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Department:

Treasury

PROVINCE OF KWAZULU-NATAL

CONSOLIDATED MUNICIPAL BUDGETS PERFORMANCE REPORT

3rd Quarter Review

2022/23

MFQR: 31 March 2023

Compiled by: KwaZulu-Natal (KZN) Provincial Treasury

Data Source and Reliability

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This report uses data reported by municipalities by the 10th working day of the month, as required by Section 71(1) of the MFMA. The report has been compiled based on information provided by the municipalities in the form of mSCOA data strings, Financial Management Reports (FMR) and other budget performance information for the financial period ended 31 March 2023 from the NT LG Database. 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. The quality of the report depends on the reliability and credibility of the information and figures submitted by the municipalities. It is noted that certain municipalities experience challenges with their financial systems as well as with the capturing of financial data in accordance with the mSCOA segments. These problems cause errors in the submitted data strings as well as inaccuracies in the financial information related to misalignment, cash flow and balance sheet budgeting.

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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 NT LG Database as reported by municipalities for the financial quarter ended 31 March 2023. The non-delegated municipalities, namely, the eThekweni Metro and the Msunduzi and uMhlathuze Local Municipalities are included in the report. By the time of extracting the third quarter financial information from the NT LG Database on 19 April 2023, some municipalities may not have corrected the errors in their monthly MFMA Section 71 performance data strings. Such errors may have distorted the reporting of the budget performance as at the end of the third quarter for the respective municipalities, the district totals and the aggregated provincial total.

All municipalities should have generated and spent approximately 75 percent based on a straight line projection of their 2022/23 Adjusted Budgets as at the end of the third quarter of the 2022/23 financial year.

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1. Introduction

This consolidated municipal budget performance review covers the financial performance of municipalities in KZN as at the end of the third quarter of the 2022/23 financial year ended 31 March 2023.

The consolidated statement provides the in-year financial performance of municipalities against their budgeted revenue and expenditure. It includes the operating and capital budget performances as well as the debtors, creditors and conditional grant reporting requirements.

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

The report is prepared using the figures from the mSCOA data strings. The mSCOA Regulations were promulgated on 22 April 2014 and prescribed the uniform recording and classification of the municipal budget and financial information at a transaction level. The mSCOA Regulations require that municipalities upload their budget and financial information in a data string format to the Local Government Database (GoMuni Upload Portal) across the six mSCOA regulated segments. The quarterly report has been prepared using the mSCOA data strings submitted by the municipalities, however the credibility of the information contained in the data strings is of concern. At the core of the challenge are the following:

- The incorrect use of the mSCOA segments and municipal accounting practices by municipalities;
- A number of municipalities are not budgeting, transacting and reporting directly in/from their core financial systems. Instead they prepare their budgets and reports on excel spreadsheets and then import the excel spreadsheets into their financial system; and
- Municipalities are not locking their Approved Budgets annually on their financial systems. Furthermore, their financial systems are not being locked at month-end to ensure prudent financial management.

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. District Overview

2.1 Operating Revenue

Table 1: Operating Revenue per source and per district as at the end of Quarter 3 – 2022/23

R'000	Original Budget	Adjusted Budget	Unaudited Actual	% Generated	Detail						
					Exchange Revenue			Non-Exchange Revenue			
					Service charges			Other revenue ²	Property rates	Transfers and subsidies - Operational ³	Other revenue ⁴
					Electricity revenue	Water revenue	Other ¹				
eThekweni	46 166 096	47 070 987	37 737 251	80.2	11 644 340	4 390 649	1 803 339	2 041 802	9 332 512	4 518 350	4 006 259
Ugu	3 155 465	3 147 981	2 603 292	82.7	139 192	255 584	146 935	136 361	565 692	1 301 666	57 862
uMgungundlovu	9 648 612	9 625 201	7 008 215	72.8	2 186 147	930 664	292 582	311 604	1 277 828	1 951 171	58 219
uThukela	2 941 851	2 988 986	2 471 276	82.7	518 627	162 795	31 915	158 096	309 037	1 217 514	73 292
uMzinyathi	1 910 363	1 872 207	1 413 292	75.5	158 141	49 571	37 851	44 393	165 548	948 781	9 007
Amajuba	3 261 178	2 825 535	2 203 659	78.0	550 753	183 789	182 127	46 298	323 613	909 909	7 171
Zululand	2 533 006	2 588 396	2 259 965	87.3	253 907	63 490	75 687	42 005	256 062	1 543 044	25 769
uMkhanyakude	1 713 386	1 690 565	1 577 705	93.3	1 871	23 553	9 380	40 961	108 851	1 373 414	19 676
King Cetshwayo	6 373 654	6 418 160	4 797 424	74.7	1 289 330	376 925	190 669	98 383	564 622	1 939 666	337 829
iLembe	4 073 795	4 395 360	3 311 854	75.3	748 492	195 432	124 629	189 091	538 924	1 497 495	17 790
Harry Gwala	1 665 584	1 711 133	1 474 485	86.2	126 922	49 269	31 848	60 887	162 771	1 031 354	11 435
Total	83 442 990	84 334 510	66 858 418	79.3	17 617 722	6 681 722	2 926 961	3 169 879	13 605 459	18 232 364	4 624 310

Source: NT Igdatabase, downloaded 19 April 2023.

1 Include Service charges revenue for Waste Water Management and Waste Management.

2 Include Sale of Goods and Rendering of Services, Agency services, Interest, Interest earned from Receivables, Interest earned from Current and Non Current Assets, Dividends, Rent on Land, Rental from Fixed Assets, Licence and permits and Operational Revenue.

3 Include Equitable Share, Financial Management Grant, Expanded Public Works Programme Integrated Grant, Provincial Operating Grant, 5% portion of Municipal Infrastructure Grant

4 Include Surcharges and Taxes, Fines, penalties and forfeits, Licence or permits, Interest, Fuel Levy, Operational Revenue, Gains on disposal of Assets, Other Gains and Discontinued Operations.

- In aggregate, municipalities in KwaZulu-Natal generated *Operating revenue* amounting to R66.9 billion or 79.3 percent of their Adjusted Budgets of R84.3 billion as at the end of March 2023 which is above the expected straight-line projection of 75 percent at the end of the third quarter of the 2022/23 financial year.
- The eThekweni Metro with R37.7 billion or 56.4 percent contributed the most towards the total *Operating revenue* of R66.9 billion followed by the uMgungundlovu District with R7 billion or 10.5 percent. It should be noted that the Msunduzi Local Municipality contributed R5 billion or 70.9 percent towards the total *Operating revenue* reported by the uMgungundlovu District. The King Cetshwayo District contributed R4.8 billion or 7.2 percent towards the total *Operating revenue* of R66.9 billion which is attributed to the uMhlathuze Local Municipality having reported R2.8 billion or 58.9 percent of the total *Operating revenue* reported by the district. The non-delegated municipalities are considered to be significant contributors to the total *Operating revenue* generated as they are densely populated cities with a large number of consumers.
- The uMzinyathi District with R1.4 billion or 2.1 percent contributed the least towards the total *Operating revenue*. This is due to the eNdumeni and Nquthu Local Municipalities reporting low total *Operating revenue* figures of R252.5 million (60.5 percent of the Adjusted Budget of R417 million) and R155.6 million (60.2 percent of the Adjusted Budget of R258.3 million) respectively as at the end of March 2023.
- *Transfers and subsidies - Operational* contributed the most towards *Operating revenue* as at the end of the third quarter of the 2022/23 financial year with R18.2 billion or 27.3 percent followed by *Service charges – electricity revenue* of R17.6 billion or 26.4 percent. *Service charges – other* which comprises of *Service charges – waste water management* and *Service charges – waste management* contributed the least towards *Operating revenue* generated with R2.9 billion or 4.4 percent.

2.2 Operating Expenditure

Table 2: Operating Expenditure per item and per district as at the end of Quarter 3 – 2022/23

R'000	Original Budget	Adjusted Budget	Unaudited Actual	% Spent	Detail								
					Employee related costs	Remun. of councillors	Bulk purchases - electricity	Inventory consumed	Debt impairment	Depreciation and amortisation	Interest	Contracted services	Other ¹
eThekweni	45 837 892	46 376 202	32 142 568	69.3	8 872 251	101 582	9 408 890	2 554 539	1 183 580	2 034 078	683 441	3 871 372	3 432 835
Ugu	3 392 748	3 424 587	2 463 215	71.9	934 029	66 877	113 581	97 554	962	340 277	4 044	458 728	447 163
uMgungundlovu	8 681 796	8 959 125	4 639 167	51.8	1 662 762	81 051	1 893 599	561 687	(1 185 286)	401 062	47 536	760 742	416 015
uThukela	3 127 427	3 171 204	1 827 911	57.6	756 339	44 947	388 652	28 799	2 259	159 559	995	244 073	202 288
uMzinyathi	2 016 866	2 002 930	1 093 500	54.6	393 934	16 838	95 024	87 678	5 375	90 798	9 585	233 268	161 000
Amejuba	3 458 734	2 993 460	2 041 404	68.2	641 681	39 725	401 175	122 408	-	283 829	29 685	323 781	199 120
Zululand	2 425 754	2 518 771	1 891 026	75.1	698 791	60 745	289 168	42 080	-	130 119	8 185	387 563	274 377
uMkhanyakude	1 655 428	1 696 793	1 140 608	67.2	443 396	48 489	11 549	89 490	-	80 467	1 163	161 059	304 994
King Cetshwayo	6 636 595	6 853 375	4 373 835	63.8	1 162 536	74 567	902 051	498 214	120 590	361 837	52 220	510 658	691 163
iLembe	4 096 176	4 374 329	2 780 934	63.6	741 665	62 168	713 569	208 016	13 838	218 057	12 393	478 434	332 793
Harry Gwala	1 844 388	1 908 358	1 257 367	65.9	503 112	42 335	111 782	33 083	823	150 935	657	220 419	194 223
Total	83 173 806	84 279 134	55 651 535	66.0	16 810 496	639 323	14 329 040	4 323 546	142 141	4 251 017	849 904	7 650 096	6 655 971

Source: NT Igdatabase, downloaded 19 April 2023.

¹ Include Inventory consumed, Transfers and subsidies and Losses.

- In aggregate, municipalities in KwaZulu-Natal incurred *Operating expenditure* amounting to R55.7 billion or 66 percent of their Adjusted Budgets of R84.3 billion as at the end of March 2023 which is less than the straight-line projection of 75 percent expected at the end of the third quarter of the 2022/23 financial year.
- The eThekweni Metro with R32.1 billion or 57.8 percent contributed the most towards the total *Operating expenditure* of R55.7 billion followed by the uMgungundlovu District with R4.6 billion or 8.3 percent. It should be noted that the Msunduzi Local Municipality contributed R3.1 billion or 67.5 percent towards the total *Operating expenditure* reported by the uMgungundlovu District.
- The King Cetshwayo District contributed R4.4 billion or 7.9 percent towards the total *Operating expenditure* of R55.7 billion which can be attributed to the uMhlathuze Local Municipality having reported R2.9 billion or 67 percent of the total *Operating expenditure* reported by the district.
- The uMzinyathi District with R1.1 billion or 2 percent contributed the least to the total *Operating expenditure* of R55.7 billion. This is mainly attributable to the Nquthu Local Municipality reporting only R86.6 million or 28 percent of the Adjusted Budget of R309 million, the eNdumeni Local Municipality reporting only R185.8 million or 43.5 percent of the Adjusted Budget of R426.9 million and the uMsinga Local Municipality reporting only R130.9 million or 45.6 percent of the Adjusted Budget of R287 million.
- *Employee related costs* contributed the most towards the total *Operating expenditure* as R16.8 billion or 30.2 percent was spent as at the end of the third quarter of the 2022/23 financial year. *Debt impairment* of R142.1 million or 0.3 percent contributed the least towards the total *Operating expenditure*. The low performance of *Debt impairment* is largely due to the fact that 42 municipalities did not report any *Debt impairment* while the iNkosi Langalibalele and the Msunduzi Local Municipalities reported negative R1.4 million and negative R1.2 billion respectively. Most municipalities do not adhere to the Generally Recognised Accounting Practice (GRAP) Standard 104 on *Financial Instruments* and calculate *Debt impairment* only at year end.
- *Operating expenditure* continues to be driven by *Employee related costs* and *Bulk purchases* which contributed R16.8 billion or 30.2 percent and R14.3 billion or 25.7 percent respectively towards the total *Operating expenditure*.

2.3 Capital Revenue

Table 3: Capital Revenue (Source of Finance) per district as at the end of Quarter 3 – 2022/23

R'000	Original Budget	Adjusted Budget	Unaudited Actual	% Generated	Detail		
					Transfers recognised - capital ¹	Borrowing	Internally generated funds
eThekwini	5 589 511	6 111 357	1 971 344	32.3	1 441 759	356 952	172 633
Ugu	724 407	848 634	415 447	49.0	334 745	1 959	78 743
uMgungundlovu	1 157 314	931 267	335 899	36.1	232 027	-	103 872
uThukela	517 680	628 949	238 809	38.0	201 820	-	36 989
uMzinyathi	425 530	464 573	239 075	51.5	193 096	-	45 979
Amajuba	423 172	421 655	185 029	43.9	149 060	-	35 969
Zululand	551 433	764 380	349 439	45.7	333 036	-	16 403
uMkhanyakude	448 184	409 119	103 070	25.2	95 524	-	7 546
King Cetshwayo	1 490 894	1 729 276	913 774	52.8	410 235	350 820	152 719
iLembe	1 044 755	1 554 063	522 745	33.6	335 529	-	187 216
Harry Gwala	700 961	710 837	330 125	46.4	268 496	-	61 630
Total	13 073 841	14 574 109	5 604 757	38.5	3 995 326	709 731	899 699

Source: NT Igdatabase, downloaded 19 April 2023.

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

- Municipalities in KwaZulu-Natal generated *Capital revenue* of R5.6 billion or 38.5 percent of their Adjusted Budgets of R14.6 billion at an aggregate level to fund their *Capital expenditure* as at the end of March 2023 which is significantly below the straight-line projection of 75 percent expected at the end of the third quarter of the 2022/23 financial year. The low *Capital revenue* of R5.6 billion or 38.5 percent reported by KwaZulu-Natal municipalities is primarily attributable to delays in Supply Chain Management (SCM) processes and inaccurate reporting for a number of municipalities.
- The eThekwini Metro with R2 billion or 35.2 percent contributed the most towards the total *Capital revenue* of R5.6 billion followed by the King Cetshwayo District with R913.8 million or 16.3 percent.
- The uMkhanyakude District reported the least *Capital revenue* of R103.1 million or 1.8 percent as a result of incorrect reporting by the uMhlabuyalingana Local Municipality as at the end of the third quarter of the 2022/23 financial year.
- The highest contributor towards the total *Capital revenue* as at the end of the third quarter of the 2022/23 financial year was *Transfers recognised – capital* with R4 billion or 71.3 percent followed by *Internally generated funds* with R899.7 million or 16.1 percent. *Borrowing* of R709.7 million or 12.7 percent contributed the least towards the total *Capital revenue* as at the end of third quarter of the 2022/23 financial year.
- *Internally generated funds* of R899.7 million were understated as the uMgungundlovu District Municipality as well as the eDumbe and uMhlabuyalingana Local Municipalities reported negative figures for *Internally generated funds* of negative R136 000, negative R1.9 million and negative R2.3 million respectively.
- It is concerning to note that the uMgungundlovu District Municipality and the uMhlabuyalingana Local Municipality reported *Capital revenue* of negative R49.7 million (negative 26.4 percent) and negative R17.6 million (negative 29.7 percent) respectively at the end of the third quarter of the 2022/23 financial year.
- The uMgungundlovu District Municipality manually processed the roll forward of the prior year opening balances for the 2022/23 financial year resulting in the system reporting negative figures for *Capital Revenue* and *Capital Expenditure*. The municipality has engaged the service provider to correct the error and the system has been corrected to perform automatic roll forwards going forward, however the resultant corrected reporting will only be seen in the 2023/24 financial year when opening balances are automatically rolled forward. The uMhlabuyalingana Local Municipality indicated that the reported performance is incorrect due to incorrect posting of the Opening balance journal when

rolling forward the 2021/22 audited opening balances, however the error is currently being attended to.

2.4 Capital Expenditure

Table 4: Capital Expenditure per item and per district as at the end of Quarter 3 – 2022/23

R'000	Original Budget	Adjusted Budget	Unaudited Actual	% Spent	Detail									
					Governance and Admin. ¹	Community and Public Safety			Economic and Environmental Services		Trading Services			Other
						Housing	Health	Other ²	Road Transport	Other ³	Energy	Water and Waste Water Mgt.	Waste Mgt.	
eThekweni	5 589 511	6 111 447	1 971 394	32.3	(22 111)	209 628	3 964	74 007	701 490	100 170	267 964	566 299	62 425	7 357
Ugu	724 407	848 634	415 447	49.0	19 158	209	-	32 855	121 606	77 645	8 184	147 239	8 551	-
uMgungundlovu	1 156 879	931 267	348 884	37.5	9 437	8 364	-	31 870	169 983	39 214	46 218	39 534	-	4 264
uThukela	517 680	628 949	238 977	38.0	19 080	140	-	4 736	27 980	109 139	27 691	50 005	148	58
uMzinyathi	425 530	464 613	239 075	51.5	9 193	-	-	23 199	72 211	5 003	1 636	124 527	3 307	-
Amajuba	428 502	423 775	186 874	44.1	2 500	74	-	3 882	24 758	46 912	8 274	98 344	72	2 058
Zululand	551 433	764 380	349 752	45.8	5 757	-	-	45 250	76 685	23 044	11 319	187 698	-	-
uMkhanyakude	448 184	410 123	104 714	25.5	3 632	-	-	29 148	(3 971)	19 879	-	54 117	(333)	2 242
King Cetshwayo	1 490 894	1 729 276	913 774	52.8	49 726	-	-	120 450	94 924	1 178	56 758	571 456	16 380	2 903
iLembe	1 044 755	1 554 063	522 745	33.6	23 051	2 396	-	45 693	135 524	54 312	63 492	187 585	10 692	-
Harry Gwala	700 961	710 837	330 092	46.4	10 157	18 715	-	36 827	52 831	28 032	23 116	151 279	9 135	-
Total	13 078 737	14 577 364	5 621 727	38.6	129 582	239 725	3 964	447 917	1 474 021	504 527	514 651	2 178 083	110 376	18 882

Source: NT Igdatabase, downloaded 19 April 2023.

1 Include Executive & Council, Finance and administration and Internal audit.

2 Include Community & Social Services, Sports and Recreation and Public Safety.

3 Include Planning and development and Environmental protection.

- Municipalities in KwaZulu-Natal incurred *Capital expenditure* of R5.6 billion or 38.6 percent in aggregate against their Adjusted Budgets of R14.6 billion as at the end of March 2023 which is significantly below the straight-line projection of 75 percent expected at the end of the third quarter of the 2022/23 financial year. The low *Capital expenditure* of R5.6 billion or 38.6 percent reported by KwaZulu-Natal municipalities is primarily attributable to delays in SCM processes and inaccurate reporting for a number of municipalities.
- The eThekweni Metro with R2 billion or 35.1 percent contributed the most towards the total *Capital expenditure* of R5.6 billion followed by the King Cetshwayo District with *Capital expenditure* of R913.8 million or 16.3 percent.
- The uMkhanyakude District reported the least *Capital expenditure* of R104.7 million or 1.9 percent as a result of incorrect reporting by the uMhlabuyalingana Local Municipality as at the end of third quarter of the 2022/23 financial year. The error has contributed to the distortion of the provincial average as at the end of the first quarter of the 2022/23 financial year.
- The bulk of the total *Capital expenditure* as at the end of the third quarter of the 2022/23 financial year was spent on *Water and Waste water management* with R2.2 billion or 38.7 percent with the King Cetshwayo District contributing the most in this category with R571.5 million or 26.2 percent followed closely by the eThekweni Metro with R566.3 million or 26 percent. The second highest contributor towards *Capital expenditure* was *Road transport* with R1.5 billion or 26 percent. It should be noted that *Road transport* was understated as a result of the uMhlabuyalingana Local Municipality incorrectly reporting negative R18.3 million.
- The lowest contributor towards the total *Capital expenditure* was *Health* at R4 million or 0.1 percent with the eThekweni Metro being the only municipality reporting expenditure in this category.
- Five municipalities reported negative *Capital expenditure* in the *Finance and administration* expenditure category. The uMgungundlovu District Municipality reported negative R136 000, the eDumbe, uMhlabuyalingana and Msunduzi Local Municipalities reported negative R1.9 million, negative R2 million and negative R17.6 million respectively and the eThekweni Metro reported negative R33.6 million. These errors have also distorted the provincial average as at the end of the third quarter of the 2022/23 financial year.

Debtors Age Analysis

Table 5: Debtor Age Analysis per district (Total) as at the end of Quarter 3 – 2022/23

R'000	0 - 30 Days		30 - 60 Days		60- 90 Days		Over 90 Days		Total
	Total	%	Total	%	Total	%	Total	%	
eThekwini	2 566 293	11.0	847 467	3.6	721 194	3.1	19 177 863	82.3	23 312 817
Ugu	115 889	6.1	80 075	4.2	55 618	2.9	1 652 933	86.8	1 904 514
uMgungundlovu	101 490	6.7	88 370	5.8	37 151	2.4	1 296 672	85.1	1 523 684
uThukela	112 741	4.9	63 409	2.8	55 699	2.4	2 069 940	89.9	2 301 788
uMzinyathi	22 586	3.3	24 588	3.6	10 307	1.5	617 893	91.5	675 374
Amajuba	79 110	4.2	58 422	3.1	45 590	2.4	1 714 460	90.3	1 897 583
Zululand	56 163	4.6	42 290	3.5	25 340	2.1	1 093 800	89.8	1 217 593
uMkhanyakude	14 908	2.0	25 125	3.4	11 383	1.5	696 836	93.1	748 252
King Cetshwayo	19 531	5.8	17 403	5.1	(564)	(0.2)	303 174	89.3	339 543
iLembe	132 450	9.2	55 405	3.8	44 874	3.1	1 210 643	83.9	1 443 372
Harry Gwala	38 203	5.7	48 667	7.3	14 994	2.2	566 984	84.8	668 848
Total	3 259 364	9.0	1 351 223	3.7	1 021 585	2.8	30 401 198	84.4	36 033 370

Source: NT Igdatabase, downloaded 19 April 2023.

Table 6: Debtors by Customer Group (Total) as at the end of Quarter 3 – 2022/23

R'000	Organs of State		Commercial		Household		Other ¹		Total
	Total	%	Total	%	Total	%	Total	%	
eThekwini	986 993	4.2	5 455 853	23.4	16 807 485	72.1	62 487	0.3	23 312 817
Ugu	154 457	8.1	316 859	16.6	1 428 176	75.0	5 023	0.3	1 904 514
uMgungundlovu	141 384	9.3	129 715	8.5	1 106 345	72.6	146 239	9.6	1 523 684
uThukela	413 767	18.0	453 826	19.7	1 408 092	61.2	26 104	1.1	2 301 788
uMzinyathi	115 762	17.1	88 486	13.1	456 234	67.6	14 892	2.2	675 374
Amajuba	83 105	4.4	119 908	6.3	1 606 758	84.7	87 813	4.6	1 897 583
Zululand	202 684	16.6	205 433	16.9	743 635	61.1	65 841	5.4	1 217 593
uMkhanyakude	166 077	22.2	199 133	26.6	333 055	44.5	49 988	6.7	748 252
King Cetshwayo	75 319	22.2	71 023	20.9	159 747	47.0	33 455	9.9	339 543
iLembe	97 204	6.7	177 023	12.3	1 159 239	80.3	9 906	0.7	1 443 372
Harry Gwala	280 807	42.0	63 904	9.6	297 953	44.5	26 184	3.9	668 848
Total	2 717 558	7.5	7 281 163	20.2	25 506 718	70.8	527 931	1.5	36 033 370

Source: NT Igdatabase, downloaded 19 April 2023.

¹ Include Property rates debtors (Agricultural, Ingonyama Trust, Municipal Properties, Protected Area, Vacant Land, Public Benefiting Organisations, Place of Worship), Sundry debtors (Rentals, Garden refuse, Cemetery and burial, Application fees for land usage, Building plan approval), and Misclassifications.

- The total debt owed to municipalities at the end of the third quarter of the 2022/23 financial year was R36 billion which represents a decrease of R4.7 billion or 11.6 percent from R40.8 billion reported by municipalities as at the end of the second quarter of the 2022/23 financial year. However, the *Debtors* balance of R36 billion could be significantly understated as the Msunduzi and uMhlathuze Local Municipalities did not submit their Month 09 Debtors data strings as at the end of the third quarter of the 2022/23 financial year. Additionally, the eNdameni Local Municipality incorrectly reported no Debtors as at the end of the third quarter of the 2022/23 financial year.
- At the end of the third quarter of the 2022/23 financial year, a substantial amount of debt totalling R30.4 billion or 84.4 percent was outstanding in the *Over 90 Days* category which represents a decrease of R3.5 billion or 10.5 percent from R33.9 billion reported in the same age category as at the end of the second quarter of the 2022/23 financial year. As at 31 March 2023, the remaining Debtors per age category were as follows: *0-30 Days*: R3.3 billion or 9 percent; *30-60 Days*: R1.4 billion or 3.7 percent; and *60-90 Days*: R1 billion or 2.8 percent.
- The Dr. Nkosazana Dlamini-Zuma Local Municipality reported *Debtors* of negative R847 000 in the *0-30 Days* category, while the Nkandla Local Municipality reported negative R10.3 million in the *60-90 Days* category and the Maphumulo Local Municipality reported negative R23 000 in the *0-30 Days* category and negative R6.1 million in the *30-60 Days* category.
- The Debtors Age Analysis by *Customer group* indicates that a considerable portion of debt is owed by *Households* at R25.5 billion or 70.8 percent followed by *Commercial* at R7.3 billion or 20.2 percent.

- The total owed by *Organs of State Debtors Customer group* is R2.7 billion which represents a decrease of R390.1 million or 12.6 percent from R3.1 billion reported by municipalities as at the end of the second quarter of the 2022/23 financial year. Similarly, the *Commercial Debtors Customer group* decreased by R870 million or 10.7 percent from R8.2 billion to R7.3 billion; and the *Households Debtors Customer group* decreased by R3.3 billion or 11.5 percent from R28.8 billion to R25.5 billion from the second quarter to the third quarter of the 2022/23 financial year. As noted above, the decrease in Debtors may be attributed to the Msunduzi and uMhlathuze Local Municipalities that have not submitted their Debtors data string as at the end of Month 09 for the 2022/23 financial year. Additionally, eNdumeni Local Municipality incorrectly reported no Debtors as at the end of the third quarter of the 2022/23 financial year.
- 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 the incorrect billing of Indigent customers, amongst others. Municipalities are encouraged to update their Indigent registers to determine households that qualify for rebates and discounts with the aim of ensuring that Debtors are accurately billed and reported. Municipalities should continue to implement 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.

2.5 Creditors Age Analysis

Table 7: Creditor Age Analysis per district (Total) as at the end of Quarter 3 – 2022/23

R'000	0 - 30 Days		30 - 60 Days		60 - 90 Days		Over 90 Days		Total
	Total	%	Total	%	Total	%	Total	%	
eThekweni	400 473	92.7	-	-	363	0.1	31 323	7.2	432 159
Ugu	22 048	7.5	7 375	2.5	4 969	1.7	261 217	88.4	295 610
uMgungundlovu	335 704	19.3	265 602	15.3	164 350	9.5	971 241	55.9	1 736 897
uThukela	4 144	15.2	1 178	4.3	7 750	28.3	14 267	52.2	27 340
uMzinyathi	40 495	14.9	15 472	5.7	7 678	2.8	208 492	76.6	272 138
Amajuba	21 300	8.7	853	0.3	3 437	1.4	219 560	89.6	245 150
Zululand	39 189	21.4	(688)	(0.4)	(607)	(0.3)	145 451	79.3	183 345
uMkhanyakude	9 781	5.8	1 904	1.1	(1 927)	(1.1)	159 360	94.2	169 118
King Cetshwayo	28 842	18.4	19 082	12.1	11 374	7.2	97 857	62.3	157 154
iLembe	32 628	90.9	904	2.5	945	2.6	1 414	3.9	35 891
Harry Gwala	15 197	61.0	2 879	11.6	409	1.6	6 415	25.8	24 900
Total	949 802	26.5	314 560	8.8	198 741	5.6	2 116 599	59.1	3 579 702

Source: NT Igdatabase, downloaded 19 April 2023.

Table 8: Creditor Per category (Total) as at the end of Quarter 3 - 2022/23

R' 000	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Creditor Age Analysis										
Bulk Electricity	187 365	16.2	185 548	16.0	80 092	6.9	705 887	60.9	1 158 893	32.4
Bulk Water	114 256	11.5	79 780	8.0	97 349	9.8	704 248	70.7	995 633	27.8
PAYE deductions	134 509	100.0	-	-	-	-	-	-	134 509	3.8
VAT (output less input)	10 049	99.7	30	0.3	-	-	-	-	10 078	0.3
Pensions / Retirement	154 554	97.5	351	0.2	3 148	2.0	397	0.3	158 449	4.4
Loan repayments	(1 202)	63.3	(759)	39.9	-	-	60	(3.2)	(1 900)	(0.1)
Trade Creditors	220 942	30.7	17 881	2.5	14 967	2.1	465 122	64.7	718 912	20.1
Auditor-General	4 069	55.0	2 510	33.9	909	12.3	(86)	(1.2)	7 402	0.2
Other ¹	125 260	31.5	29 220	7.3	2 276	0.6	240 971	60.6	397 727	11.1
Total	949 802	26.5	314 560	8.8	198 741	5.6	2 116 599	59.1	3 579 702	100.0

Source: NT Igdatabase, downloaded 19 April 2023.

- The total debt owed by municipalities at the end of the third quarter of the 2022/23 financial year was R3.6 billion which represents an increase of R868.5 million or 32 percent from R2.7 billion owed by municipalities as at end of the second quarter of the 2022/23 financial year.
- At the end of the third quarter of the 2022/23 financial year, a substantial amount of debt totalling R2.1 billion or 59.1 percent was outstanding in the *Over 90 Days* category representing an increase of R777.2 million or 58 percent from R1.3 billion reported in the same category as at the end of the second quarter of the 2022/23 financial year. It is concerning that R2.6 billion or 73.5 percent of the debt owed by municipalities was outstanding for longer than 30 days in contravention of Section 65(2)(e) of the MFMA.
- The uMhlathuze, eNdumeni and Nongoma Local Municipalities did not submit their *Creditors* data string for Month 09 while the iMpindle and uMzimkhulu Local Municipalities reported no *Creditors* for Month 09 of the 2022/23 financial year. Furthermore, the uMhlabuyalingana Local Municipality reported total *Creditors* of negative R6.8 million and fourteen other municipalities reflected negative amounts for *Creditors* in at least one of the age categories, while the total *Creditors* for each of these municipalities at the end of the third quarter remained positive.
- The majority of the outstanding *Creditors* relate to *Bulk electricity* of R1.2 billion or 32.4 percent followed by *Bulk Water* of R995.6 million or 27.8 percent.
- Of the *Bulk electricity* outstanding *Creditors* balance of R1.2 billion, R705.9 million was in the *Over 90 Days category*. This was mainly due to the fact that the Mpofana, Msunduzi and Ulundi Local Municipalities reported amounts in the *Over 90 Days* category owing to Eskom of R378.3 million, R179.4 million and R143.3 million respectively for unpaid electricity. Due to the poor collection of outstanding Debtors, the municipalities experienced cash flow challenges and were therefore unable to make full payment on invoices owed to Eskom. A repayment plan is still being negotiated between the Mpofana Local Municipality and Eskom. Additionally, as per the MFMA Section 41 Report for March

2023, the Mpofana Local Municipality agreed to enter into an active partnering agreement with Eskom, the Memorandum of Understanding was signed and a technical evaluation meeting was conducted. According to the MFMA Section 41 Report for March 2023, a disconnection notice was issued to the Msunduzi Local Municipality for the non-bulk account and the Intergovernmental Relations Framework Act (IRFA) process is continuing. As per the MFMA Section 41 Report for March 2023, Eskom is currently engaging the Ulundi Local Municipality regarding Active Partnering, however, Eskom is still experiencing challenges in securing a payment arrangement with the municipality.

- The eNdameni and Newcastle Local Municipalities did not report the balances owed to Eskom in their MFMA Section 71 data string, however as per the MFMA Section 41 Report for March 2023, it was noted that the eNdameni and Newcastle Local Municipalities owed Eskom R97 million and R99.6 million for unpaid Bulk electricity respectively as at the end of March 2023. Both municipalities have signed repayment plans with Eskom on the bulk account and are honouring the agreement according to the MFMA Section 41 Report for March 2023.
- Of the *Bulk water* outstanding *Creditors* balance of R995.6 million, R704.2 million was in the *Over 90 Days* category. This was mainly due to the fact that the Msunduzi Local Municipality and the Ugu and King Cetshwayo District Municipalities reported amounts owing to the Umgeni Water Board of R393.1 million, R181 million and R87.1 million respectively for unpaid *Bulk water* in the *Over 90 Days* category.
- According to the MFMA Section 41 Report for March 2023 from Umgeni Water, the Msunduzi Local Municipality defaulted on the payment plan therefore the Water Board intends to restrict the water to the municipality by 5 percent as per the Bulk Water Agreement.
- The amounts owed by the Ugu and King Cetshwayo District Municipalities for *Bulk water* as at the end of the third quarter has decreased from the second quarter of the 2022/23 financial year. As per the MFMA Section 71 data strings, the Ugu District Municipality reflected R181 million in the *Over 90 Days* category, which is a decrease of R12 million from the second quarter of R192 million. Similarly, the King Cetshwayo District Municipality reflected R87.1 million in the *Over 90 Days* category, which is a decrease of R22.9 million from the second quarter of R110 million.
- The Umgeni Water Board indicated in the MFMA Section 41 report for March 2023 that the Ugu District Municipality has been complying with the payment plan from 01 July 2022, however they are only paying half their current invoices. The King Cetshwayo reported a total of R125.6 million in their MFMA Section 71 data string for *Bulk water* as at 31 March 2023, while the Umgeni Water Board reported R409.9 million outstanding from the municipality in the MFMA Section 41 report for March 2023 and indicated that reminders for payment were sent to the municipality on 04 April 2023.
- The uThukela District Municipality did not report the balance owed to the Umgeni Water Board in their MFMA Section 71 data string, however as per the MFMA Section 41 Report for March 2023, it was noted that the uThukela District Municipality owed the water board R188.5 million for unpaid *Bulk water*. The overdue amounts are subject to the mediation process in terms of the IRFA. The uThukela District Municipality agreed to pay Umgeni Water Board R2 million per month, of which a payment was made on 30 March 2023.

2.6 National Conditional Grants

Table 9: National Conditional Grants -Summary, Quarter 3 – 2022/23

R'000	DoRA 2022 Total Avail. (Inc. Adjust.)	Unaudited Actual	
		Actual expenditure by municipalities	% Spent
Local Government Financial Management Grant	112 772	59 529	52.8
Infrastructure Skills Development Grant	40 000	29 151	72.9
Neighbourhood Development Partnership (Schedule 5B)	485 868	317 342	65.3
Integrated Urban Development Grant	228 532	57 650	25.2
Municipal Disaster Grant	406 850	93 537	23.0
Municipal Disaster Recovery Grant	26 023	-	-
Public Transport Network Grant	863 393	316 711	36.7
Rural Road Assets Management Systems Grant	25 870	6 384	24.7
Expanded Public Works Programme Integrated Grant (Municipality)	218 806	167 104	76.4
Integrated National Electrification Programme (Municipal) Grant	480 216	201 798	42.0
Energy Efficiency and Demand Side Management (Municipal) Grant	33 000	13 934	42.2
Regional Bulk Infrastructure Grant (Schedule 5B)	228 810	115 102	50.3
Water Services Infrastructure Grant (Schedule 5B)	939 400	278 232	29.6
Municipal Emergency Housing Grant	15 500	-	-
Metro Informal Settlements Partnership Grant	727 265	440 070	60.5
Programme and Project Preparation Support Grant	61 324	-	-
Municipal Infrastructure Grant	3 663 143	1 929 751	52.7
Subtotal	8 556 772	4 026 295	47.1
Allocation In Kind			
Neighbourhood Development Partnership (Schedule 6B)	45 226	-	-
Municipal Systems Improvement Grant (Schedule 6B)	35 036	-	-
Integrated National Electrification Programme (Allocation in-kind) Grant	741 431	-	-
Subtotal	821 693		
Total	9 378 465	4 026 295	42.9

Source: NT Igdatabase, downloaded 19 April 2023.

- In terms of the Division of Revenue Act, Act No. 4 of 2022 (DoRA), direct allocations to all 54 municipalities in KwaZulu-Natal, including the eThekweni Metro amounted to R8.6 billion, while allocations in-kind amounted to R821.7 million, totalling R9.4 billion. Municipalities have reflected spending of only R4 billion or 47.1 percent against the total direct allocation of R8.6 billion which is primarily attributable to delays in SCM processes and inaccurate reporting for a number of municipalities.
- The total Municipal Infrastructure Grant (MIG) allocation to all the municipalities within the province was R3.7 billion, excluding allocations to the uMhlathuze and Ray Nkonyeni Local Municipalities as well as the eThekweni Metro. The eThekweni Metro receives the Programme and Project Preparation Support Grant (PPPSG) while the uMhlathuze and Ray Nkonyeni Local Municipalities receive the Integrated Urban Development Grant (IUDG), therefore none of these municipalities receive the MIG allocation.
- As at the end of the third quarter of the 2022/23 financial year, a total of R1.9 billion or 52.7 percent was spent of the total MIG allocations by the municipalities.
- The total IUDG allocation to the Ray Nkonyeni and uMhlathuze Local Municipalities was R228.5 million of which, R57.7 million or 25.2 percent was spent as at the end of the third quarter of the 2022/23 financial year.
- According to the 2022 DoRA, the Integrated City Development Grant (ICDG) has been repurposed into the PPPSG allocation. The eThekweni Metro was allocated R61.3 million for this grant for the 2022/23 financial year but has not reported any spending against the allocation as at the end of the third quarter of the 2022/23 financial year.

- A total of 14 municipalities reported expenditure of less than 60 percent against their MIG allocations for the 2022/23 financial year as at the end of March 2023. A further 4 municipalities reported no expenditure against their MIG allocations. The uMhlabuyalingana and Mtubatuba Local Municipalities reported expenditure of negative R8.5 million and negative R22.1 million respectively due to challenges with their financial systems. The uMhlabuyalingana Local Municipality indicated that the negative performance is due to the incorrect accounting on opening balances and they are currently engaging the service provider to correct the opening balance journal. According to the municipality, they have spent R26.1 million or 66 percent of their MIG allocation. The Mtubatuba Local Municipality is still experiencing challenges in the use of grants module, amongst others on the financial system which has resulted in the MFMA Section 71 reports reflecting inaccurate information for grants, amongst others. The Mtubatuba Local Municipality is in the process of correcting the reporting with the assistance of their service provider and has indicated that they have spent R29.5 million or 82.3 percent of their MIG allocation.
- The total Water Services Infrastructure Grant (WSIG) allocation to the municipalities within the province was R939.4 million. As at the end of the third quarter, a total of R278.2 million or 29.6 percent was reported against the allocations to municipalities. This is despite negative R58.7 million or negative 68.6 percent reported by the uMgungundlovu District Municipality due to incorrect reporting.

2.7 Criteria for determining serious financial problems

Section 71(1) 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 reflecting the following particulars for that month and for the financial year up to the end of that month.*

The purpose of the MFMA Section 71 report is amongst others, to serve as an early warning system to identify and assist municipalities facing financial problems, including any emerging or impending financial problems.

Section 138 of the MFMA specifies criteria for determining serious financial problems at municipalities. As per Section 138 of the MFMA, the following factors, singly or in combination, may indicate a serious financial problem:

- The municipality has failed to make payments as and when due;*
- the municipality has defaulted on financial obligations for financial reasons;*
- the actual current expenditure of the municipality has exceeded the sum of its actual current revenue plus available surpluses for at least two consecutive financial years;*
- the municipality had an operating deficit in excess of five per cent of revenue in the most recent financial year for which financial information is available;*
- the municipality is more than 60 days late in submitting its annual financial statements to the Auditor-General in accordance with Section 126 [of the MFMA];*
- the Auditor-General has withheld an opinion or issued a disclaimer due to inadequacies in the financial statements or records of the municipality, or has issued an opinion which identifies a serious financial problem in the municipality;*
- any of the above conditions exists in a municipal entity under the municipality's sole control, or in a municipal entity for whose debts the municipality may be responsible, and the municipality has failed to intervene effectively; or*
- any other material condition exists which indicates that the municipality, or a municipal entity under the municipality's sole control, is likely to be unable for financial reasons to meet its obligations.*

Additionally, Section 140 of the MFMA specifies criteria for determining serious or persistent breach of financial commitments. As per Section 140(2) of the MFMA, the following factors, singly or in combination, may indicate that a municipality is in serious material breach of its obligations to meet its financial commitments:

- The municipality has failed to make any payment to a lender or investor as and when due;*
- the municipality has failed to meet a contractual obligation which provides security in terms of Section 48 [of the MFMA];*

- (c) *the municipality has failed to make any other payment as and when due, which individually or in the aggregate is more than an amount as may be prescribed or, if none is prescribed, more than two per cent of the municipality's budgeted operating expenditure; or*
- (d) *the municipality's failure to meet its financial commitments has impacted, or is likely to impact, on the availability or price of credit to other municipalities.*

In this regard, the National and Provincial Treasuries are utilising the criteria as per Sections 138 and 140 of the MFMA to identify and monitor municipalities that display **one or more** of the indicators of serious financial problems on a quarterly basis based on the MFMA Section 71 (data string) reports.

The results of the assessment against the above criteria are set out in Annexure J. However, the reliability and credibility of the MFMA Section 71 reports are a serious concern for KZN Provincial Treasury due to the quality of the data strings submitted by municipalities. It is noted that certain municipalities experience challenges with their financial systems as well as with the capturing of financial data in accordance with the mSCOA segments. These problems cause errors in the data strings submitted by municipalities as well as inaccuracies in the financial information relating to cash flow (reflecting unrealistic Cash and cash equivalents balances) and balance sheet budgeting. As a result, some of the municipalities identified as having serious financial problems based on the MFMA Section 71 reports are questionable. For example, 32 municipalities in the province have been flagged as meeting the criteria for having serious financial problems based on the quarter three MFMA Section 71 figures, however, upon further scrutiny, 19 of the municipalities (list and details as reflected in Annexure J) do not appear to have financial problems due to the following:

- The data strings of eight (8) of the 32 municipalities are incorrect due to inaccurate reporting by the municipalities;
- The existence of Creditors over R1 million that are owed for more than 90 days are due to Retentions and/or disputes with service providers for seven (7) of the 32 municipalities;
- The Operating deficit in excess of 5 percent for one (1) municipality was in line with the municipality's budget but is not a sign of financial distress; and
- The negative audit opinion was the only criteria displayed for three (3) municipalities however, these municipalities do not display any other signs of financial problems as at the end of the first quarter of the 2022/23 financial year.

The remaining 13 municipalities have been identified as meeting the criteria for having serious financial problems as shown in Table 10.

Table 10: Municipalities meeting the criteria of having financial problems

No.	Name of Municipality	No.	Name of Municipality
1	Ugu DM	8	eNdumeni
2	Mpołana	9	eMadlangeni
3	Msunduzi	10	AbaQulusi
4	uThukela DM	11	Ulundi
5	uMzinyathi DM	12	Mtubatuba
6	Newcastle	13	uMkhanyakude DM
7	Amajuba DM		

Source: KZN Provincial Treasury.

Included in the list of the 13 municipalities identified as meeting the criteria for having financial problems are seven (7) municipalities which are listed in Table 11 that have also been identified by National Treasury as being in financial distress. In addition, six (6) of the seven (7) municipalities listed in Table 11 are also under intervention in terms of Section 139(1)(b) of the Constitution.

Table 11: Municipalities in financial distress as per National Treasury

No.	Name of Municipality	Intervention
1	Mpofana	Section 139(1)(b)
2	Msunduzi	Section 139(1)(b)
3	uThukela DM	Section 139(1)(b)
4	uMzinyathi DM	Section 139(1)(b)
5	AbaQulusi	N/A
6	Mtubatuba	Section 139(1)(b)
7	uMkhanyakude DM	Section 139(1)(b) and Section 139(4)

Source: KZN Provincial Treasury.

Provincial Treasury is supporting five (5) of the seven (7) municipalities in financial distress whilst the Msunduzi Local Municipality, is being supported by National Treasury. Finance experts have been deployed to the uMkhanyakude, uThukela and uMzinyathi District Municipalities as well as the Mpofana Local Municipality. Financial management support continued at the Mtubatuba Local Municipality during the 2022/23 financial year. Support from the deployed Finance experts commenced during the latter part of 2021/22 and continued during the 2022/23 financial year. The AbaQulusi Local Municipality declined the financial management support offered to them for the 2022/23 financial year as the municipality has appointed their own consultants.

The remaining six (6) municipalities shown in Table 12 also meet the criteria for having financial problems based on the financial performance as at the end of quarter three of the 2022/23 financial year and will need to be closely monitored going forward.

Table 12: Municipalities meeting the criteria of having financial problems based on Quarter 3 figures – 2022/23

No.	Name of Municipality	No.	Name of Municipality
1	Ugu DM	5	eMadlangeni
2	Newcastle	6	Ulundi
3	eNdumeni		
4	Amajuba DM		

Source: KZN Provincial Treasury.

During the second quarter of the 2022/23 financial year, letters were sent from Provincial Treasury to 28 municipalities that met the criteria of having financial problems. Municipalities were requested to table the letters to their Councils. Fifteen (15) of the 28 municipalities complied with this request and submitted the relevant Council resolutions, however despite all the efforts made by the PT team to convince them, the remaining 13 municipalities in Table 13 did not table their letters to their Councils.

Table 13: Municipalities that did not table the Provincial Treasury letters for Quarter 2 of the 2022/23 financial year to their Councils

No.	Name of Municipality	No.	Name of Municipality
1	Nkandla	8	Nongoma
2	uMlalazi	9	uMzumbe
3	eDumbe	10	AbaQulusi
4	uThukela DM	11	Ulundi
5	uMzinyathi DM	12	Mtubatuba
6	Newcastle	13	uMkhanyakude DM
7	uPhongolo		

Source: KZN Provincial Treasury.

2.8 Non Compliance with the MFMA Reporting Requirements

KZN Provincial Treasury uses the monthly In-Year reports, creditors, debtors and conditional grants reports to produce the MFMA Section 71(7) Consolidated Municipal Budgets Performance Report.

As at 14 February 2023, only one (1) municipality did not submit their data strings for Month 07 within 10 working days after the end of January 2023 as required by Section 71(1) of the MFMA and was therefore issued a non-compliance letter. Subsequent to Provincial Treasury officials engaging the non-compliant municipality, the outstanding data string was submitted.

As at 14 March 2023, two (2) municipalities did not submit their data strings for Month 08 within 10 working days after the end of February 2023 as required by Section 71(1) of the MFMA and were therefore issued the municipalities with non-compliance letters. Subsequent to Provincial Treasury officials engaging the non-compliant municipalities, both the municipalities submitted their data strings submitted their outstanding data strings.

As at 18 April 2023, three (3) municipalities did not submit their data strings for Month 09 within 10 working days after the end of March 2023 as required by Section 71(1) of the MFMA and were therefore issued with the municipalities with non-compliance letters. Subsequent to Provincial Treasury officials engaging the non-compliant municipalities, all three municipalities submitted their outstanding data strings.

Table 14: List of municipalities that did not submit their data strings - Quarter 3 – 2022/23

Name of data strings	Period	Non-compliant municipalities
In Year Reporting - Monthly Data strings	January 2023 Outstanding submissions as at 14 February 2023	Jozini
In Year Reporting - Monthly Data strings	February 2023 Outstanding submissions as at 14 March 2023	Nongoma
Age Creditors	February 2023 Outstanding submissions as at 14 March 2023	Nongoma, Nkandla
Age Debtors	February 2023 Outstanding submissions as at 14 March 2023	Nongoma, Nkandla
In Year Reporting - Monthly Data strings	March 2023 Outstanding submissions as at 18 April 2023	eMadlangeni, Maphumulo
Age Creditors	March 2023 Outstanding submissions as at 18 April 2023	Nongoma
Age Debtors	March 2023 Outstanding submissions as at 18 April 2023	Nongoma

Source: NT Igdatabase

2.9 Conclusion

Whilst Provincial Treasury would continue supporting municipalities, the primary responsibility to avoid, identify and resolve financial problems in a municipality rests with the municipality itself as per Sections 61, 62, 63, 64, 65, 81 and 135 of the MFMA. It is therefore incumbent upon the political and administrative leadership at the municipalities to be vigilant with regard to early identification of financial problems that would threaten their service delivery obligations

R000	Original Budget	Adjusted Budget	Unaudited Actual	% Generated	Detail																									
					Exchange Revenue															Non-exchange Revenue										
					Electricity	Water	Waste Water Management	Waste Management	Sale of Goods and Rendering of Services	Agency services	Interest	Interest earned from Receivables	Interest earned from Current and Non Current Assets	Dividends	Rent on Land	Rental from Fixed Assets	Licence and Permits	Operational Revenue	Property rates	Surcharges and Taxes	Fines, penalties and forfeits	Licences or permits	Transfers and subsidies - Operational	Interest	Fuel Levy	Operational Revenue	Gains on disposal of Assets	Other Gains	Discontinued Operations	
A	KZN2000 eThekweni	46 166 096	47 070 987	37 737 251	80.2	11 644 340	4 390 649	1 074 061	729 279	209 480	10 187	563	688 233	356 567	-	42	610 092	7 446	159 193	9 332 512	207 081	19 457	38 120	4 518 350	301 248	3 379 795	-	11 209	49 348	-
B	KZN212 uMdoni	332 676	334 739	317 538	94.9	-	-	-	9 128	2 416	1 540	-	1 234	9 854	-	-	5 964	7	2 078	95 996	-	1 430	5 645	175 563	6 682	-	-	-	-	-
B	KZN213 uMzuzume	192 012	200 927	185 514	92.3	-	-	-	28	-	-	-	-	7 454	-	-	64	-	455	8 244	-	-	14	169 255	-	-	-	-	-	-
B	KZN214 uMzuzwabantu	221 526	206 683	141 294	68.4	25 266	-	-	2 062	176	432	-	-	4 533	-	-	122	-	590	18 121	-	1 310	869	87 813	-	-	-	-	-	-
B	KZN216 Ray Nkonyeni	1 174 628	1 139 727	959 772	84.2	113 927	-	-	54 288	13 152	3 921	-	4 869	6 352	-	-	3 076	457	891	443 329	-	14 932	5 993	273 557	20 988	-	-	-	-	-
C	DC21 Ugu DM	1 234 623	1 265 906	999 174	78.9	-	255 584	81 457	-	1 999	-	-	40 056	6 446	-	-	2 053	-	16 101	-	-	-	-	595 478	-	-	-	-	-	-
Total: Ugu Municipalities	3 155 465	3 147 981	2 603 292	82.7	139 192	255 584	81 457	65 478	17 811	5 892	-	46 159	34 639	-	-	11 280	465	20 115	565 692	-	17 672	12 521	1 301 666	27 670	-	-	-	-	-	
B	KZN221 uMshwathi	205 581	215 404	178 908	83.1	-	-	-	1 747	277	2 796	-	907	2 416	-	-	286	7	36 803	-	8	-	133 200	461	-	-	-	-	-	-
B	KZN222 uMngeni	537 787	519 270	379 492	73.1	71 373	-	-	8 801	3 300	-	-	3 108	1 827	-	-	1 464	1 368	252	180 039	0	1 239	802	97 846	8 073	-	-	-	-	-
B	KZN223 uMfolozi	172 980	198 815	115 123	57.9	37 699	-	-	3 490	103	-	-	260	-	-	178	3 574	3 985	11 367	-	5 784	-	48 574	89	-	-	-	-	-	-
B	KZN224 uMpheni	61 829	63 905	59 690	93.4	-	-	-	64	-	-	-	204	-	-	-	492	25	-	6 665	-	-	-	51 373	-	-	-	-	-	-
B	KZN225 uMsunduzi	7 050 770	6 695 637	4 971 169	71.1	2 077 075	622 467	153 148	93 114	21 018	2 333	-	133 329	6 581	-	-	13 527	1 893	43 003	1 000 920	-	2 091	-	755 088	46 286	(683)	-	-	-	-
B	KZN226 uMkhambathi	118 824	128 867	117 689	91.3	-	-	-	444	210	-	-	1 145	-	-	-	5 483	105	1 974	-	1	-	92 283	-	-	-	-	-	-	-
B	KZN227 Richmond	160 275	148 622	114 681	77.2	-	-	-	333	247	-	27	(44)	2 754	-	-	855	10	651	24 041	-	(8 115)	2 054	91 869	-	-	-	-	-	-
C	DC22 uMgungundlovu DM	1 340 465	1 354 680	1 071 462	79.1	-	308 197	31 440	-	288	-	-	40 569	9 651	-	-	286	-	71	-	-	-	680 959	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	9 648 612	9 625 201	7 008 215	72.8	2 186 147	930 664	184 589	107 993	25 468	5 336	27	178 376	24 838	-	-	17 133	12 359	48 067	1 277 828	0	1 008	2 856	1 951 171	54 948	-	-	(594)	-	-	
B	KZN235 uMshayane	208 624	205 598	193 449	94.1	-	-	-	1 251	435	-	-	298	3 316	-	-	391	1 868	25	22 529	-	277	243	157 970	3 772	-	-	-	-	-
B	KZN237 uMqungu	715 960	681 046	549 699	83.2	184 884	-	-	7 297	433	20	-	22 310	5 878	-	-	434	244	1 396	93 294	-	1 469	1 361	223 359	10 615	-	-	-	-	-
B	KZN238 Alfred Duma	1 112 395	1 197 220	958 394	80.1	333 743	-	-	25 730	1 189	2 459	-	7 917	19 898	-	-	1 991	2 415	2 997	193 298	-	56 441	-	311 249	-	(933)	-	-	-	-
C	DC23 uThukela DM	904 871	925 122	769 524	83.2	-	162 795	(2 363)	3 767	-	-	-	36 116	4 135	-	-	-	-	37 093	-	-	47	-	527 936	-	-	-	-	-	-
Total: uThukela Municipalities	2 941 851	2 988 986	2 471 276	82.7	518 627	162 795	(2 363)	34 278	5 824	3 551	-	66 641	33 226	-	0	2 815	4 526	41 812	309 037	-	58 235	1 604	1 217 514	14 387	-	-	-	(933)	-	
B	KZN241 eNdlweni	416 713	417 008	252 456	60.5	81 859	-	-	17 114	335	-	-	715	1 302	-	-	725	210	(350)	77 142	-	860	3 044	68 110	1 246	-	-	146	-	-
B	KZN242 Nquthu	271 152	258 231	155 575	60.2	15 211	-	-	1 146	112	-	44	357	1 320	-	-	598	-	152	27 218	-	525	654	107 035	1 203	-	-	-	-	-
B	KZN244 uMhlanga	289 533	289 533	174 295	67.0	-	-	-	902	252	-	-	69	-	-	-	378	-	-	23 170	132	-	-	149 381	-	-	-	-	-	-
B	KZN245 uMvoti	347 449	348 815	284 355	81.5	61 070	-	-	8 185	4 285	-	-	-	2 720	-	-	250	1 711	849	38 019	-	113	-	167 154	(0)	-	-	-	-	-
C	DC24 uMzinyathi DM	585 505	588 060	546 611	93.0	-	49 571	10 505	641	-	-	-	24 473	2 870	-	-	322	-	54	-	-	-	457 091	-	-	1 085	-	-	-	-
Total: uMzinyathi Municipalities	1 910 363	1 872 207	1 413 292	75.5	158 141	49 571	10 505	27 346	5 624	3 545	44	25 545	8 281	-	-	2 273	1 921	704	165 548	132	1 497	3 698	948 781	2 449	-	-	-	-	-	
B	KZN252 Newcastle	2 693 263	2 248 440	1 736 226	77.2	540 723	162 174	95 852	77 573	6 583	-	-	4 706	4 070	-	-	6 310	-	1 148	284 603	-	3 418	39	547 987	-	-	1 039	-	-	-
B	KZN253 eMadlangeni	112 232	108 852	72 166	66.3	10 030	-	-	1 278	231	-	-	215	-	-	-	885	1 041	(6)	17 005	-	218	-	1 997	-	-	-	-	-	-
B	KZN254 Danisaas	191 117	197 842	161 697	81.8	-	-	-	942	905	-	-	828	-	-	-	17	-	36	22 004	-	27	432	135 312	-	-	-	-	-	-
C	DC25 Amajuba DM	264 568	270 600	233 570	86.3	-	21 614	6 482	220	-	-	-	11 215	4 846	-	-	30	-	1 823	-	-	-	-	187 339	-	-	-	-	-	-
Total: Amajuba Municipalities	3 261 178	2 825 535	2 203 659	78.0	550 753	183 789	102 334	79 792	7 939	1 195	-	15 922	9 958	-	-	7 242	1 041	3 000	323 613	-	3 662	472	909 909	1 997	-	-	-	-	-	0
B	KZN261 eDumbe	192 295	213 835	166 822	78.0	21 979	-	-	1 234	45	-	-	4 460	691	-	-	1 082	291	133	22 639	-	1 164	652	109 769	2 683	-	-	-	-	-
B	KZN262 uPhongolo	297 690	316 994	268 305	84.6	35 147	-	-	9 592	245	786	-	8	1 588	-	-	375	1 319	984	31 915	-	810	-	184 920	615	-	-	-	-	-
B	KZN263 uMkhusini	715 544	713 924	542 040	75.9	148 558	32 056	27 249	17 013	942	-	-	9 832	1 277	-	-	949	2 952	1 692	74 237	-	15 031	-	210 250	-	-	-	-	-	-
B	KZN265 Nonqoma	237 544	233 719	229 136	98.0	-	-	-	1 578	43	-	-	-	-	-	-	178	98	804	25 852	-	-	713	197 023	331	-	-	-	-	-
B	KZN266 Ulundi	400 998	402 941	371 564	92.2	48 223	-	-	7 544	373	1 313	-	2 069	1 163	-	-	773	92	102	101 419	-	518	-	206 045	1 929	-	-	-	-	-
C	DC26 Zululand DM	688 935	706 984	682 098	96.5	-	31 434	11 476	845	-	-	-	166	2 479	-	-	157	51	385	-	-	-	67	635 038	-	-	-	-	-	-
Total: Zululand Municipalities	2 533 006	2 588 396	2 259 965	87.3	253 907	63 490	38 725	36 962	2 493	2 100	-	17 464	7 531	-	-	3 513	4 804													

Annexure C: Capital Revenue (Source of finance) - As at the end of Quarter 3 - 2022/23

R'000	Original Budget	Adjusted Budget	Unaudited Actual	% Generated	Detail							
					Sources of Finance				Transfers recognised - capital			
					National Govt.	Provincial Govt.	District Municipality	Other transfers and grants	Borrowing	Internally generated funds		
A	KZN2000	eThekweni	5 589 511	6 111 357	1 971 344	32.3	1 408 706	33 052	-	-	356 952	172 633
B	KZN212	uMdoni	86 436	70 216	34 003	48.4	25 210	733	-	-	-	8 061
B	KZN213	uMzombe	94 374	100 422	56 703	56.5	34 707	-	-	-	-	21 996
B	KZN214	uMuziwabantu	56 565	56 913	33 657	59.1	17 286	344	-	-	-	16 027
B	KZN216	Ray Nkonyeni	172 044	222 060	130 719	58.9	100 286	14 916	-	-	1 959	13 558
B	DC21	Ugu DM	314 988	399 023	160 365	40.2	141 264	-	-	-	-	19 101
	Total: Ugu Municipalities		724 407	848 634	415 447	49.0	318 752	15 993	-	-	1 959	78 743
B	KZN221	uMshwathi	30 232	55 994	24 046	42.9	17 317	1 076	-	-	-	5 653
B	KZN222	uMngeni	41 603	64 383	6 391	9.9	5 986	-	-	-	-	404
B	KZN223	Mpofana	12 458	16 852	8 893	52.8	7 627	-	-	-	-	1 266
B	KZN224	iMpindle	11 399	12 444	10 192	81.9	10 091	0	-	-	-	101
B	KZN225	Msunduzi	835 918	526 985	294 897	56.0	182 170	18 713	-	-	-	94 014
B	KZN226	Mkhambathini	17 962	32 676	29 077	89.0	28 310	-	-	-	-	767
B	KZN227	Richmond	27 529	33 692	12 118	36.0	10 163	154	-	-	-	1 802
C	DC22	uMgungundlovu DM	180 212	188 241	(49 715)	(26.4)	(49 580)	-	-	-	-	(136)
	Total: uMgungundlovu Municipalities		1 157 314	931 267	335 899	36.1	212 084	19 943	-	-	-	103 872
B	KZN235	Okhahlamba	58 356	58 891	37 456	63.6	23 057	3 807	-	7 130	-	3 462
B	KZN237	iNkosi Langalibalele	61 405	177 987	73 792	41.5	73 231	-	-	-	-	560
B	KZN238	Alfred Duma	133 079	148 947	77 555	52.1	38 455	6 135	-	-	-	32 966
B	DC23	uThukela DM	264 840	243 124	50 007	20.6	50 005	-	-	-	-	2
	Total: uThukela Municipalities		517 680	628 949	238 809	38.0	184 748	9 942	-	7 130	-	36 989
B	KZN241	eNdameni	17 567	19 340	11 251	58.2	9 459	-	-	-	-	1 792
B	KZN242	Nquthu	44 321	79 790	34 711	43.5	12 872	-	-	-	-	21 839
B	KZN244	uMsinga	71 914	61 584	38 414	62.4	23 130	-	-	-	-	15 283
B	KZN245	uMvoti	32 416	38 890	25 134	64.6	20 584	554	-	-	-	3 997
C	DC24	uMzinyathi DM	259 312	264 969	129 565	48.9	122 149	4 348	-	-	-	3 068
	Total: uMzinyathi Municipalities		425 530	464 573	239 075	51.5	188 194	4 902	-	-	-	45 979
B	KZN252	Newcastle	209 378	214 172	96 152	44.9	84 710	2 314	-	-	-	9 128
B	KZN253	eMadlangeni	27 788	27 579	13 518	49.0	10 721	478	-	-	-	2 319
B	KZN254	Dannhauser	76 209	61 939	32 554	52.6	10 633	-	-	-	-	21 921
C	DC25	Amajuba DM	109 797	117 965	42 805	36.3	36 255	3 948	-	-	-	2 602
	Total: Amajuba Municipalities		423 172	421 655	185 029	43.9	142 320	6 740	-	-	-	35 969
B	KZN261	eDumbe	60 421	36 902	31 879	86.4	24 597	9 212	-	-	-	(1 930)
B	KZN262	uPhongolo	28 791	51 662	22 581	43.7	14 653	3 976	-	-	-	3 952
B	KZN263	AbaQulusi	55 904	52 974	30 004	56.6	26 627	-	-	-	-	3 377
B	KZN265	Nongoma	35 973	41 671	36 794	88.3	31 969	-	-	-	-	4 825
B	KZN266	Ulundi	38 182	39 378	34 152	86.7	33 252	-	-	-	-	900
C	DC26	Zululand DM	332 162	541 793	194 029	35.8	187 401	1 348	-	-	-	5 279
	Total: Zululand Municipalities		551 433	764 380	349 439	45.7	318 499	14 537	-	-	-	16 403
B	KZN271	uMhlalabuyalingana	51 533	59 035	(17 551)	(29.7)	(17 473)	2 242	-	-	-	(2 320)
B	KZN272	Jozini	42 330	43 130	39 770	92.2	34 923	244	-	-	-	4 604
B	KZN275	Mtubatuba	54 235	58 064	15 779	27.2	8 203	6 578	-	-	-	998
B	KZN276	Big Five Hlabisa	28 368	27 222	11 370	41.8	6 715	391	-	-	-	4 264
C	DC27	uMkhanyakude DM	271 718	221 667	53 703	24.2	53 703	-	-	-	-	-
	Total: uMkhanyakude Municipalities		448 184	409 119	103 070	25.2	86 070	9 454	-	-	-	7 546
B	KZN281	uMfolozi	32 463	28 940	23 856	82.4	21 476	-	-	-	-	2 380
B	KZN282	uMhlathuze	835 076	1 081 609	574 599	53.1	109 970	730	-	-	350 820	113 079
B	KZN284	uMlalazi	69 656	73 831	33 189	45.0	28 252	-	-	-	-	4 937
B	KZN285	Mthonjaneni	39 094	42 890	29 858	69.6	28 224	-	-	-	-	1 634
B	KZN286	Nkandla	31 525	37 612	13 900	37.0	13 638	-	-	-	-	262
C	DC28	King Cetshwayo DM	483 080	464 395	238 372	51.3	207 946	-	-	-	-	30 427
	Total: King Cetshwayo Municipalities		1 490 894	1 729 276	913 774	52.8	409 505	730	-	-	350 820	152 719
B	KZN291	Mandeni	78 311	85 993	41 913	48.7	24 341	40	-	-	-	17 532
B	KZN292	KwaDukuza	510 265	1 023 114	213 514	20.9	87 559	-	-	-	-	125 955
B	KZN293	Ndwedwe	78 450	75 300	57 797	76.8	28 860	-	-	-	-	28 937
B	KZN294	Maphumulo	33 687	33 363	19 234	57.6	15 648	46	-	-	-	3 539
C	DC29	iLembe DM	344 042	336 292	190 287	56.6	165 744	13 290	-	-	-	11 253
	Total: Ilembe Municipalities		1 044 755	1 554 063	522 745	33.6	322 153	13 376	-	-	-	187 216
B	KZN433	Greater Kokstad	127 201	134 566	51 188	38.0	23 903	18 715	-	-	-	8 571
B	KZN434	uBuhlebezwe	50 949	49 822	20 686	41.5	15 767	47	-	-	-	4 872
B	KZN435	uMzimkhulu	129 741	137 921	63 822	46.3	26 192	15 374	-	-	-	22 256
B	KZN436	Dr. Nkosazana Dlamini Zuma	94 890	93 174	37 684	40.4	13 390	397	-	-	-	23 898
C	DC43	Harry Gwala DM	298 180	295 354	156 744	53.1	154 712	-	-	-	-	2 033
	Total: Harry Gwala Municipalities		700 961	710 837	330 125	46.4	233 963	34 533	-	-	-	61 630
Total			13 073 841	14 574 109	5 604 757	38.5	3 824 995	163 201	-	7 130	709 731	899 699

Source: NT Igdatabase

Annexure D: Capital Expenditure - As at the end of Quarter 3 - 2022/23

R000	Original Budget	Adjusted Budget	Unaudited Actual	% Spent	Detail																		
					Governance and Admin.			Community and Public Safety					Economic and Environmental Services			Trading Services				Other			
					Executive & Council	Finance and administration	Internal audit	Community & Social Services	Sport And Recreation	Public Safety	Housing	Health	Planning and Dev.	Road Transport	Environ. Protection	Energy source	Water management	Waste Water Mgt.	Waste Mgt.				
A	KZN2000	eThekweni	5 589 511	6 111 447	1 971 394	32.3	11 075	(33 638)	452	33 005	46 956	(5 955)	209 828	3 964	99 716	701 490	454	267 964	308 727	257 572	62 425	7 357	
B	KZN212	uMdoni	86 436	70 216	34 003	48.4	-	324	-	3 142	9 745	-	-	-	328	13 056	-	-	-	-	-	7 409	-
B	KZN213	uMzumbi	94 374	100 422	56 703	56.5	-	1 851	-	10 908	2 537	-	-	-	-	41 268	-	-	-	-	-	139	-
B	KZN214	uMuziwabantu	56 565	56 913	33 657	59.1	2 274	763	-	4 922	-	-	-	-	348	24 490	-	739	-	-	-	121	-
B	KZN216	Ray Nkonyeni	172 044	222 060	130 719	58.9	108	664	50	-	-	1 601	209	-	76 969	42 792	-	7 444	-	-	-	882	-
C	DC21	Ugu DM	314 988	399 023	160 365	40.2	-	13 126	-	-	-	-	-	-	-	-	-	-	84 216	63 023	-	-	-
Total: Ugu Municipalities	724 407	848 634	415 447	49.0	2 381	16 728	50	18 971	12 282	1 601	209	77 645	121 606	8 184	84 216	63 023	8 551						
B	KZN221	uMshwathi	30 232	55 994	24 046	42.9	-	5 583	-	759	-	-	-	-	13 897	3 807	-	-	-	-	-	-	-
B	KZN222	uMngeni	41 603	64 383	31 279	48.6	63	17 980	-	225	-	-	-	-	-	11 077	-	1 933	-	-	-	-	-
B	KZN223	iMpofana	12 458	16 852	10 491	62.3	-	-	-	-	-	-	-	-	-	7 743	-	2 748	-	-	-	-	-
B	KZN224	iMpendle	11 399	12 444	10 192	81.9	-	41	-	2 048	1 725	-	-	-	1 943	4 435	-	-	-	-	-	-	-
B	KZN225	Msunduzi	835 918	526 985	281 396	53.4	2 020	(17 605)	-	19 297	554	(92)	8 364	-	23 284	113 089	-	41 536	52 551	36 563	-	-	1 836
B	KZN226	Mkhambathini	17 962	32 676	29 077	89.0	-	328	-	453	6 279	-	-	-	18	19 571	-	-	-	-	-	-	2 428
B	KZN227	Richmond	27 529	33 692	12 118	36.0	749	413	-	623	-	-	-	-	72	10 261	-	-	-	-	-	-	-
C	DC22	uMgungundlovu DM	179 777	188 241	(49 715)	(26.4)	-	(136)	-	-	-	-	-	-	-	-	-	(49 580)	-	-	-	-	-
Total: uMgungundlovu Municipalities	1 156 879	931 267	348 884	37.5	2 832	6 605	-	23 405	8 558	(92)	8 364	39 214	169 983	46 218	2 971	36 563	4 264						
B	KZN235	Okhahlamba	58 356	58 891	37 456	63.6	-	1 439	-	496	-	1 329	-	-	33 994	-	-	-	-	-	-	148	-
B	KZN237	iNkosi Langalibalele	61 405	177 987	73 864	41.5	248	208	-	100	-	-	-	-	32 242	27 980	-	13 084	-	-	-	-	-
B	KZN238	Alfred Duma	133 079	148 947	77 651	52.1	2 170	15 013	-	395	331	2 035	140	-	42 902	-	-	14 607	-	-	-	-	58
C	DC23	uThukela DM	264 840	243 124	50 007	20.6	-	2	-	-	-	-	-	-	-	-	-	-	48 890	1 115	-	-	-
Total: uThukela Municipalities	517 680	628 949	238 977	38.0	2 418	16 662	-	992	331	3 413	140	109 139	27 980	27 691	48 890	1 115	148						
B	KZN241	eNdumeni	17 567	19 340	11 251	58.2	-	218	-	-	0	-	-	-	-	9 398	-	1 636	-	-	-	-	-
B	KZN242	Nquthu	44 321	79 790	34 711	43.5	-	448	-	6 787	-	-	-	-	2 029	22 156	-	-	-	-	3 292	-	-
B	KZN244	uMsinga	71 914	61 624	38 414	62.3	107	3 808	-	-	7 546	484	-	-	2 952	23 502	-	-	-	-	-	15	-
B	KZN245	uMvoti	32 416	38 890	25 134	64.6	2 805	1 318	-	-	3 856	-	-	-	-	17 156	-	-	-	-	-	(0)	-
C	DC24	uMzinyathi DM	259 312	264 969	129 565	48.9	15	475	-	4 526	-	-	-	-	22	-	-	-	-	124 527	-	-	-
Total: Umzinyathi Municipalities	425 530	464 913	239 075	51.5	2 927	6 266	-	11 313	11 402	484	-	5 003	72 211	1 636	124 527	3 307							
B	KZN252	Newcastle	209 378	214 232	96 152	44.9	-	1 308	-	111	453	-	74	-	12 966	12 433	-	-	46 152	22 656	-	-	-
B	KZN253	eMadlangeni	27 788	27 579	13 518	49.0	-	67	-	478	-	-	-	-	-	2 641	-	8 274	-	-	-	-	2 058
B	KZN254	Dannhauser	81 539	63 999	34 399	53.7	20	799	-	-	-	-	-	-	33 508	-	-	-	-	-	-	72	-
C	DC25	Amajuba DM	109 797	117 965	42 805	36.3	-	306	-	2 839	-	-	-	-	439	9 685	-	-	27 790	1 746	-	-	-
Total: Amajuba Municipalities	428 502	423 775	186 874	44.1	20	2 479	-	3 429	453	-	74	46 912	24 758	8 274	73 943	24 401	72						
B	KZN261	eDumbe	60 421	36 902	31 879	86.4	-	(1 930)	-	393	-	-	-	-	18 058	7 475	-	-	-	-	-	-	-
B	KZN262	uPhongolo	28 791	51 662	22 581	43.7	933	2 956	-	5 043	3 976	-	-	-	-	9 674	-	-	-	-	-	-	-
B	KZN263	AbaQulusi	55 904	52 974	30 317	57.2	2 037	539	-	744	-	-	-	-	-	23 801	-	3 196	-	-	-	-	-
B	KZN265	Nongoma	35 973	41 671	36 794	88.3	-	420	-	4 193	-	212	-	-	-	31 969	-	-	-	-	-	-	-
B	KZN266	Ulundi	38 182	39 378	34 152	86.7	311	345	0	29 487	-	-	-	-	-	3 765	-	241	-	4	-	-	-
C	DC26	Zululand DM	332 162	541 793	194 029	35.8	-	146	-	1 203	-	-	-	-	4 986	-	-	-	187 694	-	-	-	-
Total: Zululand Municipalities	551 433	764 380	349 752	45.8	3 281	2 476	0	41 062	3 976	212	-	23 044	76 685	11 319	187 694	4							
B	KZN271	uMhlabuyalingana	51 533	59 035	(17 551)	(29.7)	(6)	(2 000)	-	685	-	196	-	-	-	(18 325)	-	-	-	-	-	(343)	2 242
B	KZN272	Jozini	42 330	44 135	40 590	92.0	-	2 139	-	2 020	17 763	-	-	-	13 294	4 982	-	-	414	-	-	-	-
B	KZN275	Mthabuba	54 235	58 064	15 779	27.2	66	1 093	-	2 294	-	-	-	-	4 367	7 960	-	-	-	-	-	-	-
B	KZN276	Big Five Hlabisa	28 368	27 222	12 193	44.8	-	2 341	-	4 556	1 516	119	-	-	2 219	1 433	-	-	-	-	-	10	-
C	DC27	uMkhanyakude DM	271 718	221 667	53 703	24.2	-	-	-	-	-	-	-	-	-	-	-	-	38 101	15 602	-	-	-
Total: Umkhanyakude Municipalities	448 184	410 123	104 714	25.5	59	3 573	-	9 555	19 278	315	-	19 879	(3 971)	-	38 515	15 602	(333)						
B	KZN281	uMfolozi	32 463	28 940	23 856	82.4	30	2 173	-	4 190	-	-	-	-	39	17 236	-	-	-	-	-	188	-
B	KZN282	uMhlatuze	835 076	1 081 609	574 599	53.1	29	44 632	-	6 231	92 643	952	-	-	336	31 520	422	44 754	277 554	72 359	264	2 903	-
B	KZN284	uMlalazi	69 656	73 831	33 189	45.0	6	941	-	1 146	9 919	-	-	-	71	18 997	-	1 449	660	-	-	-	-
B	KZN285	Mthonjaneni	39 094	42 890	29 858	69.6	-	302	-	905	-	-	-	-	-	18 243	-	10 408	-	-	-	-	-
B	KZN286	Nkandla	31 525	37 612	13 900	37.0	-	302	-	1 778	2 480	-	-	-	264	8 928	-	147	-	-	-	-	-
C	DC28	King Cetshwayo DM	483 080	464 395	238 372	51.3	39	1 269	3	150	-	56	-	-	-	-	45	-	205 100	15 784	15 927	-	-
Total: King Cetshwayo Municipalities	1 490 894	1 729 276	913 774	52.8	104	49 619	3	14 400	105 042	1 008	-	711	94 924	467	56 758	482 654	88 803	16 380					
B	KZN291	Mandeni	78 311	85 993	41 913	48.7	418	4 612	-	2 624	4 987	-	-	-	5 654	14 545	-	3 015	-	-	6 059	-	-
B	KZN292	KwaDukuza	510 265	1 023 114	213 514	20.9	-</																

Annexure E: Debtors Age Analysis (Total) - As at the end of Quarter 3 - 2022/23

R'000	0 - 30 Days		30 - 60 Days		60 - 90 Days		Over 90 Days		Total	Actual Bad Debts Written Off to Debtors		Impairment - Bad Debts to Council Policy			
	Total	%	Total	%	Total	%	Total	%		Amount	%	Amount	%		
	A	KZN2000	eThekwini	2 566 293	11.0	847 467	3.6	721 194		3.1	19 177 863	82.3	23 312 817	-	0.0
B	KZN212	uMdoni	6 305	4.0	3 547	2.2	9 701	6.1	138 637	87.6	158 191	-	-	-	-
B	KZN213	uMzumbane	-	-	-	-	-	-	37 006	100.0	37 006	-	-	-	-
B	KZN214	uMuziwabantu	3 979	-	2 030	-	1 407	-	29 381	-	36 797	-	-	-	-
B	KZN216	Ray Nkonyeni	62 674	10.7	30 429	5.2	18 758	3.2	471 451	80.8	583 311	-	-	-	-
C	DC21	Ugu DM	42 931	3.9	44 068	4.0	25 752	2.4	976 458	89.6	1 089 210	-	-	-	-
Total: Ugu Municipalities			115 889	6.1	80 075	4.2	55 618	2.9	1 652 933	86.8	1 904 514	-	-	-	-
B	KZN221	uMshwathi	6 017	3.4	6 356	3.6	3 052	1.7	160 536	91.2	175 961	-	-	-	-
B	KZN222	uMngeni	12 551	-	8 033	-	5 652	-	217 129	-	243 364	-	-	-	-
B	KZN223	Mpofana	303	0.2	5 132	3.6	754	0.5	136 179	95.7	142 369	-	-	-	-
B	KZN224	iMpendle	582	3.6	1 744	10.6	416	2.5	13 652	83.3	16 394	-	-	-	-
B	KZN225	Msunduzi	-	-	-	-	-	-	-	-	-	-	-	-	-
B	KZN226	Mkhambathini	1 595	4.8	1 107	3.3	455	1.4	30 239	90.5	33 395	-	-	-	-
B	KZN227	Richmond	2 180	-	1 159	-	1 002	-	45 179	-	49 521	-	-	-	-
C	DC22	uMgungundlovu DM	78 261	9.1	64 841	7.5	25 820	3.0	693 758	80.4	862 680	-	-	-	-
Total: uMgungundlovu Municipalities			101 490	6.7	88 370	5.8	37 151	2.4	1 296 672	85.1	1 523 684	-	-	-	-
B	KZN235	Okhahlamba	2 931	3.6	3 573	4.4	3 125	3.8	72 321	88.2	81 950	-	-	-	-
B	KZN237	iNkosi Langalibalele	27 955	6.5	13 743	3.2	12 533	2.9	378 914	87.5	433 145	-	-	-	-
B	KZN238	Alfred Duma	53 055	6.3	23 771	2.8	17 688	2.1	750 861	88.8	845 376	-	-	-	-
C	DC23	uThukela DM	28 800	-	22 321	-	22 352	-	867 844	-	941 317	-	-	-	-
Total: uThukela Municipalities			112 741	4.9	63 409	2.8	55 699	2.4	2 069 940	89.9	2 301 788	-	-	-	-
B	KZN241	eNdumeni	-	-	-	-	-	-	-	-	-	-	-	-	-
B	KZN242	Nquthu	2 250	14.4	281	1.8	230	1.5	12 893	82.4	15 655	-	-	-	-
B	KZN244	uMsinga	1 233	1.8	1 150	1.6	1 132	1.6	66 672	95.0	70 187	-	-	-	-
B	KZN245	uMvoti	8 109	15.9	4 026	7.9	1 460	2.9	37 283	73.3	50 879	-	-	-	-
C	DC24	uMzinyathi DM	10 994	2.0	19 131	3.6	7 485	1.4	501 044	93.0	538 653	-	-	-	-
Total: uMzinyathi Municipalities			22 586	3.3	24 588	3.6	10 307	1.5	617 893	91.5	675 374	-	-	-	-
B	KZN252	Newcastle	68 934	4.4	36 737	2.3	36 069	2.3	1 422 192	90.9	1 563 932	-	-	-	-
B	KZN253	eMadlangeni	3 006	4.0	5 416	7.3	3 001	4.0	63 163	84.7	74 586	-	-	-	-
B	KZN254	Dannhauser	1 766	2.9	1 457	2.4	1 333	2.2	56 801	92.6	61 357	-	-	-	-
C	DC25	Amajuba DM	5 404	2.7	14 812	7.5	5 187	2.6	172 304	87.2	197 708	-	-	-	-
Total: Amajuba Municipalities			79 110	4.2	58 422	3.1	45 590	2.4	1 714 460	90.3	1 897 583	-	-	-	-
B	KZN261	eDumbe	4 707	2.5	6 737	2.3	2 466	2.3	174 797	90.9	188 707	-	-	-	-
B	KZN262	uPhongolo	9 924	3.3	8 324	1.4	2 820	0.5	280 774	46.5	301 842	-	-	-	-
B	KZN263	AbaQulusi	26 834	9.0	12 626	4.2	12 187	4.1	245 687	82.6	297 334	-	-	-	-
B	KZN265	Nongoma	1 036	-	1 386	-	865	-	62 244	-	65 531	-	-	-	-
B	KZN266	Ulundi	7 926	4.8	7 809	4.7	2 652	1.6	146 310	88.8	164 697	-	-	-	-
C	DC26	Zululand DM	5 736	2.9	5 409	2.7	4 349	2.2	183 988	92.2	199 482	-	-	-	-
Total: Zululand Municipalities			56 163	4.6	42 290	3.5	25 340	2.1	1 093 800	89.8	1 217 593	-	-	-	-
B	KZN271	uMhlabyalingana	1 099	1.8	1 601	2.6	792	1.3	57 635	94.3	61 127	-	-	-	-
B	KZN272	Jozini	2 770	2.0	3 387	2.4	1 586	1.1	133 691	94.5	141 434	-	-	-	-
B	KZN275	Mtubatuba	6 135	2.4	10 498	4.2	5 070	2.0	230 123	91.4	251 826	-	-	-	-
B	KZN276	Big Five Hlabisa	872	1.3	1 319	2.0	1 035	1.6	62 523	95.1	65 748	-	-	-	-
C	DC27	uMkhanyakude DM	4 032	-	8 320	-	2 900	-	212 864	-	228 116	-	-	-	-
Total: uMkhanyakude Municipalities			14 908	2.0	25 125	3.4	11 383	1.5	696 836	93.1	748 252	-	-	-	-
B	KZN281	uMfolozi	858	4.7	250	1.4	727	4.0	16 383	89.9	18 217	-	-	-	-
B	KZN282	uMhlathuze	-	-	-	-	-	-	-	-	-	-	-	-	-
B	KZN284	uMlalazi	3 285	3.0	4 153	3.8	3 079	2.9	97 518	90.3	108 036	-	-	-	-
B	KZN285	Mthonjaneni	2 551	6.7	2 046	5.3	769	2.0	32 883	86.0	38 249	-	-	-	-
B	KZN286	Nkandla	2 521	4.3	4 100	7.0	(10 314)	-17.6	62 203	106.3	58 510	-	-	-	-
C	DC28	King Cetshwayo DM	10 316	8.9	6 853	5.9	5 175	4.4	94 188	80.8	116 531	-	-	-	-
Total: King Cetshwayo Municipalities			19 531	5.8	17 403	5.1	(564)	-0.2	303 174	89.3	339 543	-	-	-	-
B	KZN291	Mandeni	7 572	3.6	5 663	2.7	2 540	1.2	193 689	92.5	209 464	-	-	-	-
B	KZN292	KwaDukuza	89 618	23.3	25 355	6.6	13 783	3.6	256 449	66.6	385 204	-	-	-	-
B	KZN293	Ndwedwe	491	1.2	854	2.1	394	1.0	38 750	95.7	40 490	-	-	-	-
B	KZN294	Maphumulo	(23)	-0.8	(6 131)	-210.8	111	3.8	8 951	307.7	2 909	-	-	-	-
C	DC29	iLembe DM	34 792	4.3	29 664	3.7	28 045	3.5	712 804	88.5	805 305	-	-	-	-
Total: iLembe Municipalities			132 450	9.2	55 405	3.8	44 874	3.1	1 210 643	83.9	1 443 372	-	-	-	-
B	KZN433	Greater Kokstad	18 855	27.5	4 369	6.4	2 588	3.8	42 750	62.4	68 563	-	-	-	-
B	KZN434	uBuhlebezwe	1 352	1.8	3 633	4.8	186	0.2	71 013	93.2	76 184	-	-	-	-
B	KZN435	uMzimkhulu	1 149	7.5	343	2.2	324	2.1	13 533	88.2	15 349	(132)	-0.9	-	-
B	KZN434	Dr. Nkosazana Dlamini Zuma	(847)	-1.0	2 083	2.5	1 951	2.3	80 610	96.2	83 797	-	-	-	-
C	DC43	Harry Gwala DM	17 693	4.2	38 240	9.0	9 944	2.3	359 078	84.5	424 955	-	-	-	-
Total: Harry Gwala Municipalities			38 203	5.7	48 667	7.3	14 994	2.2	566 984	84.8	668 848	(132)	-0.0	-	-
Total			3 259 364	9.0	1 351 223	3.7	1 021 585	2.8	30 401 198	84.4	36 033 370	(132)	-0.0	253 141	0.7

Source: NT Publication

Annexure F: Debtors by Customer Group (Total) - As at the end of Quarter 3 - 2022/23

R'000	Organs of State						Commercial						Household						Other						Total		
	Age category (Days)				Total	%	Age category (Days)				Total	%	Age category (Days)				Total	%									
	30 - 60	60 - 90	Over 90				30 - 60	60 - 90	Over 90				30 - 60	60 - 90	Over 90				30 - 60	60 - 90	Over 90						
A	KZN2000	eThekwini	179 032	50 179	21 969	735 812	986 993	4.2	1 016 215	290 199	230 777	3 918 662	5 455 853	23.4	1 361 511	502 556	464 963	14 478 454	16 807 485	72.1	9 535	4 533	3 485	44 935	62 487	0.3	23 312 817
B	KZN212	uMdoni	322	289	2 119	36 563	39 294	24.8	1 201	501	2 332	17 413	21 447	13.6	4 782	2 757	5 250	84 661	97 450	61.6	-	-	-	-	-	-	158 191
B	KZN213	uMzombe	-	-	-	22 899	22 899	-	-	-	-	8 640	8 640	23.3	-	-	-	-	-	-	-	-	-	5 466	5 466	14.8	37 006
B	KZN214	uMuziwabantu	908	784	489	14 691	16 872	-	2 243	644	431	4 982	8 300	-	827	603	486	9 708	11 625	-	-	-	-	-	-	-	36 797
B	KZN216	Ray Nkonyeni	2 675	787	706	53 560	57 728	9.9	20 495	9 610	4 328	87 627	122 060	20.9	39 505	20 031	13 724	330 263	403 523	69.2	-	-	-	-	-	-	583 311
C	DC21	Ugu DM	3 123	3 511	286	10 744	17 664	-	9 825	9 397	4 613	132 575	156 411	14.4	30 041	31 170	20 888	833 480	915 578	84.1	(58)	(10)	(35)	(340)	(443)	-0.0	1 089 210
Total: Ugu Municipalities			7 028	5 371	3 600	138 458	154 457	8.1	33 764	20 152	11 705	251 238	316 859	16.6	75 155	54 561	40 348	1 258 112	1 428 176	75.0	(58)	(10)	(35)	5 126	5 023	0.3	1 904 514
B	KZN221	uMshwathi	1 437	1 543	727	57 661	61 368	34.9	2 288	2 393	1 235	37 483	43 400	24.7	2 048	2 173	924	63 829	68 975	39.2	244	246	165	1 562	2 218	1.3	175 961
B	KZN222	uMngeni	(1 696)	150	71	6 687	5 211	-	648	71	59	2 348	3 126	-	13 029	7 083	4 929	180 082	205 123	-	571	728	593	28 012	29 904	-	243 364
B	KZN223	Mpofana	217	340	456	5 046	6 060	4.3	133	2 046	1 126	18 084	21 390	15.0	(47)	2 746	(828)	113 048	114 920	80.7	-	-	-	-	-	-	142 366
B	KZN224	iMpendle	91	276	105	6 198	6 671	40.7	40	66	28	759	892	5.4	56	12	35	783	886	5.4	395	1 389	249	5 912	7 945	48.5	16 394
B	KZN225	Msunduzi	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B	KZN226	Mkhambathini	64	46	16	442	567	1.7	1 152	575	241	12 499	14 467	43.3	296	323	117	4 524	5 260	15.8	83	163	80	12 775	13 101	39.2	33 395
B	KZN227	Richmond	983	298	249	23 641	25 171	-	465	308	235	5 393	6 401	-	732	553	519	16 145	17 949	-	-	-	-	-	-	-	49 521
C	DC22	uMgungundlovu DM	9 297	3 504	1 152	22 383	36 336	4.2	8 697	6 461	2 099	22 782	40 040	4.6	53 220	48 903	19 432	571 677	693 231	80.4	7 047	5 971	3 137	76 916	93 072	10.8	862 680
Total: uMgungundlovu Municipalities			10 391	6 157	2 777	122 058	141 384	9.3	13 424	11 919	5 023	99 349	129 715	8.5	69 334	61 795	25 128	950 088	1 106 345	72.6	8 341	8 498	4 223	125 177	146 239	9.6	1 523 684
B	KZN235	Okhahlamba	325	638	710	26 826	28 498	34.8	711	556	485	9 724	11 475	14.0	644	792	755	13 682	15 873	19.4	1 250	1 588	1 176	22 090	26 104	31.9	81 950
B	KZN237	iNkosi Langaibalele	1 681	1 548	1 445	69 976	74 650	17.2	20 177	6 978	6 208	167 087	200 449	46.3	6 097	5 217	4 880	141 851	158 046	36.5	-	-	-	-	-	-	433 145
B	KZN238	Alfred Duma	12 901	8 477	7 679	242 451	271 508	32.1	26 823	6 264	3 060	137 959	174 107	20.6	13 331	9 030	6 949	370 451	399 760	47.3	-	-	-	-	-	-	845 376
C	DC23	uThukela DM	4 104	1 397	1 658	31 951	39 110	-	4 698	2 492	1 923	58 682	67 794	-	19 998	18 432	18 771	777 211	834 413	-	-	-	-	-	-	-	941 317
Total: uThukela Municipalities			19 011	12 061	11 492	371 203	413 767	18.0	52 408	16 290	11 676	373 452	453 826	19.7	40 071	33 471	31 355	1 303 195	1 408 092	61.2	1 250	1 588	1 176	22 090	26 104	1.1	2 301 788
B	KZN241	eNdameni	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B	KZN242	Nquthu	441	46	38	3 834	4 360	27.8	1 635	159	127	6 356	8 278	52.9	174	76	65	2 703	3 018	19.3	-	-	-	-	-	-	15 655
B	KZN244	uMsinga	242	155	128	47 434	47 959	68.3	1 043	1 042	1 042	17 476	20 602	29.4	(35)	(36)	(36)	1 516	1 409	2.0	(17)	(11)	(2)	246	216	0.3	70 187
B	KZN245	uMvoti	1 113	157	323	6 087	7 680	-	4 316	1 393	272	4 587	10 567	20.8	2 183	1 824	578	18 667	23 252	45.7	498	652	288	7 943	9 381	18.4	50 879
C	DC24	uMzinyathi DM	2 226	3 649	948	48 940	55 763	10.4	1 558	2 032	911	44 538	49 040	9.1	6 825	12 821	5 416	403 493	428 555	79.6	384	628	210	4 073	5 295	1.0	538 653
Total: Umzinyathi Municipalities			4 022	4 007	1 437	106 296	115 762	17.1	8 552	4 626	2 352	72 956	88 486	13.1	9 147	14 686	6 022	426 379	456 234	67.6	865	1 269	496	12 262	14 892	2.2	675 374
B	KZN252	Newcastle	602	1 384	2 964	15 815	20 765	1.3	27 554	3 565	2 344	60 567	94 030	6.0	43 879	28 688	27 922	1 287 513	1 388 003	88.8	(3 102)	3 100	2 839	58 298	61 135	3.9	1 563 932
B	KZN253	eMedlangeni	1 670	3 649	1 930	23 245	30 494	40.9	333	300	71	2 856	3 559	4.8	617	720	380	15 981	17 699	23.7	387	747	620	21 081	22 834	30.6	74 586
B	KZN254	Dannhauser	611	545	484	20 131	21 771	35.5	571	378	344	10 684	11 978	19.5	584	534	504	25 986	27 608	45.0	-	-	-	-	-	-	61 357
C	DC25	Amajuba DM	351	476	163	9 084	10 075	5.1	256	629	250	9 206	10 341	5.2	4 006	12 234	4 534	152 673	173 447	87.7	791	1 473	240	1 341	3 844	1.9	197 708
Total: Amajuba Municipalities			3 234	6 054	5 542	68 275	83 105	4.4	28 714	4 873	3 009	83 312	119 908	6.3	49 086	42 176	33 341	1 482 154	1 606 758	84.7	(1 925)	5 320	3 698	80 720	87 813	4.6	1 897 583
B	KZN261	eDumbe	1 135	1 454	638	20 192	23 418	-	1 635	1 585	718	27 703	31 642	16.8	663	2 235	909	117 648	121 454	64.4	1 275	1 462	202	9 254	12 194	6.5	188 707
B	KZN262	uPhongolo	35	62	30	2 157	2 285	0.8	5 035	3 873	1 095	61 821	71 823	23.8	4 556	4 170	1 647	216 466	226 839	75.2	298	219	48	331	896	0.3	301 842
B	KZN263	AbaQulusi	3 743	2 685	2 136	57 536	66 101	22.2	10 690	2 931	1 775	60 845	46 241	15.6	12 401	7 009	8 276	184 993	214 993	62.2	-	-	-	-	-	-	297 334
B	KZN265	Nongoma	258	368	139	25 686	26 450	-	602	679	466	21 662	23 410	-	175	339	260	14 897	15 671	-	-	-	(1)	(1)	-	65 531	
B	KZN266	Ulundi	3 739	3 791	861	55 042	63 433	-	1 892	880	223	16 469	19 463	11.8	1 520	2 019	1 004	24 505	29 048	17.6	775	1 119	564	50 294	52 752	32.0	164 697
C	DC26	Zululand DM	2 222	1 433	885	16 457	20 997	10.5	741	545	422	11 146	12 855	6.4	2 773	3 431	3 042	156 386	165 631	83.0	-	-	-	-	-	-	199 482
Total: Zululand Municipalities			11 132	9 793	4 689	177 069	202 684	16.6	20 595	10 494	4 698	169 645	205 433	16.9	22 087	19 203	15 138	687 208	743 635	61.1	2 348	2 801	814	59 878	65 841	5.4	1 217 593
B	KZN271	uMhlabuyalingana	412	636	317	27 670	29 036	47.5	641	884	435	29 420	31 381	51.3	3	7	3	358	372	0.6	42	74	36	187			

Annexure G: Creditors Age Analysis (Total) - As at the end of Quarter 3 - 2022/23

R'000	0 - 30 Days		30 - 60 Days		60 - 90 Days		Over 90 Days		Total		
	Total	%	Total	%	Total	%	Total	%			
A	KZN2000	eThekweni	400 473	92.7	-	-	363	0.1	31 323	7.2	432 159
B	KZN212	uMdoni	-	-	511	100.0	-	-	-	-	511
B	KZN213	uMzumbane	52	3.8	36	2.6	(26)	(1.9)	1 303	95.5	1 364
B	KZN214	uMuziwabantu	126	80.9	30	19.1	-	-	-	-	155
B	KZN216	Ray Nkonyeni	499	100.0	-	-	-	-	-	-	499
C	DC21	Ugu DM	21 372	7.3	6 799	2.3	4 996	1.7	259 914	88.7	293 082
Total: Ugu Municipalities			22 048	7.5	7 375	2.5	4 969	1.7	261 217	88.4	295 610
B	KZN221	uMshwathi	21	0.8	-	-	-	-	2 724	99.2	2 746
B	KZN222	uMngeni	4 259	94.9	60	1.3	48	1.1	122	2.7	4 490
B	KZN223	Mpofana	7 728	1.9	7 654	1.8	7 231	1.7	391 285	94.5	413 898
B	KZN224	iMpendle	-	-	-	-	-	-	-	-	-
B	KZN225	Msunduzi	258 020	20.8	252 052	20.3	158 443	12.8	573 030	46.2	1 241 544
B	KZN226	Mkhambathini	3 028	93.0	120	3.7	208	6.4	(99)	(3.0)	3 257
B	KZN227	Richmond	207	100.0	-	-	-	-	-	-	207
C	DC22	uMgungundlovu DM	62 441	88.2	5 716	8.1	(1 580)	(2.2)	4 179	5.9	70 756
Total: uMgungundlovu Municipalities			335 704	19.3	265 602	15.3	164 350	9.5	971 241	55.9	1 736 897
B	KZN235	Okhahlamba	201	100.0	-	-	-	-	-	-	201
B	KZN237	iNkosi Langalibalele	610	129.8	-	-	-	-	(140)	(29.8)	470
B	KZN238	Alfred Duma	773	99.1	-	-	7	0.9	-	-	780
C	DC23	uThukela DM	2 559	9.9	1 178	4.6	7 743	29.9	14 407	55.7	25 888
Total: uThukela Municipalities			4 144	15.2	1 178	4.3	7 750	28.3	14 267	52.2	27 340
B	KZN241	eNdumeni	-	-	-	-	-	-	-	-	-
B	KZN242	Nquthu	6 627	73.4	1 674	18.5	497	5.5	234	2.6	9 032
B	KZN244	uMsinga	29	145.9	(5)	(23.0)	-	-	(5)	(23.0)	20
B	KZN245	uMvoti	2 282	14.8	264	1.7	(5)	(0.0)	12 866	83.5	15 407
C	DC24	uMzinyathi DM	31 558	12.7	13 539	5.5	7 186	2.9	195 396	78.9	247 679
Total: uMzinyathi Municipalities			40 495	14.9	15 472	5.7	7 678	2.8	208 492	76.6	272 138
B	KZN252	Newcastle	10 985	5.9	-	-	-	-	174 986	94.1	185 971
B	KZN253	eMadlangeni	(799)	(52.9)	(1 119)	(74.2)	317	21.0	3 110	206.1	1 509
B	KZN254	Dannhauser	1 301	92.6	105	7.4	-	-	-	-	1 405
C	DC25	Amajuba DM	9 813	17.4	1 867	3.3	3 120	5.5	41 464	73.7	56 264
Total: Amajuba Municipalities			21 300	8.7	853	0.3	3 437	1.4	219 560	89.6	245 150
B	KZN261	eDumbe	4 093	79.2	577	11.2	-	-	500	9.7	5 170
B	KZN262	uPhongolo	1 029	64.3	(276)	(17.2)	(181)	(11.3)	1 027	64.2	1 599
B	KZN263	AbaQulusi	20 186	87.5	1 432	6.2	38	0.2	1 409	6.1	23 065
B	KZN265	Nongoma	-	-	-	-	-	-	-	-	-
B	KZN266	Ulundi	11 222	7.4	(2 422)	(1.6)	(464)	(0.3)	142 515	94.5	150 851
C	DC26	Zululand DM	2 660	100.0	-	-	-	-	-	-	2 660
Total: Zululand Municipalities			39 189	21.4	(688)	(0.4)	(607)	(0.3)	145 451	79.3	183 345
B	KZN271	uMhlabuyalingana	1 060	(15.6)	(51)	0.8	(231)	3.4	(7 588)	111.4	(6 810)
B	KZN272	Jozini	61	9.4	-	-	-	-	594	90.6	655
B	KZN275	Mtubatuba	12 727	49.4	(3 950)	(15.3)	563	2.2	16 443	63.8	25 783
B	KZN276	Big Five Hlabisa	1 895	64.8	(1 640)	(56.1)	(1 990)	(68.0)	4 660	159.3	2 925
C	DC27	uMkhanyakude DM	(5 963)	(4.1)	7 546	5.1	(269)	(0.2)	145 251	99.1	146 565
Total: uMkhanyakude Municipalities			9 781	5.8	1 904	1.1	(1 927)	(1.1)	159 360	94.2	169 118
B	KZN281	uMfolozi	1 117	54.0	786	38.0	166	8.0	-	-	2 069
B	KZN282	uMhlathuze	-	-	-	-	-	-	-	-	-
B	KZN284	uMlalazi	29	25.2	-	-	87	74.8	-	-	116
B	KZN285	Mthonjaneni	3 405	23.1	4 628	31.4	417	2.8	6 284	42.7	14 735
B	KZN286	Nkandla	(1 100)	(482.3)	1 275	559.4	23	10.0	30	13.0	228
C	DC28	King Cetshwayo DM	25 390	18.1	12 392	8.9	10 681	7.6	91 543	65.4	140 006
Total: King Cetshwayo Municipalities			28 842	18.4	19 082	12.1	11 374	7.2	97 857	62.3	157 154
B	KZN291	Mandeni	30	92.4	-	-	-	-	2	7.6	32
B	KZN292	KwaDukuza	11 218	91.8	218	1.8	29	0.2	750	6.1	12 215
B	KZN293	Ndwedwe	5 803	77.8	643	8.6	884	11.9	124	1.7	7 454
B	KZN294	Maphumulo	5 768	99.3	6	0.1	-	-	32	0.6	5 806
C	DC29	iLembe DM	9 809	94.5	36	0.3	32	0.3	506	4.9	10 384
Total: iLembe Municipalities			32 628	90.9	904	2.5	945	2.6	1 414	3.9	35 891
B	KZN433	Greater Kokstad	248	77.8	-	-	-	-	71	22.2	319
B	KZN434	uBuhlebezwe	(1 944)	(25.8)	2 873	38.1	404	5.4	6 210	82.3	7 543
B	KZN435	uMzimkhulu	-	-	-	-	-	-	-	-	-
B	KZN436	Dr. Nkosazana Dlamini Zuma	11 748	99.6	-	-	-	-	47	0.4	11 794
C	DC43	Harry Gwala DM	5 145	98.1	6	0.1	6	0.1	89	1.7	5 244
Total: Harry Gwala Municipalities			15 197	61.0	2 879	11.6	409	1.6	6 415	25.8	24 900
Total			949 802	26.5	314 560	8.8	198 741	5.6	2 116 599	59.1	3 579 702

Source: NT Publication

Annexure J: National Conditional Grant - As at the end of Quarter 3 - 2022/23

R'000	Financial Management Grant			Regional Bulk Infrastructure Grant (Schedule 5B Grant)			Municipal Infrastructure Grant				
	DoRA 2022 Total Avail. (Inc.Adjust.)	Unaudited Actual		DoRA 2022 Total Avail. (Inc.Adjust.)	Unaudited Actual		DoRA 2022 Total Avail. (Inc.Adjust.)	Unaudited Actual			
		Expenditure Munis.	% Spent		Expenditure Munis.	% Spent		Expenditure Munis.	% Spent		
A	KZN2000	eThekweni	1 000	796	79.6	-	-	-	-	-	
B	KZN212	uMdoni	1 950	1 249	64.0	-	-	44 631	36 888	82.7	
B	KZN213	uMzumbe	1 850	1 649	89.1	-	-	38 552	37 823	98.1	
B	KZN214	uMuziwabantu	1 850	1 308	70.7	-	-	26 163	19 145	73.2	
B	KZN216	Ray Nkonyeni	1 950	1 286	66.0	-	-	-	-	-	
C	DC21	Ugu DM	1 950	1 199	61.5	-	-	277 374	209 598	75.6	
Total: Ugu Municipalities			9 550	6 691	70.1	-	-	386 720	303 454	78.5	
B	KZN221	uMshwathi	1 920	-	0.0	-	-	31 069	1 613	5.2	
B	KZN222	uMngeni	1 720	1 388	80.7	-	-	25 816	24 445	94.7	
B	KZN223	Mpofana	3 000	2 283	76.1	-	-	13 114	6 034	46.0	
B	KZN224	iMpendle	2 400	2 000	0.0	-	-	12 753	12 888	101.1	
B	KZN225	Msunduzi	1 950	1 367	0.0	-	-	227 153	143 086	63.0	
B	KZN226	Mkhambathini	3 000	2 827	94.2	-	-	17 781	18 331	103.1	
B	KZN227	Richmond	1 950	1 726	88.5	-	-	20 511	12 781	62.3	
C	DC22	uMgungundlovu DM	1 200	(620)	-51.6	-	-	116 867	(38 607)	(33.0)	
Total: uMgungundlovu Municipalities			17 140	10 971	64.0	-	-	465 064	180 572	38.8	
B	KZN235	Okhahlamba	1 850	1 439	77.8	-	-	31 891	27 276	85.5	
B	KZN237	iNkosi Langelibalele	2 300	1 779	77.4	-	-	42 690	32 031	75.0	
B	KZN238	Alfred Duma	2 100	1 351	64.4	-	-	70 409	48 038	68.2	
C	DC23	uThukela DM	2 100	-	0.0	-	-	211 484	-	-	
Total: uThukela Municipalities			8 350	4 569	54.7	-	-	356 474	107 344	30.1	
B	KZN241	eNdumeni	2 100	-	0.0	-	-	16 782	-	-	
B	KZN242	Nquthu	1 850	252	13.6	-	-	35 231	13 236	37.6	
B	KZN244	uMsinga	1 850	-	0.0	-	-	42 414	13 064	30.8	
B	KZN245	uMvoti	2 550	1 479	58.0	-	-	33 620	23 527	70.0	
C	DC24	uMzinyathi DM	1 800	1 055	58.6	-	-	216 735	146 110	67.4	
Total: Umzinyathi Municipalities			10 150	2 786	27.4	-	-	344 782	195 937	56.8	
B	KZN252	Newcastle	1 850	705	38.1	-	-	129 141	90 210	69.9	
B	KZN253	eMadlangeni	3 000	-	0.0	-	-	10 010	-	-	
B	KZN254	Dannhauser	1 950	1 252	64.2	-	-	24 347	7 997	32.8	
C	DC25	Amajuba DM	2 750	1 103	40.1	-	-	46 587	16 318	35.0	
Total: Amajuba Municipalities			9 550	3 060	32.0	-	-	210 085	114 524	54.5	
B	KZN261	eDumbe	3 000	2 853	95.1	-	-	20 055	15 707	78.3	
B	KZN262	uPhongolo	3 000	1 932	64.4	-	-	31 889	17 827	55.9	
B	KZN263	AbaQulusi	3 000	1 505	50.2	-	-	42 083	26 230	62.3	
B	KZN265	Nongoma	2 000	1 244	62.2	-	-	36 009	35 926	99.8	
B	KZN266	Ulundi	2 100	489	23.3	-	-	44 888	40 270	89.7	
C	DC26	Zululand DM	1 200	501	41.8	15 247	15 464	101.4	259 530	150 834	58.1
Total: Zululand Municipalities			14 300	8 524	59.6	15 247	15 464	101.4	434 454	286 794	66.0
B	KZN271	uMhlabyalingana	1 850	(1 421)	-76.8	-	-	39 523	(22 084)	(55.9)	
B	KZN272	Jozini	3 000	3 000	100.0	-	-	42 381	39 067	92.2	
B	KZN275	Mtubatuba	1 920	-	0.0	-	-	35 867	(8 453)	(23.6)	
B	KZN276	Big Five Hlabisa	2 750	1 633	59.4	-	-	23 874	14 017	58.7	
C	DC27	uMkhanyakude DM	2 192	-	0.0	-	-	247 281	-	-	
Total: uMkhanyakude Municipalities			11 712	3 211	27.4	-	-	388 926	22 546	5.8	
B	KZN281	uMfolozi	1 850	939	50.8	-	-	29 491	28 122	95.4	
B	KZN282	uMhlathuze	2 500	693	27.7	-	-	-	-	-	
B	KZN284	uMlalazi	1 720	1 466	85.2	-	-	45 827	32 359	70.6	
B	KZN285	Mthonjaneni	2 850	2 579	90.5	-	-	30 039	25 109	83.6	
B	KZN286	Nkandla	2 650	-	0.0	-	-	25 579	9 723	38.0	
C	DC28	King Cetshwayo DM	1 200	461	38.4	213 563	99 638	46.7	196 344	130 301	66.4
Total: King Cetshwayo Municipalities			12 770	6 138	48.1	213 563	99 638	46.7	327 280	225 613	68.9
B	KZN291	Mandeni	1 850	1 243	67.2	-	-	40 044	29 435	73.5	
B	KZN292	KwaDukuza	1 750	712	40.7	-	-	68 871	49 148	71.4	
B	KZN293	Ndwedwe	3 100	2 678	86.4	-	-	33 627	33 911	100.8	
B	KZN294	Maphumulo	1 850	1 486	80.3	-	-	24 986	17 571	70.3	
C	DC29	iLembe DM	1 000	336	33.6	-	-	221 475	155 182	70.1	
Total: ILembe Municipalities			9 550	6 455	67.6	-	-	389 003	285 247	73.3	
B	KZN433	Greater Kokstad	1 750	1 573	89.9	-	-	19 214	2 085	10.9	
B	KZN434	uBuhlebezwe	1 950	1 367	70.1	-	-	30 291	17 805	58.8	
B	KZN435	uMzimkhulu	1 850	1 850	100.0	-	-	49 281	27 805	56.4	
B	KZN436	Dr. Nkosazana Dlamini Zuma	1 950	1 074	55.1	-	-	30 558	15 398	50.4	
C	DC43	Harry Gwala DM	1 200	462	38.5	-	-	231 011	144 627	62.6	
Total: Harry Gwala Municipalities			8 700	6 326	72.7	-	-	360 355	207 720	57.6	
Total			112 772	59 529	52.8	228 810	115 102	50.3	3 663 143	1 929 751	52.7

Source: NT Igdatabase

Annexure J: National Conditional Grant - 2nd Quarter 2022/23 (Continued...)

R'000	Intergrated National Electrification Programme (municipal) Grant			Expanded Public Works Programme Intergrated Grant (municipality)			Water Services Infrastructure Grant (Schedule 5B Grant)		
	DoRA 2022 Total Avail. (Inc.Adjust.)	Unaudited Actual		DoRA 2022 Total Avail. (Inc.Adjust.)	Unaudited Actual		DoRA 2022 Total Avail. (Inc.Adjust.)	Unaudited Actual	
		Expenditure Munis.	% Spent		Expenditure Munis.	% Spent		Expenditure Munis.	% Spent
A KZN2000 eThekwini	-	-	-	61 257	61 257	100.0	-	-	-
B KZN212 uMdoni	-	-	-	1 772	1 977	111.6	-	-	-
B KZN213 uMzombe	15 000	11 874	79.2	1 699	1 087	64.0	-	-	-
B KZN214 uMuziwabantu	15 919	4 511	28.3	981	-	-	-	-	-
B KZN216 Ray Nkonyeni	7 026	1 039	14.8	6 076	3 841	63.2	-	-	-
C DC21 Ugu DM	-	-	-	3 319	1 776	53.5	70 000	40 189	57.4
Total: Ugu Municipalities	37 945	17 425	45.9	13 847	8 681	62.7	70 000	40 189	57.4
B KZN221 uMshwathi	13 425	-	-	1 820	-	-	-	-	-
B KZN222 uMngeni	18 855	2 990	15.9	1 400	954	68.1	-	-	-
B KZN223 Mpofana	12 590	-	-	1 216	823	67.7	-	-	-
B KZN224 iMpendle	-	-	-	1 430	1 724	120.6	-	-	-
B KZN225 Msunduzi	29 154	23 054	79.1	5 231	4 980	95.2	60 000	33 115	55.2
B KZN226 Mkhambathini	15 000	15 769	105.1	1 671	1 671	100.0	-	-	-
B KZN227 Richmond	-	-	-	1 287	797	61.9	-	-	-
C DC22 uMgungundlovu DM	-	-	-	2 287	(790)	(34.5)	85 600	(58 695)	(68.6)
Total: uMgungundlovu Municipalities	89 024	41 812	47.0	16 342	10 159	62.2	145 600	(25 580)	(17.6)
B KZN235 Okhahlamba	7 100	3 260	45.9	3 638	3 638	100.0	-	-	-
B KZN237 iNkosi Langelibalele	22 070	13 229	-	2 043	2 043	100.0	-	-	-
B KZN238 Alfred Duma	13 752	1 977	14.4	2 993	3 315	110.7	-	-	-
C DC23 uThukela DM	-	-	-	2 881	-	-	80 800	-	-
Total: uThukela Municipalities	42 922	18 466	43.0	11 555	8 996	77.8	80 800	-	-
B KZN241 eNdameni	20 967	-	-	1 577	-	-	-	-	-
B KZN242 Nquthu	9 549	-	-	1 546	924	59.8	-	-	-
B KZN244 uMsinga	16 440	-	-	4 867	-	-	-	-	-
B KZN245 uMvoti	18 400	14 080	76.5	2 704	1 650	-	-	-	-
C DC24 uMzinyathi DM	-	-	-	4 779	2 699	56.5	80 000	6 703	8.4
Total: Umzinyathi Municipalities	65 356	14 080	21.5	15 473	5 273	34.1	80 000	6 703	8.4
B KZN252 Newcastle	-	-	-	3 753	2 819	75.1	48 000	35 964	74.9
B KZN253 eMadlangeni	16 693	-	-	978	-	-	-	-	-
B KZN254 Dannhauser	5 040	-	-	950	-	-	-	-	-
C DC25 Amajuba DM	-	-	-	1 902	1 639	86.2	70 000	11 293	16.1
Total: Amajuba Municipalities	21 733	-	-	7 583	4 458	58.8	118 000	47 257	40.0
B KZN261 eDumbe	13 350	10 528	78.9	1 500	(98)	(6.5)	-	-	-
B KZN262 uPhongolo	8 200	1 848	22.5	2 978	2 327	78.1	-	-	-
B KZN263 Abaqulusi	18 485	4 641	25.1	2 773	2 143	77.3	-	-	-
B KZN265 Nongoma	3 000	1 574	52.5	2 946	2 336	79.3	-	-	-
B KZN266 Ulundi	10 000	6 207	62.1	4 711	3 005	63.8	-	-	-
C DC26 Zululand DM	-	-	-	8 517	8 517	100.0	95 000	47 406	49.9
Total: Zululand Municipalities	53 035	24 797	46.8	23 425	18 231	77.8	95 000	47 406	49.9
B KZN271 uMhlbuyalingana	-	-	-	1 975	(540)	(27.4)	-	-	-
B KZN272 Jozini	6 600	-	-	4 095	4 095	100.0	-	-	-
B KZN275 Mtubatuba	7 862	-	-	2 077	42	2.0	-	-	-
B KZN276 Big Five Hlabisa	7 000	-	-	2 304	1 068	-	-	-	-
C DC27 uMkhanyakude DM	-	-	-	6 993	-	-	60 000	-	-
Total: uMkhanyakude Municipalities	21 462	-	-	17 444	4 665	26.7	60 000	-	-
B KZN281 uMfolozi	3 000	-	-	1 847	1 847	100.0	-	-	-
B KZN282 uMhlathuze	-	-	-	3 213	685	21.3	50 000	5 821	11.6
B KZN284 uMlalazi	4 175	1 666	39.9	4 098	3 261	79.6	-	-	-
B KZN285 Mthonjaneni	8 280	7 280	87.9	2 536	2 593	102.2	-	-	-
B KZN286 Nkandla	16 000	-	-	3 626	1 630	45.0	-	-	-
C DC28 King Cetshwayo DM	-	-	-	4 742	3 797	80.1	65 000	49 195	75.7
Total: King Cetshwayo Municipalities	31 455	8 946	28.4	20 062	13 813	68.8	115 000	55 016	47.8
B KZN291 Mandeni	7 200	-	-	2 372	2 509	105.8	-	-	-
B KZN292 KwaDukuza	15 418	8 581	55.7	1 868	1 868	100.0	-	-	-
B KZN293 Ndwedwe	10 000	8 286	82.9	2 277	2 826	124.1	-	-	-
B KZN294 Maphumulo	30 750	25 030	81.4	2 081	1 771	85.1	-	-	-
C DC29 iLembe DM	-	-	-	5 439	5 254	96.6	80 000	58 155	72.7
Total: iLembe Municipalities	63 368	41 897	66.1	14 037	14 228	101.4	80 000	58 155	72.7
B KZN433 Greater Kokstad	30 000	20 264	67.5	4 266	4 335	101.6	-	-	-
B KZN434 uBuhlebezwe	6 994	6 447	92.2	2 245	1 741	77.5	-	-	-
B KZN435 uMzimkhulu	10 570	1 866	17.7	3 573	3 573	100.0	-	-	-
B KZN436 Dr. Nkosazana Dlamini Zuma	6 352	5 798	91.3	2 476	2 476	100.0	-	-	-
C DC43 Harry Gwala DM	-	-	-	5 221	5 221	100.0	95 000	49 085	51.7
Total: Harry Gwala Municipalities	53 916	34 374	63.8	17 781	17 346	97.6	95 000	49 085	51.7
Total	480 216	201 798	42.0	218 806	167 104	76.4	939 400	278 232	29.6

Source: NT Igdatabase

Source: NT Igdatabase

Annexure J : Criteria for serious financial problems - As at the end of Quarter 3 - 2022/23

R000	Failure to make payments as and when due as per Section 138(a) of the MFMA		Operating deficit in excess of five per cent of revenue as per Section 138(d) of the MFMA				Late submission of AFS/Negative audit opinion as per Sections 138(e) and (f) of the MFMA		Failure to make payments as and when due - amounts of R1 million or more owed for longer than 90 days				Negative cash position for two consecutive quarters as per Section 138(h) of the MFMA			Failure to make payment which is greater than two percent of Operating expenditure and failure to make payment greater than 40 percent of Operating expenditure as per Section 140(2)(c) of the MFMA					Failure to make payment which is greater than two percent of Operating expenditure and failure to make payment greater than 40 percent of Operating expenditure as per Section 140(2)(c) of the MFMA				Failure to make payment which is greater than two percent of Operating expenditure and failure to make payment greater than 40 percent of Operating expenditure as per Section 140(2)(c) of the MFMA		Municipality meeting one or more criteria for financial problems						
	Total creditors owed > 90 days	Indicator	Operating Surplus/(Deficit)	Direct revenue	Percentage	Indicator	Opinion - 2021/22 financial year	Indicator	Bulk electricity amount owed > 90 days	Indicator	Bulk water amount owed > 90 days	Indicator	Cash and cash equivalents - 31 December 2022	Cash and cash equivalents - 31 March 2023	Indicator (Negative cash for two consecutive quarters)	Bulk electricity				Bulk water				Total creditors									
																Operating expenditure Budget	Bulk electricity creditors > 90 days	Bulk electricity creditors > 90 days as % Opex Budget	Indicator (> 2%)	Indicator (> 40%)	Bulk water creditors > 90 days	Bulk water creditors > 90 days as % Opex Budget	Indicator (> 2%)	Indicator (> 40%)	Total creditors > 90 days	Total creditors > 90 days as % Opex Budget		Indicator (> 2%)	Indicator (> 40%)				
A KZN2000 eThekweni	31 323	TRUE	5 594 683	37 737 251	14.8	-	-	-	-	-	-	4 046 821	5 814 260	-	46 376 202	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	TRUE	
B KZN212 uMdoni	-	-	60 162	317 538	18.9	-	-	-	-	-	-	262 313	528 488	-	421 566	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
B KZN213 uMzombe	1 303	TRUE	(5 162)	185 514	(2.8)	-	-	-	-	-	-	(133 832)	(189 093)	TRUE	282 425	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	TRUE	
B KZN214 uMzuzwabantu	-	-	(32 424)	141 294	(22.9)	TRUE	-	-	-	-	-	118 052	114 842	-	263 928	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	TRUE	
B KZN216 Ray Nkonyeni	-	-	185 904	959 772	19.4	-	-	-	-	-	-	134 378	144 049	-	1 170 699	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
C DC21 Ugu DM	259 914	TRUE	(68 403)	999 174	(6.8)	TRUE	-	-	-	181 009	TRUE	2 642 900	1 509 639	-	1 285 970	-	-	-	-	-	-	181 009	14.1	TRUE	-	-	-	-	259 914	20.2	TRUE	TRUE	
B KZN221 uMshwathi	2 724	TRUE	38 555	178 908	21.6	-	-	-	-	-	-	1 172	1 172	-	243 829	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	TRUE
B KZN222 uMngeni	122	-	28 521	379 492	7.5	-	-	-	-	-	-	211 543	321 471	-	519 060	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
B KZN223 Mpofana	391 285	TRUE	(60 579)	115 123	(52.6)	TRUE	-	378 261	TRUE	-	-	7 103	10 229	-	225 382	378 261	167.8	TRUE	TRUE	-	-	-	-	-	-	-	-	391 285	173.6	TRUE	TRUE	TRUE	
B KZN224 iMpindle	-	-	5 633	59 690	9.4	-	-	-	-	-	-	30 384	38 560	-	72 994	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
B KZN225 Msunduzi	573 030	TRUE	1 839 325	4 971 169	37.0	-	-	179 449	TRUE	393 069	TRUE	(132 303)	1 007 541	-	6 624 478	179 449	2.7	TRUE	-	-	393 069	5.9	TRUE	-	-	-	573 030	8.7	TRUE	-	TRUE		
B KZN226 Mkhambathini	(99)	-	17 475	117 689	14.8	-	-	-	-	-	-	30 127	30 127	-	142 714	-	-	-	-	-	-	-	-	-	-	-	-	(99)	(0.1)	-	-	-	
B KZN227 Richmond	-	-	9 981	114 681	8.7	-	-	-	-	-	-	161 444	217 888	-	166 583	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
C DC22 uMgungundlovu DM	4 179	TRUE	490 137	1 071 462	45.7	-	-	-	-	-	-	65 498	3 798	-	964 085	-	-	-	-	-	-	-	-	-	-	-	-	4 179	0.4	-	-	TRUE	
B KZN235 Okhahlamba	-	-	8 293	193 449	4.3	-	-	-	-	-	-	(1 224)	(3 054)	TRUE	262 571	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	TRUE
B KZN237 iNkosi Langalibalele	(140)	-	161 688	549 909	29.4	-	-	-	-	-	-	82 965	79 146	-	695 728	-	-	-	-	-	-	-	-	-	-	-	-	(140)	(0.0)	-	-	TRUE	
B KZN238 Alfred Duma	-	-	227 389	958 394	23.7	-	-	-	-	-	-	838 988	1 007 218	-	1 271 485	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
C DC23 uThukela DM	14 407	TRUE	245 994	769 524	32.0	-	-	-	-	-	-	518 001	760 510	-	941 421	-	-	-	-	-	-	-	-	-	-	-	-	14 407	1.5	-	-	TRUE	
B KZN241 eNdameni	-	-	66 646	252 456	26.4	-	-	-	-	-	-	(9 214)	(8 257)	TRUE	426 901	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	TRUE
B KZN242 Nquthu	234	-	68 927	155 575	44.3	-	-	-	-	-	-	3 617	27 841	-	309 011	-	-	-	-	-	-	-	-	-	-	-	-	234	0.1	-	-	TRUE	
B KZN244 uMsinga	(5)	-	43 427	174 295	24.9	-	-	-	-	-	-	173 652	160 628	-	286 998	-	-	-	-	-	-	-	-	-	-	-	(5)	(0.0)	-	-	-	-	
B KZN245 uMvoti	12 866	TRUE	7 845	284 355	2.8	-	-	-	-	-	-	302 479	457 580	-	407 581	-	-	-	-	-	-	-	-	-	-	-	12 866	3.2	TRUE	-	TRUE		
C DC24 uMzinyathi DM	195 396	TRUE	132 948	546 611	24.3	-	-	-	-	-	-	619 825	1 388 660	-	572 439	-	-	-	-	-	-	-	-	-	-	-	195 396	34.1	TRUE	-	TRUE		
B KZN252 Newcastle	174 986	TRUE	76 669	1 736 226	4.4	-	-	-	-	-	-	1 311 877	2 758 624	-	2 446 078	-	-	-	-	-	-	-	-	-	-	-	174 986	7.2	TRUE	-	TRUE		
B KZN253 eMadlangeni	3 110	TRUE	14 682	72 166	20.3	-	-	1 282	TRUE	-	-	(11 251)	(6 079)	TRUE	109 236	1 282	1.2	-	-	-	-	-	-	-	-	-	3 110	2.8	TRUE	-	TRUE		
B KZN254 Darnhauser	-	-	28 548	161 697	17.7	-	-	-	-	-	-	110 539	167 877	-	169 295	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
C DC25 Amajuba DM	41 464	TRUE	42 356	233 570	18.1	-	-	-	-	28 714	TRUE	30 098	9 434	-	268 851	-	-	-	-	-	28 714	10.7	TRUE	-	-	-	41 464	15.4	TRUE	-	TRUE		
B KZN261 eDumbe	500	-	34 041	166 822	20.4	-	-	-	-	-	-	(96 571)	(133 687)	TRUE	186 525	-	-	-	-	-	-	-	-	-	-	-	500	0.3	-	-	-	TRUE	
B KZN262 uPhongolo	1 027	TRUE	52 040	268 305	19.4	-	-	-	-	-	-	(82 143)	(130 355)	TRUE	300 001	-	-	-	-	-	-	-	-	-	-	-	1 027	0.3	-	-	-	TRUE	
B KZN263 Abaqulusi	1 409	TRUE	102 093	542 040	18.8	-	-	310	-	-	-	97 770	153 574	-	664 021	310	0.0	-	-	-	-	-	-	-	-	-	1 409	0.2	-	-	-	TRUE	
B KZN265 Nongoma	-	-	43 043	229 136	18.8	-	-	-	-	-	-	(225)	(255)	TRUE	225 100	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	TRUE	
B KZN266 Ulundi	142 515	TRUE	36 300	371 564	9.8	-	-	143 254	TRUE	-	-	201 454	245 022	-	447 734	143 254	32.0	TRUE	-	-	-	-	-	-	-	-	142 515	31.8	TRUE	-	TRUE		
C DC26 Zululand DM	-	-	101 421	682 098	14.9	-	-	-	-	-	-	303 334	952 262	-	695 390	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
B KZN271 uMhlaluyalingana	(7 588)	-	110 979	240 982	46.1	-	-	-	-	-	-	97 729	330 057	-	244 015	-	-	-	-	-	-	-	-	-	-	-	(7 588)	(3.1)	-	-	-	-	
B KZN272 Jozini	594	-	4 609	281 401	1.6	-	-	-	-	-	-	(8 597)	(10 571)	TRUE	324 091	-	-	-	-	-	-	-	-	-	-	-	594	0.2	-	-	-	TRUE	
B KZN275 Mtubatuba	16 443	TRUE	95 033	300 861	31.6	-	-	-	-	-	-	(182)	(2 758)	TRUE	305 362	-	-	-	-	-	-	-	-	-	-	-	16 443	5.4	TRUE	-	TRUE		
B KZN276 Big Five Hlabisa	4 660	TRUE	46 631	169 268	27.5	-	-	-	-	-	-	86 299	108 363	-	200 607	-	-	-	-	-	-	-	-	-	-	-	4 660	2.3	TRUE	-	TRUE		
C DC27 uMkhanyakude DM	145 251	TRUE	179 845	585 193	30.7	-	-	-	-	14 353	TRUE	171 502	378 867	-	622 719	-	-	-	-	-	14 353	2.3	TRUE	-	-	-	145 251	23.3	TRUE	-	TRUE		
B KZN281 uMfolozi	-	-	34 712	185 624	18.7	-	-	-	-	-	-	3 071	5 703	-	207 802	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
B KZN282 uMhlathuze	-	-	(101 007)	2 827 492	(3.6)	-	-	-	-	-	-	(566 203)	(494 868)	TRUE	4 629 584	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	TRUE
B KZN284 uMlalazi	-	-	342 614	688 956	49.7	-	-	-	-	-	-	(297 827)	13 456	-	509 939	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B KZN285 Mthonjaneni	6 284	TRUE	10 630	144 020	7.4	-	-	3 331	TRUE	-	-	(524)	(822)	TRUE	182 899	3 331	1.8	-	-	-	-	-	-	-	-	-	6 284	3.4	TRUE	-	TRUE		
B KZN286 Nkandla	30	-	37 866	149 684	25.3	-	-	-	-	-	-	2 750	(18 317)	-	213 876	-	-	-	-	-	-	-	-	-	-	-	30	0.0	-	-	-	-	
C DC28 King Cetshwayo DM	91 543	TRUE	98 774	801 649	12.3	-																											

Annexure J : Criteria for serious financial problems - As at the end of Quarter 3 - 2022/23

R000	Municipality meeting one or more criteria for financial problems	Comments
A KZN200	eThekweni	TRUE The outstanding Creditors are attributable to: (1) Retentions; (2) Disputes with suppliers; (3) Rejected payments attributable to discrepancies between details on the Central Supplier Database (CSD) and the payment details as per the invoices. Therefore, there are no financial problems at the municipality.
B KZN212	uMdoni	-
B KZN213	uMzumbi	TRUE While the municipality reported Creditors outstanding for more than 90 days, there are no apparent financial problems at the municipality as the long outstanding Creditors are due to Retentions and Disputes with the suppliers. Furthermore, the municipality reported negative balances for cash and cash equivalents for two consecutive quarters as the municipality incorrectly reported an opening cash and cash equivalents balance of NIL at the beginning of the year. These are therefore not signs of financial distress in the municipality.
B KZN214	uMuziwabantu	TRUE The municipality reported an Operating deficit of R32.4 million or 22.9 percent of Revenue which is in excess of 5 percent, however the municipality had budgeted for an Operating deficit of R57.3 million however the municipality has indicated that they are currently underspending certain line items and do not anticipate having an Operating deficit of R57.3 million as at the end of the financial year.
B KZN216	Ray Nkonyeni	-
C DC21	Ugu DM	TRUE As at 31 March 2023, the municipality owed R230.6 million to Umgeni Water Board which is a decrease of R46.2 million from the balance of R276.8 million as at 30 June 2022. The municipality is currently complying with the signed repayment plan for Umgeni Water Board debt. The municipality also reported an Operating deficit amounting to R68.4 million or 6.8 percent of Revenue which is in excess of 5 percent, however included in the Operating expenditure that resulted in the deficit is a non-cash expenditure of R212.6 million for Depreciation and amortisation.
B KZN221	uMshwathi	TRUE The municipality has indicated that the R2.7 million reported as Creditors outstanding for more than 90 days are due to disputes with the suppliers and is not a sign of financial distress in the municipality.
B KZN222	uMngeni	-
B KZN223	Mpofana	TRUE The Mpofana Local Municipality is one of the municipalities identified by National Treasury to be in financial distress. The municipality is currently under intervention in terms of Section 139(1)(b) of the Constitution. The municipality has a long outstanding debt from Eskom which is reported as Creditors over 90 days and is still negotiating a payment plan with Eskom for the outstanding debt. The municipality is still not monitoring and controlling expenditure which has resulted in a significant Operating deficit.
B KZN224	iMpende	-
B KZN225	Msunduzi	TRUE The Msunduzi Local Municipality is one of the municipalities identified by National Treasury to be in financial distress. The municipality is currently under intervention in terms of Section 139(1)(b) of the Constitution. The municipality is currently experiencing cash flow changes as they have noted decreased cash inflows within the past year which they believe is attributable to the effect of the COVID-19 pandemic. The municipality's Electricity and Water debts have grown in the meantime to significant amounts therefore contributing to a significant Creditor total which is evidence of the existence of serious financial problems at the municipality. The municipality has defaulted on their repayment plan with Umgeni Water Board while Eskom has indicated its intention to start legal processes regarding the outstanding debt.
B KZN226	Mhambathini	-
B KZN227	Richmond	-
C DC22	uMgungundlovu DM	TRUE The municipality has indicated that the R4.2 million reported as Creditors outstanding for more than 90 days are due to disputes with the suppliers and is not a sign of financial distress in the municipality.
B KZN235	Okhahlamba	TRUE The municipality indicated that the MFMA Section 71 report submitted incorrectly reflected negative R3.1 million as at 31 March 2023 as opposed to R59.6 million and R45 million as per the Bank reconciliation and Investment register respectively. Therefore, the correct Cash and cash equivalents balance is R104.6 million as at the end of the third quarter of the 2022/23 financial year. The MFMA Section 71 report as at 31 December 2022 reflected negative R1.2 million as opposed to R53.3 million and R44.1 million as per the reviewed Bank reconciliation and Investment register respectively. Therefore, the correct Cash and cash equivalents balance is R97.4 million as at the end of the second quarter of the 2022/23 financial year. There are thus no financial problems at the municipality. The municipality indicated that they are engaging with their system vendor to ensure accurate reporting going forward.
B KZN237	iNkosi Langalibalele	TRUE The municipality received a qualified audit opinion in the 2021/22 financial year as the municipality did not correctly record all items of Property, Plant and Equipment in accordance with GRAP 17, Property, Plant and Equipment. The municipality has an audit action plan which includes a plan to address the qualification issue. Thus, the qualification matter is not an indication of financial distress.
B KZN238	Alfred Duma	-
C DC23	uThukela DM	TRUE The uThukela District Municipality is one of the municipalities identified by National Treasury to be in financial distress. The municipality is currently under intervention in terms of Section 139(1)(b) of the Constitution. The Creditors over 90 days are attributed to the unfavourable cash position at the municipality. The municipality indicated that the process of finalising the new repayment plans with Umgeni water and the Department of Water and Sanitation is in progress. It should however be noted that the Creditors over 90 days of R14.4 million is significantly understated in relation to the outstanding balance of R188.5 million in the over 120 days category as per the MFMA Section 41 report at the end of March 2023.
B KZN241	eNdameni	TRUE The municipality indicated that the MFMA Section 71 report submitted incorrectly reflected negative R8.3 million for Cash and cash equivalents as opposed to R37.8 million as per the Bank statement and investments register as 31 March 2023. The municipality further approved an unfunded Adjustments Budget for the 2022/23 financial year which was not accompanied by an updated Budget funding plan. The municipality appears to be facing cash flow challenges.
B KZN242	Nquthu	TRUE The only criteria met by the municipality is a Negative Audit Opinion for 2021/22. The municipality does not appear to be facing any cash flow challenges.
B KZN244	uMsinga	-
B KZN245	uMvoti	TRUE The municipality indicated that the Creditors balance in the over 90 days' category of R12.9 million as at 31 March 2023 is due to retentions that will be paid once they fall due. The municipality does not appear to be facing any cash flow challenges.
C DC24	uMzinyathi DM	TRUE The municipality indicated that the Creditors balance of R195.4 million in the over 90 days' category is due to the financial difficulties currently being faced by the municipality. The municipality is also currently under intervention in terms of Section 139(1)(b) of the Constitution and has an Interim Finance Committee in place to assist with the management of the payment of its Creditors. The municipality further approved an unfunded Adjustments Budget for the 2022/23 financial year which was not accompanied by an updated Budget funding plan. The municipality is currently facing cash flow challenges.
B KZN252	Newcastle	TRUE The municipality has indicated that the bulk of the Creditors outstanding as at 31 March 2023 in the over 90 days' category is attributable to amounts owing to Eskom and uThukela Water as the municipality is currently facing cash flow challenges. The municipality further indicated that it has a signed payment agreement with Eskom to pay the arrear amount over a period of time with the final instalment being due in August 2023. The municipality has further confirmed that even though they owe uThukela Water for bulk water supply, there is however no payment arrangement in place to settle this debt. The municipality has indicated that the discussions between the Newcastle Local Municipality and uThukela Water regarding the payment agreement with respect to the arrear debt are still underway and have not been finalised. The municipality has understated their Trade creditors total as their MFMA Section 71 Creditors Quarter three data string does not include the aged Bulk electricity debt owed to Eskom and the aged Bulk water owed to uThukela Water as at 31 March 2023. The municipality further approved an unfunded Adjustments Budget for the 2022/23 financial year together with an updated Budget funding plan which was assessed as being credible by Provincial Treasury. The municipality is currently facing cash flow challenges.
B KZN253	eMalaheni	TRUE The municipality has indicated that the Outstanding creditors for greater than 90 days as well as the negative Cash and cash equivalents figures are incorrect due to incorrect data strings that were submitted. They further indicated that the data strings will be corrected in April 2023. The municipality further approved an unfunded Adjustments Budget for the 2022/23 financial year which was not accompanied by an updated Budget funding plan. The municipality appears to be facing cash flow challenges.
B KZN254	Dannhauser	-
C DC25	Amajuba DM	TRUE The municipality has attributed the Creditors in the over 90 days category to the Bulk water owed to uThukela Water which has been outstanding from prior years and has been carried over to the current financial year. The municipality currently has a payment arrangement of R520 000 per month with uThukela Water which commenced from 31 August 2022 in this regard, however they have indicated that they have not made payment, whilst the current account is being paid. The municipality further approved an unfunded Adjustments Budget for the 2022/23 financial year which was not accompanied by an updated Budget funding plan. The municipality appears to be currently facing cash flow challenges.
B KZN261	eDumbe	TRUE The indicated that they had Cash and cash equivalents of R22.6 million as at the end of March 2023 as per their Bank statements. The municipality attributed the negative Cash and cash equivalents of R96.6 million and R133.7 million reported at the end of Quarter two and Quarter three respectively to challenges with cash flow reporting.
B KZN262	uPhongolo	TRUE The municipality indicated that the Creditors outstanding for greater than 90 Days is attributable to incorrect reporting. The municipality will review the Creditors reported and amend accordingly. The municipality is investigating the accuracy of the amount outstanding in greater than 90 Days category. The indicated that they had Cash and cash equivalents of R67.4 million as at the end of March 2023 as per their Bank Reconciliation Statements. The municipality attributed the negative Cash and cash equivalents of R82.1 million and R130.4 million reported at the end of Quarter two and Quarter three respectively to challenges with cash flow reporting. Any changed required will be implemented in the next reporting period.
B KZN263	AbaQulusi	TRUE The municipality has indicated that the R1.4 million of the Creditors outstanding as at 31 March 2023 in the over 90 days' category is attributable to that the municipality financial system does not process payments to suppliers that have issues on the Central Supplier Database (CSD) such as their tax matters. In addition, the municipality is one of the municipalities identified by National Treasury to be in financial distress. The municipality appears to be facing financial problems as it has approved an unfunded 2022/23 Adjustments Budget together with an updated Budget funding plan which was assessed as not being credible by Provincial Treasury.
B KZN265	Nongoma	TRUE The indicated that they had Cash and cash equivalents of R38.7 million as at the end of March 2023 as per their Bank Reconciliation Statements. The municipality attributed the negative Cash and cash equivalents of R225 000 and R255 000 million reported at the end of Quarter two and Quarter three respectively to challenges with cash flow reporting.
B KZN266	Ulundi	TRUE The municipality has a long outstanding debt with Eskom and the municipality is unable to meet its payment obligations due to financial challenges. The Ulundi Local Municipality defaulted on the repayment plan and a breach notice was issued by Eskom on 10 March 2022. As a result, the Intergovernmental Relations Framework Act, Act 13 of 2005 (IRFA) process was initiated which is now at the mediation stage with the KZN Department of Co-Operative Governance and Traditional Affairs (CoGTA) acting as mediator. The municipality was advised to engage with Eskom with a view of requesting the Eskom to revise and extend the payment period from 3 to 5 years, which appears to be a reasonable period based on the financial constraints faced by Ulundi Local Municipality. However, to date, Eskom as not responded to the municipality's request to revise a payment plan. Therefore, since the beginning of 2022, there has been no engagement between Eskom and Ulundi.
C DC26	Zululand DM	-
B KZN271	uMhlabuyalingana	-
B KZN272	Jozini	TRUE The Jozini Local Municipality is still experiencing challenges in the reporting of cash flow information which the municipality attributed to mapping challenges within the financial system. As per the municipality the negative closing cash and equivalents balance of R10.6 million reflected in the Month 09 Section 71 is inaccurate with the municipality ending Quarter 3 with a closing cash and cash equivalents balance of R98.7 million. The municipality submitted bank statements to support the balance of R98.7 million
B KZN275	Mtubatuba	TRUE The Mtabatuba Local Municipality is one of the municipalities identified by National Treasury to be in financial distress. The municipality is currently under intervention in terms of Section 139(1)(b) of the Constitution. As part of the intervention process, all payments to Creditors are first approved by an Interim Finance Committee which has resulted in some delays in payments. The municipality further indicated that Creditors outstanding for a period of greater than 30 days are due to: > The current cash position of the municipality therefore Creditors are settled on a priority basis. > According to the municipality, Creditors outstanding for a period of greater than 90 days are mainly due to disputes where work performed before the commencement of the Section 139 Intervention could not be verified and will therefore remain on the Creditors list until disputes are resolved. The Mtabatuba Local Municipality is still experiencing challenges in the use of various modules on the financial system mainly with the grants, liabilities and cash flow reporting where extracted reports from the financial system reflect incorrectly mapped information. This has resulted in the various MFMA Section 71 reports reflecting inaccurate information for grants, capital, debtors, creditors and cash flows. As per the municipality the system service provider is on site to rectify the MFMA Section 71 reports in time for the quarterly verification process. The negative Cash and cash equivalent balance of R182 000 as at 31 March 2023 is clearly inaccurate. As per the municipality prepared Schedule C and accompanying narrative report submitted for March 2023, the municipality has R45.1 million as Cash and cash equivalent balance and R23.2 million for Creditors as at the end of March 2023. Of the total outstanding Creditors balance of R23.2 million, an amount of R18.5 million or 79 percent is outstanding for a period of greater than 90 days.
B KZN276	Big Five Hlabisa	TRUE It should be noted that the Creditors balance reported by the Big Five Hlabisa Local Municipality of R4.7 million in the MFMA Section 71 reporting is incorrect due to incorrect mSCOA data string. The correct creditors balance over 90 days amounts to R459 849 as per the Creditors Age analysis as at 31 March 2023 drawn from the financial system on 21 April 2023. Amended data strings for the 3rd quarter will be re-uploaded to the Go-Muni. NT LG Portal during the National Treasury's quarterly verification process. According to the municipality, the creditors balance over the 90 days category are due to delays in the capturing of transactions relating to capital projects funded through MIG and also due to the fact that some of the invoices received in previous months had queries that needed to be resolved before payment could be made such as differences between information on the Central Supplier Database (CSD) and information from the supplier as reflected on the invoices. These invoices are only paid once the differences are resolved.
C DC27	uMkhanyakude DM	TRUE The uMkhanyakude District Municipality is one of the municipalities identified by National Treasury to be in financial distress. The municipality is currently under intervention in terms of Section 139(1)(b) and Section 139(4) of the Constitution due to the fact that the district municipality failed to approve their 2022/23 Annual Budget before the start of the financial year. The municipality is facing cash flow challenges and as a result, the municipality has included payments of long outstanding Creditors over the next few financial years as a priority as part of their 2022/23 MTREF Budget, 2022/23 Adjustments Budget and Budget Funding Plan approved by Council. The amount reflected in the Over 90 days category for Creditors as at the end of March 2023 is mainly attributable to the bulk water amount owed to Mhlathuze Water and Department of Water and Sanitation (DWS). As part of the Section 139(1)(b) intervention process, all payments to Creditors are first approved by an Interim Finance Committee (IFC), which is chaired by the Ministerial Representative. The municipality has a signed payment agreement with the Mhlathuze Water Board to pay the arrear amount with monthly payments of R2.3 million plus the current invoices concurrently over a period of time. The municipality still indicated that they have not been able to fully honour the payment agreement as they have been struggling with payment of current invoices, however historical debt has been settled and in the process of catching up with the current invoices. While the municipality has not been making regular payments in regard to Bulk expenditure, the amounts reflected as Over 90 days for Bulk Water and the total Creditors do not present a true reflection of the Creditors balance.
B KZN281	uMfolozi	-
B KZN282	uMhlathuze	TRUE The indicated that they had Cash and cash equivalents of R448.1 million as at the end of March 2023 as per their Bank and Investment Statements. The municipality attributed the negative Cash and cash equivalents of R566.2 million and R494.7 million reported at the end of Quarter two and Quarter three respectively to incorrect reporting.
B KZN284	uMlalazi	-
B KZN285	Mthorjani	TRUE The municipality indicated that they are experiencing data strings mapping issues when it comes to Cash flow Statement reporting, there is R25 million actual cash available as at 31 March 2023 as per the reviewed Bank reconciliation Statement. The municipality is currently working on resolving the system reporting issues for future IYM reporting purpose. The municipality is also working on the Eskom debt relief application for the outstanding R3.3 million as per MFMA circular 123.
B KZN286	Nkandla	-
C DC28	King Cetshwayo DM	TRUE The amount reflected in the Over 90 days category for Creditors as at the end of March 2023 of R91.5 million is mainly attributable to the Bulk water amount owed to the uMhlathuze Local Municipality, Umgeni Water and the Department of Water and Sanitation (DWS) which has inflated the Creditors reported, due to disputes with the service providers over tariffs charged, as well as the lack of supporting documentation and abstraction amount for quantities by DWS which still need to be resolved. The disputes and negotiations are still in progress. There is no apparent indication of a financial crisis at the municipality. The municipality provided written responses and council resolutions, as evidence that the letters sent to them in Quarter 1 and Quarter 2, were tabled in council.
B KZN291	Mandeni	-
B KZN292	KwaDukuza	-
B KZN293	Nqwebwe	-
B KZN294	Maghamulo	-
C DC29	iLembe DM	-
B KZN433	Greater Kokstad	-
B KZN434	uBuhlebezwe	TRUE The municipality attributed the Creditors balance over 90 days to Retentions where payments have to be withheld until all criteria in relation to each project are met. There are thus no financial problems at the municipality.
B KZN435	uMzimkhulu	-
B KZN436	Dr. Nkosazana Dlamini Zuma	-
C DC43	Harry Gwala DM	TRUE The municipality received a qualified audit opinion in the 2021/22 financial year as the Auditor-General could not obtain sufficient appropriate audit evidence that payments made for outsourced business and advisory services included in Contracted services were received, as internal controls were not adequate to confirm receipt of these services. The municipality provided an audit action plan that includes a plan to address the qualification issue. The municipality reported attributed the Creditors balance over 90 days to incorrect reporting. The municipality will correct the incorrect reporting in future periods. There are thus no financial problems at the municipality.
Total	32	