



treasury

Department:
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PROVINCE OF KWAZULU-NATAL

CONSOLIDATED MUNICIPAL BUDGETS PERFORMANCE REPORT

2nd Quarter Review

2021/22

MFQR: 31 December 2021

Compiled by: The 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 in 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 December 2021 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 December 2021. 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 second quarter financial information from the NT LG Database on 18 January 2022, 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 second quarter for the respective municipalities, the district totals and the aggregated provincial total.

All municipalities should have generated and spent approximately 50 percent of their 2021/22 Approved Budgets as at the end of the second quarter of the 2021/22 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 second quarter of the 2021/22 financial year ended 31 December 2021.

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.

This is the third financial year that 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 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 large 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 2 – 2021/22

R'000	Original Budget	Unaudited Actual	% Generated	Property rates	Service charges			Transfers recognised - operational	Other own revenue	Other revenue ²
					Electricity revenue	Water revenue	Other ¹			
eThekuni	43 656 807	22 255 921	51.0	5 220 415	7 741 645	2 498 070	969 978	3 024 151	2 250 092	551 570
Ugu	3 029 047	1 779 782	58.8	385 342	98 699	165 405	93 957	911 219	44 095	81 065
uMgungundlovu	8 545 493	6 908 554	80.8	1 330 868	2 517 409	856 154	367 622	1 465 175	91 704	279 622
uThukela	2 863 154	1 619 042	56.5	219 391	345 001	123 793	32 063	826 425	3 196	69 173
uMzinyathi	1 697 702	1 003 991	59.1	73 452	110 684	37 985	19 100	651 992	51 458	59 320
Amajuba	2 705 264	1 584 810	58.6	204 907	375 476	107 327	113 905	754 404	7 468	21 323
Zululand	2 325 643	1 452 353	62.4	179 357	166 368	43 632	46 195	980 203	1 240	35 357
uMkhanyakude	1 580 414	918 671	58.1	81 709	1 995	14 560	6 484	773 182	4 170	36 571
King Cetshwayo	5 596 871	3 193 245	57.1	420 334	884 107	263 449	136 616	1 160 761	24 886	303 092
iLembe	3 781 659	1 967 521	52.0	326 756	444 795	100 377	75 295	949 683	24 590	46 025
Harry Gwala	1 503 909	1 014 726	67.5	116 954	92 809	24 627	24 576	721 605	405	33 749
Total	77 285 963	43 698 615	56.5	8 559 485	12 778 990	4 235 379	1 885 790	12 218 800	2 503 303	1 516 868

Source: NT Igdatabase, downloaded 18 January 2022.

1 Include Service charges revenue for Sanitation and Refuse.

2 Include Rental of facilities and equipment, Interest earned on external investments & outstanding debtors, Dividends received, Fines, penalties and forfeits, Licences and permits, Agency services and Gains.

- In aggregate, municipalities in KwaZulu-Natal generated *Operating revenue* amounting to R43.7 billion or 56.5 percent of the Original Budget of R77.3 billion as at the end of December 2021. The revenue generated is above the expected straight-line projection of 50 percent at the end of the second quarter of the 2021/22 financial year.
- The eThekuni Metro with R22.3 billion or 50.9 percent contributed the most to the total *Operating revenue* of R43.7 billion followed by the uMgungundlovu District with R6.9 billion or 15.8 percent. The high generation of revenue by the uMgungundlovu District was mainly attributed to the Msunduzi Local Municipality having reported R5.7 billion or 88.9 percent against the Original Budget of R6.4 billion during the second quarter of the 2021/22 financial year due to incorrect reporting.
- The King Cetshwayo District contributed R3.2 billion or 7.3 percent to the total *Operating revenue* of R43.7 billion which can be attributed to the uMhlathuze Local Municipality having reported R2.1 billion or 55.7 percent against the Original Budget of R3.8 billion.
- The uMkhanyakude District with R918.7 million or 2.1 percent contributed the least to the total *Operating revenue*. The low generation of revenue by the uMkhanyakude District was mainly attributed to the uMkhanyakude District Municipality having reported only R231.4 million or 41.1 percent against the Original Budget of R562.4 million during the second quarter of the 2021/22 financial year. The reason for the low *Operating revenue* reported by uMkhanyakude District Municipality is mainly attributable to the municipality not receiving their Equitable Share tranche at the beginning of December 2021 due to the non-submission of the required financial information to National Treasury.
- The *Service charges – electricity* revenue line item contributed the most towards *Operating revenue* as R12.8 billion or 29.2 percent was generated up to the end of the second quarter of the 2021/22 financial year. *Other revenue* of R1.5 billion or 3.5 percent contributed the least towards *Operating revenue* generated and it is made up of *Rental of facilities and equipment, Interest on external investments and outstanding debtors, Dividends received, Fines, penalties and forfeits, Licenses and permits, Agency services and Gains*.

2.2 Operating Expenditure

Table 2: Operating Expenditure per item and per district as at the end of Quarter 2 – 2021/22

R'000	Original Budget	Unaudited Actual	% Spent	Detail								
				Employee related costs	Remun. of councillors	Debt impairment	Depreciation and asset impairment	Finance charges	Bulk purchases	Contracted services	Other expenditure	Other ¹
eThekwin	43 488 681	21 342 985	49.1	6 181 151	60 364	582 951	1 261 930	449 156	6 437 495	2 338 958	1 062 052	2 968 926
Ugu	3 264 771	1 441 054	44.1	588 780	38 547	20 951	134 139	8 389	78 549	259 805	225 232	86 662
uMgungundlovu	8 167 507	6 593 121	80.7	1 682 396	67 297	296 220	430 745	34 215	2 342 864	639 119	181 882	918 384
uThukela	2 933 833	1 142 675	38.9	492 814	25 536	2 368	44 726	681	255 255	165 880	108 397	47 017
uMzinyathi	1 793 214	647 958	36.1	188 323	9 192	7 717	65 222	559	94 035	107 364	113 091	62 455
Amajuba	3 005 701	1 285 130	42.8	360 788	16 396	10 081	142 452	23 126	245 829	334 506	75 667	76 286
Zululand	2 295 548	1 227 979	53.5	426 011	36 455	5 239	93 153	823	197 328	282 859	131 915	54 196
uMkhanyakude	1 521 954	602 506	39.6	253 224	27 958	14 486	39 499	1 163	40 976	92 600	102 152	30 448
King Cetshwayo	5 899 564	2 971 129	50.4	790 107	44 060	67 985	286 767	31 314	635 837	361 582	265 293	488 184
iLembe	3 809 666	1 523 510	40.0	459 082	31 828	23 619	129 402	13 768	443 075	229 673	150 697	42 367
Harry Gwala	1 748 075	818 551	46.8	329 874	27 375	12 429	95 823	9	76 242	139 352	97 676	39 772
Total	77 928 535	39 596 598	50.8	11 752 552	385 008	1 044 046	2 723 856	563 202	10 847 485	4 951 698	2 514 053	4 814 699

Source: NT Igdatabase, downloaded 18 January 2022.

1 Include Inventory consumed, Transfers and subsidies and Losses.

- In aggregate, municipalities in KwaZulu-Natal incurred *Operating expenditure* amounting to R39.6 billion or 50.8 percent of the Original Budget of R77.9 billion as at the end of December 2021. The expenditure incurred is above the expected straight-line projection of 50 percent at the end of the second quarter of the 2021/22 financial year.
- The eThekwin Metro with R21.3 billion or 53.9 percent contributed the most to the total *Operating expenditure* of R39.6 billion followed by the uMgungundlovu District with R6.6 billion or 16.7 percent. The high expenditure rate reported by the uMgungundlovu District was mainly attributed to the Msunduzi Local Municipality having reported R5.6 billion or 91.5 percent against the Original Budget of R6.1 billion up to the end of the second quarter of the 2021/22 financial year due to incorrect reporting.
- The King Cetshwayo District contributed R3 billion or 7.5 percent to the total *Operating expenditure* of R39.6 billion which can be attributed to the uMhlathuze Local Municipality having reported R2 billion or 51.1 percent against the Original Budget of R3.9 billion.
- The uMkhanyakude District with R602.5 million or 1.5 percent contributed the least to the total *Operating expenditure* of R39.6 billion. The spending rate reported by the uMkhanyakude District was mainly attributed to the uMkhanyakude District Municipality having reported only R118 million or 22 percent against the Original Budget of R537.5 million up to the end of the second quarter of the 2021/22 financial year. The reason for low *Operating expenditure* by uMkhanyakude District Municipality is mainly attributable to the delay in the approval of the 2021/22 Budget which had a negative impact on the implementation of the budget. Furthermore, the municipality did not receive their Equitable Share tranche at the beginning of December 2021 due to the non-submission of the required financial information to National Treasury which also had a negative impact on the spending rate.
- The *Employee related costs* line item contributed the most towards total *Operating expenditure* as R11.8 billion or 29.7 percent was spent up to the end of second quarter of the 2021/22 financial year. *Employee related costs* is a material component of the costs of delivering services to the communities served by municipalities. *Remuneration of councillors* of R385 million or 1 percent contributed the least towards *Operating expenditure*.

2.3 Capital Revenue

Table 3: Capital Revenue (Source of Finance) per district as at the end of Quarter 2 – 2021/22

R'000	Original Budget	Unaudited Actual	% Generated	Detail			
				Transfers recognised - capital ¹	Borrowing	Internally generated funds	Public contr. and donations
eThekini	5 321 542	1 550 722	29.1	1 019 148	312 443	219 131	-
Ugu	641 763	271 221	42.3	218 569	2 811	49 841	-
uMgungundlovu	928 584	46 057	5.0	47 231	715	(1 889)	-
uThukela	444 802	188 717	42.4	185 353	-	3 364	-
uMzinyathi	515 720	234 171	45.4	223 493	-	10 678	-
Amajuba	259 806	134 305	51.7	95 951	-	38 354	-
Zululand	808 301	374 498	46.3	357 925	-	16 573	-
uMkhanyakude	459 414	90 044	19.6	91 820	-	(1 775)	-
King Cetshwayo	1 262 848	371 376	29.4	211 595	111 778	48 003	-
iLembe	746 956	326 398	43.7	209 433	-	116 965	-
Harry Gwala	663 542	264 447	39.9	215 284	-	49 162	-
Total	12 053 278	3 851 955	32.0	2 875 802	427 746	548 407	-

Source: NT LG database, downloaded 18 January 2022.

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

- Municipalities in KwaZulu-Natal generated *Capital revenue* amounting to R3.9 billion or 32 percent of the Original Budget of R12.1 billion at an aggregate level to fund their *Capital expenditure* as at the end of December 2021. The revenue generated is significantly below the expected straight-line projection of 50 percent at the end of the second quarter of the 2021/22 financial year.
- The eThekini Metro with R1.6 billion or 40.3 percent contributed the most to the total *Capital revenue* of R3.9 billion. The Zululand District was the second highest contributor with R374.5 million or 9.7 percent of the total *Capital revenue*.
- The uMgungundlovu District with R46.1 million or 1.2 percent contributed the least to the total *Capital revenue* of R1.5 billion. The low generation of revenue by the uMgungundlovu District was mainly attributed to the uMgungundlovu District Municipality having reported negative R50.5 million against the Original Budget of R195.5 million due to errors in the data string uploaded to the NT LG Database by the municipality.
- The highest contributor towards the total *Capital revenue* as at the end of the second quarter of the 2021/22 financial year was *Transfers recognised – capital* at R2.9 billion or 74.7 percent followed by *Internally generated funds* at R548.4 million or 14.2 percent. The *Borrowing* of R427.7 million or 11.1 percent contributed the least towards the total *Capital revenue* during the first two quarters of the 2021/22 financial year.

2.4 Capital Expenditure

Table 4: Capital Expenditure per item and per district as at the end of Quarter 2 – 2021/22

R'000	Original Budget	Unaudited Actual	% Spent	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.		
eThekuni	5 321 542	1 550 724	29.1	214 065	83 811	329	77 040	552 472	105 559	206 785	289 758	19 812	1 091
Ugu	641 903	271 172	42.2	17 346	-	-	31 589	78 604	25 148	5 035	110 409	451	2 591
uMgungundlovu	928 584	473 037	50.9	17 057	22 367	-	14 615	268 944	15 599	32 132	91 878	10 306	139
uThukela	444 802	190 672	42.9	1 482	137	-	5 356	7 538	49 110	3 865	123 149	29	8
uMzinyathi	515 720	235 047	45.6	2 007	-	-	14 578	30 424	6 585	10 026	171 187	239	-
Amajuba	259 896	134 305	51.7	1 724	466	-	6 024	26 891	40 822	643	57 589	146	-
Zululand	808 301	376 220	46.5	6 366	186	-	33 950	43 857	14 968	10 810	261 596	4 487	-
uMkhanyakude	459 814	112 057	24.4	6 315	-	-	32 403	40 220	14 661	-	13 102	5 356	-
King Cetshwayo	1 262 848	371 376	29.4	14 688	-	-	48 947	86 841	4 806	41 873	160 288	13 933	-
iLembe	746 956	327 040	43.8	16 093	732	-	19 562	117 532	20 336	34 949	113 436	4 400	-
Harry Gwala	663 542	264 447	39.9	7 560	24 059	-	15 661	37 980	25 626	17 890	135 125	547	-
Total	12 053 908	4 306 094	35.7	304 702	131 759	329	299 723	1 291 302	323 220	364 008	1 527 517	59 707	3 829

Source: NT Igdatabase, downloaded 18 January 2022.

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* amounting to R4.3 billion or 35.7 percent in aggregate of the Original Budget of R12.1 billion as at the end of December 2021. The expenditure incurred is below the expected straight-line projection of 50 percent at the end of the second quarter of the 2021/22 financial year.
- The eThekuni Metro with R1.6 billion or 36 percent contributed the most to the total *Capital expenditure* of R4.3 billion followed by the uMgungundlovu District with *Capital expenditure* of R473 million or 11 percent while the uMkhanyakude District reported the least expenditure of R112.1 million or 2.6 percent. The reason for low *Capital expenditure* by uMkhanyakude District Municipality is mainly attributable to the delay in the approval of the 2021/22 Budget which had a negative impact on the implementation of the budget.
- The bulk of the total *Capital expenditure* as at the end of the second quarter of the 2021/22 financial year was spent on *Water and waste water management* at R1.5 billion or 35.5 percent with the eThekuni Metro contributing the most in this category with R289.8 million or 19 percent. The second highest contributor towards *Capital expenditure* was *Road transport* with R1.3 billion or 30 percent.
- The lowest contributor towards total *Capital expenditure* was *Health* with R329 000 or 0.01 percent that was reported by the eThekuni Metro as at the end of the second quarter of the 2021/22 financial year.

2.5 Debtors Age Analysis

Table 5: Debtor Age Analysis per district (Total) as at the end of Quarter 2 – 2021/22

R'000	0 - 30 Days		30 - 60 Days		60- 90 Days		Over 90 Days		Total
	Total	%	Total	%	Total	%	Total	%	
eThekwin	2 075 823	11.7	884 793	5.0	626 105	3.5	14 119 059	79.7	17 705 780
Ugu	110 293	7.0	60 202	3.8	56 104	3.5	1 358 854	85.7	1 585 453
uMgungundlovu	594 830	8.6	193 919	2.8	143 843	2.1	6 003 061	86.6	6 935 654
uThukela	81 272	4.6	60 769	3.4	52 995	3.0	1 589 131	89.1	1 784 168
uMzinyathi	21 769	3.1	23 337	3.3	16 716	2.3	651 031	91.3	712 852
Amajuba	(614 554)	(51.0)	97 348	8.1	47 469	3.9	1 674 442	139.0	1 204 704
Zululand	58 375	6.1	30 811	3.2	20 047	2.1	849 935	88.6	959 167
uMkhanyakude	15 432	2.2	9 437	1.3	9 700	1.4	671 167	95.1	705 737
King Cetshwayo	335 520	29.7	35 829	3.2	(3 506)	(0.3)	760 424	67.4	1 128 268
iLembe	93 834	8.3	49 922	4.4	37 271	3.3	945 846	83.9	1 126 874
Harry Gwala	25 749	5.3	18 865	3.9	12 407	2.6	428 082	88.2	485 102
Total	2 798 342	8.2	1 465 232	4.3	1 019 153	3.0	29 051 033	84.6	34 333 759

Source: NT Igdatabase, downloaded 18 January 2022.

Table 6: Debtors by Customer Group (Total) as at the end of Quarter 2 – 2021/22

R'000	Organs of State		Commercial		Household		Other		Total
	Total	%	Total	%	Total	%	Total	%	
eThekwin	1 021 290	5.8	4 365 893	24.7	12 270 483	69.3	48 114	0.3	17 705 780
Ugu	168 838	10.6	261 250	16.5	1 147 709	72.4	7 656	0.5	1 585 453
uMgungundlovu	342 561	4.9	984 996	14.2	5 211 925	75.1	396 172	5.7	6 935 654
uThukela	336 467	18.9	345 472	19.4	1 088 298	61.0	13 930	0.8	1 784 168
uMzinyathi	101 510	14.2	92 526	13.0	503 010	70.6	15 806	2.2	712 852
Amajuba	34 802	2.9	107 553	8.9	1 191 202	98.9	(128 853)	(10.7)	1 204 704
Zululand	144 824	15.1	181 309	18.9	575 402	60.0	57 632	6.0	959 167
uMkhanyakude	160 448	22.7	189 634	26.9	305 354	43.3	50 301	7.1	705 737
King Cetshwayo	123 710	11.0	562 558	49.9	394 312	34.9	47 687	4.2	1 128 268
iLembe	106 190	9.4	125 559	11.1	890 938	79.1	4 187	0.4	1 126 874
Harry Gwala	79 112	16.3	67 951	14.0	315 830	65.1	22 209	4.6	485 102
Total	2 619 753	7.6	7 284 701	21.2	23 894 464	69.6	534 842	1.6	34 333 759

Source: NT Igdatabase, downloaded 18 January 2022.

- The Total debt owed to municipalities at the end of the second quarter of the 2021/22 financial year was R34.3 billion which represents a decrease of R303 million or 0.9 percent from the R34.6 billion reported by municipalities in the first quarter of the 2021/22 financial year.
- At the end of the second quarter, a substantial amount of debt totalling R29.1 billion or 84.6 percent was outstanding in the *Over 90 Days* category, representing an increase of R1.2 billion or 4.2 percent from R27.9 billion reported in the same category for the first quarter of the 2021/22 financial year. In the second quarter, the Debtors per age category were as follows: *0-30 Days*: R2.8 billion or 8.2 percent; *30-60 Days*: R1.5 billion or 4.3 percent; and *60-90 Days*: R1 billion or 3 percent.
- 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.
- The Amajuba District reflected negative R614.6 million for Debtors in the *0 to 30 Days* category which was as a result of the Newcastle Local Municipality reporting negative R619.7 million due to errors reported in the data string uploaded to the NT LG Database by the municipality.
- The King Cetshwayo District reflected negative R3.5 million for Debtors in the *60 to 90 Days* mainly due to the Nkandla Local Municipality reflecting negative R23.7 million. According to the Nkandla Local Municipality, the credit balance relates to the Department of Public Works that pays in advance

for the entire financial year. However, the department is billed on a monthly basis in the municipality's financial system.

- The Debtors Age Analysis by *Customer group* indicates that a considerable portion of debt is owed by *Households* at R23.9 billion or 69.6 percent followed *Commercial* at R7.3 billion or 21.2 percent.
- The continued increase in the level of debt owed to municipalities is noted with concern as the municipalities should be implementing effective debt management and credit control measures in order to improve their Debtors collection rates, which in turn will have a positive impact on their cash flows.

2.6 Creditors Age Analysis

Table 7: Creditor Age Analysis per district (Total) as at the end of Quarter 2 – 2021/22

R'000	0 - 30 Days		30 - 60 Days		60- 90 Days		Over 90 Days		Total
	Total	%	Total	%	Total	%	Total	%	
eThekweni	1 881 758	68.6	3 836	0.1	451	0.0	855 151	31.2	2 741 196
Ugu	8 606	2.5	24 070	7.0	8 471	2.5	302 671	88.0	343 819
uMgungundlovu	895 933	51.1	224 271	12.8	16 587	0.9	616 941	35.2	1 753 732
uThukela	36 088	58.5	6 895	11.2	2 964	4.8	15 784	25.6	61 731
uMzinyathi	39 554	29.6	6 540	4.9	25 466	19.0	62 180	46.5	133 740
Amajuba	16 528	4.3	16 546	4.3	19 720	5.1	333 079	86.3	385 873
Zululand	(1 122)	(0.8)	7 006	5.3	5 941	4.5	121 379	91.1	133 204
uMkhanyakude	(8 722)	(9.8)	(29 098)	(32.8)	(71 432)	(80.6)	197 840	223.3	88 588
King Cetshwayo	195 880	32.3	66 368	10.9	57 430	9.5	287 004	47.3	606 682
iLembe	51 904	91.3	1 697	3.0	116	0.2	3 121	5.5	56 837
Harry Gwala	7 926	52.0	641	4.2	796	5.2	5 883	38.6	15 247
Total	3 124 332	49.4	328 773	5.2	66 509	1.1	2 801 035	44.3	6 320 650

Source: NT Igdatabase, downloaded 18 January 2022.

Table 8: Creditor Per category (Total) as at the end of Quarter 2 - 2021/22

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	1 284 312	69.1	4 419	0.2	5 507	0.3	563 282	30.3	1 857 520	29.4
Bulk Water	570 760	37.9	241 257	16.0	40 823	2.7	651 823	43.3	1 504 663	23.8
PAYE deductions	164 855	92.4	13 635	7.6	-	-	0	-	178 490	2.8
VAT (output less input)	212 517	100.0	-	-	-	-	-	-	212 517	3.4
Pensions / Retirement	165 828	100.0	-	-	-	-	37	-	165 866	2.6
Loan repayments	17 039	2.1	(816)	(0.1)	-	-	776 515	98.0	792 738	12.5
Trade Creditors	305 468	29.2	61 507	5.9	(11 272)	(1.1)	691 827	66.0	1 047 530	16.6
Auditor-General	(2 550)	(58.2)	3 168	72.3	1 325	30.3	2 437	55.6	4 381	0.1
Other	406 102	72.9	5 603	1.0	30 127	5.4	115 114	20.7	556 947	8.8
Total	3 124 332	49.4	328 773	5.2	66 509	1.1	2 801 035	44.3	6 320 650	100.0

Source: NT Igdatabase, downloaded 18 January 2022.

- The total debt owed by municipalities at the end of the second quarter was R6.3 billion which represents a decrease of R517.5 million or 7.6 percent from the R6.8 billion owed by municipalities as at the first quarter of the 2021/22 financial year.
- At the end of the second quarter of the 2021/22 financial year, a substantial amount of debt totalling R2.8 billion or 44.3 percent was outstanding in the *Over 90 Days* category, representing an increase of R573.9 million or 25.8 percent from R2.3 billion reported in the same category for the first quarter of the 2021/22 financial year. It is concerning that 50.6 percent of the debt owed by municipalities, which amounts to R3.2 billion, was outstanding for longer than 30 days in contravention of Section 65(2)(e) of the MFMA.
- The uMkhanyakude and Zululand Districts reflected negative R8.7 million and negative R1.1 million respectively in the *0 to 30 Days* category. The negative balance was as a result of the Big Five Hlabisa and Mtubatuba Local Municipalities reporting negative R11.5 million and negative R6.8 million and the Nongoma and Ulundi Local Municipalities reporting negative R6.4 million and negative R4 million in

the uMkhanyakude and Zululand Districts respectively. The negative amounts are as a result of increased accruals being processed in the financial system as at the end of the previous financial year whilst the payments that were subsequently made in July 2021 were misallocated.

- The uMkhanyakude District reflected negative R29.1 million and negative R71.4 million for the *30 to 60 Days* category and *60 to 90 Days* category respectively mainly as a result of the uMkhanyakude District Municipality reporting negative R25.3 million in the *30 to 60 Days* category and negative R66.2 million in the *60 to 90 Days* category.
- The majority of the outstanding *Creditors* relate mainly to *Bulk electricity* of R1.9 billion or 29.4 percent followed by *Bulk Water* of R1.5 billion or 23.4 percent of total *Creditors*.
- Of the *Bulk electricity* outstanding *Creditors* balance of R1.9 billion, R563.3 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 R260.2 million, R196.2 million and R99.4 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. The Mpofana Local Municipality indicated that they are currently still renegotiating a repayment plan with Eskom and the process has not yet been finalised. However, the municipality is currently making payments in line with the proposed repayment plan. The Msunduzi Local Municipality is also currently in the process of renegotiating a repayment plan with Eskom. The municipality defaulted on the previous repayment plan and a dispute was declared with Eskom therefore dispute resolution processes are currently being undertaken between the municipality and Eskom. The Ulundi Local Municipality indicated that they are making payments according to the current repayment plan however, they are in the process of negotiating a new payment plan with Eskom.
- Of the *Bulk water* outstanding *Creditors* balance of R1.5 billion, R651.8 million was in the *Over 90 Days* category. This was mainly due to the fact that the King Cetshwayo District Municipality, the Ugu District Municipality and the Msunduzi Local Municipality reported amounts owing to the Umgeni Water Board of R275.8 million, R234.9 million and R108.5 million respectively for unpaid Bulk water in the *Over 90 Days* category.
- A notice of intention to restrict the water supply was issued to the King Cetshwayo District Municipality as a result of lack of payment towards the long outstanding amounts.
- The Ugu District Municipality has finalised a payment plan but due to their Equitable Share being withheld for a limited period as a result of non-compliance with the requirement of submitting specific financial information to National Treasury, the municipality failed to make a payment in November and December 2021 and was only able to make a total payment of R28.5 million on 07 January 2022 to the Umgeni Water Board.
- The Msunduzi Local Municipality indicated that they have been hampered by low cash flows as a result of the impact of the COVID-19 pandemic. They have therefore not been able to pay all of their third party service providers; however, they are in the process of negotiating a repayment arrangement with the Umgeni Water Board.
- 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 submitted by the Umgeni Water Board to National Treasury it was noted that the uThukela District Municipality owed the water board R268 million for unpaid Bulk water. The uThukela District Municipality indicated the negotiations for a repayment plan with the Umgeni Water Board have not been finalised.

2.7 National Conditional Grants

Table 9: National Conditional Grants -Summary, Quarter 2 – 2021/22

	DoRA 2021 Total Available (Inc. Adjust.)	Year to date		Unaudited Actual		Unaudited Actual	
		Approved payment schedule	Transferred to municipalities for direct grants	Actual expenditure National Department	% Spent	Actual expenditure by municipalities	% Spent
R'000							
Local Government Financial Management Grant	108 620	108 620	108 620	20 824	19.2	24 149	22.2
Infrastructure Skills Development Grant	37 000	37 000	22 250	5 582	15.1	1 418	3.8
Neighbourhood Development Partnership (Schedule 5B)	160 744	160 744	71 031	10 377	6.5	780	0.5
Integrated Urban Development Grant	210 881	210 881	79 392	43 018	20.4	84 856	40.2
Public Transport Network Grant	772 712	772 712	261 179	224 573	29.1	-	-
Rural Road Assets Management Systems Grant	24 713	24 713	17 300	905	3.7	3 462	14.0
Expanded Public Works Programme Integrated Grant (Municipality)	222 137	222 137	54 712	110 721	49.8	52 483	23.6
Integrated National Electrification Programme (Municipal) Grant	447 466	447 466	-	-	-	97 030	21.7
Energy Efficiency and Demand Side Management (Municipal) Grant	37 000	37 000	9 000	724	2.0	9 752	26.4
Regional Bulk Infrastructure Grant (Schedule 5B)	238 621	238 621	71 000	41 154	17.2	92 729	38.9
Water Services Infrastructure Grant (Schedule 5B)	897 050	897 050	225 000	128 550	14.3	92 893	10.4
Municipal Emergency Housing Grant	30 997	30 997	-	481	1.6	-	-
Metro Informal Settlements Partnership Grant	686 369	686 369	170 435	38 988	5.7	159 297	23.2
Programme and project support preparation grant	49 949	49 949	16 649	-	-	-	-
Municipal Infrastructure Grant	3 410 925	3 410 925	1 916 882	932 347	27.3	1 133 366	33.2
Subtotal	7 335 184	7 335 184	3 023 450	1 558 244	21.2	1 752 215	23.9
Allocation In Kind							
Neighbourhood Development Partnership (Schedule 6B)	6 600	6 600	-	-	-	-	-
Municipal Systems Improvement Grant (Schedule 6B)	34 779	34 779	-	-	-	-	-
Integrated National Electrification Programme (Allocation in-kind) Grant	674 090	674 090	-	-	-	-	-
Subtotal	715 469	715 469					
Total	8 050 653	8 050 653	3 023 450	1 558 244	51.5	1 752 215	21.8

Source: NT Igdatabase, downloaded 18 January 2022.

- In terms of the Division of Revenue Act, Act No. 4 of 2021 (DoRA), direct allocations to all 54 municipalities in KwaZulu-Natal, including the eThekwini Metro amounted to R7.3 billion, while allocations in-kind amounted to R715.5 million, totalling R8 billion. Municipalities have reflected spending of R1.8 billion or 23.9 percent against the total direct allocation of R7.3 billion.
- The total Municipal Infrastructure Grant (MIG) allocation to all the municipalities within the province was R3.4 billion, excluding allocations to the uMhlathuze and Ray Nkonyeni Local Municipalities as well as the eThekwini Metro. As at the end of the second quarter of the 2021/22 financial year, a total of R1.1 billion or 33.2 percent was spent of the total MIG allocations to the applicable municipalities.
- The eThekwini Metro receives the Integrated City Development Grant (ICDG) while the uMhlathuze and Ray Nkonyeni Local Municipalities receive the Integrated Urban Development Grant (IUDG) therefore none of these municipalities receive the MIG allocation.
- The total IUDG allocation to the Ray Nkonyeni and uMhlathuze Local Municipalities was R210.9 million, of which of R84.9 million or 40.2 percent was spent when compared to the allocations to the municipalities as at the end of the second quarter of the 2021/22 financial year.
- According to the 2021 Division of Revenue Act 2021 (DoRA), the Integrated City Development Grant (ICDG) has been repurposed into the Programme and Project Preparation Support Grant (PPPSG). The eThekwini Municipality was allocated R49.9 million for this grant for the 2021/22 financial year but has not reported any spending against the allocation for the second quarter of the 2021/22 financial year.
- A total of 15 municipalities reported under-expenditure against their MIG allocations for the 2021/22 financial year. A further 13 municipalities reported no expenditure against their MIG allocations while three municipalities reported negative expenditure against their MIG allocations. The negative performance reported was due to incorrect reporting by the uMhlabuyalingana, Mtubatuba and Nkandla Local Municipalities.
- The total Water Services Infrastructure Grant (WSIG) allocation to the municipalities within the province was R897.1 million. As at the end of the second quarter, a total of R92.9 million or 10.4 percent was spent when compared to the allocations to municipalities. The following municipalities did not report any expenditure against their allocations and contributed to the under-spending of the WSIG

namely: the Newcastle and uMhlathuze Local Municipalities and the uMgungundlovu, uThukela and uMkhanyakude District Municipalities. The Msunduzi Local Municipality reported negative R86.4 million against the WSIG allocation due to errors in the data strings.

2.8 Criteria for determining serious financial problems

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

- (a) *The municipality has failed to make payments as and when due;*
- (b) *the municipality has defaulted on financial obligations for financial reasons;*
- (c) *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;*
- (d) *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;*
- (e) *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];*
- (f) *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;*
- (g) *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*
- (h) *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:

- (a) *The municipality has failed to make any payment to a lender or investor as and when due;*
- (b) *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.*

The purpose of In-Year-Monitoring (IYM) of the Section 71 reports 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. Thus, in line with Sections 138 and 140 of the MFMA, National Treasury developed a set of criteria to identify municipalities that have serious problems.

The criteria consider amongst others:

- The audit outcome of the most recent annual audit by the Auditor-General;
- Creditors balance of over R1 million that are owed for more than 90 days;
- Significant/Large Operating deficits; and
- Negative cash position for two consecutive years.

Provincial Treasury has utilised the criteria as developed by National Treasury to monitor municipalities that display one or more of the indicators of serious financial problems on a quarterly basis based on the MFMA Section 71 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, 36 municipalities in the province have been flagged as meeting the criteria for having serious financial problems based on the quarter two MFMA Section 71 figures, however, upon further scrutiny, 20 of the municipalities (list and details as reflected in Annexure J) actually do not appear to have financial problems due to the following:

- The data strings of nine (9) of the 20 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 disputes with service providers for four (4) of the 20 municipalities, while the municipalities have the financial means to settle those Creditors;
- The negative audit opinion was the only criteria displayed for two (2) municipalities however, these municipalities do not display any other signs of financial problems as at the end of the second quarter of the 2021/22 financial year;
- The Operating deficit was the only criteria displayed for two (2) municipalities however, these municipalities do not display any other signs of financial problems as at the end of the second quarter of the 2021/22 financial year;
- The existence of Creditors over R1 million that are owed for more than 90 days are due to Retentions for two (2) municipalities which distort the overall Creditors balance;
- The existence of Creditors over R1 million that are owed for more than 90 days is mainly due to amongst others, the inclusion of Short-term debt in the Creditors balance for one (1) municipality which distorts the overall Creditors balance.

The remaining 16 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						
1	Ugu DM	5	Inkosi Langalibalele	9	Newcastle	13	Ulundi
2	Mpofana	6	uThukela DM	10	eMadlangeni	14	Zululand DM
3	Msunduzi	7	eNdumeni	11	Amajuba DM	15	Mtubatuba
4	uMgungundlovu DM	8	uMzinyathi DM	12	AbaQulusi	16	uMkhanyakude DM

Source: KZN Provincial Treasury.

Included in the list of the 16 municipalities identified as meeting the criteria for having financial problems, seven (7) municipalities listed in Table 11 have also been identified as being in financial distress by National Treasury. These municipalities 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	Section 139(1)(b)
6	Mtubatuba	Section 139(1)(b)
7	uMkhanyakude DM	Section 139(1)(b)

Source: KZN Provincial Treasury.

Provincial Treasury has planned to support six (6) of the seven (7) municipalities in financial distress whilst the remaining one (1) municipality, Msunduzi, being a non-delegated municipality, is being supported by National Treasury. Finance experts will be deployed to the Mpofana Local Municipality and the uThukela and uMzinyathi District Municipalities before the end of the 2021/22 financial year which will continue into

the 2022/23 financial year. Financial management support will commence at the AbaQulusi Local Municipality before the end of the 2021/22 financial year which will continue into the 2022/23 financial year. The Mtubatuba Local Municipality is currently receiving financial management support in the 2021/22 financial year which will continue in the 2022/23 financial year. Lastly, a finance expert was deployed to the uMkhanyakude District Municipality in the 2021/22 financial year which will continue into the 2022/23 financial year.

The remaining nine (9) municipalities shown in Table 12 also meet the criteria for having financial problems based on the financial performance as at the end of quarter two of the 2021/22 financial year and will need to be closely monitored going forward.

Table 12: Municipalities meeting the criteria of having financial problems

No.	Name of Municipality	No.	Name of Municipality	No.	Name of Municipality
1	Ugu DM	4	eNdumeni	7	Amajuba DM
2	uMgungundlovu DM	5	Newcastle	8	Ulundi
3	Inkosi Langalibalele	6	eMadlangeni	9	Zululand DM

Source: KZN Provincial Treasury.

It is important to note that 13 of the 16 municipalities identified as meeting the criteria for having financial problems also have unfunded 2021/22 Approved Budgets as shown in Table 13. These municipalities have also approved credible Budget funding plans which are being monitored by Provincial Treasury. Although, the remaining three (3) municipalities have funded 2021/22 Approved Budgets, namely; the Msunduzi, AbaQulusi and Mtubatuba Local Municipalities, they still meet the criteria of having serious financial problems as mentioned above.

Table 13: Municipalities meeting the criteria of having financial problems

No.	Name of Municipality	2021/22 Budget position	Credible Budget funding plan
1	Ugu DM	Unfunded	Yes
2	Mpofana	Unfunded	Yes
3	Msunduzi	Funded	N/A
4	uMgungundlovu DM	Unfunded	Yes
5	Inkosi Langalibalele	Unfunded	Yes
6	uThukela DM	Unfunded	Yes
7	eNdumeni	Unfunded	Yes
8	uMzinyathi DM	Unfunded	Yes
9	Newcastle	Unfunded	Yes
10	eMadlangeni	Unfunded	Yes
11	Amajuba DM	Unfunded	Yes
12	AbaQulusi	Funded	N/A
13	Ulundi	Unfunded	Yes
14	Zululand DM	Unfunded	Yes
15	Mtubatuba	Funded	N/A
16	uMkhanyakude DM	Unfunded	Yes

Source: KZN Provincial Treasury.

2.9 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 the 17 January 2022, seven (7) municipalities did not submit their data strings for Month 06 within 10 workings days after the end of December 2021 as required by Section 71(1) of the MFMA and were therefore issued with non-compliance letters. Subsequent to Provincial Treasury officials engaging the non-compliant municipalities, four (4) of the seven (7) municipalities submitted their data strings and three (3) municipalities still did not submit their required data strings as at 18 January 2022. The non-compliant municipalities for Months 06 as well as Months 05 and 04 are listed in Table 14 below.

Table 14: List of municipalities that did not submit their data strings - Quarter 2 – 2021/22

Name of data strings	Period	Non-compliant municipalities
Age Creditors	October 2021	uMsinga LM
	November 2021	uMsinga LM
	December 2021 Outstanding submissions as at 17 January 2022	uMsinga LM, Jozini LM, iMpendle LM, Mtubatuba LM, uMkhanyakude DM, uMngeni LM, eDumbe LM
	December 2021 Outstanding submissions as at 18 January 2022	uMsinga LM, iMpendle LM, eDumbe LM
Age Debtors	October 2021	uMsinga LM
	November 2021	uMsinga LM
	December 2021 Outstanding submissions as at 17 January 2022	uMsinga LM, Jozini LM, iMpendle LM, uMkhanyakude DM, uMngeni LM, eDumbe LM
	December 2021 Outstanding submissions as at 18 January 2022	uMsinga LM, iMpendle LM, eDumbe LM
In Year Reporting - Monthly Data strings	October 2021	uMsinga LM
	November 2021	uMsinga LM
	December 2021 Outstanding submissions as at 17 January 2022	uMsinga LM, Jozini LM, iMpendle LM, uMkhanyakude DM, uMngeni LM, eDumbe LM
	December 2021 Outstanding submissions as at 18 January 2022	uMsinga LM, iMpendle LM, eDumbe LM

Source: NT Igdatabase

The uMsinga Local Municipality was the only municipality that did not submit their data strings for Months 04, 05 and 06 as a result of their system recently crashing and a reconciliation process needing to be undertaken before the submission of the latest data strings.

2.10 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 Section 135(1) 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.

Annexure A: Operating Revenue - 2nd Quarter 2021/22

			R'000	Original Budget	Unaudited Actual	% Generated	Detail														
							Property rates	Service charges-electricity revenue	Service charges - water revenue	Service charges -sanitation revenue	Service charges-refuse revenue	Rental of facilities and equipment	Interest earned - external investments	Interest earned - outstanding debtors	Dividends received	Fines	Licences and permits	Agency services	Transfers recognised - operational	Other own revenue	Gains on disposal of PPE
A	KZN2000 eThekini			43 656 807	22 255 921	51.0	5 220 415	7 741 645	2 498 070	563 133	406 845	371 091	122 336	8 677	-	21 401	15 024	9 964	3 024 151	2 250 092	3 077
B	KZN212 uMdoni	306 073	200 881	65.6	64 261	-	-	-	-	6 127	3 344	2 768	439	-	1 305	3 153	554	117 341	1 588	-	
B	KZN213 uMzumbe	189 864	129 492	68.2	7 812	-	-	-	-	-	82	3 423	-	-	-	4	-	117 448	723	-	
B	KZN214 uMuwiabantu	205 065	127 509	62.2	13 451	18 238	-	-	-	1 392	27	3 740	-	-	1 071	566	264	79 249	9 511	-	
B	KZN216 Ray Nkonyeni	1 124 639	657 970	58.5	299 818	80 461	-	-	-	37 212	1 392	2 207	14 816	-	8 612	4 042	2 393	182 402	24 614	-	
C	DC21 Ugu DM	1 203 406	663 931	55.2	-	-	165 405	-	49 225	-	1 202	3 337	22 325	-	-	-	414 779	7 658	-		
Total: Ugu Municipalities		3 029 047	1 779 782	58.8	385 342	98 699	165 405	49 225	44 731	6 046	15 474	37 581	-	10 987	7 765	3 212	911 219	44 095	-		
B	KZN221 uMshwathi	188 227	26 607	14.1	20 248	-	-	-	-	1 110	233	-	4 505	-	5	458	-	-	48	-	
B	KZN222 uMrkeni	489 122	248 950	50.9	116 388	48 021	-	-	-	4 723	605	610	7 454	-	40	1 624	-	67 743	1 742	-	
B	KZN223 Mpfofana	169 603	84 071	49.6	8 583	31 860	-	-	-	2 071	109	87	-	-	2 070	2 368	-	33 804	3 120	-	
B	KZN224 iMpendle	58 292	26 331	45.2	4 479	-	-	-	-	38	260	100	55	-	-	17	197	20 791	395	-	
B	KZN225 Msunduzi	6 418 414	5 707 571	88.9	1 154 129	2 437 529	705 056	-	245 039	102 407	22 371	8 460	176 944	-	(1 593)	577	1 896	755 817	85 542	13 398	
B	KZN226 Mkhambathini	110 688	73 656	66.5	12 447	-	-	-	-	277	6	566	-	-	1	2 681	-	57 080	598	-	
B	KZN227 Richmond	118 219	81 653	69.1	14 594	-	-	-	-	464	547	607	142	-	2 529	742	-	61 772	257	-	
C	DC22 uMgungundlovu DM	992 929	659 716	66.4	-	-	151 098	-	11 494	-	0	1 059	27 896	-	-	-	468 168	1	-		
Total: uMgungundlovu Municipalities		8 545 493	6 908 554	80.8	1 330 868	2 517 409	856 154	256 533	111 089	24 131	11 487	216 996	-	3 050	8 466	2 093	1 465 175	91 704	13 398		
B	KZN235 Okhahlamba	196 536	131 755	67.0	14 046	-	-	-	-	1 077	247	997	4 388	-	65	1 040	985	108 678	231	-	
B	KZN237 INKosi Langalibale	677 636	371 061	54.8	74 037	132 950	-	-	-	4 900	351	1 030	0	-	94	2 013	23	154 443	1 222	-	
B	KZN238 Alfred Duma	1 057 270	598 029	56.6	131 308	212 051	-	-	-	17 060	777	7 163	4 444	-	21 294	993	1 961	199 692	1 286	-	
C	DC23 uThukela DM	931 711	518 198	55.6	-	-	123 793	-	9 026	-	2 098	18 691	-	-	-	-	363 612	457	520		
Total: uThukela Municipalities		2 863 154	1 619 042	56.5	219 391	345 001	123 793	9 026	23 036	1 374	11 288	27 524	-	21 453	4 046	2 968	826 425	3 196	520		
B	KZN241 eNdumeni	386 290	179 128	46.4	23 309	54 568	-	-	-	7 190	323	212	1 146	-	(192)	928	-	45 244	46 401	-	
B	KZN242 Nguthu	236 977	151 599	64.0	21 401	11 958	-	-	-	848	247	491	2 642	-	203	420	-	112 812	577	-	
B	KZN244 uMsinga	242 224	121 777	50.3	6 107	-	-	-	-	123	166	34 606	-	-	-	-	76 799	3 976	-		
B	KZN245 uMvoti	310 503	187 565	60.4	22 635	44 158	-	-	-	4 960	190	1 583	-	-	25	1 581	-	111 986	447	-	
C	DC24 uMzinyathi DM	521 709	363 923	69.8	-	-	37 985	-	5 979	-	137	1 237	13 376	-	-	-	-	305 151	57	-	
Total: Umzinyathi Municipalities		1 697 702	1 003 991	59.1	73 452	110 684	37 985	5 979	13 121	1 063	38 129	17 163	-	36	2 928	-	651 992	51 458	-		
B	KZN252 Newcastle	2 214 242	1 255 262	56.7	181 212	368 259	94 511	-	60 031	49 315	4 564	762	2 154	-	1 957	18	-	483 366	6 727	2 386	
B	KZN253 eMadlangeni	106 840	48 941	45.8	9 432	7 217	-	-	-	763	469	239	1 787	-	1	458	-	28 489	86	-	
B	KZN254 Dannhauser	150 762	121 821	80.8	14 262	-	-	-	-	647	9	301	-	-	7	244	713	105 400	159	80	
C	DC25 Amajuba DM	233 420	158 786	68.0	-	-	12 816	-	3 149	-	26	1 344	3 806	-	-	-	-	137 148	496	-	
Total: Amajuba Municipalities		2 705 264	1 584 810	58.6	204 907	375 476	107 327	63 180	50 726	5 068	2 646	7 746	-	1 964	720	713	754 404	7 468	2 466		
B	KZN261 eDumbe	170 462	61 241	35.9	9 804	10 075	-	-	-	529	1 417	244	8	-	107	417	-	38 586	55	-	
B	KZN262 uPhongolo	312 768	180 536	57.7	17 280	22 609	-	-	-	6 108	309	562	10 508	-	830	663	572	120 898	197	-	
B	KZN263 AbaQulusi																				

Annexure B: Operating Expenditure -2nd Quarter 2021/22

R'000	Original Budget	Unaudited Actual	% Spent	Detail										
				Employee related costs	Remun. of councillors	Debt impairment	Depreciation and asset impairment	Finance charges	Bulk purchases	Other Materials	Contracted services	Transfers and grants	Other expenditure	Loss on disposal of PPE
A KZN200 eThekewini	43 488 681	21 342 985	49.1	6 181 151	60 364	582 951	1 261 930	449 156	6 437 495	2 192 035	2 338 958	221 314	1 062 052	555 578
B KZN212 uMdoni	326 350	152 660	46.8	73 821	7 387	-	20 417	-	-	1 808	27 403	415	21 410	-
B KZN213 uMzumbe	234 878	105 784	45.0	36 031	8 194	-	12 621	0	-	295	34 254	3 171	11 217	-
B KZN214 uMuiziabantu	237 514	100 285	42.2	38 668	4 627	-	-	1	23 469	464	15 180	3 053	14 824	-
B KZN216 Ray Nkonyeni	1 116 811	512 894	45.9	215 198	13 498	2 005	48 045	178	55 080	6 534	105 627	6 729	60 001	-
B DC21 Ugu DM	1 349 217	569 431	42.2	225 062	4 841	18 946	53 056	8 210	-	62 756	77 340	1 439	117 780	0
Total: Ugu Municipalities	3 264 771	1 441 054	44.1	588 780	38 547	20 951	134 139	8 389	78 549	71 857	259 805	14 806	225 232	0
B KZN221 uMshwathi	187 227	95 348	50.9	42 687	4 229	-	115	-	248	281	14 724	26 639	6 425	-
B KZN222 uMngeni	488 256	246 727	50.5	60 188	4 622	-	34 779	663	83 597	583	40 293	294	21 708	-
B KZN223 Mpofana	168 754	95 196	56.4	27 060	1 216	-	-	5 019	49 493	1 183	5 035	-	6 191	-
B KZN224 iMpindle	68 538	28 977	42.3	17 240	1 197	-	3 590	-	-	30	4 170	1 064	1 687	-
B KZN225 Msunduzi	6 118 414	5 600 916	91.5	1 340 537	43 906	295 283	357 295	26 825	2 209 526	731 616	456 917	41 761	96 825	425
B KZN226 Mkhambathini	142 902	86 512	60.5	23 816	3 436	-	5 386	0	-	1 757	37 612	-	14 505	-
B KZN227 Richmond	143 420	63 663	44.4	30 637	3 127	916	9 486	7	-	2 209	14 276	333	2 672	-
C DC22 uMgungundlovu DM	849 995	375 782	44.2	140 231	5 565	20	20 094	1 700	-	105 032	66 091	5 179	31 869	-
Total: uMgungundlovu Municipalities	8 167 507	6 593 121	80.7	1 682 396	67 297	296 220	430 745	34 215	2 342 864	842 689	639 119	75 271	181 882	425
B KZN235 Okhahlamba	216 950	104 130	48.0	50 955	5 279	2 368	13 508	403	-	972	16 184	51	15 070	(660)
B KZN237 iNkosi Langalibalele	625 943	274 593	43.9	98 514	5 598	-	-	45	101 319	3 743	54 240	-	11 134	-
B KZN238 Alfred Duma	1 169 384	413 720	35.4	168 378	12 098	-	-	232	153 936	4 538	35 591	4 747	34 199	-
B DC23 uThukela DM	921 557	350 232	38.0	174 967	2 561	-	31 218	-	-	33 626	59 865	-	47 994	-
Total: uThukela Municipalities	2 933 833	1 142 675	38.9	492 814	25 536	2 368	44 726	681	255 255	42 879	165 880	4 799	108 397	(660)
B KZN241 eNdumeni	381 749	66 424	17.4	(295)	-	-	-	-	40 920	733	16 571	187	8 309	-
B KZN242 Nquthu	233 762	50 682	21.7	1 706	-	360	-	-	17 091	4 685	9 860	7 929	9 052	-
B KZN244 uMsinga	261 377	31 915	12.2	6 565	1 066	-	-	-	-	3 519	9 221	-	11 543	-
B KZN245 uMvoti	341 010	175 535	51.5	71 271	5 095	7 358	15 998	(43)	36 024	1 443	15 551	899	21 938	-
C DC24 uMzinyathi DM	575 315	323 402	56.2	109 077	3 030	-	49 224	602	-	38 060	56 161	5 000	62 249	-
Total: Umzinyathi Municipalities	1 793 214	647 958	36.1	188 323	9 192	7 717	65 222	559	94 035	48 440	107 364	14 014	113 091	-
B KZN252 Newcastle	2 488 931	1 079 827	43.4	282 105	12 175	10 081	138 511	19 929	237 753	68 024	259 630	-	51 619	0
B KZN253 eMadlangeni	101 497	24 360	24.0	13 874	1 050	-	-	113	4 302	612	3 144	-	1 265	-
B KZN254 Dannhauser	160 624	74 112	46.1	8 938	-	-	-	1 784	-	51	50 781	-	12 558	-
C DC25 Amajuba DM	254 650	106 831	42.0	55 872	3 170	-	3 940	1 299	3 774	8 596	20 952	35	10 225	(1 033)
Total: Amajuba Municipalities	3 005 701	1 285 130	42.8	360 788	16 396	10 081	142 452	23 126	245 829	77 284	334 506	35	75 667	(1 032)
B KZN261 eDumbe	165 237	62 289	37.7	29 019	2 710	10	-	2	15 622	98	11 693	-	3 135	-
B KZN262 uPhongolo	282 300	144 126	51.1	49 486	5 008	5 228	13 868	151	15 991	13 141	29 197	4	12 052	-
B KZN263 AbaQulusi	613 553	285 435	46.5	90 278	8 817	-	-	72	102 877	7 852	53 688	4 161	17 690	-
B KZN265 Nongoma	212 171	127 518	60.1	53 800	7 103	1	9 868	212	-	4 895	24 278	4 006	23 355	-
B KZN266 Ulundi	425 663	219 838	51.6	76 456	8 327	-	12 286	386	62 838	2 803	41 076	-	15 666	-
C DC26 Zululand DM	596 623	388 774	65.2	126 972	4 490	-	57 132	-	-	6 147	122 927	11 089	60 017	-
Total: Zululand Municipalities	2 295 548	1 227 979	53.5	426 011	36 455	5 239	93 153	823	197 328	34 936	282 859	19 260	131 915	-
B KZN271 uMhlabuyalingana	216 283	108 726	50.3	39 679	6 694	-	15 057	2	-	158	17 068	4 960	25 109	-
B KZN272 Jozini	279 078	171 001	61.3	56 799	7 426	14 417	14 316	-	-	15	15 495	18 427	44 106	-
B KZN275 Mtubatuba	273 724	130 892	47.8	52 630	7 676	69	10 126	953	-	5 995	42 402	285	10 756	-
B KZN276 Big Five Hlabisa	215 383	73 895	34.3	42 943	3 621	-	-	-	-	-	10 018	608	16 704	-
C DC27 uMkhanyakude DM	537 485	117 993	22.0	61 174	2 540	-	208	40 976	-	7 618	-	-	5 478	-
Total: uMkhanyakude Municipalities	1 521 954	<b												

Annexure C: Capital Revenue (Source of finance) - 2nd Quarter 2021/22

R'000		Original 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	eThekwini	5 321 542	1 550 722	29.1	1 015 415	3 734	-	-	312 443	219 131
B	KZN212	uMdoni	38 595	24 441	63.3	18 484	-	-	-	-	5 957
B	KZN213	uMzumbe	62 185	38 919	62.6	12 906	-	-	-	-	26 013
B	KZN214	uMuziwabantu	46 091	16 336	35.4	12 319	-	-	-	-	4 018
B	KZN216	Ray Nkonyeni	161 345	72 990	45.2	53 454	2 687	-	9 087	2 811	4 951
B	DC21	Ugu DM	333 548	118 535	35.5	109 632	-	-	-	-	8 903
Total: Ugu Municipalities			641 763	271 221	42.3	206 795	2 687	-	9 087	2 811	49 841
B	KZN221	uMshwathi	29 977	15 002	50.0	12 157	-	-	-	-	2 845
B	KZN222	uMngeni	29 048	3 374	11.6	3 369	-	-	-	-	4
B	KZN223	Mpofana	11 840	7 650	64.6	7 650	-	-	-	-	-
B	KZN224	iMpendle	20 687	9 018	43.6	8 293	64	-	-	-	662
B	KZN225	Msunduzi	576 302	31 163	5.4	30 475	40	-	(67)	715	-
B	KZN226	Mkhambathini	31 621	17 225	54.5	14 667	-	-	-	-	2 558
B	KZN227	Richmond	33 630	13 145	39.1	12 703	-	-	-	-	442
C	DC22	uMgungundlovu DM	195 479	(50 520)	(25.8)	(42 120)	-	-	-	-	(8 400)
Total: uMgungundlovu Municipalities			928 584	46 057	5.0	47 194	104	-	(67)	715	(1 889)
B	KZN235	Okhahlamba	29 734	15 348	51.6	14 412	-	-	-	-	936
B	KZN237	iNkosi Langalibalele	40 348	13 254	32.8	12 380	137	-	-	-	737
B	KZN238	Alfred Duma	122 911	38 838	31.6	27 107	10 099	-	-	-	1 632
B	DC23	uThukela DM	251 809	121 277	48.2	121 218	-	-	-	-	59
Total: uThukela Municipalities			444 802	188 717	42.4	175 118	10 235	-	-	-	3 364
B	KZN241	eNdumeni	26 429	6 891	26.1	6 232	184	-	-	-	475
B	KZN242	Nquthu	92 505	25 817	27.9	17 862	-	-	-	-	7 955
B	KZN244	uMsinga	68 452	12 926	18.9	11 905	-	-	-	-	1 021
B	KZN245	uMvoti	40 762	17 313	42.5	14 066	2 994	-	-	-	253
C	DC24	uMzinyathi DM	287 572	171 223	59.5	170 249	-	-	-	-	974
Total: uMzinyathi Municipalities			515 720	234 171	45.4	220 315	3 178	-	-	-	10 678
B	KZN252	Newcastle	68 741	67 994	98.9	52 424	3 132	-	-	-	12 437
B	KZN253	eMadlangeni	18 987	2 624	13.8	764	-	-	-	-	1 860
B	KZN254	Dannhauser	63 516	38 760	61.0	14 888	-	-	-	-	23 873
C	DC25	Amajuba DM	108 563	24 927	23.0	24 743	-	-	-	-	184
Total: Amajuba Municipalities			259 806	134 305	51.7	92 819	3 132	-	-	-	38 354
B	KZN261	eDumbe	46 209	25 657	55.5	24 388	475	-	-	-	794
B	KZN262	uPhongolo	52 076	21 569	41.4	13 632	1	-	-	-	7 936
B	KZN263	AbaQulusi	44 908	14 926	33.2	12 950	-	-	-	-	1 975
B	KZN265	Nongoma	51 254	16 253	31.7	15 240	-	-	-	-	1 013
B	KZN266	Ulundi	33 577	25 088	74.7	24 991	-	-	-	-	97
C	DC26	Zululand DM	580 277	271 007	46.7	262 184	4 065	-	-	-	4 758
Total: Zululand Municipalities			808 301	374 498	46.3	353 384	4 541	-	-	-	16 573
B	KZN271	uMhlabuyalingana	47 208	3 662	7.8	19 201	-	-	-	-	(15 539)
B	KZN272	Jozini	44 922	41 658	92.7	33 320	-	-	-	-	8 337
B	KZN275	Mtubatuba	50 267	20 397	40.6	12 959	4 385	-	-	-	3 054
B	KZN276	Big Five Hlabisa	25 565	11 987	46.9	8 534	1 081	-	-	-	2 372
C	DC27	uMkhanyakude DM	291 452	12 341	4.2	12 341	-	-	-	-	-
Total: uMkhanyakude Municipalities			459 414	90 044	19.6	86 355	5 465	-	-	-	(1 775)
B	KZN281	uMfolozi	30 838	29 690	96.3	27 298	-	-	-	-	2 392
B	KZN282	uMhlathuze	830 967	224 450	27.0	71 200	6 752	-	-	111 778	34 721
B	KZN284	uMlalazi	67 123	25 897	38.6	18 684	-	-	-	-	7 213
B	KZN285	Mthonjaneni	47 316	16 387	34.6	13 600	-	-	-	-	2 787
B	KZN286	Nkandla	42 136	(2 925)	(6.9)	2 069	-	-	-	-	(4 995)
C	DC28	King Cetshwayo DM	244 467	77 878	31.9	71 993	-	-	-	-	5 885
Total: King Cetshwayo Municipalities			1 262 848	371 376	29.4	204 844	6 752	-	-	111 778	48 003
B	KZN291	Mandeni	73 920	29 654	40.1	17 736	134	-	-	-	11 784
B	KZN292	KwaDukuza	321 401	123 811	38.5	34 137	6 708	-	3 834	-	79 131
B	KZN293	Ndwedwe	82 662	29 022	35.1	19 934	-	-	-	-	9 088
B	KZN294	Maphumulo	33 587	25 194	75.0	14 108	1 423	-	-	-	9 663
C	DC29	iLembe DM	235 386	118 716	50.4	110 691	727	-	-	-	7 298
Total: iLembe Municipalities			746 956	326 398	43.7	196 607	8 992	-	3 834	-	116 965
B	KZN433	Greater Kokstad	98 060	49 617	50.6	16 970	18 280	-	-	-	14 366
B	KZN434	uBurlebezwe	44 995	24 000	53.3	15 850	180	-	-	-	7 970
B	KZN435	uMzimkhulu	120 404	26 353	21.9	14 920	2 325	-	-	-	9 108
B	KZN436	Dr. Nkosazana Dlamini Zuma	92 800	23 483	25.3	12 587	-	-	-	-	10 896
C	DC43	Harry Gwala DM	307 283	140 994	45.9	133 578	547	47	-	-	6 821
Total: Harry Gwala Municipalities			663 542	264 447	39.9	193 905	21 332	47	-	-	49 162
Total			12 053 278	3 851 955	<						

Annexure D: Capital Expenditure - 2nd Quarter 2021/22

R'000			Original Budget	Unaudited Actual	% Spent	Detail																	Other	
						Governance and Admin.			Community and Public Safety				Economic and Environmental Services				Trading Services							
						Executive & Council	Budget & Treasury	Corporate Services	Community & Social Services	Sport And Recreation	Public Safety	Housing	Health	Planning and Dev.	Road Transport	Environ. Protection	Electricity	Water	Waste Water Mgt.	Waste Mgt.				
A	KZN2000	eThekini	5 321 542	1 550 724	29.1	8 343	205 701	21	20 669	54 207	2 164	83 811	329	104 010	552 472	1 549	206 785	127 005	162 753	19 812	1 091			
B	KZN212	uMdoni	38 595	24 441	63.3	6	262	-	7 842	5 334	-	-	-	391	10 471	-	-	-	-	-	136	-		
B	KZN213	uMzumbe	62 185	38 919	62.6	-	7 212	-	4 875	8 963	-	-	-	11	17 858	-	-	-	-	-	-	-		
B	KZN214	uMzibawantu	46 091	16 336	35.4	-	1 125	-	3 302	-	-	-	-	-	11 909	-	-	-	-	-	-	-		
B	KZN216	Ray Nkonyeni	161 345	72 990	45.2	177	345	93	1 273	-	-	-	-	24 414	38 366	332	5 035	-	-	315	2 640			
C	DC21	Ugu DM	333 687	118 486	35.5	-	8 126	-	-	-	-	-	-	-	-	-	-	75 372	35 037	-	(49)	-		
Total: Ugu Municipalities			641 903	271 172	42.2	183	17 070	93	17 292	14 297	-	-	-	-	24 816	78 604	332	5 035	75 372	35 037	451	2 591		
B	KZN221	uMshwathi	29 977	15 002	50.0	-	2 845	-	821	-	-	-	-	5 632	5 704	-	-	-	-	-	-	-	-	
B	KZN222	uMngeni	29 048	4 283	14.7	-	155	-	-	-	-	-	-	-	4 128	-	-	-	-	-	-	-	-	
B	KZN223	Mpofana	11 840	8 852	74.8	-	788	-	1 180	-	-	-	-	-	6 884	-	-	-	-	-	-	-	-	
B	KZN224	iMpendle	20 687	9 018	43.6	192	-	-	627	64	-	-	-	4 628	3 507	-	-	-	-	-	-	-	-	
B	KZN225	Msunduzi	576 302	455 670	79.1	1 736	12 322	-	4 196	1 560	-	22 367	-	5 278	225 007	-	32 132	50 705	89 923	10 306	139			
B	KZN226	Mkhambathini	31 621	17 225	54.5	-	131	-	1 873	4 245	-	-	-	-	10 976	-	-	-	-	-	-	-	-	
B	KZN227	Richmond	33 630	13 506	40.2	-	659	-	48	-	-	-	-	-	61	12 738	-	-	-	-	-	-	-	-
C	DC22	uMgungundlovu DM	195 479	(50 520)	(25.8)	-	(1 771)	-	-	-	-	-	-	-	-	-	-	(48 389)	(360)	-	-	-		
Total: uMgungundlovu Municipalities			928 584	473 037	50.9	1 929	15 128	-	8 746	5 868	-	22 367	-	15 599	268 944	-	32 132	2 316	89 563	10 306	139			
B	KZN235	Okhahlamba	29 734	15 348	51.6	-	618	-	289	-	-	-	-	14 412	-	-	-	-	-	-	29	-	-	
B	KZN237	iNkos Langalibalele	40 348	13 254	32.8	461	138	-	4 895	-	-	137	-	-	7 538	-	86	-	-	-	-	-	8	
B	KZN238	Alfred Duma	122 911	38 862	31.6	29	177	-	152	-	19	-	-	34 698	-	-	3 780	-	-	-	-	-		
C	DC23	uThukela DM	251 809	123 207	48.9	-	59	-	-	-	-	-	-	-	-	-	-	123 149	-	-	-	-		
Total: uThukela Municipalities			444 802	190 672	42.9	490	991	-	5 336	-	19	137	-	49 110	7 538	-	3 865	123 149	-	29	8			
B	KZN241	ehDumeni	26 429	6 891	26.1	-	191	-	1	17	-	-	-	-	1	6 232	-	261	-	-	187	-	-	
B	KZN242	Nquthu	92 505	25 817	27.9	1 225	60	-	3 851	-	-	-	-	1 307	10 815	-	8 559	-	-	-	52	-	-	
B	KZN244	uMsinga	68 452	13 803	20.2	-	242	-	728	994	-	-	-	-	10 581	-	1 206	-	-	-	-	-	-	
B	KZN245	uMvoti	40 762	17 313	42.5	148	105	-	3 055	5 932	-	-	-	5 277	2 796	-	-	-	-	-	-	-	-	
C	DC24	uMzinyathi DM	287 572	171 223	59.5	-	36	-	-	-	-	-	-	-	-	-	-	161 352	9 835	-	-	-		
Total: Umzinyathi Municipalities			515 720	235 047	45.6	1 373	634	-	7 635	6 943	-	-	-	6 585	30 424	-	10 026	161 352	9 835	239	-			
B	KZN252	Newcastle	68 831	67 994	98.8	-	553	-	924	3 116	-	466	-	3 322	23 132	-	-	26 264	10 216	-	-	-		
B	KZN253	eMdlangeni	18 987	2 624	13.8	-	1	-	1 859	-	-	-	-	-	121	-	643	-	-	-	146	-	-	
B	KZN254	Dannhauser	63 516	38 760	61.0	-	1 115	-	-	-	-	-	-	37 500	-	-	-	-	-	-	-	-		
C	DC25	Amajuba DM	108 563	24 927	23.0	-	55	-	-	-	-	-	-	-	125	-	3 639	-	15 981	5 128	-	-		
Total: Amajuba Municipalities			259 896	134 305	51.7	-	1 724	-	2 908	3 116	-	466	-	40 822	26 891	-	643	42 245	15 344	146	-			
B	KZN261	eDume	46 209	26 153	56.6	-	794	-	1 119	430	-	-	-	10 242	5 450	-	8 119	-	-	-	(298)	-	-	
B	KZN262	uPhongolo	52 076	21 569	41.4	191	54	-	10 606	232	353	-	-	-	7 113	-	-	-	4 361	-	-	-		
B	KZN263	AbaQuisi	44 908	16 150	36.0	-	402	-	2 209	-	2	-	-	-	10 445	-	1 433	-	192	1 466	-	-		
B	KZN265	N																						

Annexure E: Debtors Age Analysis (Total) -2nd Quarter 2021/22

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 eThekini	2 075 823	11.7	884 793	5.0	626 105	3.5	14 119 059	79.7	17 705 780	-	-	15 999 930	90.4
B	KZN212 uMdoni	3 600	2.5	3 040	2.1	13 161	9.2	122 621	86.1	142 422	-	-	-	-
B	KZN213 uMzumbe	-	-	-	-	-	-	39 067	100.0	39 067	-	-	-	-
B	KZN214 uMuziabantu	6 465	17.6	1 689	4.6	1 435	3.9	27 188	73.9	36 776	-	-	-	-
B	KZN216 Ray Nkonyeni	58 640	11.8	25 340	5.1	18 425	3.7	395 548	79.4	497 953	-	-	-	-
C	DC21 Ugu DM	41 588	-	30 133	-	23 083	-	774 432	-	869 236	-	-	-	-
Total: Ugu Municipalities		110 293	7.0	60 202	3.8	56 104	3.5	1 358 854	85.7	1 585 453	-	-	-	-
B	KZN221 uMshwathi	4 925	3.4	(4 372)	-3.0	2 309	1.6	143 830	98.0	146 692	-	-	-	-
B	KZN222 uMngeni	12 354	6.0	5 774	2.8	4 668	2.3	184 037	89.0	206 834	-	-	-	-
B	KZN223 Mpofana	(322)	-0.2	(293)	-0.2	132	0.1	129 265	100.4	128 784	-	-	-	-
B	KZN224 iMpemble	251	2.1	440	3.6	394	3.2	11 103	91.1	12 188	-	-	-	-
B	KZN225 Msunduzi	539 955	10.3	165 973	3.2	114 127	2.2	4 416 096	84.3	5 236 151	15 432 803	294.7	-	-
B	KZN226 Mkhambathini	3 558	11.2	(1 344)	-4.2	490	1.5	29 065	91.5	31 769	-	-	-	-
B	KZN227 Richmond	-	-	-	-	-	-	-	-	-	-	-	-	-
C	DC22 uMgungundlovu DM	34 109	2.9	27 741	2.4	21 723	1.9	1 089 664	92.9	1 173 237	-	-	-	-
Total: uMgungundlovu Municipalities		594 830	8.6	193 919	2.8	143 843	2.1	6 003 061	86.6	6 935 654	15 432 803	222.5	-	-
B	KZN235 Okhahlamba	1 909	3.5	(617)	-1.1	661	1.2	52 118	96.4	54 071	-	-	-	-
B	KZN237 iNkosi Langalibalele	2 251	1.0	13 665	5.9	10 025	4.3	206 233	88.8	232 175	-	-	-	-
B	KZN238 Alfred Duma	48 471	7.0	22 012	3.2	17 985	2.6	608 490	87.3	696 959	-	-	-	-
C	DC23 uThukela DM	28 641	3.6	25 709	3.2	24 324	3.0	722 290	90.2	800 963	-	-	-	-
Total: uThukela Municipalities		81 272	4.6	60 769	3.4	52 995	3.0	1 589 131	89.1	1 784 168	-	-	-	-
B	KZN241 eNdumeni	15 400	8.4	11 046	6.0	5 835	3.2	151 101	82.4	183 382	-	-	-	-
B	KZN242 Nquthu	1 791	10.2	1 872	10.6	209	1.2	13 764	78.0	17 636	-	-	-	-
B	KZN244 uMsinga	-	-	-	-	-	-	-	-	-	-	-	-	-
B	KZN245 uMvoti	8 244	-	1 200	-	2 936	-	54 129	-	66 509	-	-	-	-
C	DC24 uMzinyathi DM	(3 667)	-0.8	9 219	2.1	7 736	1.7	432 038	97.0	445 325	-	-	-	-
Total: uMzinyathi Municipalities		21 769	3.1	23 337	3.3	16 716	2.3	651 031	91.3	712 852	-	-	-	-
B	KZN252 Newcastle	(619 653)	-57.6	95 373	8.9	43 979	4.1	1 556 112	144.6	1 075 811	-	-	-	-
B	KZN253 eMadlangeni	2 676	5.2	(244)	-0.5	1 417	2.7	47 795	92.5	51 644	-	-	-	-
B	KZN254 Dannhauser	1 620	3.1	1 423	2.8	1 337	2.6	47 117	91.5	51 497	-	-	-	-
C	DC25 Amajuba DM	803	3.1	795	3.1	736	2.9	23 418	90.9	25 752	-	-	-	-
Total: Amajuba Municipalities		(614 554)	-51.0	97 348	8.1	47 469	3.9	1 674 442	139.0	1 204 704	-	-	-	-
B	KZN261 eDumbe	-	-	-	-	-	-	-	-	-	-	-	-	-
B	KZN262 uPhongolo	10 498	3.9	8 212	3.0	5 365	2.0	247 218	91.1	271 293	-	-	-	-
B	KZN263 AbaQulusi	30 006	9.4	14 804	4.7	11 647	3.7	261 476	82.2	317 933	-	-	-	-
B	KZN265 Nongoma	1 307	2.2	700	1.2	506	0.8	57 716	95.8	60 229	-	-	-	-
B	KZN266 Ulundi	7 007	-	2 184	-	(2 225)	-	136 605	-	143 571	-	-	-	-
C	DC26 Zululand DM	9 558	5.8	4 911	3.0	4 753	2.9	146 920	88.4	166 141	-	-	-	-
Total: Zululand Municipalities		58 375	6.1	30 811	3.2	20 047	2.1	849 935	88.6	959 167	-	-	-	-
B	KZN271 uMhlabuyalingana	1 935	3.5	(850)	-1.6	(1 771)	-3.2	55 264	101.3	54 578	-	-	-	-
B	KZN272 Jozini	2 995	1.7	1 119	0.6	1 997	1.1	170 330	96.5	176 441	-	-	-	-
B	KZN275 Mtubatuba	6 121	-	5 416	-	5 194	-	202 308	-	219 039	-	-	-	-
B	KZN276 Big Five Hlabisa	972	1.7	(470)	-0.8	923	1.6	57 435	97.6	58 860	-	-	-	-
C	DC27 uMkhanyakude DM	3 409	1.7	4 222	2.1	3 357	1.7	185 831	94.4	196 819	-	-	-	-
Total: uMkhanyakude Municipalities		15 432	2.2	9 437	1.3	9 700	1.4	671 167	95.1	705 737	-	-	-	-
B	KZN281 uMfolozi	1 051	12.9	(3 463)	-42.5	(3 229)	-39.6	13 789	169.2	8 147	-	-	-	-
B	KZN282 uMhlathuze	317 804	36.7	36 333	4.2	18 060	2.1	494 322	57.0	866 519	-	-	-	-
B	KZN284 uMlalazi	1 823	-	3 977	-	2 207	-	77 293	-	85 300	-	-	-	-
B	KZN285 Mthonjaneni	3 110	7.0	1 548	3.5	944	2.1	39 094	87.5	44 696	-	-	-	-
B	KZN286 Nkandla	3 270	10.5	(7 244)	-23.3	(23 681)	-76.3	58 711	189.1	31 055	-	-	-	-
C	DC28 King Cetshwayo DM	8 463	9.1	4 678	5.1	2 194	2.4	77 216	83.4	92 550	-	-	40 983	44.3
Total: King Cetshwayo Municipalities		335 520												

Annexure F: Debtors by Customer Group (Total) -2nd Quarter 2021/22

R'000	Organs of State						Commercial						Household						Other						Total	
	Age category (Days)			Age category (Days)			Age category (Days)			Age category (Days)			Age category (Days)			Age category (Days)			Age category (Days)			Age category (Days)				
	30 - 60	60 - 90	Over 90	Total	%	30 - 60	60 - 90	Over 90	Total	%	30 - 60	60 - 90	Over 90	Total	%	30 - 60	60 - 90	Over 90	Total	%	30 - 60	60 - 90	Over 90	Total	%	
A KZN200 eThekewini	177 466	64 959	28 525	750 340	1 021 290	5.8	873 675	280 535	178 393	3 033 290	4 365 893	24.7	1 017 595	535 547	415 403	10 301 939	12 270 483	69.3	7 086	3 753	3 785	33 490	48 114	0.3	17 705 780	
B KZN212 uMdoni	(33)	111	6 694	40 165	46 938	33.0	1 204	516	1 614	14 754	18 088	12.7	2 437	2 392	4 762	65 496	75 087	52.7	(8)	20	91	2 206	2 309	1.6	142 422	
B KZN213 uMzumbe	-	-	-	26 674	26 674	68.3	-	-	-	7 470	7 470	19.1	-	-	-	-	-	-	-	-	-	4 923	4 923	12.6	39 067	
B KZN214 uMuziwabantu	1 958	810	657	12 917	16 342	44.4	2 943	323	283	4 558	8 107	22.0	1 563	556	495	9 713	12 327	33.5	-	-	-	-	-	-	-	36 776
B KZN216 Ray Nkonyeni	2 701	1 236	2 648	52 027	58 612	11.8	19 945	6 413	3 451	68 705	98 513	19.8	35 994	17 692	12 326	274 816	340 828	68.4	-	-	-	-	-	-	-	497 953
C DC21 Ugu DM	2 698	1 579	875	15 122	20 273	2.3	11 243	6 289	3 894	107 646	129 072	14.8	27 683	22 256	18 332	651 197	719 467	82.8	(37)	10	(17)	467	424	0.0	869 236	
Total: Ugu Municipalities	7 324	3 735	10 874	146 905	168 838	10.6	35 336	13 541	9 241	203 132	261 250	16.5	67 678	42 896	35 914	1 001 221	1 147 709	72.4	(45)	30	74	7 596	7 656	0.5	1 585 453	
B KZN221 uMshwathi	795	(1 098)	848	50 951	51 496	35.1	2 251	954	1 052	36 836	41 094	28.0	1 769	(4 323)	328	55 180	52 953	36.1	110	95	81	863	1 148	0.8	146 692	
B KZN222 uMngeni	(120)	49	62	8 007	7 998	3.9	831	88	63	2 740	3 721	1.8	10 930	5 001	3 998	146 326	166 255	80.4	714	636	545	26 964	28 860	14.0	206 834	
B KZN223 Mpofana	151	156	228	7 632	8 167	6.3	(482)	(213)	(385)	19 081	18 002	14.0	9	(236)	289	102 552	102 615	79.7	-	-	-	-	-	-	-	128 784
B KZN224 iMpendle	49	106	106	5 785	6 046	49.6	33	23	972	1 049	8.6	(106)	38	32	864	829	6.8	275	273	235	3 482	4 264	35.0	12 188		
B KZN225 Msunduzi	7 614	12 653	7 842	197 421	225 530	4.3	268 020	48 532	21 828	541 237	879 616	16.8	257 679	97 842	78 646	3 469 735	3 903 902	74.6	6 643	6 945	5 812	207 704	227 103	4.3	5 236 151	
B KZN226 Mkhambathini	62	(358)	15	938	657	2.1	3 171	383	302	11 563	15 419	48.5	267	(66)	115	4 034	4 350	13.7	59	(1 303)	57	12 530	11 343	35.7	31 769	
B KZN227 Richmond	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
C DC22 uMgungundlovu DM	4 603	2 869	1 191	34 004	42 667	3.6	4 346	2 529	1 425	17 793	26 095	2.2	22 515	20 153	17 121	921 231	981 021	83.6	2 644	2 190	1 986	116 635	123 455	10.5	1 173 237	
Total: uMgungundlovu Municipalities	13 153	14 377	10 292	304 739	342 561	4.9	278 170	52 297	24 306	630 222	984 996	14.2	293 063	118 410	100 529	4 699 923	5 211 925	75.1	10 444	8 836	8 715	368 177	396 172	5.7	6 935 654	
B KZN235 Okhahlamba	58	(165)	27	16 309	16 229	30.0	616	236	160	5 716	6 727	12.4	431	236	221	16 353	17 241	31.9	805	(923)	252	13 739	13 873	25.7	54 071	
B KZN237 iNkosi Langalibalele	1 328	1 779	1 182	45 508	49 796	21.4	(3 587)	8 354	5 770	74 572	32.1	4 506	3 527	3 071	96 646	107 749	46.4	5	5	2	44	57	0.0	232 175		
B KZN238 Alfred Duma	12 599	8 273	7 420	198 208	226 500	32.5	19 945	6 200	4 136	111 142	141 424	20.3	15 927	7 538	6 429	299 140	329 035	47.2	-	-	-	-	-	-	-	696 959
Total: uThukela Municipalities	17 458	13 107	11 810	294 092	336 467	18.9	21 449	18 310	12 939	292 775	345 472	19.4	41 556	30 270	27 992	988 481	1 088 298	61.0	810	(918)	255	13 783	13 930	0.8	1 784 168	
B KZN241 eNdumeni	1 661	3 221	965	26 872	32 718	17.8	8 626	3 752	1 239	16 464	30 082	16.4	5 323	4 073	1 972	103 941	115 308	62.9	(209)	0	1 660	3 824	5 274	2.9	183 382	
B KZN242 Nquthu	552	505	100	5 943	7 100	40.3	1 163	1 292	50	5 134	7 639	43.3	77	75	59	2 687	2 898	16.4	-	-	-	-	-	-	-	17 636
B KZN244 uMsinga	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
B KZN245 uMvoti	1 143	(22)	773	6 455	8 349	12.6	4 103	1 434	656	4 942	11 135	16.7	2 893	1 909	1 347	32 421	38 570	58.0	104	(2 121)	160	10 310	8 453	12.7	66 509	
C DC24 uMzinyathi DM	(2 051)	3 979	2 361	49 055	53 342	12.0	(423)	831	955	42 306	43 670	9.8	(1 130)	4 279	338 892	346 234	77.									

Annexure G: Creditors Age Analysis (Total) -2nd Quarter 2021/22

R'000		0 - 30 Days		30 - 60 Days		60 - 90 Days		Over 90 Days		Total
		Total	%	Total	%	Total	%	Total	%	
A	KZN200 eThekewini	1 881 758	68.6	3 836	0.1	451	0.0	855 151	31.2	2 741 196
B	KZN212 uMdoni	822	82.0	181	18.0	-	-	-	-	1 003
B	KZN213 uMzumbe	25	148.3	4	20.8	3	15.5	(14)	(84.5)	17
B	KZN214 uMuziwabantu	257	98.8	-	-	-	-	3	1.2	260
B	KZN216 Ray Nkonyeni	34	9.7	-	-	-	-	320	90.3	354
C	DC21 Ugu DM	7 467	2.2	23 886	7.0	8 469	2.5	302 363	88.4	342 185
Total: Ugu Municipalities		8 606	2.5	24 070	7.0	8 471	2.5	302 671	88.0	343 819
B	KZN221 uMshwathi	145	623.5	(4)	(19.1)	104	448.1	(222)	(952.5)	23
B	KZN222 uMngeni	8 102	65.8	-	-	-	-	4 206	34.2	12 308
B	KZN223 Mpofana	3 041	1.0	6 357	2.2	7 267	2.5	273 066	94.2	289 732
B	KZN224 iMpemble	-	-	(33)	26.3	(75)	59.7	(18)	14.0	(125)
B	KZN225 Msunduzi	850 356	62.3	208 026	15.2	866	0.1	305 300	22.4	1 364 548
B	KZN226 Mkhambathini	(2 705)	60 186.0	1 666	(37 079.9)	693	(15 426.5)	341	(7 579.7)	(4)
B	KZN227 Richmond	169	99.8	-	-	0	0.2	-	-	169
C	DC22 uMgungundlovu DM	36 823	42.3	8 259	9.5	7 730	8.9	34 268	39.4	87 081
Total: uMgungundlovu Municipalities		895 933	51.1	224 271	12.8	16 587	0.9	616 941	35.2	1 753 732
B	KZN235 Okhahlamba	-	-	-	-	-	-	-	-	-
B	KZN237 iNkosi Langalibalele	4 111	38.9	-	-	90	0.9	6 379	60.3	10 580
B	KZN238 Alfred Duma	272	4.8	82	1.4	100	1.7	5 279	92.1	5 733
C	DC23 uThukela DM	31 704	69.8	6 813	15.0	2 774	6.1	4 127	9.1	45 418
Total: uThukela Municipalities		36 088	58.5	6 895	11.2	2 964	4.8	15 784	25.6	61 731
B	KZN241 eNdumeni	11 258	99.6	40	0.4	-	-	-	-	11 298
B	KZN242 Nquthu	4 132	21.6	2 412	12.6	3 074	16.1	9 512	49.7	19 131
B	KZN244 uMsinga	-	-	-	-	-	-	-	-	-
B	KZN245 uMvoti	1 721	14.0	(1 181)	(9.6)	348	2.8	11 380	92.8	12 268
C	DC24 uMzinyathi DM	22 442	24.6	5 269	5.8	22 044	24.2	41 288	45.4	91 043
Total: uMzinyathi Municipalities		39 554	29.6	6 540	4.9	25 466	19.0	62 180	46.5	133 740
B	KZN252 Newcastle	16 891	5.0	16 665	5.0	25 882	7.7	275 611	82.3	335 049
B	KZN253 eMadlangeni	(1 526)	(118.5)	(1 821)	(141.5)	(7 056)	(548.2)	11 690	908.2	1 287
B	KZN254 Dannhauser	392	77.1	34	6.7	-	-	83	16.3	509
C	DC25 Amajuba DM	771	1.6	1 669	3.4	894	1.8	45 695	93.2	49 028
Total: Amajuba Municipalities		16 528	4.3	16 546	4.3	19 720	5.1	333 079	86.3	385 873
B	KZN261 eDumbe	-	-	-	-	-	-	-	-	-
B	KZN262 uPhongolo	798	11.1	2 242	31.3	426	5.9	3 702	51.6	7 167
B	KZN263 AbaQulusi	7 164	45.5	23	0.1	89	0.6	8 455	53.7	15 732
B	KZN265 Nongoma	(6 421)	(75.8)	4 472	52.8	637	7.5	9 786	115.5	8 474
B	KZN266 Ulundi	(4 039)	(4.2)	(65)	(0.1)	518	0.5	99 436	103.7	95 850
C	DC26 Zululand DM	1 375	23.0	334	5.6	4 271	71.4	-	-	5 981
Total: Zululand Municipalities		(1 122)	(0.8)	7 006	5.3	5 941	4.5	121 379	91.1	133 204
B	KZN271 uMhlabuyalingana	709	(7.6)	(1 389)	14.9	(7 718)	82.6	(947)	10.1	(9 346)
B	KZN272 Jozini	1 413	94.4	(24)	(1.6)	28	1.9	79	5.3	1 496
B	KZN275 Mtubatuba	(6 841)	111.1	(6 951)	112.9	1 726	(28.0)	5 907	(95.9)	(6 159)
B	KZN276 Big Five Hlabisa	(11 458)	(1 345.6)	4 549	534.3	772	90.6	6 988	820.7	852
C	DC27 uMkhanyakude DM	7 456	7.3	(25 283)	(24.8)	(66 239)	(65.1)	185 812	182.6	101 745
Total: uMkhanyakude Municipalities		(8 722)	(9.8)	(29 098)	(32.8)	(71 432)	(80.6)	197 840	223.3	88 588
B	KZN281 uMfolozi	(2 178)	(78.4)	1 063	38.3	(2 041)	(73.5)	5 931	213.6	2 776
B	KZN282 uMhlathuze	138 327	90.3	13 790	9.0	-	-	1 099	0.7	153 217
B	KZN284 uMlalazi	208	64.9	-	-	-	-	113	35.1	321
B	KZN285 Mthonjaneni	(1 802)	(329.9)	2 921	534.7	(1 452)	(265.8)	879	161.0	546
B	KZN286 Nkandla	6 678	23.5	6 145	21.6	21 212	74.7	(5 638)	(19.9)	28 397
C	DC28 King Cetshwayo DM	54 646	13.0	42 448	10.1	39 711	9.4	284 620	67.5	421 425
Total: King Cetshwayo Municipalities		195 880	32.3	66 368	10.9	57 430	9.5	287 004	47.3	606 682
B	KZN291 Mandeni	248	99.0	-	-	-	-	2	1.0	251
B	KZN292 KwaDukuza	4 900	79.5	666	10.8	56	0.9	544	8.8	6 166
B	KZN293 Ndwedwe	6 487	88.2	722	9.8	60	0.8	83	1.1	7 352
B	KZN294 Maphumulo	767	72.8	223	21.1	-	-	64	6.1	1 054
C	DC29 iLembe DM	39 501	94.0	86	0.2	-	-	2 428	5.8	42 015
Total: iLembe Municipalities		51 904	91.3	1 697	3.0	116	0.2	3 121	5.5	56 837
B	KZN433 Greater Kokstad	55	88.9	7	11.1	-	-	-	-	62
B	KZN434 uBuhlebezwe	421	5.6	634	8.4	796	10.6	5 657	75.3	7 509
B	KZN435 uMzimkhulu	-	-	-	-	-	-	-	-	-
B	KZN436 Dr. Nkosazana Dlamini Zuma	7 450	99.4	-	-	-	-	47	0.6	7 496
C	DC43 Harry Gwala DM	-	-	-	-	-	-	180	100.0	180
Total: Harry Gwala Municipalities		7 926	52.0	641	4.2	796	5.2	5 883	38.6	15 247
Total		3 124 332	49.4	328 773	5.2	66 509	1.1	2 801 035	44.3	6 320 650

Source: NT Publication

Annexure H : Creditors per Category (Total) - 2nd Quarter 2021/22

R'000	Bulk Electricity		Bulk Water		PAYE Deductions		VAT (output less input)		Pensions / Retirement		Loan repayments		Trade Creditors		Auditor-General		Other		Total
	Total	%	Total	%	Total	%	Total	%	Total	%	Total	%	Total	%	Total	%	Total	%	
A KZN2000 eThekwin	989 999	36.1	357 094	13.0	150 137	5.5	278	0.0	149 999	5.5	797 181	29.1	222 111	8.1	-	-	74 396	2.7	2 741 196
B KZN212 uMdoni	-	-	-	-	-	-	743	74.1	-	-	-	-	260	25.9	-	-	-	-	1 003
B KZN213 uMzumbe	-	-	-	-	-	-	-	-	-	-	-	(17)	(101.3)	-	-	34	201.3	17	
B KZN214 uMuizwabantu	-	-	35	13.5	-	-	-	-	-	-	-	225	86.5	-	-	-	-	260	
B KZN216 Ray Nkonyeni	-	-	-	-	-	-	-	-	-	-	-	354	100.0	-	-	-	-	354	
C DC21 Ugu DM	-	-	259 688	75.9	-	-	-	-	-	-	-	82 170	24.0	209	0.1	118	0.0	342 185	
Total: Ugu Municipalities	-	-	259 723	75.5	-	-	743	0.2	-	-	-	-	82 992	24.1	209	0.1	152	0.0	343 819
B KZN221 uMshwathi	-	-	-	-	-	-	-	-	-	-	-	145	623.4	-	-	(122)	(523.4)	23	
B KZN222 uMngeni	10 138	82.4	-	-	-	-	(2 036)	(16.5)	-	-	-	4 184	34.0	23	0.2	-	-	12 308	
B KZN223 Mpfana	280 607	96.9	-	-	-	-	-	-	-	-	-	8 741	3.0	384	0.1	-	-	289 732	
B KZN224 iMpemble	-	-	-	-	-	-	-	-	-	-	-	(125)	100.0	-	-	-	-	(125)	
B KZN225 Msunduzi	378 440	27.7	442 208	-	-	-	206 083	-	-	-	-	43 248	-	-	-	294 569	-	1 364 548	
B KZN226 Mkhambathini	-	-	-	-	-	-	-	-	-	-	-	4	(93.2)	1	(0.0)	(9)	193.2	(4)	
B KZN227 Richmond	-	-	-	-	-	-	-	-	-	-	-	169	-	-	-	-	-	169	
C DC22 uMgungundlovu DM	-	-	25 875	29.7	-	-	-	-	-	-	-	11 791	13.5	878	1.0	48 538	55.7	87 081	
Total: uMgungundlovu Municipalities	669 185	38.2	468 082	26.7	-	-	204 047	11.6	-	-	4 184	0.2	63 996	3.6	1 262	0.1	342 976	19.6	1 753 732
B KZN235 Okhahlamba	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
B KZN237 iNkosi Langalibalele	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	10 580	100.0	10 580	
B KZN238 Alfred Duma	-	-	-	-	-	-	-	-	131	2.3	-	-	5 602	97.7	-	-	-	-	5 733
C DC23 uThukela DM	-	-	-	-	-	-	-	-	324	0.7	-	-	45 094	99.3	-	-	-	-	45 418
Total: uThukela Municipalities	-	-	-	-	-	-	-	-	455	0.7	-	-	50 696	82.1	-	-	10 580	17.1	61 731
B KZN241 eNdumeni	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	11 298	100.0	11 298	
B KZN242 Nquthu	2 635	13.8	-	-	-	-	-	-	-	-	-	13 900	72.7	783 747	4.1	1 812	9.5	19 131	
B KZN244 uMsinga	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
B KZN245 uMvoti	270	2.2	-	-	-	-	-	-	-	-	-	1 643	13.4	-	-	10 355	84.4	12 268	
C DC24 uMzinyathi DM	-	-	-	-	-	-	-	-	-	-	-	16 451	18.1	-	-	74 592	81.9	91 043	
Total: uMzinyathi Municipalities	2 905	2.2	-	-	-	-	-	-	-	-	-	31 994	23.9	783 747	0.6	98 057	73.3	133 740	
B KZN252 Newcastle	-	-	-	-	-	-	-	-	-	-	-	327 799	97.8	-	-	7 250	2.2	335 049	
B KZN253 eMadlangeni	1	0.0	-	-	-	-	-	-	-	-	-	70	5.5	1 109 244	86.2	107	8.3	1 287	
B KZN254 Dannhauser	-	-	-	-	-	-	-	-	-	-	-	509	100.0	-	-	-	-	509	
C DC25 Amajuba DM	-	-	29 776	60.7	-	-	-	-	-	-	-	16 653	34.0	94	0.2	2 505	5.1	49 028	
Total: Amajuba Municipalities	1	0.0	29 776	7.7	-	-	-	-	-	-	-	345 032	89.4	1 203	0.3	9 862	2.6	385 873	
B KZN261 eDume	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
B KZN262 uPhongolo	(11)	(0.1)	-	-	0	0.0	-	-	-	-	-	5 603	78.2	-	-	1 575	22.0	7 167	
B KZN263 AbaQulusi	125	0.8	-	-	-	-	-	-	99	0.6	-	-	15 524	98.7	-	-	(15)	(0.1)	15 732
B KZN265 Nongoma	(42)	(0.5)	-	-	-	-	-	-	-	-	-	4 406	52.0	-	-	4 110	48.5	8 474	
B KZN266 Ulundi	99 943	104.3	-	-	-	-	-	-	-	-	-	(59)	(0.1)	-	-	(4 034)	(4.2)	95 850	
C DC26 Zululand DM	-	-	-	-	-	-	-	-	-	-	-	5 981	100.0	-	-	-	-	5 981	
Total: Zululand Municipalities	100 016	75.1	-	-	0	0.0	-	-	99	0.1	-	-	31 455	23.6	-	-	1 635	1.2	133 204
B KZN271 uMhlabuyalingana	-	-	-	-	-	-	-	-	-	-	-	(2 906)	31.1	917	(9.8)	(7 357)	78.7	(9 346)	
B KZN272 Jozini	-	-	-	-	-	-	-	-	-	-	-	1 440	96.2	-	-	56	3.8	1 496	
B KZN275 Mtubatuba	-	-	-	-	-	-	-	-	-	-	-	603	(9.8)	-	-	(6 762)	109.8	(6 159)	
B KZN276 Big Five Hlabisa	-	-	-	-	-	-	-	-	-	-	-	(519)	(61.0)	-	-	1 371	161.0	852	
C DC27 uMkhanyakude DM	-	-	1 003	1.0	-	-	-	-	-	-	-	101 243	99.5	-	-	8 126	8.0	101 745	
Total: uMkhanyakude Municipalities	-	-	1 003	1.1	-	-	-	-	(8 627)	(9.7)	-	-	99 861	112.7	917	1.0	(4 565)	(5.2)	88 588
B KZN281 uMfolozi	-	-	-	-	-	-	-	-	-	-	-	1 948	70.2	-	-	828	29.8	2 776	
B KZN282 uMhlathuze	95 413	62.3	15																

Annexure I: National Conditional Grant - 2nd Quarter 2021/22

R'000	Financial Management Grant						Regional Bulk Infrastructure Grant (Schedule 5B Grant)						Municipal Infrastructure Grant							
	DoRA 2021 Total Avail. (Inc.Adjust.)	Approved Payment Schedule	Unaudited Actual		Unaudited Actual		DoRA 2021 Total Avail. (Inc.Adjust.)	Approved Payment Schedule	Unaudited Actual		Unaudited Actual		DoRA 2021 Total Avail. (Inc.Adjust.)	Approved Payment Schedule	Unaudited Actual		Unaudited Actual			
			Transferred to Munis.	(Year to date)	Expenditure Nat. Dept.	% Spent			Transferred to Munis.	(Year to date)	Expenditure Nat. Dept.	% Spent			Transferred to Munis.	(Year to date)	Expenditure Nat. Dept.	% Spent	Expenditure Munis.	% Spent
A KZN2000 eThekweni	1 000	1 000	1 000	213	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B KZN212 uMdoni	1 950	1 950	1 950	78	4.0	353	18.1	-	-	-	-	-	-	32 253	32 253	26 500	4 009	12.4	20 015	62.1
B KZN213 uMzumbe	1 850	1 850	1 850	725	39.2	1 051	56.8	-	-	-	-	-	-	35 861	35 861	17 717	8 300	23.1	25 678	71.6
B KZN214 uMuziwabantu	1 850	1 850	247	13.4	536	29.0	-	-	-	-	-	-	-	32 464	32 464	21 641	3 674	11.3	13 380	41.2
B KZN216 Ray Nkonyeni	1 950	1 950	50	2.6	423	21.7	-	-	-	-	-	-	-	-	-	-	-	-	-	-
C DC21 Ugu DM	1 750	1 750	189	10.8	354	20.2	-	-	-	-	-	-	-	255 524	255 524	21 568	29 422	11.5	75 249	29.4
Total: Ugu Municipalities	9 350	9 350	9 350	1 289	13.8	2 717	29.1	-	-	-	-	-	-	356 102	356 102	87 426	45 405	12.8	134 322	37.7
B KZN221 uMshwathi	1 920	1 920	-	-	-	-	-	-	-	-	-	-	-	28 977	28 977	17 750	10 634	36.7	-	-
B KZN222 uMngeni	1 720	1 720	466	27.1	1 262	73.4	-	-	-	-	-	-	-	24 146	24 146	16 506	8 035	33.3	7 180	29.7
B KZN223 Mpfana	2 900	2 900	1 340	46.2	2 050	70.7	-	-	-	-	-	-	-	12 463	12 463	7 581	9 228	74.0	13 193	105.9
B KZN224 iMpendle	2 200	2 200	110	5.0	-	-	-	-	-	-	-	-	-	20 130	20 130	6 151	1 550	7.7	-	-
B KZN225 Msunduzi	1 900	1 900	148	7.8	-	-	-	-	-	-	-	-	-	209 331	209 331	142 284	45 391	21.7	-	-
B KZN226 Mkhambathini	2 850	2 850	757	26.6	134	4.7	-	-	-	-	-	-	-	24 755	24 755	19 723	3 860	15.6	6 765	27.3
B KZN227 Richmond	1 850	1 850	280	15.1	529	28.6	-	-	-	-	-	-	-	19 266	19 266	11 805	8 604	44.7	19 217	99.7
C DC22 uMgungundlovu DM	1 000	1 000	200	20.0	-	-	-	-	-	-	-	-	-	107 893	107 893	71 248	41 590	38.5	-	-
Total: uMgungundlovu Municipalities	16 340	16 340	3 301	20.2	3 975	24.3	-	-	-	-	-	-	-	446 961	446 961	293 048	128 892	28.8	46 354	10.4
B KZN235 Okahahlama	1 850	1 850	542	29.3	935	50.5	-	-	-	-	-	-	-	29 734	29 734	18 000	11 993	40.3	16 532	55.6
B KZN237 iNkosi Langalibalele	2 100	2 100	207	9.9	57	2.7	-	-	-	-	-	-	-	39 665	39 665	24 047	11 553	29.1	10 342	26.1
B KZN238 Alfred Duma	1 950	1 950	209	10.7	493	25.3	-	-	-	-	-	-	-	65 161	65 161	35 837	5 352	8.2	30 341	46.6
C DC23 uThukela DM	1 950	1 950	172	8.8	-	-	6 090	6 090	-	-	-	-	-	2 448	2 448	194 919	194 919	106 102	36 207	18.6
Total: uThukela Municipalities	7 850	7 850	1 130	14.4	1 484	18.9	6 090	6 090	-	-	-	-	-	329 479	329 479	183 986	65 105	19.8	57 215	17.4
B KZN241 eNdumeni	2 100	2 100	161	7.7	-	-	-	-	-	-	-	-	-	15 836	15 836	9 600	4 124	26.0	-	-
B KZN242 Nguthu	1 850	1 850	94	5.1	46	2.5	-	-	-	-	-	-	-	32 806	32 806	20 000	3 046	9.3	13 793	42.0
B KZN244 uMsinga	1 850	1 850	1 018	55.0	-	-	-	-	-	-	-	-	-	39 412	39 412	23 600	13 274	33.7	5 352	13.6
B KZN245 uMfotyi	2 550	2 550	286	11.2	-	-	-	-	-	-	-	-	-	41 323	41 323	12 000	6 133	14.8	-	-
C DC24 uMzinyathi DM	1 550	1 550	306	19.7	1 054	68.0	-	-	-	-	-	-	-	199 749	199 749	124 334	86 262	43.2	163 050	81.6
Total: Umzinyathi Municipalities	9 900	9 900	1 865	18.8	1 100	11.1	-	-	-	-	-	-	-	329 126	329 126	189 534	112 839	34.3	182 196	55.4
B KZN252 Newcastle	1 650	1 650	90	5.5	-	-	-	-	-	-	-	-	-	119 182	119 182	64 574	22 517	18.9	-	-
B KZN253 eMadlangeni	2 850	2 850	-	-	-	-	-	-	-	-	-	-	-	9 607	9 607	4 800	718	7.5	-	-
B KZN254 Dannhauser	1 850	1 850	1 196	64.6	-	-	-	-	-	-	-	-	-	30 794	30 794	21 000	10 933	35.5	-	-
C DC25 Amajuba DM	2 550	2 550	21	0.8	322	12.6	-	-	-	-	-	-	-	43 250	43 250	27 642	9 322	21.6	42 378	98.0
Total: Amajuba Municipalities	8 900	8 900	1 307	14.7	322	3.6	-	-	-	-	-	-	-	202 833	202 833	118 016	43 490	21.4	42 378	20.9
B KZN261 eDume	2 900	2 900	65	2.2	1 844	63.6	-	-	-	-	-	-	-	18 847	18 847	11 500	4 253	22.6	9 367	49.7
B KZN262 uPhongolo	2 900	2 900	1 288	44.4	1 572	54.2	-	-	-	-	-	-	-	29 732	29 732	17 800	7 820	26.3	21 848	73.5
B KZN263 AbaQulusi	2 650	2 650	77	2.9	30	1.1	-	-	-	-	-	-	-	39 107	39 107	26 000	11 109	28.4	7 974	20.4
B KZN265 Nongoma	1																			

Annexure I: National Conditional Grant Annexure I: National Conditional Grant - 2nd Quarter 2021/22 (Continued...)

R'000	Integreated National Electrification Programme (municipal) Grant						Expanded Public Works Programme Intergrated Grant (municipality)						Water Services Infrastructure Grant (Schedule 5B Grant)						
	DoRA 2021 Total Avail. (Inc.Adjust.)	Approved Payment Schedule	Unaudited Actual		Unaudited Actual		DoRA 2021 Total Avail. (Inc.Adjust.)	Approved Payment Schedule	Unaudited Actual		Unaudited Actual		DoRA 2021 Total Avail. (Inc.Adjust.)	Approved Payment Schedule	Unaudited Actual		Unaudited Actual		
			Expenditure	% Spent Nat. Dept.	Expenditure	% Spent Munis.			Expenditure	% Spent Nat. Dept.	Expenditure	% Spent Munis.			Expenditure	% Spent Nat. Dept.	Expenditure	% Spent Munis.	
A KZN2000 eThekweni	-	-	-	-	-	-	81 691	81 691	20 423	61 665	75.5	-	-	-	-	-	-	-	
B KZN212 uMdoni	-	-	-	-	-	-	1 976	1 976	494	984	49.8	1 383	70.0	-	-	-	-	-	
B KZN213 uMzumbe	26 500	26 500	-	-	25 010	0.9	1 658	1 658	415	339	20.4	750	45.2	-	-	-	-	-	
B KZN214 uMluziwebantu	5 000	5 000	-	-	1 218	0.2	980	980	245	132	13.5	344	35.1	-	-	-	-	-	
B KZN216 Ray Nkonyeni	9 600	9 600	-	-	3 318	34.6	5 558	5 558	1 390	2 339	42.1	3 863	69.5	-	-	-	-	-	
C DC21 Ugu DM	-	-	-	-	-	-	3 611	3 611	903	678	18.8	1 705	47.2	72 350	72 350	10 000	-	29 549 40.8	
Total: Ugu Municipalities	41 100	41 100	-	-	29 546	71.9	13 783	13 783	3 447	4 472	32.4	8 045	58.4	72 350	72 350	10 000	-	29 549 40.8	
B KZN221 uMshwathi	8 600	8 600	-	-	-	-	1 376	1 376	344	379	27.5	-	-	-	-	-	-	-	
B KZN222 uMngeni	18 486	18 486	-	-	3 757	20.3	980	980	245	105	10.7	143	14.6	-	-	-	-	-	
B KZN223 Mpofana	-	-	-	-	-	-	1 136	1 136	284	313	27.6	669	58.8	-	-	-	-	-	
B KZN224 iMpendle	3 551	3 551	-	-	-	-	1 221	1 221	306	480	39.3	-	-	-	-	-	-	-	
B KZN225 Msunduzi	24 000	24 000	-	-	-	-	3 516	3 516	879	877	24.9	-	-	40 000	40 000	10 000	6 575 16.4	(86 381) (216.0)	
B KZN226 Mkhambathini	18 110	18 110	-	-	-	-	1 329	1 329	333	768	57.8	531	39.9	-	-	-	-	-	
B KZN227 Richmond	10 980	10 980	-	-	-	-	1 101	1 101	276	131	11.9	-	-	-	-	-	-	-	
C DC22 uMgungundlovu DM	-	-	-	-	-	-	2 299	2 299	575	139	6.0	-	-	85 000	85 000	30 000	22 708	26.7	
Total: uMgungundlovu Municipalities	83 727	83 727	-	-	3 757	4.5	12 958	12 958	3 242	3 192	24.6	1 342	10.4	125 000	125 000	40 000	29 283	23.4	(86 381) (69.1)
B KZN235 Okahahlama	13 400	13 400	-	-	4 259	31.8	2 513	2 513	629	1 480	58.9	2 513	100.0	-	-	-	-	-	-
B KZN237 iNkosi Langalibalele	-	-	-	-	-	-	2 114	2 114	529	529	25.0	-	-	-	-	-	-	-	
B KZN238 Alfred Duma	17 100	17 100	-	-	4 313	25.2	4 143	4 143	1 036	781	18.9	3 153	76.1	-	-	-	-	-	-
C DC23 uThukela DM	-	-	-	-	-	-	3 516	3 516	879	484	13.8	-	-	80 000	80 000	25 000	22 327	27.9	-
Total: uThukela Municipalities	30 500	30 500	-	-	8 573	28.1	12 286	12 286	3 073	3 274	26.6	5 666	46.1	80 000	80 000	25 000	22 327	27.9	-
B KZN241 eNdumeni	14 111	14 111	-	-	-	-	1 589	1 589	398	348	21.9	-	-	-	-	-	-	-	
B KZN242 Nguthu	10 000	10 000	-	-	9 842	98.4	1 260	1 260	315	428	34.0	-	-	-	-	-	-	-	
B KZN244 uMsinga	4 420	4 420	-	-	-	-	3 989	3 989	3 502	878	-	-	-	-	-	-	-	-	
B KZN245 uMfoloti	17 237	17 237	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
C DC24 uMzinyathi DM	-	-	-	-	-	-	4 841	4 841	1 211	941	19.4	2 107	43.5	89 000	89 000	20 000	6 463 7.3	27 664 31.1	
Total: Umzinyathi Municipalities	45 768	45 768	-	-	9 842	21.5	11 679	11 679	2 922	5 219	44.7	2 107	18.0	89 000	89 000	20 000	6 463	7.3	27 664 31.1
B KZN252 Newcastle	13 500	13 500	-	-	-	-	2 948	2 948	737	824	28.0	-	-	40 000	40 000	5 000	5 000	12.5	-
B KZN253 eMdlangeni	8 075	8 075	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
B KZN254 Dannhauser	-	-	-	-	-	-	1 693	1 693	424	436	25.8	953	56.3	60 000	60 000	10 000	4 982 8.3	10 518 17.5	
Total: Amajuba Municipalities	21 575	21 575	-	-	-	-	4 641	4 641	1 161	1 260	27.1	953	20.5	100 000	100 000	15 000	9 982	10.0	10 518 10.5
B KZN261 eDume	26 500	26 500	-	-	9 536	36.0	1 231	1 231	308	439	35.7	2 416	196.2	-	-	-	-	-	-
B KZN262 uPhongolo	15 000	15 000	-	-	14 876	99.2	2 504	2 504	626	438	17.5	1 437	57.4	-	-	-	-	-	-
B KZN263 AbaQulusi	3 396	3 396	-	-	-	-	2 515	2 515	629	693	27.6	742	29.5	-	-	-	-	-	-
B KZN265 Nongoma	17 082	17 082	-	-	-	-	1 868	1 868	467	813	43.5	-	-	-	-	-	-	-	-
B KZN266 Ulundi	5 005	5 005	-	-	-	-	3 660	3 660	915	1 560	42.6	2 094	57.2	-	-	-	-	-	-
C DC26 Zululand DM	-	-	-	-	-	-	9 612	9 612	2 403	6 038	62.8	6 728	70.0	110 000	110 000	35 000	24 946 22.7	53 376 48.5	
Total: Zululand Municipalities	66 983	66 983	-	-	24 412	36.4	21 390	21 390	5 348	9 981	46.7								

R'000	Audit opinion		Failure to make payments as and when due - amounts of R1 million or more owed for longer than 90 days						Large operating deficit - Operating deficit greater than 5 percent of total direct revenue				Cash position		
	Opinion - 2019/20 financial year	Indicator	Bulk electricity amount owed > 90 days	Indicator	Bulk water amount owed > 90 days	Indicator	Total creditors owed > 90 days	Indicator	Operating Surplus/(Deficit)	Direct revenue	Percentage	Indicator	Cash and cash equivalents - June 2020/21	Cash and cash equivalents - 2021/22 (YTD)	Indicator (Negative cash for two consecutive years)
A KZN2000 eThekweni	Unqualified with findings	-	-	-	-	-	855 151	X	912 936	22 255 921	4.1	-	-	(98 868)	-
B KZN212 uMdoni	Qualified	X	-	-	-	-	-	-	48 221	200 881	24.0	-	-	131 770	-
B KZN213 uMzambe	Unqualified with findings	-	-	-	-	-	(14)	-	23 708	128 492	18.3	-	-	(84 242)	-
B KZN214 uMzawabantu	Unqualified with findings	-	-	-	-	-	3	-	27 224	127 509	21.4	-	-	130 625	-
B KZN216 Ray Nkonyeni	Unqualified with findings	-	-	-	-	-	320	-	145 075	657 970	22.0	-	-	133 807	335 639
C DC21 Ugu DM	Qualified	X	-	-	-	-	234 861	X	302 363	94 500	663 931	14.2	-	25	177 764
B KZN221 uMshwathi	Unqualified with findings	-	-	-	-	-	-	-	(68 741)	26 607	(258.4)	X	-	3	-
B KZN222 uMngeni	Qualified	X	-	-	-	-	4 206	X	2 223	249 950	0.9	-	-	213 682	-
B KZN223 Mpofani	Qualified	X	260 230	X	-	-	273 066	X	(11 126)	84 071	(13.2)	X	-	29 851	-
B KZN24 iMpendle	Unqualified with findings	-	-	-	-	-	(18)	-	(2 646)	26 331	(10.0)	X	-	8 052	-
B KZN25 Msunduzi	Qualified	X	196 242	X	108 450	X	305 300	X	106 654	5 707 571	1.9	-	-	(31 855)	-
B KZN26 Mkhambathini	Unqualified with findings	-	-	-	-	-	341	-	(12 856)	73 656	(17.5)	X	(144)	29 856	-
B KZN27 Richmond	Unqualified with findings	-	-	-	-	-	-	-	17 989	81 653	22.0	-	-	21 087	136 662
C DC22 uMgungundlovu DM	Unqualified with findings	-	-	-	-	-	34 268	X	283 934	659 716	43.0	-	-	(7 343)	-
B KZN35 Okhahlamba	Unqualified with no findings	-	-	-	-	-	-	-	27 625	131 755	21.0	-	-	(2 038)	-
B KZN37 iNkosi Langalibale	Disclaimer	X	-	-	-	-	6 379	X	96 468	371 061	26.0	-	-	(42 604)	-
B KZN38 Alfred Duna	Unqualified with findings	-	-	-	-	-	5 279	X	184 308	598 029	30.8	-	-	453 462	923 785
C DC23 uThukela DM	Qualified	X	-	-	-	-	4 127	X	167 966	518 198	32.4	-	-	45 858	530 024
B KZN41 eNdumeni	Qualified	X	-	-	-	-	-	-	112 704	179 128	62.9	-	-	5 088	-
B KZN42 Nquthu	Disclaimer	X	78	-	-	-	9 512	X	100 916	151 599	66.6	-	-	158 294	-
B KZN44 uMsinga	Unqualified with findings	-	-	-	-	-	-	-	89 862	121 777	73.8	-	-	84 916	167 152
B KZN45 uMfolozi	Unqualified with findings	-	-	-	-	-	11 380	X	12 030	187 565	6.4	-	-	40 757	-
C DC24 uMzinyathi DM	Disclaimer	X	-	-	-	-	41 288	X	40 521	363 923	11.1	-	-	832 117	-
B KZN52 Newcastle	Unqualified with findings	-	-	-	-	-	275 611	X	175 435	1 255 262	14.0	-	-	1 772 697	-
B KZN53 eMadangeni	Qualified	X	7 307	X	-	-	11 690	X	24 581	48 941	50.2	-	-	11 608	-
B KZN54 Dannhauser	Qualified	X	-	-	-	-	83	-	47 709	121 821	39.2	-	-	11 322	112 614
C DC25 Amajuba DM	Disclaimer	X	-	-	-	-	29 776	X	51 955	158 786	32.7	-	(50 267)	(109 788)	X
B KZN61 eDume	Qualified	X	-	-	-	-	-	-	(1 047)	61 241	(1.7)	-	(0)	(40)	X
B KZN62 uPhongolo	Unqualified with findings	-	-	-	-	-	3 702	X	36 411	180 536	20.2	-	-	(142 738)	-
B KZN63 Abaqulusi	Qualified	X	-	-	-	-	8 455	X	62 762	348 197	18.0	-	-	25 135	156 352
B KZN65 Nongoma	Unqualified with findings	-	-	-	-	-	9 786	X	30 049	157 567	19.1	-	0	(93)	-
B KZN66 Ulundi	Unqualified with findings	-	99 426	X	-	-	99 436	X	39 052	258 890	15.1	-	-	161 492	-
C DC26 Zululand DM	Qualified	X	-	-	-	-	-	-	57 147	445 921	12.8	-	-	18 759	184 091
B KZN71 uMhlabuyalingana	Unqualified with findings	-	-	-	-	-	(947)	-	52 397	161 123	32.5	-	-	10 722	121 226
B KZN72 Jozini	Unqualified with findings	-	-	-	-	-	79	-	25 862	196 862	13.1	-	-	(67 078)	-
B KZN75 Mtubatuba	Qualified	X	-	-	-	-	5 907	X	64 329	195 221	33.0	-	(3)	(1 259)	X
B KZN76 Big Five Hibisa	Qualified	X	-	-	-	-	6 988	X	60 210	134 105	44.9	-	-	3 146	-
C DC27 uMkhanyakude DM	Adverse	X	-	-	-	-	2 945	X	185 812	231 359	49.0	-	-	(154)	-
B KZN81 uMfolozi	Unqualified with findings	-	-	-	-	-	5 931	X	17 711	122 801	14.4	-	-	29 052	-
B KZN82 uMhlatuze	Unqualified with no findings	-	-	-	-	-	1 099	X	95 857	2 095 157	4.6	-	-	(104 520)	-
B KZN84 uMalala	Unqualified with findings	-	-	-	-	-	113	-	43 564	276 189	15.8	-	-	(216 130)	-
B KZN85 Mthonganeni	Unqualified with findings	-	-	-	-	-	879	-	(34 186)	59 704	(57.3)	X	-	11 618	-
B KZN86 Nkandla	Unqualified with findings	-	-	-	-	-	(5 638)	-	53 478	115 781	46.2	-	54 185	54 186	
C DC28 King Cetshwayo DM	Unqualified with findings	-	-	-	-	-	275 791	X	45 692	523 614	8.7	-	(210 437)	1 008 466	
B KZN91 Mandeni	Unqualified with findings	-	-	-	-	-	2	-	46 826	201 872	23.2	-	-	126 050	-
B KZN92 KweDukuza	Unqualified with findings	-	-	-	-	-	544	-	42 126	925 273	4.6	-	-	973 742	2 429 921
B KZN93 Ntwebewa	Unqualified with findings	-	-	-	-	-	83	-	56 014	150 305	37.3	-	-	213 174	-
B KZN94 Maphumulo	Unqualified with findings	-	-	-	-	-	64	-	15 058	65 843	22.9	-	809	343 301	
C DC29 iLembe DM	Unqualified with findings	-	-	-	-	-	2 428	X	283 885	624 228	45.5	-	-	184 652	589 534
B KZN43 Greater Kokstad	Unqualified with findings	-	-	-	-	-	-	-	42 683	244 410	17.5	-	-	50 424	148 497
B KZN44 uBuhlebezwe	Qualified	X	-	-	-	-	5 657	X	26 218	111 293	23.6	-	-	(29 649)	-
B KZN45 uMzimkhulu	Unqualified with findings	-	-	-	-	-	-	-	47 692	178 443	26.7	-	-	243 566	397 211
B KZN46 Dr. Nkosazana Dlamini Zuma	Unqualified with findings	-	-	-	-	-	47	-	46 341	137 045	33.8	-	-	113 192	-
C DC43 Harry Gwala DM	Unqualified with findings	-	-	-	-	-	180	-	33 241	343 535	9.7	-	-	51 622	53 151
Total		20		4		5	27		5		3		5		3

R'000	Failure to make payment which is greater than 2 percent of Operating expenditure and failure to make payment greater than 40 percent of Operating expenditure					Failure to make payment which is greater than 2 percent of Operating expenditure and failure to make payment greater than 40 percent of Operating expenditure					Municipality meeting one or more criteria for financial problems	Comments							
	Operating expenditure Budget	Bulk electricity creditors > 90 days	Bulk electricity creditors > 90 days as % Opx Budget	Indicator (> 2%)	Indicator (> 40%)	Bulk water creditors > 90 days	Bulk water creditors > 90 days as % Opx Budget	Indicator (> 2%)	Indicator (> 40%)	Total creditors > 90 days	Total creditors > 90 days as % Opx Budget	Indicator (> 2%)	Indicator (> 40%)						
A KZN2000 eThekweni	43 488 681	-	-	-	-	-	-	-	-	855 151	2.0	-	-	x	The outstanding creditors are attributable to: (1) Inclusion of short-term debt in the creditors balance; (2) Retentions; (3) Disputes with suppliers; (4) Rejected payments attributable to discrepancies between details on the Central Supplier Database (CSD) and the payment details as per the invoices; (4) Irregular expenditure which requires internal processes to be followed before the payment can be concluded. Therefore, there are no financial problems at the municipality.				
B KZN212 uMdoni	326 350	-	-	-	-	-	-	-	-	-	(14)	(0.0)	-	-	x	The municipality did receive a qualified audit opinion however, the municipality does not have serious financial problems.			
B KZN213 uMzimvubu	234 978	-	-	-	-	-	-	-	-	-	3	0.0	-	-	-				
B KZN214 uMzimvubantu	237 514	-	-	-	-	-	-	-	-	-	320	0.0	-	-	-				
B KZN216 Ray Ntshonyeni	1 116 811	-	-	-	-	-	-	-	-	-	302 563	22.4	x	-	x	The municipality appears to be facing serious financial problems as it has approved an unfunded Budget and the municipality is failing to pay its Creditors on time. The municipality has entered into a repayment plan with the Umgeni Water Board due to the cash flow challenges.			
C DC21 Ugu DM	1 349 217	-	-	-	-	234 861	17.4	x	-	-	-	-	-	-	-				
B KZN221 uMshwathi	187 227	-	-	-	-	-	-	-	-	(222)	(0.1)	-	-	x	Whilst the municipality has incurred an Operating deficit, there are no apparent financial problems at the municipality. The municipality's reporting in the monthly MFMA Section 71 data strings is largely incorrect.				
B KZN222 uMngeni	488 256	-	-	-	-	-	-	-	-	4 206	0.9	-	-	x	The reported Creditors of over 30 days is due to a dispute with a Creditor. The municipality reported a positive cash balance and does not appear to have serious financial problems.				
B KZN223 Mpofana	168 754	260 230	154.2	x	x	-	-	-	-	273 066	161.8	x	x	x	x	x	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 30 days and is still negotiating a payment plan with Eskom for the debt. The municipality is still not monitoring and controlling expenditure which has resulted in a significant Operating deficit. KZN Treasury met with the ministerial representative and municipal officials on 15 December 2021 to highlight this challenge and its implications on the implementation of the Budget funding plan. There are no major discrepancies in the municipality's reporting.		
B KZN224 iMpendle	68 538	-	-	-	-	-	-	-	-	(18)	(0.0)	-	-	x	The Operating deficit of R2.6 million appears to be incorrect due to inaccurate reporting. According to the Schedule C tabled to Council for Quarter 2, the municipality has reported an Operating surplus of R4.8 million. The municipality has a funded Budget and does not appear to have serious financial problems.				
B KZN225 Msunduzi	6 118 414	196 242	3.2	x	-	108 450	1.8	-	-	305 300	5.0	x	-	x	x	x	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 under intervention in terms of Section 139(1)(b) of the Constitution. The municipality has a current cash deficit. They have received delayed 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 is in the process of negotiating repayment plans with both Eskom and the Umgeni Water Board.		
B KZN226 Mkhambathini	142 902	-	-	-	-	-	-	-	-	341	0.2	-	-	x	The municipality reported an increase in the Contracted services and Other expenditure line items for Operating expenditure with no corresponding increase in Operating revenue. This has resulted in an Operating deficit and the municipality using reserves to finance the increasing expenditure. However, it must be noted that the municipality has reported a positive cash balance for the year to date. Therefore, the municipality cannot be classified as having serious financial problems.				
B KZN227 Richmond	143 420	-	-	-	-	-	-	-	-	34 268	4.0	x	-	x	x	x	The municipality currently has an unfunded budget and has a historically high Creditors balance. The Budget funding plan adopted by Council includes strategies to improve the municipality's budget position. The Creditors' balance was R16.8 million as at 30 June 2021, and it has now been reduced to R34.3 million. According to the municipality, the unpaid Creditors balance of R34.3 million is being disputed and/or investigated. The municipality is classified as having serious financial problems.		
B KZN235 Okhahlamba	216 950	-	-	-	-	-	-	-	-	6 379	1.0	-	-	x	x	x	The Creditors owed that were over 90 days in the first quarter were as a result of disputes with suppliers. The municipality has indicated that legal issues have arisen in settling the dispute with the Natal Joint Pension Fund and the uThukela District Municipality. The municipality received a disclaimer of audit opinion for the 2019/20 financial year which is the most recently completed audit. The municipality has approved an unfunded Budget for the 2021/22 financial year which is an indication that the municipality has financial challenges. Additionally, the municipality has approved a credible Budget funding plan however, it has been noted with concern that the municipality has reported less electricity revenue generated than the bulk purchases expenditure incurred to as at the end of Month 06 indicating that the municipality still has financial challenges to overcome to return to approving credible funded budgets.		
B KZN237 iNkosi Langalibale	625 943	-	-	-	-	-	-	-	-	-	-	-	-	x	x	x			
B KZN238 Alfred Duna	1 169 384	-	-	-	-	-	-	-	-	5 279	0.5	-	-	x	x	x	The municipality indicated that the Creditors reported over 90 days are correct and are due to disputes on the invoices. The payments on these invoices can only be made once the disputes are resolved with the municipality.		
C DC23 uThukela DM	921 557	-	-	-	-	-	-	-	-	4 127	0.4	-	-	x	x	x	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 in 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.		
B KZN241 eNdumeni	381 749	-	-	-	-	-	-	-	-	-	-	-	-	x	x	x	The municipality appears to be facing financial problems as it has approved an unfunded Budget for the 2021/22 financial year, however, the municipality has also approved a credible Budget funding plan wherein the municipality indicated that it plans to achieve a funded budget in the 2023/24 financial year.		
B KZN242 Nguthu	233 762	78	0.0	-	-	-	-	-	-	9 512	4.1	x	-	x	x	x	x	The municipality indicated that the performance as per the 2021/22 Mid-Year Performance Assessment appears in line against the approved Budget funding plan.	
B KZN44 uMsinga	261 377	-	-	-	-	-	-	-	-	-	-	-	-	x	x	x			
B KZN45 uMfolozi	341 010	-	-	-	-	-	-	-	-	11 380	3.3	x	-	x	x	x	x	The municipality indicated that the Creditors include retentions currently held of approximately R8.2 million which they believe overstates their Creditors balance and that the majority of the balance relates to invoices from the uMzinyathi District Municipality that are currently under dispute. There are currently no financial challenges at the municipality.	
C DC24 uMzinyathi DM	575 315	-	-	-	-	-	-	-	-	41 288	7.2	x	-	x	x	x	x	The uMzinyathi 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 municipality indicated that the Interim Finance Committee is in place as the municipality is under administration. Currently, the municipality has an Interim Finance Committee in place as the municipality is under administration. The municipality appears to be facing serious financial problems as it has approved an unfunded Budget in the 2021/22 financial year, however, the municipality has also approved a credible Budget funding plan wherein the municipality indicated that it intends to achieve a funded budget in the 2023/24 financial year. It has been noted that the performance as per the 2021/22 Mid-Year Budget Performance Assessment appears to be in line against the approved Budget funding plan.	
B KZN252 Newcastle	2 488 931	-	-	-	-	-	-	-	-	275 611	11.1	x	-	x	x	x	x	The bulk of the Creditors is attributed to Eskom and uThukela Water as the municipality is facing cash flow challenges. The municipality has a signed payment agreement with Eskom to pay the arrear amount over a period of time. The municipality confirmed that even though they owe uThukela Water for bulk water supply, there is however currently no payment arrangement in place to pay off the amount owed to uThukela Water. The municipality appears to be facing serious financial problems as it has approved an unfunded Budget and a Budget funding plan in the 2021/22 financial year and is also failing to pay its Creditors.	
B KZN253 eMadigengi	101 497	7 307	7.2	x	-	-	-	-	-	11 690	11.5	x	-	x	x	x	x	The municipality indicated that the reason for having total Creditors greater than 90 days of R4.8 million is due to the cash flow challenges being experienced by the municipality which is an indication of serious financial challenges at the municipality.	
B KZN254 Dannhauser	160 624	-	-	-	-	-	-	-	-	83	0.1	-	-	x	x	x	x	x	The municipality approved an unfunded Budget together with a Budget funding plan for the 2021/22 financial year. The Budget was unfunded due to errors in the data strings and the Budget funding plan indicates that the budget will be funded during the 2021/22 Adjustments Budget.
C DC25 Amajuba DM	254 650	-	-	-	-	29 776	11.7	x	-	45 695	17.9	x	-	x	x	x	x	x	According to the municipality, the majority of the Creditors balance relates to Bulk water owed to uThukela Water which has been outstanding from prior years and is carried over to the current financial year. The municipality also approved an unfunded Budget together with a Budget funding plan for the 2021/22 financial year, which is an indication of serious financial challenges.
B KZN261 eDume	165 237	-	-	-	-	-	-	-	-	-	-	-	-	x	x	x	x	x	The negative Cash and cash equivalents amount reported is due to incorrect data strings submitted by the municipality. The long outstanding Creditors consist of: 1. SALGA outstanding balance of R500 000 wherein the municipality has a payment arrangement in place with SALGA, which the municipality is honouring the arrangement; and 2. The other outstanding amount of R384 000 relates to a service provider who's banking details appear to be incorrect and the municipality is currently in the process of getting the correct supplier details so that the outstanding amount could be settled.
B KZN262 uPhongolo	282 300	-	-	-	-	-	-	-	-	3 702	1.3	-	-	x	x	x	x	x	The negative cash flow is due to incorrect data string submitted by the municipality. Long outstanding Creditors also resulted from incorrect reporting. Currently, there are no apparent financial problems at the municipality.
B KZN63 AbaQulusi	613 553	-	-	-	-	-	-	-	-	8 455	1.4	-	-	x	x	x	x	x	The AbaQulusi 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. It must be stated that the municipality is facing cash flow challenges but they are managing their current expenditure accordingly. The municipality managed to settle the long outstanding Eskom debt and has reflected a decrease trend in the Creditors balance from over the years.
B KZN65 Nongoma	212 171	-	-	-	-	-	-	-	-	9 786	4.6	x	-	x	x	x	x	x	The negative Cash and cash equivalents reported is due to incorrect data string submitted by the municipality. The long outstanding Creditors consist of two Creditors, namely SALGA and Department of Labour and the municipality has payment arrangement in place with these Creditors. The municipality is adhering to payment arrangement. Therefore, it could be concluded that there is no financial crisis at the municipality.
B KZN66 Ulundi	425 663	99 426	23.4	x	-	-	-	-	-	99 436	23.4	x	-	x	x	x	x	x	The municipality has a long outstanding debt with Eskom and adheres to the payment arrangements. However, the municipality is in the process of renegotiating the new payment plan with Eskom which still needs to be finalised. In the 2021/22 financial year, the municipality approved an unfunded Budget and the inability to settle the Eskom debt is an indication that the municipality has financial challenges. Additionally, the municipality has approved a credible Budget funding plan which will be monitored by Provincial Treasury to assist the municipality to ensure that the funding position improves.
C DC26 Zululand DM	596 623	-	-	-	-	-	-	-	-	-	-	-	-	x	x	x	x	x	The municipality received a qualified audit opinion in the prior years however, in the 2020/21 audit year, the audit opinion has improved to an unqualified audit opinion. The municipality has approved an unfunded Budget for the 2021/22 financial year, which is an indication that the municipality has financial challenges. Additionally, the municipality has approved a credible Budget funding plan which is monitored by Provincial Treasury to assist the municipality to ensure that the funding position improves.
B KZN71 uMhlabuyalingana	216 283	-	-	-	-	-	-	-	-	(947)	(0.4)	-	-	x	x	x	x	x	
B KZN72 Jozini	279 078	-	-	-	-	-	-	-	-	79	0.0	-	-	x	x	x	x	x	The Mutatsha 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. Creditors outstanding for a period of greater than 90 days are mainly due to disputes where work performed cannot be verified and will therefore remain on the creditors list until disputes are resolved.
B KZN73 Mtubatuba	273 724	-	-	-	-	-	-	-	-	5 907	2.2	x	-	x	x	x	x	x	The municipality is still experiencing challenges in reporting monthly cash flows and confirmed that they are working with their service provider to improve reporting on a month to month basis. As per the Section 52(d) submitted for Quarter 2, the municipality has R59.4 million Cash and cash equivalent as at the end of December 2021.
B KZN76 Big Five Habisa	215 383	-</																	