain no errors	Validations contain no errors	43	uMkhany akude DM	Validations contain no errors	Validations contain no errors	v alidated
17	King Cetshwayo DM	Validations contain no errors	Validations contain no errors	Validations contain no errors	44	uMlalazi	Validations contain no errors	Validations contain no errors	Data file is outstanding
18	Kwa Dukuza	Validations contain no errors	Validations contain no errors	Data file is outstanding	45	uMngeni	Validations contain no errors	Validations contain no errors	v alidated
19	Mandeni	Validations contain no errors	Validations contain no errors	Validations contain no errors	46	uMshw athi	Validations contain no errors	Validations contain no errors	Validations contain no errors
20	Maphumulo	Validations contain no errors	Validations contain no errors	Validations contain no errors	47	uMuziw abantu	Validations contain no errors	Validations contain no errors	Data file is outstanding
21	uMfolozi	Validations contain no errors	Validations contain no errors	Validations contain no errors	48	uMv oti	Validations contain no errors	Validations contain no errors	Validations contain no errors
22	Mkhambathini	Validations contain no errors	Validations contain no errors	Validations contain no errors	49	uMzimkhulu	Validations contain no errors	Validations contain no errors	Validations contain no errors
23	Mpofana	Validations contain no errors	Validations contain no errors	Validations contain no errors	50	uMziny athi DM	Validations contain no errors	Validations contain no errors	Validations contain no errors
24	uMsinga	Validations contain no errors	Validations contain no errors	Validations contain no errors	51	uMzumbe	Validations contain no errors	Validations contain no errors	Validations contain no errors
25	Msunduzi	Validations contain no errors	Validations contain no errors	Data file is outstanding	52	uPhongolo	Validations contain no errors	Validations contain no errors	Data file is outstanding
26	Mthonjaneni	Validations contain no errors	Validations contain no errors	Validations contain no errors	53	uThukela DM	Validations contain no errors	Validations contain no errors	Data file is outstanding
27	Mtubatuba	Validations contain no errors	Validations contain no errors	Data file is outstanding	54	Zululand DM	Validations contain no errors	Validations contain no errors	Validations contain no errors

Submission of the Pre-Audited Annual Financial Statements (data string)

In respect of Section 5(4)(a) and 74(1) of the Municipal Financial Management Act, Provincial Treasury may request information from time to time to enable them to monitor compliance with the Act and provide oversight and monitoring. Such information can include, returns, documents, explanations and motivations as may be prescribed or as may be required.

In light of this, municipalities were requested to submit to the LG Portal the Pre-Audited Annual Financial Statement data strings and the submission status is shown in Table 19. As at the 31 December 2018, 40 municipalities uploaded the pre-audited data strings (PAUD). This represents only 74 percent of municipalities within the province. The PAUD data strings were required to be submitted to the LG Portal 10 days after submission of the Annual Financial Statements to the Auditor General of South Africa. There are a further 13 municipalities that are outstanding (denoted in the red) and one municipality that submitted with errors (i.e. the data string did not pass stage 1 validation and is denoted in orange).

Table 19: Submission status of data strings for Pre-Audited Annual Financial Statements as at 31 December 2018

No	Name of Municipality	Submission	No	Name of Municipality	Submission	No	Name of Municipality	Submission
1	AbaQulusi	Successful	19	Mandeni	Successful	37	Ugu DM	Successful
2	Alfred Duma	Successful	20	Maphumulo	Successful		Ulundi	Successful
3	Amajuba DM	Successful	21	uMfolozi	Successful	39	uMdoni	Successful
4	Dannhauser	Outstanding	22	Mkhambathini	Successful	40	uMgungundlovu DM	Outstanding
5	Dr Nkosazana Dlamini Zuma	Successful	23	Mpofana	Submitted with errors	41	uMhlabuy alingana	Successful
6	eDumbe	Successful	24	uMsinga	Outstanding	42	uMhlathuze	Outstanding
7	eMadlangeni	Successful	25	Msunduzi	Successful	43	uMkhany akude DM	Successful
8	eNdumeni	Outstanding	26	Mthonjaneni	Successful	44	uMlalazi	Outstanding
9	eThekw ini	Successful	27	Mtubatuba	Outstanding	45	uMngeni	Successful
10	Greater Kokstad	Successful	28	Ndw edw e	Successful	46	uMshw athi	Successful
11	Harry Gwala DM	Successful	29	Newcastle	Successful	47	uMuziw abantu	Outstanding
12	Big Five Hlabisa	Successful	30	Nkandla	Successful	48	uMv oti	Successful
13	iLembe DM	Successful	31	Nongoma	Successful	49	uMzimkhulu	Successful
14	iMpendle	Successful	32	Nquthu	Successful	50	uMziny athi DM	Outstanding
15	iNkosi Langalibalele	Outstanding	33	Okhahlamba	Outstanding	51	uMzumbe	Successful
16	Jozini	Successful	34	Ray Nkonyeni	Outstanding	52	uPhongolo	Successful
17	King Cetshwayo DM	Successful	35	Richmond	Outstanding		uThukela DM	Successful
	Kwa Dukuza	Successful	36	uBuhlebezw e	Successful	54	Zululand DM	Successful

Submission of the Audited Annual Financial Statements (data string)

In respect of Section 5(4)(a) and 74(1) of the Municipal Financial Management Act, Provincial Treasury may request information from time to time to enable them to monitor compliance with the Act and provide oversight and monitoring. Such information can include, returns, documents, explanations and motivations as may be prescribed or as may be required.

In light of this, municipalities were requested to submit to the LG Portal the Audited Annual Financial Statement data strings (AAUD) and the submission status thereof is shown in Table 20. As at the 31 December 2018, only two municipalities uploaded the audited data strings (AAUD). This represents only 3 percent of municipalities within the province. There are 51 municipalities that are outstanding (denoted in the red) and one municipality that submitted with errors (i.e. the data string did not pass stage 1 validation and is denoted in orange).

Table 20: Submission status of data strings for Audited Annual Financial Statements as at 31 December 2018

No	Name of Municipality	Segment Validation	No	Name of Municipality	Segment Validation	No	Name of Municipality	Segment Validation
1	AbaQulusi	Outstanding	19	Mandeni	Outstanding	37	Ugu DM	Submitted with errors
2	Alfred Duma	Successful	20	Maphumulo	Outstanding	38	Ulundi	Outstanding
3	Amajuba DM	Outstanding	21	uMfolozi	Outstanding	39	uMdoni	Outstanding
4	Dannhauser	Outstanding	22	Mkhambathini	Outstanding	40	uMgungundlov u DM	Outstanding
5	Dr Nkosazana Dlamini Zuma	Outstanding	23	Mpofana	Outstanding	41	uMhlabuy alingana	Outstanding
6	eDumbe	Outstanding	24	uMsinga	Outstanding	42	uMhlathuze	Outstanding
7	eMadlangeni	Outstanding	25	Msunduzi	Outstanding	43	uMkhany akude DM	Outstanding
8	eNdumeni	Outstanding	26	Mthonjaneni	Outstanding	44	uMlalazi	Outstanding
9	eThekwini	Outstanding	27	Mtubatuba	Outstanding	45	uMngeni	Outstanding
10	Greater Kokstad	Outstanding	28	Ndw edw e	Outstanding	46	uMshw athi	Outstanding
11	Harry Gwala DM	Outstanding	29	New castle	Successful	47	uMuziw abantu	Outstanding
12	Big Five Hlabisa	Outstanding	30	Nkandla	Outstanding	48	uMv oti	Outstanding
13	iLembe DM	Outstanding	31	Nongoma	Outstanding	49	uMzimkhulu	Outstanding
14	iMpendle	Outstanding	32	Nquthu	Outstanding	50	uMzinyathi DM	Outstanding
15	iNkosi Langalibalele	Outstanding	33	Okhahlamba	Outstanding	51	uMzumbe	Outstanding
16	Jozini	Outstanding	34	Ray Nkonyeni	Outstanding	52	uPhongolo	Outstanding
17	King Cetshwayo DM	Outstanding	35	Richmond	Outstanding	53	uThukela DM	Outstanding
18	Kwa Dukuza	Outstanding	36	uBuhlebezw e	Outstanding	54	Zululand DM	Outstanding

Third-party integration tool and onsite assessments

On 23 August 2018, National Treasury held a team meeting at which a third-party integration assessment tool was demonstrated, and officials were trained on the usage and completion of the tool. Provincial Treasuries were then requested over the period of September 2018 and October 2018 to conduct this assessment for each municipality within the Province. As at the 31 December 2018, all 54 municipalities were assessed and completed.

It was further noted that municipalities have not fully implemented all required modules and were unable to provide us with information outstanding particularly with regards to date on when the municipality plans to implement the module/system or when does the municipality plans to integrate the between the third-party system and the core financial system. The tool focuses of the functionality as contained in MFMA Circular No. 80 that should be in place for that particular category of municipality. This includes the following:

- Corporate governance;
- Municipal budgeting, planning and financial modelling;
- Financial accounting;
- Costing and reporting;
- Project accounting;
- Treasury and cash management;
- Procurement cycle: Supply chain management (SCM), Expenditure management, contract management and accounts payable;
- Grant management;
- Full asset life cycle management including maintenance management;
- Real estate and resource management;
- Human resource and payroll management;
- Land use and building control management;
- Valuation roll management;
- Revenue cycle: Meter reading, billing accounts receivable, revenue management and receipting; and
- Customer care, credit control and debt collection.

The following was noted from the third-party tool assessment:

- Manual processes are continuously used where the guidelines in terms of MFMA Circular No. 80 is a legislative and mSCOA regulation requirements and such functionality should be automated for that category of municipality;
- Business process remain unchanged and this impacts the reporting capability of the municipalities;
- Costing has not been implemented particularly for low capacity municipalities;
- Funding of the additional modules is challenge as municipalities' already have existing cash flow challenges;
- Reporting is still occurring outside the system. Although the functionality is available, municipalities continue to rely on excel schedules;
- Change management is a concern; and
- Staff retention and major changes in senior management negatively impacts the mSCOA implementation process.

Provincial Treasury Support to Municipalities and Entities

The KwaZulu-Natal Provincial Treasury has actively engaged municipalities and entities through various forums, training workshops, one on one sessions and district engagements. A summary of the support provided during this quarter is listed below:

- KwaZulu Natal Provincial Treasury CFO Forum Adjustments Budget and Correction Process (13 November 2018);
- Councillor Training uMlalazi Local Municipality (20 November 2018); and
- mSCOA Training and the Role of the Internal Auditor Newcastle Local Municipality (11 December 2018).

Further to this, the appointed mSCOA Advisors have provided individual support to all municipalities in addressing the challenges at the municipality with regards to the vendor, processing and understanding of mSCOA. This includes budgeting and transacting and clearing of validation errors on the data files and findings on the opening balances and how to correct this and the review of the general ledger and/or in-year reporting.

National Treasury Support

National Treasury has conducted the following engagements with the attendance of all Provincial Treasuries:

- Team Meetings 28 October 2018;
- Train the Trainer 29 October 2018 to 01 November 2018 (Basic mSCOA and Reporting in mSCOA);
- Reporting Reference Group 02 November 2018; and
- Vendor Engagements 19-22 November 2018. This included the demonstration of the IDP/Budget Module and the generation of reporting Schedules (Reporting functionality).

Way forward

Provincial Treasury will continue to engage with the municipalities in addressing the outstanding issues via monthly site visits, frequent communication via email and telephonically as well as the various platforms such as mSCOA forums, CFO Forums and District engagements.

The focus areas of the mSCOA implementation team for the next quarter is planned as follows:

- Monitor and support municipalities in ensuring that the monthly data submissions are in compliance with National Treasury requirements and free from errors;
- Assist municipalities with the readiness for Adjustments Budget period for the 2018/2019 and the Tabled budget period for the 2019/2020;
- Conduct Refresher training on mSCOA basics, Budgeting in mSCOA and changes in the mSCOA chart from Version 6.2 to 6.3 at a district level; and
- Review of the municipal data transactions to ensure the quality of the transactional data and provide feedback to municipalities;
- Provision of guidance to municipalities on system implementation issues and governance matters;

- Review of the Audit Working Paper files for the mSCOA implementation for all municipalities;
- Engagement with National Treasury on the demonstration of the Supply Chain Management and Asset Management Modules;
- Attendance of Training to be held by National Treasury on Budgeting and Transacting in mSCOA, Change Management, Dashboards; and
- Attendance of Mid-Year assessments with respective Budget Analyst to address mSCOA matters.

4. Municipal Support and Oversight

Municipal Support Programme (MSP)

The Municipal Support Program (MSP) within the Municipal Finance Management Programme was established to assist and provide technical support to delegated municipalities in financial distress. The main objective of the program is to identify the root cause of financial problems experienced by the municipalities, support the municipalities where their financial sustainability is threatened and implement support initiatives that will assist the municipalities to improve their financial health.

The Value Added Tax (VAT) and Pay As You Earn (PAYE) Review initiatives are intended to address the shortcomings relating to the management of VAT and PAYE. The filing of VAT and PAYE Returns by municipalities and the processes associated with these functions have often been outsourced to service providers which resulted in external resources preparing and filing the Returns on behalf of the municipality at a considerable cost thereto. Further, the municipal officials have not necessarily been trained in the tasks involved and could be unaware of the best practices to follow in fulfilling these responsibilities. The VAT and PAYE Review initiatives aims to capacitate municipalities to undertake the function on their own.

The MSP also launched the "Guide to Grant Management" in the 2017/18 financial year. The guide presents a holistic approach to effective grant management with the intention of embedding key foundation principles in a municipal environment, covering areas such as municipal planning, budgeting, and financial accounting and reporting, cash management, compliance as well as document management. The publication has been rolled-out to three pilot municipalities which included intensive grant management training. Table 21 below list the municipalities which were supported by the Municipal Support Program.

Table 21: Municipalities supported by the Municipal Support Program in Quarter 2 of 2018/19

		Mui	nicipal Support Program	me			Municipal Support Programme				
No	Name of Municipality / Entity	Value added tax review	Pay As You Earn Review	Grant Management	No	Name of Municipality / Entity	Value added tax review	Pay As You Earn Review	Grant Management		
1	iMpendle	→	✓		5	AbaQulusi	~	✓			
2	uMsinga	•	•		6	King Cetshway o DM			•		
3	Newcastle		•	•	7	Mandeni		•			
4	Amajuba DM			•	8	iLembe DM	•	•			

Norms and Standards

Norms and Standards supported the Big Five Hlabisa Local Municipality with the review of the following draft policies:

- Budget Policy;
- Indigent Support Policy; and
- Virement Policy.

Reviewed policies for one municipality incorporating mSCOA as per issued MFMA Circular. Only one municipality was supported, as the Unit is currently conducting compliance monitoring on Public entities.

Banking and Cash Management

Quarterly Withdrawals from Municipal Bank Accounts

The Table 22 below lists the municipalities that have not submitted the 1st quarterly withdrawal report in respect of the 2018/2019 financial year.

Table 22: List of municipalities which did not submit their 1st quarterly withdrawal reports in the current financial year of 2018/19

No	Name of Municipality	No	Name of Municipality
1	Msunduzi	5	AbaQulusi
2	uMngeni	6	Nkandla
3	Richmond	7	Ndwedwe
4	uMzinyathi DM	8	Harry Gwala DM

The Table 23 below lists the municipalities that have not submitted the 2nd quarterly withdrawal report in respect of the 2018/2019 financial year.

Table 23: List of municipalities that have Outstanding Quarterly Withdrawal Reports for the 2nd quarter of 2018/19

No	Name of Municipality						
1	uMdoni	9	Richmond	17	Nongoma	25	Ndwedwe
2	uMzumbe	10	Okhahlamba	18	Zululand DM	26	iLembe DM
3	uMuziwabantu	11	uThukela DM	19	uMhlabuyalangana	27	Dr Nkosazana Dlamini Zuma
4	Ray Nkonyeni	12	Nquthu	20	Jozini	28	uMzimkhulu
5	uMshwathi	13	uMzinyathi DM	21	Mtubatuba	29	Harry Gwala DM
6	uMngeni	14	Newcastle	22	uMkhanyakude DM	30	Msunduzi
7	Mpofana	15	Amajuba DM	23	uMhlathuze	31	AbaQulusi
8	iMpendle	16	uPhongolo	24	uMlalazi	32	Nkandla

Status of support offered to Municipality

During the second quarter of 2018/19 financial year telephonic support was provided to all municipalities on the following applicable Sections of the MFMA:

- Section 11(4) Quarterly bank withdrawal reports;
- Section 8(5) Primary Bank Account;
- Section 9(b) Details of all bank accounts details before year-end;
- Section 45(4) (a) Short Term Debt; and
- Section 13 Investment and Cash Management Policy.

Bank Accounts

Provincial Treasury monitors changes to primary bank accounts. During April 2018, a request in terms of Section 9(b), 86(1)(b) and 86(2) of the MFMA was sent to all municipalities requiring the accounting officer to submit a schedule of all bank accounts held by the municipality and of those held by any municipal entities.

The Table 24 below lists the municipalities that have not submitted their bank account details in respect of the 2017/2018 financial year.

Table 24: List of municipalities that did not submit the Banking Accounts Details in 2018/19 Financial year

No	Name of Municipality	No	Name of Municipality	No	Name of Municipality
1	uMdoni	19	Nquthu	37	uMkhanyakude DM
2	uMzumbe	20	uMsinga	38	uMfolozi
3	uMuziwabantu	21	uMvoti	39	uMhlathuze
4	Ray Nkonyeni	22	uMzinyathi DM	40	uMlalazi
5	Ugu DM	23	Newcastle	41	Mthonjaneni
6	uMshwathi	24	eMadlangeni	42	Nkandla
7	uMngeni	25	Danhauser	43	King Cetshwayo DM
8	Mpofana	26	Amajuba DM	44	Mandeni
9	iMpendle	27	eDumbe	45	KwaDukuza
10	Msunduzi	28	uPhongolo	46	Ndwedwe
11	Mkhambathini	29	AbaQulusi	47	Maphumulo
12	Richmond	30	Nongoma	48	iLembe DM
13	uMgungundlovu DM	31	Ulundi	49	Dr Nkosazana Dlamini Zuma
14	Alfred Duma	32	Zululand DM	50	Greater Kokstad
15	iNkosi Langalibalele	33	uMhlabuyalangana	51	uBuhlebezwe
16	Okhahlamba	34	Jozini	52	uMzimkhulu
17	uThukela DM	35	Big Five Hlabisa	53	Harry Gwala DM
18	eNdumeni	36	Mtubatuba		

Cash Management and Investments

All Municipalities were provided with the Municipal Investment Regulations (Government Gazette No. 27431) and a generic Investment policy. These are to be used to tailor their own Investment policy in order to ensure compliance with the Regulations and to make economically beneficial investments.

Impending Overdrafts

Municipalities were once again made aware of the reporting requirements in terms of Section 70, 74 and 101 of the MFMA by issuing a Circular in October 2018 in this regard. No municipality reported any impending overdrafts during the Second quarter.

Supply Chain Management (SCM)

In the quarter under review, the following 14 municipalities shown in Table 26 were supported in various aspects of the SCM which include the following amongst others:

- E-tender portal Workshops
- Implementation of Preferential Procurement Policy Framework Act (PPPFA) Regulations
- Implementation of SCM related issues as per MFMA Circulars 34, 43 and 69
- Assistance regarding SCM processes and procedures in general etc.

Table 25: List of municipalities which were supported on SCM related activities in Quarter 3 of 2017/18

No	Name of Municipality	No	Name of Municipality
1	Mpofana	8	Dannhauser
2	Mkhambathini	9	uMdoni
3	Ray Nkonyeni	10	iNkosi Langalibalele
4	Newcastle	11	Nkandla
5	King Cetshwayo DM	12	Ndwedwe
6	uMhlathuze	13	iLembe DM
7	uMkhanyakude DM	14	Maphumulo

Internal Audit - Risk and Advisory Services

The purpose of this report is to provide the status of the work performed from 01 October 2018 to 31 December 2018 with regards to Risk Management and Internal Audit Services to Municipalities and Municipal Entities.

The Provincial Internal Audit Services provides risk management and internal audit support to municipalities. Below is the summary of the work done by the Unit as at the end of 31 December 2018.

Risk and control assessment workshops

Risk and control assessment including fraud risks assessment workshops were conducted to the municipalities in Table 26 and final reports issued:

Table 26: List of municipalities in which workshop on Risk and Control assessment was provided

No	Name of Municipality	No	Name of Municipality
1	eNdumeni	4	Amajuba DM
2	uMkhany akude DM	5	Okhlahlamba
3	iNkosi Langalibalele	6	Nguthu

Training and awareness

The training was conducted during the quarter (October – December 2018) to the following municipalities:

- o uMkhanyakude District;
- o eNdumeni;
- o Nquthu;
- o Okhahlamba;
- o iLembe District; and
- o Maphumulo.

Weaknesses observed

Municipalities visited during the period under review provided the following observations:

Risk and Control Assessment

The uMkhanyakude and the Amajuba District Municipalities do not have heads of department appointed which makes it challenging to get commitment to implementing action plans. Amajuba District Municipality is in dire situation as there's just no interest in risk management and no one wants to take responsibility for the process.

o Audit Committee meetings

Audit committee meetings were attended at various municipalities. It was observed that most audit committee meetings are not probing issues brought to their attention of the audit committee by internal audit adequately. This leads to internal audit recommendations not to be implemented and recurring issues re-reported.

o Risk Management Training

Attendance to risk management training continues to be a concern as most senior officials are not attending.

Annexure	A: 0	perating	Revenue -2r	nd Quarter	2018/19
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													tall	 							
R'000	Original Budget	Adjusted Budget	Unaudited Actual	% Generated	Property rates	Property rates - penalties and collection charges	Service charges -electricity revenue	Service charges - water revenue	Service charges -sanitation revenue	Service charges -refuse revenue	Service charges -Other	Rental of facilities and equipment	Interest earned - external investments		Dividends received	Fines	Licences and permits	Agency services	Transfers recognised - operational	Other own revenue	Gains on disposal of PPE
A KZN2000 eThekwini	35 175 483		- 18 541 535	52.7	3 720 780	-	5 975 390	2 414 190	589 397	343 501	-	406 942	256 023	811 164	•	(161 061)	16 709	5 374	3 816 893	344 830	1 404
B KZN212 uMdoni	296 829		165 352	55.7	57 635	-		- 5	-	1 910	7 425	3 061	7 054	2 993	-	164	3 966	-	79 013	2 131	
B KZN213 uMzumbe B KZN214 uMuziwabantu	156 383 177 023		103 418 - 104 151	56.1 58.8	19 268	-	15 160	*1	-	1 176	(1 569)	80 35	2 966 6 577	3 055 31	-	1 11	7 247	939	96 242 62 110	891 166	176
B KZN216 Ray Nkonyeni	987 501		- 739 772		428 947	-	63 125	-	-	32 955	-	16 491	12 010	1 866	_	1 555	3 510	1 807	163 182	14 323	
C DC21 Ugu DM	894 514		- 501 351	56.0	-	-		122 335	42 484			118	-	3 222	-	-			328 495	4 697	:
Total: Ugu Municipalities	2 512 249 159 192		- 1 614 043 - 116 131	64.2 73.0	505 849 23 222	.		122 335	42 484	36 042 1 198	5 855	19 785 392	28 607 823	11 166 4 379	-	1 732 19	7 730	2 745 1 340	729 042 84 576	22 208 182	176
B KZN221 uMshwathi B KZN222 uMngeni	391 818		116 131	49.9	94 894	4 272	40 674	27	- 12	3 582	2	381	783		82	140	1 649	1 340	47 479	1 762	-
B KZN223 Mpofana	149 754		63 844	42.6	9 217	- 3	19 177	-	(4)	1 779	-	18	100	38	100	18 868	501	-	14 141	143	
B KZN224 iMpendle	44 674		34 556	77.4 50.6	· 1 874	9 070	4.000.000	214 490	78 126	44.605	30	14	606	16		0	52	750	12 731	19 233	-
B KZN225 Msunduzi B KZN226 Mkhambathini	5 032 038 93 577		2 548 669 75 742	50.b 80.9	458 510 7 542	3 973	1 062 388	314 480	78 126	44 695 131	(1) 88	12 737 427	9 488 89	106 968 2 154	2.5	643 15	474 3 176	750	408 247 56 517	47 146 5 591	43 12
B KZN227 Richmond	103 545		251 598	243.0	92 461	- 4			133	8 454	8	29 077	21 399	1 319	Ş	1 405	5 042		68 057	24 384	,-
C DC22 uMgungundiovu DM	827 071		- 517 694	62.6				115 879	15 402			77	149	16 158		-	-	-	369 221	809	
Total: uMgungundlovu Municipalities B KZN235 Okhahlamba	6 801 668 174 738		- 3 803 849 - 114 708	55.9 65.6	687 720 15 116	8 246	1 122 239	430 359	93 527	59 839 1 294	118	43 123 82	33 336 1 691	130 994	.	21 089 2 323	10 894 1 300	2 091 349	1 060 969 92 293	99 251 260	55
B KZN235 Oknaniamba B KZN237 iNkosi Langalibalele	516 163		321 725		68 512	9 311	117 389	-	685	3 504	733	100	316	- 17	-	2 072	757	348	117 162	1 166	
B KZN238 Affred Duma	832 320		496 079	59.6	113 991	-	179 864	-	-	15 953	241	1 314	6 934	2 393		14 650	2 485	-	154 999	3 255	
C DC23 uThuketa DM	758 374		- 427 042	56.3	407.040		-	148 090	8 549	-	-	- 4 400	2 176	26 598	-	12			240 255	1 361	
Total: uThukela Municipalities B KZN241 eNdu:neni	2 281 594 344 972		- 1 359 554 - 169 091	59.6 49.0	197 619 47 683	9 311 5 019	297 253 58 563	148 090	9 234	20 751 11 241	974	1 498 648	11 117 1 213	29 008	-	19 058 419	4 542 1 972	349	604 709 41 693	6 042 640	
B KZN242 Nguthu	178 585		- 145 327	81.4	36 049	630	6 146		-	856		123	9 255	274	-	357	401	-	90 571	666	
6 KZN244 uMsinga	196 826		298 318	1	2 367	-	-	-	15	106	120	198	812	-	-	-			293 121	1 580	
B KZN245 uMvoti	262 953 420 804		- 162 822 - 262 558	61.9 62.4	20 172	-	35 964	23 271	5 216	4 539	-	494 253	1 178 17 557	2 215 8 598	-	3	1 632	(1)	89 139 206 62 4	7 488 1 038	•
C DC24 uMzinyathi DM Total: Umzinyathi Municipalities	1 404 141		- 1 038 116	73.9	106 270	5 649	100 673	23 271	5 231	16 742	120	1 716	30 014	11 087		779	4 005	(1)	721 148	11 412	
B KZN252 Newcastle	1 768 721		- 1 045 160	59.1	152 227	-	348 809	90 058	56 465	42 291		4 111	2 666	4 780	-	1 078	7	-	329 115	13 554	,
B KZN253 eMadlangeni	75 347		48 071	63.8	10 540		7 132			723	-	600	155	845	-	290	542		26 682	561	
B KZN254 Dannhauser C DC25 Amajuba DM	192 547 189 318		83 680 - 175 308	43.5 92.6	8 752	-	100	11 486	1 700	516	-	27 9	851 2 216	2 906	-	55	209	7 435	64 852 142 322	983 14 669	-
Total: Amajuba Municipa@ties	2 225 933		- 1 352 220	60.7	171 519		355 941	101 544	58 165	43 530		4 747	5 888	8 531		1 423	758	7 435	562 971	29 767	
B KZN261 eDumbe	125 707		81 055	64.5	14 045	3 437	5 508	-	30	= = = = = = = = = = = = = = = = = = = =	4 233	1 448		523	-	126	416		51 124	193	-
B KZN262 uPhongolo	227 291		82 493	36.3	9 727	1	12 467	- 16 585	13 478	3 678	- 23 744	183	514	2 585		7	463	259	52 345	263	•
B KZN263 AbaQuiusi B KZN265 Nongoma	517 105 173 69 5		259 715 - 135 727	50.2 78.1	35 615 16 426	-	84 008	16 505	13 4/0	9 539	23 744 958	3 350 93	1 838 822	2 1 890	120	835 198	2 028 426		56 770 114 839	11 923 75	-
B KZN266 Ukındi	307 201		193 325	62.9	49 458	-	6 984		(a)	4 804	20 070	435	74	1 769	- 3	385	45	1 279	107 790	305	,
C DC26 Zulutand DM	562 673		352 291	62.6				17 772	5 021	-	-	77	4 539	37	-25	8	125	531	324 011	826	
Total: Zululand Municipalities	1 913 673 185 561		- 1 104 607 - 128 783	57.7 69.4	125 271 10 236	3 438	108 968	34 358	18 499	18 021 285	49 006	5 587	7 714 380	6 807 1 202	-	1 557 496	3 379	1 538	706 880 114 173	13 585 1 518	344
B KZN271 uMhlabuyalingana B KZN272 Jozini	224 318		163 365	72.8	21 365		-	_	-	-	1 862	397	31	12 412	-	25	521	-	126 679	72	J-1
B KZN275 Mtubatuba	219 659		- 143 225	65.2	20 350	-	j e	63	-	3 364	574	103	402	2 603	-	610	565	-	113 836	817	
KZN276 Big Five Hlablsa	132 085		- 107 421	81.3	12 666	-	0.540	44 500	-	1 032	2	120	1 464	0	49	-	1 291	-	85 746	4 870 46	183
C DC27 uMkhenyakude DM Total: Umkhanyakude Municipalities	455 028 1 216 650		- 305 302 - 848 096	67.1 69.7	64 618	-		11 586 11 586	261 261	4 681	2 438	36 804	3 303 5 581	16 217	49	1 132	2 378	-	287 527 727 961	7 323	527
B KZN281 uMfolozi	147 527		101 654		6 211	-		-	£42	295		56	513	267	-	185	151	-	93 931	44	
B KZN282 uMhlathuze	3 054 874		1 608 100	52.6	259 336		739 999	207 535	49 922	53 250	14	3 484	20 250	1 319	27.0	3 363	1 614	2 759	257 371	6 349	1 548
5 KZN284 uMlalazi	360 201		194 498	54.0 61.9	40 645 8 253		32 935 9 831	-	-	6 711 790	537	877 69	1 8 76 977	323	-	24 412 0	10 711	1 733	84 720 57 215	579 682	•
B KZN285 Mthonjaneni B KZN286 Nkandia	128 221 136 655		79 388 26 950	19.7	(11 825)	1	101	10		780	4 472	478	419	492	8	8	28 947		217	3 639	
C DC28 King Cetshwayo DM	698 201		- 450 959	64.6	3	9		25 504	3 709	13 839		51	18 770	1 078	3	5	40	-	377 007	10 955	
Total: King Cetshwayo Municipalities	4 525 678		- 2 461 549	54.4	302 620	1		233 039	53 630	74 886	5 010	5 017	42 805	3 479	-	27 973	31 474	4 492	870 460	22 249	1 548
B KZN291 Mandeni B KZN292 KweDukuza	247 900 1 525 513		- 144 435 - 739 700	58.3 48.5	15 587 211 781	-		-	•	4 534 30 308	-	99 700	1 646 9 648	6 184 3 001	-	29 5 491	548 161	5 713	106 355 121 349	247 17 918	-
B KZN292 KWADGKUZA B KZN293 Nowedwe	163 975		115 621	70.5	13 713		333 029	₽	-	-	-	221	4 765	263		J-401	1	5713	95 809	850	
B KZN294 Maphumulo	108 903		- 78 773	72.3	11 723	-	*	5		-	3	489	1 052	-	-	-	18	-	65 357	132	
C DC29 iLembe DM	722 943		- 460 458					52 900	18 151		-	18	5 095	8 183		106	-	1 456	363 663	10 886	
Total: Ilembe Municipalities B KZN433 Greater Kokstad	2 769 234 378 971		- 1 538 987 - 224 595	55.6 59.3	252 804 102 674		54.000	52 900	18 151	34 842 13 083	3	1 527 559	22 204 3 913	17 631 1 920	 :	5 627 115	728 1 569	7 170 31	752 533 41 786	30 033 4 007	
B KZN433 Greater Kokstad B KZN434 uBuhlebezwe	177 473		99 083		10 963			100	-	569	183	275	6 689		•	467	1 286	349	77 618	683	c
B KZN435 uMzimkhulu	202 127		- 149 660	74.0	6 318	-	- 5	5	-	1 624	-	171	7 418	46	-	236	439	-	130 892	2 518	
B KZN436 Dr. Nkosazana Dlamini Zuma	178 165		- 114 244	64.1 57.4	17 990	•	-	23 012	9 651	1 663	•	456	3 835	1 501 4 759	-	232	698	-	86 575	431 1 756	861
5 DC43 Harry Gweia DM Total: Harry Gwala Municipalities	409 502 1 346 237		- 235 030 - 822 613		137 945		54 938	23 912 23 912	9 651 9 651	16 939	183	1 462	5 662 27 517	4 759 8 227	<u> </u>	1 049	3 992	380	189 290 526 180	1 756 9 396	861
I MIGHT LINE I V LANGUE MUNICULUS I MARCO	1 370 23/		944 010	01.1	107 040		U- U	200.2	0 001	10 000	100	1 702	27 917			1 070	J 802	200	<u> </u>	<u>0</u> 000	

Annexure B: C	perating i	Expenditure	-2nd (Quarter	2018/19
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	·		***								Detail					
R'000		Original Budget	Adjusted Budget	Unaud ited Act ual	% Spent	Employee related costs	Remun. of councillors	Debt impairment	Depreciation and asset impairment	Finance charges	Bulk purchases	Other Materials	Contracted services	Transfers and grants	Other expenditure	Loss on disposal of PPE
A KZN2000 eThekwini		35 227 111		- 16 423 968	46.6	5 206 840	61 344	2 461	1 274 969	349 065	5 761 800	541 444	2 087 208	188 799	950 039	(0)
B KZN212 uMdoni		296 829		156 063	52.6	49 322	6 954	-	19 641	101	9	1 663	28 030		49 397	
B KZN213 uMzumbe		190 255		59 040	31.0	25 075	7 907	-	-	41	40.544	103	12 800		10 721	
B KZN214 uMuziwabantu B KZN216 Ray Nkonyeni		184 351 945 363		72 393 351 569	39.3 37.2	29 524 153 007	4 827 11 627	1 552		341 1 157	16 541 41 512	316 2 119	2 228 63 775		17 845 74 026	
B DC21 Ugu DM		884 865		- 463 477	52.4	205 850	4 797	-	-	726	28 712	763	157 622		61 620	
Total: Ugu Municipalities		2 501 663		- 1 102 543	44.1	462 777	36 112	1 552	19 641	2 365	86 765	4 964	264 457		213 608	
B KZN221 uMshwathi		153 299		- 69 262	45.2	35 267	4 768	*:	16 170	4 020	40.044	204	9 504		19 724	
B KZN222 uMngeni B KZN223 Mpofana		391 608 177 452		- 171 636 - 82 203	43.8 46.3	51 530 20 061	4 153 1 381		16 170	1 232	49 841 43 047	384 448	26 172 5 242		21 247 12 024	
B KZN224 iMpendle		54 633		23 445	42.9	16 386	802	8	*	35	08	9	1 275		4 375	
B KZN225 Msunduzi		4 928 912		2 405 580	48.8	616 574	22 200	764	237 817	27 914	1 136 293	32 361	231 878		69 641	
B KZN226 Mkhambathini		112 650 124 459		40 799 559 530	36.2 208.5	17 990 21 461	2 525 2 413	-		27 2		187 40 645	9 018 141 229		10 983 53 007	
B KZN227 Richmond C DC22 uMgungundlovu E	SM.	808 648		- 259 530 - 428 071	52.9	120 625	5 658	48 772	20 750	23 256	66 205	40 040	100 103		42 703	
Total: uMgungundiovu Municipaliti		6 751 660		- 3 480 525	51.6	899 892	43 901	49 535	274 737	52 466	1 295 386	74 025	524 421	31 929	233 703	530
B KZN235 Okhahlamba		183 018	1	90 971	49.7	38 075	5 110	4 157	9 774	271	-	558	18 899		14 085	
B KZN237 iNkosi Langallbak	ele	499 914 995 475		- 199 267 - 339 665	39.9 34.1	84 833 144 377	7 053 12 146	3 500	23 830	5 091 244	40 305 107 865	5 205 9 686	13 595 29 530		15 287 32 445	
B KZN238 Alfred Duma B DC23 uThukela DM		720 109		- 338 829	47.1	147 102	3 303	109 459	21 539	108	-	2 730	21 266		32 998	
Total: uThukela Municipalities		2 398 516		- 968 732	40.4	414 388	27 612	117 116	55 144	5 714	148 170	18 179	83 290	4 304	94 815	
B KZN241 eNdumeni		341 564		142 065	41.6	56 113	2 143	90	**	-	42 593	229	13 357		25 851	
B KZN242 Nguthu B KZN244 uMsinga		179 596 234 673		- 71 539 79 160	39.8 33.7	26 658 18 855	5 637 5 695	蒙	- 1	-	9 200 280	遺	4 496 15 840		22 385 37 059	
B KZN244 uMsinga B KZN245 uMvoti		299 897		- 150 345	50.1	54 226	4 834	13	14 508	194	27 127	2 499	29 824		16 629	
C DC24 uMzinyathi DM		423 579		- 198 551	46.9	69 900	2 586	3	*		14 511	39 684	36 608	100	35 264	
Total: Umzlnyathi Municipalities		1 479 310		- 641 661	43.4	225 751	20 895	40.000	14 508	194	93 711	42 411	100 125		137 187	
B KZN252 Newcastle B KZN253 eMadlangeni		2 234 510 74 447		- 956 149 31 757	42.8 42.7	272 497 16 813	12 566 1 594	46 959	183 088	19 328 58	279 404 6 241	1 041 618	22 824 2 975		118 442 3 458	
B KZN254 Dannhauser		219 189		51 847	23.7	16 41 8	6 008	-	-	2 153	-	42	16 549		10 766	
C DC25 Amajuba DM		231 651		- 104 040	44.9	41 253	3 261	2 842	16 589	847	7 159	-	8 787	-	23 302	
Total: Amajuba Municipalities		2 759 796	_	- 1 143 794	41.4	346 981	23 429 4 387	49 801	199 677	22 386 252	292 804	1 702	51 135 9 339		155 968 1 272	<u> </u>
B KZN261 eDumbe B KZN262 uPhongolo		123 998 263 912		55 994 76 707	45.2 29.1	29 764 27 028	4 387 2 335	1 309	4 247	252 579	10 540 10 242	909	9 339 7 220		22 839	
B KZN263 AbaQulusi		540 078		196 378	36.4	55 441	•	-	8	83	55 202	11 913	39 101		34 537	
B KZN265 Nongoma		164 775		153 873	93.4	48 244	5 746	-	3 569	5		2 962	45 255		48 108	٠,
B KZN266 Ulundi C DC26 Zululand DM		342 860 624 184		140 286 301 450	40.9 48.3	64 351 99 741	6 729 7 264	(33)	2 29 652	2 915	31 540 51 466	- 7 488	24 281 76 758	185 430	10 315 28 652	
Total: Zululand Municipalities		2 059 806		- 924 689	44.9	324 569	26 460	1 276	37 470	3 746	158 990	23 272	201 954		145 723	
B KZN271 uMhlabuyalingana	9	184 497	9	93 266	50.6	31 713	6 031	11 393	9 242	57	€	=	21 115	622	12 990	
B KZN272 Jozini		233 773		91 378	39.1	38 430	7 143	-	7.004	67	5	5	18 787		17 262	
B KZN275 Mtubatuba B KZN276 Big Five Hlabisa		213 536 129 578		- 104 176 - 66 626	48.8 51.4	43 269 39 386	8 369 3 263	-	7 634 4 187	751 382	-	514 1 279	30 627 8 663		12 517 8 421	
C DC27 uMkhanyakude D	М	455 028		- 233 625	51.3	79 089	4 971	_		657	68 935	1 776	46 582		31 615	
Total: uMkhanyakude Municipalitie		1 216 412		- 589 071	48.4	231 887	29 777	11 393	21 062	1 913	68 935	3 569	125 775		82 804	
B KZN281 uMfolozi		143 266		66 073	46.1	26 804	5 245	15 176	100 022	22.042	512 245	260 50.054	18 483		14 820	
B KZN282 uMhlathuze B KZN284 uMlalazi		3 016 497 406 349		= 1 466 401 = 199 154	48.6 49.0	374 197 64 311	14 614 10 162	15 176 23 399	188 033 23 531	33 942 118	513 245 23 149	59 954 4 918	155 676 30 485		102 157 17 698	
B KZN285 Mthonjaneni		124 600		68 058	54.6	25 159	3 879	-	-	-	12 300	135	14 992		11 457	
B KZN286 Nkandla		139 386		54 352	39.0	21 511	3 784	-	5 428	(74)	1 289	625	14 361		7 134	
C DC28 King Cetshwayo I		836 433		434 854	52.0	109 852	5 587	120	34 068	2 762	21 530	10 914	191 537		55 459	
Total: King Cetshwayo Municipaliti B KZN291 Mandeni	les	4 666 531 247 900		- 2 288 892 - 115 651	49.0 46.7	621 834 43 925	43 271 6 446	38 695 3 000	251 060 14 095	36 748 207	571 513 10 852	76 805 6 135	425 534 13 668		208 725 15 472	
B KZN292 KwaDukuza		1 524 768		- 647 795	42.5	168 879	13 178	-	33 128	11 387	283 435	16 648	71 022	5	50 112	
B KZN293 Ndwedwe		191 571		- 88 508	46.2	24 395	7 699	766	8 868	-	9	9	33 265		11 040	
B KZN294 Maphumulo		108 894		- 53 291 - 333 430	48.9 46.3	16 129 110 624	3 324 4 642	10 913	5 249 34 410	38 6 604	63 853	14 447	8 170 36 530		20 263 43 162	
C DC29 iLembe DM Total: Hembe Municipalities		720 092 2 793 225		- 333 430 - 1 238 674	46.3		35 289	14 678	95 750	18 236	358 141	37 231	162 655		140 048	
B KZN433 Greater Kokstad		405 190		145 866	36.0		3 514	369	2:	•	51 888	1 843	17 595		16 577	
B KZN434 uBuhlebezwe		165 948		65 757	39.6	33 317	4 946	(0)	9 802	-	-	355	6 942		8 785	
B KZN435 uMzimkhulu	lomini Zuma	269 152 167 723		- 117 172 - 68 695	43.5 41.0	45 839 25 847	7 555 5 393	8	24 647 11 491	109	8	188 149	17 959 12 683		20 349 12 117	
B KZN434 Dr. Nkosazana D C DC43 Harry Gwala DM	iamini Zunia	167 723 401 696		- 68 695 - 174 262	41.0	25 647 91 445	3 161	-	374	5	6 675	149	16 868		55 735	
Total: Harry Gwala Municipalities		1 409 709		- 571 752	40.6	250 530	24 568	368	46 312	114	58 562	2 536	72 046		113 564	
Total		63 263 739		- 29 374 301	46.4	9 349 400	372 658	286 876	2 290 331	492 947	8 894 777	826 138	4 098 600	282 735	2 476 184	3 655

			Original	Adjusted		%		Transfers recognise	ed - capital			Sources of Finance	
R'000			Budg et	Budget	Unaudited Actual	Generated	National Govt.	Provincial Govt.	District Municipality	Other transfers and grants	Borrowing	Internally generated funds	Public contr and donation
	KZN2000	eThekwini	7 110 162		2 073 221	29.2	423 937	228 793			··-	- 1 420 491	
}	KZN212	uMdoni	50 485		16 547	32.8	15 433	116		-	9	998	3
	KZN213	uMzumbe	71 392		14 008	19.6	13 979	**		-			
	KZN214	uMuziwabantu	79 353		11 509	14.5	11 540	20		-	5		(3
	KZN216	Ray Nkonyeni	223 131	-	74 596	33.4	32 269	34 937				- 1 763	
	DC21	Ugu DM	301 163	-	163 368	54.2	156 396			- <u> </u>			
otal: U	gu Municipa		725 523	<u> </u>		38.6	229 618	35 054				9 733	
	KZN221	uMshwathi	32 842		11 315	34.5	11 084			-	3		
	KZN222	uMngeni	34 500		19 603 7 430	56.8	10 060	9 325		-	-	- 218	
	KZN223 KZN224	Mpofana iMpendle	16 878 12 265		11 560	44.0 94.3	7 430 11 036	524			-		
	KZN225	Msunduzi	571 382		157 949	27.6	111 282				18 290	25 156	
	KZN226	Mkhambathini	19 285		19 497	101.1	19 381	5221		-: -	.0 200	116	
	KZN227	Richmond	25 389		9 457	37.2	9 313	-		-	3	144	
) }	DC22	uMgungundlovu DM	207 528	-	110 953	53.5	110 953	6			- 1		3
otal: ul	Mgungundlo	ovu Municipalities	920 069		347 764	37.8	290 539	13 070			18 290	25 866	;
	KZN235	Okhahlamba	35 475		28 250	79.6	23 601	793				3 855	i
	KZN237	iNkosi Langalibalele	53 649		27 956	52.1	23 404	4 177		- -	1	374	ļ
}	KZN238	Alfred Duma	127 847		31 523	24.7	21 745	5				9 778	
}	DC23	uThukela DM	407 831		106 010	26.0	106 000	F-1		<u> </u>		10	
ʻotal: บ	Thukela Mur	nicipalities	624 802	9	100 100	31.0	174 750	4 971					
3	KZN241	eNdumeni	45 178	-	16 857	37.3	15 254	-		€ -		1 603	
3	KZN242	Nguthu	128 885	,	32 475	25.2	22 550	4.040		-	19	9 925	i
1	KZN244	uMsinga	40 115		13 478	33.6	11 562	1 916		=			
	KZN245	uMvoti	39 537 428 459		23 397	59.2 32.2	23 397 132 659	-				5 230	
) 	DC24	uMzinyathi DM	682 174			32.9	205 422	1 916					
otal: u	mzinyatni mi KZN252	unicipalities Newcastle	205 576		63 047	30.7	46 428	6 755	-		-	9 864	
))	KZN252 KZN253	eMadlangeni	16 147		5 072	31.4	5 072	0155		_		3 004	
, }	KZN254	Dannhauser	77 132		50 753	65.8	14 250				7 360	29 143	,
)	DC25	Amajuba DM	127 206		00.040	49.4	62 744	i i				105	
otal: A	majuba Mun		426 061		181 721	42.7	128 495	6 755			7 360	39 112	
	KZN261	eDumbe	41 414	-	23 955	57.8	23 955	i es			9		
ı	KZN262	uPhongolo	67 471		12 615	18.7	10 319	2 250	3	-	3	46	l
	KZN263	AbaQulusi	41 284		14 395	34.9	14 395	(3)		= -			
1	KZN265	Nongoma	55 206	-	24 955	45.2	24 955			-			
	KZN266	Ulundi	48 335		40 664	84.1	40 664	(A)		-	-	-	•
;	DC26	Zululand DM	408 113			31.7	129 194	(8)		-		85	
	ululand Mun		661 824		245 862	37.1	243 482	2 250		•		131	
3	KZN271	uMhlabuyatingana	53 329 48 306		28 878 16 206	54.2 33.5	28 878 16 203				-	4	V
} }	KZN272 KZN275	Jozini Mtubatuba	34 943		28 146	80.5	27 244			ă I	- 9	902	Ľ.
) }	KZN276	Big Five Hlabisa	23 400		11 827	50.5	11 052	7.0				775	
	DC27	uMkhanyakude DM	266 059		76 426	28.7	76 426				_		
		de Municipalities	426 037		404 404	37.9	159 803)(*C				1 680	
}	KZN281	uMfolozi	28 734		10 192	35.5	9 959	1151		, .	-	233	
3	KZN282	uMhlathuze	525 161		201 186	38.3	53 497	82		ē <u>-</u>	93 700		
3	KZN284	uMlalazi	74 043		20 431	27.6	20 431	-			9		
	KZN285	Mthonjaneni	36 339	•	20 323	55.9	20 210)	€ -	-	113	
ļ	KZN286	Nkandia	56 200		27 210	48.4	27 210			8 -	-		
;	DC28	King Cetshwayo DM	324 513		69 459	21.4	68 261	1.53		Y ₁ -	-	1 198	
otal: K	-	ayo Municipalities	1 044 990		4.5.55	33.4	199 567				93 700		
3	KZN291	Mandeni	56 547		28 640	50.6	22 818	100				O DEZ	
	KZN292	KwaDukuza	344 762	,	49 194	14.3	18 286	1.0	,	913	763		
3	KZN293	Ndwedwe	71 491		15 74 8 13 805	22.0	14 441	0.007		-		1 307	
} }	KZN294	Maphumulo	33 722 364 303	5	00.000	40.9 27.4	10 043 98 775	2 627	3	8	-	1 135 888	
	DC29	iLembe DM	870 824			27.4	164 363	2 627	•	913	763		
	embe Munic	•	98 798			26.5	164 363 16 692	2 621		913		9 536	
} 1	KZN433 KZN434	Greater Kokstad ùBuhlebezwe	67 263		14 472	21.5	9 659				-	4 813	
r L	KZN434 KZN435	uMzimkhulu	91 750		36 445	39.7	25 804	0.50			-	10 641	
} }	KZN436	Dr. Nkosazana Dlamini Zuma	64 582		15 701	24.3	12 950		,	g -	-	2 751	
;	DC43	Harry Gwala DM	349 789		133 477	38.2	131 183	-		_	9	2 295	
otal: H		Municipalities	672 183		226 324	33.7	196 288	-				30 036	
			14 164 647		4 490 088	31.7	2 416 263	295 435		913	120 113		

_				
Annexure	D: Capita	i Expenditure	-2nd Quarte	r 2018/19

R'000	Original Budget	Budget	Unaudited Actual	% Spent	Executive & Council Bu	Governance :		A		unity and Public Sal	iviy			end Environmental Services			Trading Service			
					EXPERIENT & COUNCIL DE	Office	Corporate Services	Community & Social Services	Sport And Recreation	Public Safety	Housing	Health	Planning and Dev.		Environ. Protection	Electricity	Water W	aste Water Mgt.	Waste Mgt.	Other
A KZN2000 eThekwini	7 110 162		- 2 073 221	29	.2 6 219	159 999		- 77 045	24 379	25 818	434 792	4 162	140 410	332 766	-	289 667	152 649	395 894	27 504	2 115
B KZN212 uMdoni	50 485		- 16 547	32			1	1 2 046	721	-	•		-	13 564	-				206	-
8 KZN213 uMzumbe	71 392		- 14 008	19			39	1 28	-	-	-	•	-	13 588	-	-	•	-	-	-
B KZN214 uMuziwabantu B KZN216 Ray Nkonyeni	79 353 223 131		- 11 509 - 74 596	14 33		173 88	11	8 4 152 2 3 204	-	-	28 253	-	6 820	61	-	205	•	-	5	-
C DC21 Ugu DM	301 163		- 163 368	53 54			6 97:	3 204		1	28 253	1	55	6 015	1	4 880	137 445	18 951		-
Total: Ugu Municipalities	725 523		- 280 027	38	.6 32 152	261	7 41:		721	1	28 253	_	6 875	33 229		5 085	137 445	18 951	210	
8 KZN221 uMshwethi	32 842		- 11 315	34	.5 231	•		- 4 438	4 781	-	-	-	#3	1 864	-					
B KZN222 uMngeni	34 500		19 603	56		39		- 16	- 3	-		-	9 350	10 060	-	23	(4)	(4)	-	20
B KZN223 Mpofene	16 878		7 430	44		3.83		- 39			-	-[+	7 430	-				-[
B KZN224 iMpendie B KZN225 Meunduzi	12 265 571 382		11 560 157 949	94 27		(3 111)	En.	4 840	524 3 6 93	1 227	3 839	1.0	11 036 3 962	74 954	1 144	25 933		2 200	5 546	0.700
B KZN226 Mkhambethini	19 285		19 497	101		.14	118		3 093	1 221	3 638	_	3 902	71 351	1 144	20 933	26 263	8 809	5 546	3 732
B KZN227 Richmond	25 389		9 457	37		141	130		12		-	_	14	4 485]	- 5		9]	:
C DC22 uMgungundiovu DM	207 528		- 110 953	53		-			-		-	-	•	•	_	_	110 953	-	_	
Total: uMgungundlovu Municipalities	920 069		- 347 764	37	.8: 480	(3 058)	84:	2 33 460	8 998	1 227	3 839	-	24 363	95 190	1 144	25 956	137 217	8 809	5 546	3 752
B KZN235 Okhahlamba	35 475		- 28 250	79		454	664	4 -	•	•	-	-	27 117		-		-	-	15	•
B KZN237 iNkosi Langalibatele B KZN238 Alfred Duma	53 649 127 847		- 27 956 - 31 523	52 24		250	8 763	790	•	-	-	-1	4 358	18 820	-	4 527	-		-	-
C DC23 uThukela DM	407 831		- 106 010			10	8 700	/80	•	-	-];	2 190	4 849	7	3 440	108 000	9 415	6	-
Total: uThukela Municipalities	624 602		193 738	26 31	.0 2 070	714	9 42	7 790	<u>-</u>				33 665	23 889		7 967	108 000	9 415	22	
B KZN241 eNdumeni	45 178		- 16 857	37	.3 50	9	2			196	-	=		14 563	-	978			158	
B KZN242 Nguthu	128 885		- 32 475	25	.2 1 940	270	700		-	710		-	935	9 338	-	12 231	-		580	
B KZN244 uMsinga	40 115		- 13 478	38		•		-	-	-	-	-	-	13 478	-	-	-	•	-	-
B KZN245 uMwoti	39 537		23 397	59		•		2 -	-	791	-	-	8	-	-1	22 595	•	<u>-</u>	-1	-
C DC24 uMziryathi DM	428 459 882 174		- 137 889 - 224 096	32	.2 - .9 1990	279	4 600 5 333		-	1 697		•	334	37 379		-	118 948	13 727	-	
Total: Umzinyathi Municipalities B KZN252 Newcastle	205 576		- 224 898 - 63 047	32 30	7 1990	636	5 333	1 154	561	1 087	15		1 277	27 344 27 341		35 804 771	118 946 32 569	13 727	738	
B KZN253 eMadiangeni	16 147		- 5 072	31	.4]	-		-]	-	4 271]	801	32 30 8	-]	•
B KZN254 Dannhauser	77 132		- 50 753	65			1 12:	1 -	_	_	_		49 041	72//	_		:]	
C DC25 Amajuba DM	127 206		- 62 849	49		58		7 -	-	-	-	-		-	-		82 744	-	-	-
Total: Amejuba Municipalities	42 6 061		- 181 721	42		694	1 166	1 154	561		15	-	49 041	31 612	-	1 573	95 313	-	-	
B KZN261 eDutribe	41 414		- 23 955	57		-			-	-	-	-		10 201	-1	13 753	•	-	-	-
B KZN262 uPhongolo	67 471		- 12 615	18		-		- 3 957	4 399	-	2 250	-1	387	1 021	-	601	•	-	-{	-
B KZN263 AbeQulusi B KZN265 Nongome	41 254 55 208		- 14 395 - 24 955	34 45		-		1 :	-	-	-	-1	-	14 395 24 95 5	-	•	•	-	-	-
B KZN266 Ulundi	48 335		- 40 864	84				8 3 1 5	-	1 032	:]	-	11 318	1	20 000	•]	-
C DC26 Zululand DM	408 113		129 279	91	.7 -	176	128 835		-	-		_			-	20 000	268	-]	
Total: Zululand Municipalities	661 824		- 245 862	37		176	128 835		4 399	1 032	2 250	-	387	61 889	-	34 355	268	-		
B KZN271 uMhlebuyalingene	53 329		- 28 878	54		-	1	6 666	54	-		-	8 932	-	-	13 223	-	-	-	-
B KZN272 Jozini	48 306		- 16 206	33		•		-	-	-	•		852	15 351	- 1	-	-	-	-	
B KZN275 Mitubatuba B KZN276 Big Five Habisa	34 943 23 400		- 28 146 - 11 827	80 50		186	412	4 -	-	60	•	7	44.000	27 244	- 1	-	-	-	-	•
C DC27 uMkhanyakuda DM	286 059		- 76 426	28		100] [•	j	11 052	-	1	-	71 160	5 266	. 1	•
Total: Umkhanyakude Municipalities	426 037		- 161 484	37		186	417	6 668	54	60			20 837	42 595		13 223	71 180	5 266		
B KZN281 uMfolozi	28 734		10 192	35			196	3 057			-	-		6 914	-					
8 KZN282 uMhlathuze	525 161		- 201 186	38		-	28 546		3 135	387	-	-	116	51 211	174	32 116	29 862	36 911	1 169	-
B KZN284 uMlalazi	74 043		- 20 431	27		777	166		2795	1 918	-	-	•	8 524	-	1 801	-	77	-	-
B KZN285 Mthonjaneni	36 339		- 20 323	55		36	20	23	-	9	-	-		11 395	-	8 841	-	-	-	-
B KZN286 Nkandla C DC28 King Cetshweyo DM	56 200 324 513		- 27 210 - 69 459	48			200	1 752	•	•	•	7	25 458 46	•	آم	-	68 527	-	-	-
C DC28 King Cetshwayo DM Total: King Cetshwayo Municipalities	1 044 990		348 801	21 33	4 201	869	29 231	26 560	5 930	2 313			25 620	78 044	286	42 758	98 389	36 966	1 531	
B KZN291 Mandeni	56 547		- 28 640	50			145		• • • • • • • • • • • • • • • • • • • •	1010			1 277	21 212	-	2 168	90 308	20 900	1 931	
B KZN292 KwaDukuza	344 762		 49 194 	14	.3 -	3 916		2 846	5 272	162	1 099	-	49	31 823	_	3 608	_	_	420	_
B KZN293 Ndwedwe	71 491		- 15 748	22		64	355		-	-	-	-	231	14 695	4	-	-	-	188	-
B KZN294 Maphumulo	33 722		- 13 805	40			1 135		•	-	-	-	-	12 670	-1	-	-	-	-	-
C DC29 Lembe DM	364 303 870 824		99 663	27		373 4 353		- 157			-	-	872		-		81 388	16 873		
Total: ILembe Municipalities	870 824 98 798	-	- 207 050 - 26 228	23 26		4 353 110	1 635 101		5 272	162	1 099	-[2 428 6 188	80 399		5 776	81 388	16 873	808	
B KZN433 Greater Kokstad B KZN434 uBuhlebezwe	98 798 67 263		- 26 228 - 14 472	26 21		110 (155)	400		203	-	-	-	5 188 3 455	13 051 8 348	1	1 357	-	252	897	-
B KZN435 uMzimkhulu	91 750		- 36 445	39		242	118		200		-	I:	26	35 7 19]	-	-	252	[]	-
B KZN436 Dr. Nkosazena Dlamini Zuma	64 582		15 701	24		27		187	_]	11 118	3 106	.]		-]	-
C DC43 Harry Gwala DM	349 789		- 133 477	38	.2 -	-	2 073	3 -					222		-	-		131 183		-
Total: Harry Gwela Municipatities	672 163		226 324	33		224	2 691		203		-		21 010	60 224	-	1 357		131 435	897	
Total	14 164 647		- 4 490 08B	31	.7 47 275	164 698	186 992	187 194	50 517	32 309	470 247	4 162	325 913	876 997	1 409	463 519	998 775	637 158	37 057	5 867



Annexure E: Debtors Age Analysis (Total) -2nd Quarter 2018/19

R'000			0 - 30 Days		30 - 60 Days		60 - 90 Da		Over 90 Days		Total	Actual Bad Debt	ors	Impairment - Ba Council P	Policy
		———	Total	%	Total	%	Total	%	Total	%		Amount	%	Amount	<u>%</u>
A	KZN2000	eThekwini	1 973 677	15.9	1 064 368	8.5	441 588	3.5	8 971 022	72.1	12 450 655		-1	5 729 791	46
В	KZN212	uMdoni	(7 460)	(9.6)	5 948	7.7	2 608	3.4	76 303	98.6	77 400	57	:#:	*	
H			100	-	(1)	(0)	20	-	23 209	100.0	23 209	1.0	-	200	
В		uMuziwabantu	10.004	-	00.545	-	45.405	-	040.004	-		==	31	#	
В		Ray Nikonyeni	49 204	16.1	23 545 30 325	7.7	15 135 19 524	5.0 3.7	216 864 444 692	71.2 85.4	304 748 520 776		1.5	**	
C		Ugu DM	26 235 67 980	5.0	59 817	5.8 6.5	37 267	4.0	761 068	82.2	926 132	-	-		
l otal:	Ugu Munici KZN221	uMshwathi	4 647	7.3 4.1	3 211	2.8	1 263	1.1	105 378	92.0	114 499	- 6			
D R		uMngeni	11 848	9.3	4 579	3.6	3 768	3.0	106 523	84.1	126 717		(4)	**	
R	KZN223	Mpofana		-		-	36	-	2,40	-	-	==	3+3	45	
В	KZN224	iMpendle	(1 270)	(15.5)	171	2.1	144	1.8	9 153	111.6	8 199	34		*	
В	KZN225	Msunduzi	530 394	16.4	102 086	3.2	89 273	2.8	2 513 260	77.7	3 235 012	- 6	(2)	27	
В	KZN226	Mkhambathini	1 167	4.5	825	3.2	504	2.0	23 249	90.3	25 746	-	-	4.	
В	KZN227	Richmond	939	3.2	712	2.4	692	2.4	26 997	92.0	29 340	(9		÷)	
С	DC22	uMgungundlovu DM	51 403	8.3	15 814	2.6	19 062	3.1	529 656	86.0	615 935	10	1.00	=======================================	
Total:		dlovu Municipalities	599 127	14.4	127 398	3.1	114 707	2.8	3 314 217	79.8	4 155 448		-	•	
В		Okhahlamba	3 139	5.5	1 734	3.1	757	1.3	51 057	90.1	56 686	-	-	-	
8	KZN237	iNkosi Langalibalele	20 687	7.3	13 974	4.9	11 844	4.2	237 274	83.6	283 780	-	-	-	
В		Alfred Duma	49 747	12.5	13 712	3.4	11 104	- 0	323 570	81.3	398 133 935 190	-	-	-	
C	DC23	uThukela DM	20 698	2.2	28 137	3.0	63 798 87 503	6.8	822 557	88.0 85.7	1 673 788	-	-	-	
		lunicipalities	94 271 13 747	5.6 13.9	57 556 5 195	3.4 5.3	2 882	5.2 2.9	1 434 459 76 730	77.9	98 555	· · · · · · · · · · · · · · · · · · ·	•	•	
В	KZN241 KZN242	eNdumeni Nouthu	3 827	7.9	2 202	4.5	2 124	4.4	40 543	83.3	48 696	- 6	- 3	- 9	
В		uMsinga	1 257	3.4	1 214	3.3	1 207	3.3	33 336	90.1	37 016				
В		uMvoti	7 470	11.0	4 141	6.1	2 101	3.1	54 027	79.8	67 739	19			
C	DC24	uMzinyathi DM	7 354	2.8	3 970	1.5	7 960	3.1	239 911	92.6	259 195	14			
Total:		i Municipalities	33 655	6.6	16 722	3.3	16 274	3.2	444 548	87.0	511 200			-	
В	-	Newcastle	90 589	7.1	46 105	3.6	52 838	4.1	1 091 204	85.2	1 280 736	50 860	4.0	-	
В	KZN253	eMadlangeni	1 694	5.B	1 393	4.8	(196)	(0)	26 356	90.1	29 247	-	-	-	
В	KZN254	Darinhauser	-	-	100	-		-	-	-	-	-	- [-	
С	DC25	Amajuba DM	3 297	4.8	2 225	3.2	2 091	3.0	61 461	89.0	69 073		-	•	
Total:	Amajuba M	funicipalities	95 580	6.9	49 723	3.6	54 733	4.0	1 179 020	85.5	1 379 056	50 860	3.7	•	'
В	KZN261	eDumbe	2 856	2,3	2 154	1.7	(373)	(0.3)	122 003	96.3	126 640	85		5	8
В	KZN262	-	5	-		•	-	-	727	-	-		-		
В		AbaQulusi	4.450	-	-	-	000	-	-	-		£	(- 1	-	
В	KZN265	Nongoma	1 158 5 985	2.0	960 4 031	1.7 4.3	666 (330)	1.2	54 620 84 727	95.2 89.7	57 404 94 413	1.5		15	11
R	KZN266	Ulundi Zululand DM	2 994	6.3 2.7	6 137	5.5	102 339	(0) 91.8	04 721	03.7	111 470	-	-		
C		Zululand DM funicipalities	12 993	3.3	13 282	3.4	102 303	26.2	261 350	67.0	389 927				
В		uMhlabuyalingana	(9 508)	(27.1)	1 863	5.3	(3 385)	(9.6)	46 130	131.4	35 100	1.0			
В			3 577	1.9	3 051	1,7	1 994	1.1	175 645	95.3	184 267	194	(+)	-6	-
В			2 167	1.8	3 078	2.6	3 224	2.7	110 900	92.9	119 369	7.6		10	
В			1 214	3.0	1 052	2.6	751	1.9	37 041	92.5	40 059		100		13
С	DC27	uMkhanyakude DM	1 234	1.2	2 666	2.7	1 491	1.5	94 229	94.6	99 622	72		-	
Total	uMkhanyal	kude Municipalities	(1 315)	(0.3)	11 710	2.4	4 076	0.9	463 946	97.0	478 416		•	•	
В	KZN281	uMfolozi	705	8.6	46	0.6	328	4.0	7 084	86.8	8 162	(2)	(2)	20	93
В	KZN282		304 734	56.5	21 231	3.9	22 832	4.2	190 993	35.4	539 790	39		55	29
В		uMlalazi	2 191	3.1	21 091	30.3	2 109	3.0	44 216	63.5	69 607	17	*	50	
В		-	2 725	9.2	1 417	4.8	1 004	3.4	24 479	82.6	29 625	\@	(3)	2	2
В	KZN286	Nkandla	1 876	5.2	1 428		700	1.9	32 016	88.9	36 020	-	1=1		14
C	DC28	King Cetshwayo DM	7 368	9.9	4 264	5.7	2 137	2.9	60 535 359 323	81.5	74 304 757 508	(A		1)	
	-	hwayo Municipalities	319 598 4 283	42.2 2.4	49 476 4 513	6.5	29 111 6 630	3.8 3.6	166 562	47.4 91.5	181 988	- 3:	-		
B.		Mandeni KwaDukuza	48 526	20.2	7 773	3.2	10 387	4.3	173 558	72.2	240 243		(7)		- 2
В	KZN292 KZN293		175	1.0	176	5.2	23	0.1	17 442	97.9	17 815	8	- 3	1	2
В	KZN293	Maphumulo	288	1.0	275	0.9	226	0.8	28 195	97.3	28 984	32	-		7
C	DC29	iLembe DM	19 181	6.1	10 788	3.4	9 813	3.1	276 921	87.4	316 703	-	-	-	
_	: llembe Mu		72 453	9.2	23 525	3.0	27 078	3.4	662 677	84.3	785 732		-	-	
В		Greater Kokstad	13 679	19.0	7 712	10.7	3 975	5.5	46 713	64.8	72 079	e#.	-		
В	KZN434		(5 185)	(14.7)	1 432	4.1	1 378	3.9	37 551	106.8	35 176	G	-		3
В	KZN435	uMzimkhulu	619	6.4	421	4.3	332	3.4	8 348	85.9	9 720	(4 648)	(47.8)	-	
В			1 938	3.3	2 624	4.5	2 098	3.6	51 577	88.6	58 238	洪	-		
C	DC43	Harry Gwala DM	8 165	4.1	7 102	3.6	5 703	2.9	177 222	89.4	198 192		-	- 17	- 0
Total	: Harry Gwa	ıla Mun <u>icipalities</u>	19 217	5.1	19 291	5.2	13 486	3.6	321 411	86.1	373 405	(4 648)	(1.2)	-	
			3 287 235	13.8	1 492 868	6.3	928 123	3.9	18 173 040	76.1	23 881 267	46 212	0.2	5 729 791	24.

Scurce: NT Publication

Annexure F: Debtors by Customer Group (Total)-2nd Quarter 2018/19

Diago		Age enteren	Organs of	State				Age catego	Comm	ercial				Age catego	House One (Dave)	ehold				Age catego	Othe	er 	•••		Total
R'000		Age category 30 - 60	(Days) 60 - 90	Over 90	Total	%		30 - 60	60 - 90	Over 90	Total	%		30 - 60	60 - 90	Over 90	Total	%		30 - 60	60 - 90	Over 90	Total	- %	i Qtai
A KZN2000 eThekwini	405 749	105 138	24 782	509 850	1 045 519	8.4	699 433	465 646	134 146	1 485 846	2 785 072	22.4	828 496	486 547	257 909	6 403 231	7 976 183	64.1	39 999	7 036	24 752	572 094	643 881	5.2	12 450 65
B KZN212 uMdoni	(105)	63	10 947	25 990	36 896	47.7	235	562	594	5 282	6 673	8.6	(1 927)	2 237	4 414	31 531	38 255	46.8	(5 663)	3 086	(13 346)	13 500	(2 423)	-3.1	77 40
B KZN213 uMzumbe	•	-	-	15 903	15 903	68.5	-	(1)	-	4 051	4 050	17.5	-	-	-	-	-		-		-	3 255	3 255	14.0	23 20
B KZN214 uMuziwabantu	-	-	-	-		-	-		-	-	•	-	•	•	-	-	-	-	-	-	-	-	-	•	
B KZN216 Ray Nkonyeni	1 031	634	1 399	17 655	20 719	6.8	1	5 848	3 210	23 745	47 736	15.7	31 812	16 526	10 006	148 823	207 166	68.0	1 428	536	521	26 642	29 126	9.6	304 74
C DC21 Ugu DM	1 806	2 239	1 212	21 167	26 424	5.1		9 974	5 440	67 076	92 928	17.8	13 952	18 050	12 873	349 248	394 123	75.7	38	62	-	7 201	7 301	1.4	520 77
Total: Ugu Municipalities B KZN221 uMshwathi	2 732 1 598	2 937 1 394	13 558 (111)	80 715 47 078	99 942 49 960	10.8 43.8		16 383 938	9 243 618	100 154 18 745	151 387 21 919	16.3	43 838 1 401	36 813 909	27 292 758	529 802 39 555	637 544 42 621	68.8 37.2	(4 197)	3 685	(12 826)	50 598	37 260	4.0	926 13 114 49
B KZN221 uMshwathi B KZN222 uMngeni	(365)	239	242	7 843	7 960	6.3	1 028	84	81	1 721	2 915	2.3	10 412	3 812	3 014	80 178	97 416	76.9	772	444	430	16 781	18 427	14.5	126 71
B KZN223 Mpofana	==	*0	*0			-		-	-	-	•	-	•		-	-	-	-	383	100					
B KZN224 iMpendle	(1 494)	24	29	6 530	5 G89	62.1	195	120	93	2 276	2 684	32.7	29	26	22	348	426	5.2		15		-	55	-	8 19
B KZN225 Msunduzi	59 252	1 130	6 280	129 988	196 650	6.1	223 547	34 202	25 048	235 579	518 376	16.0	229 523	59 749	52 331	1 954 107	2 295 711	71.0	18 072	7 005	5 613	193 585	224 275	6.9	3 235 01:
B KZN226 Mkhambathlní	87	39	(121)	475	481	1.9	720	531	403	9 073	10 727	41.7	212	111	89	2 484	2 896	11.2	148	144	133	11 217	11 642	45.2	25 74
B KZN227 Richmond	87	121	110	9 571	9 889	33.7	21	55	68	1 749	1 893	6.5	459	329	324	8 768	9 880	33.7	372	207	191	6 909	7 678	26.2	29 34
C DC22 uMgungundkovu DM	199	24	. 9	764	996	0.2		2 841	1 234	25 198	33 248	5.4	36 622	8 079	15 679	501 595	561 975	91.2	10 606	4 870	2 140	2 099	19 715	3.2	615 93
Total: uMgungundlovu Municipalities	59 366	2 971	6 439	202 250	271 026 17 615	6.5 31.1	231 133 727	38 742 287	27 545 198	294 341 3 815		14.2 8,9	278 659 730	73 016 462	72 215 407	2 587 035 9 251	3 010 924 10 849	72.5 19.1	29 970 1 197	12 669 534	8 507 (201)	230 591 21 666	281 738 23 195	6.8 40.9	4 155 44 56 68
B KZN235 Okhahlamba B KZN237 iNkosi Langaiibalele	486 2 340	451 2 275	353 2 067	16 325 88 258	94 940	33.5	1	759	806	4 444		2.4	3 578	2 623	1 693	51 867	59 781	21.1	13 911	8 317	7 278	92 705	122 211	43.1	283 78
B KZN238 Alfred Duma	2 340	-	2007	00 200	24 240	-	· · · ·	-	-	-	-		-	-	-	-	-		49 747	13 712	11 104	323 570	398 133	100.0	398 13
C DC23 uThukela DM	3 685	3 852	4 186	55 631	67 354	7.2	2 458	3 852	1 896	79 066	87 272	9.3	14 555	20 433	57 6 75	687 843	780 506	83,5	-		41	18	59		935 19
Total: uThukela Municipalities	6 510	6 576	6 606	160 213	179 906	10.7	4 043	4 898	2 900	87 325	99 166	5.9	18 863	23 518	59 775	748 961	851 116	50.8	64 854	22 562	18 222	437 960	543 598	32.5	1 673 78
B KZN241 eNdumen!	1 045	581	382	3 686	5 693	5.8	6 699	1 630	556	4 217	13 103	13.3	5 452	2 823	1 824	66 742	76 842	78,0	551	160	120	2 085	2 917	3.0	98 55
B KZN242 Nquthu	1 691	1 522	1 512	29 914	34 639	71.1	1 757	405	349	3 624		12.6	284	175	138	4 394	4 991	10.2	95	100	125	2 610	2 931	6.0	48 69
B KZN244 uMsinga	1 241	1 198	1 192	33 051	36 682	99.1	15	15	13	241		0.8	2	2	2	45	50	0.1	-	-	-	-	-	-	37 010
B KZN245 uMvoti	66	665	(315)	2 031	2 447	3.6		1 006	443	9 045		20.8	3 561	2 182	1 734	35 467	42 944	63.4	271	287	238	7 484	8 281	12.2	67 73
C DC24 uMzinyathi DM	1 353	1 373	882	17 098	20 706	8.0	1 649	(641)	1 266	15 141		6.7	4 352	3 236	5 812	207 672	221 074	85.3	- 047	-	- 404	40.470			259 199
Total: Umzinyathi Municipalities	5 395	5 339 4 168	3 653 5 368	85 780 52 739	100 167 58 432	19.6 4.6	13 693 36 993	2 415 10 200	2 628 16 247	32 268 75 373	51 004 138 813	10.0	13 650 62 516	8 420 29 295	9 510 28 775	314 321 950 360	345 901 1 070 946	67.7 83.6	917 (5 078)	⁷ 2 443	484 2 448	12 179 12 732	14 128 12 545	2.8	511 20 1 280 73
B KZN252 Newcastle B KZN253 eMadlangeni	(3 842) 399	580	(957)	4 438	4 460	15.2	t	137	97	1788	2 348	8.0	364	207	136	5 252	5 960	20.4	607	469	527	14 878	16 482	56.4	29 24
B KZN254 Dannhauser	-	-	-	-	-	-		-	-	-	-				-	-	-	-	-	-	-		-	-	2027
C DC25 Amajuba DM	1 072	261	185	3 182	4700	6.8	178	133	118	2 434	2 863	4.1	2 048	1 831	1 788	55 844	61 510	89.1	-	-	-	-			69 07:
Total: Amajuba Municipalities	(2 372)	5 009	4 595	60 359	67 592	4.9	37 494	10 469	16 463	79 596	144 022	10.4	64 927	31 333	30 699	1 011 456	1 138 416	82.6	(4 470)	2 912	2 975	27 610	29 027	2.1	1 379 05
B KZN261 eDumbe	415	471	**	15 231	16 118	12.7	1 306	748	(381)	14 923	16 596	13.1	958	764	8	86 666	88 396	69.8	177	171		5 183	5 531	4.4	126 640
	20.5			-	12	-	E	5.5		-	77	-	**	- 2	•	-	14	-]		25		-	8.88	-	
B KZN263 AbaQulusi	74		**		1+				0.54	-	44.000	-	**	8.5					20	(4)	-		5.00		
B KZN265 Nongoma	366 3 543	557	273	29 310	30 507 39 504	53.1 41.8	640 1 481	259 695	254 144	13 681 5 797	14 833 8 116	25.8	837	687	559	4 661 13 485	4 843 15 548	8.4	85 124	83 106	84 111	6 989	7 221 31 244	12.6	57 404 94 413
B KZN266 Ulundî C DC26 Zululand DM	3 543 666	2 543 1 475	(1 144) 11 089	34 563	13 230	11.9	1	437	3 703	3 (8)	4 603	41	1 805	4 176	87 022	13 460	93 004	83.4	60	48	524	30 903	633	33.1 0,6	111 470
Total: Zululand Municipalities	4 990	5 047	10 218	79 104	99 359	25.5		2 139	3 719	34 400	44 148	11.3	3 667	5 688	87 645	104 792	201 791	51.8	446	40B	719	43 054	44 628	11.4	389 92
B KZN271 uMhlabuyalingana	1 040	1 057	(3 990)	9 844	7 950	22.7	(10 674)	680	479	18 075		24.4	5	5	5	211	227	0.6	121	121	121	18 000	18 362	52.3	35 100
B KZN272 Jozini	1 342	1 267	940	98 821	102 370	55.6		880	402	29 968	32 566	17.7	919	904	652	46 851	49 326	26.8			-	5	5	-	184 26
B KZN275 Mtubatuba	155	304	297	15 089	15 845	13.3	1 210	999	1 089	17 020	20 298	17.0	1 487	1722	1 771	75 120	80 080	67.1	(665)	53	86	3 672	3 146	2.6	119 369
B KZN276 Big Flve Hlabisa	64	29	(162)	6 685	6 616	16.5	683	595	577	13 040		37.2	467	427	337	17 324	18 555	46.3	0	0	-	(8)	(8)	-	40 059
C DC27 uMkhanyakude DM	492	1 112	697	11 067	13 367	13.4		1 258	536	20 614	23 066	23.2	45	169	207	62 097	62 519	62.8	38	127	52_	452	669	0.7	99 62:
Total: uMkhanyakude Municipalities	3 093	3 768	(2 218)	141 506	146 149	30,5	(6 806)	4 413	3 063	98 716	99 386	20.6	2 904	3 227	2 972	201 603	210 706	44.0	(506)	301	259	22 120	22 174	4.6	478 410
B KZN281 uMfolozi	(118)	(182)	27 201	1 960 11 974	1 688 21 299	20.7 3.9	615 237 475	87 14 341	1 79 17 311	2 267 57 872		38.6 60.5	196 54 824	141 6 400	1 20 5 053	2 837 113 813	3 294 180 090	40.4 33.4	12 3 451	(0) 351	266	19 7 534	32 11 602	0.4	8 162 539 790
B KZN282 uMhlathuze	8 984 2 191	140 21 091	201 2 109	13 9/4 44 216	21 299 69 607	3.9 100 0	231 415	14 34 1	17 311	0/ 0/2	320 188	00.0	34 024	0 400	0 000	113 613	100 090	33.4	3 431	331	3200	/ 534	11002	4]	539 790 69 807
B KZN284 uMlalazi B KZN285 Mthonlaneni	368	193	222	13 484	14 267	48.2	1 459	600	326	3 014	5 399	18.2	897	625	456	7 981	9 959	33.6	\$	-	- 5		- 55]	29 629
B KZN286 Nkandla	526	511	220	10 130	11 388	31.6		463	136	3 748		14.4	158	148	134	B 476	8 914	24.7	340	307	210	9 862	10 519	29.2	36 020
C DC28 King Cetshwayo DM	2 048	1 618	307	5 567	9 538	12.8		984	399	4 034	8 649	11.6	2 090	1 662	1 432	50 933	56 117	75.5		<u> </u>	_	-			74 304
Total: King Cetshwayo Municipalities	13 998	23 370	3 087	87 331	127 786	16.9	243 633	16 475	18 351	70 736	349 195	46.1	58 165	8 973	7 196	184 041	258 375	34.1	3 802	658	477	17 215	22 152	2.9	757 501
B KZN291 Mandeni	63	95	130	4 776	5 063	2.8		1 932	3 577	67 707	74 321	40.8	2 737	2 208	2 644	93 387	100 976	55,5	379	278	279	692	1 628	C.9	181 988
B KZN292 KwaCukuza	1 820	658	278	21 057	23 B14	9.9	I	(3 435)	1 687	24 084		16,8	24 411	7 579	5 618	91 660	129 269	53.8	4 200	2 970	2 803	36 757	46 730	19.5	240 243
B KZN293 Ndwedwe	12	10	(10)	6 756	6 768	38.0		115	21	7 253		42.2	18	18	10 15	2 374	2 421	13.6	16	32	2	1 059	1 108	6.2	17 815
B KZN294 Maphumulo	24	24 3 125	24 2 486	7 947 9 830	8 C18 24 B20	27.7 7.8		170 559	121 544	9 149 3 091		33.2 2.0	15 6 586	15 6 220	15 6 202	2 365 253 788	2 410 272 796	86.1	67 982	67 884	67 580	8 734 10 213	8 933 12 659	30.8 4.0	28 984 318 703
C DC29 iLembe DM	9 379 11 2 97	3 125 3 911	2 488	9 830 50 366	24 B20 68 482	7.8 8.7		(65B)	5 950	111 284		17.6	33 768	16 041	14 490	253 788 443 574	2/2 /96 507 672	64,6	982 5 644	4 231	3 731	10 213 57 454	71 059	9.0	316 703 785 732
Total: Ilembe Municipalities B KZN433 Greater Kokstad	218	1 417	2 90a 56	754	2 445	3.4		2 438	1 237	2 823		19.7	5718	3 808	2 620	25 177	37 322	51.8	26	49	63	17 959	18 097	25.1	72 079
B KZN434 uBuhlebezwe	(1 041)	270	268	10 894	10 391	29.5		329	311	14 982		30.5	744	830	795	11 666	14 036	39.9	7	3	4	8	22	20.1	35 176
B KZN435 uMzimkhulu	(13)	(3)	0	3 235	3 220	33.1		186	58	849		12.5	311	238	273	4 463	5 286	54.4	-			.]	-	.	9 72
B KZN436 Dr. Nkosazana Dlamini Zur	412	588	565	13 601	15 166	26.0		451	356	11 537		22.0	398	856	533	14 427	16 213	27.8	666	729	644	12 012	14 052	24.1	58 23
C DC43 Harry Gwala DM	2 543	2 276	697	3 320	8 836	4.5	993	551	490	9 565	11 600	5.9	4 629	4 275	4 515	164 337	177 758	89.7		<u> </u>		-	-	-	198 192
Total: Harry Gwala Municipalities	2 119	4 548	1 586	31 805	40 058	10.7	4 599	3 956	2 453	39 557	50 564	13.5	11 800	10 006	8 736	220 070	250 612	67.1	699	781	711	29 979	32 170	8.6	373 405
	512 878	168 618	75 214	1 489 278	2 245 988	9.4	1 278 463	564 878	226 460	2 434 223	4 504 024	18.9	1 358 736	703 582	578 439	12 748 684	15 389 441	64.4	137 158	55 790	48 011	1 500 855	1 741 814	7.3	23 881 267

Source: NT Publication

Annexure G: Creditors Age Analysis (Total) -2nd Quarter 2018/19

COUNTY C	R'000	0 - 30 Days	%	30 - 60 Days	lys	60 - 90 Days	ays	Over 90 Days	8/	Total
Control statement Table					2		2		2	
Control Administration Control Administrat		1 358 151	8.09	6 288	0.3	46 530	2.1	824 258	36.9	2 235 538
Color Historican Color	KZN212	1 985	100.0	ī	1		•	15	•	1 985
Control Machinetics	KZNZ13	(22)	223.6	156	(1 607.0)	(160)	1 653.3	16	-169.9	(10)
CORDS (MINISTATE) (EFES) (1478)	KZNZ14	, 22 78 <i>A</i>	1 00	1 25	1 1	1	, ,	- N	1 1	- 23 780
Coltrag interpretation	DC21	(4 813)	2 1	(4 839)		4 930	· I	16 191	1	11 469
Columnic	otal: Ugu Munici	20 935	29.5	(4 683)	-12.6	4 769	•	16 208	43.5	37 229
1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1,	KZN221		•	200	•		r	6. H	ı	•
Column	KZN222	7	4.0		0.96	(M)	' (' !	' '	68
Type See	KZN223	(5 421)		2 458	2.3	(2 470)	(2.3)	111 982	105.1	106 55(
10 10 10 10 10 10 10 10	K7N225	737 838	2 26	7.656	10	2.364	. 0	11 542	r.	759 400
Marked Colore Good Goo	KZN226	14	100.0	3	2 1	1	0.0	750	2 '	14
Total	KZN227	0.00	•	•	•	٠		٠	•	•
1,122, 1,100, 1,200, 1	DC22	18 076	65.6	575	2.1	2 252	8.2	6 639	24.1	27 542
17.202 100.0 17.202 100.0 17.202 100.0 17.202 100.0 17.202 100.0 17.202 100.0	pungungyan	750 509	84.0	10 728	1.2	2 146	0.2	130 163	14.6	893 546
1,000 1,00		2 535	100.0		,	3)	,	3	1	2 535
31002 10001 1000	KZN237	17 327	11.8	1 287	0.9	21 008	14.3	107 336	73.0	146 95
Section Sect	KZN238	31 042	100.0	1	1 1	· !		' ;	• •	31 042
200 200 200 1470 43 200	DC23	3 109	5.7	10 183	18.5	12 047	21.9	29 644	53.9	54 98
25 745 1100	Total: uThukela Municipalities	54 013	22.9	11 470	4.9	33 055	14.0	136 980	58.2	235 51
Secondaria Comparison	KZN241	26 748	100.0	II.	•	,	•	(2)	1	26 74
3 622 253 (284) 2.1 956 0.7 (10 954 756 700 70	KZNZ42		1	ı	1		1		•	
1,000, 1	KZNZ44	4 600	י ט	, 400	, ,	, 8	1 6	70307	1 4	4 000 4
158 250 251 252	NZN245	328.5	13.4	(294)	1.2-	- 00	14.5	10 364	70.0	14 00
T. 2 986 220 47.75 17.0 74.586 226 61.587 24.5 74.75	Total :::Mainvathi Minicinalities	39 464	36.3	1 159	-	9 930	1-0	58 231	100	108 78
158 288 28 24 24 24 24 24	B KZN252 Newcastle	72 988	29.0	42 735	17.0	74 536	29.6	61 587	24.5	25184
March Marc	KZN253	158	98.9	2	1:	0	0.0	0	0.0	160
Table Tabl	KZN254	873	50.6	356	20.6	252	14.6	244	14.1	1726
Table 228	DC25	•	•	1 151	3.5	4 497	13.8	27 011	82.7	32 66
905 7.1 887 7.0 236 1.8 10750 84.1 10.6 67.6 1.1 10.6 10.8 1.1 10.6 1.1 10.	謹	74 019	25.8	44 244	15.4	79 285	27.7	88 842	31.0	286 39
To First Toron 1974	KZN261	906	7.1	897	7.0	236	8.	10 750	84.1	12 78
100 114 100 114 100 114 100 114 100 114 100 114 100 114 100	KZN262	4 477	90.4	475	9:6	ě	63	τ-	0:0	4 95
202 0.2 1988 2.2 1554 0.9 100 088 35.0 175 155 155 155 155 155 155 155 155 155	KZN265	100 /0 000 /0	0.00	, c	114	¥	(I) (I	ı ş	1 1	co /o
Till Sept	KZN266	202	0.0	1.968	2.2	9.9	8 8	89 337	97.6	9150
T75 870	DC26	2634	50.8	1 227	23.6	1327	25.6	, ,	? ,	5 18
max 690 3.0 13753 59.4 9639 41.6 (904) (4.0) 40 11.0 17 4.8 - - 9339 84.1 (4.0) 903 3.4 12.2 4.3 3.2 6.6 2677 54.5 <t< td=""><td>otal: Zululand Mu</td><td>75 870</td><td>41.7</td><td>4 566</td><td>2.5</td><td>1 564</td><td>6.0</td><td>100 088</td><td>55.0</td><td>182 08</td></t<>	otal: Zululand Mu	75 870	41.7	4 566	2.5	1 564	6.0	100 088	55.0	182 08
an 40 11.0 17 4.8 - - 303 84.1 pa 356 100 12 4.3 322 6.6 2672 54.5 pbM 3495 4.0 (2755) 39.5 39.5 6.647 7.5 79773 54.0 files 6278 5.3 12752 10.7 16.517 7.5 79773 91.6 585 572 100.0 -<	KZN271	069	3.0	13 753	59.4	9 639	41.6	(934)	(4.0)	23 14
1701 34.7 212 4.3 322 6.6 2672 54.5 1865 9.2 1525 39.5 9.9 7.5 7.9773 91.5 1865 6.2291 (142.9) 6.577 152.4 142 3.9 3.169 88.6 1865 6.2291 (142.9) 6.577 152.4 142 3.9 3.169 88.6 1865 6.2291 (142.9) 6.577 152.4 142 3.9 3.169 88.6 1866 6.2291 (142.9) 6.577 152.4 142 3.9 3.169 88.6 1866 7.2291 (142.9) 6.577 152.4 142 3.9 3.169 88.6 1866 7.2291 (142.9) 7.2291 7.2291 7.2291 7.2291 1860 8.2291 (14.0) (12.229) (14.0) (12.229) (14.0) (12.229) (14.0) (12.229) (14.0) (12.229) (14.0) (12.229) (14.0) (12.229) (14.0) (12.229) (14.0) (12.229) (14.0) (12.229) (14.0) (12.229) (14.0) (12.229) (14.0) (12.229) (14.0) (14.229) (14.0) (14.229)	KZN272	40	11.0	17	4.8	•	1	303	84.1	360
Secondary 3455 9.2 15.25 39.5 9 0.2 1969 51.0	KZN275	1 701	34.7	212	4.3	322	9.9	2 672	54.5	4 907
1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1,	KZN276	355	9.2	1 525	39.5	တ္	0.2	1969	51.0	388
12.75	DCZ/	3 492	0.4	(2 / 35)	(3.2)	6 547	6.5	79773	91.6	87 05
12.25 (142.24) 15.24 14.2 3.5 3.162 60.0 3.245	otal:	6.278	5.3	12 752	10.7	16 517	13.8	83 783	70.2	119 33
1242	KZN281	(82.22)	1000	//cc	152.4	147	9.5	3.169	900	365
1242 46.2 (70) (2.6) 1384 51.9 121 4.5	KZN284	32 461	100.0		•	8 (4)		9.75		32.46
14 14 14 14 14 14 15 15	KZN285	1 242	46.2	(02)	(2.6)	1394	51.9	121	4.5	2 68
NAM 31 162 7 623 8.7 4 999 5.7 43 991 50.1 rites 609 450 90.1 14 271 2.1 6 959 1.0 45 883 6.8 6.8 79 759 98.3 215 0.3 214 - 152 -	KZN286	(2 758)	106.5	1 141	(44.0)	424	-16.4	(1 398)	54.0	(2 590)
rities 609 450 90.1 14 271 2.1 6 959 1.0 45 883 6.8 6.8 6.9 6.0 7.0 6.0 7.0 6.0 7.0 6.0 7.0 6.0 7.0	DC28	31 162	•	7 623	8.7	4 999	2.7	43 991	50.1	87 776
1500 98.0 30 2.0 152 -	Total: King Cetshwayo Municipalities	609 450	90.1	14 271	2.1	O	1.0	45 883	6,0	676 56
T9 759 99.3 215 0.3 214 - 152	KZN291	1 500	0.86	20		e ;	2.0	1	•	1 53
(79) (46.1) (1289) (749.8) 889 517.2 651 378.7 (65) 168 200.8 (66) -79.0 (65) 179.0 (65)	KZN292	79 759	99.3	215	0.3	214	1 6	152	, !	80 34
94 978 96.7 849 0.9 4328 1.4 1075 1.1 13 631 84.6 2 108 13.1 27 0.2 338 2.1 94 978 96.7 849 0.9 1328 1.4 1075 1.1 14 658 100.0	KZNZ93	(%) (%)	(46.1)	(1 289)	(749.8)	889	517.2	651	378.7	17
94 978 96.7 849 0.9 1328 14 1075 1.1 412 100.0 (0.3)	NZINZ94	13 631	200.2	2 108	(222.0)	108	200.0	(96)	-/8.0	λ. 20 α.
107 119.7	Total: ILembe Municipalities	94 978	2.96	849	0.9		1.4	1075	1.	98 230
412 100.0 - - 14 658 100.0 - 14 658 100.0 - 14 658 100.0 14 658 100.0 14 658 100.0 14 658 14 65 14 658 14 65 14 659 14 65 14 659 14 659 14 659 14 659 14 659 14 659 14 659 14 659 14 659 14 659 14 659 14 659 14 659 14 659 15 659 14 659 15 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7	B KZN433 Greater Kokstad	(17)	(19.4)	(0)	(0.3)	240	æ	107	119.7	06
14 658 100.0	KZN434	412	100.0	14	1	8	(9)	1	'	412
Marini Zuma 4524 100.0 3 0.0 1878 16.1 8618 74.0 1145 9.8 3 0.0 1878 16.1 - 1985 6.3 - 1985	KZN435	14 658	100.0	St.	1		(€)		1	14 658
28 195 90.0 1 145 3.7 3 - 1 985 6.3	KZN436	4 524	0.001	1 145	- 0	<u> </u>	(6)	10 020	1 4	4 52
20 AND COL TOLL 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	Total: Harry Gwala Municipalities	28 195	0.06	1145	3.7	0 64	2.0	1985	0. 6	24 S
20.2 30.2 M. A.	Total	3 111 862	63.4	103 000	2, 6	200 002		4 A97 A06	2.0	31 320 A 004 E4E

Annexure H: National Conditional Grant -2nd Quarter 2018/19

			Finan	cial Management				L	R	Regional Buik Infra		<u> </u>			B B1 1111	,	Municipal Inf	rastructure Grant			
R'000	DoRA 2018 Total Avail.			Unaudite Expenditure	d Actual % Spent	Unaudited Expenditure	i Actual % Spent	DoRA 2018 Total Avail.			Unauditi Expenditure	ed Actual % Spent	Unaudite Expenditure	d Actual % Spent	DoRA 2018 Total Avail.			Unauditer Expenditure	d Actual Spent	Unaudited Expenditure	Actual % Spent
	(Inc.Adjust.)	Approved Payment Schedule	Transferred to Munis. (Year to date)	Nat. Dept.	% open:	Munis.	% Spent	(inc.Adjust.)	Approved Payment Schedule	Transferred to Munis. (Year to date)	Nat. Dept.	ж орен.	Munis.	ж орен.	(Inc.Adjust.)	Approved Payment Schedule	Transferred to Munis. (Year to date)	Nat. Dept.	% Spent	Munis.	% opent
A KZN2000 eThekwini	1 000	1 000	1 000	1 000	100.0	1 000	100.0		-									•			
B KZN212 uMdoni	4 315	4 315	1		47.6	i e	47.6		-	-					30 118				4521.2%	14 452	4
B KZN213 uMzumbe	1 900	1 900	1 :	1 079	56.8	!	58.8		-	-	-		-	-	33 442		20 000		46,0	13 894	41
B KZN214 uMuziwabantu B KZN216 Ray Nkonyeni	1 900 3 600	1 900 3 600	1	982 1 758	50.6 48.8		50.6 48.8			-	_				22 940 60 317			9 911 34 909	43.2 57.9	12 367 29 926	5: 49
C DC21 Ugu DM	1 865	1 865	1 865	76	4.1		4.1	,		_	_				235 888	1		98 313	40.8	124 908	53
Total: Ugu Municipalities	13 580	13 580		5 926	43.7	5 929	43.7								382 705	284 000	284 000	170 118	44.5	195 546	51
B KZN221 uMshwathi	1 970	1 970	I I	381	19,3	i	25.2		-	-			19	-	27 098		1	1C 975	40.5	12 895	47
B KZN222 uMngeni	1770	1 770	I I	569	32.1 17.3		32.1 16.1		-	-	9	•	- 55	-	22 646 11 878		i	10 801 8 744	47.7 73.6	11 039	48
B KZN223 Mpofana B KZN224 Mpendle	1 970 1 900	1 970 1 900		341 1 070	56.3		50.0] [- 0		1		11 572				47.1	7 935 7 624	66 68
B KZN225 Msunduzi	1 700	1 700	1 700	635	37.4	636	37.4	4 -	-		(4)		100		193 316	146 000	146 000	69 892	36.2	79 090	40
B KZN226 Mkhambathini	1 970	1 970	1 970	1 320	67.0	1 320	67.6	-	-	-			1.7	-	15 835	11 000	11 000	14 821	93.6	16 115	101
B KZN227 Richmond	1 900	1 900	I I	60	3.2	!	49.7		-	-	92		. 32	-	18 149		9 000	6 859	37.8	16 524	91
C DC22 uMgungundlovu DM	1 000	1 000		944	97.5	472	47			-	•		===		99 828		56 500	49 427	49.5	75 269	75
Total: uMigungundiovu Municipalities B KZN232 Okhahlamba	14 180 1 900	14 180 1 900	14 180 1 900	5 320 713	37.5 37.5		40.2 37.8		 	·		•			408 322 27 795		283 500 25 000	176 974 20 398	44.2 73.4	226 492 23 801	56 84
B KZN237 iNkosi Langatibalele	3 670	3 670	I I	2 448	66.7	i	66,3				-			_	36 949		22 000	18 820	50.9	18 259	49
B KZN238 Alfred Durna	3 600	3 600	I I	501	13.9		13.5	- 1	-	-	-				69 946	37 000	37 000	27 391	39.2	28 108	40
C DC23 uThukela DM	1 545	1 545		. 1 125	. 72.8		72.9	+	110 000	+	10 462		2 176	1.5	180 033		145 000	54 200	30.1	83 253	46
Total: uThukela Municipalities	10 715	10 715		4 787	44.7		44.1		110 000	-	10 462	-	2 176	1.5	314 723		229 000	120 809	38,4	153 222	48
B KZN241 eNdumeni B KZN242 Nguthu	1 770	1 770 1 900	I I	548 1 155	31.0 60.8		31.0 72.1	1	-						24 487 30 627	22 000 26 000	22 000 22 000	14 205 15 878	58.0 51.8	15 257 11 867	62 38
B KZN244 uMsinga	1 900	1 900	I I	1 233	64.9	•	67,1		_					-	36 715		25 000	16 188	44.1	16 187	44
B KZN245 uMvoti	1 870	1 870	I I	718	38.4)	38.4	4 -	-	-			-		29 261	26 000	23 000	22 148	75.7	22 147	. 75
C DC24 uMzinyathi DM	1 320	1 320		125	9.5		22.3	1		+	13 226	33,1		42.4			66 000	68 071	36.9	67 532	36
Total: Umzinyathi Municipalities	8 760	8 760		3 779	43.1		48.0		29 000	29 000	13 226	33,1	16 951	42.4			158 000	136 490	44.7	132 990	43.
B KZN252 Newcastle B KZN253 eMadlangeni	1 700	1 700 1 970	I I	797 1 036	46.9 52.6		46.9 52.6				_			-	110 232 9 247	93 000 7 500	39 000 6 500	18 612 2 199	16.9 23.8	37 627 4 271	34 46
B KZN254 Dannhauser	1 900	1 900	1	791	41.6	l	43,6		_		_	-		-	21 400	1	16 000	11 578	54.1	21 867	102.
C DC25 Amajuba DM	1 570	1 570		1 354	86.2	1	86.3		-		-	-	·		40 253		26 000	20 478	50.9	21 153	52.
Total: Amajuba Municipalities	7 140	7 140	7 140	3 978	55.7		56.2			<u> </u>				-	181 132	142 500	87 500	52 865	29.2	84 918	46
KZN261 eDumbe	1 970	1 970	i I	1 151	58,4	,	57.0		-	-	5	-	15	-	17 762		13 000	10 011	56.4	10 267	57.
KZN262 uPhongolo	1 970	1 970 1 770	i .	289 357	14.7 20.2	j.	21.8 20.3		-		**	-		-	27 794 36 434		24 000 24 000	13 778 8 987	49.6 24.7	15 236 18 801	54. 51.
KZN263 AbaQulusi B KZN265 Nongoma	1 970	1 970	: 1	1 613	81.9	l	81.9		-		S.	-	- 2		31 286	23 000		19 974	63.8	21 412	68.
RZN266 Ulundi	1 870	1 870	! 1	296	15.8	l	16.6		-		[7]	-	3.9	-	30 335		26 000	24 465	80.6	30 446	100.
C DC26 Zululand DM	1 000	1 000	1 000	716	71.6	716	71.6	· · · · · · · · · · · · · · · · · · ·	115 000	115 000	49 381	37.6	+	38.1	220 762	:	148 000	101 111	45.8	140 216	63
Total: Zululand Municipalities	10 550	10 550	10 550	4 422	41,9		43.1		115 000	115 000	49 381	37.0	50 085	38.1		·	258 000	178 326	48.9	236 378	64
B KZN271 uMhłabuyalingana B KZN272 Jozini	1 900	1 900 1 970	1	748 283	39.4 14.4	l	44.1 14.3		-		-	-		-	34 265 36 687	32 000 14 000	32 000 14 000	16 572 17 556	48.4 47.9	16 136 18 073	47 49
B KZN272 Jozini B KZN275 Mtubatuba	1 970	1 970		1 058	53,7	1 057	53.6		_		_			_	31 166	28 000	28 000	18 603	59.7	17 192	55
B KZN276 Big Five Hlabisa	3 870	3 870	1	2 014	52.0	1 282	33,1		-	-	-			-	21 000		12 000	9 909	47.2	11 082	52
C DC27 uMkhanyakude DM	1 000	1 000	1 000	551	55.1	550	55.0		-				-		210 378	164 000	144 000	65 260	31.0	74 001	35
Total: uMkhanyakude Municipalities	10 710	10 710			43.5		37.4		-						333 498		230 000	127 900	38.4	136 464	40
B KZN281 uMfolozi	1 900	1 900			56.4 19.4	l	56.4 19.4		-	-	5	-	ij	-	25 761 104 604	!	20 000	10 400	40.4	10 390 42 257	40
B KZN262 uMhlethuze B KZN264 uMlalazi	2 650 1 770	2 650 1 770			19.4 63.8	l	19.4								104 604 49 108	1	70 000 39 000	43 024 23 882	41.1 48.6	42 257 21 245	40 43
B KZN285 Mthonjaneni	2 850	2 850			84.8	l	84.9	•	-		¥.	-	- 8	-	17 749		14 000	12 397	69.8	13 231	74
B KZN286 Nkandia	1 970	1 970		1 403	71.2	1 240	62.5		-		(7)		- 2	-	31 945		23 000	22 060	69.1	14 103	44
C DC28 King Cetshwayo DM	1 800	1 000		501	50.1	501	50.1			+	-	<u>-</u>	3 629	-	167 200		98 000	70 684	42.3	70 684	42
Total: King Cetshwayo Municipalities	12 140	12 140	1		58.0		56.9		110 000	30 000	†	<u>.</u>	3 629	0	396 367		264 000	182 447	46.0	171 910	43.
B KZN291 Mandeni B KZN292 KwaDukuza	1 900	1 900 1 800	!		44.6 21.6	l	44.9 21.7		_					-	34 706 50 865		28 000 50 665	19 472 34 379	56.1 67.9	20 754 21 266	59. 42.
B KZN293 Ndwedwe	1 970	1 970			11.0		15.0		_	-	-			_	29 267		29 267	21 499	73.5	17 353	59
B KZN294 Maphumulo	1 900	1 900		855	45.0	864	45.0	5 -	-	-			-	-	21 942	16 000	16 000	13 294	60.6	11 004	50.
C DC29 iLembe DM	1 000	1 000			41.1	497	49.7	t	69 765			34.9		32.9	1		132 000	47 579		86 586	45.
Total: ILembe Municipalities	8 570	8 570			31.7		33.6	1	69 765	69 765	26 357	34.9	24 808	32.9	325 083 17 049		253 932	136 223	41.9	156 963	48.
B KZN433 Greater Kokstad B KZN434 uBuhlebezwe	1 800 1 970	1 800 1 970			13.9 56.0	l	14.0 56.1		:					-	17 049 26 439	:	11 300 16 000	12 549 10 000	73.6 37.8	18 979 10 336	111. 39.
B KZN435 uMzimkhulu	1 900	1 900			59.2		59.2				_			-	42 536	1	34 000	21 955	51.6	24 450	57
B KZN436 Dr. Nkosazana Dlamini Zuma	3 870	3 870		!	38,5	1 491	38.5	5 -	-	-	-			-	26 866	i l	10 000	10 000	37.5	13 065	49.
C DC43 Harry Gwala DM	1 000	1 000		458	45.8		45.8	1			•	45.4		47.3		139 814	114 067	81 625	41,5	88 728	45.
Total: Harry Gwala Municipalities	10 540	10 540		4 427	42.0		42,0	···			t	45.4		47.3		223 814		136 129	44,0	155 558	50.3
Total	107 885	107 885	107 885	48 051	44.5	48 407	44.9	579 227	493 765	303 765	133 636	23.1	130 771	22.6	3 313 053	2 458 246	2 226 999	1 418 281	42.8	1 650 442	49.0

Source: NT Publication

Annexure H: National Conditional Gra	an 1st Quarter 2017/18
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minan		B- B1 2045	Intergr	ated National Ele	ctrification Progra			I A street		Expanded Public	TVOIKE Program				4	Deba seas	water Se	ervices infrastucti	ure Grant (Schedul		11 44 1 -	
R'000		DoRA 2018 Total Avail. (Inc.Adjust.)	Approved Payment	Transferred to Munis.	Unaudited Expenditure Nat. Dept.	% Spent	Unauditer Expenditure Munis.	d Actual % Spent	DoRA 2018 Total Avail. (Inc.Adjust.)	Approved Payment	Transferred to Munis.	Expenditure Nat. Dept.		Unaudited Act Expenditure % Munis.	tual % Spent	DoRA 2018 Total Avail. (Inc.Adjust.)	Approved Payment	Transferred to Munis.	Expenditure Nat. Dept.	d Actual % Spent	Unaudited Act Expenditure 9 Munis.	
		47.000	Schedule	(Year to date)	0.704	36,3	10.100	38.8	75.000	Schedule 52 733	(Year to date)	75 044	100.0	75 333	100.0		Schedule	(Year to date)				_
) eThekwini	27 000	27 000	27 000	9 794	30,3	10 463	30.0	75 333		52 733	75 333					•	•	•			_
KZN212		14 000 14 880	14 000 14 880	14 000 14 880	30	0.2	4 310	- 29.0	1 219 1 526		853 1 069	684 482	56.1 31.6	853 845	70.0 55.3	-	-	-	-		-	
3 KZN213 3 KZN214		10 000	10 000	5 000	-	J.2 -	4310	28.0	1 213	850	850	652	53.8)	79.4		-	-		-	<u> </u>	
KZN216		14 000	14 000	!	4 935	35.3	6 684	47.7	4 061	2 843	2 843	2 387	58.8)	0		-	-		_	-	
DC21	Ugu DM	_		-	-		-	-	3 250	2 275	2 275	1 284	39.5	1 284	39.5	55 000	28 946		_	-	-	
otal: Ugu Kunid	cipalities	52 880	52 880	47 880	4 965	9.4		20.8		7 890	7 890	5 489	48.7		56.2	55 000	28 946			-		
KZN221		10 000	10 000	10 000		-	658	7	1 471	1 030	1 030	538	36.6		49.9	-	-	-	3		55	
KZN222 KZN223	-	8 CCO 8 984	8 000 6 984	8 000 6 984	1 724	21.6	1 703 466	21.3 6.7	1 000	700 700	700 700	300 693	30.0 69.3		15.5 44.7		•				5	
KZN223		- 0 304	-	-	- 2	-	400	٠.,	1 160	812	812	832	71.7		73.6	-	-	-			-	
8 KZN225	•	i - l			500		061	-	2 890	2 023	2 023	1 456	50	1 456	50	40 000	30 000	10 000	7 984	20.0	10 092	2
8 KZN226	Mkhambathini	6 000	8 300	8 000		-	8 367	104.8	1 034	724	724	788	76.2		76,2	-	-	-	-		50.	
KZN227		10 500	-	-	56	-	-	-	1 515		1 061	503	33.2		81.5				(4)	-	6.2	
C DC22	uMgungundkovu DfM						-	95.0	4 265		2 986	550	12.9		20.5	102 700	78 750	10 000			15 808	15
Fotal: uMgungun 3 KZN232	ndiovu Municipalities Okhahlamba	43 484 7 984	32 984 7 984	32 984 7 984	1 724 1 700	4.0 21.3		25.8 60.1	14 335 2 432		10 036 1 703	5 660 2 349	39.5 84.3		39.5 100.0	142 700	106 750	20 000	7 984	5.6	25 900	1
3 KZN232		14 000	9 000	1	-	21.0	6 782	48.4	1 387	971	971	975	70.3		124.7			_	.	-		
3 KZN238	-	14 598	14 598	14 598	7 598	52.0	732	5.0	4 319	3 024	3 024	2 979	69.0	3 904	90.4	-	-	-	-	-	-	
DC23	uThukela DM		-	-			-		6 206	4 345	1 553	1 104	17.8		43.1	83 000	45 000	20 000		7.2	20 674	24
otal: uThukela l	•	36 582	31 582	31 582	9 298	25.4		33.7	14 344	10 043	7 251	7 107	49.5		74.9	83 000	45 000	20 000	5 969	7.2	20 674	24
KZN241		6 930	6 930 14 035	6 930 14 035	-	-	2 980 12 231	42.7 87	1 000 1 1 014	700 710	700 710	267 725	26.7 71.5	267 728	26.7 71.6	•	•	-		-	-	
3 KZN242 3 KZN244	•	14 035 17 700	17 700	17 700	5 215	29.5		46.4	4 394	3 076	3 076	4 394	100.0		180.0	-	-	_	[_	
KZN245	•	9 329	9 329	9 329	48	0.5		34,1	1 849	1 295	1 295	608	32.9		68.3	- ,	-	-	_	-	-	
DC24	uMzinyathi DM	-	-	_ <u>-</u>			-		5 109	3 577	3 577	2 084	40,8	2 595	50,8	55 000	20 000				73 267	133
otal: Umzinyath	hi Municipalities	47 994	47 994	47 994	5 263	11.0		55.4	13 366	9 358	9 358	8 078	60,4		95.5	55 000	20 000		-	<u> </u>	73 267	133
KZN252		15 000	15 000	15 000	-	-	4 116	27	3 199	2 240	2 240	2 003	62.6		70.0	40 000	14 000	-	-	-	-	
KZN253	•	6 000	-		-	-	801	13	1 000 1 000	700 700	700 700	617 263	61.7	617 537	61.7 53.7	-	-	-	•	•	-	
KZN254 DC25	Dannhauser Amajuba DM	_	_	_		_		Ĵ	1 620	1 134	1 134	670	41.4		54.7	84 400	43 400	10 000		_	34 356	40
otal; Amajuba N	•	21 000	15 900	15 000			4 917	23	6 819	4774		3 553	52.1		62.8	124 400	57 400	10 000			34 356	27
KZN261	•	13 300	13 300	13 300	72	-	12 980	97.6	1 103	773	773	449	40,7	454	41.2	-	-		-	-	57	
KZN262	uPhongolo	8 500	8 500	8 500		-	763	9	2 534	1 774	1 774	1 164	45.9	1 601	63.2	-	-	-		-	E-1	
KZN263		15 000	12 500	12 500	4 750	32	7 070	47.4	1 295	907	325	168	13	(39)	(3)	-	-	-		•	-	
KZN265 KZN266	•	15 000 18 000	15 000 18 000	15 000 18 000	3 333	18.5	7 072 13 001	47.1 72.2	1 615 3 854	1 131 2 698	1 131 2 698	1 020 1 805	63.2 46.8	1 020 2 024	63.2 52.5		-			-		
DC26	Zululand DM	10 000	-	10 000		-	-	12.2	5 90B	4 136	4 136	4 734	80.1	5 908	100.0	115 000	65 000	30 500	6 083	5.3	10 328	,
otal: Zululand N		69 800	67 300	67 300	8 083	11.6	33 815	48.4	16 309	11 419	10 837	9 340	57.3	10 969	67.3	115 000	65 000	30 500	6 083	5.3		
KZN271	uMhlabuya:ingana	18 000	18 000	18 000	-	-	13 223	73.5	3 047	2 133	2 133	2 678	87.9		70.0	-	-	-	-	-	-	
KZN272		15 000	15 000	-	-	-	3 559	23,7	2 751	1 926	1 926	2 639	95.9	2 751	100.0	•	-	-	-	-	-	
KZN275		12 600	12 600	12 600	6 082	48.3	8 561	67.9	2 070	1 449 1 279	1 449 1 279	1 390 1 633	67.1 69.4	1 153 1 729	55.7 94.7	-	-	-	-	-	-	
	Big Five Hlabisa uMkhanvakude DM					_	_	_	1 826 3 022	2 116	2 116	1 375	45.5	1 902	62.9	55 000	25 000		_		25 101	
	akude Municipalities	45 600	45 600	30 600	6 082	13.3	25 342	55.6	12 716			9 715			76.0	55 000	25 000				25 101	_
KZN281	•	11 000	11 000				2 819	25.6	1 620		1 134	1 181	72.9		88,1	-	-		22	-	25	
KZN282	u.Mhlathuze	-	-	-		-	1		5 189		1	2 852			65.7	16 000	6 000	-	- 10	-	4 953	31
KZN284		7 000	7 000	1	100	-	7 000	100.0	ı		2 249	1 643	51.2		61.3	-	-	-	***	•	•	
	Mthonjaneni Nkandla	15 000 18 000	15 000 18 000	15 000 18 000	10 000	55.6	10 721 16 656	71.5 92,5	1 808 2 712		1 266 1 899	1 140 1 135	63.1 41.9	1 144 1 358	63.3 50.1	-	-		*	-		
	King Cetshwayo DM	, ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	1000	18 000	10000	-	-	-	7 762		5 434	3 489	44.9		45.7	73 000	20 000		9		51 222	70
	shwayo Municipalities	51 000	51 000	46 000	10 000	19.6	37 197	72.9	22 303				51.3		57.6	89 000	26 000				56 175	62
KZN291		6 786		6 786	1 212	17.9	1 867	27.5	2 255	1 579	1 579	1 057	46.9	1 229	54.5	-	-	-	-	-	-	
	. KwaDukuza	9 920			260	2.6	T .	-	1 540		1 078	385	25.0		63.7	-	-	-		-	-	
KZN293		6 000		8 000			6 094	101.6	1 195		837	1 052	88,0		95.5	-	-	-		•	-	
KZN294 DC29		12 000	12 000	10 000	637	5	4 321	36.0	1 157 1 731			502 1 566	43.4	749 1 565	64.8 90.4	100 500	35 000	-		-	21 58 6	21
	iunicipalities	34 706	34 706	22 786	2 109	6.1	12 282	35.4					57.9		71.9	100 500	35 000	-			21 586	21
	Greater Kokstad	13 914				-	-		1 311				48,4		59.4	-	-			-		
	uBuhlebezwe	16 000		1		-	537	3	1 590				44.2		40.0	-	- [-	-	- ;	-	
	u Wzimkhulu	15 000				31	6 195	41	2 324		1 627	2 323	100.0		70.0	•	-	-	-	- 1	-	
	Dr. Nkosazana Dlamini Zuma	13 540	13 540	13 540		-	4 574	33.8	1 596 2 518	1	1 118 1 763	1 027 835	64.3 33.2		75,1 41,7	80 400	- 50 400	30 400	4 357	5.4	- 27 110	31
	Harry Gwala DM raia Municipalities	58 454	58 454	58 454	4 616	- 8	11 306	19.3	—	í	6 539	5 521	59.1		56.7	80 400	50 400	30 400		5.4	27 110 27 110	33. 33.
Julian Itality UWS	aia municipadaes	J0 4J4	10 474	20 11/14	4010	0	,	19.0	9 938	, 7,008	0.043	2 021	44.1	2 201	44.1	20 400	30 1 00	20 400	+ 991	J.4	27 I IV	44

Source: NT Publication